

Yakima County Washington

Comprehensive Annual Financial Report

Fiscal Year Ended December 31, 2018

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YAKIMA COUNTY, WASHINGTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended December 31, 2018

TABLE OF CONTENTS

INTRODUCTORY SECTION

Letter of Transmittal	iv
Certificate of Achievement for Excellence in Financial Reporting	xv
List of Elected Officials.....	xvi
List of Appointed Officials.....	xvii
Organizational Chart.....	xviii

FINANCIAL SECTION

Independent Auditor's Opinion	1
Management's Discussion and Analysis.....	4

BASIC FINANCIAL STATEMENTS

Description of Basic Financial Statements	24
Statement of Net Position	26
Statement of Activities.....	27
Balance Sheet - Governmental Funds	28
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	30
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	31
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds to the Statement of Activities	33
Statement of Net Position – Proprietary Funds.....	34
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	35
Statement of Cash Flows – Proprietary Funds	36
Statement of Fiduciary Net Position – Fiduciary Funds	38
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	39
Notes to Financial Statements.....	40

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues-Budget and Actual-General Fund	86
Schedule of Expenditures-Budget and Actual-General Fund	87

**YAKIMA COUNTY, WASHINGTON
TABLE OF CONTENTS**

Schedule of Revenues, Expenditures, and Changes in Fund Balances –	
Budget and Actual – Other Major Funds	92
Schedule of Proportionate Share Net Pension Liability	95
Schedule of Employer Contributions – Pension Plans	96
Schedule of Changes Total OPEB Liability & Related Ratios	98
Notes to Required Supplementary Information	99

INDIVIDUAL AND COMBINING STATEMENTS AND SCHEDULES

Combining Balance Sheet Nonmajor Governmental Funds.....	102
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –	
Nonmajor Governmental Funds	103
Description of Nonmajor Special Revenue Funds	104
Combining Balance Sheet - Nonmajor Special Revenue Funds	106
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –	
Nonmajor Special Revenue Funds	112
Schedule of Revenues, Expenditures, and Changes in Fund Balance –	
Budget and Actual - Nonmajor Special Revenue Funds	118
Description of Nonmajor Debt Service Funds.....	132
Combining Balance Sheet – Nonmajor Debt Service Funds	133
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –	
Nonmajor Debt Service Funds	135
Schedule of Revenues, Expenditures, and Changes in Fund Balance-	
Budget and Actual Debt Service Funds	138
Description of Nonmajor Capital Project Funds	143
Combining Balance Sheet – Nonmajor Capital Project Funds	144
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –	
Nonmajor Capital Project Funds.....	146
Schedule of Revenues, Expenditures, and Changes in Fund Balance –	
Budget and Actual – Nonmajor Capital Project Funds	148

INTERNAL SERVICE FUNDS

Description of Internal Service Funds.....	152
Combining Statement of Net Position – Internal Service Funds	153
Combining Statement of Revenues, Expenses and Changes in Fund-	
Net Position – Internal Service Funds.....	156
Combining Statement of Cash Flows – Internal Service Funds.....	159

**YAKIMA COUNTY, WASHINGTON
TABLE OF CONTENTS**

FIDUCIARY FUNDS

Description of Fiduciary Funds	165
Statement of Net Position Investment Trust Funds	168
Statement of Changes in Net Position Investment Trust Funds	169
Combining Balance Sheet –Agency Funds	170
Combining Statement of Changes in Assets and Liabilities- Agency Funds	175

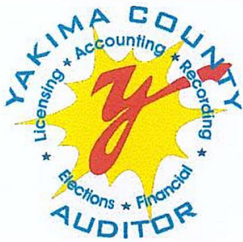
CAPITAL ASSETS

Description of Capital Asset Schedules	185
Schedule by Function and Activity – Governmental Fund Capital Assets	186
Schedule of Changes by Function and Activity – Governmental Fund Capital Assets	187
Schedule by Source – Governmental Fund Capital Assets	188

STATISTICAL SECTION

Description of Statistical Section	189
Net Position by Component	190
Changes in Net Position	191
Fund Balances – Governmental Funds	193
Changes in Fund Balances – Governmental Funds	194
Tax Revenues by Source – Governmental Funds	196
Assessed and Estimated Value of Taxable Property	197
Principal Property Taxpayers	198
Property Tax Levies and Collections	199
Property Tax Rates – Direct and Overlapping Governments	200
Ratio of Outstanding Debt by Type	201
Ratios of General Bonded Debt Outstanding	202
Direct and Overlapping Governmental Activities Bonded Debt	203
Legal Debt Margin Information	204
Demographic and Economic Statistics	205
Full Time Equivalent Yakima County Employees by Function/Program	206
Principal Employers	207
Capital Asset Statistics by Function	208
Operating Indicators by Function	209

INTRODUCTORY SECTION



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June 28, 2019

To the Honorable Board of Commissioners and Citizens of Yakima County:

We are pleased to present to you the Comprehensive Annual Financial Report of Yakima County for the fiscal year that ended December 31, 2018, in accordance with the provisions of Chapter 36.22 of the Revised Code of Washington. The financial statements are presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by the Office of the Washington State Auditor.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A provides "financial highlights" and interprets the financial reports by analyzing trends and by explaining changes, fluctuations, and variances in the financial data. In addition, the MD&A is intended to disclose any known significant events or decisions that affect the financial condition of the County. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with the financial statements. Yakima County's MD&A can be found immediately following the State Auditor's report.

In addition to the fund-by-fund financial information in the County's financial statements, the report includes government-wide financial statements. The government-wide financial statements include a Statement of Net Assets that provides the total net equity of the County including infrastructure and the Statement of Activities that shows the cost of providing government services. These statements have been prepared using the accrual basis of accounting versus the modified accrual method used in the fund financial statements. The reporting model (GASB 34) includes an emphasis on the County's major funds as shown in the Governmental Fund Statements.

The County is responsible for the accuracy, completeness, and fairness of the data presented in this report, including all disclosures. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. We prepared this report in accordance with the following standards:

- Generally accepted accounting principles that are uniform minimum standards and guidelines for financial accounting and reporting in the United States of America.
- Government accounting and financial reporting statements, interpretations, and technical bulletins issued by the Government Accounting Standards Board (GASB).
- Budgeting, Accounting and Reporting Systems (BARS) for counties, cities and other local government entities in the State of Washington. This is issued by the Washington State Auditor's Office.
- Guidelines recommended by the Government Finance Officers Association of the United States of America and Canada.

The Office of the Washington State Auditor, an independent arm of the State of Washington, has in accordance with State statutes audited the financial statements of Yakima County. This examination is conducted in accordance with Generally Accepted Auditing Standards, Standards of Audit of Governmental Organizations, Program, Activities, and Functions, (issued by the U.S. General Accounting Office); the Single Audit Act of 1984 (P.L. 98-502) and Circular A-

FACTORS AFFECTING FINANCIAL CONDITION

We have included sections from the 2018 Yakima County profile produced by Don Meseck a regional labor economist with the Washington State Employment Security Department to illustrate the details of our local economy and labor statistics.

Regional context

Yakima County is located in south central Washington state among seven neighboring counties. The geography varies from densely timbered, mountainous terrain in the west, rolling foothills, broad valleys and arid regions to the east and fertile valleys in its central and southern parts. Agriculture has been the staple of the economy over the last 100 years. According to the Yakima County Economic Profile published by the Yakima County Development Association's New Vision office, Yakima is the second largest county in Washington state at 2.75 million acres. Three entities own 63.4 percent of this total:

- The Yakama Nation (1,074,174 acres)
- The US Forest Service (503,726 acres)
- The Yakima Training Center (165,787 acres)

Yakima County was separated from Kittitas County in 1883. Yakima County's development was shaped largely by the Northern Pacific Railroad and the Yakima River. Most of the county's population is concentrated along this river, largely because irrigation was critical to the success of the communities and the farmers who settled in this area.

The Washington Legislature passed the State Fair Act in 1893 and designated North Yakima in Yakima County as the site for an annual State Agricultural Fair. Some say it was a consolation prize for Yakima which lost its bid to Olympia to be named the state capital.

Local economy

Yakima settlers developed the land into a commercial agricultural enterprise in the 1880s. With irrigation and railroads, commercial fruit production flourished. Yakima established wine grape vineyards in 1869 and hops acreage in 1872, which remain major parts of its agricultural industry today. Forestry and livestock, dairies and the growing, storage and shipping/processing of deciduous tree fruits (cherry, pears, apples, etc.), are bedrocks of Yakima County's economy.

In terms of jobs provided, agriculture is certainly the "big kid on the block" in Yakima County. The two other local industries in second and third place in terms of employment are health services and local government. Specifically, on an average annual basis in 2017, agricultural employers provided 30,227 jobs, or 26.6 percent of total covered employment countywide. Health services provided 15,922 jobs, or 14.0 percent; and local government averaged 13,859 jobs, or 12.2 percent of total employment. Hence, these three industries/sectors, accounted for over half (specifically 52.8 percent) of total covered employment (113,540 jobs) in the County in 2017.

GEOGRAPHIC FACTS

(Source: U.S. Census Bureau QuickFacts)

	Yakima County	Washington state
Land area, 2010 (square miles)	4,295.4	66,455.5
Persons per square mile, 2010	56.6	101.2

OUTLOOK

The Yakima County economy added approximately 1,600 nonfarm jobs between 2016 (84,500 jobs) and 2017 (86,200 jobs), an average annual increase of 1.9 percent. The most recent nonfarm employment estimates available at the time of report preparation is for October 2018. These estimates indicate that although job growth in Yakima County's nonfarm labor market was solid in the 1st Quarter of 2018 (in roughly the three-percent range), the job growth pace slowed in the 2nd and 3rd Quarters. In October 2018 the local nonfarm economy tallied 89,100 jobs versus 88,500 in October 2017, a modest 600-job and 0.7-percent upturn.

This "slower than the state" trend in Yakima County's nonfarm job growth is nothing new. In fact, it is more the rule than the exception. If we compare nonfarm job growth trends in the county and the state during the most current ten-year period of 2007-2017 (eleven years, inclusive), we note that only in 2015 did the local labor market grow as the same (2.9-percent) pace as Washington's labor market. Hence, it lagged behind Washington in 2007, 2008, 2011-2014, and from 2015-2017. But, to every cloud there is a silver lining, and the consolation is that during the "bad" economic years of the most recent recession (i.e., 2009 and 2010) nonfarm job loss-rates in Yakima County were not as severe as those experienced statewide. For example, in 2009, Washington's economy lost 4.4 percent of its nonfarm jobs while Yakima County's labor economy shrank by 1.9 percent. In 2010 Washington's nonfarm market still retrenched, by 0.9 percent; while the County's economy dipped at a more modest 0.4 percent. Why? The local agricultural industry appears to exert a moderating effect on Yakima County's labor market.

Despite slowing nonfarm job growth in Yakima County during the second and third calendar quarters of 2018, there are encouraging economic indicators for the local economy. For example:

- Yakima County's average annual not seasonally adjusted unemployment rate for 2017 was 6.8 percent, the lowest average annual rate in Yakima County since electronic records for these data were implemented in 1990. Preliminary monthly unemployment estimates in the first ten months of 2018 indicate that the average annual rate for 2018 may be lower still.
- Construction activity and job growth is strong. In fact, year over year, Yakima County's construction industry has either stabilized or added jobs for the past 18 months (May 2017 through October 2018).
- Taxable retail sales reached an all-time high (over \$3.8 billion) in Yakima County during 2017, as noted on the Yakima County Development Authority (YCDA) Choose Yakima Valley website (<https://www.chooseyakimavalley.com/2018/08/09/taxable-retail-sales-reach-time-high/>).

Between 2016 and 2017, Washington's labor market provided 77,900 new nonfarm jobs, an average annual increase of 2.4 percent, more robust than Yakima County's 1.9 percent advance during this timeframe. The state's economy has posted year-over-year nonfarm employment increases for 97 consecutive months (October 2010 through October 2018). In October 2018, business and government organizations across Washington supplied 3,474,700 nonfarm jobs (not seasonally adjusted) compared to 3,355,500 jobs in October 2017, a 3.6 percent year-over-year employment increase.

Official, long-term (i.e. ten-year) industry employment projections produced by the Employment Security Department are for a 1.2 percent average annual nonfarm growth rate from 2016-2026 for the four-county South Central Workforce Development Area or WDA (i.e., Kittitas, Klickitat, Skamania and Yakima) and for a 1.6 percent growth rate for Washington state.

LABOR FORCE AND UNEMPLOYMENT

(Source: Employment Security Department)

Before the recent recession, in 2007 and 2008, average annual unemployment rates in Yakima County were in the seven-percent range. Specifically, the rate averaged 7.0 percent in 2007 and 7.3 percent in 2008. During the recession

however, unemployment rates in Yakima County increased to 9.0 percent in 2009 and to 10.6 percent in 2010 before peaking at 10.7 percent in 2011. Since 2011 the average annual unemployment rate in Yakima County has decreased for six consecutive years (from 2012 through 2017, inclusive). In fact, the 6.8 percent rate for calendar year 2017 is the lowest average annual unemployment rate since our agency began compiling data electronically in 1990 – 28 years ago. This is excellent economic news for Yakima County.

Between 2016 and 2017 in Yakima County:

- The not seasonally adjusted unemployment rate in Yakima County declined from 7.5 to 6.8 percent, a seven-tenths percentage point contraction. Washington's unemployment rate decreased by five-tenths of a point (from 5.3 percent in 2016 to 4.8 percent in 2017).
- In Yakima County, the average number of unemployed decreased from 9,415 to 8,602 (down 8.6 percent), equating to 813 fewer residents out of work in the county area during 2017. Simultaneously, the civilian labor force (CLF) rose by 980, from 125,834 to 126,814 residents, a 0.8 percent increase. Hence, although the local CLF grew at a less robust clip (0.8 percent) than Washington's labor force (which expanded by 2.5 percent during 2017), the number of unemployed in Yakima County decreased more rapidly (8.6 percent) than across Washington (which saw the number of unemployed decline at a 7.2 percent clip during 2017).

As mentioned earlier, Yakima County's CLF increased 0.8 percent between 2016 and 2017 and the County's labor force has been expanding for the past 14 months (from September 2017 through October 2018). Between the Octobers of 2017 and 2018 the number of residents in the CLF grew by 6,393, a 4.8 percent increase. However, the number of unemployed also rose, by 220 and 3.5 percent. Hence, Yakima County's unemployment rate dipped one-tenth of a point between October 2017 (when the rate was 4.8 percent) and October 2018 (when the rate was 4.7 percent). The current, 4.7 percent rate is the lowest reading for the month of October in Yakima County since electronic records were implemented in 1990 – 28 years ago.

When evaluating recent current labor force trends in Yakima County, it is also helpful to look at the bigger picture (i.e., what's going on in Washington state). Washington's Civilian Labor Force (CLF) expanded by 89,522 residents (a 2.5 percent upturn) from 2016 to 2017. The state's labor force has increased, year over year, for the past 57 months (February 2014 through October 2018). In October 2018, Washington's CLF tallied 3,823,627 residents versus 3,757,972 in October 2017 equating to 65,655 more Washingtonians in the labor force (up 1.7 percent).

INDUSTRY EMPLOYMENT

The National Bureau of Economic Research (NBER) announced that the national recession occurred from December 2007 through June 2009. But, the effects of the recession hit Yakima County's nonfarm labor market heavily in 2009, 2010, and again in 2012. Please note: nonfarm employment data do not count agricultural jobs. Nonfarm figures are derived from Current Employment Statistics (CES) sample-based estimates and from Washington Quarterly Benchmarked (WA-QB) data. The "pre-recession" peak for nonfarm employment was in 2008 when the local economy provided 80,100 jobs. Then the recession hit and it took six years, until 2014, for the Yakima County economy to regain (and slightly exceed) this level of employment. In 2014 nonfarm employment averaged 81,400. The "valleys" of our local recession here in Yakima County occurred in 2010 and in 2012, when nonfarm employment averaged just 78,400. An important takeaway: the recent recession hit the local nonfarm market harder than the total covered employment job market. It took six years (from 2009-2014, inclusive) for the nonfarm economy to regain these lost jobs; but it took only three years (from 2009-2011, inclusive) for total covered employment (which includes agricultural jobs) to bounce back to the pre-recession peak.

Following is a summary of average annual nonfarm job changes since the recent recession:

- In 2009 - Nonfarm employment across Yakima County dropped 1.8 percent (down 1,500 jobs) to an average annual figure of 78,600. Losses were centered in manufacturing (down 900 jobs and 10.3 percent) and in construction (down 600 jobs and 16.4 percent). If there was any consolation to the dismal performance of the

local economy in 2009, it was that the state's nonfarm market fared even worse – falling by 4.4 percent between 2008 and 2009.

- In 2010 – Nonfarm employment countywide ebbed by 0.3 percent (down 200 jobs) to an average annual figure of 78,400. In relative terms, Washington state's economy fared worse as the number of nonfarm jobs declined 0.9 percent between 2009 and 2010.
- In 2011 – Yakima County's labor market rebounded by 0.4 percent (up 300 jobs) to 78,700 jobs in 2011. During 2011 the state's economy began to recover as the number of nonfarm jobs expanded 1.3 percent. This was the first year of economic recovery for Yakima County and for Washington following the recession.
- In 2012 – The local economy slipped backwards 0.4 percent (down 300 jobs) to 78,400. The industry which lost the most jobs between 2011 and 2012 in Yakima County was health care and social assistance. This industry fell from an average of 15,800 jobs in 2011 to 15,400 in 2012, a 400 job and 2.4 percent downturn. Washington's nonfarm economy moved upwards by 1.6 percent in 2012 – the second year of the statewide labor market recovery.
- In 2013 – The Yakima County nonfarm sector regained its footing by growing 1.2 percent (up 900 jobs) to 79,300. This rebound in the local economy was led by average annual upturns in construction (up 200 jobs) and in manufacturing (up 300 jobs). The tempo of job growth improved statewide as well. Washington's economy averaged a 2.2 percent nonfarm job growth rate between 2012 and 2013.
- In 2014 – Local nonfarm payrolls advanced by 1.4 percent (up 1,100 jobs) to 80,400. Approximately 45.5 percent of total nonfarm growth occurred in construction (up 300 jobs) and food services (up 200 jobs). Once again however, Washington's growth rate outpaced Yakima's. The Evergreen state's economy expanded at a 2.5 percent clip in 2014.
- In 2015 – Employment countywide averaged 82,700 jobs, a 2.9 percent and 2,300 job upturn above the 80,400 tallied in 2014. Industries that had a particularly good year in 2015: construction (up 400 jobs and 11.3 percent), wholesale trade (up 300 jobs and 5.8 percent), retail trade (up 400 jobs and 4.3 percent), food services (up 400 jobs and 8.3 percent) and local government (up 300 jobs and 1.9 percent). How did the state's nonfarm economy fare during 2015? The short answer: roughly the same as Yakima County. Washington's labor market grew 2.9 percent between 2014 and 2015.
- In 2016 – The local economy netted 1,800 more nonfarm jobs in 2016 than in 2015, as total nonfarm employment rose to an average of 84,500 (up 2.2 percent). Three Yakima County industries added approximately 400 jobs during 2016: retail trade, professional and business services (primarily at temporary help agencies), and health care and social assistance. Washington's nonfarm market expanded at a more rapid 3.1 percent clip in 2016.
- In 2017 – The Yakima County economy netted 1,600 more nonfarm jobs as employment rose to an average of 86,200 (up 1.9 percent). Three Yakima County industries accounted for over 90 percent of total nonfarm job growth in 2017: health care and social assistance, food services, and local government. Washington's nonfarm market expanded at a slightly faster 2.4 percent clip in 2017.

A generalization about the Yakima County economy, at least during the most recent ten-year (2007-2017) period is: "In good economic years, the County's nonfarm job growth rates lag the state; but in bad years, the County leads the State." Nonfarm employment trends substantiate this generalization. Specifically:

- Average annual job growth in Yakima County lagged nonfarm job growth statewide in 2007 and 2008.
- Washington's nonfarm economy lost jobs more rapidly than Yakima County during the recession in 2009 and 2010.
- In six of the seven years since the recession (2011-2014 and 2016-2017, inclusive) average annual nonfarm job growth rates in Yakima County lagged statewide growth rates. Only in calendar year 2015 did the County and the State see their nonfarm economies expand at the same, 2.9-percent pace.

Analysis using QCEW data:

The North American Industry Classification System (NAICS) is an industry classification system that groups businesses/organizations into categories or sectors based on the activities in which they are primarily engaged. There are 19 private sectors and three government sectors (for a total of 22 sectors) at the 2-digit NAICS code level, within each county-level economy. One can observe much about the structure of a county's economy by quantifying and

comparing the number of jobs and the percentage of jobs in these sectors by using annual average Quarterly Census of Employment and Wage (QCEW) data. The most recent average annual covered employment, or QCEW, data available for Yakima County are for 2017 and these data show that the top five Yakima County sectors in 2017 in terms of employment were:

Sector	Number of jobs	Share of employment
1. Agriculture, forestry and fishing	30,227	26.6%
2. Health services	15,922	14.0%
3. Local government	13,859	12.2%
4. Retail trade	10,892	9.6%
5. Manufacturing	8,530	7.5%
All other industries	34,110	30.0%
Total covered payrolls	113,540	100%

Seventy percent (70.0 percent, to be exact) of all jobs in Yakima County were in these five, two-digit NAICS industries or sectors (i.e., agriculture, health services, local government, retail trade and manufacturing). A comparison of the top five sectors that provided the most jobs in Yakima County in 2017 with the sectors that produced the highest payrolls follows:

- Agriculture provided 26.6 percent of all jobs countywide, but supplied only 21.3 percent of total wage income. Why? Many agricultural jobs are seasonal.
- Conversely, health services tallied 14.0 percent of total covered employment in 2017 but accounted for 16.2 percent of total wage income – indicating it is a relatively “good paying” industry.
- Local government provided 12.2 percent of total covered employment but accounted for 14.4 percent of total wage income – indicating, as in health services, that this is a relatively “good paying” industry. Jobs with local public school districts (primary and secondary schools) are tallied under the local government category. Jobs and wages at Native American (tribal) businesses/organizations are also tallied under the local government category, along with public health care agencies/providers.
- The local retail trade sector accounted for nearly one in ten jobs countywide, but provided only 7.6 percent of total wage income. The primary reason is that a relatively high percentage of jobs at retail stores are part-time.
- Conversely, manufacturing supplied only 7.5 percent of all jobs in Yakima County but 9.4 percent of total wages/payroll. Nearly one in every ten dollars of wage income earned countywide during 2017 was earned at a manufacturing firm. (Note: the manufacturing sector includes the “food processing/manufacturing” subsector.)

If one analyzes employment changes in Yakima County over the most recent ten-year period of 2007-2017 (eleven years, inclusive) using Washington State Employment Security Department’s annual average Quarterly Census of Employment and Wage (QCEW) data it is noted that total covered employment increased from 99,135 in 2007 to 113,540 in 2017, a 14,405 job and 14.5 percent expansion. Of the 22 NAICS sectors mentioned earlier, there were five sectors (agriculture, health services, local government, retail trade, and manufacturing), ranked by employment, which accounted for 65.9 percent of all jobs countywide in 2007. The same “Top Five” accounted for 70.0 percent of total covered employment countywide ten years later, in 2017. Hence, QCEW data indicate that the Yakima County economy was not a tremendously diverse economy in 2007 and by 2017 it had become even less diverse. Specifically, in 2007; agriculture provided 22.2 percent, local government 12.8 percent, health services 12.4 percent, retail trade 9.6 percent, and manufacturing 8.8 percent of total covered employment. In 2017; agriculture provided 26.6 percent, health services 14.0 percent, local government 12.2 percent, retail trade 9.6 percent, and manufacturing 7.5 percent of total covered employment countywide. Only two sectors switched rankings during this ten-year period: local government slipped from the “Number Two” position (in terms of covered employment jobs) in 2007 to the “Number Three” slot in 2017; while health services rose from the “Number Three” position in 2007 to the “Number Two” slot in 2017. Also, there was some fluctuation within these “Top Five” sectors between 2007 and 2017 reference the percent of total covered employment provided. A brief summary of trends in Yakima County’s Top 5 job-providing sectors during this ten-year period (2007-2017) follows:

- Agriculture (NAICS 11) is ranked first in the Top 5 job-providing sectors in Yakima County in 2017. Employment in agriculture, forestry and fishing (where the vast majority are in agriculture) jumped 37.1 percent (from 22,051 jobs in 2007 to 30,227 in 2017). Total covered employment netted 14,405 new jobs (up 14.5 percent) during this timeframe. Hence, employment in Yakima County's agricultural sector (NAICS 11) grew more than twice as fast as the total covered employment during this most recent ten-year period. The subsector (within the agricultural sector) in which much of this job growth has occurred is agriculture and forestry support (NAICS 115). In 2007, agriculture and forestry support businesses tallied 6,107 jobs countywide, but by 2017 this subsector provided 9,578 jobs - a remarkable 56.8 percent and 3,471-job upturn.
- Health services registered a strong 30.0 percent expansion (from 12,248 jobs in 2007 to 15,922 in 2017) improving its ranking from the third-largest job providing sector countywide in 2007 to the Number Two position by 2017.
- Local government registered a 9.0 percent, and 1,148 job, upturn (from 12,711 jobs in 2007 to 13,859 in 2017). However, local government slipped in the Top Five ranking from the second largest industry employment-wise in 2007 to the Number Three position by 2017; not because it did not expand, but because it did not expand at the pace of its next-closest "competitor" - health services.
- Retail trade was the fourth-largest job providing sector in Yakima County in 2017. The number of part- and full-time retail trade jobs increased by 1,356 (up 14.2 percent), from 9,536 jobs in 2007 to 10,892 in 2017. Of the twelve, three-digit NAICS subsectors classified within Yakima County's retail trade sector (i.e., motor vehicle and parts dealers, furniture and home furnishing stores, electronics and appliance stores, building material garden supply stores, food and beverage stores, etc.), three accounted for 81.7 percent of these 1,356 new retail jobs added from 2007-2017; motor vehicle and parts dealers (NAICS 441), gas stations (NAICS 447), and general merchandise stores (NAICS 452). During the ten-year period from 2007-2017; motor vehicle and parts dealers added 161 jobs (up 11.1 percent), gas stations tallied up 161 more jobs, and general merchandise stores netted 786 new jobs (up 34.5 percent).
- Manufacturing was the fifth-largest, of the "Top 5" job providing sectors in Yakima County in 2017. Manufacturing employment in Yakima County decreased 2.4 percent (from 8,739 jobs in 2007 to 8,530 in 2017). Why? Durable goods manufacturing took some hits in the decade from 2000-2010. Layoffs were particularly severe in transportation equipment manufacturing (i.e., closures at Chinook Trailwagons and Western RV) and in lumber and wood products (i.e. the Yakima Resources closure). Nondurable goods manufacturing was not immune to layoffs either as food processing/manufacturing shed jobs when DelMonte closed their asparagus cannery in Toppenish. However, annual QCEW employment data show that although Yakima County's manufacturers "troughed" at 7,470 jobs in 2010, this sector has generally been on an uptrend since then. Specifically, manufacturing employment rose to 7,869 in 2011, ebbed to 7,813 in 2012, expanded to 8,222 in 2014, virtually stalled at 8,216 jobs in 2014, increased to 8,279 in 2015, advanced to 8,368 jobs in 2016, and climbed to 8,530 in 2017. These data indicate a slow, but not steady, resurgence in Yakima County's manufacturing employment since 2010. Following are examples of some manufacturing subsectors that have shown promise, and/or stability, in recent years:
 - Food manufacturing (NAICS 311) provides more jobs than any other manufacturing subsector in Yakima County. It provided 2,812 jobs across Yakima County in 2007 (which was the "low point" of employment in this subsector in the past ten-year period (2007-2017). Food manufacturers experienced some ups-and-downs in hiring during this period. Nevertheless, this subsector provided 3,012 jobs in 2017, a 200 job and 7.1 percent upturn from the 2,812 jobs counted ten-years prior, in 2007.
 - Plastics and rubber product manufacturing (NAICS 326) has rebounded steadily from the low-point of 1,102 jobs tallied in 2009 to 1,497 in 2017, a 395 job and 35.8 percent upturn. Clearly this subsector that has found a "niche" here in the Yakima Valley.
 - In 2009 the number of jobs in fabricated metal product manufacturing (NAICS 332) bottomed out at 674, but this subsector has generally been in a growth mode ever since. By 2017 it provided 927 positions, equating to 253 new jobs, a strong 37.5 percent employment rise. Clearly, fabricated metal product manufacturing has been faring well in Yakima County during this recent eight-year period (2009 through 2017).
 - Machinery manufacturing (NAICS 333) employment has progressed steadily from 473 jobs in 2010 to 640 in 2017, a gain of 167 jobs and 35.3 percent during this seven-year period (2010 through 2017).

INDUSTRY EMPLOYMENT BY AGE AND GENDER

The Local Employment Dynamics (LED) database, a joint project of state employment departments and the U.S. Census Bureau, matches state employment data with federal administrative data. Among the products is industry employment by age and gender. All workers covered by state unemployment insurance data are included; federal workers and non-covered workers, such as the self-employed, are not. Data are presented by place of work, not place of residence. Some highlights:

In 2017, women held 47.9 percent of the jobs in Yakima County. However, there were substantial differences in gender by industry.

- Male-dominated industries included mining (85.5 percent), utilities (83.7 percent), and construction (82.5 percent).
- Female-dominated industries included healthcare and social assistance (78.7 percent), finance and insurance (70.3 percent) and educational services (69.0 percent).

There were differences in 2017 between Yakima County and Washington state in the percentages of workers by age group:

- Only 21.0 percent of workers in Yakima County in all industries were in the 25-34 years of age group versus 23.1 percent statewide.
- Approximately 8.5 percent of workers in Yakima County in all industries were 65-99 years of age versus only 5.7 percent statewide.

WAGES AND INCOME

Source: Employment Security Department; Bureau of Labor Statistics; Bureau of Economic Analysis; U.S. Census Bureau; U.S. Census Bureau, American Community Survey)

The total covered payroll in 2017 in Yakima County was nearly \$4.36 billion. The average annual wage was \$38,374 or 61.8 percent of the state average of \$62,073.

The top five Yakima County industries in 2017 in terms of payrolls were:

Sector	Payroll	Share of payrolls
1. Agriculture, forestry and fishing	\$929,623,084	21.3%
2. Health services	\$705,126,380	16.2%
3. Local government	\$626,844,417	14.4%
4. Manufacturing	\$409,630,191	9.4%
5. Retail trade	\$332,809,765	7.6%
All other industries	\$1,356,940,690	31.1%
Total covered payrolls	\$4,356,940,690	100%

As shown in the table above, QCEW data showed that Yakima County's workers received approximately \$4.36 billion in wages in calendar year 2017. Nearly seven out of ten (68.9 percent) dollars of covered wage income was earned in five, two-digit NAICS industries or sectors (i.e., agriculture, health services, local government, manufacturing and retail trade). Agriculture was the largest provider of wages and jobs in the county in 2017, supplying 21.3 percent of total covered wage income and accounting for 26.6 percent of all jobs. The disparity in percentages between wages and employment is primarily due to the fact that there is a relatively high proportion of seasonal jobs in the agricultural sector. Private health services (i.e. jobs at a doctor/dentist's office, in a hospital, nursing home, vocational rehab facility, etc.) ranked second out of 22 industries in 2017 in terms of wages, providing \$705.1 million in payroll and 16.2 percent

of total earned wage income while accounting for 14.0 percent of total covered employment, indicating that, in aggregate, this is a relatively good-paying industry.

Annual average wages in Yakima County 2017 were highest in utilities (\$91,220) and in management of companies and enterprises (\$70,481). Conversely, annual average wages were lowest in accommodation and food services (\$17,954) and in arts, entertainment and recreation (\$20,768).

Personal income

Personal income includes earned income, investment income, and government payments such as Social Security and Veterans Benefits. Investment income includes income imputed from pension funds and from owning a home. Per capita personal income equals total personal income divided by the resident population. Inflation-adjusted per capita income in Yakima County in 2016 was \$40,588 compared to the state at \$54,579 and the nation at \$49,246.

Median household income from 2012 through 2016 (in 2016 dollars) was \$45,700 in Yakima County, 72.7 percent of the state's median household income (\$62,848) and 82.6 percent of the nation's (\$55,322) according to Census QuickFacts.

Yakima County's poverty rate in 2014 was considerably higher (18.2 percent) than the state's (11.0 percent) and the nation's (12.3 percent) poverty rates according to Census QuickFacts. The state and national rates are not directly comparable to the county rate because they each use different data sources.

POPULATION

(Source: U.S. Census Bureau, Office of Financial Management)

During the last ten years, Yakima County had an annual average population growth rate of about 0.6 percent, which was slower than Washington's 1.2 percent growth pace.

Yakima County's population was estimated at 250,193 in 2017, up 2.9 percent from the 243,237 county residents in 2010. Washington's state's population grew 10.1 percent, to 7,405,743 residents in 2017 from 6,724,545 in 2010. Hence the local population grew less than one-third as fast as did the state's population during the past seven years. During the next ten years (2016 through 2026) Yakima County's population is estimated to grow annually by 1.0 percent, not too far behind the state's projected yearly growth rate of 1.2 percent.

Population facts

(Source: U.S. Census Bureau QuickFacts)

	Yakima County	Washington state
Population 2017	250,193	7,405,743
Population 2010	243,237	6,724,545
Percent change, 2010 to 2017	2.9%	10.1%

Age, gender and ethnicity

(Source: U.S. Census Bureau QuickFacts)

Compared with the state, Yakima County's 2017 population has substantially more children under 5 years old and more youth under 18 years old. Approximately 29.7 percent of the county's residents are under 18 years old compared to 22.2 percent statewide. The county's population age 65 or older totals 13.5 percent compared to 15.1 percent in Washington state. Hence, one may generalize that Yakima County has a younger population than the State as a whole.

As of 1 April 2017, Yakima County has a higher percentage of Latino and Hispanic residents than the state and nation. Specifically, Yakima County's Hispanic or Latino population makes up 49.4 percent of its population, much higher than Washington state (12.7 percent). Yakima County's American Indian/Native Alaskan population was 6.4 percent compared to 1.9 percent in the state, reflecting the presence of the Yakama Nation.

Demographics

(Source: U.S. Census Bureau QuickFacts)

	Yakima County	Washington state
Population by age, 2017		
Under 5 years old	8.1%	6.2%
Under 18 years old	29.7%	22.2%
65 years and older	13.5%	15.1%
Females, 2017	50.0%	50.0%
Race/ethnicity, 2017		
White, not Hispanic or Latino	43.2%	68.7%
Black	1.5%	4.2%
American Indian, Alaskan Native	6.4%	1.9%
Asian, Native Hawaiian, other Pacific Islander	1.8%	9.7%
Hispanic or Latino, any race	49.4%	12.7%

Educational attainment

(Source: U.S. Census Bureau QuickFacts)

According to the American Community Survey, during the period 2012 to 2016, 72.5 percent of Yakima County's population 25 years and older were high school graduates or higher, considerably lower than the statewide average of 90.6 percent and the national average of 87.0 percent.

Yakima County also had a lower percentage of adults with a bachelor's degree or higher (15.3 percent) compared to the state at 33.6 percent and the nation at 30.3 percent during the same time period.

CASH MANAGEMENT POLICIES AND PRACTICES

The Treasurer is responsible for establishing and maintaining internal controls for cash management and investments to ensure that all assets are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformance with generally accepted accounting principles.

Yakima County Treasurer's Office manages the Treasurer's Investment Pool (TIP) which averaged a daily balance of \$438 million during 2018. The Treasurer's Investment Pool was created in 2005, under authority of RCW 36.29, as an optional investment tool available to County departments and other special districts and public authorities. The pool allows districts the ability to take advantage of economies of scale, simplify administration, and achieve a potentially higher yield than other available programs. During 2018, the County's Investment Pool realized an average gross yield of 1.86% percent. The pool distributed \$7.98 million, in net interest earnings, to fund participants for 2018. In accordance with RCW 36.48.070, the County's Finance Committee regularly reviews the Pool's investment practices and policies. The Pool seeks to obtain a market rate of return while preserving and protecting capital. The investment pool pursues its objectives by investing in high quality securities authorized by state statute including U.S. Treasuries, U.S. Agencies, Municipals of the State of Washington, Certificates of Deposit and the State of Washington's Local Government Investment Pool.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Yakima County for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2017. This was the 30th consecutive year that the government has achieved this prestigious award. To be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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


We express our appreciation to those who have devoted their time to the preparation of this report and to the entire staff of the Auditor's Office, but most especially to Karen Hofmann, David Garent, Carolyn Patnode and Rae Jones. A special thank you goes to Susan Remer for her review. We also thank Craig Warner, Forrest Smith, and Stefanie Alvarado from the Financial Services office.

The County would also like to thank Carmen Hayter, Sarah Meyers, Oda Del Rosario, Kimberly Domine, Tina Beck and Teresa Ishizaka from Public Services; Ilene Thomson, Theresa Roche, Megan Martin and Rick Tollackson from the Treasurer's office.

Our appreciation also goes to the County Printing Department--Robin Russell and Lori Bisconer—for their excellence in printing quality and their cooperation in getting the job done.

Further appreciation is extended to Ann Strand from the State Auditor's Office for their guidance in this endeavor. Also, appreciation is extended to the Board of County Commissioners for planning and conducting the County's financial operations in a responsible manner.

Respectfully submitted,



Charles R. Ross
Yakima County Auditor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Yakima County
Washington**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morill

Executive Director/CEO

Yakima County, Washington

List of Elected Officials

COUNTY COMMISSIONERS

District No. 1	Term Ends Dec. 31, 2020	Mike Leita
District No. 2	Term Ends Dec. 31, 2020	Ron Anderson
District No. 3	Term Ends Dec. 31, 2022	Norm Childress

Other County Officials

Terms End Dec. 31, 2022

Assessor	Dave Cook
Auditor	Charles Ross
Clerk	Tracy Slagle
Coroner	James Curtice
Prosecuting Attorney	Joe Brusic
Sheriff	Robert Udell
Treasurer	Ilene Thomson

Judges Of The Superior Court

Terms End Dec. 31, 2020

Department 1	Kevin Naught
Department 2	Michael G. McCarthy
Department 3	Doug Federspiel
Department 4	Blaine G Gibson
Department 5	David A. Elofson
Department 6	Ruth E. Reukauf
Department 7	Gayle Harthcock
Department 8	Richard Bartheld

District Court Judges

Terms End Jan. 10, 2022

Position 1	Kevin M. Roy
Position 2	Brian Sanderson
Position 3	Donald W. Engel
Position 4	Alfred G. Schweppe

Members Of The Legislature

<u>Legislative District</u>	<u>State Senators</u>	<u>State Representatives</u>
13th	Judith Warnick	Tom Dent Alex Ybarra
14th	Curtis King	Chris Cory Gina Mosbrucker
15th	Jim Honeyford	Bruce Chandler / Jeremie Dufault

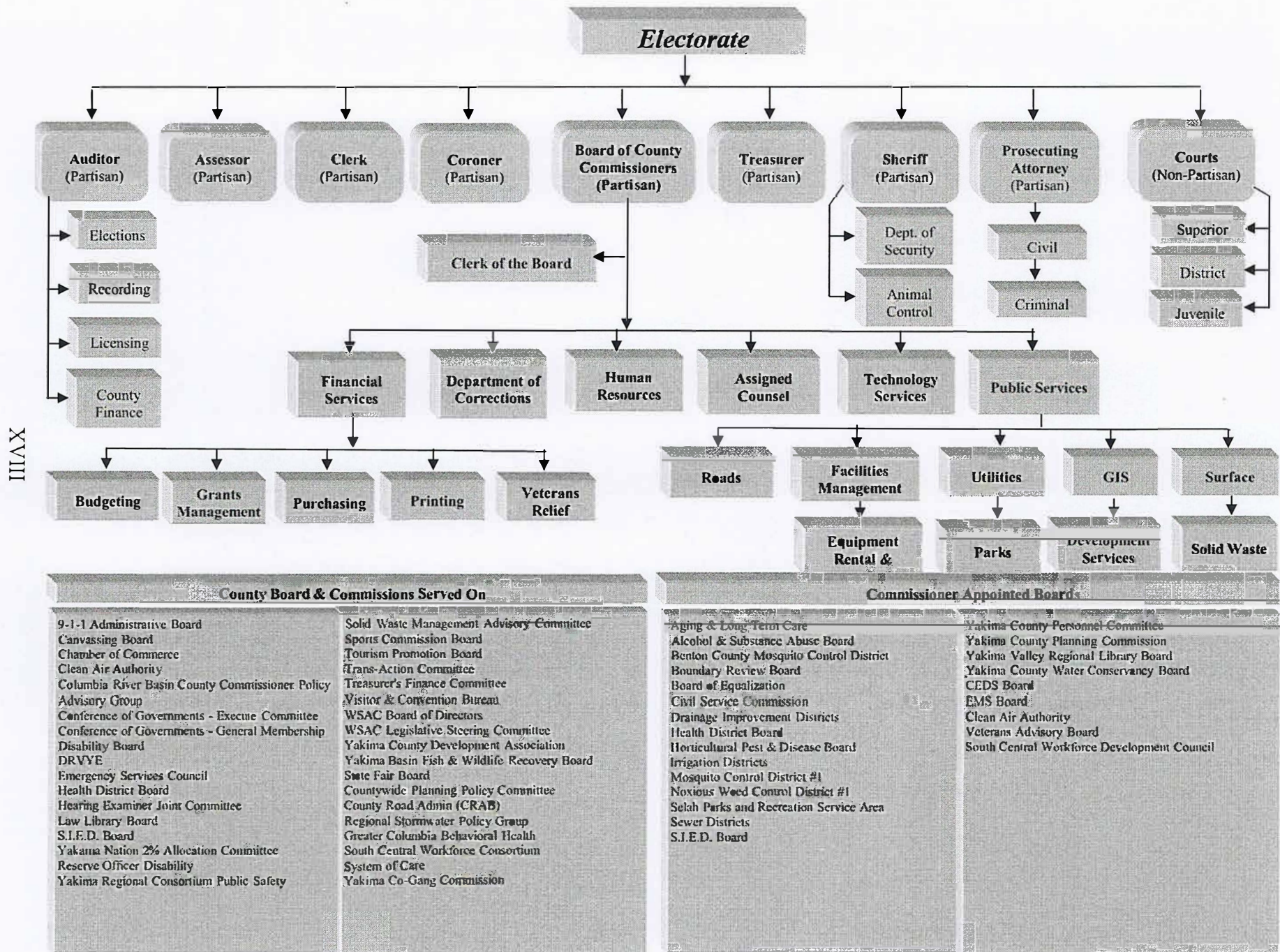
Yakima County, Washington

List of Appointed Officials

Administrative Services
Community Services
Cooperative Extension
Department of Corrections
Facilities Services
Horticulturist
Public Services
Technology Services
Youth Service Center

Jacqui Lindsay
Craig Warner
Frank Hendrix
Ed Campbell
Brian Griff
Mike Bush
Lisa Freund
Gene Pugnetti
Jessica Humphreys

Yakima County Government Organizational Chart



FINANCIAL SECTION



**Office of the Washington State Auditor
Pat McCarthy**

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

June 28, 2019

Board of Commissioners
Yakima County
Yakima, Washington

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Yakima County, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's

preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Yakima County, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Matters of Emphasis

As discussed in Note 5 to the financial statements, in 2018, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

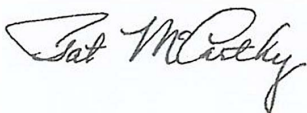
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining financial statements and schedules, and information regarding internal service funds, fiduciary funds and capital assets are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Our audit was conducted for the sole purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The Introductory and Statistical Sections are presented for purposes of additional analysis and are not a required part of the basic financial statements of the County. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we will also issue our report dated June 28, 2019, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report will be issued under separate cover in the County's Single Audit Report. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Sincerely,

A handwritten signature in black ink, appearing to read "Pat McCarthy". The signature is fluid and cursive, with the first name "Pat" and last name "McCarthy" clearly distinguishable.

Pat McCarthy

State Auditor

Olympia, WA

MANAGEMENT'S DISCUSSION AND ANALYSIS

Yakima County's discussion and analysis offers readers of the County's financial statements a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, and in the financial statements and notes to the financial statements (which immediately follow this discussion).

FINANCIAL HIGHLIGHTS

- As of December 31, 2018 ,total assets plus deferred outflows of resources of Yakima County exceeded total liabilities plus deferred inflows of resources by \$347 million dollars. Net investment in capital assets accounts for 93% of this amount, with a value of \$323 million.
- In 2018, the County's total net position declined by 7% or \$27 million, from the prior year. The governmental net position decreased by 8% or \$26 million from the prior year. The business type net position decreased by 2% or \$849 thousand.
- As of December 31, 2018, Yakima County's governmental activities reported combined ending net position of over \$303 million. Of that amount, \$291 million is in net investment in capital assets. Over \$46 million was legally restricted for specific projects or programs, and there is a deficit of \$33.5 million related to Other Post Retirement Benefits as a government obligation.
- Yakima County's business type activities reported a combined ending net position of over \$43 million. Net invested in capital assets increased to \$31.6 million.
- Total Fund balance for the General Fund was \$13 million dollars at December 31, 2018, with \$10.8 million in unassigned and available for government's discretion.
- Deferred inflows of resources increased related to changes in the State retirement earnings and assumptions. Total ending deferred inflows for Pension was \$11 million, taxes was \$4.5 million and judicial court fees was \$3.3 million.
- Yakima County's total long-term debt and liabilities at December 31, 2018 was \$117.6 million, with a remaining capacity for non-voted debt at \$233 million.
- With the start of OPEB implementation, the County joined a single employer health care plan in January 2018 and provides retirees the option to join the health care plan. The additional \$30 million in retiree health care liability was recognized as expense in 2018.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Yakima County's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes supplemental information intended to furnish additional detail to support the basic financial statements themselves.

Government-Wide Financial Statements

There are two government-wide financial statements, which are designed to provide readers with a broad overview of Yakima County's finances in a manner similar to a private-sector business. Both of the government-wide financial statements distinguish functions of Yakima County that are principally supported by taxes and intergovernmental revenues (referred to as "governmental activities") from functions that are intended to recover all or a significant portion of their costs through user fees and charges (referred to as "business-type activities"). The governmental activities of Yakima County include a full range of local government services provided to the public, such as law enforcement and public safety; the superior, juvenile, and district court systems; legal prosecution and indigent defense; jails and corrections; road construction and maintenance; community planning and development; parks and open space preservation; and care and welfare of the disadvantaged and mentally ill. In addition, other general government services are provided, such as elections, property assessment, tax collection, and the issuance of licenses. The

business-type activities of Yakima County include Solid Waste, Public Services Utilities, and Building and Fire Safety.

The statement of net position presents information on all of Yakima County's assets plus deferred outflows of resources, liabilities plus deferred inflows of resources and the difference reported as net position. This statement serves a purpose similar to that of the balance sheet of a private-sector business. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is increasing or decreasing. However, this is just one indicator of financial health of the County. Other indicators include the condition of the County's infrastructure systems (roads, drainage systems, bridges, etc.), changes in property tax base, and general economic conditions within the County.

The statement of activities presents information showing how the Yakima County's net position changed during 2018. 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 for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements can be found on pages 26-27 of this report.

Fund Financial Statements.

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Yakima 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 Yakima County can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds.

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

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

Yakima County maintains over 40 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General fund, the County Road Fund, Supporting Investment in Economic Diversification (SIED) and the Department of Corrections which are considered to be major funds. Data from the remaining governmental funds including the capital projects fund, and the debt service are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The County maintains budgetary controls over its operating funds. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Budgets for governmental funds are established in accordance with state law, and are adopted on a fund level, except for the General Fund, which is adopted on a departmental level. Capital outlays are approved on an item-by-item basis or project basis. A budgetary comparison statement is provided for the General Fund and all special revenue and capital funds to demonstrate compliance with the budget.

Proprietary Funds.

There are two types of proprietary funds. Enterprise Funds are used to report the same functions presented as business-type activities in the statement of activities. The County uses enterprise funds to account for its Solid Waste, Public Services Utilities, and Building and Fire Safety. Internal Service Funds (the second type of proprietary funds) accumulate and allocate costs internally among the County's various functions. The revenues and expenses of the internal service funds that are duplicated in other funds through allocations are eliminated in the government-wide statements with the remaining balances included in the governmental activities column.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Solid Waste, Public Services Utilities, and Building and Fire Safety, which are considered to be major funds of Yakima County. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Yakima County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Yakima County has two types of fiduciary funds: Agency Funds (which are clearing accounts for assets held by Yakima County in its role as custodian until the funds are allocated to the private parties, organizations, or government agencies to which they belong). Investment/Agency Funds account for external pooled and Individual non-pooled investments held by the County Treasurer on behalf of external pool participants in the County's investment program. External participants are generally government entities that do not have their own treasurer. The basic fiduciary fund financial statements can be found following the proprietary fund financial statements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements in this report.

Other Information.

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning Yakima County's progress in funding its obligation to provide pension and OPEB benefits to its employees.

Required supplementary information can be found following the notes.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information on pensions and OPEB.

GOVERNMENT-WIDE FINANCIAL ANALYSIS**Statement of Net Position**

The Statement of Net Position is as a useful indicator of a government's financial position. Yakima County's overall financial position has declined comparing total net position of \$347 million at December 31, 2018, compared to \$375 million in 2017.

Yakima County's Net Position

amounts presented in 1,000's

	Governmental Activities		Business-type Activities		Total	
	2017	2018	2017	2018	2017	2018
Current and Other Assets	\$ 109,048	\$ 109,910	\$ 28,163	\$ 30,990	\$ 137,211	\$ 140,900
Capital Assets and Construction in Progress (Net of Depreciation)	310,258	318,745	35,559	35,323	345,817	354,068
Total Assets	\$ 419,306	\$ 428,655	\$ 63,722	\$ 66,312	\$ 483,028	\$ 494,968
Total Deferred Outflows of Resources	4,949	4,403	233	372	5,182	4,775
Total Assets and Deferred Outflows of Resources	\$ 424,255	\$ 433,058	\$ 63,955	\$ 66,684	\$ 488,210	\$ 499,742
Long-Term Liabilities	\$ 67,634	\$ 96,777	\$ 17,451	\$ 20,257	\$ 85,085	\$ 117,034
Other Liabilities	16,603	14,208	1,570	1,826	18,173	16,034
Total Liabilities	\$ 84,237	\$ 110,985	\$ 19,021	\$ 22,083	\$ 103,258	\$ 133,068
Total Deferred Inflow of Resources	\$ 9,259	18,197	316	831	\$ 9,575	\$ 19,028
Total Liabilities and Deferred Inflow of	\$ 93,496	\$ 129,182	\$ 19,337	\$ 22,914	\$ 112,833	\$ 152,095
Net Position:						
Net Investment in Capital Assets	\$ 280,408	\$ 291,408	\$ 31,465	\$ 31,609	\$ 311,873	\$ 323,017
Restricted For:						
Debt Service	1,252	1,398	-	-	1,252	1,398
Security of Persons	6,330	3,173	-	-	6,330	3,173
Transportation	5,011	4,491	-	-	5,011	4,491
Economic Development	19,071	27,654	-	-	19,071	27,654
Health and Human Services	2,721	2,613	-	-	2,721	2,613
Judicial & Special Revenue	8,774	6,693	-	-	8,774	6,693
Unrestricted	7,193	(33,553)	13,154	12,161	20,347	(21,393)
Total Net Position	\$ 330,759	\$ 303,876	\$ 44,619	\$ 43,770	\$ 375,378	\$ 347,646

Of the \$140 million in current and other assets (compared to \$137 million at December 31, 2017), \$107 million is in cash/cash equivalents and investments (an increase from \$103 million in 2017), \$27 million is in accounts and notes receivable (down from the \$29 million in 2017). Related to a change in amounts due from other governments. At December 31, 2018, cash/cash equivalents and investments accounted for 24% (21% in 2017) of total assets.

At December 31, 2018, the County had outstanding liabilities of \$133 million (an increase from \$103 million in 2017), with over \$117 million in long term liabilities (an increase from \$85 million in 2017). The increases are attributed to \$4.5 million of debt service payments and \$31 million in increases for pension and OPEB liabilities. Of the long-term liabilities, \$5 million is due within a year with the remainder due over the life of the debt. Refer to the notes to the financial statements (Note IV) for a more detailed discussion of long term debt.

At December 31, 2018, \$16 million in other liabilities included over \$14.8 million in accounts and contracts payable (a slight decrease from \$18 million in 2017).

The largest portion of the County's net position (93%) reflects its investment in capital less any outstanding related debt used to acquire those assets. The County's capital assets are used to provide services to citizens. Consequently, investments in capital are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

12% of the County's net position is subject to external restrictions on how it may be used (restricted by the Revised Code of the State of Washington and contractual agreements with parties outside of the primary government). The remaining deficit balance of over \$21 million (unrestricted net position) represents the amount that may be used to meet the County's ongoing obligations and the implementation of OPEB benefits.

Statement of Activities

The County's total net position in 2018 decreased by \$27million detailed as a decrease by \$26 million in governmental activities and a decrease of \$849 thousand in business-type activities of accounted for the change in net position. The County had a large increase, \$30 million to the OPEB liabilities with the implementation of GASB 75 and the County's change to in health care plans in January 2018 to the Public Employees Benefit Board (PEBB). Key elements in changes in net position are shown in the following table.

Yakima County Statement of Activities

amounts presented in 1,000's	Governmental		Business-Type		Total	
	Activities		Activities		Primary Government	
	2017	2018	2017	2018	2017	2018
Revenues:						
Program Revenues						
Charges for Services	\$ 24,575	\$ 27,262	\$14,819	\$14,997	\$ 39,394	\$ 42,259
Operating Grants and Contributions	18,135	25,562	105	711	18,240	26,273
Capital Grants and Contributions	168	251	46	-	214	251
General Revenues:						
Taxes	69,195	71,440	-	-	69,195	71,440
Grants/Contributions Not Restricted	2,256	438	-	-	2,256	438
Interest Earnings on Investments	2,814	3,491	281	503	3,095	3,993
Gain/(Loss) on Sale of Assets	1,691	-	-	-	1,691	-
Total Revenues	\$118,834	\$128,444	\$15,250	\$16,211	\$134,085	\$ 144,654
Program Expenses:						
General Government	\$ 22,142	\$ 32,453	\$ -	\$ -	\$ 22,142	\$ 32,453
Judicial	10,090	15,144	-	-	10,090	15,144
Public Safety	48,257	60,197	-	-	48,257	60,197
Physical Environment	3,309	3,014	-	-	3,309	3,014
Transportation	29,023	24,539	-	-	29,023	24,539
Economic Environment	3,830	5,076	-	-	3,830	5,076
Health and Human Services	499	1,039	-	-	499	1,039
Culture and Recreation	1,581	1,524	-	-	1,581	1,524
Solid Waste	-	-	7,888	9,914	7,888	9,914
Public Services Utilities	-	-	1,464	3,143	1,464	3,143
Building and Fire Safety	-	-	1,614	4,147	1,614	4,147
Interest on Long-Term Debt	1,175	878	-	127	1,175	1,002
Total Expenses Before Transfers	\$119,906	\$143,865	\$10,966	\$17,331	\$130,872	\$ 161,193
Excess (Deficiency) of Revenues Over (Under)						
Expenses	(1,072)	(15,421)	4,284	(1,120)	3,212	(16,541)
Transfers	(50)	(271)	50	271	-	-
Change in Net Position	(1,122)	(15,692)	4,334	(849)	3,212	(16,541)
Net Position as of January 1	331,881	330,759	40,285	44,619	372,166	375,378
Changes in Accounting Principles-GASB 75		(11,191)		0	0	(11,191)
Net Position as of December 31	\$330,759	\$303,876	\$44,619	\$43,770	\$375,378	\$ 347,646

Total revenues for Yakima County were \$144 million in 2018, an increase from \$134 million in 2017 of total revenues. Governmental activities provided over \$128 million (89%), while business-type activities added \$16 million (11%).

Within governmental activities, tax revenue increased by \$2.2 million and accounted for over 54% of total revenue sources (52% in 2017). The citizens of Yakima County voted to increase their sales tax rate by 3/10ths of one percent for criminal justice support which generated over \$7 million in 2018, (detailed in the Criminal Justice Sales Tax fund on page 111). Total sales tax revenues increased \$1.8 million from 2017, reflecting a change in consumer spending. Property tax increased by \$763 thousand from 2017 as new construction was added to the tax rolls. Charges for services increased by \$1.6 million from 2017 and accounted for 20% of governmental revenues.

Of the \$16.2 million in business-type program revenues and interest earnings over 96% was provided by charges for services with the remaining amount provided by grants, contributions, and interest income. Charges for Services increased by \$177 thousand, with the largest increase in fees at Solid Waste. Total expenses for the County were over \$161million, an increase from 2017 of \$130 million.

Expenses for Governmental Activities in 2018 increased by \$23 million, which includes an increase in public safety of \$11.9 million that is related to salary increases for employees and increased costs to handle prisoners and expensing the health care benefits for retirees. Judicial Expense had an increase of \$5 million from 2017, related to reduce trial activity and expensing the health care benefits for retirees. Health and Human Services had an increase of \$540 thousand, as grants decreased or the services transitioned to other governments. General Government expenses increased by \$10 million as departments increased salaries and expensed the health care benefits for retirees. Transportation decreased by \$4.4 million as the County had completed bridge development and flood mitigations in 2017. Economic environment increased by \$1.2 million as the County spent money on community development programs and expensed the health care benefits for retirees.

