

MISSOULA COUNTY, MONTANA

COMPREHENSIVE **A**NNUAL **F**INANCIAL **R**EPORT

For the Fiscal Year Ended
June 30, 2016



MISSOULA COUNTY, MONTANA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2016

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MISSOULA, MONTANA 59802

PHONE: (406) 721-5700

March 31, 2017

Board of County Commissioners
And Citizens of Missoula County, Montana

Dear Commissioners,

This letter transmits to the Board of County Commissioners and the citizens of Missoula County the Comprehensive Annual Financial Report (CAFR) for Missoula County for the year ended June 30, 2016. This CAFR presents fairly the financial condition of the County as of June 30, 2016 and the results of its operations and cash flows for proprietary type funds for the fiscal year then ended. With the exception of the independent auditors' reports, all the information included in this report is the responsibility of the management of Missoula County.

The County has prepared this report in conformity with generally accepted accounting principles. Consequently, the financial statements reflect the implementation of the Governmental Accounting Standards Board Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.

This report is the financial reflection of the services provided by Missoula County. It contains all County funds used to account for the normal range of local government services including criminal justice, public safety, public works, public health, cultural and recreational programs, community development and social services. Also presented are the activities of the Missoula County Development Authority, Larchmont Golf Course, Missoula Aging Services, the Missoula County Workers' Compensation Group Insurance Authority, the Missoula County Employee Benefits Plan, and the Partnership Health Center. Missoula County has sufficient authority over these agencies to justify including them as component units of the County. The details of this authority are discussed in Note 1 to the Basic Financial Statements. Rural fire districts, school districts and other local agencies do not meet the criteria for inclusion in the report, and are consequently excluded, except as agency funds. The CAFR also includes Management's Discussion and Analysis which provides a narrative overview of the County's financial position, results of operations, and significant initiatives.

Independent Audit – Montana statutes require that certain local governments obtain at least biennial audits of the financial statements. Missoula County has chosen to contract with Nicole M. Noonan, CPA, P.C. This audit also satisfies the federal Single Audit Act and Office of Management & Budget Uniform Guidance.

PROFILE

Missoula County, Montana covers approximately 2,600 square miles in the western part of the state. Five large valleys and two major rivers wind through this mountainous region. Missoula County has a population of more than 100,000 people and the county seat is the city of Missoula. The Missoula County Courthouse was completed in 1910. Its south foyer is graced by a series of eight murals painted by famed western artist, Edgar S. Paxson, between 1912 and 1914. An addition to the Courthouse was completed in 1966. Missoula County is governed by three Commissioners, each elected to staggered six-year terms. The current Commissioners are Chair Jean Curtiss, Nicole Rowley and David Strohmaier.

The County provides a full range of services in general government, criminal justice, public safety, public works, public health, social and economic services, culture and recreation, and housing and community development. Details of the departments under these functions are provided in Management's Discussion and Analysis.

Budgetary control of these functions is maintained through an annual budget adopted by the Board of County Commissioners. The budget process generally begins shortly after the mid-year budget review which is held in late January each year. The CFO in consultation with department heads, the CAO and the Financial Services staff provides a forecast of the projected year end fund balances. In addition a prediction of the following year's revenues and fixed expenses is made. It is from these estimates that the general parameters of the coming year's budget are constructed. A presentation is made to the Commissioners and the Senior Leadership Team to establish the constraints within which the departments must work. The County departments are then provided budget spreadsheets; within which salaries and benefit costs are included. Departments must make the decisions on how to live within the constraints established in the general parameter discussion. The departments then submit their budget spreadsheets to the CFO's office by a set date, where they are reviewed, modified and then returned to the departments. The departments then return the spreadsheets reviewed Financial Services department on behalf of the CFO and if needed modifications or corrections are made before they are passed on to the Budget Team. The Budget Team is made up of the CAO, the COO, the CFO, the Communications Director and two department heads selected at random annually. Their job is to examine each of the budgets assuring they contribute to the overall goal of the current year's budget goals and assist the departments in presenting their program in the best light possible. The Commissioners then meet with each department to discuss their budget requests and hear an analysis of the departmental budgets provided by the CFO. Decisions are made on the individual departmental requests at the conclusion of the budget meetings when examined in the context of total proposed County budget. Public budget hearings are generally conducted in July and August of each year. The final budget is adopted by the second Monday in August or 45 days after receiving the certified taxable values from the State of Montana following the final public hearing. Budget authority is flexible in that the Commissioners may make mid-year transfers among budget object lines within a fund and budget amendments within statutory restrictions as deemed necessary for proper administration of County government. The level of budgetary control is established at the personnel, operations, and capital level within each fund.

The County's internal controls begin as a process that is affected by the organization's structure, work flows, approval processes and the management information systems that are designed to help the County accomplish its goals and objectives. The primary objective of the County's internal controls is to provide reasonable, rather than absolute, assurance that the financial statements are free of material misstatements. Budgetary controls are maintained in the accounting office and reported to department heads and the County Commissioners. The County's audit staff reviews all departmental expense claims for appropriate backup documentation and departmental approval prior to the presentation to the County Commissioners for final approval and the creation of warrants. Revenues are monitored by departmental heads as well as the County CFO. Any deviations from the budget are reported to the Commissioners in a timely fashion and budget modifications which are authorized under current County policy are made throughout the year by majority vote of the County Commissioners.

FINANCIAL CONDITION

Missoula County's economic slowdown, which began in 2007 and continued through 2010 with negative growth in non-farm payroll in years 2008 through 2010, reversed its course in 2011 with a .07% increase. For the year ending June 30, 2015 non-farm payroll jumped to a healthy 2.9%. Projections going forward are for growth between 2.4% and 2.7%, beginning in 2016 and going to 2018. The closure of the Stimson plywood plant in 2007, and the Stimson sawmill in 2008 have provided an opportunity for new industry to occupy the former Bonner mill site. A large wood chipping operation has taken the southernmost 20 acres of the 110 acre site. Northwest Paints and Siding Company has relocated its operations to one of the large buildings in the center of the campus. The most recent additions are a manufacturer of custom travel trailers who expanded their east coast operations to include a new manufacturing facility at the former Bonner mill site in addition to a new home for Coldstone Brewing a local craft beer producer who has included on their portion of the site a new amphitheater for summer concerts. The former mill site is now home to some 440 new full time jobs.

The mood within the County is one of optimism. New housing starts, specifically multi-family apartment complexes, are up substantially from the previous four years and new businesses are starting to appear. The proposed reconfiguration and expansion of the retail mall in central Missoula; construction of the 6 story commercial Stockman's bank building with attached two-story parking garage in downtown Missoula; the construction of a \$23 million campus to house the national headquarters of home-health management company Consumer Direct; a 500 bed private student housing development on the edge 2 of downtown estimated to cost \$30 million; and the construction of a new \$32 million building to house the Missoula College in its new location on the eastern edge of downtown Missoula. The end of the long recession for the Missoula County economy may be in sight. Since substantially all growth in property tax revenue is from new construction (and not from increases in market value of existing properties), the County will continue to closely examine budget priorities when confronting the difficult issue of allocating limited resources.

In order to mitigate the risk of flat revenue and other financial risks, the County's long-term financial planning includes revenue forecasting for the County's general revenues, along with the identification of one time revenues versus ongoing revenues. The forecast include property and related taxes, fees, in addition to non-tax revenues which make up 67% of County revenues. While property tax revenues account for approximately 33% of total County revenues, they represent on the average 23.4% of a Missoula County property tax bill. The County has maintained a policy of matching ongoing revenues with ongoing expenses to maintain the structural integrity of its departments. The County also requires all departments to maintain a 5% cash reserve at year end with the exception of the Public Safety Fund which has an 8% requirement and

the General Fund which has a 12% requirement. The County also maintains multi-year budgets for the Capital Improvement Program and the Technology Program to ensure adequate resources for the future replacement of existing capital assets and to fund the acquisition of new assets.

Management's Discussion and Analysis, starting on page 5, provides additional information on the economic environment in the County, as well as the highlights of the 2016 fiscal year and the challenges facing the 2017 budget.

RELEVANT FINANCIAL POLICIES

To achieve the goal of providing outstanding, cost-effective regional public services, the Missoula County applies sound management practices and policies that enhance the quality of life of its citizens. Many of the financial management practices used by the County have been identified by the Government Finance Officers Association of the United States and Canada (GFOA) and recognized by Standard and Poor's rating agency as best practices that promote financial soundness, efficiency in government and solvency in public finance. The following summarizes the County's financial management practices. Each County department prepares an annual budget plan which they present during the budget process for evaluation by the County Commissioners and senior staff. Budget plans communicate the value the department brings to the community and measures performance. A budget plan sets forth long-term goals, operational and budget challenges, strategies for overcoming challenges and progress towards achieving those goals during the coming year.

The annual budget reflects the County's disciplined approach to fiscal management and is consistent with the County's financial planning process. Department budgets are consistent with the priorities and operations plans contained in the Financial and Operational goals of the County. Departments use these planning processes, along with projected outcomes, to evaluate programs and redirect existing resources as needed for greater efficiency to reduce costs and minimize the need for additional resources.

The County's five-year Capital Improvement Plan (CIP) is a long-term list of significant projects funded by the Capital Projects budget. It also includes the five-year capital program for non-Capital Fund expenditures. The CIP aids the County in its assessment of the best use of funds available in order to establish and prioritize its capital asset goals, while maintaining long-term financial stability.

The County Funds currently contain formal reserves, appropriations for contingencies and appropriated reserve-type funds. The purpose of these reserves is to protect community programs and services from temporary revenue shortfalls.

The Treasury Oversight Committee (TOC) is responsible for reviewing and monitoring the annual Investment Policy Statement (IPS) prepared by the Treasurer. In addition, the TOC initiates a quarterly review of the Chief Financial Officer's compliance with the IPS. Annually, if changes are made to the IPS the TOC submits the IPS to the Board of County Commissioners for approval. The TOC membership consists of the following: the elected Auditor, the elected Clerk and Recorder, one elected County Commissioner, the elected Superintendent of Schools, the Chief Financial Officer and one appointed county resident.

Awards – Missoula County earned its twenty-second consecutive GFOA's Certificate of Achievement for Excellence in Financial Reporting for its Fiscal Year 2015 Comprehensive Annual Financial Report. The Fiscal Year 2016 Report will also be submitted for consideration for the Certificate.

Acknowledgements – I would like to thank the Missoula County Financial Services Office: Allison Seils, Rose Bjornstad, Sharon Bowman, Teresa Graham, Jacque Harris, Dawn Overbaugh, Jessica Overbaugh, Ruthe Sackey, Eric Seitz, Alane Stickney, and especially Christi Page for all their work and dedication. Thanks also to Barbara Berens, the Missoula County Auditor, for her support and special thanks goes to the County Chief Administrative Officer, Vickie Zeier, for her leadership. Without the efforts of all these people, this report would not have been possible. Finally, I would like to thank the Board of County Commissioners for their service, understanding of the value of this report, their commitment to the County making difficult decisions in difficult times and their continued support for strong financial accountability.

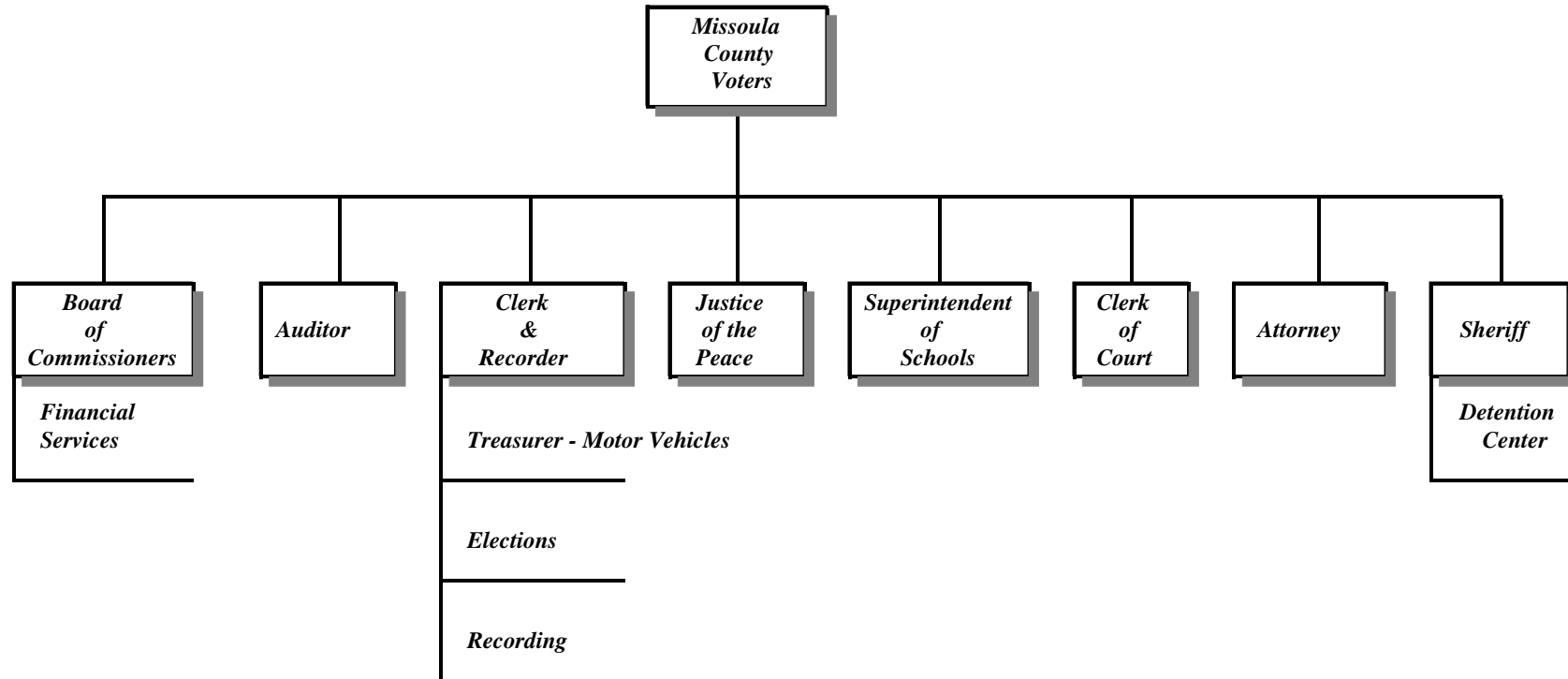
A handwritten signature in black ink, appearing to read "Andrew V. Czorny". The signature is stylized with a large, looping initial "A" and a long, sweeping underline.

Andrew V. Czorny
Chief Financial Officer

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MISSOULA COUNTY

Organizational Chart



MISSOULA COUNTY, MONTANA

Board of County Commissioners

Jean L. Curtiss
Nicole Rowley
David Strohmaier

Auditor

Barbara A. Berens

Clerk and Recorder - Treasurer

Tyler Gernant

Justice of the Peace

Marie Andersen
Lanee Holloway

Superintendent of Schools

Erin Lipkind

Clerk of Court

Shirley E. Faust

County Attorney

Kirsten Pabst

Sheriff

T.J. McDermott



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Missoula County
Montana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Missoula County, Montana

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Missoula County, Montana'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

My responsibility is to express opinions on these financial statements based on my audit. I did not audit the financial statements of Missoula Aging Services, which represent 19.0 percent, 30.9 percent, and 15.7 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to me, and my opinion, insofar as it relates to the amounts included for Missoula Aging Services, is based solely on the report of the other auditors. I conducted my 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 I 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, I 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 financial statement presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, based on my audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of funding progress for the retiree health insurance benefit plan, the schedule of proportionate share of net pension liability, the schedule of pension contributions, and budgetary comparison information on pages 5-20 and 101-126 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Missoula County, Montana's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and schedule of expenditures of federal awards 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 my opinion, the combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and schedule of expenditures of federal awards are 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, I do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated March 31, 2017, on my consideration of Missoula County, Montana's internal control over financial reporting and on my 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 my 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 Missoula County, Montana's internal control over financial reporting and compliance.

Nicole M. Noonan, CPA, P.C.

Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
March 31, 2017

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MISSOULA COUNTY, MONTANA
Management's Discussion and Analysis
June 30, 2016

The management of Missoula County offers this discussion and analysis of Missoula County's financial position and results of operations for the year ended June 30, 2016. We encourage readers to consider information presented here in conjunction with additional information provided in the transmittal letter and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

- The assets of the County exceeded its liabilities at June 30, 2016 by \$84.0 million (net position) compared with a balance of \$73.4 million at June 30, 2015. Due primarily to pension related items, unrestricted net position was -\$58.1 million, although \$1.1 million that is classified as unrestricted in the Larchmont Golf Course and Rural Special Improvement Maintenance Districts may be used to meet the County's ongoing obligations to citizens, vendors and creditors.
- The County's total net position increased by \$10.6 million, representing a 14.5% increase over 2015. This was primarily due to an increase of \$4.5 million in deferred outflows of resources related to pensions combined with a decrease of \$7.3 million in deferred inflows of resources related to pensions.
- At the end of the current year, the County's Balance Sheet for Governmental Funds reported a combined ending fund balance of \$68.7 million, approximately \$34.3 million more than the prior year. Of this amount, \$15.1 million is unrestricted and immediately available for spending on behalf of its citizens.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$3.5 million, or 18.5% of total general fund expenditures and other financing uses.

Missoula County's total debt increased by \$47,553,500, which contributed to a net 84.6% increase in Long Term Liabilities, related to primary government activities. This increase was primarily due to the issuance of the Parks & Trails bonds in 2016.

Using the Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report (CAFR) consists of a series of basic financial statements, notes to those statements, supplementary detail financial statements, and a statistical section. This information is designed to provide the reader information needed to understand Missoula County as a financial whole and by individual functions. This Management's Discussion and Analysis Section (MD&A) provides an overview of the information presented in those other sections.

The Statement of Net Position and Statement of Activities provide information about all County activities, presenting both an aggregate view of the County's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the County's most significant funds with all other nonmajor funds presented in total in one column.

Reporting Missoula County as a Whole

Statement of Net Position and the Statement of Activities

The government-wide financial statements are designed to provide readers with a broad view of Missoula County's finances in a manner similar to a private sector business. While this document contains information about the funds used by the County to provide services to our citizens, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially during the year?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting incorporates all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the County's net position and the change in that position. This change in net position is important because it tells the reader whether the financial position of the County as a whole has improved or worsened. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County capital assets should also be evaluated.

The Statement of Net Position and the Statement of Activities divide the County into three activities:

- Governmental Activities - Most of the County's services are reported here including public safety, social services programs, administration, and all departments with the exception of Larchmont Golf Course and Rural Special Improvement Maintenance Districts (RSIDs).

- Business-Type Activities - These services have a charge based upon the amount of usage. Larchmont Golf Course revenues are generated solely by the course users. The County charges special assessments to recoup the cost of the entire operation of the RSIDs as well as all capital expenses associated with these facilities.
- Component Units -The County includes financial statements of Missoula Aging Services and the Partnership Health Center in its report. Separately issued financial statements are available for both components units.

The component units are separate entities and may conduct activities such as buy, sell, lease and mortgage property in their own name and can sue or are sued in their own name.

Reporting Missoula County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restrictions on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. Missoula County's major funds are the General, Public Safety, Missoula Development Authority, RSID Debt Service, Fort Missoula Regional Park Construction, and Larchmont Golf Course funds.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses 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.

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

The County maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds (see above).

Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of supplementary statements beginning on page 129.

Proprietary Funds: The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for Larchmont Golf Course and the Rural Special Improvement Maintenance Districts. Internal Service funds are used to account for the financing of certain goods and services between departments and agencies of the County. The County uses internal service funds to account for its self-insurance programs: Risk Management, Health Insurance, Workers' Compensation, and Excess Loss. Additionally, Telephone Services, which operates the City-County telephone system, and Information Services Operations, which operates the County network and provides technical services to County departments, are accounted for in internal service funds. The proprietary fund financial statements can be found on pages 28-32.

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statements can be found on pages 33-34.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the governmental-wide and fund financial statements. The notes to the financial statements begin on page 35.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which begin on page 129. Statistical information that shows trends for periods up to ten years is also available beginning on page 205.

Government-wide Financial Analysis

As noted earlier, net position may serve as a useful indicator of a government's financial position over time. For the year ended June 30, 2016 the County's assets exceeded liabilities by \$83.5 million (\$77.9 million in governmental activities and \$5.6 million in business-type activities). 105.4% of the County's net position reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Other restrictions total \$53,758,889.

The following table provides a summary of the County's net position for 2016:

Net Position						
	Governmental Activities		Business-Type Activities		Total	
Assets	2016	2015	2016	2015	2016	2015
Current & Other Assets	\$ 102,674,529	\$ 69,053,394	\$ 1,657,528	\$ 1,565,210	\$ 104,332,057	\$ 70,618,604
Capital Assets, Net	117,722,646	103,784,478	4,648,337	4,751,590	122,370,983	108,536,068
Total Assets	<u>220,397,175</u>	<u>172,837,872</u>	<u>6,305,865</u>	<u>6,316,800</u>	<u>226,703,040</u>	<u>179,154,672</u>
Deferred Outflows of Resources						
Deferred Charges on Refunding of Debt	108,528	140,676	-	-	108,528	140,676
Deferred Outflows of Resources - Pension	7,106,041	2,532,035	44,164	33,856	7,150,205	2,565,891
Total Deferred Outflows of Resources	<u>7,214,569</u>	<u>2,672,711</u>	<u>44,164</u>	<u>33,856</u>	<u>7,258,733</u>	<u>2,706,567</u>
Liabilities						
Current & Other Liabilities	7,307,239	5,549,431	123,778	136,969	7,431,017	5,686,400
Current Portion of Long-term Debt	11,288,885	10,242,679	25,998	25,740	11,314,883	10,268,419
Long-term Debt, Net of Current Portion	113,463,477	67,520,788	525,470	488,967	113,988,947	68,009,755
Total Liabilities	<u>132,059,601</u>	<u>83,312,898</u>	<u>675,246</u>	<u>651,676</u>	<u>132,734,847</u>	<u>83,964,574</u>
Deferred Inflows of Resources						
Deferred Assessments	10,393,995	12,611,240	-	-	10,393,995	12,611,240
Other Deferred Receipts	29,302	14,369	-	-	29,302	14,369
Deferred Inflows of Resources - Pension	6,757,968	11,815,335	38,435	106,000	6,796,403	11,921,335
Total Deferred Inflows	<u>17,181,265</u>	<u>24,440,944</u>	<u>38,435</u>	<u>106,000</u>	<u>17,219,700</u>	<u>24,546,944</u>
Net Position						
Net Investment in Capital Assets	83,362,498	73,771,998	4,569,561	4,647,074	87,932,059	78,419,072
Restricted	54,049,148	20,392,083	-	-	54,049,148	20,392,083
Unrestricted	(59,040,768)	(26,407,340)	1,066,787	945,906	(57,973,981)	(25,461,434)
Total Net Position	<u>\$ 78,370,878</u>	<u>\$ 67,756,741</u>	<u>\$ 5,636,348</u>	<u>\$ 5,592,980</u>	<u>\$ 84,007,226</u>	<u>\$ 73,349,721</u>

The following table provides a summary of the changes in net position for 2016:

	Changes in Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues						
Program Revenues						
Charges for Services	\$ 18,514,793	\$ 19,463,435	\$ 1,986,967	\$ 2,013,708	\$ 20,501,760	\$ 21,477,143
Operating Grants and Contributions	8,479,102	7,939,965	12,383	11,599	8,491,485	7,951,564
Capital Grants and Contributions	2,985,372	1,789,304	-	-	2,985,372	1,789,304
General Revenues						
Property Taxes	44,958,039	41,650,425	-	-	44,958,039	41,650,425
Intergovernmental Revenue	6,595,554	6,314,257	-	-	6,595,554	6,314,257
Investment Earnings	884,391	152,439	8,428	4,877	892,819	157,316
Gain on Sale of Capital Assets	96,565	33,257	3,300	-	99,865	33,257
Miscellaneous	1,169,858	1,743,651	61,679	63,135	1,231,537	1,806,786
Total Revenues	<u>83,683,674</u>	<u>79,086,733</u>	<u>2,072,757</u>	<u>2,093,319</u>	<u>85,756,431</u>	<u>81,180,052</u>
Program Expenses						
General Government	16,163,885	16,415,581	-	-	16,163,885	16,415,581
Criminal Justice	5,100,309	4,608,917	-	-	5,100,309	4,608,917
Public Safety	22,488,114	24,652,439	-	-	22,488,114	24,652,439
Public Works	10,674,525	11,547,417	-	-	10,674,525	11,547,417
Public Health	8,656,404	7,799,341	-	-	8,656,404	7,799,341
Social and Economic Services	2,669,877	2,578,754	-	-	2,669,877	2,578,754
Culture and Recreation	6,432,951	4,906,518	-	-	6,432,951	4,906,518
Housing and Community Develop.	3,759,445	3,196,624	-	-	3,759,445	3,196,624
Interest and Fiscal Charges	1,330,526	1,282,078	-	-	1,330,526	1,282,078
Larchmont Golf Course	-	-	855,777	952,821	855,777	952,821
Rural Special Improvement Districts	-	-	1,076,337	929,169	1,076,337	929,169
Total Expenses	<u>77,276,036</u>	<u>76,987,669</u>	<u>1,932,114</u>	<u>1,881,990</u>	<u>79,208,150</u>	<u>78,869,659</u>
Change in Net Position before Transfers	6,407,638	2,099,064	140,643	211,329	6,548,281	2,310,393
Transfers	97,275	88,820	(97,275)	(88,820)	-	-
Change in Net Position	6,504,913	2,187,884	43,368	122,509	6,548,281	2,310,393
Net Position - Beginning of Year Restated	71,865,965	65,568,857	5,592,980	5,470,471	77,458,945	71,039,328
Net Position - End of Year	<u>\$ 78,370,878</u>	<u>\$ 67,756,741</u>	<u>\$ 5,636,348</u>	<u>\$ 5,592,980</u>	<u>\$ 84,007,226</u>	<u>\$ 73,349,721</u>

Governmental Activities

General Government – The General Government function includes those elected offices that provide direct service to the public for decision making or record keeping matters. This includes the Board of County Commissioners and staff (including Facilities Management, Financial Services, Human Resources, and Information Services departments); the Clerk & Recorder/Treasurer functions of Elections, Recording, Records Management, and Treasury; the County Auditor; and the Superintendent of Schools who maintains a variety of school related records. Additionally, this function includes the Financial Administration department which contains expenses related to general government and the Board of County Commissioners' agenda. In 2016, general government expenses comprised 20.9% (21.3% in 2015) of governmental activities. Total general government expenses decreased by \$251,696 (or -1.5%) from the prior year. This decrease is primarily due to a decrease in capital purchases in 2016.

Criminal Justice – the criminal justice function includes all offices related to the court system. These include the Justice Courts, the County Attorney's Office, and certain grants related to State District Court. Criminal Justice expenses comprised 6.6% of governmental activities in 2016 (versus 6.0% in 2015). Total expenses increased \$491,392 (or 10.7%) from the prior year. The increase was primarily due to personnel increases in the General Fund as well as capital purchases in 2016.

Public Safety – the public safety function is comprised of the Sheriff's Office including the Missoula County Detention Facility, Court Support (bailiffs), and the Department of Emergency Services including the 9-1-1 Emergency Dispatch Center, the Office of Emergency Management, and the Public Safety Building capital projects fund. Public safety expenses comprised 29.1% of governmental activities in 2016 (versus 32.0% in 2015). Public safety expenses decreased \$2,164,325 compared to 2015, (or -8.8%). The decrease is primarily due to a decrease in operating and capital expenditures in 2016.

Public Works – public works includes the Road and Bridge funds and the Surveyor/GIS department, the Weed and Extension funds, the Rural Special Assessment Districts program, Seeley Lake Refuse District and the Missoula Development Authority. Public works expenses comprised 13.8% of governmental activities in 2016 (versus 15.0% in 2015) and decreased \$872,892 (or -7.6%) in expenses compared to 2015. The decrease was primarily due to completion of capital projects during 2015.

Public Health – the public health function is comprised of the Health Department, the Water Quality District, the Junk Vehicle Program, and Animal Control. Public health expenses comprised 11.2% of governmental activities in 2016 (versus 10.1% in 2015). Total public health expenses increased \$857,063 (or 11.0%) from 2015, primarily due to increased personnel and operating costs related to grants.

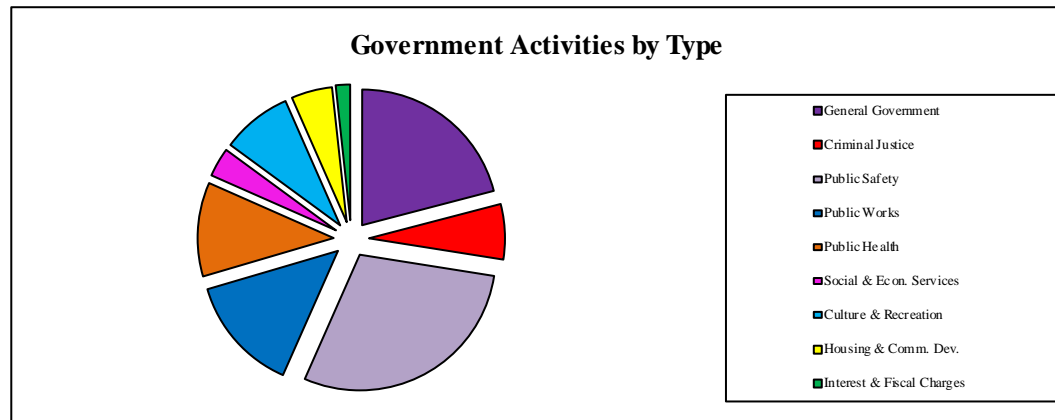
Social & Economic Services – the social and economic services function includes those programs that address the social and economic needs of the citizens of Missoula County. It includes Poor, Aging, Child Daycare, and Mental Health. It also includes programs for the assistance of victims of crime, battered women, at risk families, recovering alcoholics needing housing, those who have little or no health care coverage, and those who need assistance qualifying for SSI. Many of these programs are administered by the Office of Planning and Grants, and consequently, are accounted for in the Planning fund. These expenses comprised 3.5% of governmental activities in 2016, compared to 3.3% in 2015. Social and economic services expenses increased \$91,123 (or 3.5%) over 2015 largely due to increased personnel and operations related to relationship violence services.

Culture & Recreation – the culture and recreation function includes the Western Montana Fair, the Historical Museum at Fort Missoula, the Library and the Park funds. Culture and recreation expenses comprised 8.3% of governmental activities in 2016, compared to 6.4% in 2015. Culture and recreation expenses increased \$1,526,433 (or 31.1%) from 2015. This was primarily due to increases in personnel and operations in the Parks department as well as capital expenditures related to the Parks & Trails bond issuance.

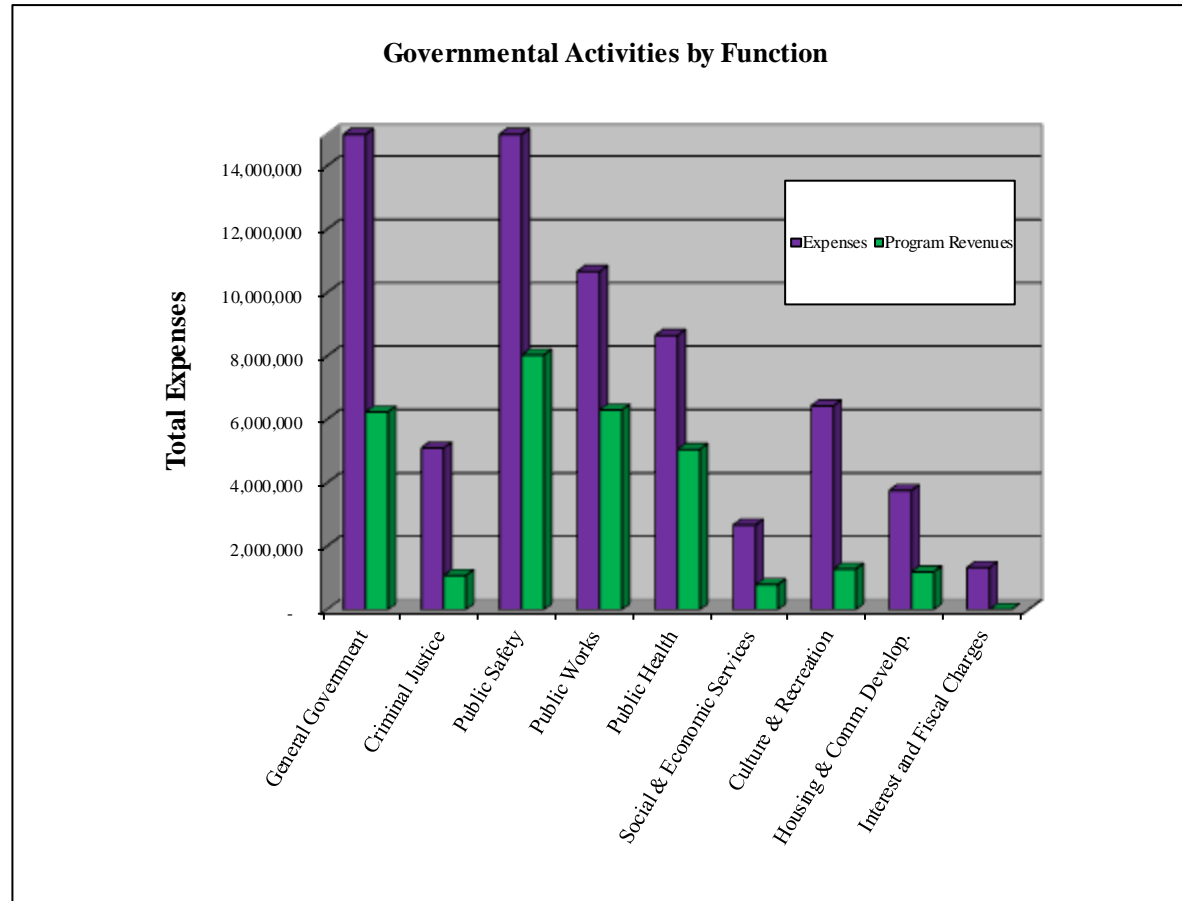
Housing & Community Development – this function includes Community and Planning Services, as well as specific grant programs, and the administration of federal and state community development dollars including the Open Space fund. These expenses comprised 4.9% of governmental activities in 2016, compared to 4.2% in 2015. Total expenses increased \$562,821 (or 17.6%) versus 2015 due to purchases related to the County’s Open Space project.

Total governmental activities resulted in an increase in net position totaling \$10.7 million. This increase over 2015 is primarily due to a change in accounting principle adjustment to beginning net assets of \$3.1 million. The remainder of the change is primarily due to an increase in property taxes of \$3.3 million, capital and operating grants of \$1.4 million, and sale of land investments of \$943,000.

The following chart shows all of the government activities by type as a percentage of total expenditures:



The following graph shows total expenses and program revenue by function. Total general revenues (primarily property taxes) required for each function can be inferred by the difference between total expenses and program revenue:



Business-Type Activities

Total net position related to business-type activities increased by \$43,368 compared to a decrease of \$371,814 in 2015. This was primarily due to the change in pension related items of \$15,000 netted with a decrease in accounts payable of \$10,000 and long-term debt of \$26,000.

Fund Level Financial Analysis

Governmental Funds

For the fiscal year ended June 30, 2016, the County's governmental funds reported combined fund balance totaling \$68,716,551 compared with \$34,442,940 in 2015. Approximately \$15.1 million of this amount constitutes unrestricted (categorized as committed, assigned and unassigned) fund balance, which is available to spend for current needs. The remaining balance is nonspendable (inventory) or restricted. The governmental funds had a combined increase in fund balances totaling \$34,273,611 for 2016.

The General fund is the chief operating fund of the County. For fiscal year 2016, total fund balance increased \$1,061,100 to \$3,543,601, of which \$3,482,397 was unassigned. As a measure of the General fund's total liquidity, it may be useful to compare total unassigned fund balances to total General fund expenditures. Total unassigned General Fund balances represent 18.5% of total expenditures compared to 14.1% in 2015. The 2016 budget was designed to spend down excess cash reserves by approximately \$517,110. Lower than anticipated personnel, operational, and capital outlay costs resulted in the increase in fund balance.

The Public Safety fund accounts for the operation of the Sheriff's Department, including law enforcement and the Missoula County Detention Facility. The Public Safety fund had a fund balance totaling \$5,043,165 at June 30, 2016 (\$5,140,421 at June 30, 2015). Fund balance represents 26.8% (26.5% in 2015) of total expenditures. The fund balance decreased during the year by \$97,256, although the 2016 budget was designed to decrease the fund balance by \$688,545. Lower than anticipated operational costs resulted in the increase in fund balance.

The Missoula Development Authority fund accounts for the activities of Missoula County Development Park, including the MDA Industrial Tax Increment District (which was created to develop an industrial park) and the Missoula County Technology Increment District (which was created to develop a technology-based Business Park). The Authority had a fund balance totaling \$9,599,738 on June 30, 2016 (\$4,834,813 on June 30, 2015), \$6,660,785 of which was unrestricted. Unrestricted fund balance represents 890.9% (364.8% in 2015) of total expenditures. Fund balances increased during the year by \$4,764,925 due to the addition of the investment in land held for resale of \$4,831,105 with the implementation of GASB Statement No. 72, Fair Value Measurement and Application.

The RSID Debt Service fund is used to collect special assessments and make bond payments for the County's rural special improvement districts. Total fund balance was \$2,836,891 at June 30, 2016 (\$2,717,304 at June 30, 2015), all of which is considered restricted for debt service. Fund balance represents 237.5% (218.2% in 2015) of total expenditures. Fund balances increased primarily due to a decrease in debt service expenditures.

The Fort Missoula Regional Park Construction fund accounts for parks and trails project expenditures related to the issuance of the Parks & Trails 2016 general obligation bonds. Total fund balance was \$31,460,715 at June 30, 2016 (-\$409,849 at June 30, 2015), all of which is considered restricted for parks and trails projects. The fund balance represents 302.24% (-100.0% in 2015) of total expenditures. Fund balance increased primarily due to the issuance of the Parks & Trails 2016 general obligation bonds.

Missoula County Budget Highlights

Missoula County's budget is prepared on the basis of cash receipts, disbursements, encumbrances, and certain receivables. During the year, the Board of County Commissioners amends the budget in accordance with state law. For fiscal year 2016, budget amendments resulted in increases in appropriations in the General fund budget by \$94,137. Significant budget variances in the General fund include:

- Clerk & Recorder and Treasurers charges for services were \$93,821 and \$89,488 more than anticipated, respectively, due to conservative budgeting in 2016.
- Non-Departmental General Fund property tax revenues were \$315,757 more than anticipated due to several large protested tax settlements during 2016.
- Personnel costs were \$691,068 under budget primarily due to vacancy savings in Financial Services, Elections, Treasurers, Facilities Management, the Office of Emergency Management, and Human Resources.
- Operations costs were \$266,633 under budget due to lower than anticipated printing and contracted service costs in the Elections office and maintenance supplies costs in Facilities Management.

Capital Assets and Debt Administration

Capital Assets

Missoula County's capital assets consist of land, buildings and systems, improvements, infrastructure, equipment, and machinery. Infrastructure assets placed in service in 2005 and after are reported in capital assets. Capital assets have been restated to include the retro-active implementation of infrastructure capital assets per GASB No. 34. Missoula County's investment in capital assets (net of accumulated depreciation and outstanding debt) was \$88,038,059 at June 30, 2016 (\$78,419,072 at June 30, 2015). Capital asset activity is presented in Note 4 of the financial statements (page 52) as well as on pages 201-203 of the supplementary information.

Significant activity in capital assets for 2016 includes:

- The completion of the Health Department remodel for \$1,012,811.
- Purchase of new vehicles and equipment for General Government services totaling \$559,247.
- Purchase of new vehicles and equipment for Public Safety totaling \$1,198,976.
- Purchase of new vehicles and equipment for Public Works totaling \$66,580.
- Construction of a new facility for the Seeley Lake Search & Rescue totaling \$293,284.
- Remodel of the Junk Vehicle building for Public Health totaling \$272,768.
- An increase of \$4,215,620 in Construction in Progress related to the County Courthouse renovations.

- An increase of \$113,999 in Construction in Progress in the Missoula County Development Park.
- In increase of \$9,262,641 in Construction in Progress related to the Fort Missoula Regional Park.
- A variety of road and pathway projects in the amount of \$3,521,804.

Long-Term Debt

Long-Term Liabilities for Missoula County totaled \$118,897,562 at June 30, 2015 (\$71,344,062 at June 30, 2015). Total debt increased \$47,553,500. This increase was the net result of a net pension liability net increase of \$8,866,891, new debt of \$42,814,459 and principal payments on outstanding debt were made in the amount of \$4,418,485. The liability for compensated absences increased \$269,172 to a total of \$4,788,543. The liability for post-employment benefits increased \$21,463 to a total of \$553,173. Additional information regarding long-term debt can be found in Note 5 to the financial statements.

The following table shows outstanding debt by type:

Total Long-term Debt		
General Obligation Bonds and Loans	\$	49,943,412
Limited Obligation Bonds and Loans		6,676,328
Tax Increment Bonds		2,225,000
Special Assessment Bonds and Loans		10,552,270
Capital Lease Payable		7,867,250
Notes and Contracts Payable		1,679,630
Post Employment Benefits		553,173
Compensated Absence Liability		4,788,543
Net Pension Liability		34,611,956
	\$	<u>118,897,562</u>

Economic Factors and the Fiscal Year 2016 and the 2016 Budget

The University of Montana's Bureau of Business and Economic Research, in their 2017 Economic Report said that "Missoula's stronger growth in 2015 was helped by a robust expansion in health care that moderated in 2016. Manufacturing picked up the baton and helped the growth in 2016. The growths in retail and accommodations activity were signs of continued strong visitor spending. Growths in the public administration activities of government were stronger in Missoula than any other part of the state. Of concern are the weakness in professional services growth, which contracted in the beginning of 2016, and the slow recovery in construction."

Montana's quality of life is a magnet for retaining talent. When GlaxoSmithKline recently moved research and development to Maryland, 15 researchers from GSK's Hamilton lab formed their own biotech firm rather than leave the state. Inimmune launched at MonTech in Missoula in 2016, in partnership with the University of Montana, keeping over \$20 million in National Institutes of Health research grants in Montana. Montana is the No. 1 state for startup activity for four straight years, according to the Kauffman Entrepreneurial Index. Supported by the Blackstone LaunchPad and business schools at the University of Montana and Montana State University, more Montana startups are earning spots at highly competitive accelerator programs. In 2016, Montainer, a Missoula firm that builds tiny houses in shipping containers, attended the 500 Startups program in Mountain View and Bozeman's HERO app, to reduce drunken driving, attended a Techstars accelerator. Together with falling unemployment, increased wage growth and anticipated increasing tax revenues, 2017 is shaping up to be a year that will see the Montana economy operate much closer to capacity.

With respect to the Missoula County Budget in fiscal year 2016, the County raised taxes through mill levy increases to support the continued needs of our public safety functions - the Sheriff's Department and the Detention Facility. In addition, there was a tax increase in support of a fair planning effort and to offset some of the ever increasing costs of health care for County employees.

It is the position of the County Commissioners to make all necessary budget cuts without sacrificing service prior to passing an additional tax burden onto a community who is just recovering from the effects of the economic downturn. According to the audited financials, the General Fund balances increased \$1,061,100 to \$3,543,601 as of June 30 2016.

2017 BUDGET

The Board of County Commissioners' 2017 budget priorities began with a cautious expectation that we had turned the corner with the downturn in property tax revenue. The Commissioners were committed to the continued maintenance of strong cash reserves and the funding of major capital projects, notably the execution of the County's space needs capital improvement program. When the budget process began, staff assumed an increase of 1% in property tax revenue. Actual valuations from the State's Department of Revenue revealed 1.6% increase in County-wide property tax revenue. As a result the majority of General Fund Departments were asked to hold the line on their budgeted expenditures. However a 6.1% projected General Fund operational increase was approved due to personnel costs, primarily in the County Attorney's office to face the war on drugs.

2017 BUDGET PARAMETERS

Missoula County department heads were given the following parameters in preparing their budget requests:

1. Assume that tax related revenues would grow by 2% in 2017.
2. A department that receives non-tax revenue must absorb any reduction in that revenue.
3. Salary increases - enhance salaries at the lowest levels of the pay scale and still maintain competitive salaries in the marketplace.
 - 2.5% increase in a cost of living adjustment.
4. Operational expenditures were set at the prior year's level. Any increase must come in the form of an enhancement request.
5. All capital requests must come in the form of an enhancement request. Capital requests in excess of \$25,000 are considered for the Capital Improvement Program. Smaller capital requests are included in each department's budget.
6. The County's goal is to maintain a 5% cash reserve in the special funds, except Public Safety which is set at 8% and the Community Based Organization funds set at 3%. The General Fund cash reserve has been set at 12%. Funds not meeting these requirements would be required to revise their budgets until the threshold is met.

2017 BUDGET PROCESS

The Fiscal Year 2017 budget process started in April 2016. Departments were asked to submit budgets within the parameters set by the Board of County Commissioners and to submit enhancement requests forms for any increases in the budget beyond the parameters. The Commissioners also established budget priorities in order to rank enhancement requests for approval.

Early in the process, it was determined that there would be some ongoing and one-time revenues available to fund enhancement requests. The Commissioners set priorities as:

1. Maintenance of cash special fund reserve targets, including the General Fund reserve requirement of 12% of total revenues.
2. Funding of critical need items including statutorily or contractually required requests and items in the departments' strategic plan.

3. Funding of critical need capital expenditures focusing on life-safety compliance and major repairs.
4. Items that will greatly improve departmental efficiency and provide long-term cost savings.

The budget process also included a performance indicator initiative in order to identify departmental growth and program results with non-financial indicators. Goal setting and benchmarking measures will be considered for implementation in future years. This information was used to make more informed decisions during the budget process, especially regarding enhancement requests.

In hopes of taking a longer term view of future needs, the County adopted a two year operating budget and a five year capital budget in 2016.

One preliminary hearing was held on July 27, 2016 and the final budget hearing was held on August 24, 2016. The budget was adopted on August 30, 2016 after the Commissioners made final adjustments based on the testimony they received at the hearings.

Contacting Missoula County

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions about this report or need additional information, contact Christi Page, Finance Director, Missoula County, 200 W. Broadway, Missoula, Montana 59802; cpage@missoulacounty.us, (406) 721-5700. Additionally, Missoula County's budget reports and CAFRs are available online at www.missoulacounty.us.

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MISSOULA COUNTY, MONTANA

Statement of Net Position

June 30, 2016

(Page 1 of 2)

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Missoula Aging Services	Partnership Health Center
Assets					
Cash & Cash Equivalents	\$ 2,106,355	\$ 75,764	\$ 2,182,119	\$ 2,256,630	\$ 5,630,008
Cash with Fiscal Agents	3,869,728	-	3,869,728	-	-
Investments	69,878,928	2,293,198	72,172,126	1,100,228	-
Investment in Land Held for Resale	4,831,105	-	4,831,105	-	-
Property Taxes Receivable, net	1,492,847	-	1,492,847	-	-
RSID Receivable-Delinquent	30,162	24,106	54,268	-	-
RSID Receivable-Deferred	10,393,995	-	10,393,995	-	-
Accounts Receivable	3,693,209	5,565	3,698,774	218,355	1,924,727
Interest Receivable	29,731	945	30,676	-	-
Contributions Receivable	696,605	-	696,605	-	-
Loans & Notes Receivable, net	1,349,496	-	1,349,496	-	-
Due (to) from Other Funds	(59,606)	59,606	-	-	-
Advances to (from) Other Funds	840,000	(840,000)	-	-	-
Advances to Component Units	1,930,000	-	1,930,000	-	-
Prepaid Costs	79,397	-	79,397	7,110	1,848
Inventory	1,512,577	38,344	1,550,921	-	426,475
Capital Assets - non-depreciable	39,335,952	1,155,241	40,491,193	132,000	-
Capital Assets - depreciable, net	78,386,694	3,493,096	81,879,790	1,140,488	12,630,670
Total Assets	<u>220,397,175</u>	<u>6,305,865</u>	<u>226,703,040</u>	<u>4,854,811</u>	<u>20,613,728</u>
Deferred Outflows of Resources					
Deferred Charges on Refunding of Debt	108,528	-	108,528	-	-
Deferred Outflows of Resources - Pension	7,106,041	44,164	7,150,205	-	725,526
Total Deferred Outflows of Resources	<u>\$ 7,214,569</u>	<u>\$ 44,164</u>	<u>\$ 7,258,733</u>	<u>\$ -</u>	<u>\$ 725,526</u>

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

MISSOULA COUNTY, MONTANA
Statement of Net Position (Continued)
June 30, 2016
(Page 2 of 2)

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Missoula Aging Services	Partnership Health Center
Liabilities					
Accounts & Warrants Payable	\$ 4,764,973	\$ 58,622	\$ 4,823,595	\$ 129,523	\$ 334,962
Accrued Interest Payable	740,988	-	740,988	-	40,501
Accrued Payroll	1,657,344	65,156	1,722,500	204,080	391,494
Funds Held in Trust	143,934	-	143,934	-	-
Liability for Sick & Vacation - Current Portion	3,456,591	-	3,456,591	-	596,577
Liability for Sick & Vacation, net of Current Portion	1,331,952	-	1,331,952	-	-
Liability for Claims - Current Portion	2,256,793	-	2,256,793	-	-
Liability for Claims, net of Current Portion	3,598,007	-	3,598,007	-	-
Long-term Liabilities:					
Liability for Post Employment Benefits	553,173	-	553,173	-	76,691
Net Pension Liability	34,611,956	472,692	35,084,648	-	7,111,528
Special Assessment with Government Commitment:					
Due within One Year	290,000	-	290,000	-	-
Due in more than One Year	10,262,270	-	10,262,270	-	-
Other-Due within One Year	5,285,501	25,998	5,311,499	-	135,000
Other-Due in more than One Year	63,106,119	52,778	63,158,897	-	2,070,000
Total Liabilities	<u>132,059,601</u>	<u>675,246</u>	<u>132,734,847</u>	<u>333,603</u>	<u>10,756,753</u>
Deferred Inflows of Resources					
Deferred Assessments	10,393,995	-	10,393,995	-	-
Other Deferred Receipts	29,302	-	29,302	14,876	-
Deferred Inflows of Resources - Pension	6,757,968	38,435	6,796,403	-	517,916
Total Deferred Inflows of Resources	<u>17,181,265</u>	<u>38,435</u>	<u>17,219,700</u>	<u>14,876</u>	<u>517,916</u>
Net Position					
Net Investment in Capital Assets	83,362,498	4,569,561	87,932,059	1,272,488	10,472,113
Restricted:					
Criminal Justice	388,812	-	388,812	-	-
Public Safety	5,340,351	-	5,340,351	-	-
Public Works	7,086,537	-	7,086,537	-	-
Public Health	1,954,711	-	1,954,711	-	143,511
Social & Economic Services	178,894	-	178,894	-	-
Culture & Recreation	1,303,177	-	1,303,177	-	-
Housing & Community Development	1,487,970	-	1,487,970	-	-
Debt Service	4,434,936	-	4,434,936	-	-
Capital Projects	31,873,760	-	31,873,760	-	-
Aging Programs	-	-	-	881,080	-
Unrestricted	<u>(59,040,768)</u>	<u>1,066,787</u>	<u>(57,973,981)</u>	<u>2,352,764</u>	<u>(551,039)</u>
Total Net Position	<u>\$ 78,370,878</u>	<u>\$ 5,636,348</u>	<u>\$ 84,007,226</u>	<u>\$ 4,506,332</u>	<u>\$ 10,064,585</u>

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

MISSOULA COUNTY, MONTANA
Statement of Activities
For Fiscal Year Ended June 30, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position				
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units	
					Governmental Activities	Business-Type Activities	Total	Missoula Aging Services	Partnership Health Center
Primary Government:									
Governmental Activities:									
General Government	\$ 16,163,885	\$ 5,601,735	\$ 634,506	\$ -	\$ (9,927,644)	\$ -	\$ (9,927,644)	\$ -	\$ -
Criminal Justice	5,100,309	818,208	257,924	-	(4,024,177)	-	(4,024,177)	-	-
Public Safety	22,488,114	6,501,498	1,442,009	92,975	(14,451,632)	-	(14,451,632)	-	-
Public Works	10,674,525	2,354,464	1,055,638	2,892,397	(4,372,026)	-	(4,372,026)	-	-
Public Health	8,656,404	2,370,198	2,690,181	-	(3,596,025)	-	(3,596,025)	-	-
Social & Economic Services	2,669,877	-	790,735	-	(1,879,142)	-	(1,879,142)	-	-
Culture & Recreation	6,432,951	765,267	518,373	-	(5,149,311)	-	(5,149,311)	-	-
Housing & Community Development	3,759,445	103,423	1,089,736	-	(2,566,286)	-	(2,566,286)	-	-
Interest and Fiscal Charges	1,330,526	-	-	-	(1,330,526)	-	(1,330,526)	-	-
Total Governmental Activities	77,276,036	18,514,793	8,479,102	2,985,372	(47,296,769)	-	(47,296,769)	-	-
Business-type Activities:									
Larchmont Golf Course	855,777	1,009,701	6,214	-	-	160,138	160,138	-	-
Rural Special Improvement Districts	1,076,337	977,266	6,169	-	-	(92,902)	(92,902)	-	-
Total Business-type Activities	1,932,114	1,986,967	12,383	-	-	67,236	67,236	-	-
Total Primary Government	\$ 79,208,150	\$ 20,501,760	\$ 8,491,485	\$ 2,985,372	(47,296,769)	67,236	(47,229,533)	-	-
Component units:									
Missoula Aging Services	\$ 3,957,147	\$ 470,486	\$ 3,789,707	\$ -				303,046	-
Partnership Health Center	20,184,683	15,081,418	7,980,978	110,000				-	2,987,713
Total component units	\$ 24,141,830	\$ 15,551,904	\$ 11,770,685	\$ 110,000				303,046	2,987,713
General revenues:									
Property Taxes					44,958,039	-	44,958,039	-	-
Intergovernmental Revenue - Unrestricted					6,595,554	-	6,595,554	-	-
Investment Earnings					884,391	8,428	892,819	61,706	-
Sale of Capital Assets					96,565	3,300	99,865	-	-
Miscellaneous Revenues					1,169,858	61,679	1,231,537	-	10,620
Transfers					97,275	(97,275)	-	-	-
Total General Revenues & Transfers					53,801,682	(23,868)	53,777,814	61,706	10,620
Change in Net Position					6,504,913	43,368	6,548,281	364,752	2,998,333
Net Position - Beginning of Year					67,756,741	5,592,980	73,349,721	4,141,580	7,227,708
Change in Accounting Principle					4,109,224	-	4,109,224	-	(161,456)
Net Position - Beginning of Year as Restated					71,865,965	5,592,980	77,458,945	4,141,580	7,066,252
Net Position - End of Year					\$ 78,370,878	\$ 5,636,348	\$ 84,007,226	\$ 4,506,332	\$ 10,064,585

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

MISSOULA COUNTY, MONTANA

Balance Sheet

Governmental Funds

June 30, 2016

(Page 1 of 2)

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Fort Missoula Regional Park Construction	Other Governmental Funds	Total Governmental Funds
Assets							
Cash & Cash Equivalents	\$ 6,371	\$ 148,750	\$ 137,234	\$ 75,190	\$ 1,084,258	\$ 428,073	\$ 1,879,876
Cash with Fiscal Agents	-	-	494,000	714,472	-	2,661,256	3,869,728
Investments	192,838	4,502,341	4,153,768	2,275,827	32,818,060	12,956,810	56,899,644
Investment in Land Held for Resale	-	-	4,831,105	-	-	-	4,831,105
Property Taxes Receivable (net)	319,406	335,247	112,515	-	-	698,267	1,465,435
RSID Receivable:							
Delinquent	-	-	-	30,162	-	-	30,162
Deferred	-	-	-	10,393,995	-	-	10,393,995
Accounts Receivable	340,888	803,876	-	-	-	2,491,198	3,635,962
Interest Receivable	10,001	381	3,156	-	-	2,732	16,270
Loans & Notes Receivable	29,641	61,678	534,904	-	-	723,273	1,349,496
Due from Other Funds	3,694,215	438,179	40,984	-	700	1,924,648	6,098,726
Advances to Other Funds	-	-	-	-	-	856,877	856,877
Advances to Component Units	-	-	-	-	-	1,930,000	1,930,000
Inventory	61,204	-	-	-	-	1,451,373	1,512,577
Total Assets	<u>\$ 4,654,564</u>	<u>\$ 6,290,452</u>	<u>\$ 10,307,666</u>	<u>\$ 13,489,646</u>	<u>\$ 33,903,018</u>	<u>\$ 26,124,507</u>	<u>\$ 94,769,853</u>
Liabilities							
Accounts & Warrants Payable	\$ 208,245	\$ 320,934	\$ 26,836	\$ -	\$ 2,442,303	\$ 1,718,665	\$ 4,716,983
Accrued Interest Payable	-	-	29,000	211,721	-	352,516	593,237
Accrued Payroll	409,737	529,428	4,673	-	-	592,014	1,535,852
Due to Other Funds	-	-	-	-	-	5,867,083	5,867,083
Advances from Other Funds	-	-	-	16,877	-	-	16,877
Funds Held in Trust	143,934	-	-	-	-	-	143,934
Total Liabilities	<u>761,916</u>	<u>850,362</u>	<u>60,509</u>	<u>228,598</u>	<u>2,442,303</u>	<u>8,530,278</u>	<u>12,873,966</u>
Deferred Inflows of Resources							
Deferred Taxes and Assessments	319,406	335,247	112,515	10,424,157	-	698,267	11,889,592
Other Deferred Receipts	29,641	61,678	534,904	-	-	663,521	1,289,744
Total Deferred Inflows	<u>349,047</u>	<u>396,925</u>	<u>647,419</u>	<u>10,424,157</u>	<u>-</u>	<u>1,361,788</u>	<u>13,179,336</u>

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

MISSOULA COUNTY, MONTANA
Balance Sheet (Continued)
Governmental Funds
June 30, 2016
(Page 2 of 2)

	<u>General</u>	<u>Public Safety</u>	<u>Missoula Development Authority</u>	<u>RSID Debt Service</u>	<u>Fort Missoula Regional Park Construction</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund Balance							
Nonspendable	61,204	-	-	-	-	1,451,373	1,512,577
Restricted	-	3,516,786	2,938,953	2,836,891	31,460,715	11,364,799	52,118,144
Committed	-	1,526,379	6,660,785	-	-	3,962,762	12,149,926
Assigned	-	-	-	-	-	3,947,926	3,947,926
Unassigned	3,482,397	-	-	-	-	(4,494,419)	(1,012,022)
Total Fund Balance	<u>3,543,601</u>	<u>5,043,165</u>	<u>9,599,738</u>	<u>2,836,891</u>	<u>31,460,715</u>	<u>16,232,441</u>	<u>68,716,551</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 4,654,564</u>	<u>\$ 6,290,452</u>	<u>\$ 10,307,666</u>	<u>\$ 13,489,646</u>	<u>\$ 33,903,018</u>	<u>\$ 26,124,507</u>	

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

Capital assets used in governmental activities are not financial resources, and therefore are not reported in the funds.

