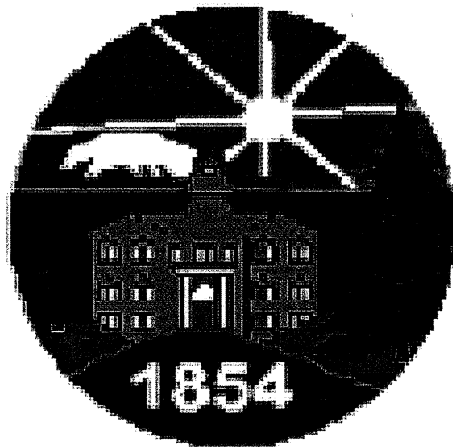


COLUMBIA COUNTY, OREGON



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended

June 30, 2006

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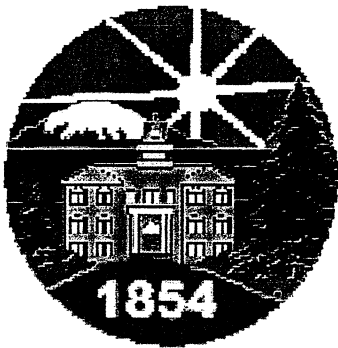
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INTRODUCTORY SECTION



COLUMBIA COUNTY, Oregon

Department of Finance and Taxation

Ruth M. Baker, Director

230 Strand Street

Columbia County Courthouse

St. Helens, Oregon 97051

Phone: (503) 397-7252

Fax: (503) 397-5153

bakerr@co.columbia.or.us

December 15, 2006

Honorable Members
Board of Commissioners
Columbia County, Oregon

Members of the Board:

In accordance with state statutes, I hereby submit the Comprehensive Annual Financial Report (CAFR) of Columbia County, Oregon, as of June 30, 2006. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with Columbia County. It is believed that the data, as presented, is accurate in all material aspects and is presented in a manner designed to present fairly the financial position and results of the operation of Columbia County as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of Columbia County's financial affairs have been included.

In developing and evaluating Columbia County's accounting system, consideration is given to the adequacy of the internal accounting controls. Internal accounting controls are discussed in the accompanying letter, and within that framework, I believe that Columbia County's financial transactions are properly recorded.

This report has been prepared following the guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). The Government Finance Officers Association awards Certificates of Achievement for Excellence in Financial Reporting to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. It is my belief that the accompanying financial report will meet program standards, and it will be submitted to the Government Finance Officers Association for review.

In accordance with the above-mentioned guidelines, the report consists of four parts:

1. **INTRODUCTORY SECTION.** This section, which is unaudited, will introduce the users of this report to Columbia County's principal elected officials. It contains the list of elected officials, an organizational chart, and this transmittal letter.
2. **FINANCIAL SECTION.** This section includes all of the financial statements for the County. Government-wide statements are included to reflect the County as a single unified entity. The government-wide statements report information in a manner similar to that of for-profit business entities and include all long-term assets and liabilities of the County. Also included are fund financial statements. These statements are presented in detail for significant (major) funds and in total for non-major funds. This section also contains the Management's Discussion and Analysis and the Independent Auditor's Report.
3. **STATISTICAL SECTION.** This section, which is unaudited, includes selected financial and demographic information including past years. The format for this section changed from prior reports following GFOA's recommendation, therefore, information provided covers only those years for which data could be ascertained.
4. **REPORTS OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS.** The County is subject to the compliance requirements described in the U.S. Office of Management and Budget Circular A-133 compliance supplement that are applicable to each of the County's major federal programs. Additionally, the County is subject to the Oregon Minimum Standards for Audits of Municipal Corporations. The following information is included in this section: reports on compliance with federal and state requirements, a schedule of federal financial assistance, and the independent auditor's reports on internal controls and compliance with applicable laws and regulations.

Generally accepted accounting principles require 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). This letter transmittal is designed to complement MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditor in the financial section.

This comprehensive annual financial report includes all funds which are not legally separate from the County. The funds included in this report are: General, Roads, Parks, Fair, Community Corrections, Animal Control, Children & Youth Services, Corner Preservation, Courthouse Security, Law Library, Footpath & Bicycle Trail, Inmate Benefits, Clerk's Records, jail bond, construction, and insurance reserve funds. The report also includes the activity for the Meadowview Service District, a local lighting district, the 4-H Extension Service District and the Development Agency Fund, an urban renewal fund. These funds are presented as blended component units.

A blended component unit is a legally separate entity whose operations and financial activity are closely tied to that of the primary government that excluding its financial information or reporting its financial information separately from that of the primary government would make the primary government's financial statements potentially misleading. For this reason the urban renewal, the 4H-Extension Service and the lighting districts financial position and results

of operations are included with those of the County in the Combined Balance Sheet and the Combined Statement of Revenues, Expenditures and Changes in Fund Balance.

Economic Condition and Outlook

Columbia County continues to grow steadily at the rate of 1 to 2 percent per year with most of the population growth occurring at the south side of the County, which benefits from its close proximity to Portland. While job creation through retention and expansion of existing business and recruitment of family wage companies continues to be the Board of Commissioners' goal all across the County, the success story is in the urban renewal area in North County. Three energy generating companies are in the process of locating in this part of the County bringing with them good family wage jobs and increased property values.

Columbia County Government

Columbia County was incorporated January 16, 1854 and is located along the Columbia River in the northwest corner of Oregon. The County includes an area of 657 square miles and has a population of 46,965. The principal industries are lumber and manufacturing. The County has three full-time commissioners who are elected for four-year terms. The Commission is responsible for, among other things, passing ordinances, adopting the budget, appointing committees and overseeing the day-to-day operations of the government. The County also has an elected sheriff, surveyor, clerk, assessor, treasurer, justice of the Peace and district attorney.

Long-Term Financial Planning

The County's constantly looking for innovative ways to make ends meet. The Sheriff has tried to enhance his revenue stream to fund fifteen additional law enforcement personnel, but the measure which was supported by the Board of Commissioners has been defeated three times.

The urban renewal area in Clatskanie is a bright spot in the County's economic picture. Three energy generating companies are in the process of locating to that area. Besides bringing new family wage jobs to an area that had been losing population, this will also cause the tax revenue to increase for the whole north county area. Additionally road and rail improvements are being made in that area which will enhance the value of the industrial properties. A water distribution and discharge system currently under construction will contribute value to the infrastructure. Loans taken on by the County and the Port of Saint Helens to construct these improvements are scheduled to be repaid from tax increment revenue by the year 2023.

Plans continue to be made for enhancing our newest County park, the Scappoose-Vernonia Trail, an old logging road converted to a trail park with state grants. Two years ago the County was able to acquire the properties from timber companies with the help of state grants. Improvements are necessary before this park can be fully opened to the public.

The road department is continuing to work on infrastructure replacement by utilizing Oregon Transportation Investment Act (OTIA) grants. Several bridges have been replaced already and three more will be done this coming year.

In 2006 the County completed construction of the County transfer station. While the station is operating under a commercial manager, owning the asset and having flow control intergovernmental agreements in place with the cities in the county this facility should provide a solid revenue stream to the County and enable the County to control waste disposal fees for its citizens.

A few years ago the County formed a transportation district and after failure of the prior service provider took over public transportation for the County. In 2006 the County was successful in obtaining over \$1 million in grants for the bi-annum to administer county-wide transportation for its citizens including a scheduled route connecting several of the cities located in the County to Portland. We acquired additional equipment and expanded services, and look forward to continue on that road with enhanced support from the Oregon Department of Transportation

Financial Information

County management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state and local financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and the suggestions of the independent auditors.

As part of the County's audit related to its participation in federal programs, described earlier, tests were made of the County's internal control structure and of its compliance with applicable laws and regulations, including those related to federal financial assistance programs. Although this testing was not sufficient to support an opinion on the County's internal control system or its compliance with laws and regulations related to non-major federal financial assistance programs, the audit for the year ended June 30, 2005, disclosed no material internal control weaknesses or material violations of laws and regulations.

In addition, the County maintains extensive budgetary controls, which are designed to ensure compliance with Oregon's Local Budget Law, Chapter 294 of the Oregon Revised Statutes. This law does two very important things:

1. It established standard procedures for preparing, presenting and administering the budget.
2. It requires citizen involvement in the preparation of the budget and public disclosure of the budget before its formal adoption.

An annual budget is adopted by the Board of Commissioners, thus it becomes the formal budget for County operations. Budgetary control is maintained at the organizational level within funds. The legally adopted budget is at the departmental level for the General Fund and by categories of personal services, materials and services, capital outlay and debt service for all other funds, with separate appropriations for inter-fund transfers and contingencies within the respective funds.

The following basis of accounting is followed for the respective funds:

Governmental Fund Types are maintained using the modified accrual basis of accounting. Under the modified accrual basis for accounting, revenues are recorded in the accounting period in which

they become measurable and available, and expenditures are recorded at the time liabilities are incurred, except for interest on general long-term debt which is recorded as due.

Proprietary Funds and fiduciary funds are accounted for utilizing the accrual basis of accounting, revenues are recorded at the time earned and expenditures are recorded at the time liabilities are incurred.

Debt Administration

Principal and interest on general obligation jail bonds are payable from general tax revenue. Under the Constitution and Statutes of the State of Oregon the County has the power and is obligated to levy ad valorem taxes, as necessary for the payment of the principal and interest upon all property within the County subject to taxation by the County, without limitation as to rate or amount.

Cash Management

The County maximizes its yield by pooling the cash of all funds. The County's idle cash is invested in the Oregon State Treasurer's local government investment pool accounts. The County invests its cash in compliance with Oregon Revised Statutes, Section 294.

Risk Management

The County maintains adequate insurance coverage including earthquake and flood coverage. The County continues to conduct safety meetings and provide prevention training to minimize accident-related losses. The County is a direct-pay employer for unemployment costs working in cooperation with the State Employment Division.

Urban Renewal

The first county-wide urban renewal district plan was approved in 2001 and Ordinance 2001-06 created the District on June 13, 2001. Frozen values for the Port Westward urban renewal district were established on December 18, 2003. The County expects to issue urban renewal bonds in 2007 to cover the interim financing for road improvements, and rail improvements. The urban renewal district will also be liable for debt incurred for a water distribution and discharge system that the Port of Saint Helens is constructing for the Port Westward industrial users. The Urban Renewal Agency audit report is available for viewing or purchase at the Columbia County finance department.

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Merina & Company has performed this service for the County since 2001. The report of the independent certified public accountants on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial sections of this report.

Other Information Award

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Columbia County for its comprehensive annual financial report for the fiscal year ended June 30, 2005. A Certificate of Achievement is valid for a period of one year only and to obtain it again the County must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

Additional Information.

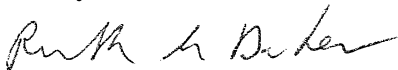
Additional information about Columbia County can be found in the management discussion and analysis following in the financial section of this comprehensive annual financial report.

Acknowledgments.

The preparation of the CAFR on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contributions made in preparation of this report. I also extend this appreciation to all the other County departments especially the Land Development Services Department, the Economic Development Department, the Assessor's Office and Public Works.

In closing, without the leadership and support of the Budget Officer and Commissioner Tony Hyde and the entire governing body of the County, preparation of this report would not have been possible.

Sincerely,

A handwritten signature in cursive script, appearing to read "Ruth M. Baker".

Ruth M. Baker
Treasurer/Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Columbia County
Oregon

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "Ronald J. Blum".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

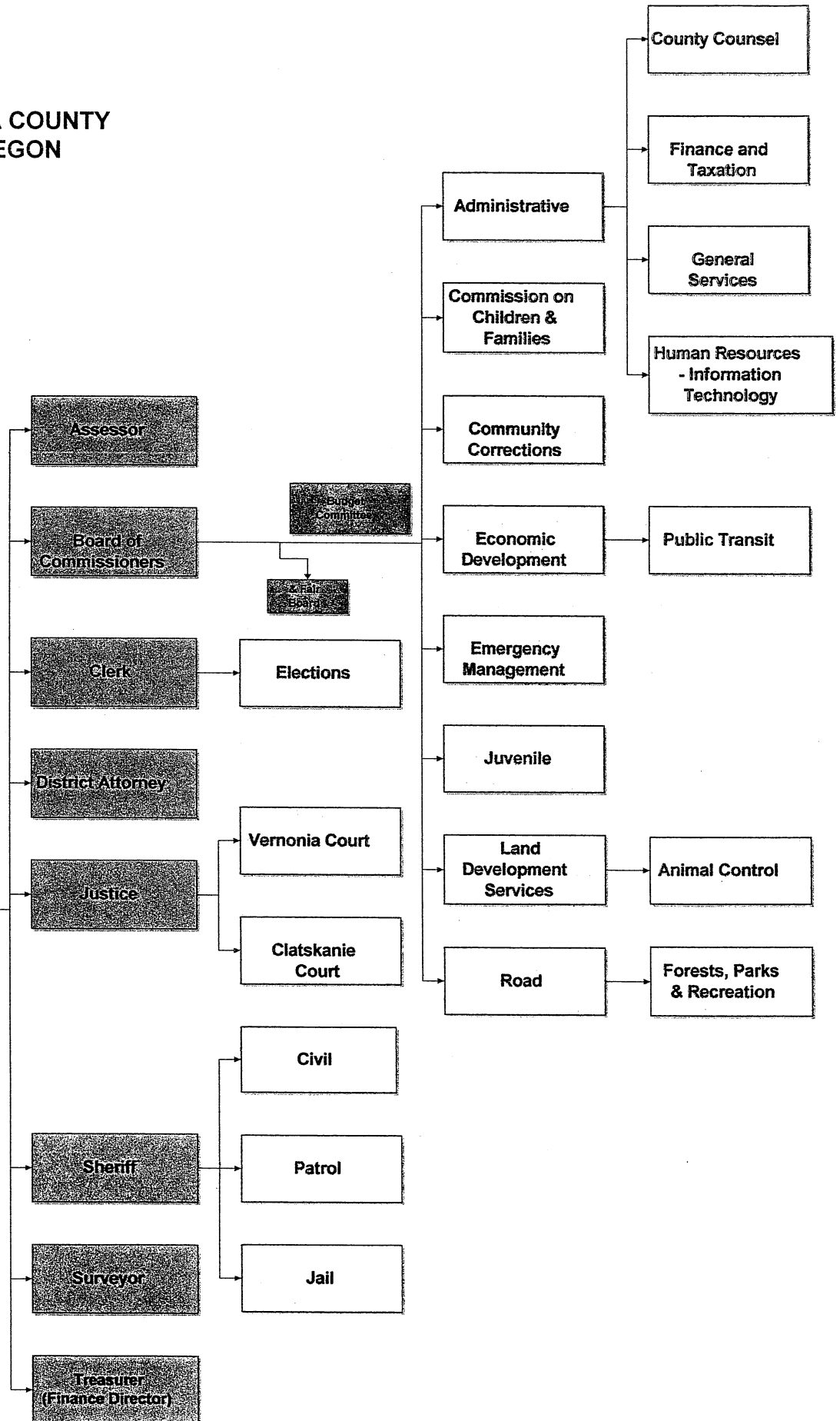
COLUMBIA COUNTY, OREGON
COUNTY OFFICIALS
June 30, 2006

<u>Board of Commissioners</u>	<u>Position</u>	<u>Term Expires</u>
Joe Corsiglia Columbia County, Oregon	Chairperson	January 2009
Anthony Hyde Columbia County, Oregon	Commissioner	January 2009
Rita Bernhard Columbia County, Oregon	Commissioner	January 2007

Other Elected Officials

Susan Poling Columbia County, Oregon	Assessor	January 2007
Elizabeth Huser Columbia County, Oregon	Clerk	January 2007
Steve Atchison Columbia County, Oregon	District Attorney	January 2007
Philip Derby Columbia County, Oregon	Sheriff	January 2009
Leslie G. Keenon Columbia County, Oregon	Surveyor	January 2009
Ruth Baker Columbia County, Oregon	Treasurer	January 2009
Rod McLean Columbia County, Oregon	Justice of the Peace	January 2007

COLUMBIA COUNTY OREGON



FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Columbia County
St. Helens, Oregon 97051

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 Columbia County, Oregon (the County), as of and for the year ended June 30, 2006, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These basic financial statements are the responsibility of the County's management. Our responsibility is to express an opinion 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Columbia County, Oregon as of June 30, 2006, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated, October 17, 2006, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and required supplementary information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statement of Columbia County. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly presented, in all material respects, in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in cursive script that reads "Merina & Company".

Merina & Company, LLP
West Linn, Oregon
October 17, 2006

Management's Discussion and Analysis

As management of Columbia County, we offer readers of Columbia County's financial statements this narrative overview and analysis of the financial activities of Columbia County for the fiscal year ended June 30, 2006. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-vi of this report.