Expenses for business-type activities increased by \$6.3 million in 2018. The County added a new fund under Utilities, Water Resources to control and monitor water usage in the Yakima Valley. Water Utilities increased by \$1.6 million in expenses. Yakima County Solid Waste has continued projects and compliance requirements for the landfill in 2018 there was an increase in expense of \$2 million in 2018. Building Fire and Safety had a net increase of \$2.5 million in salaries & wages for enforcement and inspection activities. The County is enforcing the marijuana zoning and business laws within the County boundaries. Governmental activities accounted for over \$143 million (89%) of expenses with the largest program expenses in the areas of public safety, transportation, general government, and judicial. These four programs accounted for 89% of total governmental expenses. Of the \$17 million in business-type expenses, 60% are associated with the solid waste program. Following is a graph, which illustrates by program where funds were spent in 2018.

amounts
presented in
1,000's

Program Expenses - Governmental-Wide



	Expense	% of Total
Public Safety	\$60,197	37.3%
Transportation	\$24,539	15.2%
General Government	\$32,453	20.1%
Solid Waste	\$9,914	6.2%
Judicial	\$15,144	9.4%
Economic Environment	\$5,076	3.1%
Health and Human Services	\$1,039	0.6%
Physical Environment	\$3,014	1.9%
Building & Fire Safety	\$4,147	2.6%
Public Service Utilities	\$3,143	1.9%
Debt	\$1,002	0.6%
Culture & Recreation	\$1,524	0.9%
Total	\$161,193	

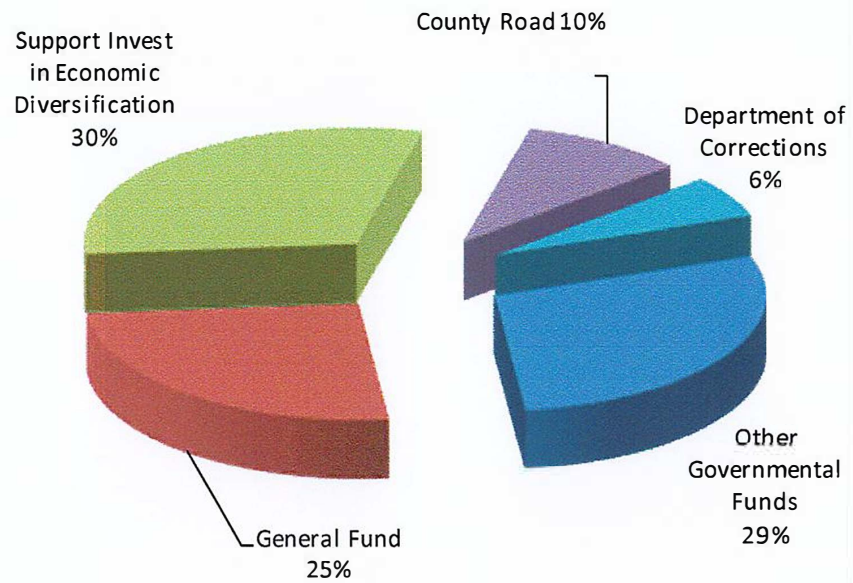
FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, Yakima County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Following is the financial analysis of the County's governmental and proprietary funds.

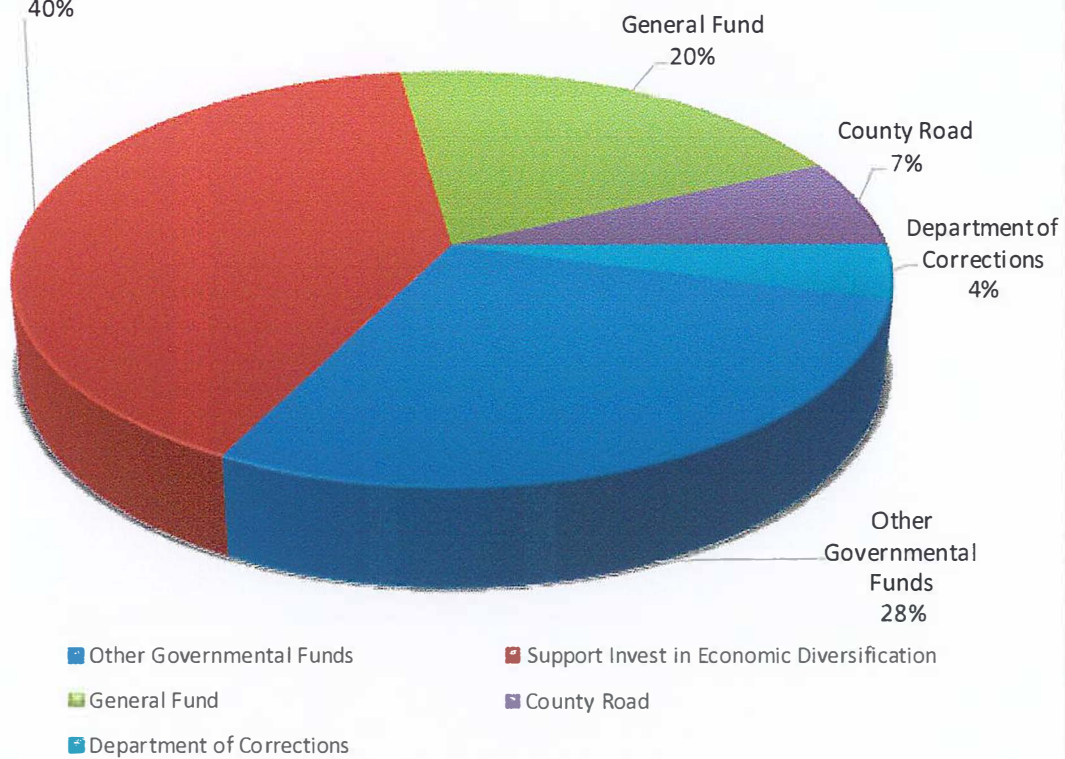
Governmental Funds Balance Sheet Analysis

The General Fund, County Road, Support Invest in Economic Diversification, and Department of Corrections are the County's major funds in 2018. Together these funds account for 71% of total governmental fund assets and fund balance.

Total Assets - Governmental Funds



Fund Balance - Governmental Funds



The focus of Yakima County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance serves as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2018, the County's governmental funds reported combined fund balances of over \$64 million. Of this total amount, \$44 million is restricted by the State Legislature through the rules and laws regarding expenditures and uses. \$2.9 million is committed by County resolutions signed by the Board of Commissioners, \$5.9 million is assigned to the funds by budget, contract or other commitments.

The **General Fund** is the chief operating fund of Yakima County. On December 31, 2018, unassigned fund balance of the General Fund was over \$10 million (an increase from \$9 in 2017), while total fund balance reached over \$13 million. The General Fund balance includes park operations.

The actual fund balance in the General fund exceeded budgeted expectations with an increase in total fund balance by \$4.2 million, general fund departments underspent the budget by \$2.5 million. Total assets in the General Fund amounted to \$22 million. General Fund represents 20% of total governmental fund balance.

County Roads Fund, a special revenue fund, is used to account for the maintenance and operations of the public roads and bridges of the County. At the end of the current fiscal year, total fund balance was \$4.4 million, a decrease from \$4.8 million in 2017. The County is anticipating transportation projects and bridge replacements in 2019. County Road represents 7% of total governmental fund balance.

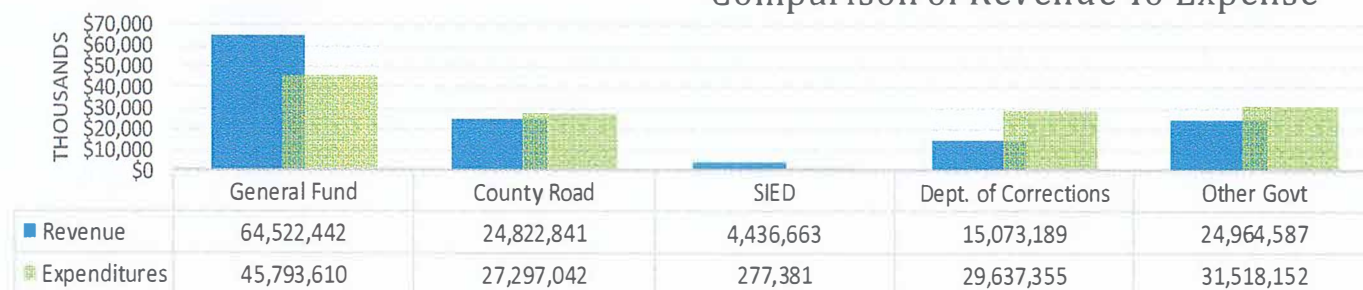
Support Investment in Economic Diversification, a special revenue fund, assists local government infrastructure development and promotes ongoing operation and expansion of businesses. The funding is from a law that created a sales tax levy for distressed rural counties. The fund represents 40% of the total governmental fund balance a decrease from 36% in 2017.

Department of Corrections, a special revenue fund, receives the majority of its funding from other governmental jurisdictions and the general fund to house pretrial and convicted persons. Revenue is dictated by the number of beds available and the number of contract beds used. The County has increased the bed rentals to other cities and the federal government over the last 6 years, to a measured 89% of capacity of the facilities. The County used County Road Levy receipts for the 2018 bond payments on the jail. The Fund balance represents 4% of the total governmental fund balance a decrease from 6% in 2017.

Governmental Funds Revenue/Expenditure Analysis

The following chart shows the revenue and expenditure amounts for the seven major governmental funds and for all other governmental funds.

Comparison of Revenue To Expense



The revenue indicators in the chart do not include one-time only financing sources, such as proceeds from new debt or the sale of assets. The General Fund and the County Road fund account for 66% of all governmental fund revenue and over 54% of all expenditures.

The **General Fund** had a revenue increase of \$3.2 million over 2017 revenue. The changes are increase of \$1 million is sales and use tax, an increase in intergovernmental grants for \$736, an increase to fines and forfeits of \$215 thousand and an increase to interest earnings of \$410 thousand.

Major increases to expenditures by department and function in the General Fund:

Expenditures			
Department and Function	2017	2018	Increase
Attorney General Govt	6,376,021	6,828,871	452,850
Sheriff Public Safety	9,456,916	9,853,908	396,992
Consolidated Juvenile Services Public Safety	1,364,468	1,677,505	313,037
Coroner Public Safety	409,011	698,564	289,553
Assigned Counsel General Govt	3,232,940	3,479,346	246,406
Elections General Govt	1,035,723	1,251,909	216,186

The major increases to expenditures were related to salary and benefit changes that occurred in April 2018. Operating Revenues for the **County Road** were down by \$3.2 million from 2017. Property tax receipts were up by \$258 thousand and Intergovernmental revenues were down by \$3.9 million from 2017 for shared transportation projects. County Road has less matching funds available for projects with the 2018 levy shift to the Department of Corrections for bond payments. Expenditures in County Road decreased by \$3.6 million as less capital road projects were completed in 2018. \$891 thousand in debt service payments were completed in 2018 for government bonds.

The **SIED** fund receives over \$3.9 million (89%) of its funding from an allocation from the State of Washington sales tax. The sales tax to the fund was up by \$285 thousand from 2017. The County Commissioners approved a SIED contract for the East West Corridor Improvements, to improve traffic flow. The fund also supported Yakima County Development Association, which expands, retains and recruits new industry to Yakima County. Total Expenditures were down by \$538 thousand from 2017. As less project applications were accepted for the program.

The **Department of Corrections** fund earned \$1 million more in revenue than 2017. Charges for Services and Other revenues were up by \$645 thousand from 2017 because of continued bed rentals. Expenditures increased by \$3 million for increased medical and specialty services for inmates.

Enterprise Funds Net Position Analysis

All of the enterprise funds of Yakima County, including: Solid Waste, Public Services Utilities, and Building and Fire Safety, are considered major funds for 2018. The following table reflects the Proprietary Funds Statement of Net Position as of December 31, 2018.

YAKIMA COUNTY, WASHINGTON
Enterprise Funds Net Position

amounts presented in 1,000's

	Solid Waste		Public Services Utilities		Building and Fire Safety		Total	
	2017	2018	2017	2018	2017	2018	2017	2018
ASSETS								
<u>Current Assets</u>								
Cash/Investments	\$ 21,493	\$ 24,179	\$ 3,110	\$ 3,201	\$ 2,226	\$ 2,452	\$ 26,828	\$ 29,831
Other Current Assets	1,015	721	250	244	69	193	1,335	1,159
Total Current Assets	22,508	24,900	3,360	3,445	2,295	2,645	28,163	30,990
<u>Noncurrent Assets</u>								
Construction in Progress	\$ 2,322	\$ 665	\$ 151	\$ 715	\$ -	\$ -	\$ 2,472	\$ 1,380
Capital Assets	32,130	33,648	18,309	18,769	38	38	50,477	52,455
Less Accumulated Depreciation	(9,863)	(10,614)	(7,500)	(7,869)	(27)	(29)	(17,390)	(18,512)
Total Noncurrent Assets	24,589	23,699	10,960	11,615	11	9	35,559	35,323
Total Assets	\$ 47,097	\$ 48,598	\$ 14,320	\$ 15,060	\$ 2,306	\$ 2,654	\$ 63,722	\$ 66,312
<u>Deferred Outflows of Resources</u>								
Deferred Outflows of Resources- Pension	158	96	22	108	53	152	233	356
Deferred Outflows of Resources- OPEB		4		5		7	-	16
Total Deferred Outflows of Resources	\$ 158	\$ 100	\$ 22	\$ 113	\$ 53	\$ 159	\$ 233	\$ 372
Total Assets and Deferred Outflows of Resources	\$ 47,255	\$ 48,698	\$ 14,342	\$ 15,173	\$ 2,359	\$ 2,813	\$ 63,955	\$ 66,684
LIABILITIES AND FUND EQUITY								
<u>Current Liabilities</u>								
Accounts Payable and Other Current	\$ 1,073	\$ 986	\$ 293	\$ 601	\$ 204	\$ 239	\$ 1,570	\$ 1,826
Total Current Liabilities	1,073	986	293	601	204	239	1,570	1,826
<u>Noncurrent Liabilities</u>								
Notes and Loans Payable	1,635	1,245	1,979	1,866	-	-	3,614	3,111
Other Noncurrent Liabilities	13,248	13,742	183	1,415	406	1,989	13,837	17,146
Total Noncurrent Liabilities	14,883	14,987	2,162	3,281	406	1,989	17,451	20,257
Total Liabilities	\$ 15,956	\$ 15,973	\$ 2,455	\$ 3,882	\$ 610	\$ 2,228	\$ 19,021	\$ 22,083
<u>Deferred Inflows of Resources</u>								
Deferred Inflows of Resources- Pensions	\$ 214	\$ 224	\$ 30	\$ 252	\$ 72	\$ 355	\$ 316	\$ 831
Total Deferred Inflows of Resources	\$ 214	\$ 224	\$ 30	\$ 252	\$ 72	\$ 355	\$ 316	\$ 831
Total Liabilities and Deferred Inflows of Resources	\$ 16,170	\$ 16,197	\$ 2,485	\$ 4,134	\$ 682	\$ 2,583	\$ 19,337	\$ 22,914
<u>Net Position</u>								
Net Investment in Capital Assets	22,575	22,063	8,879	9,538	11	8	31,465	31,609
Unrestricted	8,510	10,439	2,977	1,500	1,666	222	13,154	12,161
Total Net Position	\$ 31,085	\$ 32,502	\$ 11,856	\$ 11,038	\$ 1,677	\$ 230	\$ 44,619	\$ 43,770

The **Solid Waste Fund** holds 71% of net position for all enterprise funds at December 31, 2018. The activities of this fund involve maintenance and operation of the Terrace Heights and Cheyne landfills along with other programs and services relating to hazardous waste, recycling, waste diversion programs and educational efforts.

As of December 31, 2018, the County's enterprise funds reported combined net position of over \$43 million, a decrease of \$849 thousand from 2017. Of the \$43 million, \$31 million (69%) of net position is accounted for as net investment in capital assets. The remaining \$12 million is available in accordance with the needs of the programs.

Enterprise Funds Revenue/Expense Analysis

Revenues from the Solid Waste fund contributed 70% of the total revenues for enterprise funds of \$16.2 million in 2018. Total revenues were up from \$15.2 million in 2017. Of the \$17 million total expenses for 2018, an increase to OPEB expense, employee wages and benefits was \$4.7 million from 2017. Landfill post closure expenses were increased from 2017 by \$126 thousand. The following is a table, which gives condensed look at revenues, expenses, and net change in fund balance for the enterprise fund.

YAKIMA COUNTY, WASHINGTON Enterprise Funds Revenue and Expenses

amounts presented in 1,000's

	Solid Waste		Public Services Utilities		Building & Fire Safety		Total	
<u>Revenues</u>	2017	2018	2017	2018	2017	2018	2017	2018
Charges for Services	\$ 10,527	\$ 10,778	\$ 1,730	\$ 1,830	\$ 2,562	\$ 2,389	\$ 14,819	\$ 14,997
Intergovernmental		211	50	450	54	50	104	711
Interest Revenue	230	404	31	59	19	40	280	503
Total Operating Revenues	\$ 10,757	\$ 11,393	\$ 1,811	\$ 2,339	\$ 2,635	\$ 2,479	\$ 15,203	\$ 16,211
<u>Expenses</u>								
Personal Services	\$ 2,534	\$ 3,412	\$ 622	\$ 2,036	\$ 1,080	\$ 3,498	\$ 4,236	\$ 8,946
Contractual services	3,797	4,981	522	654	505	598	4,824	6,233
Other Supplies and Expenses	193	366	77	84	28	48	298	498
Depreciation	1,094	836	240	369	2	3	1,336	1,208
Landfill Closure Postclosure	193	319	-	-	-	-	193	319
Interest Expense	76	62	3	65	-	-	79	127
Total Expenses	\$ 7,887	\$ 9,976	\$ 1,464	\$ 3,208	\$ 1,615	\$ 4,147	\$ 10,966	\$ 17,331
Income (Loss) before Transfers	2,870	1,417	347	(869)	1,020	(1,668)	4,237	(1,120)
Capital Contributions	-	-	46		-		46	-
Interfund Transfers	-	-	50	50	-	221	50	271
Change in Net Position	2,870	1,417	443	(819)	1,020	(1,447)	4,333	(849)
Total Net Position- Beginning	28,215	31,085	11,413	11,856	657	1,677	40,285	44,619
Total Net Position - Ending	\$ 31,085	\$ 32,502	\$ 11,856	\$ 11,038	\$ 1,677	\$ 230	\$ 44,619	\$ 43,770

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund Changes in Budget

The following table shows the changes between the original and the final General Fund budget as of December 31, 2018.

Yakima County, Washington General Fund Changes in Budget As of December 31, 2018

	Original Budget	Final Budget	Changes Positive (Negative)
<u>Revenues</u>			
Taxes	\$ 41,238,500	\$ 41,238,500	\$ -
Licenses and Permits	455,000	455,000	-
Intergovernmental	7,978,931	8,453,936	475,005
Charges For Services	8,287,201	8,379,866	92,665
Fines and Forfeits	2,257,670	2,257,670	-
Miscellaneous Revenues	1,995,502	2,042,870	47,368
Total Revenues	<u>\$ 62,212,804</u>	<u>\$ 62,827,842</u>	<u>\$ 615,038</u>
<u>Expenditures</u>			
General Governmental Services	\$ 19,988,013	\$ 19,968,002	20,011
Judicial	8,733,933	9,075,323	(341,390)
Public Safety	15,761,115	16,373,672	(612,557)
Physical Environment	218,373	218,373	-
Economic Environment	2,092,600	2,092,600	-
Health and Human Services	150,000	150,000	-
Culture and Recreation	451,341	452,841	(1,500)
Capital Outlay	11,400	11,400	-
Total Expenditures	<u>\$ 47,406,775</u>	<u>\$ 48,342,211</u>	<u>\$ (935,436)</u>
Excess (Deficit) Revenues Over Expenditures	<u>14,806,030</u>	<u>14,485,632</u>	<u>(320,398)</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	201,488	276,710	75,222
Operating Transfers Out	(16,705,562)	(17,637,722)	(932,160)
Total Other Financing Sources (Uses)	<u>\$ (16,504,074)</u>	<u>\$ (17,361,012)</u>	<u>\$ (856,938)</u>
Excess (Deficit) Resources Over Uses	<u>(1,698,045)</u>	<u>(2,875,381)</u>	<u>(1,177,336)</u>
Fund Balance, January 1	<u>10,437,339</u>	<u>10,024,475</u>	<u>(412,864)</u>
Fund Balance, December 31	<u>\$ 8,739,295</u>	<u>\$ 7,149,095</u>	<u>\$ (1,590,200)</u>

Budgeted expenditure increases outpaced revenue increases by \$320 thousand. Budgeted revenues increased by less than 1% (at \$615,038) from the original budget while budgeted expenditures increased by 1% (\$935,436).

The change in the revenue budget was an increase to intergovernmental and charges for services. The final General Fund budget showed an increase in expenditures of \$935 thousand which impacted General Government Services, Judicial and Public Safety. Significant increases in budgeted expenditures include:

Notable Changes to Department Budgets	Original Budget	Final Budget	Budget Difference	Actual	Underspent Difference
Department					
Consolidated Juvenile Services	\$ 1,427,520	\$ 1,907,468	\$ 479,948	\$ 1,677,505	\$ 229,963
Sheriff	9,765,472	9,898,081	132,609	9,853,908	44,173
Superior Courts	3,083,316	3,203,326	120,010	2,735,979	467,347
District Court	2,995,484	3,066,864	71,380	2,832,920	233,944
Assigned Counsel	3,615,478	3,626,577	11,099	3,479,346	147,231
Attorney	7,011,672	6,941,652	(70,020)	6,828,871	112,781

Total General Fund budgeted revenues of \$62.8 million were reasonably projected to actual total revenues received of \$64 million. Intergovernmental revenues were more than \$355 thousand than budgeted, charges for services were also higher than expected by \$301 thousand. Fines and Forfeits from the court systems were higher expected by \$314 thousand.

Yakima County, Washington
General Fund Changes - Budget vs Actual
As of December 31, 2018

	Final Budget	Actual	Changes Positive (Negative)
<u>Revenues</u>			
Taxes	\$ 41,238,500	\$ 41,704,541	\$ 466,041
Licenses and Permits	455,000	430,642	(24,358)
Intergovernmental	8,453,936	8,809,117	355,181
Charges For Services	8,379,866	8,681,754	301,888
Fines and Forfeits	2,257,670	2,571,960	314,290
Miscellaneous Revenues	2,042,870	2,324,428	281,558
Total Revenues	\$ 62,827,842	\$ 64,522,442	\$ 1,694,600
<u>Expenditures</u>			
General Governmental Services	\$ 19,968,002	\$ 19,123,817	\$ 844,185
Judicial	9,075,323	8,156,328	918,995
Public Safety	16,373,672	15,966,855	406,817
Physical Environment	218,373	141,688	76,685
Economic Environment	2,092,600	1,790,284	302,316
Health and Human Services	150,000	150,000	-
Culture and Recreation	452,841	418,691	34,150
Capital Outlay	11,400	45,947	(34,547)
Total Expenditures	\$ 48,342,211	\$ 45,793,610	\$ 2,548,601
Excess (Deficit) Revenues Over Expenditures	14,485,632	18,728,832	4,243,201
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	276,710	286,098	9,388
Operating Transfers Out	(17,637,722)	(17,624,203)	13,519
Total Other Financing Sources (Uses)	(17,361,012)	(17,338,105)	22,907
Excess (Deficit) Resources Over Uses	(2,875,381)	1,390,727	4,266,108
Fund Balance, January 1	10,024,475	11,691,768	1,667,293
Fund Balance, December 31	\$ 7,149,095	\$ 13,082,495	\$ 5,933,401

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Yakima County's total investment in capital assets, including construction in progress, for its governmental and business type activities as of December 31, 2018, amounts to over \$494 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, system improvements, machinery and equipment, park facilities, infrastructure, and construction in progress on buildings and systems. Major capital asset events during the current fiscal year included the following:

- Flood and Storm water projects were completed totaling \$2.4 million.
- Transportation improvements totaled over \$8.3 million.
- Improvements and renovations to the Fairgrounds of \$1.8 million
- Improvements to Department of Corrections facilities were over \$4.8 million

Additional information on Yakima County's capital assets can be found in notes to the Financial Statements under Capital Assets Note I.

Long-Term Debt

At December 31, 2018, Yakima County had a total long-term debt of \$117.6 million. General Obligation debt at the end of 2018 was \$ 25.1 million, down from \$28.8 million in 2017. Special Assessment Bonds were \$0 as final payments were made. Special assessment debt for which the government is liable for in the event of default by the property owner's subject to the assessment.

Other Long-Term Debt included Advances Due to Other Governments totaled \$3.7 million with a net decrease in governmental funds of \$908 thousand and \$3 thousand in business type.

Compensated Absences (the commitment to pay for sick and paid time off) increased by \$94 thousand. Pension obligations under the State of Washington resulted in a calculated decrease of \$9.8 million for the fourth year implementation of GASB 68.

In January 1, 2018 the County changed to a single employer health care plan for the majority of covered employees and retirees. The new plan under the State of Washington Public Employees Benefit plan initialized the OPEB benefits at \$30 million. Additionally the implementation of GASB 75 resulted in a restatement of the single employer benefit plan for retired LEOFF employees from \$6 million for retired LEOFF workers to an increased by \$11 million to \$17.6 million.

Additional information on Yakima County's long term debt can be found in notes to the Financial Statements under Debt Note IV.

ECONOMIC OUTLOOK

Economic factors have a direct impact on County revenues and the demand for services. During 2018, the County's financial condition continued to recover from the "Great Recession" of 2007/2008. The County has made progress in this recovery, many activities are near or above peak levels reached prior to the recession.

According to the Yakima County Economic Profile published by the Yakima County Development Association's New Vision office, Yakima is the second largest county in Washington State at 2.75 million acres. Three entities own 63.4 percent of this total:

- The Yakama Nation (1,074,174 acres)
- The US Forest Service (503,726 acres)
- The Yakima Training Center (165,787 acres)

Yakima County was separated from Kittitas County in 1883. Yakima County's development was shaped largely by the Northern Pacific Railroad and the Yakima River. Most of the county's population is concentrated along this river, largely because irrigation was critical to the success of the communities and the farmers who settled in this area.

The County's main revenue sources include taxes, charges for service and intergovernmental (grant) revenues. Property taxes make-up 33.0% of total 2018 County revenues (excluding transfers, gain on sale of assets and special items). Even though property taxes tend to be stable, State and voter approved limitations to property taxes have kept the property tax increases to 1% each year, plus any new construction.

Sales and use tax revenues are another significant revenue source for the County (19% of total revenues). Retail sales in Yakima County, which are heavily impacted by construction activity and consumer spending which increased by 4.2% in 2018 following an increase of 6.8% in 2017.

Forestry and livestock, dairies and the growing, storage and shipping/processing of deciduous tree fruits (cherry, pears, apples, etc.), are bedrocks of Yakima County's economy. In terms of jobs provided, agriculture is certainly the "big kid on the block" in Yakima County. The two other local industries in second and third place in terms of employment are health services and local government. Specifically, on an average annual basis in 2017, agricultural employers provided 30,227 jobs, or 26.6 percent of total covered employment countywide. Health services provided 15,922 jobs, or 14.0 percent; and local government averaged 13,859 jobs, or 12.2 percent of total employment. Hence, these three industries/sectors, accounted for over half (specifically 52.8 percent) of total covered employment (113,540 jobs) in the County in 2017.

Yakima County generally has a "slower than the state" trend in nonfarm job growth. However, during the second and third calendar quarters of 2018, there are encouraging economic indicators for the local economy. For example:

- Yakima County's average annual not seasonally adjusted unemployment rate for 2018 was 7.1 percent, the lowest average annual rate in Yakima County since electronic records for these data were implemented in 1990.
- Construction activity and job growth is strong. In fact, year over year, Yakima County's construction industry has either stabilized or added jobs for the past 18 months (May 2017 through October 2018).
- Taxable retail sales reached an all-time high (over \$4.1 billion) in Yakima County during 2018, as noted on the Washington State Department of Revenue website. Reflecting a

Official, long-term (i.e. ten-year) industry employment projections produced by the Employment Security Department are for a 1.2 percent average annual nonfarm growth rate from 2016-2026 for the four-county South Central Workforce Development Area or WDA (i.e., Kittitas, Klickitat, Skamania and Yakima) and for a 1.6 percent growth rate for Washington state.

Sales prices of homes in Yakima County were significantly higher in 2018 than they were in 2017. The average selling price of a home on January 1, 2017 was \$194,000. Only 18 months later, on July 1, 2018 the average selling price of a single-family residence was \$234,000, an approximate 20% increase in an 18-month period. Whether it is an aspect of the overall economy, or whether people are simply attracted to this area, sales prices on all types of property have increased dramatically.

New construction in Yakima County is finally rebounding from the Great Recession, doubling in total value from two years ago. In 2018 year, new construction countywide totals more than \$315 million, compared with \$156 million in 2016, according to the county assessor's office. More construction also means more jobs, a broader property tax base and an increase in sales tax revenue to help fund governments.

Multimillion-dollar school construction projects are expected to help steady the increases over the next couple of years. New construction of East Valley High School that began in 2018 will continue into 2020. That project alone is expected to generate about \$415,000 in sales tax revenue by the time it's complete.

The State of Washington changed its school funding approach on property tax assessments increased from \$1.89 per \$1,000 of property value to \$2.70 per \$1,000 of value. Additionally in 2019, the state school levy fund assessment rolls back to \$2.40 per \$1,000 of value, and there is a \$1.50 cap on local school levy assessments.

In 2018 the Yakima County Department of Property Assessment appraised and set values on approximately 108,000 real and personal properties. The total value of assessments subject to property tax distribution was \$19,007,816,058, over \$1.74 billion than 2017.

Even though property values have increased, property owners will see 2 to 3 percent decreases in the overall amount of property taxes they pay when the caps take effect.

Requests for Information:

This financial report is designed to provide a general overview of Yakima 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 addressed to the Auditor's Office, Yakima County, 128 N 2nd Street Room 117, Yakima, WA 98901.

BASIC FINANCIAL STATEMENTS

Basic Financial Statements

The basic financial statements and note disclosure comprise the minimum acceptable fair presentation in conformity with Generally Accepted Accounting Principles (GAAP). Basic financial statements are designed to be “liftable” from the Financial Section of the Comprehensive Annual Financial Report (CAFR) for widespread distribution to users requiring less detailed information than is contained to the full CAFR. Basic Financial Statements include:

Government-wide Financial Statements

- (1) **Government-wide Statement of Net Position** – present information on all County governmental and business-type assets and liabilities, with the difference reported as net position.
- (2) **Government –wide Statement of Activities** – presents information on all County governmental and business-type revenues and expenses, with the difference reported as change in net position.

Fund Financial Statements

- (3) **Balance Sheet – Governmental Funds** – presents the balance sheets for major funds and aggregated amounts for all other governmental funds.
- (4) **Reconciliation of the Balance Sheet to the Government-wide Statement of Net Position**
- (5) **Statement of Revenues, Expenditures, and Changes in Fund Balances- Governmental Funds** – presents information for each major fund and aggregated information for all other governmental funds.
- (6) **Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-wide Statement of Activities**
- (7) **Statement of Net Position – Proprietary Funds** – presents information on all assets and liabilities, with the difference reported as change in net position for the major enterprise fund and aggregated amounts for all other enterprise funds, as well as a separate column of information for internal service funds.
- (8) **Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds** – present information for each major fund and aggregated information for all other governmental funds. Major and non-major enterprise funds and internal service funds.
- (9) **Statement of Cash Flows-** presents information on the sources and uses of cash for the major fund and aggregated information for all other enterprise funds and for internal service funds.

- (10) **Statement of Fiduciary Net Position** – presents information on investment trust fund, the private-purpose trust fund, and agency fund assets and liabilities, with the difference reported as net position.
- (11) **Statement of Changes in Fiduciary Net Position** – presents information on additions to and deductions from investment trust funds, the private-purpose trust fund, and agency funds, with the difference reported as change in net position.
- (12) **Notes to Financial Statements** – presents disclosure and further detail information to assist the reader in a better understanding of the financial statements and the data presented within them.

YAKIMA COUNTY, WASHINGTON

Statement of Net Position

December 31, 2018

amounts presented in 1000's

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash/Cash Equivalents	\$ 31,981	\$ 3,237	\$ 35,218
Investments	40,084	26,595	66,678
Receivables	4,662	840	5,502
Due From Other Governments	21,718	193	21,911
Internal Balances	(121)	121	-
Inventories/Prepayments	1,257	-	1,257
Pension Asset	4,349	-	4,349
Restricted Assets:			
Restricted for Debt Service:			
Cash/Cash Equivalents	43	-	43
Investments	1,353	-	1,353
Receivables	3	-	3
Restricted for Capital Projects:			
Cash/Cash Equivalents	2,211	-	2,211
Investments	2,362	-	2,362
Receivables	8	-	8
Capital Assets:			
Land and Construction in Progress	121,272	9,783	131,054
Other Capital Assets, Net of Depreciation	197,474	25,539	223,013
Total Assets	428,655	66,308	494,963
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Resources-Pension	4,227	356	4,583
Deferred Outflows of Resources-OPEB	176	16	192
TOTAL DEFERRED OUTFLOWS OF RESOURCES	4,403	372	4,775
Total Assets and Deferred Outflows	433,058	66,680	499,738
LIABILITIES			
Liabilities			
Accounts Payable & Other Current Liabilities	12,947	481	13,427
Due to Other Governments	0	0	0
Unearned Revenue	510	-	510
Restricted Liabilities:			
Restricted for Capital Projects:			
Accounts Payable & Other Current Liabilities	750	701	1,451
Long Term Liabilities:			
Pension Liabilities	21,793	1,983	23,776
OPEB Liabilities	45,724	2,555	48,278
Landfill Closure and Postclosure Care:			
Due Within One Year	-	8	8
Due In More Than One Year	-	12,386	12,386
Bonds & Advance To Other Governments Due Within One Year	4,419	602	5,021
Other Liabilities Due in One Year	303	30	333
Bonds & Advance To Other Governments Due In More Than One Year	22,317	3,111	25,427
Other Liabilities Due In More Than One Year	2,222	223	2,445
Total Liabilities	110,985	22,079	133,064
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pension	10,300	831	11,131
Deferred Taxes	4,500	-	4,500
Deferred Other Fees Judicial	3,396	-	3,396
TOTAL DEFERRED INFLOWS OF RESOURCES	18,197	831	19,027
Total Liabilities and Deferred Inflows	129,182	22,910	152,091
Net Position			
Net Investment in Capital Assets	291,408	31,610	323,018
Restricted For:			
Debt Service	1,398	-	1,398
Judicial/Governmental	2,028	-	2,028
Security of Persons	3,173	-	3,173
Physical Environment	4,041	-	4,041
Transportation	4,491	-	4,491
Economic Environment	27,654	-	27,654
Health and Human Services	2,613	-	2,613
Culture and Recreation	622	-	622
Unrestricted	(33,553)	12,161	(21,393)
Total Net Position	\$ 303,876	\$ 43,770	\$ 347,646

YAKIMA COUNTY, WASHINGTON

Statement of Activities

Year Ended December 31, 2018

amounts presented in 1000's

Functions/Programs

Primary Government:

Governmental Activities:

General Government

Judicial

Public Safety

Physical Environment

Transportation

Economic Environment

Health and Human Services

Culture and Recreation

Interest on Long Term Debt

Total Governmental Activities

Business-Type Activities

Solid Waste

Public Services Utilities

Building and Fire Safety

Total Business-Type Activities

Total Primary Government

General Revenues

Taxes:

Property

Sales

911

Other Taxes

Grants and Contributions Not Restricted for Specific Programs

Interest and Investment Earnings

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position of January 1

Changes in Accounting Principles-GASB 75

Net Position of December 31

See accompanying notes to the financial statements

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
General Government	\$ 32,453	\$ 9,109	\$ 11,072	\$ 2	\$ (12,270)	\$ -	\$ (12,270)
Judicial	15,144	737	-	130	(14,277)	-	(14,277)
Public Safety	60,197	15,403	304	118	(44,372)	-	(44,372)
Physical Environment	3,014	21	2,151	-	(842)	-	(842)
Transportation	24,539	744	11,210	-	(12,585)	-	(12,585)
Economic Environment	5,076	1,241	814	-	(3,021)	-	(3,021)
Health and Human Services	1,039	-	11	1	(1,027)	-	(1,027)
Culture and Recreation	1,524	7	-	-	(1,517)	-	(1,517)
Interest on Long Term Debt	878	-	-	-	(878)	-	(878)
Total Governmental Activities	143,865	27,262	25,562	251	(90,790)	0	(90,790)
Solid Waste	9,976	10,778	211	-	-	1,013	1,013
Public Services Utilities	3,207	1,830	450	-	-	(927)	(927)
Building and Fire Safety	4,147	2,388	50	-	-	(1,709)	(1,709)
Total Business-Type Activities	17,329	14,996	711	0	0	(1,623)	(1,623)
Total Primary Government	\$ 161,194	\$ 42,258	\$ 26,273	\$ 251	\$ (90,790)	\$ (1,623)	\$ (92,413)
Property					42,223	-	42,223
Sales					25,119	-	25,119
911					2,253	-	2,253
Other Taxes					1,846	-	1,846
Grants and Contributions Not Restricted for Specific Programs					438	-	438
Interest and Investment Earnings					3,491	504	3,994
Transfers					(271)	271	-
Total General Revenues and Transfers					75,098	775	75,873
Change in Net Position					(15,692)	(848)	(16,540)
Net Position of January 1					330,759	44,619	375,378
Changes in Accounting Principles-GASB 75					(11,191)	0	(11,191)
Net Position of December 31					\$ 303,876	\$ 43,770	\$ 347,646

Balance Sheet

Governmental Funds

December 31, 2018

	General Fund	County Road	Support Invest In Economic Diversification
ASSETS			
Cash/Cash Equivalents	\$ 13,767,601	\$ 4,035,348	\$ 1,492,472
Investments	87,810	1,132,578	16,177,755
Taxes Receivable	893,619	443,170	-
Accounts Receivable Net	2,629,852	33,563	-
Assessments Receivable	90	9,330	-
Interest Receivable	83,998	8,583	31,501
Due From Other Funds	115,492	1,225	-
Due From Other Governments	4,443,211	2,861,155	685,201
Notes Receivable	-	-	8,031,809
Total Assets	<u>\$ 22,021,673</u>	<u>\$ 8,524,952</u>	<u>\$ 26,418,738</u>
LIABILITIES AND FUND BALANCES			
<u>Liabilities</u>			
Accounts/Vouchers Payable	\$ 301,315	\$ 1,818,577	\$ 11,000
Contracts Payable	-	386,287	-
Due To Other Funds	181,368	19	-
Due To Other Governments	-	-	-
Accrued Wage & Benefits Payable	3,769,516	905,731	-
Custodial Accounts	-	23,575	-
Customer Deposits	39,520	-	-
Unearned Revenue	-	-	-
Total Liabilities	<u>4,291,719</u>	<u>3,134,189</u>	<u>11,000</u>
<u>Deferred Inflows of Resources</u>			
Unavailable revenue- taxes	2,123,130	978,945	362,703
Unavailable revenue-special assessments	90	9,330	-
Unavailable revenue	2,524,239	-	-
Total deferred inflows of resources	<u>4,647,459</u>	<u>988,275</u>	<u>362,703</u>
Total Liabilities and Deferred Inflows of Resources	<u>8,939,178</u>	<u>4,122,464</u>	<u>373,703</u>
<u>Fund Balance</u>			
Restricted	457,540	4,402,088	26,045,035
Committed	975,096	400	-
Assigned	849,445	-	-
Unassigned	10,800,414	-	-
Total Fund Balance	<u>13,082,495</u>	<u>4,402,488</u>	<u>26,045,035</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 22,021,673</u>	<u>\$ 8,524,952</u>	<u>\$ 26,418,738</u>

Balance Sheet

Governmental Funds

December 31, 2018

	Department of Corrections	Other Governmental Funds	Total
ASSETS			
Cash/Cash Equivalents	\$ 1,609,608	\$ 7,252,339	\$ 28,157,368
Investments	1,434,677	12,512,467	31,345,287
Taxes Receivable	-	82,774	1,419,563
Accounts Receivable Net	-	329,512	2,992,927
Assessments Receivable	-	43,600	53,020
Interest Receivable	4,076	30,336	158,494
Due From Other Funds	80,111	981,027	1,177,855
Due From Other Governments	1,870,087	3,180,485	13,040,139
Notes Receivable	-	585,977	8,617,786
Total Assets	\$ 4,998,559	\$ 24,998,517	\$ 86,962,439
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts/Vouchers Payable	\$ 303,174	\$ 897,644	\$ 3,331,710
Contracts Payable	-	209,830	596,117
Due To Other Funds	-	2,092,736	2,274,123
Due To Other Governmental	-	314	314
Accrued Wages Payable	1,933,428	1,144,603	7,753,278
Custodial Accounts	-	-	23,575
Customer Deposits	-	-	39,520
Unearned Revenue	-	510,375	510,375
Total Liabilities	2,236,602	4,855,502	14,529,012
Deferred Inflows of Resources			
Unavailable revenue- taxes	-	977,549	4,442,327
Unavailable revenue-special assessments	-	48,530	57,950
Unavailable revenue	-	871,891	3,396,130
Total deferred inflows of resources	-	1,897,970	7,896,407
Total Liabilities and Deferred Inflows of Resources	2,236,602	6,753,472	22,425,419
Fund Balance			
Restricted	696,797	13,222,075	44,823,535
Committed	-	2,012,755	2,988,251
Assigned	2,065,160	3,010,215	5,924,820
Unassigned	-	-	10,800,414
Total Fund Balance	2,761,957	18,245,045	64,537,020
Total liabilities, deferred inflows of resources and fund balances	\$ 4,998,559	\$ 24,998,517	\$ 86,962,439

YAKIMA COUNTY, WASHINGTON

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

December 31, 2018

presented in 1000's

Total fund balances as shown on the Governmental Fund Balance Sheet:	64,537
--	--------

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. (This amount does not include internal service fund capital assets, which are included as a reconciling item in a note further down on this page.)

Cost	932,628
------	---------

Life to date depreciation on capital assets is reflected in the statement of net position.

Less Accumulated Depreciation	(636,506)
	<u>296,122</u>

Other long-term assets are not available to pay for current-period expenditures and,

Pension Assets are not available to pay for current period expenditures in governmental funds	3,045
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Pension Inflows in governmental funds	(9,224)
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Pension & OPEB Outflows in governmental funds	3,968
---	-------

Internal Service funds are used by management to charge the costs of services to individual funds.

The assets and liabilities of the Internal Service funds are included in governmental activities in the statement of net position.	36,543
--	--------

Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government wide statement of net position that the County owns.

Bonds Payable/ Notes	(23,545)
Compensated Absences	(2,165)
Advance Due to Other Governments	(1,800)
Pension Obligation	(19,476)
Other Postemployment Benefits	(42,738)
	<u>(89,724)</u>

Internal Balance eliminated between the funds

-

Bond premiums, are reported as other financial sources in the governmental fund financial statements but capitalized on the government-wide statement of net position.

(1,391)

Net position, as reflected on the Statement of Net Position

303,876

YAKIMA COUNTY, WASHINGTON

Page 1 of 2

Statement of Revenues, Expenditures, and
Changes in Fund Balance
Governmental Funds
Year Ended December 31, 2018

	Major Funds		
	General	County	Support Invest
<u>Revenues</u>	Fund	Roads	In Economic Diversification
Property Taxes	\$ 27,300,557	\$ 12,594,584	\$ -
Sales and Use Taxes	14,298,459	-	3,939,754
Other Taxes	105,525	84,533	-
Licenses and Permits	430,642	73,532	-
Intergovernmental	8,809,117	11,209,812	-
Charges for Services	8,681,754	744,307	-
Fines and Forfeits	2,571,960	111	-
Interest Earnings	2,208,329	94,220	496,909
Special Assessments	1,295	6,526	-
Donations	1,327	2,056	-
Other Revenues	113,477	13,160	-
Total Revenues	64,522,442	24,822,841	4,436,663
<u>Expenditures</u>			
Current:			
General Governmental Services	19,123,817	515,208	-
Judicial	8,156,328	-	-
Public Safety	15,963,425	448,000	-
Physical Environment	141,688	-	-
Transportation	-	14,334,952	-
Economic Environment	1,790,284	-	277,381
Health and Human Services	150,000	-	-
Culture and Recreation	418,691	-	-
Debt Service:			
Principal	3,430	891,227	-
Interest	-	21,713	-
Capital Outlay	45,947	11,085,942	-
Total Expenditures	45,793,610	27,297,042	277,381
Excess (Deficit) Revenues Over Expenditures	18,728,832	(2,474,201)	4,159,282
<u>Other Financing Sources (Uses)</u>			
Transfers In	286,098	2,140,842	-
Transfers Out	(17,624,203)	(157,183)	(1,141,997)
Total Other Financing Source (Uses)	(17,338,105)	1,983,659	(1,141,997)
Net Change in Fund Balance	1,390,727	(490,542)	3,017,285
Fund Balances-Beginning	11,691,768	4,893,030	23,027,750
Fund Balances-Ending	\$ 13,082,495	\$ 4,402,488	\$ 26,045,035

Statement of Revenues, Expenditures, and
Changes in Fund Balance
Governmental Funds
Year Ended December 31, 2018

	Major Funds Department of Corrections	Other Governmental Funds	Total
<u>Revenues</u>			
Property Taxes	\$ -	\$ 2,524,884	\$ 42,420,025
Sales and Use Taxes	-	7,756,482	25,994,695
Other Taxes	-	3,191,009	3,381,067
Licenses and Permits	-	30,291	534,465
Intergovernmental	101,847	5,440,396	25,561,172
Charges for Services	13,840,567	3,996,825	27,263,453
Fines and Forfeits	-	10,532	2,582,603
Interest Earnings	88,586	602,493	3,490,537
Special Assessments	-	1,070,528	1,078,349
Donations	-	249,850	253,233
Other Revenues	1,042,189	91,297	1,260,123
Total Revenues	15,073,189	24,964,587	133,819,722
<u>Expenditures</u>			
Current:			
General Governmental Services	-	3,931,388	23,570,414
Judicial	-	2,354,504	10,510,832
Public Safety	29,284,457	7,788,261	53,484,143
Physical Environment	-	2,511,731	2,653,419
Transportation	-	1,509	14,336,461
Economic Environment	-	2,616,876	4,684,541
Health and Human Services	-	252,471	402,471
Culture and Recreation	-	259,451	678,142
Debt Service:			
Principal	16,172	3,332,017	4,242,846
Interest	-	941,957	963,670
Capital Outlay	336,726	7,527,987	18,996,602
Total Expenditures	29,637,355	31,518,152	134,523,540
Excess (Deficit) Revenues Over Expenditures	(14,564,166)	(6,553,565)	(703,818)
<u>Other Financing Sources (Uses)</u>			
Transfers In	15,973,556	10,281,471	28,681,967
Transfers Out	(2,732,645)	(5,251,691)	(26,907,719)
Total Other Financing Source (Uses)	13,240,911	5,029,780	1,774,248
Net Change in Fund Balance	(1,323,255)	(1,523,785)	1,070,430
Fund Balances-Beginning	4,085,212	19,768,830	63,466,590
Fund Balances-Ending	\$ 2,761,957	\$ 18,245,045	\$ 64,537,020

YAKIMA COUNTY, WASHINGTON

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended December 31, 2018

presented in 1000's

Net change in fund balances as shown on Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance:	\$	1,070
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capital outlays in the current period.		18,997
Governmental funds Depreciation Expense allocated over the life of assets		(11,977)
The net effect of various miscellaneous transactions involving capital assets (i.e., sale and donations).		3
Net Change in Pension Costs		7,428
Net Change in OPEB Costs		(27,307)
Repayment of long term debt principal is an expenditure in the governmental funds, but the repayment includes long term liabilities in the statement of net position. This entry is the net effect of these differences in the treatment of long-term debt issuance and payments.		4,243
The issuance of new debt is reported as an other financing sources on the governmental fund's operating statements but reported as a liability on the government-wide statement of net position.		(55)
Change in Unavailable revenue		(6,937)
Amortization of Unearned Bond Premiums		86
Internal service fund expenses are allocated to other funds. The net income is reported in the governmental activities Statement of Activities.		(1,244)
Change in net position, as reflected on the Statement of Activities.	\$	(15,692)

YAKIMA COUNTY, WASHINGTON

Statement of Net Position

Proprietary Funds

December 31, 2018

					Governmental Activities
	Solid Waste	Public Services Utilities	Building and Fire Safety	Total	Internal Service Funds
ASSETS					
<u>Current Assets</u>					
Cash/Cash Equivalents	\$ 2,123,422	\$ 500,782	\$ 612,622	\$ 3,236,826	\$ 6,077,493
Investments	22,055,354	2,699,840	1,839,392	26,594,586	12,453,433
Accounts Receivable	496,808	238,129	51,616	786,553	20,401
Interest Receivable	43,379	6,139	4,193	53,711	28,982
Due From Other Funds	-	19	125,235	125,254	1,505,865
Due from Other Governments	181,319	-	11,759	193,078	60,168
Inventories/Prepayments	-	-	-	0	1,256,636
Total Current Assets	24,900,282	3,444,909	2,644,817	30,990,008	21,402,978
<u>Noncurrent Assets</u>					
<u>Capital Assets</u>					
Intangible Assets		509,089	-	509,089	-
Land	7,796,328	97,528	-	7,893,856	452,306
Buildings	18,811,755	1,044,932	-	19,856,687	5,538,204
Improvements Other Than Buildings	6,354,236	17,082,610	-	23,436,846	818,897
Machinery and Equipment	685,648	34,378	38,166	758,192	36,997,508
Less Accumulated Depreciation	(10,614,381)	(7,868,509)	(29,358)	(18,512,248)	(21,427,814)
Construction In Progress	664,615	715,086	-	1,379,701	244,798
Pension Asset	-	-	-	0	1,303,458
Total Noncurrent Assets	23,698,201	11,615,114	8,808	35,322,123	23,927,357
Total Assets	48,598,483	15,060,023	2,653,625	66,312,131	45,330,335
<u>Deferred Outflows of Resources</u>					
Deferred Outflows of Resources-Pension	95,991	107,989	151,985	355,965	415,959
Deferred Outflows of Resources-OPEB	4,324	4,865	6,847	16,036	18,738
Total Deferred Outflows of Resources	100,315	112,854	158,832	372,001	434,697
Total Assets and Deferred Outflows of Resources	\$ 48,698,798	\$ 15,172,877	\$ 2,812,457	\$ 66,684,132	\$ 45,765,032
LIABILITIES AND NET POSITION					
<u>Current Liabilities</u>					
Accounts/Vouchers Payable	\$ 193,667	\$ 271,644	\$ 13,318	\$ 478,629	\$ 948,830
Contracts Payable	-	2,025	-	2,025	-
Due To Other Funds	-	4,122	-	4,122	530,729
Due to Other Governments	-	-	20	20	-
Accrued Wage & Benefits Payable	369,629	106,802	218,368	694,799	1,003,532
Accrued Taxes Payable	6,470	-	-	6,470	-
Compensated Absences	18,044	5,315	6,990	30,349	43,161
Closure Post Closure Care	7,851	-	-	7,851	-
Long Term Obligations	390,000	211,652	-	601,652	-
Total Current Liabilities	985,661	601,560	238,696	1,825,917	2,526,252
<u>Noncurrent Liabilities</u>					
Compensated Absences	132,320	38,981	51,259	222,560	316,527
Notes and Loans Payable	1,245,000	1,865,574	-	3,110,574	-
Pension Obligation	534,800	601,650	846,766	1,983,216	2,317,465
OPEB Obligation	688,888	774,999	1,090,739	2,554,626	2,985,182
Landfill Closure and Postclosure Care	12,386,195	-	-	12,386,195	-
Total Noncurrent Liabilities	14,987,203	3,281,204	1,988,764	20,257,171	5,619,174
Total Liabilities	15,972,864	3,882,764	2,227,460	22,083,088	8,145,426
<u>Deferred Inflows of Resources</u>					
Deferred Inflows of Resources-Pensions	223,982	251,980	354,638	830,600	1,076,412
Total Deferred Inflows of Resources	223,982	251,980	354,638	830,600	1,076,412
Total Liabilities and Deferred Inflows of Resources	\$ 16,196,846	\$ 4,134,744	\$ 2,582,098	\$ 22,913,688	\$ 9,221,838
<u>Net Position</u>					
Net Investment in Capital Assets	\$ 22,063,201	\$ 9,537,888	\$ 8,808	\$ 31,609,897	\$ 22,623,899
Unrestricted	10,438,751	1,500,245	221,550	12,160,546	13,919,295
Total Net Position	\$ 32,501,952	\$ 11,038,133	\$ 230,358	\$ 43,770,443	\$ 36,543,194

YAKIMA COUNTY, WASHINGTON

Statement of Revenues, Expenses, and Changes in Fund Net Position

Proprietary Funds

Year Ended December 31, 2018

	Business - Type Activities - Enterprise Funds				Governmental Activities
	Solid Waste	Public Services Utilities	Building and Fire Safety	Total	Internal Services
<u>Operating Revenues</u>					
Charges for Services	\$ 10,759,476	\$ 1,830,090	\$ 805,035	\$ 13,394,601	\$ 28,347,426
Fines and Forfeits	-	-	10,264	10,264	-
Licenses and Permits	-	-	1,572,859	1,572,859	-
Other Operating Revenue	18,345	11	(250)	18,106	170,140
Total Operating Revenues	10,777,821	1,830,101	2,387,908	14,995,830	28,517,566
<u>Operating Expenses</u>					
Personal Services	3,411,517	2,036,285	3,497,935	8,945,737	11,186,020
Contractual Services	4,980,833	653,903	598,030	6,232,766	9,814,603
Other Supplies and Expenses	365,584	84,134	48,239	497,957	4,503,273
Depreciation	836,454	368,501	2,578	1,207,533	3,333,017
Landfill Closure Post Closure Costs	319,168	-	-	319,168	-
Payment to Claimants	-	-	-	-	2,765,739
Total Operating Expenses	9,913,556	3,142,823	4,146,782	17,203,161	31,602,652
Operating Income (Loss)	864,265	(1,312,722)	(1,758,874)	(2,207,331)	(3,085,086)
<u>Non-Operating Revenue (Expenses)</u>					
Intergovernmental	210,888	450,000	49,766	710,654	(5)
Interest Revenue	403,673	59,427	40,757	503,857	362,320
Interest Expense	(62,031)	(65,198)	-	(127,229)	-
Gain on Disposition of Capital Asset	-	-	-	-	16,676
Total Non-Operating Revenue (Expenses)	552,530	444,229	90,523	1,087,282	378,991
Income (Loss) before Contributions and Transfers	1,416,795	(868,493)	(1,668,351)	(1,120,049)	(2,706,095)
Capital Contributions	-	-	-	-	860,487
Transfers In	-	50,000	221,100	271,100	765,579
Transfers Out	-	-	-	-	(2,810,927)
Change in Net Position	1,416,795	(818,493)	(1,447,251)	(848,949)	(3,890,956)
Net Position as of January 1	31,085,157	11,856,626	1,677,609	44,619,392	40,434,152
Net Position as of December 31	\$ 32,501,952	\$ 11,038,133	\$ 230,358	\$ 43,770,443	\$ 36,543,196

Statement of Cash Flows

Proprietary Funds

Year Ended December 31, 2018

	Business - Type Activities - Enterprise Funds				Governmental Activities
	Solid Waste	Public Services Utilities	Building and Fire Safety	Total	Internal Services
<u>Cash Flows From Operating Activities:</u>					
Receipts from Customers	\$ 11,057,159	\$ 1,838,443	\$ 2,266,017	\$ 15,161,619	\$ 1,105,330
Receipts from Interfund Services Provided	32,627	-	-	32,627	26,047,559
Payments to Employees	(3,166,271)	(657,083)	(1,702,349)	(5,525,703)	(8,236,980)
Payments to Suppliers	(1,615,612)	(348,823)	(213,894)	(2,178,329)	(13,243,304)
Payments for Interfund Services Used	(3,184,638)	(151,202)	(433,511)	(3,769,351)	(3,395,658)
Net cash provided (used) by operating activities	3,123,265	681,335	(83,737)	3,720,863	2,276,947
<u>Cash Flows From Noncapital Financing Activities:</u>					
Operating Grants Received	210,888	450,000	49,766	710,654	-
Miscellaneous Non Operating	-	-	-	-	(5)
Transfers from Other Funds	-	50,000	221,100	271,100	765,579
Transfers to Other Funds	-	-	-	-	(2,310,927)
Proceeds From Interfund Loan	-	450,000	-	450,000	-
Payments of Interfund Loan Principal	-	(506,305)	-	(506,305)	-
Payments of Interfund Loan Interest	-	(731)	-	(731)	-
Net cash provided (used) by noncapital financing activities	210,888	442,964	270,866	924,718	(1,545,353)
<u>Cash Flows From Capital And Related Financing Activities</u>					
Proceeds from Interfund Loan	-	-	-	-	-
Purchases of capital assets	(591,173)	(1,023,524)	-	(1,614,697)	(4,194,177)
Proceeds from Sale of Capital Assets	-	-	-	-	274,387
Principal Paid on Capital Debt	(380,000)	(3,521)	-	(383,521)	-
Interest Paid on Capital Debt	(62,031)	(64,467)	-	(126,498)	-
Transfer to Other Funds	-	-	-	-	-
Net cash provided (used) by capital and related financing activities:	(1,033,204)	(1,091,512)	0	(2,124,716)	(3,919,790)
<u>Cash Flows From Investing Activities:</u>					
Interest Received	385,240	56,809	38,892	480,941	355,356
Proceeds from Loan Principal Pmt Received	-	1,305	-	1,305	-
Net Cash Provided by Investing Activities	385,240	58,114	38,892	482,246	355,356
Net Increase (Decrease) in Cash & Cash Equivalents	2,686,189	90,901	226,021	3,003,111	(2,832,840)
Balances as of January 1	21,492,587	3,109,721	2,225,993	26,828,301	21,363,766
Balances as of December 31	\$ 24,178,776	\$ 3,200,622	\$ 2,452,014	\$ 29,831,412	\$ 18,530,926

Statement of Cash Flows

Proprietary Funds

Year Ended December 31, 2018

	Business - Type Activities - Enterprise Funds				Governmental Activities
	Solid Waste	Public Services Utilities	Building and Fire Safety	Total	Internal Services
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities</u>					
Operating Income/(Loss)	\$ 864,265	\$ (1,312,722)	\$ (1,758,874)	\$ (2,207,331)	\$ (3,085,086)
<u>Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:</u>					
Depreciation Expense	836,454	368,501	2,578	1,207,533	3,333,017
Pension Expense	(468,311)	588,543	672,384	792,616	4,670
OPEB Expense	73,909	83,147	117,022	274,078	2,966,442
Landfill Closure Postclosure Costs	319,168	-	-	319,168	
<u>Changes in assets and liabilities:</u>					
Receivables, net	311,965	8,342	(121,891)	198,416	(1,364,677)
Inventories	-	-	-	-	154,895
Accrued Expenses	28,993	20,525	39,309	88,827	-
Accounts and Other Payables	(100,020)	238,012	(1,136)	136,856	267,686
Net Cash Provided by Operating Activities	\$ 1,866,423	\$ (5,652)	\$ (1,050,608)	\$ 810,163	\$ 2,276,947
<u>Noncash Investing, Capital, and Financing Activities</u>					
Gain (Loss) on disposal of capital assets	-	-	(246)	(246)	16,676
Capital Contributions	-	-	-	-	860,487

Cash Balances on the Statement of Cash Flows is Comprised of the Following:

	Business - Type Activities - Enterprise Funds				Governmental Activities
	Solid Waste	Public Services Utilities	Building and Fire Safety	Total	Internal Services
Cash/Cash Equivalents, per Statement of Net Position	\$ 2,123,422	\$ 500,782	\$ 612,622	\$ 3,236,826	\$ 6,077,493
Investments, per Statement of Net Position	22,055,354	2,699,840	1,839,392	26,594,586	12,453,433
Balances as of December 31	\$ 24,178,776	\$ 3,200,622	\$ 2,452,014	\$ 29,831,412	\$ 18,530,926

YAKIMA COUNTY, WASHINGTON

Statement of Fiduciary Net Position

Fiduciary Funds

December 31, 2018

(In Thousands)

	Investment Trust Fund	Individual Non-Pooled Investment	Agency Funds
ASSETS			
Cash, Cash Equivalents and Pooled Investments	\$ -		\$ 43,543
Individual Non-Pooled Investments	-	8,636	-
Receivables:			
Taxes Receivable	-	-	5,391
Accounts Receivable	-	-	20
Interest Receivable	-	-	-
Special Assessments Receivable	-	-	331
Due from Other Governments	-	-	6,872
Investments, at Fair Value:			
US treasury state and local government	309,825	-	-
Total Pooled Investments	309,825	8,636	0
Total Assets	\$ 309,825	8,636	\$ 56,157
LIABILITIES			
Warrants Payable	\$ -	-	\$ 24,712
Accounts/Vouchers Payable	-	-	225
Due to Other Governments	-	-	24,969
Accrued Liabilities	-	-	6,251
Total liabilities	\$ 0	0	\$ 56,157
NET POSITION			
Held in Trust for External Pool Participants	\$ 309,825	8,636	\$ 0

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

YAKIMA COUNTY, WASHINGTON

Statement of Changes in Fiduciary Net Position

Fiduciary Funds

Year Ended December 31, 2018

(In Thousands)

	Investment Trust Fund	Individual Non-Pooled Investment
ADDITIONS		
Contributions		
Additons by Pool participants	\$ 314,478	\$ -
Additons by Non-Pool participants	-	1,041
Total Contributions	<u>314,478</u>	<u>1,041</u>
Investment Earnings:		
Net increase (decrease) in Fair Value of Investments Pooled	(211)	-
Net increase (decrease) in Fair Value of Investments Non- Pooled	-	69
Interest	5,662	-
Total Investment Earnings	<u>5,451</u>	<u>69</u>
Less Investment Expense	153	-
Net Investment Earnings	<u>5,298</u>	<u>69</u>
Total Additions	<u>319,776</u>	<u>1,110</u>
DEDUCTIONS		
Payments in accordance with trust agreements		
Distributions to Pool participants	284,645	-
Distributions to Non-Pool participants	-	-
Total Deductions	<u>284,645</u>	<u>0</u>
CHANGE in NET POSITION	35,131	1,110
Net Position-Beginning of the Year	274,694	7,526
Net Position-End of the Year	<u>\$ 309,825</u>	<u>\$ 8,636</u>

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

Table of Contents

I.	SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	41
A.	REPORTING ENTITY	41
B.	GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS	41
C.	MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION	42
D.	ASSETS, LIABILITIES AND NET POSITION OR EQUITY	43
	<i>Cash and Cash Equivalents</i>	43
	<i>Deposits and Investments - See Note III.</i>	44
	<i>Receivables and Payables</i>	44
	<i>Inventories and Prepayments</i>	44
	<i>Restricted Assets and Liabilities</i>	44
	<i>Capital Assets (see Note III, E. Capital Assets)</i>	45
	<i>Other Accrued Liabilities</i>	45
	<i>Compensated Absences</i>	45
	<i>Long-Term Obligations (See Note III and IV) –</i>	46
	<i>Pensions</i>	46
	<i>OPEB</i>	46
	<i>Unearned Revenues</i>	46
II.	STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY	46
A.	BUDGETARY INFORMATION	46
III.	DETAILED NOTES ON ALL FUNDS	47
A.	DEPOSITS AND INVESTMENTS	47
B.	PROPERTY TAXES	53
C.	RECEIVABLES	54
D.	INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS	54
E.	CAPITAL ASSETS	56
F.	FUND BALANCE	58
IV.	DEBT	59
A.	ADVANCE DUE TO OTHER GOVERNMENTS	60
B.	SPECIAL ASSESSMENT BONDS	61
C.	GENERAL OBLIGATION BONDS	61
D.	OTHER NONCURRENT LIABILITY	63
F.	CHANGES IN LONG-TERM DEBT & LIABILITIES	64
V.	PENSION PLANS	65
A.	PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS & JBM)	65
B.	PUBLIC SAFETY EMPLOYEES' RETIREMENT SYSTEM (PSERS)	67
C.	LAW ENFORCEMENT OFFICERS' AND FIRE FIGHTERS' RETIREMENT SYSTEM (LEOFF)	68
D.	OTHER POST EMPLOYMENT BENEFIT (OPEB) PLANS	75
VI.	RISK MANAGEMENT LIABILITY INSURANCE	81
VII.	CONTINGENT LIABILITIES	83
IX.	OTHER DISCLOSURES	84
A	RELATED PARTIES	84
B.	GASB 18 – ACCOUNTING FOR SOLID WASTE LANDFILL CLOSURE AND POST-CLOSURE COSTS	84
C.	GASB 77 – TAX ABATEMENTS	85

YAKIMA COUNTY, WASHINGTON
Notes to the Financial Statements
For the Year Ended December 31, 2018

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Yakima County have been prepared in conformity with generally accepted accounting principles (GAAP), 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 chart of accounts conforms to the Budgeting, Accounting, and Reporting Systems (BARS) prescribed by the office of the State Auditor, to promote uniformity among the cities and counties of Washington resulting in better comparability. The significant accounting policies are described below.

