

**MORROW COUNTY, OREGON**

**Financial Statements and  
Independent Auditors' Report**

**June 30, 2022**

**MORROW COUNTY, OREGON**

**List of Officials, as of**  
**June 30, 2022**

**COMMISSIONERS:**

**TITLE:**

Don Russell

Commissioner

Jim Doherty, Chair

Commissioner

Melissa Lindsay

Commissioner

**OTHER ELECTED OFFICIALS:**

Michael Gorman

Assessor & Tax Collector

Bobbi Childers

Clerk

John Bowles

Sheriff

Jaylene Papineau

Treasurer

Glenn Diehl

Justice of the Peace

**FINANCE DEPARTMENT**

Kevin Ince

Finance Director

**ADDRESS:**

P. O. Box 788

Heppner, OR 97836

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## MORROW COUNTY, OREGON

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# Barnett & Moro, P.C.

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## Independent Auditors' Report

County Commissioners  
Morrow County  
Heppner, Oregon

### **Report on the Financial Statements**

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Morrow County, Oregon, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Morrow County, Oregon, as of June 30, 2022, and the respective changes in financial position, and the respective budgetary comparison for the General Fund and General Road Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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

#### **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.

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Morrow County, Oregon's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about Morrow County, Oregon's ability to continue as a going concern for a reasonable period of time.

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



### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension, and OPEB information on pages 11-18 and 59-64 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Morrow County, Oregon's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, and other schedules 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, other schedules, and the 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 our opinion, The combining and individual nonmajor fund financial statements, other schedules, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Reports on Other Legal and Regulatory Requirements**

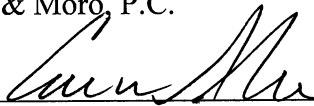
*Other Reporting Required by Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated December 30, 2022, on our consideration of Morrow County, Oregon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Morrow County, Oregon's internal control over financial reporting and compliance.

*Other Reporting Required by Oregon Minimum Standards*

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated December 30, 2022, on our consideration of Morrow County, Oregon's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

Barnett & Moro, P.C.

By:   
Cameron W. Anderson, Shareholder  
December 30, 2022

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Morrow County, Oregon, we offer readers of the county's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the financial statements.

**FINANCIAL HIGHLIGHTS**

- Morrow County's assets exceeded its liabilities on June 30, 2022, by \$93,297,292 (Net Position). Of this amount, \$16,273,081 may be used to meet the County's ongoing obligations to citizens and creditors.
- The total net position increased by \$7,259,288 for fiscal year ended June 30, 2022. All of this amount was due to the increase in governmental activities net position. The County had no business-type activities.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$31,585,252, an increase of \$5,378,936 in comparison to the prior year. Approximately \$20,819,235 is restricted or committed for purposes designated by special revenue or capital outlay funds, and \$10,766,017 is unassigned and available for spending at the County's discretion.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$10,766,017 or 76 % of total General Fund expenditures.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

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

**Government-wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. These statements include:

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

The *Statement of Activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods such as uncollected taxes and earned but unused vacation leave.

MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, highways and streets, cultural and recreation, education, and health.

The government-wide financial statements can be found on pages 20 and 21 of this report.

**Fund Financial Statements.** The fund financial statements provide more detailed information about the County's funds, focusing on its most significant or "major" funds-not the county as a whole. 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.

*Governmental Funds.* The Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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 are reconciled to the government-wide Statements of Net Position and Activities.

The County maintains 47 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, and General Road which are considered to be major governmental funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the report.

The County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 22 through 25 of this report.

MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

*Proprietary Funds.* The County does not maintain any proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County does not have any enterprise funds in fiscal year 2022. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

*Fiduciary Funds.* Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support county programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 31 of this report.

**Notes to basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 32 through 57 of this report.

**Required supplementary information (RSI)** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found on pages 59 through 64 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented as Supplemental Information beginning on page 66 of this report.

### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The County's assets exceeded liabilities by \$93.3 million on June 30, 2022.

Capital assets, which consist of the county's land, buildings, improvements, machinery and equipment, and infrastructure, represent about 70.07 percent of total assets. The remaining assets consist mainly of investments, cash, and grant and property taxes receivable.

The County's liabilities consist primarily of payables on accounts, salaries and benefits (12.48 percent), pension obligations (43.05 percent), capital leases and loans payable (42.35 percent), and Other post-employment benefits (2.12 percent). Current liabilities, not including current portions of long-term debts, represents about 12.48 percent of the county's total liabilities, and consists almost entirely of payables on accounts, salaries and benefits.

MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Morrow County's Net Position  
Governmental Activities (in thousands)**

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Current assets	\$ 33,630	\$ 29,912
Capital assets	<u>78,719</u>	<u>77,589</u>
Total Assets	112,349	107,501
Deferred outflows of resources	<u>2,510</u>	<u>3,656</u>
Current liabilities	2,194	3,849
Long-term debt	<u>15,396</u>	<u>21,270</u>
Total liabilities	17,590	25,119
Deferred inflows of resources	<u>3,971</u>	<u>-</u>
Net position:		
Net investment in capital assets	71,269	69,606
Restricted	5,756	5,253
Unrestricted	<u>16,273</u>	<u>11,179</u>
	<u>\$ 93,298</u>	<u>\$ 86,038</u>

Of the County's net position, its investment in capital assets (e.g., land, buildings, vehicles and equipment, and infrastructure) is substantially more than the related debt still outstanding used to acquire those assets. The County uses these capital assets to provide services to its 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 (generally property taxes), since the capital assets themselves cannot be used to liquidate these liabilities.

During the current fiscal year, the County's net position increased by \$7,259,288. This was due to the increase in net position from Governmental activities. The total increase in assets was \$4,847,689. Of this increase, cash and investments increased by \$3,436,877 and capital assets increased by \$1,130,112. The County saw a decrease in long term debt for the 21-22 fiscal year. No new long-term debt was issued during the fiscal year and the total decrease of \$532,658 was due to principal payments on existing debt. The net pension liability decreased by \$5,338,243 during the fiscal year. This significant reduction in the liability was driven primarily by substantial investment income during the fiscal year.

MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

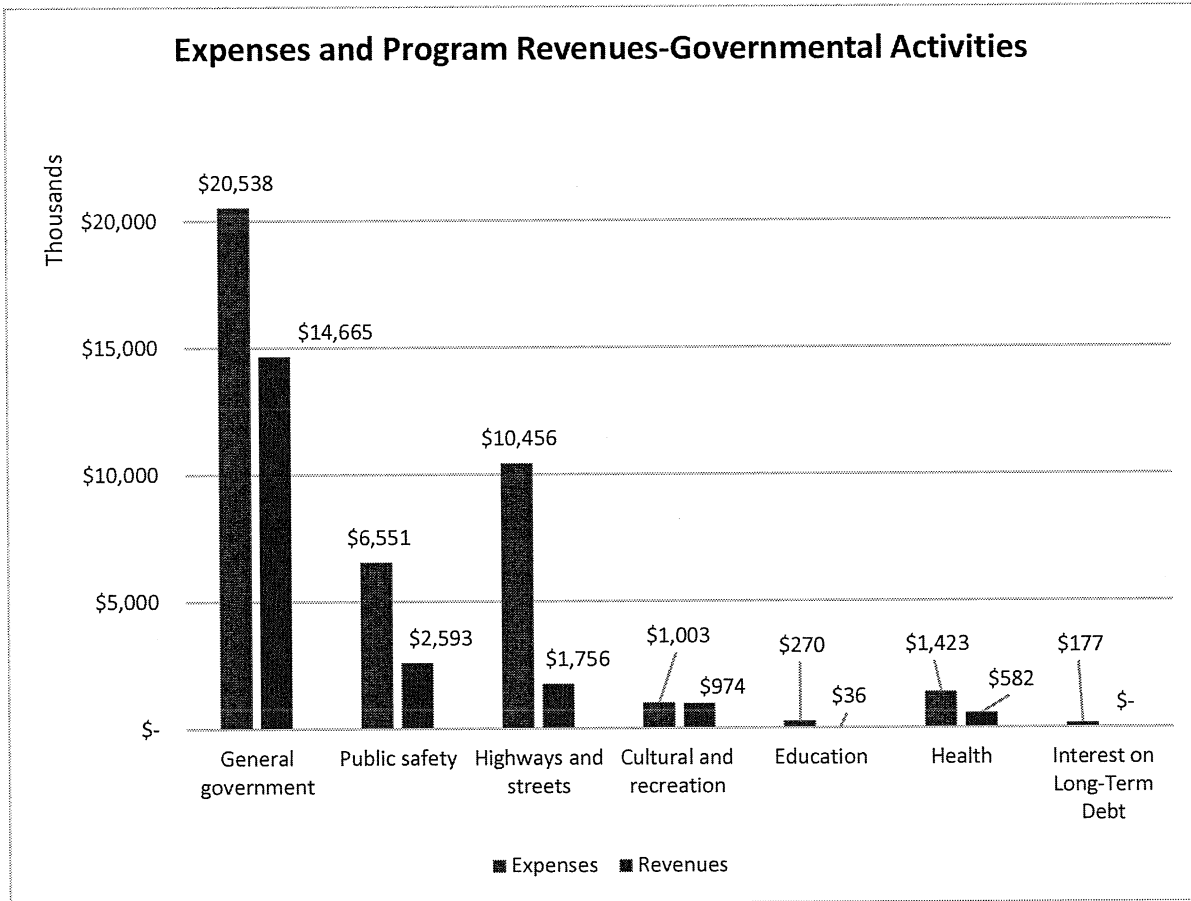
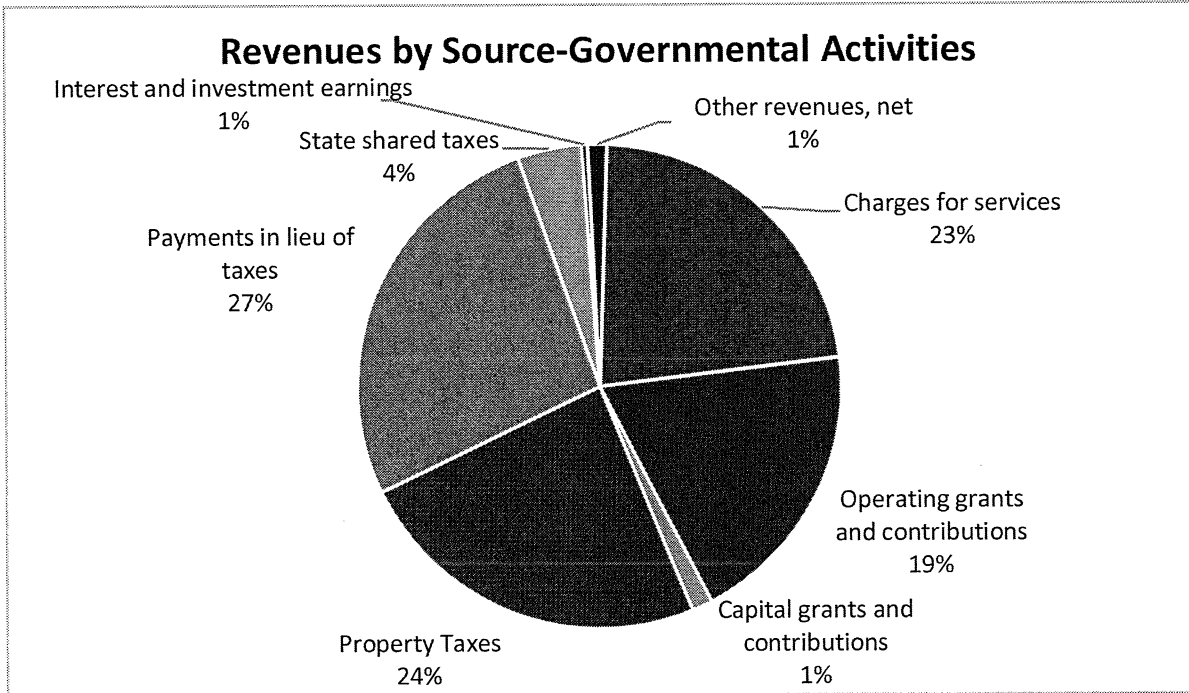
**Governmental Activities.** During the current fiscal year, the County's net position increased by \$6,870,144 compared to a \$859,613 increase in the prior year.

<b>Morrow County Changes in Net Position-Governmental Activities</b>				
	<u>Year Ended June 30, 2022</u>		<u>Year Ended June 30, 2021</u>	
<b>Program revenues</b>				
Charges for services	\$	10,747,256	\$	11,960,138
Operating grants and contributions		9,209,649		6,216,062
Capital grants and contributions		650,643		243,752
<b>General revenues</b>				
Property Taxes		11,489,008		10,548,982
Payments in lieu of taxes		12,764,226		2,120,598
State shared taxes		2,020,788		1,790,514
Interest and investment earnings		187,259		173,642
Other revenues, net		607,548		2,748,885
<b>Total Revenues</b>		<u>47,676,377</u>		<u>35,802,573</u>
<b>Expenses</b>				
General government		20,537,590		11,181,819
Public Safety		6,551,204		6,826,041
Highways and streets		10,455,839		10,006,551
Cultural and recreation		1,002,858		891,560
Education		269,511		262,137
Health		1,423,263		1,229,044
Interest on long-term debt		176,824		29,244
<b>Total Expenses</b>		<u>40,417,089</u>		<u>30,426,396</u>
<b>Increase in net assets before transfer</b>		7,259,288		5,306,177
<b>Transfers</b>		-		-
<b>Change in net position</b>		<u>7,259,288</u>		<u>5,306,177</u>
<b>Beginning net position</b>		<u>86,038,004</u>		<u>80,731,827</u>
<b>Ending net position</b>	\$	<u>93,297,292</u>	\$	<u>86,038,004</u>

The following graphs show the County's Governmental Activity revenues by source, and expenses and program revenues by functions.



MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS



MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$31,585,252, an increase of \$5,378,936 in comparison with the prior year. Approximately 34% or \$10,766,017 of this total amount constitutes unassigned fund balance, which is available for spending at the government's discretion. \$20,819,235 or 65.9% is restricted or committed to purposes designated by special revenue or reserve funds. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for prepaid items which will not provide spendable resources.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the total fund balance of the General Fund was \$10,887,324, of which \$10,766,017 was unassigned. This indicates a high degree of liquidity of the General Fund.

The fund balance of the County's General Fund increased by \$97,529 during the fiscal year ended June 30, 2022.

**General Fund Budgetary Highlights**

Differences between the original budget and the final amended budget were primarily due to the supplemental and specific purpose increases. The changes were made to recognize additional resources available from higher actual beginning fund balances and from new grants and fees received as well as additional resources from property taxes due to an actual assessed value larger than the estimated value used in preparation of the original budget.

Actual General Fund revenues during the fiscal year totaled \$16,751,460 which was a favorable budget variance of \$820,040 or 5%. Property taxes and Payments in lieu of taxes exceeded budget by \$227,592 and \$370,055 respectively. This is primarily due to increased collections and actual assessed values higher than the estimated values that the budget was based upon.

Actual General Fund expenditures during the fiscal year totaled \$7,561,063 which was a favorable budget variance of \$1,186,953 or 13.6%. The primary factors driving the variance in expenditures include vacancies in budgeted staff positions and turnover in key staff positions. All Departments remained within budgeted expenditures except as noted in Note 2 of the notes to the financial statements.

MORROW COUNTY, OREGON  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Capital Projects and Debt Administration**

**Capital Assets.** The County's investment in capital assets for its governmental activities as of June 30, 2022, amounts to \$78,718,893 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, roads and bridges, vehicles, and campsites and trails.

Additional information on the County's capital assets can be found in Note 5 of the notes to the financial statements.

**Long-term debt.** At the end of the current fiscal year, the County had total debt outstanding of \$7,450,182. This was in the form of long-term capital lease obligations, and a construction loan for the new Heppner Administrative Building. The County's total long-term debt decreased by \$532,658 during the current fiscal year.

During the current year, the County did not issue any additional long-term debt.

Additional information on the County's long-term debt can be found in Note 6 in the notes to the financial statements.

**Requests for Information:**

This financial report is designed to provide a general overview of Morrow County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to the following address:

**Morrow County Finance, PO Box 867, Heppner, OR 97836**

**BASIC FINANCIAL STATEMENTS**

**MORROW COUNTY, OREGON**

**Statement of Net Position**

**June 30, 2022**

	<u>Governmental Activities</u>
<b><u>ASSETS:</u></b>	
Cash and investments	\$ 31,737,807
Receivables (net of allowance for uncollectibles):	
Property taxes	292,244
Other receivables	1,478,600
Prepaid expenses	121,307
Capital assets:	
Land and other non-depreciable assets	2,604,478
Other capital assets (net of accumulated depreciation)	76,114,415
Total assets	<u>112,348,851</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES:</u></b>	
Pension and other post employment benefits deferrals	<u>2,509,757</u>
Total deferred outflows of resources	<u>2,509,757</u>
<b><u>LIABILITIES:</u></b>	
Accounts payable	1,657,058
Accrued payroll and payroll taxes payable	149,367
Compensated absences	388,011
Non current liabilities:	
Long-term debt, due within one year	523,661
Long-term debt, due in more than one year	6,926,521
Net pension liability	7,571,749
Other post employment benefits	373,849
Total liabilities	<u>17,590,216</u>
<b><u>DEFERRED INFLOWS OF RESOURCES:</u></b>	
Pension deferrals	<u>3,971,100</u>
Total deferred inflows of resources	<u>3,971,100</u>
<b><u>NET POSITION:</u></b>	
Net investment in capital assets	71,268,711
Restricted for:	
Highways and streets	3,176,154
Public safety	1,353,960
Education	63
Other restrictions	1,225,323
Unrestricted	16,273,081
Total net position	<u>\$ 93,297,292</u>

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

**MORROW COUNTY, OREGON**

**Statement of Activities**

**Year Ended June 30, 2022**

<b><u>Functions/Programs</u></b>	<b><u>Program Revenues</u></b>			<b><u>Net (Expense) Revenue and Change in Net Position</u></b>	
	<b><u>Expenses</u></b>	<b><u>Fees, Fines, and Charges for Services</u></b>	<b><u>Operating Grants and Contributions</u></b>		<b><u>Capital Grants and Contributions</u></b>
General government	\$ 20,537,590	\$ 8,999,709	\$ 5,015,016	\$ 650,643	\$ (5,872,222)
Public safety	6,551,204	744,542	1,848,141	-	(3,958,521)
Highways and streets	10,455,839	477,322	1,278,937	-	(8,699,580)
Cultural and recreation	1,002,858	339,528	634,852	-	(28,478)
Education	269,511	6,390	30,058	-	(233,063)
Health	1,423,263	179,765	402,645	-	(840,853)
Interest on long-term debt	176,824	-	-	-	(176,824)
Total governmental activities	<u>\$ 40,417,089</u>	<u>\$ 10,747,256</u>	<u>\$ 9,209,649</u>	<u>\$ 650,643</u>	<u>(19,809,541)</u>
General revenues:					
Taxes:					
Property taxes, levied for general purposes					11,489,008
Payments in lieu of taxes					12,764,226
State shared taxes					2,020,788
Interest and investment earnings					187,259
Other revenues					607,548
Total general revenues					<u>27,068,829</u>
Change in net position					<u>7,259,288</u>
Net position--beginning					86,038,004
Net position--ending					<u>\$ 93,297,292</u>

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

**MORROW COUNTY, OREGON**

**Governmental Funds**

**Balance Sheet**

**June 30, 2022**

	<u>General</u>	<u>General Road</u>	<u>Resiliency</u>	<u>Wheatridge Wind</u>	<u>Other Governmental</u>	<u>Total</u>
<b><u>ASSETS:</u></b>						
Cash and investments	\$ 10,748,472	\$ 3,258,610	\$ 5,490,754	\$ 1,179,111	\$ 11,060,860	\$ 31,737,807
Receivables						
Property taxes	292,244	-	-	-	-	292,244
Due from other funds	170,381	-	-	-	-	170,381
Other receivables	165,641	-	-	-	1,312,959	1,478,600
Prepays	121,307	-	-	-	-	121,307
<b>Total assets</b>	<b>\$ 11,498,045</b>	<b>\$ 3,258,610</b>	<b>\$ 5,490,754</b>	<b>\$ 1,179,111</b>	<b>\$ 12,373,819</b>	<b>\$ 33,800,339</b>
<b><u>LIABILITIES:</u></b>						
Accounts payable	\$ 261,080	\$ 482,888	\$ -	\$ 600,000	\$ 313,090	\$ 1,657,058
Accrued payroll and payroll taxes payable	111,360	28,058	-	-	9,949	149,367
Due to other funds	-	-	-	-	170,381	170,381
<b>Total liabilities</b>	<b>372,440</b>	<b>510,946</b>	<b>-</b>	<b>600,000</b>	<b>493,420</b>	<b>1,976,806</b>
<b><u>DEFERRED INFLOWS OF RESOURCES:</u></b>						
Deferred property taxes	238,281	-	-	-	-	238,281
<b>Total deferred inflows of resources</b>	<b>238,281</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>238,281</b>
<b><u>FUND BALANCES:</u></b>						
Nonspendable	121,307	-	-	-	-	121,307
Restricted	-	2,747,664	1,025,786	-	2,092,924	5,866,374
Committed	-	-	4,464,968	579,111	9,787,475	14,831,554
Unassigned	10,766,017	-	-	-	-	10,766,017
<b>Total fund balances</b>	<b>10,887,324</b>	<b>2,747,664</b>	<b>5,490,754</b>	<b>579,111</b>	<b>11,880,399</b>	<b>31,585,252</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 11,498,045</b>	<b>\$ 3,258,610</b>	<b>\$ 5,490,754</b>	<b>\$ 1,179,111</b>	<b>\$ 12,373,819</b>	<b>\$ 33,800,339</b>