Financial Highlights

- The assets of Columbia County exceeded its liabilities at the close of the most recent fiscal year by \$76,494,548. Of this amount, \$9,912,941 may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net assets decreased by \$12,701,516.
- As of the close of the current fiscal year, Columbia County's governmental funds reported combined ending fund balances of \$11,534,135. Over 99% of this total amount, \$11,459,129, is available for use within the County's designations and policies.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$2,082,866 or 10.9% percent of total general fund expenditures.
- This is the first year of operations for the County Waste Transfer Facility fund, an enterprise fund.

Overview of the Financial Statements

The discussion and analysis are intended to serve as introductions to Columbia County's basic financial statements. These basic financial statements include three components:

- 1) Government-wide financial statements,
- 2) Fund financial statements, and
- 3) Notes to the financial statements.

This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

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

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

The Statement of Activities presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in

future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave). The governmental activities of Columbia County include general government, public safety, roads, economic development, and culture and recreation. The transfer station is a business-type activity of the County.

The government-wide financial statements include not only the County itself (known as the primary government), but also a legally separate Urban Renewal Agency (URA) and a 4-H & Extension Service District, for which the County is financially accountable. Although legally separate, the URA and the 4-H Extension Service District's governing body is identical to the County's, and because the services of the URA and the 4-H Extension Service are exclusively for the benefit of the County, it is included as an integral part of the primary government. Complete financial statements for the Urban Renewal Agency and for the 4-H & Extension Service District may be obtained at the Office of the Finance Director, 230 Strand Street, St. Helens, Oregon 97051-0010.

The government-wide financial statements can be found on pages 12-13 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. Columbia 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 Columbia 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 resource, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financial 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 County's near term financial decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and change in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Columbia County maintains twenty 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, and two special revenue funds, all of which are considered to be major funds. Data from the other seventeen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental fund financial statements can be found on pages 14-16 of this report.

Proprietary fund: With the opening of the Waste Transfer Facility, the County now maintains an enterprise fund. Enterprise funds are used to report the same functions presented as business-type

activities in the government-wide financial statements. The County uses this fund to account for all activity related to the transfer station.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the County government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Columbia County's own programs. The basic fiduciary funds financial statement can be found on page 21 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 22 of this report.

Required supplementary information. Columbia County adopts an annual appropriated budget for its governmental funds. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with this budget. Budgetary comparison statements for major funds start on page 41 of this report.

Other supplementary information. The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information for major funds. Combining individual fund statements and schedules start on page 46 of this report. Budgetary comparison statements for non-major funds are required by State law. Non-major budgetary comparison begins on page 54 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Columbia County, assets exceeded liabilities by \$76,494,548 this current fiscal year and \$89,196,064 at the close of the prior fiscal year. This reduction is largely attributable to the depreciation of infrastructure assets without appropriate ability to renew this infrastructure such as the road system due to the lack of replacement funds.

Columbia County's Net Assets	Governmental Activities 2006	Business- Type Activities 2006	Total 2006	Total 2005	Total Change +(-)
Current and other assets	13,166,562	530,395	13,696,957	11,767,997	1,928,960
Net Pension asset & bond cost	7,305,437	-	7,305,437	3,742,398	3,563,039
Capital assets	82,337,221	5,233,858	87,571,079	98,504,537	(10,933,458)
Total assets	102,809,220	5,764,253	108,573,473	114,014,932	(5,441,459)
Current Liabilities	9,174,665	477,838	9,652,503	8,043,360	1,609,143
Long-term outstanding liabilities	18,155,638	4,270,784	22,426,422	16,775,508	5,650,914
Total liabilities	27,330,303	4,748,622	32,078,925	24,818,868	7,260,057
Net assets:					
Invested in capital assets, net of related debt	65,711,842	869,765	66,581,607	85,939,480	(19,357,873)
Unrestricted	9,767,075	145,866	9,912,941	3,256,584	6,656,357
Total net assets	75,478,917	1,015,631	76,494,548	89,196,064	(12,701,516)

By far the largest portion of Columbia County's net assets (87% percent) reflects its investment in capital assets (e.g. land, buildings, machinery, and infrastructure) less any related debt used to acquire those assets that is still outstanding. Columbia County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Columbia County's investment in its capital assets is reported net of related debt, it should be noted

that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Current and other assets increased by \$1.9 million. This increase is mostly due to the additional enterprise fund cash balance (\$530,395) and the road fund's unspent grant for bridge replacement.

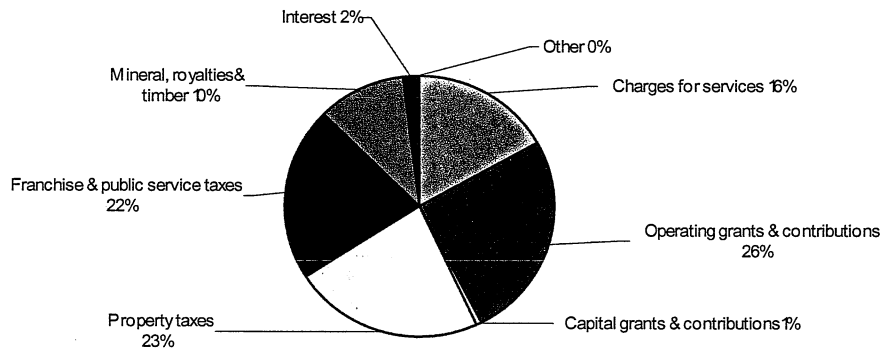
The net pension asset increased by 95% because the Board of Commissioners elected to finance the remainder of the unfunded actuarial liability (UAL) with the Public Employees Retirement System (PERS). This bonding of the UAL makes sense for the County because the carrying cost for this liability is less in the current bond market (less than 5%) than with PERS (8%). This refinancing should save the County over \$50,000 per year over the next twenty years in personnel costs.

The transfer station was added to the capital assets this year. This significant addition to the County's assets could not offset the deduction for depreciation of infrastructure. The County is not able to replace infrastructure at the rate it should. Therefore, the capital assets still decreased by 23%.

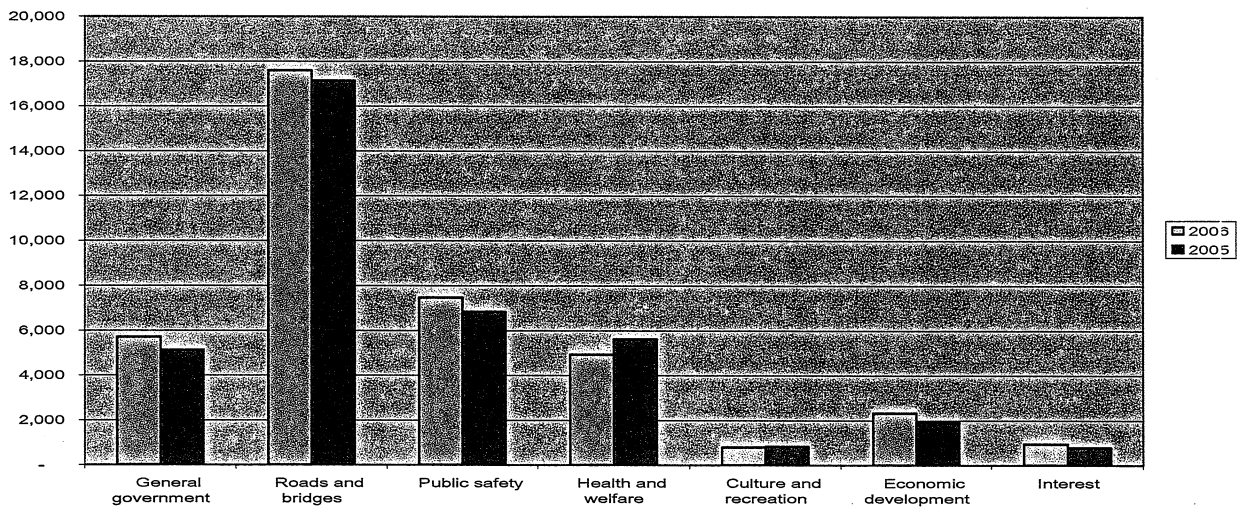
Columbia County's Change in Net Assets	Governmental Activities 2006	Business-Type 2006	Total 2006	Total 2005	Total Change +(-) %	
Revenue:						
Program revenues						
Charges for services	4,407,039	902,302	5,309,341	3,557,495	1,751,846	49%
Operating grants and contributions	6,650,539		6,650,539	7,212,685	(562,146)	-8%
Capital grants and contributions	186,210	68,000	254,210	5,933,955	(5,679,745)	-96%
Property taxes	5,913,590		5,913,590	5,857,935	55,655	1%
Franchise and public service taxes	5,671,633		5,671,633	5,669,907	1,726	0%
Mineral, royalties and timber	2,697,882		2,697,882	3,048,303	(350,421)	-11%
Unrestricted investment earnings	475,400	2,982	478,382	216,201	262,181	121%
Other	1,062,986		1,062,986	828,171	234,815	28%
Transfers	(1,007,118)	1,007,118	-	-		
Total revenues	<u>26,058,161</u>	<u>1,980,402</u>	<u>28,038,563</u>	<u>32,324,652</u>	<u>(4,286,089)</u>	<u>-13%</u>
Expenses						
General government	5,700,402		5,700,402	5,118,568	581,834	11%
Roads and bridges	17,599,513		17,599,513	17,131,699	467,814	3%
Public safety	7,455,694		7,455,694	6,830,570	625,124	9%
Health and welfare	4,927,500		4,927,500	5,622,725	(695,225)	-12%
Culture and recreation	815,348		815,348	835,220	(19,872)	-2%
Economic development	2,321,896		2,321,896	1,911,133	410,763	21%
Interest on long-term debt	954,955		954,955	795,312	159,643	20%
Business type activity	-	964,771	964,771	-	964,771	
Total expenses	<u>39,775,308</u>	<u>964,771</u>	<u>40,740,079</u>	<u>38,245,227</u>	<u>2,494,852</u>	<u>7%</u>
Change in net assets	(13,717,147)	1,015,631	(12,701,516)	(5,920,575)	(6,780,941)	115%
Net assets, beginning of period	89,196,064	-	89,196,064	95,116,639	(5,920,575)	-6%
Net assets, end of period	<u>75,478,917</u>	<u>1,015,631</u>	<u>76,494,548</u>	<u>89,196,064</u>	<u>(12,701,516)</u>	<u>-14%</u>

Below are specific graphs which provide some comparisons of the governmental activities, revenues and expenditures.

Revenue Sources-Governmental Activities for 2005-06



Expenses by Governmental Activity (in mill.)



Business-type Activities

The transfer station construction was completed in February 2006 and operations started February 22. This facility, an addition of over \$5 million to the County's assets, is operated by a commercial operator. Revenues are expected to be in excess of costs and those excess revenues should be reserved for future replacements and expansion.

Financial Analysis of the County's Funds

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

At the end of the current fiscal year, Columbia County's governmental funds reported combined ending fund balances of \$11,534,135. Approximately ninety-nine percent of this amount (\$11,459,129) constitutes unreserved fund balance. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed to pay debt service (\$75,006).

The general fund increased by \$454,836 in 2006. Most of this increase can be attributed to an increase in charges for services. When large industrial users acquire building permits for the new Port Westward Urban Renewal area this particular revenue increases accordingly.

The road fund balance increased by \$568,969 over the year. This additional balance represents unspent funds received from the State of Oregon as part of the Oregon Transportation Improvement Act (OTIA) bridge replacement program.

County park fund, a non-major fund, had a significant increase in fund balance due to a five year logging plan initiated in the prior year. The Board of Commissioners agreed to a selected logging plan to beautify the parks while using the revenue from the logging to maintain and improve the parks over the next five years.

Budgetary Highlights

The significant differences between the original General Fund budget and final amended budget are summarized as follows:

- The Sheriff had a 5-year levy on the ballot which would have added fifteen law enforcement positions. However that levy did not pass and the budget was adjusted by \$1.2 million.
- The jail's budget needed to be adjusted by \$60,000 because inmate medical expenses, supplies and maintenance at the jail exceeded estimates.
- County Counsel's office incurred large amounts of consultant expense in the pursuit to obtain favorable leases for gas storage fields in Mist. A consultant was used to review and assist in accomplishing this goal.
- A supplemental budget needed to be adopted because the County Board of Commissioners elected to finance the unfunded actuarial liability for the pension program. This refinance will save the County \$50,000 per year over the next twenty years.

Capital Asset and Debt Administration

Capital assets. Columbia County's investment in capital assets for its governmental activities as of June 30, 2006, amounts to \$82,337,221 (net of accumulated depreciation). This investment in capital assets includes land, buildings, infrastructure, machinery and equipment.

Major capital asset events during the current fiscal year included the following:

- The County road department is continuing road construction (\$78,000) in the Port Westward Urban Renewal area. This infrastructure improvement is being financed through grants and loans. The road department was also able to acquire two mowers from Lane County. These mowers are to be used to maintain the road right-of-way more efficiently.

- The County completed constructing the transfer station. This facility went on line February 2006.
- The Columbia County Mental Health organization built a new facility during the last and prior years. The construction funding had to be booked through the County's records due to state requirements. This facility was finished in June 2006 for \$2.5 million. The ownership transfer to CCMH occurred October 10, 2006.
- The County was able to acquire two commuter buses through grants. These buses will be used to support the Columbia County Rider transportation system.
- The County is in the process of acquiring a new assessment and taxation software system. The down-payment of \$110,000 was made in June 2006. The transition to the new system should be complete in 2007.

Additional information regarding capital assets can be found in the notes to the basic financial statements.

Columbia County's Capital Assets

(Net of Depreciation)	Governmental	Business-	Total		Increase/Decrease	
	Activities	Type Activities				
	2006	2006	2006	2005		
Land and land improvements	4,739,768	637,483	5,377,251	5,195,987	181,264	3%
Construction in progress	7,452,842		7,452,842	9,441,560	(1,988,718)	-21%
Buildings	13,545,959	4,487,188	18,033,147	14,466,030	3,567,117	25%
Infrastructure	55,512,345		55,512,345	68,624,455	(13,112,110)	-19%
Furniture and equipment	1,086,307	109,224	1,195,531	698,264	497,267	71%
	<u>82,337,221</u>	<u>5,233,895</u>	<u>87,571,116</u>	<u>98,426,296</u>	<u>(10,855,180)</u>	

Long-term debt. At the end of the current fiscal year, Columbia County had total long-term debt outstanding of \$30,269,963. \$10,265,000 of this was for the general obligation jail construction debt. In addition to the \$4,349,100 PERS limited tax bond debt which was sold in March 2002, the County elected to finance the remainder of the unfunded actuarial liability ascribed to Columbia County as of December 31, 2001 by the Oregon Public Employees' Retirement System's (PERS) actuary. This additional amount of \$3,860,000 was bonded in the fall of 2005. An economic development bond for a road development in Rainier has an outstanding balance of \$355,434. Additional long-term debt in the amount of \$23,984 for the improvement of energy efficiency in the governmental buildings, and \$1,099,366 for compensated absences are also outstanding. The road improvements at the Columbia County urban renewal area in Clatskanie are being constructed with interim financing. This interim loan is anticipated to be paid off by December 2007. The debt will be then taken over by the Columbia County Development Agency. It will be repaid with urban renewal property tax incremental revenue. An intergovernmental agreement between the County and the Development Agency is being finalized. Additional bonds to be paid off with tax increment revenue are a water distribution and discharge system that the Port of Saint Helens is constructing and rail improvements that will be made to accommodate the industrial users of the Port Westward Urban Renewal area. Other notes are the transfer station construction loan in the amount of \$4,364,093, and the lease for the Clerk's voting system in the amount of \$52,157. There is also the interim note with OECD for the mental health facility. This note and ownership of the new facility is being transferred to the agency in October 2006.

Columbia County's Outstanding Debt
General Obligation Bonds, Limited Tax Bonds
Long-Term Notes and Compensated Absences

	2006	2005	
General Obligation Bonds-1999 Jail Construction	10,265,000	10,885,000	(620,000)
Limited Tax Bond - PERS UAL Bond	8,181,126	4,349,100	3,832,026
Road Improvement Bond - Rainier	355,434	367,239	(11,805)
Lease - Clerk Voting System	52,157	67,740	(15,583)
Long Term Note-Energy Improvement	23,984	33,661	(9,677)
Note-OECD Transfer Station	4,364,093	1,628,373	2,735,720
Note-OEDD-Mental Health Facility Construction	2,359,040	1,823,691	535,349
Compensated Absences	1,099,366	1,021,478	77,888
Interim Financing-Port Westward SPWF Loan	3,569,763	2,979,714	590,049
Total	30,269,963	23,155,996	7,113,967

Columbia County maintains an Aa2 rating from Moody's on its general obligation debt.