117,722,646

Deferred charges on debt refunding used in governmental activities are not financial resources and, therefore, are not reported in the funds.

108,528

Notes receivable are not available to pay for current-period expenditures and, therefore, are deferred in the funds.

1,289,744

Taxes receivable are not recorded as revenue until they are received and, therefore, are deferred in the funds.

1,465,435

Delinquent RSID receivable are not recorded as revenue until they are received and, therefore, are deferred in the funds.

30,162

Internal Service Funds are used by management to charge the costs of self-insurance to individual funds.

The assets and liabilities of the internal service funds (not including capital assets and pension related items) are included in governmental activities in the statement of net position.

7,735,052

Liabilities not due and payable in the current period and, therefore not reported in the funds:

Interest

(147,751)

Compensated Absences

(4,788,543)

Post Employment Benefits

(553,173)

Pensions

(34,263,883)

Long-term liabilities, including bonds payable

(78,943,890)

Net Position of governmental activities

\$ 78,370,878

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

MISSOULA COUNTY, MONTANA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For Fiscal Year Ended June 30, 2016

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Fort Missoula Regional Park Construction	Other Governmental Funds	Total Governmental Funds
Revenues:							
Property Taxes	\$ 10,805,819	\$ 11,744,343	\$ 1,760,906	\$ 1,317,403	\$ -	\$ 20,713,779	\$ 46,342,250
Licenses & Permits	24,575	53,772	-	-	-	1,068,429	1,146,776
Intergovernmental Revenue	2,619,097	604,716	165,933	-	-	13,371,793	16,761,539
Charges for Services	2,428,459	6,354,228	-	-	-	3,300,114	12,082,801
Fines & Forfeitures	625,687	38,304	-	-	-	129,307	793,298
Investment Earnings	69,919	3,243	437,118	-	-	179,794	690,074
Private & Local Grants	-	-	-	-	-	634,942	634,942
Miscellaneous Revenue	44,127	166,113	747,689	-	-	347,443	1,305,372
Total Revenues	<u>16,617,683</u>	<u>18,964,719</u>	<u>3,111,646</u>	<u>1,317,403</u>	<u>-</u>	<u>39,745,601</u>	<u>79,757,052</u>
Expenditures:							
Current Operations:							
General Government	9,211,865	-	-	-	-	1,383,706	10,595,571
Criminal Justice	3,756,939	-	-	-	-	1,084,210	4,841,149
Public Safety	2,727,485	18,235,068	-	-	-	455,099	21,417,652
Public Works	334,237	-	985,007	-	-	7,142,614	8,461,858
Public Health	-	-	-	-	-	7,969,617	7,969,617
Social & Economic Services	-	-	-	-	-	2,504,087	2,504,087
Culture & Recreation	-	-	-	-	-	4,713,900	4,713,900
Housing & Community Development	-	-	-	-	-	2,895,424	2,895,424
Capital Outlay	1,090,246	560,571	116,294	-	10,146,053	11,203,616	23,116,780
Debt Service:							
Principal	28,108	-	450,000	764,860	-	2,822,633	4,065,601
Interest and Fiscal Charges	1,504	-	58,350	429,515	263,294	750,848	1,503,511
Total Expenditures	<u>17,150,384</u>	<u>18,795,639</u>	<u>1,609,651</u>	<u>1,194,375</u>	<u>10,409,347</u>	<u>42,925,754</u>	<u>92,085,150</u>
Excess (deficiency) of Revenue over (under) Expenditures	<u>(532,701)</u>	<u>169,080</u>	<u>1,501,995</u>	<u>123,028</u>	<u>(10,409,347)</u>	<u>(3,180,153)</u>	<u>(12,328,098)</u>
Other Financing Sources (uses):							
Transfer In	2,925,594	1,114,527	1,397	-	-	6,493,936	10,535,454
Transfer Out	(1,717,653)	(1,380,863)	(2,119,838)	(3,441)	-	(6,951,804)	(12,173,599)
Issuance of Debt	367,234	-	-	-	42,279,911	167,314	42,814,459
Sale of Capital Assets	11,565	-	-	-	-	85,000	96,565
Total other financing sources and uses	<u>1,586,740</u>	<u>(266,336)</u>	<u>(2,118,441)</u>	<u>(3,441)</u>	<u>42,279,911</u>	<u>(205,554)</u>	<u>41,272,879</u>
Net Change in Fund Balances	<u>1,054,039</u>	<u>(97,256)</u>	<u>(616,446)</u>	<u>119,587</u>	<u>31,870,564</u>	<u>(3,385,707)</u>	<u>28,944,781</u>
Fund Balances - Beginning of Year	2,482,501	5,140,421	4,834,813	2,717,304	(409,849)	19,677,750	34,442,940
Change in Inventory Reserves	(5,246)	-	-	-	-	(47,295)	(52,541)
Change in Accounting Principle	-	-	5,381,371	-	-	-	5,381,371
Reclassifications	12,307	-	-	-	-	(12,307)	-
Fund Balances - Beginning of Year as Restated	<u>2,489,562</u>	<u>5,140,421</u>	<u>10,216,184</u>	<u>2,717,304</u>	<u>(409,849)</u>	<u>19,618,148</u>	<u>39,771,770</u>
Fund Balances - End of Year	<u>\$ 3,543,601</u>	<u>\$ 5,043,165</u>	<u>\$ 9,599,738</u>	<u>\$ 2,836,891</u>	<u>\$ 31,460,715</u>	<u>\$ 16,232,441</u>	<u>\$ 68,716,551</u>

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

MISSOULA COUNTY, MONTANA
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For Fiscal Year Ended June 30, 2016

Amounts reported for governmental activities in the statement of activities (page 23) are different because:

Net change in fund balances - total governmental funds (page 26)	\$ 28,944,781
Governmental funds report capital outlays as expenditures and proceeds from sales as revenues. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense and gain or loss is reported upon sale or disposal.	
Expenditures for capital assets	20,567,011
Current year depreciation	(4,630,032)
Gain or loss on disposal of capital assets	(726,664)
	<u>15,210,315</u>
Property taxes and special assessment revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(953,997)
The issuance of notes receivable consumes the current financial resources of governmental funds, while payments received on notes receivable provide current financial resources. Neither transaction, however, has any effect on net position.	(202,572)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Issuance of debt	(36,789,548)
Principal payments on long-term debt	4,065,601
Interest Payable	(147,751)
Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	(5,704,175)
The increase in expenses due to the increase in the liability for compensated absences reported in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.	(269,172)
The increase in expenses due to the increase in the liability for post employment benefits reported in the statement of activities do not provide current financial resources and, therefore are not reported in the governmental funds.	(21,463)
The decrease in expenses due to the decrease in the liability for pension benefits and related contribution revenue reported in the statement of activities do not provide current financial resources and, therefore are not reported in the governmental funds.	
On-behalf state revenue	590,996
Pension expense	173,486
The increase in expenses due to the change in inventory reported in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.	(52,541)
The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>1,660,953</u>
Change in net position of governmental activities (page 23)	<u>\$ 6,504,913</u>

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

MISSOULA COUNTY, MONTANA

Statement of Net Position

Proprietary Funds

June 30, 2016

(Page 1 of 2)

	Business-Type Activities-Enterprise Funds			Governmental
	Major Fund	Nonmajor Fund		Activities-
	Larchmont	RSID		Internal
	Golf Course	Funds	Total	Service Funds
Assets				
<i>Current Assets:</i>				
Cash & Cash Equivalents	\$ 32,199	\$ 43,565	\$ 75,764	\$ 226,479
Investments	974,579	1,318,619	2,293,198	12,979,284
Taxes Receivable, net	-	24,106	24,106	27,412
Accounts Receivable (net)	5,565	-	5,565	5,979
Interest Receivable	511	434	945	13,461
Prescription Rebate Receivable	-	-	-	51,268
Contributions Receivable	-	-	-	696,605
Due from Other Funds	59,606	-	59,606	-
Prepaid Costs	-	-	-	79,397
Inventory	38,344	-	38,344	-
Total Current Assets	<u>1,110,804</u>	<u>1,386,724</u>	<u>2,497,528</u>	<u>14,079,885</u>
<i>Noncurrent Assets:</i>				
Capital Assets - non-depreciable	1,049,212	106,029	1,155,241	-
Capital Assets - depreciable, net	<u>2,012,571</u>	<u>1,480,525</u>	<u>3,493,096</u>	<u>227,592</u>
Total Noncurrent Assets	<u>3,061,783</u>	<u>1,586,554</u>	<u>4,648,337</u>	<u>227,592</u>
Total Assets	<u>4,172,587</u>	<u>2,973,278</u>	<u>7,145,865</u>	<u>14,307,477</u>
Deferred Outflows of Resources:				
Deferred Outflows of Resources - Pension	<u>21,480</u>	<u>22,684</u>	<u>44,164</u>	<u>148,171</u>
Total Deferred Outflows of Resources	<u>21,480</u>	<u>22,684</u>	<u>44,164</u>	<u>148,171</u>

MISSOULA COUNTY, MONTANA

Statement of Net Position

Proprietary Funds

June 30, 2016

(Page 2 of 2)

	Business-Type Activities-Enterprise Funds			Governmental
	Major Fund	Nonmajor Fund		Activities-
	Larchmont	RSID		Internal
	Golf Course	Funds	Total	Service Funds
Liabilities				
<i>Current Liabilities:</i>				
Accounts & Warrants Payable	\$ 13,229	\$ 45,393	\$ 58,622	\$ 47,990
Accrued Payroll	54,513	10,643	65,156	121,492
Contributions Paid in Advance	-	-	-	29,302
Due to Other Funds	-	-	-	291,249
Advances Payable, Current Portion	45,000	-	45,000	-
Notes Payable, Current Portion	-	25,998	25,998	-
Liability for Claims, Current Portion	-	-	-	2,256,793
Total Current Liabilities	<u>112,742</u>	<u>82,034</u>	<u>194,776</u>	<u>2,746,826</u>
<i>Noncurrent Liabilities:</i>				
Advances Payable, net of Current Portion	795,000	-	795,000	-
Notes Payable, net of Current Portion	-	52,778	52,778	-
Liability for Claims, net of Current Portion	-	-	-	3,598,007
Net Pension Liability	250,926	221,766	472,692	1,466,847
Total Noncurrent Liabilities	<u>1,045,926</u>	<u>274,544</u>	<u>1,320,470</u>	<u>5,064,854</u>
Total Liabilities	<u>1,158,668</u>	<u>356,578</u>	<u>1,515,246</u>	<u>7,811,680</u>
<i>Deferred Inflows of Resources:</i>				
Deferred Inflows of Resources - Pension	22,904	15,531	38,435	122,394
Total Deferred Inflows of Resources	<u>22,904</u>	<u>15,531</u>	<u>38,435</u>	<u>122,394</u>
Net Position				
Net Investment in Capital Assets	3,061,783	1,507,778	4,569,561	227,592
Restricted	-	1,116,075	1,116,075	-
Unrestricted	(49,288)	-	(49,288)	6,293,982
Total Net Position	<u>\$ 3,012,495</u>	<u>\$ 2,623,853</u>	<u>\$ 5,636,348</u>	<u>\$ 6,521,574</u>

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

MISSOULA COUNTY, MONTANA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For Fiscal Year Ended June 30, 2016

	Business-Type Activities-Enterprise Funds			Governmental
	Major Fund	Nonmajor Fund		Activities-Internal Service Funds
	Larchmont Golf Course	RSID Funds	Total	
Operating Revenues:				
Special Assessments	\$ -	\$ 977,266	\$ 977,266	\$ -
Charges for Services	1,009,701	-	1,009,701	12,977,234
Rental Income	-	-	-	16,096
Rebates	-	-	-	67,058
On-behalf State Pension Revenue	6,214	6,169	12,383	37,897
Total Operating Revenues	<u>1,015,915</u>	<u>983,435</u>	<u>1,999,350</u>	<u>13,098,285</u>
Operating Expenses:				
Personnel	353,974	351,582	705,556	2,115,212
Operations	375,234	645,046	1,020,280	709,308
Claims	-	-	-	9,936,229
Reinsurance Premiums	-	-	-	875,330
Administrative	-	-	-	511,793
Depreciation and Amortization	95,332	79,709	175,041	54,783
Total Operating Expenses	<u>824,540</u>	<u>1,076,337</u>	<u>1,900,877</u>	<u>14,202,655</u>
Operating Income (Loss)	<u>191,375</u>	<u>(92,902)</u>	<u>98,473</u>	<u>(1,104,370)</u>
Non-operating Revenues (Expenses):				
Property Taxes	-	-	-	850,874
Miscellaneous Income	-	61,679	61,679	-
Investment Earnings	4,679	3,749	8,428	194,317
Interest Expense	(30,012)	(1,225)	(31,237)	-
Intergovernmental Revenues	-	-	-	72,551
Gain (Loss) on Sale of Assets	3,300	-	3,300	(224,201)
Total Non-operating Revenues (Expenses)	<u>(22,033)</u>	<u>64,203</u>	<u>42,170</u>	<u>893,541</u>
Net Income (Loss) before Transfers	169,342	(28,699)	140,643	(210,829)
Transfers In	-	2,917	2,917	2,019,270
Transfers Out	(90,423)	(9,769)	(100,192)	(283,850)
Change in Net Position	<u>78,919</u>	<u>(35,551)</u>	<u>43,368</u>	<u>1,524,591</u>
Total Net Position - Beginning of Year	<u>2,933,576</u>	<u>2,659,404</u>	<u>5,592,980</u>	<u>4,996,983</u>
Total Net Position - End of Year	<u>\$ 3,012,495</u>	<u>\$ 2,623,853</u>	<u>\$ 5,636,348</u>	<u>\$ 6,521,574</u>

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

MISSOULA COUNTY, MONTANA
Statement of Cash Flows
Proprietary Funds
For Fiscal Year Ended June 30, 2016
(Page 1 of 2)

	Business-Type Activities-Enterprise Funds			Governmental Activities-Internal Service Funds
	Major Fund	Nonmajor Fund		
	Larchmont Golf Course	RSID Funds	Total	
Cash flows from operating activities:				
Cash receipts for charges for services	\$ 1,009,582	\$ 977,619	\$ 1,987,201	\$ 12,908,025
Cash receipts for rebates	-	(351,097)	(351,097)	21,690
Cash receipts for rent charged	-	-	-	16,096
Cash payments to employees for services	(357,391)	(655,284)	(1,012,675)	(2,087,780)
Cash payments for reinsurance premiums	-	-	-	(880,220)
Cash payments for administrative expenses	-	-	-	(500,430)
Cash payments for claims expenses	-	-	-	(11,001,756)
Cash payments to other suppliers for goods and services	(382,299)	-	(382,299)	(223,894)
Net cash provided by (used in) operating activities	269,892	(28,762)	241,130	(1,748,269)
Cash flows from non-capital financing activities:				
Property taxes collected	-	-	-	857,881
Cash advances to other funds	450	-	450	(526,239)
Transfers in from primary government	-	2,917	2,917	2,019,270
Transfers out to other funds	(90,423)	(9,769)	(100,192)	(283,850)
Intergovernmental sources	-	61,679	61,679	72,551
Net cash provided (used) by non-capital financing activities	(89,973)	54,827	(35,146)	2,139,613
Cash flows from capital and related financing activities:				
Proceeds from sale of capital assets	3,300	-	3,300	-
Proceeds from (payments on) advances	(45,000)	-	(45,000)	-
Principal paid on notes payable	-	(25,740)	(25,740)	-
Interest paid on advances from other funds	(30,012)	-	(30,012)	-
Interest paid on notes payable	-	(1,226)	(1,226)	-
Acquisition of capital assets and construction in progress	(48,394)	(23,394)	(71,788)	(94,672)
Net cash used for capital and related financing activities	(120,106)	(50,360)	(170,466)	(94,672)
Cash flows from investing activities:				
Purchases of investment securities	(560,353)	(652,147)	(1,212,500)	(2,595,973)
Proceeds from sale of investment securities	491,372	664,833	1,156,205	2,212,296
Interest on investments	4,643	3,754	8,397	135,830
Net cash provided (used) by investing activities	(64,338)	16,440	(47,898)	(247,847)
Net increase (decrease) in cash and cash equivalents	(4,525)	(7,855)	(12,380)	48,825
Cash and cash equivalents at beginning of year	15,158	22,242	37,400	177,654
Cash and cash equivalents at end of year	\$ 10,633	\$ 14,387	\$ 25,020	\$ 226,479

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

MISSOULA COUNTY, MONTANA
Statement of Cash Flows (Continued)
Proprietary Funds
For Fiscal Year Ended June 30, 2016
(Page 2 of 2)

Reconciliation of Income from Operations to Cash Provided (Used) by Operations

	Business-Type Activities-Enterprise Funds			Governmental
	Major Fund	Nonmajor Fund		Activities-
	Larchmont	RSID		Internal
	Golf Course	Funds	Total	Service Funds
Income (loss) from operations	\$ 191,375	\$ (92,902)	\$ 98,473	\$ (1,104,370)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization	95,332	79,709	175,041	54,783
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(119)	353	234	-
(Increase) decrease in contributions receivable	-	-	-	(84,142)
(Increase) decrease in rebates receivable	-	-	-	(45,368)
(Increase) decrease in prepaid costs	-	-	-	(5,806)
(Increase) decrease in inventory	(4,055)	-	(4,055)	-
(Increase) decrease in pension deferred outflows	(3,610)	(6,697)	(10,307)	(41,146)
(Decrease) increase in payables	(3,010)	(10,238)	(13,248)	(3,229)
(Decrease) increase in accrued liabilities	(2,064)	2,121	57	(512,187)
(Decrease) increase in net pension liability	30,183	32,318	62,501	198,551
(Decrease) increase in pension deferred inflows	(34,140)	(33,426)	(67,566)	(205,355)
Net cash provided by (used in) operating activities	<u>\$ 269,892</u>	<u>\$ (28,762)</u>	<u>\$ 241,130</u>	<u>\$ (1,748,269)</u>

Supplemental Disclosure of Cash Flow Information

Noncash capital financing, non-capital financing and investing activities:

Internal Service funds had a \$224,201 loss on disposal of capital assets.

Internal service funds had \$58,771 of net investment gain that was reinvested in their trust portfolios for the year.

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

MISSOULA COUNTY, MONTANA
Statement of Fiduciary Net Position
June 30, 2016

	Agency Funds	Investment Trusts
Assets		
Cash & Cash Equivalents	\$ 59,640	\$ 4,469,207
Cash with Fiscal Agents	1,397,891	-
Property Taxes Receivable, net	4,313,591	-
Due from Other Agencies	36,507	-
Other Assets	4,336	-
Investments, at Fair Value:		
Securities	105,705	7,570,490
Money Markets	108,616	7,778,944
Repurchase Agreements	101,444	7,265,271
STIP	1,573,027	112,658,206
Total Investments	<u>1,888,792</u>	<u>135,272,911</u>
Total Assets	<u>7,700,757</u>	<u>139,742,118</u>
Liabilities		
Accounts Payable	1,836,109	-
Other Liabilities	116,659	-
Due to Other Agencies	<u>5,747,989</u>	<u>-</u>
Total Liabilities	<u>7,700,757</u>	<u>-</u>
Net Position		
Funds Held in Trust for:		
Pool Participants	<u>-</u>	<u>139,742,118</u>
Total Net Position	<u><u>\$ -</u></u>	<u><u>\$ 139,742,118</u></u>

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

MISSOULA COUNTY, MONTANA
Statement of Changes in Fiduciary Net Position
For Fiscal Year Ended June 30, 2015

	<u>Investment Trusts</u>
Additions	
Interest Income	\$ 305,896
Net Investment Income	<u>305,896</u>
 Participant Investments in Pool	 352,718,318
Total Additions	<u>353,024,214</u>
 Deductions	
Distribution to Participants	<u>(269,285,097)</u>
Total Deductions	<u>(269,285,097)</u>
 Change in Net Position	 83,739,117
 Net Position Held in Trust for Pool Participants	
Net Position - Beginning of Year	<u>56,003,001</u>
Net Position - End of Year	<u><u>\$ 139,742,118</u></u>

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

MISSOULA COUNTY, MONTANA

Notes to Financial Statements

June 30, 2016

Note 1 - Summary of Significant Accounting Policies

The financial statements of Missoula County have been prepared in accordance with generally accepted accounting principles in the United States of America as set forth by standards established by the Governmental Accounting Standards Board (GASB). Consequently, these financial statements reflect the provisions of GASB Statement No. 34 Basic Financial Statements - and Management Discussion and Analysis - for State and Local Governments.

The County has adopted the provisions of the following GASB pronouncement for fiscal year 2016:

Implementation of GASB Statement No. 72, Fair Value Measurement and Application, addresses accounting and financial reporting issues related to fair value measurements.

Early implementation of GASB Statement No. 82, Pension Issues - an amendment of GASB Statements No. 67, No. 68, and No. 73, addresses issues regarding the presentation of payroll-related measures in required supplementary information, the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and the classification of payments made by employers to satisfy employee contribution requirements.

Accounting Standard effective in the future:

GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, addresses improvements to the usefulness of information about postemployment benefits other than pensions. The statement is effective for fiscal years beginning after June 15, 2016. The effect of the adoption of this statement cannot be determined at this time.

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, addresses improvements to accounting and financial reporting for postemployment benefits other than pensions. The statement is effective for fiscal years beginning after June 15, 2017. The effect of the adoption of this statement cannot be determined at this time.

GASB Statement No. 77, Tax Abatement Disclosures, addresses limitations on revenue-generating capacity resulting from government programs that use tax abatements. The statement is effective for fiscal years beginning after December 15, 2015. The effect of the adoption of this statement cannot be determined at this time.

GASB Statement No. 80, Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14, revises the blending requirements and clarifies the reporting requirements for component units. The statement is effective for fiscal years beginning after June 15, 2016. The effect of the adoption of this statement cannot be determined at this time.

Note 1 - Summary of Significant Accounting Policies (Continued)

Description of Reporting Entity - Missoula County was incorporated under the Montana Constitution, Article XI, Local Government, Section 2 - Counties. The County operates under a three-member commission form of government and provides the following services authorized by its charter: criminal justice, public safety, public works, public health, social and economic services, culture and recreation, housing and community development, conservation of natural resources and general government services. As required by generally accepted accounting principles, the accompanying financial statements present Missoula County (the primary government) and its component units. The component units discussed in the following paragraphs are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Component Units

Blended Component Units - The following organizations are included in the accompanying financial statements as blended component units. The financial accountability for these entities lies with Missoula County, and the Board of County Commissioners can impose its will on these entities.

Missoula County Employee Benefits Plan

The Board of County Commissioners serves as the governing board for the Missoula County Employee Benefits Plan. The Plan is managed by the County's Risk Manager. The operations of the Plan are reported in a separate Internal Service Fund.

Missoula County Workers' Compensation Group Insurance Authority

The Board of County Commissioners serves as the governing board for the Missoula County Workers' Compensation Group Insurance Authority. The Plan is managed by the County's Risk Manager. The operations of the Plan are reported in a separate Internal Service Fund.

Seeley Lake Refuse District

The Board of County Commissioners serves as the governing board for the Seeley Lake Refuse District. The district is managed by the County's Public Works Department.

Larchmont Golf Course

The Board of County Commissioners serves as the governing board of Larchmont Golf Course. The course is managed by a seven-member advisory board who are appointed by the Board of County Commissioners of Missoula County. The course is required to remit 10% of golf course sales and 4.5% of concession sales to Missoula County annually. The operations of the golf course are reported in a separate Enterprise Fund.

Missoula Development Authority

The Missoula Development Authority is governed by the Board of County Commissioners of Missoula County and was created to develop a business park. County management has operational responsibility for the Authority. The Authority, which was formed in 1992, is financed by tax increment in two districts: The Missoula Airport Industrial District and the Missoula County Technology District, whereby property taxes attributable to increases in taxable valuation of the properties within the district are utilized for debt service and operations. The Authority is accounted for as a Special Revenue Fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

Discretely-Presented Component Units - The component unit columns in the government-wide financial statements include the financial data of the County's discretely-presented component units. These are reported in separate columns to emphasize that they are legally separate from the County.

Missoula Aging Services - The Missoula Aging Services is a nonprofit corporation whose purpose is the development and operation of programs for the benefit of senior citizens. The organization's board of directors is appointed by and serves at the will of the Board of County Commissioners of Missoula County. The organization prepares its separately issued financial statements on the basis of GASB Statement 34, using accounting principles applicable to enterprise funds. The complete financial statements for the Missoula Aging Services can be obtained from Missoula Aging Services, 337 Stephens, Missoula, MT 59801.

Partnership Health Center - The Partnership Health Center, Inc. is a nonprofit corporation organized for the purpose of providing health services to the medically underserved in the County. The organization's board is comprised of representatives of local health care providers and consumers and is not controlled by the County. However, under terms of an agreement between the Center and the County, the County has management control over all fiscal and personnel matters of the Center. Under this agreement, Center employees are considered County employees and are subject to County personnel policies. In addition, the County Commissioners are responsible for adopting the Center's annual budget. Lastly, the County provides risk management oversight and indemnification for the Center and its governing board. The organization prepares its separately issued financial statements on the basis of GASB Statement 34, using accounting principles applicable to enterprise funds. Complete financial statements of the Partnership Health Center, Inc. can be obtained from the organization at 401 W Railroad St, Missoula, Montana 59802.

Related Organizations

Two organizations fall into the category of "related organizations" as defined by the Governmental Accounting Standards Board criteria. These are the Missoula County Airport Authority and Lolo Mosquito District. For each of these entities the Missoula County Board of County Commissioners appoints the board of directors, but cannot impose their will on the organization, nor does the County derive any benefit or burden from these organizations.

Missoula County Airport Authority

The Missoula Airport Authority is governed by a five-member board and has complete responsibility for the operation of the Missoula International Airport.

Lolo Mosquito District

The Lolo Mosquito District is governed by a five-member board of directors appointed by the Missoula County Commissioners. It operates mosquito abatement programs in the community of Lolo.

Accounting Policies - The accounting policies of Missoula County conform to generally accepted accounting principles (GAAP) applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

Basis of Presentation - The County's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Note 1 - Summary of Significant Accounting Policies (Continued)

Government-wide Financial Statements

The statement of net position and the statement of activities report information about the County as a whole. These statements include the financial activities of the primary government and the discretely presented component units but excludes the fiduciary funds. Certain interfund transactions (primarily transfers) are eliminated to avoid overstating revenues and expenses. The activities of internal service funds are reflected in governmental activities in the government-wide financial statements. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental and business-type activities. Direct expenses are those that are specifically associated with a service, program or department. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted for the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund Financial Statements

During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal services funds are combined and the totals are presented in a single column in the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting - The accounts of Missoula County are organized on the basis of separate accounting entities referred to as funds. Each fund's operations are accounted for with a separate set of self-balancing accounts consisting of its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance. The following are the County's major governmental funds:

General Fund

The General Fund accounts for all activities not accounted for by other funds of the County. The principal source of revenue for this fund is property taxes.

Note 1 - Summary of Significant Accounting Policies (Continued)

Public Safety Special Revenue Fund

The Public Safety Fund accounts for the Sheriff's Department, including law enforcement and the operations of the Missoula County Detention Facility. The primary sources of revenue for this fund are property taxes and prisoner board for inmates of other governmental entities.

Missoula Development Authority

The Missoula Development Authority Fund accounts for the tax increment revenues from the MCA Industrial Tax Increment District and the Missoula County Technology District, which were created to develop a business park in the area of the interstate highway interchange near the airport.

RSID Debt Service Fund

The RSID Debt Service Fund accounts for the activities of rural special improvement districts for which construction has been completed and principal and interest payments are now required on construction bonds. The primary source of revenue for this fund are special assessments.

Fort Missoula Regional Park Construction Fund

The Fort Missoula Regional Park Construction fund accounts for expenditures associated with designing, acquiring, constructing, installing, and equipping various improvements for parks, trails, and recreational activities in Missoula County, including the construction of Fort Missoula Regional Park. The primary source of revenue for this fund is issuance of the Parks & Trails general obligation bonds.

Proprietary Funds

Proprietary funds are used to account for the County's organizations and ongoing activities which are similar to those often found in the private sector.

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 (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County reports the following major enterprise fund:

Larchmont Golf Course

The Larchmont Golf Course Fund is used to account for the activities of the County's 18-hole public golf course.

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. These funds include the Risk Management, Health Insurance, Workers' Compensation, Telephone Services, Excess Loss, and Information Services Operations funds. Risk Management is financed principally through property taxes, while Health Insurance, Workers' Compensation, Telephone Services, Excess Loss, and Information Services Operations are financed primarily through charges to other funds and departments of the County or its employees.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fiduciary Funds

Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations or other governments. Investment trust funds are used to account for the portion of the County's investment pool that is held on behalf of legally separate entities that are not part of the County's financial reporting entity. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County uses agency funds to account for assets held for other agencies including the State of Montana, City of Missoula, local school districts, post-employment benefits, and other local agencies.

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. All assets and liabilities associated with the operations of the County are included in the Statement of Net Position. Revenues are recognized when earned, and expenses are recognized when incurred.

Fund Financial Statements

All governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the fiscal period, except for tax receipts which are recorded as revenue when received. Intergovernmental grant revenue usually meets the availability criterion. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued; and (2) principal and interest on general long-term debt which is recognized when due.

Proprietary funds and all trust funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for Larchmont Golf Course, Telephone Services, Information Services Operations, self-insurance programs, and special assessments for RSID funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Revenues and expenses which do not meet this criteria are considered non-operating and reported as such. Property taxes associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period.

Fiduciary funds use the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus.

Budgets - As provided by state law, Missoula County follows these procedures to develop the budget information reflected in the financial statements:

- (1) Prior to the first Monday in July, a proposed operating budget is submitted to the County Commissioners for the fiscal year commencing July 1st. The operating budget includes proposed expenditures and the means of financing them.

Note 1 - Summary of Significant Accounting Policies (Continued)

- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) Within 45 calendar days of receipt of certified taxable values from the Montana Department of Revenue, the budget is legally enacted through an official resolution of adoption.

The County prepares its budget primarily on the cash basis. Revenues (except for property taxes) are budgeted in the year they are anticipated to be collected. Expenditures are budgeted in the year they are expected to be paid by warrant. All appropriations lapse at the end of a fiscal year. The County includes in its budget the full amount of property taxes levied for the year. This approximates the cash basis because delinquencies of current year taxes are generally offset by collection of prior years' delinquencies.

Budgets cannot be increased except by:

- (a) a public emergency which could not have been reasonably foreseen at the time of adoption of the original budget;
- (b) debt service funds for obligations related to debt approved by the governing body;
- (c) trust funds for obligations authorized by trust covenants;
- (d) for federal, state, local, or private grants and shared revenue accepted and approved by the governing body;
- (e) for special assessments approved by the governing body;
- (f) the proceeds from the sale of land;
- (g) for gifts or donations; or
- (h) money borrowed during the fiscal year.

Budget transfers may be made between and among the general classifications of salaries and wages, operations and maintenance, and capital outlay upon a resolution adopted by the governing body; however, no budget transfer can increase an individual salary. Expenditures may not legally exceed appropriations for an individual fund. The level of budgetary control, at which the governing body must approve over-expenditures or transfers of appropriations, is established within an individual fund and each department of the general fund by the three categories referenced above.

Annual appropriated budgets are adopted for all funds with anticipated expenditures.

Individual fund budgetary amounts equal appropriation amounts. All annual appropriations lapse at the end of the year. The amounts reported as the original budget amounts represent the original adopted budget. The amounts reported as final budget amounts represent the final budget, including all amendments and modifications. Supplemental appropriations were generally made for unanticipated state and federal grants awarded during the year.

Property Taxes - Property tax levies are set on or before the second Monday in August, in connection with the budget process. Real property (and certain attached personal property) taxes are billed within ten days after the third Monday in October and are due in equal amounts on November 30 and the following May 31. After those dates, they become delinquent (and a lien upon the property). After three years the County exercises the lien and takes title to the property. Properties taken on tax deeds are recorded in taxes receivable at the outstanding delinquent amount.

Special assessments are either billed in one installment due November 30 or two equal installments due November 30 and May 31.

Personal property taxes (other than those billed with real estate) are generally billed no later than the second Monday in July (normally in May or June), based on the prior November's levies. Personal property taxes, other than mobile homes, are due thirty days after billing. Mobile home taxes are billed in two halves, the first due thirty days after billing; the second due no later than November 30.

Note 1 - Summary of Significant Accounting Policies (Continued)

An allowance for uncollectible taxes is provided based upon an analysis of historical trends. The estimated uncollectible amount at June 30, 2016 is \$148,965.

Taxable valuations, mill values and mill levies for November 2015 and May 2016 property tax billings were as follows:

	<u>Taxable Valuation</u>	<u>Valuation of Tax Increment</u>	<u>Value of Mill</u>	<u>Mills Levied</u>
County-wide levies	\$ 201,376,280	\$ 6,995,405	\$ 201,376	170.61 mills
Unincorporated levies	\$ 89,817,777	\$ 2,698,138	\$ 89,817	37.70 mills

The county-wide value includes \$4,297,267 which is the incremental value of property within the City of Missoula tax increment districts. Both the county-wide and unincorporated values include \$2,211,644, the incremental value of property in the Airport Industrial Tax Increment District; \$282,875, the incremental value of property in the Technology District; \$85,452, the incremental value of property in the Bonner Mill Industrial District; and \$118,167, the incremental value of property in the Bonner West Log Yard Targeted Economic Development Districts. Taxes on that value accrue to the tax increment district, not to the usual taxing authorities, hence the value of a mill which it is budgeted against is reduced by that incremental value.

State law limits the number of mills the County can levy to the amount of property tax dollars levied in the prior fiscal year plus the amounts related to the taxable value for annexation of real property, new construction and improvements, debt service, one-half of the average inflation for the past three years based on the consumer price index, and certain other exceptions.

Cash and Cash Equivalents, Investments and Investment Income. - Except for certain specific bank deposits and investments held separately on behalf of health benefits and workers compensation funds, cash resources, to the extent available, of the individual funds are combined to form an investment pool, which is managed by the Chief Financial Officer. Investments of pooled cash, which are authorized by state law, consist primarily of demand deposits, non-negotiable certificates of deposit, bank repurchase agreements, government agency securities and notes, and investments in the state short-term investment pool (STIP).

Investments are reported at fair value, although certain investments and bank deposits are reported at cost or amortized cost. The following presents the basis of valuation for the County's deposits and investments:

<u>Description of Deposit or Investment</u>	<u>Basis of Valuation</u>
Pooled and non-pooled demand deposits	Cost
Non-negotiable certificates of deposit	Cost
Bank repurchase agreements	Cost
Government agency securities and notes	Fair Value
State Short-Term Investment Pool (STIP)	Share Price (Fair Value)
Land held for resale	Fair Value

Note 1 - Summary of Significant Accounting Policies (Continued)

Legally separate entities that are not part of the County reporting entity are permitted to participate in the investment pool, and those entities' portion of the investment pool is reported in an investment trust fund. The investment pool is managed in accordance with the County's stated investment policy. There is no external regulatory oversight for the investment pool. Fair values, to the extent applicable, are determined on a monthly basis. Investments and withdrawals from the pool are based on the underlying value of the deposits and investments (cost or share price, as applicable). The County has not obtained any legally binding guarantees to support the value of the pool, and there are no involuntary participants.

Investment income, which includes realized gains and losses and the change in the fair value of investments, is recognized on the modified accrual basis for internal governmental funds and on the accrual basis for investment trust funds. Investment income is allocated directly to funds holding specific investments. Investment income on pooled investments is allocated to funds and participating external entities on the basis of beginning of month balances.

For purposes of the statements of cash flows, the Enterprise and Internal Service funds consider only cash to be cash equivalents. A portion of funds held in the County's cash management pools are considered cash equivalents. Interest and dividends reinvested into separate investment trust accounts are not considered cash equivalents.

Materials and Supplies Inventories - Inventories of materials and supplies are valued at cost (first-in, first-out), which is lower than market. Inventory in the General and Special Revenue Funds consists of expendable materials and supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by nonspendable fund balance in the fund financial statements, which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

Prepaid Costs - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid costs are valued at cost and include prepaid insurance. Prepaid costs are recorded as expenditures or expenses as policies expire. Reported prepaid costs are equally offset by nonspendable fund balance to indicate that they do not constitute "available spendable resources" even though they are a component of current assets.

Advances to/from Other Funds - Advances to/from other funds record long-term debt owed by one fund to another. Advances to/from other funds are eliminated in the government-wide financial statements except for those transactions between governmental activities and business-type activities.

Other Interfund Transactions - During the course of its operations, the County has transactions between funds to finance operations, provide services, and service debt. These transactions are generally recorded as charges for services revenue and operations expenditures or interfund transfers in and out. To the extent that certain transactions between funds had not been paid or received at year end, balance of short-term interfund amounts receivable or payable are reported as due to and due from other funds in the fund financial statements. These transactions are eliminated in the government-wide financial statements. In addition, interfund cash flow loans are reported as due to/from other funds.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Assets and Depreciation - Capital assets in the government-wide financial statements and the proprietary funds are stated at cost less accumulated depreciation. Cost includes expenditures which materially increase values or capacities and extend useful lives of property and equipment beyond one year. Interest costs on assets constructed (net of interest earnings on invested debt proceeds) are capitalized and amortized over the useful lives of the related assets. Depreciation on capital assets, including those assets acquired with contributions, is computed using the straight-line method based upon the estimated useful lives of the related assets as follows:

Buildings and improvements	40 years
Improvements other than buildings	30 years
Equipment, furniture and fixtures	5-10 years

Personal property assets costing more than \$5,000 and all real property are capitalized in the government-wide financial statements and proprietary funds. Property and equipment are recorded at cost, including freight and delivery costs incidental to placing the assets into service. Donated capital assets are valued at their estimated fair market value as of the date of donation.

Compensated Absences - Under terms of state law and various union contracts, County employees are granted vacation, sick and other leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation days and for 25 percent of accumulated sick leave. In the governmental funds, compensated absences are reported when paid or matured (i.e. unused reimbursable leave outstanding after employee separation from service).

For the government-wide financial statements and the proprietary funds, compensated absences to be funded from future resources are reflected as liabilities to the extent they are vested.

Self-Insurance Accruals - Expenses are accrued for estimated claims reported but unpaid at year-end and for health benefits and workers' compensation claims incurred but unreported. Incurred but unreported claims, in aggregate, are not material for risk management.

Fund Equity - The Government Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which was effective for the County beginning in 2011. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

GASB Statement No. 54 requires, among other things, that all state and local governmental entities adopt a policy regarding spending priorities of fund balance in governmental funds. The fund balance resources of the County's governmental funds have been categorized as follows:

Resource Categories:

Nonspendable - resources not in spendable form, such as inventory, or those legally required to be maintained intact, such as the principal portion of permanent trust funds.

Restricted - constraint is externally imposed by a third party (grantor, contributor, etc.), State Constitution or enabling legislation by the State Legislature.

Committed - constraint is internally imposed by the County Commissioners by resolution.

Note 1 - Summary of Significant Accounting Policies (Continued)

Assigned - constraint is internally expressed intent by County Administration or County Commissioners through budget approval process or express assignment.

Unassigned - no constraints in the General Fund and negative fund balance in all governmental funds.

When both restricted and unrestricted resources are to be used for the same purpose, the County adopted a spending policy for expenditure order for resource categories (unless the County has provided otherwise in its commitment or assignment actions):

General Fund and Special Revenue Funds:

First: Restricted

Second: Committed

Third: Assigned

Fourth: Unassigned

Debt Service and Capital Projects Funds:

First: Assigned

Second: Committed

Third: Restricted

Fourth: Unassigned

The County does not maintain a stabilization fund or have a minimum fund balance policy.

Net Position - Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantor, laws, or regulations of other governments. The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available.

Note 2 - Cash and Cash Equivalents and Investments

The total cash and cash equivalents, cash with fiscal agents, restricted cash and investments at June 30, 2016, are detailed as follows:

	Primary Government	Component Units	Total
Cash on hand	\$ 8,901	\$ -	\$ 8,901
Cash in pooled bank deposits	6,574,112	180,058	6,754,170
Cash in non-pooled bank deposits	127,953	2,256,630	2,384,583
Cash with fiscal agents	5,267,619	-	5,267,619
Pooled investments	199,253,103	5,449,951	204,703,054
Non-pooled investments	10,080,726	1,100,228	11,180,954
Investment in land held for resale	4,831,105	-	4,831,105
Total	\$ <u>226,143,519</u>	\$ <u>8,986,867</u>	\$ <u>235,130,386</u>

Cash on hand - Represents petty cash and change maintained by various departments.

Cash in bank deposits - Cash in bank balances includes deposit items such as daily demand/time deposits, Treasury Money Market deposits and fiscal agent deposits. The County minimizes custodial credit risk by restrictions set forth in County policy and state law. Custodial credit risk for deposits is the risk that, in the event of a financial institution failure, the County's deposits may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. Types of securities that may be pledged as collateral are detailed in Section 17-6-103, Montana Code Annotated (MCA).

At June 30, 2016, the County's carrying amount of demand deposits was \$6,865,123 and the statement balance was \$5,494,644. Of the demand deposit balance, \$620,047 in bank deposits was covered by federal depository insurance, with \$344,910 in bank deposits unsecured; \$250,000 in cash with a brokerage firm was covered by Securities Investor Protection Corporation, with \$4,279,597 unsecured, but in the process of being reinvested; and \$137,577 of bank deposits was covered by securities held by the pledging financial institution's trust department or agent in the County's name. The County has repurchase agreements totaling \$10,994,243 that are collateralized by securities held by the pledging financial institutions' trust department or agent.

Fiscal agent deposits of \$5,267,619 consist of deposits with trustees related to the payment of bonds by the County. These funds are invested in accordance with bond covenants and are pledged for payment of principal and interest. The pledging financial institutions' trust department or agent holds the invested funds in the County's name.

Montana statutes state that the County may have pledged securities equal to 50% of its total bank deposits that are not insured or guaranteed. At June 30, 2016, 100% of the County's uninsured bank deposits were collateralized by pledged securities.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Pooled and non-pooled investments - At June 30, 2016, the County's pooled and non-pooled investment balances were as follows:

	Maturity in Years					No Maturity	Fair Value	Rating
	Less than 1	1-2	2-3	3-4	4-5			
Primary Government Investments:								
Government Money Market (Rated)	\$ 12,291,377	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,291,377	AA+
Certificates of Deposit	722,433	731,750	249,340	-	-	-	1,703,523	AA+
Federal Farm Credit Bank Notes-CMO	401,103	-	-	-	-	-	401,103	AA+
Federal Home Loan Bank Notes-CMO	501,464	917,864	406,113	1,567,954	194,685	-	3,588,080	AA+
Federal Home Loan Mortgage Corp-CMO	788,468	2,746,620	692,748	253,743	4,861,255	-	9,342,834	AA+
Federal National Mortgage Assoc-CMO	101,377	401,632	818,700	795,585	972,469	-	3,089,763	AA+
US Treasury Notes	1,276,300	-	-	-	-	-	1,276,300	AA+
US Treasury Bills	997,020	-	-	-	-	-	997,020	AA+
Short Term Investment Pool (STIP)	-	-	-	-	-	165,942,293	165,942,293	A1
Repurchase Agreements	10,701,536	-	-	-	-	-	10,701,536	A3
Investment in land held for resale	-	-	-	-	-	4,831,105	4,831,105	A3
Total Primary Government	27,781,078	4,797,866	2,166,901	2,617,282	6,028,409	170,773,398	214,164,934	
Component Unit Investments:								
Government Money Market (Rated)	313,403	-	-	-	-	-	313,403	AA+
Certificates of Deposit	19,760	20,015	-	6,820	-	-	46,595	AA+
Federal Farm Credit Bank Notes-CMO	-	-	-	-	-	-	-	AA+
Federal Home Loan Bank Notes-CMO	-	-	-	13,315	5,325	-	18,640	AA+
Federal Home Loan Mortgage Corporation-CMO	13,320	66,844	13,319	-	132,964	-	226,447	AA+
Federal National Mortgage Association Notes	-	-	-	-	13,322	-	13,322	AA+
Short Term Investment Pool (STIP)	-	-	-	-	-	4,538,837	4,538,837	NR
Equity Mutual Funds	1,100,228	-	-	-	-	-	1,100,228	NR
Repurchase Agreements	292,707	-	-	-	-	-	292,707	A3
Total Component Unit	1,739,418	86,859	13,319	20,135	151,611	4,538,837	6,550,179	
Total	\$ 29,520,496	\$ 4,884,725	\$ 2,180,220	\$ 2,637,417	\$ 6,180,020	\$ 175,312,235	\$ 220,715,113	

Note 2 - Cash and Cash Equivalents and Investments (Continued)

The County categorizes their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation of inputs use to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

Level 1: Unadjusted quoted prices for identical instruments in active markets.

Level 2: Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are observable.

Level 3: Valuations derived from valuation techniques in which significant inputs are unobservable.

In instances where inputs used to measure fair value fall into different levels in the fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The County's assessment of the significance of particular inputs to their fair value measurements requires judgement and considers factors specific to each asset or liability.

Investments that are measured at fair value using the net asset value (NAV) per share (or its equivalent) as a practical method are not classified in the fair value hierarchy. This is the case of the State of Montana Short Term Investment Pool (STIP) which consists of cash and cash equivalents.

During 2016, investments by fair value level are as follows:

	Fair Value	Level 2	Level 3
Certificates of Deposit	\$ 1,703,523	\$ 1,703,523	\$ -
Fixed Government Securities	16,421,780	16,421,780	-
US Treasury Notes	1,276,300	1,276,300	-
US Treasury Bills	997,020	997,020	-
Investment in land held for resale	4,831,105	-	4,831,105
Total investments by fair value level	<u>25,229,728</u>	<u>\$ 20,398,623</u>	<u>\$ 4,831,105</u>
Investments measured at the net asset value (NAV):			
State of Montana Short Term Investment Pool (STIP)	<u>165,942,293</u>		
Total investments measured at fair value	<u>\$191,172,021</u>		

As a means of limiting its exposure to interest rate risk (the risk that the fair value of investments could decrease in a rising interest rate environment), the County uses a laddering technique in which it purchases investments of varying maturities at varying times in order to keep the average maturity of the portfolio within the recommendations of the County's Investment Advisory Committee and the County's investment advisors. Additionally, the County's investment policy prohibits the County from having investments with maturities greater than five years.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

As a means of limiting its exposure to credit risk (the risk that an issuer or other counter party to an investment will not fulfill its obligation), the County's investment policy restricts its investments to the following types:

- Direct obligations of the U.S. Government
- Securities issued and guaranteed by agencies of the United States
- Mutual funds that only invest in federal government obligations
- Securities issued by agencies of the United States
- Securities guaranteed by the United States or by an agency of the United States but not issued by agencies of the United States
- Repurchase Agreements
- State of Montana Short Term Investment Pool (STIP)

These investments have credit risk measured by major credit rating services (the ratings in the preceding table are from Standard & Poor's Corporation or Moody's Investment Services). Although the STIP investments have been rated by investment security type, STIP, as an external investment pool, has not been rated. All of the investments in the schedule are uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the County's name, except for STIP because those securities are not used as evidence of the investments.

As a means of limiting its exposure to custodial credit risk (the risk that in the event of a financial institution failure, the County's investments would not be returned or the County will not be able to recover the value of its investments of collateral securities that are in possession of the outside party), County policy requires maintenance of a list of authorized institutions. These institutions have been selected through a formal procurement process that, in part, was made on the financial position of those institutions.

The State Short-Term Investment Pool (STIP) is an external investment pool managed and administered under the direction of the Montana Board of Investments (BOI) as statutorily authorized by the Unified Investment Program. It is a commingled pool for investment purposes and participant requested redemptions from the pool are redeemed the next business day. The fair values of the investments in this category have been determined using the NAV per share (or its equivalent) of the investment. Refer to the fair value measurement note disclosures within BOI's annual financial statements (www.investmentmt.com) for the underlying investments within the fair value hierarchy.