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

**MORROW COUNTY, OREGON**

**Governmental Funds**  
**Reconciliation of the Balance Sheet**  
**to the Statement of Net Position**  
**June 30, 2022**

Fund Balances - Governmental Funds	\$ 31,585,252
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Governmental capital assets	\$ 188,488,358
Less accumulated depreciation	<u>(109,769,465)</u>
	78,718,893
Deferred outflows of resources related to pensions and other post employment benefits are not current financial resources, so are not reported in the governmental fund statements.	2,509,757
Long-term liabilities, including capital leases payable are not due and payable in the current period and therefore are not reported in the governmental funds.	
Notes payable	(354,180)
Bonds payable	(6,860,000)
Capital leases payable	(236,002)
Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.	(388,011)
Deferred inflows of resources related to differences between projected and actual earnings on pension investments are not due and payable in the current period, and therefore, are not recorded in the governmental fund statements.	(3,971,100)
Net pension liability for the County's retirement plan is not reported in the governmental fund financial statements because such amounts are not due and payable in the current period. (See Note 19 to the financial statements)	(7,571,749)
Other post employment benefits liability for the County is not reported in the governmental fund financial statements because such amounts are not due and payable in the current period. (See Note 20 to the financial statements)	(373,849)
Deferred revenue represents amounts that were not available to fund current expenditures and thus are not reported in the governmental funds.	238,281
Net Position of Governmental Activities	<u>\$ 93,297,292</u>

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



**MORROW COUNTY, OREGON**

**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Year Ended June 30, 2022**

	<u>General</u>	<u>General Road</u>	<u>Resiliency</u>	<u>Wheatridge Wind</u>	<u>Other Governmental</u>	<u>Total</u>
<b><u>REVENUES:</u></b>						
Taxes	\$12,505,172	\$ 1,403,191	\$ -	\$ -	\$ 459,371	\$14,367,734
Intergovernmental	2,920,611	1,157,529	2,592,233	-	3,548,846	10,219,219
Fees, fines, and charges for services	850,710	-	11,545,619	2,074,572	7,798,849	22,269,750
Investment interest	80,963	9,050	-	4,539	92,707	187,259
Miscellaneous	394,004	233,324	-	-	45,740	673,068
Total revenues	<u>16,751,460</u>	<u>2,803,094</u>	<u>14,137,852</u>	<u>2,079,111</u>	<u>11,945,513</u>	<u>47,717,030</u>
<b><u>EXPENDITURES:</u></b>						
Current:						
General government	7,267,494	-	9,039,106	1,500,000	2,097,623	19,904,223
Public safety	4,835,314	-	-	-	1,435,326	6,270,640
Highways and streets	-	7,261,712	-	-	-	7,261,712
Cultural and recreation	11,000	-	-	-	802,176	813,176
Education	-	-	-	-	269,511	269,511
Health	1,430,570	-	-	-	-	1,430,570
Capital outlay	671,323	53,777	-	-	4,953,680	5,678,780
Debt service:						
Principal	-	-	-	-	532,658	532,658
Interest	-	-	-	-	176,824	176,824
Total expenditures	<u>14,215,701</u>	<u>7,315,489</u>	<u>9,039,106</u>	<u>1,500,000</u>	<u>10,267,798</u>	<u>42,338,094</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER)</u></b>	<u>2,535,759</u>	<u>(4,512,395)</u>	<u>5,098,746</u>	<u>579,111</u>	<u>1,677,715</u>	<u>5,378,936</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>						
Transfers in	61,000	5,527,333	300,000	-	4,442,345	10,330,678
Transfers out	(2,544,555)	(1,055,000)	-	-	(6,731,123)	(10,330,678)
Total other financing sources (uses)	<u>(2,483,555)</u>	<u>4,472,333</u>	<u>300,000</u>	<u>-</u>	<u>(2,288,778)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>52,204</u>	<u>(40,062)</u>	<u>5,398,746</u>	<u>579,111</u>	<u>(611,063)</u>	<u>5,378,936</u>
<b><u>FUND BALANCES, BEGINNING OF YEAR</u></b>	<u>10,835,120</u>	<u>2,787,726</u>	<u>92,008</u>	<u>-</u>	<u>12,491,462</u>	<u>26,206,316</u>
<b><u>FUND BALANCES, END OF YEAR</u></b>	<u>\$10,887,324</u>	<u>\$2,747,664</u>	<u>\$5,490,754</u>	<u>\$ 579,111</u>	<u>\$11,880,399</u>	<u>\$31,585,252</u>

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

**MORROW COUNTY, OREGON**

**Governmental Funds**  
**Reconciliation of the Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances to the Statement of Activities**  
**Year Ended June 30, 2022**

Net change in fund balances - Governmental Funds \$ 5,378,936

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

Governmental funds report capital outlay as expenditures. However in the statement of activities, the cost of those assets is depreciated over their estimated useful lives. When capital assets are disposed of the difference between original cost and depreciation and the proceeds are booked as a gain or (loss) on the sale. This entry takes into account the difference in how capital costs are treated between the Statement of Activities and the governmental fund statements.

Expenditures for capital assets	\$ 5,678,780	
Less current year depreciation	(4,515,938)	
Disposal of Capital Assets and other adjustments	<u>(32,730)</u>	1,130,112

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Net change in deferred property taxes	(7,923)
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The issuance of long-term debt (e.g. notes payable, capital 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.

Principal payments on notes payable and capital leases	<u>532,658</u>
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Net change in compensated absences		1,301
Net change in net pension liability	5,338,243	
Net change in net other post employment benefits liability	3,167	
Net change in deferred outflows of resources - pension deferrals	(1,146,106)	
Net change in deferred inflows of resources - pension deferrals	<u>(3,971,100)</u>	<u>224,204</u>

Change in Net Position of Governmental Activities	<u><u>\$ 7,259,288</u></u>
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The notes to the financial statements  
are an integral part of this statement.

**MORROW COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 11,162,640	\$ 11,162,640	\$ 11,390,233	\$ 227,593
Payments in lieu of taxes	650,000	650,000	1,020,055	370,055
Liquor tax apportionment	50,000	50,000	83,674	33,674
Cigarette tax apportionment	10,000	10,000	8,134	(1,866)
Amusement Device Tax	-	-	3,076	3,076
General government grants	8,000	8,000	7,882	(118)
Wolf depredation grant	14,260	14,260	11,000	(3,260)
Assessor fees and other	19,600	19,600	21,961	2,361
Clerk, recorder fees, and grants	79,058	79,058	130,656	51,598
Veterans service office grants and other	81,054	85,736	85,736	-
District attorney grants and other	40,500	40,500	104,546	64,046
Emergency management grants	63,600	63,600	71,550	7,950
Health department fees	146,900	146,900	179,765	32,865
Health department grants and other	436,441	436,441	413,397	(23,044)
Juvenile court grants and other	52,950	52,950	123,396	70,446
State grant, assessment and taxation	111,300	111,300	150,301	39,001
Non-departmental fees and other	1,577,600	1,577,600	1,814,657	237,057
Planning fees and grants	196,380	196,380	59,244	(137,136)
Weed department fees and grants	36,500	36,500	38,481	1,981
Transfer station revenue and fees	76,250	76,250	94,330	18,080
Sheriff civil fees and other	288,298	288,298	204,338	(83,960)
Sheriff intergovernmental contracts	452,407	452,407	401,962	(50,445)
Justice court fines and other	273,000	273,000	252,123	(20,877)
Interest	100,000	100,000	80,963	(19,037)
Total revenues	<u>15,926,738</u>	<u>15,931,420</u>	<u>16,751,460</u>	<u>820,040</u>
<b>EXPENDITURES:</b>				
General government:				
County court	676,593	676,593	616,883	59,710
County accountant	600,944	600,944	530,580	70,364
Assessor	931,195	931,195	905,546	25,649
Treasurer	137,565	137,565	130,660	6,905
County clerk	365,424	365,424	335,588	29,836
Veteran's service office	111,180	119,954	124,789	(4,835)
Juvenile	410,274	410,274	291,640	118,634
Planning department	639,587	639,587	488,202	151,385
Community development	156,757	156,757	15,362	141,395
County surveyor	169,183	169,183	20,985	148,198
Public works, administrator	76,085	76,085	78,014	(1,929)
Public works, general maintenance	711,514	711,514	562,995	148,519
Computer	221,759	221,759	176,950	44,809
Weed department	142,668	142,668	116,688	25,980
Board of Property Tax Appeals	2,936	2,936	2,358	578
Solid waste transfer station - north	44,425	49,425	50,477	(1,052)
Solid waste transfer station - south	60,706	70,706	65,978	4,728
Non-departmental	<u>2,880,447</u>	<u>3,265,447</u>	<u>3,047,368</u>	<u>218,079</u>
Total general government	<u>8,339,242</u>	<u>8,748,016</u>	<u>7,561,063</u>	<u>1,186,953</u>

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

**MORROW COUNTY, OREGON**

**General Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Continued from previous page.				
<b><u>EXPENDITURES (continued):</u></b>				
Public Safety:				
District attorney	439,146	439,146	294,552	144,594
Justice of the peace	335,763	335,763	301,822	33,941
Sheriff	4,653,813	4,653,813	4,505,767	148,046
Emergency management	125,933	125,933	116,537	9,396
Total public safety	5,554,655	5,554,655	5,218,678	335,977
Heath:				
Health department	1,559,374	1,578,985	1,432,475	146,510
Total health	1,559,374	1,578,985	1,432,475	146,510
Cultural and recreation:				
Museum	11,000	11,000	11,000	-
Total cultural and recreation	11,000	11,000	11,000	-
Contingency	727,416	323,324	-	323,324
Total expenditures	16,191,687	16,215,980	14,223,216	1,992,764
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	(264,949)	(284,560)	2,528,244	2,812,804
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers in	61,000	80,611	61,000	(19,611)
Transfers out	(3,042,189)	(3,042,189)	(2,544,555)	497,634
Total other financing sources (uses)	(2,981,189)	(2,961,578)	(2,483,555)	478,023
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(3,246,138)	(3,246,138)	44,689	3,290,827
<b><u>FUND BALANCES, BEGINNING</u></b>	6,883,754	6,883,754	10,587,263	3,703,509
<b><u>FUND BALANCES, ENDING</u></b>	\$ 3,637,616	\$ 3,637,616	\$ 10,631,952	\$ 6,994,336

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

**MORROW COUNTY, OREGON**

**General Road Fund**

**Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Federal forest fees	\$ 133,198	\$ 133,198	\$ 90,175	\$ (43,023)
Licenses	1,366,427	1,366,427	1,403,191	36,764
Intergovernmental	630,999	630,999	1,067,354	436,355
Reimbursed items	290,000	290,000	177,474	(112,526)
Interest	4,000	4,000	9,050	5,050
Other	27,200	27,200	55,850	28,650
Total revenues	<u>2,451,824</u>	<u>2,451,824</u>	<u>2,803,094</u>	<u>351,270</u>
<b><u>EXPENDITURES:</u></b>				
Road department	6,118,300	9,070,575	7,298,166	1,772,409
Capital equipment	80,000	-	-	-
Contingency	316,495	316,495	-	316,495
Total expenditures	<u>6,514,795</u>	<u>9,387,070</u>	<u>7,298,166</u>	<u>2,088,904</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(4,062,971)</u>	<u>(6,935,246)</u>	<u>(4,495,072)</u>	<u>2,440,174</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	4,246,667	5,652,942	5,527,333	(125,609)
Transfers out	(1,055,000)	(1,055,000)	(1,055,000)	-
Total other financing sources (uses)	<u>3,191,667</u>	<u>4,597,942</u>	<u>4,472,333</u>	<u>(125,609)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	<u>(871,304)</u>	<u>(2,337,304)</u>	<u>(22,739)</u>	<u>2,314,565</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>1,871,304</u>	<u>3,337,304</u>	<u>2,690,426</u>	<u>(646,878)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 2,667,687</u>	<u>\$ 1,667,687</u>

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

**MORROW COUNTY, OREGON**

**Resiliency Fund**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Grants	\$ -	\$ 1,208,899	\$ 2,592,233	\$ 1,383,334
Payments in lieu of taxes	-	11,545,619	11,545,619	-
Total revenues	-	12,754,518	14,137,852	1,383,334
<b><u>EXPENDITURES:</u></b>				
Materials and services	500,000	12,234,907	9,039,106	3,195,801
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	(500,000)	519,611	5,098,746	4,579,135
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers in	500,000	500,000	300,000	(200,000)
Transfers out	-	(1,019,611)	-	1,019,611
Total other financing sources (uses)	500,000	(519,611)	300,000	819,611
<b><u>NET CHANGE IN BALANCES</u></b>	-	-	5,398,746	5,398,746
<b><u>FUND BALANCES, BEGINNING</u></b>	-	-	92,008	92,008
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 5,490,754	\$ 5,490,754

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

**MORROW COUNTY, OREGON**

**Wheatridge Wind**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Wind fees	\$ 1,500,000	\$ 2,073,720	\$ 2,074,572	\$ 852
Interest	-	-	4,539	4,539
Total revenues	<u>1,500,000</u>	<u>2,073,720</u>	<u>2,079,111</u>	<u>5,391</u>
<b><u>EXPENDITURES:</u></b>				
Other requirements	<u>1,500,000</u>	<u>2,073,720</u>	<u>1,500,000</u>	<u>573,720</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	-	-	579,111	579,111
<b><u>FUND BALANCES, BEGINNING</u></b>	-	-	-	-
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 579,111</u>	<u>\$ 579,111</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Agency Funds**  
**Statement of Fiduciary Net Position**  
**June 30, 2022**

	<b><u>Agency Funds</u></b>
<b>ASSETS:</b>	
Cash and investments	\$ 4,648,642
Taxes receivable	<u>836,388</u>
Total assets	<u>5,485,030</u>
<b>LIABILITIES:</b>	
Payable to other agencies	<u>5,485,030</u>
Total liabilities	<u>5,485,030</u>
<b>NET POSITION</b>	<u><u>\$ -</u></u>

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



**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

Morrow County was organized February 16, 1885 under the Statutory Provisions of Oregon Law. Administration of the County is vested in an elected county court consisting of a county judge and two commissioners.

The financial statements of Morrow County, Oregon include the accounts of all County operations and have been prepared in conformity with generally accepted accounting policies as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

**Reporting Entity:**

A component unit is a separate legal organization for which the County is considered to be financially accountable. The County has determined that no other organization meets the criteria to be included as a component unit in the County's financial statements.

**Government-wide and fund financial statements:**

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The County had no business-type activities for the year ended June 30, 2022.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported in separate columns with composite columns for non-major funds.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

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

**Measurement focus, basis of accounting, and financial statement presentation:**

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest of long-term debt are recorded as fund liabilities when payment is due.

Those revenues susceptible to accrual are property taxes, special assessments, intergovernmental revenue, licenses, interest revenue, and charges for services. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports deferred revenue on its balance sheet. Deferred revenues arise when a potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them. In subsequent periods, when other revenue recognition criteria are met, or when the County has legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

The County reports the following major governmental funds:

- The General Fund is the County’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
  
- The General Road Fund accounts for revenues and expenditures association with the improvement and maintenance of the County’s road infrastructure.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**  
**June 30, 2022**

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

Additionally, the County reports the following fund types:

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

Capital Project Funds account for expenditures on major construction projects or equipment acquisition.

Fiduciary Funds account for assets held by the County for other governmental units. These funds are custodial in nature (assets equal liabilities) and do not measure the results of operations.

**Assets, liabilities, and net position or equity:**

**Cash and investments:**

Cash includes demand deposits, short-term cash investments, and deposits in the Oregon Local Government Investment Pool (LGIP). The County Treasurer combines each fund's cash in a cash pool which is accounted for monthly.

Oregon Revised Statutes authorize counties to invest in obligations of the U.S. Treasury, agencies and instrumentalities of the United States, bankers acceptances guaranteed by a qualified financial institution, repurchase agreements, interest bearing bonds of any city, county, or port, among others.

The Oregon Short Term Fund (OSTF) is the LGIP for local governments and was established by the State Treasurer. OSTF investments are regulated by the Oregon Short Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895). The fair value of the District's position in the pool is the same as the value of its pool shares.

**Inventories:**

The County does not have any significant inventories. Inventory items are recorded as expenditures when purchased.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

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

**Receivables and payables:**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds". Property tax receivables are deemed to be substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is deemed necessary. All other receivables are shown net of an allowance for uncollectible accounts.

Morrow County assesses, collects, and distributes property taxes for all local governments within the County. Property taxes are billed in October of each year. Unpaid personal and real property taxes become liens against the property on July 1. Property taxes are payable in three installments due November 15, February 15, and May 15. A 3% discount is allowed for full payment by November 15. Interest at 16% annually is charged for late payments.

**Capital assets and long-term liabilities:**

The County capitalized assets purchased or constructed with an individual cost of more than \$5,000 and an estimated useful life in excess of one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair values on the date donated.

Capital assets are comprehensively reported in the governmental-wide financial statements. Capital assets are depreciated using the straight-line method. Maintenance and repairs are charged to expenditures in various budgetary funds as incurred and are not capitalized. Upon disposal, the cost and applicable accumulated depreciation are removed from the respective account, and the resulting gain or loss is recorded in operations.

The estimated useful lives for depreciable assets are as follows:

Street system	40-50 years
Buildings and improvements	15-40 years
Machinery and equipment	4-20 years
Automobiles and trucks	4-6 years

Long-term debt and other long-term obligations are reported as liabilities in the government-wide financial statements.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

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

Compensated absences:

It is the County's policy to permit employees to accumulate earned but unused vacation benefits. All vacation pay is accrued when incurred in the government-wide statements.

Income taxes:

The County is a municipal corporation exempt from federal and state income taxes.

Fund balance:

In the fund financial statements, the fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Fund balance is reported as nonspendable when the resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Nonspendable items are not expected to be converted to cash and include inventories and prepaid amounts.

Fund balance is reported as restricted when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Fund balance is reported as committed when the County Court passes a resolution that places specific constraints on how the resources may be used. The County Court can modify or rescind the resolution at any time through passage of an additional resolution.

Fund balance is reported as assigned when resources are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed. Intent is expressed when the County Court approves which resources should be assigned to expenditure for particular purposes during the adoption of the annual budget. The County's Finance Director uses that information to determine whether those resources should be classified as assigned or unassigned for presentation in the County's financial statements.

Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

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

When the option is available to use restricted or unrestricted resources for any purpose, the County expends restricted resources first. When the option is available to use committed, assigned, or unassigned resources for any purpose, the County expends committed resources before assigned resources, and assigned resources before unassigned resources.

Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2 – FUND BALANCES, STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:**

Fund balances by classification for the year ended June 30, 2022 were as follows:

	General	General Road	Resiliency	Wheatridge Wind	Other Governmental	Total Governmental Funds
<u>Fund Balances</u>						
Nonspendable:						
Prepays and deposits	\$ 121,307	\$ -	\$ -	\$ -	\$ -	\$ 121,307
Restricted:						
Public safety	-	-	-	-	1,384,341	1,384,341
Highways and streets	-	2,747,664	-	-	508,467	3,256,131
Education	-	-	-	-	63	63
Other restrictions	-	-	1,025,786	-	200,053	1,225,839
Total restricted	-	2,747,664	1,025,786	-	2,092,924	5,866,374
Committed:						
Culture and recreation	-	-	-	-	610,558	610,558
Education	-	-	-	-	29,892	29,892
Capital projects	-	-	-	-	4,163,224	4,163,224
Economic development	-	-	-	-	620,835	620,835
Other committed	-	-	4,464,968	579,111	4,362,966	9,407,045
Total committed	-	-	4,464,968	579,111	9,787,475	14,831,554
Unassigned	10,766,017	-	-	-	-	10,766,017
Ending fund balance	<u>\$ 10,887,324</u>	<u>\$ 2,747,664</u>	<u>\$ 5,490,754</u>	<u>\$ 579,111</u>	<u>\$ 11,880,399</u>	<u>\$ 31,585,252</u>

Of the amount restricted for highways and streets, \$2,747,664 is restricted by enabling legislation.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 2 – FUND BALANCES, STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**(continued):**

**Budget procedures:**

A budget is prepared for each fund in accordance with the modified accrual basis of accounting and legal requirements set forth in the Oregon Local Budget Law. Budget amounts shown in the financial statements include the original and supplemental budget amounts and all appropriation transfers approved by the County Commissioners.

The budget for the General Fund includes capital outlay expenditures in each program for capital outlay applicable to that program. Capital outlay expenditures in other funds, which are not a part of an identifiable program, are reported separately.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. The appointed budget officer develops a proposed budget for submission to the budget committee appointed by the County Commissioners. The operating budget includes proposed expenditures and the means for financing them for the upcoming year, along with estimates for the current year and actual data for the two preceding years.
2. After the proposed budget is prepared, the budget officer publishes a "Notice of Budget Committee Meeting" in at least one newspaper of general circulation. At the budget committee meeting, the budget message is delivered explaining the proposed budget and any significant changes in the County's financial position. The budget committee meets thereafter as many times as necessary until the budget document is completed.
3. After approval by the budget committee and the required public hearing, and prior to July 1, the budget is adopted by the County Commissioners, and appropriations are enacted by resolution. Appropriations control expenditures in broad categories as required by Oregon Local Budget Law. More detailed classifications of budgeted expenditures are adopted for administrative control purposes. Budget appropriations lapse at year end.
4. Management is not allowed to modify the budget without action by the governing body. The governing body is authorized to modify the original budget appropriation ordinance in the following ways:
  - a. Transfer of budget appropriations within a fund are authorized by resolution of the governing body.
  - b. Budget revisions that increase total expenditures in any fund require a supplemental budget to be adopted. If a supplemental budget increases a fund's expenditures by less than 10%, the County can adopt the adoption resolution at a regularly scheduled meeting. If a supplemental budget increases a fund's expenditures by more than 10%, the County can adopt it by publishing a notice five to thirty days before a meeting is held to pass the adoption resolution.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 2 – FUND BALANCES, STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**  
**(continued):**

Four supplemental budgets were adopted during the year ended June 30, 2022; total appropriations increased by \$17,557,563.

5. The following funds legally adopt annual budgets:

General fund, all special revenue funds, and all capital project funds.

6. The agency funds do not adopt annual budgets. These funds are not used to expend funds for County activities or functions.
7. Expenditures may not legally exceed budget appropriations at the departmental level of control in most funds. Appropriations are made at various legal levels of control for each fund.
8. For budget preparation, capital lease proceeds and related capital outlay expenditures are recorded when the capital lease payments are disbursed.

**Budget overexpenditures:**

Oregon state local budget laws prohibit overexpenditure of budgeted appropriations. For the year ended June 30, 2022, the County overexpended the budget of the following funds:

General Fund	Veteran's service office	<u>\$ 4,835</u>
General Fund	Public works, administrator	<u>\$ 1,929</u>
General Fund	Solid waste transfer station - North	<u>\$ 1,052</u>
Airport Fund	Materials and services	<u>\$ 13,642</u>
Shepherd Flat Fees Fund	Special payments	<u>\$ 20,540</u>
Programming Reserve Fund	Capital outlay	<u>\$ 1,694</u>



**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 3 – CASH AND INVESTMENTS:**

The County maintains a cash management pool for its cash and cash equivalents in which each fund participates. Interest earnings are distributed monthly based on average daily balances.

Cash		
Demand deposits	\$ 89,178	
Petty cash	<u>1,735</u>	
	<u>90,913</u>	
Investments		<u>Weighted Average</u>
State of Oregon Local Government Investment Pool	36,295,536	<u>Maturity (Years)</u>
Total cash and investments	<u>\$ 36,386,449</u>	0.55

Cash and investments are reflected in the basic financial statements as follows:

Cash and investments - governmental activities	\$ 31,737,807
Statement of Fiduciary Net Position	<u>4,648,642</u>
	<u>\$ 36,386,449</u>

**Custodial Credit Risk - Deposits**

In the case of deposits, this is the risk that in the event of bank failure, the County's deposits may not be returned. ORS Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program. The Public Funds Collateralization Program was created by the Office of the State Treasurer to facilitate bank depository, custodian, and public official compliance with ORS 295. ORS 295 requires the depository institutions to pledge collateral against any public funds deposits in excess of deposit insurance amounts. As of June 30, 2022, the total bank balances were \$1,017,073. Of these deposits, \$500,000, was covered by federal depository insurance. The County keeps its deposits at financial institutions deemed to be qualified depositories by the Office of the State

**Credit Risk - Investments**

State statutes authorize the County to invest in general obligations of the US Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial papers and the State Treasurer's investment pool, among others. The County has no formal investment policy that further restricts its investment choices.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 3 – CASH AND INVESTMENTS (continued):**

**Credit Risk - Investments (continued)**

The State of Oregon Local Government Investment Pool (LGIP *or* Pool) is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the Pool's investment policies. The State Treasurer is the investment officer for the Pool and is responsible for all funds in the Pool. These funds must be invested and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. Investments in the fund are further governed by portfolio guidelines issued by the Oregon Short-Term Funds Board, which established diversification percentages and specify the types and maturities of investments. The LGIP's credit risk is not rated by any national rating service. The Oregon Audits Division of the Secretary of State's Office audits the Pool annually.

**Concentration Risk - Investments**

The County has concentrations in the following investments: Local Government Investment Pool comprises 94% of the County's total investments. The remaining 6% is held in US Government Securities.

**Interest Rate Risk - Investments**

The County does not have a formal investment policy that explicitly limits investments maturities as means of managing its exposure to fair value loss arising from increasing interest rates.

**Custodial Credit Risk - Investments**

The Local Government Investment Pool is not subject to custodial credit risk because it is not evidenced by securities that exist in physical or book entry form as defined by GASB Statement No. 3. Other securities are held by a third party custodian in a segregated account. The County does not have investments exposed to custodial credit risk on June 30, 2022.

**NOTE 4 – RECEIVABLES**

The County lends money to businesses in Morrow County for economic development. The Equity Fund is used for this purpose. On June 30, 2022 loans receivable and corresponding interest of \$408,432 were outstanding. This balance is not expected to be collected with in one year.

The County expects to collect all receivables, no allowance is deemed necessary. Other Receivables at June 30, 2022 are as follows:

<u>Receivable</u>	<u>General</u>	<u>Other Governmental</u>	<u>Total</u>
Intergovernmental	\$ 107,989	\$ 302,662	\$ 410,651
Other shared taxes	15,582	32,734	48,316
Charges for services	42,070	569,131	611,201
Equity Fund loans	-	400,428	400,428
Equity Fund interest	-	8,004	8,004
	<u>\$ 165,641</u>	<u>\$ 1,312,959</u>	<u>\$ 1,478,600</u>

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 5 - CAPITAL ASSETS:**

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Land	\$ 2,407,778	\$ -	\$ -	\$ 2,407,778
Construction in progress	6,175,546	4,455,715	(10,434,561)	196,700
Total capital assets, not being depreciated	<u>8,583,324</u>	<u>4,455,715</u>	<u>(10,434,561)</u>	<u>2,604,478</u>
Capital assets, being depreciated:				
Buildings and improvements	18,281,728	7,393,751	-	25,675,479
Campsites and trails	961,898	-	-	961,898
Machinery and equipment	17,233,715	2,423,707	(93,844)	19,563,578
Bridges	23,384,760	-	-	23,384,760
Infrastructure	114,454,699	1,843,466	-	116,298,165
Total capital assets being depreciated	<u>174,316,800</u>	<u>11,660,924</u>	<u>(93,844)</u>	<u>185,883,880</u>
Less accumulated depreciation for:				
Buildings and improvements	(8,972,861)	(574,927)	-	(9,547,788)
Campsites and trails	(676,514)	(28,883)	-	(705,397)
Machinery and equipment	(11,327,074)	(1,013,144)	57,816	(12,282,402)
Bridges	(16,555,965)	(587,013)	-	(17,142,978)
Infrastructure	(67,778,929)	(2,311,971)	-	(70,090,900)
Total accumulated depreciation	<u>(105,311,343)</u>	<u>(4,515,938)</u>	<u>57,816</u>	<u>(109,769,465)</u>
Total capital assets being depreciated, net	<u>69,005,457</u>	<u>7,144,986</u>	<u>(36,028)</u>	<u>76,114,415</u>
Governmental activities capital assets, net	<u>\$ 77,588,781</u>	<u>\$ 11,600,701</u>	<u>\$ (10,470,589)</u>	<u>\$ 78,718,893</u>

Depreciation was charged to functions and programs as follows:

	<b>Governmental activities</b>
General government	\$ 712,279
Public safety	350,358
Highways and streets	3,250,178
Cultural and recreation	194,512
Health	8,611
	<u>\$ 4,515,938</u>

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 6 - LONG TERM DEBT:**

The County has entered into lease/purchase agreements to acquire property. The agreements qualify as capital leases for accounting purposes and have been capitalized in accordance with generally accepted accounting principles.

Lease purchase agreement payable at \$45,479 per year, by the Road Fund, including interest at 4.94%, collateralized by a Caterpillar 315F excavator. Final payment is due in October 2022. \$ 43,149

Lease purchase agreement payable at \$42,098 annually, by the Road fund, including interest at 2.95%, collateralized by John Deere 772G motor grader. Final payment is due in March 2027. 192,853

\$ 236,002

Future minimum payments of the capital lease obligations are as follows:

<u>Fiscal Year</u>	<u>Governmental</u>		
	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>
2023	\$ 87,409	7,928	79,481
2024	42,098	4,680	37,418
2025	42,098	3,561	38,537
2026	42,098	2,409	39,689
2027	42,099	1,222	40,877
Total	<u>\$ 255,802</u>	<u>\$ 19,800</u>	<u>\$ 236,002</u>

The County entered into a note payable with Community Bank for the construction of the Administration Building in Heppner, Oregon during the year ended June 30, 2015. Starting in November 2016, semi-annual principal and interest payments are due each November and May for \$182,624.55. The balance of the note payable on June 30, 2022 is \$354,179.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 6 - LONG TERM DEBT (continued):**

Future principal and interest payments on this loan are as follows:

Fiscal Year	Principal	Interest
2023	\$ 354,180	\$ 3,197
Total	\$ 354,180	\$ 3,197

During the current year, the County issued bonds through The Commerce Bank of Oregon to finance the construction of the North Morrow County Government Center in Irrigon, Oregon. Starting in December 2021, semi-annual payments are due June and December including interest at 1.79%. The total bond proceeds received were \$6,900,000.

Future principal and interest payments of the bonds are as follows:

Fiscal Year	Principal	Interest
2023	\$ 90,000	122,794
2024	465,000	121,183
2025	475,000	112,859
2026	485,000	104,357
2027	490,000	91,675
2028-2032	2,600,000	343,233
2033-2037	2,255,000	96,571
Total	\$ 6,860,000	\$ 992,672

Changes to the County's long term debt consisted of the following:

	Capital Leases	Note Payable	Bonds Payable	Totals
Principal balance June 30, 2021	\$ 370,937	\$ 711,903	\$ 6,900,000	\$ 7,982,840
New obligations	-	-	-	-
Payments	(148,130)	(365,249)	(196,103)	(709,482)
Interest included	13,195	7,526	156,103	176,824
Principal balance June 30, 2022	\$ 236,002	\$ 354,180	\$ 6,860,000	\$ 7,450,182

**NOTE 7 – COMPENSATED ABSENCES:**

The following is a summary of accumulated unpaid vacation pay transactions of the County for the year ended June 30, 2022:

Balance June 30, 2021	\$ 389,312
Net change in benefits payable	(1,301)
Balance June 30, 2022	\$ 388,011

Compensated absences are typically liquidated by the governmental funds for which the employees who earned the compensated absences were assigned.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 8 – INTERFUND TRANSACTIONS:**

During the course of normal operations, the County has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. The governmental fund financial statements generally reflect such transactions as transfers. In addition, certain funds have been transferred for which repayment is anticipated during the next twelve months. These balances are to cover the funds expenses due to timing differences in revenue reimbursements. Amounts due from and to other funds at June 30, 2022 consisted of the following:

Due To	Due From	Amount
General Fund	FTA Grant Fund	\$ 142,956

The following are the County’s interfund transfers for the year ended June 30, 2022. All transfers routinely occur between funds:

Transfer From	Transfer To	Purpose	Amount
General	Computer Equipment	For purchase of computer equipment	\$ 20,000
General	Building Res.	For future construction	50,000
General	Programming Res.	For purchase of software	83,801
General	Airport	For general operations of the Airport Fund	8,406
General	Capital Imp. Project	For capital improvement projects	2,077,348
General	Resiliency	For general operations of the Resiliency Fund	300,000
General	Weed Equip Reserve	For capital purchases of weed equipment	5,000
General Road	Road Equip. Res.	For purchases of equipment	1,055,000
Finley Buttes Trust	General Road	For improvements to County Road	1,406,275
Finley Buttes Lic.	General Road	For improvements to County Road	1,636,000
Fair	Fair Improvement	For capital upgrades to the fairgrounds	5,000
Fair	Fair Roof	For capital upgrades to fair buildings	2,000
Special Transportation	STF Vehicle Reserve	For future purchase of vehicle	208,049
Special Transportation	FTA Grant Fund	For general operations of the FTA Grant Fund	8,880
Video Lottery Econ. Develop.	Rodeo	For general operations of the Rodeo Fund	10,000
Video Lottery Econ. Develop.	General	For general operations of the museum department	11,000
Video Lottery Econ. Develop.	Airport	For general operations of the Airport Fund	30,000
Echo Wind Fees	Heritage Trail	For general operations of County trails	14,000
Shepherds Flat Fees	General Road	For general operations & impr. of Co. Roads	660,381
Shepherds Flat Fees	Road Equip. Res.	For purchases of equipment	175,000
Shepherds Flat Fees	Building Res.	For future construction	189,861
Building Reserve Fund	Capital Imp. Project	For capital improvement projects	500,000
Building Permit Fund	General Fund	For general operations of the Planning Dept.	50,000
PGE - CARTY	General Road	For general operations & improv. of Co. Roads	1,824,677
Total			\$ 10,330,678

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 9 - DEFERRED INFLOWS OF RESOURCES:**

Deferred revenue at June 30, 2022 consisted of the following:

	Statement Governmental      of	Net Position
	Funds	Net Position
Property taxes	238,281	-
	<u>\$ 238,281</u>	<u>\$ -</u>

Property tax deferred revenues are shown as revenues in the government-wide financial statements.

**NOTE 10 -- CONTINGENT LIABILITY, GRANTS:**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

**NOTE 11 -- DEFERRED COMPENSATION PLAN:**

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, 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.

All amounts of compensation deferred, all property and rights purchased, and all income, property, or rights are, until paid or made available to the employee or other beneficiary, held by a third-party administrator for the exclusive benefit of the participants and their beneficiaries. The deferred compensation investments are not included in the County's financial statements.

**NOTE 12 -- LITIGATION:**

The County is the defendant in various pending claims. These matters have been referred to legal counsel and the County's insurance carriers. The County administration expects any losses to be covered by insurance. County management does not expect uninsured losses and defense costs to materially affect the financial statements.

**NOTE 13 -- RISK MANAGEMENT:**

The county is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage in the prior year.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 14 -- SUBSEQUENT TAX REVENUES:**

The 2022-2023 budget was adopted anticipating property tax revenues at a rate of \$4.1347 per \$1,000 of assessed value for operations. Budgeted property tax revenues, after discount and adjustments, are as follows:

	Budgeted Property tax Revenue
General fund	\$ 12,120,000
County school fund	28,700
Ione school fund	3,200
Fair fund	72,674
	<u>\$ 12,224,574</u>

After an allowance for expected delinquent tax payments, the County expects to collect at least the amount of property taxes budgeted for 2022-2023.

**NOTE 15 -- TAXES:**

County governmental funds received the following tax revenues:

Property taxes	\$ 11,480,846
Fuel tax apportionment	1,403,191
Payments in lieu of taxes	1,020,055
Other taxes	463,642
	<u>\$ 14,367,734</u>



**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 16 -- INTERGOVERNMENTAL REVENUES:**

County governmental funds received the following federal and Oregon governmental revenues:

Health department funds	\$ 413,397
Oregon Health Authority funds	1,652,809
Park department funds	589,917
Community Corrections funds	661,588
Airport grants	637,961
Sheriff department grants	401,962
Road department funds	1,067,354
911 Emergency funds	563,169
Federal forest fees and federal mineral lease	90,175
Assessment and taxation funds	150,301
Video lottery apportionment	113,907
Victim/Witness assistance funds	72,655
Other federal and state funds	<u>3,804,024</u>
	<u><u>\$ 10,219,219</u></u>

**NOTE 17 -- FINLEY BUTTES LANDFILL:**

A private company operates the Finley Buttes Landfill in Morrow County. The County receives licensing fees from the landfill operator. During the year ended June 30, 2022, Morrow County received the following fees from the landfill operator:

Finley Buttes road fund	\$ 439,923
Finley Buttes license fee fund	<u>1,784,993</u>
	<u><u>\$ 2,224,916</u></u>

The Finley Buttes License Fee fund portion of the landfill fees are available for general county government.

The Finley Buttes Road fund portion of the fees will be used to maintain the Bombing Range road.

The agency fund portion of landfill fees is dedicated to future landfill closing costs. The landfill operator and the landfill owners are responsible for future landfill closure costs. Morrow County is obligated for future closure costs only to the extent of funds available in the agency fund. At June 30, 2022, the balance of funds in the landfill closure agency fund was \$1,280,606.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 18 -- DEFINED BENEFIT PENSION PLAN:**

**A. Plan Description:**

The County's defined benefit pension plan, Retirement Plan for Employees of Morrow County, Oregon (Plan), provides retirement and disability benefits to employees of the County. The Plan is a single-employer group annuity contract. Morrow County created the Morrow County Trust Fund, the purpose of which is to hold the Plan's assets. The trustees are the Morrow County Court. A copy of the Plan's most recent actuarial report (July 1, 2015) can be obtained from officials at the Morrow County Courthouse in Heppner, Oregon. The plan was established on July 1, 1966, and was last restated effective July 1, 2015.

The Plan covers full time employees as well as part-time employees and elected officials working more than twenty hours per week. The employees contribute 6.0% of their base earnings. For income tax reporting by employees, the County treats the employee contribution as a pre-tax contribution, as allowed by the Internal Revenue Code.

Employees who retire at or after age fifty-five for uniformed employees and sixty for non-uniformed employees with five years of credited service are entitled to a retirement benefit, payable monthly for life, equal to a percentage of their final average salary for each year of credited service on or after July 1, 1973 but prior to the normal retirement date. The percentages are as follows:

- (a) 2.4% for members hired by the County after December 31, 1994 who are not sheriff office employees.
- (b) 3.0% for all other employees.

Final average salary is the employee's highest average monthly salary of three consecutive years during the last ten years of employment. The benefits are adjusted annually for cost of living adjustment under a formula which has a maximum annual increase of two percent. Benefits fully vest on reaching five years of service. Vested employees may retire at or after age fifty-five and receive reduced retirement benefits. The plan also provides death and disability, and post-retirement medical supplement benefits. The plan also provides for an early retirement incentive benefit for eligible employees.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 18 -- DEFINED BENEFIT PENSION PLAN (continued):**

The following is a summary of plan participants at July 1, 2021:

Active members:	
Public safety	18
General	74
Total active	<u>92</u>
Inactive participants:	
Vested terminated	28
Non-vested terminated entitled to account balance	52
Retirees and beneficiaries	75
Total inactive	<u>155</u>
Total participants	<u><u>247</u></u>

**B. Funding Policy and Net Pension Liability:**

County employees are required to contribute 6% of their annual covered salary. The County uses actuarial reports to determine the recommended pension contribution percentages. For the fiscal year ended June 30, 2022, the recommended rate was 25.0% of covered payroll. The County contributed 25.0% of covered payroll for the fiscal year ended June 30, 2022. On July 1, 2022 the recommended rate increased to 25.5% of covered payroll for fiscal year ended June 30, 2023.