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

Economic Factors and next year's Budget. Columbia County's unemployment rate ended the fiscal year at 5.9 percent as opposed to the state unemployment rate of 5.5 percent and the national unemployment rate of 4.7 percent. While the County's unemployment rate improved over last year by 1.1 percent it is still in the top third of the state. There is some economic improvement on the horizon. Columbia County has completed Phase 1A of the Port Westward access improvements and Phase 1B is well under way. Portland General Electric's construction of a new gas fired electricity generating plant is complete and results in a \$200 M investment at Port Westward. The new plant has a generating capacity of approximately 400 megawatts, and will provide energy for PGE customers and wholesale. This plant will result in 17 new hires. Two additional parties are looking at industrial sites adjacent to the PGE plant including possibly a liquid natural gas facility. Cascade Grain ethanol plant is under construction. There are some clouds on the horizon: Boise paper mill is struggling to stay competitive in an environment of ever increasing wood chip prices. One lumber mill in Columbia County was moth-balled in September 2006. Hopefully some of those jobs lost can be offset by the jobs gained by having a stainless steel manufacturer locate in Saint Helens.

The County has completed the investigation about refinancing the jail bonds. In this low interest environment it is advantageous to refinance the bonds that were sold with an average interest rate of 4.9 percent. That refinancing was accomplished November 30, 2006.

County building permit numbers were improved by about 15% over the prior year. A total of 2,780 building permits were issued with a construction value of over \$43 million. Interest in Columbia County remains high due to reasonable housing costs and an easy commute to Portland. An additional factor of importance to the County is the state revenue picture. The Oregon revenue picture is improving and the County is expecting revenues to stay level or even increase for some programs. These factors were considered when Columbia County prepared its 2006 budget.

Requests for information. This financial report is designed to provide a general overview of Columbia 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 Office of the Finance Director, 230 Strand Street, St. Helens, OR 97051.

BASIC FINANCIAL STATEMENTS

The basic financial statements include interrelated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Proprietary Funds
 - Fiduciary Funds

In addition, the notes to the basic financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

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COLUMBIA COUNTY, OREGON
STATEMENT OF NET ASSETS
June 30, 2006

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 11,025,743	\$ 399,121	\$ 11,424,864
Receivables:			
Accounts receivable	-	130,199	130,199
Property taxes receivable	438,525	-	438,525
Due from other governments	1,143,980	-	1,143,980
Special assessments receivable	8,101	-	8,101
Prepays	336,889	1,075	337,964
Due from agency funds	73,648	-	73,648
Inventories	139,676	-	139,676
Total current assets	13,166,562	530,395	13,696,957
Noncurrent assets:			
Net pension asset	7,243,166	-	7,243,166
Bond costs	62,271	-	62,271
Capital assets:			
Nondepreciable	12,192,610	637,483	12,830,093
Depreciable, net	70,144,611	4,596,375	74,740,986
Total noncurrent assets	89,642,658	5,233,858	94,876,516
Total assets	\$ 102,809,220	\$ 5,764,253	\$ 108,573,473
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 1,071,866	\$ 18,857	\$ 1,090,723
Interest payable	194,008	176,362	370,370
Deposits	158,557	189,310	347,867
Current portion of long-term obligations	7,750,234	93,309	7,843,543
Total current liabilities	9,174,665	477,838	9,652,503
Noncurrent liabilities:			
Noncurrent portion of long-term obligations	18,155,638	4,270,784	22,426,422
Total noncurrent liabilities	18,155,638	4,270,784	22,426,422
Total liabilities	27,330,303	4,748,622	32,078,925
NET ASSETS			
Invested in capital assets, net of related debt	65,711,842	869,765	66,581,607
Unrestricted	9,767,075	145,866	9,912,941
Total net assets	75,478,917	1,015,631	76,494,548
Total liabilities and net assets	\$ 102,809,220	\$ 5,764,253	\$ 108,573,473

COLUMBIA COUNTY, OREGON
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2006

Functions/Programs	Expenses	Program Revenues			Net Expense Revenue and Change in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total
Governmental activities:							
General government	\$ 5,700,402	\$ 2,993,465	\$ 1,779,217	\$ 9,018	\$ (918,702)	\$ -	\$ (918,702)
Roads and bridges	17,599,513	467,501	47,487	177,192	(16,907,333)	-	(16,907,333)
Public safety	7,455,694	411,948	432,384	-	(6,611,362)	-	(6,611,362)
Health and welfare	4,927,500	-	4,391,451	-	(536,049)	-	(536,049)
Culture and recreation	815,348	525,495	-	-	(289,853)	-	(289,853)
Economic development	2,321,896	8,630	-	-	(2,313,266)	-	(2,313,266)
Interest on long-term debt	954,955	-	-	-	(954,955)	-	(954,955)
Total governmental activities	39,775,308	4,407,039	6,650,539	186,210	(28,531,520)	-	(28,531,520)
Business type activities:							
Transfer station	964,771	902,302	-	68,000	-	5,531	5,531
Total business type activities	964,771	902,302	-	68,000	-	5,531	5,531
Total government	<u>\$40,740,079</u>	<u>\$ 5,309,341</u>	<u>\$ 6,650,539</u>	<u>\$ 254,210</u>	<u>\$ (28,531,520)</u>	<u>\$ 5,531</u>	<u>\$ (28,525,989)</u>
General revenues:							
Property taxes					5,913,590	-	5,913,590
Franchise taxes					196,504	-	196,504
Public service taxes					5,475,129	-	5,475,129
Mineral royalties and timber					2,697,882	-	2,697,882
Interest and investment earnings					475,400	2,982	478,382
Miscellaneous					1,062,986	-	1,062,986
Transfers					(1,007,118)	1,007,118	-
Total general revenues and transfers					14,814,373	1,010,100	15,824,473
Change in net assets					(13,717,147)	1,015,631	(12,701,516)
Net assets - beginning					89,196,064	-	89,196,064
Net assets - ending					<u>\$ 75,478,917</u>	<u>\$ 1,015,631</u>	<u>\$ 76,494,548</u>

COLUMBIA COUNTY, OREGON
BALANCE SHEET
June 30, 2006

	<u>General</u>	<u>Road</u>	<u>Direct Pass-Through Grant</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 1,794,890	\$ 5,789,038	\$ 12,689	\$ 3,429,126	\$ 11,025,743
Receivables					
Property taxes receivable	330,725	-	-	107,800	438,525
Due from other governments	619,524	252,618	91,982	179,856	1,143,980
Special assessments receivable	-	8,101	-	-	8,101
Prepays	148,263	25,780	-	162,846	336,889
Due from agency funds	58,918	-	-	14,730	73,648
Inventories	-	139,676	-	-	139,676
Total assets	<u>\$ 2,952,320</u>	<u>\$ 6,215,213</u>	<u>\$ 104,671</u>	<u>\$ 3,894,358</u>	<u>\$ 13,166,562</u>

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable	\$ 415,844	\$ 321,706	\$ 104,671	\$ 229,645	\$ 1,071,866
Deposits and bail	156,757	-	-	1,800	158,557
Due to other funds	-	-	-	-	-
Deferred revenue	296,853	-	-	105,151	402,004
Total liabilities	<u>869,454</u>	<u>321,706</u>	<u>104,671</u>	<u>336,596</u>	<u>1,632,427</u>

Fund balances:

Reserved for:

Debt service	-	-	-	75,006	75,006
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Unreserved, reported in:

General fund	2,082,866	-	-	-	2,082,866
Special revenue funds	-	5,893,507	-	3,482,284	9,375,791
Capital projects funds	-	-	-	472	472

Total fund balances	<u>2,082,866</u>	<u>5,893,507</u>	<u>-</u>	<u>3,557,762</u>	<u>11,534,135</u>
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Total liabilities and fund balances	<u>\$ 2,952,320</u>	<u>\$ 6,215,213</u>	<u>\$ 104,671</u>	<u>\$ 3,894,358</u>	
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Amounts reported in the statement of net assets are different because:

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

82,337,221

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.

Deferred revenue	402,004	
Net pension asset	7,243,166	
Bond cost	<u>62,271</u>	7,707,441

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the

(26,099,880)

Net assets	<u>\$ 75,478,917</u>
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COLUMBIA COUNTY, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2006

	General	Road	Direct Pass-Through Grant	Other Governmental Funds	Total Governmental Funds
REVENUES:					
Property taxes	\$ 4,382,580	\$ -	\$ -	\$ 1,555,882	\$ 5,938,462
Public service taxes	612,867	2,666,780	-	2,195,482	5,475,129
Grants	1,788,235	224,679	4,823,835	-	6,836,749
Charges for services	2,279,059	-	-	-	2,279,059
Licenses and permits	561,149	28,740	-	-	589,889
Fines, fees and forfeitures	153,257	438,761	-	946,073	1,538,091
Franchise fees	196,504	-	-	-	196,504
Interest on investments	88,053	212,982	-	174,365	475,400
Mineral royalties and timber	2,144,286	3,600	-	549,996	2,697,882
Miscellaneous	2,756,758	41,874	-	44,781	2,843,413
Total revenues	14,962,748	3,617,416	4,823,835	5,466,579	28,870,578
EXPENDITURES:					
Current:					
General government	6,432,902	-	74,324	222,890	6,730,116
Roads and bridges	-	3,811,712	329,561	2,000	4,143,273
Public safety	5,424,642	-	-	1,622,726	7,047,368
Health and welfare	48,873	-	4,391,451	460,336	4,900,660
Culture and recreation	-	-	-	796,880	796,880
Economic development	1,963,137	-	9,545	-	1,972,682
Unfunded actuarial liability payment	3,859,303	-	-	-	3,859,303
Capital outlay	916,923	273,825	49,747	55,966	1,296,461
Debt Service	409,447	32,003	-	1,133,368	1,574,818
Total expenditures	19,055,227	4,117,540	4,854,628	4,294,166	32,321,561
Revenues over (under) expenditures	(4,092,479)	(500,124)	(30,793)	1,172,413	(3,450,983)
OTHER FINANCING SOURCES (USES):					
Transfers in	591,709	479,044	30,000	94,680	1,195,433
Transfers out	(603,724)	-	-	(591,709)	(1,195,433)
Issuance of debt	4,559,330	590,049	-	-	5,149,379
Total other financing sources (uses)	4,547,315	1,069,093	30,000	(497,029)	5,149,379
Net change in fund balances	454,836	568,969	(793)	675,384	1,698,396
FUND BALANCES - BEGINNING	1,628,030	5,324,538	793	2,882,378	9,835,739
FUND BALANCES - ENDING	<u>\$ 2,082,866</u>	<u>\$ 5,893,507</u>	<u>\$ -</u>	<u>\$ 3,557,762</u>	<u>\$ 11,534,135</u>

COLUMBIA COUNTY, OREGON
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2006

Amounts reported in the statement of activities are different because:

Net change in fund balances	\$ 1,698,396
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The statement of revenues, expenditures, and changes if fund balances report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Depreciation	(14,278,634)	
Capital asset transferred to business activities	(2,799,533)	
Capital asset additions	<u>989,092</u>	(16,089,075)

Some revenue reported in the statement of activities do not provide current financial resources in the governmental funds.	(24,872)
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Contributions to pensions plans use current financial resources from governmental funds, but created a net pension asset.	3,500,768
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Accrued interest expense	(49,592)	
Amortization of bond issue cost	<u>(2,896)</u>	(52,488)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This is the amount by which proceeds exceeded repayments.

Loan proceeds	(5,149,379)	
Debt transferred to business activities	1,792,415	
Compensated absences	(62,367)	
Principal payments	<u>669,455</u>	<u>(2,749,876)</u>

Change in net assets of governmental activities	<u><u>\$ (13,717,147)</u></u>
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FUND FINANCIAL STATEMENTS
Proprietary Funds

Enterprise Funds

These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the costs of providing the services to the general public on a continuing basis be financed primarily through user charges.

Transfer Station Fund

This fund accounts for the operations for the County's transfer station facility to process all waste generated in the County.

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COLUMBIA COUNTY, OREGON
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
June 30, 2006

	Business-Type Activities - Enterprise Funds Fund
ASSETS	
Cash and cash equivalents	\$ 399,121
Accounts receivables, net	130,199
Prepays	1,075
Total current assets	530,395
Capital assets, net	5,233,858
Total assets	\$ 5,764,253
LIABILITIES AND NET ASSETS	
LIABILITIES:	
Accounts payable	\$ 18,857
Interest payable	176,362
Deposits	189,310
Current portion of long-term obligations	93,309
Total current liabilities	477,838
Noncurrent portion of long-term obligations	4,270,784
Total liabilities	4,748,622
NET ASSETS:	
Invested in capital assets, net of related debt	869,765
Unrestricted	145,866
Total net assets	1,015,631
Total liabilities and net assets	\$ 5,764,253

COLUMBIA COUNTY, OREGON
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2006

	Business-Type Activities - Enterprise Funds <u>Transfer Station</u>
OPERATING REVENUES:	
Tipping fees	\$ 895,889
Franchise fees	<u>6,413</u>
Total operating revenues	<u>902,302</u>
OPERATING EXPENSES:	
Payroll cost	23,816
Operating expenses	480,412
Depreciation	<u>284,181</u>
Total operating expenses	<u>788,409</u>
Operating income (loss)	113,893
NON-OPERATING INCOME (EXPENSE):	
Grants	68,000
Interest income	2,982
Interest expense	<u>(176,362)</u>
Total non-operating income (expenses)	<u>(105,380)</u>
Net income (loss) before operating transfers	8,513
OPERATING TRANSFERS:	
Transfers in (out)	<u>1,007,118</u>
Change in net assets	1,015,631
NET ASSETS, BEGINNING	<u>-</u>
NET ASSETS, ENDING	<u><u>\$ 1,015,631</u></u>

COLUMBIA COUNTY, OREGON
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2006

	Business-Type Activities - Enterprise Funds Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 961,413
Cash paid to employees and others for salaries and benefits	(24,891)
Cash paid to suppliers and others	(461,554)
Net cash provided (used) by operating activities	474,968
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Intergovernmental	68,000
Net cash provided (used) by non-capital financing activities	68,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(2,381,587)
Loan proceeds	2,234,758
Net cash provided (used) by capital and related financing activities	(146,829)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	2,982
Net cash provided (used) by investing activities	2,982
Net increase (decrease) in cash and cash equivalents	399,121
CASH AND CASH EQUIVALENTS, BEGINNING	-
CASH AND CASH EQUIVALENTS, ENDING	\$ 399,121
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 113,893
Adjustments	
Depreciation	284,181
Decrease (increase) in:	
Accounts receivable	(130,199)
Prepays	(1,075)
Increase (decrease) in:	
Accounts payable and accrued expenses	18,858
Interest payable	
Deposits	189,310
Net cash provided (used) by operating activities	\$ 474,968

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COLUMBIA COUNTY, OREGON
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
June 30, 2006

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 1,334,701
Property taxes receivable	2,760,977
Other assets	<u>241,363</u>
Total assets	<u><u>\$ 4,337,041</u></u>
LIABILITIES	
Payable to inmates	3,798
Due to other governments	<u>4,333,243</u>
Total liabilities	<u><u>\$ 4,337,041</u></u>

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COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

(1) Summary of Significant Accounting Policies

A. Description of Reporting Entity

The County was incorporated in 1854 under the name of "Columbia County". County voters elect the Management, composed of a three-member Board of Commissioners. Other elected officials providing services for the County include Sheriff, Clerk, Assessor, Treasurer, Surveyor, District Attorney, and Justice of the Peace.

Columbia County is a primary government. A primary government is a financial reporting entity, which has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As required by GAAP, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statement to emphasize it is legally separate from the government. The County has no discretely presented component units and has three blended component units described below. The blended component units are reported as special revenue funds. The blended component units have June 30 year-ends.

Blended Component Units

Meadowview Service District – The District provides street lighting for the Meadowview District. The County Board of Commissioners is the governing board for the District.

Columbia County 4-H & Extension Service District – The District provides educational services primarily in agriculture and home economics for County residents. In addition, the District oversees the 4-H program. The County Board of Commissioners is the governing board for the District.

Columbia County Development Agency Fund

The agency was formed to plan, direct, and manage the Port Westward Urban Renewal Agency. The County Board has been appointed governing body of the Agency. Complete financial statements for each component unit may be obtained at the Office of the Finance Director, 230 Strand Street, St. Helens, Oregon 97051-0010.