The external investment pool managed by the County is 83.28% invested in STIP and 5.37% invested in repurchase agreements. For the year ended June 30, 2016, STIP's average investment return was 0.14%.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Condensed financial information for the County's investment pool follows:

Statement of Net Position

Assets:

Cash on hand	\$ 8,901
Cash in pooled bank deposits	6,754,170
Investments	
Repurchase agreements	10,994,243
Government securities	11,456,118
Money markets	11,771,563
STIP	170,481,130
Total assets	<u>211,466,125</u>

Net Position:

County funds	71,724,007
External participants	139,742,118
Total Net Position	<u>\$ 211,466,125</u>

Statement of Changes in Net Position

Additions:

Interest Income	\$ 465,497
Participant Investments in Pool	492,940,644
Total Additions	<u>493,406,141</u>

Deductions:

Distribution to Participants	<u>(375,232,356)</u>
Change in Net Position	118,173,785

Net Position

Beginning of year	<u>93,292,340</u>
End of year	<u>\$ 211,466,125</u>

Note 3 - Loans and Notes Receivable (Continued)

Loans and notes receivable at June 30, 2016 consist of:

<u>HUD - Missoula Children's Theatre</u>	
0%, \$24,500 due annually June 2003 through June 2017	\$ 51,042
<u>Western Montana Mental Health Center</u>	
5%, \$9,719 due annually through November 2015	2,383
<u>Gleneagle</u>	
Contracts for sale of lots, 10% interest, varying amounts due annually with remainder due at varying dates through July 2005, collateralized by the underlying property	106,676
<u>Missoula Area Youth Hockey Association</u>	
Variable interest due annually, all principal and interest due January 1, 2016	61,000
<u>Mountain Water Company</u>	
Contracts for sale of water lines, 0% interest, varying amounts due annually with remainder due at varying dates through July 2049	728,756
<u>Pyramid Mountain Lumber</u>	
4%, due monthly in varying amounts from January 2013 through December 2020	217,757
<u>Seeley Lake Fire</u>	
4%, \$8,500 due semiannually from August 2009 through August 2024	59,752
<u>Pyramid Mountain Lumber</u>	
4%, \$914 due monthly from January 2013 through December 2020	45,110
<u>Red Willow Learning Center</u>	
5%, \$580 due monthly from December 2011 through November 2016	2,935
<u>Homeword</u>	
3%, \$337 due monthly from January 2013 through February 2028 with balance due March 2028	74,085
Loans & Notes Receivable	\$ <u>1,349,496</u>

Note 4 - Capital Assets

Capital asset activity for the year ended June 30, 2016 was as follows:

Primary Government	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 6,044,891	\$ 10,000	\$ -	\$ 6,054,891
Construction in Progress	<u>16,937,465</u>	<u>18,233,650</u>	<u>(1,890,054)</u>	<u>33,281,061</u>
Total capital assets, not being depreciated	<u>22,982,356</u>	<u>18,243,650</u>	<u>(1,890,054)</u>	<u>39,335,952</u>
Capital assets, being depreciated:				
Buildings	50,207,303	1,989,683	(566,591)	51,630,395
Equipment	25,211,447	1,943,574	(1,452,318)	25,702,703
Infrastructure	<u>57,098,606</u>	<u>280,158</u>	<u>-</u>	<u>57,378,764</u>
Total capital assets, being depreciated	<u>132,517,356</u>	<u>4,213,415</u>	<u>(2,018,909)</u>	<u>134,711,862</u>
Less accumulated depreciation for:				
Buildings	17,489,084	1,274,849	(221,439)	18,542,494
Equipment	16,975,589	1,873,153	(1,070,807)	17,777,935
Infrastructure	<u>18,522,708</u>	<u>1,482,031</u>	<u>-</u>	<u>20,004,739</u>
Total accumulated depreciation	<u>52,987,381</u>	<u>4,630,033</u>	<u>(1,292,246)</u>	<u>56,325,168</u>
Total capital assets, being depreciated, net	<u>79,529,975</u>	<u>(416,618)</u>	<u>(726,663)</u>	<u>78,386,694</u>
Total capital assets	<u>\$ 102,512,331</u>	<u>\$ 17,827,032</u>	<u>\$ (2,616,717)</u>	<u>\$ 117,722,646</u>

Note 4 - Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,049,212	\$ -	\$ -	\$ 1,049,212
Construction in Progress	106,029	-	-	106,029
Total capital assets, not being depreciated	<u>1,155,241</u>	<u>-</u>	<u>-</u>	<u>1,155,241</u>
Capital assets, being depreciated:				
Buildings and improvements	1,630,988	-	-	1,630,988
Improvements other than buildings	5,349,663	-	-	5,349,663
Equipment, furniture and fixtures	1,323,963	71,788	(12,971)	1,382,780
Total capital assets, being depreciated	<u>8,304,614</u>	<u>71,788</u>	<u>(12,971)</u>	<u>8,363,431</u>
Less accumulated depreciation for:				
Buildings and improvements	934,499	39,513	-	974,012
Improvements other than buildings	2,749,125	57,040	-	2,806,165
Equipment, furniture and fixtures	1,024,641	78,488	(12,971)	1,090,158
Total capital assets, being depreciated	<u>4,708,265</u>	<u>175,041</u>	<u>(12,971)</u>	<u>4,870,335</u>
Total capital assets, being depreciated, net	<u>3,596,349</u>	<u>(103,253)</u>	<u>-</u>	<u>3,493,096</u>
Total capital assets	<u>\$ 4,751,590</u>	<u>\$ (103,253)</u>	<u>\$ -</u>	<u>\$ 4,648,337</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General Government	\$ 565,725
Criminal Justice	3,959
Public Safety	1,762,377
Public Works	2,068,390
Public Health	57,126
Social and Economic Services	34,546
Culture and Recreation	137,322
Housing & Community Development	587
Total depreciation expense - governmental activities	<u>\$ 4,630,032</u>
Business-type activities:	
Larchmont Golf Course	\$ 95,332
RSIDs	79,709
Total depreciation expense - business-type activities	<u>\$ 175,041</u>

Note 4 - Capital Assets (Continued)

Discretely presented component units

Activity for the Missoula Aging Services for the year ended June 30, 2016, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 132,000	\$ -	\$ -	\$ 132,000
Capital assets, being depreciated:				
Buildings	1,895,522	-	-	1,895,522
Equipment	133,203	-	-	133,203
Total capital assets, being depreciated	2,028,725	-	-	2,028,725
Less accumulated depreciation	806,022	82,215	-	888,237
Total capital assets, being depreciated, net	1,222,703	(82,215)	-	1,140,488
Total capital assets	\$ 1,354,703	\$ (82,215)	\$ -	\$ 1,272,488

Activity for the Partnership Health Center for the year ended June 30, 2016, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Construction in Progress	\$ -	\$ -	\$ -	\$ -
Capital assets, being depreciated:				
Buildings	14,394,017	-	-	14,394,017
Machinery and equipment	1,175,960	283,510	-	1,459,470
Total capital assets, being depreciated	15,569,977	283,510	-	15,853,487
Less accumulated depreciation	2,791,085	431,732	-	3,222,817
Total capital assets, being depreciated, net	\$ 12,778,892	\$ (148,222)	\$ -	\$ 12,630,670

Note 5 - Long-Term Liabilities

At June 30, 2016, unmatured principal on long-term debt consisted of the following:

Governmental Activities:

General Obligation

\$3,325,000 General Obligation Bonds Series 2007 issued December 2007, 3.625% to 3.75%, due in varying amounts to July 2018	\$ 1,175,000
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Note 5 - Long-Term Liabilities (Continued)

\$6,540,000 Refunding General Obligation Bonds Series 2012 issued December 2012, 2% stated interest, 0.95% implicit interest, due in varying amounts to July 2018 - outstanding balance includes a net issuance premium of \$113,746	3,763,746
\$206,194 State Revolving Fund Loan, issued July 2000, 4%, due in varying amounts to July 2020	61,000
\$3,325,000 General Obligation Bonds Series 2010 issued September 2010, 2.0% to 3.125%, due in varying amounts to July 2028	2,965,000
\$36,255,000 General Obligation Bonds Series 2016 issued May 2016, 2.0% to 5.0%, due in varying amounts to July 2036 outstanding balance includes a net issuance premium of \$6,024,911	41,978,666
Total general obligation bonds and loans	<u>49,943,412</u>

Limited Obligation Bonds and Notes

\$2,000,000 Partnership Health Center Limited Obligation Note, Series 2008 issued November 17, 2008, 4% to 5%, due in varying amounts to July 2028	1,475,000
\$800,000 Ice Rink Facility Bond, Series 2006 issued March 2006, 3.4% to 4.25%, due in varying amounts to July 2026	520,000
\$1,255,000 Refunding Limited Obligation Bonds, Series 2012A issued December 13, 2012, 0.8% to 3% stated interest, 1.96% implicit interest, due in varying amounts to July 2032 - outstanding balance includes a net issuance premium of \$28,528	1,048,528
\$1,615,000 Limited Obligation Bonds, Series 2012B issued December 13, 2012, 0.96% to 3% stated interest, 2.4% implicit interest, due in varying amounts to July 2032 - outstanding balance includes a net issuance premium of \$45,096	1,435,096
\$1,060,000 Larchmont Golf Course Limited Obligation Note, Series 2010 issued September 2, 2010, 2.0% to 4.0%, due in varying amounts to July 2030	840,000
\$1,394,329 Grants/RVSD Building Limited Obligation Note, Series 2014 issued November 20, 2014, 3.0%, due in varying amounts to July 2030	1,357,704
Total limited obligation bonds and notes	<u>6,676,328</u>

Tax Increment Bonds

\$4,945,000 Series 2006 Industrial Tax Increment Bond, 3.6% to 4.0%, due in varying amounts through July 2018; repayment from the Missoula Development Authority - Industrial Tax Increment District	1,450,000
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Note 5 - Long-Term Liabilities (Continued)

\$1,100,000 Series 2006 Industrial Tax Increment Bond, 5.6% to 6.4%, due in varying amounts through July 2026; repayment from the Missoula Development Authority - Technology Tax Increment District	775,000
Total limited obligation bonds and notes	<u>2,225,000</u>

Special Assessment Bonds and Loans

\$877,000 Rural Special Improvement Districts Bonds for Meadows West/O'Keefe Boulevard paving, issued November 2006, 3.7% to 4.6%, due in varying amounts through July 2027	520,000
\$514,000 Rural Special Improvement Districts Bonds for Interstate Place paving, issued August 2007, 3.8% to 4.5%, due in varying amounts through July 2022	285,000
\$226,000 Rural Special Improvement Districts Bonds for Whipporwill Drive Paving, issued November 2006, 3.7% to 4.5%, due in varying amounts through July 2022	105,000
\$2,230,000 Rural Special Improvement Districts Bonds for the Wye Sewer Project, issued July 2009, 3.5% to 6.25%, due in varying amounts through July 2029	1,785,000
\$1,126,000 Rural Special Improvement Districts Bonds for Tookie Trek Paving, issued August 2007, 3.8% to 4.6%, due in varying amounts through July 2027	800,000
\$291,000 State Revolving Fund Loan for the Sunset West Water project, issued November 1998, 4%, due in varying amounts to July 2019	51,000
\$649,936 State Revolving Fund Loan for the Lolo Wastewater Improvements project, issued September 2002, 4%, due in varying amounts to July 2023	243,000
\$4,498,121 State Revolving Fund Loan for the Mullan Corridor Sewer project, issued July 2003, 3.75%, due in varying amounts to July 2024	1,421,000
\$281,199 State Revolving Fund Loan for the Country Crest portion of the Mullan Corridor Sewer project, issued April 2005, 3.75%, due in varying amounts to July 2020	52,000
\$359,300 State Revolving Fund Loan (ARRA-B) for the Wye Sewer project, issued December 2009, 1.75%, due in varying amounts to July 2029	267,000
\$3,735,000 State Revolving Fund Loan (ARRA-C) for the Wye Sewer project, issued December 2009, 3.75%, due in varying amounts to July 2029	2,103,000
\$3,410,125 State Revolving Fund Loan for the Wye Sewer project, issued August 2009, 3.75%, due in varying amounts to July 2029	2,655,000
\$142,000 State Revolving Fund Loan for the Lorraine South Water Improvements project, issued November 2008, 3.75%, due in varying amounts to July 2029	106,000

Note 5 - Long-Term Liabilities (Continued)

\$165,000 State Revolving Fund Loan for the Lewis & Clark Water project, issued September 2009, 0.75%, due in varying amounts to July 2029	113,000
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Variable rate (1.25% at 6/30/2015) loan payable for the Williams Addition Area Sewer project, due in varying amounts through August 2025; repayment from the RSID 8497	46,270
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Total special assessment bonds and loans	<u>10,552,270</u>
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Capital Lease Payable

\$9,000,000 Capital Lease for Courthouse Renovation, 2.98%, \$379,243 due through July 2028	7,867,250
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Total capital lease payable	<u>7,867,250</u>
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Notes & Contracts Payable

Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through August 2024; repayment from the Historical Museum fund	263,468
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through August 2018; repayment from the Seeley Lake Refuse	14,215
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through August 2018; repayment from Road and Building Code Division funds	326,473
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through August 2019; repayment from Road fund	394,618
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through February 2020; repayment from Central Services fund	114,987
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through February 2030; repayment from Seeley Lake Search & Rescue fund	43,570
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through August 2030; repayment from Seeley Lake Search & Rescue fund	155,065
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Variable rate (1.55% at 6/30/2016) loan payable, due in varying amounts through August 2023; repayment from General Fund	367,234
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Total notes and contracts payable	<u>1,679,630</u>
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Subtotal	<u>78,943,890</u>
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Note 5 - Long-Term Liabilities (Continued)Liability for Accrued Leave and Post Employment Benefits (Primary Government)

Post employment benefits	553,173
Net Pension Liability	34,611,956
Accrued vacation benefits	2,404,591
Accrued compensatory time benefits	468,981
Accrued holiday benefits	171,788
Accrued sick benefits	968,170
Fringe on accrued leave liability	<u>775,013</u>
Total accrued leave	<u>4,788,543</u>
Total Governmental-type Long-Term Liabilities	<u>\$ 118,897,562</u>

Business-type Activities:

Notes & Contracts Payable

Variable rate (1.0% at 6/30/2014) loan payable, due in varying amounts through February 2019; repayment from RSID Enterprise fund	\$ <u>78,776</u>
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Liability for Accrued Leave and Post Employment Benefits

Net Pension Liability	<u>472,692</u>
Total Business-type Long-Term Liabilities	<u>\$ 551,468</u>

Note 5 - Long-Term Liabilities (Continued)

An analysis of the changes in bonds, notes, leases and contracts payable for the primary government during the year ended June 30, 2016, follows:

	<u>Beginning Balance</u>	<u>New Debt Issued/ Leave Accrued</u>	<u>Debt Retired/ Leave Used</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
General Obligation	\$ 9,592,245	\$ 42,279,911	\$ (1,928,744)	\$ 49,943,412	\$ 1,672,498
Limited Obligation Note	7,041,844	12,249	(377,765)	6,676,328	2,031,371
Tax Increment	2,725,000	-	(500,000)	2,225,000	516,825
Special Assessment Bonds Payable	3,735,000	-	(240,000)	3,495,000	50,000
Special Assessment Loans Payable	7,582,130	-	(524,860)	7,057,270	240,000
Capital Lease Payable	8,379,809		(512,559)	7,867,250	536,860
Contracts Payable	1,491,888	522,299	(334,557)	1,679,630	527,947
Post Employment Benefits	531,710	214,301	(192,838)	553,173	-
Liability for Sick and Vacation	4,519,371	4,069,368	(3,800,196)	4,788,543	3,456,591
Net Pension Liability	<u>25,745,065</u>	<u>11,831,666</u>	<u>(2,964,775)</u>	<u>34,611,956</u>	<u>-</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 71,344,062</u>	<u>\$ 58,929,794</u>	<u>\$ (11,376,294)</u>	<u>\$ 118,897,562</u>	<u>\$ 9,032,092</u>
Business-type Activities					
Contracts Payable	\$ 104,516	\$ -	\$ (25,740)	\$ 78,776	\$ 25,998
Net Pension Liability	<u>410,191</u>	<u>183,995</u>	<u>(121,494)</u>	<u>472,692</u>	<u>-</u>
Total Business-type Activities Long-Term Liabilities	<u>\$ 514,707</u>	<u>\$ 183,995</u>	<u>\$ (147,234)</u>	<u>\$ 551,468</u>	<u>\$ 25,998</u>

For governmental activities, the liability for sick and vacation and other post employment benefits are generally liquidated by the general fund and other governmental funds.

Note 5 - Long-Term Liabilities (Continued)

Annual debt service principal and interest payments required on bonds, notes, leases, contracts and loans payable at June 30, 2016, are as follows:

Governmental Activities										
Fiscal Year Ending June 30	Open Space 2007 Bond Principal	Open Space 2007 Bond Interest	Refunding Bond Principal	Refunding Bond Interest	Fair SRF Principal	Fair SRF Interest	Open Space 2010 Bond Principal	Open Space 2010 Bond Interest	Parks & Trails 2016 Bond Total Principal	Parks & Trails 2016 Bond Total Interest
2017	\$ 375,000	\$ 35,797	\$ 1,190,000	\$ 61,100	\$ 12,000	\$ 2,320	\$ 50,000	\$ 85,394	\$ -	\$ 902,925
2018	395,000	21,840	1,215,000	37,050	14,000	1,820	45,000	84,444	1,060,000	1,494,275
2019	405,000	7,341	1,245,000	12,450	14,000	1,260	75,000	83,244	1,235,000	1,471,325
2020	-	-	-	-	21,000	840	225,000	77,994	1,255,000	1,440,150
2021	-	-	-	-	-	-	235,000	70,556	1,295,000	1,388,950
2022-2026	-	-	-	-	-	-	1,360,000	250,675	7,515,000	5,888,775
2027-2031	-	-	-	-	-	-	975,000	46,447	9,425,000	3,930,150
2032-2036	-	-	-	-	-	-	-	-	11,835,000	1,517,963
2037	-	-	-	-	-	-	-	-	2,635,000	39,525
	<u>1,175,000</u>	<u>\$ 64,978</u>	<u>3,650,000</u>	<u>\$ 110,600</u>	<u>61,000</u>	<u>\$ 6,240</u>	<u>2,965,000</u>	<u>\$ 698,754</u>	<u>36,255,000</u>	<u>\$ 18,074,038</u>
Premium on Issuance	-		113,746		-		-		5,723,666	
Total	1,175,000		3,763,746		61,000		2,965,000		41,978,666	
Less current portion	(375,000)		(1,235,498)		(12,000)		(50,000)		-	
	<u>\$ 800,000</u>		<u>\$ 2,528,248</u>		<u>\$ 49,000</u>		<u>\$ 2,915,000</u>		<u>\$ 41,978,666</u>	

Governmental Activities (Continued)										
Fiscal Year Ending June 30	General Obligation Total Principal	General Obligation Total Interest	2008 PHC Ltd Oblig Principal	2008 PHC Ltd Oblig Interest	Ice Rink 2006 Principal	Ice Rink 2006 Interest	2012A Ltd Oblig Principal	2012A Ltd Oblig Interest	Ltd Oblig 2012B Principal	Ltd Oblig 2012B Interest
2017	\$ 1,627,000	\$ 1,087,536	\$ 85,000	\$ 70,903	\$ 40,000	\$ 20,858	\$ 110,000	\$ 20,870	\$ 70,000	\$ 34,130
2018	2,729,000	1,639,429	90,000	67,248	40,000	19,257	110,000	19,990	70,000	33,458
2019	2,974,000	1,575,620	100,000	63,288	40,000	17,617	115,000	18,400	70,000	32,786
2020	1,501,000	1,518,984	95,000	58,688	45,000	15,875	85,000	16,400	70,000	31,750
2021	1,530,000	1,459,506	100,000	54,175	45,000	14,030	80,000	14,750	75,000	30,300
2022-2026	8,875,000	6,139,450	580,000	194,575	255,000	39,810	360,000	45,775	390,000	124,950
2027-2031	10,400,000	3,976,597	425,000	43,248	55,000	1,169	110,000	16,200	445,000	64,125
2032-2036	11,835,000	1,517,963	-	-	-	-	50,000	1,500	200,000	6,000
2037	2,635,000	39,525	-	-	-	-	-	-	-	-
	<u>44,106,000</u>	<u>\$ 18,954,610</u>	<u>1,475,000</u>	<u>\$ 552,125</u>	<u>520,000</u>	<u>\$ 128,616</u>	<u>1,020,000</u>	<u>\$ 153,885</u>	<u>1,390,000</u>	<u>\$ 357,499</u>
Premium on Issuance	5,837,412		-		-		28,528		45,096	
Total	49,943,412		1,475,000		520,000		1,048,528		1,435,096	
Less current portion	(1,672,498)		(85,000)		(40,000)		(116,140)		(72,733)	
	<u>\$ 48,270,914</u>		<u>\$ 1,390,000</u>		<u>\$ 480,000</u>		<u>\$ 932,388</u>		<u>\$ 1,362,363</u>	

Note 5 - Long-Term Liabilities (Continued)

Governmental Activities (Continued)										
Fiscal Year Ending June 30	Larchmont Ltd Oblig Principal	Larchmont Ltd Oblig Interest	Grants/RVSD Building Principal	Grants/RVSD Building Interest	Industrial Increment Principal	Industrial Increment Interest	Technology Increment Principal	Technology Increment Interest	Special Assess Bonds Principal	Special Assess Bonds Interest
2017	\$ 45,000	\$ 28,763	\$ 51,825	\$ 40,677	\$ 465,000	\$ 48,700	\$ 50,000	\$ 46,601	\$ 240,000	\$ 162,479
2018	45,000	27,862	53,731	38,771	485,000	29,700	55,000	43,516	245,000	152,616
2019	45,000	26,906	55,355	37,147	500,000	10,000	55,000	40,216	260,000	142,117
2020	50,000	25,650	57,028	35,473	-	-	60,000	36,693	265,000	131,030
2021	50,000	24,150	58,657	33,845	-	-	65,000	32,866	275,000	119,355
2022-2026	275,000	93,075	321,402	141,107	-	-	395,000	95,734	1,325,000	408,403
2027-2031	330,000	34,000	373,022	89,487	-	-	95,000	3,028	885,000	92,588
2032-2036	-	-	386,684	29,574	-	-	-	-	-	-
2037	-	-	-	-	-	-	-	-	-	-
	<u>840,000</u>	<u>\$ 260,406</u>	<u>1,357,704</u>	<u>\$ 446,081</u>	<u>1,450,000</u>	<u>\$ 88,400</u>	<u>775,000</u>	<u>\$ 298,654</u>	<u>3,495,000</u>	<u>\$ 1,208,588</u>
Premium on Issuance	-	-	-	-	-	-	-	-	-	-
Total	840,000		1,357,704		1,450,000		775,000		3,495,000	
Less current portion	(45,000)		(51,825)		(465,000)		(50,000)		(240,000)	
	<u>\$ 795,000</u>		<u>\$ 1,305,879</u>		<u>\$ 985,000</u>		<u>\$ 725,000</u>		<u>\$ 3,255,000</u>	

Governmental Activities (Continued)									Business-type Activities	
Fiscal Year Ending June 30	Special Assess Loans Principal	Special Assess Loans Interest	Lease Payable Principal	Lease Payable Interest	Notes & Contracts Principal	Notes & Contracts Interest	Total Governmental Principal	Total Governmental Interest	Notes & Contracts Principal	Notes & Contracts Interest
2017	\$ 536,860	\$ 251,523	\$ 527,947	\$ 230,540	\$ 374,241	\$ 22,597	\$ 4,222,873	\$ 2,066,177	\$ 25,998	\$ 985
2018	555,860	231,799	543,797	214,690	403,463	20,235	5,425,851	2,538,571	26,259	660
2019	574,860	211,381	560,123	198,364	239,538	14,264	5,588,876	2,388,106	26,519	331
2020	588,860	190,206	576,939	181,548	181,684	11,819	3,575,511	2,254,116	-	-
2021	596,860	168,684	594,259	164,227	97,180	7,344	3,566,956	2,123,232	-	-
2022-2026	2,593,970	525,802	3,249,868	542,566	318,142	16,153	18,938,382	8,367,400	-	-
2027-2031	1,610,000	117,759	1,814,317	81,900	65,382	2,831	16,607,721	4,522,932	-	-
2032-2036	-	-	-	-	-	-	12,471,684	1,555,037	-	-
2037	-	-	-	-	-	-	2,635,000	39,525	-	-
	<u>7,057,270</u>	<u>\$ 1,697,154</u>	<u>7,867,250</u>	<u>\$ 1,613,835</u>	<u>1,679,630</u>	<u>\$ 95,243</u>	<u>73,032,854</u>	<u>\$ 25,855,096</u>	<u>78,776</u>	<u>\$ 1,976</u>
Premium on Issuance	-	-	-	-	-	-	5,911,036	-	-	-
Total	7,057,270		7,867,250		1,679,630		78,943,890		78,776	
Less current portion	(536,860)		(527,947)		(374,241)		(4,277,244)		(25,998)	
	<u>\$ 6,520,410</u>		<u>\$ 7,339,303</u>		<u>\$ 1,305,389</u>		<u>\$ 74,666,646</u>		<u>\$ 52,778</u>	

Note 5 - Long-Term Liabilities (Continued)

The various bond indentures contain limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, minimum revenue bond coverages, minimum levels of insurance coverage and maintenance of operating assets in good condition. At June 30, 2016, the County was in compliance with all significant indenture provisions.

During 1992, the County created an industrial tax increment district under the provision of state statutes (MCA 7-15-4297-99). The district, known as the Missoula County Airport Industrial District, was created to develop an industrial park in the area of the proposed site of an interstate highway interchange near the Airport. The County is selling parcels in the industrial park to commercial enterprises wishing to establish facilities in the area. In addition, a portion of the property may be used in the future for the development of an inland port facility. In December 2005, the County recharacterized a portion of the industrial district into a technology increment district that was authorized by the 2005 Legislature.

General Obligation Bond Issues - In July 1997, the County issued \$4 million in bond anticipation notes related to a general obligation bond issue approved in 1996 for the construction of a new detention center. The proceeds of the notes were used for the acquisition of land to be used for the detention center. In April 1998, the County issued \$17,100,000 of general obligation bonds, whose net proceeds of \$16,762,636 were used to establish a fund for the construction of the detention facility (\$16,758,000), and to pay accrued interest on the bonds of \$4,636. Concurrently with the closing of the bond issue, the County repaid the \$4 million of bond anticipation notes plus accrued interest of \$50,567. In August, 2005, the County issued the Series 2005 General Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds of the note were used to defease the Series 1998 Detention Center Bonds, resulting in a net present value benefit of \$455,615 and an aggregate debt service savings of \$3,072,229. In December 2012, the County issued the Series 2012 General Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds of the note were used to defease the Series 2005 General Obligation Refunding Bonds, resulting in a net present value benefit of \$588,987 and an aggregate debt service savings of \$1,136,509.

In both December 2007 and September 2010 the County issued \$3,325,000 of general obligation bonds to support the acquisition of lands to be designated as "Open Space" in perpetuity.

In May 2016 the County issued \$36,225,000 of general obligation bonds to pay for designing, acquiring, constructing, installing, and equipping various improvements for parks, trails, and/or recreational activities on County or City of Missoula lands.

Variable-Rate Debt - Several notes and contracts payable have variable interest rates. The majority of these notes are issued by the State InterCap Revolving Program. Interest rates are determined annually by the State Board of Investments, depending on program experience.

Tax Increment Bond Issue and Defeasance of Prior Issue - In September 1997, the County issued \$2,465,000 in Series 1997 tax increment bonds. The net proceeds of \$2,390,865 were used to defease the outstanding 1996 tax increment bonds (\$279,365), to pay the County's share of the I-90 airport interchange (\$1,292,000), to finance infrastructure projects in the airport industrial park (\$608,000), and to establish a debt service reserve of \$211,500. The economic gain on the refunding portion was immaterial. In August 2006, the County issued \$4,945,000 in Series 2006 tax increment bonds. The net proceeds of \$4,798,061 were used to defease the outstanding 1997 tax increment bonds (\$1,641,286) and \$3,156,775 to complete the infrastructure in the industrial increment portion of the Missoula County Development Park. The net present value benefit of the refunding portion was \$15,237. The aggregate debt service savings on the refunding totaled \$43,963.

In December 2006, the County issued \$1,100,000 in taxable Series 2006 tax increment bonds. The net proceeds of \$1,000,716 were used to acquire the site improvements of the anchor project in the technology district (\$900,000) and establish a debt service reserve (\$100,716).

Although tax increment revenues in the industrial district and the technology district are projected to be adequate to service the debt on the tax increment bonds, the County has consented to levy annually as much of the 2 mill Port Authority levy as necessary to meet debt service obligations.

Note 5 - Long-Term Liabilities (Continued)

Limited Obligation Bonds - In June 2004, the County issued \$995,000 in Series 2004 Limited Obligation General Fund Bonds. The net proceeds of \$981,113 were recorded in the Fair Ice Rink Capital Projects fund. These bonds will be repaid from revenues generated from leasing the Ice Rink facility. In December 2012, these bonds were refunded as part of the issuance of the Limited General Obligation and Refunding Bonds, Series 2012A.

In March 2006, the County issued \$800,000 in Series 2006 Limited Obligation General Fund Bonds. The net proceeds of \$785,215 were recorded in the Fair Ice Rink Capital Projects fund. These bonds will be repaid from revenues generated from leasing the Ice Rink facility.

In October 2008, the County issued \$2,000,000 in Series 2008 Limited Obligation Bonds. The net proceeds of \$1,975,273 were used to finance a portion of the purchase of a new building for the Partnership Health Center. Debt service payments will be made by the Partnership Health Center.

In September 2010, the County issued \$1,060,000 in Series 2010 Limited Obligation Bonds. The net proceeds of \$1,084,563 were used to finance the replacement of the irrigation system at Larchmont Golf Course. Debt service payments will be made by Larchmont Golf Course.

In December 2012, the County issued \$1,255,000 in Series 2012A Limited Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds were used to defease the Series 1998 Limited Obligation Notes and partially defease the 2004 Limited Obligation General Fund Bonds as well as fund new construction for the Partnership Health Center, resulting in a net present value benefit of \$105,620 and an aggregate debt service savings of \$112,484.

In December 2012, the County issued \$1,615,000 in Series 2012B Limited Obligation Bonds. The net proceeds of \$1,643,087 were used to finance a number of capital projects including, but not limited to, the records center, secure storage warehouse, and administration building renovations. Debt service payments will be made by the General Fund.

In November 2014, the County issued \$1,382,080 in Series 2014 Limited Obligation Bonds. The proceeds were used to finance a number of capital projects including the Grants and Rural Domestic Violence building renovations. Debt service payments will be made by the Grants and Rural Domestic Violence Division funds.

Limited Obligation Note Payable - In June 1998, the County issued \$480,000 in Series 1998 Limited Obligation Notes. The net proceeds of \$471,600 were used to finance a portion of a new health care facility. The health care facility is owned by Partnership Health Center for the purpose of providing health care services to the residents of Missoula County. In December 2012, these bonds were refunded as part of the issuance of the Limited General Obligation and Refunding Bonds, Series 2012A.

Special Assessment Debt with Government Commitment - Property owners are assessed for principal and interest to repay special assessment bonds. If sufficient funds are not received, loans are made from the RSID Revolving fund. This fund is financed by fees paid by each new RSID, by cash transferred from the general fund if needed and by any surplus remaining in completed RSID's. The cash balance in the Revolving Fund must equal at least 5% of the principal amount of debt outstanding. If the cash balance is less than 5%, a levy is required to bring the cash balance to the required minimum. the required minimum at June 30, 2016 is \$527,614. The Revolving Fund cash at June 30, 2016 is \$695,954.

Capital Lease - During fiscal year 2014 the County entered into a capital lease for \$9,000,000 to fund a portion of the county courthouse renovation. At June 30, 2014 the County reported \$9,000,000 in construction in progress funded by this capital lease.

Conduit Debt - From time to time the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of Montana, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Note 5 - Long-Term Liabilities (Continued)

In December 2006, the County entered into a transaction for the purchase of a facility from and a lease to DIRECTV Customer Services, Inc. The DIRECTV purchase was financed through a 4.8% \$10,640,000 infrastructure loan from the Montana Board of Investments (MBOI). Repayment terms of the loan are equal to the monthly lease payments of \$60,714, which are fully assigned to MBOI under the loan agreement, and in the event of default, MBOI may obtain title to the property. Accordingly, the loan is nonrecourse to the County. The lease has an initial term of ten years ending December 2016, with three five-year renewal options. At the end of the initial lease term, DIRECTV has the option to purchase the property for \$7,808,108. Title to the property transfers to DIRECTV at the end of the lease term concurrent with full repayment of the MBOI loan. Because the County acts solely as an intermediary to collect payments from DIRECTV and remit them to MBOI for payments on the loan, the transaction is tantamount to a conduit debt obligation, and no liability is recorded on the County's financial statements.

In May 2010, the County issued an additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. That issue was for the purchase of 50% interest in property on Radio Way as well as renovation and purchase of equipment by Radio Way LLC. The original amount was \$631,000. The amount payable at June 30, 2016 was \$501,766.

In August 2010, the County issued an additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. That issue was for the construction of office space for 2 businesses by Dodge Holdings LLC. The original amount was \$450,000. The amount payable at June 30, 2016 was \$358,295.

In December 2010, the County issued an additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. That issue was for the purchase of furniture, fixtures, and equipment for Garlington, Lohn & Robinson, PLLP. The original amount was \$1,100,000. The amount payable at June 30, 2016 was \$643,373.

In December 2010, the County issued five additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. Those issues were for the purchase and renovation of several condominiums and construction of a pediatric dentistry office in the Missoula area by K and T Associates, LLC. The original aggregate amount borrowed was \$3,800,530. The amount payable at June 30, 2016 was \$3,302,064.

In December 2010, the County approved refinancing of one of the original series of Industrial Revenue Bonds issued prior to July 1, 1995. The Rocky Mountain Elk Foundation refinanced the debt to take advantage of lower interest rates. The amount payable at June 30, 2016 was \$2,031,072.

Legal Debt Margin - The County's legal debt limitation is 2.5% of total assessed value of taxable property. As of June 30, 2016 the debt margin was \$323,339,816.

Note 6 - Commitments and Contingencies

Commitments - At June 30, 2016, the County was committed to spend approximately \$18,220,000 on various contracts for rural special improvement district facilities (principally streets, curbs and gutters), county roads, bridges, social services, and other construction projects. Appropriations for these contractual obligations are budgeted in the years that payments are required.

Protested Taxes - The County and other taxing districts within the County are contingently liable for refunds of property taxes under various tax appeals proceedings. In general, the amount available in the protested tax fund is sufficient to provide for such potential refunds; however, it is possible that refunds could be required relative to taxes not deposited in the protest fund. The County's potential liability, should such refunds be necessary, is not determinable. As of June 30, 2016, taxes remaining under protest totaled \$962,192.

Note 6 - Commitments and Contingencies (Continued)

Rural Special Improvement Districts (RSIDS) - As of June 30, 2016, delinquent assessments on RSIDs were \$30,162. The delinquencies are due from various residential property owners. The County anticipates payment of the delinquencies from the land owners and will proceed with tax deeds on the property if the assessments are not paid before the end of the RSID bond terms.

Leases - At June 30, 2016, future minimum annual rental expenditures and rental revenue on noncancellable operating leases are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Minimum Annual Rental Expenditures/Expenses</u>	<u>Minimum Annual Rental Revenues</u>
2017	\$ 366,308	\$ 144,332
2018	188,404	141,614
2019	76,652	139,204
2020	68,190	146,541
2021	62,129	126,180
Later	765,488	625,654
Total	<u>\$ 1,527,171</u>	<u>\$ 1,323,525</u>

Operating lease expenditures for 2016 were \$604,979.

During fiscal year 2004 an operating lease was entered into between Missoula County and the Missoula Area Youth Hockey Association for the use of facilities at the fairgrounds. Yearly minimum rental payments are equal to the bond debt service requirements for bonds issued for construction of ice rink facilities. In addition, the Hockey Association will pay the greater of \$17 per hour or 17% of the hourly ice fee charged by the Association for time exceeding 2,000 hours.

Missoula County has a contractual agreement with Summit Golf Management for management of the Larchmont Golf Course in order to provide expert management of the golf course while minimizing costs. Missoula County retains the right to approve annual budgets, set fee schedules, and approve capital improvements. Summit Golf Management will oversee day-to-day operations of the Larchmont Golf Course. Compensation under the arrangement includes a flat fee of \$28,000 per year plus 10.5% of the gross revenue from all green fees and passes. Summit Golf Management will also receive 100% of the revenues from lessons, club rentals, and sales in the professional shop.

As part of the transaction with DIRECTV described in Note 5, the County has entered into a lease for the DIRECTV site. This land lease requires no payments during the initial ten-year lease term, and then provides for three five-year renewal options with monthly rents of approximately \$10,900. DIRECTV has the option to purchase the land at any time during the lease term for the fair value of the property at the initial date of the lease of \$1,317,128. Because the purchase option is not considered a bargain purchase, the land lease is treated as an operating lease.

The County has guaranteed a loan for the Montana Technology Enterprise Center in the amount of approximately \$878,000. The County's guarantee is collateralized by the building the Center is housed in.

The County has guaranteed approximately \$360,000 of a loan for the Seeley-Swan Hospital District. The County's guarantee stipulates that if Partnership Health Center terminates their lease agreement with the Hospital District prior to December 31, 2028, the County will pay up to \$24,000 per year toward the loan. The guarantee stipulates any amount paid by the county will be reimbursed by the Hospital District at the loan interest rate plus 1%.

Note 6 - Commitments and Contingencies (Continued)

The County is party to certain litigation under which it may be required to pay certain monies upon the decision of the courts. The office of the County Attorney reports various contingent liabilities based on the amount of damages alleged in various cases. However, it is the opinion of the County Attorney that the County's liability in the cases not covered by insurance will not be material to the financial statements and amounts reserved are sufficient to cover any losses, except for two related cases in which it is reasonably possible that the amount of the loss could be material. However, because the amount of the loss, if any, is not reasonably determinable, no provision has been made in the financial statements for these contingent liabilities.

Note 7 - Risk Management

The County is exposed to various risks of loss related to torts, damage or loss of assets, errors and omissions, injuries to employees, employee medical claims and natural disasters. The County has established four internal service funds to account for and finance its uninsured risks of loss. In the past three years, there have been no settlements that have exceeded self-insurance or re-insurance coverage. Brief descriptions of these funds' self-insurance activities follow:

Risk Management - The Risk Management fund relates to general liability coverage for the County. The County has self-insured several major types of risks, including general liability, various aspects of law enforcement and public officials' liability. There have been claims of \$1,508,313 asserted for risks which are self-insured as of year end.

Excess Loss - The Excess Loss fund is a self-insurance plan that acts as a layer of re-insurance for the County's other self-insurance. The Plan is designed to provide lower insurance costs to the County by giving the other plans the ability to raise deductibles from commercial carriers.

Health Insurance -

Description of the Plan - The County has a self-insured health plan which provides medical, dental, optical, disability and life insurance benefits for all permanent employees electing to be covered. The County also allows other local government and nonprofit entities and their employees to participate in the plan, but the County is the dominant employer. The plan is accounted for as an internal service fund with respect to current employee benefits, while retiree benefits are accounted for in an agency fund. The plan was established in 1980 by resolution of the Board of County Commissioners.

Plan Contributions - County and employee monthly contribution rates depend on whether the employee is full or part time and type of coverage. County contributions for medical benefits are based on expected claims using a five-year history of claims paid. County contributions for long-term disability coverage are calculated as 0.23% of covered payroll. County contributions range from \$621 to \$1,070 depending on the type of coverage. Employee contributions were up to \$566 for full time employees; contribution rates for part-time employees vary depending on the type of coverage. Continued medical, dental and vision coverage is available for County retirees for monthly employee contributions from \$454 to \$1,632, depending on the type of coverage. Qualified terminated employees can continue medical coverage for monthly contributions from \$590 to \$1,506, depending on coverage for up to 18 months, as required by federal C.O.B.R.A. law. County contributions to the plan for the year ended June 30, 2016 were \$6,760,978 (representing 17.7% of covered payroll), current employee contributions were \$1,701,825 and retiree contributions were \$610,266. Contributions from the ten other agencies participating in the plan were \$2,419,595.

Note 7 - Risk Management (Continued)

Covered Participants - As of June 30, 2016, the Plan covered the following participants:

Current employees and their beneficiaries	1,821
Retirees and their beneficiaries	94
	<hr/>
	1,915

Postemployment Benefits - Retirees may remain on the County's health insurance plan as long as they wish, provided they pay the monthly premiums. State law requires the County to provide this benefit. There are no other post-employment benefits provided by the County.

The County has adopted the provisions of GASB Statement No. 43, "Financial Reporting for Postemployment Benefit Plans other than Pension Plans" to the extent applicable. Under GASB 43, the County's health insurance plan is not administered as a qualifying trust; accordingly, retiree premiums, benefits and net position are segregated into an agency fund, and as required by GASB Statement No. 10, the internal service fund reflects only the activities related to current employees of the County and other participating employers.

The liability for health claims consists of an accrual for claims reported, but unpaid, and for claims incurred but not reported (IBNR) as of the balance sheet date. The Plan estimates its IBNR liability based on claims paid within a 120 day period subsequent to the balance sheet date that were incurred prior to but received by the Plan after the balance sheet date. This method of estimating the IBNR is supported by the Plan's historical claims experience.

Workers' Compensation - The County self-insures for workers' compensation coverage for all employees through the Missoula County Workers' Compensation Group Insurance Authority (formerly the Missoula County Workers' Compensation Plan). County contribution rates to the Authority were \$1.00 to \$11.60 per \$100 of covered salary, depending on employee classification. County contributions to the Authority for the fiscal year ended June 30, 2016 were \$959,468. Asserted workers' compensation claims at June 30, 2016 totaled \$1,673,694.

Note 7 - Risk Management (Continued)

The Authority establishes claims liabilities based on estimates of the cost of claims that have been reported but not settled, and claims that have been incurred but not reported. The estimated ultimate cost of settling the reported and unreported claims, and claims reserve development include the effects of inflation and other social and economic factors. Estimated amounts of subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Estimated claims liabilities are recomputed periodically based on current reviews of claims information, experience with similar claims and other factors. Adjustments to estimated claims liabilities are recorded as an increase or decrease in claims expense in the period the adjustments are made.

Changes in the funds' claims liability for 2015 and 2016 are as follows:

	Risk Management	Health Insurance	Workers' Compensation
Estimated Claims liability, June 30, 2014	\$ 1,781,537	\$ 584,015	\$ 2,893,800
Incurring for Claims and Claims Adjustment Expenses:			
Provisions for claims incurred in Fiscal Year 2015	433,008	9,244,099	1,800,560
Increase (decrease) in provisions for claims incurred in prior years	1,360,253	(5,510)	(368,584)
Total incurred claims and claims adjustment expenses	1,793,261	9,238,589	1,431,976
Payments:			
Claims and claims adjustments paid for Fiscal Year 2015	60,090	8,363,812	233,797
Claims and claims adjustments paid for prior years	1,882,564	526,382	237,128
Total payments, Fiscal Year 2015	1,942,654	8,890,194	470,925
Estimated Claims liability, June 30, 2015	1,632,144	932,410	3,854,851
Incurring for Claims and Claims Adjustment Expenses:			
Provisions for claims incurred in Fiscal Year 2016	147,517	9,150,610	987,887
Increase (decrease) in provisions for claims incurred in prior years	158,883	40,309	(548,973)
Total incurred claims and claims adjustment expenses	306,400	9,190,919	438,914
Payments:			
Claims and claims adjustments paid for Fiscal Year 2016	78,755	8,214,350	201,811
Claims and claims adjustments paid for prior years	351,476	902,186	752,260
Total payments, Fiscal Year 2016	430,231	9,116,536	954,071
Estimated Claims liability, June 30, 2016	\$ 1,508,313	\$ 1,006,793	\$ 3,339,694

Note 8 - Retirement Plans

Plan Descriptions

Public Employees' Retirement System (PERS)

Defined Benefit Retirement Plan (PERS-DBRP)

The PERS-DBRP, administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing plan established July 1, 1945, and governed by Title 19, chapters 2 & 3, Montana Code Annotated (MCA). This plan provides retirement benefits to covered employees of the State, local governments, and certain employees of the Montana University System and school districts.

All new members are initially members of the PERS-DBRP and have a 12-month window during which they may choose to remain in the PERS-DBRP or join the Public Employees' Retirement System-Defined Contribution Retirement Plan (PERS-DCRP) by filing an irrevocable election. Members may not be participants of both the defined benefit and defined contribution retirement plans. All new members from the universities also have a third option to join the university system's Montana University System-Retirement Program (MUS-RP).

The PERS-DBRP provides retirement, disability, and death benefits to plan members and their beneficiaries. Benefits are established by state law and can only be amended by the state legislature.

Defined Contribution Retirement Plan (PERS-DCRP)

The County contributes to the PERS-DCRP for its employees that have elected the DCRP. The PERS-DCRP is administered by the Montana Public Employees Retirement Board (PERB) and its staff, MPERA. The PERS-DCRP is a multiple-employer plan established July 1, 2002, and is governed by Title 19, chapters 2 & 3, Montana Code Annotated (MCA).

All new members are initially members of the PERS-DBRP and have a 12-month window during which they may choose to remain in the PERS-DBRP or join the Public Employees' Retirement System-Defined Contribution Retirement Plan (PERS-DCRP) by filing an irrevocable election. Members may not be participants of both the defined benefit and defined contribution retirement plans.

Member rates are established by state law and can only be amended by the Legislature. Benefits depend on eligibility and individual account balances. Participants are immediately vested in their own contributions and attributable income. Participants are vested after 5 years of membership service for the employer's contributions to individual accounts and the attributable income. Non-vested contributions are forfeited upon termination of employment per 19-3-2117(5), MCA. Such forfeitures are used to cover the administrative expenses of the PERS-DCRP.

As of June 30, 2016, PERS-DCRP contribution rates are the same as noted for the PERS-DBRP. For 2016, 4.19% of the employer contribution is deposited in the employee's retirement account, 0.04% supports the defined contribution education fund, and 0.30% is allocated to the long-term disability plan. From July 2015 through March 2016, the remaining 3.84% supported the PERS-DBRP. Starting April 2016, the remaining 3.84% was directed to the employee's retirement account.

At the plan level for the year ended June 30, 2016, the PERS-DCRP plan member contributions were \$9,970,012; employer contributions were \$6,494,143; and employers did not recognize any pension expense for the defined contribution plan. Plan level non-vested forfeitures for the 289 employers that have participants in the PERS-DCRP totaled \$382,656. The County has estimated pension expense related to the PERS-DCRP as \$202,580 for 2016.

Note 8 - Retirement Plans (Continued)

Sheriffs' Retirement System (SRS)

The Sheriffs' Retirement System (SRS), administered by the Montana Public Employee Retirement Administration (MPERA), is a multiple-employer, cost-sharing defined benefit plan established July 1, 1974, and governed by Title 19, chapters 2 & 7, MCA. This plan provides retirement benefits to all Department of Justice criminal and gambling investigators hired after July 1, 1993, all detention officers hired after July 1, 2005, and to all Montana sheriffs. Benefits are established by state law and can only be amended by the Legislature. The SRS provides retirement, disability and death benefits to plan members and their beneficiaries.

Teachers' Retirement System (TRS)

The Teachers' Retirement System (TRS) is a mandatory-participation, multiple-employer cost-sharing defined-benefit public pension plan that provides retirement services to individuals employed as teachers, administrators, and in other professional and skilled positions employed in public education in Montana.

The TRS Board is the governing body of TRS and TRS staff administers the system in conformity with the laws set forth in Title 19, chapter 20, MCA, and administrative rules set forth in Title 2, chapter 44 of the Administrative Rules of Montana. Additional information pertaining to membership, benefit structure, and prior years' actuarial valuations, as well as links to applicable statutes and administrative rules, may be obtained by visiting the TRS website at trs.mt.gov.

Summary of Benefits

Eligibility for Benefits

PERS

Service Retirement:

Hired prior to July 1, 2011	Age 60, 5 years of membership service; Age 65, regardless of membership service; or Any age, 30 years of membership service.
Hired on or after July 1, 2011	Age 65, 5 years of membership service; or Age 70, regardless of membership service.

Early retirement, actuarially reduced:

Hired prior to July 1, 2011	Age 50, 5 years of membership service; or Any age, 25 years of membership service.
Hired on or after July 1, 2011	Age 55, 5 years of membership service.

Vesting	5 years of membership service.
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SRS

Service Retirement	20 years of membership service, regardless of age.
Other Retirement	Age 50, 5 years of membership service, which is the actuarial equivalent of the service retirement benefit.
Vesting	5 years of membership service for all other rights

Note 8 - Retirement Plans (Continued)

Member's highest average compensation (HAC)

PERS and SRS

Hired prior to July 1, 2011 - highest average compensation during any consecutive 36 months;

Hired on or after July 1, 2011 - highest average compensation during any consecutive 60 months;

Compensation Cap

PERS and SRS

Hired on or after July 1, 2013 - 110% annual cap on compensation considered as part of a members highest average compensation.

Monthly Benefit Formula

PERS

Hired prior to July 1, 2011:

Less than 25 years of membership service	1.785% of HAC per year of service credit
25 years of membership service or more	2% of HAC per year of service credit

Hired on or after July 1, 2011:

Less than 10 years of membership service	1.5% of HAC per year of service credit
10 years or more, but less than 30 years of membership service	1.785% of HAC per year of service credit
30 years or more of membership service	2% of HAC per year of service credit

SRS

2.5% of HAC per year of service

Guaranteed Annual Benefit Adjustment *

PERS

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of other adjustments to the member's benefit.

3% for members hired prior to July 1, 2007

1.5% for members hired between July 1, 2007 and June 30, 2013

Note 8 - Retirement Plans (Continued)

Members hired on or after July 1, 2013:

- a) 1.5% for each year PERS is funded at or above 90%;
- b) 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
- c) 0% whenever the amortization period for PERS is 40 years or more.

SRS

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of other adjustments to the member's benefit.

3% for members hired prior to July 1, 2007

1.5% for members hired on or after July 1, 2007

TRS

Through June 30, 2013, all members enrolled in TRS participated in a single-tiered plan ("Tier One"). Employees with a minimum of 25 years of service or who have reached age 60 with 5 years of service are eligible to receive an annual retirement benefit equal to creditable service years divided by 60 times the average final compensation. Final compensation is the average of the highest three consecutive years of earned compensation. Benefits fully vest after 5 years of creditable service. Vested employees may retire at or after age 50 and receive reduced retirement benefits. Beginning July 1, 2013, new members in TRS participate in a second benefit tier ("Tier Two"), which differs from Tier One as follows:

- * Tier Two uses a 5-year average final compensation (as opposed to 3-year AFC in Tier One)
- * Tier Two provides for unreduced service retirement benefits at age 60 with 5 years of creditable service or at age 55 with at least 30 years of creditable service (rather than at age 60 with 5 years of service or at any age with 25 years of creditable service in Tier One)
- * Tier Two provides for early retirement benefits with 5 years of creditable service at age 55 (rather than age 50 in Tier One)
- * Tier Two has a one percent higher normal employee contribution rate (though a temporary 1% supplemental employee contribution rate is also currently in place for Tier One members), and
- * Tier Two provides for an enhanced benefit calculation - $1.85\% \times \text{AFC} \times \text{years of creditable service}$ - for member retiring with at least 30 years of creditable service and at least 60 years of age (rather than $1.6667 \times \text{AFC} \times \text{years of creditable service}$ in Tier One)

A guaranteed annual benefit adjustment (GABA) is payable on January 1st of each calendar year for each retiree who has received at least 36 monthly retirement benefit payments prior to that date. The GABA is applicable to both Tier One and Tier Two members. The GABA for Tier One members is 1.5% of the benefit payable as of January 1st. For Tier Two members, the GABA each year may vary from 0.5% to 1.5% based on the retirement system's funding status and the period required to amortize any unfunded accrued actuarial liability as determined in the prior actuarial valuation.

Note 8 - Retirement Plans (Continued)

Overview of Contributions

PERS

Rates are specified by state law for periodic member and employer contributions and are a percentage of the member's compensation. Contributions are deducted from each member's salary and are remitted by participating employers. The State legislature has the authority to establish and amend contribution rates to the plan. Member and employer contribution rates are shown in the table below.

1. Member contributions to the system of 7.9% are temporary and will be decreased to 6.9% on January 1 following actuary valuation results that show the amortization period has dropped below 25 years and would remain below 25 years following the reduction of both the additional employer and additional member contribution rates.
2. Employer contributions to the system:
 - a. Effective July 1, 2014, following the 2013 Legislative Session, PERS employer contributions increased an additional 0.1% per year and will continue over 10 years through 2024. The additional employer contributions including the 0.27% added in 2007 and 2009, will terminate on January 1 following an actuary valuation that shows the amortization period of the PERS-DBRP has dropped below 25 years and remains below 25 years following the reduction of both the additional employer and member contribution rates.
 - b. Effective July 1, 2013, employers are required to make contributions on working retirees' compensation. Member contributions for working retirees are not required.
 - c. The portion of employer contributions allocated to the PCR are included in the employers reporting. The PCR was paid off effective March 2016 and the contributions previously directed to the PCR are now directed to member accounts.
3. Non Employer Contributions:
 - a. Special Funding
 - i. The State contributes 0.1% of members' compensation on behalf of local government entities.
 - ii. The State contributes 0.37% of members' compensation on behalf of school district entities.
 - b. Not Special Funding - The State contributes a portion of the Coal Tax Severance Tax income and earnings from the Coal Trust Permanent Trust fund.

Fiscal Year	<u>Member</u>		<u>State & Universities Employer</u>	<u>Local Government</u>		<u>School Districts</u>	
	Hired < 7/1/2011	Hired > 7/1/2011		Employer	State	Employer	State
2016	7.9%	7.9%	8.370%	8.270%	0.10%	8.00%	0.370%
2015	7.9%	7.9%	8.270%	8.170%	0.10%	7.90%	0.370%
2014	7.9%	7.9%	8.170%	8.070%	0.10%	7.80%	0.370%
2012-2013	6.9%	7.9%	7.170%	7.070%	0.10%	6.80%	0.370%
2010-2011	6.9%		7.170%	7.070%	0.10%	6.80%	0.370%
2008-2009	6.9%		7.035%	6.935%	0.10%	6.80%	0.235%
2000-2007	6.9%		6.900%	6.800%	0.10%	6.80%	0.100%

Note 8 - Retirement Plans (Continued)

SRS

Rates are specified by state law for periodic member and employer contributions and are a percentage of the member's compensation. Contributions are deducted from each member's salary and remitted by participating employers. The State legislature has the authority to establish and amend contribution rates to the plan. Member and employer contribution rates are shown in the table below.

<u>Fiscal Year</u>	<u>Member</u>	<u>Employer</u>
2010-2016	9.245%	10.115%
2008-2009	9.245%	9.825%
1998-2007	9.245%	9.535%

TRS

TRS receives a portion of the total required statutory contributions directly from the State for all employers. The employers are considered to be in a special funding situation as defined by GASB 68 and the State is treated as a non-employer contributing entity in TRS. TRS receives 2.49% of reportable compensation from the State's general fund for School Districts and Other Employers. TRS also receives 0.11% of reportable compensation from the State's general fund for all TRS Employers including State Agency and University System Employers. Finally, the State is also required to contribute \$25 million in perpetuity payable July 1st of each year.

The tables below show the legislated contribution rates for TRS members, employers, and the State.

<u>School District and Other Employers</u>				
<u>Fiscal Year</u>	<u>Members</u>	<u>Employers</u>	<u>General fund</u>	<u>Total employee & employer</u>
Prior to 2008	7.15%	7.47%	0.11%	14.73%
2008-2009	7.15%	7.47%	2.11%	16.73%
2009-2013	7.15%	7.47%	2.49%	17.11%
2014	8.15%	8.47%	2.49%	19.11%
2015	8.15%	8.57%	2.49%	19.21%
2016	8.15%	8.67%	2.49%	19.31%
2017	8.15%	8.77%	2.49%	19.41%
2018	8.15%	8.87%	2.49%	19.51%
2019	8.15%	8.97%	2.49%	19.61%
2020	8.15%	9.07%	2.49%	19.71%
2021	8.15%	9.17%	2.49%	19.81%
2022	8.15%	9.27%	2.49%	19.91%
2023	8.15%	9.37%	2.49%	20.01%
2024	8.15%	9.47%	2.49%	20.11%

Note 8 - Retirement Plans (Continued)

State and University Employers				
<u>Fiscal Year</u>	<u>Members</u>	<u>Employers</u>	<u>General fund</u>	<u>Total employee & employer</u>
Prior to 2008	7.15%	7.47%	0.11%	14.73%
2008-2009	7.15%	9.47%	0.11%	16.73%
2010-2013	7.15%	9.85%	0.11%	17.11%
2014	8.15%	10.85%	0.11%	19.11%
2015	8.15%	10.95%	0.11%	19.21%
2016	8.15%	11.05%	0.11%	19.31%
2017	8.15%	11.15%	0.11%	19.41%
2018	8.15%	11.25%	0.11%	19.51%
2019	8.15%	11.35%	0.11%	19.61%
2020	8.15%	11.45%	0.11%	19.71%
2021	8.15%	11.55%	0.11%	19.81%
2022	8.15%	11.65%	0.11%	19.91%
2023	8.15%	11.75%	0.11%	20.01%
2024	8.15%	11.85%	0.11%	20.11%

Stand-Alone Plan Statements**PERS and SRS**

The PERS and SRS financial information is reported in the Public Employees' Retirement Board's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended. It is available from the PERB at 100 North Park, PO Box 200131, Helena, MT 59620-0131, (406)444-3154.

CAFR information including the stand alone financial statements can be found on the MPERA website at <http://mpera.mt.gov/annualReports.shtml>

The latest actuarial valuations and experience studies can be found on the MPERA website at <http://mepera.mt.gov/actuarialvaluations.shtml>

TRS

TRS' stand-alone financial statements, actuarial valuations and experience studies can be found online at <https://trs.mt.gov/TrsInfo/NewsAnnualReports>

Note 8 - Retirement Plans (Continued)

Actuarial Assumptions

PERS

The Total Pension Liability (TPL) used to calculate the Net Pension Liability (NPL) was determined by an actuarial valuation as of June 30, 2014, with update procedures to roll forward the TPL to June 30, 2015. There were several significant assumptions and other inputs used to measure the TPL. The actuarial assumptions used in the June 30, 2015 valuation were based on the results of the last actuarial experience study, dated June 2010 for the six year period of July 1, 2003 to June 30, 2009. Among those assumptions were the following:

Investment Return (net of admin expenses)	7.75%
Admin Expense as % of Payroll	0.27%
General Wage Growth *	4%
* includes Inflation at	3.00%
Merit Increases	0% to 6%

Guaranteed Annual Benefit Adjustment (GABA)

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage each January, inclusive of other adjustments to the member's benefit.

3% for members hired prior to July 1, 2007

1.5% for members hired between July 1, 2007 and June 30, 2013

Members hired on or after July 1, 2013

- a) 1.5% for each year PERS is funded at or above 90%;
- b) 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and
- c) 0% whenever the amortization period for PERS is 40 years or more.

Mortality assumptions among contributing members, terminated vested members, service retired members and beneficiaries are based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2015 with scale AA.

Mortality assumptions among Disabled Retirees are based on RP 2000 Combined Employee and Annuitant Mortality Tables with no projections. No future mortality improvement is assumed.

Note 8 - Retirement Plans (Continued)

SRS

The TPL used to calculate the NPL was determined by an actuarial valuation as of June 30, 2014, with update procedures to roll forward the TPL to June 30, 2015. The actuarial assumptions used in the June 30, 2015 valuation were based on the results of the last actuarial experience study, dated June 2010 for the six year period of July 1, 2003 to June 30, 2009. There were several significant assumptions and other inputs used to measure the TPL. Among those assumptions were the following:

Investment Return (net of admin expenses)	7.75%
Admin Expense as % of Payroll	0.17%
General Wage Growth *	4%
* includes Inflation at	3.00%
Merit Increases	0% to 7.3%
Post Retirement Increases	
After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage each January, inclusive of other adjustments to the member's benefit.	
For members hired prior to July 1, 2007	3.00%
For members hired on or after July 1, 2007	1.50%

Mortality assumptions among contributing members, terminated vested members, service retired members and beneficiaries are based on RP 2000 Combined Employee and Annuitant Mortality Tables projected to 2015 with scale AA.

Mortality assumptions among Disabled Retirees are based on RP 2000 Combined Employee and Annuitant Mortality Tables with no projections. No future mortality improvement is assumed.

TRS

The TPL as of June 30, 2015 is based on the results of an actuarial valuation date of July 1, 2015. There were several significant assumptions and other inputs used to measure the TPL. The actuarial assumptions used on the July 1, 2015 valuation were based on the results of the last actuarial experience study, dated May 1, 2014. Among those assumptions are the following:

Total Wage Increases *	4%-8.51% for Non-University Members and 5.00% for University Members
Investment Return	7.75%
Price Inflation	3.25%
* Total Wage Increases includes a 4.00% general wage increase assumption.	
Postretirement Benefit Increases	

Note 8 - Retirement Plans (Continued)

Tier One Members: If the retiree has received benefits for at least 3 years, the retirement allowance will be increased by 1.5% on January 1st.

Tier Two Members: the retirement allowance will be increased by an amount equal to or greater than 0.5% but no more than 1.5% if the most recent actuarial valuation shows TRS to be at least 90% funded and the provisions of the increase is not projected to cause the funded ratio to be less than 85%.

Mortality among contributing members, service retired members, and beneficiaries:

- For Males: 1992 Base Rates from the RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and 1992 Base Rates from the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back four years, with mortality improvements projected by Scale BB to 2018.
- For Females: 1992 Base Rates from the RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and 1992 Base Rates from the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back two years, with mortality improvements projected by Scale BB to 2018.

For TRS, mortality among disabled members:

- For Males: RP 2000 Disabled Mortality Table for males, set forward one year, with mortality improvements projected by Scale BB to 2018.
- For Females: RP 2000 Disabled Mortality Table for females, set forward five years, with mortality improvements projected by Scale BB to 2018.

Discount Rate

PERS

The discount rate used to measure the TPL was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board's funding policy, which establishes the contractually required rates under Montana Code Annotated. The State contributes 0.1% of salaries for local governments and 0.37% for school districts. In addition, the State contributes coal severance tax and interest money from the general fund. The interest is contributed monthly and the severance tax is contributed quarterly. Based on those assumptions, PERS' fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2123. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. A municipal bond rate was not incorporated in the discount rate.

SRS

The discount rate used to measure the TPL was 6.86%, which is a blend of the assumed long-term expected rate of return of 7.75% on SRS investments and a municipal bond index rate of 3.80%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members and employers will be made based on the Board's funding policy, which establishes the contractually required rates under the Montana Code Annotated. Based on those assumptions, SRS' fiduciary net position was projected to not be adequate to make all the projected future benefit payments of current plan members after 2057. Therefore, the portion of future projected benefit payments after 2057 are discounted at the municipal bond index rate.

Note 8 - Retirement Plans (Continued)

TRS

The discount rate used to measure the TPL was 7.75%. The projection of cash flows used to determine the discount rate assumed that contributions from participating plan members, employers, and non-employer contributing entities will be made based on the Board's funding policy, which establishes the contractually required rates under Montana Code Annotated. In addition to the contributions the State general fund will contribute \$25 million annually to TRS payable July 1st of each year. Based on those assumptions, TRS' fiduciary net position was projected to be adequate to make all the projected future benefit payments of current plan members through the year 2119. Therefore, the long-term rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. No municipal bond rate was incorporated in the discount rate.

Target Allocations

PERS and SRS

The long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for PERS and SRS. The most recent analysis, performed for the period covering fiscal years 2003 through 2009, is outlined in a report dated June 2010, which is located on the MPERA website. Several factors are considered in evaluating the long-term rate of return assumption including rates of return adopted by similar public sector systems, and by using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed by an investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. Summarized in the table below are best estimates of the arithmetic real rates of return for each major asset class included in PERS' and SRS' target asset allocation as of June 30, 2015.

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash Equivalents	2.00%	-0.25%
Domestic Equity	36.00%	4.55%
Foreign Equity	18.00%	6.10%
Fixed Income	24.00%	1.25%
Private Equity	12.00%	8.00%
Real Estate	8.00%	4.25%

Note 8 - Retirement Plans (Continued)

TRS

The assumed long-term expected return on pension plan assets is reviewed as part of the regular experience studies prepared for TRS. The most recent analysis, performed for the period covering fiscal years 2008 through 2013, is outlined in a report dated May 1, 2014. Several factors are considered in evaluating the long-term rate of return assumption including long term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. Best estimates of arithmetic real rates of return for each major asset class included in TRS' target asset allocation as of June 30, 2015 are summarized in the table below.