A. Reporting Entity

Yakima County, a first-class county, was incorporated on January 21, 1865, under the authority of the Revised Code of Washington 36.04.390. The County operates under a commissioner form of government and provides the following services to its constituents, police, road maintenance, solid waste management, planning and zoning, parks and recreation, judicial administration, health, social services, and general administrative services. As required by GAAP, the financial statements present Yakima County, the primary government.

B. Government-Wide and Fund Financial Statements

Government-wide financial statements consist of the statement of net position and the statement of activities. These statements report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. However, internal activity in the government-wide statement of activities for interfund services provided is not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separate from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Additionally, the County's accounting system automatically allocates a portion of its indirect costs to individual functions. These indirect costs have been included as part of the program expenses reported for the various functional activities.

Program revenue includes:

- Charges to customers for applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment.
- Grants and contributions restricted to meeting the operation 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.

Fund financial statements are used to report additional and more detailed information about the primary government. Separate financial statements are provided for governmental funds and proprietary funds. The fiduciary funds are omitted from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Fiduciary Funds are not presented in the government wide financial statements. Under the economic resources measurement focus, revenues are recorded when earned and expenses are recorded at the time liabilities are 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 available when they are collectible within the current period or as soon thereafter to pay liabilities of the current period. For this purpose, the County considers revenues available if they are collected within 60 days of the end of the fiscal period. Tax revenues from the State of Washington are accrued at 31 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, license and interest associated within the current period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. Only the portion of special assessment receivable due within the current fiscal period is considered susceptible to accrual as revenue of the current period. All other revenue items are considered measurable and available only when the County receives cash.

Yakima 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 or elected to be accounted for in another fund.
- The *County Road Fund, (a Special Revenue Fund)* accounts for the design, construction, and maintenance of County roads. Revenue is from property taxes, and intergovernmental gas tax allocations. The County Road also receives grants from the Federal Highway Administration Board.
- The *Support Investment in Economic Diversification Fund (SIED), (a Special Revenue Fund)* accounts for the .08% sales tax collected as a credit against the State of Washington's sales tax to assist local government infrastructure and economic development.
- The *Department of Corrections, (a Special Revenue Fund)* is responsible for the custody, security and management of pretrial and convicted persons. Revenue source is from jurisdictions that house prisoners at the County.

The County reports three major proprietary funds:

- The *Solid Waste Fund* accounts for the provision of solid waste and landfill services to the residents of the County.
- The *Public Services Utility Fund* accounts for the provision of water and sewer services to residents of unincorporated areas of the County.
- The *Building and Fire Safety Fund* accounts for the building and plumbing permits and fire life safety program to residents in the unincorporated areas of the County.

Additionally, the County reports the following fund types:

- *Special Revenue Funds* account for proceeds which are designated restricted or committed to be used for specific purposes.
- *Debt Service Funds* account for resources set aside to meet current and future payment requirements on general long-term debt.

- *Capital Project Funds* accounts for financial resources to be used for acquisition or construction of capital facilities or improvements. The separate accounting enhances an understanding of government's capital activities and avoids the distortions in financial trend analysis.
- *Internal Service Funds* account for equipment rental and fleet services, purchasing services, liability insurance, building maintenance, retirement benefits reserves, technology services support, and an in-house print shop provided to other departments or agencies of the government, or to other governments on a cost reimbursement basis.
- *Investment/Fiduciary Funds* account for external pooled and non-pooled investments held by the County Treasurer on behalf of external pool participants in the County's investment program. Pooled money is invested in a monitored account by the County and external participants are generally governmental entities that do not have their own treasurer, such as fire and school districts.
- *Agency Funds* are custodial in nature and do not present results of operations. These funds account for assets that the County holds in a fiduciary capacity for other entities including school districts, fire districts, irrigation districts, port districts, diking and drainage districts, health district, sewer districts, soil conservation and mosquito districts, Emergency Management, Conference of Governments, Clean Air Authority, court and jail trust funds, cities, and the State of Washington.

The effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

The proprietary fund statements are reported using the economic resources measurement focus and full-accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liability is incurred regardless of the timing of the cash flows.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the solid waste, sanitary sewer, clean water system and permit center are charges to customers for sales and services. Operating expenses for proprietary funds and internal service funds include the cost of personal services, contractual services, other supplies and expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources, as they are needed.

D. Assets, Liabilities and Net Position or Equity

Cash and Cash Equivalents

Only small amounts of cash in checking accounts and imprest accounts such as postage are recorded as cash on the financial statements. All demand deposits are recorded as investments. In the preparation of the statement of cash flows, cash and cash equivalents include not only "cash on hand," but cash with fiscal agent and cash in demand deposits with a maturity of three months or less. All deposits are stated at cost.

It is the County's policy to invest all cash surpluses. As of December 31, 2018, the Treasurer was holding \$65,539,529 in investments of surplus cash. This amount is classified on the balance sheet

as cash and cash equivalents in various funds. The interest on these investments is credited to the General Fund, except where prohibited by statute or bond covenant.

Deposits and Investments - See Note III.

Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”. Interfund balances between governmental funds and proprietary funds have been eliminated and were not included in the government-wide statement of net position.

Taxes Receivable consists of property taxes and related interest and penalties accumulated the previous four years. All real property taxes are secured by liens on the corresponding property.

Accounts Receivable consists of amounts owed from private individuals for goods or services. The significant sources are time payments on the courts and probation assessments. All receivables have been recorded net of estimated uncollectible amounts. The Administrator of the Courts in Olympia provides uncollectible court-related receivables for Superior and District Court. Historically Superior Court collections are less than 1% and District Court collections are 10% of total receivables.

The County Public Services Department bills for all services that are provided by December 31. Therefore, there are no unbilled services at year-end for Proprietary Funds.

Assessments are recorded when levied, the Assessments Receivable consists of current and delinquent assessments and related interest and penalties. Deferred assessments consist of unbilled special assessments that are liens against the property benefited.

Interest Receivable consists of amounts earned on investments at the end of the year and fair value changes.

Inventories and Prepayments

Inventory in the Governmental Funds consists of expendable supplies held for consumption. The cost is recorded as expenditure when consumed rather than when items are purchased. All inventories are valued by the first-in first-out method.

Inventories in the Equipment Rental and Revolving Fund and Internal Service Fund are valued at average purchase price. Proprietary Funds are valued at cost. Inventories are valued by the first-in first-out method.

Prepayments made for services that will benefit future periods are recorded as prepaid items in both government-wide and fund financial statements.

Restricted Assets and Liabilities

These accounts contain resources for construction and debt service, including current and delinquent special assessments receivable, in enterprise funds. The current portion of related liabilities is shown as Payables from current restricted assets.

Capital Assets (see Note III, E. Capital Assets)

Capital assets include land, improvements to land, easements, buildings, building improvements, vehicles, machinery, equipment, infrastructure, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year.

Intangible Assets include mineral rights, water rights timber rights and trademarks.

Infrastructure assets are long-lived assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples of infrastructure include roads, bridges, drainage systems, water and sewer systems, and lighting systems.

When capital assets are purchased, they are capitalized and depreciated in the government-wide financial statements and the proprietary fund statements. Capital assets are recorded as expenditures of the current period in the government fund financial statements.

Capital assets are valued at cost where historical records are available and at an estimated historical cost where no records exist. Donated capital assets are valued at acquisition value (an entry price) on the date received.

Improvements to capital assets that materially add to the value or extend the life of the asset are capitalized. Other repairs and normal maintenance are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Depreciation of buildings, equipment, vehicles, and improvements is computed using the straight-line method. Estimated useful lives are the lesser of the projects' estimated lives or the following:

Buildings or Improvements - 20-50 years	Autos, Light Trucks - 90,000 miles
Furniture & Equip - 10 years	Heavy Trucks - 6,000 to 14,000 hours
Information Systems & Intangibles- 7 years	Land Improvements - 10 to 15 Years
Data Handling Equip - 5 years	Fences - 10 Years
Infrastructure – 10 to 50 years	

Machinery and equipment purchased on capital leases are treated as capital assets, indicating a constructive or actual transfer of the benefits and risks of ownership to the County, and are valued at the lesser of the fair value of the leased property or the net present value of the minimum lease payments required by the contract.

Other Accrued Liabilities

These accounts consist of accrued wages and accrued employee benefits.

Compensated Absences

The County has transitioned to a paid time off system (PTO) for combined sick and vacation time. It is the County's policy to permit employees to accumulate earned but unused vacation, paid time off and sick leave benefits. All vacation pay and paid time off is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example employee resignations and retirements. The non-current portion for governmental funds is not reported in the governmental fund statements and represents a reconciling item between the fund and government-wide presentations.

At termination of employment, employees receive a cash payment for all accumulated paid time off and unused vacation time. Sick leave is payable to employees with required length of service and retirement age 25% of remaining sick leave at current wages, to a maximum of 120 days upon retirement or death.

Long-Term Obligations (See Note III and IV) –

General Obligation bonds and other long-term liabilities directly related to and financed from proprietary funds are accounted for in the respective proprietary funds. All other County long-term debt is reported in the governmental column of the government-wide statement of net position. Bond premiums are deferred and amortized over the life of the bonds using the straight-line interest method. Bonds payable are reported net of the premium. Bond issuance costs are expensed as incurred. In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs during the current period. The face amount of debt is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance cost is reported as debt service expenditures.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of all state sponsored pension plans and additions to/deductions from those plans' fiduciary net position have been determined on the same basis as they are reported by the Washington State Department of Retirement Systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

OPEB

The County provides other post-employment benefits (OPEB) in addition to pension benefits. These benefits start after an employee is retired. These benefits involve health care benefits. The purpose is to measure the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB.

Unearned Revenues

This account includes amounts recognized as receivables but not revenues in governmental funds because the revenue recognition criteria have not been met.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Scope of Budget

The annual budget for Yakima County is adopted in accordance with the provisions of the Revised Code of Washington (RCW), as interpreted by the Budgeting, Accounting, and Reporting System (BARS) of the State of Washington, and on a basis consistent with generally accepted accounting principles.

Annual appropriated budgets are adopted at the level of the fund, except in the General Fund, where expenditures may not exceed appropriations at the department level and the budgets constitute the legal authority for expenditures at that level. Subsidiary revenue and expenditure ledgers are used to compare the budgeted amounts with actual revenues and expenditures. As a management control device, the subsidiary ledgers monitor expenditures for individual functions and activities by object class. Appropriations for Governmental Funds lapse at year-end.

All governmental funds have legally adopted annual budgets except the CRID Guaranty Fund and the LID Guaranty Debt Service Funds.

1. Procedures for Adopting the Original Budget

The County's budget procedures are mandated by RCW 36.40. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year. The financial statements contain the original and final budget information. The steps in the budget process are as follows:

- a. Prior to the first Tuesday in September, the elected officials and department managers submit to the Board of County Commissioners a proposed operating budget for the following calendar year. The operating budget includes proposed revenues and expenditures. The original budget is the first complete appropriated budget.
- b. The Commissioners conduct public hearings during November at the County courthouse to obtain taxpayer comments.
- c. The final budget is the original budget adjusted by all reserves, transfers, allocations, supplemental appropriations and other legally authorized changes applicable for the fiscal year. The Commissioners adopt, by resolution, a final budget no later than December 31.
- d. The final budget is available to the public February 1.

2. Amending the Budget

The Budget Director is authorized to transfer budgeted amounts between object classes within departments or funds; however, the County Commissioners must approve any revisions that alter the total expenditures of a fund or department of the General Fund. In addition, the Commissioners must approve any changes that affect the number of authorized employee positions, salary ranges, hours, or other conditions of employment.

After holding one public hearing, the Commissioners determine whether it is in the best interest of the County to increase or decrease the appropriation for a particular fund or department. Approval is made by a resolution adopted by a majority of the Board.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Yakima County implemented GASB Statement No. 40, *Deposit and Investment Risk Disclosures – an amendment of GASB Statement No. 3*, which addresses common deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. As an element of interest rate risk, this Statement requires certain disclosures of investments that have fair values that are highly sensitive to changes in interest rates.

As required by state law, all deposits and investments of the County's funds (except as noted below) are obligations of the U.S. Government, bankers' acceptances or deposits with Washington State banks and savings and loan institutions. Investments of trust funds are not subject to the preceding limitations. The Clerk's Trust has passbook and market rate savings of \$57,754 as of December 31, 2018. These funds are fully insured and belong to the individuals who deposit their money with the court. Yakima County's responsibility is only custodial.

Deposits

The County maintains deposit relationships with several Washington State commercial banks and savings and loan institutions.

The Public Deposit Protection Commission of the State of Washington (PDPC) covers all deposits not covered by the Federal Depository Insurance Corporation (FDIC). The PDPC is a statutory authority established under RCW 39.58. It constitutes a multiple financial institution collateral pool that insures public deposits. In such a pool, a group of financial institutions, holding public funds, pledge collateral to a common pool. The PDPC provides protection by maintaining strict standards as to the amount of public

deposits financial institutions can accept, and by monitoring the financial condition of all public depositories and optimizing collateralization requirements. All deposits are held by the County's agent, in the name of the County.

Custodial credit risk – deposits. The custodial credit risk for deposits is the risk that, in the event of a depository financial institution failure, the County's deposits may not be recovered. The Primary Government is a participant of the Yakima County Treasurer's Investment Pool (the Pool) and at year-end represented 16% of the total Pool's face investment valuation. The carrying amount of deposits for the Pool as of December 31, 2018, was \$40,000,000. The total bank balance for the Pool was \$40,000,000. No amount was exposed to custodial credit risk as uninsured or uncollateralized.

	Carrying Amount	Bank Balance	Uninsured and Uncollateralized
Bank Deposits	\$20,000,000	\$20,000,000	\$ -
Certificate of Deposit	20,000,000	20,000,000	-
Total Deposits	\$40,000,000	\$40,000,000	\$ -

Foreign currency risk – deposits. Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. Yakima County does not participate in making deposits or investments that are exposed to this type of risk.

Investments

For investment purposes, the County pools the cash balances of County funds and allows for participation by other legally separate entities such as special districts and public agencies, for which the County is *ex officio* treasurer. Yakima County established the Treasurer's Investment Pool (TIP) effective April 1, 2005. The philosophy in developing the Pool was to create a locally managed diversified investment option that would take advantage of economies of scale, simplify administration and achieve a potentially higher yield than other available programs. The Yakima County Treasurer's Investment Pool, administered by the Yakima County Treasurer's Office, is an external investment pool. Participation in the Pool by County departments, districts and agencies is voluntary with an authorizing resolution by the participant submitted in writing to the County Treasurer. A 30-day written notice must be given to the County Treasurer to effectively withdraw from the Pool once participation has begun. No funds have chosen to withdraw since the Pool's inception.

Investments are recorded at fair value in accordance with GASB Statement No. 72, Fair Value Measurement and Application. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

Investments that are not measured at fair value.

As of December 31, 2018, Yakima County had the following investments at amortized cost:

Investment	Yakima County's	Investment Pool	Total
State Investment Pool	\$0	\$120,585,309	\$120,585,309
Deposit Accounts	\$0	\$20,000,000	\$20,000,000
Nonnegotiable CDs	\$0	\$20,000,000	\$20,000,000
Total	\$0	\$160,585,309	\$160,585,309

Investments measured at fair value.

Yakima County measures and records its investments within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. These guidelines recognize a three-tiered fair value hierarchy, as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Quoted market prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other than quoted prices that are not observable.

Level 3: Unobservable inputs for an asset or liability.

As of December 31, 2018, Yakima County had the following fair value measurements:

Investment	Level 1	Level 2	Level 3	Total
US Treasury Notes	\$43,812,220	\$0	\$0	\$43,812,220
US Agency Notes	\$0	\$228,822,309	\$0	\$228,822,309
Municipal Bonds	\$0	\$11,773,326	\$0	\$11,773,326
Total	\$43,812,220	\$240,595,635	\$0	\$284,407,855

Types of Investments. Through the office of the County Treasurer, Yakima County collects taxes, licenses, fees, and other revenues. It collects not only for the County but also for special purpose districts located within the County. In its custodial role, the Treasurer is empowered to deposit any public funds available for investment and to secure those funds by appropriate collateral. Cash is deposited and invested on behalf of the County and local districts as legally prescribed in the form of certificates of savings or time accounts, in designated qualified public depositories, or in municipal bonds of the State of Washington, or in certificates, notes, or bonds of the United States, or other obligations of the United States or its agencies, or at any corporation wholly owned by the government of the United States; in bankers' acceptances purchased on the secondary market; in federal home loan bank notes and bonds, federal land bank bonds and federal national mortgage association notes, debentures or guaranteed certificates of participation, or the obligations of any other government sponsored corporation whose obligations are or may become eligible as collateral for advances to member banks as determined by the board or governors of the Federal Reserve System; or deposit such funds or any portion thereof in investment deposits.

The County is authorized to enter into repurchase agreements. County investment policies require that securities underlying repurchase agreements must have a fair value of principal and accrued interest of at least 102 percent of the cost of the repurchase agreement. The fair value of the securities used as collateral shall be monitored daily by the Treasurer's staff and by a third-party custodian. Any deficiencies are to be corrected within one day or the repurchase agreement will be cancelled as defined in the repurchase agreement contract. The County did not purchase any of these securities during 2018.

Investments in Local Government Investment Pool (LGIP)

The County is a participant in the Local Government Investment Pool, managed and operated by the Washington State Treasurer. The State Finance Committee is the administrator of the statute that created the pool and adopts rules. The State Treasurer is responsible for establishing the investment policy for the pool and reviews the policy annually and proposed changes are reviewed by the LGIP advisory Committee. Investments in the LGIP, a qualified external investment pool, are reported at amortized cost which approximates fair value. The LGIP is an unrated external investment pool. The pool portfolio is invested in a manner that meets the maturity, quality, diversification and liquidity requirements set forth by GASB 79 for external investment pools that elect to measure, for financial reporting purposes, investments at amortized cost. The LGIP does not have any legally binding guarantees of share values. The LGIP does not impose liquidity fees or redemption gates on participant withdrawals. The State Treasurer's Office maintained a third-party custodial with Northern Trust in 2018, in order to provide a high level of safety. The office of the State Treasurer prepares a stand-alone LGIP financial report. A copy of the report is available from the Office of the State Treasurer, PO Box 40200, Olympia, Washington 98504-0200, online at <https://www.tre.wa.gov>.

External Investment Pool. The Yakima County Treasurer's Investment Pool is not registered with the SEC as an investment company. Oversight is provided by the Yakima County Finance Committee pursuant to

RCW 36.29.020. The County Finance Committee consists of the County Treasurer as Chair, the County Auditor as Secretary and the Chair of the Board of County Commissioners. All investments are subject to written policies and procedures adopted by the Finance Committee. The investment policy has been certified by the Washington Public Treasurer's Association and is in compliance with state law. The committee meets not less than quarterly to review the investment portfolio and performance.

Pool participants manage their own cash and direct the County Treasurer by written request to deposit or withdraw monies from their funds for investment purposes. The collective pool earnings, net of administrative fees, are distributed monthly to participants based on their average pooled balances for the period.

Money from districts not participating in the Pool and who have not directed the County Treasurer by written request to place individual investments, as well as County departments that cannot invest their own money, is invested by the Treasurer as surplus cash. The interest on these investments is credited to the General Fund, except where prohibited by statute or bond covenant.

The Yakima County Treasurer's Investment Pool (TIP) records its investments at face value, which amounted to \$447,880,309 at December 31, 2018. Premiums and discounts are distributed in earnings on an amortized cost basis as described below. Management intends to hold all time deposits and securities until maturity. During 2018, the County did not realize any gains or losses from the sale of investments because management held all securities until maturity.

All securities are reported at fair value in accordance with GASB No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*. Fair value pricing is provided to the safekeeping agent by Interactive Data Corporation (IDC) on a monthly basis.

In accordance with GAAP applicable to regulated industries and GASB Statement No. 31, changes in fair value are reflected as unrealized income in the financial statements. Other gains or losses on investments sold or exchanged are recognized at the time transactions are completed.

Fair value reports are prepared monthly and participants' shares of the Pool for the financial statements are calculated annually based on the participant's cash invested in the Pool on December 31, 2018, and the net asset value of each share in the Pool. Yakima County experienced a net increase in the fair value of investments during 2018. The County has not provided or obtained any legally binding guarantees to support the value of the Investment Pool's holdings.

The participants' shares in the Pool are purchased and redeemed at face value. The aggregate value of all participants' investments equal the total face value of the Pool shares at all times. The distribution of earnings is based on an amortized cost method. Monthly income is distributed to participants based on their relative participation during the period. Income is calculated based on: (1) realized investment gains and losses, if applicable, calculated on an amortized cost basis; (2) interest income on an accrual basis; and (3) the amortization of discounts and premiums on a straight-line basis. Income is then reduced by an administrative fee. This method differs from the fair value method used to value investments in the financial statements because the amortized cost method is not designed to distribute the unrealized gains and losses in fair value to participants.

The following schedule shows the types of investments, the fair value, the average interest rates and the weighted average maturity in years of the Yakima County Treasurer's Investment Pool as of December 31, 2018. The Primary Government has a fair value balance in the investment pool of \$70,393,304. The change in fair value of the total investments for the reporting entity during 2018, after considering purchases, sales and maturities, resulted in a decrease of \$203,231. Of this amount, the Primary Government's change in fair value was an increase of \$1,577. There were no losses incurred during the period because of default by counterparties to deposit or investment transactions.

Yakima County Treasurer's Investment Pool

Investment Type	Fair Value	Principal	Average Interest Rate	Weighted Average Maturity (Years)
Bank Deposits	20,000,000	20,000,000	2.25%	0.003
Certificates of Deposit	20,000,000	20,000,000	2.18%	1.164
Municipal Bonds and Notes	11,773,326	11,295,000	3.93%	4.674
U.S. Agencies	228,822,309	231,000,000	2.02%	2.318
U.S. Treasury Bonds and Notes	43,812,220	45,000,000	2.29%	2.455
State Treasurer's Investment Pool	120,585,309	120,585,309	2.37%	0.003
Totals for Portfolio	\$ 444,993,164	\$ 447,880,309	2.21%	1.613

Interest rate risk- Investments. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Through its investment policy, the County manages its exposure to the risk that the fair value of securities in the portfolio will fall due to changes in market interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and by investing operating funds primarily in shorter-term securities. The policy also states that no single security will be purchased with a maturity date of more than five years from the date of purchase, except when compatible with specific needs and only by approval of the Finance Committee.

Investment Maturities (in Years)

Investment	Fair Value	Less than 1	1 to 5	5 to 10	More than 10
Certificates of Deposit	20,000,000	10,000,000	10,000,000	-	-
Bank Deposits	20,000,000	20,000,000	-	-	-
Municipals	11,773,326	279,715	9,608,611	1,885,000	-
U.S. Agencies	228,822,309	59,644,512	169,177,797	-	-
U.S. Treasuries	43,812,220	9,918,360	33,893,860	-	-
State LGIP	120,585,309	120,585,309	-	-	-
Totals	444,993,164	220,427,896	222,680,268	1,885,000	-

Credit risk - Investments. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County investment policy minimizes its credit risk by limiting investments to selected types of securities and pre-qualifying the financial institutions, broker/dealers and intermediaries with which the County will do business. The credentials of these business partners are reviewed at least annually. Presented below is the minimum rating required by the state statute and the actual rating, as of December 31, 2018, for each type of investment in which the Primary Government participates.

Investment Type	Amount	Minimum Rating	Year End Rating
Agency Securities	\$ 231,000,000	AA+	AA+
U.S. Treasury Bonds & Notes	\$ 45,000,000	AAA	AAA
Municipal Bonds & Notes	\$ 11,295,000	N/R	N/R
Certificates of Deposit	\$ 20,000,000	N/R	N/R
Bank Deposits	\$ 20,000,000	N/R	N/R
Washington State LGIP	\$ 120,585,309	N/R	N/R

Concentration of credit risk – Investments. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's investment policy minimizes

concentration risk by diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. The investment policy sets forth maximum concentration guidelines whereby agency securities (combined) may comprise up to 80% of the portfolio, 50% for certificates of deposit, 40% for repurchase agreements, 30% for savings or time accounts, 20% for bonds of the State or local governments in Washington, and 15% for bankers' acceptances (A1 or P1) or bonds of other states. Treasury securities may comprise up to 100% of the portfolio, as well as participation in the Washington State Treasurer's Local Government Investment Pool. Presented below are investments in any one issuer that represent 5% or more of securities in which the Primary Government participates.

Issuer	Investment Type	Amount	Percentage
Federal Farm Credit Bank	Agency Security	\$46,000,000	10%
Federal Home Loan Bank	Agency Security	\$51,000,000	11%
Federal Home Loan Mortgage Corp.	Agency Security	\$80,000,000	18%
Federal National Mortgage Assoc.	Agency Security	\$54,000,000	12%
Umpqua Bank	Bank Deposit/CD	\$30,000,000	7%
U.S. Treasury	Treasury Note	\$45,000,000	10%

Custodial credit risk – Investments. Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. County policy dictates that all investment instruments other than non-negotiable certificates of deposit and monies placed with the Washington State Local Government Investment Pool are transacted on a delivery versus payment basis. This means that payment is made simultaneously with the receipt of the security. Securities are held in safekeeping in the County's name by an institution (custodian) under contract with the County Treasurer.

Condensed statements for Yakima County's Treasurer's Investment Pool are presented below (in thousands):

**Condensed Statement of Net Position
Year Ended December 31, 2018**

Assets	\$452,765
Less: Liabilities	(800)
Net position held in trust	<u>\$451,965</u>
Equity of internal pool participants	\$70,393
Equity of external pool participants	309,825
Equity of Treasurer's Cash	65,176
External Individual non-pool participants	8,636
Less: Unamortized Premium/Discount	(2,065)
Total equity	<u>\$451,965</u>

**Condensed Statement of Changes in Net Position
Year Ended December 31, 2018**

Net position at January 1, 2018	\$405,782
Net change in investments	46,183
Net position at December 31, 2018	<u>\$451,965</u>

Individual Investment Accounts

The Yakima County Treasurer also purchases individual investments for other legally separate entities, such as special districts and agencies that are not participating in the Pool (non-pool) and that are not part of the Primary Government's financial reporting entity. In addition, purchases of individual investments may also be made for eligible Pool participants if certain specific criteria apply. Written request notices specifying fixed maturity dates and amounts must be submitted to the County Treasurer. Purchases are made under the same guidelines as Pool purchases and in accordance with the County's investment policy and governing statutes.

Investments purchased by External Individual non-pool participants are reported at fair value and amounted to \$8,636 as of December 31, 2018.

B. Property Taxes

The County Treasurer acts as an agent to collect property taxes levied in the County for all taxing authorities. Collections are distributed following the close of each month.

Property taxes are levied and become an enforceable lien against properties on January 1. They may be paid in two installments—one-half by April 30 and the second half by October 31. Interest is charged at the rate of 12% per annum, computed on a monthly basis from date of delinquency, until paid. A penalty of 3% of total delinquent tax is added on June 1 and an additional penalty of 8% is added December 1. On January 1, the assessed value of property is established for the next year's levy at 100% of fair value.

Property taxes are recorded as a receivable when levied, offset by unearned revenue. During the year, property tax revenues are recognized when cash is collected. At year-end, property tax revenues are recognized for collections that occur in January. No allowance for uncollectible taxes is established because delinquent taxes are considered fully collectible.

The County may levy up to \$1.80 per \$1,000 of assessed valuation for general governmental services, subject to three limitations:

Washington State law in RCW 84.55.010 limits the growth of regular property taxes to the lesser rate of the implicit price deflator per year or 1%, excluding new construction.

- RCW Chapter 84.52 establishes a limitation on the levies for ports, public utilities, state schools, emergency medical services, counties, roads, cities and towns. All other regular levies are proportionately reduced if a composite rate of \$5.90 per thousand is exceeded.
- The Washington State Constitution limits the total regular property taxes to 1% of assessed valuation or \$10 per \$1,000 of value. If the taxes of all districts exceed this amount, each is proportionately reduced until the total is at or below the 1% limit. Exceptions include port districts and public utility districts.

The maximum amounts that may be levied and the actual 2018 and 2017 levies for the General Fund and the County Road fund were (per \$1,000 of assessed value):

		2017	2018
	Maximum	Actual	Actual
	Levy	Levy	Levy
General Fund	\$ 1.80	\$ 1.67	\$ 1.62
County Road	\$ 2.25	\$ 1.83	\$ 1.80

C. Receivables

Receivables as of year-end for the County's individual major funds, non-major, internal service and Fiduciary funds taken together, including the applicable allowance for uncollectible accounts are as follows:

Amounts presented in 1,000's

Fund	Taxes	Accounts	Special		Due From Other		Total
			Assessments	Interest	Governments		
General Fund	\$ 894	\$ 2,630	\$ 0	\$ 84	\$ 4,443		\$ 8,051
County Roads	444	34	9	9	2,861		\$ 3,357
SIED	-	-	-	32	685		\$ 717
Department of Corrections	-	-	-	4	1,870		\$ 1,874
NonMajor Governmental	82	329	43	19	3,121		\$ 3,594
Debt Service	-	-	-	2	-		\$ 2
Capital Projects	-	-	-	8	60		\$ 68
Solid Waste	-	497	-	43	181		\$ 721
Public Services Utilities	-	238	-	6	-		\$ 244
Building and Fire Safety	-	52	-	4	12		\$ 68
Internal Services	-	20	-	29	60		\$ 109
Agency	5,391	20	331	-	6,872		\$ 12,614
Total Receivables	\$6,811	\$ 3,820	\$ 383	\$ 240	\$ 20,165		\$ 31,419

District Court Probation accounts receivable are from district court customers for their probation balances for the term specified by the judge, usually 3 to 7 years. The amount listed is expected revenue over the next 12 months of probation. Bad debt expense is estimated on prior historical experience. The receivables are also subject to a variety of influences, client behavior, the economy and the nature of nonexchange transactions. The County continues to pursue collections up to the statutory period of 10 years.

D. Interfund Receivables, Payables and Transfers

Interfund loans receivable and payable are created because of a cash or property transfer resulting in a subsequent promise of repayment. These interfund transactions, as outstanding balances between funds involve the exchange of goods and services in a normal business relationship.

Due To	Due From							Total
	General	County	Dept of	Other Special	Capital	Proprietary	Internal	
	Fund	Road	Corrections	Revenues	Projects	Funds	Services	
General Fund	\$ -	\$ 1,225	\$ 80,093	\$ -	\$ -	\$ 100,000	\$ 50	\$ 181,36
County Road	-	-	-	-	-	19	-	1
Other Special Rev	115,492	-	-	28,647	-	21,113	1,235	166,48
Capital Projects	-	-	-	-	426,249	-	1,500,000	1,926,24
Proprietary Funds	-	-	-	-	-	4,122	-	4,12
Internal Services	-	-	18	26,131	500,000	-	4,580	530,72
Total	\$ 115,492	\$ 1,225	\$ 80,111	\$ 54,778	\$ 926,249	\$ 125,254	\$ 1,505,865	\$ 2,808,974

These outstanding balances between funds are reported as *due to/due from other funds* on the financial statements.

Interfund Loans

Interfund transfers represent subsidies and contributions provided to funds and capital project funds with no corresponding debt or promise to repay.

Amounts presented in 1,000's	Lending Fund	Begin Bal 1/1/2018	New Loans	Repayments	Ending Bal 12/31/2018
County	General Fund	55	450	505	-
Gala Estate	Terrace Heights Water	17			17
Bittner	Terrace Heights Water	10			10
Total		\$ 82	\$ 450	\$ 505	\$ 27

The purpose of the general fund transfers is to subsidize capital project activities and debt service. Transfers out in non-major governmental funds generally represent debt service and capital project funding. Interfund transfers occurring between individual major funds, non-major governmental, non-major proprietary, and internal service funds of the County during the year ended December 31, 2018, are as follows:

Transfer In									
Transfer Out	General Fund	Department of Corrections	County Road	Other Special Revenues	Debt Service	Capital Projects	Proprietary Funds	Internal Services	Total
General Fund		\$ 15,532,637		\$ 150,000	\$ 44,127	\$ 931,860	\$ 200,000	\$ 765,579	\$ 17,624,203
Dept of Corrections					2,732,645				2,732,645
County Road					157,183				157,183
SIED			1,141,997						1,141,997
Other Special Rev	286,098	440,919		110,000	713,672	63,321	21,100		1,635,110
Debt Services					129				129
Capital Projects			998,845		347,390	2,220,218	50,000	-	3,616,453
Proprietary Funds							-		-
Internal Services					175,803	2,635,123			2,810,926
Total	\$ 286,098	\$ 15,973,556	\$ 2,140,842	\$ 260,000	\$ 4,170,949	\$ 5,850,522	\$ 271,100	\$ 765,579	\$ 29,718,646

The general fund transfers \$1.25 million a month to the Department of Corrections for the custody of local County inmates; Department of Corrections receives other revenues from outside jurisdictions on a contract basis. The General Fund transfers an annual amount of \$750,000 an internal service fund to pay for health benefits on designated retirees. LEOFF 1 benefits are explained with Other Post-Employment Benefits explained under V.

E. Capital Assets

Capital asset activity for the year ended December 31, 2018, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities & Internal Service				
Capital assets, not being depreciated				
Land	\$ 83,306,381	\$ 3,606,023	\$ 28,795	\$ 86,883,609
Construction in progress	47,327,029	13,885,995	26,824,994	34,388,030
Total capital assets, not being depreciated	\$ 130,633,410	\$ 17,492,018	\$ 26,853,789	\$ 121,271,639
Capital assets, being depreciated:				
Buildings	\$ 79,102,935	\$ -	\$ 241,980	\$ 78,860,955
Improvements	21,869,862	6,486,450	-	28,356,312
Machinery and equipment	38,167,260	5,971,745	2,646,881	41,492,124
Infrastructure	687,089,308	21,629,756	2,020,766	706,698,298
Total capital assets being depreciated	\$ 826,229,365	\$ 34,087,951	\$ 4,909,627	\$ 855,407,689
Less accumulated depreciation for:				
Buildings	\$ 49,858,019	\$ 2,734,078	\$ 144,140	\$ 52,447,957
Improvements	10,463,041	1,009,753	-	11,472,794
Machinery and equipment	19,590,258	3,349,034	1,815,354	21,123,938
Infrastructure	566,692,475	8,217,523	2,020,766	572,889,232
Total accumulated depreciation	\$ 646,603,793	\$ 15,310,388	\$ 3,980,260	\$ 657,933,921
Total capital assets, being depreciated, net	179,625,572	18,777,563	929,367	197,473,768
Governmental activities capital assets, net	\$ 310,258,982	\$ 36,269,581	\$ 27,783,156	\$ 318,745,407

Depreciation expense was charged to functions as follows:

General Governmental Services	\$ 429,636
Security of Persons and Property	2,480,316
Physical Environment	52,742
Transportation	8,234,021
Economic Environment	3,101
Mental and Physical Health	22,716
Culture and Recreation	754,839
	<u>\$ 11,977,371</u>

In addition, depreciation on capital assets held by the County's internal service funds is charged to the various functions based upon their usage of the assets.

Total governmental activities depreciation expense.

\$ 3,333,017
<u>\$ 15,310,388</u>

Capital Assets Business

	Beginning Balance	Increases	Decreases	Ending Balance
Business Type Activities				
Capital assets, not being depreciated				
Land	\$ 7,893,856			\$ 7,893,856
Intangible Assets	\$ 50,000	\$ 459,089		509,089
Construction in progress	2,472,224	665,741	1,758,264	1,379,701
Total capital assets, not being depreciated	\$ 10,416,080	\$ 1,124,830	\$ 1,758,264	\$ 9,782,646
Capital assets, being depreciated:				
Buildings	\$ 18,158,423	\$ 1,758,264	\$ 60,000	\$ 19,856,687
Improvements	23,436,846	-	-	23,436,846
Machinery and equipment	939,621	489,866	671,295	758,192
Total capital assets being depreciated	\$ 42,534,890	\$ 2,248,130	\$ 731,295	\$ 44,051,725
Less accumulated depreciation for:				
Buildings	\$ 6,948,079	\$ 823,612	\$ 45,001	\$ 7,726,690
Improvements	9,700,767	368,216	-	10,068,983
Machinery and equipment	740,977	15,705	40,107	716,575
Total accumulated depreciation	\$ 17,389,823	\$ 1,207,533	\$ 85,108	\$ 18,512,248
Total capital assets, being depreciated, net	25,145,067	1,040,597	646,187	25,539,477
Business Type activities capital assets, net	\$ 35,561,147	\$ 2,165,427	\$ 2,404,451	\$ 35,322,123

Depreciation expense was charged to functions as follows:

Solid Waste	\$ 836,454
Public Services Utilities	368,501
Building and Fire Safety	2,578
Total Business Type activities depreciation expense.	<u>\$ 1,207,533</u>

Net Investment in Capital Assets

	Government Funds	Proprietary Funds
Capital Assets		
Land & Construction in Progress	\$ 121,271,639	\$ 9,782,646
Other Capital Assets, Net of Depreciation	197,473,768	25,539,477
Sub Total	<u>\$ 318,745,407</u>	<u>\$ 35,322,123</u>
Less Debt		
Bond Debt	\$ (23,545,000)	\$ (1,635,000)
Intergovernmental	(1,800,096)	(1,986,304)
Lease	-	-
Assessments	-	-
Other Debt	-	(90,924)
Less Premiums	(1,390,728)	0
Plus Cash from From Bonds	(1,227,408)	-
Plus Non Capital Debt	625,828	-
Net Investment in Capital Assets	<u>\$ 291,408,003</u>	<u>\$ 31,609,895</u>

F. Fund Balance

The GASB 54 statement requires disclosure regarding the fund balance classification policies and procedures. The Commissioners classified a Fund Balance Policy and adoption of the GASB 54 fund types in December 2011, by resolution. The County policy is to apply expenditures against restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the year.

- a. For restricted fund balance: Fund balances are restricted according to RCWs to help support the government's programs.
- b. For committed fund balance: The Board of County Commissioners are the highest level of decision-making authority. A formal resolution is required to establish, modify, or rescind a fund balance commitment.
- c. For assigned fund balance: The Board of County Commissioners have by resolution, authorized the budget director to assign amounts to a specific purpose.
- d. For unassigned fund balance: Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance. In other governmental funds, if expenditures exceed amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Major Fund Balances:

- General Fund: \$457,540 in restricted fund balance from the courts. \$975,096 in committed fund balance from resolutions by the Board of County Commissioners for technology replacement and elections. \$849,445 in assigned fund balance from specific purposes by the budget director for contingency. \$10,800,414 in unassigned fund balance available for general purposes. The General Fund total balance is \$13,082,495.
- County Road, a special revenue fund: \$4,402,088 in restricted fund balance from taxes and roadwork. \$400 in committed fund balance from resolutions by the Board of County Commissioners. County Road total fund balance is \$4,402,488.
- Support Invest in Economic Diversification, a special revenue fund: \$26,045,035 in restricted fund balance from long-term notes receivable and from Sales and Use Tax. SIED total fund balance is \$26,045,035.
- Department of Corrections, a special revenue fund: \$696,797 restricted fund balance profit and holdings from Jail Inmates. \$2,065,160 assigned fund balance is from the budget director assigning it to a specific purpose. Department of Corrections total fund balance is \$2,761,957.
- Other governmental funds: \$13,222,075 restricted fund balance from taxes and state fees. \$2,012,755 committed fund balance from resolutions by the Board of County Commissioners. \$3,010,215 assigned fund balance for specific amounts that are assigned by the budget director. Other governmental funds total fund balance is \$18,245,045.

The Parks fund ended the year 2018 with an assigned fund balance of \$96,923. The fund is combined into the General Fund for presentation; the fund does not have a special revenue stream to support operations and relies on the General Fund for financial support.

Minimum Reserves

In order for the County to be in a fiscally responsible position, the Board of County Commissioners will establish and maintain a minimum General Fund Unassigned Reserve level of 11%, which the Board believes, is fiscally necessary, essential and prudent. This budgetary minimum reserve level is essential to protect cash flow and other stated reserve objectives in offsetting significant financial revenue fluctuations.

IV. DEBT

Revenue bonds and other long-term liabilities directly related to and financed from proprietary funds are accounted for in the respective proprietary funds. All other long-term indebtedness of the County is reported in the governmental column of the government-wide statement of net position. Bond premiums are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs during the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures in the year incurred.

State law provides that debt cannot be incurred in excess of the following percentages of the value of the taxable property of the County:

1.5% - Without a vote of the people

2.5% - With a vote of the people

5.0% - With a vote of the people, provided the indebtedness not in excess of 2.5% is for utilities, parks, or open space development.

As of December 31, 2018, the debt limits for the County were as follows:

Assessed Value	\$17,265,650,942			
		Without a Vote	With a Vote 2.50%	5.00%
Legal Limit		\$ 258,984,764	\$ 431,641,274	\$ 863,282,547
Net Outstanding Indebtedness		<u>(25,345,096)</u>	<u>(25,345,096)</u>	<u>(25,345,096)</u>
Margin Available		<u>\$ 233,639,668</u>	<u>\$ 406,296,178</u>	<u>\$ 837,937,451</u>

A. Advance Due to Other Governments

The annual debt service requirements for Advance Due to Other Governments are as follows:

Description	Outstanding
In 2014, Terrace Heights Water was the recipient of a Department of Community Development loan with total proceeds as of December 31, 2018, totaling \$1,913,350. The proceeds of this loan will be used for the Terrace Heights Water System Phase III improvement project. Principal and interest payments on this loan have been deferred until 2019.	\$ 1,913,350
The Flood Control Zone District was the recipient of a Department of Community Development loan with proceeds as of December 31, 2018, totaling \$323,328. The proceeds of this loan were used to improve roadway access on SR410 due to a landslide in 2009. Draws on the loan were received as follows: \$150,000 in 2010 and the final draw for \$173,328 in 2011. Principal payments made by the Flood Control Fund totaling \$17,017 and interest payments of \$6,637 were made in 2018.	\$ 204,209
In 2004, Yakima County received loan proceeds of \$110,000 from the United States Department of Agriculture for the repair and replacement of the Crewport Water System. Repayment will be made from customer service fees out of the Public Services Utilities Fund. Principal payments of \$3,522 and interest payments of \$2,460 were made in 2018.	\$ 72,952
The County Road Fund was the recipient of a Department of Community Development loan with proceeds as of December 31, 2018, totaling \$3,000,000. The proceeds of this loan were used to improve surface conditions of county roads. Draws on the loan were received as follows: \$150,000 in 2009, \$2,400,000 in 2002 and \$450,000 in 2001. Principal payments by the County Road Fund totaling \$161,538 and interest payments of \$3,231 were made in 2018.	\$ 484,619
The County Road Fund was the recipient of two Department of Community Development loans with proceeds as of December 31, 2018 totaling \$9,000,000. The proceeds of these loans were used for improvements to gravel roads throughout Yakima County. Draws on the loans were received as follows: \$700,000 in 2007; \$200,000 in 2004; \$7,800,000 in 2000; and \$300,000 in 1999. Principal payments by the County Road Fund totaling \$488,816 and interest payments of \$13,592 were made in 2018.	\$ 870,393
The County Road Fund was the recipient of a Department of Community Development loan with proceeds as of December 31, 2018 totaling \$4,548,374. The proceeds of this loan were used for bridge and culvert replacement. Draws on the loan were received as follows: \$48,374 in 2007 and \$4,500,000 in 1999. Principal payments by the County Road Fund totaling \$240,873 and interest payments of \$4,817 were made in 2018.	\$ 240,875
Total Advance Due to Other Governments	<u>\$ 3,786,398</u>

Inter-Gov

Year Ending 31-Dec	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	908,246	81,669	200,601	30,536	1,108,847	112,205
2020	560,134	11,047	102,183	28,940	662,317	39,987
2021	178,559	5,913	102,305	27,340	280,864	33,253
2022	17,017	4,594	102,431	25,736	119,448	30,330
2023	17,017	4,084	102,562	24,127	119,579	28,211
2024-2028	85,087	12,763	514,925	96,347	600,012	109,110
2029-2033	34,036	1,532	518,917	55,404	552,953	56,936
2034-2037	-	-	342,378	14,974	342,378	14,974
	\$ 1,800,096	\$ 121,602	\$ 1,986,302	\$ 303,404	\$ 3,786,398	\$ 425,006

B. Special Assessment Bonds

Debt service requirements for special assessment bonds will be met by the collection of assessments receivable that have been levied against property owners. There was no delinquent assessment debt, including penalties and interest, as of December 31, 2018. Yakima County has established a CRID Guaranty fund and an LID Guaranty fund whereby the County will cover expenses if the property owners do not pay the assessments necessary to finance the debt. The County will recover all funds spent in this manner, as the assessments are liens against the property and subject to foreclosure.

Description

\$125,000 CLID #2008-1 Special Assessment Bonds due in 2020, interest at 3.85%, payable annually. These bonds are serviced by CLID #2008-1 Debt Service Fund from special assessments levied. Principal payments of \$5,000 were made in 2018.

Total Special Assessment Bonds

\$0

C. General Obligation Bonds

Yakima County issues general obligation bonds to finance the purchases described below.

General obligation bonds are direct obligations that pledge the full faith and credit of the government. These bonds are subject to Federal arbitrage regulations. Bonded indebtedness has also been entered into (currently & in prior years) to advance refund general obligation bonds. General obligation bonds have been issued for both general government and business-type activities and are being repaid from the applicable resources. General obligation bonds currently outstanding are as follows:

Description**Amount
Outstanding**

In October 2014, Yakima County issued \$6,285,000 of Limited Tax General Obligation Bonds. The County allocated \$4,220,000 for capital improvements to the County Resource Center to support 911, City of Yakima Dispatch Center and EMS. An additional \$2,065,000 was allocated to County Road for repair of Arterial and Access Road Bridges. Interest rates range from 2.0% in 2015 to 4.0% in 2024 and back to 3.5% at maturity in 2034. Principal is paid annually on December 1 with interest payments semi-annually on June 1 and December 1 through 2034. Principal payment of \$250,000 and interest payments of \$189,531 were made in 2018.

In September 2010, Yakima County issued \$30,000,000 of Limited Tax General Obligation and Refunding Bonds. The County allocated \$1,990,000 for capital improvements to the County Courthouse, \$7,075,000 for capital improvements to the Department of Corrections' main jail and \$485,000 for information system upgrades. In addition, \$20,450,000 was used for a partial advance refunding of the \$25,135,000

outstanding 2002 Limited Tax General Obligation Bonds. The refunding bonds were allocated as follows: \$3,815,000 to Terrace Heights Landfill Transfer Station; \$15,120,000 to new jail facility; \$235,000 to Sheriff Precinct Building; and \$1,280,000 to County Capital Improvements. Interest rates range from 2.0% in 2010 to 4.0% in 2030. Principal is paid annually on December 1 with interest payments made semi-annually on June 1 and December 1 through 2030. Principal payment of \$2,595,000 and interest payments of \$610,175 were made in 2018.

In September 2010, Yakima County was authorized to issue “Taxable Qualified Energy Conservation Bonds,” pursuant to Section 54D of the Internal Revenue Code of 1986, for the purpose of financing certain qualified energy conservation projects and to elect to receive a subsidy payment from the federal government equal to 70 percent of the amount of each interest payment on such taxable bonds (the “Federal Credit Payment”). Beginning 2013 and possibly through 2023, the federal government has implemented the sequestration of direct pay municipal bond subsidies. The current sequestration level amounts to a 6.2% reduction of the federal subsidy. The 2010B Bonds are being issued as Taxable Qualified Energy Conservation Bonds. The available subsidy for the 2010B Bonds will be paid to the County; no holders of the 2010B Bonds will be entitled to a tax credit. The bond interest rate is 5.00%. The principal payment is due at maturity, June 1, 2027, with interest payments paid semi-annually on June 1 and December 1. Interest payments of \$121,500 were made in 2018. \$ 2,430,00

Yakima County issued \$7,850,000 of Limited Tax General Obligation Refunding Bonds in October 2009. \$ 1,450,00
A portion of the bond issue was used to refund \$2,775,000 of general obligation bonds issued in 1999 to construct the Restitution Center for low risk inmates. The County allocated \$5,006,650 to various capital projects for public improvements of tourist promotions facilities. Interest rates range from 2.0% in 2010 to 3.2% in 2020. Principal is paid annually on December 1 with interest payments made semi-annually on June 1 and December 1 through 2020. Principal payment of \$835,000 and interest payments of \$70,580 were made in 2018.

In 2008, Yakima County received loan proceeds of \$210,000 from the Washington State Treasurer’s LOCAL program for the acquisition & remodel of the Noxious Weed building. Principal payments being \$ 120,00
paid annually on June 1. Interest payments are paid semi-annually on June 1 and December 1 with a fixed rate at 4.465%. Principal payment of \$10,000 and interest payments of \$5,363 were made in 2018.

Total General Obligation Bonds	<u>\$ 25,180,000</u>
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The annual debt service requirements to maturity for General Obligation Bonds are as follows:

General Obligation Debt

Year Ending 31-Dec	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	3,425,000	833,230	390,000	50,631	3,815,000	883,861
2020	3,220,000	731,741	405,000	38,931	3,625,000	770,672
2021	2,675,000	631,231	415,000	26,781	3,090,000	658,012
2022	2,775,000	545,175	425,000	13,813	3,200,000	558,988
2023	755,000	452,750	-	-	755,000	452,750
2024-2028	6,840,000	1,621,575	-	-	6,840,000	1,621,575
2029-2033	3,435,000	360,163	-	-	3,435,000	360,163
2034	420,000	14,700	-	-	420,000	14,700
	<u>\$ 23,545,000</u>	<u>\$ 5,190,565</u>	<u>\$ 1,635,000</u>	<u>\$ 130,156</u>	<u>\$ 25,180,000</u>	<u>\$ 5,320,721</u>

D. Other Noncurrent Liability

In 2012, Public Services Utilities entered into an agreement with local proprietors for interest free loans. It is unknown when additional users will be added to the water system, leaving a remaining \$90,924 long-term liability outstanding. There were no royalty payments from new water connections in 2018.

E. Capital Leases

**Amount
Outstanding**

In 2018 the Department of Corrections made lease payments totaling \$16,172. The equipment was for two Xerox ColorQubes. The gross amount acquired was \$35,646.00. \$0

In 2018 the Sheriff made lease payments totaling \$3,430. The Xerox equipment was for three Xerox Color Systems and eight Xerox Systems. The gross amount acquired was \$89,775. \$0

Total Leases Equipment \$0

F. Changes in Long-Term Debt & Liabilities

The following is a summary of the long-term debt transactions of Yakima County for the year ended December 31, 2018:

Long Term Debt & Liabilities

	Beginning Balance	New Issue	Retirements	Ending Balance	Due Within One Year
Governmental Activities					
Bonds Payable					
General Obligation Bonds	\$ 26,855,000	\$ -	\$ 3,310,000	\$ 23,545,000	\$ 3,425,000
Special Assessment Bonds	5,000	-	5,000	-	-
Unearned Amounts:					
For Premiums	1,476,650	-	85,922	1,390,728	85,922
Total Bonds Payable	28,336,650	-	3,400,922	24,935,728	3,510,922
Advances Due to Other Governments	2,708,340	-	908,244	1,800,096	908,246
Lease Obligations	19,602	-	19,602	-	-
Compensated Absences	2,458,462	361,559	295,015	2,525,006	303,001
Pension Liability	32,005,418	-	10,212,330	21,793,088	-
OPEB Obligation *	18,303,469	28,072,188	652,107	45,723,550	-
Total Long Term Liabilities	\$ 83,831,941	\$ 28,433,747	\$ 15,488,220	\$ 96,777,468	\$ 4,722,169
Business-Type Activities					
General Obligation Bonds	\$ 2,015,000	\$ -	\$ 380,000	\$ 1,635,000	\$ 390,000
Total Bonds Payable	\$ 2,015,000	\$ -	\$ 380,000	\$ 1,635,000	\$ 390,000
Advances Due to Other Governments	1,989,823	-	3,521	1,986,302	200,601
Other Noncurrent Liability	90,924	-	-	90,924	-
Compensated Absences	224,505	55,344	26,941	252,908	30,349
Pension Liability	1,582,357	400,859	-	1,983,216	-
OPEB Obligation	-	2,554,626	-	2,554,626	-
Landfill Closure/Postclosure	12,074,878	319,168	-	12,394,046	7,851
Total Long Term Liabilities	\$ 17,977,487	\$ 3,329,997	\$ 410,462	\$ 20,897,022	\$ 628,801

*OPEB LEOFF 1 Obligation restated to opening balance per GASB 75 implementation
OPEB PEBB beginning January 1, 2018

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end \$ 359,691 of internal service, funds are included in compensated absences. For governmental activities OPEB and Pension Liabilities, the General Fund or the applicable Special Revenue fund generally liquidates those liabilities.