B. Government-Wide and Fund Financial Statements

Government-Wide Statements

The statement of net assets and the statement of activities display information about the County as a whole. These statements include all the financial activities of the County, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. The statement of activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

funds have been reversed for the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements

These statements display information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified and summarized as governmental, proprietary, or fiduciary. Major individual governmental funds are reported as separate columns in the fund financial statements. The County reports the following major governmental funds: General Fund, Road Fund, and the Direct Pass-through Grant Fund. Non-major funds are consolidated into a single column in the financial section of the basic financial statements and are detailed in the supplemental information

GOVERNMENTAL FUNDS

General Fund

This fund accounts for the financial resources of the County that are not accounted for in any other fund. Principal sources of revenue are property taxes, franchise fees, grants, and state shared revenues. Primary expenditures are for public safety, corrections, judicial, economic development, and general administration.

Special Revenue Funds

These funds account for revenues derived from specific taxes or other earmarked revenue sources, including state gas tax and state revenue sharing entitlements, which are legally restricted to expenditures for specified purposes. Funds included in this fund category are:

Road Fund

This fund was established as a requirement of ORS 366.542(4). Monies received from the State of Oregon (State Highway funds, gasoline tax apportionment and grants) and Columbia County general fund are the major sources of revenue. These monies are to be used for the construction and expansion, operations and maintenance, repair and preservation of County roads, streets and bridges.

Direct Pass Through Grant Fund

This fund was set up to receive, control and disburse funds that the County receives for other entities under contract with the State of Oregon. The County has an oversight and fiduciary responsibility to the State.

County Park Fund

This fund was created by County ordinance No 94-9 in December 1994. It was established to operate and maintain and expand the County Park system. The fund receives monies from the State Highway Fund, from grants, and logging revenue from County forests.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Fair Board Fund

This fund was established as a requirement of ORS 565.325. This fund receives monies from state lottery, rentals and concessions. Admission fees from the county fair augment these revenues. The fair board is charged with the responsibility to maintain, repair and preserve the county fair grounds and buildings and support agriculture oriented programs such as the 4-H and hold one annual county fair.

Children and Family Services Fund

This fund was established to account for the activities of the commission for children and families program for the County according to ORS 417.760. The fund receives its revenue from state programs and grants.

Animal Control Fund

This fund was created under the authority of ORS 433.390. Monies are received from dog fees and animal control services. These revenues are to be used for the administration of the program and animal control in the County.

Insurance Reserve Fund

This fund was created by mutual consent between the commissioners and unions. The fund sets aside insurance cost savings that the unions voluntarily agreed to if the County would use the funds to offset future insurance cost increases.

Corner Preservation Fund

The Public Land Corner Preservation Fund was established under County Ordinance No. 89-16. Revenues are derived from fees charged by the County Clerk when recording instruments under ORS 205.130(2) and ORS 203.148. These fees were established to pay expenses incurred in the establishment and maintenance of corners of government survey under ORS 209.070 (5 and 6)

Inmate Benefits Expense Fund

This fund was established to account for profits generated from products and services sold and supplied to inmates of the County jail. These revenues are to be used exclusively in a manner benefiting the population of the jail.

Development Agency Fund

This fund was established to account for the revenues and expenditures of the Urban Renewal District. The fund receives its revenues from tax increments, interest, loan proceeds, and royalties.

Courthouse Security Fund

This fund accounts for revenues received from cities and courts that are a percentage of fines paid to the cities and courts. The disbursement of the funds is determined by the courthouse security committee, which is made up of the presiding Judge, Sheriff, Jail manager, Commissioner and Director of General Services.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Community Corrections Fund

This fund was established under the Senate Bill 1145 and 156 in 1995 to account for the activities of the adult parole and probation program for the County. The fund receives its revenue from state programs and from supervision fees.

Law Library Fund

This fund was established under authority of ORS 9.840 and 9.850. Revenues are received per schedule detailed in ORS 21.350 from the state court administrator. The revenue is to be used exclusively to maintain a law library at the county seat, and be available for use by litigants and attorneys without additional fees.

Footpath and Bicycle Trail Fund

This fund was established to provide for the operations and capital improvement needs of the County's bike paths. Revenue and other financing sources consist primarily of one percent of the County's state gasoline tax.

County Clerk's Record Fund

This fund was established under ORS 205.320(18). The County Clerk collects revenues to be expended for acquiring storage and retrieval systems, reimbursement of expenses incurred in collecting the fee and for maintaining and restoring records as authorized by the County Clerk.

Meadowview Service District

This fund is the general fund for this special district. Under ORS 451.490 a local option tax is assessed against the property owners in this lighting district. Revenues received from this local option tax are used to pay the utilities for the street lights and the administration of this fund. The Board of Commissioners is the governing body of this special district.

4-H Extension Service District

The Columbia County 4-H & Extension Service District was formed in May of 1988 under provisions of the ORS 451 and provides agricultural education and other services to County residents. This fund serves to collect the revenue for the district and to distribute the revenue to and for the administration of the district, which is supervised by the Oregon State University agricultural division. The Board of Commissioners is the governing body of the service district.

DEBT SERVICE FUNDS

These funds are used to account for revenues and expenditures related to the servicing of general long-term debt.

Jail Bond Fund

This fund is used to accumulate tax revenue received from a special tax levy, which was approved by Columbia County's voters as ballot measure 5-49 on November 3, 1998. This bond levy is assessed to all County property owners. Monies received from this bond levy are used for the retirement of principal and interest on the Jail General Obligation Bond.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

CAPITAL PROJECTS FUND

These funds are used to account for financial resources to be used for the acquisition or construction of major capital items and facilities. Funds included in this category are:

Corrections Facility Construction Fund

This fund is used to set aside revenues and receive bond proceeds for the County jail construction project.

PROPRIETARY FUND

These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the cost of providing the services to the general public on a continuing basis be financed primarily through user charges. Funds included in this category are:

County Transfer Station Fund

This fund accounts for the operations of the County's Transfer Station facility in which the County has a long term intergovernmental agreement with its Cities to process all waste generated in the County. The fund receives its revenues primarily from tipping fees.

FIDUCIARY FUNDS

Fiduciary Funds reporting focuses on net assets and changes in net assets. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Fiduciary funds are used to account for assets the County holds in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. The County's only fiduciary funds are agency funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. The agency funds of the County are:

Inmate Commissary Fund

This fund accounts for assets held by the County in a trustee capacity for the benefit of inmates.

Treasurer Fund

This fund accounts for funds held by the County Treasurer for the benefit of other governments and other funds of the County.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe which transactions are recorded with the various financial statements. Basis of accounting refers to when transactions are recorded regardless of the measurement focus.

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

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

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

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

A deferred revenue liability arises in the Governmental Funds Balance Sheet when potential revenue does not meet both the measurable and available criteria for recognition in the current period. This unavailable deferred revenue consists primarily of uncollected property taxes and assessments not deemed available to financial operation of the current period. In the government-wide Statement of Net Assets, with a full accrual basis of accounting, revenue must be recognized as soon as it is earned regardless of its availability. Thus, the liability created on the Governmental Fund Balance Sheet for unavailable deferred revenue is eliminated. Note that deferred revenues also arise outside the scope of measurement focus and bases of accounting, such as when the County receives resources before it has a legal claim to them. For instance, when grant monies are received prior to the incurrence of qualifying expenditures.

Similar to the way its revenues are recorded, governmental funds only record those expenditures that affect current financial resources. Principal and interest on general long-term debt are recorded as fund liabilities only when due, or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Vested compensated absences are recorded as expenditures only to the extent that they are expended to be liquidated with expendable financial resources. In the government-wide financial statements, however, with a full accrual basis of accounting, all expenditures affecting the economic resource status of the government must be recognized. Thus, the expense and related accrued liability for long term portions of debt and compensated absences must be included.

Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements, reconciliation is necessary to explain the adjustments needed to transform the fund based financial statements into the governmental column of the government-wide presentation. This reconciliation is part of the financial statements.

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 principle ongoing operations. The

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

principle operating revenues of the County's Transfer Station Fund are charges to customers for services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and overheads, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The proprietary financial statements have incorporated all applicable Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

D. Cash, Cash Equivalents, and Investments

The cash and investments reported on the balance sheet include petty cash, deposits with financial institutions, and the investment in the Local Government Investment Pool. Assets whose use is restricted to specific purposes by state statute are segregated on the balance sheet.

E. Receivables

Receivables are recorded on the combined balance sheet in accordance with the policies enumerated in paragraph C above. Management believes that any uncollectible accounts included in the receivable balances are not significant, and therefore no provision for uncollectible accounts has been made.

F. Inventories and Prepaids

Inventories are valued at cost using first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased. Prepaid services are accounted for in the same manner. The consumption method is used to accrue costs.

G. Capital Assets and Depreciation

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, quarries, etc.), are reported in the government-wide financial statements. In the governmental fund statements, capital assets are charged to expenditures as purchased. Capital assets are recorded at historical cost, or estimated historical cost if actual cost is not available. Donated fixed assets are recorded at their estimated fair market value at the time received.

Capital assets are defined by the County as assets with an initial, individual cost of \$5,000 or more, and having useful lives extending beyond a single reporting period. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

<u>ASSET</u>	<u>YEARS</u>
Buildings & Improvements	7 - 50
Infrastructure	20 - 40
Equipment	5 - 10

Monthly depreciation is taken in the year the assets are acquired or retired. Gains or losses from sales or retirements of capital assets are included in operations of the current period.

H. Interfund Transactions

Amounts reported in the fund financial statements as due to/due from other funds are eliminated in the government-wide statement of net assets, except for the net residual amounts due between governmental and fiduciary funds.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

I. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are treated as period costs in the year of issue and are shown as other financial uses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financial sources while discounts on debt proceeds received are reported as debt service expenditures.

J. Compensated Absences

All vacation pay is accrued when incurred in the government-wide statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Funds used to liquidate accrued compensated absences included the general fund, road fund, county park fund, community corrections fund, fair board fund, children and family services fund, animal control fund, and law library fund.

K. Use of Estimates

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

L. Net Assets and Fund Equity

In the government-wide financial statements and proprietary funds financial statements, net assets are reported in three categories: net assets invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Net assets invested in capital assets, net of related debt represents capital assets less accumulated depreciation less outstanding principal of related debt. Net assets invested in capital assets, net of related debt does not include the unspent proceeds of capital debt. Restricted net assets represent net assets restricted by parties outside of the County (such as creditors, grantors, contributors, laws, and regulations of other governments) and include unspent proceeds of bonds issued to acquire or construct capital assets. The nonexpendable portion of permanent funds is reported as a component of restricted net assets. The County's other restricted net assets are temporarily restricted (ultimately expendable) assets. All other net assets are considered unrestricted.

In the fund financial statements, governmental funds report reservations of fund balance for amount that are not available for appropriations or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

M. Use of Restricted Resources

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

2. Cash and Cash Equivalents

At June 30, 2006 investments included in cash and cash equivalents consist of the following:

	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>
Investments in the State Treasurer's Local Government Investment Pool	<u>0.00</u>	<u>\$ 12,153,014</u>
Total cash equivalents	<u>0.00</u>	<u>\$ 12,153,014</u>

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Cash and cash equivalents are displayed on the financial statements as follows:

	Government- wide	Fiduciary Funds	Total
Total cash and cash equivalents	<u>\$ 11,424,864</u>	<u>\$ 1,334,701</u>	<u>\$12,759,565</u>

A. Interest rate risk

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

B. Credit risk

State statutes authorize Columbia County to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, and the State Treasurer's Oregon Local Government Investment Pool, among others. Columbia County has no investment policy that would further limit its investment choices.

The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations, but is not regulated by other laws, organizations or regulations. The reported value of the Pool is the same as the fair value of Pool shares. Investments are regulated by the Oregon Short-Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895). The Pool is not registered with the SEC as an investment company.

C. Concentration of credit risk

Columbia County does not currently have an investment policy for concentration of credit risk.

D. Custodial credit risk – deposits

In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned. Oregon Revised Statutes require the depository institution to maintain on deposit with a collateral pool manager security having a value of not less than 25% of the outstanding certificates of participation issued by the pool manager. However, in accordance with State statutes, the State Treasurer allows certain depository banks to be the custodian with respect to their own pledged collateral securities. For these institutions, the State Treasurer is the collateral pool manager. As of June 30, 2006, \$219,850 of Columbia County's bank balance of \$635,119 was covered by Federal deposit insurance and the balance of \$415,269 was covered by \$3,000,000 in collateral certificates held by the pledging financial institution's trust department or agent, but not in the government's name.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

3. Property Taxes

Property taxes were levied at the permanent rate of \$1.3956 per \$1,000 of assessed value within the County. Measure 50 established the permanent rate and allows for an increase of the assessed value of 3% per year.

Columbia County makes all assessments of property value, and levies and collects the taxes for the County and all other taxing districts within the County. Assessments of property values are as of January 1. Taxes levied are a lien on the properties as of July 1 of each year. Taxes are due November 15 and a 3% discount is allowed for payment at this time. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through liens.

4. Inter-fund Receivables, Payables, and Transfers

A. Inter-fund Receivables and Payables

Amounts owed to one fund by another which are due within one year are reported as due to other funds. Amount due to/due from other funds at June 30, 2006 are as follows:

	<u>Due To</u>	<u>Due From</u>
General Fund	\$ 58,918	\$
Fiduciary Funds Agency	-	73,648
Jail Bond Debt Service Fund	14,730	-
Total	<u>\$ 73,648</u>	<u>\$ 73,648</u>

B. Inter-fund Transfers

Transfers to and from other funds were to cover general operating and administrative expenses. Transfers to and from other funds at June 30, 2006 are as follows:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 591,709	\$ 603,724
Road Fund	479,044	-
Direct Pass-Through Grant Fund	30,000	-
Other Governmental Funds	94,680	591,709
Total All Funds	<u>\$ 1,195,433</u>	<u>\$ 1,195,433</u>

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

5. Capital Assets

Capital asset activity for governmental activities for the year ended June 30, 2006 is as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance
Non-depreciable:				
Land	\$ 5,195,987	\$ -	\$ (456,219)	\$ 4,739,768
Construction in Progress	9,441,560	3,192,401	(5,181,119)	7,452,842
Non-depreciable capital assets	14,637,547	3,192,401	(5,637,338)	12,192,610
Depreciable:				
Buildings & Improvements	19,062,661	-	-	19,062,661
Infrastructure	227,433,314	-	-	227,433,314
Equipment	5,179,119	634,496	(198,146)	5,615,469
Subtotal	251,675,094	634,496	(198,146)	252,111,444
Accumulated Depreciation:				
Buildings & Improvements	(4,596,631)	(920,071)	-	(5,516,702)
Infrastructure	(158,808,859)	(13,112,110)	-	(171,920,969)
Equipment	(4,480,855)	(246,453)	198,146	(4,529,162)
Subtotal	(167,886,345)	(14,278,634)	198,146	(181,966,833)
Net depreciable capital assets	83,788,749	(13,644,138)	-	70,144,611
Net capital assets	\$ 98,426,296	\$ (10,451,737)	\$(5,637,338)	\$ 82,337,221

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

<u>Business-type activities totals</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Capital Assets, non-depreciable:				
Land	\$ -	\$ 637,483	\$ -	\$ 637,483
Construction in progress	-	-	-	-
Total capital assets, non-depreciable	-	637,483	-	637,483
Capital assets, depreciable:				
Building and improvements	-	4,764,538	-	4,764,538
Infrastructure	-	-	-	-
Equipment	-	116,018	-	116,018
Total capital assets, depreciable	-	4,880,556	-	4,880,556
Total	-	5,518,039	-	5,518,039
Less accumulated depreciation for:				
Building and improvements	-	(277,350)	-	(277,350)
Infrastructure	-	-	-	-
Equipment	-	(6,831)	-	(6,831)
Total accumulated depreciation	-	(284,181)	-	(284,181)
Net depreciable capital assets	-	4,596,375	-	4,596,375
Net capital assets	<u>\$ -</u>	<u>\$ 5,233,858</u>	<u>\$ -</u>	<u>\$ 5,233,858</u>

Depreciation expense for governmental activities is charged to functions as follows:

Administration	\$ 332,997
Roads and Bridges	13,255,768
Public safety	330,414
Culture and recreation	52,099
Economic development	307,356
Total governmental activities depreciation expense	<u>\$ 14,278,634</u>

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

6. Other Assets

The County holds for the benefit of taxing districts within the County, various buildings and land parcels that have been acquired through foreclosure or abandonment. These assets are held until sold and the proceeds are then turned over to the taxing district. At June 30, 2006, the estimated market value of these assets at the time of receipt by the county was \$241,363 and it is recorded in the Treasurer Agency Fund.