Asset Class	Target Asset Allocation	Real Rate of Return Arithmetic Basis	Long-Term Expected Portfolio Real Rate of Return *
	(a)	(b)	(a) x (b)
Broad US Equity	36.00%	4.80%	1.73%
Broad International Equity	18.00%	6.05%	1.09%
Private Equity	12.00%	8.50%	1.02%
Intermediate Bonds	23.40%	1.50%	0.35%
Core Real Estate	4.00%	4.50%	0.18%
High Yield Bonds	2.60%	3.25%	0.08%
Non-Core Real Estate	4.00%	7.50%	0.30%
	100.00%		4.75%
		Inflation	3.25%
		Expected arithmetic nominal return	8.00%

* The long-term expected nominal rate of return above the 8.00% differs from the total TRS long-term rate of return assumption of 7.75%. The assumed rate is comprised of a 3.25% inflation rate and a real long-term rate of return of 4.50%.

Note 8 - Retirement Plans (Continued)

Sensitivity Analysis

PERS and TRS

In accordance with GASB 68 regarding the disclosure of the sensitivity of the NPL to changes in the discount rate, the table below presents the NPL calculated using the discount rate of 7.75%, as well as what the NPL would be if it were calculated using a discount rate that is 1.00% lower (6.75%) or 1.00% higher (8.75%) than the current rate.

County's proportionate share of:	1.0% Decrease 6.75%	Current Discount Rate	1.0% Increase 8.75%
PERS Net Pension Liability	\$ 49,692,348	\$ 32,230,430	\$ 17,484,244
TRS Net Pension Liability	119,200	86,759	59,462

SRS

In accordance with GASB 68 regarding the disclosure of the sensitivity of the NPL to changes in the discount rate, the table below presents the NPL calculated using the discount rate of 6.86%, as well as what the NPL would be if it were calculated using a discount rate that is 1.00% lower (5.86%) or 1.00% higher (7.86%) than the current rate.

County's proportionate share of:	1.0% Decrease 5.86%	Current Discount Rate	1.0% Increase 7.86%
SRS Net Pension Liability	16,195,358	10,084,702	5,075,445

Summary of Significant Accounting Policies

All Plans

MPERA and TRS prepare financial statements using the accrual basis of accounting. For the purposes of measuring NPL, deferred inflows of resources and deferred outflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to/deductions from fiduciary net position have been determined on the accrual basis, consistent with how they are reported by MPERA and TRS. For this purpose, member contributions are recognized in the period in which contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Revenues are recognized in the accounting period they are earned and become measurable. Benefit payments and refunds are recognized in the accounting period when due and payable in accordance with the benefit terms. Expenses are recognized in the period incurred. Investments are reported at fair value. MPERA and TRS adhere to all applicable Governmental Accounting Standards Board (GASB) statements.

Pension Amount Totals

All Plans

GASB Statement No. 68, Paragraph 74 requires that when employees are provided benefits through more than one pension system, whether provided through cost-sharing, single-employer or agent pension plans, the employer must combine the amounts reported as a total or aggregate for all pensions.

Note 8 - Retirement Plans (Continued)

Net Pension Liability

PERS

In accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with their participation in the Public Employees' Retirement System (PERS). GASB Statement No. 68, which became effective June 30, 2015, includes requirements for employers to record and report their proportionate share of the collective NPL, Pension Expense, and Deferred Inflows and Deferred Outflows of resources associated with pensions.

PERS has a special funding situation in which the State of Montana is legally responsible for making contributions directly to PERS on behalf of the employers. Due to the existence of this special funding situation, the State is required to report a proportionate share of a local government or school district's collective NPL that is associated with the non-State employer.

The State of Montana also has a funding situation that is not Special Funding whereby the State General Fund provides contributions from the Coal Tax Severance fund. All employers are required to report the portion of Coal Tax Severance income and earnings attributable to the employer.

The TPL used to calculate the NPL was determined by an actuarial valuation as of June 30, 2014, with update procedures to roll forward the TPL to the measurement date of June 30, 2015. For the County, the June 30, 2016 reporting will use the information presented by the state pension plans using the June 30, 2015 measurement date.

The table below shows the employer's proportion of NPL for June 30, 2016 and 2015. The employer's proportion of NPL was based on the employer's contributions received by PERS during the measurement period July 1, 2014 through June 30, 2015, relative to the total employer contributions received from all PERS participating employers. At June 30, 2016, the County recorded a liability of \$32,230,430 and the County's proportionate share was 2.305679%.

	Net Pension Liability as of 6/30/2016	Net Pension Liability as of 6/30/2015	Percent of Collective NPL as of 6/30/2016	Percent of Collective NPL as of 6/30/2015	Change in Percent of Collective NPL
County's Proportionate Share	\$ 32,230,429	\$ 28,051,394	2.305679%	2.251296%	0.054383%
State of Montana Proportionate Share associated with County	395,896	342,550	0.028321%	0.027491%	0.000830%
Total	<u>\$ 32,626,325</u>	<u>\$ 28,393,944</u>	<u>2.334000%</u>	<u>2.278787%</u>	<u>0.055213%</u>

Change in actuarial assumptions and methods:

There were no changes in assumptions or other inputs that affected the measurement of the TPL.

Changes in benefit terms:

There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share:

Between the measurement date of the collective NPL and the employer's reporting date there were some changes in proportion that may have an effect on the employer's proportionate share of the collective NPL, but those changes are not considered significant.

Note 8 - Retirement Plans (Continued)

SRS

In accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions, employers and the non-employer contributing entity are required to recognize and report certain amounts associated with their participation in the Sheriffs' Retirement System (SRS). GASB Statement No. 68, which became effective June 30, 2015, includes requirements for employers to record and report their proportionate share of the collective NPL, Pension Expense, and Deferred Inflows and Deferred Outflows of resources associated with pensions.

The TPL used to calculate the NPL was determined by an actuarial valuation as of June 30, 2014, with update procedures to roll forward the TPL to the measurement date of June 30, 2015. For the County, the June 30, 2016 reporting will use the information presented by the state pension plans using the June 30, 2015 measurement date.

The table below shows the employer's proportion of NPL for June 30, 2016 and 2015. The employer's proportion of NPL was based on the employer's contributions received by SRS during the measurement period July 1, 2014 through June 30, 2015, relative to the total employer contributions received from all SRS participating employers. At June 30, 2016, the County recorded a liability of \$10,084,702 and the County's proportionate share was 10.461431%.

	<u>Net Pension Liability</u> <u>as of 6/30/2016</u>	<u>Net Pension Liability</u> <u>as of 6/30/2015</u>	<u>Percent of</u> <u>Collective NPL</u> <u>as of 6/30/2016</u>	<u>Percent of</u> <u>Collective NPL</u> <u>as of 6/30/2015</u>	<u>Change in</u> <u>Percent of</u> <u>Collective NPL</u>
County's Proportionate Share	\$ 10,084,702	\$ 4,297,968	10.461431%	10.327428%	0.134003%

Change in actuarial assumptions and methods:

There were no changes in demographic assumptions that affected the measurement of the TPL. There was an adjustment in the discount rate during the measurement period.

Changes in benefit terms:

There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share:

There were no changes between the measurement date of the collective NPL and the employer's reporting date that are expected to have a significant effect on the employer's proportionate share of the collective NPL.

TRS

In accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions, employers are required to recognize and report certain amounts associated with their participation in the Montana Teachers' Retirement System (TRS). GASB Statement No. 68 became effective June 30, 2015 and includes requirements to record and report their proportionate share of the collective NPL. In accordance with GASB Statement No. 68, TRS has a special funding situation in which the State of Montana is legally responsible for making contributions directly to TRS that are used to provide pension benefits to the retired members of TRS. Due to the existence of a special funding situation, employers are also required to report the portion of the State's proportionate share of the collective NPL that is associated with the employer.

Note 8 - Retirement Plans (Continued)

The table below shows the employer proportionate share of the NPL and the employer's proportion of NPL for June 30, 2016 and 2015. The NPL was measured as of June 30, 2015 and the TPL used to calculate the NPL was determined by an actuarial valuation as of July 1, 2015. Therefore, no update procedures were used to roll forward the TPL to the measurement date. The employer's proportion of the NPL was based on the employer's contributions received by TRS during the measurement period July 1, 2014 through June 30, 2015, relative to the total employer contributions received from all TRS participating employers. At June 30, 2016, the County recorded a liability of \$86,759 and the County's proportionate share was 0.0053%.

	Net Pension Liability as of 6/30/2016	Net Pension Liability as of 6/30/2015	Percent of Collective NPL as of 6/30/2016	Percent of Collective NPL as of 6/30/2015	Change in Percent of Collective NPL
County's Proportionate Share	\$ 86,759	\$ 80,664	0.0053%	0.0052%	0.0001%
State of Montana Proportionate Share associated with County	65,520	57,909	0.0040%	0.0038%	0.0002%
Total	<u>\$ 152,279</u>	<u>\$ 138,573</u>	<u>0.0093%</u>	<u>0.0090%</u>	<u>0.0003%</u>

Change in actuarial assumptions and methods:

Since the previous measurement date, the following changes were made:

- * Correctly reflect the proportion of members that are assumed to take a refund of contributions upon termination and appropriately reflect the three year COLA deferral period for Tier 2 Members.
- * The 0.63% load applied to the projected retirement benefits of the university members "to account for larger than average annual compensation increases observed in the years immediately preceding retirement" is not applied to benefits expected to be paid to university members on account of death, disability and termination prior to retirement eligibility.
- * The actuarial valuation was updated to reflect the assumed rate of retirement for university members at age 60 is 8.50% as stated in the actuarial valuation report.
- * The actuarial valuation was updated to reflect the fact that vested terminations are only covered by the \$500 death benefit for one year following their termination and, once again when the terminated member commences their deferred retirement annuity (they are not covered during the deferral period). Additionally, only the portion of the terminated members that are assumed to "retain membership in TRS" are covered by the \$500 death benefit after termination.

Changes in benefit terms:

There have been no changes in benefit terms since the previous measurement date.

Changes in proportionate share:

There were no changes between the measurement date of the collective NPL and the employer's reporting date that are expected to have a significant effect on the employer's proportionate share of the collective NPL.

Note 8 - Retirement Plans (Continued)

Pension Expense

PERS

At June 30, 2016, the County recognized a Pension Expense of \$2,352,739 for its proportionate share of the PERS' Pension Expense. The County recognized grant revenue of \$24,600 for the support provided by the State of Montana for the proportionate share of the Pension Expense that is associated with the employer, and grant revenue of \$773,495 from the Coal Tax Fund.

SRS

At June 30, 2016, the County recognized a Pension Expense of \$770,625 for its proportionate share of the SRS' Pension Expense.

TRS

At June 30, 2016, the County recognized a Pension Expense of \$8,718 for its proportionate share of the TRS' Pension Expense. The County also recognized grant revenue of \$4,257 for the support provided by the State of Montana for its proportionate share of the pension expense that is associated with the County.

Deferred Outflows and Inflows

PERS

At June 30, 2016, the County reported its proportionate share of PERS' deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Actual vs. Expected Experience	\$ -	\$ 194,996
Actual vs. Expected Investment Earnings	-	2,728,649
Changes in Proportionate Share and Differences between Employer Contributions and Proportionate Share of Contributions	663,204	142
Employer Contributions subsequent to the measurement date (Fiscal Year 2016 Contributions) #	2,566,517	-
Total	<u>\$ 3,229,721</u>	<u>\$ 2,923,787</u>

Amounts reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the NPL in the year ended June 30, 2017.

Note 8 - Retirement Plans (Continued)

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

Reporting year ended June 30:	Amount of deferred outflows and deferred inflows recognized in future years as an increase or (decrease) to Pension Expense
2017	\$ (989,363)
2018	(989,363)
2019	(991,527)
2020	709,669

SRS

At June 30, 2016, the County reported its proportionate share of SRS' deferred outflows of resources and deferred inflows of resources related to SRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Actual vs. Expected Experience	\$ -	\$ 16,999
Changes in Assumptions	3,753,757	3,702,022
Actual vs. Expected Investment Earnings	-	690,682
Changes in Proportion Share	114,376	-
Employer Contributions subsequent to the measurement date (Fiscal Year 2016 Contributions) #	789,727	-
Total	<u>\$ 4,657,860</u>	<u>\$ 4,409,703</u>

Amounts reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the NPL in the year ended June 30, 2017.

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

Reporting year ended June 30:	Amount of deferred outflows and deferred inflows recognized in future years as an increase or (decrease) to Pension Expense
2017	\$ (262,775)
2018	(262,775)
2019	(262,775)
2020	216,933
2021	29,822

Note 8 - Retirement Plans (Continued)

TRS

At June 30, 2016, the County reported its proportionate share of TRS' deferred outflows of resources and deferred inflows of resources related to TRS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual economic experience	\$ 915	\$ -
Changes in actuarial assumptions	1,228	183
Difference between projected and actual investment earnings	-	4,659
Changes in proportion and differences between actual and expected contributions	-	1,382
Employer Contributions subsequent to the measurement date (Fiscal Year 2016 Contributions) #	6,005	-
Total	<u>\$ 8,148</u>	<u>\$ 6,224</u>

Amounts reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the NPL in the year ended June 30, 2017.

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in Pension Expense as follows:

<u>Reporting year ended June 30:</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Increase (Decrease) to Pension Expense</u>
2017	\$ 1,013	\$ (2,660)	\$ (1,647)
2018	1,013	(2,660)	(1,647)
2019	117	(2,100)	(1,983)
2020	1,195	-	1,195

Note 8 - Retirement Plans (Continued)

Pension Activity by Reporting Unit

The County processes payroll, including payment of payroll taxes and benefits, for 2 local agencies, the Bitterroot Economic Development District and the Soil Conservation District. The pension items related to these agencies is included in the County's allocation by the State of Montana. The pension activity by reporting unit for PERS, SRS, and TRS in total is as follows:

	Deferred Outflows of Resources	Net Pension Liability	Deferred Inflows of Resources
Governmental Activities	\$ 7,106,041	\$ 34,611,956	\$ 6,757,968
Business-type Activities	44,164	472,692	38,435
Partnership Health Center	725,526	7,111,528	517,916
Agencies	19,998	205,714	25,395
Total	<u>\$ 7,895,729</u>	<u>\$ 42,401,890</u>	<u>\$ 7,339,714</u>

	On-Behalf State Pension Revenue	Pension Expense
Governmental Activities	\$ 591,085	\$ 2,511,648
Business-type Activities	12,382	35,425
Partnership Health Center	194,875	573,043
Agencies	4,010	11,966
Total	<u>\$ 802,352</u>	<u>\$ 3,132,082</u>

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is available to all County employees. This permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Participation in the plan is optional. The fair value of assets held in the plan at June 30, 2016 was \$8,764,756.

Effective July 1, 1998, the County amended its deferred compensation plan to conform with section 457(g) of the Internal Revenue Code. Trusts were established to hold deferred compensation plan assets for the exclusive benefit of participants and their beneficiaries. The trusts are administered by Valic and Equitable, and the County's duty with respect to the plan is limited to withholding deferred compensation amounts from employees and remitting them to Valic and Equitable. Because the County's involvement with the plan is limited to ministerial functions, the plan is not included in the County reporting entity because it does not meet the definition of a fiduciary fund under generally accepted accounting principles.

Note 9 - Other Post-employment Benefits

The County adopted the provisions of GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pension Plans," in fiscal year 2009. GASB 45 requires employers to calculate the actuarial liability for future retiree benefits and the annual required contribution (ARC) for retirees. The provisions of this statement were applied prospectively. Information for the County's health benefits plan for retirees is included below. Partnership Health Center also participates in the plan as part of Missoula County.

The County is self insured through their participation in the "Missoula County Employee Benefits Plan." Missoula County and nine additional entities participate in the plan. The plan is administered by Missoula County as an agent multiple-employer plan as required by GASB No. 43. The plan is reported as an agency fund of the County and uses the accrual basis of accounting. To qualify for retiree medical benefits the employee must have attained the age of 60 plus five years of service or attained age 65 or completed 30 years of service. An employee may qualify for early retirement by meeting one of the following criteria: attained the age of 50 plus 5 years of service or completed 25 years of service. These benefits are established and may be amended by Missoula County. The plan issues stand-alone financial statements which can be obtained from Missoula County Risk & Benefits, 200 West Broadway, Missoula, MT 59802. Each employer in the plan is required to disclose additional information with regard to funding policy, the employers annual OPEB cost and contributions made, the funded status and funding progress of the employers individual plan, and actuarial methods and assumptions used. This information for Missoula County is presented below.

Retirees are able to purchase health benefits for themselves and their family members at two different rates: the "Medical Standard Plan" and the "Medical High Deductible Plan." The retiree contributions are determined and can be amended by Missoula County and are based on their plan election and level of dependent coverage. The monthly premiums effective July 1, 2015 are shown below:

Level of Coverage	Single	Employee/ Spouse	Employee/ Child	Family
Medical Standard Plan	\$ 578.00	\$ 1,085.00	\$ 969.00	\$ 1,476.00
Medical High Deductible Plan	404.60	759.50	678.30	1,033.20
Dental	39.00	70.00	96.00	127.00
Vision	10.55	19.90	19.43	28.77

The retiree pays into the plan what the County and an active employee would pay on a monthly basis. The plan is financed on a pay-as-you-go basis with County and outside agency contributions made to cover claims and administrative costs as needed.

Based on an actuarial study prepared as of June 30, 2016, the County's annual other post-employment benefit cost was \$269,630 for the fiscal year ended June 30, 2016. This cost consisted of the annual required contribution of \$280,744, interest on the net OPEB obligation of \$21,088, and an adjustment to the ARC of \$32,202. There were contributions of \$242,325 made in 2016, which was 90% of the annual cost.

	Fiscal Year Ending		
	June 30, 2016	June 30, 2015	June 30, 2014
Beginning OPEB Obligation	\$ 602,528	\$ 605,175	\$ 607,474
Annual OPEB Cost	269,631	241,882	241,843
Annual OPEB Contributions	(242,325)	(244,529)	(244,142)
Ending OPEB Obligation	<u>629,834</u>	<u>602,528</u>	<u>605,175</u>
Percentage of cost contributed	90%	101%	101%

Note 9 - Other Post-employment Benefits (Continued)

As of June 30, 2016, the most recent actuarial valuation date, the plan had an unfunded accrued actuarial liability of \$2,547,625. This liability is not funded under GASB Statement No. 45 since there are no assets allocated to an irrevocable trust for the retiree benefit plan. Therefore, the funded status of the plan is 0%. The annual covered payroll was \$38,211,975 for 2016; the unfunded actuarial liability was 6.7% of covered payroll. The annual other post-employment benefit cost, annual OPEB contributions, net other post-employment benefit obligation, and the unfunded actuarial liability is allocated to the applicable component units as follows:

	Governmental Activities	Component Unit Partnership Health Center	Total
Annual Required Contribution (ARC)	\$ 223,412	\$ 57,332	\$ 280,744
Interest on OPEB Obligation	17,348	3,740	21,088
Adjustment to the ARC	(26,490)	(5,712)	(32,202)
Annual OPEB Cost	214,270	55,360	269,630
Annual OPEB Contributions	(192,838)	(49,487)	(242,325)
Decrease to Net OPEB Obligation	21,432	5,873	27,305
Net OPEB Obligation	553,142	76,691	629,833
Unfunded Actuarial Liability	2,027,359	520,266	2,547,625

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to the past expectations and new estimates are made about the future. The required schedule of funding progress immediately following the notes presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Projections of benefits for the plan are based on types of benefits provided under the substantive plan at the time of each valuation and on the pattern of sharing of benefit costs between the employer and plan members to that point. Actuarial calculations reflect a long-term prospective and, consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities. For the actuarial valuation performed at June 30, 2016, the projected unit credit actuarial cost method was used. The health care trend rate, which includes an inflation rate, was 8% for 2016, decreasing by 0.5% each year to 5% for 2022 and after. The dental and vision trend rates were 3% per year. The assumed discount rate was 3.5%. The unfunded actuarial liability was amortized on a level-dollar basis over a open period of 30 years.

Note 10 - Governmental Fund Balances

At June 30, 2016, the County had a total fund balance in governmental funds of \$34,442,901. In accordance with GASB Statement No. 54, this fund balance has been classified as follows:

	Balance	Category	Description
General Fund			
Nonspendable	\$ 61,204	General Government	Inventories
Unassigned	1,870,475	Governmental Services	Remainder
Unassigned	169,026	Justice Courts	Remainder

Note 10 - Governmental Fund Balances (Continued)**General Fund (Continued)**

	<u>Balance</u>	<u>Category</u>	<u>Description</u>
Unassigned	593,823	County Attorney	Remainder
Unassigned	553,818	Emergency Services	Remainder
Unassigned	67,867	Surveyors	Remainder
Unassigned	6,013	Debt Service	Remainder
Unassigned	221,375	Capital Outlay	Remainder
Public Safety			
Restricted	3,516,786	Sheriff	State and Federal law
Committed	1,526,379	Detention	Commissary
Missoula Development Authority			
Restricted	2,938,953	Development Park Projects	State and Federal Law
Committed	6,660,785	Development Park Projects	Commissioner resolution for specific programs and projects
RSID Debt Service			
Restricted	2,836,891	Debt Service	Federal, State, and other grant and legal commitments
Fort Missoula Regional Park Construction			
Restricted	31,460,715	Fort Missoula Regional Park	Federal, State, and other grant and legal commitments
Nonmajor Governmental Funds			
Nonspendable	1,451,373	Road and Bridge Supplies	Inventories
Restricted	383,730	General Government Technology	Federal, State, and other grant and legal commitments
Restricted	365,379	Clerk of District Court	Federal, State, and other grant and legal commitments
Restricted	768	Relationship Violence Grants	Federal, State, and other grant and legal commitments
Restricted	181,845	Drug Education and Containment	Federal, State, and other grant and legal commitments
Restricted	104,920	Search & Rescue	Federal, State, and other grant and legal commitments
Restricted	93,993	Rural Emergency Services	Federal, State, and other grant and legal commitments
Restricted	1,042,339	Emergency Services	Federal, State, and other grant and legal commitments
Restricted	975,198	Road Projects	Federal, State, and other grant and legal commitments
Restricted	1,152,463	Bridge Projects	Federal, State, and other grant and legal commitments
Restricted	485,997	Building Code Division	Federal, State, and other grant and legal commitments
Restricted	454,491	Weed and Extension Services	Federal, State, and other grant and legal commitments
Restricted	266,469	Bonner Millsite Projects	Federal, State, and other grant and legal commitments

Note 10 - Governmental Fund Balances (Continued)**Nonmajor Governmental Funds (Continued)**

	<u>Balance</u>	<u>Category</u>	<u>Description</u>
Restricted	44,564	Substance Abuse Prevention Programs	Federal, State, and other grant and legal commitments
Restricted	1,571,665	Public Health Services	Federal, State, and other grant and legal commitments
Restricted	238,952	Water Quality Testing and Projects	Federal, State, and other grant and legal commitments
Restricted	30,941	Junk Vehicle Services	Federal, State, and other grant and legal commitments
Restricted	62,814	Wood Stove Exchange	Federal, State, and other grant and legal commitments
Restricted	147,434	Social Services	Federal, State, and other grant and legal commitments
Restricted	498,207	Parks & Trails	Federal, State, and other grant and legal commitments
Restricted	441,197	Library Services	Federal, State, and other grant and legal commitments
Restricted	249,709	Historical Museum Programs	Federal, State, and other grant and legal commitments
Restricted	1,008,220	Community Development Programs	Federal, State, and other grant and legal commitments
Restricted	1,563,504	Debt Service	Federal, State, and other grant and legal commitments
Committed	3,346	General Programs	Commissioner resolution for specific programs and projects
Committed	19,080	Extension Services	Commissioner resolution for specific programs and projects
Committed	138,710	Special District Management	Commissioner resolution for specific programs and projects
Committed	166,962	Solid Waste Collection	Commissioner resolution for specific programs and projects
Committed	149,692	Animal Control Services	Commissioner resolution for specific programs and projects
Committed	34,373	Public Health Services	Commissioner resolution for specific programs and projects
Committed	34,464	Library Projects	Commissioner resolution for specific programs and projects
Committed	350,279	Historical Museum Projects	Commissioner resolution for specific programs and projects
Committed	334,893	Community Development Programs	Commissioner resolution for specific programs and projects
Committed	2,730,963	Debt Service	Commissioner resolution for specific programs and projects
Assigned	46,640	Sheriff Department Capital Projects	Intent established in budgeting process or by express assignment
Assigned	67,651	Search & Rescue Capital Projects	Intent established in budgeting process or by express assignment
Assigned	390,558	Road Capital Projects	Intent established in budgeting process or by express assignment
Assigned	363,520	Bridge Capital Projects	Intent established in budgeting process or by express assignment
Assigned	947,755	Weed/Extension Capital Projects	Intent established in budgeting process or by express assignment
Assigned	464,366	Public Health Capital Projects	Intent established in budgeting process or by express assignment
Assigned	113,187	Water Quality Capital Projects	Intent established in budgeting process or by express assignment
Assigned	169,361	Library Projects	Intent established in budgeting process or by express assignment

Note 10 - Governmental Fund Balances (Continued)**Nonmajor Governmental Funds (Continued)**

	<u>Balance</u>	<u>Category</u>	<u>Description</u>
Assigned	156,621	Parks & Trails Projects	Intent established in budgeting process or by express assignment
Assigned	103,470	Community Development Projects	Intent established in budgeting process or by express assignment
Assigned	1,124,797	County Capital Projects	Intent established in budgeting process or by express assignment
Unassigned	(405,520)	General Programs	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(51,529)	Public Health Grants	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(29,421)	Social Services	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(53,328)	Community Development Projects	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(1,340)	Disaster Services	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(288,947)	Fair Operations and Capital Projects	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(190,328)	Library Capital Projects	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(176,084)	Debt Service	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(3,297,922)	Capital Projects	Negative fund balance is Unassigned per GASB Statement No. 54 definitions

Note 11 - Deficit Fund Balances

Deficit fund balances - At June 30, 2016, the following funds had a deficit fund balance resulting from expenditures/expenses in excess of revenues during 2016 and prior years:

Nonmajor Governmental Funds

Special Revenue Funds

Community Assistance Fund	\$ 29,421
Fair	191,559
Grants	168,115
Disaster Emergency Levy	1,340

Debt Service Funds

Fair Ice Rink Series 2012 Refinance	30,466
Fair Ice Rink Series 2006	2,420
Capital Improvement Debt Service	134,455
Parks & Trails Bonds	700

Capital Projects Funds

Open Space	333,688
Fair Capital Projects	97,388
Library Bond Construction	190,328
Courthouse Reconstruction	2,193,495
Courthouse Reconstruction Phase 2-5	1,016,913
RVSD Building Construction	87,514
Admin Building Acquisition Reserve	16,617

Internal Service Funds

Risk Management	1,833,434
Information Services Operations	952,380

Note 11 - Deficit Fund Balances (continued)

The deficits in the Community Assistance Fund, Grants, Fair Ice Rink Debt Service, and Parks & Trails Bonds funds are expected to be eliminated through future income. The deficit in the Disaster Emergency Levy fund will be eliminated with a transfer from the General Fund. The deficit in the Fair Capital Projects fund will be eliminated through collections on a note receivable and issuance of debt. The deficits in the Fair, Open Space, Library Bond Construction, Courthouse Reconstruction, Courthouse Reconstruction Phase 2-5, RVSD Building Construction, and Admin Building Acquisition Reserve funds are expected to be eliminated through debt financing. The deficit in the Capital Improvement Debt Service fund will be eliminated with a transfer from the Capital Improvement fund. The deficit in Risk Management will be eliminated through a judgment levy in fiscal year 2017 and 2018. The deficit in the Information Services Operations fund will be eliminated with a transfer from the Technology fund.

Note 12 - Budgetary-GAAP Reporting Reconciliation

The accompanying combining schedules of revenues and expenditures-budget and actual are presented on the budget basis. The following is a reconciliation of the change in Fund Balance-GAAP basis to the change in Fund Balance-budget basis for budgeted funds:

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Fort Missoula Regional Park Construction	Nonmajor Governmental	Internal Service
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - GAAP Basis	\$ 1,054,039	\$ (97,256)	\$ (616,446)	\$ 119,587	\$ 31,870,564	\$ (3,385,707)	\$ 1,524,591
Cash & Investments - 6/30/2015	1,530,612	63,122	2,619	-	-	87,655	13,702
Cash & Investments - 6/30/2016	(1,709,464)	(1,803)	546,262	-	-	(51,760)	(13,537)
Accounts Receivable - 6/30/2015	39,134	460,326	-	-	-	1,944,257	620,474
Accounts Receivable - 6/30/2016	(91,443)	(803,876)	-	-	-	(2,480,230)	(747,873)
Advances to Other Funds - 6/30/2015	-	-	-	-	-	2,940,000	-
Advances to Other Funds - 6/30/2016	-	-	-	-	-	(2,770,000)	-
Deferred Pension Outflows - 6/30/2015	-	-	-	-	-	-	107,025
Deferred Pension Outflows - 6/30/2016	-	-	-	-	-	-	(148,171)
Accounts Payable - 6/30/2015	(254,978)	(333,796)	(346,925)	-	(229,826)	(2,271,958)	(40,101)
Accounts Payable - 6/30/2016	208,245	320,934	26,836	-	2,442,303	1,720,715	34,717
Claims Payable - 6/30/2015	-	-	-	-	-	-	(6,419,405)
Claims Payable - 6/30/2016	-	-	-	-	-	-	5,854,800
Accrued Payroll - 6/30/2015	(318,717)	(400,845)	(3,973)	-	-	(455,127)	(84,007)
Accrued Payroll - 6/30/2016	409,737	529,428	4,673	-	-	589,964	120,959
Prepaid Cost - 6/30/2015	-	-	-	-	-	-	73,591
Prepaid Cost - 6/30/2016	-	-	-	-	-	-	(79,397)
Accrued Interest - 6/30/2015	-	-	(38,000)	(225,911)	-	(388,738)	-
Accrued Interest - 6/30/2016	-	-	29,000	211,721	-	352,516	-
Deferred Tax Revenue - 6/30/2015	-	-	-	-	-	-	34,418
Deferred Tax Revenue - 6/30/2016	-	-	-	-	-	-	(27,265)
Other Deferred Revenue - 6/30/2015	-	-	-	-	-	-	(14,369)
Other Deferred Revenue - 6/30/2016	-	-	-	-	-	-	29,302
Net Pension Liability - 6/30/2015	-	-	-	-	-	-	(1,268,296)
Net Pension Liability - 6/30/2016	-	-	-	-	-	-	1,466,847
Deferred Pension Inflows - 6/30/2015	-	-	-	-	-	-	(327,749)
Deferred Pension Inflows - 6/30/2016	-	-	-	-	-	-	122,394
Depreciation	-	-	-	-	-	-	54,783
Capital Purchases	-	-	-	-	-	-	(94,672)
Loss on Disposal of Capital Assets	-	-	-	-	-	-	224,201
Non-budgeted Funds:							
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	-	-	-	-	-	(33,752)	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - Budget Basis	<u>\$ 867,165</u>	<u>\$ (263,766)</u>	<u>\$ (395,954)</u>	<u>\$ 105,397</u>	<u>\$ 34,083,041</u>	<u>\$ (4,202,165)</u>	<u>\$ 1,016,962</u>

Note 13 - Interfund Transactions

Interfund transfers - The County uses interfund transfers for regular recurring internal charges, such as debt service, supplies and materials, and services provided. An analysis of transfers in and out during 2016 follows:

General Fund to:

Public Safety	\$ 501,363
Nonmajor Governmental Funds (Relationship Violence Services, Grants, Community & Planning Services, Community Based Organizations, Animal Control, Historical Museum, Technology)	1,188,602
Internal Service (Information Services)	27,688

Public Safety Fund to:

General Fund	89,067
Nonmajor Governmental Funds (Drug Forfeiture, Relationship Violence Services, Technology, Public Safety Capital Reserve)	904,450
Internal Service (Risk Management, Information Services)	387,346

Missoula Development Authority Fund to:

General Fund	1,102,000
Nonmajor Governmental Funds (Road, Technology Tax Increment Debt Service, Capital Improvement, Technology)	1,017,838

RSID Debt Service Funds to:

Nonmajor Governmental Funds (RSID Revolving)	524
Nonmajor Enterprise (RSID Maintenance)	2,917

Nonmajor Governmental Funds to:

General Fund	1,644,104
Public Safety Fund	613,164
Missoula Development Authority Fund	1,397

Note 13 - Interfund Transactions (Continued)

Nonmajor Governmental Funds (Road, Community Assistance Fund, Bridge, Weed, Weed Grant, Fair, District Court, Parks, Library, Planning, Grants, Substance Abuse Prevention, Relationship Violence Services, Community & Planning Services, Health, Water Quality District, Animal Control, Extension, Extension Grant, Drug Forfeiture, Historical Museum, NACo RX Fund, Missoula Search & Rescue, Junk Vehicle, RSID Administration, Seeley Lake Stove Project, Permissive Medical Levy, Friends of the Museum, RSID Revolving, Capital Improvement Debt Service, Weed/Extension Building Reserve, Missoula Search & Rescue Reserve, Courthouse Reconstruction, Capital Improvement, Technology)	3,358,903
Internal Service (Risk Management, Health Insurance, IS Operations)	1,334,236
Internal Service Funds to:	
Nonmajor Governmental Funds (Technology)	13,850
Internal Service (Risk Management, Wellness)	270,000
Larchmont Golf Course Fund to:	
General Fund	90,423
Nonmajor Enterprise Fund to:	
Nonmajor Governmental Funds (RSID Administration)	9,769
Total Transfers In/Out	<u>\$ 12,557,641</u>

Interfund Receivables/Payables - Interfund receivables and payables for funds that incur negative cash balances due to expenditures exceeding revenues for a short time period. Balances due to/from other funds at June 30, 2016 consist of the following:

General Fund - Cash flow advances to:	
Nonmajor Governmental Funds (Fair, Grants, Disaster Emergency, Relationship Violence Services, Health Center 2012 Refi, Fair Ice Rink 2012, Fair Ice Rink 2006, Health Center 2009, Health Center 2012, Fair Construction, Courthouse Reconstruction, Courthouse Reconstruction Phase 2-5)	\$ 3,402,966
Internal Service (Risk Management)	291,249
Public Safety - Cash flow advances to:	
Nonmajor Governmental Funds (Jail Bonds)	438,179

Note 13 - Interfund Transactions (Continued)

Missoula Development Authority - Cash flow advances to:	
Nonmajor Governmental Funds (Technology Tax Increment Bonds)	40,984
Nonmajor Governmental Funds - Cash flow advances to:	
Nonmajor Governmental Funds (Relationship Violence Services, Fair Ice Rink 2006, Open Space Bonds, Capital Improvement Debt Service, Fort Missoula Regional Park Construction, RVSD Building Construction)	1,925,348
Enterprise Funds - Cash flow advances to:	
Nonmajor Governmental Funds (Larchmont LTGO)	59,606
Total Due from Other Funds	<u>\$ 6,158,332</u>

Interfund Advances - advances receivable at June 30, 2016 include the following:

Nonmajor Governmental Funds - Advances to:	
RSID Debt Service to pay off bonds	16,877
Enterprise Funds (Larchmont) for County bond repayment	840,000
Total Advances to Other Funds	<u>\$ 856,877</u>
Which includes non-current portions of:	
RSID Debt Service to pay off bonds	8,127
Enterprise Funds (Larchmont) for County bond repayment	795,000
Total Non-Current Advances to Other Funds	<u>\$ 803,127</u>

Missoula County's significant transactions with its discretely-presented component units include:

Partnership Health Center

Advances from Primary Government

Advance from Nonmajor Governmental Funds (Health Center Bonds)	\$ 1,930,000
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Transactions with Primary Government

Principal and Interest payment to Nonmajor Governmental Funds (Health Center Bonds)	\$ 206,503
Health insurance premiums paid to Internal Service Funds	1,301,089
Community Based Organizations Grant from Nonmajor Governmental Fund (Community Assistance Fund)	222,780

Note 14 - Transactions with Component Units

Missoula Aging Services

Community Based Organizations Grant from Nonmajor Governmental Fund (Aging Fund)	697,507
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Note 15 - Change in Accounting Principle/Restatement

During 2016, the County implemented GASB Statement No. 72, Fair Value Measurement and Application. As part of this implementation, the County reported a change in accounting principle adjustment to beginning net position of the Missoula Development Authority fund of \$5,381,371. In addition, the beginning balance of Primary Government Land was decreased by \$1,272,147 because the land is being held for resale by the Missoula Development Authority fund and is now reported as an investment at fair value.

The beginning net position for Partnership Health Center was decreased by \$161,456 to reflect overdrawn federal grant funds in 2015.

Note 16 - Subsequent Events

On August 11, 2016, the County competitively sold and closed \$2,750,000 Missoula County Open Space General Obligation Bonds, Series 2016, which will support the acquisition of lands to be designated as "Open Space" in perpetuity.

On November 8, 2016, County voters approved a \$30,000,000 bond to fund the construction of a new public library.

On January 30, 2017, the County competitively sold and closed \$3,150,000 Missoula County Limited General Obligation Bonds, Series 2017, which will fund a number of capital projects.

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress for Retiree Health Insurance Benefit Plan

Schedules of Proportionate Share of Net Pension Liability and Schedules of Pension Contributions

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Missoula County, Montana
Schedule of Funding Progress for Retiree Health Insurance Benefit Plan
June 30, 2016

	Governmental	Component Units	
	Activities	Partnership Health Center	Total
<i>Actuarial Valuation Date: 6/30/2016</i>			
Accrued Actuarial Liability	\$ 2,027,359	\$ 520,266	\$ 2,547,625
Actuarial Value of Assets	-	-	-
Unfunded Actuarial Liability	<u>2,027,359</u>	<u>520,266</u>	<u>2,547,625</u>
Funded Ratio	0%	0%	0%
Annual Covered Payroll for 2016	32,339,697	5,872,278	38,211,975
Unfunded Actuarial Liability to Covered Payroll	6%	9%	7%
<i>Actuarial Valuation Date: 6/30/2014</i>			
Accrued Actuarial Liability	\$ 2,280,903	\$ 491,808	\$ 2,772,711
Actuarial Value of Assets	-	-	-
Unfunded Actuarial Liability	<u>2,280,903</u>	<u>491,808</u>	<u>2,772,711</u>
Funded Ratio	0%	0%	0%
Annual Covered Payroll for 2014	28,546,577	3,818,732	32,365,309
Unfunded Actuarial Liability to Covered Payroll	8%	13%	9%
<i>Actuarial Valuation Date: 6/30/2012</i>			
Accrued Actuarial Liability	\$ 2,867,634	\$ 382,351	\$ 3,249,985
Actuarial Value of Assets	-	-	-
Unfunded Actuarial Liability	<u>2,867,634</u>	<u>382,351</u>	<u>3,249,985</u>
Funded Ratio	0%	0%	0%
Annual Covered Payroll for 2012	28,533,007	2,647,193	31,180,200
Unfunded Actuarial Liability to Covered Payroll	10%	14%	10%

Missoula County, Montana
Schedule of Proportionate Share of Net Pension Liability and Schedule of Pension Contributions
Montana Public Employees' Retirement System
Schedule of Proportionate Share of Net Pension Liability
For the Last Two Fiscal Years *

	2016	2015
County's proportionate share of net pension liability	\$ 32,230,430	\$ 28,051,394
County's proportionate share of net pension liability (as a percentage)	2.3057%	2.2513%
State of Montana proportionate share of net pension liability associated with the County	395,896	342,550
Total	<u>\$ 32,626,326</u>	<u>\$ 28,393,944</u>
County's covered-employee payroll	\$ 26,907,729	\$ 25,484,634
County's proportionate share of net pension liability as a percentage of covered-employee payroll	119.7813%	110.0718%
Plan fiduciary net position as a percentage of total pension liability	78.4000%	79.9000%

* The amounts presented above for each fiscal year were determined as of June 30th, the pension plan measurement date. The Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Schedule of Pension Contributions
For the Last Two Fiscal Years **

Contractually required contributions	\$ 2,566,517	\$ 2,356,552
Contributions recognized by the plan	2,566,517	2,356,552
Contribution difference	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 29,708,103	\$ 26,907,729
Contributions recognized by the plan as a percentage of covered-employee payroll	8.6391%	8.7579%

** The amounts presented above for each fiscal year were determined as of June 30th, the fiscal year end date. The Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Montana Public Employees' Retirement System
Notes to Required Supplementary Information

Change of Benefit Terms

The following changes to the plan provision were made as identified:

2013 Legislative Changes:

Working Retirees - House Bill 95 - PERS and SRS, effective July 1, 2013

- * The law requires employer contributions on working retiree compensation.
- * Member contributions are not required.
- * Working retiree limitations are not impacted. PERS working retirees may still work up to 960 hours a year, without impacting benefits.

Highest Average Compensation (HAC) Cap - House Bill 97, effective July 1, 2013

All PERS members hired on or after July 1, 2013 are subject to a 110% annual cap on compensation considered as part of a member's highest or final average compensation.

All bonuses paid to PERS members on or after July 1, 2013 will not be treated as compensation for retirement purposes.

House Bill 454 - Permanent Injunction Limits Application of the GABA Reduction passed under HB 454

Guaranteed Annual Benefit Adjustment (GABA) - for PERS

After the member has completed 12 full months of retirement, the member's benefit increases by the applicable percentage (provided below) each January, inclusive of all other adjustments to the member's benefit.

- * 3% for members hired prior to July 1, 2007
- * 1.5% for members hired on or after July 1, 2007 and before July 1, 2013
- * Members hired on or after July 1, 2013
 - a. 1.5% each year PERS is funded at or above 90%;
 - b. 1.5% is reduced by 0.1% for each 2% PERS is funded below 90%; and,
 - c. 0% whenever the amortization period for PERS is 40 years or more.

Notes to Required Supplementary Information (continued)

2015 Legislative Changes:

General Revisions - House Bill 101, effective January 1, 2016

Second Retirement Benefit - for PERS

1. Applies to PERS members who return to active service on or after January 1, 2016.
 - * refund of member's contributions from second employment plus regular interest (currently 0.25%);
 - * no service credit for second employment;
 - * state same benefit amount the month following termination; and
 - * GABA starts in January immediately following second retirement.
2. For members who retire before January 1, 2016, return to PERS-covered employment
 - * member receives a recalculated retirement benefit based on laws in effect at second retirement; and,
 - * GABA starts in January after receiving recalculated benefit for 12 months.
3. For members who retire on or after January 1, 2016, return to PERS-covered
 - * refund of member's contributions from second employment plus regular interest (currently (0.25%);
 - * no service credit for second employment;
 - * state same benefit amount the month following termination; and
 - * GABA starts in January immediately following second retirement.
4. For members who retire on or after January 1, 2016, return to PERS-covered employment and accumulate 5 or more years of service credit before retiring again:
 - * member receives same retirement benefit as prior return to service;
 - * member receives second retirement benefit for second period of service based on laws in effect at second retirement; and
 - * GABA starts on both benefits in January after member receives original and new benefit for 12 months.

Revise DC Funding Laws - House Bill 107, effective July 1, 2015

Employer Contributions and the Defined Contribution Plan - for PERS and MUS-RP

The PCR was paid off effective March 2016 and the contributions of 2.37%, 0.47%, and the 1.0% increase previously directed to the PCR are now directed to the Defined Contribution or MUS-RP member's account.

Notes to Required Supplementary Information (continued)

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

The following addition to the actuarial assumptions was adopted in 2014 based on implementation of GASB Statement No. 68:

Admin Expense as a % of Payroll	0.27%
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The following changes were adopted in 2013 based on the 2013 Economic Experience study:

General Wage Growth *	4.00%
* Includes inflation at	3.00%
Investment rate of return	7.75%, net of pension plan investment expense, and including inflation

The following Actuarial Assumptions are from the June 2010 Experience Study:

General Wage Growth *	4.25%
* Includes inflation at	3.00%
Merit increase	0% to 7.3%
Investment rate of return	8.00%, net of pension plan investment expense, and including inflation
Asset valuation method	4-year smoothed market
Actuarial cost method	Entry age
Amortization method	Level percentage of pay, open

Missoula County, Montana
Schedule of Proportionate Share of Net Pension Liability and Schedule of Pension Contributions
Montana Sheriffs' Retirement System
Schedule of Proportionate Share of Net Pension Liability
For the Last Two Fiscal Years *

	2016	2015
County's proportionate share of net pension liability	\$ 10,084,703	\$ 4,297,968
County's proportionate share of net pension liability (as a percentage)	10.4614%	10.3274%
County's covered-employee payroll	\$ 7,118,535	\$ 6,679,020
County's proportionate share of net pension liability as a percentage of covered-employee payroll	141.6682%	64.3503%
Plan fiduciary net position as a percentage of total pension liability	75.4000%	87.2000%

* The amounts presented above for each fiscal year were determined as of June 30th, the pension plan measurement date. The Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Schedule of Pension Contributions
For the Last Two Fiscal Years **

Contractually required contributions	\$ 789,727	\$ 722,095
Contributions recognized by the plan	789,727	722,095
Contribution difference	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 7,619,504	\$ 7,118,535
Contributions recognized by the plan as a percentage of covered-employee payroll	10.3645%	10.1439%

** The amounts presented above for each fiscal year were determined as of June 30th, the fiscal year end date. The Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Montana Sheriffs' Retirement System
Notes to Required Supplementary Information

Change of Benefit Terms

The following changes to the plan provision were made as identified:

2013 Legislative Changes:

Working Retirees - House Bill 95 - PERS and SRS, effective July 1, 2013

- * The law requires employer contributions on working retiree compensation.
- * Member contributions are not required.
- * Working retiree limitations are not impacted. SRS retirees may still work up to 480 hours a year, without returning to active service.

Highest Average Compensation (HAC) Cap - House Bill 97, effective July 1, 2013

All SRS members hired on or after July 1, 2013 are subject to a 110% annual cap on compensation considered as part of a member's highest or final average compensation.

All bonuses paid to SRS members on or after July 1, 2013 will not be treated as compensation for retirement purposes.

2015 Legislative Changes - none

Changes in Actuarial Assumptions and Methods

Method and assumptions used in calculations of actuarially determined contributions

The following change to the actuarial assumptions was adopted in 2015:

SRS Discount rate - used to measure the TPL	6.86%, which is a blend of the assumed long-term expected rate of return of 7.75% on System's investments and a municipal bond index rate of 3.8%.
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The following addition to the actuarial assumptions was adopted in 2014 based on implementation of GASB Statement No. 68:

Admin Expense as % of Payroll	0.17%
SRS Discount rate - used to measure the TPL	7.75%, which is the assumed long-term expected rate of return on System's investments

Notes to Required Supplementary Information (continued)

The following change to the actuarial assumptions was adopted in 2015:

SRS Discount rate - used to measure the TPL	6.86%, which is a blend of the assumed long-term expected rate of return of 7.82% on System's investments and a municipal bond index rate of 4.27%.
---	---

The following changes were adopted in 2013 based on the 2013 Economic Experience study:

General Wage Growth *	4.00%
* Includes inflation at	3.00%
Investment rate of return	7.75%, net of pension plan investment expense, and including inflation

The following Actuarial Assumptions are from the June 2010 Experience Study:

General Wage Growth *	4.25%
* Includes inflation at	3.00%
Merit increase	0% to 7.3%
Investment rate of return	8.00%, net of pension plan investment expense, and including inflation
Asset valuation method	4-year smoothed market
Actuarial cost method	Entry age
Amortization method	Level percentage of pay, open

Missoula County, Montana
Schedule of Proportionate Share of Net Pension Liability and Schedule of Pension Contributions
Montana Teachers' Retirement System
Schedule of Proportionate Share of Net Pension Liability
For the Last Two Fiscal Years *

	2016	2015
County's proportionate share of net pension liability	\$ 86,759	\$ 80,664
County's proportionate share of net pension liability (as a percentage)	0.0053%	0.0052%
State of Montana proportionate share of net pension liability associated with the County	65,520	57,909
Total	<u>\$ 152,279</u>	<u>\$ 138,573</u>
County's covered-employee payroll	\$ 67,394	\$ 66,101
County's proportionate share of net pension liability as a percentage of covered-employee payroll	128.7340%	122.0314%
Plan fiduciary net position as a percentage of total pension liability	69.3000%	70.3600%

* The amounts presented above for each fiscal year were determined as of June 30th, the pension plan measurement date. The Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Schedule of Pension Contributions
For the Last Two Fiscal Years **

Contractually required contributions	\$ 6,005	\$ 5,776
Contributions recognized by the plan	6,005	5,776
Contribution difference	<u>\$ -</u>	<u>\$ -</u>
County's covered-employee payroll	\$ 69,260	\$ 67,394
Contributions recognized by the plan as a percentage of covered-employee payroll	8.6702%	8.5705%

** The amounts presented above for each fiscal year were determined as of June 30th, the fiscal year end date. The Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Montana Teachers' Retirement System
Notes to Required Supplementary Information

Changes of Benefit Terms:

The following changes to the plan provision were made as identified.

The 2013 Montana Legislature passed HB 377 which provides additional revenue and created a two tier benefit structure. A Tier One Member is a person who first became a member before July 1, 2013 and has not withdrawn their member's account balance. A Tier Two Member is a person who first becomes a member on or after July 1, 2013 or after withdrawing their member's account balance, becomes a member again on or after July 1, 2013.

The GABA for Tier One Members has been set at 1.5% GABA regardless of the funding condition of the System.

The second tier budget structure for members hired on or after July 1, 2013 is as follows:

1. **Final Average Compensation:** average of earned compensation paid in five consecutive years of full-time service that yields the highest average
2. **Service Retirement:** eligible to receive a service retirement benefit if the member has been credited with at least five full years of creditable service and has attained the age of 60; or has been credited with 30 or more years of full-time or part-time creditable service and has attained age 55
3. **Early Retirement:** eligible to receive an early retirement allowance if a member is not eligible for service retirement but has at least five years of creditable service and attained age 55
4. **Professional Retirement Option:** if the member has been credited with 30 or more years of service and has attained the age of 60, they are eligible for an enhanced allowance equal to 1.85% of average final compensation times all service at retirement. Otherwise, the multiplier used to calculate the retirement allowance will be equal to 1.67%
5. **Annual Contribution:** 8.15% of member's earned compensation

Notes to Required Supplementary Information (continued)

6. **Supplemental Contribution Rate:** on or after July 1, 2023, the TRS Board may require a supplemental contribution up to 0.5% if the following three conditions are met:
 - a. The average funded ratio of the System based on the last three annual actuarial valuations is equal to or less than 80%; and
 - b. The period necessary to amortize all TRS liabilities based on the latest annual actuarial valuation is greater than 20 years; and
 - c. A State or employer contribution rate increase or a flat dollar contribution to the Retirement System Trust fund has been enacted that is equivalent to or greater than the supplemental contribution rate imposed by the TRS Board.
7. **Disability Retirement:** a member will not be eligible for a disability retirement if the member is or will be eligible for a service retirement on the date of termination
8. **Guaranteed Annual Benefit Adjustment (GABA):** if the most recent actuarial valuation shows that TRS liabilities are at least 90% funded and the provision of the increase is not projected to cause TRS' liabilities to be less than 85% funded, the GABA may increase from the 0.5% floor up to 1.50%, as set by the TRS Board.

HB 377 increased revenue from the members, employers and the State as follows:

- * Annual State contribution equal to \$25 million paid to the System in monthly installments.
- * One-time contribution payable to the Retirement System by the trustees of a school district maintaining a retirement fund. The one-time contribution to the Retirement System shall be the amount earmarked as an operating reserve in excess of 20% of the adopted retirement fund budget for the fiscal year 2013. The amount received was \$22 million in fiscal year 2014.
- * 1% supplemental employer contribution. This will increase the current employer rates:
 - School District contributions will increase from 7.47% to 8.47%.
 - The Montana University System and State Agencies will increase from 9.85% to 10.85%.
 - The supplemental employer contribution will increase by 0.1% each fiscal year for fiscal year 2014 through fiscal year 2024. Fiscal years beginning after June 30, 2024 the total supplemental employer contribution will be equal to 2%.
- * Members hired prior to July 1, 2013 (Tier 1) under HB 377 are required to contribute a supplemental contribution equal to an additional 1% of the member's earned compensation.

Notes to Required Supplementary Information (continued)

- * Each employer is required to contribute 9.85% of total compensation paid to all re-employed TRS retirees employed in a TRS reportable position to the System.

Changes in actuarial assumptions and other inputs:

The following changes to the actuarial assumptions were adopted in 2015:

- * Correctly reflect the proportion of members that are assumed to take a refund of contributions upon termination and appropriately reflect the three year COLA deferral period for Tier 2 Members.
- * The 0.63% load applied to the projected retirement benefits of the university members "to account for larger than average annual compensation increases observed in the years immediately preceding retirement" is not applied to benefits expected to be paid to university members on account of death, disability and termination prior to retirement eligibility.
- * The actuarial valuation was updated to reflect the assumed rate of retirement for university members at age 60 is 8.5% as stated in the actuarial valuation report.
- * The actuarial valuation was updated to reflect the fact that vested terminations are only covered by the \$500 death benefit for the one year following their termination and, once again, when the terminated member commences their deferred retirement annuity (they are not covered during the deferral period). Additionally, only the portion of the terminated members that are assumed to "retain membership in the System" are covered by the \$500 death benefit after termination.

The following changes to the actuarial assumptions were adopted in 2014:

- * Assumed rate of inflation was reduced from 3.50% to 3.25%.
- * Payroll Growth Assumption was reduced from 4.50% to 4.00%.
- * Assumed real wage growth was reduced from 1.00% to 0.75%.
- * Investment return assumption was changed from net of investment and administrative expenses to net of investment expenses only.

Notes to Required Supplementary Information (continued)

- * Mortality among contributing members, service retired members, and beneficiaries was updated to the following:

For Males: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back four years, with mortality improvements projected by Scale BB to 2018.

For Females: RP 2000 Healthy Annuitant Mortality Table for ages 50 and above and the RP 2000 Combined Healthy Annuitant Mortality Table for ages below 50, set back two years, with mortality improvements projected by Scale BB to 2018.

- * Mortality among disables members was updated to the following:

For Males: RP 2000 Disabled Mortality Table for Males, set forward one year, with mortality improvements projected by Scale BB to 2018.

For Females: RP Disabled Mortality Table for Females, set forward five years, with mortality improvements projected by Scale BB to 2018.

Method and assumptions used in calculations of actuarially determined contributions:

Actuarial cost method	Entry age
Amortization method	Level percentage of pay, open
Remaining amortization period	26 years
Asset valuation method	4-year smoothed market
Inflation	3.25%
Salary increase	4.00 to 8.51%, including inflation for Non-University Members and 5.00% for University Members
Investment rate of return	7.75%, net of pension plan investment expense and including inflation

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REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND - Budget to Actual

Commissioners – To account for the budget of the County Commissioners Office.

Communications and Projects – To account for the budget of the Communications and Projects department.

Justice Courts – To account for the budgets of the Justices of the Peace.

Attorney – To account for the budget of the County Attorney's Office.

Financial Services – To account for the budget of the Financial Services Office.

Clerk & Recorder – To account for the budget of the Clerk & Recorder Office.

Elections – To account for the budget of the Elections Office.

Treasurers – To account for the budget of the Treasurers Office.

Records Managment – To account for the budget of the Records Management Center.

Auditor – To account for the budget of the County Auditor.

Facilities Management – To account for maintenance of County buildings and grounds.

Office of Emergency Services – To account for the budget for Emergency Services and the County Communications Program.

9-1-1 Communications Center – To account for the budget of the 9-1-1 Central Dispatch function.

Human Resources – To account for the budget of the Human Resources Office.

Central Services – To account for the budget for central purchasing, postage, printing and motor pool.

Superintendent of Schools – To account for the budget of the Superintendent of Schools.

Surveyor – To account for the budget of the County Surveyor.

GIS - To account for the budget of the Geographic Information Systems department.

Non-departmental – To account for those budget items that cannot be identified with a particular operational department.

MAJOR SPECIAL REVENUE FUNDS - Budget to Actual

Public Safety – To account for the budget of the County Sheriff and the Missoula County Detention Facility.

Missoula Development Authority – To account for tax increment revenues from the Industrial Tax Increment District near the Airport.