The OPEB plan obligation is based on a long-term perspective. The Obligation is based on actuarial valuations and estimated health care costs, inflation and life expectancy. The assumptions are calculated on probability and these estimates are subject to continual revision compared to past expectations and new estimates made about the future.

Claims and judgments payable are liquidated by the Liability Insurance fund. In the previous table, additions and reductions have been estimated for compensated absences due to the time and effort needed to determine these balances. Pension & OPEB liabilities are liquidated by the various funds that benefit.

In the previous table, additions and reductions have been estimated for compensated absences based on historical data and usage.

V. PENSION PLANS

The following table represents the aggregate pension amounts for all plans subject to the requirements of the GASB Statement 68, *Accounting and Financial Reporting for Pensions* for the year 2018:

Aggregate Pension Amounts	All Plans
Pension liabilities	(23,776,304)
Pension assets	4,348,643
Deferred outflows of resources	4,582,720
Deferred inflows of resources	(11,131,072)
Pension expense/expenditures	44,513

State Sponsored Pension Plans

Substantially all County full-time and qualifying part-time employees participate in one of the following statewide retirement systems administered by the Washington State Department of Retirement Systems, under cost-sharing multiple-employer public employee defined benefit and defined contribution retirement plans. The state Legislature establishes, and amends, laws pertaining to the creation and administration of all public retirement systems.

The Department of Retirement Systems (DRS), a department within the primary government of the State of Washington, issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for each plan. The DRS CAFR may be obtained by writing to:

Department of Retirement Systems
Communications Unit
P.O. Box 48380
Olympia, WA 98540-8380

Alternatively, the DRS CAFR may be downloaded from the DRS website at www.drs.wa.gov.

A. Public Employees' Retirement System (PERS & JBM)

PERS members include elected officials; state employees; employees of the Supreme, Appeals and Superior Courts; employees of the legislature; employees of district and municipal courts; employees of local governments; and higher education employees not participating in higher education retirement programs.

PERS is comprised of three separate pension plans for membership purposes. PERS plans 1 and 2 are defined benefit plans, and PERS Plan 3 is a defined benefit plan with a defined contribution component.

PERS Plan 1 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the member's average final compensation (AFC) times the member's years of service. The AFC is the average of the member's 24 highest consecutive service months. Members are eligible for retirement from active status at any age with at least 30 years of service, at age 55 with at least 25 years of service, or at age 60 with at least five years of service. Members retiring from active status prior to the age of 65 may receive actuarially reduced benefits. Retirement benefits are actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, an optional cost-of-living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. PERS 1 members were vested after the completion of five years of eligible service. The plan was closed to new entrants on September 30, 1977.

Contributions

The **PERS Plan 1** member contribution rate is established by State statute at 6 percent. The employer contribution rate is developed by the Office of the State Actuary and includes an administrative expense component that is currently set at 0.18 percent. Each biennium, the state Pension Funding Council adopts Plan 1 employer contribution rates. The PERS Plan 1 required contribution rates (expressed as a percentage of covered payroll) for 2018 were as follows:

PERS Plan 1		
Actual Contribution Rates	Employer	Employee
January through August 2018	12.70%	6.00%
September through December 2018	12.83%	6.00%

The County's actual contributions to the plan were \$2,581,412 for the year ended December 31, 2018.

PERS Plan 2/3 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the member's average final compensation (AFC) times the member's years of service for Plan 2 and 1 percent of AFC for Plan 3. The AFC is the average of the member's 60 highest-paid consecutive service months. There is no cap on years of service credit. Members are eligible for retirement with a full benefit at 65 with at least five years of service credit. Retirement before age 65 is considered an early retirement. PERS Plan 2/3 members who have at least 20 years of service credit and are 55 years of age or older, are eligible for early retirement with a benefit that is reduced by a factor that varies according to age for each year before age 65. PERS Plan 2/3 members who have 30 or more years of service credit and are at least 55 years old can retire under one of two provisions:

- With a benefit that is reduced by three percent for each year before age 65; or
- With a benefit that has a smaller (or no) reduction (depending on age) that imposes stricter return-to-work rules.

PERS Plan 2/3 members hired on or after May 1, 2013 have the option to retire early by accepting a reduction of five percent for each year of retirement before age 65. This option is available only to those who are age 55 or older and have at least 30 years of service credit. PERS Plan 2/3 retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit. Other PERS Plan 2/3 benefits include duty and non-duty disability payments, a cost-of-living allowance (based on the CPI), capped at three percent annually and a one-time duty related death benefit, if found eligible by the Department of Labor and Industries. PERS 2 members are vested after completing five years of eligible service. Plan 3 members are vested in the defined benefit portion of their plan after ten years of service; or after five years of service if 12 months of that service are earned after age 44.

PERS Plan 3 defined contribution benefits are totally dependent on employee contributions and investment earnings on those contributions. PERS Plan 3 members choose their contribution rate upon joining membership and have a chance to change rates upon changing employers. As established by statute, Plan 3 required defined contribution rates are set at a minimum of 5 percent and escalate to 15 percent with a choice of six options. Employers do not contribute to the defined contribution benefits. PERS Plan 3 members are immediately vested in the defined contribution portion of their plan.

Contributions

The **PERS Plan 2/3** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2 and the defined benefit portion of Plan 3. The Plan 2/3 employer rates include a component to address the PERS Plan 1 UAAL and an administrative expense that is currently set at 0.18 percent. Each biennium, the state Pension Funding Council adopts Plan 2 employer and employee contribution rates and Plan 3 contribution rates. The PERS Plan 2/3 required contribution rates (expressed as a percentage of covered payroll) for 2018 were as follows:

PERS Plan 2/ 3		
Actual Contribution Rates	Employer 2/3	Employee 2/3 *
January through August 2018	12.70%	7.38%
September through December 2018	12.83%	7.41%
Employee PERS Plan 3		varies

* For employees participating in JBM, the contribution rate was 18.45% for January – August 2018 and 18.53% for September - December 2018.

The County's actual contributions to the plan were \$ 3,145,851 for the year ended December 31, 2018.

B. Public Safety Employees' Retirement System (PSERS)

PSERS Plan 2 was created in the 2004 Legislature and became effective July 1, 2006. To be eligible for membership, an employee must work on a full time basis and:

- Have completed a certified criminal justice training course with authority to arrest, conduct criminal investigations, enforce the criminal laws of Washington, and carry a firearm as part of the job; or
- Have primary responsibility to ensure the custody and security of incarcerated or probationary individuals; or
- Function as a limited authority Washington peace officer, as defined in RCW 10.93.020; or
- Have primary responsibility to supervise eligible members who meet the above criteria.

PSERS membership includes:

- PERS 2 or 3 employees hired by a covered employer before July 1, 2006, who met at least one of the PSERS eligibility criteria and elected membership during the period of July 1, 2006 to September 30 2006; and
- Employees hired on or after July 1, 2006 by a covered employer, that meet at least one of the PSERS eligibility criteria.

PSERS covered employers include:

- Certain State of Washington agencies (Department of Corrections, Department of Natural Resources, Gambling commission, Liquor Control Board, Parks and Recreation Commission, and Washington State Patrol),
- Washington State Counties,
- Washington State Cities (except for Seattle, Spokane, and Tacoma),
- Correctional entities formed by PSERS employers under the Interlocal Cooperation Act.

PSERS Plan 2 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the average final compensation (AFC) for each year of service. The AFC is based on the member's 60 consecutive highest creditable months of service. Benefits are actuarially reduced for each year that the member's age is less than 60 (with ten or more service credit years in PSERS), or less than 65 (with fewer than ten service credit years). There is no cap on years of service credit. Members are eligible for retirement at the age of 65 with five years of service; or at the age of 60 with at least ten years of PSERS

service credit; or at age 53 with 20 years of service. Retirement before age 60 is considered an early retirement. PSERS members who retire prior to the age of 60 receive reduced benefits. If retirement is at age 53 or older with at least 20 years of service, a three percent per year reduction for each year between the age at retirement and age 60 applies. PSERS Plan 2 retirement benefits are actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, an optional cost-of living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. PSERS Plan 2 members are vested after completing five years of eligible service.

Contributions

The **PSERS Plan 2** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2. The Plan 2 employer rates include components to address the PERS Plan 1 unfunded actuarial accrued liability and administrative expense currently set at 0.18 percent. Each biennium, the state Pension Funding Council adopts Plan 2 employer and employee contribution rates.

The PSERS Plan 2 required contribution rates (expressed as a percentage of current-year covered payroll) for 2018 were as follows:

PSERS Plan 2		
Actual Contribution Rates	Employer	Employee
January through August 2018	11.95%	6.74%
September through December 2018	12.38%	7.07%

The County's actual contributions to the plan were \$ 508,840 to PSERS Plan2 and \$376,139 to PERS Plan 1 for the year ended December 31, 2018.

C. Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF)

LEOFF membership includes all full-time, fully compensated, local law enforcement commissioned officers, firefighters, and as of July 24, 2005, emergency medical technicians. LEOFF is comprised of two separate defined benefit plans.

LEOFF Plan 1 provides retirement, disability and death benefits. Retirement benefits are determined per year of service calculated as a percent of final average salary (FAS) as follows:

- 20+ years of service – 2.0% of FAS
- 10-19 years of service – 1.5% of FAS
- 5-9 years of service – 1.0% of FAS

The FAS is the basic monthly salary received at the time of retirement, provided a member has held the same position or rank for 12 months preceding the date of retirement. Otherwise, it is the average of the highest consecutive 24 months' salary within the last ten years of service. Members are eligible for retirement with five years of service at the age of 50. Other benefits include duty and non-duty disability payments, a cost-of living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. LEOFF 1 members were vested after the completion of five years of eligible service. The plan was closed to new entrants on September 30, 1977.

Contributions

Starting on July 1, 2000, **LEOFF Plan 1** employers and employees contribute zero percent, as long as the plan remains fully funded. The LEOFF Plan I had no required employee or employer contributions for fiscal year 2018. Employers paid only the administrative expense of 0.18 percent of covered payroll.

LEOFF Plan 2 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the final average salary (FAS) per year of service (the FAS is based on the highest

consecutive 60 months). Members are eligible for retirement with a full benefit at 53 with at least five years of service credit. Members who retire prior to the age of 53 receive reduced benefits. If the member has at least 20 years of service and is age 50, the reduction is three percent for each year prior to age 53. Otherwise, the benefits are actuarially reduced for each year prior to age 53. LEOFF 2 retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, a cost-of-living allowance (based on the CPI), capped at three percent annually and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. LEOFF 2 members are vested after the completion of five years of eligible service.

Contributions

The **LEOFF Plan 2** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2. The employer rate included an administrative expense component set at 0.18 percent. Plan 2 employers and employees are required to pay at the level adopted by the LEOFF Plan 2 Retirement Board. The LEOFF Plan 2 required contribution rates (expressed as a percentage of covered payroll) for 2018 were as follows:

LEOFF Plan 2		
Actual Contribution Rates	Employer	Employee
January through December 2018	5.43%	8.75%

The County's actual contributions to the plan were \$266,529 for the year ended December 31, 2018.

The Legislature, by means of a special funding arrangement, appropriates money from the state General Fund to supplement the current service liability and fund the prior service costs of Plan 2 in accordance with the recommendations of the Pension Funding Council and the LEOFF Plan 2 Retirement Board. This special funding situation is not mandated by the state constitution and could be changed by statute. For the state, fiscal year ending June 30, 2018, the state contributed \$68,152,127 to LEOFF Plan 2. The amount recognized by the County as its proportionate share of this amount is \$168,795.

Actuarial Assumptions

The total pension liability (TPL) for each of the DRS plans was determined using the most recent actuarial valuation completed in 2018 with a valuation date of June 30, 2017. The actuarial assumptions used in the valuation were based on the results of the Office of the State Actuary's (OSA) *2007-2012 Experience Study* and the *2017 Economic Experience Study*.

Additional assumptions for subsequent events and law changes are current as of the 2017 actuarial valuation report. The TPL was calculated as of the valuation date and rolled forward to the measurement date of June 30, 2018. Plan liabilities were rolled forward from June 30, 2017, to June 30, 2018, reflecting each plan's normal cost (using the entry-age cost method), assumed interest and actual benefit payments.

- **Inflation:** 2.75% total economic inflation; 3.50% salary inflation
- **Salary increases:** In addition to the base 3.50% salary inflation assumption, salaries are also expected to grow by promotions and longevity.
- **Investment rate of return:** 7.4%

Mortality rates were based on the RP-2000 report's Combined Healthy Table and Combined Disabled Table, published by the Society of Actuaries. The OSA applied offsets to the base table and recognized future improvements in mortality by projecting the mortality rates using 100 percent Scale BB. Mortality rates are applied on a generational basis; meaning, each member is assumed to receive additional mortality improvements in each future year throughout his or her lifetime.

There were changes in methods and assumptions since the last valuation.

- Lowered the valuation interest rate from 7.70% to 7.50% for all systems except LEOFF 2. For LEOFF 2 the valuation interest rate was lowered from 7.50% to 7.40%.
- Lowered the assumed general salary growth from 3.75% to 3.50% for all systems.
- Lowered assumed inflation from 3.00% to 2.75% for all systems.
- Modified how the valuation software calculates benefits paid to remarried duty-related death survivors of LEOFF 2 members.
- Updated the trend that the valuation software uses to project medical inflation for LEOFF 2 survivors of a duty-related death, and for certain LEOFF 2 medical-related duty disability benefits.

Discount Rate

The discount rate used to measure the total pension liability for all DRS plans was 7.4 percent.

To determine that rate, an asset sufficiency test included an assumed 7.5 percent long-term discount rate to determine funding liabilities for calculating future contribution rate requirements. (All plans use 7.5 percent except LEOFF 2, which has assumed 7.4 percent). Consistent with the long-term expected rate of return, a 7.4 percent future investment rate of return on invested assets was assumed for the test. Contributions from plan members and employers are assumed to continue being made at contractually required rates (including PERS 2/3, PSERS 2, SERS 2/3, and TRS 2/3 employers, whose rates include a component for the PERS 1, and TRS 1 plan liabilities). Based on these assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return of 7.4 percent was used to determine the total liability.

Long-Term Expected Rate of Return

The long-term expected rate of return on the DRS pension plan investments of 7.4 percent was determined using a building-block-method. In selecting this assumption, the Office of the State Actuary (OSA) reviewed the historical experience data, considered the historical conditions that produced past annual investment returns, and considered capital market assumptions and simulated expected investment returns provided by the Washington State Investment Board (WSIB). The WSIB uses the capital market assumptions and their target asset allocation to simulate future investment returns over various time horizons.

Estimated Rates of Return by Asset Class

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2018, are summarized in the table below. The inflation component used to create the table is 2.2 percent and represents the WSIB's most recent long-term estimate of broad economic inflation.

Asset Class	Target Allocation	% Long Term Expected Real Rate of Return Arithmetic
Fixed Income	20%	1.7%
Tangible Asset	7%	4.9%
Real Estate	18%	5.8%
Global Equity	32%	6.3%
Private Equity	23%	9.3%
	100%	

Sensitivity of the Net Pension Liability/(Asset)

The table below presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.4 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.4 percent) or 1-percentage point higher (8.4 percent) than the current rate.

Plan	1% Decrease -6.40%	Current Discount Rate -7.40%	1% Increase -8.40%
PERS 1	\$ 20,837,936	\$ 16,956,057	\$ 13,593,567
PERS 2/3	\$ 31,091,348	\$ 6,797,374	\$ (13,120,973)
PSERS 2	\$ 2,376,230	\$ 22,873	\$ (1,823,741)
LEOFF 1	\$ (1,036,926)	\$ (1,303,458)	\$ (1,532,926)
LEOFF 2	\$ (404,953)	\$ (3,045,185)	\$ (5,198,601)

Pension Plan Fiduciary Net Position

Detailed information about the State's pension plans' fiduciary net position is available in the separately issued DRS financial report.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2018, the County has reported a total pension liability of \$23,776,304 and pension asset of \$4,348,643 detailed as follows:

Plan	Liability	(Asset)
PERS 1	\$ 16,956,057	
PERS 2/3	\$ 6,797,374	
PSERS 2	\$ 22,873	
LEOFF 1		\$ (1,303,458)
LEOFF 2		\$ (3,045,185)

The amount of the asset reported above for LEOFF Plan 1 and 2 reflects a reduction for State pension support provided to the County. The amount recognized by the County as its proportionate share of the net pension asset, the related State support, and the total portion of the net pension asset that was associated with the County were as follows:

	LEOFF 1 Asset
LEOFF 1 - employer's proportionate share	(1,303,458)
LEOFF 1 - State's proportionate share of the net pension asset associated with the employer	(8,816,556)
TOTAL	(10,120,014)

	LEOFF 2 Asset
LEOFF 2 - employer's proportionate share	(3,045,185)
LEOFF 2 - State's proportionate share of the net pension asset associated with the employer	(1,971,700)
TOTAL	(5,016,885)

At June 30, the County's proportionate share of the collective net pension liabilities was as follows:

PLAN	Proportionate Share 6/30/2018	Proportionate Share 6/30/2017	Current Change in Proportion
PERS1	0.37967%	0.39343%	0.01376%
PERS 2/3	0.39811%	0.41930%	0.02119%
PSERS 2	1.84606%	1.78992%	-0.05614%
LEOFF 1	0.07180%	0.07273%	0.00093%
LEOFF 2	0.14999%	0.15017%	0.00018%

Employer contribution transmittals received and processed by the DRS for the fiscal year ended June 30 are used as the basis for determining each employer's proportionate share of the collective pension amounts reported by the DRS in the *Schedules of Employer and Nonemployer Allocations* for all plans except LEOFF 1.

LEOFF Plan 1 allocation percentages are based on the total historical employer contributions to LEOFF 1 from 1971 through 2000 and the retirement benefit payments in fiscal year 2018. The Office of the State Actuary (OSA) obtained historical data from a 2011 study. In fiscal year 2018, the state of Washington contributed 87.12 percent of LEOFF 1 employer contributions and all other employers contributed the remaining 12.88 percent of employer contributions. LEOFF 1 is fully funded and no further employer contributions have been required since June 2000. If the plan becomes underfunded, funding of the remaining liability will require new legislation. The allocation method the plan chose reflects the projected long-term contribution effort based on historical data.

In fiscal year 2018, the state of Washington contributed 39.3 percent of LEOFF 2 employer contributions pursuant to RCW 41.26.725 and all other employers contributed the remaining 60.7 percent of employer contributions.

The collective net pension liability (asset) was measured as of June 30, 2018, and the actuarial valuation date on which the total pension liability (asset) is based was as of June 30, 2017, with update procedures used to roll forward the total pension liability to the measurement date.

Pension Expense

For the year ended December 31, 2018, the County recognized pension expense as follows:

Plan	Pension Expense
PERS1	817,934
PERS 2/3	(859,893)
PSERS 1	395,646
LEOFF 1	(196,769)
LEOFF 2	(112,405)
Total	\$ 44,513

Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

For the Fiscal year ended June 30, 2018

Difference Between Projected and Actual Earning on Plan Investments

Year	PERS 1	PERS 2/3	PSERS 2	LEOFF 1	LEOFF 2	Totals
2019	29,480	(361,200)	(45,623)	101	(48,837)	(426,078)
2020	(147,302)	(1,011,273)	(78,612)	(23,872)	(129,528)	(1,390,587)
2021	(442,011)	(2,203,205)	(144,166)	(65,019)	(279,027)	(3,133,428)
2022	(113,991)	(595,506)	(40,008)	(17,031)	(75,557)	(842,092)
Total Deferred Outflows (Inflows)	(673,824)	(4,171,183)	(308,409)	(105,822)	(532,948)	(5,792,186)

For the Fiscal year ended June 30, 2018

Difference Between Projected and Actual Experience

Year	PERS 2/3 Inflows	PERS 2/3 Outflows	PSERS 2 Inflows	PSERS 2 Outflows	LEOFF 2 Inflows	LEOFF 2 Outflows
2019	(358,711)	301,532	(2,235)	54,136	(8,222)	38,558
2020	(193,285)	123,639	(2,235)	54,136	(8,222)	38,558
2021	(151,928)	123,639	(2,235)	54,136	(8,222)	17,790
2022	(151,928)	123,639	(2,235)	1,378	(8,222)	10,495
2023	(151,928)	123,639	(2,235)	801	(8,222)	10,495
Thereafter	(182,314)	37,092	(12,292)	5,049	(29,599)	47,229
Total Deferred Outflows (Inflows)	(1,190,095)	833,180	(23,467)	169,638	(70,710)	163,125

For the Fiscal year ended June 30, 2018

Change in Assumptions

Year	PERS 2/3 Inflows	PERS 2/3 Outflows	PSERS 2 Inflows	PSERS 2 Outflows	LEOFF 2 Inflows	LEOFF 2 Outflows
2019	(312,013)	63,363	(12,526)	626	(46,004)	783
2020	(312,013)	12,918	(12,526)	626	(46,004)	783
2021	(312,013)	981	(12,526)	626	(46,004)	158
2022	(312,013)	981	(12,526)	234	(46,004)	-
2023	(312,013)	981	(12,526)	52	(46,004)	-
Thereafter	(374,415)	294	(78,913)	285	(207,018)	-
Total Deferred Outflows (Inflows)	(1,934,478)	79,518	(141,543)	2,447	(437,039)	1,724

For the Fiscal year ended June 30, 2018

Change in Proportionate share

Year	PERS 2/3 Inflows	PERS 2/3 Outflows	PSERS 2 Inflows	PSERS 2 Outflows	LEOFF 2 Inflows	LEOFF 2 Outflows
2019	(596,984)		(3)	3,839	(5,634)	3,894
2020	(239,217)		(3)	3,838	(5,634)	3,894
2021	(172,534)		(3)	3,838	(3,244)	3,894
2022	(172,534)		(2)	1,762	(2,646)	183
2023	(172,534)		-	1,762	(2,646)	183
Thereafter	(161,055)		-	10,531	(6,881)	824
Total Deferred Outflows (Inflows)	(1,514,859)	-	(10)	25,571	(26,686)	12,873

For the Fiscal year ended June 30, 2018

Totals (excluding contributions subsequent to the measurement date)

Year	PERS 1 Yearly Amortization	PERS 2/3 Yearly Amortization	PSERS 2 Yearly Amortization	LEOFF 1 Yearly Amortization	LEOFF 2 Yearly Amortization
2019	\$ 29,480	(1,264,012)	(1,785)	101	(65,461)
2020	(147,302)	(1,619,231)	(34,775)	(23,872)	(146,153)
2021	(442,011)	(2,715,060)	(100,329)	(65,019)	(314,656)
2022	(113,991)	(1,107,361)	(51,397)	(17,031)	(121,751)
2023	0	(511,856)	(12,145)	-	(46,194)
Thereafter		(680,398)	(75,340)	-	(195,446)
Total Deferred Outflows (Inflows)	\$ (673,824)	\$ (7,897,917)	\$ (275,772)	\$ (105,822)	\$ (889,662)

Deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2019.

Office of the State Actuary calculated the amortization schedule of the deferred inflows and outflows recorded in the schedules of Collective Pension Amounts. Amounts presented are the County's Allocated amounts. The recognition period is a closed, five-year period for all plans.

	At June 30, 2019 the County Reported Deferred outflow of resources and Deferred inflows of resources related to pension from the following sources:											
	PERS 1		PERS 2 & 3		PSERS		LEOFF 1		LEOFF 2		Totals	
	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows
	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources	of Resources
Differences between expected and actual experience	-	-	833,180	(1,190,095)	169,638	(23,467)	-	-	163,125	(70,710)	1,165,943	(1,284,272)
Net difference between projected and actual investment earnings on pension plan investments	-	(673,824)	-	(4,171,183)	-	(308,409)	\$0	(105,822)	-	(532,948)	-	(5,792,186)
Changes of assumptions	-	-	79,518	(1,934,478)	2,447	(141,543)	-	-	1,724	(437,039)	83,689	(2,513,060)
Changes in proportion and differences between contributions and proportionate share of contributions				(1,514,859)	25,571	(10)			12,873	(26,686)	38,444	(1,541,555)
Contributions subsequent to the measurement date	1,308,095		1,588,683		260,446.81				137,420		3,294,645	-
TOTAL	\$ 1,308,095	\$ (673,824)	\$ 2,501,381	\$ (8,810,615)	\$ 458,103	\$ (473,429)	\$ -	\$ (105,822)	\$ 315,141	\$ (1,067,383)	\$ 4,582,720	\$ (11,131,072)

D. Other Post Employment Benefit (OPEB) Plans

The following table represents the aggregate OPEB amounts for All plans subject to the requirements of GASB 75 for the year 2018.

Aggregate OPEB Amounts- All Plans	
OPEB Liabilities	\$ 48,278,176
Deferred outflows of resources	574,311
Deferred inflows of resources	
OPEB Expense/expenditures	\$ 30,680,231

OPEB Plan Description

Yakima County has two OPEB Plans.

LEOFF 1

LEOFF1 plan is a single employer benefit pan. As required under Revised Code of Washington (RCW) Chapter 41.26. Yakima County provides direct cost funding for benefits (other than pensions) promised to the Law Enforcement Officers Fire Fighters Plan 1 (LEOFF1). The benefit provides medical and long-term care expense not payable by worker's compensation, social security, insurance provided by another employer or other pension plan. There are currently 37 enrolled members. The benefits are 100 percent provided by the County in order to meet State Statutory requirements under the LEOFF 1 system, where by the County pays their medical and dental premiums and out of pocket medical costs for life. The County is the administrator of the plan. The plan is closed to new entrants. There are no assets accumulated in a trust that meets the criteria in GASB Statement No. 75. The plan is funded as pay-as you-go.

Contributions

The County contributes \$750,000 annually to fund the claims of members.

The County used the alternative measurement method determine the OPEB liability. The County has no active members and 37 inactive members who have left service. At the end of 2018, average ages were as follows:

- 2 members average age of 64 years
- 5 members average age of 67 years
- 20 members average age of 71 years
- 10 members average age of 80 years

Valuation Date, Measurement Date, and Reporting Date

The Valuation and Measurement Date was June 30, 2018. The reporting date is December 31, 2018, the same as the County fiscal year end.

Assumptions and Other Inputs

The County used the alternative method created under the Washington State Actuary (OSA). Healthcare costs and trends were determined by Milliman, and used by OSA in the statewide LEOFF 1 medical study performed in 2016.

Assumptions	
Discount Rate¹	
Beginning of Measurement Year	3.58%
End of Measurement Year	3.87%
Healthcare Trend Rates²	
Medical Costs	Initial rate is approximately 12% / 7% for Excise Tax / No Excise Tax, trends down to about 5% in 2080.
Long-Term Care	4.50%
Medicare Part B Premiums	Approximately 5%, varies by year.
Mortality Rates (assume 100% male population)*	
Base Mortality Table	RP-2000 Mortality Table
Age Setback	+1 year Healthy / -2 years Disabled
Mortality Improvements	Blended 50%/50% Healthy/Disabled
Projection Period	100% Scale BB
Medicare Participation Rate	Generational
	100%

¹ Source: Bond Buyer General Obligation 20-Bond Municipal Index.

² For additional detail on the healthcare trend rates, please see OSA's 2016 LEOFF 1 Medical Benefits Actuarial Valuation Report.

Schedule of Changes in Total Other Liability and Related Ratios

Measurement Date of June 30, 2018

Total OPEB Liability (TOL)

Service Cost*	\$0
Interest Cost	\$642,746
Changes in Experience Data and Assumptions	(\$589,329)
Changes in Benefit Terms	\$0
Estimated Benefit Payments	(\$705,524)
Other	\$0
Net Change in Total OPEB Liability	(\$652,107)
Total OPEB Liability - Beginning	\$18,303,469
Total OPEB Liability - Ending	\$17,651,362
Covered Employee Payroll	\$0
TOL as a Percentage of Covered Payroll	N/A

OPEB Expense for Fiscal Year Ending June 30, 2018

Service Cost*	\$0
Interest Cost	\$642,746
Changes in Experience Data and Assumptions	(\$589,329)
Changes in Benefit Terms	\$0
Other Changes in Fiduciary Net Position	\$0
Total OPEB Expense	\$53,417

Sensitivity Analysis

Sensitivity Analysis			
Total OPEB Liability	1% Decrease	Current	1% Increase
Discount Rate	\$19,863,046	\$17,651,362	\$15,791,220
Healthcare Trend	\$15,860,258	\$17,651,362	\$19,731,892

Under the alternative method only the payments subsequent to the measurement date are calculated as deferred outflow of resources. The expected benefit payments are estimated at \$382,066, for the half year. There have been no significant changes between the valuation date and fiscal year ends.

PEBB Plan

The Public Employees Benefit Board (PEBB) is a single-employer defined benefit OPEB plan. No assets are accumulated in a trust to provide benefits under the plan. The County joined the PEBB in January 2018. Yakima County employees who end public employment are eligible to continue PEBB insurance coverage as a retiree if they retire under the public employees' retirement system and are vested in that system.

Eligible retirees and spouses are entitled to subsidies associated with postemployment medical benefits provided through the Public Employee Benefits Board (PEBB). The PEBB was created within the Washington State Health Care Authority to administer medical, dental, and life insurance plans for public employees and retirees.

The explicit subsidies are monthly amounts paid per post-65 retiree and spouse. As of the valuation date, the explicit subsidy for post-65 retirees and spouses is the lesser of \$150 or 50% of the monthly premiums. As of January 1, 2019, the subsidy will be increased to \$168 per month. The retirees and spouses currently pay the premium minus \$150 when the premium is over \$300 per month and pay half the premium when the premium is lower than \$300.

The implicit medical subsidy is the difference between the total cost of medical benefits and the premiums. For pre-65 retirees and spouses, the retiree pays the full premium amount, but that amount is based on a pool that includes active employees. Active employees will tend to be younger and healthier than retirees on average, and therefore can be expected to have lower average health costs. For post-65 retirees and spouses, the retiree does not pay the full premium due to the subsidy discussed above.

The Washington State Health Care Authority (HCA) administers PEBB plan benefits. For medical insurance coverage, the HCA has two claims pools: one covering employees and non-Medicare eligible retirees, and the other covering retirees enrolled in Medicare Parts A and B. Each participating employer pays a portion of the premiums for active employees. For retirees, participating employers provide two different subsidies: an explicit subsidy and an implicit subsidy.

GASB 75 requires the projection of the total cost of benefit payments to be based on claims costs or age adjusted premiums approximating claims costs. The projection of retiree premiums is based on current amounts for the retirees' share of the premium, projected with the medical & dental trend assumption.

Yakima County membership as of July 1, 2018 included 916 active participants, 137 retirees and surviving spouses, and 55 spouses of current retirees. The plan is funded on a pay-as-you-go basis and there are no assets accumulated in a qualifying trust.

Contributions

The OPEB relationship between PEBB employers and their employees and retirees is not formalized in a contract or plan document. Rather, the benefits are provided in accordance with a substantive plan. A substantive plan is one in which the plan terms are understood by the employers and plan members. This understanding is based on communications between employers and plan members and the historical pattern of practice with regard to the sharing of benefits. For the year ended December 31, 2018, Yakima County's average contribution rate was 71.97% of covered employee payroll.

Valuation Date, Measurement Date, and Reporting Date

The Valuation Date is July 1, 2018. This is the date as of which the census data is gathered and the actuarial valuation was performed. The Measurement Date is June 30, 2018. This is the date as of which the total OPEB liability is determined. Note that GASB 75 allows a lag of up to one year between the measurement date and the reporting date. No adjustment is required between the measurement date and the reporting date. The Reporting Date is December 31, 2018. The total OPEB liability is also reported as of the beginning of the measurement period. Yakima County was not part of PEBB at the beginning of the measurement period, therefore the liability was zero.

The total OPEB liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rates below, and then projected to the measurement dates. There have been no significant changes between the valuation date and fiscal year ends.

Total OPEB PEBB Liability	30-Jun-17	30-Jun-18
Total OPEB Liability	\$ -	\$ 30,626,814
Covered Payroll		\$ 42,553,436
Total OPEB Liability as a % of payroll		71.97%
Valuation Date	1-Jul-18	1-Jul-18
Measurement Date	30-Jun-17	30-Jun-18
Price Inflation		2.75%
Discount Rate		3.87%
20-Year Tax-Exempt Municipal Bond Yield		3.87%
Salary Increase		3.50%

The discount rate was based on the Bond Buyer General Obligation 20-bond municipal bond index for bonds that mature in 20 years.

The Health Care Cost trends are tabled below:

Health care cost trend rates				
Year Ending	Pre 65 Claims and Contributions		Post 65 Claims	Post 65 Contributions'
6/30/2019	6.8%		3.6%	2.8%
6/30/2020	6.3%		7.6%	12.5%
6/30/2021	6.1%		7.6%	11.9%
6/30/2022	5.3%		5.2%	6.6%
6/30/2025	5.5%		5.3%	5.5%
6/30/2035	6.3%		5.4%	5.5%
6/30/2045	6.0%		5.6%	5.7%
6/30/2055	5.6%		5.8%	5.9%

The trend assumptions are used to project medical claims costs. For the non-Medicare group, the same trends are used to project medical contributions. For the Medicare group, we adjusted the post-65 contribution trend to account for the aging of the Medicare population by 1 year every 5 years. We also adjusted the post- 65 contribution trend in the first four years to account for the set explicit Medicare subsidy in Calendar Year 2018 –2022. In 2018, the Medicare subsidy amount was \$150. In 2019, the Medicare subsidy amount is \$168. The Medicare subsidy amount is assumed to remain at \$168 through 2022, after which it is assumed to increase with trend.

Schedule of Changes In Total OPEB PEBB Liability: Increase (Decrease)	
Balance as of June 30, 2017	\$ -
Changes :	
Service Cost	-
Interest of total OPEB liability	-
Implementation of OPEB Benefit	\$ 30,626,814
Changes subsequent to measurement date	
Effect of assumptions changes or inputs	\$ -
Expected benefit payments	-
Balance as of June 30, 2018	\$ 30,626,814

Sensitivity Analysis

The following presents the total OPEB liability of the county, calculated using the discount rate of 3.87%, as well as what the county's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.87%) or 1 percentage point higher (4.87%) than the current rate.

Discount Cost Trend	1% Decrease	Discount rate	1% Increase
	2.87%	3.87%	4.87%
Total OPEB Liability PEBB	\$30,320,546	\$ 30,626,814	\$30,933,082

The following presents the total OPEB liability of the county, calculated using the current healthcare cost trend rate as of 3.87%, as well as what the county's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.87%) or 1 percentage point higher (4.87%) than the current rate.

Healthcare Cost Trend	1% Decrease	Current Trend	1% Increase
	-1.00%	Rate	1.00%
Total OPEB Liability	\$24,616,887	\$ 30,626,814	\$38,726,082

Contributions made subsequent to the measurement date are expected benefit payments in the half-year between the measurement date and the reporting date. Per paragraph 159 of GASB 75, deferred outflows of resources should be reported for benefits that come due subsequent to the measurement date, but prior to the reporting date. Per GASB these amounts should not be reported in the schedule below or the schedule on the following page.

OPEB PEBB Expense		
Measurement Period		July 1, 2017 to June 30, 2018
Service Cost		\$ -
Interest of total OPEB liability		-
Implementation of OPEB Benefit		30,626,814
Recognition of Deferred Inflows/Outflows of Resource		
Recognition of Economic/demographic gains or losses		-
Recognition of assumption changes or inputs		-
OPEB Expense		30,626,814

As of the June 30, 2018 Measurement Date, the deferred inflows and outflows of resource follow.

Deferred Inflows/Outflows of Resource PEBB	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions or inputs	-	-
Contribution made subsequent to the measurement date	n/a	192,245
Total	-	\$ 192,245

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 below. Note that additional future deferred inflows and outflows of resources may impact these numbers.

Schedule of Deferred Inflows and Outflows of Resources						
PEBB Liability						
	Original Amounts	Measurement Period in which Experience Arose	Original Recognition Period*	Amount Recognized in 2017/2018 Measurement Period Experience	Balance of Deferred Inflow as of 06/30/2018 Measurement Date	Balance of Deferred Outflow as of 06/30/2018 Measurement Date
Economic or demographic (gains) or Losses	0	7/1/2017-06/30/2018	9.9	\$ -	\$ -	\$ -
Assumption changes or inputs	-	7/1/2017-06/30/2018	9.9	-		\$ -

* economic / demographic (gains)/losses and assumption changes or inputs are recognized over the average remaining service life for all active and inactive members.

VI. Risk Management Liability Insurance

The County is exposed to various risks of losses related to torts: theft of, damage to, and destruction of assets, error and omissions; injuries to employees; and natural disasters. The County maintains certain comprehensive general liability and property insurance, public official and law enforcement liability insurance, and excessive auto liability insurance for claims. It is the opinion of management and legal counsel that such claims and lawsuits are either covered by the County's insurance policies, if they should exceed the County's retained risk, or are recorded in the government-wide financial statements. During the past three years, the amount of settlements in cases covered by insurance has not exceeded the insurance

coverage. The County is substantially self-insured for its vehicles and all other perils including worker's compensation and general liability below \$500,000. The Washington Counties Risk Pool covers claims over \$500,000.

Yakima County is a participating member of the Washington Counties Risk Pool (WCRP). Chapter 48.62 RCW authorizes the governing body of one or more governmental entities to join for the joint purchasing of insurance, and/or joint self-insuring, and/or joint hiring or contracting for risk management services to the same extent that they may individually purchase insurance, self-insure, or hire or contract for risk management services.

An agreement to form a pooling arrangement was made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The Pool was formed in August of 1988 when 15 counties in the state of Washington joined by signing an Interlocal Governmental Agreement to pool their self-insured losses and jointly purchase insurance and administrative services. As of December 31, 2018, 26 counties participate in the WCRP.

The Pool allows members to establish a plan of self-insurance, and provides related services, such as risk management and claims administration. Members enjoy occurrence-based, jointly purchased and/or jointly self-insured liability coverage for bodily injury, personal injury, property damage, errors and omissions, and advertising injury caused by a covered occurrence during an eligible period and occurring anywhere in the world. Total coverage limits are \$25 million per occurrence and each member selects its occurrence deductible amount for the ensuing coverage year from these options: \$10,000, \$25,000, \$50,000, \$100,000, \$250,000 or \$500,000. For losses occurring in 2018, Yakima County selects a per-occurrence deductible of \$500,000.

Members make an annual contribution to fund the Pool. The Pool acquires reinsurance for further protection from larger losses, direct protection for the Pool and indirect for the member counties due to the contingent liabilities they would otherwise incur from risk-sharing those losses. The reinsurance agreements are written with self-insured retentions ("SIRs") equal to the greater of the deductible for the member with the claim or \$100,000. More recent years' reinsurance programs have included "corridor deductibles" with aggregated stop losses which have the effect of increasing the Pool's SIR. For 2017-18, the "corridor" increased the SIR to \$2 million, with an aggregated stop loss of \$4.35 million. Other reinsurance agreements respond up to the applicable policy limits. Those reinsurance agreements contain aggregate limits for the maximum annual reimbursements to the Pool of \$40 million (lowest reinsured layer), \$20 million, (second layer), \$30 million (third layer) and \$50 million (final reinsured layer). Since the Pool is a cooperative program, there is a joint liability among the participating members.

New members may be asked to pay modest fees to cover the costs to analyze their loss data and risk profiles, and for their proportional shares of the entry year's assessments. New members contract under the Interlocal Agreement to remain in the Pool for at least five years. Following its initial 60-month term, any member may terminate its membership at the conclusion of any Pool fiscal year, provided the county timely files the required advance written notice. Otherwise, the Interlocal Agreement and membership automatically renews for another year. Even after termination, former members remain responsible for reassessments by the Pool for the members' proportional shares of any unresolved, unreported, and in-process claims for the periods that the former members were signatories to the Interlocal Agreement.

The Pool is fully funded by its member participants. Claims are filed directly with the Pool by members and adjusted by one of the six staff members responsible for evaluating each claim for coverage, establishing reserves, and investigating for any risk-shared liability. The Pool does not contract with any third party administrators for claims adjustment or loss prevention services.

During 2017-18, Yakima County was also one of twenty-six (26) counties which participated in the Washington Counties Property Program (WCPP). Property losses are covered under the WCPP to the participating counties' buildings and contents, vehicles, mobile/contractor equipment, EDP and communication equipment, etc. that have been scheduled. The WCPP includes 'All Other Perils ("AOP")' coverage limits of \$500 million per occurrence as well as Flood and Earthquake (catastrophe) coverages

with separate occurrence limits, each being \$200 million. There are no AOP annual aggregate limits, but the flood and earthquake coverages include annual aggregate limits of \$200 million each. Each participating county is solely responsible for paying their selected deductible, ranging between \$5,000 and \$50,000. Higher deductibles apply to losses resulting from catastrophe-type losses. Yakima County also participates in the jointly purchased cyber risk and security coverage from a highly-rated commercial insurer.

The Pool is governed by a board of directors which is comprised of one designated representative from each participating member. The Board of Directors generally meets three-times each year with the Annual Meeting of the Pool being held in summer. The Board approves the extent of risk-sharing, approves the Pool's self-insuring coverage documents, approves the selection of reinsurance and excess agreements, and approves the Pool's annual operating budget.

An 11-member executive committee is elected by and from the WCRP Board for staggered, 3-year terms. Authority has been delegated to the Committee by the Board of Directors to, a) approve all disbursements and reviews the Pool's financial health, b) approve case settlements exceeding the applicable member's deductible by at least \$50,000, c) review all claims with incurred loss estimates exceeding \$100,000, and d) evaluate the Pool's operations, program deliverables, and the Executive Director's performance. Committee members are expected to participate in the Board's standing committees (finance, personnel, risk management, and underwriting) which develop or review/revise proposals for and/or recommendations to the association's policies and its coverages for the Board to consider and act upon.

During 2017-18, the WCRP's assets increased slightly to \$51.5 million while its liabilities increased slightly to \$31.5 million. The Pool's net position increased slightly from \$18.1 million to \$19.8 million. The Pool more than satisfies the State Risk Manager's solvency requirements (WAC 200.100.03001). The Pool is a cooperative program with joint liability amongst its participating members.

Deficits of the Pool resulting from any fiscal year are financed by reassessments of the deficient year's membership in proportion with the initially levied and collected deposit assessments. The Pool's reassessments receivable balance as of December 31, 2018 was zero (\$0). As such, there were no known contingent liabilities at that time for disclosure by the member counties.

<u>Year</u>	<u>Beginning Balance</u>	<u>Paid out</u>	<u>Additional Contribution</u>	<u>Ending Balance</u>
2013	\$ 153,316	-	339,980	\$ 493,296
2014	\$ 493,296	160,600	277,662	\$ 610,358
2015	\$ 610,358	476,423	461,566	\$ 595,501
2016	\$ 595,501	1,138,180	761,641	\$ 218,962
2017	\$ 218,962	1,095,683	1,089,793	\$ 213,072
2018	\$ 213,072	101,006	426,928	\$ 538,994

VII. CONTINGENT LIABILITIES

Amounts received or receivables from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. 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.

Yakima County is named as the defendant in various lawsuits. Although the outcome of these legal actions is not presently determinable, the County is of the opinion that present reserves are available to cover potential settlements without adversely affecting the financial condition of the County.

Yakima County has settled several matters in litigation in 2018. The final expenditure for resolved litigation was \$2,064,447 found in the Liability Insurance Fund, listed as an Internal Service Fund.

IX. OTHER DISCLOSURES

A. Related Parties

In 1982, Yakima County authorized the creation of the Industrial Revenue Bond Public Corporation of Yakima County. This is a public corporation whose purpose is to issue tax-exempt nonrecourse revenue bonds to finance industrial development within the County.

Revenue bonds issued by the corporation are payable solely from revenues of the industrial development facility funded by the revenue bonds. It is neither a liability, nor a contingent liability of Yakima County, nor a lien on any of its properties or revenues. The cumulative total of outstanding bonds issued by the Corporation as of December 31, 2018, was \$1,215,000. The December 31, 2018, ending cash and investments at fair value balance was \$41,836

The County has reviewed the Public Corporation as a potential component unit. Although the Board of County Commissioners comprises the Board of Directors for the Public Corporation, the County receives no financial benefit from and assumes no financial responsibility whatsoever for the debt of the Corporation.

In November 2009, Yakima County entered into an interlocal agreement with the City of Yakima. The City of Yakima now provides purchasing services for the County. The combining of the purchasing functions was designed to reduce costs and streamline the purchase order systems for the County. The County paid City of Yakima for the purchasing services for the following years:

<u>Year ended</u>	<u>Purchased Services from City of</u>	<u>Yakima</u>
2010	\$	261,828
2011		258,417
2012		300,578
2013		265,209
2014		262,900
2015		302,909
2016		315,778
2017		244,138
2018		254,867

Yakima County has a signed lease agreement with State Fair Park. The County receives a nominal fee for the lease. The community benefits by having facilities available to enhance our quality of life through exhibits, shows, the 4th of July event, the fair, concerts, sporting events, etc. Local government and businesses benefit from the outside dollars brought into our community with the staging of these events. The State Fair Park publishes and reports a separate financial statement. The County receives no direct funds from the State Fair Park operations.

Yakima County leases the Moxee Shooting Range to a nonprofit association who operates the park as “Sun Valley Shooting Park”. The County receives no additional funds from the operations.

B. GASB 18 – Accounting for Solid Waste Landfill Closure and Post-closure Costs

GASB 18 establishes the standards for accounting and financial reporting for municipal solid waste landfill closure and post-closure care costs. State and federal laws and regulations require Yakima County Solid Waste to place a final cover on its landfill sites when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, Solid Waste reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The \$12.39 million reported as landfill closure and post-closure care liability at December 31, 2018 represents 73.36% percent of the estimated capacity of the Terrace Heights Landfill, 100% of the estimated capacity of the Cheyne Landfill Cell I, and 4.87% of Cell II. The Snipes Mountain landfill is closed with \$28,422 fully funded closure care liability to cover closure costs through 2024. Snipes Mountain utilized \$7,851 of the funded liability for monitoring costs in 2018. The remaining \$10 million landfill closure and post-closure care liability will be expensed based on percent of remaining capacity through 2030 for Terrace Heights, and 2083 for Cheyne Landfill Cell II. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

Solid Waste is required by state and federal laws and regulations to have available an equivalent amount of assets to finance closure and post-closure care. Solid Waste is in compliance with these requirements, and, at December 31, 2018, investments of \$22,055,354 are held for these purposes. Solid Waste expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional post-closure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

C. **GASB 77 – TAX ABATEMENTS**

RCW 84.14.020 authorizes the State Department of Revenue through Yakima County to provide property tax abatements through the Multi-Unit Urban Housing Exemption under the growth management act. The purpose of this act is to encourage increased residential opportunities, including affordable housing opportunities where there are insufficient housing opportunities. It is further the purpose to stimulate the construction of new multifamily housing. The owner must apply to the County on forms adopted by the governing authority. The value is exempt for ten successive years beginning January 1 of the year immediately following the calendar year of issuance of the certificate. For the fiscal year ended December 31, 2018 the Multi-Unit Urban Housing Exemption tax abatements were \$31,435. The State Department of Revenue provided this data.

RCW 82.60 authorizes the State Department of Revenue through Yakima County to provide property tax deferrals through investment projects in rural counties. The purpose of this abatement is to promote economic stimulation and new employment opportunities in distressed areas where there is high unemployment and poverty. For the fiscal year ended December 31, 2018 the investment project for rural counties tax abatements were \$4,473. The State Department of Revenue provided this data.

RCW 84.36.255 authorizes the State Department of Revenue through Yakima County to provide property tax abatements through Habitat and Water Quality Improvements. All improvements to real and personal property that benefit fish and wildlife habitat, water quality, or water quantity are exempt from taxation if the improvements are included under a written conservation plan approved by a conservation district. The conservation districts must cooperate with the federal natural resource conservation service, other conservation districts, the department of ecology, the department of fish and wildlife, and nonprofit organizations to assist landowners by working with them to obtain approved conservation plans. For the fiscal year ended December 31, 2018 the Habitat and Water Quality Improvement, tax abatements were \$1,205. The State Department of Revenue provided this data.

REQUIRED SUPPLEMENTARY INFORMATION

YAKIMA COUNTY, WASHINGTON

Schedule of Revenues, Expenditures, and Changes in Fund Balance--Budget (GAAP Basis) and Actual General Fund

For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Taxes	\$ 41,238,500	\$ 41,238,500	\$ 41,704,541	\$ 466,041
Licenses and Permits	455,000	455,000	430,642	(24,358)
Intergovernmental	7,978,931	8,453,936	8,809,117	355,181
Charges For Services	8,287,201	8,379,866	8,681,754	301,888
Fines and Forfeits	2,257,670	2,257,670	2,571,960	314,290
Miscellaneous Revenues	1,995,502	2,042,870	2,324,428	281,558
Total Revenues	62,212,804	62,827,842	64,522,442	1,694,600
<u>Expenditures</u>				
General Governmental Services	19,988,013	19,968,002	19,123,817	844,185
Judicial	8,733,933	9,075,323	8,156,328	918,995
Public Safety	15,761,115	16,373,672	15,963,425	410,247
Physical Environment	218,373	218,373	141,688	76,685
Economic Environment	2,092,600	2,092,600	1,790,284	302,316
Health & Human Services	150,000	150,000	150,000	-
Culture and Recreation	451,341	452,841	418,691	34,150
Debt Service:				
Principal			3,430	(3,430)
Capital Outlay	11,400	11,400	45,947	(34,547)
Total Expenditures	47,406,775	48,342,211	45,793,610	2,548,601
Excess (Deficit) Revenues Over Expenditures	14,806,030	14,485,632	18,728,832	4,243,201
<u>Other Financing Sources (Uses)</u>				
Comp Loss on Capital Assets	-	-	0	0
Transfers In	201,488	276,710	286,098	9,388
Transfers Out	(16,705,562)	(17,637,722)	(17,624,203)	13,519
Total Other Financing Sources (Uses)	(16,504,074)	(17,361,012)	(17,338,105)	22,907
Excess (Deficit) Resources Over Uses	(1,698,045)	(2,875,381)	1,390,727	4,266,108
Fund Balance, January 1	10,437,339	10,024,475	11,691,768	1,667,293
Fund Balance, December 31	\$ 8,739,295	\$ 7,149,095	\$ 13,082,495	\$ 5,933,401

Schedule of Expenditures - Budget (GAAP Basis) and Actual

General Fund

For the Year Ended December 31, 2018

		2018			Variance with Final Budget Positive (Negative)
		Original Budget	Final Budget	Actual	
<i>GENERAL GOVERNMENT</i>					
<u>Assessor</u>					
	Salaries and Wages	\$ 1,239,415	\$ 1,239,415	\$ 1,155,049	\$ 84,366
	Personnel Benefits	537,055	537,055	511,801	25,254
	Supplies	32,634	32,634	18,025	14,609
	Other Services and Charges	508,802	542,712	556,731	(14,019)
	Capital Outlay	-	-	5,568	(5,568)
Total Assessor		2,317,906	2,351,816	2,247,174	104,642
<u>Attorney</u>					
	Salaries and Wages	4,254,778	4,254,758	4,112,360	142,398
	Personnel Benefits	1,628,285	1,556,285	1,539,445	16,840
	Supplies	99,590	101,590	129,781	(28,191)
	Other Services and Charges	1,029,019	1,029,019	1,035,568	(6,549)
	Capital Outlay	-	-	11,717	(11,717)
Total Attorney		7,011,672	6,941,652	6,828,871	112,781
<u>Auditor</u>					
	Salaries and Wages	829,279	829,279	815,518	13,761
	Personnel Benefits	357,866	357,866	333,178	24,688
	Supplies	27,559	27,559	21,805	5,754
	Other Services and Charges	401,362	401,362	399,528	1,834
	Capital Outlay	-	-	11,831	(11,831)
Total Auditor		1,616,066	1,616,066	1,581,860	34,206
<u>Elections</u>					
	Salaries and Wages	286,395	286,395	294,662	(8,267)
	Personnel Benefits	116,120	116,120	113,783	2,337
	Supplies	272,000	272,000	202,644	69,356
	Other Services and Charges	663,011	663,011	628,989	34,022
	Capital Outlay	-	-	11,831	(11,831)
Total Elections		1,337,526	1,337,526	1,251,909	85,617
<u>Commissioners</u>					
	Salaries and Wages	484,298	484,298	485,919	(1,621)
	Personnel Benefits	160,684	160,684	158,318	2,366
	Supplies	8,347	8,347	9,442	(1,095)
	Other Services and Charges	294,359	294,359	276,786	17,573
Total Commissioners		947,688	947,688	930,465	17,223
<u>Human Resources</u>					
	Salaries and Wages	423,654	423,654	409,133	14,521
	Personnel Benefits	164,984	164,984	165,454	(470)
	Supplies	26,690	26,690	17,319	9,371
	Other Services and Charges	105,268	105,268	97,877	7,391
Total Human Resources		720,596	720,596	689,783	30,813

Schedule of Expenditures - Budget (GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2018

		2018			
		Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Treasurer</u>					
	Salaries and Wages	759,287	759,287	745,127	14,160
	Personnel Benefits	321,932	321,932	311,436	10,496
	Supplies	53,327	58,327	48,865	9,462
	Other Services and Charges	382,890	382,890	339,981	42,909
	Capital Outlay	-	-	-	-
Total Treasurer		1,517,436	1,522,436	1,445,409	77,027
<u>Assigned Counsel</u>					
	Salaries and Wages	1,606,918	1,606,918	1,653,156	(46,238)
	Personnel Benefits	587,907	587,907	495,589	92,318
	Supplies	70,803	78,803	81,167	(2,364)
	Other Services and Charges	1,349,850	1,352,949	1,249,434	103,515
Total Assigned Counsel		3,615,478	3,626,577	3,479,346	147,231
<u>Non-Departmental</u>					
	Personnel Benefits	500	500	325	175
	Supplies	-	-	267	(267)
	Other Services and Charges	861,330	861,330	667,540	193,790
	Intergovernmental Services	41,815	41,815	41,815	-
Total Non-Departmental		903,645	903,645	709,947	193,698
TOTAL GENERAL GOVERNMENT		19,988,013	19,968,002	19,164,764	803,238
 <i>JUDICIAL</i>					
<u>Clerk</u>					
	Salaries and Wages	1,172,887	1,172,887	1,071,038	101,849
	Personnel Benefits	567,982	567,982	501,547	66,435
	Supplies	66,887	66,887	35,694	31,193
	Other Services and Charges	552,661	552,661	581,999	(29,338)
Total Clerk		2,360,417	2,360,417	2,190,278	170,139
<u>District Court</u>					
	Salaries and Wages	1,377,768	1,422,135	1,393,609	28,526
	Personnel Benefits	490,008	517,478	478,985	38,493
	Supplies	65,261	72,061	48,763	23,298
	Other Services and Charges	1,062,447	1,055,190	911,563	143,627
Total District Court		2,995,484	3,066,864	2,832,920	233,944
<u>Superior Courts</u>					
	Salaries and Wages	1,388,886	1,398,038	1,336,972	61,066
	Personnel Benefits	229,008	225,321	219,581	5,740
	Supplies	98,778	136,778	119,717	17,061
	Other Services and Charges	1,366,644	1,443,189	1,059,709	383,480
Total Superior Courts		3,083,316	3,203,326	2,735,979	467,347
<u>Assigned Counsel</u>					
	Other Services and Charges	257,959	407,959	360,394	47,565
Total Assigned Counsel		257,959	407,959	360,394	47,565

Schedule of Expenditures - Budget (GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018

	2018			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Non-Departmental</u>				
Other Services and Charges	36,757	36,757	36,757	-
Total Non-Departmental	36,757	36,757	36,757	-
TOTAL JUDICIAL	8,733,933	9,075,323	8,156,328	918,995
<u>Public Safety</u>				
<u>Youth Service Center</u>				
Salaries and Wages	1,676,529	1,676,529	1,586,025	90,504
Personnel Benefits	676,680	676,680	675,942	738
Supplies	78,521	78,521	65,899	12,622
Other Services and Charges	1,349,296	1,349,296	1,327,767	21,529
Capital Outlay	-	-	-	-
Total Youth Service Center	3,781,026	3,781,026	3,655,633	125,393
<u>Consolidated Juvenile Services</u>				
Salaries and Wages	818,029	1,019,937	998,473	21,464
Personnel Benefits	364,868	471,641	429,457	42,184
Supplies	11,805	44,754	27,907	16,847
Other Services and Charges	232,818	371,136	221,668	149,468
Capital Outlay	-	-	-	-
Total Consolidated Juvenile Services	1,427,520	1,907,468	1,677,505	229,963
<u>Sheriff</u>				
Salaries and Wages	5,313,164	5,378,480	5,133,684	244,796
Personnel Benefits	2,241,142	2,241,142	2,228,268	12,874
Supplies	285,159	300,492	306,727	(6,235)
Other Services and Charges	1,926,007	1,977,967	2,180,168	(202,201)
Intergovernmental Services	-	-	61	(61)
Capital Outlay	-	-	5,000	(5,000)
Total Sheriff	9,765,472	9,898,081	9,853,908	44,173
<u>Coroner</u>				
Salaries and Wages	184,346	184,346	185,758	(1,412)
Personnel Benefits	56,420	56,420	52,595	3,825
Supplies	21,778	21,778	7,828	13,950
Other Services and Charges	438,308	438,308	452,383	(14,075)
Capital Outlay	-	-	-	-
Total Coroner	700,852	700,852	698,564	2,288
<u>Non-Departmental</u>				
Intergovernmental Services	86,245	86,245	86,245	-
Total Non-Departmental	86,245	86,245	86,245	-
TOTAL PUBLIC SAFETY	15,761,115	16,373,672	15,971,855	401,817