7. Long-term Debt

A. Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2006 was as follows:

Governmental Activities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
Bonds and Notes Payable:					
Bonds Payable	\$ 15,234,100	\$ 3,860,000	\$ (647,973)	\$ 18,446,127	\$ 683,390
Notes Payable	6,832,678	1,289,379	(1,813,836)	6,308,221	5,951,026
Total	22,066,778	5,149,379	(2,461,809)	24,754,348	6,634,416
Other Liabilities:					
Lease Payable	67,740	-	(15,582)	52,158	16,452
Compensated Absences	1,021,478	80,128	(2,240)	1,099,366	1,099,366
Total	\$ 23,155,996	\$ 5,229,507	\$ (2,479,631)	\$ 25,905,872	\$ 7,750,234

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

B. Notes Payable

On November 16, 1993, the County received a loan in the amount of \$109,350 from the Department of Energy. Monthly payments of \$965 including interest at 6.5% are required. \$ 23,984

On April 14, 2004, the County has received funds from the Oregon Economic Development Department, for construction financing for the building of the community mental health building. Upon completion of the project, ownership and the related debt of the facility will pass from the County to the Columbia County Mental Health Center. The County received financing up to \$2,359,040. The County is expected to pay off this loan in October of 2006. 2,359,040

On April 12, 2000, the County received a loan in the amount of \$410,000 from the Oregon Economic Development Special Public Works Fund (SPWF) for the West Rainier project. The loan carries a 5.25% interest rate over 25 years. 355,434

Since April 27, 2004, the County has received proceeds in the amount of \$3,569,763 from the Oregon Economic Development Special Public Works Fund (SPWF) on a note which can be drawn up to \$3,653,000. The note is interim financing for road construction to be repaid from tax increment financing. 3,569,763

Total notes payable \$ 6,308,221

Annual debt service requirements to maturity for notes payable are as follows:

Year Ending June 30	Principal	Interest	Payment
2007	\$ 5,951,026	\$ 113,716	\$ 6,064,742
2008	23,016	19,517	42,533
2009	14,747	18,351	33,098
2010	12,214	17,688	29,902
2011	12,331	17,047	29,378
2012 - 2016	83,706	73,343	157,049
2017 - 2021	102,910	48,512	151,422
2022 - 2026	108,271	15,858	124,129
Total	<u>\$ 6,308,221</u>	<u>\$ 324,032</u>	<u>\$ 6,632,253</u>

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Bonds Payable:

On May 20, 1999, the County received proceeds in the amount of \$13,900,000 from the sale of Series 1999 general obligation bonds for the construction of a new correctional facility. The bonds carry a variable interest rate of 4.375% in the early years to 5% in the final years.

\$ 10,265,000

In March 2002, the County issued Limited Tax Pension Obligations, Series 2002A and Series 2002B totaling \$4,394,484. The Series 2002A are deferred interest obligations, while the Series 2002B are current interest obligations. The 2002A Obligations were issued as deferred interest obligations, with interest payable only at maturity, and compounded semiannually at June 1 and December 1. The 2002B obligations were issued as current interest obligations, with interest payable on December 1 of each year until maturity or earlier prepayment. The bonds carry interest rates varying from 2.0 to 7.41%, with an average yield of about 7%. On September 23, 2005, the County issued an additional Limited Tax Pension Obligations in the amount of \$3,860,000 with interest rates varying from 4.79% to 5%. These series 2005 bonds were issued as current interest obligations, with interest payable on June 1 and December 1 of each year until maturity. The proceeds from these limited tax bonds were used to finance the estimated unfunded actuarial liability with the Oregon Public Employees Retirement System (PERS).

8,181,127

Total Bonds Payable

\$ 18,446,127

Annual debt service requirements to maturity for bonds payable are as follows:

Year Ending June 30	Principal	Interest	Payment
2007	\$ 683,390	\$ 960,124	\$ 1,643,514
2008	721,080	946,198	1,667,278
2009	772,759	945,600	1,718,359
2010	822,804	937,993	1,760,797
2011	877,002	933,358	1,810,360
2012 - 2016	5,284,722	4,504,053	9,788,775
2017 - 2021	3,729,370	4,308,583	8,037,953
2022 - 2026	3,940,000	5,195,741	9,135,741
2027 - 2031	1,615,000	1,745,438	3,360,438
Total	<u>\$ 18,446,127</u>	<u>\$ 20,477,088</u>	<u>\$ 38,923,215</u>

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

Business-type Activities

A. Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2006 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
Note Payable:					
Note Payable	\$ -	\$ 4,364,093	\$ -	\$ 4,364,093	\$ 93,309

C. Note Payable

On March 17, 2004, the County received financing in the amount of \$4,435,093 at 4.97% from the Oregon Economic and Community Department for construction of a new solid waste transfer station. Annual principal and interest payments of \$313,729 are due annually for the next 25 years.

\$ 93,309

Total note payable

\$ 93,309

An annual debt service requirement to maturity for the note payable is follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Payment</u>
2007	\$ 93,309	\$ 220,420	\$ 313,729
2008	97,947	215,782	313,729
2009	102,815	210,914	313,729
2010	107,924	205,804	313,728
2011	113,288	200,440	313,728
2012 - 2016	656,707	911,936	1,568,643
2017 -2021	836,946	731,697	1,568,643
2022 - 2026	1,066,655	501,989	1,568,644
2027 - 2031	1,288,502	209,236	1,497,738
Total	\$ 4,364,093	\$ 3,408,218	\$ 7,772,311

8. Pension Plan

A. Plan Description

The County contributes to two pension plans administered by the Oregon Public Employees Retirement System (PERS). The Oregon Public Employees Retirement Fund (OPERF) applies to the County's contribution for qualifying employees who were hired before August 29, 2003, and is a cost-sharing multiple-employer defined benefit pension plan. The Oregon Public Service Retirement Plan (OPSRP) is a hybrid successor plan to the OPERF and consists of two programs: The Pension Program, the defined benefit portion of the plan, applies to qualifying County employees hired after August 29, 2003, and to inactive employees who return to employment following a six-month or greater break in service. Benefits are calculated by a formula for members who attain normal retirement age. The formula takes into account final average salary and years of service. Beginning January 1, 2004, all PERS member contributions go into the Individual Account Program (IAP), the defined contribution portion of the plan. PERS members retain their existing PERS accounts, but any future member contributions are deposited into the member's IAP, not the member's PERS account.

Both PERS plans provide retirement and disability benefits, post employment healthcare benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS is administered under Oregon Revised Statute Chapter 238, which establishes the Public Employees Retirement Board as the governing body of PERS. PERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to PERS, PO Box 23700, Tigard, OR, 97281-3700 or by calling 503-598-7377.

B. Funding Policy

Members of PERS are required to contribute 6.00% of their salary covered under the plan, which is invested in the OPSRP Individual Account Program; this is paid by the County. The is required by ORS 238.225 to contribute at an actuarially determined rate for the qualifying employees under the OPERF plan, and a general service rate for the qualifying employees under the OPSRP plan. The OPERF rate for the year ended June 30, 2006 was 9.61%. The OPSRP rates in effect for the year ended June 30, 2006 were 4.38% for general employees and 7.99% for police and fire employees. The annual pension cost was \$1,615,480. The contribution requirements for plan members are established by ORS Chapter 238 and may be amended by an act of the Oregon Legislature.

Oregon General Obligation Pension Bonds were issued to fund the States' share of the Unfunded Actuarial Liability and \$2 billion was delivered directly to PERS. Over the next 24 years the state will be obligated to make the principal and interest payments on the pension obligation bonds. All benefiting agencies are charged the same rate to pay this debt service. The State of Oregon began collecting the pension bond assessment based on 6.71% (July 2005-October 2005), 6.45% (November 2005-April 2006) and 6.2% (May 2006-June 2006) of subject salary. The County paid \$401,804 in pension bond assessment during the fiscal year ending June 30, 2006.

COLUMBIA COUNTY, OREGON
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2006

D. Annual Pension Cost

Contribution information for the years ended June 30, 2006, 2005, and 2004 were as follows:

<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>% of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/06	1,615,480	100%	\$7,243,166
6/30/05	1,288,895	100%	\$3,742,398
6/30/04	1,238,550	100%	\$3,907,968

9. Risk Management

The County is exposed to various risks of loss related to: torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. Except for unemployment compensation, the County purchases commercial insurance to minimize its exposure to these risks. There has been no significant reduction in commercial insurance coverage from fiscal year 2004 to 2006. Workers compensation claims are insured through incurred loss retrospective policies. Settled claims have not exceeded this commercial coverage for any of the past three years.

10. Contingency

Grant funds received or receivable are subject to audit and adjustments by the grantor agencies. Any disallowed costs, including amounts already collected, may constitute a liability of the applicable funds.

Management of the County believes that the total amount of liability, if any, which may arise from claims and lawsuits pending against Columbia County beyond that, which is covered by insurance, would not have a material effect on the County's financial statement.

11. Commitments

On November 30, 2006, the County successfully refinanced the 1999 general obligation bonds for the jail. The refunding of the bonds will save county taxpayers over \$300,000 over the remaining life of the bonds.

In 2006 Columbia County entered into an intergovernmental agreement with the Port of Saint Helens for a water distribution and discharge system in the Port Westward urban renewal area. This water system was necessary in order to accommodate the new industrial users coming to this district. The Port has begun construction with loans from the Oregon Economic Community Development Department (OECDD). The OECDD required that the urban renewal district guarantee repayment of the loan from tax increment revenue. The water system is budgeted at \$8,668,500.

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REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements.

➤ Budgetary Comparison Schedules – Major Funds

-General Fund

-Road Fund

-Direct Pass Through Grant Fund

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COLUMBIA COUNTY, OREGON
GENERAL FUND
SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	\$ 4,266,000	\$ 4,306,000	\$ 4,382,580	\$ 76,580
Proposed law enforcement levy	1,190,000	-	-	-
Grants	2,326,117	2,446,117	1,788,235	(657,882)
Charges for services	2,615,068	2,715,068	2,279,059	(436,009)
Licenses and permits	539,800	539,800	561,149	21,349
Fines and forfeitures	150,000	150,000	153,257	3,257
Public service taxes	488,955	551,955	612,867	60,912
Franchise fees	193,000	193,000	196,504	3,504
Interest on investments	33,010	33,010	88,053	55,043
Mineral royalties and timber	2,095,000	2,095,000	2,144,286	49,286
Miscellaneous	2,591,785	2,591,785	2,756,758	164,973
Total revenues	16,488,735	15,621,735	14,962,748	(658,987)
EXPENDITURES:				
General government	6,404,051	6,742,051	6,432,902	309,149
Roads and bridges	-	-	-	-
Public safety	6,333,325	5,963,316	5,424,642	538,674
Health and welfare	33,683	57,683	48,873	8,810
Culture and recreation	-	-	-	-
Economic development	2,381,666	2,183,666	1,963,137	220,529
Capital outlay	1,363,410	1,275,410	916,923	358,487
Debt service	284,428	409,528	409,447	81
Unfunded actuarial liability payment	-	3,860,000	3,859,303	697
Contingency	1,115,907	402,105	-	402,105
Total expenditures	17,916,470	20,893,759	19,055,227	1,838,532
Revenues over (under) expenditures	(1,427,735)	(5,272,024)	(4,092,479)	1,179,545
OTHER FINANCING SOURCES (USES):				
Loan proceeds	1,000,000	4,860,000	4,559,330	(300,670)
Transfers in	416,704	416,704	591,709	175,005
Transfers out	(588,969)	(604,680)	(603,724)	956
Total other financing sources (uses)	827,735	4,672,024	4,547,315	(124,709)
Net change in fund balances	(600,000)	(600,000)	454,836	1,054,836
FUND BALANCE, BEGINNING	1,600,000	1,600,000	1,628,030	28,030
FUND BALANCE, ENDING	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 2,082,866</u>	<u>\$ 1,082,866</u>

COLUMBIA COUNTY, OREGON
ROAD FUND
SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Grants	\$ 5,409,476	\$ 5,409,476	\$ 224,679	\$ (5,184,797)
State revenue sharing	2,672,000	2,672,000	2,666,780	(5,220)
Interest on investments	90,000	90,000	212,982	122,982
Miscellaneous	10,000	10,000	41,874	31,874
Licenses and permits	25,000	25,000	28,740	3,740
Fines and fees	590,000	590,000	438,761	(151,239)
Sale of Materials	2,000	2,000	3,024	1,024
Timber revenue and royalties	-	-	576	576
Total revenues	8,798,476	8,798,476	3,617,416	(5,181,060)
EXPENDITURES:				
Personal services	1,885,929	1,885,929	1,829,419	56,510
Materials and services	7,478,619	7,518,619	1,982,293	5,536,326
Capital outlay	4,020,800	4,020,800	273,825	3,746,975
Debt service	32,003	32,003	32,003	-
Contingency	350,414	310,414	-	310,414
Total expenditures	13,767,765	13,767,765	4,117,540	9,650,225
Revenues over (under) expenditures	(4,969,289)	(4,969,289)	(500,124)	4,469,165
OTHER FINANCING SOURCES (USES):				
Transfers in	464,289	464,289	479,044	14,755
Proceeds from loan	-	-	590,049	590,049
Total other financing sources (uses)	464,289	464,289	1,069,093	604,804
Net change in fund balances	(4,505,000)	(4,505,000)	568,969	5,073,969
FUND BALANCE, BEGINNING	4,900,000	4,900,000	5,324,538	424,538
FUND BALANCE, ENDING	<u>\$ 395,000</u>	<u>\$ 395,000</u>	<u>\$ 5,893,507</u>	<u>\$ 5,498,507</u>

COLUMBIA COUNTY, OREGON
DIRECT PASS-THROUGH GRANT FUND
SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
State mental health	\$ 5,500,000	\$ 5,500,000	\$ 4,391,451	\$ (1,108,549)
Public transportation	585,454	585,454	432,384	(153,070)
Economic Development District	-	78,000	-	(78,000)
CCMH Construction Revenue	1,000,000	1,000,000	-	(1,000,000)
CCMH Facility Grants	500,000	500,000	-	(500,000)
Total revenues	7,585,454	7,663,454	4,823,835	(2,839,619)
EXPENDITURES:				
Materials and services	6,899,568	6,977,568	4,804,881	2,172,687
Capital outlay	685,886	685,886	49,747	636,139
Total expenditures	7,585,454	7,663,454	4,854,628	2,808,826
Revenues over (under) expenditures	-	-	(30,793)	(30,793)
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	30,000	30,000
Total other financing sources (uses)	-	-	30,000	30,000
Net change in fund balances	-	-	(793)	(793)
FUND BALANCE, BEGINNING	-	-	793	793
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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COLUMBIA COUNTY, OREGON
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2006

(1) Stewardship, Compliance, and Accountability

A. Budget Requirements, Accounting, and Reporting

On or before June 30 of each year, the County enacts a resolution approving the budget, appropriating the expenditures, and levying the property taxes. Prior to enacting this resolution, the proposed budget is presented to a budget committee consisting of members of the Board of Commissioners and a like number of interested citizens. The budget committee presents the budget to the Board of Commissioners for budget hearings prior to enactment of the resolution.

The County budgets all funds except the Fiduciary Funds. Governmental Funds are budgeted on the modified accrual basis of accounting. The board order or resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. Total expenditures by department for the General Fund, and personal services, materials and services, capital outlay and debt service for all other funds, are the levels of control established by the board order or resolution. The detailed budget document, however, is required to contain more specific, detailed information. Unexpected additional resources may be added to the budget through the use of a supplemental budget. A supplemental budget requires hearings before the public, publication in newspapers and approval by the County Board of Commissioners. The County adopted one supplemental budget during the year ending June 30, 2006. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the County Commissioners. Budget amounts shown in the financial statements include original budget amounts approved and adopted by the County Commissioners. The County had appropriation transfers during the year ended June 30, 2006. Appropriations lapse as of the year end.

B. Material Violations

There were no material violations of the annual appropriated budget for the General and Special Revenue Funds for the fiscal year ended June 30, 2006.

