

# YELLOWSTONE COUNTY, MONTANA

## STATEMENT OF NET POSITION

JUNE 30, 2015

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<u>ASSETS AND DEFERRED OUTFLOWS</u>	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b><u>Current Assets</u></b>			
Cash and demand investments, pooled	\$ 18,574,007	\$ 1,143,992	\$ 19,717,999
Cash investments, pooled	37,891,800	2,332,840	40,224,640
Restricted cash and demand investments held in trust, nonpooled	0	1,924,184	1,924,184
Receivables (net of allowance for uncollectibles):			
Tax Title Sales Contracts	15,560	0	15,560
Property taxes	2,691,639	166,384	2,858,023
Accounts	956,353	6,490	962,843
Delinquent assessments	19,674	48,095	67,769
Deferred assessments	127,546	0	127,546
Accrued interest	63,867	1,270	65,137
Prepaid expenses	169,281	51,151	220,432
Inventories	271,471	34,184	305,655
Due from other taxing districts	1,500	0	1,500
Advance from other funds	350,000	0	350,000
<b>Total current assets</b>	<b>61,132,698</b>	<b>5,708,590</b>	<b>66,841,288</b>
<b><u>Noncurrent Assets</u></b>			
Deferred assessments receivable, net of allowance	1,137,294	0	1,137,294
Advance from other funds	0	0	0
<b>Total noncurrent assets</b>	<b>1,137,294</b>	<b>0</b>	<b>1,137,294</b>
<b>Capital assets (net of accumulated depreciation):</b>			
Land	3,526,624	368,574	3,895,198
Buildings	10,076,614	34,044,507	44,121,121
Improvements other than buildings	1,705,428	1,768,384	3,473,812
Equipment and vehicles	8,096,207	881,846	8,978,053
Infrastructure	28,344,252	0	28,344,252
Construction in progress	272,289	1,189,707	1,461,996
<b>Total capital assets (net of accumulated depreciation)</b>	<b>52,021,414</b>	<b>38,253,018</b>	<b>90,274,432</b>
<b>DEFERRED OUTFLOWS - Pension Adjustments</b>	<b>1,618,713</b>	<b>144,115</b>	<b>1,762,828</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<b>\$ 115,910,119</b>	<b>\$ 44,105,723</b>	<b>\$ 160,015,842</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET POSITION**

**JUNE 30, 2015**

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	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b><u>LIABILITIES AND DEFERRED INFLOWS</u></b>			
<b><u>Current Liabilities</u></b>			
Accounts payable	\$ 2,159,443	\$ 115,320	\$ 2,274,763
Accrued liabilities	2,918,798	156,565	3,075,363
Accrued compensated absences	545,349	54,675	600,024
Advance from other funds	0	350,000	350,000
Matured bonds payable	7,225	0	7,225
Unearned premiums	2,732	0	2,732
General obligation bonds	525,000	0	525,000
Special assessment debt with governmental commitment	63,000	0	63,000
Liabilities payable from restricted assets:			
Unearned advertising and event revenue	0	1,986,119	1,986,119
Deposits	1,350	48,500	49,850
Due to other taxing districts	88,467	0	88,467
<b>Total current liabilities</b>	<b>6,311,364</b>	<b>2,711,179</b>	<b>9,022,543</b>
<b><u>Noncurrent Liabilities</u></b>			
Long-term liability for accrued compensated absences	1,646,947	164,027	1,810,974
Advance from other funds	0	0	0
Unearned advertising revenue	0	335,300	335,300
General obligation bonds	3,000,000	0	3,000,000
Special assessment debt with governmental commitment	1,243,000	0	1,243,000
OPEB implicit rate subsidy liability	1,942,455	171,409	2,113,864
Net Pension Liability	15,968,169	1,786,320	17,754,489
<b>Total noncurrent liabilities</b>	<b>23,800,571</b>	<b>2,457,056</b>	<b>26,257,627</b>
<b>TOTAL LIABILITIES</b>	<b>30,111,935</b>	<b>5,168,235</b>	<b>35,280,170</b>
<b>DEFERRED INFLOWS - Pension Deferrals</b>	<b>8,642,090</b>	<b>461,615</b>	<b>9,103,705</b>
<b><u>NET POSITION</u></b>			
Net investment in capital assets	51,154,747	38,253,018	89,407,765
Restricted net position	11,374,754	0	11,374,754
Unrestricted	14,626,593	222,855	14,849,448
<b>TOTAL NET POSITION</b>	<b>\$ 77,156,094</b>	<b>\$ 38,475,873</b>	<b>\$ 115,631,967</b>