The components of the net pension liability of the Plan were as follows:

	<u>June 30, 2020</u>	<u>June 30, 2021</u>
Total pension liability	\$ 39,927,493	\$42,115,987
Plan fiduciary net position	27,017,501	34,544,238
Net pension liability	<u>\$ 12,909,992</u>	<u>\$ 7,571,749</u>
Fiduciary net position as a % of total pension liability	67.67%	82.02%
Covered payroll	\$ 6,684,360	\$ 6,511,875
Net pension liability as a % of covered payroll	193.14%	116.28%

**C. Actuarial Methods and Assumptions:**

Significant actuarial assumptions used in the valuation include a rate of return on the investment of present and future assets of 7.0%, an annual cost of living increase of 2.0%, and annual salary increase ranging from 7.5% percent in the first year of service, 6.25% in years 2-4, 4.75% in years 5-9, and 3.75% after 10 years of service. Mortality rates were based on the RP2000 blended 25% blue collar/75% white collar, set back 12 months for males.

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 18 -- DEFINED BENEFIT PENSION PLAN (continued):**

**D. Changes in Net Pension Liability:**

	<u>Total Pension Liability (a)</u>	<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a)-(b)</u>
Balances June 30, 2020	\$ 39,927,493	\$ 27,017,501	\$ 12,909,992
Changes for the year:			
Service cost	981,950	-	981,950
Interest on total pension liability	2,788,516	-	2,788,516
Effect of plan changes	-	-	-
Effect of economic/demographic (gains) or losses	565,022	-	565,022
Effect of assumptions changes or inputs	-	-	-
Benefit payments	(2,225,184)	(2,225,184)	-
Administrative expenses	-	(55,889)	55,889
Member contributions	78,190	78,190	-
Net investment income	-	7,723,963	(7,723,963)
Employer contributions	-	2,005,657	(2,005,657)
Balances as of June 30, 2021	<u>\$ 42,115,987</u>	<u>\$ 34,544,238</u>	<u>\$ 7,571,749</u>

**E. Sensitivity Analysis:**

The following presents the net pension liability of the Plan, calculated using the discount rate of 7.0%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is one percent lower (6.0%) or one percent higher (8.0%) than the current rate:

	<u>1% Decrease 6.0%</u>	<u>Current Rate 7.0%</u>	<u>1% Increase 8.0%</u>
Total pension liability	\$ 47,175,832	\$ 42,115,987	\$ 37,887,993
Fiduciary net position	34,544,238	34,544,238	34,544,238
Net pension liability	<u>\$ 12,631,594</u>	<u>\$ 7,571,749</u>	<u>\$ 3,343,755</u>

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 18 -- DEFINED BENEFIT PENSION PLAN (continued):**

**F. Pension Expense:**

	<u>Fiscal Year Ending June 30, 2022</u>
Service cost	\$ 981,950
Interest on total pension liability	2,788,516
Effect of plan changes	-
Administrative expenses	55,889
Expected investment return net of investment expenses	(1,884,322)
Recognition of deferred (inflows)outflows of resources:	
Recognition of economic/demographic (gains) or losses	541,988
Recognition of assumption changes or inputs	-
Recognition of investment (gains) or losses	(1,011,220)
Pension expense	<u>\$ 1,472,801</u>

**G. Deferred (Inflows) / Outflows of Resources:**

As of June 30, 2022, the deferred inflows and outflows of resources are as follows:

	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 663,251
Changes in assumptions or inputs	-	-
Net difference between projected and actual earnings	(3,932,103)	-
Contributions made subsequent to measurement date	-	1,784,509
	<u>\$ (3,932,103)</u>	<u>\$ 2,447,760</u>

Deferred outflows of resources are presented as positive amounts. Deferred inflows or resources are presented as negative amounts. Contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2023.

Other amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	<u>Annual Recognition</u>
2023	\$ (479,382)
2024	(678,361)
2025	(943,180)
2026	(1,167,929)
	<u>\$ (3,268,852)</u>

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 19 -- OTHER POST EMPLOYMENT BENEFIT PLAN:**

**A. Plan Description:**

The County operates a single-employer retiree benefit plan which provides medical benefits insurance for retirees and their dependents under the age of 65. As of July 1, 2021, there were 79 active employees and 4 eligible retired members in the plan. Eligible retirees pay the same premium for the medical benefit insurance as active employees, which results in an implicit subsidy and an OPEB liability. The contribution requirements of plan members are established by and may be amended by the County. The County currently finances the retiree benefit plan on a pay-as-you-go basis. The same monthly premiums apply to retirees.

The County's annual other postemployment benefit (OPEB) liability is determined using the normal actuarial cost allocation method in accordance with the parameters of GASB Statement No. 75. In addition, GASB 75 requires that the allocation of costs for accounting purposes be made as a level percentage of employee's projected pay, including future anticipated pay increases. The following table shows the total OPEB liability as of June 30, 2022, based on the July 1, 2020 valuation date and a June 30, 2021 measurement date. The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected forward to the measurement date.

	Year Ended June 30, 2021	Year Ended June 30, 2022
Total OPEB liability	\$ 377,016	\$ 373,849
Covered payroll	\$ 6,684,360	\$ 6,511,875
Total OPEB liability as a % of covered payroll	5.64%	5.74%
Discount rate	2.21%	2.16%
<b>Other Key Actuarial Assumptions and Methods:</b>		
Valuation date	July 1, 2020	July 1, 2020
Measurement Date	June 30, 2020	June 30, 2021
Inflation	2.50%	2.50%
Salary Increases	3.50%	3.50%
Healthy Mortality	RP-2000 healthy white collar male and female mortality tables, set back one year for males. Mortality is projected on a generational basis using Scale BB for males and females	RP-2000 healthy white collar male and female mortality tables, set back one year for males. Mortality is projected on a generational basis using Scale BB for males and females
Actuarial Cost Method	Entry Age Normal	Entry Age Normal

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 19 -- OTHER POST EMPLOYMENT BENEFIT PLAN (continued):**

The following table shows the changes in net OPEB liability from June 30, 2021 to June 30, 2022:

	Increase (Decrease) Total OPEB Liability
Balance as of June 30, 2021	\$ 377,016
Changes for the year:	
Service cost	25,578
Interest on total OPEB liability	8,480
Effect of changes to benefit terms	-
Effect of economic/demographic gains or losses	-
Effect of assumptions changes or inputs	753
Benefit payments	(37,978)
Balance as of June 30, 2022	\$ 373,849

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

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 389,205	\$ 373,849	\$ 358,683
	1% Decrease	Current Trend Rate	1% Increase
Total OPEB Liability	\$ 349,197	\$ 373,849	\$ 401,921

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 19 -- OTHER POST EMPLOYMENT BENEFIT PLAN (continued):**

The annual OPEB expense is an accounting item designed to recognize certain changes to the Total OPEB Liability in the current period income statement. Additionally, changes to the total OPEB Liability not fully recognized in a given year's OPEB expense will be tracked as deferred inflows and outflows, and recognized incrementally in the OPEB expense over time. The following table shows the OPEB expense for the fiscal year ending June 30, 2022.

	July 1, 2021 to June 30, 2022
Service cost	\$ 25,578
Interest on total OPEB liability	8,480
Effect of plan changes	-
Recognition of Deferred (Inflows)/Outflows of Resources	
Recognition of economic/demographic (gains) or losses	(2,445)
Recognition of assumptions changes or inputs	(4,737)
Administrative expenses	-
Balance as of June 30, 2022	\$ 26,876

The following shows the total deferred inflows and outflows of resources as of June 30, 2022, along with a schedule showing the amounts that will be recognized in future years.

	Deferred Inflows of Resources	Outflows of Resources
Difference between expected and actual experience	\$ (9,179)	\$ 8,588
Changes of assumptions or inputs	(29,818)	11,791
Benefit payments	-	41,618
Total as of June 30, 2022	\$ (38,997)	\$ 61,997

Other amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follows:

Year ended June 30:	Annual recognition
2023	\$ (7,182)
2024	(4,716)
2025	(3,885)
2026	(2,918)
2027	83
Thereafter	-
	\$ (18,618)



**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 20 -- RECONCILIATION OF GAAP BASIS REVENUES AND EXPENDITURES TO BUDGETARY BASIS REVENUES AND EXPENDITURES:**

The County accounts for budgetary basis revenues and expenditures using a non-GAAP method. Budgetary basis information reconciles to GAAP basis as follows (only funds with differences listed):

<b><u>Fund:</u></b>	<b>GAAP Basis Change in Fund Balances</b>	<b>Change in Compensated Absences</b>	<b>Budgetary Basis - Change in Fund Balances</b>
General	\$ 52,204	\$ (7,515)	\$ 44,689
General Road	(40,062)	17,323	(22,739)
911 Emergency Telephone	280,453	(1,426)	279,027
Fair	16,189	(1,642)	14,547
Special Transportation	116,732	580	117,312
Victim/Witness Assistance	(24,188)	495	(23,693)
Park	328,994	(941)	328,053
FTA Grant	(474)	(516)	(990)
Community Corrections	(918)	(5,057)	(5,975)

**NOTE 21 -- RECONCILIATION OF GAAP BASIS FUND EQUITY TO BUDGETARY BASIS FUND EQUITY:**

<b><u>Fund:</u></b>	<b>GAAP Basis Fund Balances</b>	<b>Compensated Absences</b>	<b>Budgetary Basis Fund Balances</b>
General Fund	10,887,324	\$ (255,372)	\$ 10,631,952
General Road	2,747,664	(79,977)	2,667,687
911 Emergency Telephone	780,579	(9,058)	771,521
Fair	309,844	(3,691)	306,153
Special Transportation	667,020	(3,920)	663,100
Victim/Witness Assistance	(10,648)	(563)	(11,211)
Park	555,447	(13,591)	541,856
FTA Grant	36,576	(516)	36,060
Community Corrections	401,895	(21,323)	380,572

**MORROW COUNTY, OREGON**

**Notes to Basic Financial Statements**

**June 30, 2022**

**NOTE 22 -- TAX ABATEMENT AGREEMENTS:**

The County has two programs through which tax abatements are provided:

*Enterprise Zone Program:* This program is authorized by Oregon Revised Statutes and is intended to attract and retain jobs through abatement of property taxes. Businesses apply to for exemption with the County. Some program agreements have In Lieu of Taxes payments that are required to be paid to the County.

*Strategic Investment Program:* This program is authorized by Oregon Revised Statutes and is intended to attract large, capital intensive facilities to locate and grown in the County through property tax abatements. The County approves the agreements between businesses after holding public hearings. The property taxes are abated for 15 years. The businesses agree to pay a Community Service Fee that is included in the agreement.

For the year ended June 30, 2022, the County abated taxes as follows:

<u>Tax Abatement Program</u>	<u>Amount Abated (in thousands)</u>		<u>In-Lieu and Community Service Fees Collected (in thousands)</u>	
	<u>Total</u>	<u>County Share</u>	<u>Total</u>	<u>County Share</u>
Enterprise Zone	\$ 52,671	\$ 14,963	\$ 574	\$ -
Strategic Investment Program	\$ 16,029	\$ 5,088	\$ 6,300	\$ 4,716

**NOTE 23 -- SUBSEQUENT EVENTS:**

Management has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued. Management is not aware of any subsequent events that would materially effect the financial statements.

**REQUIRED SUPPLEMENTARY INFORMATION**

MORROW COUNTY, OREGON

Schedule of Deferred (Inflows) and Outflows of Resources

	Original Amount	Experience Period	Original Recognition Period	Amount Recognized in Expense 6/30/2022	Balance of Deferred Inflows 6/30/2022	Balance of Deferred Outflows 6/30/2022
Investment (gains) or losses	\$ (5,839,641)	2020-2021	5.0	\$ (1,167,928)	\$ (4,671,713)	\$ -
	866,907	2019-2020	5.0	173,381	-	520,145
	507,126	2018-2019	5.0	101,425	-	202,851
	83,078	2017-2018	5.0	16,616	-	16,614
	(673,578)	2016-2017	5.0	(134,714)	-	-
				<u>\$ (1,011,220)</u>	<u>\$ (4,671,713)</u>	<u>\$ 739,610</u>
Economic/demographic (gains) or losses	\$ 565,022	2020-2021	3.3	\$ 171,219	\$ -	\$ 393,803
	478,937	2019-2020	3.3	145,132	-	188,673
	565,425	2018-2019	3.5	161,550	-	80,775
	448,618	2017-2018	3.5	64,087	-	-
				<u>\$ 541,988</u>	<u>\$ -</u>	<u>\$ 663,251</u>
Assumption changes or inputs	\$ -	2020-2021	3.3	\$ -	\$ -	\$ -
	-	2019-2020	3.3	-	-	-
	-	2018-2019	3.5	-	-	-
	-	2017-2018	3.5	-	-	-
				<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Schedule of Changes in Total Pension Liability, Fiduciary Net Position and Related Ratios**

	Fiscal Year Ending June 30,					
	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
<b>Total Pension Liability</b>						
Service cost	\$ 670,931	\$ 768,358	\$ 851,065	\$ 917,396	\$ 973,073	\$ 981,950
Interest on total pension liability	2,049,096	2,143,810	2,297,651	2,450,738	2,626,398	2,788,516
Effect of plan changes	-	-	-	-	-	-
Effect of economic/demographic (gains) or losses	201,509	577,357	448,618	565,425	478,937	565,022
Effect of assumptions changes or inputs	-	-	-	-	-	-
Benefit payments	(2,021,216)	(1,416,721)	(1,443,225)	(1,627,635)	(1,464,644)	(2,225,184)
Member contributions	48,953	57,180	53,759	63,676	69,003	78,190
Net change in total pension liability	949,273	2,129,984	2,207,868	2,369,600	2,682,767	2,188,494
Total pension liability, beginning	29,588,001	30,537,274	32,667,258	34,875,126	37,244,726	39,927,493
Total pension liability, ending	\$ 30,537,274	\$ 32,667,258	\$ 34,875,126	\$ 37,244,726	\$ 39,927,493	\$ 42,115,987
<b>Fiduciary Net Position</b>						
Employer contributions	\$ 1,350,209	\$ 1,769,758	\$ 2,811,558	\$ 1,968,992	\$ 2,058,783	\$ 2,005,657
Member contributions	48,953	57,180	53,759	63,676	69,003	78,190
Investment income net of investment expenses	(447,095)	2,001,161	1,445,686	1,181,999	937,244	7,723,963
Benefit payments	(2,021,216)	(1,416,721)	(1,443,225)	(1,627,635)	(1,464,644)	(2,225,184)
Administrative expenses	(67,539)	(45,738)	(40,865)	(95,888)	(49,808)	(55,889)
Net change in plan fiduciary net position	(1,136,688)	2,365,640	2,826,913	1,491,144	1,550,578	7,526,737
Fiduciary net position, beginning	19,919,914	18,783,226	21,148,866	23,975,779	25,466,923	27,017,501
Fiduciary net position, ending	\$ 18,783,226	\$ 21,148,866	\$ 23,975,779	\$ 25,466,923	\$ 27,017,501	\$ 34,544,238
Net pension liability, ending	\$ 11,754,048	\$ 11,518,392	\$ 10,899,347	\$ 11,777,803	\$ 12,909,992	\$ 7,571,749
Fiduciary net position as a % of total pension liability	61.51%	64.74%	68.75%	68.38%	67.67%	82.02%
Covered payroll	\$ 5,315,783	\$ 5,802,486	\$ 5,881,681	\$ 6,392,832	\$ 6,684,360	\$ 6,511,875
Net pension liability as a % of covered payroll	221.12%	198.51%	185.31%	184.23%	193.14%	116.28%

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Schedule of Employer Contributions**

**Fiscal Year Ending June 30,**  
**(Dollar Amounts in Thousands)**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
Actuarially determined contribution	\$ 1,973	\$ 1,979	\$ 1,956	\$ 1,812	\$ 1,770	\$ 1,350	\$ 1,225	\$ 1,110	\$ 1,005	\$ 1,133
Actual employer contribution	2,006	2,059	1,969	2,812	1,770	1,350	1,225	1,075	909	896
Contribution deficiency (Excess)	33	80	13	1,000	-	-	-	(35)	(96)	(237)
Covered payroll	6,512	6,684	6,393	5,881	5,802	5,315	4,960	4,800	4,748	4,837
Contribution as a % of covered payroll	30.80%	30.80%	30.80%	47.81%	30.51%	25.40%	24.70%	22.40%	19.14%	18.52%
Valuation Date	7/1/2020	7/1/2019	7/1/2018	7/1/2017	7/1/2016	7/1/2015	7/1/2014	7/1/2013	7/1/2012	7/1/2011
Investment Rate of Return Assumption	7.00%	7.00%	7.00%	7.00%	7.50%	7.50%	7.50%	7.50%	7.50%	7.50%

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Money -Weighted Rate of Return**

**Fiscal Year Ending June 30, 2021**

The money-weighted rate of return is the internal rate of return on plan assets based on the amounts and timing of actual cash flows. External cash flows (contributions, benefit payments and administrative expenses) are determined on a monthly basis and are assumed to occur at the middle of each month. External cash inflows are netted with external cash outflows, resulting in a net external cash flow in each month. The money-weighted rate of return is calculated net of investment expenses.

	<u>Net External Cash Flows</u>	<u>Periods Invested</u>	<u>Period Weight</u>	<u>Net External Cash Flows With Interest</u>
Beginning Value - July 1, 2020	\$ 27,017,501	12.00	1.00	\$ 34,736,802
Monthly net external cash flows:				
July	(1,676)	11.00	0.96	(2,132)
August	70,059	10.00	0.88	87,290
September	63,832	9.00	0.79	77,883
October	(90,328)	8.00	0.71	(107,928)
November	159,892	7.00	0.63	187,086
December	(86,250)	6.00	0.54	(98,828)
January	26,774	5.00	0.46	30,043
February	(269,883)	4.00	0.38	(296,555)
March	68,675	3.00	0.29	73,898
April	(147,270)	2.00	0.21	(155,186)
May	131,961	1.00	0.13	136,172
June	(123,012)	0.00	0.04	(124,307)
Ending Value - June 30, 2021	34,544,238			
Money - Weighted Rate of Return	28.57%			

**Schedule of Investment Returns**

<b>Fiscal Year Ending June 30,</b>	<b>Money-Weighted Rate of Return Net of Investment Expenses</b>
2021	28.57%
2020	3.64%
2019	4.94%
2018	6.67%
2017	10.51%
2016	(2.27)%

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Schedule of Changes in Total OPEB Liability and Related Ratios**

	<b>Fiscal Year Ending June 30,</b>		
	<b><u>June 30, 2020</u></b>	<b><u>June 30, 2021</u></b>	<b><u>June 30, 2022</u></b>
<b>Total Pension Liability</b>			
Service cost	\$ 17,900	\$ 19,883	\$ 25,578
Interest on total OPEB liability	15,207	14,261	8,480
Effect of plan changes	-	-	-
Effect of economic/demographic (gains) or losses	-	13,360	-
Effect of assumptions changes or inputs	6,969	(41,827)	753
Benefit payments	(22,936)	(32,201)	(37,978)
Net change in total pension liability	17,140	(26,524)	(3,167)
Total pension liability, beginning	386,400	403,540	377,016
Total pension liability, ending	<u>\$ 403,540</u>	<u>\$ 377,016</u>	<u>\$ 373,849</u>
Covered payroll	\$ 6,392,832	\$ 6,684,360	\$ 6,511,875
Net pension liability as a % of covered payroll	6.31%	5.64%	5.74%

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**Notes to Required Supplementary Information**

**June 30, 2022**

**CHANGE IN BENEFIT TERMS:**

GASB 68 and 75 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension or OPEB Liability, along with an estimate of resulting change, if available.

We are not aware of any changes that meet this disclosure requirement.