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OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements
 - Non-Major Governmental Funds
 - Non-Major Special Revenue Funds
 - Non-Major Debt Service Funds
 - Fiduciary Funds
- Budgetary Comparison Schedules – Non-Major Governmental Funds
- Other Financial Schedules

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COMBINING STATEMENTS

COLUMBIA COUNTY, OREGON
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2006

	Total Non-major Special Revenue Funds	Jail Bond Debt Service Fund	Correction Facility Capital Projects Fund	Total
ASSETS				
Cash and investments	\$ 3,377,573	\$ 51,081	\$ 472	\$ 3,429,126
Accounts receivable	2,733	-	-	2,733
Property taxes receivable	22,020	85,780	-	107,800
Due from other Governments	177,123	-	-	177,123
Due from agency funds	-	14,730	-	14,730
Prepays	162,846	-	-	162,846
Total assets	<u>\$ 3,742,295</u>	<u>\$ 151,591</u>	<u>\$ 472</u>	<u>\$ 3,894,358</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES :				
Accounts payable	\$ 229,645	\$ -	\$ -	\$ 229,645
Customer deposits	1,800	-	-	1,800
Deferred revenue	28,566	76,585	-	105,151
Total liabilities	<u>260,011</u>	<u>76,585</u>	<u>-</u>	<u>336,596</u>
FUND BALANCES:				
Fund balance	<u>3,482,284</u>	<u>75,006</u>	<u>472</u>	<u>3,557,762</u>
Total fund balance	<u>3,482,284</u>	<u>75,006</u>	<u>472</u>	<u>3,557,762</u>
Total liabilities and fund balance	<u>\$ 3,742,295</u>	<u>\$ 151,591</u>	<u>\$ 472</u>	<u>\$ 3,894,358</u>

COLUMBIA COUNTY, OREGON
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2006

	Total Non-major Special Revenue Funds	Jail Bond Debt Service Fund	Correction Facility Capital Projects Fund	Total
REVENUES:				
Property taxes	\$ 433,328	\$ 1,122,554	\$ -	\$ 1,555,882
Interest on investments	151,074	23,233	58	174,365
Miscellaneous	44,781	-	-	44,781
Intergovernmental	2,195,482	-	-	2,195,482
Fines and fees	946,073	-	-	946,073
Timber revenue & royalties	549,996	-	-	549,996
Total revenues	<u>4,320,734</u>	<u>1,145,787</u>	<u>58</u>	<u>5,466,579</u>
EXPENDITURES:				
General government	218,852	-	4,038	222,890
Roads and bridges	2,000	-	-	2,000
Public safety	1,622,726	-	-	1,622,726
Health and welfare	460,336	-	-	460,336
Culture and recreation	796,880	-	-	796,880
Debt Service	-	1,133,368	-	1,133,368
Capital outlay	55,966	-	-	55,966
Total expenditures	<u>3,156,760</u>	<u>1,133,368</u>	<u>4,038</u>	<u>4,294,166</u>
Revenues over (under) expenditures	<u>1,163,974</u>	<u>12,419</u>	<u>(3,980)</u>	<u>1,172,413</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	94,680	-	-	94,680
Transfers out	(591,709)	-	-	(591,709)
Total other financing sources (uses)	<u>(497,029)</u>	<u>-</u>	<u>-</u>	<u>(497,029)</u>
Net change in fund balances	666,945	12,419	(3,980)	675,384
FUND BALANCES, BEGINNING	<u>2,815,339</u>	<u>62,587</u>	<u>4,452</u>	<u>2,882,378</u>
FUND BALANCES, ENDING	<u><u>\$ 3,482,284</u></u>	<u><u>\$ 75,006</u></u>	<u><u>\$ 472</u></u>	<u><u>\$ 3,557,762</u></u>

COLUMBIA COUNTY, OREGON
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2006

	<u>County Park</u>	<u>Fair Board</u>	<u>Children & Youth Services</u>	<u>Animal Control</u>	<u>Corner Preservation</u>	<u>Insurance Reserve</u>	<u>Inmate Benefit Expenses</u>
ASSETS							
Cash and investments	\$ 1,428,182	\$ 287	\$ 59,491	\$ 2,142	\$ 448,533	\$ -	\$ 39,112
Accounts receivable	-	-	-	-	-	-	-
Property tax receivable	-	-	-	-	-	-	-
Due from other governments	22,611	-	-	-	-	-	-
Prepays	222	2,646	403	917	-	-	-
Total assets	<u>\$ 1,451,015</u>	<u>\$ 2,933</u>	<u>\$ 59,894</u>	<u>\$ 3,059</u>	<u>\$ 448,533</u>	<u>\$ -</u>	<u>\$ 39,112</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES :							
Accounts payable	\$ 27,886	\$ 3,578	\$ 49,628	\$ 2,563	\$ -	\$ -	\$ 5,640
Deferred revenue	-	-	-	-	-	-	-
Customer Deposits	1,800	-	-	-	-	-	-
Total liabilities	<u>29,686</u>	<u>3,578</u>	<u>49,628</u>	<u>2,563</u>	<u>-</u>	<u>-</u>	<u>5,640</u>
FUND BALANCES:							
Fund balance - unreserved	<u>1,421,329</u>	<u>(645)</u>	<u>10,266</u>	<u>496</u>	<u>448,533</u>	<u>-</u>	<u>33,472</u>
Total fund balance	<u>1,421,329</u>	<u>(645)</u>	<u>10,266</u>	<u>496</u>	<u>448,533</u>	<u>-</u>	<u>33,472</u>
Total liabilities and fund balance	<u>\$ 1,451,015</u>	<u>\$ 2,933</u>	<u>\$ 59,894</u>	<u>\$ 3,059</u>	<u>\$ 448,533</u>	<u>\$ -</u>	<u>\$ 39,112</u>

<u>County Development</u>	<u>Courthouse Security</u>	<u>Community Corrections</u>	<u>Law Library</u>	<u>Footpath & Bicycle Trail</u>	<u>County Clerk's Record Fund</u>	<u>Meadowview Service District</u>	<u>4-H Extension Svc. District</u>	<u>Total</u>
\$ 602,011	\$ 109,779	\$ 485,531	\$ 10,069	\$ 15,536	\$ 1,740	\$ 5,039	\$ 170,121	\$ 3,377,573
-	-	-	500	2,233	-	-	-	2,733
22,020	-	-	-	-	-	-	-	22,020
3,395	-	137,042	-	-	-	-	14,075	177,123
-	-	8,658	-	150,000	-	-	-	162,846
<u>\$ 627,426</u>	<u>\$ 109,779</u>	<u>\$ 631,231</u>	<u>\$ 10,569</u>	<u>\$ 167,769</u>	<u>\$ 1,740</u>	<u>\$ 5,039</u>	<u>\$ 184,196</u>	<u>\$ 3,742,295</u>
\$ -	\$ -	\$ 138,420	\$ 1,500	\$ -	\$ -	\$ 430	\$ -	\$ 229,645
18,626	-	-	-	-	-	-	9,940	28,566
-	-	-	-	-	-	-	-	1,800
<u>18,626</u>	<u>-</u>	<u>138,420</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>430</u>	<u>9,940</u>	<u>260,011</u>
<u>608,800</u>	<u>109,779</u>	<u>492,811</u>	<u>9,069</u>	<u>167,769</u>	<u>1,740</u>	<u>4,609</u>	<u>174,256</u>	<u>3,482,284</u>
<u>608,800</u>	<u>109,779</u>	<u>492,811</u>	<u>9,069</u>	<u>167,769</u>	<u>1,740</u>	<u>4,609</u>	<u>174,256</u>	<u>3,482,284</u>
<u>\$ 627,426</u>	<u>\$ 109,779</u>	<u>\$ 631,231</u>	<u>\$ 10,569</u>	<u>\$ 167,769</u>	<u>\$ 1,740</u>	<u>\$ 5,039</u>	<u>\$ 184,196</u>	<u>\$ 3,742,295</u>

COLUMBIA COUNTY, OREGON
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2006

	<u>County Park</u>	<u>Fair Board</u>	<u>Children & Youth Services</u>	<u>Animal Control</u>	<u>Corner Preservation</u>	<u>Insurance Reserve</u>	<u>Inmate Benefit Expenses</u>
REVENUES:							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on investments	57,081	228	6,649	158	15,772	-	6,506
Miscellaneous	21,863	2,055	-	10,204	-	-	-
Intergovernmental	111,780	47,251	388,229	-	-	-	-
Fines and fees	117,707	217,075	-	89,561	151,175	-	123,224
Timber revenue & royalties	548,432	-	-	-	-	-	-
Total revenues	<u>856,863</u>	<u>266,609</u>	<u>394,878</u>	<u>99,923</u>	<u>166,947</u>	<u>-</u>	<u>129,730</u>
EXPENDITURES:							
General government	-	-	-	-	45,704	-	-
Roads and bridges	-	-	-	-	-	-	-
Public safety	-	-	-	151,813	-	-	68,385
Health and welfare	-	-	460,336	-	-	-	-
Culture and recreation	320,933	323,747	-	-	-	-	-
Capital outlay	20,883	-	-	-	-	-	-
Contingency	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Total expenditures	<u>341,816</u>	<u>323,747</u>	<u>460,336</u>	<u>151,813</u>	<u>45,704</u>	<u>-</u>	<u>68,385</u>
Revenues over (under) expenditures	<u>515,047</u>	<u>(57,138)</u>	<u>(65,458)</u>	<u>(51,890)</u>	<u>121,243</u>	<u>-</u>	<u>61,345</u>
OTHER FINANCING SOURCES (USES):							
Transfers in	-	44,680	-	50,000	-	-	-
Transfers out	-	-	-	-	-	(15,005)	(160,000)
Total other financing sources (uses)	<u>-</u>	<u>44,680</u>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>(15,005)</u>	<u>(160,000)</u>
Net change in fund balances	515,047	(12,458)	(65,458)	(1,890)	121,243	(15,005)	(98,655)
FUND BALANCES, BEGINNING	<u>906,282</u>	<u>11,813</u>	<u>75,724</u>	<u>2,386</u>	<u>327,290</u>	<u>15,005</u>	<u>132,127</u>
FUND BALANCES, ENDING	<u>\$ 1,421,329</u>	<u>\$ (645)</u>	<u>\$ 10,266</u>	<u>\$ 496</u>	<u>\$ 448,533</u>	<u>\$ -</u>	<u>\$ 33,472</u>

<u>County Development</u>	<u>Courthouse Security</u>	<u>Community Corrections</u>	<u>Law Library</u>	<u>Footpath & Bicycle Trail</u>	<u>County Clerk's Record Fund</u>	<u>Meadowview Service District</u>	<u>4-H Extension Svc. District</u>	<u>Total</u>
\$ 257,489	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,319	\$ 170,520	\$ 433,328
27,461	5,216	27,795	183	176	-	244	3,605	151,074
	-	2,781	-	-	-	27	7,851	44,781
	-	1,621,047	-	27,175	-	-	-	2,195,482
	38,658	160,505	39,538	-	8,630	-	-	946,073
1,564	-	-	-	-	-	-	-	549,996
<u>286,514</u>	<u>43,874</u>	<u>1,812,128</u>	<u>39,721</u>	<u>27,351</u>	<u>8,630</u>	<u>5,590</u>	<u>181,976</u>	<u>4,320,734</u>
158,648	-	-	-	-	8,499	6,001	-	218,852
-	-	-	-	2,000	-	-	-	2,000
-	-	1,402,528	-	-	-	-	-	1,622,726
-	-	-	-	-	-	-	-	460,336
-	-	-	17,995	-	-	-	134,205	796,880
-	-	-	13,264	6,004	-	-	15,815	55,966
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>158,648</u>	<u>-</u>	<u>1,402,528</u>	<u>31,259</u>	<u>8,004</u>	<u>8,499</u>	<u>6,001</u>	<u>150,020</u>	<u>3,156,760</u>
<u>127,866</u>	<u>43,874</u>	<u>409,600</u>	<u>8,462</u>	<u>19,347</u>	<u>131</u>	<u>(411)</u>	<u>31,956</u>	<u>1,163,974</u>
-	-	-	-	-	-	-	-	94,680
-	(40,000)	(376,704)	-	-	-	-	-	(591,709)
-	(40,000)	(376,704)	-	-	-	-	-	(497,029)
127,866	3,874	32,896	8,462	19,347	131	(411)	31,956	666,945
480,934	105,905	459,915	607	148,422	1,609	5,020	142,300	2,815,339
<u>\$ 608,800</u>	<u>\$ 109,779</u>	<u>\$ 492,811</u>	<u>\$ 9,069</u>	<u>\$ 167,769</u>	<u>\$ 1,740</u>	<u>\$ 4,609</u>	<u>\$ 174,256</u>	<u>\$ 3,482,284</u>

COLUMBIA COUNTY, OREGON
FIDUCIARY FUNDS
COMBINING STATEMENT NET ASSETS
For the Fiscal Year Ended June 30, 2006

	Inmate Commissary Fund	Treasurer Fund	Total
ASSETS			
Cash and cash equivalents	\$ 3,798	\$ 1,330,903	\$ 1,334,701
Property tax receivable	-	2,760,977	2,760,977
Other assets	-	241,363	241,363
Total Assets	<u>\$ 3,798</u>	<u>\$ 4,333,243</u>	<u>\$ 4,337,041</u>
LIABILITIES			
Payable to inmates	\$ 3,798	\$ -	\$ 3,798
Due to other governments	-	4,333,243	4,333,243
Total Liabilities	<u>\$ 3,798</u>	<u>\$ 4,333,243</u>	<u>\$ 4,337,041</u>

COLUMBIA COUNTY, OREGON
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended June 30, 2006

	Balance June 30, 2005	Additions	Deletions	Balance June 30, 2006
Inmate Commissary Fund				
Assets				
Cash	\$ 4,449	\$ -	\$ (651)	\$ 3,798
Liabilities				
Payable to Inmates	\$ 4,449	\$ -	\$ (651)	\$ 3,798
Treasurer Fund				
Assets				
Cash	\$ 2,090,328	\$ 125,768	\$ (885,193)	\$ 1,330,903
Property taxes receivable	2,845,303	38,007,346	(38,091,672)	2,760,977
Other assets	145,530	95,833		241,363
Total Assets	\$ 5,081,161	\$ 38,228,947	\$ (38,976,865)	\$ 4,333,243
Liabilities				
Due to other governments	5,081,161	38,228,947	(38,976,865)	4,333,243
Total Liabilities	\$ 5,081,161	\$ 38,228,947	\$ (38,976,865)	\$ 4,333,243
Total - All Agency Funds				
Assets				
Cash	\$ 2,094,777	\$ 125,768	\$ (885,844)	\$ 1,334,701
Property taxes receivable	2,845,303	38,007,346	(38,091,672)	2,760,977
Other assets	145,530	95,833	-	241,363
Total Assets	\$ 5,085,610	\$ 38,228,947	\$ (38,977,516)	\$ 4,337,041
Liabilities				
Payable to inmates	\$ 4,449	\$ -	\$ (651)	\$ 3,798
Due to other governments	5,081,161	38,228,947	(38,976,865)	4,333,243
Total Liabilities	\$ 5,085,610	\$ 38,228,947	\$ (38,977,516)	\$ 4,337,041

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**BUDGETARY COMPARISION SCHEDULES
NON-MAJOR GOVERNMENTAL FUNDS**

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COLUMBIA COUNTY, OREGON
GENERAL FUND
SCHEDULE OF EXPENDITURES
For the Fiscal Year Ended June 30, 2006

EXPENDITURES:	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Board of Commissioners:				
Personal services	\$ 353,750	\$ 353,750	\$ 478,184	\$ (124,434)
Materials and services	137,792	137,792	13,297	124,495
Total Board of Commissioners	491,542	491,542	491,481	61
Assessor's Office:				
Personal services	818,339	838,339	841,685	(3,346)
Materials and services	143,938	384,938	344,797	40,141
Total Assessor's Office	962,277	1,223,277	1,186,482	36,795
Finance and Taxation:				
Personal services	316,037	316,037	306,736	9,301
Materials and services	92,001	92,001	86,001	6,000
Total Finance and Taxation	408,038	408,038	392,737	15,301
Clerk's Office:				
Personal services	195,057	195,057	193,320	1,737
Materials and services	58,275	58,275	56,263	2,012
Total Clerk's Office	253,332	253,332	249,583	3,749
Elections:				
Personal services	83,372	83,372	76,680	6,692
Materials and services	127,349	127,349	91,408	35,941
Capital outlay	19,360	19,360	19,360	-
Total Elections	230,081	230,081	187,448	42,633
Sheriff's Office:				
Personal services	1,859,948	1,393,966	1,447,683	(53,717)
Materials and services	393,221	428,221	373,815	54,406
Capital outlay	103,000	15,000	14,912	88
Total Sheriff's Office	2,356,169	1,837,187	1,836,410	777
Marine - Sheriff:				
Personal services	168,386	168,386	165,404	2,982
Materials and services	38,127	38,127	41,059	(2,932)
Total Marine Sheriff	206,513	206,513	206,463	50