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

**YELLOWSTONE COUNTY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015**

Functions / Programs	Program Revenues								Net (Expense) Revenue and Changes in Net Position		
	Expenses	Special Assessments	Licenses and Permits	Intergovern- mental	Fines and Forfeitures	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
									Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>											
<u>Governmental activities:</u>											
General government	\$ 15,503,344	\$ 0	\$ 0	\$ 188,554	\$ 592,900	\$ 4,478,114	\$ 9,689	\$ 0	\$ (10,234,087)	\$ 0	\$ (10,234,087)
Public Safety	25,680,633	0	37,190	329,668	168,379	5,588,019	558,003	3,893	(18,995,481)	0	(18,995,481)
Public Works	8,380,581	905,851	26,614	517,504	0	234,996	116,180	161,020	(6,418,416)	0	(6,418,416)
Public Health	3,428,311	0	0	129	0	2,312	330,217	0	(3,095,653)	0	(3,095,653)
Social and Economic	1,831,444	0	0	326,091	0	0	30,000	0	(1,475,353)	0	(1,475,353)
Culture and Recreation	1,521,973	0	0	0	0	0	0	0	(1,521,973)	0	(1,521,973)
Community Development	530,260	0	0	0	0	0	0	0	(530,260)	0	(530,260)
Conservation of Natural Resources	130,976	0	0	0	0	0	0	0	(130,976)	0	(130,976)
Interest on Long-Term Debt	168,685	0	0	0	0	0	0	0	(168,685)	0	(168,685)
Assessment Refunds	69,630	0	0	0	0	0	0	0	(69,630)	0	(69,630)
<b>Total governmental activities</b>	<b>57,245,837</b>	<b>905,851</b>	<b>63,804</b>	<b>1,361,946</b>	<b>761,279</b>	<b>10,303,441</b>	<b>1,044,089</b>	<b>164,913</b>	<b>(42,640,514)</b>	<b>0</b>	<b>(42,640,514)</b>
<u>Business-type activities:</u>											
Refuse Disposal	188,202	214,216	0	0	0	0	0	0	0	26,014	26,014
METRA	7,579,592	0	0	0	0	4,921,521	0	0	0	(2,658,071)	(2,658,071)
<b>Total business-type activities:</b>	<b>7,767,794</b>	<b>214,216</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,921,521</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(2,632,057)</b>	<b>(2,632,057)</b>
<b>Total primary government</b>	<b>\$ 65,013,631</b>	<b>\$ 1,120,067</b>	<b>\$ 63,804</b>	<b>\$ 1,361,946</b>	<b>\$ 761,279</b>	<b>\$ 15,224,962</b>	<b>\$ 1,044,089</b>	<b>\$ 164,913</b>	<b>\$ (42,640,514)</b>	<b>\$ (2,632,057)</b>	<b>\$ (45,272,571)</b>
<b>General revenues:</b>											
Property taxes									37,321,803	2,667,477	39,989,280
Licenses and permits									4,527,657	0	4,527,657
Intergovernmental									3,622,161	134,291	3,756,452
Other revenues									1,147,635	222,017	1,369,652
Transfers In/(Out)									(92,889)	92,889	0
<b>Total general revenues and transfers</b>									<b>46,526,367</b>	<b>3,116,674</b>	<b>49,643,041</b>
<b>Change in net position</b>									<b>3,885,853</b>	<b>484,617</b>	<b>4,370,470</b>
<b>Net position, beginning</b>									<b>97,074,218</b>	<b>40,151,946</b>	<b>137,226,164</b>
Prior period adjustment									(23,803,977)	(2,160,690)	(25,964,667)
<b>Net position, ending</b>									<b>\$ 77,156,094</b>	<b>\$ 38,475,873</b>	<b>\$ 115,631,967</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2015**

	<b>MAJOR FUNDS</b>							<b>Total Governmental Funds</b>
	<b>General</b>	<b>Road</b>	<b>Property &amp; Liability Insurance Fund</b>	<b>Public Safety Fund</b>	<b>R.S.I.D. Bond Fund</b>	<b>Capital Improvement Fund</b>	<b>Other Nonmajor Governmental Funds</b>	
<b>ASSETS</b>								
Cash and demand investments, pooled	\$2,213,547	\$1,742,233	\$1,249,340	\$2,149,306	\$73,719	\$5,260,700	\$3,481,675	\$16,170,520
Cash investments, pooled	4,525,271	3,552,081	2,548,409	4,382,026	150,350	10,730,515	7,100,149	32,988,801
Receivables (net of allowance for uncollectibles):								
Property taxes	808,593	529,379	61,975	540,719	0	0	750,973	2,691,639
Accounts	249,498	0	0	385,320	0	1,990	304,256	941,064
Delinquent assessments	0	0	0	0	4,709	0	14,965	19,674
Deferred assessments	0	0	0	0	1,255,270	0	9,570	1,264,840
Accrued interest	34,159	0	3,461	0	140	13,784	4,681	56,225
Due from other funds	106,347	0	0	0	0	0	0	106,347
Due from other taxing districts	1,500	0	0	0	0	0	0	1,500
Prepaid expenses	63,285	68,512	2,485	10,011	0	0	7,714	152,007
Inventories	27,268	194,302	0	0	0	0	49,901	271,471
Advances to other funds	0	0	0	0	0	350,000	0	350,000
<b>Total assets</b>	<b>\$8,045,028</b>	<b>\$6,086,507</b>	<b>\$3,865,670</b>	<b>\$7,467,382</b>	<b>\$1,484,188</b>	<b>\$16,356,989</b>	<b>\$11,723,884</b>	<b>\$55,029,648</b>
<b>LIABILITIES:</b>								
Accounts payable	\$165,517	\$1,157,772	\$1,547	\$206,489	\$0	\$18,018	\$607,766	\$2,157,109
Accrued liabilities	606,442	178,704	997,457	717,767	0	1,392	367,899	2,869,661
Matured bonds payable	0	0	0	0	7,225	0	0	7,225
Due to other funds	0	0	0	0	0	0	106,347	106,347
Deposits	1,000	0	0	0	0	350	0	1,350
Due to other taxing districts	0	0	0	0	0	0	88,467	88,467
<b>Total liabilities</b>	<b>772,959</b>	<b>1,336,476</b>	<b>999,004</b>	<b>924,256</b>	<b>7,225</b>	<b>19,760</b>	<b>1,170,479</b>	<b>5,230,159</b>
<b>DEFERRED INFLOW OF RESOURCES:</b>								
Uncollected tax revenue	808,593	529,379	61,975	540,719	1,259,979	0	775,508	3,976,153
<b>Total deferred inflow of resources</b>	<b>808,593</b>	<b>529,379</b>	<b>61,975</b>	<b>540,719</b>	<b>1,259,979</b>	<b>0</b>	<b>775,508</b>	<b>3,976,153</b>
<b>FUND BALANCE:</b>								
Unspendable	90,553	262,814	2,485	10,011	0	0	57,615	423,478
Restricted	0	3,957,838	0	0	216,984	0	5,043,077	9,217,899
Committed	89,132	0	461,234	5,589,314	0	0	2,853,631	8,993,311
Assigned	1,242,928	0	2,340,972	403,082	0	16,337,229	1,823,574	22,147,785
Unassigned	5,040,863	0	0	0	0	0	0	5,040,863
<b>Total fund balance</b>	<b>6,463,476</b>	<b>4,220,652</b>	<b>2,804,691</b>	<b>6,002,407</b>	<b>216,984</b>	<b>16,337,229</b>	<b>9,777,897</b>	<b>45,823,336</b>
<b>Total liabilities, deferred inflows and fund balance</b>	<b>\$8,045,028</b>	<b>\$6,086,507</b>	<b>\$3,865,670</b>	<b>\$7,467,382</b>	<b>\$1,484,188</b>	<b>\$16,356,989</b>	<b>\$11,723,884</b>	<b>\$55,029,648</b>