**OTHER SUPPLEMENTARY INFORMATION**

**MORROW COUNTY, OREGON**

**Non-Major Governmental Funds**

**June 30, 2022**

**Special Revenue Funds:**

- Heritage Fund
- Finley Buttes Road Fund
- Commission on Children and Families Fund
- Airport Fund
- Law Library Fund
- 911 Emergency Telephone Fund
- Surveyor Preservation Fund
- Finley Buttes License Fund
- County School Fund
- Ione School Fund
- Fair Fund
- Special Transportation Fund
- Alcohol Enforcement Fund
- Video Lottery Economic Development Fund
- Victim/Witness Assistance Fund
- Willow Creek Wind Fund
- CAMI Grant Fund
- Safety Committee Fund
- Rodeo Fund
- Justice Court Bail and Fine Fund
- Clerks Records Fund
- DUII Impact Fund
- Building Permit Fees Fund
- Parks Fund
- Equity Fund
- Liquor Control Fund
- Water Planning Fund
- Forest Service
- Court Security Fund
- Echo Wind Fees Fund
- Shepherds Flat Fees Fund
- FTA Grant Fund
- Community Corrections Fund
- PGE - Carty
- Sheriff Reserve Fund
- Orchard Wind

**Capital Projects Funds:**

- Road Equipment Reserve Fund
- Computer Equipment Reserve Fund
- Programming Reserve Fund
- Weed Equipment Reserve Fund
- STF Vehicle Reserve Fund
- Fair Roof Reserve
- Capital Improvements Project Fun
- Bleacher Reserve Fund
- Fair Improvement Reserve Fund
- Building Reserve Fund

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

	Total Nonmajor Special Revenue Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>ASSETS:</u></b>			
Cash	\$ 6,721,152	\$ 4,339,708	\$ 11,060,860
Other receivables	1,312,959	-	1,312,959
Total assets	<u>\$ 8,034,111</u>	<u>\$ 4,339,708</u>	<u>\$ 12,373,819</u>
 <b><u>LIABILITIES</u></b> <b><u>AND FUND BALANCES</u></b>			
<b><u>LIABILITIES:</u></b>			
Accounts payable	\$ 136,606	\$ 176,484	\$ 313,090
Accrued payroll and payroll taxes payable	9,949	-	9,949
Due to other funds	170,381	-	170,381
Total liabilities	<u>316,936</u>	<u>176,484</u>	<u>493,420</u>
 <b><u>FUND BALANCES:</u></b>			
Restricted	2,092,924	-	2,092,924
Committed	5,624,251	4,163,224	9,787,475
Unassigned	-	-	-
Total fund balances	<u>7,717,175</u>	<u>4,163,224</u>	<u>11,880,399</u>
Total fund balances and liabilities	<u>\$ 8,034,111</u>	<u>\$ 4,339,708</u>	<u>\$ 12,373,819</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Governmental Funds**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**

**Year Ended June 30, 2022**

	<u>Total Nonmajor Special Revenue Funds</u>	<u>Total Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b><u>REVENUES:</u></b>			
Taxes	\$ 459,371	\$ -	\$ 459,371
Intergovernmental	3,548,846	-	3,548,846
Fees, fines and charges for services	7,798,849	-	7,798,849
Interest	64,196	28,511	92,707
Miscellaneous	45,740	-	45,740
Total revenues	<u>11,917,002</u>	<u>28,511</u>	<u>11,945,513</u>
<b><u>EXPENDITURES:</u></b>			
General government	1,997,974	99,649	2,097,623
Public safety	1,435,326	-	1,435,326
Highways and streets	-	-	-
Culture and recreation	802,176	-	802,176
Education	269,511	-	269,511
Capital outlay	906,968	4,046,712	4,953,680
Debt service	-	709,482	709,482
Total expenditures	<u>5,411,955</u>	<u>4,855,843</u>	<u>10,267,798</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>6,505,047</u>	<u>(4,827,332)</u>	<u>1,677,715</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>			
Operating transfers in	71,286	4,371,059	4,442,345
Operating transfers out	<u>(6,231,123)</u>	<u>(500,000)</u>	<u>(6,731,123)</u>
Total other financing sources (uses)	<u>(6,159,837)</u>	<u>3,871,059</u>	<u>(2,288,778)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	345,210	(956,273)	(611,063)
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>7,371,965</u>	<u>5,119,497</u>	<u>12,491,462</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 7,717,175</u>	<u>\$ 4,163,224</u>	<u>\$ 11,880,399</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Non-Major Special Revenue Funds**

**June 30, 2022**

These funds account for revenue derived from specific taxes or other earmarked revenue sources which are legally restricted or committed to finance particular functions or activities. Funds included are:

- **Heritage Fund** - accounts for revenue and expenditures for upkeep of county trails.
- **Finley Buttes Road Fund** - accounts for revenues collected in landfill fees that are designated to maintain the Bombing Range road section associated with landfill traffic.
- **Commission on Children and Families Fund** - accounts for grant revenue and expenditure dedicated to County services provided to children and families residing in the County.
- **Airport Fund** - accounts for revenues and expenditures for upkeep and management of County airports.
- **Law Library Fund** - accounts for revenues collected from the courts that are designated to help support the law library located in the County.
- **911 Emergency Telephone Fund** - accounts for 911 taxes and expenditures for the operation of the County's 911 emergency telephone system.
- **Surveyor Preservation Fund** - accounts for the revenues and expenditures associated surveyor preservation.
- **Finley Buttes License Fund** - accounts for license fees generated by the Finley Buttes landfill and the corresponding expenditures.
- **County School Fund** - accounts for revenues designated specifically for the school districts located in the County.
- **Ione School Fund** - accounts for revenues designated specifically for the Ione school district located in the County.
- **Fair Fund** - accounts for revenues and expenditures associated with the annual County fair.
- **Special Transportation Fund** - accounts for revenues and expenditures associated with providing the certain County residents with transportation throughout the County.
- **Alcohol Enforcement Fund** - accounts for fines specifically designated to fund the County's alcohol enforcement programs.
- **Video Lottery Economic Development Fund** - accounts for video lottery funds received from the State of Oregon.
- **Victim/Witness Assistance Fund** - accounts for grant revenues and expenditures associated with the County's victim and witness programs.
- **Willow Creek Wind Fund** - accounts for revenues and expenditures associated with the Willow Creek wind project.
- **CAMI Grant Fund** - accounts for revenue received from the State of Oregon's 'Child Abuse Multidisciplinary Intervention' (CAMI) program.

**MORROW COUNTY, OREGON**

**Non-Major Special Revenue Funds (Continued)**

**June 30, 2022**

These funds account for revenue derived from specific taxes or other earmarked revenue sources which are legally restricted or committed to finance particular functions or activities. Funds included are:

- **Safety Committee Fund** - accounts for SAIF dividends and the associated safety expenditures.
- **Rodeo Fund** - accounts for revenues and expenditures associated with the County's annual Oregon Trail Pro Rodeo.
- **Justice Court Bail and Fine Fund** - accounts for fines received by the County and the associated turnover to other governmental agencies.
- **Clerks Records Fund** - accounts for revenues and expenditures associated with the clerks records.
- **DUII Impact Fund** - accounts for court ordered fees specifically designated to help fund the County's DUII enforcement programs.
- **Building Permit Fees Fund** - accounts for building permit fees received by the County.
- **Park Fund** accounts for revenues and expenditures associated with the operation and maintenance of the County's parks.
- **Equity Fund** - accounts for revenues received specifically designated to fund the County's small business development programs.
- **Liquor Control Fund** - accounts for revenues for designated to fund the County's liquor control activities.
- **Water Planning Fund** - accounts for revenues received from State water resources.
- **Forest Service** - accounts for forest fees received and the expenditures associated with the County's federal forest land.
- **Court Security Fund** - accounts for revenues specifically designated to fund the County's court security programs.
- **Echo Wind Fees Fund** - accounts for revenues and expenditures associated with the Echo wind project.
- **Shepherd Flat Fees Fund** - accounts for revenues and expenditures associated with the Shepherd Flat wind project.
- **FTA Grant Fund** - accounts for revenues and expenditures associated with the FTA Grant.
- **Community Corrections Fund** - accounts for revenues and expenditures associated with the parole and probation of the County.
- **PGE- Carty** - accounts for revenues and expenditures associated with the PGE Carty project.
- **Sheriff Reserve** - accounts for revenues and expenditures associated with Sheriff donations.
- **Orchard Wind Fund** - accounts for revenues and expenditures associated with the Orchard wind project.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

	Heritage	Finley Buttes Road	Commission on Children and Families	Airport	Law Library	911 Emergency Telephone
<b><u>ASSETS:</u></b>						
Cash	\$ 23,698	\$ 423,185	\$ 66,158	\$ 144,277	\$ 30,119	\$ 639,783
Other receivables	-	85,282	-	-	-	139,148
Total assets	\$ 23,698	\$ 508,467	\$ 66,158	\$ 144,277	\$ 30,119	\$ 778,931
<b><u>LIABILITIES AND FUND BALANCES</u></b>						
<b><u>LIABILITIES:</u></b>						
Accounts payable	\$ 35	-	\$ -	\$ 13,621	\$ 227	\$ 3,138
Accrued payroll and payroll taxes payable	-	-	-	-	-	(4,786)
Due to other funds	-	-	-	-	-	-
Total liabilities	35	-	-	13,621	227	(1,648)
<b><u>FUND BALANCES:</u></b>						
Restricted	-	508,467	66,158	-	-	780,579
Committed	23,663	-	-	130,656	29,892	-
Unassigned	-	-	-	-	-	-
Total fund balances	23,663	508,467	66,158	130,656	29,892	780,579
	\$ 23,698	\$ 508,467	\$ 66,158	\$ 144,277	\$ 30,119	\$ 778,931

See accompanying independent  
auditor's report.

Continued on next page.



**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

Continued from previous page.

	Surveyor Preserve- tion	Finley Buttes Lic. Fees	County School	Gene School	Fair	Special Trans- portation
<b>ASSETS:</b>						
Cash	\$ 277,051	\$ 924,418	\$ 57	\$ 6	\$ 322,507	\$ 573,211
Other receivables	-	346,619	-	-	-	119,678
Total assets	\$ 277,051	\$ 1,271,037	\$ 57	\$ 6	\$ 322,507	\$ 692,889
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES:</b>						
Accounts payable	\$ -	\$ 5,939	\$ -	\$ -	\$ 12,225	\$ 21,216
Accrued payroll and payroll taxes payable	-	-	-	-	438	4,653
Due to other funds	-	-	-	-	-	-
Total liabilities	-	5,939	-	-	12,663	25,869
<b>FUND BALANCES:</b>						
Restricted	-	-	57	6	-	-
Committed	277,051	1,265,098	-	-	309,844	667,020
Unassigned	-	-	-	-	-	-
Total fund balances	277,051	1,265,098	57	6	309,844	667,020
	\$ 277,051	\$ 1,271,037	\$ 57	\$ 6	\$ 322,507	\$ 692,889

Continued on next page.

See accompanying independent  
auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

Continued from previous page.

	Alcohol Enforcement	Video Lottery Economic Development	Victim/Witness Assistance	Willow Creek Wind	CAMI Grant	Safety Committee
<b>ASSETS:</b>						
Cash	\$ 20,533	\$ 40,632	\$ 14,760	\$ 46,273	\$ 36,368	\$ 14,722
Other receivables	-	-	-	-	-	-
Total assets	\$ 20,533	\$ 40,632	\$ 14,760	\$ 46,273	\$ 36,368	\$ 14,722
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES:</b>						
Accounts payable	\$ -	\$ -	\$ 320	\$ -	\$ 125	\$ 468
Accrued payroll and payroll taxes payable	-	-	(2,337)	-	-	-
Due to other funds	-	-	27,425	-	-	-
Total liabilities	-	-	25,408	-	125	468
<b>FUND BALANCES:</b>						
Restricted	20,533	40,632	-	-	36,243	-
Committed	-	-	(10,648)	46,273	-	14,254
Unassigned	-	-	-	-	-	-
Total fund balances	20,533	40,632	(10,648)	46,273	36,243	14,254
	\$ 20,533	\$ 40,632	\$ 14,760	\$ 46,273	\$ 36,368	\$ 14,722

See accompanying independent auditor's report.

Continued on next page.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

Continued from previous page.

	Rodeo	Justice Court Bail and Fine	Clerks Records	DUII Impact	Building Permit Fees	Parks
<b><u>ASSETS:</u></b>						
Cash	\$ -	\$ 41,934	\$ 23,483	\$ 29,843	\$ 1,368,188	\$ 547,361
Other receivables	-	-	-	-	-	32,734
Total assets	\$ -	\$ 41,934	\$ 23,483	\$ 29,843	\$ 1,368,188	\$ 580,095
<b><u>LIABILITIES AND FUND BALANCES</u></b>						
<b><u>LIABILITIES:</u></b>						
Accounts payable	\$ -	\$ 23,431	\$ -	\$ -	\$ -	\$ 20,386
Accrued payroll and payroll taxes payable	-	-	-	-	-	4,262
Due to other funds	-	-	-	-	-	-
Total liabilities	-	23,431	-	-	-	24,648
<b><u>FUND BALANCES:</u></b>						
Restricted	-	18,503	-	29,843	-	-
Committed	-	-	23,483	-	1,368,188	555,447
Unassigned	-	-	-	-	-	-
Total fund balances	-	18,503	23,483	29,843	1,368,188	555,447
	\$ -	\$ 41,934	\$ 23,483	\$ 29,843	\$ 1,368,188	\$ 580,095

See accompanying independent  
auditor's report.

Continued on next page.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

Continued from previous page.

	Equity	Liquor Control	Water Planning	Forest Service	Court Security	Echo Wind Fees
<b><u>ASSETS:</u></b>						
Cash	\$ 219,362	\$ 879	\$ 258	\$ 86,602	\$ 77,111	\$ 57,342
Other receivables	408,432	-	-	-	356	-
Total assets	\$ 627,794	\$ 879	\$ 258	\$ 86,602	\$ 77,467	\$ 57,342
<b><u>LIABILITIES AND FUND BALANCES</u></b>						
<b><u>LIABILITIES:</u></b>						
Accounts payable	\$ 6,959	\$ -	\$ -	\$ -	\$ 11,516	\$ -
Accrued payroll and payroll taxes payable	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total liabilities	6,959	-	-	-	11,516	-
<b><u>FUND BALANCES:</u></b>						
Restricted	-	879	-	86,602	65,951	-
Committed	620,835	-	258	-	-	57,342
Unassigned	-	-	-	-	-	-
Total fund balances	620,835	879	258	86,602	65,951	57,342
	\$ 627,794	\$ 879	\$ 258	\$ 86,602	\$ 77,467	\$ 57,342

See accompanying independent auditor's report.

Continued on next page.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

Continued from previous page.

	Shepherds Flat Fees	FTA Grant	Comm. Corrections Fund	PGE Carty	Sheriff Reserve	Orchard Wind	Totals
<b><u>ASSETS:</u></b>							
Cash	\$ -	\$ 145,163	\$ 280,273	\$ 228,437	\$ 14,558	\$ 2,600	\$ 6,721,152
Other receivables	-	45,050	135,660	-	-	-	1,312,959
Total assets	\$ -	\$ 190,213	\$ 415,933	\$ 228,437	\$ 14,558	\$ 2,600	\$ 8,034,111
<b><u>LIABILITIES</u></b>							
<b><u>AND FUND BALANCES</u></b>							
<b><u>LIABILITIES:</u></b>							
Accounts payable	\$ -	\$ 11,661	\$ 5,339	\$ -	\$ -	\$ -	\$ 136,606
Accrued payroll and payroll taxes payable	-	(980)	8,699	-	-	-	9,949
Due to other funds	-	142,956	-	-	-	-	170,381
Total liabilities	-	153,637	14,038	-	-	-	316,936
<b><u>FUND BALANCES:</u></b>							
Restricted	-	36,576	401,895	-	-	-	2,092,924
Committed	-	-	-	228,437	14,558	2,600	5,624,251
Unassigned	-	-	-	-	-	-	-
Total fund balances	-	36,576	401,895	228,437	14,558	2,600	7,717,175
	\$ -	\$ 190,213	\$ 415,933	\$ 228,437	\$ 14,558	\$ 2,600	\$ 8,034,111

See accompanying independent  
auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

	Heritage	Finley Buttes Road	Commission on Children/ Families	Airport	Law Library	911 Emergency Telephone
<b><u>REVENUES:</u></b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	637,961	-	563,169
Fees, fines, and charges for services	-	439,923	-	76,589	6,390	-
Interest	138	10,791	-	834	218	3,459
Miscellaneous	-	-	-	15,609	-	-
Total revenues	<u>138</u>	<u>450,714</u>	<u>-</u>	<u>730,993</u>	<u>6,608</u>	<u>566,628</u>
<b><u>EXPENDITURES:</u></b>						
General government	-	-	-	91,482	-	-
Public safety	-	-	-	-	-	286,175
Highways and streets	-	-	-	-	-	-
Culture and recreation	7,717	-	-	-	-	-
Education	-	-	-	-	7,966	-
Capital outlay	-	-	-	690,203	-	-
Total expenditures	<u>7,717</u>	<u>-</u>	<u>-</u>	<u>781,685</u>	<u>7,966</u>	<u>286,175</u>
	<u>(7,579)</u>	<u>450,714</u>	<u>-</u>	<u>(50,692)</u>	<u>(1,358)</u>	<u>280,453</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>						
<b><u>OTHER FINANCING SOURCES (USES):</u></b>						
Operating transfers in	14,000	-	-	38,406	-	-
Operating transfers out	-	(1,406,275)	-	-	-	-
Total other financing sources (uses)	<u>14,000</u>	<u>(1,406,275)</u>	<u>-</u>	<u>38,406</u>	<u>-</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	<u>6,421</u>	<u>(955,561)</u>	<u>-</u>	<u>(12,286)</u>	<u>(1,358)</u>	<u>280,453</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>17,242</u>	<u>1,464,028</u>	<u>66,158</u>	<u>142,942</u>	<u>31,250</u>	<u>500,126</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 23,663</u>	<u>\$ 508,467</u>	<u>\$ 66,158</u>	<u>\$ 130,656</u>	<u>\$ 29,892</u>	<u>\$ 780,579</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

Continued from previous page.

	Surveyor Preserva- tion	Finley Buttes Lic. Fees	County School	One School	Fair	Special Trans- portation
<b><u>REVENUES:</u></b>						
Taxes	\$ -	\$ -	\$ 213,079	\$ 17,950	\$ 74,238	\$ -
Intergovernmental	-	-	27,837	2,221	53,167	552,485
Fees, fines, and charges for services	18,572	1,784,993	-	-	51,992	15,543
Interest	1,743	6,708	103	9	1,983	4,649
Miscellaneous	-	-	-	-	2,164	-
Total revenues	<u>20,315</u>	<u>1,791,701</u>	<u>241,019</u>	<u>20,180</u>	<u>183,544</u>	<u>572,677</u>
<b><u>EXPENDITURES:</u></b>						
General government	-	33,068	-	-	-	224,636
Public safety	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	2,550	-	-	-	160,355	-
Education	-	-	241,334	20,211	-	-
Capital outlay	-	-	-	-	-	14,380
Total expenditures	<u>2,550</u>	<u>33,068</u>	<u>241,334</u>	<u>20,211</u>	<u>160,355</u>	<u>239,016</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>17,765</u>	<u>1,758,633</u>	<u>(315)</u>	<u>(31)</u>	<u>23,189</u>	<u>333,661</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	(1,636,000)	-	-	(7,000)	(216,929)
Total other financing sources (uses)	<u>-</u>	<u>(1,636,000)</u>	<u>-</u>	<u>-</u>	<u>(7,000)</u>	<u>(216,929)</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	<u>17,765</u>	<u>122,633</u>	<u>(315)</u>	<u>(31)</u>	<u>16,189</u>	<u>116,732</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>259,286</u>	<u>1,142,465</u>	<u>372</u>	<u>37</u>	<u>293,655</u>	<u>550,288</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 277,051</u>	<u>\$ 1,265,098</u>	<u>\$ 57</u>	<u>\$ 6</u>	<u>\$ 309,844</u>	<u>\$ 667,020</u>

See accompanying independent auditor's report.

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**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

Continued from previous page.

	Alcohol Enforce- ment	Video Lottery Econ. Devel.	Victim/ Witness Assistance	Willow Creek Wind	CAMI Grant	Safety Committee
<b><u>REVENUES:</u></b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	113,907	72,655	-	21,084	-
Fees, fines, and charges for services	-	-	-	112,663	-	-
Interest	136	275	-	319	258	120
Miscellaneous	-	-	-	-	-	12,551
Total revenues	<u>136</u>	<u>114,182</u>	<u>72,655</u>	<u>112,982</u>	<u>21,342</u>	<u>12,671</u>
<b><u>EXPENDITURES:</u></b>						
General government	-	63,680	-	112,663	32,315	8,659
Public safety	1,388	-	96,843	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>1,388</u>	<u>63,680</u>	<u>96,843</u>	<u>112,663</u>	<u>32,315</u>	<u>8,659</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(1,252)</u>	<u>50,502</u>	<u>(24,188)</u>	<u>319</u>	<u>(10,973)</u>	<u>4,012</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	(51,000)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(51,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	<u>(1,252)</u>	<u>(498)</u>	<u>(24,188)</u>	<u>319</u>	<u>(10,973)</u>	<u>4,012</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>21,785</u>	<u>41,130</u>	<u>13,540</u>	<u>45,954</u>	<u>47,216</u>	<u>10,242</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 20,533</u>	<u>\$ 40,632</u>	<u>\$ (10,648)</u>	<u>\$ 46,273</u>	<u>\$ 36,243</u>	<u>\$ 14,254</u>

See accompanying independent auditor's report.