COLUMBIA COUNTY, OREGON
GENERAL FUND
SCHEDULE OF EXPENDITURES
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
EXPENDITURES:				
County Jail:				
Personal services	1,977,334	1,958,307	1,937,654	20,653
Materials and services	1,193,196	1,273,196	1,252,055	21,141
Capital outlay	10,000	10,000	6,442	3,558
Total County Jail	3,180,530	3,241,503	3,196,151	45,352
Economic Development Office:				
Personal services	81,130	81,130	81,343	(213)
Materials and services	98,092	161,092	148,351	12,741
Total Economic Development	179,222	242,222	229,694	12,528
County Surveyor:				
Personal services	-	-	39,380	(39,380)
Materials and services	138,384	138,384	49,473	88,911
Total County Surveyor	138,384	138,384	88,853	49,531
District Attorney:				
Personal services	874,928	874,928	847,030	27,898
Materials and services	178,347	178,347	167,428	10,919
Total District Attorney	1,053,275	1,053,275	1,014,458	38,817
Justice Court - Clatskanie/Vernonia:				
Personal services	72,188	72,188	63,100	9,088
Materials and services	86,870	86,870	89,891	(3,021)
Total Justice Court	159,058	159,058	152,991	6,067
Juvenile Department:				
Personal services	591,657	591,657	583,017	8,640
Materials and services	299,777	299,777	282,142	17,635
Total Juvenile Department	891,434	891,434	865,159	26,275
County Counsel:				
Personal services	279,302	279,302	285,460	(6,158)
Materials and services	65,900	110,900	90,777	20,123
Total County Counsel	345,202	390,202	376,237	13,965

COLUMBIA COUNTY, OREGON
GENERAL FUND
SCHEDULE OF EXPENDITURES
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
EXPENDITURES:				
Veterans' Service Office:				
Materials and services	33,683	57,683	48,873	8,810
Total Veterans' Service Office	33,683	57,683	48,873	8,810
Emergency Services:				
Personal services	79,750	79,750	81,065	(1,315)
Materials and services	623,363	623,363	125,907	497,456
Total Emergency Services	703,113	703,113	206,972	496,141
General Services:				
Personal services	232,230	232,230	214,634	17,596
Materials and services	426,450	446,450	457,537	(11,087)
Capital outlay	15,000	15,000	2,510	12,490
Total General Services	673,680	693,680	674,681	18,999
Land Development Services:				
Personal services	1,301,451	1,301,451	1,187,686	113,765
Materials and services	900,993	639,993	545,757	94,236
Capital outlay	19,000	19,000	29,313	(10,313)
Total Land Development Services	2,221,444	1,960,444	1,762,756	197,688
Information Services				
Personal services	132,227	132,227	140,921	(8,694)
Materials and services	105,470	105,470	62,383	43,087
Capital outlay	197,050	197,050	154,117	42,933
Total Information Services	434,747	434,747	357,421	77,326
County Dues:				
Materials and services	7,900	7,900	2,633	5,267
Total County Dues	7,900	7,900	2,633	5,267
Human Resources/Civil Services:				
Personal services	117,860	117,860	117,828	32
Materials and services	10,551	10,551	8,846	1,705
Total Human Resources/Civil Services	128,411	128,411	126,674	1,737

COLUMBIA COUNTY, OREGON
GENERAL FUND
SCHEDULE OF EXPENDITURES
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
EXPENDITURES:				
Non-departmental:				
Personal services	46,000	58,000	55,172	2,828
Materials and services	412,100	412,100	386,879	25,221
Capital outlay	1,000,000	1,000,000	690,269	309,731
Contingency	1,115,907	402,105		402,105
Total Non-departmental	2,574,007	1,872,205	1,132,320	739,885
Debt Services:				
Principal	284,428	409,528	409,447	81
PERS UAL Payoff/Expenses	-	3,860,000	3,859,303	697
Total Debt Services	284,428	4,269,528	4,268,750	778
Total expenditures	<u>\$ 17,916,470</u>	<u>\$ 20,893,759</u>	<u>\$ 19,055,227</u>	<u>\$ 1,838,532</u>

COLUMBIA COUNTY, OREGON
COUNTY PARK FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Grants	\$ 895,525	\$ 895,525	\$ 4,775	\$ (890,750)
State revenue sharing	87,345	87,345	107,005	19,660
Interest on investments	4,000	4,000	57,081	53,081
Sale of forest products	250,000	250,000	548,432	298,432
Miscellaneous	24,000	24,000	21,863	(2,137)
Fines and fees	116,900	116,900	117,707	807
Total revenues	1,377,770	1,377,770	856,863	(520,907)
EXPENDITURES:				
Personal services	122,702	122,702	89,649	33,053
Materials and services	220,523	259,023	231,284	27,739
Capital outlay	992,225	992,225	20,883	971,342
Contingency	282,320	243,820	-	243,820
Total expenditures	1,617,770	1,617,770	341,816	1,275,954
Revenues over (under) expenditures	(240,000)	(240,000)	515,047	755,047
Net change in fund balances	(240,000)	(240,000)	515,047	755,047
FUND BALANCE, BEGINNING	240,000	240,000	906,282	666,282
FUND BALANCE, ENDING	\$ -	\$ -	\$ 1,421,329	\$ 1,421,329

COLUMBIA COUNTY, OREGON
FAIR BOARD FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
State revenue sharing - lottery	\$ 35,500	\$ 35,500	\$ 47,251	\$ 11,751
Interest on investments	200	200	228	28
Miscellaneous	3,925	3,925	2,055	(1,870)
Grants	25,500	25,500	-	(25,500)
Fines and fees	264,000	264,000	217,075	(46,925)
Total revenues	329,125	329,125	266,609	(62,516)
EXPENDITURES:				
Personal services	68,040	68,040	67,892	148
Materials and services	283,298	283,298	255,855	27,443
Capital outlay	25,000	25,000		25,000
Total expenditures	376,338	376,338	323,747	52,591
Revenues over (under) expenditures	(47,213)	(47,213)	(57,138)	(9,925)
OTHER FINANCING SOURCES (USES):				
Transfers in	44,680	44,680	44,680	-
Transfers out		-	-	-
Total other financing sources (uses)	44,680	44,680	44,680	-
Net change in fund balances	(2,533)	(2,533)	(12,458)	(9,925)
FUND BALANCE, BEGINNING	2,533	2,533	11,813	9,280
FUND BALANCE, ENDING	\$ -	\$ -	\$ (645)	\$ (645)

COLUMBIA COUNTY, OREGON
CHILDREN AND YOUTH SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Grants	\$ 620,000	\$ 620,000	\$ 388,229	\$ (231,771)
Interest on investments	5,510	5,510	6,649	1,139
Miscellaneous	-	-	-	-
Total revenues	625,510	625,510	394,878	(230,632)
EXPENDITURES:				
Personal services	122,927	122,927	103,669	19,258
Materials and services	587,848	587,848	356,667	231,181
Total expenditures	710,775	710,775	460,336	250,439
Net change in fund balances	(85,265)	(85,265)	(65,458)	19,807
FUND BALANCE, BEGINNING	85,265	85,265	75,724	(9,541)
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,266</u>	<u>\$ 10,266</u>

COLUMBIA COUNTY, OREGON
ANIMAL CONTROL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Fees, fines and permits	\$ 87,273	\$ 95,273	\$ 89,561	\$ (5,712)
Interest on investments	-	-	158	158
Miscellaneous	11,000	11,000	10,204	(796)
Total revenues	98,273	106,273	99,923	(6,350)
EXPENDITURES:				
Personal services	97,282	97,282	93,473	3,809
Materials and services	50,491	58,491	58,340	151
Capital outlay	500	500		500
Total expenditures	148,273	156,273	151,813	4,460
Revenues over (under) expenditures	(50,000)	(50,000)	(51,890)	(1,890)
OTHER FINANCING SOURCES (USES):				
Transfers in	50,000	50,000	50,000	-
Total other financing sources (uses)	50,000	50,000	50,000	-
Net change in fund balances	-	-	(1,890)	(1,890)
FUND BALANCE, BEGINNING	-	-	2,386	2,386
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 496</u>	<u>\$ 496</u>

COLUMBIA COUNTY, OREGON
CORNER PRESERVATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Interest on investments	\$ 5,000	\$ 5,000	\$ 15,772	\$ 10,772
Fines and fees	150,000	150,000	151,175	1,175
Total revenues	155,000	155,000	166,947	11,947
EXPENDITURES:				
Materials and services	500,000	500,000	45,704	454,296
Total expenditures	500,000	500,000	45,704	454,296
Revenues over (under) expenditures	(345,000)	(345,000)	121,243	466,243
Net change in fund balances	(345,000)	(345,000)	121,243	466,243
FUND BALANCE, BEGINNING	350,000	350,000	327,290	(22,710)
FUND BALANCE, ENDING	<u>\$ 5,000</u>	<u>\$ 5,000</u>	<u>\$ 448,533</u>	<u>\$ 443,533</u>

COLUMBIA COUNTY, OREGON
INSURANCE RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance
	Original	Final	Actual	Positive (Negative)
OTHER FINANCING SOURCES (USES):				
Transfers out	(15,005)	(15,005)	(15,005)	-
Total other financing sources (uses)	(15,005)	(15,005)	(15,005)	-
Net change in fund balances	(15,005)	(15,005)	(15,005)	-
FUND BALANCE, BEGINNING	15,005	15,005	15,005	-
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLUMBIA COUNTY, OREGON
INMATE BENEFIT EXPENSE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Interest on investments	\$ 5,000	\$ 5,000	\$ 6,506	\$ 1,506
Fines and fees	180,000	180,000	123,224	(56,776)
Total revenues	185,000	185,000	129,730	(55,270)
EXPENDITURES:				
Materials and services	270,000	270,000	68,385	201,615
Total expenditures	270,000	270,000	68,385	201,615
Revenues over (under) expenditures	(85,000)	(85,000)	61,345	146,345
OTHER FINANCING SOURCES (USES):				
Transfers out		-	(160,000)	(160,000)
Total other financing sources (uses)	-	-	(160,000)	(160,000)
Net change in fund balances	(85,000)	(85,000)	(98,655)	(13,655)
FUND BALANCE, BEGINNING	100,000	100,000	132,127	32,127
FUND BALANCE, ENDING	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 33,472</u>	<u>\$ 18,472</u>

COLUMBIA COUNTY, OREGON
DEVELOPMENT AGENCY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	\$ 400,000	\$ 400,000	\$ 257,489	(142,511)
Interest on investments	5,200	5,200	27,461	22,261
Forest, land, sales & royalties	-	-	1,564	1,564
Total revenues	405,200	405,200	286,514	(118,686)
EXPENDITURES:				
Materials and services	950,700	950,700	158,648	792,052
Contingencies	4,500	4,500	-	4,500
Total expenditures	955,200	955,200	158,648	796,552
Revenues over (under) expenditures	(550,000)	(550,000)	127,866	677,866
Net change in fund balances	(550,000)	(550,000)	127,866	677,866
FUND BALANCE, BEGINNING	550,000	550,000	480,934	(69,066)
FUND BALANCE, ENDING	\$ -	\$ -	\$ 608,800	\$ 608,800

**COLUMBIA COUNTY, OREGON
COURTHOUSE SECURITY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006**

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Fees, fines, and permits	\$ 38,000	\$ 38,000	\$ 38,658	\$ 658
Interest on investments	3,000	3,000	5,216	2,216
Total revenues	41,000	41,000	43,874	2,874
EXPENDITURES:				
Materials and services	42,000	42,000		42,000
Capital outlay	100,000	100,000	-	100,000
Contingency	1,000	1,000	-	1,000
Total expenditures	143,000	143,000	-	143,000
Revenues over (under) expenditures	(102,000)	(102,000)	43,874	145,874
OTHER FINANCING SOURCES (USES):				
Transfers out	-	-	(40,000)	(40,000)
Total other financing sources (uses)	-	-	(40,000)	(40,000)
Net change in fund balances	(102,000)	(102,000)	3,874	105,874
FUND BALANCE, BEGINNING	102,000	102,000	105,905	3,905
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,779</u>	<u>\$ 109,779</u>

COLUMBIA COUNTY, OREGON
COMMUNITY CORRECTIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Grant	\$ 1,593,956	\$ 1,593,956	\$ 1,621,047	\$ 27,091
Interest on investments	7,000	7,000	27,795	20,795
Miscellaneous	-	-	2,781	2,781
Fines and fees	135,000	135,000	160,505	25,505
Total revenues	1,735,956	1,735,956	1,812,128	76,172
EXPENDITURES:				
Personal services	859,219	862,219	861,152	1,067
Materials and services	709,044	709,044	183,690	525,354
Capital outlay	482,500	482,500	357,686	124,814
Contingency	35,193	32,193	-	32,193
Total expenditures	2,085,956	2,085,956	1,402,528	683,428
Revenues over (under) expenditures	(350,000)	(350,000)	409,600	759,600
OTHER FINANCING SOURCES (USES):				
Transfers out		-	(376,704)	(376,704)
Total other financing sources (uses)	-	-	(376,704)	(376,704)
Net change in fund balances	(350,000)	(350,000)	32,896	382,896
FUND BALANCE, BEGINNING	350,000	350,000	459,915	109,915
FUND BALANCE, ENDING	\$ -	\$ -	\$ 492,811	\$ 492,811

COLUMBIA COUNTY, OREGON
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Fees, fines, and permits	\$ 40,471	\$ 40,471	\$ 39,538	\$ (933)
Interest on investments	100	100	183	83
Total revenues	40,571	40,571	39,721	(850)
EXPENDITURES:				
Personal services	903	1,103	1,090	13
Materials and services	24,668	24,668	16,905	7,763
Capital outlay	20,000	19,800	13,264	6,536
Total expenditures	45,571	45,571	31,259	14,312
Revenues over (under) expenditures	(5,000)	(5,000)	8,462	13,462
Net change in fund balances	(5,000)	(5,000)	8,462	13,462
FUND BALANCE, BEGINNING	5,000	5,000	607	(4,393)
FUND BALANCE, ENDING	\$ -	\$ -	\$ 9,069	\$ 9,069

COLUMBIA COUNTY, OREGON
FOOTPATH AND BICYCLE TRAIL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
State revenue sharing	\$ 20,000	\$ 20,000	\$ 27,175	\$ 7,175
Interest on investments	2,000	2,000	176	(1,824)
Total revenues	22,000	22,000	27,351	5,351
EXPENDITURES:				
Materials and services	2,000	2,000	2,000	-
Capital outlay	145,000	145,000	6,004	138,996
Total expenditures	147,000	147,000	8,004	138,996
Revenues over (under) expenditures	(125,000)	(125,000)	19,347	144,347
Net change in fund balances	(125,000)	(125,000)	19,347	144,347
FUND BALANCE, BEGINNING	125,000	125,000	148,422	23,422
FUND BALANCE, ENDING	\$ -	\$ -	\$ 167,769	\$ 167,769

**COLUMBIA COUNTY, OREGON
COUNTY CLERK'S RECORD FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006**

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Clerk Fees	\$ 7,500	\$ 8,300	\$ 8,630	\$ 330
Total revenues	7,500	8,300	8,630	330
EXPENDITURES:				
Materials and services	7,000	9,300	8,499	801
Contingency	1,500	-	-	-
Total expenditures	8,500	9,300	8,499	801
Revenues over (under) expenditures	(1,000)	(1,000)	131	1,131
Net change in fund balances	(1,000)	(1,000)	131	1,131
FUND BALANCE, BEGINNING	1,000	1,000	1,609	609
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,740</u>	<u>\$ 1,740</u>

COLUMBIA COUNTY, OREGON
MEADOWVIEW SERVICE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Property tax	\$ 3,486	\$ 3,486	\$ 5,319	\$ 1,833
Interest	100	100	244	144
Miscellaneous	30	30	27	(3)
Total revenues	3,616	3,616	5,590	1,974
EXPENDITURES:				
Materials and services	8,448	8,448	6,001	2,447
Total expenditures	8,448	8,448	6,001	2,447
Revenues over (under) expenditures	(4,832)	(4,832)	(411)	4,421
Net change in fund balances	(4,832)	(4,832)	(411)	4,421
FUND BALANCE, BEGINNING	4,832	4,832	5,020	188
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,609</u>	<u>\$ 4,609</u>