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

**YELLOWSTONE COUNTY  
RECONCILIATION OF BALANCE SHEET FUND BALANCE  
TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2015**

<b>Fund Balance June 30, 2015, governmental funds</b>	<b>\$ 45,823,336</b>
Net position of internal service funds as of June 30, 2015, are included as general governmental functions since they are primarily related to that function.	6,772,867
Net capital assets of internal service funds included above	(8,638)
Long-term assets are not available to pay for current period expenditures and, therefore, are deferred on the fund statements	3,976,153
Long-term portion of compensated absences is not anticipated to be expended in the current period	(1,641,817)
Long-term debt previously recognized as revenue in prior periods	(4,831,000)
Accrued interest payable on long-term debt	(22,220)
Net capital assets	52,021,414
Other post employment benefits (OPEB) - implicit rate subsidy liability	(1,942,455)
Net Pension Liability	(15,968,169)
Deferred Outflow of Resources - Pension Adjustments	1,618,713
Deferred Inflow of Resources - Pension Deferrals	(8,642,090)
<b>Net Position of governmental activities, June 30, 2015</b>	<b><u>\$ 77,156,094</u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	MAJOR FUNDS							Total Governmental Funds
	General	Road	Property and Liability Insurance Fund	Public Safety Fund	RSID Bond Fund	Capital Improvement Fund	Nonmajor Governmental Funds	
<b>REVENUES:</b>								
Taxes	\$12,431,365	\$5,118,118	\$1,087,859	\$9,487,186	\$0	\$0	\$12,542,903	\$40,667,431
Special assessments	0	0	0	0	264,144	0	835,274	1,099,418
Licenses and permits	39,935	26,614	0	4,371,312	0	0	153,600	4,591,461
Intergovernmental	1,186,126	2,553,332	31,570	348,473	0	0	1,728,261	5,847,762
Fines and forfeitures	592,901	0	0	0	0	0	168,378	761,279
Charges for services	1,298,902	190,330	426,380	3,736,473	0	22,247	2,009,609	7,683,941
Other	496,585	11,471	40,375	25,727	1,157	374,809	125,581	1,075,705
<b>Total revenues</b>	<b>16,045,814</b>	<b>7,899,865</b>	<b>1,586,184</b>	<b>17,969,171</b>	<b>265,301</b>	<b>397,056</b>	<b>17,563,606</b>	<b>61,726,997</b>
<b>EXPENDITURES:</b>								
Current:								
General government	7,673,361	0	1,741,609	0	0	0	493,436	9,908,406
Public safety	1,269,907	0	0	16,260,095	0	0	6,994,794	24,524,796
Public works	0	7,632,857	0	0	0	0	990,384	8,623,241
Public health	598,917	0	0	83,645	0	0	2,733,985	3,416,547
Social and economic services	693,556	0	0	0	0	0	1,170,929	1,864,485
Culture and recreation	0	0	0	0	0	0	1,425,375	1,425,375
Conservation of natural resources	27,020	0	0	0	0	0	103,956	130,976
Community development	530,260	0	0	0	0	0	0	530,260
Capital outlay	196,817	503,829	1,100	414,251	0	651,399	2,241,754	4,009,150
Debt service:								
Principal	0	0	0	0	184,000	0	515,000	699,000
Interest	0	0	0	0	56,027	0	116,120	172,147
<b>Total expenditures</b>	<b>10,989,838</b>	<b>8,136,686</b>	<b>1,742,709</b>	<b>16,757,991</b>	<b>240,027</b>	<b>651,399</b>	<b>16,785,733</b>	<b>55,304,383</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>5,055,976</b>	<b>(236,821)</b>	<b>(156,525)</b>	<b>1,211,180</b>	<b>25,274</b>	<b>(254,343)</b>	<b>777,873</b>	<b>6,422,614</b>
<b>OTHER FINANCING SOURCES (USES):</b>								
Interfund transfers in	939,776	185,061	22,968	1,199,987	0	4,073,000	3,450,692	9,871,484
Interfund transfers out	(5,865,182)	(241,704)	0	(1,420,161)	(1,949)	0	(4,042,751)	(11,571,747)
Assessment Refunds	0	0	0	0	(69,630)	0	0	(69,630)
<b>Total other financing sources (uses)</b>	<b>(4,925,406)</b>	<b>(56,643)</b>	<b>22,968</b>	<b>(220,174)</b>	<b>(71,579)</b>	<b>4,073,000</b>	<b>(592,059)</b>	<b>(1,769,893)</b>
<b>Net change in fund balances</b>	<b>130,570</b>	<b>(293,464)</b>	<b>(133,557)</b>	<b>991,006</b>	<b>(46,305)</b>	<b>3,818,657</b>	<b>185,814</b>	<b>4,652,721</b>
<b>Fund balance July 1, 2014</b>	<b>6,332,906</b>	<b>4,514,116</b>	<b>2,938,248</b>	<b>5,011,401</b>	<b>263,289</b>	<b>12,518,572</b>	<b>9,592,083</b>	<b>41,170,615</b>
<b>Fund balance June 30, 2015</b>	<b>\$6,463,476</b>	<b>\$4,220,652</b>	<b>\$2,804,691</b>	<b>\$6,002,407</b>	<b>\$216,984</b>	<b>\$16,337,229</b>	<b>\$9,777,897</b>	<b>\$45,823,336</b>