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MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
(Page 1 of 10)

	Commissioners				Communications and Projects			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	3,583	3,583	2,293	(1,290)	80,109	80,109	49,432	(30,677)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>3,583</u>	<u>3,583</u>	<u>2,293</u>	<u>(1,290)</u>	<u>80,109</u>	<u>80,109</u>	<u>49,432</u>	<u>(30,677)</u>
Expenditures:								
Current Operations:								
Personnel	627,139	638,739	638,731	8	243,766	261,737	261,696	41
Operations	25,597	25,597	23,427	2,170	13,415	15,315	15,276	39
Capital Outlay	3,000	6,600	6,527	73	850	1,510	1,504	6
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>655,736</u>	<u>670,936</u>	<u>668,685</u>	<u>2,251</u>	<u>258,031</u>	<u>278,562</u>	<u>278,476</u>	<u>86</u>
Excess of Revenues over (under) Expenditures	(652,153)	(667,353)	(666,392)	961	(177,922)	(198,453)	(229,044)	(30,591)
Other Financing Sources (Uses):								
Transfers In	12,000	12,000	12,000	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (640,153)</u>	<u>\$ (655,353)</u>	<u>\$ (654,392)</u>	<u>\$ 961</u>	<u>\$ (177,922)</u>	<u>\$ (198,453)</u>	<u>\$ (229,044)</u>	<u>\$ (30,591)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
(Page 2 of 10)

	Justice Courts				Attorney			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	82,000	82,000	98,528	16,528
Charges for Services	1,400	1,400	1,270	(130)	121,135	121,135	126,290	5,155
Fines & Forfeitures	580,200	580,200	534,695	(45,505)	87,000	87,000	91,307	4,307
Investment Earnings	-	-	-	-	-	-	500	500
Miscellaneous Revenues	<u>5,000</u>	<u>5,500</u>	<u>29,875</u>	<u>24,375</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>586,600</u>	<u>587,100</u>	<u>565,840</u>	<u>(21,260)</u>	<u>290,135</u>	<u>290,135</u>	<u>316,625</u>	<u>26,490</u>
Expenditures:								
Current Operations:								
Personnel	818,280	803,080	785,859	17,221	2,748,710	2,760,676	2,748,563	12,113
Operations	63,213	59,353	46,479	12,874	187,780	178,280	150,128	28,152
Capital Outlay	2,000	2,000	-	2,000	17,375	25,525	25,474	51
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>883,493</u>	<u>864,433</u>	<u>832,338</u>	<u>32,095</u>	<u>2,953,865</u>	<u>2,964,481</u>	<u>2,924,165</u>	<u>40,316</u>
Excess of Revenues over (under) Expenditures	(296,893)	(277,333)	(266,498)	10,835	(2,663,730)	(2,674,346)	(2,607,540)	66,806
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	63,500	63,500	138,568	75,068
Transfers Out	-	-	-	-	(33,157)	(36,657)	(36,613)	44
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (296,893)</u>	<u>\$ (277,333)</u>	<u>\$ (266,498)</u>	<u>\$ 10,835</u>	<u>\$ (2,633,387)</u>	<u>\$ (2,647,503)</u>	<u>\$ (2,505,585)</u>	<u>\$ 141,918</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
(Page 3 of 10)

	Financial Services				Clerk & Recorder			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	60,000	60,000	61,256	1,256	592,500	592,500	686,321	93,821
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	(945)	(945)	(64)	881
Total Revenues	<u>60,000</u>	<u>60,000</u>	<u>61,256</u>	<u>1,256</u>	<u>591,555</u>	<u>591,555</u>	<u>686,257</u>	<u>94,702</u>
Expenditures:								
Current Operations:								
Personnel	838,027	838,027	757,000	81,027	295,417	295,417	289,426	5,991
Operations	175,700	175,700	149,816	25,884	68,844	68,844	68,830	14
Capital Outlay	3,000	15,307	12,231	3,076	2,750	2,750	2,750	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>1,016,727</u>	<u>1,029,034</u>	<u>919,047</u>	<u>109,987</u>	<u>367,011</u>	<u>367,011</u>	<u>361,006</u>	<u>6,005</u>
Excess of Revenues over (under) Expenditures	(956,727)	(969,034)	(857,791)	111,243	224,544	224,544	325,251	100,707
Other Financing Sources (Uses):								
Transfers In	14,000	14,000	14,000	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (942,727)</u>	<u>\$ (955,034)</u>	<u>\$ (843,791)</u>	<u>\$ 111,243</u>	<u>\$ 224,544</u>	<u>\$ 224,544</u>	<u>\$ 325,251</u>	<u>\$ 100,707</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
(Page 4 of 10)

	Elections				Treasurers			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	28,540	28,540	24,675	(3,865)
Intergovernmental Revenue	-	-	-	-	60,000	60,000	34,800	(25,200)
Charges for Services	154,000	154,000	122,675	(31,325)	97,200	97,200	186,688	89,488
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	57	57
Total Revenues	<u>154,000</u>	<u>154,000</u>	<u>122,675</u>	<u>(31,325)</u>	<u>185,740</u>	<u>185,740</u>	<u>246,220</u>	<u>60,480</u>
Expenditures:								
Current Operations:								
Personnel	489,955	489,955	419,555	70,400	1,093,197	1,093,197	1,012,892	80,305
Operations	502,650	502,650	425,850	76,800	122,966	122,966	117,454	5,512
Capital Outlay	323,300	339,668	324,407	15,261	22,046	22,046	21,419	627
Debt Service								
Principal	30,902	30,902	-	30,902	-	-	-	-
Interest	3,233	3,233	-	3,233	-	-	-	-
Total Expenditures	<u>1,350,040</u>	<u>1,366,408</u>	<u>1,169,812</u>	<u>196,596</u>	<u>1,238,209</u>	<u>1,238,209</u>	<u>1,151,765</u>	<u>86,444</u>
Excess of Revenues over (under) Expenditures	(1,196,040)	(1,212,408)	(1,047,137)	165,271	(1,052,469)	(1,052,469)	(905,545)	146,924
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	323,300	323,300	-	(323,300)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (872,740)</u>	<u>\$ (889,108)</u>	<u>\$ (1,047,137)</u>	<u>\$ (158,029)</u>	<u>\$ (1,052,469)</u>	<u>\$ (1,052,469)</u>	<u>\$ (905,545)</u>	<u>\$ 146,924</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
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	Records Management				Auditor			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	1,000	1,000	1,539	539	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>1,539</u>	<u>539</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	255,832	255,832	252,469	3,363	259,172	258,922	224,324	34,598
Operations	14,750	14,750	10,379	4,371	56,860	57,110	57,094	16
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>270,582</u>	<u>270,582</u>	<u>262,848</u>	<u>7,734</u>	<u>316,032</u>	<u>316,032</u>	<u>281,418</u>	<u>34,614</u>
Excess of Revenues over (under) Expenditures	(269,582)	(269,582)	(261,309)	8,273	(316,032)	(316,032)	(281,418)	34,614
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (269,582)</u>	<u>\$ (269,582)</u>	<u>\$ (261,309)</u>	<u>\$ 8,273</u>	<u>\$ (316,032)</u>	<u>\$ (316,032)</u>	<u>\$ (281,418)</u>	<u>\$ 34,614</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
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	Facilities Management				Office of Emergency Services			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	99,000	99,000	149,464	50,464
Charges for Services	804,637	804,637	867,827	63,190	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>804,637</u>	<u>804,637</u>	<u>867,827</u>	<u>63,190</u>	<u>99,000</u>	<u>99,000</u>	<u>149,464</u>	<u>50,464</u>
Expenditures:								
Current Operations:								
Personnel	1,335,473	1,335,473	1,170,771	164,702	273,670	253,520	197,577	55,943
Operations	1,078,829	1,078,829	1,016,469	62,360	50,320	50,320	45,654	4,666
Capital Outlay	7,500	7,500	2,193	5,307	24,233	44,383	44,376	7
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,421,802</u>	<u>2,421,802</u>	<u>2,189,433</u>	<u>232,369</u>	<u>348,223</u>	<u>348,223</u>	<u>287,607</u>	<u>60,616</u>
Excess of Revenues over (under) Expenditures	(1,617,165)	(1,617,165)	(1,321,606)	295,559	(249,223)	(249,223)	(138,143)	111,080
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	337	337
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,617,165)</u>	<u>\$ (1,617,165)</u>	<u>\$ (1,321,606)</u>	<u>\$ 295,559</u>	<u>\$ (249,223)</u>	<u>\$ (249,223)</u>	<u>\$ (137,806)</u>	<u>\$ 111,417</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
(Page 7 of 10)

	9-1-1 Communications				Human Resources			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	300	300	200	(100)	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>300</u>	<u>300</u>	<u>200</u>	<u>(100)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	2,151,060	2,077,460	2,013,567	63,893	511,300	511,300	453,496	57,804
Operations	456,121	526,121	525,289	832	172,584	172,584	160,340	12,244
Capital Outlay	425,000	428,600	428,548	52	2,155	2,155	-	2,155
Debt Service								
Principal	24,001	24,001	-	24,001	-	-	-	-
Interest	2,188	2,188	-	2,188	-	-	-	-
Total Expenditures	<u>3,058,370</u>	<u>3,058,370</u>	<u>2,967,404</u>	<u>90,966</u>	<u>686,039</u>	<u>686,039</u>	<u>613,836</u>	<u>72,203</u>
Excess of Revenues over (under) Expenditures	(3,058,070)	(3,058,070)	(2,967,204)	90,866	(686,039)	(686,039)	(613,836)	72,203
Other Financing Sources (Uses):								
Transfers In	766,408	766,408	972,662	206,254	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	350,000	350,000	367,234	17,234	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,941,662)</u>	<u>\$ (1,941,662)</u>	<u>\$ (1,627,308)</u>	<u>\$ 314,354</u>	<u>\$ (686,039)</u>	<u>\$ (686,039)</u>	<u>\$ (613,836)</u>	<u>\$ 72,203</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
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	Central Services				Superintendent of Schools			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	420,000	420,000	386,353	(33,647)	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>420,000</u>	<u>420,000</u>	<u>386,353</u>	<u>(33,647)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	142,122	142,122	140,577	1,545
Operations	350,500	308,200	307,549	651	29,516	29,516	25,867	3,649
Capital Outlay	130,000	172,300	172,258	42	-	-	-	-
Debt Service								
Principal	27,930	27,750	28,108	(358)	-	-	-	-
Interest	1,715	1,895	1,504	391	-	-	-	-
Total Expenditures	<u>510,145</u>	<u>510,145</u>	<u>509,419</u>	<u>726</u>	<u>171,638</u>	<u>171,638</u>	<u>166,444</u>	<u>5,194</u>
Excess of Revenues over (under) Expenditures	(90,145)	(90,145)	(123,066)	(32,921)	(171,638)	(171,638)	(166,444)	5,194
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	110,000	110,000	-	(110,000)	-	-	-	-
Sale of Capital Assets	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 29,855</u>	<u>\$ 29,855</u>	<u>\$ (123,066)</u>	<u>\$ (152,921)</u>	<u>\$ (171,638)</u>	<u>\$ (171,638)</u>	<u>\$ (166,444)</u>	<u>\$ 5,194</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
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	Surveyor				GIS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	22,000	22,000	24,610	2,610
Charges for Services	12,500	12,500	19,805	7,305	10,500	10,500	288	(10,212)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	(7)	(7)	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>12,500</u>	<u>12,500</u>	<u>19,798</u>	<u>7,298</u>	<u>32,500</u>	<u>32,500</u>	<u>24,898</u>	<u>(7,602)</u>
Expenditures:								
Current Operations:								
Personnel	351,085	361,260	320,592	40,668	443,576	443,576	442,130	1,446
Operations	24,775	24,775	14,649	10,126	10,738	10,738	6,693	4,045
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>375,860</u>	<u>386,035</u>	<u>335,241</u>	<u>50,794</u>	<u>454,314</u>	<u>454,314</u>	<u>448,823</u>	<u>5,491</u>
Excess of Revenues over (under) Expenditures	(363,360)	(373,535)	(315,443)	58,092	(421,814)	(421,814)	(423,925)	(2,111)
Other Financing Sources (Uses):								
Transfers In	1,200	1,200	1,200	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (362,160)</u>	<u>\$ (372,335)</u>	<u>\$ (314,243)</u>	<u>\$ 58,092</u>	<u>\$ (421,814)</u>	<u>\$ (421,814)</u>	<u>\$ (423,925)</u>	<u>\$ (2,111)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2016
(Page 10 of 10)

	Non-Departmental				Totals			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 10,490,062	\$ 10,490,062	\$ 10,805,819	\$ 315,757	\$ 10,490,062	\$ 10,490,062	\$ 10,805,819	\$ 315,757
License & Permits	-	-	(100)	(100)	28,540	28,540	24,575	(3,965)
Intergovernmental Revenue	2,035,074	2,035,074	2,074,196	39,122	2,381,766	2,381,766	2,433,323	51,557
Charges for Services	-	-	-	-	2,275,172	2,275,172	2,460,512	185,340
Fines & Forfeitures	-	-	-	-	667,200	667,200	626,002	(41,198)
Investment Earnings	50,000	50,000	67,408	17,408	50,000	50,000	67,901	17,901
Miscellaneous Revenues	12,000	12,000	13,684	1,684	16,055	16,555	43,552	26,997
Total Revenues	<u>12,587,136</u>	<u>12,587,136</u>	<u>12,961,007</u>	<u>373,871</u>	<u>15,908,795</u>	<u>15,909,295</u>	<u>16,461,684</u>	<u>552,389</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	12,877,781	12,820,293	12,129,225	691,068
Operations	786,166	777,166	764,938	12,228	4,191,324	4,198,814	3,932,181	266,633
Capital Outlay	-	37,000	36,989	11	963,209	1,107,344	1,078,676	28,668
Debt Service								
Principal	-	-	-	-	82,833	82,653	28,108	54,545
Interest	-	-	-	-	7,136	7,316	1,504	5,812
Total Expenditures	<u>786,166</u>	<u>814,166</u>	<u>801,927</u>	<u>12,239</u>	<u>18,122,283</u>	<u>18,216,420</u>	<u>17,169,694</u>	<u>1,046,726</u>
Excess of Revenues over (under) Expenditures	11,800,970	11,772,970	12,159,080	386,110	(2,213,488)	(2,307,125)	(708,010)	1,599,115
Other Financing Sources (Uses):								
Transfers In	1,775,304	1,775,304	1,786,827	11,523	2,632,412	2,632,412	2,925,594	293,182
Transfers Out	(2,209,540)	(2,204,040)	(1,681,040)	523,000	(2,242,697)	(2,240,697)	(1,717,653)	523,044
Issuance of Debt	605,000	605,000	-	(605,000)	1,388,300	1,388,300	367,234	(1,021,066)
Sale of Capital Assets	-	-	-	-	10,000	10,000	-	(10,000)
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 11,971,734</u>	<u>\$ 11,949,234</u>	<u>\$ 12,264,867</u>	<u>\$ 315,633</u>	<u>\$ (425,473)</u>	<u>\$ (517,110)</u>	<u>\$ 867,165</u>	<u>\$ 1,384,275</u>

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Major Governmental Funds
For Fiscal Year Ended June 30, 2016

	Public Safety				Missoula Development Authority			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ 11,405,004	\$ 11,745,004	\$ 11,744,343	\$ (661)	\$ 1,599,375	\$ 1,599,375	\$ 1,760,906	\$ 161,531
License & Permits	24,000	54,000	54,177	177	-	-	-	-
Intergovernmental Revenue	624,142	688,142	630,514	(57,628)	169,899	169,899	165,933	(3,966)
Charges for Services	5,558,444	6,311,444	6,056,298	(255,146)	-	-	-	-
Fines & Forfeitures	40,000	40,000	36,984	(3,016)	-	-	-	-
Investment Earnings	2,336	2,336	3,189	853	8,725	8,725	21,692	12,967
Miscellaneous Revenues	686,600	734,600	178,441	(556,159)	738,573	738,573	747,689	9,116
Total Revenues	<u>18,340,526</u>	<u>19,575,526</u>	<u>18,703,946</u>	<u>(871,580)</u>	<u>2,516,572</u>	<u>2,516,572</u>	<u>2,696,220</u>	<u>179,648</u>
Expenditures:								
Current Operations:								
Personnel	13,161,639	13,230,039	13,229,751	288	160,691	160,691	152,082	8,609
Operations	5,379,583	6,150,577	4,915,098	1,235,479	868,306	868,206	791,975	76,231
Capital Outlay	137,150	556,650	556,527	123	1,648,500	1,638,500	455,807	1,182,693
Debt Service:								
Principal	-	-	-	-	450,000	450,000	450,000	-
Interest & Fiscal Charges	-	-	-	-	67,350	67,350	67,350	-
Total Expenditures	<u>18,678,372</u>	<u>19,937,266</u>	<u>18,701,376</u>	<u>1,235,890</u>	<u>3,194,847</u>	<u>3,184,747</u>	<u>1,917,214</u>	<u>1,267,533</u>
Excess of Revenues over (under) Expenditures	(337,846)	(361,740)	2,570	364,310	(678,275)	(668,175)	779,006	1,447,181
Other Financing Sources (Uses):								
Transfers In	1,083,059	1,383,559	1,114,527	(269,032)	10,000	10,000	1,397	(8,603)
Transfers Out	(1,033,464)	(1,710,364)	(1,380,863)	329,501	(2,119,738)	(2,129,838)	(2,119,838)	10,000
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	400,055	400,055	943,481	543,426
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (288,251)</u>	<u>\$ (688,545)</u>	<u>\$ (263,766)</u>	<u>\$ 424,779</u>	<u>\$ (2,387,958)</u>	<u>\$ (2,387,958)</u>	<u>\$ (395,954)</u>	<u>\$ 1,992,004</u>

MISSOULA COUNTY, MONTANA

Notes to Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual

June 30, 2016

Note 1 - Basis of Presentation

The accompanying Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual are presented on the budget basis of accounting. The County prepares its budget on the cash basis. Generally accepted accounting principles (GAAP) require the use of the modified accrual basis of accounting for governmental fund financial statements.

MAJOR FUNDS OTHER THAN SPECIAL REVENUE - Budget to Actual

RSID Debt Service – To account for the budget of the County’s rural special improvement districts for which construction has been completed and principal and interest payments are now required on construction bonds.

Fort Missoula Regional Park Construction – To account for the budget of the construction of Fort Missoula Regional Park as well as other parks and trails projects covered by the issuance of the 2016 Parks & Trails General Obligation bonds.

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MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Major Governmental Funds Other Than Special Revenue
For Fiscal Year Ended June 30, 2016

	RSID Debt Service				Fort Missoula Regional Park Construction			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ 1,171,779	\$ 1,171,819	\$ 1,317,403	\$ 145,584	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>1,171,779</u>	<u>1,171,819</u>	<u>1,317,403</u>	<u>145,584</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	7,933,580	7,933,576	4
Debt Service:								
Principal	764,860	764,860	764,860	-	-	-	-	-
Interest & Fiscal Charges	444,232	444,272	443,705	567	-	263,295	263,294	1
Total Expenditures	<u>1,209,092</u>	<u>1,209,132</u>	<u>1,208,565</u>	<u>567</u>	<u>-</u>	<u>8,196,875</u>	<u>8,196,870</u>	<u>5</u>
Excess of Revenues over (under) Expenditures	(37,313)	(37,313)	108,838	146,151	-	(8,196,875)	(8,196,870)	5
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(23,995)	(27,437)	(3,441)	23,996	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	8,196,875	42,279,911	34,083,036
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (61,308)</u>	<u>\$ (64,750)</u>	<u>\$ 105,397</u>	<u>\$ 170,147</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,083,041</u>	<u>\$ 34,083,041</u>

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NON-MAJOR FUNDS

Special Revenue Funds – to account for revenues which are legally restricted to specific uses.

Road – To account for taxes and other revenues to be used for construction and maintenance of County highways.

Community Assistance – To account for taxes and other revenues to assist community organizations that provide services to meet basic human needs.

Bridge – To account for taxes and other revenues restricted to the construction and maintenance of bridges.

Weed – To account for taxes and other revenues restricted to use in weed control programs.

Weed Grant – To account for revenues related to the State of Montana Weed Grant Program.

Fair – To account for various revenues restricted to use for funding the Western Montana Fair and maintenance of the fairgrounds.

District Court – To account for revenues to be used for expenditures by Clerk of Court, Public Defender, and the Sheriff in court-related matters.

Parks – To account for revenues to support operations of the Parks & Trails Department.

Library – To account for revenues restricted to use in various public library programs in the County.

Planning – To account for revenues used by the Office of Planning.

Grants – To account for revenues used by the Grants Office.

Substance Abuse Prevention – To account for revenues used by the Substance Abuse Prevention Office.

Relationship Violence Services Division – To account for revenues used by the Relationship Violence Services Division.

Community and Planning Services – To account for revenues used by the Community and Planning Services Office.

Building Code Division – To account for revenues used by the Building Code Division.

Health – To account for revenues restricted to use in programs related to public health.

Water Quality District – To account for revenues to be used by the Water Quality District.

Animal Control – To account for revenues to support Animal Control programs.

Extension – To account for revenues restricted to use by the County Extension Service.

Extension Grants – To account for grants and donations revenues received by the County Extension Service.

Bonner Millsite Tax Increment District – To account for tax increment revenues from the Bonner Millsite Tax Increment District.

Drug Forfeiture – To account for revenues from seizures made by the Sheriff's Department in drug-related arrests, and revenues from Board of Crime Control grants to be used in drug-related law enforcement.

Youth Education and Safety – To account for revenues used to support the Youth Education and Safety program.

Historical Museum – To account for revenues restricted to use in art or historical museum programs.

Caremark Rx – To account for revenues related to the County-wide prescription card program.

Missoula and Seeley Lake Search & Rescue funds – To account for revenues used in the Search & Rescue Programs in Missoula and Seeley Lake.

Disaster Emergency Levy – To account for certain costs and related revenues for County disasters as declared by the Board of County Commissioners.

Junk Vehicle – To account for state grant monies restricted to programs to eliminate junk vehicles.

Forest Reserve Title III – To account for the special mitigation projects set aside from the County's Forest Reserve receipts.

RSID Administration – To account for the administration costs and revenues of the County's Rural Special Improvement District Program.

HUD/CDBG – To account for the use of Housing and Urban Development grants and Community Block Grants.

Community Based Organizations – To account for revenues to be used for community programs such as aging programs, child daycare, programs for the developmentally disabled and mentally ill, assistance to victims and witnesses of crimes, cultural grants from the State of Montana and grant supported housing and infrastructure projects.

Permissive Medical Levy – To account for the revenues used to support the County's health insurance program.

Seeley Lake Refuse – To account for those resources used in the Seeley Lake Refuse District.

9-1-1 Trust – To account for revenues received from the State to support the emergency telephone system.

Big Sky Trust – To account for those revenues received from the state for the Big Sky Trust.

Other Special Revenue Funds – To account for various trusts which are expendable both as to principal and interest for specific County purposes, including:

Seeley Lake Stove
LEPC Trust
Open Space

Orchard Home Levee
Friends of the Library
Other Special Revenue Funds

MCFPA Trust
Friends of the Historical Museum

Debt Service Funds – To account for the accumulation of resources for and the payment of long-term debt principal and interest:

Jail Bond Fund – To account for principal and interest payments for the 2012 general obligation refunding bond issue for jail construction.

Risk Management – To account for principal and interest payments for the 2002 General Fund bond issue for the risk management program.

Health Center – To account for principal and interest payments for the 2009 and 2012A limited general obligation bond issues as well as the 2012A limited obligation refunding bonds for the Partnership Health Clinic building.

Fair Ice Rink – To account for principal and interest payments for the 2006 limited general obligation and 2012A limited obligation refunding bond issues for the ice facilities at the Western Montana Fairgrounds.

Technology Tax Increment – To account for principal and interest payments for the 2006 Technology Tax Increment Bonds.

Open Space Bonds – To account for principal and interest payments for the 2007 Open Space general obligation bonds.

Larchmont LTGO Bonds – To account for principal and interest payments for the 2009 limited obligation bonds.

RSID Revolving Fund – To account for revenues set aside to make principal and interest payments in the event that collections of special assessments are insufficient to make those payments.

Capital Improvement Debt Service – To account for principal and interest payments for the 2012B limited obligation bonds.

Parks & Trails Bond Fund – To account for principal and interest payments for the 2016 general obligation bonds.

Capital Project Funds – To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by the proprietary funds:

Capital Improvement Fund – To account for revenues legally set aside for capital purchases that are to low to justify the use of a capital projects fund.

Technology Fund – To account for technology-related capital purchases in the County's Capital Improvement Plan.

Milltown Historical Preservation – To account for revenues used in the historical preservation projects on the Milltown dam site.

Open Space – To account for bond proceeds and other revenues used in the acquisition and maintenance of Open Space properties.

Public Safety Building Fund – To account for construction of the Public Safety Building.

Fair Projects – To account for bond proceeds and other revenues used for construction projects at the Western Montana Fair.

Park Construction Reserve – To account for revenues used in on community parks and trails projects.

MDA Industrial District Construction – To account for proceeds from the series 2006 Industrial Tax Increment Bonds.

Courthouse Reconstruction – To account for bond proceeds and other revenues used for phase one of the Courthouse Reconstruction.

Courthouse Reconstruction Phases 2-5 – To account for bond proceeds and other revenues used for phases 2-5 of the Courthouse Reconstruction.

Relationship Violence Services Division (RVSD) Construction – To account for bond proceeds and other revenues used for the RVSD Building Construction.

Library Bond Construction – To account for bond proceeds and other revenues used for the construction of a new library building.

Historical Museum Capital Campaign – To account for donations and other revenues used for renovations of the T-1 Building.

Capital Reserve Funds – To account for funds placed in reserve for future projects. These funds include:

Library
Weed/Extension Building
Missoula and Search & Rescue

Health
Bridge
Seeley Lake Search & Rescue

Water Quality District
Road
Administration Building

MISSOULA COUNTY, MONTANA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016
(Page 1 of 9)

	Special Revenue									
	Road	Community Assistance Fund	Bridge	Weed	Weed Grant	Fair	District Court	Parks	Library	Planning
Assets:										
Cash & Cash Equivalents	\$ 28,802	\$ 71	\$ 29,246	\$ 4,785	\$ 6,554	\$ -	\$ 12,614	\$ -	\$ 11,309	\$ 1,541
Cash with Fiscal Agents	-	-	-	-	-	7,220	-	-	-	-
Investments	871,756	2,157	885,217	144,836	198,374	-	381,790	-	342,310	46,644
Property Taxes Receivable (net)	96,338	31,366	34,318	19,712	-	11,848	23,433	13,929	83,839	23,624
Accounts Receivable	923,658	1,572	282,548	-	45,818	4,780	5,272	-	-	-
Interest Receivable	-	-	-	-	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	515,943	190,328	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	1,451,373	-	-	-	-	-	-	-	-	-
Total Assets	\$ 3,371,927	\$ 35,166	\$ 1,231,329	\$ 169,333	\$ 250,746	\$ 23,848	\$ 423,109	\$ 529,872	\$ 627,786	\$ 71,809
Liabilities:										
Accounts & Warrants Payable	\$ 765,897	\$ 33,221	\$ 18,193	\$ 3,145	\$ 17,701	\$ 72,803	\$ 1,846	\$ 8,157	\$ 37,811	\$ 36,507
Accrued Interest Payable	-	-	-	-	-	1,220	-	-	-	-
Accrued Payroll	83,121	-	26,355	16,925	-	20,208	32,451	9,579	64,939	-
Due to Other Funds	-	-	-	-	-	109,328	-	-	-	-
Total Liabilities	849,018	33,221	44,548	20,070	17,701	203,559	34,297	17,736	102,750	36,507
Deferred Inflows										
Deferred Taxes and Assessments	96,338	31,366	34,318	19,712	-	11,848	23,433	13,929	83,839	23,624
Other Deferred Receipts	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows	96,338	31,366	34,318	19,712	-	11,848	23,433	13,929	83,839	23,624
Fund Balance:										
Nonspendable	1,451,373	-	-	-	-	-	-	-	-	-
Restricted	975,198	-	1,152,463	129,551	233,045	-	365,379	498,207	441,197	11,678
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	(29,421)	-	-	-	(191,559)	-	-	-	-
Total Fund Balance	2,426,571	(29,421)	1,152,463	129,551	233,045	(191,559)	365,379	498,207	441,197	11,678
Total Liabilities and Fund Balance	\$ 3,371,927	\$ 35,166	\$ 1,231,329	\$ 169,333	\$ 250,746	\$ 23,848	\$ 423,109	\$ 529,872	\$ 627,786	\$ 71,809

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2016
(Page 2 of 9)

	Special Revenue									
	Grants	Substance Abuse Prevention	Relationship Violence Services	Community & Planning Services	Building Code Division	Health	Water Quality District	Animal Control	Extension	Extension Grant
Assets:										
Cash & Cash Equivalents	\$ -	\$ 2,589	\$ -	\$ 11,792	\$ 16,170	\$ 46,116	\$ 8,078	\$ 6,058	\$ 3,068	\$ 610
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	-	78,362	-	356,907	489,443	1,395,822	244,508	183,350	92,864	18,478
Property Taxes Receivable (net)	11,566	12,641	-	16,872	-	38,204	17,744	6,496	15,179	-
Accounts Receivable	266,848	52,002	265,090	-	-	347,677	-	686	9,623	-
Interest Receivable	-	-	-	10	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 278,414	\$ 145,594	\$ 265,090	\$ 385,581	\$ 505,613	\$ 1,827,819	\$ 270,330	\$ 196,590	\$ 120,734	\$ 19,088
Liabilities:										
Accounts & Warrants Payable	\$ 210,363	\$ 80,425	\$ 17,103	\$ 1,918	\$ 2,698	\$ 76,726	\$ 1,206	\$ 22,432	\$ 4,133	\$ 8
Accrued Interest Payable	15,147	-	5,386	-	-	-	-	-	-	-
Accrued Payroll	53,703	7,964	20,864	31,898	16,918	141,224	12,428	17,970	9,527	-
Due to Other Funds	155,750	-	213,777	-	-	-	-	-	-	-
Total Liabilities	434,963	88,389	257,130	33,816	19,616	217,950	13,634	40,402	13,660	8
Deferred Inflows										
Deferred Taxes and Assessments	11,566	12,641	-	16,872	-	38,204	17,744	6,496	15,179	-
Other Deferred Receipts	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows	11,566	12,641	-	16,872	-	38,204	17,744	6,496	15,179	-
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	44,564	7,960	-	485,997	1,571,665	238,952	-	91,895	-
Committed	-	-	-	334,893	-	-	-	149,692	-	19,080
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(168,115)	-	-	-	-	-	-	-	-	-
Total Fund Balance	(168,115)	44,564	7,960	334,893	485,997	1,571,665	238,952	149,692	91,895	19,080
Total Liabilities and Fund Balance	\$ 278,414	\$ 145,594	\$ 265,090	\$ 385,581	\$ 505,613	\$ 1,827,819	\$ 270,330	\$ 196,590	\$ 120,734	\$ 19,088

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2016
(Page 3 of 9)

	Special Revenue									
	Bonner Millsite Tax Increment District	Drug Forfeiture	Youth Education & Safety	Historical Museum	Caremark NACo Rx	Missoula Search & Rescue	Seeley Lake Search & Rescue	Disaster Emergency Levy	Junk Vehicle	Forest Reserve Title III
Assets:										
Cash & Cash Equivalents	\$ 8,522	\$ 5,866	\$ 187	\$ 8,574	\$ 106	\$ 2,485	\$ 1,460	\$ -	\$ 1,064	\$ 3,006
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	257,947	177,542	5,645	259,521	3,207	75,210	44,201	-	32,188	90,987
Property Taxes Receivable (net)	-	-	-	16,296	-	1,879	896	13	-	-
Accounts Receivable	-	2,717	-	9,983	-	-	-	-	-	-
Interest Receivable	-	97	5	-	-	-	-	-	4	-
Loans & Notes Receivable (net)	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 266,469	\$ 186,222	\$ 5,837	\$ 294,374	\$ 3,313	\$ 79,574	\$ 46,557	\$ 13	\$ 33,256	\$ 93,993
Liabilities:										
Accounts & Warrants Payable	\$ -	\$ -	\$ 747	\$ 16,123	\$ -	\$ 17,478	\$ 958	\$ -	\$ 529	\$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	-	9,467	-	12,246	-	-	-	-	1,786	-
Due to Other Funds	-	-	-	-	-	-	-	1,340	-	-
Total Liabilities	-	9,467	747	28,369	-	17,478	958	1,340	2,315	-
Deferred Inflows										
Deferred Taxes and Assessments	-	-	-	16,296	-	1,879	896	13	-	-
Other Deferred Receipts	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows	-	-	-	16,296	-	1,879	896	13	-	-
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	266,469	176,755	5,090	249,709	-	60,217	44,703	-	30,941	93,993
Committed	-	-	-	-	3,313	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(1,340)	-	-
Total Fund Balance	266,469	176,755	5,090	249,709	3,313	60,217	44,703	(1,340)	30,941	93,993
Total Liabilities and Fund Balance	\$ 266,469	\$ 186,222	\$ 5,837	\$ 294,374	\$ 3,313	\$ 79,574	\$ 46,557	\$ 13	\$ 33,256	\$ 93,993

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2016
(Page 4 of 9)

	Special Revenue									
	RSID Administration	HUD/ CDBG	Community Based Organizations	Permissive Medical Levy	Seeley Lake Refuse	9-1-1 Trust	Seeley Lake Stove Project	Friends of the Library	Friends of Historical Museum	Open Space
Assets:										
Cash & Cash Equivalents	\$ 4,502	\$ 31,856	\$ 4,493	\$ -	\$ 6,016	\$ 24,733	\$ 2,009	\$ 1,190	\$ 2,485	\$ 1
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	136,258	964,199	135,998	-	182,097	748,627	60,805	36,008	75,236	32
Property Taxes Receivable (net)	-	-	29,515	60,223	30,017	-	-	-	-	93
Accounts Receivable	-	-	-	-	-	268,403	-	-	-	-
Interest Receivable	-	487	-	-	88	576	-	18	39	-
Loans & Notes Receivable	106,676	393,312	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 247,436</u>	<u>\$ 1,389,854</u>	<u>\$ 170,006</u>	<u>\$ 60,223</u>	<u>\$ 218,218</u>	<u>\$ 1,042,339</u>	<u>\$ 62,814</u>	<u>\$ 37,216</u>	<u>\$ 77,760</u>	<u>\$ 126</u>
Liabilities:										
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ -	\$ 20,848	\$ -	\$ -	\$ 2,752	\$ 4,694	\$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	2,050	-	-	-	391	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>2,050</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,239</u>	<u>-</u>	<u>-</u>	<u>2,752</u>	<u>4,694</u>	<u>-</u>
Deferred Inflows										
Deferred Taxes and Assessments	-	-	29,515	60,223	30,017	-	-	-	-	93
Other Deferred Receipts	106,676	393,312	-	-	-	-	-	-	-	-
Total Deferred Inflows	<u>106,676</u>	<u>393,312</u>	<u>29,515</u>	<u>60,223</u>	<u>30,017</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93</u>
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	996,542	140,491	-	-	1,042,339	62,814	-	-	-
Committed	138,710	-	-	-	166,962	-	-	34,464	73,066	33
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balance	<u>138,710</u>	<u>996,542</u>	<u>140,491</u>	<u>-</u>	<u>166,962</u>	<u>1,042,339</u>	<u>62,814</u>	<u>34,464</u>	<u>73,066</u>	<u>33</u>
Total Liabilities and Fund Balance	<u>\$ 247,436</u>	<u>\$ 1,389,854</u>	<u>\$ 170,006</u>	<u>\$ 60,223</u>	<u>\$ 218,218</u>	<u>\$ 1,042,339</u>	<u>\$ 62,814</u>	<u>\$ 37,216</u>	<u>\$ 77,760</u>	<u>\$ 126</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2016
(Page 5 of 9)

	Special Revenue		Debt Service			
	Other Special Revenue		Jail Bond	Health Center 2012 Refi	Risk Management	Fair Ice Rink Series 2012 Refinance
Assets:						
Cash & Cash Equivalents	\$	1,099	\$ -	\$ -	\$ -	\$ -
Cash with Fiscal Agents		-	1,226,500	35,680	-	65,605
Investments		33,257	-	-	13	-
Property Taxes Receivable (net)		4	35,100	-	375	-
Accounts Receivable		-	-	-	-	-
Interest Receivable		17	-	-	-	-
Loans & Notes Receivable		-	-	-	-	-
Due to Other Funds		-	-	-	-	-
Advances to Other Funds		-	-	-	-	-
Advances to Component Units		-	-	110,000	-	-
Prepaid Costs		-	-	-	-	-
Inventory		-	-	-	-	-
Total Assets	\$	<u>34,377</u>	<u>\$ 1,261,600</u>	<u>\$ 145,680</u>	<u>\$ 388</u>	<u>\$ 65,605</u>
Liabilities:						
Accounts & Warrants Payable	\$	-	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payable		-	36,500	680	-	5,605
Accrued Payroll		-	-	-	-	-
Due to Other Funds		-	438,179	26,682	-	90,466
Total Liabilities		<u>-</u>	<u>474,679</u>	<u>27,362</u>	<u>-</u>	<u>96,071</u>
Deferred Inflows						
Deferred Taxes and Assessments		4	35,100	-	375	-
Other Deferred Receipts		-	-	-	-	-
Total Deferred Inflows		<u>4</u>	<u>35,100</u>	<u>-</u>	<u>375</u>	<u>-</u>
Fund Balance:						
Nonspendable		-	-	-	-	-
Restricted		-	751,821	-	13	-
Committed		34,373	-	118,318	-	-
Assigned		-	-	-	-	-
Unassigned		-	-	-	-	(30,466)
Total Fund Balance		<u>34,373</u>	<u>751,821</u>	<u>118,318</u>	<u>13</u>	<u>(30,466)</u>
Total Liabilities and Fund Balance	\$	<u><u>34,377</u></u>	<u><u>\$ 1,261,600</u></u>	<u><u>\$ 145,680</u></u>	<u><u>\$ 388</u></u>	<u><u>\$ 65,605</u></u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2015
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	Debt Service								
	Fair Ice Rink Series 2006	Technology Tax Increment Bonds	Open Space Bonds	Health Center 2009	Health Center 2012	Larchmont Bonds	RSID Revolving	Capital Improvement Debt Service	Parks & Trails Bonds
Assets:									
Cash & Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,258	\$ -	\$ -
Cash with Fiscal Agents	50,819	74,034	489,244	120,451	19,370	59,606	-	512,727	-
Investments	-	-	-	-	-	-	673,696	-	-
Property Taxes Receivable (net)	-	-	14,314	-	-	-	57	-	-
Interest Receivable	-	-	-	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	102,533	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	840,000	16,877	-	-
Advances to Component Units	-	-	-	1,475,000	345,000	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Total Assets	\$ 50,819	\$ 74,034	\$ 503,558	\$ 1,595,451	\$ 364,370	\$ 899,606	\$ 815,421	\$ 512,727	\$ -
Liabilities:									
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payable	10,818	24,034	64,244	35,451	4,370	14,606	-	134,455	-
Accrued Payroll	-	-	-	-	-	-	-	-	-
Due to Other Funds	42,421	40,984	335,426	120,151	12,598	59,606	-	512,727	700
Advances from Other Funds	-	-	-	-	-	-	-	-	-
Total Liabilities	53,239	65,018	399,670	155,602	16,968	74,212	-	647,182	700
Deferred Inflows									
Deferred Taxes and Assessments	-	-	14,314	-	-	-	57	-	-
Other Deferred Receipts	-	-	-	-	-	-	102,533	-	-
Total Deferred Inflows	-	-	14,314	-	-	-	102,590	-	-
Fund Balance:									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	9,016	89,574	-	-	-	712,831	-	-
Committed	-	-	-	1,439,849	347,402	825,394	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	(2,420)	-	-	-	-	-	-	(134,455)	(700)
Total Fund Balance	(2,420)	9,016	89,574	1,439,849	347,402	825,394	712,831	(134,455)	(700)
Total Liabilities and Fund Balance	\$ 50,819	\$ 74,034	\$ 503,558	\$ 1,595,451	\$ 364,370	\$ 899,606	\$ 815,421	\$ 512,727	\$ -

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2015
(Page 7 of 9)

	Capital Projects							
	Capital Improvements	Technology	Milltown Historical Preservation	Open Space	Library Capital Reserve	Health Building Reserve	WQD Capital Reserve	Public Safety Capital Reserve
Assets:								
Cash & Cash Equivalents	\$ -	\$ 12,164	\$ 3,307	\$ -	\$ 5,413	\$ 14,844	\$ 3,618	\$ 1,659
Cash with Fiscal Agents	-	-	-	-	-	-	-	-
Investments	-	368,178	100,112	-	163,827	449,293	109,513	50,201
Property Taxes Receivable (net)	23,061	29,315	-	-	-	-	-	-
Accounts Receivable	-	4,521	-	-	-	-	-	-
Interest Receivable	-	-	51	162	121	229	56	-
Loans & Notes Receivable	59,752	-	-	-	-	-	-	-
Due from Other Funds	1,065,045	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,147,858</u>	<u>\$ 414,178</u>	<u>\$ 103,470</u>	<u>\$ 162</u>	<u>\$ 169,361</u>	<u>\$ 464,366</u>	<u>\$ 113,187</u>	<u>\$ 51,860</u>
Liabilities:								
Accounts & Warrants Payable	\$ -	\$ 1,133	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,220
Accrued Interest Payable	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	333,850	-	-	-	-
Total Liabilities	<u>-</u>	<u>1,133</u>	<u>-</u>	<u>333,850</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,220</u>
Deferred Inflows								
Deferred Taxes and Assessments	23,061	29,315	-	-	-	-	-	-
Other Deferred Receipts	-	-	-	-	-	-	-	-
Total Deferred Inflows	<u>23,061</u>	<u>29,315</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	383,730	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	1,124,797	-	103,470	-	169,361	464,366	113,187	46,640
Unassigned	-	-	-	(333,688)	-	-	-	-
Total Fund Balance	<u>1,124,797</u>	<u>383,730</u>	<u>103,470</u>	<u>(333,688)</u>	<u>169,361</u>	<u>464,366</u>	<u>113,187</u>	<u>46,640</u>
Total Liabilities and Fund Balance	<u>\$ 1,147,858</u>	<u>\$ 414,178</u>	<u>\$ 103,470</u>	<u>\$ 162</u>	<u>\$ 169,361</u>	<u>\$ 464,366</u>	<u>\$ 113,187</u>	<u>\$ 51,860</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2015
(Page 8 of 9)

	Capital Projects							
	Fair Capital Projects	Park Construction Reserve	Weed/Ext Building Reserve	Bridge Reserve	Road Escrow	Missoula Search & Rescue Reserve	Seeley Lake Search & Rescue Reserve	Library Bond Construction
Assets:								
Cash & Cash Equivalents	\$ -	\$ 318	\$ 30,296	\$ 11,626	\$ 12,485	\$ 1,820	\$ 342	\$ -
Cash with Fiscal Agents	-	-	-	-	-	-	-	-
Investments	-	9,624	916,992	351,894	377,881	55,107	10,349	-
Property Taxes Receivable (net)	-	-	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	-	-	-	-
Interest Receivable	-	80	467	-	192	28	5	-
Loans & Notes Receivable	61,000	-	-	-	-	-	-	-
Due from Other Funds	-	153,332	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 61,000</u>	<u>\$ 163,354</u>	<u>\$ 947,755</u>	<u>\$ 363,520</u>	<u>\$ 390,558</u>	<u>\$ 56,955</u>	<u>\$ 10,696</u>	<u>\$ -</u>
Liabilities:								
Accounts & Warrants Payable	\$ -	\$ 6,733	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-	-
Due to Other Funds	97,388	-	-	-	-	-	-	190,328
Total Liabilities	<u>97,388</u>	<u>6,733</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>190,328</u>
Deferred Inflows								
Deferred Taxes and Assessments	-	-	-	-	-	-	-	-
Other Deferred Receipts	61,000	-	-	-	-	-	-	-
Total Deferred Inflows	<u>61,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	156,621	947,755	363,520	390,558	56,955	10,696	-
Unassigned	(97,388)	-	-	-	-	-	-	(190,328)
Total Fund Balance	<u>(97,388)</u>	<u>156,621</u>	<u>947,755</u>	<u>363,520</u>	<u>390,558</u>	<u>56,955</u>	<u>10,696</u>	<u>(190,328)</u>
Total Liabilities and Fund Balance	<u>\$ 61,000</u>	<u>\$ 163,354</u>	<u>\$ 947,755</u>	<u>\$ 363,520</u>	<u>\$ 390,558</u>	<u>\$ 56,955</u>	<u>\$ 10,696</u>	<u>\$ -</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2015
(Page 9 of 9)

	Capital Projects					
	Museum Capital Campaign	Courthouse Reconstruction	Courthouse Reconstruction Phase 2-5	RVSD Building Construction	Admin Bldg Acquisition Reserve	Total
Assets:						
Cash & Cash Equivalents	\$ 8,866	\$ -	\$ -	\$ -	\$ -	\$ 428,073
Cash with Fiscal Agents	-	-	-	-	-	2,661,256
Investments	268,347	-	-	-	-	12,956,810
Property Taxes Receivable (net)	-	-	-	-	-	698,267
Accounts Receivable	-	-	-	-	-	2,491,198
Interest Receivable	-	-	-	-	-	2,732
Loans & Notes Receivable	-	-	-	-	-	723,273
Due from Other Funds	-	-	-	-	-	1,924,648
Advances to Other Funds	-	-	-	-	-	856,877
Advances to Component Units	-	-	-	-	-	1,930,000
Inventory	-	-	-	-	-	1,451,373
Total Assets	<u>\$ 277,213</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,124,507</u>
Liabilities:						
Accounts & Warrants Payable	\$ -	\$ 160,110	\$ 69,047	\$ -	\$ -	\$ 1,718,665
Accrued Interest Payable	-	-	-	-	-	352,516
Accrued Payroll	-	-	-	-	-	592,014
Due to Other Funds	-	2,033,385	947,866	87,514	16,617	5,867,083
Total Liabilities	<u>-</u>	<u>2,193,495</u>	<u>1,016,913</u>	<u>87,514</u>	<u>16,617</u>	<u>8,530,278</u>
Deferred Inflows						
Deferred Taxes and Assessments	-	-	-	-	-	698,267
Other Deferred Receipts	-	-	-	-	-	663,521
Total Deferred Inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,361,788</u>
Fund Balance:						
Nonspendable	-	-	-	-	-	1,451,373
Restricted	-	-	-	-	-	11,364,799
Committed	277,213	-	-	-	-	3,962,762
Assigned	-	-	-	-	-	3,947,926
Unassigned	-	(2,193,495)	(1,016,913)	(87,514)	(16,617)	(4,494,419)
Total Fund Balance	<u>277,213</u>	<u>(2,193,495)</u>	<u>(1,016,913)</u>	<u>(87,514)</u>	<u>(16,617)</u>	<u>16,232,441</u>
Total Liabilities and Fund Balance	<u>\$ 277,213</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,124,507</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
(Page 1 of 9)

Special Revenue										
	Road	Community Assistance Fund	Bridge	Weed	Weed Grant	Fair	District Court	Parks	Library	Planning
Revenues:										
Property Taxes	\$ 2,124,179	\$ 829,557	\$ 975,394	\$ 587,374	\$ -	\$ 397,233	\$ 959,258	\$ 445,446	\$ 2,410,933	\$ 674,119
Licenses & Permits	11,286	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	5,042,819	238,088	476,565	49,426	269,425	14,701	85,253	14,259	272,644	89,632
Charges for Services	39,778	-	-	-	-	676,134	64,387	-	2,328	-
Fines & Forfeitures	-	-	-	-	-	-	574	-	75,419	-
Investment Earnings	-	-	-	-	-	205	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	18,666	-	-	30	-	-	-	29,467	40,094	-
Total Revenues	7,236,728	1,067,645	1,451,959	636,830	269,425	1,088,273	1,109,472	489,172	2,801,418	763,751
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	1,084,210	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Works	4,154,554	-	918,997	499,860	235,086	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	858,036	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	1,028,726	-	487,202	2,421,853	-
Housing & Community Development	-	-	-	-	-	-	-	-	-	336,507
Capital Outlay	3,222,463	-	337,812	1,209	-	301,517	9,760	31,874	239,644	-
Debt Service:										
Principal	251,848	-	-	-	-	12,000	-	-	-	-
Interest and Fiscal Charges	10,880	-	-	-	-	2,560	-	-	-	-
Total Expenditures	7,639,745	858,036	1,256,809	501,069	235,086	1,344,803	1,093,970	519,076	2,661,497	336,507
Excess of Revenues over (under) Expenditures	(403,017)	209,609	195,150	135,761	34,339	(256,530)	15,502	(29,904)	139,921	427,244
Other Financing Sources (uses):										
Transfers In	109,261	-	35,122	112,307	72,955	16,115	64,126	78,014	101,517	-
Transfers Out	(35,700)	(95,711)	(1,000)	(207,339)	(99,856)	(5,800)	(127,250)	(3,200)	-	(420,527)
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	85,000	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	(244,456)	113,898	229,272	40,729	7,438	(246,215)	(47,622)	44,910	241,438	6,717
Fund Balance - Beginning of Year	2,718,322	(143,319)	923,191	88,822	225,607	54,656	413,001	453,297	199,759	4,961
Fund Balance Transfer	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	(47,295)	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 2,426,571	\$ (29,421)	\$ 1,152,463	\$ 129,551	\$ 233,045	\$ (191,559)	\$ 365,379	\$ 498,207	\$ 441,197	\$ 11,678

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Special Revenue									
	Grants	Substance Abuse Prevention	Relationship Violence Services	Community & Planning Services	Building Code Division	Health	Water Quality District	Animal Control	Extension	Extension Grant
Revenues:										
Property Taxes	\$ 466,597	\$ 375,102	\$ -	\$ 587,731	\$ -	\$ 2,221,186	\$ -	\$ 464,646	\$ 454,242	\$ -
Licenses & Permits	-	-	-	71,919	598,283	138,207	-	248,734	-	-
Intergovernmental Revenue	1,147,712	179,172	674,635	236,644	-	1,985,414	-	22,892	49,937	4,950
Charges for Services	-	70,815	1,680	31,504	75,351	1,398,690	446,550	67,202	818	-
Fines & Forfeitures	-	-	43,463	-	-	-	-	-	-	-
Investment Earnings	-	-	-	90	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	53,457	140,000	32,868	-	-
Miscellaneous Revenues	-	18,125	-	428	-	44,982	10	11,131	24,148	-
Total Revenues	1,614,309	643,214	719,778	928,316	673,634	5,841,936	586,560	847,473	529,145	4,950
Expenditures:										
Current Operations:										
General Government	504,677	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	80,694	-	-	-	-	-	-	-
Public Works	-	-	-	-	526,708	-	-	-	472,203	3,123
Public Health	470,993	615,013	-	-	-	5,585,210	481,287	731,574	-	-
Social & Economic Services	-	-	729,108	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-	-
Housing & Community Development	487,437	-	-	1,417,253	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	134,113	-	73,064	1,209	-
Debt Service:										
Principal	27,018	-	9,608	-	19,298	-	-	-	-	-
Interest and Fiscal Charges	46,495	-	16,534	-	670	-	-	-	-	-
Total Expenditures	1,536,620	615,013	835,944	1,417,253	546,676	5,719,323	481,287	804,638	473,412	3,123
Excess of Revenues over (under) Expenditures	77,689	28,201	(116,166)	(488,937)	126,958	122,613	105,273	42,835	55,733	1,827
Other Financing Sources (uses):										
Transfers In	47,369	-	148,425	606,075	-	226,308	-	33,102	51,240	5,114
Transfers Out	(401,575)	(2,914)	(15,700)	(87,042)	-	(89,200)	(7,000)	(7,700)	(104,798)	(4,914)
Issuance of Debt	9,036	-	3,214	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	(267,481)	25,287	19,773	30,096	126,958	259,721	98,273	68,237	2,175	2,027
Fund Balance - Beginning of Year	99,366	19,277	(11,813)	304,797	359,039	1,311,944	140,679	81,455	89,720	17,053
Fund Balance Transfer	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ (168,115)	\$ 44,564	\$ 7,960	\$ 334,893	\$ 485,997	\$ 1,571,665	\$ 238,952	\$ 149,692	\$ 91,895	\$ 19,080

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
(Page 3 of 9)

	Special Revenue									
	Bonner Millsite Tax Increment District	Drug Forfeiture	Youth Education & Safety	Historical Museum	Caremark NACo Rx	Missoula Search & Rescue	Seeley Lake Search & Rescue	Disaster Emergency Levy	Junk Vehicle	Forest Reserve Title III
Revenues:										
Property Taxes	\$ 162,778	\$ -	\$ -	\$ 460,844	\$ -	\$ 53,325	\$ 28,578	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	13,986	152,782	-	66,617	-	1,275	676	-	178,576	57,993
Charges for Services	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	9,851	-	-	-	-	-	-	-	-
Investment Earnings	-	1,000	45	-	-	-	-	-	(75)	-
Private & Local Grants	-	-	110	22,758	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	3,185	-	-	-	-	-
Total Revenues	176,764	163,633	155	550,219	3,185	54,600	29,254	-	178,501	57,993
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	269,616	8,657	-	-	8,816	5,338	-	-	81,179
Public Works	869	-	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-	85,133	-
Social & Economic Services	-	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	535,264	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	1,260	-	37,190	6,446	-	252,980	-
Debt Service:										
Principal	-	-	-	28,237	-	-	1,365	-	-	-
Interest and Fiscal Charges	-	-	-	3,558	-	-	392	-	-	-
Total Expenditures	869	269,616	8,657	568,319	-	46,006	13,541	-	338,113	81,179
Excess of Revenues over (under) Expenditures	175,895	(105,983)	(8,502)	(18,100)	3,185	8,594	15,713	-	(159,612)	(23,186)
Other Financing Sources (uses):										
Transfers In	-	135,000	-	95,967	-	31,500	-	-	-	-
Transfers Out	-	(4,100)	-	-	(10,000)	-	-	-	(1,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	175,895	24,917	(8,502)	77,867	(6,815)	40,094	15,713	-	(160,612)	(23,186)
Fund Balance - Beginning of Year	90,574	151,838	13,592	171,842	10,128	20,123	28,990	(1,340)	191,553	117,179
Fund Balance Transfer	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 266,469	\$ 176,755	\$ 5,090	\$ 249,709	\$ 3,313	\$ 60,217	\$ 44,703	\$ (1,340)	\$ 30,941	\$ 93,993

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Special Revenue									
	RSID Administration	HUD/ CDBG	Community Based Organizations	Permissive Medical Levy	Seeley Lake Refuse	9-1-1 Trust	Seeley Lake Stove Project	Friends of the Library	Friends of Historical Museum	Open Space
Property Taxes	\$ -	\$ -	\$ 858,454	\$ 1,879,984	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	76,000	27,016	-	896,372	-	-	-	-
Charges for Services	-	-	-	-	327,250	-	-	-	11,386	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Investment Earnings	-	129,709	-	-	609	4,734	-	158	345	-
Private & Local Grants	-	-	-	-	-	-	-	30,932	67,015	-
Miscellaneous Revenues	3,000	-	-	-	-	-	-	-	-	-
Total Revenues	3,000	129,709	934,454	1,907,000	327,859	901,106	-	31,090	78,746	-
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Works	34,171	-	-	-	294,990	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	916,943	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	24,372	49,750	-
Housing & Community Development	-	85,189	-	-	-	-	-	-	-	36,136
Capital Outlay	-	-	-	-	-	-	-	7,187	-	-
Debt Service:										
Principal	-	-	-	-	5,700	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	231	-	-	-	-	-
Total Expenditures	34,171	85,189	916,943	-	300,921	-	-	31,559	49,750	36,136
Excess of Revenues over (under) Expenditures	(31,171)	44,520	17,511	1,907,000	26,938	901,106	-	(469)	28,996	(36,136)
Other Financing Sources (uses):										
Transfers In	109,769	-	75,756	-	-	-	62,814	-	-	-
Transfers Out	(15,000)	-	-	(1,907,000)	-	(972,662)	-	-	(16,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	63,598	44,520	93,267	-	26,938	(71,556)	62,814	(469)	12,996	(36,136)
Fund Balance - Beginning of Year	75,112	952,022	47,224	-	140,024	1,113,895	-	34,933	60,070	36,169
Fund Balance Transfer	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 138,710	\$ 996,542	\$ 140,491	\$ -	\$ 166,962	\$ 1,042,339	\$ 62,814	\$ 34,464	\$ 73,066	\$ 33

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Special Revenue					Debt Service			
	Other Special Revenue	Big Sky Trust	Orchard Home Levee	MCFPA Trust	LEPC Trust	Jail Bond	Health Center 2012 Refi	Risk Management	Fair Ice Rink Series 2012 Refinance
Revenues:									
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,001,923	\$ -	\$ 219	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	587,838	-	-	-	274,928	1,525	-	-
Charges for Services	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-
Investment Earnings	148	-	-	-	-	(451)	12	46	-
Private & Local Grants	1,449	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-	71,210
Total Revenues	1,597	587,838	-	-	-	1,276,400	1,537	265	71,210
Expenditures:									
Current Operations:									
General Government	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	799	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-	-
Public Health	407	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-
Housing & Community Development	-	532,902	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
Debt Service:									
Principal	-	-	-	-	-	1,160,000	30,000	-	60,000
Interest and Fiscal Charges	-	-	-	-	-	73,300	1,405	-	11,360
Total Expenditures	407	532,902	-	799	-	1,233,300	31,405	-	71,360
Excess of Revenues over (under) Expenditures	1,190	54,936	-	(799)	-	43,100	(29,868)	265	(150)
Other Financing Sources (uses):									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(337)	-	-	(26,311)	-
Issuance of Debt	-	-	-	-	-	-	-	-	-
Refunding Bonds	-	-	-	-	-	-	-	-	-
Premium on Issuance of Debt	-	-	-	-	-	-	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	1,190	54,936	-	(799)	(337)	43,100	(29,868)	(26,046)	(150)
Fund Balance - Beginning of Year	33,183	(54,936)	12,307	799	337	708,721	148,186	26,059	(30,316)
Fund Balance Transfer	-	-	(12,307)	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 34,373	\$ -	\$ -	\$ -	\$ -	\$ 751,821	\$ 118,318	\$ 13	\$ (30,466)