Continued on next page.



**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

Continued from previous page.

	Rodeo	Justice Court Bail and Fine	Clerks Records	DUII Impact	Building Permit Fees	Parks
<b><u>REVENUES:</u></b>						
Taxes	\$ -	\$ -	-	\$ -	\$ -	\$ 154,104
Intergovernmental	-	-	-	-	-	589,917
Fees, fines, and charges for services	-	383,713	2,143	-	313,612	272,654
Interest	-	-	146	192	7,934	2,898
Miscellaneous	-	-	-	-	-	10,497
Total revenues	-	383,713	2,289	192	321,546	1,030,070
<b><u>EXPENDITURES:</u></b>						
General government	-	-	584	-	88	-
Public safety	-	384,534	-	-	-	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	20,000	-	-	-	-	611,554
Education	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	89,522
Total expenditures	20,000	384,534	584	-	88	701,076
	(20,000)	(821)	1,705	192	321,458	328,994
<b><u>OTHER FINANCING SOURCES (USES)</u></b>						
Operating transfers in	10,000	-	-	-	-	-
Operating transfers out	-	-	-	-	(50,000)	-
Total other financing sources (uses)	10,000	-	-	-	(50,000)	-
<b><u>NET CHANGE IN FUND BALANCES:</u></b>						
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	(10,000)	(821)	1,705	192	271,458	328,994
<b><u>FUND BALANCE, END OF YEAR</u></b>	10,000	19,324	21,778	29,651	1,096,730	226,453
<b><u>FUND BALANCE, END OF YEAR</u></b>	\$ -	\$ 18,503	\$ 23,483	\$ 29,843	\$ 1,368,188	\$ 555,447

Continued on next page.

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

Continued from previous page.

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

	Equity	Liquor Control	Water Planning	Forest Service	Court Security	Echo Wind Fees
<b><u>REVENUES:</u></b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	4,244	-	-
Fees, fines, and charges for services	-	-	-	-	8,590	92,565
Interest	9,500	5	-	538	522	317
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>9,500</u>	<u>5</u>	<u>-</u>	<u>4,782</u>	<u>9,112</u>	<u>92,882</u>
<b><u>EXPENDITURES:</u></b>						
General government	8,959	-	-	-	-	39,251
Public safety	-	-	-	-	24,354	-
Highways and streets	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Education	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>8,959</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,354</u>	<u>39,251</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>541</u>	<u>5</u>	<u>-</u>	<u>4,782</u>	<u>(15,242)</u>	<u>53,631</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	(14,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,000)</u>
<b><u>NET CHANGE IN FUND BALANCES:</u></b>	<u>541</u>	<u>5</u>	<u>-</u>	<u>4,782</u>	<u>(15,242)</u>	<u>39,631</u>
<b><u>FUND BALANCE, BEGINNING OF YEAR</u></b>	<u>620,294</u>	<u>874</u>	<u>258</u>	<u>81,820</u>	<u>81,193</u>	<u>17,711</u>
<b><u>FUND BALANCE, END OF YEAR</u></b>	<u>\$ 620,835</u>	<u>\$ 879</u>	<u>\$ 258</u>	<u>\$ 86,602</u>	<u>\$ 65,951</u>	<u>\$ 57,342</u>

See accompanying independent auditor's report.

Continued on next page.

**MORROW COUNTY, OREGON**

**Nonmajor Special Revenue Funds**

Continued from previous page.

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

	Shepherds Flat Fees	FTA Grant	Comm. Corrections Fund	PGE Carty	Sheriff Reserve	Orchard Wind	Totals
<b><u>REVENUES:</u></b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 459,371
Intergovernmental	-	248,611	661,588	-	-	-	3,548,846
Fees, fines, and charges for services	1,554,350	-	11,484	2,511,454	-	141,619	7,798,849
Interest	1,561	851	2,048	5,843	98	-	64,196
Miscellaneous	-	2,519	-	-	2,400	-	45,740
Total revenues	<u>1,555,911</u>	<u>251,981</u>	<u>675,120</u>	<u>2,517,297</u>	<u>2,498</u>	<u>141,619</u>	<u>11,917,002</u>
<b><u>EXPENDITURES:</u></b>							
General government	542,040	185,406	-	516,124	-	139,019	1,997,974
Public safety	-	-	639,104	-	2,928	-	1,435,326
Highways and streets	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	802,176
Education	-	-	-	-	-	-	269,511
Capital outlay	-	75,929	36,934	-	-	-	906,968
Total expenditures	<u>542,040</u>	<u>261,335</u>	<u>676,038</u>	<u>516,124</u>	<u>2,928</u>	<u>139,019</u>	<u>5,411,955</u>
<b><u>EXCESS (DEFICIENCY) OF</u></b>							
<b><u>REVENUES OVER (UNDER)</u></b>	<u>1,013,871</u>	<u>(9,354)</u>	<u>(918)</u>	<u>2,001,173</u>	<u>(430)</u>	<u>2,600</u>	<u>6,505,047</u>
<b><u>EXPENDITURES</u></b>							
<b><u>OTHER FINANCING SOURCES (USES)</u></b>							
Operating transfers in	-	8,880	-	-	-	-	71,286
Operating transfers out	(1,025,242)	-	-	(1,824,677)	-	-	(6,231,123)
Total other financing sources (uses)	<u>(1,025,242)</u>	<u>8,880</u>	<u>-</u>	<u>(1,824,677)</u>	<u>-</u>	<u>-</u>	<u>(6,159,837)</u>
<b><u>NET CHANGE IN FUND</u></b>	<u>(11,371)</u>	<u>(474)</u>	<u>(918)</u>	<u>176,496</u>	<u>(430)</u>	<u>2,600</u>	<u>345,210</u>
<b><u>BALANCES:</u></b>							
<b><u>FUND BALANCE, BEGINNING</u></b>	<u>11,371</u>	<u>37,050</u>	<u>402,813</u>	<u>51,941</u>	<u>14,988</u>	<u>-</u>	<u>7,371,965</u>
<b><u>OF YEAR</u></b>							
<b><u>FUND BALANCE, END</u></b>	<u>\$ -</u>	<u>\$ 36,576</u>	<u>\$ 401,895</u>	<u>\$ 228,437</u>	<u>\$ 14,558</u>	<u>\$ 2,600</u>	<u>\$ 7,717,175</u>
<b><u>OF YEAR</u></b>							

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Heritage Trail Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 100	\$ 100	\$ 138	\$ 38
<b><u>EXPENDITURES:</u></b>				
Materials and services	32,063	32,063	7,717	24,346
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(31,963)	(31,963)	(7,579)	24,384
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	14,000	14,000	14,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(17,963)	(17,963)	6,421	24,384
<b><u>FUND BALANCES, BEGINNING</u></b>	17,963	17,963	17,242	(721)
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,663</u>	<u>\$ 23,663</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Finley Buttes Road Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Landfill fees	\$ 415,000	\$ 415,000	\$ 439,923	\$ 24,923
Interest	9,000	9,000	10,791	1,791
Total revenues	<u>424,000</u>	<u>424,000</u>	<u>450,714</u>	<u>26,714</u>
<b><u>EXPENDITURES:</u></b>				
Contractual services	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	324,000	324,000	450,714	126,714
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>-</u>	<u>(1,406,275)</u>	<u>(1,406,275)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	324,000	(1,082,275)	(955,561)	126,714
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>1,400,613</u>	<u>1,400,613</u>	<u>1,464,028</u>	<u>63,415</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 1,724,613</u>	<u>\$ 318,338</u>	<u>\$ 508,467</u>	<u>\$ 190,129</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Commission on Children and Families Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>EXPENDITURES:</u></b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>-</u>	<u>-</u>	<u>66,158</u>	<u>66,158</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66,158</u>	<u>\$ 66,158</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Airport Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Grants and other	\$ 832,176	\$ 832,176	\$ 637,961	\$ (194,215)
Rental and leases	20,731	20,731	26,595	5,864
Charges for services	25,000	25,000	49,994	24,994
Interest	200	200	834	634
Miscellaneous revenue	3,300	3,300	15,609	12,309
Total revenues	<u>881,407</u>	<u>881,407</u>	<u>730,993</u>	<u>(150,414)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	67,840	77,840	91,482	(13,642)
Capital outlay	901,140	891,140	690,203	200,937
Total expenditures	<u>968,980</u>	<u>968,980</u>	<u>781,685</u>	<u>187,295</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(87,573)	(87,573)	(50,692)	36,881
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	38,406	38,406	38,406	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(49,167)	(49,167)	(12,286)	36,881
<b><u>FUND BALANCES, BEGINNING</u></b>				
	49,167	49,167	142,942	93,775
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130,656</u>	<u>\$ 130,656</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Law Library Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
State court, clerk fees	\$ 7,000	\$ 7,000	\$ 6,390	\$ (610)
Interest	800	800	218	(582)
Total revenues	<u>7,800</u>	<u>7,800</u>	<u>6,608</u>	<u>(1,192)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>42,506</u>	<u>42,506</u>	<u>7,966</u>	<u>34,540</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(34,706)</u>	<u>(34,706)</u>	<u>(1,358)</u>	<u>33,348</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>34,706</u>	<u>34,706</u>	<u>31,250</u>	<u>(3,456)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,892</u>	<u>\$ 29,892</u>

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**911 Emergency Telephone Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
State 911 apportionment	\$ 497,295	\$ 497,295	\$ 563,169	\$ 65,874
Interest	2,500	2,500	3,459	959
Total revenues	<u>499,795</u>	<u>499,795</u>	<u>566,628</u>	<u>66,833</u>
<b><u>EXPENDITURES:</u></b>				
Personnel services	302,717	302,717	251,122	51,595
Materials and services	60,800	60,800	36,479	24,321
Capital outlay	100,000	100,000	-	100,000
Contingency	618,263	618,263	-	618,263
Total expenditures	<u>1,081,780</u>	<u>1,081,780</u>	<u>287,601</u>	<u>794,179</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(581,985)	(581,985)	279,027	861,012
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>781,985</u>	<u>781,985</u>	<u>492,494</u>	<u>(289,491)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ 771,521</u>	<u>\$ 571,521</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Surveyor Preservation Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Charges for services	\$ 13,000	\$ 13,000	\$ 18,572	\$ 5,572
Interest	4,000	4,000	1,743	(2,257)
Total revenues	<u>17,000</u>	<u>17,000</u>	<u>20,315</u>	<u>3,315</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>255,876</u>	<u>255,876</u>	<u>2,550</u>	<u>253,326</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(238,876)</u>	<u>(238,876)</u>	<u>17,765</u>	<u>256,641</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>238,876</u>	<u>238,876</u>	<u>259,286</u>	<u>20,410</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 277,051</u>	<u>\$ 277,051</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Finley Buttes License Fee Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Landfill license fees	\$ 1,690,665	\$ 1,690,665	\$ 1,784,993	\$ 94,328
Interest	6,000	6,000	6,708	708
Total revenues	<u>1,696,665</u>	<u>1,696,665</u>	<u>1,791,701</u>	<u>95,036</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>543,368</u>	<u>543,368</u>	<u>33,068</u>	<u>510,300</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	<u>1,153,297</u>	<u>1,153,297</u>	<u>1,758,633</u>	<u>605,336</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(1,636,000)</u>	<u>(1,636,000)</u>	<u>(1,636,000)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(482,703)</u>	<u>(482,703)</u>	<u>122,633</u>	<u>605,336</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>482,703</u>	<u>482,703</u>	<u>1,142,465</u>	<u>659,762</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,265,098</u>	<u>\$ 1,265,098</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**County School Fund (ORS 328.005)**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Property taxes	\$ 28,700	\$ 28,700	\$ 29,185	\$ 485
Federal forest rentals (25%)	49,000	49,000	27,837	(21,163)
In lieu of taxes	123,000	163,000	183,894	20,894
Interest	300	300	103	(197)
Total revenues	<u>201,000</u>	<u>241,000</u>	<u>241,019</u>	<u>19</u>
<b><u>EXPENDITURES:</u></b>				
Tax turnovers	<u>201,350</u>	<u>241,350</u>	<u>241,334</u>	<u>16</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(350)	(350)	(315)	35
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>350</u>	<u>350</u>	<u>372</u>	<u>22</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57</u>	<u>\$ 57</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Ione School Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Property taxes	\$ 3,200	\$ 3,200	\$ 3,275	\$ 75
Federal forest rentals	500	500	2,221	1,721
In lieu of taxes	16,500	16,500	14,675	(1,825)
Interest	30	30	9	(21)
Total revenues	<u>20,230</u>	<u>20,230</u>	<u>20,180</u>	<u>(50)</u>
<b><u>EXPENDITURES:</u></b>				
Tax turnovers	<u>20,265</u>	<u>20,265</u>	<u>20,211</u>	<u>54</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(35)	(35)	(31)	4
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>35</u>	<u>35</u>	<u>37</u>	<u>2</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 6</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Fair Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Gate admissions	\$ 18,000	\$ 18,000	\$ 17,896	\$ (104)
Concessions	1,500	1,500	1,470	(30)
Rental of facilities	3,300	3,300	3,496	196
Donations	2,000	2,000	6,450	4,450
Sponsors and premium book advertising	12,400	12,400	22,680	10,280
Other	4,100	4,100	2,164	(1,936)
Intergovernmental (Oregon State)	53,166	53,166	53,167	1
Property taxes	73,674	73,674	74,238	564
Interest	2,000	2,000	1,983	(17)
Total revenues	<u>170,140</u>	<u>170,140</u>	<u>183,544</u>	<u>13,404</u>
<b><u>EXPENDITURES:</u></b>				
Administrative and non-departmental	71,100	71,100	56,842	14,258
Fair	90,342	90,342	77,129	13,213
Multipurpose buildings	2,450	2,450	1,073	1,377
Special event	50,000	50,000	26,953	23,047
Capital outlay				-
Operating contingency	183,418	183,418	-	183,418
Total expenditures	<u>397,310</u>	<u>397,310</u>	<u>161,997</u>	<u>235,313</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(227,170)</u>	<u>(227,170)</u>	<u>21,547</u>	<u>248,717</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(7,000)</u>	<u>(7,000)</u>	<u>(7,000)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(234,170)</u>	<u>(234,170)</u>	<u>14,547</u>	<u>248,717</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>234,170</u>	<u>234,170</u>	<u>291,606</u>	<u>57,436</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 306,153</u>	<u>\$ 306,153</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Special Transportation Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
State apportionment	\$ 844,558	\$ 844,558	\$ 552,485	\$ (292,073)
Bus receipts and other	3,500	3,500	15,543	12,043
Interest	3,000	3,000	4,649	1,649
Total revenues	<u>851,058</u>	<u>851,058</u>	<u>572,677</u>	<u>(278,381)</u>
<b><u>EXPENDITURES:</u></b>				
Personnel services	298,674	298,674	151,507	147,167
Materials and services	412,110	412,110	72,549	339,561
Capital outlay	38,000	38,000	14,380	23,620
Contingency	153,907	153,907	-	153,907
Total expenditures	<u>902,691</u>	<u>902,691</u>	<u>238,436</u>	<u>664,255</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(51,633)</u>	<u>(51,633)</u>	<u>334,241</u>	<u>385,874</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(491,784)</u>	<u>(491,784)</u>	<u>(216,929)</u>	<u>274,855</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	<u>(543,417)</u>	<u>(543,417)</u>	<u>117,312</u>	<u>660,729</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>543,417</u>	<u>543,417</u>	<u>545,788</u>	<u>2,371</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663,100</u>	<u>\$ 663,100</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Alcohol Enforcement Fund (ORS 471.670)**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 500	\$ 500	\$ 136	\$ (364)
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>22,721</u>	<u>22,721</u>	<u>1,388</u>	<u>21,333</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(22,221)	(22,221)	(1,252)	20,969
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>22,221</u>	<u>22,221</u>	<u>21,785</u>	<u>(436)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,533</u>	<u>\$ 20,533</u>

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**Video Lottery Economic Development**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Video lottery	\$ 87,000	\$ 87,000	\$ 113,907	\$ 26,907
Interest	900	900	275	(625)
Total revenues	<u>87,900</u>	<u>87,900</u>	<u>114,182</u>	<u>26,282</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>81,545</u>	<u>81,545</u>	<u>63,680</u>	<u>17,865</u>
<b><u>EXCESS OF REVENUES</u></b>				
<b><u>OVER EXPENDITURES</u></b>				
	6,355	6,355	50,502	44,147
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(51,000)</u>	<u>(51,000)</u>	<u>(51,000)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(44,645)	(44,645)	(498)	44,147
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>44,645</u>	<u>44,645</u>	<u>41,130</u>	<u>(3,515)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,632</u>	<u>\$ 40,632</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Victim-Witness Assistance Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
State apportionment	<u>\$ 105,969</u>	<u>\$ 105,969</u>	<u>\$ 72,655</u>	<u>\$ (33,314)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	<u>94,211</u>	<u>94,211</u>	<u>89,998</u>	<u>4,213</u>
Materials and services	<u>19,527</u>	<u>19,527</u>	<u>6,350</u>	<u>13,177</u>
Total expenditures	<u>113,738</u>	<u>113,738</u>	<u>96,348</u>	<u>17,390</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<u>(7,769)</u>	<u>(7,769)</u>	<u>(23,693)</u>	<u>(15,924)</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>37,800</u>	<u>37,800</u>	<u>12,482</u>	<u>(25,318)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 30,031</u>	<u>\$ 30,031</u>	<u>\$ (11,211)</u>	<u>\$ (41,242)</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Willow Creek Wind**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Wind fees	\$ 90,000	\$ 90,000	\$ 112,663	\$ 22,663
Interest	1,000	1,000	319	(681)
Total revenues	<u>91,000</u>	<u>91,000</u>	<u>112,982</u>	<u>21,982</u>
<b><u>EXPENDITURES:</u></b>				
Willow Creek Fee Distribution	<u>136,885</u>	<u>136,885</u>	<u>112,663</u>	<u>24,222</u>
Total expenditures	<u>136,885</u>	<u>136,885</u>	<u>112,663</u>	<u>24,222</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	(45,885)	(45,885)	319	46,204
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>45,885</u>	<u>45,885</u>	<u>45,954</u>	<u>69</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,273</u>	<u>\$ 46,273</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**CAMI Grant Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Grants	\$ 29,160	\$ 29,160	\$ 21,084	\$ (8,076)
Interest	250	250	258	8
Total revenues	<u>29,410</u>	<u>29,410</u>	<u>21,342</u>	<u>(8,068)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>36,920</u>	<u>36,920</u>	<u>32,315</u>	<u>4,605</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	<u>(7,510)</u>	<u>(7,510)</u>	<u>(10,973)</u>	<u>(3,463)</u>
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>35,918</u>	<u>35,918</u>	<u>47,216</u>	<u>11,298</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 28,408</u>	<u>\$ 28,408</u>	<u>\$ 36,243</u>	<u>\$ 7,835</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Safety Committee Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
SAIF dividend	\$ 3,000	\$ 3,000	\$ 12,551	\$ 9,551
Interest	100	100	120	20
Total revenues	<u>3,100</u>	<u>3,100</u>	<u>12,671</u>	<u>9,571</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>18,892</u>	<u>18,892</u>	<u>8,659</u>	<u>10,233</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(15,792)	(15,792)	4,012	19,804
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>15,792</u>	<u>15,792</u>	<u>10,242</u>	<u>(5,550)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,254</u>	<u>\$ 14,254</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Rodeo Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ -	\$ -	\$ -	\$ -
<b><u>EXPENDITURES:</u></b>				
Materials and services	20,000	20,000	20,000	-
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(20,000)	(20,000)	(20,000)	-
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	10,000	10,000	10,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(10,000)	(10,000)	(10,000)	-
<b><u>FUND BALANCES, BEGINNING</u></b>	10,000	10,000	10,000	-
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Justice Court Bail and Fine Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Fines	\$ 500,000	\$ 500,000	\$ 383,713	\$ (116,287)
<b><u>EXPENDITURES:</u></b>				
Fine turnover	529,190	529,190	384,534	144,656
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(29,190)	(29,190)	(821)	28,369
<b><u>FUND BALANCES, BEGINNING</u></b>	29,190	29,190	19,324	(9,866)
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,503</u>	<u>\$ 18,503</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Clerks Records Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Records fees	\$ 1,500	\$ 1,500	\$ 2,143	\$ 643
Interest	200	200	146	(54)
Total revenues	<u>1,700</u>	<u>1,700</u>	<u>2,289</u>	<u>589</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>23,503</u>	<u>23,503</u>	<u>584</u>	<u>22,919</u>
Total expenditures	<u>23,503</u>	<u>23,503</u>	<u>584</u>	<u>22,919</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(21,803)	(21,803)	1,705	23,508
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>21,803</u>	<u>21,803</u>	<u>21,778</u>	<u>(25)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,483</u>	<u>\$ 23,483</u>