Schedule of Expenditures - Budget (GAAP Basis) and Actual

General Fund

For the Year Ended December 31, 2018

	2018			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<i>PHYSICAL ENVIRONMENT</i>				
<u>Sheriff-Animal Control</u>				
Salaries and Wages	92,935	92,935	57,636	35,299
Personnel Benefits	46,917	46,917	30,029	16,888
Supplies	1,738	1,738	1,141	597
Other Services And Charges	32,250	32,250	18,524	13,726
Total Sheriff-Animal Control	173,840	173,840	107,330	66,510
<u>Non-Departmental</u>				
Intergovernmental Services	34,533	34,533	34,358	175
Other Services and Charges	10,000	10,000	-	10,000
Total Non-Departmental	44,533	44,533	34,358	10,175
TOTAL PHYSICAL ENVIRONMENT	218,373	218,373	141,688	76,685
<i>ECONOMIC ENVIRONMENT</i>				
<u>Planning</u>				
Salaries and Wages	1,135,270	1,135,270	1,041,254	94,016
Personnel Benefits	448,250	448,250	419,208	29,042
Supplies	20,621	20,621	10,690	9,931
Other Services and Charges	488,459	488,459	312,996	175,463
Intergovernmental Services	-	-	6,136	(6,136)
Capital Outlay	-	-	-	-
Total Planning	2,092,600	2,092,600	1,790,284	302,316
TOTAL ECONOMIC ENVIRONMENT	2,092,600	2,092,600	1,790,284	302,316
<u>Health & Human Services</u>				
<u>Non-Departmental</u>				
Intergovernmental Services	150,000	150,000	150,000	-
Total Non-Departmental	150,000	150,000	150,000	-
TOTAL HEALTH & HUMAN SERVICES	150,000	150,000	150,000	-

Schedule of Expenditures - Budget (GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018

	2018			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<i>CULTURE AND RECREATION</i>				
<u>Cooperative Extension</u>				
Salaries and Wages	98,131	98,131	102,961	(4,830)
Personnel Benefits	42,027	42,027	43,096	(1,069)
Supplies	8,399	9,899	7,884	2,015
Other Services and Charges	204,207	204,207	191,388	12,819
Capital Outlay	-	-	-	-
Total Cooperative Extension	352,764	354,264	345,329	8,935
<u>Parks</u>				
Salaries and Wages	43,300	43,300	33,933	9,367
Personnel Benefits	25,370	25,370	11,389	13,981
Supplies	9,000	9,000	7,694	1,306
Other Services and Charges	19,907	19,907	20,210	(303)
Intergovernmental Services	1,000	1,000	136	864
Capital Outlay	11,400	11,400	-	11,400
Total Parks	109,977	109,977	73,362	36,615
TOTAL CULTURE AND RECREATION	462,741	464,241	418,691	45,550
 TOTAL EXPENDITURES	 \$ 47,406,775	 \$ 48,342,211	 \$ 45,793,610	 \$ 2,548,601

YAKIMA COUNTY, WASHINGTON

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual County Road For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Property Taxes	\$ 12,291,007	\$ 12,291,007	\$ 12,594,584	\$ 303,577
Other Taxes	-	-	84,533	84,533
Licenses and Permits	-	-	73,532	73,532
Intergovernmental	12,789,806	12,789,806	11,209,812	(1,579,994)
Charges for Services	-	-	744,307	744,307
Fines and Forfeits	-	-	111	111
Interest Earnings	-	-	94,220	94,220
Donations	-	-	2,056	2,056
Special Assessments	-	-	6,526	6,526
Other Revenue	117,000	117,000	13,160	(103,840)
Total Revenues	25,197,813	25,197,813	24,822,841	(374,972)
<u>Expenditures</u>				
General Governmental Services	-	-	515,208	(515,208)
Public Safety	512,000	512,000	448,000	64,000
Transportation	14,547,589	14,547,589	14,334,952	212,637
Debt Service:				
Principal	875,438	875,438	891,227	(15,789)
Interest	37,430	37,430	21,713	15,717
Capital Outlay	13,820,811	13,820,811	11,085,942	2,734,869
Total Expenditures	29,793,268	29,793,268	27,297,042	2,496,226
Excess (Deficit)				
Revenues over Expenditures	(4,595,455)	(4,595,455)	(2,474,201)	2,121,254
<u>Other Financing Sources (Uses)</u>				
Transfers In	1,576,600	1,576,600	2,140,842	564,242
Transfers Out	(157,183)	(157,183)	(157,183)	-
Total Other Financing Sources (Uses)	1,419,417	1,419,417	1,983,659	564,242
Excess (Deficit) Resources Over Uses	(3,176,038)	(3,176,038)	(490,542)	2,685,496
Fund Balance as of January 1	4,260,000	4,260,000	4,893,030	633,030
Fund Balance as of December 31	\$ 1,083,962	\$ 1,083,962	\$ 4,402,488	\$ 3,318,526

YAKIMA COUNTY, WASHINGTON

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual Support Investment in Economic Diversification For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Sales and Use Taxes	\$ 3,825,000	\$ 3,825,000	\$ 3,939,754	\$ 114,754
Interest Earnings	225,000	225,000	496,909	271,909
Total Revenues	4,050,000	4,050,000	4,436,663	386,663
<u>Expenditures</u>				
Economic Environment	5,285,640	5,285,640	277,381	5,008,259
Total Expenditures	5,285,640	5,285,640	277,381	5,008,259
Excess (Deficit)				
Revenues over Expenditures	(1,235,640)	(1,235,640)	4,159,282	5,394,922
<u>Other Financing Sources (Uses)</u>				
Transfers In	1,000,000	1,000,000	-	(1,000,000)
Transfers Out	(5,000,000)	(5,000,000)	(1,141,997)	3,858,003
Total Other Financing Sources (Uses)	(4,000,000)	(4,000,000)	(1,141,997)	2,858,003
Excess (Deficit) Resources Over Uses	(5,235,640)	(5,235,640)	3,017,285	8,252,925
Fund Balance as of January 1	22,165,370	22,165,370	23,027,750	862,380
Fund Balance as of December 31	\$ 16,929,730	\$ 16,929,730	\$ 26,045,035	\$ 9,115,305

YAKIMA COUNTY, WASHINGTON

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual Department of Corrections For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ -	\$ -	\$ 101,847	\$ 101,847
Charges for Services	14,010,838	13,698,358	13,840,567	142,209
Interest Earnings	20,000	93,000	88,586	(4,414)
Other Revenue	220,000	867,000	1,042,189	175,189
Total Revenues	14,250,838	14,658,358	15,073,189	414,831
<u>Expenditures</u>				
Public Safety	27,425,865	29,972,980	29,284,457	688,523
Debt Service Principal	-	-	16,172	(16,172)
Capital Outlay	-	350,000	336,726	13,274
Total Expenditures	27,425,865	30,322,980	29,637,355	685,625
Excess (Deficit)				
Revenues over Expenditures	(13,175,027)	(15,664,622)	(14,564,166)	1,100,456
<u>Other Financing Sources (Uses)</u>				
Transfer in	15,917,834	15,917,834	15,973,556	55,722
Transfers Out	(2,732,646)	(2,732,646)	(2,732,645)	(1)
Total Other Financing Sources (Uses)	13,185,188	13,185,188	13,240,911	55,721
Excess (Deficit) Resources Over Uses	10,161	(2,479,434)	(1,323,255)	1,156,177
Fund Balance as of January 1	3,531,004	3,531,004	4,085,212	554,208
Fund Balance as of December 31	\$ 3,541,165	\$ 1,051,570	\$ 2,761,957	\$ 1,710,385

YAKIMA COUNTY, WASHINGTON
Schedule of Proportionate Share of the Net Pension Liability
Pension Plans, PERS 1; PERS 2; PSERS; LEOFF 2, LEOFF 1
As of June 30,
Last 10 Fiscal Years*

		2015	2016	2017	2018
PERS 1	Plan Total Pension Liability	\$ 5,230,930,000	\$ 5,370,471,000	\$ 4,745,078,000	\$ 4,466,034,000
	Employer's Proportion Of The Net Pension Liability (Asset)	0.434%	0.405%	0.393%	0.380%
	Employer's Proportionate Share Of The Net Pension Liability	\$ 22,715,104	\$ 21,758,893	\$ 18,668,371	\$ 16,956,057
	TOTAL	\$ 22,715,104	\$ 21,758,893	\$ 18,668,371	\$ 16,956,057
	Covered Payroll	\$ 46,858,688	\$ 47,518,962	\$ 48,360,039	\$ 49,794,552
	Employer's Proportionate Share Of The Net Pension Liability As A Percentage Of Covered Payroll	48.48%	45.79%	38.60%	34.05%
PERS 2 & 3	Plan Total Pension Liability	\$ 3,573,057,000	\$ 5,034,921,000	\$ 3,474,522,000	\$ 1,707,411,000
	Employer's Proportion Of The Net Pension Liability (Asset)	0.398%	0.398%	0.419%	0.398%
	Employer's Proportionate Share Of The Net Pension Liability	\$ 14,224,697	\$ 20,044,524	\$ 14,568,705	\$ 6,797,374
	TOTAL	\$ 14,224,697	\$ 20,044,524	\$ 14,568,705	\$ 6,797,374
	Covered Payroll	\$ 40,970,297	\$ 40,456,218	\$ 41,049,523	\$ 41,758,895
	Employer's Proportionate Share Of The Net Pension Liability As A Percentage Of Covered Payroll	34.72%	49.55%	35.49%	16.28%
PSERS	Plan Total Pension Liability	\$ 18,252,000	\$ 42,498,000	\$ 19,593,000	\$ 1,239,000
	Employer's Proportion Of The Net Pension Liability (Asset)	1.743%	1.743%	1.790%	1.846%
	Employer's Proportionate Share Of The Net Pension Liability	\$ 17,354,002	\$ 38,422,442	\$ 350,699	\$ 22,873
	TOTAL	\$ 17,354,002	\$ 38,422,442	\$ 350,699	\$ 22,873
	Covered Payroll	\$ 5,160,907	\$ 5,756,235	\$ 6,383,351	\$ 7,297,686
	Employer's Proportionate Share Of The Net Pension Liability As A Percentage Of Covered Payroll	29.74%	14.98%	5.49%	0.31%
LEOFF 1	Plan Total Pension Asset	\$ (1,205,221,000)	\$ (1,030,286,000)	\$ (1,517,220,000)	\$ (1,815,502,000)
	Employer's Proportion Of The Net Pension Asset	0.073%	0.074%	0.073%	0.072%
	Employer's Proportionate Share Of The Net Pension Asset	\$ (882,222)	\$ (759,259)	\$ (1,103,398)	\$ (1,303,458)
	TOTAL	\$ (882,222)	\$ (759,259)	\$ (1,103,398)	\$ (1,303,458)
	Covered Payroll	\$ 52,291	\$ -	\$ -	\$ -
	Employer's Proportionate Share Of The Net Pension Asset As A Percentage Of Covered Payroll	-5.93%	0.00%	0.00%	0.00%
LEOFF 2	Plan Total Pension Asset	\$ (1,027,800,000)	\$ (581,630,000)	\$ (1,387,676,000)	\$ (2,030,218,000)
	Employer's Proportion Of The Net Pension Asset	0.150%	0.147%	0.150%	0.150%
	Employer's Proportionate Share Of The Net Pension Asset	\$ (1,538,689)	\$ (854,734)	\$ (2,083,873)	\$ (3,045,185)
	Special Funding	\$ 87,338	\$ 146,566	\$ 153,886	\$ 168,795
	TOTAL	\$ (1,451,351)	\$ (708,168)	\$ (1,929,987)	\$ (2,876,390)
	Covered Payroll	\$ 4,375,842	\$ 4,463,947	\$ 4,747,244	\$ 4,970,381
	Employer's Proportionate Share Of The Net Pension Asset As A Percentage Of Covered Payroll	-33.17%	-15.86%	-40.65%	-57.87%
	Plan Fiduciary Net Position As A Percentage Of The Total Pension Asset	111.66%	106.01%	113.35%	118.5%

YAKIMA COUNTY, WASHINGTON
Schedule of Employer Contributions
Pension Plans, PERS 1; PERS 2; PSERS; LEOFF 2, LEOFF 1
As of December 31
Last 10 Fiscal Years*

Plan		2015	2016	2017	2018
PERS 1	Statutorily or contractually required contributions	\$ 2,134,836	\$ 2,344,747	\$ 2,455,093	\$ 2,581,412
	Contributions in relation to the statutorily or contractually required contributions	\$ (2,134,836)	\$ (2,344,747)	\$ (2,455,093)	\$ (2,581,412)
	Contribution deficiency (excess)	0	0	0	0
	Covered payroll	\$ 46,751,073	\$ 47,949,011	\$ 48,942,818	\$ 50,137,713
	Contributions as a percentage of covered payroll	4.57%	4.89%	5.02%	5.15%
PERS 2 & 3	Statutorily or contractually required contributions	\$ 2,245,172	\$ 2,542,554	\$ 2,833,406	\$ 3,145,851
	Contributions in relation to the statutorily or contractually required contributions	\$ (2,245,172)	\$ (2,542,554)	\$ (2,833,406)	\$ (3,145,851)
	Contribution deficiency (excess)	0	0	0	0
	Covered payroll	\$ 39,894,870	\$ 40,812,172	\$ 41,273,447	\$ 42,045,681
	Contributions as a percentage of covered payroll	5.63%	6.23%	6.86%	7.48%
PSERS	Statutorily or contractually required contributions	\$ 355,364	\$ 399,316	\$ 456,422	\$ 508,839
	Contributions in relation to the statutorily or contractually required contributions	\$ (355,364)	\$ (399,316)	\$ (456,422)	\$ (508,839)
	Contribution deficiency (excess)	0	0	0	0
	Covered payroll	\$ 5,484,702	\$ 6,059,445	\$ 6,845,900	\$ 7,430,024
	Contributions as a percentage of covered payroll	6.48%	6.59%	6.67%	6.85%
LEOFF 1	Statutorily or contractually required contributions	\$ -	\$ -	\$ -	\$ -
	Contributions in relation to the statutorily or contractually required contributions	\$ -	\$ -	\$ -	\$ -
	Contribution deficiency (excess)	0	0	0	0
	Covered payroll	\$ -	\$ -	\$ -	\$ -
	Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%
LEOFF 2	Statutorily or contractually required contributions	222,127	\$ 230,618	\$ 253,233	\$ 266,529
	Contributions in relation to the statutorily or contractually required contributions	(222,127)	\$ (230,618)	\$ (253,233)	\$ (266,529)
	Contribution deficiency (excess)	0	0	0	0
	Covered payroll	4,398,859	\$ 4,566,677	\$ 4,919,494	\$ 5,077,537
	Contributions as a percentage of covered payroll	5.05%	5.05%	5.15%	5.25%

REQUIRED SUPPLEMENTARY INFORMATION -

YAKIMA COUNTY, WASHINGTON
Schedule of Changes in Total OPEB Liability and Related Ratios
OTHER POSTEMPLOYMENT BENEFITS
For the year ended June 30 (*plan's measurement date*)
Last 10 Fiscal Years*

	2018
PEBB Plan	
Total OPEB liability - beginning PEBB	\$ -
Service cost	0
Interest	
Changes in benefit terms	30,626,814
Differences between expected and actual experience	0
Changes in proportionate share	0
Benefit payments	0
Other changes	0
Total OPEB liability - ending PEBB	<u>30,626,814</u>
Covered-employee payroll**	42,553,436
Total OPEB liability as a % of covered-employee payroll	71.97%
LEOFF Plan	
Total OPEB liability - beginning LEOFF	\$ 18,303,469
Service cost	0
Interest	642,746
Changes in benefit terms	0
Effect of assumptions changes or inputs	(589,329)
Changes in proportionate share	0
Benefit payments	(705,524)
Other changes	0
Total OPEB liability - ending LEOFF	<u>17,651,362</u>
Covered-employee payroll**	0
Total OPEB liability as a % of covered-employee payroll	0.00%

This schedule is presents the 1st year of application.
There are no assets accumulated in a trust to pay liabilities

Notes to Required Supplementary Information

Note 1: Budgets

The annual budget for Yakima County is adopted in accordance with the provisions of the Revised Code of Washington (RCW), as interpreted by the Budgeting, Accounting, and Reporting System (BARS) of the State of Washington, and on a basis consistent with generally accepted accounting principles.

More detailed information regarding the budget policies and procedures can be found in the notes to the financial statements, section II.

Note 2: Pensions

Substantially all County full-time and qualifying part-time employees participate in one of the following statewide retirement systems administered by the Washington State Department of Retirement Systems, under cost-sharing multiple-employer public employee defined benefit and defined contribution retirement plans. The state Legislature establishes, and amends, laws pertaining to the creation and administration of all public retirement systems.

More detailed information regarding pension plan methods and assumptions can be found in the notes to financial statements, section V.

Note 3: Other Post-Employment Benefits (OPEB)

Other post-employment benefits (other than pensions) are benefits such as medical, dental, vision, or hearing, etc. after separating from service. Also included would be death benefits, disability, life insurance, long-term care, etc. when provided separately from a pension plan.

Demographic Assumptions

Demographic assumptions regarding retirement, mortality, disability mortality, turnover, and marriage are based on assumptions used in the 2017 actuarial valuation for the Washington State retirement systems, and modified for Yakima County.

The assumed rates of disability under PERS Plans 1, 2, and 3 and PSERS Plan 2 from the 2017 actuarial valuation are less than 0.1% for ages 50 and below and continue to be low after that. There is an assumed a 0% disability rate for all ages for those plans.

For service retirement, there is an assumptions or rated for PERS Plans 1, 2 and, 3, PSERS Plan 2, and LEOFF Plan 2 from the 2017 actuarial valuation for

Washington State retirement systems. The service requirements for these plans vary based on hire date and years of service.

For mortality, we used the assumptions from the 2017 actuarial valuation for Washington State retirement systems, adjusted for Yakima County. For all healthy members, we used the RP-2000 base mortality table, adjusted by -1 year for both males and females, with generational mortality adjustments using projection scale BB. For disabled retirees across all plans, we used the RP-2000 Disabled Retiree mortality table with generational mortality adjustments using projection scale BB.

Election Assumption (Members)	65% of Members are assumed to elect medical benefits upon retirement. 50% of Members are assumed to elect dental benefits upon retirement. Rationale: Consistent with the January 1, 2017 PEBB OPEB valuation performed by the Office of the State Actuary and PEBB medical and dental election information.
Election Assumption (Spouses)	45% of members are assumed to enroll eligible spouses as of the retirement date. Rationale: Consistent with the January 1, 2017 PEBB OPEB valuation performed by the Office of the State Actuary.
Medicare Coverage	100% of members are assumed to enroll in Medicare, once eligible,
Spouse Age	Male members are assumed to be three years older than their wives, and female members are assumed to be one year younger than their husbands. Rationale: Consistent with the 2017 actuarial valuation for Washington State retirement systems.
Selection of Carrier	All current and future retirees who elect medical and dental coverage are assumed to elect carriers based on the weighted average of selection of carriers by current PEBB retirees. Rationale: This assumption is based upon review of the Plan's experience.

Premium Levels

The July 1, 2018 assumed annual medical retiree contributions used in the valuation are displayed below.

These represent a weighted average of July 1, 2018 – June 30, 2019 PEBB retiree contributions by medical plan, based on overall PEBB current retiree medical plan election. These contributions are assumed for both current retirees and future retirees. Contributions are the same for retirees or spouses of retirees. The contributions exclude the administration charge, the state surcharge reduction, the Limeade administration charge, the CDHP employer contribution, the HSA administration fee, and the HSA wellness fee, as these are direct pass-through expenses that are 100% paid by retirees.

<u>Medical plan</u>	<u>Non Medicare</u>	<u>Medicare</u>
Weighted Average based on current PEBB retirees	\$8,052.25	\$3,180.06

All disabled retirees are assumed to elect the Medicare Supplement F plan. The table below shows the annual medical retiree contributions for the Medicare Supplement F plan. These represent a weighted average of July 1, 2018 – June 30, 2019 PEBB retiree contributions.

Contributions are the same for retirees or spouses or retirees. The contributions exclude the administration charge, the state surcharge reduction, the Limeade administration charge, the CDHP employer contribution, the HSA administration fee, and the HSA wellness fee, as these are direct pass-through expenses that are 100% paid by retirees.

Medical plan	Non Medicare	Medicare
Medicare Supplement Plan F Medicare Age	n/a	\$1,274.28
Medicare Supplement Plan F Disabled Under 65	n/a	\$2,424.60

Summary of Membership Data

The following membership census was used in the actuarial valuations of July 1, 2018

Actives (As of July 1, 2018)

Age	Years of Service Completed								Total
	0 to 5	5 to 10	10 to 15	15 to 20	20 to 25	25 to 30	30 to 35	35 & Up	
Under 25	34	0	0	0	0	0	0	0	34
25 to 29	64	2	0	0	0	0	0	0	66
30 to 34	70	11	10	0	0	0	0	0	91
35 to 39	53	15	32	7	0	0	0	0	107
40 to 44	31	12	32	11	8	0	0	0	94
45 to 49	41	12	35	27	26	2	0	0	143
50 to 54	20	9	24	17	15	18	3	0	106
55 to 59	29	11	35	23	13	25	10	2	148
60 to 64	9	9	20	16	7	11	3	7	82
65 to 70	5	5	16	2	3	2	1	2	36
70 & Up	1	0	2	2	2	2	0	0	9
Total	357	86	206	105	74	60	17	11	916

Participant Averages

	Attained Age at		Count
	Hire	Valuation	
Actives	35.6	46.5	916
Retirees	n/a	71.1	137

INDIVIDUAL AND COMBINING STATEMENTS

YAKIMA COUNTY, WASHINGTON

Combining Balance Sheet Nonmajor Governmental Funds December 31, 2018

	Special Revenue	Debt Service	Capital Project	Total
<i>ASSETS</i>				
Cash/Cash Equivalents	\$ 4,998,575	\$ 42,886	\$ 2,210,878	\$ 7,252,339
Investments	8,797,429	1,353,099	2,361,939	12,512,467
Taxes Receivable	82,477	297	-	82,774
Accounts Receivable	329,512	-	-	329,512
Assessments Receivable	43,337	263	-	43,600
Interest Receivable	19,615	2,410	8,311	30,336
Due From Other Funds	54,778	-	926,249	981,027
Due From Other Governmental	3,120,735	-	59,750	3,180,485
Notes Receivable	585,977	-	-	585,977
Total Assets	<u>\$ 18,032,435</u>	<u>\$ 1,398,955</u>	<u>\$ 5,567,127</u>	<u>\$ 24,998,517</u>
<i>LIABILITIES AND FUND BALANCES</i>				
<i>Liabilities</i>				
Accounts/Vouchers Payable	\$ 284,071	\$ -	\$ 613,573	\$ 897,644
Contracts Payable	87,746	-	122,084	209,830
Due To Other Funds	166,487	-	1,926,249	2,092,736
Due To Other Governments	314	-	-	314
Accrued Wage & Benefits Payable	1,130,422	-	14,181	1,144,603
Accrued Taxes	-	-	-	-
Unearned Revenue	510,375	-	-	510,375
Total Liabilities	<u>2,179,415</u>	<u>-</u>	<u>2,676,087</u>	<u>4,855,502</u>
<i>Deferred Inflows of Resources</i>				
Unavailable revenue- taxes	977,252	297	-	977,549
Unavailable revenue-special assessments	48,267	263	-	48,530
Unavailable Revenue	871,891	-	-	871,891
Total Deferred Inflows of Resources	<u>1,897,410</u>	<u>560</u>	<u>-</u>	<u>1,897,970</u>
<i>Fund Balance</i>				
Restricted	12,932,219	-	289,856	13,222,075
Committed	614,360	1,398,395	-	2,012,755
Assigned	409,031	-	2,601,184	3,010,215
Unassigned	-	-	-	-
Total Fund Balance	<u>13,955,610</u>	<u>1,398,395</u>	<u>2,891,040</u>	<u>18,245,045</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 18,032,435</u>	<u>\$ 1,398,955</u>	<u>\$ 5,567,127</u>	<u>\$ 24,998,517</u>

YAKIMA COUNTY, WASHINGTON

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Nonmajor Governmental Funds

Year Ended December 31, 2018

<u>Revenues</u>	Non Major Funds			Total
	Special Revenue	Debt Service	Capital Project	
Property Taxes	\$ 2,524,863	\$ 21	\$ -	\$ 2,524,884
Sales and Use Taxes	7,756,482	-	-	7,756,482
Other Taxes	2,263,336	-	927,673	3,191,009
Licenses and Permits	30,291	-	-	30,291
Intergovernmental	3,296,173	198,213	1,946,010	5,440,396
Charges for Services	3,996,625	-	200	3,996,825
Fines and Forfeits	10,532	-	-	10,532
Interest Earnings	499,870	22,475	80,148	602,493
Special Assessments	1,065,106	5,422	-	1,070,528
Donations	249,850	-	-	249,850
Other Revenues	38,166	14	53,117	91,297
Total Revenues	21,731,294	226,145	3,007,148	24,964,587
<u>Expenditures</u>				
Current:				
General Governmental Services	3,609,269	-	322,119	3,931,388
Judicial	2,354,504	-	-	2,354,504
Public Safety	7,169,313	-	618,948	7,788,261
Physical Environment	2,511,731	-	-	2,511,731
Transportation	1,509	-	-	1,509
Economic Environment	2,616,876	-	-	2,616,876
Health and Human Services	252,471	-	-	252,471
Culture and Recreation	177,716	-	81,735	259,451
Debt Service:				
Principal	17,017	3,315,000	-	3,332,017
Interest	6,646	935,311	-	941,957
Capital Outlay	2,641,673	-	4,886,314	7,527,987
Total Expenditures	21,358,725	4,250,311	5,909,116	31,518,152
Excess (Deficit) Revenues Over Expenditures	372,569	(4,024,166)	(2,901,968)	(6,553,565)
<u>Other Financing Sources (Uses)</u>				
Transfers In	260,000	4,170,949	5,850,522	10,281,471
Transfers Out	(1,635,109)	(129)	(3,616,453)	(5,251,691)
Total Other Financing Source (Uses)	(1,375,109)	4,170,820	2,234,069	5,029,780
Net Change in Fund Balance	(1,002,540)	146,654	(667,899)	(1,523,785)
Fund Balances-Beginning	14,958,150	1,251,741	3,558,939	19,768,830
Fund Balances-Ending	\$ 13,955,610	\$ 1,398,395	\$ 2,891,040	\$ 18,245,045

YAKIMA COUNTY, WASHINGTON
Nonmajor Special Revenue Funds

Special Revenue Funds are used to account for proceeds which are designated restricted or committed to be used for specific purposes other than debt service and capital projects. At least 20% of these proceeds come from outside sources. Both revenues and expenditures are budgeted in compliance with procedures established in the Revised Code of Washington 36.90 which is required by State Law. The modified accrual basis of accounting is applied.

District Court Probation - The purpose is to provide services to District Court and Superior Court with sentencing investigations, client supervision, treatment, compliance review, and community placement for defendants.

Municipal Courts - The purpose is to provide court services for the cities of Grandview and Union Gap.

Pre-Trial - The purpose is to assist state and local jurisdictions in reducing crime and improving the fair administration of justice.

Narcotics Investigation – The purpose is to account for financing the ongoing efforts to maintain aggressive investigation and prosecution of drug cases.

Special Operations – The purpose is to account for planned D.A.R.E. programs within the county, the patrol of recreational waters, and promoting boating safety and education.

District Court Dispute Resolution – The purpose is to account for activities in assisting individuals in settling small claims disputes out of court.

Family Court – The purpose is to account for services provided to people going through Superior Court, typically in marriage dissolutions. Providing information to families in crises.

Noxious Weed – The purpose is to account for money received and spent for the destruction, prevention or extermination of plants detrimental to or destructive of agricultural plants or produce.

Horticulturist – The purpose is to account for the prevention of horticultural pests and diseases.

Criminal Justice Sales Tax – The purpose is to account for the proceeds of three-tenths of one percent of sales and use tax to support criminal justice programs.

Parks and Recreation – Is now reported in the General Fund.

Toppenish/Simcoe West Railroad – The purpose is to collect easement rentals along the Toppenish-Simcoe Rail Line and to purchase supplies required for maintaining the railroad tracks.

Naches Rail – The purpose is to provide administrative oversight of County owned and Rail-banked rail corridor that runs from 40th Avenue to Naches along Highway 12.

Flood Control – The purpose is to account for the proceeds of a .01% property tax to address flood management needs within the county.

Stormwater Utility – The purpose is to account for the compliance of Washington Department of Ecology under the Clean Water Act, protect water quality, and prevent water quality problems.

YAKIMA COUNTY, WASHINGTON
Nonmajor Special Revenue Funds

Record Services – The purpose is to account for the revenues provided by the Centennial Document Preservation Act of 1989.

Motel/Hotel Tax – The purpose is to account for revenue received from room tax on hotels/motels.

WSU Extension – The purpose is to provide information, credit and non-credit educational programs, and professional development training for citizens of Yakima County.

Emergency Medical Services – The purpose is to provide administrative support in all areas related to pre-hospital emergency medicine and the delivery of emergency medical services.

911 – The purpose is to provide administration of new county wide emergency dispatch communications center.

Veterans Relief – The purpose is to finance emergency financial assistance to veterans and their survivors.

Community Service – The purpose is to perform administrative functions of planning, program development, funding, contracting and coordinating services for Yakima County.

Treasurer's Revolving – The purpose is to finance the collection of delinquent personal property taxes.

Treasurer Investment Pool – The purpose is where investments of Yakima County, as well as most districts in the County, are pooled together and invested to provide a more efficient way to manage cash reserves and maximize interest income.

REET Electronic Tech Fund – The purpose is to be used exclusively for the development, implementation, and maintenance of an electronic processing and reporting system for real estate excise tax affidavits.

Community Development Programs – The purpose is to properly account for the proceeds of current and future community development grant programs for the benefit of Yakima County.

Community Housing – The purpose is to account for the proceeds that benefit the operations and maintenance of low-income housing projects.

PILT Title III – The purpose is to account for the proceeds of the Property in Lieu of Tax (PILT) Title III funds.

Homeless Services – The purpose is to account for the proceeds that benefit the operations and maintenance of homeless services and projects in Yakima County.

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2018

<i>ASSETS</i>	Dist Court Probation	Municipal Courts	Pre-Trial	Narcotics Investigation	Special Operations
Cash/Cash Equivalents	\$ 291,912	\$ 95,491	\$ 66,327	\$ 28,156	\$ 371,265
Investments	-	-	-	-	-
Taxes Receivable	-	-	-	-	-
Accounts Receivable	310,525	-	-	264	485
Assessments Receivable	-	-	-	-	-
Interest Receivable	-	-	-	-	-
Due From Other Funds	-	24,419	-	-	-
Due From Other Governments	22,762	23,022	18,158	-	21,048
Notes Receivable	-	-	-	-	-
Total Assets	<u>\$ 625,199</u>	<u>\$ 142,932</u>	<u>\$ 84,485</u>	<u>\$ 28,420</u>	<u>\$ 392,798</u>
<i>LIABILITIES AND FUND BALANCE</i>					
<u>Liabilities</u>					
Vouchers Payable	\$ 3,199	\$ 13	\$ -	\$ -	\$ 2,449
Contracts Payable	-	-	-	-	-
Due To Other Funds	-	-	-	-	-
Due To Other Governments	-	-	-	314	-
Accrued Wage & Benefits Payable	139,546	51,996	46,292	-	-
Unearned Revenue	-	-	-	-	-
Total Liabilities	<u>142,745</u>	<u>52,009</u>	<u>46,292</u>	<u>314</u>	<u>2,449</u>
<u>Deferred Inflows of Resources</u>					
Unavailable Revenue- Taxes	-	-	-	-	-
Unavailable Revenue-Special Assessments	-	-	-	-	-
Unavailable Revenue	284,952	-	-	-	-
Total Deferred Inflows of Resources	<u>284,952</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ 427,697</u>	<u>\$ 52,009</u>	<u>\$ 46,292</u>	<u>\$ 314</u>	<u>\$ 2,449</u>
<u>Fund Balance</u>					
Restricted	196,952	-	38,193	28,106	43,435
Committed	550	90,923	-	-	346,914
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>197,502</u>	<u>90,923</u>	<u>38,193</u>	<u>28,106</u>	<u>390,349</u>
Total Liabilities, Deferred inflows of Resources and Fund Balance	<u>\$ 625,199</u>	<u>\$ 142,932</u>	<u>\$ 84,485</u>	<u>\$ 28,420</u>	<u>\$ 392,798</u>

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2018

<i>ASSETS</i>	Dist Court Dispute Resolution	Family Court	Noxious Weed	Horticulturist	Criminal Justice Sales Tax
Cash/Cash Equivalents	\$ 30,669	\$ 169,049	\$ 20,165	\$ 158,537	\$ 795,041
Investments	-	-	604,348	-	688,158
Taxes Receivable	-	-	-	-	-
Accounts Receivable	395	319	185	-	-
Assessments Receivable	-	-	22,181	6,253	-
Interest Receivable	-	-	1,098	-	1,542
Due From Other Funds	-	-	-	-	-
Due From Other Governments	-	-	-	-	1,236,026
Notes Receivable	-	-	-	-	-
Total Assets	<u>\$ 31,064</u>	<u>\$ 169,368</u>	<u>\$ 647,977</u>	<u>\$ 164,790</u>	<u>\$ 2,720,767</u>
<i>LIABILITIES AND FUND BALANCE</i>					
<u>Liabilities</u>					
Vouchers Payable	\$ -	\$ 149	\$ 526	\$ 34	\$ 3,418
Contracts Payable	-	-	-	-	-
Due To Other Funds	-	-	-	-	118,609
Due To Other Governments	-	-	-	-	-
Accrued Wage & Benefits Payable	-	21,424	26,704	8,954	567,409
Unearned Revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>21,573</u>	<u>27,230</u>	<u>8,988</u>	<u>689,436</u>
<u>Deferred Inflows of Resources</u>					
Unavailable Revenue- Taxes	-	-	-	-	658,867
Unavailable Revenue-Special Assessments	-	-	42,014	6,253	-
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>42,014</u>	<u>6,253</u>	<u>658,867</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ -</u>	<u>\$ 21,573</u>	<u>\$ 69,244</u>	<u>\$ 15,241</u>	<u>\$ 1,348,303</u>
<u>Fund Balance</u>					
Restricted	31,064	147,795	578,733	149,549	1,372,464
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>31,064</u>	<u>147,795</u>	<u>578,733</u>	<u>149,549</u>	<u>1,372,464</u>
Total Liabilities, Deferred inflows of Resources and Fund Balance	<u>\$ 31,064</u>	<u>\$ 169,368</u>	<u>\$ 647,977</u>	<u>\$ 164,790</u>	<u>\$ 2,720,767</u>

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2018

<i>ASSETS</i>	Topp/Simcoe West Railroad	Naches Rail	Flood Control	Stormwater Utility	Records Services
Cash/Cash Equivalents	\$ 11,012	\$ 10,609	\$ 562,605	\$ 701,901	\$ 101,488
Investments	75,518	39,828	92,145	1,177,874	-
Taxes Receivable	-	-	48,920	-	-
Accounts Receivable	3,385	-	-	-	515
Assessments Receivable	-	-	-	14,903	-
Interest Receivable	154	89	1,556	3,354	-
Due From Other Funds	-	-	-	-	-
Due From Other Governments	-	-	1,276,421	4,860	-
Notes Receivable	-	-	-	-	-
Total Assets	\$ 90,069	\$ 50,526	\$ 1,981,647	\$ 1,902,892	\$ 102,003
<i>LIABILITIES AND FUND BALANCE</i>					
<u>Liabilities</u>					
Vouchers Payable	\$ 770	\$ 135	\$ 113,508	\$ 49,631	\$ -
Contracts Payable	-	-	40,877	-	-
Due To Other Funds	-	-	13	-	21,100
Due To Other Governments	-	-	-	-	-
Accrued Wage & Benefits Payable	462	155	131,482	26,826	8,886
Unearned Revenue	-	-	-	-	-
Total Liabilities	1,232	290	285,880	76,457	29,986
<u>Deferred Inflows of Resources</u>					
Unavailable Revenue- Taxes	-	-	44,605	14,903	-
Unavailable Revenue-Special Assessments	-	-	-	-	-
Unavailable Revenue	-	962	-	-	-
Total Deferred Inflows of Resources	-	962	44,605	14,903	-
Total Liabilities and Deferred Inflows of Resources					
	\$ 1,232	\$ 1,252	\$ 330,485	\$ 91,360	\$ 29,986
<u>Fund Balance</u>					
Restricted	-	-	1,651,162	1,811,532	72,017
Committed	88,837	49,274	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	88,837	49,274	1,651,162	1,811,532	72,017
Total Liabilities, Deferred inflows of Resources and Fund Balance					
	\$ 90,069	\$ 50,526	\$ 1,981,647	\$ 1,902,892	\$ 102,003

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2018

<i>ASSETS</i>	Motel/ Hotel Tax	WSU Extension	Emergency Medical Services	911	Veterans Relief
Cash/Cash Equivalents	\$ 149,330	\$ 38,348	\$ 321,311	\$ 294,822	\$ 21,498
Investments	281,429	-	167,151	720,975	128,781
Taxes Receivable	-	-	15,672	-	6,232
Accounts Receivable	-	21	920	-	-
Assessments Receivable	-	-	-	-	-
Interest Receivable	527	-	303	1,288	257
Due From Other Funds	-	-	-	-	-
Due From Other Governments	74,456	-	1,939	372,306	94
Notes Receivable	-	-	-	-	-
Total Assets	<u>\$ 505,742</u>	<u>\$ 38,369</u>	<u>\$ 507,296</u>	<u>\$ 1,389,391</u>	<u>\$ 156,862</u>
<i>LIABILITIES AND FUND BALANCE</i>					
<u>Liabilities</u>					
Vouchers Payable	\$ -	\$ 88	\$ 5,259	\$ -	\$ 4,671
Contracts Payable	-	-	-	-	-
Due To Other Funds	-	-	-	-	1,235
Due To Other Governments	-	-	-	-	-
Accrued Wage & Benefits Payable	-	419	26,229	-	8,969
Unearned Revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>507</u>	<u>31,488</u>	<u>-</u>	<u>14,875</u>
<u>Deferred Inflows of Resources</u>					
Unavailable Revenue- Taxes	32,834	-	15,971	190,514	5,688
Unavailable Revenue-Special Assessments	-	-	-	-	-
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>32,834</u>	<u>-</u>	<u>15,971</u>	<u>190,514</u>	<u>5,688</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ 32,834</u>	<u>\$ 507</u>	<u>\$ 47,459</u>	<u>\$ 190,514</u>	<u>\$ 20,563</u>
<u>Fund Balance</u>					
Restricted	472,908	-	459,837	1,198,877	136,299
Committed	-	37,862	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>472,908</u>	<u>37,862</u>	<u>459,837</u>	<u>1,198,877</u>	<u>136,299</u>
Total Liabilities, Deferred inflows of Resources and Fund Balance	<u>\$ 505,742</u>	<u>\$ 38,369</u>	<u>\$ 507,296</u>	<u>\$ 1,389,391</u>	<u>\$ 156,862</u>

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2018

	Community Service	Treasurer's Revolving	Treasurer Investment Pool	REET Electronic Tech Fund	Community Development Programs
ASSETS					
Cash/Cash Equivalents	\$ 14,800	\$ 25,200	\$ 31,770	\$ 61,424	\$ 42,891
Investments	2,858,716	169,266	103,423	110,384	-
Taxes Receivable	11,653	-	-	-	-
Accounts Receivable	-	-	-	-	-
Assessments Receivable	-	-	-	-	-
Interest Receivable	5,264	275	187	200	-
Due From Other Funds	30,359	-	-	-	-
Due From Other Governments	1,094	-	-	-	-
Notes Receivable	-	-	-	-	-
Total Assets	<u>\$ 2,921,886</u>	<u>\$ 194,741</u>	<u>\$ 135,380</u>	<u>\$ 172,008</u>	<u>\$ 42,891</u>
LIABILITIES AND FUND BALANCE					
<u>Liabilities</u>					
Vouchers Payable	\$ 1,001	\$ 554	\$ 152	\$ -	\$ 38,663
Contracts Payable	-	-	-	-	-
Due To Other Funds	21,302	-	-	-	4,228
Due To Other Governments	-	-	-	-	-
Accrued Wage & Benefits Payable	-	24,651	18,838	-	-
Unearned Revenue	-	-	-	-	-
Total Liabilities	<u>22,303</u>	<u>25,205</u>	<u>18,990</u>	<u>-</u>	<u>42,891</u>
<u>Deferred Inflows of Resources</u>					
Unavailable Revenue- Taxes	13,870	-	-	-	-
Unavailable Revenue-Special Assessments	-	-	-	-	-
Unavailable Revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>13,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Deferred Inflows of Resources	<u>\$ 36,173</u>	<u>\$ 25,205</u>	<u>\$ 18,990</u>	<u>\$ -</u>	<u>\$ 42,891</u>
<u>Fund Balance</u>					
Restricted	2,476,682	169,536	116,390	172,008	-
Committed	-	-	-	-	-
Assigned	409,031	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>2,885,713</u>	<u>169,536</u>	<u>116,390</u>	<u>172,008</u>	<u>-</u>
Total Liabilities, Deferred inflows of Resources and Fund Balance	<u>\$ 2,921,886</u>	<u>\$ 194,741</u>	<u>\$ 135,380</u>	<u>\$ 172,008</u>	<u>\$ 42,891</u>

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2018

<i>ASSETS</i>	Community Housing	PILT Title III	Homeless Services	2018 Totals
Cash/Cash Equivalents	\$ 244,805	\$ 74,960	\$ 263,189	\$ 4,998,575
Investments	500,307	571,808	507,318	8,797,429
Taxes Receivable	-	-	-	82,477
Accounts Receivable	6,148	-	6,350	329,512
Assessments Receivable	-	-	-	43,337
Interest Receivable	1,220	1,209	1,092	19,615
Due From Other Funds	-	-	-	54,778
Due From Other Governments	68,549	-	-	3,120,735
Notes Receivable	585,977	-	-	585,977
Total Assets	\$ 1,407,006	\$ 647,977	\$ 777,949	\$ 18,032,435
<i>LIABILITIES AND FUND BALANCE</i>				
<u>Liabilities</u>				
Vouchers Payable	\$ 59,851	\$ -	\$ -	\$ 284,071
Contracts Payable	46,869	-	-	87,746
Due To Other Funds	-	-	-	166,487
Due To Other Governments	-	-	-	314
Accrued Wage & Benefits Payable	21,180	-	-	1,130,422
Unearned Revenue	-	510,375	-	510,375
Total Liabilities	127,900	510,375	-	2,179,415
<u>Deferred Inflows of Resources</u>				
Unavailable Revenue- Taxes	-	-	-	977,252
Unavailable Revenue-Special Assessments	-	-	-	48,267
Unavailable Revenue	585,977	-	-	871,891
Total Deferred Inflows of Resources	585,977	-	-	1,897,410
Total Liabilities and Deferred Inflows of Resources	\$ 713,877	\$ 510,375	\$ -	\$ 4,076,825
<u>Fund Balance</u>				
Restricted	693,129	137,602	777,949	12,932,219
Committed	-	-	-	614,360
Assigned	-	-	-	409,031
Unassigned	-	-	-	0
Total Fund Balance	693,129	137,602	777,949	13,955,610
Total Liabilities, Deferred inflows of Resources and Fund Balance	\$ 1,407,006	\$ 647,977	\$ 777,949	\$ 18,032,435

YAKIMA COUNTY, WASHINGTON

Page 1 of 6

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Dist Court Probation	Municipal Courts	Pre-Trial	Narcotics Investigation
<u>Revenues</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-
Other Taxes	-	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for Services	1,520,800	478,910	-	-
Fines and Forfeits	-	-	-	10,532
Special Assessments	-	-	-	-
Interest Earnings	56,382	-	-	-
Donations	-	-	126,351	-
Other Revenues	5,689	-	-	-
Total Revenues	1,582,871	478,910	126,351	10,532
<u>Expenditures</u>				
Current:				
General Governmental Services	-	-	-	-
Judicial	-	465,850	392,059	-
Public Safety	1,602,351	-	-	-
Physical Environment	-	-	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Health and Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	1,602,351	465,850	392,059	-
Excess (Deficiency) of Revenues over Expenditures	(19,480)	13,060	(265,708)	10,532
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	260,000	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	260,000	-
Net change in fund balance	(19,480)	13,060	(5,708)	10,532
Fund Balance, January 1	216,982	77,863	43,901	17,574
Fund Balance, December 31	\$ 197,502	\$ 90,923	\$ 38,193	\$ 28,106

YAKIMA COUNTY, WASHINGTON

Page 2 of 6

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Special Operations	Dist Court Dispute Resolution	Family Court	Noxious Weed	Horticulturist
<u>Revenues</u>					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Licenses and Permits	-	-	30,291	-	-
Intergovernmental	174,215	-	-	180	-
Charges for Services	33,040	77,468	180,787	6,129	-
Fines and Forfeits	-	-	-	-	-
Special Assessments	-	-	-	378,150	183,692
Interest Earnings	-	-	-	15,583	-
Donations	118,119	-	3,560	-	-
Other Revenues	2,339	-	-	3,407	-
Total Revenues	327,713	77,468	214,638	403,449	183,692
<u>Expenditures</u>					
Current:					
General Governmental Services	-	-	-	-	-
Judicial	-	56,989	233,733	-	-
Public Safety	233,134	-	-	-	-
Physical Environment	-	-	-	367,327	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Health and Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	170,971
Capital Outlay	64,302	-	-	22,500	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	297,436	56,989	233,733	389,827	170,971
Excess (Deficiency) of Revenues over Expenditures	30,277	20,479	(19,095)	13,622	12,721
<u>Other Financing Sources (Uses)</u>					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	(15,362)	(28,500)
Total Other Financing Sources (Uses)	-	-	-	(15,362)	(28,500)
Net change in fund balance	30,277	20,479	(19,095)	(1,740)	(15,779)
Fund Balance, January 1	360,072	10,585	166,890	580,473	165,328
Fund Balance, December 31	\$ 390,349	\$ 31,064	\$ 147,795	\$ 578,733	\$ 149,549

YAKIMA COUNTY, WASHINGTON

Page 3 of 6

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Criminal Justice Sales Tax	Topp/Simcoe West Railroad	Naches Rail	Flood Control	Stormwater Utility
<u>Revenues</u>					
Property Taxes	\$ -	\$ -	\$ -	\$ 1,497,821	\$ -
Sales and Use Taxes	7,007,015	-	-	-	-
Other Taxes	-	-	-	2,398	-
Licenses and Permits	-	-	-	-	-
Intergovernmental	-	-	-	2,150,353	-
Charges for Services	-	-	-	375	14,706
Fines and Forfeits	-	-	-	-	-
Special Assessments	-	-	-	-	503,264
Interest Earnings	11,826	1,172	798	24,748	33,259
Donations	-	-	-	600	-
Other Revenues	-	12,000	7,299	-	-
Total Revenues	7,018,841	13,172	8,097	3,676,295	551,229
<u>Expenditures</u>					
Current:					
General Governmental Services	2,811,337	-	-	-	-
Judicial	1,205,873	-	-	-	-
Public Safety	2,620,165	-	-	-	-
Physical Environment	-	-	-	1,570,378	574,026
Transportation	-	692	817	-	-
Economic Environment	-	-	-	-	-
Health and Human Services	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Capital Outlay	-	-	-	2,554,871	-
Debt Service:					
Principal	-	-	-	17,017	-
Interest	-	-	-	6,646	-
Total Expenditures	6,637,375	692	817	4,148,912	574,026
Excess (Deficiency) of Revenues over Expenditures	381,466	12,480	7,280	(472,617)	(22,797)
<u>Other Financing Sources (Uses)</u>					
Transfers In	-	-	-	-	-
Transfers Out	(185,222)	-	-	-	-
Total Other Financing Sources (Uses)	(185,222)	-	-	-	-
Net change in fund balance	196,244	12,480	7,280	(472,617)	(22,797)
Fund Balance, January 1	1,176,220	76,357	41,994	2,123,779	1,834,329
Fund Balance, December 31	\$ 1,372,464	\$ 88,837	\$ 49,274	\$ 1,651,162	\$ 1,811,532

YAKIMA COUNTY, WASHINGTON

Page 4 of 6

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Records Services	Motel/ Hotel Tax	WSU Extension	Emergency Medical Services	911
<u>Revenues</u>					
Property Taxes	\$ -	\$ -	\$ -	\$ 477,497	\$ -
Sales and Use Taxes	-	717,932	-	-	-
Other Taxes	-	-	-	6,598	2,253,461
Licenses and Permits	-	-	-	-	-
Intergovernmental	97,547	-	-	26,265	1,337
Charges for Services	113,947	-	7,015	8,721	-
Fines and Forfeits	-	-	-	-	-
Special Assessments	-	-	-	-	-
Interest Earnings	-	8,607	-	3,028	18,254
Donations	-	-	-	-	-
Other Revenues	-	-	516	6,606	-
Total Revenues	211,494	726,539	7,531	528,715	2,273,052
<u>Expenditures</u>					
Current:					
General Governmental Services	225,126	-	-	2	-
Judicial	-	-	-	-	-
Public Safety	-	-	-	495,583	2,218,080
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Health and Human Services	-	-	-	-	-
Culture and Recreation	-	194	6,551	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	225,126	194	6,551	495,585	2,218,080
Excess (Deficiency) of Revenues over Expenditures	(13,632)	726,345	980	33,130	54,972
<u>Other Financing Sources (Uses)</u>					
Transfers In	-	-	-	-	-
Transfers Out	(21,100)	(639,681)	-	-	(121,950)
Total Other Financing Sources (Uses)	(21,100)	(639,681)	-	-	(121,950)
Net change in fund balance	(34,732)	86,664	980	33,130	(66,978)
Fund Balance, January 1	106,749	386,244	36,882	426,707	1,265,855
Fund Balance, December 31	\$ 72,017	\$ 472,908	\$ 37,862	\$ 459,837	\$ 1,198,877

YAKIMA COUNTY, WASHINGTON

Page 5 of 6

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Veterans Relief	Community Service	Treasurer's Revolving	Treasurer Investment Pool	REET Electronic Tech Fund
<u>Revenues</u>					
Property Taxes	\$ 193,175	\$ 356,370	\$ -	\$ -	\$ -
Sales and Use Taxes	-	31,535	-	-	-
Other Taxes	309	570	-	-	-
Licenses and Permits	-	-	-	-	-
Intergovernmental	229	10,950	-	-	20,880
Charges for Services	-	-	295,609	-	17,893
Fines and Forfeits	-	-	-	-	-
Special Assessments	-	-	-	-	-
Interest Earnings	1,991	56,457	2,676	222,498	1,999
Donations	1,220	-	-	-	-
Other Revenues	-	310	-	-	-
Total Revenues	196,924	456,192	298,285	222,498	40,772
<u>Expenditures</u>					
Current:					
General Governmental Services	-	1	309,198	238,589	25,016
Judicial	-	-	-	-	-
Public Safety	-	-	-	-	-
Physical Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	-	-	-	-	-
Health and Human Services	177,267	75,204	-	-	-
Culture and Recreation	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	177,267	75,205	309,198	238,589	25,016
Excess (Deficiency) of Revenues over Expenditures	19,657	380,987	(10,913)	(16,091)	15,756
<u>Other Financing Sources (Uses)</u>					
Transfers In	-	-	-	-	-
Transfers Out	-	(623,294)	-	-	-
Total Other Financing Sources (Uses)	-	(623,294)	-	-	-
Net change in fund balance	19,657	(242,307)	(10,913)	(16,091)	15,756
Fund Balance, January 1	116,642	3,128,020	180,449	132,481	156,252
Fund Balance, December 31	\$ 136,299	\$ 2,885,713	\$ 169,536	\$ 116,390	\$ 172,008

YAKIMA COUNTY, WASHINGTON

Page 6 of 6

Combining Statement of Revenues,
Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Community Development Programs	Community Housing	PILT Title III	Homeless Services	2018 Totals
<u>Revenues</u>					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,524,863
Sales and Use Taxes	-	-	-	-	7,756,482
Other Taxes	-	-	-	-	2,263,336
Licenses and Permits	-	-	-	-	30,291
Intergovernmental	200,069	614,148	-	-	3,296,173
Charges for Services	-	191,160	-	1,050,065	3,996,625
Fines and Forfeits	-	-	-	-	10,532
Special Assessments	-	-	-	-	1,065,106
Interest Earnings	-	11,830	11,379	17,383	499,870
Donations	-	-	-	-	249,850
Other Revenues	-	-	-	-	38,166
Total Revenues	200,069	817,138	11,379	1,067,448	21,731,294
<u>Expenditures</u>					
Current:					
General Governmental Services	-	-	-	-	3,609,269
Judicial	-	-	-	-	2,354,504
Public Safety	-	-	-	-	7,169,313
Physical Environment	-	-	-	-	2,511,731
Transportation	-	-	-	-	1,509
Economic Environment	200,069	808,220	3,851	1,604,736	2,616,876
Health and Human Services	-	-	-	-	252,471
Culture and Recreation	-	-	-	-	177,716
Capital Outlay	-	-	-	-	2,641,673
Debt Service:					
Principal	-	-	-	-	17,017
Interest	-	-	-	-	6,646
Total Expenditures	200,069	808,220	3,851	1,604,736	21,358,725
Excess (Deficiency) of Revenues over Expenditures	-	8,918	7,528	(537,288)	372,569
<u>Other Financing Sources (Uses)</u>					
Transfers In	-	-	-	-	260,000
Transfers Out	-	-	-	-	(1,635,109)
Total Other Financing Sources (Uses)	-	-	-	-	(1,375,109)
Net change in fund balance	-	8,918	7,528	(537,288)	(1,002,540)
Fund Balance, January 1	-	684,211	130,074	1,315,237	14,958,150
Fund Balance, December 31	\$ -	\$ 693,129	\$ 137,602	\$ 777,949	\$ 13,955,610

YAKIMA COUNTY, WASHINGTON

Page 1 of 14

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

District Court Probation				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Charges for Services	\$ 1,477,597	\$ 1,477,597	\$ 1,520,800	\$ 43,203
Interest Earnings	18,000	18,000	56,382	38,382
Other Revenue	350	350	5,689	5,339
Total Revenues	1,495,947	1,495,947	1,582,871	86,924
<u>Expenditures</u>				
Public Safety	1,709,707	1,712,929	1,602,351	110,578
Total Expenditures	1,709,707	1,712,929	1,602,351	110,578
Excess (Deficit) of Revenues over Expenditures	(213,760)	(216,982)	(19,480)	197,502
Excess (Deficit) Resources Over Uses	(213,760)	(216,982)	(19,480)	197,502
Fund Balance as of January 1	213,760	216,982	216,982	-
Fund Balance as of December 31	\$ -	\$ -	\$ 197,502	\$ 197,502
Municipal Courts				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Charges for Services	\$ 429,273	\$ 478,910	\$ 478,910	\$ -
Total Revenues	429,273	478,910	478,910	0
<u>Expenditures</u>				
Judicial	582,913	556,772	465,850	90,922
Total Expenditures	582,913	556,772	465,850	90,922
Excess (Deficit) of Revenues over Expenditures	(153,640)	(77,862)	13,060	90,922
Net Change in Fund balance	(153,640)	(77,862)	13,060	90,922
Fund Balance as of January 1	153,640	77,862	77,863	1
Fund Balance as of December 31	\$0	\$0	\$ 90,923	\$ 90,923

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

	Pre-Trial			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Donations	-	107,800	126,351	18,551
Total Revenues	0	107,800	126,351	18,551
<u>Expenditures</u>				
Judicial	398,189	412,123	392,059	20,064
Total Expenditures	398,189	412,123	392,059	20,064
Excess (Deficit) of				
Revenues over Expenditures	(398,189)	(304,323)	(265,708)	38,615
<u>Other Financing Sources (Uses)</u>				
Transfers In	260,000	260,000	260,000	-
Total other financing sources (uses)	260,000	260,000	260,000	0
Net Change in Fund balance	(138,189)	(44,323)	(5,708)	38,615
Fund Balance as of January 1	138,189	44,323	43,901	(422)
Fund Balance as of December 31	\$0	\$0	\$ 38,193	\$ 38,193

	Narcotics Investigation			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Fines and Forfeits	\$ 5,000	\$ 5,000	\$ 10,532	\$ 5,532
Total Revenues	5,000	5,000	10,532	5,532
<u>Expenditures</u>				
Public Safety	5,000	5,000	-	5,000
Total Expenditures	5,000	5,000	0	5,000
Excess (Deficit) of				
Revenues over Expenditures	-	-	10,532	10,532
Net Change in Fund balance	-	-	10,532	10,532
Fund Balance as of January 1	13,666	13,666	17,574	3,908
Fund Balance as of December 31	\$13,666	\$13,666	\$ 28,106	\$ 14,440

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Special Operations			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Intergovernmental	\$ 151,400	\$ 191,400	\$ 174,215	\$ (17,185)
Charges for Services	10,000	10,000	33,040	23,040
Donations	4,000	4,000	118,119	114,119
Other Revenue	3,000	3,000	2,339	(661)
Total Revenues	168,400	208,400	327,713	119,313
<u>Expenditures</u>				
Public Safety	191,741	281,741	233,134	48,607
Capital Outlay	25,000	60,000	64,302	(4,302)
Total Expenditures	216,741	341,741	297,436	44,305
Excess (Deficit) of Revenues over Expenditures	(48,341)	(133,341)	30,277	163,618
Net Change in Fund balance	(48,341)	(133,341)	30,277	163,618
Fund Balance as of January 1	371,480	371,480	360,072	(11,408)
Fund Balance as of December 31	\$ 323,139	\$ 238,139	\$ 390,349	\$ 152,210

	District Court Dispute Resolution			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Charges for Services	\$ 73,000	\$ 73,000	\$ 77,468	\$ 4,468
Total Revenues	73,000	73,000	77,468	4,468
<u>Expenditures</u>				
Judicial	92,514	83,585	56,989	26,596
Total Expenditures	92,514	83,585	56,989	26,596
Revenues over Expenditures	(19,514)	(10,585)	20,479	31,064
Net Change in Fund balance	(19,514)	(10,585)	20,479	31,064
Fund Balance as of January 1	19,514	10,585	10,585	-
Fund Balance as of December 31	\$ -	\$ -	\$ 31,064	\$ 31,064