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

**YELLOWSTONE COUNTY**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES OF**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**JUNE 30, 2015**

<b>Net change in fund balances - total governmental funds</b>	<b>\$ 4,652,721</b>
Change in net position of internal service funds are included as general governmental functions since they are primarily related to that function.	(124,446)
Capital Assets:	
Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.	
Acquisition of capital assets	7,205,184
Depreciation expense	(5,022,062)
Gain (loss) on disposal / trade-in of capital assets / sale of fixed asset	(444,813)
(Decrease) increase in property tax and special assessment receivables that may not be available in the current period	(3,539,195)
Increase in the long-term portion of compensated absences that is not anticipated to be expended in the current period	(42,028)
Change in net long-term debt (notes, bonds). Repayment or the issuance of debt has no impact on net assets. Governmental funds report repayment of debt as an expenditure and the issuance of debt as revenue.	699,000
Change in accrued interest payable	3,462
Change in other post employment benefits - implicit rate subsidy	(314,401)
Change in Pension Expense	467,084
Revenue - On Behalf Payment	345,347
<b>Change in net position in governmental activities</b>	<b><u>\$ 3,885,853</u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**  
 (Page 1 of 2)

	BUDGET			Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	Revised		
<b>REVENUES:</b>					
<b>Taxes:</b>					
Real estate property taxes	\$ 11,302,294	\$ 12,416,619		\$ 12,200,352	(\$216,267)
Personal property taxes	187,650	187,650		133,832	(53,818)
Mobile homes, penalty and interest, other	130,240	130,240		97,181	(33,059)
<b>Licenses and permits</b>	40,300	40,300		39,935	(365)
<b>Intergovernmental:</b>					
Grants	90,000	1,023,628		596,629	(426,999)
State entitlement and other	589,363	589,363		589,497	134
<b>Fines and forfeitures, justice court</b>	570,000	570,000		592,901	22,901
<b>Charges for services:</b>					
Clerk & Recorder	963,000	963,000		1,012,875	49,875
Miscellaneous	208,600	208,600		286,027	77,427
<b>Other:</b>					
Interest on investments	150,000	150,000		430,046	280,046
Miscellaneous	20,000	60,559		66,539	5,980
<b>Total revenues</b>	<b>\$ 14,251,447</b>	<b>\$ 16,339,959</b>		<b>\$ 16,045,814</b>	<b>\$ (294,145)</b>