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**DUII Impact Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Court ordered fees	\$ -	\$ -	\$ -	\$ -
Interest	400	400	192	(208)
Total revenues	400	400	192	(208)
<b><u>EXPENDITURES:</u></b>				
Materials and services	30,007	30,007	-	30,007
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	(29,607)	(29,607)	192	29,799
<b><u>FUND BALANCES, BEGINNING</u></b>	29,607	29,607	29,651	44
<b><u>FUND BALANCES, ENDING</u></b>	\$ -	\$ -	\$ 29,843	\$ 29,843

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Building Permit Fees Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Building permit fees	\$ 175,000	\$ 175,000	\$ 313,612	\$ 138,612
Interest	8,000	8,000	7,934	(66)
Total revenues	<u>183,000</u>	<u>183,000</u>	<u>321,546</u>	<u>138,546</u>
<b><u>EXPENDITURES:</u></b>				
Materials & Service	<u>2,000</u>	<u>2,000</u>	<u>88</u>	<u>1,912</u>
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>88</u>	<u>1,912</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	181,000	181,000	321,458	140,458
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	131,000	131,000	271,458	140,458
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>1,099,736</u>	<u>1,099,736</u>	<u>1,096,730</u>	<u>(3,006)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ 1,230,736</u>	<u>\$ 1,230,736</u>	<u>\$ 1,368,188</u>	<u>\$ 137,452</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Park Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Grants	\$ 376,250	\$ 376,250	\$ 589,917	\$ 213,667
Camping fees and other charges for services	169,750	169,750	272,654	102,904
State apportionment	152,000	152,000	154,104	2,104
Interest	2,000	2,000	2,898	898
Other	7,200	7,200	10,497	3,297
Total revenues	<u>707,200</u>	<u>707,200</u>	<u>1,030,070</u>	<u>322,870</u>
<b><u>EXPENDITURES:</u></b>				
Cutsforth park	91,131	91,131	82,325	8,806
Anson Wright park	65,278	65,278	64,554	724
OHV park	636,907	636,907	554,072	82,835
Fair park	1,941	1,941	1,066	875
Contingency	167,793	167,793	-	167,793
Total expenditures	<u>963,050</u>	<u>963,050</u>	<u>702,017</u>	<u>261,033</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(255,850)	(255,850)	328,053	583,903
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>255,850</u>	<u>255,850</u>	<u>213,803</u>	<u>(42,047)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 541,856</u>	<u>\$ 541,856</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Equity Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest-Loans	\$ 9,000	\$ 9,000	\$ 8,005	\$ (995)
Interest	2,000	2,000	1,495	(505)
Total revenues	<u>11,000</u>	<u>11,000</u>	<u>9,500</u>	<u>(1,500)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>21,000</u>	<u>21,000</u>	<u>8,959</u>	<u>12,041</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(10,000)	(10,000)	541	10,541
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>10,000</u>	<u>10,000</u>	<u>620,294</u>	<u>610,294</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 620,835</u>	<u>\$ 620,835</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Liquor Control Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 15	\$ 15	\$ 5	\$ (10)
Total Revenues	<u>15</u>	<u>15</u>	<u>5</u>	<u>(10)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	<u>887</u>	<u>887</u>	<u>-</u>	<u>887</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(872)	(872)	5	877
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>872</u>	<u>872</u>	<u>874</u>	<u>2</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 879</u>	<u>\$ 879</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Water Planning Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Grant revenue	\$ -	\$ -	\$ -	\$ -
<b><u>EXPENDITURES:</u></b>				
Materials and services	258	258	-	258
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(258)	(258)	-	258
<b><u>FUND BALANCES, BEGINNING</u></b>	258	258	258	-
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 258</u>	<u>\$ 258</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Forest Service Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Intergovernmental revenue	\$ -	\$ -	\$ 4,244	\$ 4,244
Interest	1,200	1,200	538	(662)
Total revenues	1,200	1,200	4,782	3,582
<b><u>EXPENDITURES:</u></b>				
Materials and services	78,538	78,538	-	78,538
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(77,338)	(77,338)	4,782	82,120
<b><u>FUND BALANCES, BEGINNING</u></b>				
	77,338	77,338	81,820	4,482
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 86,602	\$ 86,602

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Court Security Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Court security	\$ 11,000	\$ 11,000	\$ 8,590	\$ (2,410)
Interest	3,000	3,000	522	(2,478)
Total revenues	<u>14,000</u>	<u>14,000</u>	<u>9,112</u>	<u>(4,888)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	54,351	54,351	24,354	29,997
Capital outlay	35,000	35,000	-	35,000
Total expenditures	<u>89,351</u>	<u>89,351</u>	<u>24,354</u>	<u>64,997</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(75,351)	(75,351)	(15,242)	60,109
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>75,351</u>	<u>75,351</u>	<u>81,193</u>	<u>5,842</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,951</u>	<u>\$ 65,951</u>

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**Echo Wind Fees**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Wind fees	\$ 84,100	\$ 84,100	\$ 92,565	\$ 8,465
Interest	100	100	317	217
Total revenues	<u>84,200</u>	<u>84,200</u>	<u>92,882</u>	<u>8,682</u>
<b><u>EXPENDITURES:</u></b>				
Other requirements	<u>87,885</u>	<u>87,885</u>	<u>39,251</u>	<u>48,634</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(3,685)	(3,685)	53,631	57,316
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(14,000)</u>	<u>(14,000)</u>	<u>(14,000)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(17,685)	(17,685)	39,631	57,316
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>17,685</u>	<u>17,685</u>	<u>17,711</u>	<u>26</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,342</u>	<u>\$ 57,342</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Shepherds Flat Fees**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Wind fees	\$ 1,660,000	\$ 1,660,000	\$ 1,554,350	\$ (105,650)
Interest	1,000	1,000	1,561	561
Total revenues	<u>1,661,000</u>	<u>1,661,000</u>	<u>1,555,911</u>	<u>(105,089)</u>
<b><u>EXPENDITURES:</u></b>				
Other requirements	<u>521,500</u>	<u>521,500</u>	<u>542,040</u>	<u>(20,540)</u>
Total expenditures	<u>521,500</u>	<u>521,500</u>	<u>542,040</u>	<u>(20,540)</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	1,139,500	1,139,500	1,013,871	(125,629)
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(1,150,851)</u>	<u>(1,150,851)</u>	<u>(1,025,242)</u>	<u>125,609</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(11,351)	(11,351)	(11,371)	(20)
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>11,351</u>	<u>11,351</u>	<u>11,371</u>	<u>20</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**FTA Grant Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Grants	\$ 327,521	\$ 470,477	\$ 248,611	\$ (221,866)
Interest	1,000	1,000	851	(149)
Other	-	-	2,519	2,519
Total revenues	<u>328,521</u>	<u>471,477</u>	<u>251,981</u>	<u>(219,496)</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	97,604	97,604	96,643	961
Materials and services	105,238	171,238	89,279	81,959
Capital outlay	50,000	126,956	75,929	51,027
Contingency	138,238	138,238	-	138,238
Total expenditures	<u>391,080</u>	<u>534,036</u>	<u>261,851</u>	<u>272,185</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(62,559)	(62,559)	(9,870)	52,689
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers in	26,910	26,910	8,880	(18,030)
Transfers out	(12,000)	(12,000)	-	12,000
Total other financing sources (uses)	<u>14,910</u>	<u>14,910</u>	<u>8,880</u>	<u>(6,030)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(47,649)	(47,649)	(990)	46,659
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>47,649</u>	<u>47,649</u>	<u>37,050</u>	<u>(10,599)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,060</u>	<u>\$ 36,060</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Community Corrections Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
State P&P revenue	\$ 578,918	\$ 587,100	\$ 661,588	\$ 74,488
Charges for services and other	47,000	47,000	11,484	(35,516)
Interest	6,000	6,000	2,048	(3,952)
Total revenues	<u>631,918</u>	<u>640,100</u>	<u>675,120</u>	<u>35,020</u>
<b><u>EXPENDITURES:</u></b>				
Personal services	486,733	486,733	471,899	14,834
Materials and services	203,220	211,402	172,262	39,140
Capital outlay	-	50,000	36,934	13,066
Contingency	100,000	50,000	-	50,000
Total expenditures	<u>789,953</u>	<u>798,135</u>	<u>681,095</u>	<u>117,040</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(158,035)	(158,035)	(5,975)	152,060
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>301,906</u>	<u>301,906</u>	<u>386,547</u>	<u>84,641</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 143,871</u>	<u>\$ 143,871</u>	<u>\$ 380,572</u>	<u>\$ 236,701</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**PGE - Carty**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
PGE - Carty Comm Serv	\$ 2,395,330	\$ 2,395,330	\$ 2,511,454	\$ 116,124
Interest	3,500	3,500	5,843	2,343
Total revenues	<u>2,398,830</u>	<u>2,398,830</u>	<u>2,517,297</u>	<u>118,467</u>
<b><u>EXPENDITURES:</u></b>				
Other requirements	<u>626,017</u>	<u>626,017</u>	<u>516,124</u>	<u>109,893</u>
Total expenditures	<u>626,017</u>	<u>626,017</u>	<u>516,124</u>	<u>109,893</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>				
	1,772,813	1,772,813	2,001,173	228,360
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers out	<u>(1,824,677)</u>	<u>(1,824,677)</u>	<u>(1,824,677)</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(51,864)	(51,864)	176,496	228,360
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>51,864</u>	<u>51,864</u>	<u>51,941</u>	<u>77</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 228,437</u>	<u>\$ 228,437</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Sheriff Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Donations	\$ 3,000	\$ 3,000	\$ 2,400	\$ (600)
Reserve fees	2,000	2,000	-	(2,000)
Interest	-	-	98	98
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>2,498</u>	<u>(2,502)</u>
<b><u>EXPENDITURES:</u></b>				
Materials and services	10,200	10,200	2,928	7,272
Contingency	13,560	13,560	-	13,560
Total expenditures	<u>23,760</u>	<u>23,760</u>	<u>2,928</u>	<u>20,832</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>				
	(18,760)	(18,760)	(430)	18,330
<b><u>FUND BALANCES, BEGINNING</u></b>				
	<u>18,760</u>	<u>18,760</u>	<u>14,988</u>	<u>(3,772)</u>
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,558</u>	<u>\$ 14,558</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Orchard Wind**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Wind fees	<u>\$ -</u>	<u>\$ 141,619</u>	<u>\$ 141,619</u>	<u>\$ -</u>
Total revenues	<u>-</u>	<u>141,619</u>	<u>141,619</u>	<u>-</u>
<b><u>EXPENDITURES:</u></b>				
Other requirements	<u>-</u>	<u>141,619</u>	<u>139,019</u>	<u>2,600</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	<u>-</u>	<u>-</u>	<u>2,600</u>	<u>2,600</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,600</u>	<u>\$ 2,600</u>

**MORROW COUNTY, OREGON**

**Non-Major Capital Projects Funds**

**June 30, 2022**

These funds account for the purchase and construction of the capital assets of the County. The majority of the funds used to purchase capital assets are transfers from other funds. Funds included are:

- **Road Equipment Reserve Fund** - accounts for the acquisition of road equipment.
- **Computer Equipment Reserve Fund** - accounts for the acquisition of the County's computer assets.
- **Programming Reserve Fund** - accounts for the acquisition of the County's various software assets.
- **Weed Equipment Reserve Fund** - accounts for the acquisition of the County's weed fund equipment.
- **STF Vehicle Reserve Fund** - accounts for the acquisition of the special transportation bus.
- **Fair Roof Reserve Fund** - accounts for the improvements made to buildings located at the fairgrounds.
- **Capital Improvement Projects Fund** - accounts for the acquisition of the County construction projects.
- **Bleacher Reserve Fund** - accounts for the acquisition of bleachers at the County's fairgrounds.
- **Fair Improvement Reserve** - accounts for the acquisition and payment of new dorms and showers at the County's fairgrounds.
- **Building Reserve Fund** - accounts for the construction and acquisition of the County's buildings.



**MORROW COUNTY, OREGON**

**Nonmajor Capital Project Funds**

**Combining Balance Sheet**

**June 30, 2022**

	Road Equipment Reserve	Computer Equipment Reserve	Program- ming Reserve	Weed Equipment Reserve	STF Vehicle Reserve	Fair Roof Reserve	Capital Improv. Projects	Bleacher Reserve	Fair Improve. Reserve	Building Reserve	Totals
Cash	\$ 911,980	\$ 87,215	\$ (1,613)	\$ 25,943	\$ 265,878	\$ 27,070	\$ 2,125,962	\$ 25,990	\$ 26,357	\$ 844,926	\$ 4,339,708
Total assets	\$ 911,980	\$ 87,215	\$ (1,613)	\$ 25,943	\$ 265,878	\$ 27,070	\$ 2,125,962	\$ 25,990	\$ 26,357	\$ 844,926	\$ 4,339,708

**ASSETS:**

**LIABILITIES AND FUND**

**BALANCES**

**LIABILITIES:**

Accounts payable	\$ 28,311	\$ -	\$ -	\$ -	\$ 148,173	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 176,484
<b><u>FUND BALANCES:</u></b>											
Committed	883,669	87,215	(1,613)	25,943	117,705	27,070	2,125,962	25,990	26,357	844,926	4,163,224
Total liabilities and fund balances	\$ 911,980	\$ 87,215	\$ (1,613)	\$ 25,943	\$ 265,878	\$ 27,070	\$ 2,125,962	\$ 25,990	\$ 26,357	\$ 844,926	\$ 4,339,708

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Nonmajor Capital Project Funds**

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Year Ended June 30, 2022**

	Road Equip. Reserve	Computer Equipment Reserve	Program- ming Reserve	Weed Equip. Reserve	STF Vehicle Reserve	Fair Roof Reserve	Capital Improv. Projects	Bleacher Reserve	Fair Improve. Reserve	Building Reserve	Totals
\$	4,969	511	119	154	581	169	\$ 16,013	\$ 167	\$ 157	\$ 5,671	\$ 28,511
	4,969	511	119	154	581	169	16,013	167	157	5,671	28,511
Interest	-	-	99,649	-	-	-	-	-	-	-	99,649
Total revenues	-	-	-	-	-	-	-	-	-	-	-
<b><u>EXPENDITURES</u></b>											
General government	-	-	-	-	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	540,377	-	17,000	-	208,559	-	3,280,776	-	-	-	4,046,712
Debt service	148,130	-	-	-	-	-	561,352	-	-	-	709,482
Total expenditures	688,507	-	116,649	-	208,559	-	3,842,128	-	-	-	4,855,843

**EXCESS (DEFICIENCY) OF**

**REVENUES OVER (UNDER)**

**EXPENDITURES**

(683,538)	511	(116,530)	154	(207,978)	169	(3,826,115)	167	157	5,671	(4,827,332)
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**OTHER FINANCING**

**SOURCES (USES):**

Transfers in	1,230,000	20,000	83,801	5,000	208,049	2,000	2,577,348	-	5,000	239,861	4,371,059
Transfers out	-	-	-	-	-	-	-	-	-	(500,000)	(500,000)
Total other financing sources (uses)	1,230,000	20,000	83,801	5,000	208,049	2,000	2,577,348	-	5,000	(260,139)	3,871,059

**NET CHANGE IN**

**FUND BALANCES**

546,462	20,511	(32,729)	5,154	71	2,169	(1,248,767)	167	5,157	(254,468)	(956,273)
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**FUND BALANCES, BEGIN.**

337,207	66,704	31,116	20,789	117,634	24,901	3,374,729	25,823	21,200	1,099,394	5,119,497
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**FUND BALANCES, ENDING**

\$ 883,669	\$ 87,215	\$ (1,613)	\$ 25,943	\$ 117,705	\$ 27,070	\$ 2,125,962	\$ 25,990	\$ 26,357	\$ 844,926	\$ 4,163,224
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See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Road Equipment Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Sale of assets	\$ -	\$ -	\$ -	-
Interest	6,000	6,000	4,969	(1,031)
Total revenues	<u>6,000</u>	<u>6,000</u>	<u>4,969</u>	<u>(1,031)</u>
<b><u>EXPENDITURES:</u></b>				
Capital outlay	<u>2,237,911</u>	<u>2,237,911</u>	<u>688,507</u>	<u>1,549,404</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(2,231,911)	(2,231,911)	(683,538)	1,548,373
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	<u>1,230,000</u>	<u>1,230,000</u>	<u>1,230,000</u>	<u>-</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(1,001,911)	(1,001,911)	546,462	1,548,373
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>1,001,911</u>	<u>1,001,911</u>	<u>337,207</u>	<u>(664,704)</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 883,669</u>	<u>\$ 883,669</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Computer Equipment Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 400	\$ 400	\$ 511	\$ 111
<b><u>EXPENDITURES:</u></b>				
Capital outlay	77,006	77,006	-	77,006
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(76,606)	(76,606)	511	77,117
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	10,000	10,000	20,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(66,606)	(66,606)	20,511	77,117
<b><u>FUND BALANCES, BEGINNING</u></b>				
	66,606	66,606	66,704	98
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 87,215	\$ 77,215

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Programming Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Interest	\$ 100	\$ 100	\$ 119	\$ 19
<b><u>EXPENDITURES:</u></b>				
Capital outlay	114,955	114,955	116,649	(1,694)
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	(114,855)	(114,855)	(116,530)	(1,675)
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	83,801	83,801	83,801	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(31,054)	(31,054)	(32,729)	(1,675)
<b><u>FUND BALANCES, BEGINNING</u></b>	31,054	31,054	31,116	62
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,613)</u>	<u>\$ (1,613)</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Weed Equipment Reserve**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 50	\$ 50	\$ 154	\$ 104
<b><u>EXPENDITURES:</u></b>				
Capital outlay	25,797	25,797	-	25,797
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(25,747)	(25,747)	154	25,901
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	5,000	5,000	5,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(20,747)	(20,747)	5,154	25,901
<b><u>FUND BALANCES, BEGINNING</u></b>				
	20,747	20,747	20,789	42
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 25,943	\$ 25,943

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**STF Vehicle Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Interest	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>\$ 581</u>	<u>\$ (1,419)</u>
<b><u>EXPENDITURES:</u></b>				
Capital outlay	<u>476,874</u>	<u>476,874</u>	<u>208,559</u>	<u>268,315</u>
Contingency	<u>101,575</u>	<u>101,575</u>	<u>-</u>	<u>101,575</u>
Total expenditures	<u>578,449</u>	<u>578,449</u>	<u>208,559</u>	<u>369,890</u>
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	<u>(576,449)</u>	<u>(576,449)</u>	<u>(207,978)</u>	<u>368,471</u>
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	<u>476,874</u>	<u>476,874</u>	<u>208,049</u>	<u>(268,825)</u>
<b><u>NET CHANGE IN FUND BALANCES</u></b>	<u>(99,575)</u>	<u>(99,575)</u>	<u>71</u>	<u>99,646</u>
<b><u>FUND BALANCES, BEGINNING</u></b>	<u>99,575</u>	<u>99,575</u>	<u>117,634</u>	<u>18,059</u>
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 117,705</u>	<u>\$ 117,705</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Fair Roof Reserve Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 200	\$ 200	\$ 169	\$ (31)
<b><u>EXPENDITURES:</u></b>				
Capital outlay	27,052	27,052	-	27,052
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(26,852)	(26,852)	169	27,021
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	2,000	2,000	2,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(24,852)	(24,852)	2,169	27,021
<b><u>FUND BALANCES, BEGINNING</u></b>	24,852	24,852	24,901	49
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,070</u>	<u>\$ 27,070</u>

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**Capital Improvement Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b><u>REVENUES:</u></b>				
Interest	\$ -	\$ -	\$ 16,013	\$ 16,013
<b><u>EXPENDITURES:</u></b>				
Debt service	588,388	588,388	561,352	27,036
Capital outlay	4,476,863	5,476,863	3,280,776	2,196,087
Total expenditures	5,065,251	6,065,251	3,842,128	2,223,123
<b><u>EXCESS (DEFICIENCY) OF REVENUES</u></b>				
<b><u>OVER (UNDER) EXPENDITURES</u></b>	(5,065,251)	(6,065,251)	(3,826,115)	2,239,136
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	2,888,388	3,888,388	2,577,348	(1,311,040)
<b><u>NET CHANGE IN FUND BALANCES</u></b>	(2,176,863)	(2,176,863)	(1,248,767)	928,096
<b><u>FUND BALANCES, BEGINNING</u></b>	2,228,934	2,228,934	3,374,729	1,145,795
<b><u>FUND BALANCES, ENDING</u></b>	\$ 52,071	\$ 52,071	\$ 2,125,962	\$ 2,073,891