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

Family Court				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Licenses and Permits	\$ 30,000	\$ 30,000	\$ 30,291	\$ 291
Charges for Services	199,100	199,100	180,786	(18,314)
Donations	-	-	3,560	3,560
Total Revenues	229,100	229,100	214,637	(14,463)
<u>Expenditures</u>				
Judicial	298,348	395,990	233,732	162,258
Total Expenditures	298,348	395,990	233,732	162,258
Excess (Deficit) of Revenues over Expenditures	(69,248)	(166,890)	(19,095)	147,795
Net Change in Fund balance	(69,248)	(166,890)	(19,095)	147,795
Fund Balance as of January 1	69,248	166,890	166,890	0
Fund Balance as of December 31	\$ -	\$ -	\$ 147,795	\$ 147,795
Noxious Weed				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Special Assessments	\$ 378,922	\$ 378,922	\$ 378,150	\$ (772)
Intergovernmental	-	-	180	180
Charges for Services	4,500	4,500	6,129	1,629
Interest Earnings	5,300	5,300	15,583	10,283
Other Revenue	20,835	20,835	3,407	(17,428)
Total Revenues	409,557	409,557	403,449	(6,108)
<u>Expenditures</u>				
Physical Environment	359,541	390,961	367,327	23,634
Capital Outlay	30,000	30,000	22,500	7,500
Total Expenditures	389,541	420,961	389,827	31,134
Excess (Deficit) of Revenues over Expenditures	20,016	(11,404)	13,622	25,026
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(15,362)	(15,362)	(15,362)	-
Total other financing sources (uses)	(15,362)	(15,362)	(15,362)	0
Net Change in Fund balance	4,654	(26,766)	(1,740)	25,026
Fund Balance as of January 1	236,106	236,106	580,473	344,367
Fund Balance as of December 31	\$ 240,760	\$ 209,340	\$ 578,733	\$ 369,393

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

	Horticulturist			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Special Assessments	\$ 176,686	\$ 176,686	\$ 183,692	\$ 7,006
Other Revenue	3,500	3,500	-	(3,500)
Total Revenues	180,186	180,186	183,692	3,506
<u>Expenditures</u>				
Culture & Recreation	215,588	254,034	170,971	83,063
Capital Outlay	900	900	-	900
Total Expenditures	216,488	254,934	170,971	83,963
Excess (Deficit) of Revenues over Expenditures	(36,302)	(74,748)	12,721	87,469
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(28,500)	(28,500)	(28,500)	-
Total other financing sources (uses)	(28,500)	(28,500)	(28,500)	0
Net Change in Fund balance	(64,802)	(103,248)	(15,779)	87,469
Fund Balance as of January 1	160,000	160,000	165,328	5,328
Fund Balance as of December 31	\$ 95,198	\$ 56,752	\$ 149,549	\$ 92,797
	Criminal Justice Sales Tax			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Sales and Use Taxes	\$ 6,750,000	\$ 6,750,000	\$ 7,007,015	\$ 257,015
Interest Earnings	-	-	11,826	11,826
Total Revenues	6,750,000	6,750,000	7,018,841	268,841
<u>Expenditures</u>				
General Governmental Services	2,877,670	2,877,670	2,811,337	66,333
Judicial	1,291,016	1,331,016	1,205,873	125,143
Public Safety	2,701,656	2,862,545	2,620,165	242,380
Total Expenditures	6,870,342	7,071,231	6,637,375	433,856
Excess (Deficit) of Revenues over Expenditures	(120,342)	(321,231)	381,466	702,697
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(110,000)	(110,000)	(185,222)	(75,222)
Total other financing sources (uses)	(110,000)	(110,000)	(185,222)	(75,222)
Net Change in Fund balance	(230,342)	(431,231)	196,244	627,475
Fund Balance as of January 1	809,529	849,529	1,176,220	326,691
Fund Balance as of December 31	\$ 579,187	\$ 418,298	\$ 1,372,464	\$ 954,166

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

Toppenish/Simcoe West Railroad				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Interest Earnings	600	600	1,172	572
Other Revenue	12,100	12,100	12,000	(100)
Total Revenues	12,700	12,700	13,172	472
<u>Expenditures</u>				
Transportation	6,960	6,960	692	6,268
Capital Outlay	15,000	15,000	-	15,000
Total Expenditures	21,960	21,960	692	21,268
Excess (Deficit) of Revenues over Expenditures	(9,260)	(9,260)	12,480	21,740
Net Change in Fund balance	(9,260)	(9,260)	12,480	21,740
Fund Balance as of January 1	72,800	72,800	76,357	3,557
Fund Balance as of December 31	\$ 63,540	\$ 63,540	\$ 88,837	\$ 25,297

Naches Rail				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Interest Earnings	\$ 110	\$ 110	\$ 798	\$ 688
Other Revenue	6,000	6,000	7,299	1,299
Total Revenues	6,110	6,110	8,097	1,987
<u>Expenditures</u>				
Transportation	8,579	8,579	817	7,762
Capital Outlay	5,000	5,000	-	5,000
Total Expenditures	13,579	13,579	817	12,762
Excess (Deficit) of Revenues over Expenditures	(7,469)	(7,469)	7,280	14,749
Net Change in Fund balance	(7,469)	(7,469)	7,280	14,749
Fund Balance as of January 1	41,250	41,250	41,994	744
Fund Balance as of December 31	\$ 33,781	\$ 33,781	\$ 49,274	\$ 15,493

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

	Flood Control			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Property Taxes	\$ 1,508,666	\$ 1,508,666	\$ 1,497,821	\$ (10,845)
Other Taxes	2,500	2,500	2,398	(102)
Intergovernmental	5,808,129	5,808,129	2,150,353	(3,657,776)
Charges for Services	-	-	375	375
Interest Earnings	6,000	6,000	24,748	18,748
Donations	-	-	600	600
Total Revenues	7,325,295	7,325,295	3,676,295	(3,649,000)
<u>Expenditures</u>				
Physical Environment	1,155,968	1,155,968	1,570,378	(414,410)
Debt Service Costs	24,054	24,054	23,663	391
Capital Outlay	5,963,200	5,963,200	2,554,871	3,408,329
Total Expenditures	7,143,222	7,143,222	4,148,912	2,994,310
Excess (Deficit) of Revenues over Expenditures	182,073	182,073	(472,617)	(654,690)
Net Change in Fund balance	182,073	182,073	(472,617)	(654,690)
Fund Balance as of January 1	1,076,221	1,076,221	2,123,779	1,047,558
Fund Balance as of December 31	\$ 1,258,294	\$ 1,258,294	\$ 1,651,162	\$ 392,868

	Stormwater Utility			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Charges for Services	10,000	10,000	14,706	4,706
Interest Earnings	-	-	33,259	33,259
Special Assessments	484,970	484,970	503,264	18,294
Total Revenues	494,970	494,970	551,229	56,259
Physical Environment	711,470	711,470	574,026	137,444
Total Expenditures	711,470	711,470	574,026	137,444
Excess (Deficit) of Revenues over Expenditures	(216,500)	(216,500)	(22,797)	193,703
Net Change in Fund balance	(216,500)	(216,500)	(22,797)	193,703
Fund Balance as of January 1	1,877,730	1,877,730	1,834,329	(43,401)
Fund Balance as of December 31	\$ 1,661,230	\$ 1,661,230	\$ 1,811,532	\$ 150,302

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

	Record Services			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Intergovernmental	\$ 95,000	\$ 105,000	\$ 97,547	\$ (7,453)
Charges for Services	108,300	114,562	113,947	(615)
Total Revenues	203,300	219,562	211,494	(8,068)
<u>Expenditures</u>				
General Governmental Services	214,750	265,491	225,126	40,365
Total Expenditures	214,750	265,491	225,126	40,365
Excess (Deficit) of Revenues over Expenditures	(11,450)	(45,929)	(13,632)	32,297
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(22,500)	(22,500)	(21,100)	1,400
Total other financing sources (uses)	(22,500)	(22,500)	(21,100)	1,400
Net Change in Fund balance	(33,950)	(68,429)	(34,732)	33,697
Fund Balance as of January 1	83,888	102,384	106,749	4,365
Fund Balance as of December 31	\$ 49,938	\$ 33,955	\$ 72,017	\$ 38,062
	Motel/Hotel Tax			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Sales and Use Taxes	\$ 790,000	\$ 790,000	\$ 717,932	\$ (72,068)
Interest Earnings	5,000	5,000	8,607	3,607
Total Revenues	795,000	795,000	726,539	(68,461)
<u>Expenditures</u>				
Culture and Recreation	194	194	194	-
Total Expenditures	194	194	194	-
Excess (Deficit) of Revenues over Expenditures	794,806	794,806	726,345	(68,461)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(576,360)	(656,360)	(639,681)	16,679
Total other financing sources (uses)	(576,360)	(656,360)	(639,681)	16,679
Net Change in Fund balance	218,446	138,446	86,664	(51,782)
Fund Balance as of January 1	308,585	308,585	386,244	77,659
Fund Balance as of December 31	\$ 527,031	\$ 447,031	\$ 472,908	\$ 25,877

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual

Nonmajor Special Revenue Funds

For the Year Ended December 31, 2018

	WSU Extension			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Charges for Services	\$ 6,000	\$ 6,000	\$ 7,015	\$ 1,015
Other Revenue	120	120	516	396
Total Revenues	6,120	6,120	7,531	1,411
<u>Expenditures</u>				
Culture and Recreation	12,800	27,800	6,551	21,249
Total Expenditures	12,800	27,800	6,551	21,249
Excess (Deficit) of Revenues over Expenditures	(6,680)	(21,680)	980	22,660
Net Change in Fund balance	(6,680)	(21,680)	980	22,660
Fund Balance as of January 1	37,695	37,695	36,882	(813)
Fund Balance as of December 31	\$ 31,015	\$ 16,015	\$ 37,862	\$ 21,847

	Emergency Medical Services			Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Property Taxes	\$ 466,633	\$ 466,633	\$ 477,497	\$ 10,864
Other Taxes	4,700	4,700	6,598	1,898
Intergovernmental	24,228	24,228	26,265	2,037
Charges for Services	10,400	10,400	8,721	(1,679)
Interest Earnings	1,250	1,250	3,028	1,778
Other Revenue	2,500	2,500	6,606	4,106
Total Revenues	509,711	509,711	528,715	19,004
<u>Expenditures</u>				
General Governmental Services	-	-	2	(2)
Public Safety	509,461	509,461	495,583	13,878
Capital Outlay	-	-	-	-
Total Expenditures	509,461	509,461	495,585	13,876
Excess (Deficit) of Revenues over Expenditures	250	250	33,130	32,880
Net Change in Fund balance	250	250	33,130	32,880
Fund Balance as of January 1	408,361	408,361	426,707	18,346
Fund Balance as of December 31	\$ 408,611	\$ 408,611	\$ 459,837	\$ 51,226

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	911			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Other Taxes	\$ 2,100,000	\$ 2,100,000	\$ 2,253,461	\$ 153,461
Intergovernmental	44,500	44,500	1,337	(43,163)
Interest Earnings	10,000	10,000	18,254	8,254
Total Revenues	2,154,500	2,154,500	2,273,052	118,552
<u>Expenditures</u>				
Public Safety	2,218,599	2,218,599	2,218,080	519
Total Expenditures	2,218,599	2,218,599	2,218,080	519
Excess (Deficit) of Revenues over Expenditures	(64,099)	(64,099)	54,972	119,071
<u>Other Financing Sources (Uses)</u>				
Transfers Out	(121,950)	(121,950)	(121,950)	-
Total other financing sources (uses)	(121,950)	(121,950)	(121,950)	0
Net Change in Fund balance	(186,049)	(186,049)	(66,978)	119,071
Fund Balance as of January 1	1,089,804	1,089,804	1,265,855	176,051
Fund Balance as of December 31	\$ 903,755	\$ 903,755	\$ 1,198,877	\$ 295,122

	Veterans Relief			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Property Taxes	\$ 179,335	\$ 179,335	\$ 193,175	\$ 13,840
Other Taxes	300	300	309	9
Intergovernmental	150	150	229	79
Interest Earnings	450	450	1,991	1,541
Donations	1,000	1,000	1,220	220
Total Revenues	181,235	181,235	196,924	15,689
<u>Expenditures</u>				
General Governmental Services	10	10	-	10
Health & Human Services	185,793	185,793	177,267	8,526
Total Expenditures	185,803	185,803	177,267	8,536
Excess (Deficit) of Revenues over Expenditures	(4,568)	(4,568)	19,657	24,225
Net Change in Fund balance	(4,568)	(4,568)	19,657	24,225
Fund Balance as of January 1	93,430	93,430	116,642	23,212
Fund Balance as of December 31	\$88,862	\$88,862	\$ 136,299	\$ 47,437

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

	Community Service Program			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Property Taxes	\$ 344,440	\$ 344,440	\$ 356,370	\$ 11,930
Sales and Use Taxes	54,540	54,540	31,535	(23,005)
Other Taxes	-	-	570	570
Intergovernmental	9,242	9,242	10,950	1,708
Interest Earnings	10,225	10,225	56,457	46,232
Other Revenue	-	-	310	310
Total Revenues	418,447	418,447	456,192	37,745
<u>Expenditures</u>				
General Governmental Services	-	-	1	(1)
Health and Human Services	100,225	100,225	75,204	25,021
Total Expenditures	100,225	100,225	75,205	25,020
Excess (Deficit) of Revenues over Expenditures	318,222	318,222	380,987	62,765
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	-	-
Transfers Out	(546,233)	(636,233)	(623,294)	12,939
Total other financing sources (uses)	(546,233)	(636,233)	(623,294)	12,939
Net Change in Fund balance	(228,011)	(318,011)	(242,307)	75,704
Fund Balance as of January 1	3,020,685	3,020,685	3,128,020	107,335
Fund Balance as of December 31	\$2,792,674	\$2,702,674	\$ 2,885,713	\$ 183,039
	Treasurer's Revolving			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Charges for Services	\$ 337,203	\$ 337,203	\$ 295,609	\$ (41,594)
Interest Earnings	1,000	1,000	2,676	1,676
Total Revenues	338,203	338,203	298,285	(39,918)
<u>Expenditures</u>				
General Governmental Services	373,203	373,203	309,198	64,005
Total Expenditures	373,203	373,203	309,198	64,005
Revenues over Expenditures	(35,000)	(35,000)	(10,913)	24,087
Net Change in Fund balance	(35,000)	(35,000)	(10,913)	24,087
Fund Balance as of January 1	125,000	125,000	180,449	55,449
Fund Balance as of December 31	\$ 90,000	\$ 90,000	\$ 169,536	\$ 79,536

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

Treasurer Investment Pool				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Interest Earnings	\$ 190,657	\$ 190,657	\$ 222,498	\$ 31,841
Total Revenues	190,657	190,657	222,498	31,841
<u>Expenditures</u>				
General Governmental Services	252,667	252,667	238,589	14,078
Total Expenditures	252,667	252,667	238,589	14,078
Excess (Deficit) of Revenues over Expenditures	(62,010)	(62,010)	(16,091)	45,919
Net Change in Fund balance	(62,010)	(62,010)	(16,091)	45,919
Fund Balance as of January 1	118,807	118,807	132,481	13,674
Fund Balance as of December 31	\$ 56,797	\$ 56,797	\$ 116,390	\$ 59,593
REET Electronic Tech Fund				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 21,000	\$ 21,000	\$ 20,880	\$ (120)
Charges for Services	20,000	20,000	17,893	(2,107)
Interest Earnings	1,300	1,300	1,999	699
Total Revenues	42,300	42,300	40,772	(1,528)
<u>Expenditures</u>				
General Governmental Services	25,000	25,000	25,016	(16)
Total Expenditures	25,000	25,000	25,016	(16)
Excess (Deficit) of Revenues over Expenditures	17,300	17,300	15,756	(1,544)
Net Change in Fund balance	17,300	17,300	15,756	(1,544)
Fund Balance as of January 1	146,800	146,800	156,252	9,452
Fund Balance as of December 31	\$ 164,100	\$ 164,100	\$ 172,008	\$ 7,908

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Community Development Programs			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Intergovernmental	\$ 176,110	\$ 176,110	\$ 200,069	\$ 23,959
Total Revenues	176,110	176,110	200,069	23,959
<u>Expenditures</u>				
Economic Environment	178,625	178,625	200,069	(21,444)
Total Expenditures	178,625	178,625	200,069	(21,444)
Excess (Deficit) of Revenues over Expenditures	(2,515)	(2,515)	-	2,515
Net Change in Fund balance	(2,515)	(2,515)	-	2,515
Fund Balance as of January 1	2,515	2,515	-	(2,515)
Fund Balance as of December 31	\$0	\$0	\$ -	\$ -

	Community Housing			Variance with Final Budget Positive (Negative)
<u>Revenues</u>	Original Budget	Final Budget	Actual	
Intergovernmental	\$ 1,469,557	\$ 1,469,557	\$ 614,148	\$ (855,409)
Charges for Services	157,000	157,000	191,160	34,160
Interest Earnings	6,450	6,450	11,830	5,380
Total Revenues	1,633,007	1,633,007	817,138	(815,869)
<u>Expenditures</u>				
Economic Environment	1,814,255	1,814,255	808,220	1,006,035
Total Expenditures	1,814,255	1,814,255	808,220	1,006,035
Excess (Deficit) of Revenues over Expenditures	(181,248)	(181,248)	8,918	190,166
Net Change in Fund balance	(181,248)	(181,248)	8,918	190,166
Fund Balance as of January 1	575,300	575,300	684,211	108,911
Fund Balance as of December 31	\$ 394,052	\$ 394,052	\$ 693,129	\$ 299,077

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2018

	PILT Title III Funds			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Interest Earnings	7,500	7,500	11,379	3,879
Total Revenues	7,500	7,500	11,379	3,879
<u>Expenditures</u>				
Economic Environment	4,400	4,400	3,851	549
Total Expenditures	4,400	4,400	3,851	549
Excess (Deficit) of Revenues over Expenditures	3,100	3,100	7,528	4,428
Net Change in Fund balance	3,100	3,100	7,528	4,428
Fund Balance as of January 1	119,119	119,119	130,074	10,955
Fund Balance as of December 31	\$ 122,219	\$ 122,219	\$ 137,602	\$ 15,383

	Homeless Services			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Charges for Services	744,960	744,960	1,050,065	305,105
Interest Earnings	11,500	11,500	17,383	5,883
Total Revenues	756,460	756,460	1,067,448	310,988
<u>Expenditures</u>				
Economic Environment	1,102,468	1,617,468	1,604,736	12,732
Total Expenditures	1,102,468	1,617,468	1,604,736	12,732
Excess (Deficit) of Revenues over Expenditures	(346,008)	(861,008)	(537,288)	323,720
Net Change in Fund balance	(346,008)	(861,008)	(537,288)	323,720
Fund Balance as of January 1	1,116,020	1,116,020	1,315,237	199,217
Fund Balance as of December 31	\$770,012	\$255,012	\$ 777,949	\$ 522,937

YAKIMA COUNTY, WASHINGTON

Nonmajor Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and payment of, general long-term debt principal, assessment debt, interest, and related costs. Expenditure limits are determined by the terms of each debt issue. The modified accrual basis of accounting is applied.

1997 G.O. Bond Redemption – A fund used to refinance \$6,160,000 of Juvenile Justice Jail bond.

Juvenile Justice G.O. Bond Redemption - A fund to account for redemption of bonds to be used for the Juvenile Justice Facility.

2008A G.O. Bond Redemption - A fund to account for redemption of bonds to be used for refinancing of the 1997 G.O. Bonds.

2008B G.O. Bond Redemption - A fund to account for redemption of bonds to be used for financing of the building for Noxious Weed Board.

2009 G.O. Bond Redemption - A fund to account for the refunding of the 1999 restitution center.

2010A G.O. Bond Redemption - A fund to account for various capital improvement projects and refunding of the 2002 G.O. Bond.

2010B G.O. Bond Redemption - A fund to account for Qualified Energy Conservation Bonds to fund a new outside energy efficient shell for the county courthouse.

2014 LTGO Bond Redemption - A fund to account for redemption of bonds for the remodel of the Resource Center 911 Call Dispatch and County Road bridge replacements.

CRID Guaranty - A fund established for the purpose of guaranteeing the payment of road improvement district bonds and warrants. The County is required to maintain a balance of at least five percent of the outstanding obligations.

LID Guaranty - A fund established for the purpose of guaranteeing the payment of local improvement district bonds and warrants. The County is required to maintain a balance of at least five percent of the outstanding obligations.

County Road Improvement District (CRID's) – Funds established to account for financing of public improvements deemed to benefit the adjacent properties. Financing is provided by the sale of special assessments bonds. Each property owner within the benefiting area is assessed a proportionate share of the costs.

ULID - Fund to consolidate payments for LID's 2 & 3.

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2018

	1997 G.O. Bond Redemption	Juvenile Just. G.O. Bond Redemption	2008A G.O. Bond Redemption	2008B G.O. Bond Redemption	2009 G.O. Bond Redemption	2010A G.O. Bond Redemption	2010B G.O. Bond Redemption
<i>ASSETS</i>							
Cash/Cash Equivalents	\$ -	\$ -	\$ 41,659	\$ -	\$ 16	\$ -	\$ 55
Investments	-	-	-	-	-	-	1,185,694
Taxes Receivable	43	21	233	-	-	-	-
Assessments Receivable	-	-	-	-	-	-	-
Interest Receivable	-	-	-	-	-	-	2,107
Total Assets	\$ 43	\$ 21	\$ 41,892	\$ -	\$ 16	\$ -	\$ 1,187,856
<i>LIABILITIES AND FUND BALANCE</i>							
<u>Liabilities</u>							
Unearned Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	0	0	0	0	0	0	0
<u>Deferred Inflows of Resources</u>							
Unavailable revenue- taxes	43	21	233	-	-	-	-
Unavailable revenue-special assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	43	21	233	0	0	0	0
<u>Fund Balance</u>							
Committed for Debt Service	-	-	41,659	-	16	-	1,187,856
Total Fund Balance	0	0	41,659	0	16	0	1,187,856
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 43	\$ 21	\$ 41,892	\$ -	\$ 16	\$ -	\$ 1,187,856

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2018

	2014 LTGO Bond Redemption	CRID Guaranty	LID Guaranty	CRID's	ULID	2018 Total
ASSETS						
Cash/Cash Equivalents	\$ -	\$ 897	\$ 192	\$ 26	\$ 41	\$ 42,886
Investments	-	133,133	28,150	2,937	3,185	1,353,099
Taxes Receivable	-	-	-	-	-	297
Assessments Receivable	-	-	-	33	230	263
Interest Receivable	-	241	51	5	6	2,410
Total Assets	\$ -	\$ 134,271	\$ 28,393	\$ 3,001	\$ 3,462	\$ 1,398,955
LIABILITIES AND FUND BALANCE						
<u>Liabilities</u>						
Unearned Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	0	0	0	0	0	0
<u>Deferred Inflows of Resources</u>						
Unavailable revenue- taxes	-	-	-	-	-	297
Unavailable revenue-special assessments	-	-	-	33	230	263
Total deferred inflows of resources	0	0	0	33	230	560
<u>Fund Balance</u>						
Committed for Debt Service	-	134,271	28,393	2,968	3,232	1,398,395
Total Fund Balance	0	134,271	28,393	2,968	3,232	1,398,395
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ -	\$ 134,271	\$ 28,393	\$ 3,001	\$ 3,462	\$ 1,398,955

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
 Nonmajor Debt Service Funds
 December 31, 2018

	1997 G.O. Bond Redemption	Juvenile Just. G.O. Bond Redemption	2008A G.O. Bond Redemption	2008B G.O. Bond Redemption
<u>Revenues</u>				
Property Taxes	\$ -	\$ -	\$ 21	\$ -
Intergovernmental	-	-	-	-
Interest Earnings	-	-	-	-
Special Assessments	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	0	0	21	0
<u>Expenditures</u>				
Debt Service:				
Principal	-	-	-	10,000
Interest	-	-	-	5,363
Total Expenditures	0	0	0	15,363
Excess (Deficit) of Revenues over Expenditures	-	-	21	(15,363)
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	129	15,363
Transfers Out	(129)	-	-	-
Total Other Financing Sources (Uses)	(129)	0	129	15,363
Net Change in Fund Balance	(129)	-	150	-
Fund Balance as of January 1	129	-	41,509	-
Fund Balance as of December 31	\$0	\$0	\$ 41,659	\$0

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Nonmajor Debt Service Funds

December 31, 2018

	2009 G.O. Bond Redemption	2010A G.O. Bond Redemption	2010B G.O. Bond Redemption	2014 LTGO Bond Redemption	CRID Guaranty
<u>Revenues</u>					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	76,263	121,950	-
Interest Earnings	-	-	18,412	950	2,314
Special Assessments	-	-	-	-	-
Other Revenue	-	-	-	-	-
Total Revenues	0	0	94,675	122,900	2,314
<u>Expenditures</u>					
Debt Service:					
Principal	835,000	2,215,000	-	250,000	-
Interest	70,580	548,144	121,500	189,531	-
Total Expenditures	905,580	2,763,144	121,500	439,531	0
Excess (Deficit) of Revenues over Expenditures	(905,580)	(2,763,144)	(26,825)	(316,631)	2,314
<u>Other Financing Sources (Uses)</u>					
Transfers In	905,580	2,763,144	173,237	313,496	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	905,580	2,763,144	173,237	313,496	0
Net Change in Fund Balance	-	-	146,412	(3,135)	2,314
Fund Balance as of January 1	16	-	1,041,444	3,135	131,957
Fund Balance as of December 31	\$16	\$0	\$ 1,187,856	\$0	\$ 134,271

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Nonmajor Debt Service Funds

December 31, 2018

	LID Guaranty	CRID's	ULID	2018 Total
<u>Revenues</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ 21
Intergovernmental	-	-	-	198,213
Interest Earnings	490	37	272	22,475
Special Assessments	-	-	5,422	5,422
Other Revenue	-	-	14	14
Total Revenues	490	37	5,708	226,145
<u>Expenditures</u>				
Debt Service:				
Principal	-	-	5,000	3,315,000
Interest	-	-	193	935,311
Total Expenditures	0	0	5,193	4,250,311
Excess (Deficit) of Revenues over Expenditures	490	37	515	(4,024,166)
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	-	4,170,949
Transfers Out	-	-	-	(129)
Total Other Financing Sources (Uses)	0	0	0	4,170,820
Net Change in Fund Balance	490	37	515	146,654
Fund Balance as of January 1	27,903	2,931	2,717	1,251,741
Fund Balance as of December 31	\$ 28,393	\$ 2,968	\$ 3,232	\$ 1,398,395

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Debt Service Funds

December 31, 2018

1997 G.O. Bond Redemption

	Original Budget	Final Budget	2018 Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Total Revenues	0	0	0	0
<u>Expenditures</u>				
General Governmental Services	-	-	-	-
Public Safety	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	0	0	0	0
Excess (Deficit) of				
Revenues over Expenditures	-	-	-	-
Transfers Out	(126)	(126)	(129)	(3)
Excess (Deficit) of Revenues and Other Sources over Expenditures	(126)	(126)	(129)	(3)
Fund Balance, January 1	126.00	126	129	3
Fund Balance, December 31	\$0	\$0	\$ -	\$ -

2008 A G.O. Bond Redemptions

	Original Budget	Final Budget	2018 Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Property Taxes	\$ 25	\$ 25	\$ 21	\$ (4)
Total Revenues	25	25	21	(4)
<u>Expenditures</u>				
General Governmental Services	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	5	5	-	5
Total Expenditures	5	5	0	5
Excess (Deficit) of				
Revenues over Expenditures	20	20	21	1
Transfers In	126	126	129	3
Excess (Deficit) of Revenues and Other Sources over Expenditures	146	146	150	4
Fund Balance, January 1	41,519	41,519	41,509	(10)
Fund Balance, December 31	\$ 41,665	\$ 41,665	\$ 41,659	\$ (6)

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Debt Service Funds
December 31, 2018

2008 B.G.O. Bond Redemption				Variance with Final Budget Positive Negative
	Original Budget	Final Budget	2018 Actual	
<u>Revenues</u>				
Interest Earnings	\$ -	\$ -	\$ -	\$ -
Total Revenues	0	0	0	0
<u>Expenditures</u>				
Principal	10,000	10,000	10,000	-
Interest	5,363	5,363	5,363	-
Total Expenditures	15,363	15,363	15,363	0
Excess (Deficit) of				
Revenues over Expenditures	(15,363)	(15,363)	(15,363)	-
Transfers In	15,363	15,363	15,363	-
Excess (Deficit) of Revenues and				
Other Sources over Expenditures	-	-	-	-
Fund Balance, January 1	-	-	-	-
Fund Balance, December 31	\$0	\$0	\$0	\$0

	<u>2009 G.O. Bond Redemption</u>			
	Original	Final	2018	Variance with
	Budget	Budget	Actual	Final Budget
<u>Revenues</u>				Positive
				(Negative)
Interest Earnings	\$ -	\$ -	\$ -	\$ -
Total Revenues	0	0	0	0
<u>Expenditures</u>				
Principal	835,000	835,000	835,000	-
Interest	70,580	70,580	70,580	-
Total Expenditures	905,580	905,580	905,580	0
Excess (Deficit) of				
Revenues over Expenditures	(905,580)	(905,580)	(905,580)	-
Transfers In	905,580	905,580	905,580	-
Excess (Deficit) of Revenues and				
Other Sources over Expenditures	-	-	-	-
Fund Balance, January 1	-	-	16	16
Fund Balance, December 31	\$0	\$0	\$16	\$16

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Debt Service Funds

December 31, 2018

<u>2010A G.O. Bond Redemption</u>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	2018 Actual	
<u>Revenues</u>				
Interest Earnings	\$ -	\$ -	\$ -	\$ -
Total Revenues	0	0	0	0
<u>Expenditures</u>				
Debt Service				
Principal	2,595,000	2,595,000	2,215,000	380,000
Interest	610,175	610,175	548,144	62,031
Total Expenditures	3,205,175	3,205,175	2,763,144	442,031
Excess (Deficit) of				
Revenues over Expenditures	(3,205,175)	(3,205,175)	(2,763,144)	442,031
Transfers In	3,205,175	3,205,175	2,763,144	(442,031)
Excess (Deficit) of Revenues and Other Sources over Expenditures	-	-	-	-
Fund Balance, January 1	-	-	-	-
Fund Balance, December 31	\$0	\$0	\$0	\$0

<u>2010B G.O. Bond Redemption</u>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	2018 Actual	
<u>Revenues</u>				
Intergovernmental	\$ 76,100	\$ 76,100	\$ 76,263	\$ 163
Interest Earnings	12,000	12,000	18,412	6,412
Total Revenues	88,100	88,100	94,675	6,575
<u>Expenditures</u>				
Principal	-	-	-	-
Interest	121,500	121,500	121,500	-
Total Expenditures	121,500	121,500	121,500	0
Excess (Deficit) of				
Revenues over Expenditures	(33,400)	(33,400)	(26,825)	6,575
Transfers In	178,900	178,900	173,237	(5,663)
Excess (Deficit) of Revenues and Other Sources over Expenditures	145,500	145,500	146,412	912
Fund Balance, January 1	1,046,514	1,046,514	1,041,444	(5,070)
Fund Balance, December 31	\$ 1,192,014	\$ 1,192,014	\$ 1,187,856	\$ (4,158)

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
Debt Service Funds

December 31, 2018

2014 G.O. Bond Redemption				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	2018 Actual	
<u>Revenues</u>				
Intergovernmental	\$ 121,950	\$ 121,950	\$ 121,950	\$ -
Interest Earnings	500	500	950	450
Total Revenues	122,450	122,450	122,900	450
<u>Expenditures</u>				
Principal	250,000	250,000	250,000	-
Interest	189,531	189,531	189,531	-
Total Expenditures	439,531	439,531	439,531	0
Excess (Deficit) of				
Revenues over Expenditures	(317,081.00)	(317,081.00)	(316,631)	450
Transfers In	317,582.00	317,582.00	313,496	(4,086)
Excess (Deficit) of Revenues and Other Sources over Expenditures	501.00	501.00	(3,135)	(3,636)
Fund Balance, January 1	3,028	3,028	3,135	107
Fund Balance, December 31	\$ 3,529	\$ 3,529	\$ -	\$ (3,529)

CRID's				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	2018 Actual	
<u>Revenues</u>				
Interest Earnings	\$ 15	\$ 15	\$ 37	\$ 22
Total Revenues	15	15	37	22
<u>Expenditures</u>				
Transportation	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	0	0	0	0
Excess (Deficit) of				
Revenues over Expenditures	15	15	37	22
Excess (Deficit) of Revenues and Other Sources over Expenditures	15	15	37	22
Fund Balance, January 1	2,931	2,931	2,931	0
Fund Balance, December 31	\$ 2,946	\$ 2,946	\$ 2,968	\$ 22

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual
 Debt Service Funds
 December 31, 2018

	<u>ULID</u>			
	Original Budget	Final Budget	2018 Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Interest Earnings	\$ 254	\$ 254	\$ 272	\$ 18
Special Assessments	5,618	5,618	5,422	(196)
Other Revenue	-	-	14	14
Total Revenues	5,872	5,872	5,708	(164)
<u>Expenditures</u>				
Transportation	170	170	-	170
Principal	5,000	5,000	5,000	-
Interest	193	193	193	-
Total Expenditures	5,363	5,363	5,193	170
Excess (Deficit) of Revenues over Expenditures	509	509	515	6
Fund Balance, January 1	2,732	2,732	2,717	(15)
Fund Balance, December 31	\$ 3,241	\$ 3,241	\$ 3,232	\$ (9)

YAKIMA COUNTY, WASHINGTON

Nonmajor Capital Projects Funds

Capital Project Funds are established in Yakima County to account for financial resources to be used for the acquisition or construction of major capital facilities. Both revenues and expenditures are budgeted in compliance with the procedures established in the revised code of Washington 36.40. The modified accrual basis of accounting is applied.

General Capital Improvements - A fund to account for the deferred maintenance, planning and remodel of facilities owned by the County and funded by direct General Fund appropriation.

Community Development Grants Construction - A fund to account for building a sewer system for the unincorporated area of Buena and other utility capital projects.

State Fair Park Capital Projects - A fund to account for ongoing construction projects at the Central Washington State Park.

Public Services Capital Projects – A fund to account for the deferred maintenance, planning and remodel of facilities owned by the County and funded by space rental fees.

2010 A GO Bond Refunding – A fund to account for various capital improvement projects and refunding of 2002 GO Bond.

2014 LTGO Capital Projects – A fund to account for redemption of bonds for the remodel of the Resource Center 911 Call Dispatch and County Road bridge replacements.

Ascend Royalties Capital Projects - A fund to account for royalties collected and upgrades to the county's Ascend Financial Management System.

Real Estate Excise Capital Projects - A fund to account for real estate excise tax levied in accordance with R.C.W. 82.46.010. All revenue is restricted to local capital improvements.

Combining Balance Sheet

Nonmajor Capital Projects Funds

December 31, 2018

	General Capital Improvements	Community Dev Grants Construction	State Fair Park Capital Projects	Public Services Capital Projects
<i>ASSETS</i>				
Cash/Cash Equivalents	\$ 159,014	\$ 1,235	\$ 51,436	\$ 1,829,987
Investments	1,609,018	1,249	131,267	6,315
Interest Receivable	2,947	2	325	11
Due from Other Funds	500,000	-	-	426,249
Due from Other Governments	-	-	-	-
Total Assets	<u>\$ 2,270,979</u>	<u>\$ 2,486</u>	<u>\$ 183,028</u>	<u>\$ 2,262,562</u>
<i>LIABILITIES AND FUND BALANCE</i>				
<u>Liabilities</u>				
Accounts/Vouchers Payable	\$ 34,188	\$ -	\$ -	\$ 579,385
Contracts Payable	-	-	-	122,084
Due to Other Funds	-	-	-	1,500,000
Accrued Wages & Benefits Payable	-	-	-	14,181
Total Liabilities	<u>34,188</u>	<u>0</u>	<u>0</u>	<u>2,215,650</u>
<u>Deferred Inflows Of Resources</u>				
Unavailable Revenue- Taxes	-	-	-	-
Unavailable Revenue-Special Assessments	-	-	-	-
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Fund Balance</u>				
Restricted Fund Balance	-	-	-	-
Assigned Fund Balance	2,236,791	2,486	183,028	46,912
Total Fund Balance	<u>2,236,791</u>	<u>2,486</u>	<u>183,028</u>	<u>46,912</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 2,270,979</u>	<u>\$ 2,486</u>	<u>\$ 183,028</u>	<u>\$ 2,262,562</u>

Combining Balance Sheet
 Nonmajor Capital Projects Funds
 December 31, 2018

	2010A GO Bond Refunding	2014 LTGO Capital Projects	Ascend Royalties Cap Proj	Real Estate Excise Tax Cap Proj	2018 Totals
<i>ASSETS</i>					
Cash/Cash Equivalents	\$ -	-	\$ 7,175	\$ 162,031	\$ 2,210,878
Investments	-	-	122,832	491,258	2,361,939
Interest Receivable	-	1,738	222	3,066	8,311
Due from Other Funds	-	-	-	-	926,249
Due from Other Governments	-	-	-	59,750	59,750
Total Assets	\$ -	\$ 1,738	\$ 130,229	\$ 716,105	\$ 5,567,127
<i>LIABILITIES AND FUND BALANCE</i>					
<u>Liabilities</u>					
Accounts/Vouchers Payable	\$ -	\$ -	\$ -	\$ -	\$ 613,573
Contracts Payable	-	-	-	-	122,084
Due to Other Funds	-	-	-	426,249	1,926,249
Accrued Wages Payable	-	-	-	-	14,181
Total Liabilities	0	0	0	426,249	2,676,087
<u>Deferred Inflows Of Resources</u>					
Unavailable Revenue- Taxes	-	-	-	-	0
Unavailable Revenue-Special Assessments	-	-	-	-	0
Total Deferred Inflows of Resources	0	0	0	0	0
<u>Fund Balance</u>					
Restricted Fund Balance	-	-	-	289,856	289,856
Assigned Fund Balance	-	1,738	130,229	-	2,601,184
Total Fund Balance	0	1,738	130,229	289,856	2,891,040
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ -	\$ 1,738	\$ 130,229	\$ 716,105	\$ 5,567,127

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Capital Project Funds

December 31, 2018

	General Capital Improvements	Community Dev Grants Construction	State Fair Capital Projects	Public Services Capital Projects
<u>Revenues</u>				
Excise Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,946,010	-
Charges for Services	-	-	-	200
Interest Earnings	7,395	23	3,802	498
Other Revenues	-	-	-	53,117
Total Revenues	7,395	23	1,949,812	53,815
<u>Expenditures</u>				
General Governmental Services	75,967	-	-	245,651
Public Safety	-	-	-	618,948
Culture and Recreation	-	-	81,735	-
Total	75,967	0	81,735	864,599
Capital Outlay:				
General Governmental Services	-	-	-	2,549,184
Public Safety	2,776	-	-	195,408
Transportation	-	-	-	-
Culture and Recreation	-	-	1,946,010	-
Total Capital Outlay	2,776	0	1,946,010	2,744,592
Total Expenditures	78,743	0	2,027,745	3,609,191
Excess (Deficit)				
Revenues Over Expenditures	(71,348)	23	(77,933)	(3,555,376)
<u>Other Financing Sources (Uses)</u>				
Operating Transfers In	2,131,860	-	63,321	3,609,163
Operating Transfers Out	-	-	-	(6,055)
Total Other Financing Sources (Uses)	2,131,860	0	63,321	3,603,108
Excess (Deficit)				
Resources Over Uses	2,060,512	23	(14,612)	47,732
Fund Balance, January 1	176,279	2,463	197,640	(820)
Fund Balance, December 31	\$ 2,236,791	\$ 2,486	\$ 183,028	\$ 46,912

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Capital Project Funds

December 31, 2018

	2010A GO Bond Refunding	2014 LTGO Capital Projects	Ascend Royalties Cap Proj	Real Estate Excise Tax Cap Proj	2018 Totals
<u>Revenues</u>					
Excise Taxes	\$ -	\$ -	\$ -	\$ 927,673	\$ 927,673
Intergovernmental	-	-	-	-	1,946,010
Charges for Services	-	-	-	-	200
Interest Earnings	-	20,112	2,225	46,093	80,148
Other Revenues	-	-	-	-	53,117
Total Revenues	0	20,112	2,225	973,766	3,007,148
<u>Expenditures</u>					
General Governmental Services	-	201	-	300	322,119
Public Safety	-	-	-	-	618,948
Culture and Recreation	-	-	-	-	81,735
Total	0	201	0	300	1,022,802
Capital Outlay:					
General Governmental Services	95	192,742	-	-	2,742,021
Public Safety	-	-	-	-	198,184
Transportation	-	99	-	-	99
Culture and Recreation	-	-	-	-	1,946,010
Total Capital Outlay	95	192,841	0	0	4,886,314
Total Expenditures	95	193,042	0	300	5,909,116
Excess (Deficit)					
Revenues Over Expenditures	(95)	(172,930)	2,225	973,466	(2,901,968)
<u>Other Financing Sources (Uses)</u>					
Operating Transfers In	-	46,178	-	-	5,850,522
Operating Transfers Out	(560)	(998,845)	-	(2,610,993)	(3,616,453)
Total Other Financing Sources (Uses)	(560)	(952,667)	0	(2,610,993)	2,234,069
Excess (Deficit)					
Resources Over Uses	(655)	(1,125,597)	2,225	(1,637,527)	(667,899)
Fund Balance, January 1	655	1,127,335	128,004	1,927,383	3,558,939
Fund Balance, December 31	\$ -	\$ 1,738	\$ 130,229	\$ 289,856	\$ 2,891,040

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual

Nonmajor Capital Project Funds

December 31, 2018

	<u>General Capital Improvements</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Charges for Services	\$ -	\$ -	\$ -	\$ -
Total Charges for Services	0	0	0	0
Interest Earnings	-	-	7,395	7,395
Total Miscellaneous Revenues	0	0	7,395	7,395
Total Revenues	0	0	7,395	7,395
<u>Expenditures</u>				
General Governmental Services	55,500	55,500	75,967	(20,467)
Judicial	187,000	187,000	-	187,000
Public Safety	-	-	-	-
Total General Government Services	242,500	242,500	75,967	166,533
Capital Outlay:				
General Governmental Services	-	-	-	-
Public Safety	55,000	55,000	2,776	52,224
Judicial	-	-	-	0
Total Capital Outlay	55,000	55,000	2,776	52,224
Total Expenditures	297,500	297,500	78,743	218,757
Excess (Deficit) Revenues over Expenditures	(297,500)	(297,500)	(71,348)	226,152
<u>Other Financing Sources (Uses)</u>				
Operating Transfers In	150,000	150,000	2,131,860	1,981,860
Operating Transfers Out	(17,500)	(17,500)	-	17,500
Total Other Financing Sources (Uses)	132,500	132,500	2,131,860	1,999,360
Excess (Deficit) Resources over Uses	(165,000)	(165,000)	2,060,512	2,225,512
Fund Balance, January 1	165,000	165,000	176,279	11,279
Fund Balance, December 31	\$0	\$0	\$ 2,236,791	\$ 2,236,791

	<u>Community Development Grants Construction</u>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Interest Earnings	\$ -	\$ -	\$ 23	\$ 23
Total Miscellaneous Revenues	0	0	23	23
<u>Expenditures</u>				
Capital Outlay				
General Government	-	-	-	-
Total Capital Outlay	0	0	0	0
Total Expenditures	0	0	0	0
Excess (Deficit) Revenues over Expenditures	0	0	23	23
<u>Other Financing Sources (Uses)</u>				
Operating Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	0	0	0	0
Excess (Deficit) Resources over Uses	0	0	23	23
Fund Balance, January 1	0	0	2,463	2,463
Fund Balance, December 31	\$0	\$0	\$ 2,486	\$ 2,486

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual

Nonmajor Capital Project Funds

December 31, 2018

State Fair Capital Projects				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Intergovernmental	\$ 1,950,000	\$ 1,950,000	\$ 1,946,010	\$ (3,990)
Total Intergovernmental Revenues	1,950,000	1,950,000	1,946,010	(3,990)
Interest Earnings	33,500	33,500	3,802	(29,698)
Total Miscellaneous Revenues	33,500	33,500	3,802	(29,698)
Total Revenues	1,983,500	1,983,500	1,949,812	(33,688)
<u>Expenditures</u>				
Culture and Recreation	\$ 64,500	64,500	81,735	(17,235)
Total General Government Services	64,500	64,500	81,735	(17,235)
Capital Outlay:				
General Government Services	-	-	-	-
Culture and Recreation	2,082,000	2,082,000	1,946,010	135,990
Total Capital Outlay	\$ 2,082,000	\$ 2,082,000	\$ 1,946,010	\$ 135,990
Total Expenditures	2,146,500	2,146,500	2,027,745	118,755
Excess (Deficit) Revenues over Expenditures	(163,000)	(163,000)	(77,933)	85,067
<u>Other Financing Sources (Uses)</u>				
Operating Transfers In	163,000	163,000	63,321	(99,679)
Total Other Financing Sources (Uses)	163,000	163,000	63,321	(99,679)
Excess (Deficit) Resources over Uses	0	0	(14,612)	(14,612)
Fund Balance, January 1	164,100	164,100	197,640	33,540
Fund Balance, December 31	\$164,100	\$164,100	\$ 183,028	\$ 18,928

Public Services Capital Projects				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<u>Revenues</u>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total Intergovernmental Revenues	0	0	0	0
Charges for Services	-	-	200	200
Total Charges for Services	0	0	200	200
Interest Earnings	-	-	498	498
Other Revenues	-	-	53,117	53,117
Total Miscellaneous Revenues	0	0	53,615	53,615
Total Revenues	0	0	53,815	53,815
<u>Expenditures</u>				
General Governmental Services	100,000	450,000	245,651	204,349
Public Safety	-	-	618,948	(618,948)
Total General Government Services	100,000	450,000	864,599	(414,599)
Capital Outlay:				
General Governmental Services	150,000	3,293,782	2,549,184	744,598
Public Safety	-	-	195,408	(195,408)
Total Capital Outlay	150,000	3,293,782	2,744,592	549,190
Total Expenditures	250,000	3,743,782	3,609,191	134,591
Excess (Deficit) Revenues over Expenditures	(250,000)	(3,743,782)	(3,555,376)	188,406
<u>Other Financing Sources (Uses)</u>				
Operating Transfers In	250,000	3,743,782	3,609,163	(134,619)
Operating Transfers Out	-	-	(6,055)	(6,055)
Total Other Financing Sources (Uses)	250,000	3,743,782	3,603,108	(140,674)
Excess (Deficit) Resources over Uses	0	0	47,732	47,732
Fund Balance, January 1	0	0	(820)	(820)
Fund Balance, December 31	\$0	\$0	\$ 46,912	\$ 46,912

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual

Nonmajor Capital Project Funds

December 31, 2018

	2010 A GO Bond Refunding			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Charges for Services	\$ -	\$ -	\$ -	\$ -
Total Charges for Services	0	0	0	0
Interest Earnings	-	-	-	-
Total Miscellaneous Revenues	0	0	0	0
Total Revenues	0	0	0	0
<u>Expenditures</u>				
General Governmental Services	-	-	-	-
Total General Government Services	0	0	0	0
Capital Outlay				
General Governmental Services	-	96	95	1
Public Safety	-	-	-	-
Total Capital Outlay	0	96	95	1
Total Expenditures	0	96	95	1
Excess (Deficit) Revenues over Expenditures	0	(96)	(95)	1
<u>Other Financing Sources (Uses)</u>				
Operating Transfers Out	-	(560)	(560)	-
Total Other Financing Sources (Uses)	0	(560)	(560)	0
Excess (Deficit) Resources over Uses	0	(656)	(655)	1
Fund Balance, January 1	0	656	655	(1)
Fund Balance, December 31	\$0	\$0	\$0	\$0

	2014 LTGO			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Interest Earnings	\$ 1,500	\$ 18,300	\$ 20,112	\$ 1,812
Total Miscellaneous Revenues	1,500	18,300	20,112	1,812
Total Revenues	1,500	18,300	20,112	1,812
<u>Expenditures</u>				
General Governmental Services	-	-	201	(201)
Total General Government Services	0	0	201	(201)
Capital Outlay				
General Governmental Services	-	-	192,742	(192,742)
Transportation	-	-	99	(99)
Total Capital Outlay	0	0	192,841	(192,841)
Total Expenditures	0	0	193,042	(193,042)
Excess (Deficit) Revenues over Expenditures	1,500	18,300	(172,930)	(191,230)
<u>Other Financing Sources (Uses)</u>				
Operating Transfers In	-	-	46,178	46,178
Operating Transfers Out	(651,500)	(1,000,327)	(998,845)	1,482
Total Other Financing Sources (Uses)	(651,500)	(1,000,327)	(952,667)	47,660
Excess (Deficit) Resources over Uses	(650,000)	(982,027)	(1,125,597)	(143,570)
Fund Balance, January 1	650,000	982,027	1,127,335	145,308
Fund Balance, December 31	\$0	\$0	\$ 1,738	\$ 1,738

Schedule of Revenues, Expenditures, and Changes in Fund Balance -- Budget (GAAP Basis) and Actual

Nonmajor Capital Project Funds

December 31, 2018

	<u>Ascend Royalties Capital Project</u>			
	Budget	Budget	Actual	(Negative)
<u>Revenues</u>				
Interest Earnings	\$ 1,500	\$ 1,500	\$ 2,225	\$ 725
Total Revenues	1,500	1,500	2,225	725
<u>Expenditures</u>				
General Governmental Services	50,000	50,000	-	50,000
Total Expenditures	50,000	50,000	0	50,000
Excess (Deficit) Revenues over Expenditures	(48,500)	(48,500)	2,225	50,725
Fund Balance, January 1	128,239	128,239	128,004	(235)
Fund Balance, December 31	\$79,739	\$79,739	\$ 130,229	\$ 50,490

	<u>Real Estate Excise Tax Capital Project</u>			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>				
Excise Taxes	\$ 800,000	\$ 800,000	\$ 927,673	\$ 127,673
Total Taxes	800,000	800,000	927,673	127,673
Interest Earnings	19,000	19,000	46,093	27,093
Total Miscellaneous Revenues	19,000	19,000	46,093	27,093
Total Revenues	819,000	819,000	973,766	154,766
<u>Expenditures</u>				
General Governmental Services	300	300	300	-
Total General Governmental Services	300	300	300	0
Total Expenditures	300	300	300	0
Excess (Deficit) Revenues over Expenditures	818,700	818,700	973,466	154,766
<u>Other Financing Sources (Uses)</u>				
Operating Transfers In	-	-	-	-
Operating Transfers Out	(407,138)	(2,650,920)	(2,610,993)	39,927
Total Other Financing Sources (Uses)	(407,138)	(2,650,920)	(2,610,993)	39,927
Excess (Deficit) Resources over Uses	411,562	(1,832,220)	(1,637,527)	194,693
Fund Balance, January 1	1,863,059	1,863,059	1,927,383	64,324
Fund Balance, December 31	\$ 2,274,621	\$ 30,839	\$ 289,856	\$ 259,017

INTERNAL SERVICE FUNDS

YAKIMA COUNTY, WASHINGTON

Internal Service Funds

Internal Service Funds are used to provide goods and services to other funds on a cost reimbursement basis where Yakima County is the predominant participant in the activity.

GIS- Geographic Information Services purpose is for mapping and geographic analyses for Yakima County. The department maintains the parcel mapping application and provides data and maps to departments and the general public.

Technology Services – The purpose is to provide computer hardware and software support, data base management, voice and data communications services, software development, Internet services, and desktop computing support for all County departments.

Purchasing – The purpose is to account for purchasing services, property disposal for County departments. The City & County Purchasing Divisions consolidated their functions in November 2009.

Printing – The purpose is to finance the operation of a print shop that provides office forms, publications and paper supplies to all County departments.

Unemployment Compensation – The purpose is for the County's self-insured unemployment.

Employee Flexible Spending – The purpose is to manage the funds employees set aside with pre-tax dollars from paychecks to pay for eligible out-of-pocket health care and child care expenses during the plan year. Allegiance Benefit Plan Management, Inc. administers the plan.

Employee Benefit – The purpose to account for the County's medical program for employees. Regence Blue Cross, Teamsters Welfare Trust & United Employees Benefit Trust are the Insurance providers.

Worker's Compensation – The purpose is to account for the County's self-insured program for Worker's Compensation. The program is administered by Matrix Absence Management Inc.

LEOFF Benefit – The purpose is to pay medical premium expenses for LEOFF 1 retired employees.

Liability Insurance – The purpose is to account for the County's property and liability insurance.

Department of Security – The purpose is to provide adequate security services for the Courthouse, Juvenile Justice Center, Department of Corrections Courtrooms, Secured Civil Courtrooms, & Probation Facility.

Financial Services – The purpose is to centralize financial and accounting functions for departments under the direction of the Board of County Commissioners. In 2014 Grants Management combined with Financial Services.

Facilities Maintenance – The purpose is to account for maintenance, minor improvements, cleaning, and operations of Yakima County buildings and grounds.

Equipment Rental and Revolving – The purpose is to finance the maintenance & operation of equipment used by the Public Works & other departments. It also maintains an inventory of road construction materials for the County.