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



**YELLOWSTONE COUNTY, MONTANA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Page 2 of 2)**

<b>Current:</b>	BUDGET			Variance with Final Budget -
	Original	Final Revised	Actual	Positive (Negative)
<b>General government:</b>				
County commissioners	\$ 498,906	\$ 498,906	\$ 483,195	\$ 15,711
Elections	435,018	465,018	407,153	57,865
Clerk & Recorder	614,515	614,515	574,631	39,884
Treasurer, Auditor, Finance	2,036,543	2,035,743	1,948,717	87,026
Information technology	894,240	894,240	858,748	35,492
Building maintenance	646,473	646,473	632,724	13,749
Other	3,256,739	3,220,739	2,768,193	488,546
<b>Public safety:</b>				
Disaster and Emergency, Rural Fire	447,397	511,690	435,723	75,967
Juvenile detention	537,505	545,411	545,411	0
Jail alternative programs	197,960	315,249	288,773	26,476
<b>Public works</b>	0	0	0	0
<b>Public health</b>	438,135	753,352	598,917	154,435
<b>Social and economic services</b>				
Youth shelter	268,753	268,753	268,753	0
Rent assistance program	137,500	137,500	137,500	0
Medical assistance program	210,000	210,000	210,000	0
Other	84,600	90,600	77,303	13,297
<b>Conservation of natural resources</b>	27,020	27,020	27,020	0
<b>Community development</b>	434,365	596,851	530,260	66,591
<b>Capital outlay</b>	210,150	620,950	196,817	424,133
<b>Total expenditures</b>	<b>11,375,819</b>	<b>12,453,010</b>	<b>10,989,838</b>	<b>1,463,172</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,875,628</b>	<b>3,886,949</b>	<b>5,055,976</b>	<b>1,169,027</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Interfund transfers in	1,015,969	1,075,862	939,776	(136,086)
Interfund transfers out	(4,963,268)	(5,970,453)	(5,865,182)	105,271
<b>Total other financing sources (uses)</b>	<b>(3,947,299)</b>	<b>(4,894,591)</b>	<b>(4,925,406)</b>	<b>(30,815)</b>
<b>Net change in fund balances</b>	<b>(\$1,071,671)</b>	<b>(\$1,007,642)</b>	<b>130,570</b>	<b>\$1,138,212</b>
<b>Fund balance July 1, 2014</b>			<b>6,332,906</b>	
<b>Fund balance June 30, 2015</b>			<b>\$6,463,476</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**MAJOR SPECIAL REVENUE FUNDS - ROAD, PROPERTY and LIABILITY INSURANCE, AND PUBLIC SAFETY FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Road Fund				Property and Liability Insurance Fund				Public Safety Fund			
	BUDGET			Variance with Final Budget - Positive (Negative)	BUDGET			Variance with Final Budget - Positive (Negative)	BUDGET			Variance with Final Budget - Positive (Negative)
	Original	Final Revised	Actual		Original	Final Revised	Actual		Original	Final Revised	Actual	
<b>REVENUES:</b>												
Taxes	\$5,146,559	\$5,636,559	\$5,118,118	(\$518,441)	\$1,020,221	\$1,144,721	\$1,087,859	(\$56,862)	\$8,920,158	\$9,981,858	\$9,487,186	(\$494,672)
Licenses and permits	25,750	25,750	26,614	864	0	0	0	0	4,025,800	4,025,800	4,371,312	345,512
Intergovernmental	2,553,195	2,553,195	2,553,332	137	31,570	31,570	31,570	0	329,926	362,072	348,473	(13,599)
Charges for services	184,000	184,000	190,330	6,330	426,380	426,380	426,380	0	3,688,000	3,688,000	3,736,473	48,473
Other	10,000	10,000	11,471	1,471	14,000	14,000	40,375	26,375	30,000	30,000	25,727	(4,273)
<b>Total revenues</b>	<b>7,919,504</b>	<b>8,409,504</b>	<b>7,899,865</b>	<b>(509,639)</b>	<b>1,492,171</b>	<b>1,616,671</b>	<b>1,586,184</b>	<b>(30,487)</b>	<b>16,993,884</b>	<b>18,087,730</b>	<b>17,969,171</b>	<b>(118,559)</b>
<b>EXPENDITURES:</b>												
Current:												
General government	0	0	0	0	3,431,012	3,431,012	1,741,609	1,689,403	0	0	0	0
Public safety	0	0	0	0	0	0	0	0	17,336,264	17,351,181	16,260,095	1,091,086
Public works	8,131,254	8,131,254	7,632,857	498,397	0	0	0	0	0	0	0	0
Public health	0	0	0	0	0	0	0	0	146,106	146,106	83,645	62,461
Capital outlay	1,022,569	1,022,569	503,829	518,740	3,300	3,300	1,100	2,200	518,687	534,223	414,251	119,972
<b>Total expenditures</b>	<b>9,153,823</b>	<b>9,153,823</b>	<b>8,136,686</b>	<b>1,017,137</b>	<b>3,434,312</b>	<b>3,434,312</b>	<b>1,742,709</b>	<b>1,691,603</b>	<b>18,001,057</b>	<b>18,031,510</b>	<b>16,757,991</b>	<b>1,273,519</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(1,234,319)</b>	<b>(744,319)</b>	<b>(236,821)</b>	<b>507,498</b>	<b>(1,942,141)</b>	<b>(1,817,641)</b>	<b>(156,525)</b>	<b>1,661,116</b>	<b>(1,007,173)</b>	<b>56,220</b>	<b>1,211,180</b>	<b>1,154,960</b>
<b>OTHER FINANCING SOURCES (USES):</b>												
Interfund transfers in	187,920	187,920	185,061	(2,859)	22,968	22,968	22,968	0	1,275,875	1,275,875	1,199,987	(75,888)
Interfund transfers out	(241,573)	(241,573)	(241,704)	(131)	0	0	0	0	(671,965)	(1,421,965)	(1,420,161)	1,804
<b>Total other financing sources (uses)</b>	<b>(53,653)</b>	<b>(53,653)</b>	<b>(56,643)</b>	<b>(2,990)</b>	<b>22,968</b>	<b>22,968</b>	<b>22,968</b>	<b>0</b>	<b>603,910</b>	<b>(146,090)</b>	<b>(220,174)</b>	<b>(74,084)</b>
<b>Net change in fund balances</b>	<b>(\$1,287,972)</b>	<b>(\$797,972)</b>	<b>(293,464)</b>	<b>\$504,508</b>	<b>(\$1,919,173)</b>	<b>(\$1,794,673)</b>	<b>(133,557)</b>	<b>\$1,661,116</b>	<b>(\$403,263)</b>	<b>(\$89,870)</b>	<b>991,006</b>	<b>\$1,080,876</b>
<b>Fund balance July 1, 2014</b>			<b>4,514,116</b>				<b>2,938,248</b>				<b>5,011,401</b>	
<b>Fund balance June 30, 2015</b>			<b>\$4,220,652</b>				<b>\$2,804,691</b>				<b>\$6,002,407</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2015**  
**(Page 1 of 2)**