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Bleacher Reserve Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balances**

**Budget (Non-GAAP Budgetary Basis) to Actual**

**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 200	\$ 200	\$ 167	\$ (33)
<b><u>EXPENDITURES:</u></b>				
Capital outlay	25,985	25,985	-	25,985
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	(25,785)	(25,785)	167	25,952
<b><u>FUND BALANCES, BEGINNING</u></b>	25,785	25,785	25,823	38
<b><u>FUND BALANCES, ENDING</u></b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,990</u>	<u>\$ 25,990</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**  
**Fair Improvement Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 100	\$ 100	\$ 157	\$ 57
<b><u>EXPENDITURES:</u></b>				
Capital outlay	26,258	26,258	-	26,258
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(26,158)	(26,158)	157	26,315
<b><u>OTHER FINANCING SOURCES:</u></b>				
Transfers in	5,000	5,000	5,000	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(21,158)	(21,158)	5,157	26,315
<b><u>FUND BALANCES, BEGINNING</u></b>				
	21,158	21,158	21,200	42
<b><u>FUND BALANCES, ENDING</u></b>				
	\$ -	\$ -	\$ 26,357	\$ 26,357

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Building Reserve Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances**  
**Budget (Non-GAAP Budgetary Basis) to Actual**  
**Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b><u>REVENUES:</u></b>				
Interest	\$ 1,000	\$ 1,000	\$ 5,671	\$ 4,671
<b><u>EXPENDITURES</u></b>				
Capital outlay	500,000	500,000	-	500,000
<b><u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u></b>				
	(499,000)	(499,000)	5,671	504,671
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Transfers in	239,861	239,861	239,861	-
Transfers out	(500,000)	(500,000)	(500,000)	-
Total other financing sources (uses)	(260,139)	(260,139)	(260,139)	-
<b><u>NET CHANGE IN FUND BALANCES</u></b>				
	(759,139)	(759,139)	(254,468)	504,671
<b><u>FUND BALANCES, BEGINNING</u></b>				
	1,097,762	1,097,762	1,099,394	1,632
<b><u>FUND BALANCES, ENDING</u></b>				
	<u>\$ 338,623</u>	<u>\$ 338,623</u>	<u>\$ 844,926</u>	<u>\$ 506,303</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Agency Funds**  
**Combining Statement of Assets and Liabilities**  
**(Arising from Cash Transactions)**  
**June 30, 2022**

	ASSETS			LIABILITIES AND FUND EQUITY		
	Cash and Investments	Taxes Receivable	Total	Payable to Other Agencies	Fund Balance	Total
<b><u>AGENCY FUNDS:</u></b>						
Property taxes	\$ -	\$ 836,388	\$ 836,388	\$ 836,388	\$ -	\$ 836,388
Assessments and taxation	20,605	-	20,605	20,605	-	20,605
Treasurer's account	1,168	-	1,168	1,168	-	1,168
Morrow Co. medical fund	4,488	-	4,488	4,488	-	4,488
Other districts, general	6,254	-	6,254	6,254	-	6,254
Other districts, debt service	23,912	-	23,912	23,912	-	23,912
Fire districts, general	1,262,658	-	1,262,658	1,262,658	-	1,262,658
Cemetery districts	367	-	367	367	-	367
Park districts	3,131	-	3,131	3,131	-	3,131
Water control districts	21	-	21	21	-	21
School districts, general	25,747	-	25,747	25,747	-	25,747
School districts, debt service	231,936	-	231,936	231,936	-	231,936
Morrow County Unified Recreation	1,108,288	-	1,108,288	1,108,288	-	1,108,288
North Morrow vector control	1,060	-	1,060	1,060	-	1,060
Finley buttes landfill	1,280,606	-	1,280,606	1,280,606	-	1,280,606
Tax appeals	383,726	-	383,726	383,726	-	383,726
Library district	214,471	-	214,471	214,471	-	214,471
Other	80,193	-	80,193	80,193	-	80,193
Mobile home ombudsman	11	-	11	11	-	11
Total	\$ 4,648,642	\$ 836,388	\$ 5,485,030	\$ 5,485,030	\$ -	\$ 5,485,030

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Other Schedules**

**June 30, 2022**

**Agency Funds:**

- Combining Statement of Assets and Liabilities
- Combining Statement of Receipts, Expenditures, and Changes in Cash (Arising from Cash Transactions)

**Schedule of Accountabilities:**

- County Treasurer
- Other Elected Officials

**Schedule of Cash and Investments**

**Property taxes:**

- Schedule of Property Tax Transactions and Outstanding Balances
- Schedule of Property Taxes Receivable -- By Fund

**MORROW COUNTY, OREGON**

**Agency Funds**  
**Combining Statement of Receipts, Expenditures, and Changes in Cash**  
**(Arising from Cash Transactions)**  
**Year Ended June 30, 2022**

	Cash and Investments June 30, 2021	Additions	Deductions	Cash and Investments June 30, 2022
<b><u>AGENCY FUNDS:</u></b>				
Property taxes	\$ -	\$49,113,797	\$49,113,797	\$ -
Assessments and taxation	23,290	103,803	106,488	\$ 20,605
Treasurer's account	1,160	8	-	\$ 1,168
Morrow Co. Health District	9,745	3,328,740	3,333,997	\$ 4,488
Other districts, general	14,054	3,836,638	3,844,438	\$ 6,254
Other districts, debt service	24,349	1,610,754	1,611,191	\$ 23,912
Fire districts, general	1,012,458	3,516,970	3,266,770	\$ 1,262,658
Cemetery districts	819	276,323	276,775	\$ 367
Library districts	112,633	974,896	873,058	\$ 214,471
Park districts	6,728	1,890,850	1,894,447	\$ 3,131
Water control districts	48	197,578	197,605	\$ 21
School districts, general	56,227	15,474,641	15,505,121	\$ 25,747
School districts, debt service	192,198	3,084,987	3,045,249	\$ 231,936
Morrow County Unified Recreation	579,396	1,974,837	1,445,945	\$ 1,108,288
North Morrow vector control	2,283	736,606	737,829	\$ 1,060
Finley buttes landfill	1,272,354	8,252	-	\$ 1,280,606
Tax appeals	381,253	2,473	-	\$ 383,726
Other	61,814	2,806,606	2,788,227	\$ 80,193
Mobile home ombudsman	26	6,432	6,447	\$ 11
<b>Total</b>	<b>\$ 3,750,835</b>	<b>\$88,945,191</b>	<b>\$88,047,384</b>	<b>\$ 4,648,642</b>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**  
**Schedule of Accountability -- County Treasurer**  
**Cash Transactions**  
**Year Ended June 30, 2022**

<b><u>COUNTY FUNDS:</u></b>	<u>June 30, 2021</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2022</u>
General	\$ 10,624,502	\$ 19,287,263	\$ 19,164,256	\$ 10,747,509
Heritage	17,242	14,146	7,690	23,698
Road Fund Equipment	341,073	1,235,142	664,235	911,980
General Road	4,754,432	8,418,293	9,914,215	3,258,510
Finley Buttes Road	1,423,563	406,624	1,407,002	423,185
Juvenile Services Commission	66,158	-	-	66,158
Airport	146,416	897,604	899,743	144,277
Law Library	31,690	6,624	8,195	30,119
911 Emergency Telephone	378,704	582,541	321,462	639,783
Surveyor Preservation	259,286	20,494	2,729	277,051
Finley Buttes license fee	983,141	1,607,629	1,666,352	924,418
County School	124	245,601	245,668	57
Ione School	13	20,690	20,697	6
Fair	302,834	198,193	178,670	322,357
Computer Equipment Reserve	66,704	20,511	-	87,215
Special Transportation	584,174	942,793	953,756	573,211
Programming Reserve	31,116	83,920	116,649	(1,613)
Alcohol Enforcement	22,003	249	1,719	20,533
Video Lottery	41,130	114,182	114,680	40,632
Victim/Witness Assistance	22,640	97,564	105,444	14,760
Willow Creek Wind	45,954	112,982	112,663	46,273
CAMI Grant	47,296	21,342	32,270	36,368
Weed Equipment Reserve	20,789	5,154	-	25,943
STF Vehicle Reserve	115,609	687,528	537,259	265,878
Roof Reserve	24,901	2,169	-	27,070
Heppner Admin Building	3,997,095	2,593,373	4,464,506	2,125,962
Safety committee	12,058	12,671	10,007	14,722
Bleacher Reserve	25,823	167	-	25,990
Rodeo	10,000	10,000	20,000	-
Justice Court	67,608	384,875	410,549	41,934
Clerks Records	21,778	2,294	589	23,483
DUII Impact	29,651	192	-	29,843
Fair Improvement Reserve	21,200	5,157	-	26,357
Building Permit Fees	1,096,730	321,547	50,089	1,368,188
Park	233,238	1,050,445	736,844	546,839
Equity	305,331	61,831	147,800	219,362
Building Reserve	1,099,394	245,532	500,000	844,926
Liquor Control	874	5	-	879
Water Planning	258	-	-	258
Forest Service	81,820	4,782	-	86,602
Court Security	91,277	9,581	23,747	77,111
Echo Wind Fees	17,711	92,881	53,250	57,342
Shepherds Flat Fees	183,371	1,975,910	2,159,281	-
FTA Grant	173,087	249,088	277,012	145,163
Community Corrections	320,179	680,493	720,399	280,273
PGE - Carty	51,941	2,517,297	2,340,801	228,437
Sheriff Reserve	14,988	3,016	3,446	14,558
Wheatridge Wind	-	2,524,749	1,345,638	1,179,111
Orchard Wind	-	141,619	139,019	2,600
Resiliency	92,008	14,437,852	9,039,106	5,490,754
Total County Funds	<u>28,298,914</u>	<u>62,354,595</u>	<u>58,917,437</u>	<u>31,736,072</u>
<b><u>AGENCY FUNDS</u></b>	<u>3,750,835</u>	<u>88,945,191</u>	<u>88,047,384</u>	<u>4,648,642</u>
County Treasurer Totals	<u>\$ 32,049,749</u>	<u>\$ 151,299,786</u>	<u>\$ 146,964,821</u>	<u>\$ 36,384,714</u>

See accompanying independent auditor's report.



**MORROW COUNTY, OREGON**

**Schedule of Cash and Investments**

**June 30, 2022**

County Treasurer	\$ 36,384,714
Cash on hand, various funds	<u>1,735</u>
Total cash and investments	<u>\$ 36,386,449</u>

See accompanying independent auditor's report.

**MORROW COUNTY, OREGON**

**Schedule of Property Tax Transactions and Outstanding Balances**  
**Year Ended June 30, 2022**

Fiscal Year	Property Taxes Receivable July 1, 2021	Current Levy as Extended by Assessor	Discounts Allowed	Corrections and Adjustments	Cash Collections	Property Taxes Receivable June 30, 2022
2021-22	\$ -	\$ 43,707,855	\$ (1,224,979)	\$ (292,386)	\$ (41,697,056)	\$ 493,434
2020-21	458,208	-	-	(59,190)	(127,480)	271,538
2019-20	289,965	-	-	(2,511)	(96,349)	191,105
2018-19	216,295	-	-	(24,612)	(44,687)	146,996
2017-18	219,179	-	-	(2,461)	(206,898)	9,820
2016-17	16,532	-	-	(2,516)	(5,462)	8,554
2015-16	9,876	-	-	(2,582)	(3,918)	3,376
Prior years	4,728	-	-	(167)	(752)	3,809
	<u>\$ 1,214,783</u>	<u>\$ 43,707,855</u>	<u>\$ (1,224,979)</u>	<u>\$ (386,425)</u>	<u>\$ (42,182,602)</u>	<u>\$ 1,128,632</u>

County Summary:

County General Fund	\$ 313,068	\$ 11,901,287	\$ (333,552)	\$ (107,713)	\$ (11,480,846)	\$ 292,244
Agency Funds	901,715	31,806,568	(891,427)	(278,712)	(30,701,756)	836,388
	<u>\$ 1,214,783</u>	<u>\$ 43,707,855</u>	<u>\$ (1,224,979)</u>	<u>\$ (386,425)</u>	<u>\$ (42,182,602)</u>	<u>\$ 1,128,632</u>

See accompanying independent auditor's report.

**AUDIT REPORTS, COMMENTS AND DISCLOSURES**  
**REQUIRED BY GOVERNMENT AUDITING STANDARDS**  
**AND STATE REGULATIONS**

# Barnett & Moro, P.C.

Certified Public Accountants

DENNIS L. BARNETT, C.P.A.  
KRISTIE L. SHASTEEN, C.P.A.  
CAMERON W. ANDERSON, C.P.A.  
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SHERON VARIKATT, C.P.A.  
CRYSTAL R. CHASE, C.P.A.

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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**

County Commissioners  
Morrow County, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Morrow County, Oregon, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Morrow County, Oregon's basic financial statements and have issued our report thereon dated December 30, 2022.

### **Report on Internal Control over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the 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 have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

County Commissioners  
Morrow County  
Page two

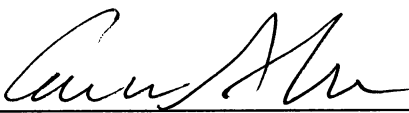
### **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

Barnett & Moro, P.C.

By   
\_\_\_\_\_  
Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 30, 2022

**AUDIT COMMENTS AND DISCLOSURES**  
**REQUIRED BY STATE REGULATIONS**

Oregon Administrative Rules 162-10-000 through 162-10-330 of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures as set forth in the preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth following.

# Barnett & Moro, P.C.

Certified Public Accountants

DENNIS L. BARNETT, C.P.A.  
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## **INDEPENDENT AUDITOR'S REPORT** **REQUIRED BY OREGON STATE REGULATIONS**

County Commissioners  
Morrow County  
Heppner, Oregon

We have audited the basic financial statements of Morrow County, Oregon as of and for the year ended June 30, 2022, and have issued our report thereon dated December 30, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### **Compliance**

As part of obtaining reasonable assurance about whether Morrow County, Oregon's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

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

County Commissioners  
Morrow County  
Page two

In connection with our testing nothing came to our attention that caused us to believe the Morrow County, Oregon was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, except for the budget overexpenditures listed in Note 2 to the financial statements.

### **OAR 162-10-0230 Internal Control**

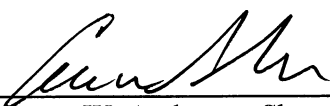
In planning and performing our audit, we considered Morrow County, Oregon's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Morrow County, Oregon's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Morrow County, Oregon's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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

Barnett & Moro, P.C.

By:   
Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 30, 2022



**SINGLE AUDIT SECTION**

**MORROW COUNTY, OREGON**

**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2022**

<b><u>Federal Grantor/Program Name:</u></b>	<b><u>Federal CFDA Number</u></b>	<b><u>Major Programs (X)</u></b>	<b><u>Amount</u></b>
<b><u>U.S. DEPARTMENT OF AGRICULTURE:</u></b>			
Schools and roads - grants to states	10.665		\$ 124,477
<b><u>U.S. DEPARTMENT OF JUSTICE:</u></b>			
Crime victim assistance	16.575		\$ 59,940
Justice reinvestment initiative	16.827		104,592
			<u>\$ 164,532</u>
<b><u>U.S. DEPARTMENT OF ENERGY:</u></b>			
Environmental remediation and waste processing and disposal	81.104		\$ 27,200
<b><u>U.S. DEPARTMENT OF VETERAN AFFAIRS</u></b>			
Veterans transportation program	64.035		\$ 45,532
<b><u>U.S. DEPARTMENT OF TREASURY</u></b>			
Coronavirus State and Local Fiscal Recovery Funds	21.027		\$ 150,000
Coronavirus Relief Fund	21.019		122,965
			<u>\$ 272,965</u>
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</u></b>			
Oregon Health Authority:			
Public health emergency preparedness	93.069		\$ 63,201
Immunization cooperative agreements	93.268		68,726
Public health emergency response	93.354		37,505
Opioid STR	93.788		180,000
Block grants for community mental health services	93.958		22,803
Block grants for prevention and treatment of substance abuse	93.959		83,281
Maternal and child health services block grants to the states	93.994		18,337
			<u>473,853</u>
Oregon Department of Justice:			
Child support enforcement	93.563		102,319
			<u>\$ 576,172</u>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION:</u></b>			
Airport Improvement Program	20.106	X	\$ 629,790
Enhanced mobility of seniors and individuals with disabilities	20.513		55,753
Formula grants for rural areas and tribal transit	20.509		130,376
			<u>\$ 815,919</u>
<b><u>U.S. DEPARTMENT OF THE INTERIOR:</u></b>			
Bureau of Land Management, Mineral Land Leasing	15.214		\$ 830
Payment in Lieu of Taxes	15.226		346,800
			<u>\$ 347,630</u>
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u></b>			
Emergency management performance grants	97.042		\$ 44,249
			<u>\$ 2,418,676</u>

Total expenditures of federal awards

See notes to schedule of  
expenditures of federal awards.

**MORROW COUNTY, OREGON**

**Notes to Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2022**

**NOTE A - BASIS OF PRESENTATION:**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Morrow County, Oregon and is presented on the modified accrual basis of accounting as described in note 1 to the basic financial statements. The information in this schedule is presented in accordance with the 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). Because the schedule presents only a selected portion of the operations of Morrow County, Oregon, it is not intended to and does not present the financial position, changes in net position, or cash flows of Morrow County. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

Expenditures reported on the on the Schedule are reported on the basis of accounting described in Note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The County has not elected to use the 10% percent de minimis indirect cost rate as allowed under the Uniform Guidance.

# Barnett & Moro, P.C.

Certified Public Accountants

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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**

County Commissioners  
Morrow County  
Heppner, Oregon

### **Report on Compliance for Each Major Federal Program**

#### **Opinion on Each Major Federal Program**

We have audited Morrow County, Oregon's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Morrow County, Oregon's major federal programs for the year ended June 30, 2022. Morrow County, Oregon's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Morrow County, Oregon complied, in all material respects, with the 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, 2022.

#### **Basis for Opinion on Each Major Federal Program**

We conducted our 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit for the Audit of Compliance section of our report.

We are required to be independent of Morrow County, Oregon and to meet our ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. our audit does not provide a legal determination of Morrow County, Oregon's compliance with the compliance requirements referred above.

### **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above, and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Morrow County, Oregon's federal programs.

### **Auditor's Responsibility for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Morrow County, Oregon's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, and Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, internal omissions, misrepresentation, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that individually or in the aggregate, it would influence judgement made by a reasonable user of the report on compliance about Morrow County, Oregon's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, and the Uniform Guidance we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Morrow County, Oregon's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Morrow County, Oregon's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Morrow County, Oregon's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control Over Compliance**

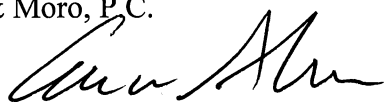
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our 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.

Barnett & Moro, P.C.

By:   
\_\_\_\_\_  
Cameron W. Anderson, Shareholder  
Hermiston, Oregon  
December 30, 2022

**MORROW COUNTY, OREGON**

**Schedule of Findings and Questioned Costs**

**Year Ended June 30, 2022**

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**Section I-Summary of Auditor's Results**

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Financial Statements

Type of auditor's report issued: unmodified opinion

Internal control over financial reporting:

- Material weakness(es) identified?                 yes              X   no
- Significant deficiency(ies) identified  
that are not considered to be material weaknesses?        yes              X   none reported
- Noncompliance material to financial statements noted?      yes              X   no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?                 yes              X   no
- Significant deficiency(ies) identified  
that are not considered to be material weakness(es)?      yes              X   no

Type of auditor's report issued on compliance for major program: unmodified opinion

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?                 yes              X   no

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
20.106	Airport Improvement Program

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Dollar threshold used to distinguish between type A and type B programs:                 \$ 750,000

Auditee qualified as low-risk auditee?              X   yes                 no

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**Section II-Financial Statement Findings**

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There are no financial statement findings for the year ended June 30, 2022.

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**Section III-Federal Award Findings and Questioned Costs**

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There are no federal award findings or questioned costs for the year ended June 30, 2022.

**MORROW COUNTY, OREGON**

**SUMMARY SCHEDULE OF PRIOR YEAR'S AUDIT FINDINGS**

**Year Ended June 30, 2022**

**QUESTIONED COSTS:**

There were no questioned costs for the year ended June 30, 2021.

**FINDINGS:**

There were no findings for the year ended June 30, 2021.