YAKIMA COUNTY, WASHINGTON

Page 1 of 3

Combining Statement of Net Position
Internal Service Funds
December 31, 2018

	GIS Services	Technology Services	Purchasing	Printing	Unemploy- ment Comp
Assets					
<u>Current Assets</u>					
Cash/Cash Equivalents	\$ 70,050	\$ 583,021	\$ 72,292	\$ 39,087	\$ 123
Investments	178,504	2,133,738	5,046	-	1,706,126
Accounts Receivable	-	6,890	5,808	1,117	-
Interest Receivable	374	4,288	96	-	3,075
Due From Other Funds	1,456	-	3,124	-	-
Due From Other Governments	-	56,771	-	2,519	-
Inventory/Prepayments	-	-	-	-	-
Total Current Assets	250,384	2,784,708	86,366	42,723	1,709,324
<u>Noncurrent Assets</u>					
Capital Assets:					
Land	-	-	-	-	-
Buildings	-	-	-	-	-
Improvements Other Than Buildings	-	-	-	-	-
Machinery and Equipment	104,152	2,678,537	17,666	270,561	-
Less Accumulated Depreciation	(104,152)	(1,972,773)	(7,950)	(216,381)	-
Construction In Progress	-	-	-	-	-
Pension Asset	-	-	-	-	-
Total Noncurrent Assets	0	705,764	9,716	54,180	0
Total Assets	250,384	3,490,472	96,082	96,903	1,709,324
Deferred Outflows of Resources					
Pension Outflows	15,998	131,987	-	4,000	-
OPEB Outflows	721	5,946	-	180	-
Total Deferred Outflows of Resources	16,719	137,933	0	4,180	0
Total Assets and Deferred Outflows of Resources					
	\$ 267,103	\$ 3,628,405	\$ 96,082	\$ 101,083	\$ 1,709,324
Liabilities					
<u>Current Liabilities</u>					
Accounts/Vouchers Payable	\$ 161	\$ 48,560	\$ 15,258	\$ 14,513	\$ 7,560
Due To Other Funds	-	-	-	18	-
Accrued Wages & Benefits Payable	47,242	318,799	-	29,251	9,603
Compensated Absences	3,695	11,778	-	1,913	454
Total Current Liabilities	51,098	379,137	15,258	45,695	17,617
<u>Noncurrent Liabilities</u>					
Compensated Absences	22,581	71,749	-	11,661	2,774
LT Accrued Employee Benefits	4,516	14,627	-	2,368	558
Pension Obligation	89,133	735,350	-	22,283	-
OPEB Obligation	114,815	947,221	-	28,704	-
Total Noncurrent Liabilities	231,045	1,768,947	0	65,016	3,332
Total Liabilities	282,143	2,148,084	15,258	110,711	20,949
Deferred Inflows of Resources					
Pension Inflows	37,330	307,975	-	9,333	-
Total Deferred Inflows of Resources	37,330	307,975	0	9,333	0
Total Liabilities and Deferred Inflows of Resources					
	\$ 319,473	\$ 2,456,059	\$ 15,258	\$ 120,044	\$ 20,949
Net Position					
Net Investment in Capital Assets	-	705,764	9,716	54,180	-
Unrestricted	(52,370)	466,582	71,108	(73,141)	1,688,375
Total Net Position	\$ (52,370)	\$ 1,172,346	\$ 80,824	\$ (18,961)	\$ 1,688,375

Empl Flex Spending	Employee Benefit	Worker's Comp	LEOFF Benefit	Liability Insurance	Department of Security
\$ 48,489	\$ 5,829	\$ 133,253	\$ 34	\$ 642,362	\$ 154,774
-	690,818	687,214	1,893,430	-	-
-	6,586	-	-	-	-
-	1,259	1,265	3,441	-	-
-	-	-	-	-	50
-	-	-	-	-	-
-	-	120,000	-	-	-
48,489	704,492	941,732	1,896,905	642,362	154,824
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,303,458	-	-
0	0	0	1,303,458	0	0
48,489	704,492	941,732	3,200,363	642,362	154,824
-	-	7,999	-	27,997	23,998
-	-	360	-	1,261	1,081
0	0	8,359	0	29,258	25,079
\$ 48,489	\$ 704,492	\$ 950,091	\$ 3,200,363	\$ 671,620	\$ 179,903
\$ -	\$ 2,022	\$ 84,586	\$ 16,815	\$ 58,865	\$ 7,513
-	500,000	-	-	-	-
-	12,697	22,995	2,316	71,361	62,839
-	683	1,834	202	3,644	2,393
0	515,402	109,415	19,333	133,870	72,745
-	4,173	11,198	1,236	22,229	14,497
-	839	2,253	248	4,491	3,049
-	-	44,567	-	155,983	133,700
-	-	57,407	-	200,926	172,222
0	5,012	115,425	1,484	383,629	323,468
0	520,414	224,840	20,817	517,499	396,213
-	-	18,665	105,822	65,328	55,996
0	0	18,665	105,822	65,328	55,996
\$ -	\$ 520,414	\$ 243,505	\$ 126,639	\$ 582,827	\$ 452,209
-	-	-	-	-	-
48,489	184,078	706,586	3,073,724	88,793	(272,306)
\$ 48,489	\$ 184,078	\$ 706,586	\$ 3,073,724	\$ 88,793	\$ (272,306)

YAKIMA COUNTY, WASHINGTON

Page 3 of 3

Combining Statement of Net Position
Internal Service Funds
December 31, 2018

	Financial Services	Facilities Maintenance	Equipment Rental & Revolving	2018 Total
Assets				
<u>Current Assets</u>				
Cash/Cash Equivalents	\$ 77,092	\$ 488,802	\$ 3,762,285	\$ 6,077,493
Investments	122,367	306,823	4,729,367	12,453,433
Accounts Receivable	-	-	-	20,401
Interest Receivable	273	1,637	13,274	28,982
Due From Other Funds	1,235	1,500,000	-	1,505,865
Due From Other Governments	878	-	-	60,168
Inventory/Prepayments	-	-	1,136,636	1,256,636
Total Current Assets	201,845	2,297,262	9,641,562	21,402,978
<u>Noncurrent Assets</u>				
Capital Assets:				
Land	-	-	452,306	452,306
Buildings	-	-	5,538,204	5,538,204
Improvements Other Than Buildings	-	-	818,897	818,897
Machinery and Equipment	-	381,866	33,544,726	36,997,508
Less Accumulated Depreciation	-	(313,270)	(18,813,288)	(21,427,814)
Construction In Progress	-	-	244,798	244,798
Pension Asset	-	-	-	1,303,458
Total Noncurrent Assets	0	68,596	21,785,643	23,927,357
Total Assets	201,845	2,365,858	31,427,205	45,330,335
Deferred Outflows of Resources				
Pension Outflows	23,998	127,987	51,995	\$ 415,959
OPEB Outflows	1,081	5,766	2,342	18,738
Total Deferred Outflows of Resources	25,079	133,753	54,337	434,697
Total Assets and Deferred Outflows of Resources				
	\$ 226,924	\$ 2,499,611	\$ 31,481,542	\$ 45,765,032
Liabilities				
<u>Current Liabilities</u>				
Accounts/Vouchers Payable	\$ 193	\$ 215,862	\$ 476,922	\$ 948,830
Due To Other Funds	30,711	-	-	530,729
Accrued Wages & Benefits Payable	72,642	233,458	120,329	1,003,532
Compensated Absences	3,024	8,262	5,279	43,161
Total Current Liabilities	106,570	457,582	602,530	2,526,252
<u>Noncurrent Liabilities</u>				
Compensated Absences	18,467	50,184	31,994	\$ 262,743
LT Accrued Employee Benefits	3,710	10,407	6,718	53,784
Pension Obligation	133,700	713,066	289,683	2,317,465
OPEB Obligation	172,222	918,517	373,148	2,985,182
Total Noncurrent Liabilities	328,099	1,692,174	701,543	5,619,174
Total Liabilities	434,669	2,149,756	1,304,073	8,145,426
Deferred Inflows of Resources				
Pension Inflows	55,996	298,643	121,324	\$ 1,076,412
Total Deferred Inflows of Resources	55,996	298,643	121,324	1,076,412
Total Liabilities and Deferred Inflows of Resources				
	\$ 490,665	\$ 2,448,399	\$ 1,425,397	\$ 9,221,838
Net Position				
Net Investment in Capital Assets	-	68,596	21,785,643	22,623,899
Unrestricted	(263,741)	(17,384)	8,270,502	13,919,295
Total Net Position	\$ (263,741)	\$ 51,212	\$ 30,056,145	\$ 36,543,194

YAKIMA COUNTY, WASHINGTON

Page 1 of 3

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position

Internal Service Funds

For the Year Ended December 31, 2018

	GIS Services	Technology Services	Purchasing	Printing	Unemploy- ment Comp
<u>Operating Revenues:</u>					
Charges For Services	\$ 481,690	\$ 6,050,860	\$ 287,661	\$ 363,913	\$ 247,969
Other Operating Revenue	6,800	909	28,505	-	-
Total Operating Revenue	488,490	6,051,769	316,166	363,913	247,969
<u>Operating Expenses:</u>					
Personal Services	513,686	3,747,112	-	163,734	78,892
Contractual Services	75,838	2,395,269	315,596	99,316	73,810
Other Supplies and Expenses	5,778	78,394	1,656	108,147	751
Depreciation	10,948	367,652	1,767	13,807	-
Payment to Claimants	-	-	-	-	-
Total Operating Expenses	606,250	6,588,427	319,019	385,004	153,453
Operating Income (Loss)	(117,760)	(536,658)	(2,853)	(21,091)	94,516
<u>Non-Operating Revenues (Expenses):</u>					
Interest Revenue	4,006	46,676	1,379	139	28,607
Intergovernmental	-	-	-	(5)	-
Interest Expense	-	-	-	-	-
Gain (Loss) on Asset Disposal	-	(1,448)	-	-	-
Total Non-Operating Revenues (Expenses)	4,006	45,228	1,379	134	28,607
Income (Loss) before Contributions and Transfers	(113,754)	(491,430)	(1,474)	(20,957)	123,123
Capital Contributions	-	172,197	-	-	-
Transfers In	-	-	-	-	-
Transfers Out	-	(754,800)	-	-	-
Changes in net Position	(113,754)	(1,074,033)	(1,474)	(20,957)	123,123
Net Position as of January 1	61,384	2,246,379	82,298	1,997	1,565,252
Net Position as of December 31	\$ (52,370)	\$ 1,172,346	\$ 80,824	\$ (18,960)	\$ 1,688,375

YAKIMA COUNTY, WASHINGTON

Page 2 of 3

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position

Internal Service Funds

For the Year Ended December 31, 2018

	Empl Flex Spending	Employee Benefit	Worker's Comp	LEOFF Benefit	Liability Insurance
<i><u>Operating Revenues:</u></i>					
Charges For Services	\$ 68,669	\$ 176,998	\$ 1,429,370	\$ -	\$ 2,749,724
Other Operating Revenue	-	4,688	119,671	193	-
Total Operating Revenue	68,669	181,686	1,549,041	193	2,749,724
<i><u>Operating Expenses:</u></i>					
Personal services	-	106,885	268,678	(180,032)	777,855
Contractual services	-	116,381	708,711	289,548	635,462
Other supplies and expenses	-	4,055	1,884	-	-
Depreciation	-	-	-	-	-
Payment to Claimants	66,537	-	634,755	-	2,064,447
Total Operating Expenses	66,537	227,321	1,614,028	109,516	3,477,764
Operating Income (Loss)	2,132	(45,635)	(64,987)	(109,323)	(728,040)
<i><u>Non-Operating Revenues (Expenses):</u></i>					
Interest Revenue	-	13,590	12,118	28,388	16,526
Intergovernmental	-	-	-	-	-
Interest Expense	-	-	-	-	-
Gain (Loss) on Asset Disposal	-	-	-	-	-
Total Non-Operating Revenues (Expenses)	0	13,590	12,118	28,388	16,526
Income (Loss) before Contributions and Transfers	2,132	(32,045)	(52,869)	(80,935)	(711,514)
Capital Contributions	-	-	-	-	-
Transfers In	-	-	-	750,000	15,579
Transfers Out	-	(500,000)	-	-	-
Changes in net Position	2,132	(532,045)	(52,869)	669,065	(695,935)
Net Position as of January 1	46,357	716,123	759,455	2,404,659	784,729
Net Position as of December 31	\$ 48,489	\$ 184,078	\$ 706,586	\$ 3,073,724	\$ 88,794

YAKIMA COUNTY, WASHINGTON

Page 3 of 3

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position

Internal Service Funds

For the Year Ended December 31, 2018

	Department of Security	Financial Services	Facilities Maintenance	Equipment Rental & Revolving	2018 Total
<u>Operating Revenues:</u>					
Charges For Services	\$ 652,117	\$ 547,083	\$ 4,866,640	\$ 10,424,732	\$ 28,347,426
Other Operating Revenue	-	-	3,025	6,349	170,140
Total Operating Revenue	652,117	547,083	4,869,665	10,431,081	28,517,566
<u>Operating Expenses:</u>					
Personal services	646,921	596,427	2,916,958	1,548,904	11,186,020
Contractual services	143,025	41,320	1,950,763	2,969,564	9,814,603
Other supplies and expenses	8,643	7,343	200,435	4,086,187	4,503,273
Depreciation	-	-	20,881	2,917,962	3,333,017
Payment to Claimants	-	-	-	-	2,765,739
Total Operating Expenses	798,589	645,090	5,089,037	11,522,617	31,602,652
Operating Income (Loss)	(146,472)	(98,007)	(219,372)	(1,091,536)	(3,085,086)
<u>Non-Operating Revenues (Expenses):</u>					
Interest Revenue	-	2,820	53,689	154,382	362,320
Intergovernmental	-	-	-	-	(5)
Interest Expense	-	-	-	-	-
Gain (Loss) on Asset Disposal	-	-	-	18,124	16,676
Total Non-Operating Revenues (Expenses)	0	2,820	53,689	172,506	378,991
Income (Loss) before Contributions and Transfers	(146,472)	(95,187)	(165,683)	(919,030)	(2,706,095)
Capital Contributions	-	-	-	688,290	860,487
Transfers In	-	-	-	-	765,579
Transfers Out	-	-	(1,556,127)	-	(2,810,927)
Changes in net Position	(146,472)	(95,187)	(1,721,810)	(230,740)	(3,890,956)
Net Position as of January 1	(125,834)	(168,554)	1,773,021	30,286,886	40,434,152
Net Position as of December 31	\$ (272,306)	\$ (263,741)	\$ 51,211	\$ 30,056,146	\$ 36,543,196

YAKIMA COUNTY, WASHINGTON

Page 1 of 6

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	GIS Services	Technology Services	Purchasing	Printing	Unemploy- ment Comp
<u>Cash Flows From Operating Activities:</u>					
Receipts from Customers	\$ 18,827	\$ 961,203	\$ -	\$ 67,074	\$ -
Receipts from interfund services provided	468,207	5,331,508	317,213	296,489	247,969
Payments to Employees	(410,184)	(2,828,973)	-	(168,459)	(94,561)
Payments to Suppliers	(59,292)	(2,449,310)	(259,834)	(172,975)	(60,784)
Payments for interfund services used	(22,611)	(7,246)	(54,455)	(27,384)	(857)
Net cash provided (used) by operating activities	(5,053)	1,007,182	2,924	(5,255)	91,767
<u>Cash Flows From Noncapital Financing Activities:</u>					
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	(754,800)	-	-	-
Other Non Operating	-	-	-	(5)	-
Net cash provided (used) by noncapital financing activities	0	(754,800)	0	(5)	0
<u>Cash Flows From Capital And Related Financing Activities</u>					
Proceeds from sale of capital assets	-	-	-	-	-
Purchases of capital assets	(10,948)	(179,325)	-	(9,955)	-
Principal Received (Paid) on Capital Debt	-	-	-	-	-
Interest Paid	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Net cash provided (used) by capital and related financing activities	(10,948)	(179,325)	0	(9,955)	0
<u>Cash Flows From Investing Activities:</u>					
Interest Received	3,911	45,219	1,394	165	27,339
Net Cash Provided by Investing Activities	3,911	45,219	1,394	165	27,339
Net Increase (Decrease) in Cash & Cash Equivalents	(12,090)	118,276	4,318	(15,050)	119,106
Cash and Cash Equivalents, Jan. 1	260,644	2,598,483	73,020	54,137	1,587,143
Cash and Cash Equivalents, Dec. 31	\$ 248,554	\$ 2,716,759	\$ 77,338	\$ 39,087	\$ 1,706,249

YAKIMA COUNTY, WASHINGTON

Page 2 of 6

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	GIS Services	Technology Services	Purchasing	Printing	Unemploy- ment Comp
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>					
<u>Provided by Operating Activities</u>					
Operating Income/(Loss)	\$ (117,760)	\$ (536,658)	\$ (2,853)	\$ (21,091)	\$ 94,516
<u>Adjustments to Reconcile Operating Income to</u>					
<u>Net Cash Provided (Used) by Operating Activities:</u>					
Depreciation Expense	10,948	367,652	1,767	13,807	-
Pension Expense	(15,213)	173		(35,223)	-
OPEB Expense	114,094	941,275		28,523	
Changes in Assets and Liabilities:					
Receivables, Net	(1,456)	240,942	1,047	(350)	-
Inventories					-
Accounts and Other Payables	4,334	(6,202)	2,963	9,079	(2,749)
Net Cash Provided (Used) by Operating Activities	\$ (5,053)	\$ 1,007,182	\$ 2,924	\$ (5,255)	\$ 91,767
<u>Noncash Investing, Capital, and Financing Activities</u>					
Gain (Loss) on Disposal of Capital Assets	\$ -	\$ (1,448)	\$ -	\$ -	\$ -
Capital Contributions	-	172,197	-	-	-

Cash Balances on the Statement of Cash Flows is Comprised of the Following:

	GIS Services	Technology Services	Purchasing	Printing	Unemploy- ment Comp
Cash/Cash Equivalents, per Statement of Net Assets	\$ 70,050	\$ 583,021	\$ 72,292	\$ 39,087	\$ 123
Investments, per Statement of Net Assets	178,504	2,133,738	5,046	0	1,706,126
Balances as of December 31	\$ 248,554	\$ 2,716,759	\$ 77,338	\$ 39,087	\$ 1,706,249

YAKIMA COUNTY, WASHINGTON

Page 3 of 6

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	Empl Flex Spending	Employee Benefit	Worker's Comp	LEOFF Benefit	Liability Insurance
<u>Cash Flows From Operating Activities:</u>					
Receipts from Customers	\$ -	\$ -	\$ -	\$ 10,183	\$ -
Receipts from interfund services provided	68,669	175,100	1,429,041	-	2,758,864
Payments to Employees	-	(111,989)	(184,811)	(16,830)	(570,646)
Payments to Suppliers	(66,537)	(47,563)	(1,078,301)	(310,094)	(2,573,473)
Payments for interfund services used	-	(71,535)	(258,369)	(3,868)	(139,130)
Net cash provided (used) by operating activities	2,132	(55,987)	(92,440)	(320,609)	(524,385)
<u>Cash Flows From Noncapital Financing Activities:</u>					
Transfers from other funds	-	-	-	750,000	15,579
Transfers to other funds	-	-	-	-	-
Other Non Operating	-	-	-	-	-
Net cash provided (used) by noncapital financing activities	0	0	0	750,000	15,579
<u>Cash Flows From Capital And Related Financing Activities:</u>					
Proceeds from sale of capital assets	-	-	-	-	-
Purchases of capital assets	-	-	-	-	-
Principal Received (Paid) on Capital Debt	-	-	-	-	-
Interest Paid	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Net cash provided (used) by capital and related financing activities	0	0	0	0	0
<u>Cash Flows From Investing Activities:</u>					
Interest Received		13,209	11,595	26,652	17,624
Net Cash Provided by Investing Activities	0	13,209	11,595	26,652	17,624
Net Increase (Decrease) in Cash & Cash Equivalents	2,132	(42,778)	(80,845)	456,043	(491,182)
Cash and Cash Equivalents, Jan. 1	46,357	739,425	901,312	1,437,421	1,133,544
Cash and Cash Equivalents, Dec. 31	\$ 48,489	\$ 696,647	\$ 820,467	\$ 1,893,464	\$ 642,362

YAKIMA COUNTY, WASHINGTON

Page 4 of 6

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	Empl Flex Spending	Employee Benefit	Worker's Comp	LEOFF Benefit	Liability Insurance
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>					
<u>Provided by Operating Activities</u>					
Operating Income/(Loss)	\$ 2,132	\$ (45,635)	\$ (64,987)	\$ (109,323)	\$ (728,040)
<u>Adjustments to Reconcile Operating Income to</u>					
<u>Net Cash Provided (Used) by Operating Activities:</u>					
Depreciation Expense	-	-	-	-	-
Pension Expense	-	-	23,814	(196,769)	4,797
OPEB Expense	-	-	57,047	-	199,664
Changes in Assets and Liabilities:					
Receivables, Net	-	(6,586)	(120,000)	9,990	9,140
Inventories	-	-	-	-	-
Accounts and Other Payables	-	(3,766)	11,686	(24,507)	(9,946)
Net Cash Provided (Used) by Operating Activities	\$ 2,132	\$ (55,987)	\$ (92,440)	\$ (320,609)	\$ (524,385)
<u>Noncash Investing, Capital, and Financing Activities</u>					
Gain (Loss) on Disposal of Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Contributions	-	-	-	-	-

Cash Balances on the Statement of Cash Flows is Comprised of the Following:

	Empl Flex Spending	Employee Benefit	Worker's Comp	LEOFF Benefit	Liability Insurance
Cash/Cash Equivalents, per Statement of Net Assets	\$ 48,489	\$ 5,829	\$ 133,253	\$ 34	\$ 642,362
Investments, per Statement of Net Assets	0	690,818	687,214	1,893,430	0
Balances as of December 31	\$ 48,489	\$ 696,647	\$ 820,467	\$ 1,893,464	\$ 642,362

YAKIMA COUNTY, WASHINGTON

Page 5 of 6

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	Department of Security	Financial Services	Facilities Maintenance	Equipment Rental & Revolving	2018 Total
<u>Cash Flows From Operating Activities:</u>					
Receipts from Customers	\$ -	\$ -	\$ 48,043	\$ -	\$ 1,105,330
Receipts from interfund services provided	652,067	544,970	3,321,622	10,435,840	26,047,559
Payments to Employees	(494,346)	(495,176)	(1,801,668)	(1,059,337)	(8,236,980)
Payments to Suppliers	(99,153)	(10,647)	(1,937,857)	(4,117,484)	(13,243,304)
Payments for interfund services used	(55,905)	(10,353)	(195,713)	(2,548,232)	(3,395,658)
Net cash provided (used) by operating activities	2,663	28,794	(565,573)	2,710,787	2,276,947
<u>Cash Flows From Noncapital Financing Activities:</u>					
Transfers from other funds	-	-	-	-	765,579
Transfers to other funds	-	-	(1,556,127)	-	(2,310,927)
Other Non Operating	-	-	-	-	(5)
Net cash provided (used) by noncapital financing activities	0	0	(1,556,127)	0	(1,545,353)
<u>Cash Flows From Capital And Related Financing Activities:</u>					
Proceeds from sale of capital assets	-	-	-	274,387	274,387
Purchases of capital assets	-	-	(14,510)	(3,979,439)	(4,194,177)
Principal Received (Paid) on Capital Debt	-	-	-	-	-
Interest Paid	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Net cash provided (used) by capital and related financing activities	0	0	(14,510)	(3,705,052)	(3,919,790)
<u>Cash Flows From Investing Activities:</u>					
Interest Received	-	2,758	55,303	150,187	355,356
Net Cash Provided by Investing Activities	0	2,758	55,303	150,187	355,356
Net Increase (Decrease) in Cash & Cash Equivalents	2,663	31,552	(2,080,907)	(844,078)	(2,832,840)
Cash and Cash Equivalents, Jan. 1	152,111	167,907	2,876,532	9,335,730	21,363,766
Cash and Cash Equivalents, Dec. 31	\$ 154,774	\$ 199,459	\$ 795,625	\$ 8,491,652	\$ 18,530,926

YAKIMA COUNTY, WASHINGTON

Page 6 of 6

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	Department of Security	Financial Services	Facilities Maintenance	Equipment Rental & Revolving	2018 Total
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>					
<u>Provided by Operating Activities</u>					
Operating Income/(Loss)	\$ (146,472)	\$ (98,007)	\$ (219,372)	\$ (1,091,536)	\$ (3,085,086)
<u>Adjustments to Reconcile Operating Income to</u>					
<u>Net Cash Provided (Used) by Operating Activities:</u>					
Depreciation Expense	-	-	20,881	2,917,962	3,333,017
Pension Expense	(22,819)	(54,239)	192,493	107,656	4,670
OPEB Expense	171,141	171,141	912,752	370,805	2,966,442
Changes in Assets and Liabilities:					
Receivables, Net	(50)	(2,113)	(1,500,000)	4,759	(1,364,677)
Inventories	-	-	-	154,895	154,895
Accounts and Other Payables	863	12,012	27,673	246,246	267,686
Net Cash Provided (Used) by Operating Activities	\$ 2,663	\$ 28,794	\$ (565,573)	\$ 2,710,787	\$ 2,276,947
Gain (Loss) on Disposal of Capital Assets	\$ -	\$ -	\$ -	\$ 18,124	\$ 16,676
Capital Contributions	-	-	-	688,290	860,487

Cash Balances on the Statement of Cash Flows is Comprised of the Following:

	Department of Security	Financial Services	Facilities Maintenance	Equipment Rental & Revolving	2018 Total
Cash/Cash Equivalents, per Statement of Net Assets	\$ 154,774	\$ 77,092	\$ 488,802	\$ 3,762,285	\$ 6,077,493
Investments, per Statement of Net Assets	0	122,367	306,823	4,729,367	12,453,433
Balances as of December 31	\$ 154,774	\$ 199,459	\$ 795,625	\$ 8,491,652	\$ 18,530,926

FIDUCIARY FUNDS

YAKIMA COUNTY, WASHINGTON

Fiduciary Funds

Agency Funds are established to account for assets held by Yakima County acting in the capacity of agent. Agency Funds are funds over which the County has no oversight responsibility or financial interdependency. Many independent districts are required by State statute to process all monies through the County Treasurer's office. Such funds do not represent assets of Yakima County. Agency Funds are custodial in nature, and therefore do not involve measurement of results of operations. Each independent district is responsible to prepare its own annual financial report.

Investment Trust Funds:

External Pool Investments – A trust fund established to account for the investments held in behalf of external pool participants in the County's investment program.

External Individual Non-Pool Investments – A trust fund established to account for the investments held in behalf of external non-pool participants in the County's investment program.

Agency Funds:

Other Funds - Funds established to hold and disburse money collected and disbursed to other municipal, State and Federal entities.

Court & Jail Trusts - A fund to account for money held by the County in a trustee capacity for inmates at the County jail and for parties who have matters with the courts.

Emergency Management - A fund to finance the preparedness of the County in case of a natural disaster. The County's general fund makes a contribution of \$86,000 per year.

Law Library - A fund to finance a library of law books for use by practicing attorneys. The sole source of revenue is a portion of fees collected on civil cases filed in District and Superior Court and the County's general fund makes a contribution of \$37,000 per year.

Clean Air Authority - A fund used to account for the money received to monitor the needs of the community with regard to air pollution and other air resource issues. The County's general fund makes a contribution of \$34,000 per year.

Conference of Governments - A fund to account for financing of Conference of Governments which is an organization consisting of representatives of the County, the cities and other boards and commissions to assist in establishing long-range planning goals for Yakima County. This organization assists in the planning and coordination of proposed projects which may involve Federal or State financial participation. The County's general fund makes a contribution of \$41,000 per year.

YAKIMA COUNTY, WASHINGTON

Fiduciary Funds

District Health - A fund used to account for financing public health services to all County residents. This is a joint-operated fund financed by State grants, Yakima County taxes and a formula levy prorating the costs between the County and the Cities. The County's general fund makes a contribution of \$150,000 for share of Tuberculosis costs.

Diking Districts - A fund used to account for the financing used for the control of waters subject to flood conditions by using dikes for the benefit of persons residing within the district.

Drainage Districts - Funds to finance the drainage of agricultural lands and make them productive for farming operations for the benefit of persons residing within the district.

ESD #105 - A fund used to account for money used to provide cooperative and informational services to local school districts, assist the superintendent of public instruction, and the state board of education.

School Districts - These funds are established to account for revenue used to provide education opportunities for children.

Fire Districts - Funds used to account for the money used for the purpose of fire protection districts which are established for the provision of fire prevention services, fire suppression services, emergency medical services and the protection of life and property in areas outside cities and towns.

Irrigation Districts - Funds used to account for the collection and receipt of assessments, which can be used for the construction, repair or improvement of new or existing irrigation works.

Park & Recreation Districts - A fund to account for money received which is to be used for the purpose of providing leisure time activities and facilities as a public service to its residents.

Port Districts - A fund used to account for the acquisition, construction, maintenance, operation, development and regulation within the port districts of Yakima County for commercial transportation, transfer, handling, and industrial improvements.

Yakima Water Conservation District – A fund for the purpose of expediting voluntary water transfers within the county.

Yakima Valley Libraries - A fund used to account for the financing of library materials, supplies, and equipment for the development, growth, and operation of library facilities.

Yakima Nation- A fund to administer the Inter-Governmental agreement for the Parker Water System assessment, collection and foreclosure of LID assessments.

YAKIMA COUNTY, WASHINGTON

Fiduciary Funds

State Funds - Funds used to account for taxes collected for the State of Washington. This money is then remitted to the State monthly.

Cities - Funds used to account for taxes collected for the incorporated areas of the County. This money is then remitted to the cities monthly.

Sewer Districts - Funds established to provide for the acquirement, construction, maintenance, operation, development, reorganization, and regulation of a system of sewers, including treatment and disposal plants.

Criminal Task Forces - Funds used to identify narcotics trafficking organizations and prosecute those persons directing the activities, in an effort to disrupt the flow of narcotics into Yakima County.

Soil Conservation District - Funds established to account for special assessments collected monthly for soil conservation in Yakima County.

Mosquito District - Funds are collected for this district whose purpose is to take all necessary or proper steps, which includes the abatement of stagnant pools of water and other breeding places for mosquitoes.

Public Transportation Benefit Area - A fund to account for the administration in the organization of a county wide transportation system.

Southeast Washington Aging and Long-Term Care Council of Government (COG) – A fund created to assume responsibility of administrative and fiscal responsibilities as a stand-alone separate entity independent of Yakima County created through an interlocal consortium agreement to permit local governmental units to cooperate and to provide services and facilities in a manner which will accord best with the geographic, economic, demographic and other factors influencing the development of local communities.

YAKIMA COUNTY, WASHINGTON

Statement of Net Position

Investment Trust Funds

December 31, 2018

(In Thousands)

	<u>External Pooled Investments</u>	<u>External Individual Non-Pooled Investment</u>	<u>Total</u>
Assets			
Pooled Investments	\$ 309,825	\$ -	\$ 309,825
Accrued interest receivable	559	-	559
Individual Non-Pooled Investments	-	8,636	8,636
Total assets	310,384	8,636	319,020
Less: Income Distribution	559	-	559
Net position held in trust for Other Purposes Pool and Non-Pool participants	\$ 309,825	\$ 8,636	\$ 318,461

YAKIMA COUNTY, WASHINGTON

Statement of Changes in Net Position

Investment Trust Funds

December 31, 2018

(In Thousands)

	<u>External Pooled Investments</u>	<u>External Individual Non-Pooled Investment</u>	<u>Total</u>
Additions:			
Additions by participants	\$ 314,478	\$ 1,041	\$ 315,519
Increase (decrease) in fair value of investments	(211)	69	(142)
Interest	5,662	-	5,662
Less Investment Expense	153	-	153
Total additions	<u>319,776</u>	<u>1,110</u>	<u>\$ 320,886</u>
Deductions:			
Deductions by participants	<u>284,645</u>	<u>-</u>	<u>\$ 284,645</u>
Total deductions	<u>284,645</u>	<u>0</u>	<u>\$ 284,645</u>
 Net Position increase (decrease)	 35,131	 1,110	 36,241
 Net position-Beginning of the Year	 <u>274,694</u>	 <u>7,526</u>	 <u>282,220</u>
Net position-End of the Year	<u>\$ 309,825</u>	<u>\$ 8,636</u>	<u>\$ 318,461</u>

Combining Balance Sheet

Agency Funds

December 31, 2018

(In Thousands)

	Other Funds	Court & Jail Trusts	Emergency Management	Law Library	Clean Air Authority
<i>Assets</i>					
Cash and equivalents	\$ 4,257	\$ 1,802	\$ 208	\$ 202	\$ 221
Taxes Receivable	-	-	-	-	-
Accounts Receivable	20	-	-	-	-
Special Assessments Receivable	-	-	-	-	-
Due From Other Governments	6,872	-	-	-	-
Total Assets	<u>\$ 11,149</u>	<u>\$ 1,802</u>	<u>\$ 208</u>	<u>\$ 202</u>	<u>\$ 221</u>

Liabilities

Warrants Payable	\$ 5,099	\$ -	\$ -	\$ -	\$ 34
Accounts/Vouchers Payable	173	-	1	19	-
Due to Other Governments	752	1,802	207	183	187
Accrued Liabilities	5,125	-	-	-	-
Total Liabilities	<u>\$ 11,149</u>	<u>\$ 1,802</u>	<u>\$ 208</u>	<u>\$ 202</u>	<u>\$ 221</u>

Conf of Governments	District Health	Diking Districts	Drainage Districts	Ed Serv Dist #105	School Districts
\$ 956	\$ 143	\$ 13	\$ 76	\$ 1,722	\$ 25,400
-	-	-	-	-	2,261
-	-	-	-	-	-
-	-	-	2	-	-
-	-	-	-	-	-
<u>\$ 956</u>	<u>\$ 143</u>	<u>\$ 13</u>	<u>\$ 78</u>	<u>\$ 1,722</u>	<u>\$ 27,661</u>

\$ 163	\$ -	\$ -	\$ -	\$ 340	\$ 18,433
-	-	-	-	-	-
793	143	13	78	1,382	9,228
-	-	-	-	-	-
<u>\$ 956</u>	<u>\$ 143</u>	<u>\$ 13</u>	<u>\$ 78</u>	<u>\$ 1,722</u>	<u>\$ 27,661</u>

Combining Balance Sheet

Agency Funds

December 31, 2018

(In Thousands)

	Fire Districts	Irrigation Districts	Park & Rec Districts	Port Districts	Yakima Water Consvr District
<i>Assets</i>					
Cash and equivalents	\$ 935	\$ 1,136	\$ 357	\$ 92	\$ 9
Taxes Receivable	342	-	17	39	-
Accounts Receivable	-	-	-	-	-
Special Assessments Receivable	-	105	-	-	-
Due From Other Governments	-	-	-	-	-
Total Assets	<u>\$ 1,277</u>	<u>\$ 1,241</u>	<u>\$ 374</u>	<u>\$ 131</u>	<u>\$ 9</u>
<i>Liabilities</i>					
Warrants Payable	\$ 42	\$ -	\$ -	\$ 1	\$ -
Accounts/Vouchers Payable	-	-	-	-	-
Due to Other Governments	1,181	1,209	374	130	9
Accrued Liabilities	54	32	-	-	-
Total Liabilities	<u>\$ 1,277</u>	<u>\$ 1,241</u>	<u>\$ 374</u>	<u>\$ 131</u>	<u>\$ 9</u>

Yakima Valley Libraries	Yakima Nation	State Funds	Cities	Sewer Districts	Criminal Task Forces	Soil Consv District
\$ 221	\$ 1	\$ 680	\$ 412	\$ 786	\$ 1,153	\$ 3
230	-	1,506	996	-	-	-
-	-	-	-	-	-	-
-	146	4	35	-	-	17
-	-	-	-	-	-	-
\$ 451	\$ 147	\$ 2,190	\$ 1,443	\$ 786	\$ 1,153	\$ 20

\$ 187	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	10	-	-	22	-
264	147	2,180	1,443	751	126	20
-	-	-	-	35	1,005	-
\$ 451	\$ 147	\$ 2,190	\$ 1,443	\$ 786	\$ 1,153	\$ 20

Combining Balance Sheet

Agency Funds

December 31, 2018

(In Thousands)

	Mosquito District	Pblic Trns Bnfit Area	Southeast WA ALTC COG	2018 Total
<i>Assets</i>				
Cash and equivalents	\$ 255	\$ -	\$ 2,503	\$ 43,543
Taxes Receivable	-	-	-	5,391
Accounts Receivable	-	-	-	20
Special Assessments Receivable	22	-	-	331
Due From Other Governments	-	-	-	6,872
Total Assets	\$ 277	\$0	\$ 2,503	\$ 56,157

Liabilities

Warrants Payable	\$ 12	\$ -	\$ 401	\$ 24,712
Accounts/Vouchers Payable	-	-	-	225
Due to Other Governments	265	-	2,102	24,969
Accrued Liabilities	-	-	-	6,251
Total Liabilities	\$ 277	\$0	\$ 2,503	\$ 56,157

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
<u>Other Funds</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 3,413	\$ 243,601	\$ 242,757	\$ 4,257
Accounts Receivable	21	7	8	20
Due From Other Governments	6,699	6,871	6,698	6,872
Total Assets	<u>\$ 10,133</u>	<u>\$ 250,479</u>	<u>\$ 249,463</u>	<u>\$ 11,149</u>

<i>Liabilities</i>				
Warrants Payable	\$ 3,458	\$ 240,032	\$ 238,391	\$ 5,099
Account/Vouchers Payable	192	1,985	2,004	173
Due to Other Governments	762	505	515	752
Accrued Liabilities	5,721	123,342	123,938	5,125
Total Liabilities	<u>\$ 10,133</u>	<u>\$ 365,864</u>	<u>\$ 364,848</u>	<u>\$ 11,149</u>

Courts and Jail Trusts

<i>Assets</i>				
Cash and cash equivalents	\$ 2,076	\$ 1,722	\$ 1,996	\$ 1,802
Total Assets	<u>\$ 2,076</u>	<u>\$ 1,722</u>	<u>\$ 1,996</u>	<u>\$ 1,802</u>

<i>Liabilities</i>				
Due to Other Governments	\$ 2,076	\$ 1,722	\$ 1,996	\$ 1,802
Total Liabilities	<u>\$ 2,076</u>	<u>\$ 1,722</u>	<u>\$ 1,996</u>	<u>\$ 1,802</u>

Emergency Management

<i>Assets</i>				
Cash and cash equivalents	\$ 189	\$ 499	\$ 480	\$ 208
Total Assets	<u>\$ 189</u>	<u>\$ 499</u>	<u>\$ 480</u>	<u>\$ 208</u>

<i>Liabilities</i>				
Account/Vouchers Payable	\$ 0	\$ 106	\$ 105	\$ 1
Due to Other Governments	189	628	610	207
Total Liabilities	<u>\$ 189</u>	<u>\$ 734</u>	<u>\$ 715</u>	<u>\$ 208</u>

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
-------------	----------------------	-----------	------------	------------------------

Law Library*Assets*

Cash and cash equivalents	\$ 176	\$ 109	\$ 83	\$ 202
Total Assets	\$ 176	\$ 109	\$ 83	\$ 202

Liabilities

Account/Vouchers Payable	\$ 5	\$ 79	\$ 65	\$ 19
Due to Other Governments	171	114	102	183
Accrued Liabilities	0	1	1	0
Total Liabilities	\$ 176	\$ 194	\$ 168	\$ 202

Clean Air Authority*Assets*

Cash and cash equivalents	\$ 218	\$ 1,296	\$ 1,293	\$ 221
Total Assets	\$ 218	\$ 1,296	\$ 1,293	\$ 221

Liabilities

Warrants Payable	\$ 7	\$ 583	\$ 556	\$ 34
Due to Other Governments	211	1,307	1,331	187
Total Liabilities	\$ 218	\$ 1,890	\$ 1,887	\$ 221

Conference of Governments*Assets*

Cash and cash equivalents	\$ 0	\$ 4,820	\$ 3,864	\$ 956
Total Assets	\$ 0	\$ 4,820	\$ 3,864	\$ 956

Liabilities

Warrants Payable	\$ 0	\$ 2,973	\$ 2,810	\$ 163
Due to Other Governments	0	4,820	4,027	793
Total Liabilities	\$ 0	\$ 7,793	\$ 6,837	\$ 956

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
<u>District Health</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 291	\$ 16,484	\$ 16,632	\$ 143
Total Assets	<u>\$ 291</u>	<u>\$ 16,484</u>	<u>\$ 16,632</u>	<u>\$ 143</u>
<i>Liabilities</i>				
Due to Other Governments	\$ 291	\$ 13,477	\$ 13,625	\$ 143
Total Liabilities	<u>\$ 291</u>	<u>\$ 13,477</u>	<u>\$ 13,625</u>	<u>\$ 143</u>
<u>Diking Districts</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 23	\$ 32	\$ 42	\$ 13
Special Assessments Receivable	0	12	12	0
Total Assets	<u>\$ 23</u>	<u>\$ 44</u>	<u>\$ 54</u>	<u>\$ 13</u>
<i>Liabilities</i>				
Due to Other Governments	\$ 23	\$ 49	\$ 59	\$ 13
Total Liabilities	<u>\$ 23</u>	<u>\$ 49</u>	<u>\$ 59</u>	<u>\$ 13</u>
<u>Drainage Districts</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 89	\$ 338	\$ 351	\$ 76
Special Assessments Receivable	3	80	81	2
Total Assets	<u>\$ 92</u>	<u>\$ 418</u>	<u>\$ 432</u>	<u>\$ 78</u>
<i>Liabilities</i>				
Account/Vouchers Payable	\$ 1	\$ 15	\$ 16	\$ 0
Due to Other Governments	89	440	451	78
Accrued Liabilities	2	0	2	0
Total Liabilities	<u>\$ 92</u>	<u>\$ 455</u>	<u>\$ 469</u>	<u>\$ 78</u>

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
<u>Educational Service Dist #105</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 1,680	\$ 31,956	\$ 31,914	\$ 1,722
Total Assets	\$ 1,680	\$ 31,956	\$ 31,914	\$ 1,722
<i>Liabilities</i>				
Warrants Payable	\$ 255	\$ 21,690	\$ 21,605	\$ 340
Due to Other Governments	1,425	32,436	32,479	1,382
Total Liabilities	\$ 1,680	\$ 54,126	\$ 54,084	\$ 1,722

School Districts

<i>Assets</i>				
Cash and cash equivalents	\$ 20,679	\$ 1,102,108	\$ 1,097,387	\$ 25,400
Taxes Receivable	2,315	74,278	74,332	2,261
Total Assets	\$ 22,994	\$ 1,176,386	\$ 1,171,719	\$ 27,661
<i>Liabilities</i>				
Warrants Payable	\$ 19,448	\$ 327,345	\$ 328,360	\$ 18,433
Due to Other Governments	3,546	1,247,284	1,241,602	9,228
Total Liabilities	\$ 22,994	\$ 1,574,629	\$ 1,569,962	\$ 27,661

Fire Districts

<i>Assets</i>				
Cash and cash equivalents	\$ 1,452	\$ 19,488	\$ 20,005	\$ 935
Taxes Receivable	345	10,015	10,018	342
Special Assessments Receivable	0	5	5	0
Total Assets	\$ 1,797	\$ 29,508	\$ 30,028	\$ 1,277
<i>Liabilities</i>				
Warrants Payable	\$ 49	\$ 4,719	\$ 4,726	\$ 42
Account/Vouchers Payable	0	4,685	4,685	0
Due to Other Governments	1,692	30,035	30,546	1,181
Accrued Liabilities	56	136	138	54
Total Liabilities	\$ 1,797	\$ 39,575	\$ 40,095	\$ 1,277

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
-------------	----------------------	-----------	------------	------------------------

Irrigation Districts*Assets*

Cash and cash equivalents	\$ 1,077	\$ 10,014	\$ 9,955	\$ 1,136
Special Assessments Receivable	126	4,407	4,428	105
Total Assets	<u>\$ 1,203</u>	<u>\$ 14,421</u>	<u>\$ 14,383</u>	<u>\$ 1,241</u>

Liabilities

Account/Vouchers Payable	\$ 0	\$ 4,405	\$ 4,405	\$ 0
Due to Other Governments	1,176	10,210	10,177	1,209
Accrued Liabilities	27	153	148	32
Total Liabilities	<u>\$ 1,203</u>	<u>\$ 14,768</u>	<u>\$ 14,730</u>	<u>\$ 1,241</u>

Park & Recreation Districts*Assets*

Cash and cash equivalents	\$ 145	\$ 2,709	\$ 2,497	\$ 357
Taxes Receivable	18	679	680	17
Special Assessments Receivable	0	1	1	0
Total Assets	<u>\$ 163</u>	<u>\$ 3,389</u>	<u>\$ 3,178</u>	<u>\$ 374</u>

Liabilities

Account/Vouchers Payable	\$ 0	\$ 1,292	\$ 1,292	\$ 0
Due to Other Governments	163	3,694	3,483	374
Accrued Liabilities	0	18	18	0
Total Liabilities	<u>\$ 163</u>	<u>\$ 5,004</u>	<u>\$ 4,793</u>	<u>\$ 374</u>

Port Districts*Assets*

Cash and cash equivalents	\$ 182	\$ 1,455	\$ 1,545	\$ 92
Taxes Receivable	39	923	923	39
Total Assets	<u>\$ 221</u>	<u>\$ 2,378</u>	<u>\$ 2,468</u>	<u>\$ 131</u>

Liabilities

Warrants Payable	\$ 5	\$ 871	\$ 875	\$ 1
Due to Other Governments	216	2,719	2,805	130
Total Liabilities	<u>\$ 221</u>	<u>\$ 3,590</u>	<u>\$ 3,680</u>	<u>\$ 131</u>

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
-------------	----------------------	-----------	------------	------------------------

Yakima Water Conservancy Board*Assets*

Cash and cash equivalents	\$ 7	\$ 6	\$ 4	\$ 9
Total Assets	<u>\$ 7</u>	<u>\$ 6</u>	<u>\$ 4</u>	<u>\$ 9</u>

Liabilities

Account/Vouchers Payable	\$ 0	\$ 4	\$ 4	\$ 0
Due to Other Governments	7	6	4	9
Total Liabilities	<u>\$ 7</u>	<u>\$ 10</u>	<u>\$ 8</u>	<u>\$ 9</u>

Yakima Valley Libraries*Assets*

Cash and cash equivalents	\$ 336	\$ 14,670	\$ 14,785	\$ 221
Taxes Receivable	237	7,293	7,300	230
Special Assessments Receivable	0	7	7	0
Total Assets	<u>\$ 573</u>	<u>\$ 21,970</u>	<u>\$ 22,092</u>	<u>\$ 451</u>

Liabilities

Warrants Payable	\$ 278	\$ 4,442	\$ 4,533	\$ 187
Due to Other Governments	295	22,039	22,070	264
Total Liabilities	<u>\$ 573</u>	<u>\$ 26,481</u>	<u>\$ 26,603</u>	<u>\$ 451</u>

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
<u>Yakima Nation</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 2	\$ 23	\$ 24	\$ 1
Special Assessments Receivable	171	1	26	146
Total Assets	<u>\$ 173</u>	<u>\$ 24</u>	<u>\$ 50</u>	<u>\$ 147</u>
<i>Liabilities</i>				
Due to Other Governments	\$ 173	\$ 1	\$ 27	\$ 147
Total Liabilities	<u>\$ 173</u>	<u>\$ 1</u>	<u>\$ 27</u>	<u>\$ 147</u>

State Funds

<i>Assets</i>				
Cash and cash equivalents	\$ 704	\$ 68,730	\$ 68,754	\$ 680
Taxes Receivable	1,225	53,163	52,882	1,506
Special Assessments Receivable	4	62	62	4
Total Assets	<u>\$ 1,933</u>	<u>\$ 121,955</u>	<u>\$ 121,698</u>	<u>\$ 2,190</u>
<i>Liabilities</i>				
Account/Vouchers Payable	\$ 2	\$ 97	\$ 89	\$ 10
Due to Other Governments	1,931	121,383	121,134	2,180
Total Liabilities	<u>\$ 1,933</u>	<u>\$ 121,480</u>	<u>\$ 121,223</u>	<u>\$ 2,190</u>

Cities

<i>Assets</i>				
Cash and cash equivalents	\$ 427	\$ 38,387	\$ 38,402	\$ 412
Taxes Receivable	1,081	32,016	32,101	996
Special Assessments Receivable	35	3,729	3,729	35
Total Assets	<u>\$ 1,543</u>	<u>\$ 74,132</u>	<u>\$ 74,232</u>	<u>\$ 1,443</u>
<i>Liabilities</i>				
Due to Other Governments	\$ 1,543	\$ 73,929	\$ 74,029	\$ 1,443
Total Liabilities	<u>\$ 1,543</u>	<u>\$ 73,929</u>	<u>\$ 74,029</u>	<u>\$ 1,443</u>

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
-------------	----------------------	-----------	------------	------------------------

Sewer Districts*Assets*

Cash and cash equivalents	\$ 1,396	\$ 4,128	\$ 4,738	\$ 786
Total Assets	\$ 1,396	\$ 4,128	\$ 4,738	\$ 786

Liabilities

Account/Vouchers Payable	\$ 0	\$ 1,841	\$ 1,841	\$ 0
Due to Other Governments	1,364	4,438	5,051	751
Accrued Liabilities	32	175	172	35
Total Liabilities	\$ 1,396	\$ 6,454	\$ 7,064	\$ 786

Criminal Task Force Groups*Assets*

Cash and cash equivalents	\$ 1,159	\$ 249	\$ 255	\$ 1,153
Total Assets	\$ 1,159	\$ 249	\$ 255	\$ 1,153

Liabilities

Account/Vouchers Payable	\$ 8	\$ 243	\$ 229	\$ 22
Due to Other Governments	140	227	241	126
Accrued Liabilities	1,011	52	58	1,005
Total Liabilities	\$ 1,159	\$ 522	\$ 528	\$ 1,153

Soil Conservation District*Assets*

Cash and cash equivalents	\$ 2	\$ 359	\$ 358	\$ 3
Special Assessments Receivable	17	356	356	17
Total Assets	\$ 19	\$ 715	\$ 714	\$ 20

Liabilities

Due to Other Governments	\$ 19	\$ 714	\$ 713	\$ 20
Total Liabilities	\$ 19	\$ 714	\$ 713	\$ 20

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
-------------	----------------------	-----------	------------	------------------------

Mosquito District*Assets*

Cash and cash equivalents	\$ 213	\$ 512	\$ 470	\$ 255
Special Assessments Receivable	22	505	505	22
Total Assets	<u>\$ 235</u>	<u>\$ 1,017</u>	<u>\$ 975</u>	<u>\$ 277</u>

Liabilities

Warrants Payable	\$ 10	\$ 203	\$ 201	\$ 12
Due to Other Governments	225	1,016	976	265
Total Liabilities	<u>\$ 235</u>	<u>\$ 1,219</u>	<u>\$ 1,177</u>	<u>\$ 277</u>

Public Trans Benefit Area*Assets*

Cash and cash equivalents	\$ 0	\$ -	\$ -	\$ 0
Total Assets	<u>\$ 0</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 0</u>

Liabilities

Due to Other Governments	\$ 0	\$ -	\$ -	\$ 0
Total Liabilities	<u>\$ 0</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 0</u>

Southeast Washington ALTC Council of Government*Assets*

Cash and cash equivalents	\$ 3,624	\$ 25,439	\$ 26,560	\$ 2,503
Total Assets	<u>\$ 3,624</u>	<u>\$ 25,439</u>	<u>\$ 26,560</u>	<u>\$ 2,503</u>

Liabilities

Warrants Payable	\$ 286	\$ 8,865	\$ 8,750	\$ 401
Due to Other Governments	3,338	6,692	7,928	2,102
Total Liabilities	<u>\$ 3,624</u>	<u>\$ 15,557</u>	<u>\$ 16,678</u>	<u>\$ 2,503</u>

Combining Statement of Changes in Assets and Liabilities

Agency Funds

For The Year Ended December 31, 2018

(In Thousands)

Description	Balance January 1	Additions	Deductions	Balance December 31
<u>All Agency Funds</u>				
<i>Assets</i>				
Cash and cash equivalents	\$ 39,560	1,589,131	1,585,148	\$ 43,543
Taxes Receivable	5,260	178,367	178,236	5,391
Accounts Receivable	21	7	8	20
Special Assessments Receivable	378	9,166	9,213	331
Due From Other Governments	6,699	6,871	6,698	6,872
Total Assets	<u>\$ 51,918</u>	<u>\$ 1,783,542</u>	<u>\$ 1,779,303</u>	<u>\$ 56,157</u>
<i>Liabilities</i>				
Warrants Payable	\$ 23,796	611,722	610,806	\$ 24,712
Account/Vouchers Payable	208	14,751	14,734	225
Due to Other Governments	21,065	1,579,886	1,575,982	24,969
Accrued Liabilities	6,849	123,878	124,476	6,251
Total Liabilities	<u>\$ 51,918</u>	<u>\$ 2,330,237</u>	<u>\$ 2,325,998</u>	<u>\$ 56,157</u>

CAPITAL ASSETS

YAKIMA COUNTY, WASHINGTON

Capital Assets Used in Operation if Governmental Funds

These are assets used in operations funded by governmental funds. This includes all capital assets of the County except for those used in Enterprise or Internal Service Funds.

Schedule of Capital Assets by Function and Activity – A report allocating components of capital assets (land, building, construction in progress, improvements, and machinery and equipment) to various County functions and programs.

Schedule of Changes in Capital Assets by Function and Activity – A report that shows additions and deletions of total capital assets within separate County functions and programs.

Schedule of Capital Assets by Source – A report that summarizes major funding sources for County capital assets.

YAKIMA COUNTY, WASHINGTON

Capital Assets Used In The Operation of Governmental Funds

Schedule By Function And Activity

As of December 31, 2018

	General Fixed Assets						
	Dec. 31, 2018	Land	Buildings	Improvements	Infrastructure	Equipment	Const-in-Progress
<u>General Government</u>							
Legislature	8,218,202	\$ 1,097,554	\$ -	\$ 6,722,491	\$ -	\$ 12,979	\$ 385,178
Courts	173,822	34,500	40,500	-	-	98,822	-
Finance	478,651	-	-	-	-	478,651	-
Legal Services	113,097	-	-	-	-	113,097	-
Miscellaneous General Government	8,201,422	3,980,812	3,014,112	1,206,498	-	-	-
Total General Government	17,185,194	5,112,866	3,054,612	7,928,989	-	703,549	385,178
<u>Security of Persons and Property</u>							
Law Enforcement	3,095,006	66,800	558,932	993,639	-	1,475,635	-
Adult Detention/Correction	59,709,182	1,763,660	41,374,738	8,331,677	-	1,255,063	6,984,044
Ambulance/Rescue/Emergency Aid	159,422	-	-	107,150	-	52,272	-
Juvenile Services	10,961,251	360,994	10,379,547	173,303	-	42,063	5,344
Alarm/Dispatch	338,667	-	-	-	-	338,667	-
Total Security of Persons and Property	74,263,528	2,191,454	52,313,217	9,605,769	-	3,163,700	6,989,388
<u>Physical Environment</u>							
Noxious Weed	345,948	71,800	145,382	7,714	-	121,052	-
Flood/Storm Water	8,819,769	1,434,050	-	-	-	94,001	7,291,718
Total Physical Environment	9,165,717	1,505,850	145,382	7,714	-	215,053	7,291,718
<u>Transportation</u>							
Roads and Streets	775,708,787	77,153,632	-	-	679,037,000	241,201	19,276,954
Railroads	27,661,299	-	-	-	27,661,299	-	-
Total Transportation	803,370,086	77,153,632	-	-	706,698,299	241,201	19,276,954
<u>Economic Environment</u>							
Aging	-	-	-	-	-	-	-
Planning	24,637	-	-	-	-	24,637	-
Total Economic Environment	24,637	-	-	-	-	24,637	-
<u>Mental and Physical Health</u>							
Public Health	1,065,787	37,500	1,028,287	-	-	-	-
Coroner	82,137	-	-	-	-	82,137	-
Community Mental Health	-	-	-	-	-	-	-
Developmental Disabilities	-	-	-	-	-	-	-
Total Mental and Physical Health	1,147,924	37,500	1,028,287	-	-	82,137	-
<u>Culture and Recreation</u>							
Multipurpose & Community Center	4,569,294	35,500	2,219,953	2,055,559	-	58,289	199,993
Fairgrounds, Convention Centers	20,540,450	-	13,884,527	6,655,923	-	-	-
Parks	2,360,785	394,500	676,772	1,283,460	-	6,053	-
Total Culture and Recreation	27,470,529	430,000	16,781,252	9,994,942	-	64,342	199,993
Total Governmental Fund Assets	932,627,615	\$ 86,431,302	\$ 73,322,750	\$ 27,537,414	\$ 706,698,299	\$ 4,494,619	\$ 34,143,231

YAKIMA COUNTY, WASHINGTON

Capital Assets Used In The Operation of Governmental Funds

Schedule Of Changes By Function And Activity

For Year Ended December 31, 2018

	General Fixed Assets Jan. 1, 2018	Additions	Deletions	General Fixed Assets Dec. 31, 2018
<u>General Government</u>				
Legislature	\$ 11,856,360	\$ 68,435	\$ 3,706,593	\$ 8,218,202
Courts	181,162	-	7,340	173,822
Finance	454,989	23,662	-	478,651
Legal Services	106,526	6,571	-	113,097
Miscellaneous General Government	5,491,068	2,830,034	119,680	8,201,422
Total General Government	18,090,105	2,928,702	3,833,613	17,185,194
<u>Security of Persons and Property</u>				
Law Enforcement	3,056,386	64,303	25,683	3,095,006
Adult Detention/Correction	54,892,091	4,832,227	15,136	59,709,182
Ambulance/Rescue/Emergency Aid	159,422	-	-	159,422
Juvenile Services	10,808,132	153,119	-	10,961,251
Alarm/Dispatch	338,667	-	-	338,667
Total Security of Persons and Property	69,254,698	5,049,649	40,819	74,263,528
<u>Physical Environment</u>				
Noxious Weed	325,025	59,926	39,003	345,948
Flood/Storm Water	6,390,485	2,711,238	281,954	8,819,769
Total Physical Environment	6,715,510	2,771,164	320,957	9,165,717
<u>Transportation</u>				
Roads and Streets	767,354,371	33,798,580	25,444,164	775,708,787
Railroads	27,661,299	-	-	27,661,299
Total Transportation	795,015,670	33,798,580	25,444,164	803,370,086
<u>Economic Environment</u>				
Aging	-	-	-	-
Planning	24,637	-	-	24,637
Total Economic Environment	24,637	-	-	24,637
<u>Mental and Physical Health</u>				
Public Health	1,065,787	-	-	1,065,787
Coroner	82,137	-	-	82,137
Community Mental Health	-	-	-	-
Developmental Disabilities	-	-	-	-
Total Mental and Physical Health	1,147,924	-	-	1,147,924
<u>Culture and Recreation</u>				
Multipurpose & Community Center	4,566,958	86,326	83,990	4,569,294
Fairgrounds, Convention Centers	18,712,999	1,890,885	63,434	20,540,450
Parks	2,360,785	-	-	2,360,785
Total Culture and Recreation	25,640,742	1,977,211	147,424	27,470,529
Total Governmental Fund Assets	\$ 915,889,286	\$ 46,525,306	\$ 29,786,977	\$ 932,627,615

YAKIMA COUNTY, WASHINGTON

Capital Assets Used In The Operation Of Governmental Funds

Schedule By Source

As of December 31, 2018

<u>Governmental Fund Capital Assets</u>	<u>2018</u>
Land	\$ 86,431,302
Buildings	73,322,750
Other Improvements	27,537,414
Infrastructure	706,698,299
Equipment	4,494,619
Construction in Progress	34,143,231
Total Fixed Assets	<u>\$ 932,627,615</u>

Investment In General Capital Assets By Source

General Fund	\$ 2,960,146
Special Revenue Funds	790,907,410
G.O. Bonds	64,093,023
Donations	9,572,415
Other Sources	65,094,621
Total Governmental Fund Capital Assets	<u>\$ 932,627,615</u>

STATISTICAL SECTION

STATISTICAL SECTION

This part of Yakima County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
<i>Financial Trends</i> These schedules contain trend information to help the reader understand how the County's financial performance and well-being changed over time.	190
<i>Revenue Capacity</i> These schedules contain information to help the reader access the County's most significant local revenue source, the property tax.	196
<i>Debt Capacity</i> These schedules present information to help the reader access the affordability of the County's current levels of outstanding debt and the ability to issue additional debt in the future.	201
<i>Demographic and Economic Information</i> These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	205
<i>Operating Information</i> These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	208

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

YAKIMA COUNTY, WASHINGTON

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

(in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>Governmental activities</u>										
Net Investment in Capital Assets *	\$ 273,492	\$ 269,035	\$ 267,265	\$ 267,784	\$ 257,968	\$ 261,669	\$ 265,348	\$ 274,852	\$ 280,408	\$ 291,408
Restricted	1,694	6,419	48,526	42,779	48,265	48,666	45,438	50,975	43,158	46,021
Unrestricted	65,310	65,335	20,363	29,636	32,184	42,876	6,710	6,055	7,193	(33,553)
Total governmental activities net position	\$ 340,496	\$ 340,789	\$ 336,154	\$ 340,199	\$ 338,417	\$ 353,211	\$ 317,496	\$ 331,882	\$ 330,759	\$ 303,876
<u>Business-type activities</u>										
Net Investment in Capital Assets	16,869	19,600	19,845	22,593	25,634	28,599	29,228	30,759	31,465	31,610
Unrestricted	12,796	11,075	14,409	14,685	13,654	13,216	12,089	9,526	13,154	12,160
Total business-type activities net position	\$ 29,665	\$ 30,675	\$ 34,254	\$ 37,278	\$ 39,288	\$ 41,815	\$ 41,317	\$ 40,285	\$ 44,619	\$ 43,770
<u>Primary government</u>										
Net Investment in Capital Assets *	290,361	288,635	287,110	290,377	283,602	290,268	294,576	305,611	311,873	323,018
Restricted	1,694	6,419	48,526	42,779	48,265	48,666	45,438	50,975	43,158	46,021
Unrestricted	78,106	76,410	34,772	44,321	45,838	56,092	18,799	15,581	20,347	(21,393)
Total primary government net position	\$ 370,161	\$ 371,464	\$ 370,408	\$ 377,477	\$ 377,705	\$ 395,026	\$ 358,813	\$ 372,167	\$ 375,378	\$ 347,646

* Restated for prior Period Adjustment in Note X

YAKIMA COUNTY, WASHINGTON

Changes in Net Position Last Ten Fiscal Years
(accrual basis of accounting) (in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>Expenses</u>										
Governmental activities:										
General Government	\$23,363	\$ 20,362	\$ 19,313	\$ 22,530	\$ 19,594	\$ 19,042	\$ 19,569	\$ 21,607	\$ 22,142	\$ 32,453
Judicial	10,296	8,989	9,722	9,454	8,790	9,176	8,932	10,141	10,090	15,144
Public Safety	59,414	53,490	47,768	45,200	42,529	40,419	45,885	46,476	48,257	60,197
Physical Environment	3,561	2,420	4,410	2,362	2,093	2,416	2,942	2,132	3,309	3,014
Transportation	29,089	25,332	25,035	12,096	30,136	25,644	27,513	22,617	29,023	24,539
Economic Environment	5,095	4,931	3,271	5,786	4,932	5,986	5,158	8,283	3,830	5,076
Health and Human Services	22,832	43,139	40,489	26,652	18,856	17,059	3,512	1,470	499	1,039
Culture and Recreation	2,014	3,992	2,427	1,154	1,069	1,340	1,324	1,123	1,581	1,524
Interest on Long Term Debt	1,744	1,690	1,782	1,638	1,468	1,293	1,472	1,434	1,175	878
Total governmental activities expenses	157,408	164,345	154,217	126,872	129,467	122,375	116,307	115,283	119,906	143,864
Business -type activities:										
Solid Waste	3,750	7,238	5,008	6,627	6,993	8,048	9,246	11,181	7,888	9,976
Public Services Utilities	1,329	1,428	1,558	1,520	1,748	1,379	1,823	1,739	1,463	3,207
Building and Fire Safety	2,408	2,136	1,702	1,587	1,600	1,785	1,837	2,675	1,614	4,147
Total business-type activities expenses	7,487	10,802	8,268	9,734	10,341	11,212	12,906	15,595	10,965	17,330
Total primary government expenses	164,895	175,147	162,485	136,606	139,808	133,587	129,213	130,878	130,871	161,194
<u>Program Revenues</u>										
Governmental activities:										
Charges for service:										
General Government	6,589	5,998	4,833	4,997	7,928	1,538	5,272	5,228	8,768	9,109
Judicial	3,935	3,763	4,154	3,181	3,541	7,289	1,764	1,923	725	737
Public Safety	23,568	23,693	11,473	2,218	9,431	10,407	10,524	14,410	13,755	15,403
Physical Environment	391	197	184	31	41	920	87	39	48	21
Transportation	42	449	280	371	6,158	697	579	708	321	744
Economic Environment	928	1,309	292	1,149	2,380	910	1,386	1,176	951	1,241
Health and Human Services	6,690	24,294	18,758	6,874	567	2,636	1,096	966	0	-
Culture and Recreation	53	3	15	5	24	389	5	8	7	7
Operating grants and contributions	28,807	37,876	42,894	54,417	28,798	38,155	19,678	30,477	18,135	25,562
Capital grants and contributions	1,088	2,736	2,033	662	240	66	504	830	168	251
Total governmental activities program revenue	72,091	100,318	84,916	73,905	59,108	63,007	40,895	55,765	42,878	53,075

YAKIMA COUNTY, WASHINGTON

Changes in Net Position Last Ten Fiscal Years
(accrual basis of accounting) (in thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Business-type activities:										
Charges for service:										
Solid Waste	7,505	8,416	8,099	8,352	8,581	8,587	8,945	9,458	10,527	10,778
Public Services Utilities	1,031	1,035	1,096	1,175	1,283	1,446	1,665	1,889	1,730	1,830
Building and Fire Safety	1,365	1,476	1,451	1,530	1,681	2,089	2,222	2,602	2,562	2,388
Operating grants and contributions	585	462	656	276	416	327	493	323	105	711
Capital grants and contributions	308	0	0	0	0	0	94	142	46	0
Total business-type activities program revenues	10,794	11,389	11,302	11,333	11,961	12,449	13,419	14,414	14,970	15,707
Total primary government program revenue	82,885	111,707	96,218	85,238	71,069	75,456	54,314	70,179	57,848	68,782
Net (Expense)/Revenue										
Governmental activities	(85,318)	(64,030)	(69,301)	(52,964)	(70,357)	(59,368)	(75,410)	(59,517)	(77,030)	(90,790)
Business-type activities	3,307	586	3,034	1,600	1,621	1,237	512	(1,180)	4,005	(1,623)
Total primary government net (expense)/revenue	(82,011)	(63,444)	(66,267)	(51,364)	(68,736)	(58,131)	(74,898)	(60,697)	(73,025)	(92,413)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property	37,248	38,364	39,020	37,673	37,386	38,532	39,842	40,539	41,881	42,223
Sales	16,420	16,165	16,770	18,152	19,381	21,880	23,394	23,199	23,186	25,119
Excise and other	2,709	2,642	2,556	3,491	3,464	3,913	3,858	3,152	4,129	4,099
Grants & Contributions not restricted-specific programs	9,787	5,162	3,435	1,160	6,209	7,415	5,255	4,772	2,256	438
Interest and investment earnings	1,661	1,232	1,890	1,314	1,954	2,372	2,259	2,186	2,814	3,491
Transfers	(13)	(36)	(142)	(78)	(111)	(179)	(143)	(50)	(50)	(271)
Total governmental activities	67,906	64,322	64,667	56,114	68,574	74,167	74,465	73,898	75,907	75,099
Business-type activities:										
Grants & Contributions not restricted-specific programs	0	61	101	72	148	122	0	0	0	0
Interest and investment earnings	365	198	301	186	68	218	189	106	281	504
Transfers	13	36	142	78	111	179	143	50	50	271
Total business-type activities	378	295	544	199	453	1,002	332	148	330	775
Total primary government	68,284	64,617	65,211	56,313	69,027	75,169	74,797	74,046	76,237	75,874
Changes in Net Position										
Governmental activities	(17,412)	292	(4,635)	3,150	(1,786)	14,797	(4,441)	14,383	(1,122)	(15,692)
Business-type activities	3,685	882	3,579	1,799	2,074	2,239	843	(1,032)	4,335	(848)
Total primary government	#####	\$ 1,174	\$ (1,056)	\$ 4,949	\$ 288	\$ 17,036	\$ (3,598)	\$ 13,351	\$ 3,213	\$ (16,540)

Note: Changes in net position on this schedule do not include prior period adjustments. Therefore this schedule does not account for the total change in net position from one year to the next.