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Debt Service								
	Fair Ice Rink Series 2006	Technology Tax Increment Bonds	Open Space Bonds	Health Center 2009	Health Center 2012	Larchmont Bonds	RSID Revolving	Capital Improvement Debt Service	Parks & Trails Bonds
Revenues:									
Property Taxes	\$ -	\$ -	\$ 544,762	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	15,849	72,873	8,905	30,013	-	-	-
Charges for Services	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	61,638	-	-	-	-	-	6,031	-	-
Total Revenues	61,638	-	560,611	72,873	8,905	30,013	6,031	-	-
Expenditures:									
Current Operations:									
General Government	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
Debt Service:									
Principal	35,000	50,000	410,000	80,000	15,000	45,000	-	582,559	-
Interest and Fiscal Charges	21,987	48,419	129,639	71,253	8,845	29,563	-	273,057	700
Total Expenditures	56,987	98,419	539,639	151,253	23,845	74,563	-	855,616	700
Excess of Revenues over (under) Expenditures	4,651	(98,419)	20,972	(78,380)	(14,940)	(44,550)	6,031	(855,616)	(700)
Other Financing Sources (uses):									
Transfers In	-	99,888	-	-	-	-	524	863,589	-
Transfers Out	-	-	-	-	-	-	(100,000)	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	-
Premium on Issuance of Debt	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	4,651	1,469	20,972	(78,380)	(14,940)	(44,550)	(93,445)	7,973	(700)
Fund Balance - Beginning of Year	(7,071)	7,547	68,602	1,518,229	362,342	869,944	806,276	(142,428)	-
Fund Reclassifications	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ (2,420)	\$ 9,016	\$ 89,574	\$ 1,439,849	\$ 347,402	\$ 825,394	\$ 712,831	\$ (134,455)	\$ (700)

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Capital Projects							
	Capital Improvements	Technology	Milltown Historical Preservation	Open Space	Library Capital Reserve	Health Building Reserve	WQD Capital Reserve	Public Safety Capital Reserve
Revenues:								
Property Taxes	\$ 815,991	\$ 933,924	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	8,447	45,954	-	-	-	-	-	-
Charges for Services	-	85,436	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	440	1,973	1,264	1,979	483	(219)
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	808	-	-	-	-	-	-	14,455
Total Revenues	825,246	1,065,314	440	1,973	1,264	1,979	483	14,236
Expenditures:								
Current Operations:								
General Government	-	552,362	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	160,000	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-
Capital Outlay	1,986	378,802	-	735,668	-	-	-	762,286
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-
Total Expenditures	1,986	931,164	-	735,668	160,000	-	-	762,286
Excess of Revenues over (under) Expenditures	823,260	134,150	440	(733,695)	(158,736)	1,979	483	(748,050)
Other Financing Sources (uses):								
Transfers In	1,007,000	1,297,550	-	-	-	-	-	615,000
Transfers Out	(863,589)	(1,285,682)	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Net change in Fund Balance	966,671	146,018	440	(733,695)	(158,736)	1,979	483	(133,050)
Fund Balance - Beginning of Year	158,126	237,712	103,030	400,007	328,097	462,387	112,704	179,690
Fund Reclassifications	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 1,124,797	\$ 383,730	\$ 103,470	\$ (333,688)	\$ 169,361	\$ 464,366	\$ 113,187	\$ 46,640

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Capital Projects							
	Fair Capital Projects	Park Construction Reserve	Weed/Ext Building Reserve	Bridge Reserve	Road Escrow	Missoula Search & Rescue Reserve	Seeley Lake Search & Rescue Reserve	Library Bond Construction
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	805	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	696	3,499	-	32,936	281	(115)	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	35	-	-	-	-	-	-
Total Revenues	-	731	4,304	-	32,936	281	(115)	-
Expenditures:								
Current Operations:								
General Government	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	2,053	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-
Culture & Recreation	-	6,733	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-
Capital Outlay	9,457	-	10,912	-	-	-	161,611	190,328
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-
Total Expenditures	9,457	6,733	12,965	-	-	-	161,611	190,328
Excess of Revenues over (under) Expenditures	(9,457)	(6,002)	(8,661)	-	32,936	281	(161,726)	(190,328)
Other Financing Sources (uses):								
Transfers In	-	-	199,368	-	-	-	-	-
Transfers Out	-	-	-	-	-	(31,500)	-	-
Issuance of Debt	-	-	-	-	-	-	155,064	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Net change in Fund Balance	(9,457)	(6,002)	190,707	-	32,936	(31,219)	(6,662)	(190,328)
Fund Balance - Beginning of Year	(87,931)	162,623	757,048	363,520	357,622	88,174	17,358	-
Fund Reclassifications	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ (97,388)	\$ 156,621	\$ 947,755	\$ 363,520	\$ 390,558	\$ 56,955	\$ 10,696	\$ (190,328)

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Capital Projects						
	Museum Capital Campaign	Courthouse Reconstruction	Courthouse Reconstruction Phase 2-5	RVSD Building Construction	Admin Bldg Acquisition Reserve	MDA Industrial District Construction	Total
Revenues:							
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,713,779
Licenses & Permits	-	-	-	-	-	-	1,068,429
Intergovernmental Revenue	-	-	-	-	-	-	13,371,793
Charges for Services	-	-	-	-	-	-	3,300,114
Fines & Forfeitures	-	-	-	-	-	-	129,307
Investment Earnings	-	-	-	-	-	2	179,794
Private & Local Grants	286,353	-	-	-	-	-	634,942
Miscellaneous Revenues	-	-	-	-	-	-	347,443
Total Revenues	<u>286,353</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>	<u>39,745,601</u>
Expenditures:							
Current Operations:							
General Government	-	-	-	-	326,667	-	1,383,706
Criminal Justice	-	-	-	-	-	-	1,084,210
Public Safety	-	-	-	-	-	-	455,099
Public Works	-	-	-	-	-	-	7,142,614
Public Health	-	-	-	-	-	-	7,969,617
Social & Economic Services	-	-	-	-	-	-	2,504,087
Culture & Recreation	-	-	-	-	-	-	4,713,900
Housing & Community Development	-	-	-	-	-	-	2,895,424
Capital Outlay	9,140	3,300,312	984,694	-	692	-	11,203,616
Debt Service:							
Principal	-	-	-	-	-	-	2,822,633
Interest and Fiscal Charges	-	-	-	-	-	-	750,848
Total Expenditures	<u>9,140</u>	<u>3,300,312</u>	<u>984,694</u>	<u>-</u>	<u>327,359</u>	<u>-</u>	<u>42,925,754</u>
Excess of Revenues over (under) Expenditures	277,213	(3,300,312)	(984,694)	-	(327,359)	2	(3,180,153)
Other Financing Sources (uses):							
Transfers In	-	193,161	-	-	-	-	6,493,936
Transfers Out	-	-	-	-	-	(1,397)	(6,951,804)
Issuance of Debt	-	-	-	-	-	-	167,314
Sale of Capital Assets	-	-	-	-	-	-	85,000
Net change in Fund Balance	277,213	(3,107,151)	(984,694)	-	(327,359)	(1,395)	(3,385,707)
Fund Balance - Beginning of Year	-	913,656	(32,219)	(87,514)	310,742	1,395	19,677,750
Fund Reclassifications	-	-	-	-	-	-	(12,307)
Change in Inventory Reserves	-	-	-	-	-	-	(47,295)
Fund Balance - End of Year	<u>\$ 277,213</u>	<u>\$ (2,193,495)</u>	<u>\$ (1,016,913)</u>	<u>\$ (87,514)</u>	<u>\$ (16,617)</u>	<u>\$ -</u>	<u>\$ 16,232,441</u>

NON-MAJOR FUNDS - Budget to Actual

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MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Special Revenue Funds								
	Road				Community Assistance Fund			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 2,099,921	\$ 2,099,921	\$ 2,124,179	\$ 24,258	\$ 805,504	\$ 805,504	\$ 829,557	\$ 24,053
License & Permits	7,250	7,250	11,088	3,838	-	-	-	-
Intergovernmental Revenue	6,396,382	6,406,382	4,817,708	(1,588,674)	190,477	190,477	238,088	47,611
Charges for Services	23,000	23,000	39,778	16,778	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	15,500	15,500	9,619	(5,881)	-	-	-	-
Total Revenues	8,542,053	8,552,053	7,002,372	(1,549,681)	995,981	995,981	1,067,645	71,664
Expenditures:								
Current Operations:								
Personnel	2,560,381	2,560,381	2,521,548	38,833	-	-	-	-
Operations	1,933,962	1,940,262	1,645,110	295,152	885,661	849,950	857,486	(7,536)
Capital Outlay	4,838,172	5,178,172	3,419,429	1,758,743	-	-	-	-
Debt Service:								
Principal	251,849	251,849	251,848	1	-	-	-	-
Interest	6,856	10,881	10,880	1	-	-	-	-
Total Expenditures	9,591,220	9,941,545	7,848,815	2,092,730	885,661	849,950	857,486	(7,536)
Excess of Revenues over (under) Expenditures	(1,049,167)	(1,389,492)	(846,443)	543,049	110,320	146,031	210,159	64,128
Other Financing Sources (Uses):								
Transfers In	675,348	1,005,348	109,261	(896,087)	-	-	-	-
Transfers Out	(34,000)	(35,700)	(35,700)	-	(60,000)	(95,711)	(95,711)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	65,000	65,000	85,000	20,000	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ (342,819)	\$ (354,844)	\$ (687,882)	\$ (333,038)	\$ 50,320	\$ 50,320	\$ 114,448	\$ 64,128

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Special Revenue Funds							
	Bridge				Weed			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 957,765	\$ 957,765	\$ 975,394	\$ 17,629	\$ 577,949	\$ 577,949	\$ 587,374	\$ 9,425
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	870,652	855,652	266,770	(588,882)	49,424	49,424	49,426	2
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	30	30
Total Revenues	<u>1,828,417</u>	<u>1,813,417</u>	<u>1,242,164</u>	<u>(571,253)</u>	<u>627,373</u>	<u>627,373</u>	<u>636,830</u>	<u>9,457</u>
Expenditures:								
Current Operations:								
Personnel	833,283	841,391	836,636	4,755	453,515	453,515	406,384	47,131
Operations	231,000	231,000	82,967	148,033	103,400	103,400	89,367	14,033
Capital Outlay	1,056,228	1,026,228	415,681	610,547	5,485	5,485	1,209	4,276
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,120,511</u>	<u>2,098,619</u>	<u>1,335,284</u>	<u>763,335</u>	<u>562,400</u>	<u>562,400</u>	<u>496,960</u>	<u>65,440</u>
Excess of Revenues over (under) Expenditures	(292,094)	(285,202)	(93,120)	192,082	64,973	64,973	139,870	74,897
Other Financing Sources (Uses):								
Transfers In	35,124	35,124	35,122	(2)	99,113	99,113	112,307	13,194
Transfers Out	(9,400)	(9,400)	(1,000)	8,400	(210,839)	(210,839)	(207,339)	3,500
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (266,370)</u>	<u>\$ (259,478)</u>	<u>\$ (58,998)</u>	<u>\$ 200,480</u>	<u>\$ (46,753)</u>	<u>\$ (46,753)</u>	<u>\$ 44,838</u>	<u>\$ 91,591</u>

MISSOULA COUNTY, MONTANA
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Budget and Actual
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	Special Revenue Funds							
	Weed Grant				Fair			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 397,546	\$ 397,546	\$ 397,233	\$ (313)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	337,271	337,271	248,081	(89,190)	14,700	14,700	14,701	1
Charges for Services	600	600	-	(600)	751,000	751,000	683,803	(67,197)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	201	201
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>337,871</u>	<u>337,871</u>	<u>248,081</u>	<u>(89,790)</u>	<u>1,163,246</u>	<u>1,163,246</u>	<u>1,095,938</u>	<u>(67,308)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	487,422	487,422	372,732	114,690
Operations	486,906	469,045	259,422	209,623	693,400	691,950	657,679	34,271
Capital Outlay	-	-	-	-	50,000	500,000	248,364	251,636
Debt Service:								
Principal	-	-	-	-	12,000	12,000	12,000	-
Interest	-	-	-	-	2,800	2,800	2,800	-
Total Expenditures	<u>486,906</u>	<u>469,045</u>	<u>259,422</u>	<u>209,623</u>	<u>1,245,622</u>	<u>1,694,172</u>	<u>1,293,575</u>	<u>400,597</u>
Excess of Revenues over (under) Expenditures	(149,035)	(131,174)	(11,341)	119,833	(82,376)	(530,926)	(197,637)	333,289
Other Financing Sources (Uses):								
Transfers In	82,455	82,455	72,955	(9,500)	16,116	16,116	16,115	(1)
Transfers Out	(82,000)	(99,861)	(99,856)	5	(4,350)	(5,800)	(5,800)	-
Issuance of Debt	-	-	-	-	50,000	500,000	-	(500,000)
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (148,580)</u>	<u>\$ (148,580)</u>	<u>\$ (38,242)</u>	<u>\$ 110,338</u>	<u>\$ (20,610)</u>	<u>\$ (20,610)</u>	<u>\$ (187,322)</u>	<u>\$ (166,712)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Special Revenue Funds							
	District Court				Parks			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 916,209	\$ 916,209	\$ 959,258	\$ 43,049	\$ 439,000	\$ 439,000	\$ 445,446	\$ 6,446
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	85,301	85,301	84,663	(638)	14,258	14,258	14,259	1
Charges for Services	64,000	64,000	64,387	387	-	-	-	-
Fines & Forfeitures	325	325	574	249	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	16,966	16,966	29,467	12,501
Total Revenues	<u>1,065,835</u>	<u>1,065,835</u>	<u>1,108,882</u>	<u>43,047</u>	<u>470,224</u>	<u>470,224</u>	<u>489,172</u>	<u>18,948</u>
Expenditures:								
Current Operations:								
Personnel	985,887	985,887	958,813	27,074	272,365	287,365	287,279	86
Operations	130,945	126,395	117,010	9,385	229,687	289,283	194,971	94,312
Capital Outlay	8,340	9,790	9,760	30	44,500	72,784	32,509	40,275
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>1,125,172</u>	<u>1,122,072</u>	<u>1,085,583</u>	<u>36,489</u>	<u>546,552</u>	<u>649,432</u>	<u>514,759</u>	<u>134,673</u>
Excess of Revenues over (under) Expenditures	(59,337)	(56,237)	23,299	79,536	(76,328)	(179,208)	(25,587)	153,621
Other Financing Sources (Uses):								
Transfers In	64,129	64,129	64,126	(3)	78,015	96,149	78,014	(18,135)
Transfers Out	(124,150)	(127,250)	(127,250)	-	(253,100)	(253,100)	(3,200)	249,900
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (119,358)</u>	<u>\$ (119,358)</u>	<u>\$ (39,825)</u>	<u>\$ 79,533</u>	<u>\$ (251,413)</u>	<u>\$ (336,159)</u>	<u>\$ 49,227</u>	<u>\$ 385,386</u>

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Budget and Actual
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Special Revenue Funds								
	Library				Planning			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 2,370,196	\$ 2,370,196	\$ 2,410,933	\$ 40,737	\$ 661,908	\$ 674,124	\$ 674,119	\$ (5)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	272,634	272,634	272,644	10	89,628	89,628	89,632	4
Charges for Services	27,000	27,000	2,315	(24,685)	-	-	-	-
Fines & Forfeitures	65,000	65,000	75,419	10,419	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	20,872	20,872	40,094	19,222	-	-	-	-
Total Revenues	<u>2,755,702</u>	<u>2,755,702</u>	<u>2,801,405</u>	<u>45,703</u>	<u>751,536</u>	<u>763,752</u>	<u>763,751</u>	<u>(1)</u>
Expenditures:								
Current Operations:								
Personnel	2,078,766	2,078,766	2,039,991	38,775	-	-	-	-
Operations	422,464	422,464	364,980	57,484	331,013	446,546	446,546	-
Capital Outlay	322,610	322,610	234,382	88,228	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,823,840</u>	<u>2,823,840</u>	<u>2,639,353</u>	<u>184,487</u>	<u>331,013</u>	<u>446,546</u>	<u>446,546</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	(68,138)	(68,138)	162,052	230,190	420,523	317,206	317,205	(1)
Other Financing Sources (Uses):								
Transfers In	101,522	101,522	101,517	(5)	-	-	-	-
Transfers Out	-	-	-	-	(420,523)	(420,528)	(420,527)	1
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 33,384</u>	<u>\$ 33,384</u>	<u>\$ 263,569</u>	<u>\$ 230,185</u>	<u>\$ -</u>	<u>\$ (103,322)</u>	<u>\$ (103,322)</u>	<u>\$ -</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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Special Revenue Funds								
	Grants				Substance Abuse Prevention			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 480,212	\$ 480,212	\$ 466,597	\$ (13,615)	\$ 368,920	\$ 368,920	\$ 375,102	\$ 6,182
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	1,229,753	1,221,992	1,174,833	(47,159)	174,904	184,668	166,390	(18,278)
Charges for Services	-	-	-	-	65,450	76,594	88,798	12,204
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	500	8,648	18,125	9,477
Total Revenues	<u>1,709,965</u>	<u>1,702,204</u>	<u>1,641,430</u>	<u>(60,774)</u>	<u>609,774</u>	<u>638,830</u>	<u>648,415</u>	<u>9,585</u>
Expenditures:								
Current Operations:								
Personnel	712,656	726,027	726,015	12	279,605	279,813	248,386	31,427
Operations	978,807	702,850	720,921	(18,071)	349,980	404,068	350,608	53,460
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	37,856	27,018	27,018	-	-	-	-	-
Interest	30,304	41,292	41,289	3	-	-	-	-
Total Expenditures	<u>1,759,623</u>	<u>1,497,187</u>	<u>1,515,243</u>	<u>(18,056)</u>	<u>629,585</u>	<u>683,881</u>	<u>598,994</u>	<u>84,887</u>
Excess of Revenues over (under) Expenditures	(49,658)	205,017	126,187	(78,830)	(19,811)	(45,051)	49,421	94,472
Other Financing Sources (Uses):								
Transfers In	59,956	59,956	47,369	(12,587)	-	-	-	-
Transfers Out	(158,900)	(401,575)	(401,575)	-	(900)	(2,914)	(2,914)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (148,602)</u>	<u>\$ (136,602)</u>	<u>\$ (228,019)</u>	<u>\$ (91,417)</u>	<u>\$ (20,711)</u>	<u>\$ (47,965)</u>	<u>\$ 46,507</u>	<u>\$ 94,472</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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Special Revenue Funds

	Relationship Violence Services Division				Community & Planning Services			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 579,963	\$ 579,963	\$ 587,731	\$ 7,768
License & Permits	-	-	-	-	58,021	58,021	71,919	13,898
Intergovernmental Revenue	637,955	779,335	576,702	(202,633)	343,108	343,108	251,644	(91,464)
Charges for Services	-	1,000	1,680	680	29,190	29,190	32,329	3,139
Fines & Forfeitures	133,000	47,000	67,244	20,244	-	-	-	-
Investment Earnings	-	-	-	-	-	-	89	89
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	475	475	428	(47)
Total Revenues	<u>770,955</u>	<u>827,335</u>	<u>645,626</u>	<u>(181,709)</u>	<u>1,010,757</u>	<u>1,010,757</u>	<u>944,140</u>	<u>(66,617)</u>
Expenditures:								
Current Operations:								
Personnel	517,396	564,601	532,019	32,582	1,095,374	1,095,374	1,034,420	60,954
Operations	377,859	377,900	298,854	79,046	509,540	509,290	383,223	126,067
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	16,417	14,875	9,608	5,267	-	-	-	-
Interest	13,142	14,684	14,683	1	-	-	-	-
Total Expenditures	<u>924,814</u>	<u>972,060</u>	<u>855,164</u>	<u>116,896</u>	<u>1,604,914</u>	<u>1,604,664</u>	<u>1,417,643</u>	<u>187,021</u>
Excess of Revenues over (under) Expenditures	(153,859)	(144,725)	(209,538)	(64,813)	(594,157)	(593,907)	(473,503)	120,404
Other Financing Sources (Uses):								
Transfers In	160,425	148,425	148,425	-	605,619	605,619	606,075	456
Transfers Out	(12,050)	(15,700)	(15,700)	-	(86,792)	(87,042)	(87,042)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (5,484)</u>	<u>\$ (12,000)</u>	<u>\$ (76,813)</u>	<u>\$ (64,813)</u>	<u>\$ (75,330)</u>	<u>\$ (75,330)</u>	<u>\$ 45,530</u>	<u>\$ 120,860</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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Special Revenue Funds

	Building Code Division				Health			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,152,381	\$ 2,152,381	\$ 2,221,186	\$ 68,805
License & Permits	448,000	448,000	598,283	150,283	117,200	117,200	138,707	21,507
Intergovernmental Revenue	-	-	-	-	2,013,000	2,062,992	2,035,037	(27,955)
Charges for Services	45,000	45,000	75,351	30,351	1,088,190	1,078,190	1,407,961	329,771
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	33,992	53,292	53,457	165
Miscellaneous Revenues	-	-	-	-	75,592	42,300	61,109	18,809
Total Revenues	<u>493,000</u>	<u>493,000</u>	<u>673,634</u>	<u>180,634</u>	<u>5,480,355</u>	<u>5,506,355</u>	<u>5,917,457</u>	<u>411,102</u>
Expenditures:								
Current Operations:								
Personnel	482,973	495,063	474,641	20,422	4,631,605	4,636,727	4,556,221	80,506
Operations	63,190	63,572	45,012	18,560	926,006	946,884	945,187	1,697
Capital Outlay	-	-	-	-	288,238	288,238	135,271	152,967
Debt Service:								
Principal	19,298	19,298	19,298	-	-	-	-	-
Interest	438	671	670	1	-	-	-	-
Total Expenditures	<u>565,899</u>	<u>578,604</u>	<u>539,621</u>	<u>38,983</u>	<u>5,845,849</u>	<u>5,871,849</u>	<u>5,636,679</u>	<u>235,170</u>
Excess of Revenues over (under) Expenditures	(72,899)	(85,604)	134,013	219,617	(365,494)	(365,494)	280,778	646,272
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	248,080	248,080	226,308	(21,772)
Transfers Out	-	-	-	-	(118,925)	(118,925)	(89,200)	29,725
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (72,899)</u>	<u>\$ (85,604)</u>	<u>\$ 134,013</u>	<u>\$ 219,617</u>	<u>\$ (236,339)</u>	<u>\$ (236,339)</u>	<u>\$ 417,886</u>	<u>\$ 654,225</u>

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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Special Revenue Funds								
	Water Quality District				Animal Control			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 427,664	\$ 427,664	\$ 464,646	\$ 36,982
License & Permits	-	-	-	-	172,500	192,735	250,218	57,483
Intergovernmental Revenue	-	-	-	-	23,027	23,027	22,892	(135)
Charges for Services	431,325	431,325	446,550	15,225	79,350	79,350	64,510	(14,840)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	15,000	140,000	140,000	-	20,000	20,000	32,868	12,868
Miscellaneous Revenues	200	200	10	(190)	1,000	1,000	11,249	10,249
Total Revenues	<u>446,525</u>	<u>571,525</u>	<u>586,560</u>	<u>15,035</u>	<u>723,541</u>	<u>743,776</u>	<u>846,383</u>	<u>102,607</u>
Expenditures:								
Current Operations:								
Personnel	382,971	384,371	384,324	47	545,298	552,998	552,920	78
Operations	144,000	167,600	94,131	73,469	185,894	176,894	170,499	6,395
Capital Outlay	20,000	120,000	-	120,000	42,407	62,642	62,640	2
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>546,971</u>	<u>671,971</u>	<u>478,455</u>	<u>193,516</u>	<u>773,599</u>	<u>792,534</u>	<u>786,059</u>	<u>6,475</u>
Excess of Revenues over (under) Expenditures	(100,446)	(100,446)	108,105	208,551	(50,058)	(48,758)	60,324	109,082
Other Financing Sources (Uses):								
Transfers In	50,000	60,000	-	(60,000)	31,644	31,644	33,102	1,458
Transfers Out	(7,000)	(17,000)	(7,000)	10,000	(6,400)	(7,700)	(7,700)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (57,446)</u>	<u>\$ (57,446)</u>	<u>\$ 101,105</u>	<u>\$ 158,551</u>	<u>\$ (24,814)</u>	<u>\$ (24,814)</u>	<u>\$ 85,726</u>	<u>\$ 110,540</u>

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
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	Special Revenue Funds							
	Extension				Extension Grant			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 447,055	\$ 447,055	\$ 454,242	\$ 7,187	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	49,935	49,935	49,937	2	10,940	10,940	4,950	(5,990)
Charges for Services	1,700	1,700	818	(882)	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	12,500	12,500	14,525	2,025	-	-	-	-
Total Revenues	511,190	511,190	519,522	8,332	10,940	10,940	4,950	(5,990)
Expenditures:								
Current Operations:								
Personnel	276,851	276,851	248,418	28,433	-	-	-	-
Operations	232,450	232,450	218,795	13,655	18,440	19,340	3,155	16,185
Capital Outlay	5,650	5,650	1,209	4,441	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	514,951	514,951	468,422	46,529	18,440	19,340	3,155	16,185
Excess of Revenues over (under) Expenditures	(3,761)	(3,761)	51,100	54,861	(7,500)	(8,400)	1,795	10,195
Other Financing Sources (Uses):								
Transfers In	51,141	51,141	51,240	99	5,114	5,114	5,114	-
Transfers Out	(106,798)	(106,798)	(104,798)	2,000	(4,814)	(4,914)	(4,914)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ (59,418)	\$ (59,418)	\$ (2,458)	\$ 56,960	\$ (7,200)	\$ (8,200)	\$ 1,995	\$ 10,195

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Special Revenue Funds

	Bonner Millsite Tax Increment District				Drug Forfeiture			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 63,330	\$ 63,330	\$ 162,778	\$ 99,448	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	13,504	13,504	13,986	482	124,919	145,594	150,065	4,471
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	5,000	5,000	9,851	4,851
Investment Earnings	-	-	-	-	-	-	984	984
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>76,834</u>	<u>76,834</u>	<u>176,764</u>	<u>99,930</u>	<u>129,919</u>	<u>150,594</u>	<u>160,900</u>	<u>10,306</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	239,264	259,939	259,925	14
Operations	10,000	10,000	869	9,131	20,150	18,765	7,735	11,030
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>869</u>	<u>9,131</u>	<u>259,414</u>	<u>278,704</u>	<u>267,660</u>	<u>11,044</u>
Excess of Revenues over (under) Expenditures	66,834	66,834	175,895	109,061	(129,495)	(128,110)	(106,760)	21,350
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	135,000	135,000	135,000	-
Transfers Out	-	-	-	-	(3,900)	(5,285)	(4,100)	1,185
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 66,834</u>	<u>\$ 66,834</u>	<u>\$ 175,895</u>	<u>\$ 109,061</u>	<u>\$ 1,605</u>	<u>\$ 1,605</u>	<u>\$ 24,140</u>	<u>\$ 22,535</u>

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Budget and Actual
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Special Revenue Funds

	Youth Education and Safety				Historical Museum			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 453,096	\$ 453,096	\$ 460,844	\$ 7,748
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	59,975	59,975	77,102	17,127
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	47	47	-	-	-	-
Private & Local Grants	1,000	1,000	110	(890)	18,000	18,000	22,758	4,758
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>157</u>	<u>(843)</u>	<u>531,071</u>	<u>531,071</u>	<u>560,704</u>	<u>29,633</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	363,726	378,176	378,171	5
Operations	1,450	8,276	8,275	1	153,200	154,100	154,099	1
Capital Outlay	-	-	-	-	63,075	47,725	1,035	46,690
Debt Service:								
Principal	-	-	-	-	28,238	28,238	28,237	1
Interest	-	-	-	-	3,558	3,558	3,558	-
Total Expenditures	<u>1,450</u>	<u>8,276</u>	<u>8,275</u>	<u>1</u>	<u>611,797</u>	<u>611,797</u>	<u>565,100</u>	<u>46,697</u>
Excess of Revenues over (under) Expenditures	(450)	(7,276)	(8,118)	(842)	(80,726)	(80,726)	(4,396)	76,330
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	95,968	95,968	95,967	(1)
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (450)</u>	<u>\$ (7,276)</u>	<u>\$ (8,118)</u>	<u>\$ (842)</u>	<u>\$ 15,242</u>	<u>\$ 15,242</u>	<u>\$ 91,571</u>	<u>\$ 76,329</u>

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Budget and Actual
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	Special Revenue Funds							
	Caremark NACo Rx				Missoula Search & Rescue			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 52,000	\$ 52,000	\$ 53,325	\$ 1,325
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	1,275	1,275	1,275	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	3,185	3,185	-	-	-	-	-
Total Revenues	-	3,185	3,185	-	53,275	53,275	54,600	1,325
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	43,542	43,542	8,083	35,459
Capital Outlay	-	-	-	-	10,000	41,500	20,730	20,770
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	53,542	85,042	28,813	56,229
Excess of Revenues over (under) Expenditures	-	3,185	3,185	-	(267)	(31,767)	25,787	57,554
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	31,500	31,500	-
Transfers Out	-	(10,000)	(10,000)	-	(2,200)	(2,200)	-	2,200
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (6,815)	\$ (6,815)	\$ -	\$ (2,467)	\$ (2,467)	\$ 57,287	\$ 59,754

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Budget and Actual
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	Special Revenue Funds							
	Seeley Lake Search & Rescue				Junk Vehicle			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 28,000	\$ 28,000	\$ 28,578	\$ 578	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	2,426	2,426	676	(1,750)	178,576	178,576	178,576	-
Charges for Services	-	-	-	-	100	100	-	(100)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	7	7
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	2,000	2,000	-	(2,000)
Total Revenues	<u>30,426</u>	<u>30,426</u>	<u>29,254</u>	<u>(1,172)</u>	<u>180,676</u>	<u>180,676</u>	<u>178,583</u>	<u>(2,093)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	56,035	68,963	68,079	884
Operations	11,000	11,000	5,682	5,318	13,730	38,416	16,703	21,713
Capital Outlay	17,499	17,499	5,770	11,729	250,494	274,141	262,994	11,147
Debt Service:								
Principal	1,365	1,365	1,365	-	-	-	-	-
Interest	562	562	392	170	-	-	-	-
Total Expenditures	<u>30,426</u>	<u>30,426</u>	<u>13,209</u>	<u>17,217</u>	<u>320,259</u>	<u>381,520</u>	<u>347,776</u>	<u>33,744</u>
Excess of Revenues over (under) Expenditures	-	-	16,045	16,045	(139,583)	(200,844)	(169,193)	31,651
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(19,000)	(19,000)	-	19,000	(2,500)	(2,500)	(1,000)	1,500
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (19,000)</u>	<u>\$ (19,000)</u>	<u>\$ 16,045</u>	<u>\$ 35,045</u>	<u>\$ (142,083)</u>	<u>\$ (203,344)</u>	<u>\$ (170,193)</u>	<u>\$ 33,151</u>

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Budget and Actual
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	Special Revenue Funds							
	Forest Reserve Title III				RSID Administration			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	57,993	57,993	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	3,000	3,000	-
Total Revenues	-	-	57,993	57,993	-	3,000	3,000	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	70,404	70,404	30,923	39,481
Operations	113,574	113,574	82,279	31,295	400	3,400	3,000	400
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	113,574	113,574	82,279	31,295	70,804	73,804	33,923	39,881
Excess of Revenues over (under) Expenditures	(113,574)	(113,574)	(24,286)	89,288	(70,804)	(70,804)	(30,923)	39,881
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	109,769	109,769	109,769	-
Transfers Out	-	-	-	-	(15,000)	(15,000)	(15,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (113,574)</u>	<u>\$ (113,574)</u>	<u>\$ (24,286)</u>	<u>\$ 89,288</u>	<u>\$ 23,965</u>	<u>\$ 23,965</u>	<u>\$ 63,846</u>	<u>\$ 39,881</u>

MISSOULA COUNTY, MONTANA
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Budget and Actual
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Special Revenue Funds								
	HUD/CDBG				Community Based Organizations			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 845,121	\$ 845,121	\$ 858,454	\$ 13,333
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	25,000	25,000	-	(25,000)	75,997	75,997	76,000	3
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	119,757	119,757	129,611	9,854	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>144,757</u>	<u>144,757</u>	<u>129,611</u>	<u>(15,146)</u>	<u>921,118</u>	<u>921,118</u>	<u>934,454</u>	<u>13,336</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	295,000	295,000	85,456	209,544	965,693	965,693	965,693	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>295,000</u>	<u>295,000</u>	<u>85,456</u>	<u>209,544</u>	<u>965,693</u>	<u>965,693</u>	<u>965,693</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	(150,243)	(150,243)	44,155	194,398	(44,575)	(44,575)	(31,239)	13,336
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	75,756	75,756	75,756	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (150,243)</u>	<u>\$ (150,243)</u>	<u>\$ 44,155</u>	<u>\$ 194,398</u>	<u>\$ 31,181</u>	<u>\$ 31,181</u>	<u>\$ 44,517</u>	<u>\$ 13,336</u>

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Budget and Actual
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Special Revenue Funds

	Permissive Medical Levy				Seeley Lake Refuse			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 1,881,607	\$ 1,881,607	\$ 1,879,984	\$ (1,623)	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	26,385	26,385	27,016	631	-	-	-	-
Charges for Services	-	-	-	-	287,000	287,000	327,250	40,250
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	584	584
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>1,907,992</u>	<u>1,907,992</u>	<u>1,907,000</u>	<u>(992)</u>	<u>287,000</u>	<u>287,000</u>	<u>327,834</u>	<u>40,834</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	12,257	65,207	65,152	55
Operations	-	-	-	-	247,350	242,845	227,431	15,414
Capital Outlay	-	-	-	-	5,000	5,000	-	5,000
Debt Service:								
Principal	-	-	-	-	5,700	5,700	5,700	-
Interest	-	-	-	-	231	231	231	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>270,538</u>	<u>318,983</u>	<u>298,514</u>	<u>20,469</u>
Excess of Revenues over (under) Expenditures	1,907,992	1,907,992	1,907,000	(992)	16,462	(31,983)	29,320	61,303
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(1,907,992)	(1,907,992)	(1,907,000)	992	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,462</u>	<u>\$ (31,983)</u>	<u>\$ 29,320</u>	<u>\$ 61,303</u>

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Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Special Revenue Funds							
	9-1-1 Trust				Big Sky Trust			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	2,425,272	2,882,772	587,838	(2,294,934)
Charges for Services	766,408	837,538	837,539	1	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	4,625	4,624	(1)	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>766,408</u>	<u>842,163</u>	<u>842,163</u>	<u>-</u>	<u>2,425,272</u>	<u>2,882,772</u>	<u>587,838</u>	<u>(2,294,934)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	2,409,522	2,867,022	587,088	2,279,934
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,409,522</u>	<u>2,867,022</u>	<u>587,088</u>	<u>2,279,934</u>
Excess of Revenues over (under) Expenditures	766,408	842,163	842,163	-	15,750	15,750	750	(15,000)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(766,408)	(972,663)	(972,662)	1	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ (130,500)</u>	<u>\$ (130,499)</u>	<u>\$ 1</u>	<u>\$ 15,750</u>	<u>\$ 15,750</u>	<u>\$ 750</u>	<u>\$ (15,000)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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Special Revenue Funds

	Friends of the Library				Friends of the Historical Museum			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	10,500	10,500	11,450	950
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	153	153	100	100	337	237
Private & Local Grants	-	29,210	30,932	1,722	62,100	62,100	67,015	4,915
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	29,210	31,085	1,875	72,700	72,700	78,802	6,102
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	23,335	23,331	4	47,700	47,700	46,501	1,199
Capital Outlay	-	5,875	5,873	2	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	29,210	29,204	6	47,700	47,700	46,501	1,199
Excess of Revenues over (under) Expenditures	-	-	1,881	1,881	25,000	25,000	32,301	7,301
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(16,000)	(16,000)	(16,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ 1,881	\$ 1,881	\$ 9,000	\$ 9,000	\$ 16,301	\$ 7,301

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Special Revenue Funds							
	Open Space				Seeley Lake Stove Project			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	36,137	36,136	1	-	62,819	-	62,819
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	36,137	36,136	1	-	62,819	-	62,819
Excess of Revenues over (under) Expenditures	-	(36,137)	(36,136)	1	-	(62,819)	-	62,819
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	62,819	62,814	(5)
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (36,137)	\$ (36,136)	\$ 1	\$ -	\$ -	\$ 62,814	\$ 62,814

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Special Revenue Funds			
	Other Special Revenue Funds			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-
Intergovernmental Revenue	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeitures	-	-	-	-
Investment Earnings	-	-	144	144
Private & Local Grants	-	410	1,450	1,040
Miscellaneous Revenues	-	-	-	-
Total Revenues	-	410	1,594	1,184
Expenditures:				
Current Operations:				
Personnel	-	-	-	-
Operations	-	410	407	3
Capital Outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	-	410	407	3
Excess of Revenues over (under) Expenditures	-	-	1,187	1,187
Other Financing Sources (Uses):				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Issuance of Debt	-	-	-	-
Sale of Capital Assets	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ 1,187	\$ 1,187

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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Debt Service Funds

	Jail Bond				Health Center Bond 2012 Refi			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 984,500	\$ 984,500	\$ 1,001,923	\$ 17,423	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	274,915	274,915	274,928	13	31,580	31,580	31,525	(55)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	(137)	(137)	-	-	18	18
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>1,259,415</u>	<u>1,259,415</u>	<u>1,276,714</u>	<u>17,299</u>	<u>31,580</u>	<u>31,580</u>	<u>31,543</u>	<u>(37)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	1,160,000	1,160,000	1,160,000	-	30,000	30,000	30,000	-
Interest	85,200	85,200	84,900	300	1,580	1,580	1,525	55
Total Expenditures	<u>1,245,200</u>	<u>1,245,200</u>	<u>1,244,900</u>	<u>300</u>	<u>31,580</u>	<u>31,580</u>	<u>31,525</u>	<u>55</u>
Excess of Revenues over (under) Expenditures	14,215	14,215	31,814	17,599	-	-	18	18
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 14,215</u>	<u>\$ 14,215</u>	<u>\$ 31,814</u>	<u>\$ 17,599</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18</u>	<u>\$ 18</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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For Fiscal Year Ended June 30, 2016
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Debt Service Funds

	Risk Management Bonds				Fair Ice Rink Series 2012 Refinance			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ 219	\$ 219	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	60	60	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	72,050	72,050	71,210	(840)
Total Revenues	-	-	279	279	72,050	72,050	71,210	(840)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	60,000	60,000	60,000	-
Interest	-	-	-	-	12,050	12,050	11,600	450
Total Expenditures	-	-	-	-	72,050	72,050	71,600	450
Excess of Revenues over (under) Expenditures	-	-	279	279	-	-	(390)	(390)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	(26,311)	(26,311)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (26,311)	\$ (26,032)	\$ 279	\$ -	\$ -	\$ (390)	\$ (390)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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Debt Service Funds

	Fair Ice Rink Series 2006				Technology Tax Increment			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	57,620	57,620	61,638	4,018	-	-	-	-
Total Revenues	57,620	57,620	61,638	4,018	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	35,000	35,000	35,000	-	50,000	50,000	50,000	-
Interest	22,620	22,670	22,670	-	49,888	49,888	49,888	-
Total Expenditures	57,620	57,670	57,670	-	99,888	99,888	99,888	-
Excess of Revenues over (under) Expenditures	-	(50)	3,968	4,018	(99,888)	(99,888)	(99,888)	-
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	99,888	99,888	99,888	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (50)	\$ 3,968	\$ 4,018	\$ -	\$ -	\$ -	\$ -

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Debt Service Funds							
	Open Space General Obligation				Health Center Bond 2009			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 532,101	\$ 532,101	\$ 544,762	\$ 12,661	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	15,848	15,848	15,849	1	153,173	153,173	152,873	(300)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>547,949</u>	<u>547,949</u>	<u>560,611</u>	<u>12,662</u>	<u>153,173</u>	<u>153,173</u>	<u>152,873</u>	<u>(300)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	410,000	410,000	410,000	-	80,000	80,000	80,000	-
Interest	136,213	136,213	136,213	-	73,173	73,173	72,873	300
Total Expenditures	<u>546,213</u>	<u>546,213</u>	<u>546,213</u>	<u>-</u>	<u>153,173</u>	<u>153,173</u>	<u>152,873</u>	<u>300</u>
Excess of Revenues over (under) Expenditures	1,736	1,736	14,398	12,662	-	-	-	-
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 1,736</u>	<u>\$ 1,736</u>	<u>\$ 14,398</u>	<u>\$ 12,662</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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Debt Service Funds

	Health Center Bond 2012				Larchmont L.O. Irrigation Bonds			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	24,050	24,050	23,905	(145)	75,013	75,013	75,013	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>24,050</u>	<u>24,050</u>	<u>23,905</u>	<u>(145)</u>	<u>75,013</u>	<u>75,013</u>	<u>75,013</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	15,000	15,000	15,000	-	45,000	45,000	45,000	-
Interest	9,050	9,050	8,905	145	30,013	30,013	30,013	-
Total Expenditures	<u>24,050</u>	<u>24,050</u>	<u>23,905</u>	<u>145</u>	<u>75,013</u>	<u>75,013</u>	<u>75,013</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	-	-	-	-	-	-	-	-
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Debt Service Funds							
	RSID Revolving				Capital Improvements Debt Service			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	6,031	6,031	-	-	-	-
Total Revenues	-	-	6,031	6,031	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	582,559	593,567	582,559	11,008
Interest	-	-	-	-	281,030	292,055	281,030	11,025
Total Expenditures	-	-	-	-	863,589	885,622	863,589	22,033
Excess of Revenues over (under) Expenditures	-	-	6,031	6,031	(863,589)	(885,622)	(863,589)	22,033
Other Financing Sources (Uses):								
Transfers In	26,090	26,090	524	(25,566)	863,589	863,589	863,589	-
Transfers Out	(100,000)	(100,000)	(100,000)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (73,910)</u>	<u>\$ (73,910)</u>	<u>\$ (93,445)</u>	<u>\$ (19,535)</u>	<u>\$ -</u>	<u>\$ (22,033)</u>	<u>\$ -</u>	<u>\$ 22,033</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Debt Service Funds				Capital Projects Funds			
	Parks & Trails Bonds				Capital Improvements			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 805,504	\$ 805,504	\$ 815,991	\$ 10,487
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	8,496	8,496	8,447	(49)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	808	808
Total Revenues	-	-	-	-	814,000	814,000	825,246	11,246
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	1,197,000	5,360	5,296	64
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	700	700	-	-	-	-	-
Total Expenditures	-	700	700	-	1,197,000	5,360	5,296	64
Excess of Revenues over (under) Expenditures	-	(700)	(700)	-	(383,000)	808,640	819,950	11,310
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	1,012,000	1,012,000	1,007,000	(5,000)
Transfers Out	-	-	-	-	(160,953)	(863,593)	(863,589)	4
Issuance of Debt	-	700	-	(700)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ (700)	\$ (700)	\$ 468,047	\$ 957,047	\$ 963,361	\$ 6,314

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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Capital Projects Funds

	Technology Fund				Milltown Historic Preservation			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 920,288	\$ 920,288	\$ 933,924	\$ 13,636	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	45,952	45,952	45,954	2	-	-	-	-
Charges for Services	32,817	32,817	85,436	52,619	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	434	434
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>999,057</u>	<u>999,057</u>	<u>1,065,314</u>	<u>66,257</u>	<u>-</u>	<u>-</u>	<u>434</u>	<u>434</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	446,660	552,660	552,387	273	40,000	40,000	3,480	36,520
Capital Outlay	472,300	511,500	398,978	112,522	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>918,960</u>	<u>1,064,160</u>	<u>951,365</u>	<u>112,795</u>	<u>40,000</u>	<u>40,000</u>	<u>3,480</u>	<u>36,520</u>
Excess of Revenues over (under) Expenditures	80,097	(65,103)	113,949	179,052	(40,000)	(40,000)	(3,046)	36,954
Other Financing Sources (Uses):								
Transfers In	1,289,360	1,289,360	1,297,550	8,190	-	-	-	-
Transfers Out	(1,428,663)	(1,326,663)	(1,285,682)	40,981	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (59,206)</u>	<u>\$ (102,406)</u>	<u>\$ 125,817</u>	<u>\$ 228,223</u>	<u>\$ (40,000)</u>	<u>\$ (40,000)</u>	<u>\$ (3,046)</u>	<u>\$ 36,954</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Capital Projects Funds

	Open Space Programs				Library Capital Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	2,179	2,179	-	-	1,291	1,291
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	2,179	2,179	-	-	1,291	1,291
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	160,000	160,000	-
Capital Outlay	270,000	828,493	735,668	92,825	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	270,000	828,493	735,668	92,825	-	160,000	160,000	-
Excess of Revenues over (under) Expenditures	(270,000)	(828,493)	(733,489)	95,004	-	(160,000)	(158,709)	1,291
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (270,000)</u>	<u>\$ (828,493)</u>	<u>\$ (733,489)</u>	<u>\$ 95,004</u>	<u>\$ -</u>	<u>\$ (160,000)</u>	<u>\$ (158,709)</u>	<u>\$ 1,291</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Capital Projects Funds							
	Water Quality District Capital Reserve				Public Safety Capital Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	474	474	1,400	1,400	(91)	(1,491)
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	14,455	14,455
Total Revenues	-	-	474	474	1,400	1,400	14,364	12,964
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	365,000	780,275	780,275	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	365,000	780,275	780,275	-
Excess of Revenues over (under) Expenditures	-	-	474	474	(363,600)	(778,875)	(765,911)	12,964
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	365,000	615,000	615,000	-
Transfers Out	-	(10,000)	-	10,000	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (10,000)	\$ 474	\$ 10,474	\$ 1,400	\$ (163,875)	\$ (150,911)	\$ 12,964

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Capital Projects Funds

	Fair Capital Construction				Park Construction Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	684	684
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	35	35
Total Revenues	-	-	-	-	-	-	719	719
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	11,865	11,864	1	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	11,865	11,864	1	-	-	-	-
Excess of Revenues over (under) Expenditures	-	(11,865)	(11,864)	1	-	-	719	719
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	18,134	-	(18,134)
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	11,865	-	(11,865)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ (11,864)	\$ (11,864)	\$ -	\$ 18,134	\$ 719	\$ (17,415)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Capital Projects Funds

	MDA Industrial District Construction				Weed/Extension Building Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	5,000	5,000	805	(4,195)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	3	3	2,000	2,000	3,330	1,330
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	3	3	7,000	7,000	4,135	(2,865)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	1,000	2,055	2,053	2
Capital Outlay	-	-	-	-	50,000	48,945	23,862	25,083
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	51,000	51,000	25,915	25,085
Excess of Revenues over (under) Expenditures	-	-	3	3	(44,000)	(44,000)	(21,780)	22,220
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	209,368	209,368	199,368	(10,000)
Transfers Out	-	(1,398)	(1,397)	1	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (1,398)	\$ (1,394)	\$ 4	\$ 165,368	\$ 165,368	\$ 177,588	\$ 12,220

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Capital Projects Funds

	Missoula Search & Rescue Reserve				Seeley Lake Search & Rescue Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	294	294	-	-	(99)	(99)
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	294	294	-	-	(99)	(99)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	200,000	196,025	3,975
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	200,000	196,025	3,975
Excess of Revenues over (under) Expenditures	-	-	294	294	-	(200,000)	(196,124)	3,876
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	(31,500)	(31,500)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	200,000	200,000	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ (31,500)	\$ (31,206)	\$ 294	\$ -	\$ -	\$ 3,876	\$ 3,876

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Capital Projects Funds

	Library Bond Construction				Historical Museum Capital Campaign			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	9,140	286,353	277,213
Total Revenues	-	-	-	-	-	9,140	286,353	277,213
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	190,330	190,328	2	-	9,140	9,140	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	190,330	190,328	2	-	9,140	9,140	-
Excess of Revenues over (under) Expenditures	-	(190,330)	(190,328)	2	-	-	277,213	277,213
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	190,330	-	(190,330)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ (190,328)	\$ (190,328)	\$ -	\$ -	\$ 277,213	\$ 277,213

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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Capital Projects Funds

	Courthouse Reconstruction				Courthouse Reconstruction Phase 2-5			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	3,416,743	3,416,742	1	-	947,870	947,866	4
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	3,416,743	3,416,742	1	-	947,870	947,866	4
Excess of Revenues over (under) Expenditures	-	(3,416,743)	(3,416,742)	1	-	(947,870)	(947,866)	4
Other Financing Sources (Uses):								
Transfers In	-	-	193,161	193,161	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	3,416,743	-	(3,416,743)	-	947,870	-	(947,870)
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ (3,223,581)	\$ (3,223,581)	\$ -	\$ -	\$ (947,866)	\$ (947,866)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2016
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	Capital Projects Funds				Totals			
	Admin Bldg Acquisition Reserve							
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 20,247,740	\$ 20,259,956	\$ 20,713,779	\$ 453,823
License & Permits	-	-	-	-	802,971	823,206	1,070,215	247,009
Intergovernmental Revenue	-	-	-	-	16,365,705	17,032,255	12,177,378	(4,854,877)
Charges for Services	-	-	-	-	3,707,630	3,780,904	4,170,760	389,856
Fines & Forfeitures	-	-	-	-	203,325	117,325	153,088	35,763
Investment Earnings	-	-	-	-	123,257	127,882	145,221	17,339
Private & Local Grants	-	-	-	-	150,092	324,012	348,590	24,578
Miscellaneous Revenues	-	-	-	-	275,275	265,456	631,371	365,915
Total Revenues	-	-	-	-	41,875,995	42,730,996	39,410,402	(3,320,594)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	17,338,034	17,549,241	16,982,997	566,244
Operations	280,000	326,670	326,667	3	14,334,575	15,194,562	11,249,278	3,945,284
Capital Outlay	-	37,410	37,408	2	9,381,998	14,971,270	11,610,308	3,360,962
Debt Service:								
Principal	-	-	-	-	2,840,282	2,838,910	2,822,633	16,277
Interest	-	-	-	-	758,708	787,271	774,820	12,451
Total Expenditures	280,000	364,080	364,075	5	44,653,597	51,341,254	43,440,036	7,901,218
Excess of Revenues over (under) Expenditures	(280,000)	(364,080)	(364,075)	5	(2,777,602)	(8,610,258)	(4,029,634)	4,580,624
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	6,645,589	7,354,176	6,493,936	(860,240)
Transfers Out	-	-	-	-	(6,123,557)	(7,330,862)	(6,951,467)	379,395
Issuance of Debt	-	37,410	-	(37,410)	50,000	5,304,918	200,000	(5,104,918)
Sale of Capital Assets	-	-	-	-	65,000	65,000	85,000	20,000
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (280,000)</u>	<u>\$ (326,670)</u>	<u>\$ (364,075)</u>	<u>\$ (37,405)</u>	<u>\$ (2,140,570)</u>	<u>\$ (3,217,026)</u>	<u>\$ (4,202,165)</u>	<u>\$ (985,139)</u>

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INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one department to another on a cost-reimbursement basis.

Risk Management Fund – To account for taxes and other revenues used for insurance and risk management purposes.

Health Insurance Fund – To account for the County's self insurance program for employee health, dental and vision insurance.

Workers' Compensation Fund – To account for the County's self-insured workers' compensation program and related debt issues.

Excess Loss Fund – To account for the County's self-insured plan that provides a layer of re-insurance to the Risk Management, Health Insurance, and Workers' Compensation plans.

Other Benefits Programs – To account for the County's programs for wellness, dependant care and medical flexible benefits plans.

Information Systems Operations – To account for the budget for the County's Information Services department.

Telephone Services – To account for the County's telephone system.