<b><u>ASSETS AND DEFERRED OUTFLOWS</u></b>	<b>Business-Type Activities Enterprise Funds</b>			<b>Governmental Activities -</b>
	<b>Refuse Disposal Fund</b>	<b>METRA Fund</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>CURRENT ASSETS:</b>				
Cash and demand investments, pooled	\$104,298	\$1,039,694	\$1,143,992	\$2,403,487
Cash investments, pooled	212,645	2,120,195	2,332,840	4,902,999
Restricted cash and demand investments held in trust, nonpooled	0	1,924,184	1,924,184	0
Receivables (net of allowance for uncollectibles):				
Property taxes	0	166,384	166,384	0
Accounts	0	6,490	6,490	15,289
Delinquent assessments	48,095	0	48,095	0
Accrued interest	0	1,270	1,270	7,642
Prepaid expenses	0	51,151	51,151	17,274
Inventories	0	34,184	34,184	0
<b>Total current assets</b>	<b>365,038</b>	<b>5,343,552</b>	<b>5,708,590</b>	<b>7,346,691</b>
<b>NONCURRENT ASSETS:</b>				
<b>Capital assets:</b>				
Land	0	368,574	368,574	0
Buildings	0	54,247,379	54,247,379	0
Improvements other than buildings	0	5,784,545	5,784,545	0
Equipment and vehicles	0	1,755,246	1,755,246	330,008
Construction in progress	0	1,189,707	1,189,707	0
Accumulated depreciation	0	(25,092,433)	(25,092,433)	(321,370)
<b>Total capital assets (net of accumulated depreciation)</b>	<b>0</b>	<b>38,253,018</b>	<b>38,253,018</b>	<b>8,638</b>
<b>DERERRED OUTFLOWS - Pension Adjustments</b>	<b>0</b>	<b>144,115</b>	<b>144,115</b>	<b>0</b>
<b>Total assets and deferred outflows</b>	<b>\$365,038</b>	<b>\$43,740,685</b>	<b>\$44,105,723</b>	<b>\$7,355,329</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2015**  
**(Page 2 of 2)**