YAKIMA COUNTY, WASHINGTON

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2009	2010	2011*	2012	2013	2014	2015	2016	2017	2018
General Fund										
Nonspendable			\$ 46,705	\$ 47,885	\$ 47,885	\$ 47,540	\$ 56,540	\$ 57,035	\$ 57,935	\$ -
Restricted	\$ 409,221	\$ -	124,544	226,071	286,231	250,362	327,532	358,979	431,496	457,540
Unreserved	4,828,361	4,824,056	0	0	0	0	0	0	0	0
Committed			905,868	573,651	762,485	925,931	1,328,154	1,046,630	1,288,461	975,096
Assigned			113,278	114,864	925,690	741,094	807,575	830,588	900,831	849,445
Unassigned			5,448,671	7,342,104	6,480,803	8,383,923	8,373,082	8,542,488	9,013,045	10,800,414
Total general fund	5,237,582	4,824,056	6,639,066	8,304,575	8,503,094	10,348,850	10,892,883	10,835,720	11,691,768	13,082,495
All other Gov. Funds										
Nonspendable			5,041,933	5,085,778	3,646,996	5,374,899	7,883,763	8,291,622	8,717,839	0
Restricted	5,430,048	6,417,933	22,209,451	23,109,555	28,889,526	31,851,819	31,571,534	33,496,265	35,403,393	44,365,995
Unreserved, report in:										
Special revenue funds	26,887,666	32,858,147								
Capital project funds	6,294,439	16,033,281								
Committed			13,498,086	9,122,164	953,797	1,199,052	1,454,255	1,587,981	1,728,927	2,013,155
Assigned			7,776,257	4,614,271	13,963,555	16,373,086	8,840,409	6,401,491	5,925,483	5,075,375
Unassigned			0	0	0	0	0	(536)	(820)	0
Total all other gov. funds	38,612,153	55,309,361	48,525,727	41,931,768	47,453,874	54,798,856	49,749,961	49,776,823	51,774,822	51,454,525
Total gov. fund balances	\$ 43,849,735	\$ 60,133,417	\$ 55,164,793	\$ 50,236,343	\$ 55,956,968	\$ 65,147,706	\$ 60,642,844	\$ 60,612,543	\$ 63,466,590	\$ 64,537,020

* Reflects GASB 54 change in fund balance categories

YAKIMA COUNTY, WASHINGTON

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>Revenues</u>										
Taxes	\$ 56,200,061	\$ 57,154,495	\$ 58,585,301	\$ 61,224,425	\$ 63,158,166	\$ 66,731,242	\$ 66,976,756	\$ 67,556,196	\$ 69,179,304	\$ 71,795,787
Licenses	321,673	326,977	328,343	359,569	411,400	439,877	502,222	555,337	549,515	534,465
Intergovernmental	63,589,958	69,415,011	57,972,535	54,417,408	37,164,780	37,780,927	22,131,896	30,253,610	27,171,218	25,561,172
Charges for services	11,497,588	27,755,620	25,360,890	16,463,301	18,918,755	22,242,647	20,712,827	24,344,536	25,574,566	27,263,453
Fines	2,145,559	2,157,286	1,975,471	1,999,729	2,769,633	2,543,293	2,606,209	2,292,630	2,362,969	2,582,603
Interest earnings	1,660,797	1,665,388	1,517,226	1,051,860	1,781,672	2,371,860	2,259,242	2,035,409	2,814,471	3,490,537
Other revenues	4,047,424	4,017,569	3,334,010	2,797,537	2,355,213	3,151,849	3,023,801	2,409,235	2,405,057	2,591,705
Total revenues	139,463,060	162,492,346	149,073,776	138,313,829	126,559,619	135,261,695	118,212,953	129,446,953	130,057,100	133,819,722
<u>Expenditures</u>										
General government	21,780,453	20,287,612	18,673,127	18,464,643	19,704,599	19,309,304	20,658,613	22,060,922	22,508,839	23,570,414
Judicial	10,481,646	9,157,187	9,747,348	9,496,493	8,671,891	9,312,668	9,746,791	10,872,459	10,521,830	10,510,832
Public Safety	52,577,350	50,652,929	45,471,838	41,349,670	40,081,001	41,527,248	43,316,452	45,651,681	48,504,179	53,484,143
Physical environment	2,934,679	2,144,763	2,432,143	2,083,002	2,534,416	2,244,884	2,771,894	2,302,728	2,947,302	2,653,419
Transportation	13,501,383	13,901,258	13,908,031	12,658,082	12,542,883	11,254,127	12,694,957	14,325,053	14,467,126	14,336,461
Economic environment	5,001,967	4,993,955	3,285,116	5,736,359	4,897,056	5,801,932	5,230,876	8,365,689	4,474,326	4,684,541
Health and human services	22,969,667	43,021,901	39,917,338	26,481,734	18,854,038	16,991,526	3,591,585	921,208	463,836	402,471
Culture and recreations	951,051	527,302	444,785	431,480	397,164	555,073	515,935	554,523	768,706	678,142
Debt service:										
Principal	4,311,543	3,608,379	4,094,206	5,626,222	3,669,722	3,654,581	3,939,082	3,993,244	4,103,822	4,242,846
Interest	1,741,474	1,603,324	1,682,192	1,386,254	1,222,629	1,159,377	1,311,309	1,211,733	1,089,302	963,670
Capital Outlay	10,190,763	13,635,155	14,009,950	20,965,208	9,178,693	20,844,453	13,717,723	18,544,120	17,501,118	18,996,602
Total expenditures	146,441,976	163,533,765	153,666,074	144,679,147	121,754,092	132,655,173	117,495,217	128,803,360	127,350,386	134,523,541
Excess of revenues over (under) expenditures	(6,978,916)	(1,041,419)	(4,592,298)	(6,365,318)	4,805,527	2,606,522	717,736	643,593	2,706,714	(703,819)

YAKIMA COUNTY, WASHINGTON

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>Other Financing Sources (Uses)</u>										
Issuance of long-term debt	8,139,378	32,580,000	173,328	1,255,000	-	6,285,000	-	-	-	-
Transfers In	18,184,743	18,415,742	15,658,888	18,845,033	24,567,152	23,470,707	22,072,292	22,239,064	23,746,881	28,681,967
Transfers Out	(16,457,100)	(16,327,600)	(16,063,152)	(18,663,426)	(23,646,861)	(23,634,841)	(23,804,899)	(22,912,958)	(23,599,548)	(26,907,719)
Bond Premium	-	996,489	-	-	-	468,277	-	-	-	-
Intergovernmental Payments	-	-	(195,805)	-	(80,086)	-	-	-	-	-
Proceeds Capital Assets Other Deposit	-	1,936,526	50,717	261	74,893	(4,929)	5,474	0	-	-
Payments to refunded bond escrow age	(2,835,354)	(20,276,053)	(303)	-	-	-	-	-	-	-
Total Other Financing Source										
(Uses)	7,031,667	17,325,104	(376,327)	1,436,868	915,098	6,584,214	(1,727,133)	(673,894)	147,333	1,774,248
<u>Special Item</u>										
Extraordinary Discontinued Operat. Ag	-	-	-	-	-	-	(3,495,462)	0	0	0
Total Special Item	0	0	0	0	0	0	(3,495,462)	0	0	0
Net Change in Fund Balance	\$ 52,751	\$ 16,283,685	\$ (4,968,625)	\$ (4,928,450)	\$ 5,720,625	\$ 9,190,736	\$ (4,504,859)	\$ (30,301)	\$ 2,854,047	\$ 1,070,429
Debt services as a percentage of noncapital expenditures	4.44%	3.48%	4.14%	5.67%	4.35%	4.31%	5.06%	4.72%	4.73%	4.51%
Debt services as a percentage with capital expenditures	4.13%	3.19%	3.76%	4.85%	4.02%	3.63%	4.47%	4.04%	4.08%	3.87%

Note: Changes in net position on this schedule do not include prior period adjustments. Therefore this schedule does not account for the total change in net position from one year to the next.

YAKIMA COUNTY, WASHINGTON

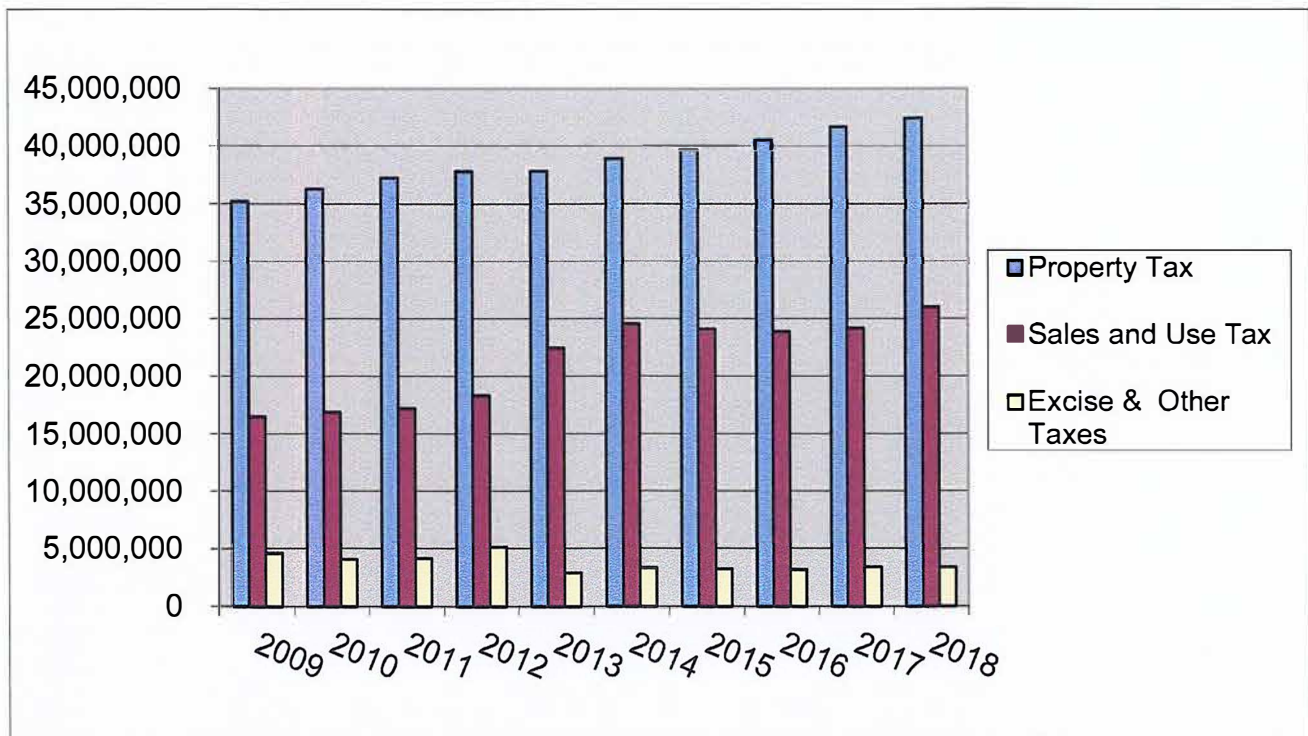
Tax Revenues by Source, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

Year	Property Tax	Sales and Use Tax	Excise & Other Taxes	Total
2009	35,180,399	16,458,040	4,561,622	56,200,061
2010	36,260,153	16,835,734	4,058,608	57,154,495
2011	37,268,419	17,180,668	4,136,214	58,585,301
2012	37,812,738	18,304,182	5,107,505	61,224,425
2013	37,826,621	22,440,640	2,890,905	63,158,166
2014	38,912,389	24,519,182	3,299,671	66,731,242
2015	39,677,984	24,081,015	3,217,757	66,976,756
2016	40,562,118	23,841,328	3,152,750	67,556,196
2017	41,656,050	24,154,212	3,369,042	69,179,304
2018	42,420,025	25,994,695	3,381,067	71,795,787

Includes General, Special Revenue, Debt Service, and Capital Project Funds

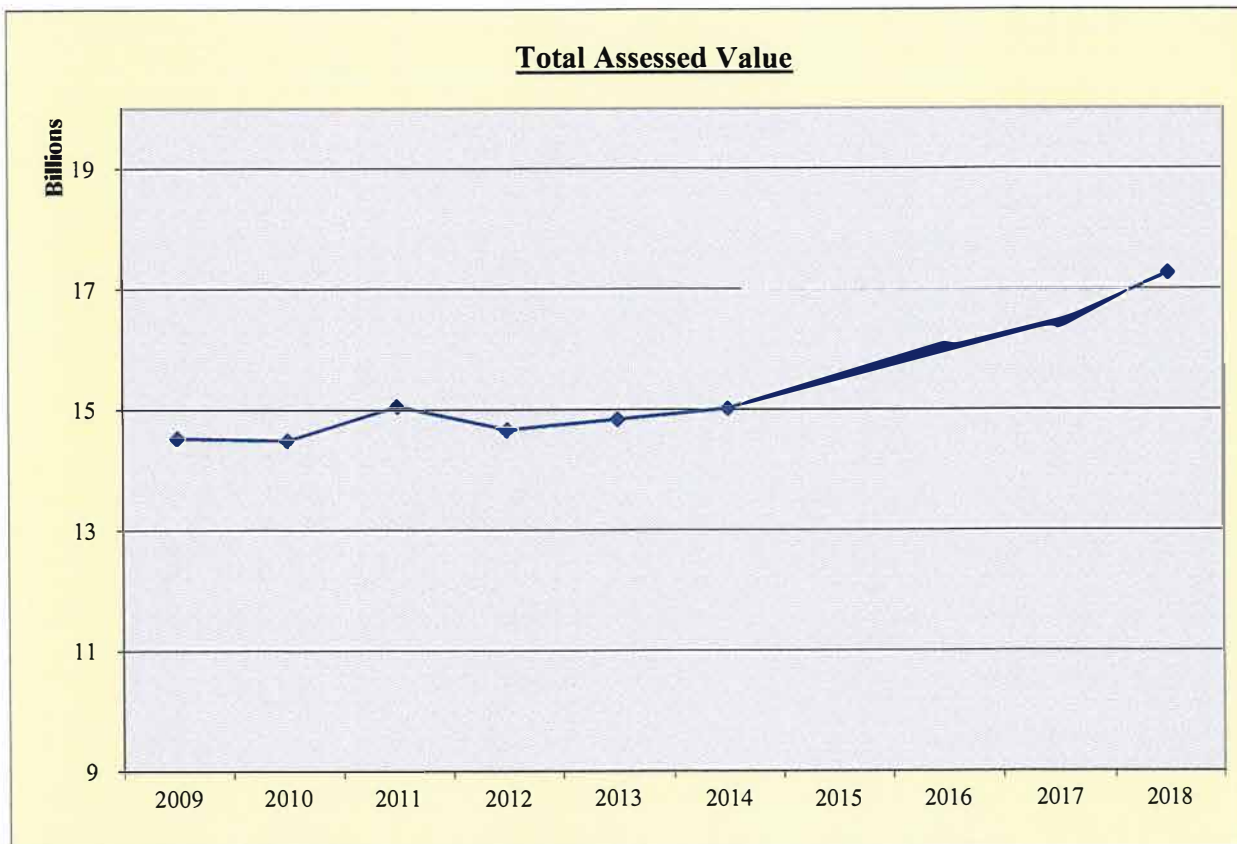


YAKIMA COUNTY, WASHINGTON

Assessed and Estimated Value of Taxable Property

Last Ten Fiscal Years

Tax Year	<u>REAL PROPERTY</u>		<u>PERSONAL PROPERTY</u>		<u>TOTAL</u>		Percentage of Assessed to Estimated Actual Value	Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2009	13,690,703,086	15,094,490,723	842,166,483	943,075,569	14,532,869,569	16,037,566,292	90.6%	3.846
2010	13,596,821,751	15,277,327,810	895,638,564	991,847,801	14,492,460,315	16,269,175,611	89.1%	3.943
2011	14,185,682,411	15,027,205,944	871,123,256	961,504,698	15,056,805,667	15,988,710,641	94.2%	3.879
2012	13,813,027,963	15,014,160,829	856,075,299	944,895,474	14,669,103,262	15,959,056,303	91.9%	4.045
2013	13,947,164,810	15,159,961,750	896,511,378	1,003,932,114	14,843,676,188	16,163,893,864	91.8%	3.753
2014	14,113,009,035	15,390,413,342	911,693,552	1,078,927,280	15,024,702,587	16,469,340,623	91.2%	3.809
2015	14,606,675,379	15,842,381,105	961,051,747	1,102,123,563	15,567,727,126	16,944,504,668	91.9%	3.821
2016	14,985,294,948	16,540,060,649	1,050,010,721	1,167,976,330	16,035,305,669	17,708,036,979	90.6%	3.826
2017	15,279,612,569	17,072,192,815	1,174,254,197	1,230,874,420	16,453,866,766	18,303,067,235	89.9%	3.838
2018	16,028,671,844	18,444,961,846	1,236,979,098	1,307,588,899	17,265,650,942	19,752,550,744	87.4%	3.747



Property is assessed at 100% of its true and fair value.

Ratio was provided by State of Washington, Dept. of Revenue, Research and Statistics. The ratio applied is an overall percentage rate.

Figures used exclude utilities.

Total Assessed Value was provide by Yakima County Assessor Tax Booklet.

YAKIMA COUNTY, WASHINGTON

Principal Property Taxpayers

Current Year and Nine Years Ago

(amounts expressed in millions)

Taxpayer	Type of Business	2018			2009		
		Taxable Assessed	Rank	Percentage of Total Assessed	Taxable Assessed	Rank	Percentage of Total Assessed
		Value		Value	Value		Value
Pacificorp	Utilities	\$191,443,805	1	1.109%	\$135,976,127	1	0.936%
Washington Fruit & Produce Co.	Agriculture	125,768,549	2	0.728%	38,552,135	9	0.265%
Evans Fruit Company Inc.	Agriculture	99,181,579	3	0.574%	46,976,526	5	0.323%
Zirkle Fruit Co.	Agriculture	95,752,092	4	0.555%	59,215,166	4	0.407%
Wal-Mart Stores Inc.	General Merchandise	95,075,326	5	0.551%	83,968,555	2	0.578%
Borton & Sons Inc.	Wholesale Trade	93,793,097	6	0.543%			
Darigold Inc.	Food Manufacturing	74,956,147	7	0.434%			
Roy Farms Inc.	Agriculture	56,482,214	8	0.327%			
Tree Top Inc.	Food Manufacturing	55,408,601	9	0.321%	40,702,383	7	0.280%
John I Haas Inc.	Hop Processing	54,973,406	10	0.318%			
Yakima HMA Inc.	Health Care Services				74,784,775	3	0.515%
Centercal Properties LLC	Retail Development				44,111,350	6	0.304%
Ace Hardware Corporation	Wholesale Trade				39,051,062	8	0.269%
Shields Bag & Printing Co.	Plastic Bag Manufacturing				37,581,693	10	0.259%
Totals		\$942,834,816		5.460%	\$600,919,772		4.136%

Information provided by the Yakima County Treasurer's Office

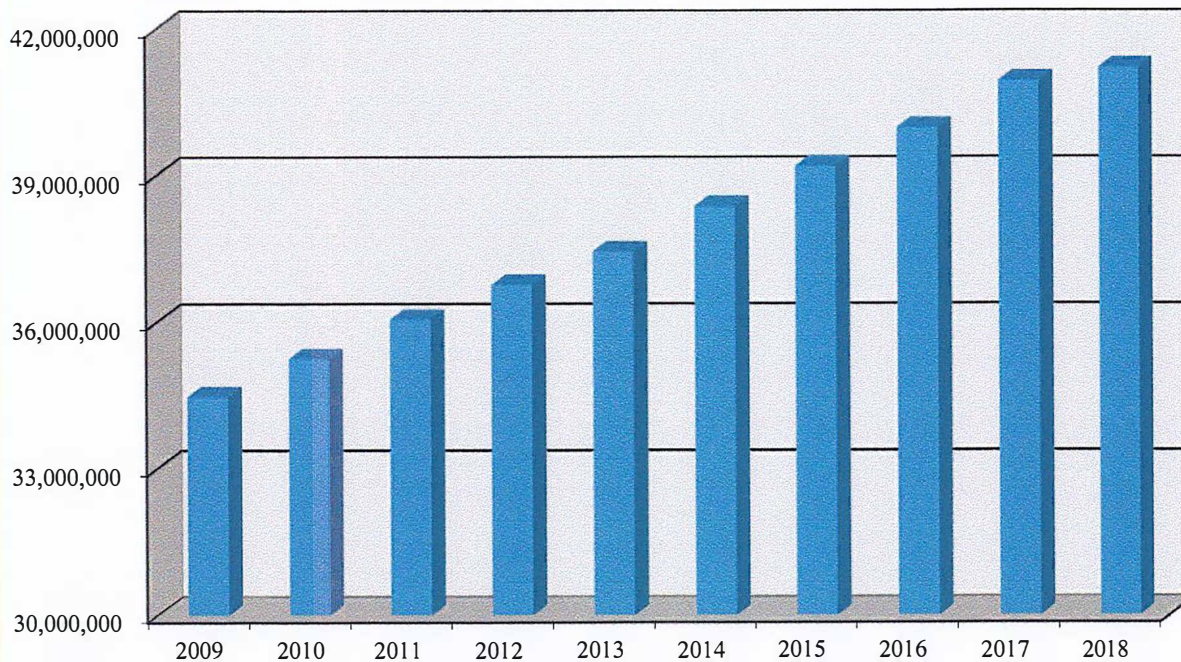
YAKIMA COUNTY, WASHINGTON

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year	Original Levy	Adjustments *	Adjusted Levy	Collected in First Period		Collected In Subsequent Periods	Total Amount	Percent of Adjusted Levy
				Amount	Percent of Original Levy			
2009	34,698,413	(220,397)	34,478,016	33,342,090	96.09%	1,135,930	34,478,020	100.0000%
2010	35,473,560	(220,002)	35,253,558	34,151,174	96.27%	1,100,413	35,251,587	99.9944%
2011	36,264,611	(201,784)	36,062,827	35,061,797	96.68%	998,568	36,060,365	99.9932%
2012	36,908,585	(145,932)	36,762,653	35,809,013	97.02%	950,733	36,759,746	99.9921%
2013	37,631,440	(177,877)	37,453,563	36,499,431	96.99%	950,640	37,450,071	99.9907%
2014	38,471,013	(90,182)	38,380,831	37,497,500	97.47%	879,380	38,376,880	99.9897%
2015	39,347,554	(140,587)	39,206,967	38,363,077	97.50%	832,565	39,195,642	99.9711%
2016	40,345,728	(216,946)	40,128,782	39,301,468	97.41%	675,444	39,976,912	99.6215%
2017	41,370,213	(87,123)	41,283,090	40,427,873	97.72%	507,421	40,935,294	99.1575%
2018	42,276,593	(192,989)	42,083,604	41,206,709	97.47%	-	41,206,709	97.9163%

Total Tax Collections



Includes General Fund, County Road, County Flood, Veteran's Relief, and Human Services

* Adjustments are the result of tax appeals and approvals and denials of tax exemptions

YAKIMA COUNTY, WASHINGTON

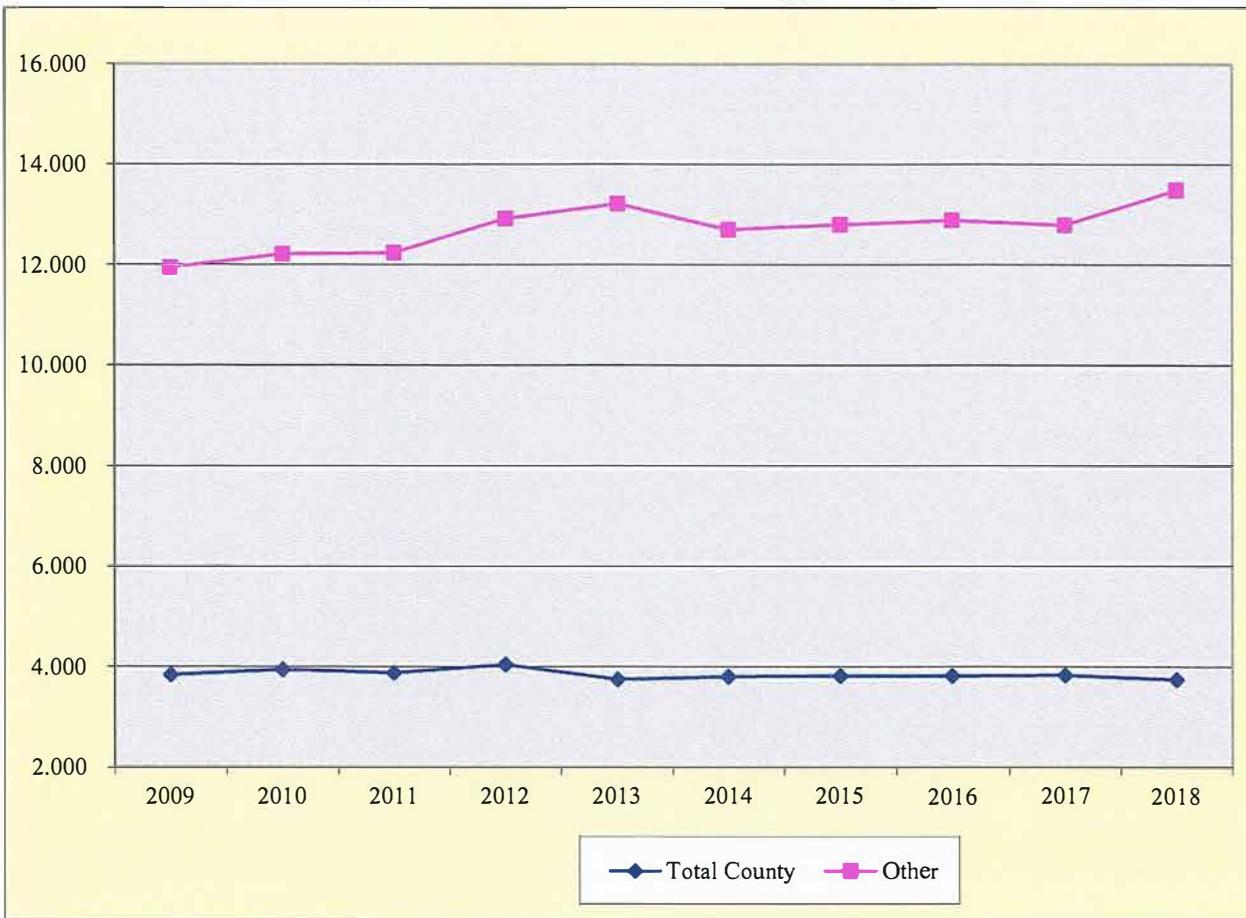
Property Tax Rates

Direct and Overlapping Governments

Last Ten Fiscal Years

(Per \$1,000 of Assessed Value)

Yakima County Direct Rates					Overlapping Rates							Total Direct & Overlapping Rates
Special					Cities			State	Park &			
General	Revenue	Debt	Total		School	Fire	Port	and	of	Regional	Rec	
<u>Year</u>	<u>Fund</u>	<u>Funds</u>	<u>Service</u>	<u>County</u>	<u>District</u>	<u>District</u>	<u>District</u>	<u>Towns</u>	<u>Wash</u>	<u>Library</u>	<u>District</u>	
2009	1.455	2.339	0.052	3.846	3.962	1.115	0.395	2.893	1.922	0.448	1.212	15.793
2010	1.494	2.396	0.053	3.943	4.127	1.143	0.410	2.951	2.092	0.460	1.031	16.157
2011	1.471	2.359	0.049	3.879	4.095	1.112	0.405	2.917	2.209	0.453	1.045	16.115
2012	1.537	2.461	0.047	4.045	4.384	1.150	0.429	3.036	2.398	0.472	1.053	16.967
2013	1.749	2.004	0.000	3.753	4.402	1.188	0.431	3.070	2.512	0.476	1.148	16.980
2014	1.765	2.044	0.000	3.809	4.395	1.191	0.433	3.066	2.615	0.481	0.531	16.521
2015	1.700	2.121	0.000	3.821	4.409	1.189	0.424	3.015	2.264	0.476	1.030	16.628
2016	1.681	2.145	0.000	3.826	4.392	1.184	0.420	2.985	2.255	0.475	1.178	16.715
2017	1.668	2.170	0.000	3.838	4.370	1.182	0.412	2.966	2.055	0.474	1.333	16.630
2018	1.620	2.127	0.000	3.747	4.311	1.167	0.403	2.880	3.068	0.461	1.194	17.231



Property is assessed at 100% of its True and Fair Value.

Source: Yakima County Department of Assessments Annual Report (Assessed Valuation / 2018 Tax Year)

YAKIMA COUNTY, WASHINGTON

Ratio of Outstanding Debt by Type Last Ten Fiscal Years

	Governmental Activities						Business Activities				Percentage of Personal Income*	Total Debt Per Capita*
	General Obligation Bonds	Special Assessment Bonds	Capital Lease	General Obligation Note	Bond Issuance Discount/Premium	Advances Due Other Government	General Obligation Bonds	Capital Lease	Advances Due Other Government	Total Primary Government		
2009	31,070,000	181,000	0	0	611,580	10,279,517	4,395,000	0	100,006	46,637,103	0.616%	195.63
2010	41,595,000	145,000	0	0	1,447,148	9,392,312	4,135,000	0	97,376	56,811,836	0.760%	237.61
2011	38,360,000	118,000	0	0	1,320,973	8,528,435	4,060,000	0	94,658	52,482,066	0.659%	211.68
2012	33,815,000	91,000	0	1,255,000	1,186,134	7,474,213	3,745,000	0	91,868	47,658,215	0.565%	188.47
2013	32,475,000	70,500	72,168	0	1,352,061	6,419,990	3,415,000	0	88,840	43,893,559	0.498%	172.61
2014	36,075,000	48,500	65,691	0	1,734,416	5,472,406	3,075,000	0	85,951	46,556,964	0.504%	183.95
2015	33,105,000	27,000	57,703	0	1,648,494	4,524,828	2,730,000	0	82,970	42,175,995	0.449%	169.10
2016	30,035,000	12,000	39,570	0	1,562,572	3,616,584	2,380,000	0	2,050,515	39,696,241	0.413%	158.95
2017	26,855,000	5,000	19,602	0	1,476,650	2,708,340	2,015,000	0	1,989,824	35,069,416	0.346%	140.41
2018	23,545,000	0	0	0	1,390,728	1,800,096	1,635,000	0	1,986,302	30,357,126	0.293%	120.94

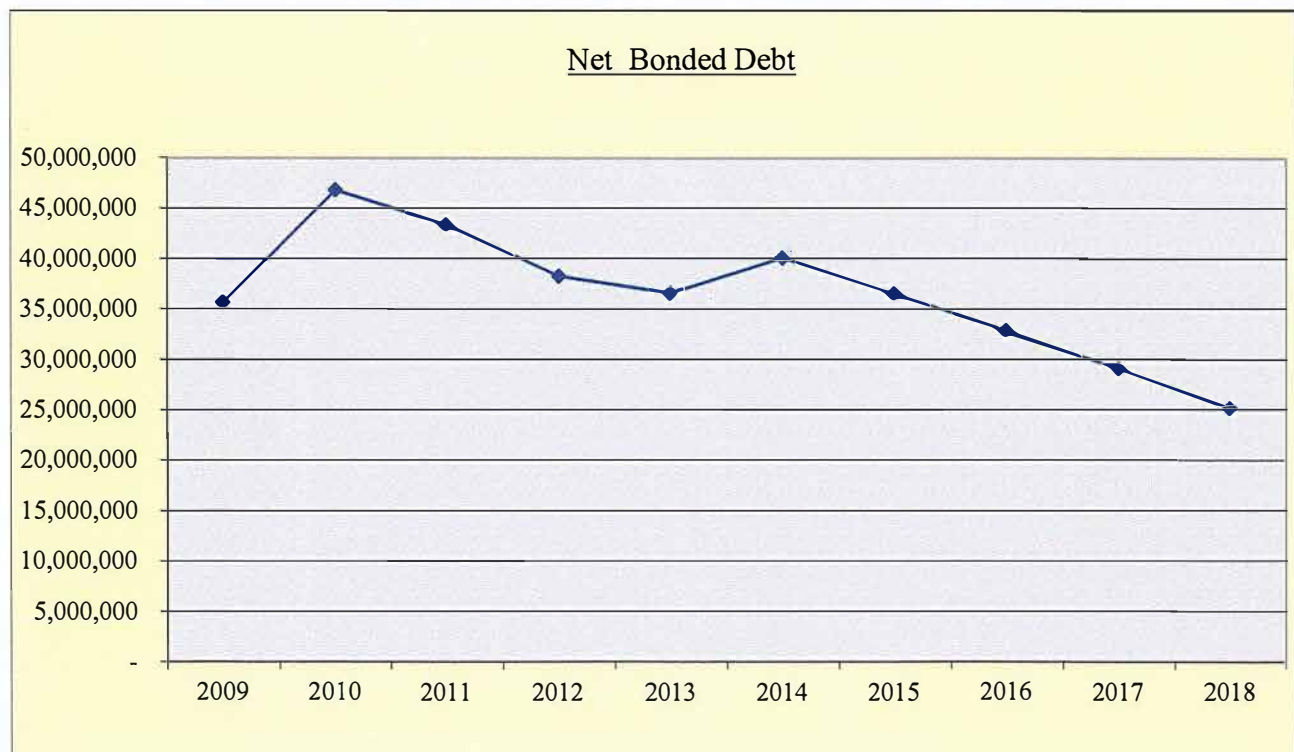
* Population & personal income data can be found on the Schedule of Demographic and Economic Statistics in this section

YAKIMA COUNTY, WASHINGTON

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Money Available	Net Bonded Debt	Percentage of Bonded Debt To Assessed Value	Net Bonded Debt Per Capita
2009	238,400	14,532,869,569	36,076,580	418,121	35,658,459	0.245%	149.57
2010	239,100	14,492,460,315	47,177,148	361,341	46,815,807	0.323%	195.80
2011	247,928	15,056,805,667	43,740,973	360,209	43,380,764	0.288%	174.97
2012	252,874	14,669,103,262	38,746,134	472,835	38,273,299	0.261%	151.35
2013	254,293	14,843,676,188	37,242,061	638,525	36,603,536	0.247%	143.94
2014	253,102	15,024,702,587	40,884,416	797,154	40,087,262	0.267%	158.38
2015	249,413	15,567,727,126	37,483,494	955,071	36,528,423	0.235%	146.46
2016	249,745	16,035,305,669	33,977,572	1,104,461	32,873,111	0.205%	131.63
2017	249,757	16,453,866,766	30,346,650	1,251,741	29,094,909	0.177%	116.49
2018	251,012	17,265,650,942	26,570,728	1,398,395	25,172,333	0.146%	100.28



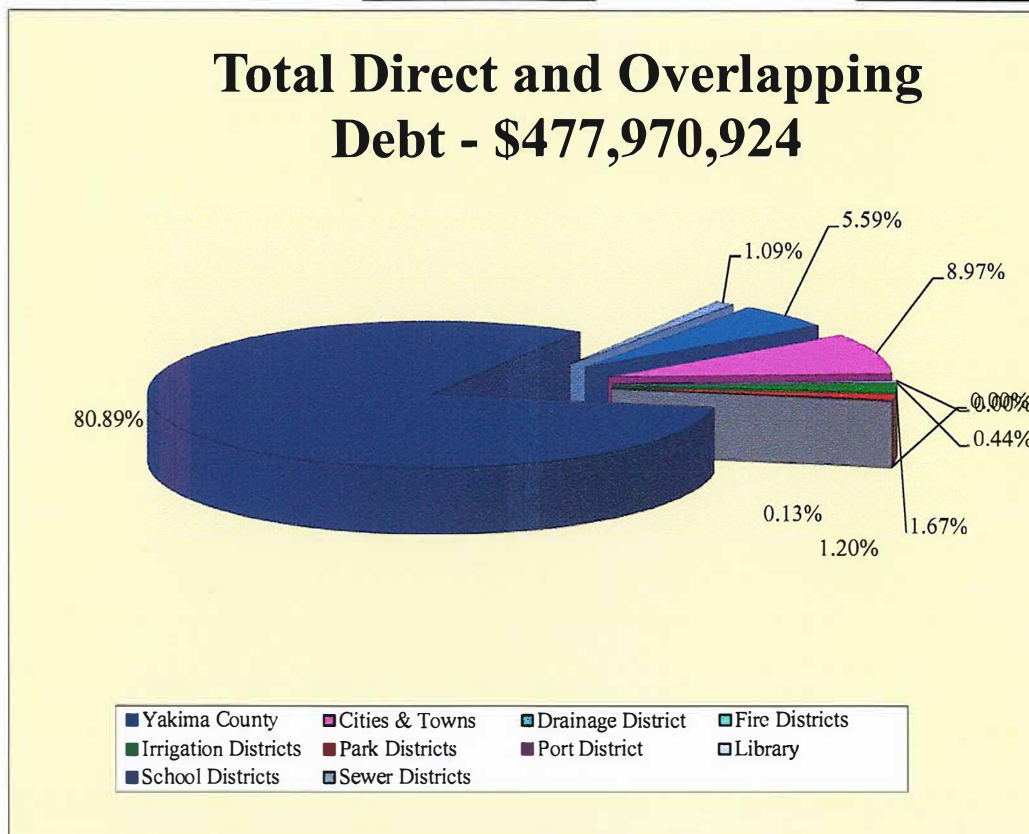
YAKIMA COUNTY, WASHINGTON

Direct and Overlapping Governmental Activities Bonded Debt

General Obligation Bonds

December 31, 2018

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Yakima County	Amount Applicable to Yakima County
Direct Debt			
Commissioner approved debt	\$ 26,735,824		
Voter approved debt	-		
Total Direct Debt	26,735,824	100.00%	\$ 26,735,824
Overlapping Debt			
Cities & Towns	42,864,799	100.00%	42,864,799
Drainage District	-	100.00%	-
Fire Districts	2,123,104	100.00%	2,123,104
Irrigation Districts	7,974,984	100.00%	7,974,984
Park Districts	5,759,474	100.00%	5,759,474
Port District	645,000	100.00%	645,000
Library	-	100.00%	0
School Districts	386,642,399	100.00%	386,642,399
Sewer Districts	5,225,340	100.00%	5,225,340
Total Overlapping Debt	451,235,100		451,235,100
Total Direct and Overlapping Debt	\$ 477,970,924		\$ 477,970,924



Source: Yakima County Treasurer Report, except for cities and towns, who provided their own information.

Note: Within Yakima County, other municipal governments incur general obligation debt. Debts incurred by other governmental units, although overlapping, have no claim on any County revenues.

Method: determined by ratio of assessed valuation of property in overlapping unit subject to taxation in reporting unit to total valuation of property subject to taxation in overlapping unit.

YAKIMA COUNTY, WASHINGTON

Limitation of Indebtedness

For Year Ending December 31, 2018

Total Assessed Property Valuation \$ 17,265,650,942

Limited Tax General Obligation Debt Capacity (non-voted):

Legal limit of 1.5% of the assessed valuation	258,984,764
Less: Outstanding Limited Tax General Obligation Bond Debt	(25,345,096)
Add: Available Assets	8,469,698

Remaining Debt Capacity (non-voted)	\$ 242,109,366
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Limited Tax General Obligation Debt Capacity (voted and non-voted):

Legal limit of 2.5% of the assessed valuation	431,641,274
Less: Outstanding Limited Tax General Obligation Bond Debt	(25,345,096)
Add: Available Assets	8,469,698

Remaining Debt Capacity (voted and non-voted)	\$ 414,765,876
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YAKIMA COUNTY, WASHINGTON

Legal Debt Margin Information

Last Five Fiscal Years

(amounts expressed in thousands)

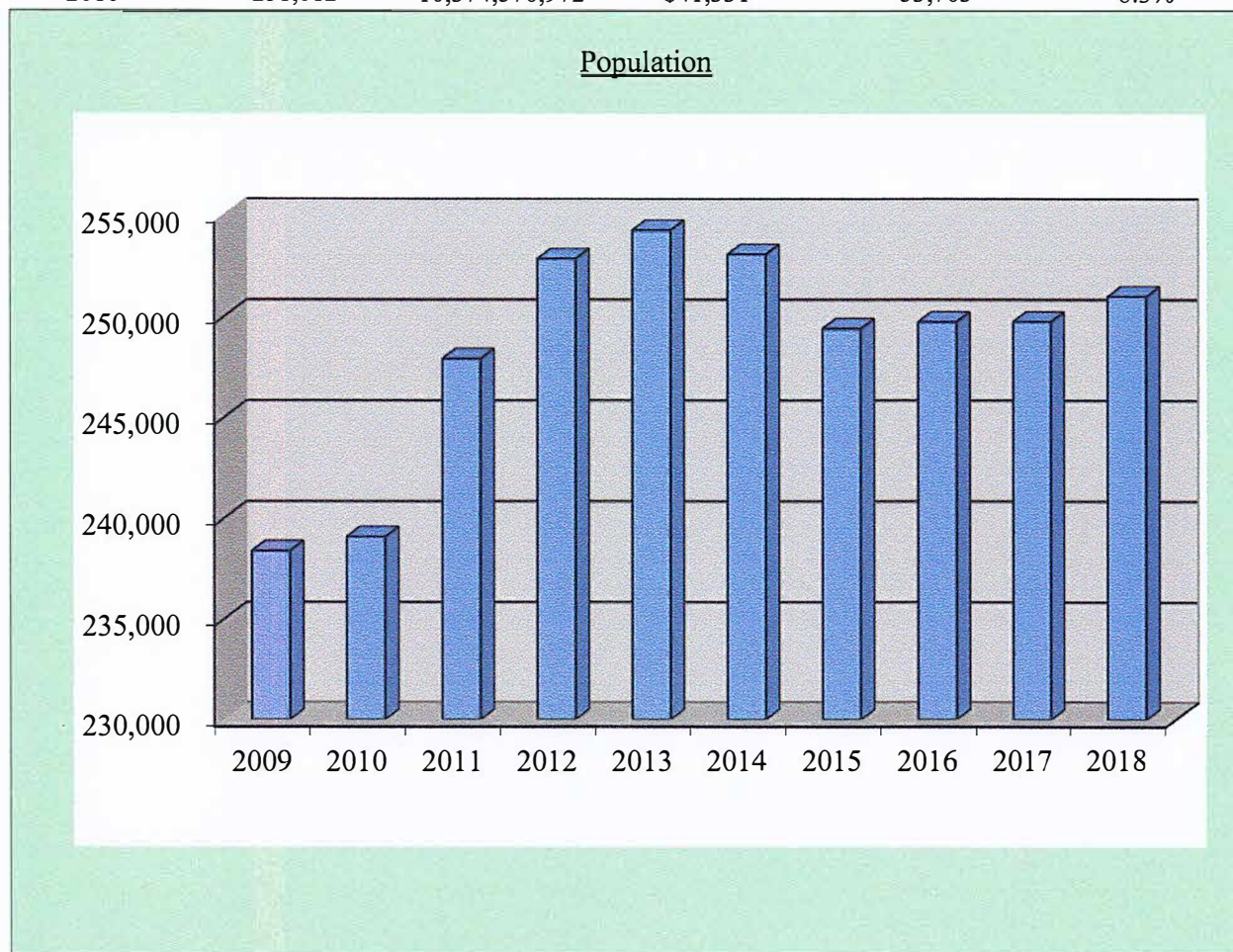
	Fiscal Year				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt Limit (non-voted)	\$225,371	\$233,516	\$240,530	\$246,808	\$258,985
Total Net Debt Applicable to Limit (non-voted)	51,305	41,411	34,600	29,626	25,345
Legal Debt Margin (voted and non-voted)	375,618	389,193	400,883	411,347	431,641
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit (non-voted)	22.76%	17.73%	14.38%	12.00%	9.79%

YAKIMA COUNTY, WASHINGTON

Demographic & Economic Statistics

Last Fiscal Ten Years

Fiscal Year	Population	Personal Income	Per Capita Income (1)	School Enrollment (2)	Unemployment Rate (3)
2009	238,400	7,571,584,000	\$31,760	50,580	10.5%
2010	239,100	7,475,461,500	\$31,265	50,423	8.0%
2011	247,928	7,963,943,216	\$32,122	51,108	8.7%
2012	252,874	8,438,658,254	\$33,371	51,662	9.3%
2013	254,293	8,820,406,998	\$34,686	52,146	10.4%
2014	253,102	9,237,463,694	\$36,497	52,070	11.5%
2015	249,413	9,385,411,190	\$37,630	52,932	10.2%
2016	249,745	9,621,925,615	\$38,527	53,048	9.8%
2017	249,757	10,129,644,406	\$40,558	51,955	6.7%
2018	251,012	10,374,576,972	\$41,331	53,763	8.3%



(1) Source: BEA - All figures reflect the most current data available as of April 2017

(2) School Enrollment supplied by Admin Secretary Fiscal Services (ESD 105)

(3) Source: Employment Security Department - All figures reflect the most current data available as of 2017.

YAKIMA COUNTY, WASHINGTON

Full-time Equivalent Yakima County Employees by Function/Program

Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>General Government</u>	88	81	75	72	73	73	74	75	77	78
Assessor/GIS*	32	28	24	24	24	24	24	24	25	25
Auditor/Elections	23	21	20	19	19	19	20	21	21	21
Commissioners	6	6	6	4	4	4	4	4	5	5
Human Resources	7	7	7	7	7	7	7	7	7	7
Treasurer	20	19	18	18	19	19	19	19	19	20
<u>Public Safety</u>	683	644	623	557	562	562	569	578	587	594
Coroner	4	3	3	3	3	3	3	3	3	3
Corrections	250	254	239	179	175	175	173	184	199	199
Sheriff/DOS	87	83	79	89	89	92	97	99	100	101
Law&Justice	88	82	73	21	21	19	20	19	19	21
Attorney/Assigned	98	87	90	102	105	104	104	102	106	109
County Clerk	31	28	29	36	36	36	36	36	34	35
District Court	53	44	49	56	58	57	57	57	51	52
Superior Court	23	17	17	20	22	21	23	24	23	21
Juvenile	42	39	37	44	46	48	49	48	47	47
Emergency Services	7	7	7	7	7	7	7	6	6	6
<u>Public Services</u>	194	190	189	190	185	189	191	195	221	223
Roads	123	121	121	119	119	119	119	121	123	121
Equipment	8	7	7	8	8	8	8	10	12	13
Parks/Recreation	1	1	1	1	1	1	1	1	1	1
Environmental Services	62	61	60	62	57	61	63	63	86	88
<u>Community Development</u>	63	58	56	46	48	51	52	42	21	21
<u>*Community Services</u>	183	164	136	121	122	118	5	2	4	3
<u>Internal Services</u>	83	79	90	91	88	89	80	83	84	87
Employee Benefits	5	7	7	8	8	9	9	10	10	10
Facilities	33	31	28	28	27	27	27	28	30	32
*Financial Services	5	5	11	5	7	14	7	7	5	5
*GIS	0	4	4	4	4	4	4	4	4	4
*Grants Management	0	0	10	10	7	0	0	0	0	0
Printing	5	5	3	3	2	2	2	2	2	2
Purchasing	4	0	0	1	1	1	1	1	1	1
Technology Services	31	27	27	32	32	32	30	31	32	33
Grand Total	1294	1216	1169	1077	1078	1082	971	975	994	1006

Source: Yakima County HR Staffing Trends 2017

* 2010 GIS moved to Internal Services

* 2015 ALTC moved out from Yakima County

* 2011 Financial Services & Grants Management moved to Internal Services

* 2012 Parks moved to General Government

* 2014 Grants Management combined with Financial Services

YAKIMA COUNTY, WASHINGTON

Principal Employers

Current & Nine Years Ago

2018

2009

Employers (2)	Percentage of Total County			Employers (2)	Percentage of Total County		
	Employees	Rank	Employment		Employees	Rank	Employment
Virginia Mason Memorial Hospital	2,500	1	1.77%	Yakima Valley Memorial Hospital	2,200	1	1.99%
Astria Health	1,770	2	1.25%	Yakima School District 7	1,736	2	1.57%
Wal-Mart	1,700	3	1.20%	Wal-Mart	1,587	3	1.44%
Yakima School District 7	1,594	4	1.13%	Washington State DSHS	1,400	4	1.27%
Zirkle Fruit	1,504	5	1.06%	Yakima County	1,213	5	1.10%
Washington Fruit & Produce	1,502	6	1.06%	Del Monte Foods	1,200	6	1.09%
Yakima Nation Government Operatio	1,289	7	0.91%	Yakima Valley Farm Workers Clinic	1,181	7	1.07%
Borton Fruit	1,212	8	0.86%	Yakima Regional Medical Center	942	8	0.85%
Yakima Nation Enterprises	1,170	9	0.83%	Yakima Training Center	850	9	0.77%
Monson Fruit	1,023	10	0.72%	Washington Beef, Inc.	850	10	0.77%
Totals	14,241		10.81%		13,159		11.90%
Total County Employment (1)	141,266				110,560		

(1) Employment Security Department

(2) Yakima County CAFR 2009

YAKIMA COUNTY, WASHINGTON

Capital Asset Statistics by Function

Last Ten Fiscal Years

<u>Function</u>	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<u>Public Safety</u>										
Sheriff Units - Patrol	69	52	51	51	51	44	53	32	67	66
Sheriff Units - Civil	15	15	22	21	21	59	3	2	17	16
Sheriff Units - Search & Rescue	25	26	26	26	26	22	24	54	86	85
Sheriff Units - Executive Administration	6	4	4	4	5	14	4	14	12	13
Sheriff Units - Special Purpose	26	30	34	36	41	26	33	71	12	12
Sheriff Units - Bikes	5	5	5	5	5	3	0	3	3	3
Sheriff Units - Boats	11	11	12	12	12	11	8	8	10	10
<u>Transportation</u>										
Paved Roads (miles)	109	115	119	115	129	123	120	125	120	120
Gravel Roads (miles)	556	553	550	553	545	543	539	549	539	539
Oiled Roads (miles)	991	986	984	986	972	979	984	985	984	984
Unimproved Roads (miles)	0	0	0	0	0	0	0	0	0	0
<u>Culture and Recreation</u>										
Parks-Number	2	2	2	2	2	2	2	2	2	2
Parks-Acres	176	176	176	176	8	8	8	8	8	8
Shooting Park Acres	244	244	244	244	244	244	244	244	244	244

Sources: Various county departments

Note: No capital asset indicators are available for general government function

YAKIMA COUNTY, WASHINGTON

Operating Indicators by Function Last Ten Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Transportation (A)										
Paved Roads (miles)	115	119	115	115	129	123	120	125	120	120
Gravel Roads (miles)	553	550	553	553	545	543	539	549	539	539
Oiled Roads (miles)	986	984	986	986	972	979	984	985	984	984
Unimproved Roads (miles)	0	0	0	0	0	0	0	0	0	0
Public Safety (B)										
Number of Paid Firefighters	49	44	42	59	55	53	46	53	52	45
Number of Volunteer Firefighters	481	483	498	465	460	493	499	490	511	508
Number of Law Enforcement Employees:										
Commissioned	202	207	155	133	133	194	193	204	154	150
Non commissioned	48	37	25	23	24	51	51	54	25	24
Average Daily Jail Population	1,054	1,092	766	651	678	751	742	813	944	983
Average Daily Home Detention Pop.	178	86	65	53	79	50	53	40	0	0
Building Department (C)										
Permits Issued	834	865	854	841	776	783	844	881	941	508
Value of Permits (000's)	\$110,889	\$94,534	\$89,690	\$95,577	\$109,365	\$139,904	\$150,232	\$112,129	\$100,012	\$93,803
Judicial (D)										
District Court Filings	33,824	31,554	30,961	29,116	60,457	56,828	55,379	49,530	52,305	52,496
Superior Court Filings	12,532	12,395	11,837	11,412	10,971	11,113	10,766	10,584	11,608	11,608
General Government (E)										
General Elections										
Number of Registered Voters	97,079	99,574	101,293	106,452	106,481	106,415	108,263	114,075	114,669	115,873
Number of Votes	44,747	63,163	46,710	78,840	39,911	50,562	35,403	80,912	32,207	71,585
% of Registered Voters Voting	46.09%	63.43%	46.11%	73.67%	37.48%	47.51%	32.70%	70.93%	28.09%	61.78%
Public Schools (F)										
Number of Students	50,423	50,423	51,662	51,662	52,146	52,070	52,932	41,331	0	53,763

Sources:

- A) Miles of roads provided by Yakima County Public Works Department.
- B) Firefighter statistics provided by Yakima County Fire Districts.
- Sheriff statistics provided by Yakima County Sheriff's Office.
- Jail statistics provided by Yakima County Department of Corrections.
- C) Building permit statistics provided by Yakima County Building Permit Center.
- D) Court filings provided by Washington Courts
- E) Election figures provided by Yakima County Election Department.
- F) Public education figures provided by Office of Superintendent of Public Instruction.

*Note: For clarification, "paid firefighters" includes those firefighters who have been professionally trained for their duties and who receive compensation by the district for services performed.