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MISSOULA COUNTY, MONTANA
Combining Statement of Net Position
Internal Service Funds
June 30, 2016
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	<u>Risk Management</u>	<u>Employee Benefits</u>	<u>Workers' Compensation</u>	<u>Excess Loss</u>	<u>Other Benefits Programs</u>	<u>Information Services Operations</u>	<u>Telephone Services</u>	<u>Total</u>
Assets								
Current Assets:								
Cash & Cash Equivalents	\$ -	\$ 37,762	\$ 163,029	\$ 7,064	\$ 2,588	\$ -	\$ 16,036	\$ 226,479
Investments	-	4,447,535	7,754,215	213,818	78,330	-	485,386	12,979,284
Taxes Receivable, net	27,412	-	-	-	-	-	-	27,412
Accounts Receivable	-	-	-	-	-	-	5,979	5,979
Interest Receivable	-	7,623	5,828	10	-	-	-	13,461
Prescription Rebate Receivable	-	51,268	-	-	-	-	-	51,268
Contributions Receivable	-	620,765	75,840	-	-	-	-	696,605
Prepaid Costs	-	46,351	33,046	-	-	-	-	79,397
Total Current Assets	<u>27,412</u>	<u>5,211,304</u>	<u>8,031,958</u>	<u>220,892</u>	<u>80,918</u>	<u>-</u>	<u>507,401</u>	<u>14,079,885</u>
Noncurrent Assets:								
Capital Assets, net	-	134,983	-	-	-	-	92,609	227,592
Total Assets	<u>27,412</u>	<u>5,346,287</u>	<u>8,031,958</u>	<u>220,892</u>	<u>80,918</u>	<u>-</u>	<u>600,010</u>	<u>14,307,477</u>
Deferred Outflows of Resources:								
Deferred Outflows of Resources - Pension	4,942	31,429	9,082	-	-	92,298	10,420	148,171
Total Deferred Outflows of Resources	<u>4,942</u>	<u>31,429</u>	<u>9,082</u>	<u>-</u>	<u>-</u>	<u>92,298</u>	<u>10,420</u>	<u>148,171</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Net Position
Internal Service Funds
June 30, 2016
(Page 2 of 2)

	<u>Risk Management</u>	<u>Employee Benefits</u>	<u>Workers' Compensation</u>	<u>Excess Loss</u>	<u>Other Benefits Programs</u>	<u>Information Services Operations</u>	<u>Telephone Services</u>	<u>Total</u>
Liabilities								
Current Liabilities:								
Accounts Payable	\$ 33	\$ 22,420	\$ 5,269	\$ -	\$ 13,806	\$ 5,632	\$ 830	\$ 47,990
Accrued Payroll	12,824	55,014	-	-	533	46,560	6,561	121,492
Contributions Paid in Advance	-	28,406	896	-	-	-	-	29,302
Due to Other Funds	291,249	-	-	-	-	-	-	291,249
Liability for Claims, Current Portion	500,000	1,006,793	750,000	-	-	-	-	2,256,793
Total Current Liabilities	<u>804,106</u>	<u>1,112,633</u>	<u>756,165</u>	<u>-</u>	<u>14,339</u>	<u>52,192</u>	<u>7,391</u>	<u>2,746,826</u>
Noncurrent Liabilities:								
Liability for Claims, net of Current Portion	1,008,313	-	2,589,694	-	-	-	-	3,598,007
Net Pension Liability	49,093	312,065	90,372	-	-	914,901	100,416	1,466,847
Total Noncurrent Liabilities	<u>1,057,406</u>	<u>312,065</u>	<u>2,680,066</u>	<u>-</u>	<u>-</u>	<u>914,901</u>	<u>100,416</u>	<u>5,064,854</u>
Total Liabilities	<u>1,861,512</u>	<u>1,424,698</u>	<u>3,436,231</u>	<u>-</u>	<u>14,339</u>	<u>967,093</u>	<u>107,807</u>	<u>7,811,680</u>
Deferred Outflows of Resources:								
Deferred Inflows of Resources - Pension	4,276	27,024	8,036	-	-	77,585	5,473	122,394
Total Deferred Inflows of Resources	<u>4,276</u>	<u>27,024</u>	<u>8,036</u>	<u>-</u>	<u>-</u>	<u>77,585</u>	<u>5,473</u>	<u>122,394</u>
Net Position								
Net Investment in Capital Assets	-	134,983	-	-	-	-	92,609	227,592
Unrestricted	(1,833,434)	3,791,011	4,596,773	220,892	66,579	(952,380)	404,541	6,293,982
Total Net Position	<u>(1,833,434)</u>	<u>3,925,994</u>	<u>4,596,773</u>	<u>220,892</u>	<u>66,579</u>	<u>(952,380)</u>	<u>497,150</u>	<u>6,521,574</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For Fiscal Year Ended June 30, 2016

	<u>Risk Management</u>	<u>Employee Benefits</u>	<u>Workers' Compensation</u>	<u>Excess Loss</u>	<u>Other Benefits Programs</u>	<u>Information Services Operations</u>	<u>Telephone Services</u>	<u>Total</u>
Operating Revenues:								
Charges for Services	\$ -	\$ 10,525,832	\$ 1,592,554	\$ -	\$ 413,550	\$ -	\$ 445,298	\$ 12,977,234
Rental Income	-	16,096	-	-	-	-	-	16,096
Rebates	-	67,058	-	-	-	-	-	67,058
On-behalf State Pension Revenue	<u>1,242</u>	<u>7,917</u>	<u>2,262</u>	<u>-</u>	<u>-</u>	<u>23,453</u>	<u>3,023</u>	<u>37,897</u>
Total Operating Revenues	<u>1,242</u>	<u>10,616,903</u>	<u>1,594,816</u>	<u>-</u>	<u>413,550</u>	<u>23,453</u>	<u>448,321</u>	<u>13,098,285</u>
Operating Expenses:								
Personnel	77,101	428,972	122,076	-	3,728	1,306,105	177,230	2,115,212
Operations	23,827	-	-	-	487,605	40,368	157,508	709,308
Claims	306,400	9,190,915	438,914	-	-	-	-	9,936,229
Reinsurance Premiums	266,561	512,023	96,746	-	-	-	-	875,330
Administrative	-	319,163	192,630	-	-	-	-	511,793
Depreciation and Amortization	<u>-</u>	<u>6,269</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,514</u>	<u>54,783</u>
Total Operating Expense	<u>673,889</u>	<u>10,457,342</u>	<u>850,366</u>	<u>-</u>	<u>491,333</u>	<u>1,346,473</u>	<u>383,252</u>	<u>14,202,655</u>
Income (Loss) from Operations	(672,647)	159,561	744,450	-	(77,783)	(1,323,020)	65,069	(1,104,370)
Non-operating Revenues (Expenses):								
Property Taxes	850,874	-	-	-	-	-	-	850,874
Investment Earnings	(3,650)	103,796	94,082	89	-	-	-	194,317
Intergovernmental Revenues	72,551	-	-	-	-	-	-	72,551
Gain (Loss) on Disposal of Capital Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(224,201)</u>	<u>(224,201)</u>
Net Income (Loss) before Transfers	247,128	263,357	838,532	89	(77,783)	(1,323,020)	(159,132)	(210,829)
Transfers In	396,328	17,261	-	200,000	70,000	1,335,681	-	2,019,270
Transfers Out	<u>(9,950)</u>	<u>(70,000)</u>	<u>(200,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,900)</u>	<u>(283,850)</u>
Change in Net Position	633,506	210,618	638,532	200,089	(7,783)	12,661	(163,032)	1,524,591
Net Position - Beginning of Year	<u>(2,466,940)</u>	<u>3,715,376</u>	<u>3,958,241</u>	<u>20,803</u>	<u>74,362</u>	<u>(965,041)</u>	<u>660,182</u>	<u>4,996,983</u>
Net Position - End of Year	<u>\$ (1,833,434)</u>	<u>\$ 3,925,994</u>	<u>\$ 4,596,773</u>	<u>\$ 220,892</u>	<u>\$ 66,579</u>	<u>\$ (952,380)</u>	<u>\$ 497,150</u>	<u>\$ 6,521,574</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Cash Flows
Internal Service Funds
For Fiscal Year Ended June 30, 2016
(Page 1 of 2)

	Risk Management	Employee Benefits	Workers' Compensation	Excess Loss	Other Benefits Programs	Information Services Operations	Telephone Services	Total
Cash flows from operating activities:								
Cash receipts for charges for services	\$ -	\$ 10,480,836	\$ 1,570,452	\$ -	\$ 413,550	\$ -	\$ 443,187	\$ 12,908,025
Cash receipts for rebates	-	21,690	-	-	-	-	-	21,690
Cash receipts for rent charged	-	16,096	-	-	-	-	-	16,096
Cash payments to employees for services	(66,255)	(420,945)	(122,677)	-	(3,195)	(1,299,760)	(174,948)	(2,087,780)
Cash payments for reinsurance premiums	(266,608)	(516,866)	(96,746)	-	-	-	-	(880,220)
Cash payments for administrative expenses	-	(311,822)	(188,608)	-	-	-	-	(500,430)
Cash payments for claims expenses	(430,231)	(9,116,532)	(954,071)	-	(500,922)	-	-	(11,001,756)
Cash payments to other suppliers for goods and services	(23,827)	-	-	-	-	(35,921)	(164,146)	(223,894)
Net cash provided (used) by operating activities	<u>(786,921)</u>	<u>152,457</u>	<u>208,350</u>	<u>-</u>	<u>(90,567)</u>	<u>(1,335,681)</u>	<u>104,093</u>	<u>(1,748,269)</u>
Cash flows from non-capital financing activities:								
Property taxes	857,881	-	-	-	-	-	-	857,881
Advances (to) from other funds	(526,239)	-	-	-	-	-	-	(526,239)
Transfers in from primary government	396,328	17,261	-	200,000	70,000	1,335,681	-	2,019,270
Transfers out to other funds	(9,950)	(70,000)	(200,000)	-	-	-	(3,900)	(283,850)
Intergovernmental sources	72,551	-	-	-	-	-	-	72,551
Net cash provided by non-capital financing activities	<u>790,571</u>	<u>(52,739)</u>	<u>(200,000)</u>	<u>200,000</u>	<u>70,000</u>	<u>1,335,681</u>	<u>(3,900)</u>	<u>2,139,613</u>
Cash flows from capital financing activities:								
Purchase of capital assets	-	-	-	-	-	-	(94,672)	(94,672)
Net cash provided by capital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(94,672)</u>	<u>(94,672)</u>
Cash flows from investing activities:								
Purchases of investment securities	-	(1,344,855)	(698,282)	(298,831)	(17,115)	-	(236,890)	(2,595,973)
Proceeds of sale and maturities of investment securities	-	1,162,100	666,659	105,471	38,638	-	239,428	2,212,296
Interest on investments	(3,650)	70,113	69,278	89	-	-	-	135,830
Net cash provided (used) by investing activities	<u>(3,650)</u>	<u>(112,642)</u>	<u>37,655</u>	<u>(193,271)</u>	<u>21,523</u>	<u>-</u>	<u>2,538</u>	<u>(247,847)</u>
Net increase (decrease) in cash and cash equivalents	-	(12,924)	46,005	6,729	956	-	8,059	48,825
Cash and cash equivalents at beginning of year	-	50,686	117,024	335	1,632	-	7,977	177,654
Cash and cash equivalents at end of year	<u>\$ -</u>	<u>\$ 37,762</u>	<u>\$ 163,029</u>	<u>\$ 7,064</u>	<u>\$ 2,588</u>	<u>\$ -</u>	<u>\$ 16,036</u>	<u>\$ 226,479</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Cash Flows
Internal Service Funds
For Fiscal Year Ended June 30, 2016
(Page 2 of 2)

Reconciliation of Income from Operations to Cash Provided (Used) by Operations

	Risk Management	Employee Benefits	Workers' Compensation	Excess Loss	Other Benefits Programs	Information Services Operations	Telephone Services	Total
Income (loss) from operations	\$ (672,647)	\$ 159,561	\$ 744,450	\$ -	\$ (77,783)	\$ (1,323,020)	\$ 65,069	\$ (1,104,370)
Adjustments to reconcile income (loss) from operations to net cash provided (used) by operating activities:								
Depreciation and amortization	-	6,269	-	-	-	-	48,514	54,783
Change in assets and liabilities:								
Decrease (increase) in receivables	-	(60,027)	(22,004)	-	-	-	(2,111)	(84,142)
Decrease (increase) in rebate receivables	-	(45,368)	-	-	-	-	-	(45,368)
Decrease (increase) in prepaid costs	-	(4,843)	(963)	-	-	-	-	(5,806)
Decrease (increase) in pension deferred outflows	(1,348)	(8,596)	(2,456)	-	-	(25,463)	(3,283)	(41,146)
Increase (decrease) in payables and contributions paid in advance	(47)	7,341	4,985	-	(13,317)	4,447	(6,638)	(3,229)
Increase (decrease) in accrued liabilities	(112,656)	99,541	(515,255)	-	533	12,566	3,084	(512,187)
Increase (decrease) in net pension liability	6,506	41,479	11,849	-	-	122,876	15,841	198,551
Increase (decrease) in pension deferred inflows	(6,729)	(42,900)	(12,256)	-	-	(127,087)	(16,383)	(205,355)
Net cash provided (used) by operating activities	\$ (786,921)	\$ 152,457	\$ 208,350	\$ -	\$ (90,567)	\$ (1,335,681)	\$ 104,093	\$ (1,748,269)

Supplemental Disclosure of Cash Flow Information

Noncash capital financing, non-capital financing and investing activities:

Telephone Services had a \$224,201 loss on disposal of capital assets.

Employee Benefits and the Workers' Compensation Plan had \$33,706 and \$25,065, respectively, of net investment gain that was reinvested in their trust portfolios for the year.

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2016
(Page 1 of 4)

	Risk Management				Employee Benefits			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 11,089,500	\$ 12,516,420	\$ 10,480,836	\$ (2,035,584)
Total Operating Revenue	-	-	-	-	11,089,500	12,516,420	10,480,836	(2,035,584)
Operating Expense:								
Personnel	127,049	127,049	66,255	60,794	397,357	451,857	420,945	30,912
Operations	1,635,875	1,635,425	720,666	914,759	10,628,500	12,100,920	9,945,220	2,155,700
Total Operating Expense	1,762,924	1,762,474	786,921	975,553	11,025,857	12,552,777	10,366,165	2,186,612
Income (Loss) from Operation	(1,762,924)	(1,762,474)	(786,921)	975,553	63,643	(36,357)	114,671	151,028
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	853,104	853,104	857,881	4,777	-	-	-	-
Investment Earnings	-	-	(3,620)	(3,620)	24,000	24,000	103,819	79,819
Intergovernmental Revenue	72,547	72,547	72,551	4	-	-	-	-
Other Income	-	-	-	-	16,000	16,000	16,096	96
Rebates	-	-	-	-	40,000	40,000	21,690	(18,310)
Net Income (Loss) before Transfers	(837,273)	(836,823)	139,891	976,714	143,643	43,643	256,276	212,633
Transfers In	345,017	345,017	396,327	51,310	17,262	17,262	17,261	(1)
Transfers Out	(9,500)	(9,950)	(9,950)	-	(170,000)	(70,000)	(70,000)	-
Change in Net Position	\$ (501,756)	\$ (501,756)	\$ 526,268	\$ 1,028,024	\$ (9,095)	\$ (9,095)	\$ 203,537	\$ 212,632

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2016
(Page 2 of 4)

	Workers' Compensation				Excess Loss			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ 1,420,000	\$ 1,525,000	\$ 1,570,452	\$ 45,452	\$ -	\$ -	\$ -	\$ -
Total Operating Revenue	1,420,000	1,525,000	1,570,452	45,452	-	-	-	-
Operating Expense:								
Personnel	124,441	124,441	122,677	1,764	-	-	-	-
Operations	990,650	1,240,650	1,239,425	1,225	-	-	-	-
Total Operating Expense	1,115,091	1,365,091	1,362,102	2,989	-	-	-	-
Income (Loss) from Operation	304,909	159,909	208,350	48,441	-	-	-	-
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	-	-	-	-
Investment Earnings	40,000	40,000	94,343	54,343	1,000	1,000	87	(913)
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Rebates	-	-	-	-	-	-	-	-
Net Income (Loss) before Transfers	344,909	199,909	302,693	102,784	1,000	1,000	87	(913)
Transfers In	-	-	-	-	300,000	300,000	200,000	(100,000)
Transfers Out	(345,000)	(200,000)	(200,000)	-	-	-	-	-
Change in Net Position	\$ (91)	\$ (91)	\$ 102,693	\$ 102,784	\$ 301,000	\$ 301,000	\$ 200,087	\$ (100,913)

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2016
(Page 3 of 4)

	Other Benefits Programs				Information Services Operations			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ 402,000	\$ 434,400	\$ 413,550	\$ (20,850)	\$ -	\$ -	\$ -	\$ -
Total Operating Revenue	402,000	434,400	413,550	(20,850)	-	-	-	-
Operating Expense:								
Personnel	-	5,000	3,195	1,805	1,431,638	1,431,638	1,299,760	131,878
Operations	472,000	499,400	503,610	(4,210)	39,750	39,750	35,921	3,829
Total Operating Expense	472,000	504,400	506,805	(2,405)	1,471,388	1,471,388	1,335,681	135,707
Income (Loss) from Operation	(70,000)	(70,000)	(93,255)	(23,255)	(1,471,388)	(1,471,388)	(1,335,681)	135,707
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Rebates	-	-	-	-	-	-	-	-
Net Income (Loss) before Transfers	(70,000)	(70,000)	(93,255)	(23,255)	(1,471,388)	(1,471,388)	(1,335,681)	135,707
Transfers In	70,000	70,000	70,000	-	1,471,388	1,471,388	1,335,681	(135,707)
Transfers Out	-	-	-	-	-	-	-	-
Change in Net Position	\$ -	\$ -	\$ (23,255)	\$ (23,255)	\$ -	\$ -	\$ -	\$ -

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2016
(Page 4 of 4)

	Telephone Services				Totals			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ 386,535	\$ 386,535	\$ 445,298	\$ 58,763	\$ 13,298,035	\$ 14,862,355	\$ 12,910,136	\$ (1,952,219)
Total Operating Revenue	<u>386,535</u>	<u>386,535</u>	<u>445,298</u>	<u>58,763</u>	<u>13,298,035</u>	<u>14,862,355</u>	<u>12,910,136</u>	<u>(1,952,219)</u>
Operating Expense:								
Personnel	203,756	203,756	174,948	28,808	2,284,241	2,343,741	2,087,780	255,961
Operations	319,435	366,660	258,818	107,842	14,086,210	15,882,805	12,703,660	3,179,145
Total Operating Expense	<u>523,191</u>	<u>570,416</u>	<u>433,766</u>	<u>136,650</u>	<u>16,370,451</u>	<u>18,226,546</u>	<u>14,791,440</u>	<u>3,435,106</u>
Income (Loss) from Operation	(136,656)	(183,881)	11,532	195,413	(3,072,416)	(3,364,191)	(1,881,304)	1,482,887
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	853,104	853,104	857,881	4,777
Investment Earnings	-	-	-	-	65,000	65,000	194,629	129,629
Intergovernmental Revenue	-	-	-	-	72,547	72,547	72,551	4
Other Income	-	-	-	-	16,000	16,000	16,096	96
Rebates	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,000</u>	<u>40,000</u>	<u>21,690</u>	<u>(18,310)</u>
Net Income (Loss) before Transfers	(136,656)	(183,881)	11,532	195,413	(2,025,765)	(2,317,540)	(718,457)	1,599,083
Transfers In	-	-	-	-	2,203,667	2,203,667	2,019,269	(184,398)
Transfers Out	<u>-</u>	<u>(3,900)</u>	<u>(3,900)</u>	<u>-</u>	<u>(524,500)</u>	<u>(283,850)</u>	<u>(283,850)</u>	<u>-</u>
Change in Net Position	<u>\$ (136,656)</u>	<u>\$ (187,781)</u>	<u>\$ 7,632</u>	<u>\$ 195,413</u>	<u>\$ (346,598)</u>	<u>\$ (397,723)</u>	<u>\$ 1,016,962</u>	<u>\$ 1,414,685</u>

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TRUST AND AGENCY FUNDS

Trust and agency funds are used to account for situations where the County holds assets in trust or acts as an agent for another governmental entity or an individual.

Investment Trust Funds – To account for external participants' share of the County's investment pool and investments held separate for external participants.

Schools Fund – To account for revenues collected and cash held for various school districts.

Other Local Taxing Units Fund – To account for revenues collected and cash held for fire districts, irrigation districts, cemetery districts, the hospital district, the mosquito district and the urban transportation district.

State Fund – To account for revenues collected and cash held for the State of Montana.

City Fund – To account for revenues collected and cash held for the City of Missoula.

Other Post-Employment Benefits – To account for revenues collected and cash held for post employment benefits.

Payroll and Claims Fund – To account for the County's payroll and claims clearing activities.

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MISSOULA COUNTY, MONTANA
Combining Statement of Fiduciary Net Position
June 30, 2016

	External Pool Investment Trust
Assets	
Cash & Cash Equivalents	\$ 4,469,207
Investments, at Fair Value:	
Securities	7,570,490
Money Markets	7,778,944
Repurchase Agreements	7,265,271
STIP	112,658,206
Total Investments	<u>135,272,911</u>
Total Assets	<u>139,742,118</u>
Net Position	
Funds Held in Trust for:	
Investment Trusts	<u>139,742,118</u>
Total Net Position	<u><u>\$ 139,742,118</u></u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Fiduciary Net Position
For Fiscal Year Ended June 30, 2016

	External Pool Investment Trust
Additions	
Interest Income	\$ 305,896
Net Investment Income	305,896
Participant Investments in Pool	352,718,318
Total Additions	353,024,214
Deductions	
Distribution to Participants	(269,285,097)
Total Deductions	(269,285,097)
Change in Net Position	83,739,117
Net Position Held in Trust for Pool Participants	
Net Position - Beginning of Year	56,003,001
Net Position - End of Year	\$ 139,742,118

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For Fiscal Year Ended June 30, 2016
(Page 1 of 4)

SCHOOLS

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Cash with Fiscal Agents	\$ 1,352,240	\$ 1,370,308	\$ 1,352,240	\$ 1,370,308
Property Taxes Receivable (net)	<u>3,211,125</u>	<u>54,158,322</u>	<u>55,315,295</u>	<u>2,054,152</u>
Total Assets	<u>\$ 4,563,365</u>	<u>\$ 55,528,630</u>	<u>\$ 56,667,535</u>	<u>\$ 3,424,460</u>
Liabilities:				
Due to Other Agencies	\$ <u>4,563,365</u>	\$ <u>55,528,630</u>	\$ <u>56,667,535</u>	\$ <u>3,424,460</u>
Total Liabilities	<u>\$ 4,563,365</u>	<u>\$ 55,528,630</u>	<u>\$ 56,667,535</u>	<u>\$ 3,424,460</u>

OTHER LOCAL TAXING UNITS

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Cash with Fiscal Agents	\$ 26,440	\$ 27,583	\$ 26,440	\$ 27,583
Property Taxes Receivable (net)	<u>676,811</u>	<u>11,989,354</u>	<u>12,170,080</u>	<u>496,085</u>
Total Assets	<u>\$ 703,251</u>	<u>\$ 12,016,937</u>	<u>\$ 12,196,520</u>	<u>\$ 523,668</u>
Liabilities:				
Due to Other Agencies	\$ <u>703,251</u>	\$ <u>12,016,937</u>	\$ <u>12,196,520</u>	\$ <u>523,668</u>
Total Liabilities	<u>\$ 703,251</u>	<u>\$ 12,016,937</u>	<u>\$ 12,196,520</u>	<u>\$ 523,668</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2016
(Page 2 of 4)

STATE

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Property Taxes Receivable (net)	\$ 1,051,689	\$ 21,079,598	\$ 21,489,142	\$ 642,145
Total Assets	<u>\$ 1,051,689</u>	<u>\$ 21,079,598</u>	<u>\$ 21,489,142</u>	<u>\$ 642,145</u>
Liabilities:				
Due to Other Agencies	\$ 1,051,689	\$ 21,079,598	\$ 21,489,142	\$ 642,145
Total Liabilities	<u>\$ 1,051,689</u>	<u>\$ 21,079,598</u>	<u>\$ 21,489,142</u>	<u>\$ 642,145</u>

CITY

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Property Taxes Receivable (net)	\$ 2,053,072	\$ 36,273,924	\$ 37,205,787	\$ 1,121,209
Accounts Receivable	164,546	36,507	164,546	36,507
Total Assets	<u>\$ 2,217,618</u>	<u>\$ 36,310,431</u>	<u>\$ 37,370,333</u>	<u>\$ 1,157,716</u>
Liabilities:				
Due to Other Agencies	\$ 2,217,618	\$ 36,310,431	\$ 37,370,333	\$ 1,157,716
Total Liabilities	<u>\$ 2,217,618</u>	<u>\$ 36,310,431</u>	<u>\$ 37,370,333</u>	<u>\$ 1,157,716</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2016
(Page 3 of 4)

OTHER POST-RETIREMENT BENEFITS (OPEB)

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Cash & Cash Equivalents	\$ 575	\$ 1,006,037	\$ 1,005,657	\$ 955
Investments	122,827	112,525	122,827	112,525
Other Assets	1,986	6,713	4,363	4,336
Total Assets	<u>\$ 125,388</u>	<u>\$ 1,125,275</u>	<u>\$ 1,132,847</u>	<u>\$ 117,816</u>
Liabilities:				
Accounts & Warrants Payable	\$ 872	\$ 16,476	\$ 16,191	\$ 1,157
Other Liabilities	124,516	995,734	1,003,591	116,659
Total Liabilities	<u>\$ 125,388</u>	<u>\$ 1,012,210</u>	<u>\$ 1,019,782</u>	<u>\$ 117,816</u>

PAYROLL & CLAIMS

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Cash & Cash Equivalents	\$ 19,901	\$ 58,685	\$ 19,901	\$ 58,685
Investments	1,217,305	1,776,267	1,217,305	1,776,267
Total Assets	<u>\$ 1,237,206</u>	<u>\$ 1,834,952</u>	<u>\$ 1,237,206</u>	<u>\$ 1,834,952</u>
Liabilities:				
Accounts & Warrants Payable	\$ 1,237,206	\$ 1,834,952	\$ 1,237,206	\$ 1,834,952
Total Liabilities	<u>\$ 1,237,206</u>	<u>\$ 1,834,952</u>	<u>\$ 1,237,206</u>	<u>\$ 1,834,952</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2016
(Page 4 of 4)

TOTAL AGENCY FUNDS

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Assets:				
Cash & Cash Equivalents	\$ 20,476	\$ 1,064,722	\$ 1,025,558	\$ 59,640
Cash with Fiscal Agents	1,378,680	1,397,891	1,378,680	1,397,891
Investments	1,340,132	1,888,792	1,340,132	1,888,792
Property Taxes Receivable (net)	6,992,697	123,501,198	126,180,304	4,313,591
Accounts Receivable	164,546	36,507	164,546	36,507
Other Assets	<u>1,986</u>	<u>6,713</u>	<u>4,363</u>	<u>4,336</u>
Total Assets	<u>\$ 9,898,517</u>	<u>\$ 127,895,823</u>	<u>\$ 130,093,583</u>	<u>\$ 7,700,757</u>
Liabilities:				
Accounts & Warrants Payable	\$ 1,238,078	\$ 1,851,428	\$ 1,253,397	\$ 1,836,109
Other Liabilities	124,516	995,734	1,003,591	116,659
Due to Other Agencies	<u>8,535,923</u>	<u>124,935,596</u>	<u>127,723,530</u>	<u>5,747,989</u>
Total Liabilities	<u>\$ 9,898,517</u>	<u>\$ 127,782,758</u>	<u>\$ 129,980,518</u>	<u>\$ 7,700,757</u>

CAPITAL ASSETS

Capital assets used in the operation of Governmental Funds

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MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedule By Source ¹
June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Governmental Funds Capital Assets:		
Land	\$ 6,054,891	\$ 7,317,038
Buildings	51,379,640	49,956,548
Machinery and Equipment	25,536,842	24,743,396
Infrastructure	57,378,764	57,098,606
Construction in Progress	<u>33,281,061</u>	<u>16,937,465</u>
Total Governmental Funds Capital Assets	<u>\$ 173,631,198</u>	<u>\$ 156,053,053</u>
Investment in Governmental Funds Capital Assets by Source:		
General Fund	\$ 20,860,520	\$ 16,279,070
Special Revenue Fund	128,821,494	115,824,799
Federal Grants	22,003,088	22,003,088
Initial Start of System	<u>1,946,096</u>	<u>1,946,096</u>
Total Governmental Funds Capital Assets	<u>\$ 173,631,198</u>	<u>\$ 156,053,053</u>

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity ¹
June 30, 2016

Function and Activity	Land	Buildings	Machinery and Equipment	Infrastructure	Construction in Progress	Total
General Government:						
Administration and Finance	\$ -	\$ -	\$ 556,412	\$ -	\$ -	\$ 556,412
Records and Election	-	-	1,069,340	-	-	1,069,340
Data Processing	-	-	611,244	-	292,696	903,940
General Services	14,203	5,753,925	1,128,242	-	1,827,892	8,724,262
Criminal Justice	-	-	122,652	-	9,483,914	9,606,566
Total General Government	14,203	5,753,925	3,487,890	-	11,604,502	20,860,520
Public Works:						
Road & Bridge	135,100	2,606,988	8,501,819	55,639,929	5,642,947	72,526,783
Missoula Development Authority	-	-	-	1,390,062	5,739,915	7,129,977
Weed & Extension	-	-	170,383	-	99,170	269,553
Seeley Lake Refuse	65,400	110,793	20,160	-	-	196,353
Total Public Works	200,500	2,717,781	8,692,362	57,029,991	11,482,032	80,122,666
Public Safety:						
Sheriff	19,199	6,261,319	4,013,571	60,000	331,243	10,685,332
Communications	-	3,475,665	6,551,832	-	-	10,027,497
Detention Center	1,791,035	23,282,670	1,257,117	-	-	26,330,822
Total Public Safety	1,810,234	33,019,654	11,822,520	60,000	331,243	47,043,651
Public Health:						
City/County Health	58,162	2,535,429	279,708	-	-	2,873,299
Environmental Health	-	277,768	502,521	-	-	780,289
Total Public Health	58,162	2,813,197	782,229	-	-	3,653,588
Social and Economic Services	-	1,472,269	38,435	-	-	1,510,704
Housing and Community Development	-	-	8,801	-	-	8,801
Culture and Recreation	2,025,696	5,602,814	704,605	288,773	9,863,284	18,485,172
Nondepartmental	1,946,096	-	-	-	-	1,946,096
Total Governmental Funds Capital Assets	\$ 6,054,891	\$ 51,379,640	\$ 25,536,842	\$ 57,378,764	\$ 33,281,061	\$ 173,631,198

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of Net Position.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes By Function and Activity ¹
For Fiscal Year Ended June 30, 2016

Function and Activity	Governmental Funds Capital Assets July 1, 2015	Adjustments & Reclasses	As Restated July 1, 2015	Additions	Deductions	Adjustments	Governmental Funds Capital Assets June 30, 2016
General Government:							
Administration and Finance	\$ 556,412	\$ -	\$ 556,412	\$ -	\$ -	\$ -	\$ 556,412
Records and Election	771,215	-	771,215	298,125	-	-	1,069,340
Data Processing	835,140	-	835,140	92,677	(23,877)	-	903,940
General Services	8,399,684	-	8,399,684	730,046	(405,468)	-	8,724,262
Criminal Justice	5,716,619	-	5,716,619	3,889,947	-	-	9,606,566
Total General Government	16,279,070	-	16,279,070	5,010,795	(429,345)	-	20,860,520
Public Works:							
Road & Bridge	68,831,838	-	68,831,838	3,868,543	(195,085)	21,487	72,526,783
Missoula Development Authority	7,015,977	-	7,015,977	114,000	-	-	7,129,977
Weed & Extension	245,692	-	245,692	23,861	-	-	269,553
Seeley Lake Refuse	196,353	-	196,353	-	-	-	196,353
Total Public Works	76,289,860	-	76,289,860	4,006,404	(195,085)	21,487	80,122,666
Public Safety:							
Sheriff	9,549,719	-	9,549,719	1,522,476	(365,376)	(21,487)	10,685,332
Communications	10,142,360	-	10,142,360	433,638	(548,501)	-	10,027,497
Detention Center	26,333,379	-	26,333,379	29,001	(31,558)	-	26,330,822
Total Public Safety	46,025,458	-	46,025,458	1,985,115	(945,435)	(21,487)	47,043,651
Public Health:							
City/County Health	3,216,918	(9,775)	3,207,143	1,259,670	(1,593,514)	-	2,873,299
Environmental Health	507,521	9,775	517,296	535,762	(272,769)	-	780,289
Total Public Health	3,724,439	-	3,724,439	1,795,432	(1,866,283)	-	3,653,588
Social and Economic Services	1,510,704	-	1,510,704	-	-	-	1,510,704
Housing and Community Development	-	-	-	8,801	-	-	8,801
Culture and Recreation	9,005,279	-	9,005,279	9,555,845	(75,952)	-	18,485,172
Nondepartmental	1,946,096	-	1,946,096	-	-	-	1,946,096
Land Held for Resale	1,272,147	(1,272,147)	-	-	-	-	-
Total General Capital Assets	\$ 156,053,053	\$ (1,272,147)	154,780,906	22,362,392	\$ (3,512,100)	\$ -	\$ 173,631,198

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of Net Position.

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STATISTICAL SECTION

STATISTICAL SECTION

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends

This segment contains trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

This segment includes information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity

This segment presents information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Economic & Demographic Information

This segment depicts demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information

This segment displays service and capital asset data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise stated, the information in this section is derived from the comprehensive annual financial reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, in FY 2003; schedules presenting government-wide activities include information beginning from that year.

MISSOULA COUNTY, MONTANA
Net Position by Component
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
Net Investment in Capital Assets	\$ 34,873,468	\$ 41,799,334	\$ 47,859,926	\$ 50,908,218	\$ 52,441,539	\$ 56,576,425	\$ 69,649,599	\$ 67,011,808	\$ 73,771,998	\$ 83,362,498
Restricted	1,755,298	1,550,263	1,275,007	2,393,072	15,967,427	35,802,909	17,685,419	19,139,960	20,392,083	54,049,148
Unrestricted	<u>31,255,020</u>	<u>28,155,028</u>	<u>36,814,281</u>	<u>36,385,797</u>	<u>23,837,507</u>	<u>2,894,401</u>	<u>11,556,859</u>	<u>15,680,483</u>	<u>(26,407,340)</u>	<u>(59,040,768)</u>
Total Governmental Activities Net Position	<u>\$ 67,883,786</u>	<u>\$ 71,504,625</u>	<u>\$ 85,949,214</u>	<u>\$ 89,687,087</u>	<u>\$ 92,246,473</u>	<u>\$ 95,273,735</u>	<u>\$ 98,891,877</u>	<u>\$101,832,251</u>	<u>\$ 67,756,741</u>	<u>\$ 78,370,878</u>
Business-type Activities										
Net Investment in Capital Assets	\$ 2,125,419	\$ 2,125,336	\$ 2,601,442	\$ 4,052,553	\$ 3,656,007	\$ 4,680,442	\$ 4,626,843	\$ 4,605,935	\$ 4,647,074	\$ 4,569,561
Unrestricted	<u>1,622,661</u>	<u>1,778,396</u>	<u>1,581,937</u>	<u>1,046,487</u>	<u>2,593,970</u>	<u>1,255,778</u>	<u>1,340,953</u>	<u>1,360,612</u>	<u>947,659</u>	<u>1,066,787</u>
Total Business-type Activities Net Position	<u>\$ 3,748,080</u>	<u>\$ 3,903,732</u>	<u>\$ 4,183,379</u>	<u>\$ 5,099,040</u>	<u>\$ 6,249,977</u>	<u>\$ 5,936,220</u>	<u>\$ 5,967,796</u>	<u>\$ 5,966,547</u>	<u>\$ 5,594,733</u>	<u>\$ 5,636,348</u>
Primary Government										
Net Investment in Capital Assets	\$ 36,998,887	\$ 43,924,670	\$ 50,461,368	\$ 54,960,771	\$ 56,097,546	\$ 60,761,678	\$ 74,276,442	\$ 71,617,743	\$ 78,419,072	\$ 87,932,059
Restricted	1,755,298	1,550,263	1,275,007	2,393,072	15,967,427	35,802,909	17,685,419	19,139,960	20,392,083	54,049,148
Unrestricted	<u>32,877,681</u>	<u>29,933,424</u>	<u>38,396,218</u>	<u>37,432,284</u>	<u>26,431,477</u>	<u>4,150,179</u>	<u>12,897,812</u>	<u>17,041,095</u>	<u>(25,459,681)</u>	<u>(57,973,981)</u>
Total Primary Government Net Position	<u>\$ 71,631,866</u>	<u>\$ 75,408,357</u>	<u>\$ 90,132,593</u>	<u>\$ 94,786,127</u>	<u>\$ 98,496,450</u>	<u>\$100,714,766</u>	<u>\$104,859,673</u>	<u>\$107,798,798</u>	<u>\$ 73,351,474</u>	<u>\$ 84,007,226</u>

MISSOULA COUNTY, MONTANA
Schedule of Changes in Net Position
Last Ten Fiscal Years
(Page 1 of 2)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities:										
General Government	\$ 10,616,135	\$ 11,532,881	\$ 12,236,110	\$ 11,885,058	\$ 13,978,668	\$ 15,820,520	\$ 20,445,707	\$ 17,283,281	\$ 16,415,581	\$ 16,163,885
Criminal Justice	3,300,060	3,729,153	3,758,712	3,847,607	4,128,781	4,276,443	2,979,747	3,616,057	4,608,917	5,100,309
Public Safety	17,487,042	17,933,310	18,135,508	18,831,204	20,042,141	20,051,543	17,752,142	17,764,481	24,652,439	22,488,114
Public Works	17,948,738	13,520,691	6,065,827	10,604,449	10,172,173	10,654,220	11,155,178	11,364,880	11,547,417	10,674,525
Public Health	5,542,050	5,903,619	5,860,795	6,041,743	6,542,193	6,970,001	7,547,594	7,381,596	7,799,341	8,656,404
Social & Economic Services	4,289,787	4,078,319	4,615,766	4,686,338	2,339,977	2,730,068	2,326,781	1,758,902	2,578,754	2,669,877
Culture & Recreation	3,889,031	4,493,107	4,333,841	4,473,973	5,156,053	5,266,106	4,845,283	4,592,167	4,906,518	6,432,951
Housing & Community Development	2,601,639	3,435,749	2,918,937	2,819,982	3,875,925	1,829,234	1,782,217	5,057,663	3,196,624	3,759,445
Interest on Long-term Debt	1,133,118	1,261,685	1,145,352	1,543,010	1,654,795	1,357,720	1,112,108	1,381,506	1,282,078	1,330,526
Total Governmental Activities Expenses	66,807,600	65,888,514	59,070,848	64,733,364	67,890,706	68,955,855	69,946,757	70,200,533	76,987,669	77,276,036
Business-type Activities:										
Larchmont Golf Course	880,832	852,695	847,389	860,865	854,062	877,081	897,720	904,531	952,053	855,777
Rural Special Improvement Districts	720,567	707,010	735,247	382,198	822,299	1,309,864	922,016	942,995	928,184	1,076,337
Total Business-type Activities Expenses	1,601,399	1,559,705	1,582,636	1,243,063	1,676,361	2,186,945	1,819,736	1,847,526	1,880,237	1,932,114
Total Primary Government Expenses	<u>\$ 68,408,999</u>	<u>\$ 67,448,219</u>	<u>\$ 60,653,484</u>	<u>\$ 65,976,427</u>	<u>\$ 69,567,067</u>	<u>\$ 71,142,800</u>	<u>\$ 71,766,493</u>	<u>\$ 72,048,059</u>	<u>\$ 78,867,906</u>	<u>\$ 79,208,150</u>
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 4,909,952	\$ 4,596,879	\$ 4,405,714	\$ 4,370,193	\$ 4,757,274	\$ 4,944,047	\$ 5,002,429	\$ 4,922,055	\$ 5,481,192	\$ 5,601,735
Criminal Justice	831,522	876,544	910,461	882,066	855,132	784,263	797,539	848,911	923,639	818,208
Public Safety	4,007,155	5,845,885	5,218,345	5,097,532	5,144,087	6,391,991	5,384,210	5,581,416	7,843,374	6,501,498
Public Works	2,319,001	2,067,227	1,747,766	1,522,702	2,618,765	2,446,931	2,453,681	2,595,957	2,270,337	2,354,464
Public Health	1,633,125	1,730,795	1,532,922	1,477,509	1,495,133	1,732,005	1,647,280	1,863,366	1,990,209	2,370,198
Social & Economic Services	-	-	-	-	-	184,993	-	-	-	-
Culture & Recreation	1,335,514	1,136,630	981,832	1,022,162	1,097,072	1,222,868	1,137,248	915,798	863,942	765,267
Housing & Community Development	233,379	206,284	195,356	158,728	144,605	1,434	-	94,854	90,742	103,423
Operating Grants and Contributions	6,479,430	6,862,787	6,626,708	5,364,471	10,503,550	7,671,180	6,856,910	8,068,517	7,939,965	8,479,102
Capital Grants and Contributions	2,267,401	260,121	3,546,936	2,576,393	1,148,146	1,536,905	2,611,277	353,300	1,789,304	2,985,372
Total Governmental Activities Program Revenues	24,016,479	23,583,152	25,166,040	22,471,756	27,763,764	26,916,617	25,890,574	25,244,174	29,192,704	29,979,267
Business-type Activities:										
Charges for Services:										
Larchmont Golf Course	951,976	984,778	1,012,132	988,599	981,338	969,831	959,930	946,171	1,034,980	1,022,084
Rural Special Improvement Districts	850,294	780,030	823,465	882,273	995,892	989,238	997,690	992,971	990,327	977,266
Total Business-type Activities Program Revenues	1,802,270	1,764,808	1,835,597	1,870,872	1,977,230	1,959,069	1,957,620	1,939,142	2,025,307	1,999,350
Total Primary Government Program Revenues	<u>\$ 25,818,749</u>	<u>\$ 25,347,960</u>	<u>\$ 27,001,637</u>	<u>\$ 24,342,628</u>	<u>\$ 29,740,994</u>	<u>\$ 28,875,686</u>	<u>\$ 27,848,194</u>	<u>\$ 27,183,316</u>	<u>\$ 31,218,011</u>	<u>\$ 31,978,617</u>
Net (Expense) Revenue										
Governmental Activities:	\$(42,791,121)	\$(42,305,362)	\$(33,904,808)	\$(42,261,608)	\$(40,126,942)	\$(42,039,238)	\$(44,056,183)	\$(44,956,359)	\$(47,794,965)	\$(47,296,769)
Business-type Activities:	200,871	205,103	252,961	627,809	300,869	(227,876)	137,884	91,616	145,070	67,236
Total Primary Government Net (Expenses) Revenues	<u>\$(42,590,250)</u>	<u>\$(42,100,259)</u>	<u>\$(33,651,847)</u>	<u>\$(41,633,799)</u>	<u>\$(39,826,073)</u>	<u>\$(42,267,114)</u>	<u>\$(43,918,299)</u>	<u>\$(44,864,743)</u>	<u>\$(47,649,895)</u>	<u>\$(47,229,533)</u>

MISSOULA COUNTY, MONTANA
Schedule of Changes in Net Position (Continued)
Last Ten Fiscal Years
(Page 2 of 2)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Revenue and Other										
Changes in Net Position										
Governmental Activities:										
Property Taxes	\$ 32,154,829	\$ 34,367,166	\$ 34,622,390	\$ 38,095,655	\$ 36,962,016	\$ 36,962,016	\$ 39,240,200	\$ 40,179,586	\$ 41,650,425	\$ 44,958,039
Intergovernmental Revenue	4,334,436	6,766,492	5,857,686	5,845,783	2,967,366	2,967,366	782,442	6,182,199	6,314,257	6,595,554
Investment Earnings	1,748,295	1,489,227	816,387	297,001	239,823	239,823	40,151	157,715	152,439	884,391
Gain on Sale of Capital Assets	(2,230,026)	643,320	(28,243)	-	(1,542)	(1,542)	-	10,400	33,257	96,565
Miscellaneous Revenues	12,142,118	2,329,610	2,832,296	2,369,802	2,384,056	2,384,056	2,501,499	1,496,429	1,743,651	1,169,858
Transfers	141,981	151,225	164,386	(227,491)	107,531	107,531	110,033	96,447	88,820	97,275
Total Governmental Activities	48,291,633	45,747,040	44,264,902	46,380,750	42,659,250	42,659,250	42,674,325	48,122,776	49,982,849	53,801,682
Business-type Activities:										
Intergovernmental Revenue	-	-	100,000	-	-	-	-	724	-	-
Investment Earnings	55,242	38,345	35,691	24,426	9,080	9,080	3,725	4,960	4,877	8,428
Gain on Sale of Capital Assets	-	-	10,430	7,000	-	-	-	(7,014)	-	3,300
Miscellaneous Revenues	56,728	22,500	5,587	-	2,500	2,500	-	4,912	63,135	61,679
Transfers	(141,981)	(151,225)	(164,386)	227,491	(107,531)	(107,531)	(110,033)	(96,447)	(88,820)	(97,275)
Total Business-type Activities	(30,011)	(90,380)	(12,678)	258,917	(95,951)	(95,951)	(106,308)	(92,865)	(20,808)	(23,868)
Total Primary Government	\$ 48,261,622	\$ 45,656,660	\$ 44,252,224	\$ 46,639,667	\$ 42,563,299	\$ 42,563,299	\$ 42,568,017	\$ 48,029,911	\$ 49,962,041	\$ 53,777,814
Changes in Net Position										
Governmental Activities	\$ 5,500,512	\$ 3,441,678	\$ 10,360,094	\$ 4,119,142	\$ 2,532,308	\$ 620,012	\$ 3,618,142	\$ 3,166,417	\$ 2,187,884	\$ 6,504,913
Business-type Activities	170,860	114,723	240,283	886,726	204,918	(323,827)	31,576	(1,249)	124,262	43,368
Total Primary Government Changes in Net Position	\$ 5,671,372	\$ 3,556,401	\$ 10,600,377	\$ 5,005,868	\$ 2,737,226	\$ 296,185	\$ 3,649,718	\$ 3,165,168	\$ 2,312,146	\$ 6,548,281

MISSOULA COUNTY, MONTANA
Fund Balance of Governmental Funds
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ 226,646	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	3,200,957	2,218,236	2,577,538	1,962,335	-	-	-	-	-	-
Nonspendable *	-	-	-	-	63,911	61,571	56,450	57,453	66,450	61,204
Restricted *	-	-	-	-	55,952	72,423	226,043	-	-	-
Unassigned *	-	-	-	-	2,264,689	2,244,801	2,655,190	2,547,676	2,416,051	3,482,397
Total General Fund	<u>\$ 3,200,957</u>	<u>\$ 2,218,236</u>	<u>\$ 2,577,538</u>	<u>\$ 2,188,981</u>	<u>\$ 2,384,552</u>	<u>\$ 2,378,795</u>	<u>\$ 2,937,683</u>	<u>\$ 2,605,129</u>	<u>\$ 2,482,501</u>	<u>\$ 3,543,601</u>
All Other Governmental Funds										
Reserved	\$ 2,346,351	\$ 2,875,328	\$ 6,131,515	\$ 7,749,896	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special Revenue Funds	14,592,615	15,826,535	22,776,020	22,814,502	-	-	-	-	-	-
Debt Service Funds	1,755,298	1,550,263	1,555,901	(278,996)	-	-	-	-	-	-
Capital Project Funds	8,420,005	7,513,750	1,341,314	1,932,761	-	-	-	-	-	-
Nonspendable *	-	-	-	-	911,287	1,030,056	1,386,525	1,376,432	1,498,668	1,451,373
Restricted *	-	-	-	-	15,911,475	15,961,562	17,329,372	17,633,978	19,853,562	52,118,144
Committed *	-	-	-	-	8,658,734	9,040,200	7,887,322	7,445,068	7,300,773	12,149,926
Assigned *	-	-	-	-	7,303,069	6,147,357	7,116,220	9,005,699	4,316,172	3,947,926
Unassigned *	-	-	-	-	(1,111,352)	(478,722)	(3,681,443)	(1,522,815)	(1,008,736)	(4,494,419)
Total All Other Governmental Funds	<u>\$ 27,114,269</u>	<u>\$ 27,765,876</u>	<u>\$ 31,804,750</u>	<u>\$ 32,218,163</u>	<u>\$ 31,673,213</u>	<u>\$ 31,700,453</u>	<u>\$ 30,037,996</u>	<u>\$ 33,938,362</u>	<u>\$ 31,960,439</u>	<u>\$ 65,172,950</u>

* Restated to conform to GASB Statement No. 54.

MISSOULA COUNTY, MONTANA
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues:										
Taxes/assessments	\$32,457,258	\$33,225,843	\$ 36,062,438	\$ 36,771,969	\$ 38,521,237	\$ 39,428,446	\$ 40,298,123	\$ 42,012,128	\$ 42,999,719	\$ 46,342,250
Licenses and Permits	943,942	1,064,392	817,724	727,632	738,704	768,855	837,596	947,805	939,154	1,146,776
Intergovernmental Revenues	12,776,147	12,148,625	18,070,793	14,409,605	15,115,115	13,558,910	14,830,716	14,351,953	15,266,814	16,761,539
Charges for Services	9,382,541	11,346,129	10,114,876	9,847,043	9,889,566	11,608,160	10,422,169	10,483,316	13,145,084	12,082,801
Fines and Forfeitures	1,039,329	920,364	976,834	936,107	882,552	894,942	889,467	905,763	943,908	793,298
Investment Earnings	1,376,170	1,140,275	555,296	190,485	188,422	55,470	24,177	105,055	78,256	690,074
Private & Local Grants	664,723	2,208,405	114,916	1,100	157,550	205,397	356,279	184,451	98,463	634,942
Miscellaneous Revenue	1,893,210	2,420,861	2,391,991	2,411,935	1,779,966	2,233,871	2,788,167	1,976,682	2,193,161	1,305,372
Total Revenues	60,533,320	64,474,894	69,104,868	65,295,876	67,273,112	68,754,051	70,446,694	70,967,153	75,664,559	79,757,052
Expenditures:										
General Government	7,600,766	7,970,031	8,105,151	7,735,812	9,625,844	10,021,440	10,073,648	9,645,929	10,118,566	10,595,571
Criminal Justice	3,405,596	3,689,674	3,819,405	3,822,320	4,063,389	4,096,121	4,150,445	4,253,173	4,554,891	4,841,149
Public Safety	15,701,956	17,366,160	18,427,629	18,180,447	19,205,517	18,177,818	19,072,868	19,526,774	22,135,085	21,417,652
Public Works	7,284,533	12,212,920	7,997,379	7,534,287	7,940,624	8,225,522	8,131,000	8,320,456	8,585,108	8,461,858
Public Health	5,594,396	5,741,099	5,769,984	5,900,159	6,363,895	6,548,747	7,342,714	7,177,226	7,368,521	7,969,617
Social & Economic Services	3,936,569	3,871,633	4,544,542	4,437,612	2,275,749	2,585,961	2,239,227	2,631,577	2,432,102	2,504,087
Culture & Recreation	3,523,019	4,010,707	3,701,593	3,968,586	4,524,909	4,495,439	4,159,797	4,260,849	4,309,415	4,713,900
Housing & Community Development	2,684,171	3,397,241	2,928,408	2,777,337	3,796,036	1,760,469	1,740,447	3,847,250	3,023,548	2,895,424
Capital Outlay	18,979,764	8,079,485	9,872,743	15,334,966	8,199,726	7,107,222	11,403,305	10,650,685	11,657,484	23,116,780
Debt Service										
Principal	2,723,412	2,741,130	2,607,106	2,499,705	2,855,235	3,441,847	3,430,163	3,059,571	3,804,264	4,065,601
Interest	1,411,014	1,358,953	1,199,852	1,588,512	1,654,795	1,357,720	1,222,019	1,400,997	1,301,569	1,503,511
Total Expenditures	72,845,196	70,439,033	68,973,792	73,779,743	70,505,719	67,818,306	72,965,633	74,774,487	79,290,553	92,085,150
Excess of Revenues over (under) Expenditures	(12,311,876)	(5,964,139)	131,076	(8,483,867)	(3,232,607)	935,745	(2,518,939)	(3,807,334)	(3,625,994)	(12,328,098)
Other Financing Sources (uses):										
Transfers In	10,412,196	6,793,915	5,521,943	7,712,254	9,425,668	7,748,289	9,335,368	9,207,575	10,318,895	10,535,454
Transfers Out	(10,352,832)	(6,737,452)	(5,434,588)	(8,137,283)	(10,389,474)	(8,869,555)	(10,243,464)	(10,602,575)	(11,575,340)	(12,173,599)
Issuance of Debt	18,005,249	4,965,000	3,520,281	8,808,731	4,550,202	113,163	2,038,464	9,000,000	9,000,000	42,814,459
Defeasance of Debt	(1,641,286)	-	-	-	-	-	7,370,200	-	2,617,398	-
Premium on Issuance of Debt	-	6,908	-	-	-	-	368,106	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	(8,136,047)	-	-	-
Sale of Capital Assets	1,513,213	1,552,982	181,836	166,956	12,400	1,603	331,445	10,400	33,257	96,565
Total Other Financing Sources (uses)	17,936,540	6,581,353	3,789,472	8,550,658	3,598,796	(1,006,500)	1,064,072	7,615,400	10,394,210	41,272,879
Net Change in Fund Balance	\$ 5,624,664	\$ 617,214	\$ 3,920,548	\$ 66,791	\$ 366,189	\$ (70,755)	\$ (1,454,867)	\$ 3,808,066	\$ 6,768,216	\$ 28,944,781
Ratio of Debt Service Expenditures to Noncapital Expenditures	6.02%	6.35%	6.25%	6.63%	7.80%	7.76%	7.29%	6.90%	7.35%	7.79%

MISSOULA COUNTY, MONTANA
Bureau of Census (BOC) Supplemental Schedule
As of and for the Fiscal Year ended June 30, 2016

1. Intergovernmental expenditures:

Purpose	Amount	
	Paid to local governments	Paid to state
Airports	\$ -	\$ -
Libraries	-	-
Health	-	-
Local Schools	-	-
Welfare	-	-
All other	-	-

2. Salaries and wages:

\$ 30,016,918

3. Debt outstanding:

A. Long-term debt outstanding, issued and retired

Purpose	Amount					
	Bonds outstanding July 1, 2015		Bonds during the Fiscal Year		Outstanding as of June 30, 2016	
			Issued	Retired	General Obligation	Revenue bonds
Water utility	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sewer	-	-	-	-	-	-
Electric utility	-	-	-	-	-	-
Gas utility	-	-	-	-	-	-
Industrial revenue	-	-	-	-	-	-
All other	13,372,000	54,860,426	(7,576,098)		49,943,412	-

B. Short-term Debt

Type	Beginning of fiscal year	End of fiscal year
Registered warrants payable	\$ -	\$ -
Contracts payable	-	-
Notes payable	-	-
Totals	\$ -	\$ -

4. Cash balances of fund type groups:

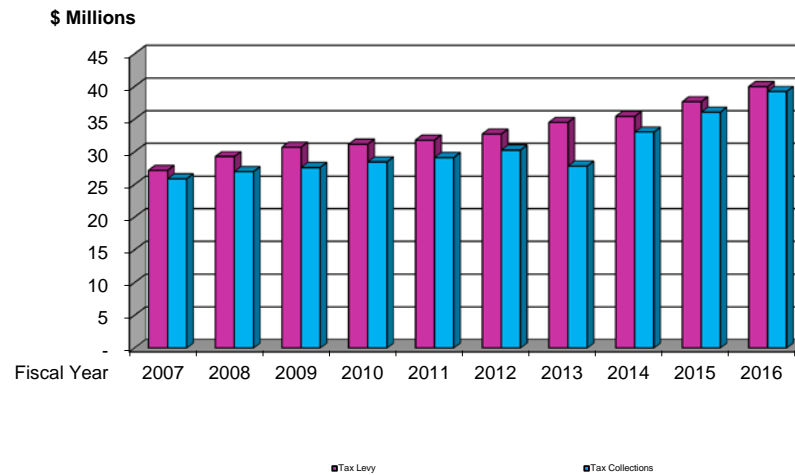
Type of funds	Amount
General fund	\$ 199,209
Special revenue funds	23,625,258
Debt service funds	6,415,492
Capital projects funds	37,240,394
Enterprise funds	2,368,962
Internal service funds	13,205,763
Trust and agency funds	143,088,441
Total	\$ 226,143,519

MISSOULA COUNTY, MONTANA
Property Tax Levies and Collections
Governmental and Internal Service Fund Types
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy July 1 (a)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections in Subsequent Years (b)	Total Tax Collections	Ratio of Total Collections to Current Tax Levy
2007	27,188,730	25,898,006	95.25	1,286,685	27,184,691	99.99
2008	29,291,463	26,987,919	92.14	2,300,013	29,287,932	99.99
2009	30,749,059	27,634,375	89.87	3,107,385	30,741,760	99.98
2010	31,196,235	28,479,702	91.29	2,643,358	31,123,060	99.77
2011	31,830,035	29,145,942	91.57	2,608,162	31,754,104	99.76
2012	32,744,989	30,294,134	92.52	2,422,293	32,716,427	99.91
2013	34,533,181	27,842,307	80.62	6,594,619	34,436,926	99.72
2014	35,445,488	33,030,464	93.19	2,347,083	35,377,547	99.81
2015	37,687,953	36,080,484	95.73	1,486,102	37,566,586	99.68
2016	40,009,252	39,250,991	98.10	-	39,250,991	98.10

- (a) Represents actual amount billed as budgeted amount to be levied is generally more conservative and would result in more than 100% collections.
- (b) Excludes penalties and interest

**COMPARISON OF TOTAL TAX LEVY
and Current Tax Collections**



MISSOULA COUNTY, MONTANA
Property Tax Assessments and Total County Direct Tax Rate
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Real Property</u>	<u>Centrally Assessed</u>	<u>Personal Property</u>	<u>Mobile Homes</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>
2007	154,192,220	19,870,551	5,761,725	2,126,512	181,951,008	133.64
2008	158,914,639	21,835,221	5,582,848	2,075,112	188,407,820	136.19
2009	160,174,626	20,996,538	5,997,214	1,984,161	189,152,539	140.40
2010	162,702,385	20,051,998	6,319,728	1,781,174	190,855,285	140.60
2011	162,381,138	22,672,074	6,054,145	1,666,950	192,774,307	142.13
2012	162,368,539	24,902,349	5,715,293	1,574,935	194,561,116	142.47
2013	163,822,441	26,792,685	4,422,444	1,496,705	196,534,275	145.04
2014	170,789,996	20,950,785	4,917,936	1,469,707	198,128,424	153.77
2015	173,129,092	20,506,897	2,762,742	1,412,598	197,811,329	167.96
2016	177,458,536	19,436,789	3,267,218	1,213,737	201,376,280	167.96

Source: County Treasurers Office

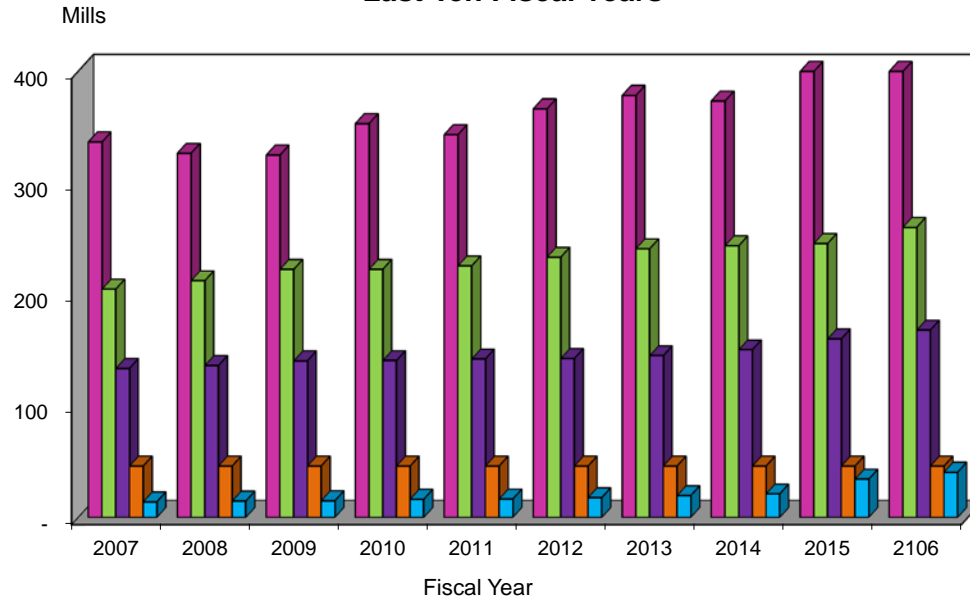
Note: Property in the County is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$1,000 of assessed value.

MISSOULA COUNTY, MONTANA
Property Tax Levies by Mills - All Taxing Entities
Last Ten Fiscal Years

Fiscal Year	County	Schools	City	State	Urban Trans	Total
2007	133.64	336.73	204.73	46.00	13.91	735.01
2008	136.19	326.54	212.23	46.00	14.62	735.58
2009	140.40	324.98	222.45	46.00	14.86	748.69
2010	140.60	353.17	222.45	46.00	16.30	778.52
2011	142.13	343.25	225.56	46.00	16.45	773.39
2012	142.47	366.40	233.24	46.00	17.69	805.80
2013	145.04	378.44	240.90	46.00	19.51	829.89
2014	150.32	373.40	243.52	46.00	21.05	834.29
2015	160.09	400.22	245.62	46.00	34.26	886.19
2106	167.96	451.50	260.08	46.00	40.47	966.01

The property tax levy is limited to the amount of property taxes assessed in the prior year plus the value of newly taxable property plus one half of the average rate of inflation for the prior three years.