	<b>Business-Type Activities Enterprise Funds</b>			<b>Governmental Activities -</b>
	<b>Refuse Disposal Fund</b>	<b>METRA Fund</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b><u>LIABILITIES AND DEFERRED INFLOWS</u></b>				
<b>CURRENT LIABILITIES:</b>				
Accounts payable	0	115,320	\$115,320	\$2,334
Accrued liabilities	0	156,565	156,565	570,556
Accrued compensated absences	0	54,675	54,675	1,710
Advance from other funds	0	350,000	350,000	0
Unearned revenue - advertising and event	0	194,981	194,981	0
Unearned premiums	0	0	0	2,732
<b>Total current liabilities</b>	<b>0</b>	<b>871,541</b>	<b>871,541</b>	<b>577,332</b>
<b>CURRENT LIABILITIES PAYABLE FROM RESTRICTED CASH:</b>				
Unearned event revenue	0	1,791,138	1,791,138	0
Deposits	0	48,500	48,500	0
<b>Total current liabilities payable from restricted cash</b>	<b>0</b>	<b>1,839,638</b>	<b>1,839,638</b>	<b>0</b>
<b>NONCURRENT LIABILITIES:</b>				
Accrued compensated absences	0	164,027	164,027	5,130
Advance from other funds	0	0	0	0
Unearned advertising revenue	0	335,300	335,300	0
OPEB implicit rate subsidy	0	171,409	171,409	0
Net Pension Liability	0	1,786,320	1,786,320	0
<b>Total noncurrent liabilities</b>	<b>0</b>	<b>2,457,056</b>	<b>2,457,056</b>	<b>5,130</b>
<b>Total liabilities</b>	<b>0</b>	<b>5,168,235</b>	<b>5,168,235</b>	<b>582,462</b>
<b>DEFERRED INFLOWS - Pension Deferrals</b>	<b>0</b>	<b>461,615</b>	<b>461,615</b>	<b>0</b>
<b><u>NET POSITION</u></b>				
Net investment in capital assets	0	38,253,018	38,253,018	8,638
Unrestricted	365,038	(142,183)	222,855	6,764,229
<b>Total net position</b>	<b>365,038</b>	<b>38,110,835</b>	<b>38,475,873</b>	<b>6,772,867</b>
<b>Total liabilities, deferred inflows and net position</b>	<b>\$365,038</b>	<b>\$43,740,685</b>	<b>\$44,105,723</b>	<b>\$7,355,329</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Business-Type Activities - Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b>OPERATING REVENUES:</b>				
Charge for services and use of facilities	\$ 214,216	\$ 4,921,521	\$ 5,135,737	\$ 155,691
Health insurance premiums	0	0	0	5,818,662
<b>Total operating revenues</b>	<b>214,216</b>	<b>4,921,521</b>	<b>5,135,737</b>	<b>5,974,353</b>
<b>OPERATING EXPENSES:</b>				
Salaries and benefits	0	2,855,125	2,855,125	66,948
Supplies	0	503,783	503,783	11,292
Contracted services	188,202	2,459,182	2,647,384	121,288
Health claims	0	0	0	7,128,625
Stop-loss insurance and administration	0	49,701	49,701	422,699
Awards	0	114,441	114,441	0
Depreciation	0	1,597,360	1,597,360	27,251
<b>Total operating expenses</b>	<b>188,202</b>	<b>7,579,592</b>	<b>7,767,794</b>	<b>7,778,103</b>
<b>Operating income (loss)</b>	<b>26,014</b>	<b>(2,658,071)</b>	<b>(2,632,057)</b>	<b>(1,803,750)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Taxes	0	2,667,477	2,667,477	0
Intergovernmental revenue	0	134,291	134,291	0
Interest revenue (expense)	0	15,117	15,117	71,930
Other revenue	0	77,618	77,618	0
Revenue from signage agreement	0	129,282	129,282	0
<b>Total nonoperating revenues (expenses)</b>	<b>0</b>	<b>3,023,785</b>	<b>3,023,785</b>	<b>71,930</b>
<b>Income (loss) before transfers</b>	<b>26,014</b>	<b>365,714</b>	<b>391,728</b>	<b>(1,731,820)</b>
Transfer in from other funds	0	150,000	150,000	1,607,374
Transfer out to other funds	(20,000)	(37,111)	(57,111)	0
<b>Change in net position</b>	<b>6,014</b>	<b>478,603</b>	<b>484,617</b>	<b>(124,446)</b>
<b>Net position July 1, 2014</b>	<b>359,024</b>	<b>39,792,922</b>	<b>40,151,946</b>	<b>6,897,313</b>
<b>Prior Period Adjustment</b>	<b>0</b>	<b>(2,160,690)</b>	<b>(2,160,690)</b>	<b>0</b>
<b>Net position June 30, 2015</b>	<b>\$ 365,038</b>	<b>\$ 38,110,835</b>	<b>\$ 38,475,873</b>	<b>\$ 6,772,867</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**  
**(Page 1 of 2)**

	<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities</b>
	<b>Refuse Disposal Fund</b>	<b>METRA Fund</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b><u>Cash flows from operating activities:</u></b>				
Cash received from users	\$ 218,502	\$ 6,031,144	\$ 6,249,646	\$ 155,470
Cash received from health insurance premiums	0	0	0	5,811,678
Cash paid to other suppliers for goods or services	(189,581)	(4,282,847)	(4,472,428)	(147,500)
Cash paid to employees for services	0	(2,744,208)	(2,744,208)	(65,943)
Cash paid for health claims	0	0	0	(7,415,560)
Cash paid for stop-loss insurance and administration	0	0	0	(422,699)
<b>Net cash provided (used) by operating activities</b>	<b>28,921</b>	<b>(995,911)</b>	<b>(966,990)</b>	<b>(2,084,554)</b>
<b><u>Cash flows from noncapital financing activities:</u></b>				
Cash received from taxes, licenses, permits, and intergovernmental revenue	0	2,982,920	2,982,920	0
Cash received from interfund transfer	0	150,000	150,000	1,607,374
Cash transferred to other funds for services	0	(37,111)	(37,111)	0
Cash transferred to Blight Abatement	(20,000)	0	(20,000)	0
Cash received from other revenues	0	77,618	77,618	0
<b>Net cash provided (used) by noncapital financing activities</b>	<b>(20,000)</b>	<b>3,173,427</b>	<b>3,153,427</b>	<b>1,607,374</b>
<b><u>Cash flows from capital and related financing activities:</u></b>				
Acquisition of capital assets	0	(671,397)	(671,397)	0
Cash paid on interfund loan	0	(350,000)	(350,000)	0
<b>Net cash used for capital and related financing activities</b>	<b>0</b>	<b>(1,021,397)</b>	<b>(1,021,397)</b>	<b>0</b>
<b><u>Cash flows from investing activities:</u></b>				
Withdrawals from cash investments	(1,316)	0	(1,316)	0
Deposits into cash investments	0	7,459	7,459	387,023
Interest received on investments	0	14,852	14,852	70,939
<b>Net cash provided (used) by investing activities</b>	<b>(1,316)</b>	<b>22,311</b>	<b>20,995</b>	<b>457,962</b>
<b>Net increase (decrease) in cash and demand investments</b>	<b>7,604</b>	<b>1,178,430</b>	<b>1,186,035</b>	<b>(19,218)</b>
<b>Cash and demand investments, and restricted cash, July 1, 2014</b>	<b>96,694</b>	<b>1,785,448</b>	<b>1,882,142</b>	<b>2,422,705</b>
<b>Cash and demand investments, and restricted cash, June 30, 2015</b>	<b>\$ 104,298</b>	<b>\$ 2,963,878</b>	<b>\$ 3,068,177</b>	<b>\$ 2,403,487</b>
<b><u>Presented in Statement of Net Position as follows:</u></b>				
Cash and demand investments, pooled	\$ 104,298	\$ 1,039,694	\$ 1,143,992	
Restricted cash held in trust, nonpooled	0	1,924,184	1,924,184	
<b>Cash and demand investments, and restricted cash, June 30, 2015</b>	<b>\$ 104,298</b>	<b>\$ 2,963,878</b>	<b>\$ 3,068,176</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**  
**(Page 2 of 2)**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Refuse Disposal</u>	<u>METRA</u>	<u>Total</u>	<u>Internal</u>
	<u>Fund</u>	<u>Fund</u>		<u>Service Funds</u>
<b>Noncash transactions:</b>				
Net Pension Liability	\$ 0	\$ 1,786,320	\$ 1,786,320	\$ 0
Revenue recognized on sales rights agreement	\$ 0	\$ 129,282	\$ 129,282	\$ 0
OPEB implicit rate subsidy expense	\$ 0	\$ 31,668	\$ 31,668	\$ 0

**Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities**

<b>Operating income (loss)</b>	<u>\$ 26,014</u>	<u>\$ (2,658,071)</u>	<u>\$ (2,632,057)</u>	<u>\$ (1,803,750)</u>
<b>Adjustments to reconcile operating income (loss) to net cash from operating activities:</b>				
Depreciation expense	0	1,597,360	1,597,360	27,251
(Increase) decrease in assets:				
Accounts receivable	0	72,174	72,174	(3,405)
Delinquent assessments receivable	4,286	0	4,286	0
Prepaid expenses	0	(19,010)	(19,010)	(8,652)
Inventories	0	(1,737)	(1,737)	0
Construction in progress	0	(1,112,205)	(1,112,205)	0
Increase (decrease) in liabilities:				
Accounts payable	(1,379)	(22,788)	(24,167)	(6,268)
Accrued liabilities	0	85,610	85,610	(285,930)
Unearned premiums	0	0	0	(3,800)
Unearned event revenue	0	1,045,509	1,045,509	0
Deposits	0	(8,060)	(8,060)	0
Net Pension Liability	0	(6,361)	(6,361)	0
OPEB implicit rate subsidy liability	0	31,668	31,668	0
<b>Total adjustments</b>	<u>2,907</u>	<u>1,662,160</u>	<u>1,665,067</u>	<u>(280,804)</u>
<b>Net cash provided (used) by operating activities</b>	<u>\$ 28,921</u>	<u>\$ (995,911)</u>	<u>\$ (966,990)</u>	<u>\$ (2,084,554)</u>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2015**

	<b>External Investment Trust Fund</b>	<b>Agency Funds</b>	<b>Total Fiduciary Funds</b>
<b><u>ASSETS</u></b>			
Cash and demand investments, pooled	\$ 27,886,016	\$ 3,744,191	\$ 31,630,207
Cash investments, pooled	56,887,518	7,633,698	64,521,216
Cash investments, nonpooled	0	400,000	400,000
Restricted cash and demand investments held in trust, nonpooled	0	83,775	83,775
Restricted cash and demand investments for capital improvements, pooled	0	0	0
Restricted cash and demand investments for capital improvements, nonpooled	0	9,327,879	9,327,879
Restricted cash investments for capital improvements, nonpooled	0	35,081,000	35,081,000
Restricted cash investments for debt service, nonpooled	0	8,751,929	8,751,929
Receivables:			
Property taxes	0	9,579,129	9,579,129
Accounts receivable	0	50,550	50,550
Delinquent assessments	0	347,659	347,659
Accrued interest	92,533	20,788	113,321
Due from other funds	0	3,820,422	3,820,422
Prepaid expenses	0	0	0
<b>Total assets</b>	<b>\$ 84,866,067</b>	<b>\$ 78,841,020</b>	<b>\$ 163,707,087</b>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$0	\$ 162,314	\$ 162,314
Due to other funds - protest tax fund	0	3,820,422	3,820,422
Due to others	0	1,456,403	1,456,403
Due to other taxing districts - county general fund	0	1,500	1,500
Due to other taxing districts	0	73,400,381	73,400,381
<b>Total liabilities</b>	<b>0</b>	<b>78,841,020</b>	<b>78,841,020</b>
<b><u>NET POSITION</u></b>			
<b>Net position held in trust for pool participants</b>	<b>\$ 84,866,067</b>	<b>\$0</b>	<b>\$ 84,866,067</b>

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



**YELLOWSTONE COUNTY, MONTANA  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
EXTERNAL INVESTMENT TRUST FUND  
FOR THE YEAR ENDED JUNE 30, 2015**

**ADDITIONS:**

Contributions to pooled investments	\$ 705,076,607	
Interest and investment income	755,959	
<b>Total additions</b>		<b>\$ 705,832,566</b>

**DEDUCTIONS**

Distributions from pooled investments	(721,569,266)	
Investment administrative expenses	(6,493)	
<b>Total deductions</b>		<b>(721,575,759)</b>

<b>Change in net position held in trust for pool participants</b>		<b>(15,743,193)</b>
<b>Net position held in trust for pool participants, July 1, 2014</b>		<b>100,609,260</b>
<b>Net position held in trust for pool participants, June 30, 2015</b>		<b>\$ 84,866,067</b>

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