TOTAL PROPERTY TAX LEVIES BY MILLS
Last Ten Fiscal Years

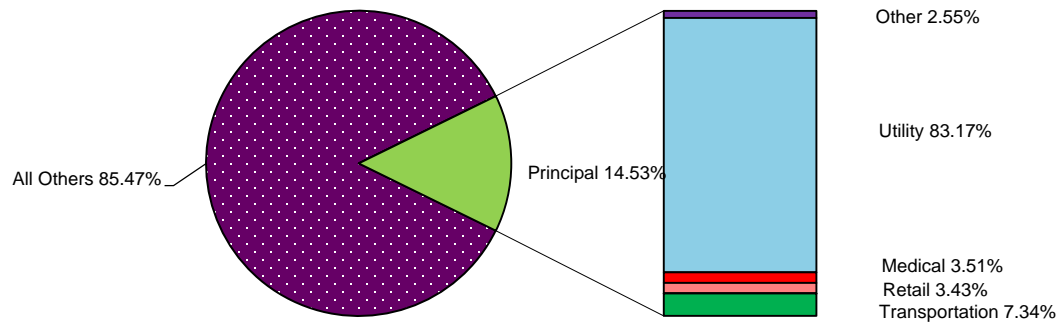


MISSOULA COUNTY, MONTANA
Principal Taxpayers
Current Year and Nine Years Ago

Taxpayer	Type of Industry	2016				2007		
		Tax Dollars All Taxing Agencies	Taxable Value	% of Total Taxable Value		Taxable Value	% of Total Taxable Value	
Northwestern Energy/Montana Power	Utility	\$ 10,787,468	\$ 15,817,966	7.85	%	\$ 11,173,218	6.48	%
Centurylink Inc	Utility	1,703,058	2,072,681	1.03		2,509,461	1.45	
Montana Rail Link	Transportation	1,570,782	2,148,688	1.07		1,365,318	0.79	
Mountain Water Company	Utility	1,565,976	1,885,161	0.94		1,110,476	0.64	
Bresnan Communications LLC	Utility	1,556,771	1,997,010	0.99		-	0.00	
Verizon Wireless	Utility	1,027,344	1,327,799	0.66		-	0.00	
RCHP Billings Missoula LLC	Medical	867,217	1,026,461	0.51		-	0.00	
Southgate Mall	Retail	867,045	1,003,468	0.50		846,518	0.49	
Missoula Electric Cooperative	Utility	819,753	1,240,845	0.62		835,671	0.48	
Gateway Limited Partnership	Other	590,885	684,235	0.34		743,358	0.43	
Stone Container Corp	Forest Products	-	-	0.00		3,200,271	1.85	
Plum Creek Timber	Forest Products	-	-	0.00		689,470	0.40	
		<u>\$ 21,356,299</u>	<u>\$ 29,204,314</u>	<u>14.50</u>	<u>%</u>	<u>\$ 22,473,761</u>	<u>13.03</u>	<u>%</u>
Total County Taxable Value:			<u>\$ 201,376,280</u>			<u>\$ 172,525,317</u>		

Source: Tax roll for fiscal year 2016

PRINCIPAL TAXPAYERS BY TYPE
June 30, 2016



\$ 201,376,280

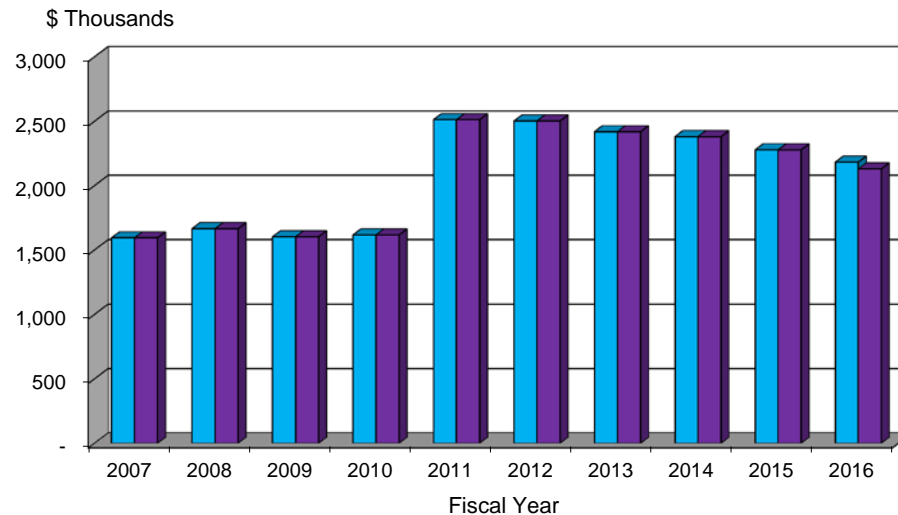
\$ 29,204,314

MISSOULA COUNTY, MONTANA
Special Assessments Billings and Collections
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Amount Billed</u>	<u>Current Collections</u>	<u>Delinquent Collections</u>	<u>Total Collections</u>	<u>Percent Collected through 6/30/2016</u>
2007	1,594,421	1,349,159	245,262	1,594,421	100.00%
2008	1,665,327	1,556,778	108,549	1,665,327	100.00%
2009	1,602,683	1,478,302	124,381	1,602,683	100.00%
2010	1,617,545	1,507,920	109,625	1,617,545	100.00%
2011	2,512,336	2,250,255	262,081	2,512,336	100.00%
2012	2,502,061	2,251,362	250,699	2,502,061	100.00%
2013	2,419,071	2,241,491	177,580	2,419,071	100.00%
2014	2,380,944	2,204,237	176,706	2,380,943	100.00%
2015	2,279,085	2,189,869	88,446	2,278,315	99.97%
2016	2,183,240	2,129,744	-	2,129,744	97.55%

Source: Missoula County Director of Financial Services

RSID BILLINGS AND COLLECTIONS



MISSOULA COUNTY, MONTANA
Rural Special Improvement District Bonds
Revolving Fund Cash Balance and Principal Amount of Bonds Secured
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Revolving Fund Cash Balance</u>	<u>Principal Amount of Bonds Outstanding</u>	<u>Cash as a % of Outstanding Bonds</u>
2007	325,552	6,511,043	5.00%
2008	362,200	7,244,000	5.00%
2009	346,501	6,930,020	5.00%
2010	766,263	15,267,731	5.02%
2011	778,322	14,859,078	5.24%
2012	812,489	13,932,402	5.83%
2013	700,859	12,924,542	5.42%
2014	735,442	12,105,990	6.08%
2015	767,579	11,317,130	6.78%
2016	695,954	10,552,270	6.60%

Source: Missoula County Director of Financial Services

MISSOULA COUNTY, MONTANA
Computation of Legal Debt Margin
Last Ten Fiscal Years
(Amounts expressed in thousands)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Limit on Total Indebtedness:										
Assessed Value	\$ 5,908,577	\$ 6,221,103	\$ 6,310,354	\$ 6,905,574	\$ 7,214,308	\$ 7,494,735	\$ 7,399,235	\$ 7,721,133	\$ 7,939,217	\$ 7,939,217
Debt Limit % of Value (1)	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>	<u>2.5%</u>
Debt Limit	147,714	155,528	157,759	172,639	180,358	187,368	184,981	193,028	198,480	198,480
Net Debt Applicable to Limit	<u>29,612</u>	<u>31,873</u>	<u>32,787</u>	<u>39,096</u>	<u>40,791</u>	<u>37,462</u>	<u>35,555</u>	<u>41,786</u>	<u>40,548</u>	<u>78,944</u>
Legal Debt Margin	<u>\$ 118,102</u>	<u>\$ 123,655</u>	<u>\$ 124,972</u>	<u>\$ 133,543</u>	<u>\$ 139,567</u>	<u>\$ 149,906</u>	<u>\$ 149,426</u>	<u>\$ 151,242</u>	<u>\$ 157,932</u>	<u>\$ 119,536</u>
Ratio of Net Debt Limit	<u>20.05%</u>	<u>20.49%</u>	<u>20.78%</u>	<u>22.65%</u>	<u>22.62%</u>	<u>19.99%</u>	<u>19.22%</u>	<u>21.65%</u>	<u>20.43%</u>	<u>39.77%</u>

MISSOULA COUNTY, MONTANA
Tax Exempt Debt Issued
Last Ten Calendar Years

<u>Calendar Year</u>	<u>TANs or RANs (1)</u>	<u>BANs (2)</u>	<u>RSIDs</u>	<u>General Obligation</u>	<u>Other</u>	<u>Total</u>
2007	-	-	1,103,000	-	-	1,103,000
2008	-	-	1,640,000	3,325,000	-	4,965,000
2009	-	-	142,000	-	2,000,000	2,142,000
2010	-	-	8,761,731	-	-	8,761,731
2011	-	-	165,202	3,325,000	1,060,000	4,550,202
2012	-	-	113,163	-	-	113,163
2013	-	-	-	6,540,000	2,870,000	9,410,000
2014	-	-	12,105,990	11,184,743	6,000,905	29,291,638
2015	-	-	11,317,130	9,592,245	7,041,844	27,951,219
2016	-	-	10,552,270	49,943,412	6,676,328	67,172,010

(1) Tax anticipation or Revenue anticipation notes

(2) Bond anticipation notes

MISSOULA COUNTY, MONTANA
Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (b)</u>	<u>Taxable Value (a)</u>	<u>G.O. Bonded Debt</u>	<u>Less Amount Available In Debt Service</u>	<u>Net G.O. Bonded Debt</u>	<u>Ratio Net Debt to Taxable Value</u>	<u>Net Bonded Debt Per Capita</u>
2007	101,417	178,546,389	12,995,000	1,229,583	11,765,417	6.59	116
2008	105,650	184,460,260	15,432,000	1,292,714	14,139,286	7.67	134
2009	107,320	189,152,539	14,512,000	1,252,443	13,259,557	7.01	124
2010	108,623	190,855,285	13,372,000	1,309,645	12,062,355	6.32	111
2011	109,299	194,561,116	15,432,000	1,300,585	14,131,415	7.26	129
2012	110,138	192,774,307	14,102,000	1,308,782	12,793,218	6.64	116
2013	110,766	194,561,116	12,087,000	764,220	11,322,780	6.64	102
2014	110,243	196,534,275	11,184,743	1,301,122	9,883,621	6.64	90
2015	112,684	198,128,424	9,592,245	1,264,958	8,327,287	4.20	74
2016	114,181	201,376,280	49,943,412	1,261,600	48,681,812	24.17	426

Source:

- (a) Montana Department of Revenue
- (b) Montana Department of Commerce
US Census Bureau

MISSOULA COUNTY, MONTANA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-type Activities	Total Primary Government	Personal Income (a)	Percentage of Personal Income	Debt Per Capita
	General Obligation Debt	Limited Obligation Debt	Tax Increment Debt	Special Assessment Debt	Capital Leases and Contracts	Contracts				
2007	12,995,000	2,620,000	6,045,000	6,532,000	1,419,789	-	29,611,789	31,611	0.11%	280
2008	15,432,000	2,445,000	5,675,000	7,244,000	1,077,448	-	31,873,448	32,243	0.10%	297
2009	14,512,000	4,255,000	5,300,000	6,930,020	1,789,602	-	32,786,622	33,055	0.10%	302
2010	13,372,000	3,965,000	4,915,000	15,267,731	1,789,602	-	42,461,165	35,108	0.08%	388
2011	15,432,000	4,750,000	4,515,000	14,859,078	1,234,536	-	40,790,614	35,733	0.09%	370
2012	14,102,000	4,415,000	4,095,000	13,932,402	917,528	-	37,461,930	44,084	0.12%	338
2013	12,087,000	6,265,000	3,660,000	12,924,542	618,802	-	35,555,344	44,653	0.13%	323
2014	11,184,743	6,000,905	3,205,000	12,105,990	9,496,230	130,000	42,122,868	44,528	0.11%	374
2015	9,592,245	7,041,844	2,725,000	11,317,130	9,871,697	104,516	40,652,432	44,716	0.11%	356
2016	49,943,412	6,676,328	2,225,000	10,552,270	9,546,880	78,776	79,022,666	40,803	0.05%	692

Source:

(b) Preliminary data from U.S. Bureau of Economic Analysis (BEA)

MISSOULA COUNTY, MONTANA
Ratio of Annual Debt Service Requirements for
General Obligation Bonded Debt to Total General Expenditures
Last Ten Fiscal Years

Fiscal Year	Debt Service Expenditures			General Expenditures	Ratio of Debt Service To General Expenditures
	Principal	Interest	Total Debt Service		
2007	2,723,412	1,411,014	4,134,426	72,845,196	5.68
2008	2,741,130	1,358,953	4,100,083	70,439,033	5.82
2009	2,607,106	1,199,852	3,806,958	68,973,792	5.52
2010	2,499,705	1,588,512	4,088,217	73,779,743	5.54
2011	2,855,235	1,654,795	4,510,030	70,505,719	6.40
2012	3,441,847	1,357,720	4,799,567	67,818,306	7.08
2013	3,430,163	1,222,019	4,652,182	72,965,633	6.38
2014	3,059,571	1,400,997	4,460,568	74,774,487	5.97
2015	3,804,264	1,301,569	5,105,833	79,290,553	6.44
2016	4,065,601	1,503,511	5,569,112	92,085,150	6.05

MISSOULA COUNTY, MONTANA
Computation of Direct and Overlapping Debt
June 30, 2016

	<u>Gross Debt Outstanding</u>	<u>% Applicable to Missoula County</u>	<u>Amount Applicable to Missoula County</u>
Direct Debt			
General Obligation Debt	\$ 49,943,412	100.00%	\$ 49,943,412
Limited Obligation Debt	6,676,328	100.00%	6,676,328
Tax Increment Debt	2,225,000	1.34%	29,902
Special Assessment Bond Debt	3,495,000	2.73%	95,392
Special Assessment Loan Debt	7,057,270	1.00%	70,764
Capital Lease	7,867,250	100.00%	7,867,250
Contract Payable Debt	<u>1,679,630</u>	100.00%	<u>1,679,630</u>
	<u>78,943,890</u>		<u>66,362,678</u>
Overlapping Debt			
City of Missoula	8,395,000	55.40% *	4,650,665
School District 1	80,510,000	100.00% *	80,510,000
Other Schools	<u>26,527,295</u>	0.00% *	<u>-</u>
	<u>56,380,000</u>		<u>28,374,033</u>
Total of Direct and Overlapping Debt	<u>\$ 135,323,890</u>	70.01%	<u>\$ 94,736,711</u>

* The percentage of overlapping debt applicable to Missoula County was estimated by taking the Taxable Value of each of the categories and/or entities issuing debt within Missoula County and then dividing it by the Total Taxable Value of the County.

Source: Missoula County
Source: Department of Revenue
Source: Superintendent of Schools

MISSOULA COUNTY, MONTANA
Major Employers
Current Fiscal Year and Ten Years Ago

	2016		2007	
<u>Employees</u>	<u>Employer</u>	<u>Business Activities</u>	<u>Employer</u>	<u>Business Activities</u>
Over 1000	University of Montana	Education	Community Medical Center	Medical Services
	St. Patrick Hospital	Medical Services	Missoula County Public Schools	Education
	Missoula County Public Schools	Education	DIRECTV	Communications
	Community Medical Center	Medical Services	St. Patrick Hospital	Medical Services
			University of Montana	Education
500-999	County of Missoula	Government	County of Missoula	Government
	DIRECTV	Communications	Wal-Mart	Forest Products
	U.S. Forest Service	Government	U.S. Forest Service	Government
	Wal-Mart	Retail		
	Big Bear Resources	Retail		
	City of Missoula	Government		
250-499	Albertsons	Retail	City of Missoula	Government
	Allegiance Benefits	Insurance Services	Village Health Care Center	Medical Services
	Good Food Store	Retail	Missoula International Airport	Air Travel
	Western MT Mental Health	Medical Services	Opportunity Resources	Production/Packaging
			Western Montana Clinic	Medical Services
			Albertson's	Retail
			Stimson Lumber Company	Forest Products
			Smurfit-Stone Container Corp.	Paper Mill

Source: Montana Department of Labor & Industry

Due to confidentiality laws, no specific employment data can be provided for individual businesses.

MISSOULA COUNTY, MONTANA
Property Tax Levies in the MCA Industrial District
Last Ten Fiscal Years
For Airport Industrial Tax Increment District

<u>Fiscal Year</u>	<u>MCA Industrial District</u>	<u>State of Montana</u>	<u>Missoula County</u>	<u>Missoula High School District No. 1</u>	<u>DeSmet School District No. 20</u>	<u>Countywide Schools</u>	<u>Missoula Rural Fire</u>	<u>Total</u>
2007	545.61	9.98	16.73	8.18	12.97	10.37	8.05	611.89
2008	528.19	9.62	15.56	6.98	8.75	9.42	8.25	586.77
2009	515.42	9.92	17.31	7.76	7.99	10.35	8.68	577.43
2010	549.05	9.14	13.86	6.01	8.19	8.22	7.39	601.86
2011	546.30	8.89	12.85	5.39	6.86	7.48	7.08	594.85
2012	571.00	8.85	12.74	5.45	8.62	7.20	6.99	620.85
2013	575.20	8.99	13.58	5.38	9.57	7.50	7.51	627.73
2014	561.19	8.97	13.86	5.36	7.44	7.76	7.60	612.18
2015	565.86	8.97	14.60	5.41	6.23	7.85	8.37	617.29
2016	582.01	8.96	15.21	5.55	6.71	7.72	8.33	634.49

Major Taxpayers in the MCA Industrial District

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Value</u>
FKF Real Estate LLC	Real Estate	\$ 145,251
Missoula Ventures LLC	Lodging	132,012
Big Sky Brewing	Brewery	113,032
EWR LLC (Sun Mountain Sports)	Sports Equipment	108,113
Lithia Real Estate	Real Estate	97,851
Sheridan Montana Ventures	Office/Warehouses	76,386
PLR LLC	Manufacturer	68,281
Mountain Water Company	Utility	52,993
Northstar Air Express	Shipping	44,303
Triple J-M LLC	Plumbing	45,239
Total		<u>\$ 883,461</u>

The taxable value of the property of these ten taxpayers represents approximately 37.0% of taxable value of taxable property in the District for tax year 2015.

MISSOULA COUNTY, MONTANA
Missoula Development Authority
Taxable Value, Incremental Taxable Value & Tax Increment Revenue
For Airport Industrial Tax Increment District

<u>Fiscal Year</u>	<u>Taxable Value</u>	<u>Incremental Taxable Value</u>	<u>Anticipated Tax Increment to be Collected ⁽¹⁾</u>	<u>Current Tax Collections ⁽²⁾</u>	<u>Total Tax Collections ⁽³⁾</u>
2008	1,950,516	1,773,911	1,030,252	634,032	1,030,252
2009	1,801,900	1,625,295	928,742	716,762	928,742
2010	2,248,148	2,071,543	1,234,350	1,003,488	1,190,113
2011	2,443,922	2,267,317	1,335,110	1,027,148	1,293,169
2012	2,476,513	2,299,908	1,414,098	1,147,262	1,414,098
2013	2,359,923	2,183,318	1,342,413	1,289,902	1,342,413
2014	2,379,639	2,203,034	1,335,435	1,195,414	1,335,435
2015	2,376,862	2,200,257	1,395,600	1,223,475	1,383,646
2016	2,388,249	2,211,644	1,465,015	1,258,658	1,422,261
2017	2,533,283	2,356,678	1,560,333	N/A	N/A

- (1) The amount of Tax Increment to be collected if the current fiscal year's tax collections were to be paid in full, and no delinquent property taxes from prior fiscal years were paid in such fiscal year.
- (2) The amount of Tax Increment actually collected from the levy of the current fiscal year's property taxes. Collection information for FY 2016 is not yet available.
- (3) The actual Tax Increment collections in the fiscal year, including current and delinquent property tax collections. Collection information for FY 2016 is not yet available.

MISSOULA COUNTY, MONTANA
Missoula Development Authority
Increment Bond Coverage
For Airport Industrial Tax Increment District
Maximum Principal & Interest in any 12 Month Period - \$528,400

Sources of Coverage				
Fiscal Year	Tax Increment (1)	Port Authority Levy (2)	Total	Coverage (3)
2008	1,030,252	332,028	1,362,280	2.58
2009	928,742	340,475	1,269,217	2.40
2010	1,234,350	343,540	1,577,890	2.99
2011	1,335,110	346,994	1,682,104	3.18
2012	1,414,098	350,210	1,764,308	3.34
2013	1,342,413	353,762	1,696,175	3.21
2014	1,335,435	356,631	1,692,066	3.20
2015	1,395,600	367,852	1,763,452	3.34
2016	1,465,015	375,069	1,840,084	3.48
2017	1,560,333	384,863	1,945,196	3.68

- (1) Assumes increment taxes are collected in full
(2) Assumes 90% current collection rate on 2-mill levy
(3) Assuming only the Series 1997 Bonds are outstanding

MISSOULA COUNTY, MONTANA
Port Authority Tax Levy
Last Ten Fiscal Years

Tax Year	Taxable Value of County Property	Potential Revenue from the Port Authority Levy (2 Mills)
2008	184,460,260	368,921
2009	189,152,539	378,305
2010	190,855,285	381,711
2011	192,774,307	385,549
2012	194,561,116	389,122
2013	196,534,275	393,069
2014	198,128,424	396,257
2015	204,362,352	408,725
2016	208,371,685	416,743
2017	213,813,054	427,626

MISSOULA COUNTY, MONTANA
Property Tax Levies
Last Nine Fiscal Years
For Technology Tax Increment District

<u>Fiscal Year</u>	<u>MCA Industrial District</u>	<u>State of Montana</u>	<u>Missoula County</u>	<u>Missoula High School District No. 1</u>	<u>DeSmet School District No. 20</u>	<u>Countywide Schools</u>	<u>Missoula Rural Fire</u>	<u>Total</u>
2008	580.78	6.00	-	-	-	-	-	586.78
2009	571.43	6.00	-	-	-	-	-	577.43
2010	595.86	6.00	-	-	-	-	-	601.86
2011	588.85	6.00	-	-	-	-	-	594.85
2012	600.67	6.00	-	-	-	-	-	606.67
2013	621.73	6.00	-	-	-	-	-	627.73
2014	606.18	6.00	-	-	-	-	-	612.18
2015	611.28	6.00	-	-	-	-	-	617.28
2016	628.49	6.00	-	-	-	-	-	634.49

Note: Technology District was established in FY 2008.

Major Taxpayers in the Technology Tax Increment District

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Value</u>
DirecTV Holdings LLC	Satellite Television	\$ 267,072
DirecTV Customer Services Inc.	Satellite Television	13,685
Mountain Water Co.	Utility	1,696
Missoula Electric Cooperative Inc.	Utility	325
Missoula Bottling Co Inc.	Beverage Distribution	97
Missoula County	Local Government	-
Missoula County Airport Industrial District	Local Government	-
Total		<u>\$ 282,875</u>

The taxable value of the property of these eight taxpayers represents 100% of taxable value of taxable property in the District for tax year 2015.

MISSOULA COUNTY, MONTANA
Taxable Value, Incremental Taxable Value & Tax Increment Revenue
For Technology Tax Increment District

Fiscal Year	Taxable Value	Incremental Taxable Value	Anticipated Tax Increment to be Collected ⁽¹⁾	Current Tax Collections ⁽²⁾	Total Tax Collections ⁽³⁾
2008	\$ 262,179	\$ 262,179	\$ 152,268	\$ 152,268	\$ 152,268
2009	264,094	264,094	150,911	150,911	150,911
2010	279,491	279,491	166,538	166,074	166,538
2011	282,535	282,535	166,371	169,710	166,371
2012	325,021	325,021	199,839	175,344	199,839
2013	318,055	318,055	195,556	182,325	195,556
2014	318,882	318,882	193,300	175,545	193,300
2015	311,886	311,886	202,009	104,117	202,009
2016	282,875	282,875	187,379	186,846	187,379
2017	269,083	269,083	178,157	N/A	N/A

- (1) The amount of Tax Increment to be collected if the current fiscal year's tax collections were to be paid in full, and no delinquent property taxes from prior fiscal years were paid in such fiscal year.
- (2) The amount of Tax Increment actually collected from the levy of the current fiscal year's property taxes. Collection information for FY 2016 is not yet available.
- (3) The actual Tax Increment collections in the fiscal year, including current and delinquent property tax collections. Collection information for FY 2016 is not yet available.

Note: Technology District was established in FY 2008.

MISSOULA COUNTY, MONTANA
Increment Bond Coverage
For Technology Tax Increment District
Maximum Principal & Interest in any 12 Month Period - \$100,716

Sources of Coverage				
Fiscal Year	Tax Increment (1)	Port Authority Levy (2)	Total	Coverage (4)
2008	\$ 152,268	\$ 332,028	\$ 484,296	4.81
2009	150,911	340,475	491,386	4.88
2010	166,538	343,540	510,078	5.06
2011	166,371	346,994	513,365	5.10
2012	199,839	350,210	550,049	5.46
2013	195,556	353,762	549,318	5.45
2014	193,300	356,631	549,931	5.46
2015	202,009	367,852	569,861	5.66
2016	187,379	375,069	562,448	5.58
2017	178,157	384,863	563,020	5.59

- (1) Assumes increment taxes are collected in full
- (2) Assumes 90% current collection rate on 2-mill levy
- (3) Assumes 5% return on Reserve Account of \$205,750
- (4) Assuming only the Series 1997 Bonds are outstanding

Note: Technology District was established in FY 2008.

MISSOULA COUNTY, MONTANA
Port Authority Tax Levy
Last Ten Fiscal Years

Tax Year	Taxable Value of County Property	Potential Revenue from the Port Authority Levy (2 Mills)
2008	\$ 184,460,260	\$ 368,921
2009	189,152,539	378,305
2010	190,855,285	381,711
2011	192,774,307	385,549
2012	194,561,116	389,122
2013	196,534,275	393,069
2014	198,128,424	396,257
2015	204,362,352	408,725
2016	208,371,685	416,743
2017	213,813,054	427,626

MISSOULA COUNTY, MONTANA
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year	Estimated Population (a)	Births (b)	Deaths (b)	Estimated Per Capita Income	Schools (c)		Employment Statistics (d)	
					Public School Enrollment	Private School Enrollment	Civilian Employment	Unemployment Rate
2007	101,417	1,770	842	30,131	13,244	1,245	59,655	2.2
2008	105,650	2,021	987	31,535	13,202	1,145	55,868	3.8
2009	107,320	1,647	936	33,587	13,082	1,088	54,500	6.1
2010	108,623	1,569	883	35,108	13,098	994	54,918	5.7
2011	109,299	1,669	1,045	35,733	13,090	992	54,288	6.9
2012	110,138	1,206	680	44,084	13,211	939	55,271	5.6
2013	110,766	1,659	1,031	44,653	13,364	1,302	53,910	5.4
2014	110,243	1,636	1,056	44,528	9,624	799	46,487	4.0
2015	112,684	1,745	1,128	44,716	13,259	1,021	61,554	3.6
2016	114,181	1,729	1,056	40,803	13,648	1,021	59,103	8.2

Source:

- (a) Montana Department of Commerce
- (b) Missoula County Clerk & Recorder
- (c) Missoula County Superintendent of Schools
- (d) Montana Department of Labor & Industry

MISSOULA COUNTY, MONTANA
Property Value, Construction and Bank Deposits
Last Ten Fiscal Years

Fiscal Year	Commercial and Savings Banks Deposits (b)	Property Value Net Taxable (a)	Commercial Construction (c)		Residential Construction (c)		Total	
			Number of Units	Value	Number of Units	Value	Number of Units	Value
2006	\$ 1,461,647,000 (d)	\$ 178,546,389	19	\$ 9,317,273	456	\$ 39,061,829	475	\$ 48,379,102
2008	N/A	184,460,260	15	17,130,289	383	31,265,863	398	48,396,152
2009	N/A	189,152,539	5	727,936	215	14,647,451	220	15,375,387
2010	N/A	190,855,285	8	10,145,391	202	15,195,777	210	25,341,168
2011	N/A	194,561,116	16	16,546,682	357	25,902,661	373	42,449,343
2012	N/A	192,774,307	6	896,202	474	33,549,246	480	34,445,448
2013	N/A	196,534,275	27	13,577,432	698	41,684,179	725	55,261,611
2014	N/A	198,128,424	327	30,075,786	272	38,315,934	599	68,391,720
2015	N/A	197,811,329	64	45,978,041	339	49,649,314	403	95,627,355
2016	N/A	201,376,280	113	35,278,667	383	40,363,537	496	75,642,204

Source:

- (a) Past annual Financial Reports and Annual Budget Reports.
- (b) Statistical Abstract of the United States - Missoula Economic Development Corp.
- (c) City of Missoula Building Inspection & Permit Department and Missoula County Public Works.
- (d) Commercial Banks only

MISSOULA COUNTY, MONTANA
Full-Time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Legislative	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Administrative Services	23.71	23.51	28.64	26.08	18.80	20.25	25.20	21.55	24.00	22.17
Judicial Services	13.00	13.00	13.00	14.00	14.00	14.00	14.00	14.00	13.50	14.00
Legal Services	29.41	31.39	31.39	32.39	32.29	34.00	32.00	32.50	34.00	37.00
Financial Services	11.00	10.50	10.83	10.50	10.00	10.60	10.60	10.60	11.60	11.60
Human Resource	6.00	6.00	6.00	6.00	5.00	5.50	5.50	5.50	6.00	7.20
Information Services	10.00	11.00	11.00	11.00	13.00	14.30	14.30	16.30	15.30	18.30
Treasurer/MV	21.65	21.65	21.65	20.65	18.22	20.00	18.76	19.76	19.46	20.70
911 Communications	32.24	32.29	32.29	32.29	31.25	31.05	31.35	31.35	30.22	32.85
Election Services	4.23	4.53	4.53	4.53	4.41	5.50	7.54	7.54	9.02	11.15
Records Administration	9.40	9.40	9.40	8.40	7.00	7.30	8.30	8.30	8.10	7.90
Internal Services	9.05	9.05	9.05	8.25	12.37	9.35	10.35	10.60	10.60	14.05
Facilities Administration	10.00	10.82	10.00	10.00	11.00	11.53	12.20	14.20	14.20	16.20
District Court										
Clerk of Court	15.00	17.00	17.00	17.00	16.00	17.00	17.00	17.00	18.20	18.20
Youth Court	-	-	-	-	-	-	-	-	-	-
Public Defenders	-	-	-	-	-	-	-	-	-	-
Public Safety										
Law Enforcement Services	61.25	62.30	61.30	61.30	59.80	59.88	59.88	59.88	61.00	63.25
Detention Center	107.26	107.25	108.35	108.10	106.85	106.85	114.05	114.05	113.05	115.50
Court Support	1.00	1.17	1.25	2.13	2.13	2.13	2.13	2.13	2.13	2.13
Emergency Services	1.00	0.95	0.95	0.95	0.75	2.25	2.25	2.25	3.30	2.67
Public Works										
Road - Bridge	48.57	45.07	43.30	42.31	44.31	44.32	43.25	43.25	44.45	45.33
Building Code Division	10.00	9.00	8.00	5.00	5.35	4.60	5.35	5.35	5.85	6.35
Seeley Lake Refuse	2.00	1.75	1.75	2.25	2.23	2.48	2.20	2.10	2.20	0.25
Weed	6.35	5.25	5.05	5.25	6.02	6.15	7.70	7.45	7.40	7.40
Public Health										
Public Health Services	69.56	69.59	70.15	67.95	66.27	68.48	70.20	70.20	74.08	73.23
Partnership Health Clinic	45.15	44.45	49.75	50.50	82.88	94.95	127.50	127.52	151.73	156.98
Animal Control	8.00	9.00	9.00	9.30	9.15	9.87	9.45	9.45	10.11	10.11
Culture & Recreation										
Parks & Recreations Services	1.03	1.03	1.35	1.23	1.23	1.73	1.90	1.90	3.40	4.38
Library	30.85	33.12	36.25	36.65	40.13	40.88	41.57	41.57	39.47	39.44
Museum	4.60	5.07	5.72	5.72	5.35	5.47	6.05	6.05	6.05	6.05
Fair	3.75	3.25	3.25	4.00	8.24	5.75	4.75	4.75	5.00	6.00
Social & Economics										
County Extension	6.10	5.70	5.70	5.55	5.25	4.80	4.55	5.05	4.30	4.55
Planning & Grants	61.74	64.16	61.11	61.24	62.81	61.96	38.84	38.85	39.65	40.13
	<u>665.90</u>	<u>671.24</u>	<u>680.01</u>	<u>673.52</u>	<u>705.09</u>	<u>725.93</u>	<u>751.72</u>	<u>754.00</u>	<u>790.37</u>	<u>818.07</u>

Source: Missoula County Finance Office

MISSOULA COUNTY, MONTANA
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Registered Voters (June)	67,240	57,215	80,346	78,366	76,757	83,355	83,326	86,295	73,501	76,799
Property Transactions:										
Deeds Recorded	4,146	4,233	3,765	3,629	3,862	4,087	4,049	4,118	4,330	4,437
Subdivision Plats Filed	90	87	78	51	43	28	36	41	51	39
Certificates of Survey	94	132	94	49	56	58	39	48	41	59
Motor Vehicle Title Transfers	37,952	34,481	31,009	30,961	31,419	31,910	32,305	33,118	35,000	37,064
Motor Vehicle Registrations	86,390	89,218	92,046	84,547	95,321	82,170	78,497	78,448	72,945	91,138
Payroll Payments Processed	20,697	20,722	20,860	20,828	20,828	20,995	20,926	21,650	22,342	23,580
Claims Payments Processed	21,863	20,462	18,966	27,365	27,365	23,579	18,844	22,587	21,374	21,988
911 Emergency Communications										
Law Enforcement	89,207	93,430	82,574	83,054	84,751	86,322	79,651	77,642	72,472	72,590
Fire & Medical dispatched to Fire Dept	10,207	10,387	9,725	9,297	11,759	10,336	10,904	11,666	12,472	12,471
Medical-Ambulance	8,707	8,959	8,221	8,280	8,340	8,931	9,365	9,592	9,246	9,261
Other	12,795	13,600	13,425	13,269	9,034	4,769	5,049	1,847	2,930	2,936
Criminal Justice Activities										
Justice Court Civil Caseload	4,670	5,256	5,841	5,558	5,171	6,247	7,910	8,256	3,850	3,457
Justice Court Criminal Caseload	19,163	18,768	18,372	8,905	6,557	4,994	2,366	3,607	10,092	7,925
Clerk of District Court:										
Marriage Licenses Issued	847	883	444	782	838	810	840	825	933	896
Adoptions	64	87	72	60	86	78	44	87	72	52
Civil Case	1,330	1,551	1,724	1,629	1,629	1,531	1,527	1,442	1,316	1,237
Criminal Cases	529	614	664	631	610	635	645	671	688	681
All Other Open Cases	2,324	1,807	2,138	2,285	2,216	2,310	2,522	2,493	2,821	2,826
Public Safety										
Detention Center:										
Daily Occupancy (392 available beds)	318	305	312	298	283	322	234	348	352	372

Sources:

Missoula County Elections Office
Missoula County Clerk & Recorder
Missoula County Treasurer

Missoula County Justice Court
Missoula County District Court

MISSOULA COUNTY, MONTANA
Capital Assets by Function/Program
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government										
Election tabulator	1	1	1	1	1	1	1	1	1	3
M100 Precinct counters	88	88	88	88	88	88	88	88	88	88
Touch screen handicap voting devices	39	39	39	39	39	39	39	39	39	39
Criminal Justice										
Court Rooms - District Court	4	4	4	4	4	4	4	4	4	4
Court Rooms - Justice Court	2	2	2	2	2	2	2	2	2	2
Public Safety										
Station	1	1	1	1	1	1	1	1	1	1
Detention Center	1	1	1	1	1	1	1	1	1	1
Patrol Units	42	42	48	37	37	38	46	48	55	66
Detectives Vehicles	15	15	16	16	16	17	17	17	9	11
Detention Vehicles	20	20	21	27	27	20	20	28	19	21
Search & Rescue Vehicles	6	6	6	7	7	2	2	2	8	9
Search & Rescue Snowmobiles/ATVs	9	9	12	11	11	11	14	14	9	10
Search & Rescue Boats	2	2	2	2	2	3	3	3	4	4
Search & Rescue Flatbed Trailers	2	2	2	19	19	5	5	5	6	8
Public Works										
Shops	2	2	2	3	3	3	3	3	3	3
Single Axel Trucks	21	21	21	15	15	15	15	15	15	18
Tandem Axel Trucks	17	17	17	18	18	19	19	19	19	19
Snow Plows (attachments)	30	30	30	35	31	30	28	30	30	32
Sanders (attachments)	24	24	24	26	24	25	23	23	23	23
Sweepers	8	8	8	8	8	6	5	5	4	5
Graders	14	14	14	6	6	6	6	6	6	6
Public Health										
Animal Control Vehicles	5	5	5	5	5	11	10	10	11	5
Culture and Recreation										
Fairgrounds	1	1	1	1	1	1	1	1	1	1
Museums	1	1	1	1	1	1	1	1	1	1
Parks	100	100	100	100	100	100	100	100	100	90

Data for years prior to 2006 is not available

Sources:

Missoula County Elections Office
Missoula County Public Safety Department
Missoula County Road Department

Missoula County Animal Control Office
Missoula County Animal Control Office
Missoula County Parks Department
Missoula County Parks Department

MISSOULA COUNTY, MONTANA
Miscellaneous Statistical Data
June 30, 2016

County Seat	Missoula, MT		<u>Population</u>	<u>Median age</u>
		Year 1940	29,038	N/A
Established as a County	1860	Year 1950	35,493	N/A
		Year 1960	44,663	26.2
Form of Government	Commission	Year 1970	58,263	24.4
		Year 1980	76,016	27.6
Commission Government Established	1865	Year 1990	78,687	31.6
		Year 2000	95,802	33.2
Area in square miles	2,624	Year 2010	108,623	34.4
Registered voters	76,799			

Total County Government Employees:	<u>Part-time</u>	<u>Full-time</u>
Officials & Managers	4	88
Professionals	21	67
Technical	1	21
Protective services	1	184
Paraprofessionals	10	35
Administrative Support	55	242
Skilled Craft	8	39
Service & Maintenance	8	22
	108	698

Police protection	<u>City Police</u>	<u>County Sheriff</u>
Stations	1	1
Officers	88	53
Detention Facility		1
Detention Officers		98

Fire protection	<u>City Fire</u>	<u>Missoula Rural Fire</u>
Stations	5	5
Full-time employees	95	40
Volunteers	-	35
Fire hydrants	1,442	220
Fire vehicles	17	21

Miles of Rural Roads

There are approximately 1,500 miles of rural roads open to the Public within Missoula County

Note: There are 9 other Fire Districts with approximately 180 regular volunteer firefighters in outlying areas of Missoula County.

MISSOULA COUNTY, MONTANA
Miscellaneous Statistical Data (Continued)
June 30, 2016

Educational Facilities

Public Schools 2015-2016		
Type	Number	Enrolled
Elementary (District 1)	12	5,225
Elementary (Other Districts)	12	4,399
High Schools (MCHS)	4	3,635
High Schools (Other Dist)	1	389
Trade & Technical	1	1,243
University	1	9,903
Private Schools 2015-2016		
Type	Number	Enrolled
Elementary	9	799
High School	3	222
Home School	155	252

Special Education: Programs within school districts
and community services.

Health Care Facilities

Hospitals	2
Beds	364
Clinics	36
Nursing Homes	8
Beds	800
Assisted Living Facilities	20
Physicians	275
Chiropractors	47
Dentists	55
Medical Therapists	130
Registered and Practical Nurses	1,053

Sources:

Missoula County Election Office
Missoula County Sheriff's Department
Missoula County Road Department
Missoula City-County Library

Missoula County Personnel Department
Missoula County Superintendent of Schools
Missoula Economic Development Corporation
Missoula Chamber of Commerce

Missoula Rural Fire Department
Missoula City Fire Department
Missoula City Police Department
Montana Board of Regents

Community Facilities

Public libraries:	
Branch facilities	7
Volumes	276,145
Audios	13,275
Videos	14,936
Other	204,939
Annual Circulation	1,023,203
Churches:	
Protestant	84
Catholic	6
Other	16
Restaurants	432
Hotels/motels	70
Rooms	3,255
Shopping Centers	12
Indoor Shopping Mall (105 stores)	1
Day Care Centers	52

Recreation and Cultural

Swimming Pools	Private - 5	Public - 4
Golf Courses	Private - 2	7
Health Clubs		16
Tennis Courts		30
Bowling Centers		2
Parks		90
Movie Theaters	4 Theaters	16 Screens
Ski Areas		1
Theatrical Playhouses		8
Museums		11
Art Galleries		24
Symphonies/orchestras		4

SINGLE AUDIT SECTION

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MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis
For the Year Ended June 30, 2016
(Page 1 of 4)

<u>Program/Grantor Agency and Program Title</u>	<u>CFDA Number</u>	<u>State Contract Number</u>	<u>Grant Award</u>	<u>Federal Disbursements</u>	<u>Total Passed Through to Subrecipients</u>	<u>Notes/Loans Balance</u>
OFFICE OF NATIONAL DRUG CONTROL POLICY:						
Passed Through City of Missoula:						
High Intensity Drug Trafficking Area 2015	95.001	G15RM0037A	N/A	51,813	-	-
Total Office of National Drug Control Policy				51,813	-	-
DEPARTMENT OF AGRICULTURE:						
Passed Through State Department of Public Health:						
Women/Infants/Children 15-16	10.557	15-07-5-21-014-0	593,695	215,079	-	-
Women/Infants/Children 16-17	10.557	16-07-5-21-014-0	492,691	364,292	-	-
WIC Breastfeeding Support Services 15-16	10.557	15-07-5-21-060-0	33,726	10,150	-	-
WIC Breastfeeding Support Services 16-17	10.557	16-07-5-21-060-0	32,825	22,584	-	-
WIC Farmers Market Program 16	10.557	16-07-5-21-085-0	1,850	1,850	-	-
Subtotal Women/Infants/Children Grants				613,955	-	-
Passed Through the US Forest Service, Lolo National Forest:						
Upper Clark Fork River Project	10.680	14-PA11010300-15	4,125	4,125	-	-
Passed Through the State Department of Administration:						
Forest Reserve Receipts	10.665	N/A		551,983	-	-
Total Department of Agriculture				1,170,063	-	-
DEPARTMENT OF TRANSPORTATION:						
Direct Programs:						
Missoula to Lolo Bike Pedestrian Path	20.933	DTFH61-14-G-00001	4,737,363	2,671,460	-	-
Passed Through State Department of Transportation:						
Grant Creek Trail	20.205	STPE 32(89) UPN 8811	254,505	4,400	-	-
Airport Road Trail - Seeley Lake	20.205	STPE 32(91) UPN 8808	96,432	3,703	-	-
Old Highway 200 Trail - Milltown	20.205	STPE 32(95) UPN 8809	239,782	112,967	-	-
Federal Bridge Program - South Ave Bridge	20.205	BR 9032(65) UPN 6296	1,226,334	327,134	-	-
Subtotal Highway Planning and Transportation Grants				448,204	-	-
DOT Occupant Protection 15-16	20.600	CTS-107898	35,000	6,910	-	-
DOT Occupant Protection 16-17	20.600	CTS-108554	35,000	26,990	-	-
Subtotal State and Community Highway Safety Grants				33,900	-	-
Alcohol Impaired Driving Countermeasures	20.601/20.607	107913	18,000	7,805	-	-
Alcohol Impaired Driving Countermeasures	20.601/20.607	108509	16,000	11,000	-	-
Missoula County STEP Equipment	20.601/20.607	108258	13,000	13,000	-	-
Missoula County STEP Equipment	20.601/20.607	108571	10,000	10,000	-	-
Subtotal Alcohol Impaired Driving Countermeasures Incentives Grants				41,805	-	-

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2016
(Page 2 of 4)

<u>Program/Grantor Agency and Program Title</u>	<u>CFDA Number</u>	<u>State Contract Number</u>	<u>Grant Award</u>	<u>Federal Disbursements</u>	<u>Total Passed Through to Subrecipients</u>	<u>Notes/Loans Balance</u>
Passed Through State Department of Military Affairs: Hazardous Materials Emergency Preparedness Training Grant	20.703	HM-HMP-0491-15-01-00	8,000	8,000	-	-
Total Department of Transportation				3,203,369	-	-
DEPARTMENT OF JUSTICE:						
Direct Programs:						
OVW Rural Domestic Violence	16.589	2008-WR-AX-0008	1,214,725	71,425	71,425	-
OVW Rural Domestic Violence	16.589	2015-WR-AX-0013	625,000	124,240	36,947	-
Subtotal OVW Rural Domestic Violence Grants				195,665	108,372	-
OVW Planet Kids Supervised Exchange and Visitation Project	16.527	2013-FL-AK-K012	349,999	104,183	104,183	-
Justice and Mental Health Collaboration	16.745	2011-MO-BX-0040	200,000	17,754	-	-
Passed Through State Department of Justice:						
Crime Victim Advocate Program	16.575	15-V01-91775	115,000	115,000	-	-
Improving Response for Victims	16.588	15-W4-91821	49,060	46,724	-	-
West Central Drug Task Force	16.738	14-G01-91888	94,131	94,131	-	-
Passed Through City of Missoula: JAG Grant	16.804	2015-H3005-MT-DJ	16,850	16,850	-	-
Total Department of Justice				590,307	212,555	-
DEPARTMENT OF HOUSING & URBAN DEVELOPMENT:						
Direct Programs:						
Share House	14.235	MT0015L8T001306	130,093	130,093	130,093	-
Ada's Place	14.235	MT0042L8T001300	166,081	35,217	33,520	-
Subtotal Supportive Housing Program				165,310	163,613	-
Ada's Place Rapid Rehousing	14.267	MT0042L8T001401	153,277	95,374	95,374	-
Passed Through State Department of Commerce:						
CDBG - Community Resources	14.228	N/A	N/A	10,056	-	268,185
CDBG - Revolving Fund Loan	14.228	N/A	N/A	75,400	-	125,127
Subtotal Community Development Block Grants - State Program				85,456	-	393,312
Total Department of Housing & Urban Development				346,140	258,987	393,312
ENVIRONMENTAL PROTECTION AGENCY:						
Direct Programs:						
Missoula County Courthouse Renovation Asbestos Abatement	66.818	BF-96825601-0	200,000	27,535	-	-

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2016
(Page 3 of 4)

<u>Program/Grantor Agency and Program Title</u>	<u>CFDA Number</u>	<u>State Contract Number</u>	<u>Grant Award</u>	<u>Federal Disbursements</u>	<u>Total Passed Through to Subrecipients</u>	<u>Notes/Loans Balance</u>
Passed Through State Department Environmental Quality:						
Air Contract 16	66.001	515006	2,000	2,000	-	-
Air Pollution 16	66.001	515007	63,332	63,332	-	-
Subtotal Air Pollution Control Program Support				65,332	-	-
Total Environmental Protection Agency				92,867	-	-
DEPARTMENT OF THE INTERIOR						
Passed Through the National Park Service:						
Preservation of Japanese American Confinement Sites	15.933	P13AP00029	39,730	13,395	-	-
Total Department of the Interior				13,395	-	-
DEPARTMENT OF HOMELAND SECURITY						
Passed Through State Department of Military Affairs:						
Emergency Management Program 14	97.042	EMW-2014-EP-00006	93,194	16,874	-	-
Emergency Management Program 15	97.042	EMW-2015-EP-00004	99,650	94,470	-	-
Subtotal Emergency Management Performance Grants				111,344	-	-
FY15 HSGP Grant	97.067	EMW-2015-SS-00005-S01 (EOD	89,100	46,078	-	-
FY14 HSGP Communication Equipment	97.067	EMW-2014-SS-00019	50,000	20,071	-	-
FY15 HSGP Equipment Grant	97.067	EMW-2015-SS-00005-S01	10,000	5,000	-	-
Subtotal Homeland Security Grant Program				71,149	-	-
Total Department of Homeland Security				182,493	-	-
DEPARTMENT OF EDUCATION						
Passed Through State Department of Public Health & Human Services:						
Healthy Start Montana	84.419	1502PORS0276	5,000	4,997	-	-
Pre-School Development	84.419	1602PORS0276	15,000	5,858	-	-
Subtotal Emergency Management Performance Grants				10,855	-	-
Total Department of Education				10,855	-	-
DEPARTMENT OF HEALTH & HUMAN SERVICES:						
Direct Programs:						
Drug Free Schools	93.276	13SP19831A	123,461	129,947	48,465	-
Passed Through State Department of Public Health & Human Services:						
Public Health Emergency Preparedness 15	93.074	16-07-6-11-035-0	128,924	128,924	-	-

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2016
(Page 4 of 4)

<u>Program/Grantor Agency and Program Title</u>	<u>CFDA Number</u>	<u>State Contract Number</u>	<u>Grant Award</u>	<u>Federal Disbursements</u>	<u>Total Passed Through to Subrecipients</u>	<u>Notes/Loans Balance</u>
Infant Immunization Program 15	93.268	15-07-4-31-130-0	45,033	22,517	-	-
Infant Immunization Program 16	93.268	16-07-4-31-130-0	45,033	22,517	-	-
Subtotal Immunization Grants				45,034	-	-
Safe Care - 16	93.505	16-07-5-01-105-0	158,271	156,679	-	-
MT Cardiovascular Disease and Diabetes Prevention	93.991	16-07-3-01-083-0	31,000	31,000	-	-
Performance Management System	93.507	14-07-1-01-105-0	25,000	10,000	-	-
MCH Block Grant 16	93.994	16-07-5-01-032-0	120,101	120,101	-	-
Title IV-E Child Abuse & Neglect	93.658	20123LEGL0004		57,865	-	-
Title IV-E Child Abuse & Neglect (Paralegal Services)	93.658	20133LEGL0001	42,126	42,126	-	-
Subtotal Foster Care - Title IV-E				99,991	-	-
Total Department of Health & Human Services				721,676	48,465	-
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE						
Passed Through the University of Utah:						
Social Innovation Fund Pay for Success	94.024	N/A	80,109	79,749	-	-
Total Corporation for National and Community Service				79,749	-	-
Total Federal Financial Assistance				\$ 6,462,727	\$ 520,007	\$ 393,312

MISSOULA COUNTY, MONTANA

Notes to Schedule of Expenditures of Federal Awards - Cash Basis For the Year Ended June 30, 2016

Note 1 - Basis of Presentation

The accompanying schedule is presented on the basis of cash disbursements. Accordingly, federal expenditures are recognized when a warrant is issued rather than when the obligation is incurred.

Note 2 - Indirect Cost Rate

The County does not use an indirect cost rate; therefore, they have not elected to use the 10% de minimis indirect cost rate.

Note 3 - Loans Receivable

The Department of Housing and Urban Development-Community Development Block Grant programs had the following loans receivable in the revolving loan fund at June 30, 2016:

<u>Missoula Children's Theatre</u>	
0%, \$24,500 due annually from June 2003 through June 2017	\$ 51,042
<u>Western Montana Mental Health Center</u>	
5%, \$9,719 due annually through November 2015	2,383
<u>Pyramid Mountain Lumber</u>	
4%, varying amounts from January 2013 thru December 2020	217,757
<u>Pyramid Mountain Lumber</u>	
4%, \$914 due monthly from January 2013 through December 2020	45,110
<u>Red Willow Learning Center</u>	
5%, \$580 due monthly from December 2011 through November 2016	2,935
<u>Homewood</u>	
3%, \$337 due monthly from January 2013 through February 2028 with balance due March 2028	74,085

Note 4 - Notes Payable

The County had the following notes payable to the State Revolving Fund Loan program (CFDA# 66.458) at June 30, 2016:

\$649,936, issued September 2002, 4% due in varying amounts through July 2023	243,000
\$4,498,121, issued July 2003, 3.75% due in varying amounts through July 2024	1,421,000
\$281,199, issued April 2005, 3.75% due in varying amounts through July 2020	52,000
\$359,300, issued December 2009, 1.75% due in varying amounts through July 2029	267,000
\$3,735,000, issued December 2009, 3.75% due in varying amounts through July 2029	2,103,000
\$3,410,125, issued August 2009, 3.75% due in varying amounts through July 2029	2,655,000

The County had the following notes payable to the State Revolving Fund Loan program (CFDA# 66.468) at June 30, 2016:

\$291,000, issued November 1998, 4% due in varying amounts through July 2019	51,000
\$142,000, issued November 2008, 3.75% due in varying amounts through July 2029	106,000
\$165,000, issued September 2009, 0.75% due in varying amounts through July 2029	113,000

Note 5 - Subawards

The County passed-through federal awards to subrecipients during the year ended June 30, 2016 as follows:

- Share House (CFDA # 14.235) passed-through \$130,093 to the Western Montana Mental Health Center.
- Ada's Place (CFDA # 14.235) passed-through \$33,520 to the YWCA.
- Ada's Place Rapid Rehousing (CFDA # 14.267) passed-through \$95,373 to the YWCA.
- OVW Planet Kids Supervised Exchange and Visitation Project (CFDA # 16.527) passed through \$104,183 to the YWCA.
- Rural Domestic Violence Program (CFDA # 16.589) passed-through \$108,372 to the YWCA, Mineral County, the National Coalition Building Institute, and Seeley Lake School District # 34.
- Drug Free Schools (CFDA # 93.276) passed-through \$48,465 to the National Coalition Building Institute, Frenchtown School District # 40, and Western Montana Addiction Services.

Note 6 - Program Clusters

Under the Uniform Guidance, a cluster of programs is defined as Federal programs with different CFDA numbers that closely related and share common compliance requirements. In 2016, the County received the DOT Occupant Protection grant (CFDA # 20.600), and the Alcohol Open Container Requirements grant (CFDA # 20.607) which both belong to the Highway Safety Cluster. A cluster of programs is treated as one program for major program determination and testing.

Note 7 - Schools and Roads - Grants to States

The accompanying schedule reports only the portion of the annual Schools and Roads - Grants to States (CFDA 10.665) award that is allocated to the County. The County received an additional \$234,500 that was allocated directly to area schools. Since the County has no oversight responsibilities, this amount is not included on this schedule.

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

Board of County Commissioners
Missoula County, Montana

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Missoula County, Montana's basic financial statements, and have issued my report thereon dated March 31, 2017. My report includes a reference to other auditors who audited the financial statements of Missoula Aging Services, as described in my report on Missoula County, Montana's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

My consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, I identified certain deficiencies in internal control that I consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. I consider the deficiency described as item 2016-001 in the accompanying schedule of findings and questioned costs to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. I consider the deficiency described as item 2016-002 in the accompanying schedule of findings and questioned costs to be a significant deficiency.

Compliance and Other Matters

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

Purpose of this Report

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



Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
March 31, 2017

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

Board of County Commissioners
Missoula County, Montana

Report on Compliance for Each Major Federal Program

I have audited Missoula County, Montana's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Missoula County, Montana's major federal programs for the year ended June 30, 2016. Missoula County, Montana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Missoula County, Montana's basic financial statements include the operations of Missoula Aging Services and Partnership Health Center (both discretely presented component units), which expended \$1,554,902 and \$5,369,166, respectively, in federal awards which are not included in the schedule of expenditures of federal awards for the year ended June 30, 2016. My audit, described below, did not include the operations of Missoula Aging Services and Partnership Health Center, because these component units obtained separate audits conducted in accordance with the Uniform Guidance.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, contracts, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of Missoula County, Montana's major federal programs based on my audit of the types of compliance requirements referred to above. I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Missoula County, Montana's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal program. However, my audit does not provide a legal determination of Missoula County, Montana's compliance.

Opinion on Each Major Federal Program

In my opinion, Missoula County, Montana, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of Missoula County, Montana, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance, I considered Missoula County, Montana's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of Missoula County, Montana's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control*

over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of my testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Nicole M. Noonan, CPA, P.C.

Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
March 31, 2017

MISSOULA COUNTY, MONTANA
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

Section I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued on financial statements:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified not considered to be material weaknesses:	Yes
Noncompliance material to financial statement noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?	No

MISSOULA COUNTY, MONTANA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2016

Identification of major programs:

<u>CFDA#</u>	<u>Federal Program</u>
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)
20.933	National Infrastructure Investments

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as a low-risk auditee? No

Section II - Financial Statement Findings

2016-001 Accounts Receivable

Accounts receivable should be recorded when the related revenue is recognized under generally accepted accounting principles. Accounts receivable at June 30, 2016 did not include two receivables related to grants. The Bridge fund had an unrecorded accounts receivable of \$282,548 for a federal grant and an overpayment that was returned in fiscal year 2017. The Rural Domestic Violence fund has a receivable of \$115,494 for city support for the program. As a result of these errors, accounts receivable in Other Governmental funds was understated by \$398,042 at June 30, 2016. Relying on decentralized departments during preparation of accrual entries contributed to these errors. Department training regarding subsequent receipts that need to be accrued should be performed, with additional documentation obtained by the finance department when preparing accrual entries.

Corrective Action Plan: The County Financial Services department relies on the departments to provide accurate information regarding potential receivables. Going forward, the Financial Services department will identify potential receivables and request supporting documentation, such as draw requests and related expenditures, in order to more accurately identify all receivables.

Contact Person: Christi Page

Anticipated Completion Date: 6/30/2017

MISSOULA COUNTY, MONTANA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2016

2016-002 Schedule of Expenditures of Federal Awards

All federal programs should be included on the Schedule of Expenditures of Federal Awards (SEFA). Expenditures for the South Avenue Bridge project of \$327,134 were 100% federally funded, but were not included on the SEFA. The South Avenue Bridge project was not identified as a federal grant during SEFA preparation since grant revenue was coded to a state grant code. Errors in the SEFA create the potential for errors in major program determination and testing during the federal audit. Additional review of intergovernmental revenues and inquiries of departments should be performed to ensure all programs are included on the SEFA.

Corrective Action Plan: The County will employ four strategies to ensure that all expenditures on federal awards are reported correctly. The action items on the Board of County Commissioners' administrative agendas will be reviewed for federal grant contract awards and amendments. Intergovernmental revenues reported in the general ledger will be reviewed to identify any items that do not have corresponding expenditures reflected on the SEFA. Conversations will be held with departmental staff regarding federal grant awards and expenditures. And, the budget for the year under audit will be reviewed for budgeted grant revenue and expenditures.

Contact Person: Barbara Berens

Anticipated Completion Date: 6/30/2017

Section III - Federal Awards Findings and Questioned Costs

There are no matters to report under the Uniform Guidance.

Summary Schedule of Prior Audit Findings

The audit for the year ended June 30, 2015, contained no audit findings relative to federal awards.