COLUMBIA COUNTY, OREGON
4-H EXTENSION SERVICE DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance
	Original	Final	Actual	Positive (Negative)
REVENUES:				
Property tax	\$ 166,307	\$ 166,307	\$ 170,520	\$ 4,213
Interest	3,000	3,000	3,605	605
Other local government	2,000	2,000	2,242	242
Miscellaneous	5,000	5,000	5,609	609
Total revenues	176,307	176,307	181,976	5,669
EXPENDITURES:				
Personal services	88,000	88,000	72,260	15,740
Materials and services	70,000	70,000	61,945	8,055
Capital outlay	10,500	10,500	15,815	(5,315)
Contingency	53,807	53,807	-	53,807
Total expenditures	222,307	222,307	150,020	72,287
Net change in fund balances	(46,000)	(46,000)	31,956	77,956
FUND BALANCE, BEGINNING	84,000	84,000	142,300	58,300
FUND BALANCE, ENDING	<u>\$ 38,000</u>	<u>\$ 38,000</u>	<u>\$ 174,256</u>	<u>\$ 136,256</u>

COLUMBIA COUNTY, OREGON
JAIL BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget			Variance Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	\$ 1,093,368	\$ 1,093,368	\$ 1,122,554	\$ 29,186
Interest on investments	10,000	10,000	23,233	13,233
Total revenues	1,103,368	1,103,368	1,145,787	42,419
EXPENDITURES:				
Debt service:				
Principal	620,000	620,000	620,000	-
Interest	513,368	513,368	513,368	-
Total expenditures	1,133,368	1,133,368	1,133,368	-
Revenues over (under) expenditures	(30,000)	(30,000)	12,419	42,419
FUND BALANCE, BEGINNING	30,000	30,000	62,587	32,587
FUND BALANCE, ENDING	\$ -	\$ -	\$ 75,006	\$ 75,006

COLUMBIA COUNTY, OREGON
CORRECTIONS FACILITY CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Interest on investments	\$ 100	\$ 100	\$ 58	\$ (42)
Total revenues	100	100	58	(42)
EXPENDITURES:				
Materials and services	7,600	7,600	4,038	3,562
Total expenditures	7,600	7,600	4,038	3,562
Revenues over (under) expenditures	(7,500)	(7,500)	(3,980)	3,520
Net change in fund balances	(7,500)	(7,500)	(3,980)	3,520
FUND BALANCE, BEGINNING	7,500	7,500	4,452	(3,048)
FUND BALANCE, ENDING	\$ -	\$ -	\$ 472	\$ 472

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**BUDGETARY COMPARISION SCHEDULES
ENTERPRISE FUNDS**

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COLUMBIA COUNTY, OREGON
TRANSFER STATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2006

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Tipping fees	\$ 1,198,838	\$ 1,198,838	\$ 895,889	\$ (302,949)
Franchise fees	152,700	152,700	6,413	(146,287)
Grants	21,060	21,060	68,000	46,940
Total revenues	1,372,598	1,372,598	973,284	(399,314)
EXPENDITURES:				
Personal services	55,324	55,324	23,816	31,508
Materials and services	901,732	901,732	480,412	421,320
Capital outlay	2,535,964	2,535,964	2,381,587	154,377
Contingencies	595,518	595,518	-	595,518
Total expenditures	4,088,538	4,088,538	2,885,815	1,202,723
Revenues over (under) expenditures	(2,715,940)	(2,715,940)	(1,912,531)	803,409
OTHER FINANCING SOURCES (USES):				
Loan proceeds	2,500,000	2,500,000	2,234,758	(265,242)
Total other financing sources (uses)	2,500,000	2,500,000	2,234,758	(265,242)
Net changes in fund balances	(215,940)	(215,940)	322,227	538,167
FUND BALANCE, BEGINNING BUDGETARY BASIS	215,940	215,940	-	(215,940)
FUND BALANCE, ENDING BUDGETARY BASIS	\$ -	\$ -	\$ 322,227	\$ 322,227

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OTHER FINANCIAL SCHEDULES

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COLUMBIA COUNTY, OREGON
SCHEDULE OF PROPERTY TAX TRANSACTIONS AND OUTSTANDING BALANCES
For the Fiscal Year Ended June 30, 2006

ALL COLUMBIA COUNTY GOVERNMENTS

Tax Year	Property Taxes Receivable June 30, 2005	Levy as Extended By Assessor	Discounts Cancellations and Adjustments	Collections	Property Taxes Receivable June 30, 2006
2005-2006		\$ 43,922,265	\$ (1,253,712)	\$ (40,868,772)	1,799,781
2004-2005	1,824,167	-	(93,849)	(994,606)	735,712
2003-2004	801,937	-	(97,809)	(300,970)	403,158
2002-2003	450,021	-	(99,659)	(178,302)	172,060
2001-2002	138,622	-	(6,035)	(94,624)	37,963
2000-2001	29,266	-	(3,741)	(7,546)	17,979
1999-2000	15,868	-	(2,875)	(2,181)	10,812
Prior	44,982	-	(20,775)	(2,170)	22,037
	<u>\$ 3,304,863</u>	<u>\$ 43,922,265</u>	<u>\$ (1,578,455)</u>	<u>\$ (42,449,171)</u>	<u>\$ 3,199,502</u>

ALL BUDGETED COLUMBIA COUNTY FUNDS

Tax Year	Property Taxes Receivable June 30, 2005	Levy as Extended By Assessor	Discounts Cancellations and Adjustments	Collections	Property Taxes Receivable June 30, 2006
2005-2006	\$ -	\$ 5,914,919	\$ (168,730)	\$ (5,503,968)	\$ 242,221
2004-2005	256,780	-	(13,102)	(140,151)	103,527
2003-2004	111,806	-	(13,656)	(41,963)	56,187
2002-2003	62,006	-	(13,731)	(24,568)	23,707
2001-2002	18,663	-	(813)	(12,740)	5,110
2000-2001	4,129	-	(528)	(1,065)	2,536
1999-2000	2,113	-	(303)	(370)	1,440
Prior	4,063	-	(46)	(220)	3,797
	<u>\$ 459,560</u>	<u>\$ 5,914,919</u>	<u>\$ (210,909)</u>	<u>\$ (5,725,045)</u>	<u>\$ 438,525</u>

Taxes receivable classified by fund:

General Fund	\$ 330,725
Debt Service	85,780
Development Agency	22,020
	<u>\$ 438,525</u>

COLUMBIA COUNTY, OREGON
SCHEDULE OF ACCOUNTABILITY OF INDEPENDENTLY ELECTED OFFICIALS
For the Fiscal Year Ended June 30, 2006

	Balance July 1, 2005	Receipts	Disbursements	Balance June 30, 2006
Treasurer	\$ 11,350,094	\$ 1,372,675		\$ 12,722,769
Sheriff	82,024	89,975	77,149	94,850
District Attorney	(70,731)			(70,731)
Clerk	(221)		75	(296)
Assessor	25			25
Justice of the Peace	9,276	207,252	203,580	12,948
Total	\$ 11,370,467	\$ 1,669,902	\$ 280,804	\$ 12,759,565

COMPOSITION OF CASH AND CASH EQUIVALENTS

	Cash on Hand	Savings and Checking	Government Pool	Total
Treasurer	\$ 1,025	\$ 579,052	\$ 12,153,014	\$ 12,733,091
Sheriff	40	3,798	-	3,838
Clerk	100	-	-	100
Assessor	25	-	-	25
Justice of the Peace	-	22,511	-	22,511
Total	\$ 1,190	\$ 605,361	\$ 12,153,014	\$ 12,759,565

STATISTICAL SECTION

COLUMBIA COUNTY, OREGON
NET ASSETS BY COMPONENT
Last Ten Fiscal Years¹
(accrual basis of accounting)

	Fiscal Year				
	2002	2003	2004	2005	2006
Governmental activities					
Invested in capital assets, net of related debt	\$ 110,834,753	\$103,302,697	\$92,318,864	\$ 85,939,480	\$ 65,711,842
Unrestricted	8,449,105	3,232,353	2,797,775	3,256,584	9,767,075
Total governmental activities net assets	\$ 119,283,858	\$106,535,050	\$95,116,639	\$ 89,196,064	\$ 75,478,917
Business-type activities					
Invested in capital assets, net of related debt	\$ -	\$ -	\$ -	\$ -	\$ 869,765
Unrestricted	-	-	-	-	145,866
Total business-type activities net assets	\$ -	\$ -	\$ -	\$ -	\$ 1,015,631
Primary government					
Invested in capital assets, net of related debt	\$ 110,834,753	\$103,302,697	\$92,318,864	\$ 85,939,480	\$ 66,581,607
Unrestricted	8,449,105	3,232,353	2,797,775	3,256,584	9,912,941
Total primary government net assets	\$ 119,283,858	\$106,535,050	\$95,116,639	\$ 89,196,064	\$ 76,494,548

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
CHANGES IN NET ASSETS
Last Ten Fiscal Years¹
(accrual basis of accounting)

Expenses	Fiscal Year				
	2002	2003	2004	2005	2006
Governmental activities:					
General government	\$ 5,479,713	\$ 6,111,039	\$ 5,823,913	\$ 5,118,568	\$ 5,700,402
Highways and streets	16,429,181	16,260,946	16,316,941	17,131,699	17,599,513
Public safety	5,457,428	6,035,998	6,031,214	6,830,570	7,455,694
Health & welfare	5,579,549	4,935,551	5,335,077	5,622,725	4,927,500
Economic development	1,182,916	1,574,902	1,450,271	835,220	815,348
Culture and recreation	845,623	908,404	805,172	1,911,133	2,321,896
Interest on long-term debt	683,891	769,018	760,671	795,312	954,955
Total governmental activities expenses	35,658,301	36,595,858	36,523,259	38,245,227	39,775,308
Business-type activities:					
Transfer Station	n/a	n/a	n/a	n/a	\$ 964,771
Total business-type activities expenses	-	-	-	-	964,771
Total primary government expenses	\$ 35,658,301	\$ 36,595,858	\$ 36,523,259	\$ 38,245,227	\$ 40,740,079
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 697,951	\$ 645,807	\$ 2,158,207	\$ 2,333,598	\$ 2,993,465
Highways and streets	5,854	21,928	147,597	369,078	467,501
Public safety	1,134,531	1,247,233	1,002,969	355,661	411,948
Health & welfare	1,897	27,426	137,463	-	-
Culture and recreation	312,455	328,922	-	491,125	525,495
Economic development	523,842	794,265	524,308	8,033	8,630
Operating grants and contributions	9,168,258	10,637,805	1,419,897	7,212,685	6,650,539
Capital grants and contributions	85,485	-	-	5,933,955	186,210
Total governmental activities program revenues	11,930,273	13,703,386	5,390,441	16,704,135	11,243,788
Business-type activities:					
Charges for services:	-	-	-	-	\$ 902,302
Capital grants and contributions	-	-	-	-	68,000
Total business-type activities program revenues	-	-	-	-	970,302
Total primary government program revenues	\$ 11,930,273	\$ 13,703,386	\$ 5,390,441	\$ 16,704,135	\$ 12,214,090
Net(expense)/revenue					
Governmental activities	\$ (23,728,028)	\$ (22,892,472)	\$ (31,132,818)	\$ (21,541,092)	\$ (28,531,520)
Business-type activities	-	-	-	-	5,531
Total primary government net expense	\$ (23,728,028)	\$ (22,892,472)	\$ (31,132,818)	\$ (21,541,092)	\$ (28,525,989)
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	\$ 5,116,167	\$ 5,401,183	\$ 5,569,643	\$ 5,857,935	\$ 5,913,590
Public service taxes	-	3,406,100	10,632,868	5,230,802	5,475,129
Franchise taxes	3,801,226	289,784	278,009	439,105	196,504
Mineral royalties and timber	-	-	2,305,288	3,048,303	2,697,882
Unrestricted grants and contributions	1,805,353	-	-	-	-
Investment earnings	108,750	87,559	68,028	216,201	475,400
Gain on sale of capital assets	500	-	-	-	-
Miscellaneous	624,341	959,037	860,570	828,171	1,062,986
Transfers	-	-	-	-	(1,007,118)
Total governmental activities	\$ 11,456,337	\$ 10,143,663	\$ 19,714,406	\$ 15,620,517	\$ 14,814,373
Business-type activities:					
Investment earnings	-	-	-	-	2,982
Transfers	-	-	-	-	1,007,118
Total business-type activities	-	-	-	-	1,010,100
Total primary government	\$ 11,456,337	\$ 10,143,663	\$ 19,714,406	\$ 15,620,517	\$ 15,824,473
Change in Net Assets					
Governmental activities	\$ (12,271,681)	\$ (12,748,809)	\$ (11,418,412)	\$ (5,920,575)	\$ (13,717,147)
Business-type activities	-	-	-	-	1,015,631
Total primary government	\$ (12,271,681)	\$ (12,748,809)	\$ (11,418,412)	\$ (5,920,575)	\$ (12,701,516)

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
Last Ten Fiscal Years¹
(accrual basis of accounting)

Fiscal Year	Property taxes	Public service taxes	Franchise taxes	Mineral royalties and timber	Total
2002	\$ 5,116,167	\$ -	\$ 3,801,226	\$ -	\$ 8,917,393
2003	5,401,183	3,406,100	289,784	-	9,097,067
2004	5,569,643	10,632,868	278,009	2,305,288	18,785,808
2005	5,857,935	5,230,802	439,105	3,048,303	14,576,145
2006	5,913,590	5,475,129	196,504	2,697,882	14,283,105

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
FUND BALANCE OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years¹
(modified accrual basis of accounting)

	Fiscal Year				
	2002	2003	2004	2005	2006
General fund					
Unreserved	\$ 1,633,205	\$ 1,718,907	\$ 2,188,695	\$ 1,628,030	\$ 2,082,866
Total general fund	\$ 1,633,205	\$ 1,718,907	\$ 2,188,695	\$ 1,628,030	\$ 2,082,866
All other governmental funds					
Reserved	\$ 36,295	\$ 86,809	\$ 105,836	\$ 62,587	\$ 75,006
Unreserved, reported in:					
Special revenue funds	2,261,390	2,164,952	2,429,259	8,140,670	9,375,791
Capital project funds	129,100	120,836	18,995	4,452	472
Total all other governmental funds	\$ 2,426,785	\$ 2,372,597	\$ 2,554,090	\$ 8,207,709	\$ 9,451,269

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years¹
(modified accrual basis of accounting)

	Fiscal Year				
	2002	2003	2004	2005	2006
Revenues					
Taxes	\$ 5,078,911	\$ 5,438,596	\$ 5,567,212	\$ 5,857,263	\$5,938,462
Intergovernmental	11,866,568	10,637,805	12,052,765	18,377,442	12,311,878
Charges for services	1,541,730	1,687,430	1,902,914	1,666,652	2,279,059
Fees	2,142,299	2,317,341	2,345,639	2,329,948	2,324,484
Investment earnings	108,750	87,559	68,028	216,201	475,400
Royalties & Timber (O&C)	2,034,127	2,756,695	2,305,288	3,048,303	2,697,882
Miscellaneous	576,979	2,655,646	2,540,452	2,462,328	2,843,413
Total revenues	23,349,364	25,581,072	26,782,298	33,958,137	28,870,578
Expenditures					
General government	\$ 5,296,485	\$ 6,575,057	\$ 6,212,312	\$ 6,215,472	\$6,730,116
Public safety	5,051,068	6,351,025	6,274,477	6,441,545	7,047,368
Highways and streets	3,139,243	3,102,454	3,210,396	3,872,068	4,143,273
Health & welfare	5,536,977	5,026,413	5,307,520	5,517,762	4,900,660
Economic and physical development	1,165,181	1,650,970	1,673,338	1,879,864	1,972,682
Culture and recreation	701,093	721,772	748,205	752,326	796,880
Capital outlay	813,265	816,347	2,855,644	7,649,034	1,296,461
Debt service	1,268,602	1,379,731	1,376,830	1,441,185	1,574,818
Unfunded actuarial liability payment	4,304,841	-	-	-	3,859,303
Total expenditures	27,276,755	25,623,769	27,658,722	33,769,256	32,321,561
Excess of revenues over (under) expenditures	(3,927,391)	(42,697)	(876,424)	188,881	(3,450,983)
Other financing sources (uses)					
Transfers in	\$ 1,171,183	\$ 1,024,939	\$ 1,095,499	\$ 1,216,409	\$1,195,433
Transfers out	(1,171,183)	(1,024,939)	(1,095,499)	(1,216,409)	(1,195,433)
Issuance of debt	4,394,484	-	-	-	5,149,379
Discount on bonds issued	(14,340)	-	-	-	-
Bond and note proceeds	-	-	1,527,705	4,904,073	-
Total other financing sources (uses)	4,380,144	-	1,527,705	4,904,073	5,149,379
Net change in fund balances	\$ 452,753	\$ (42,697)	\$ 651,281	\$ 5,092,954	\$ 1,698,396
Debt service as a percentage of noncapital expenditures	5.0%	5.9%	5.9%	5.8%	5.3%

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
Last Ten Fiscal Years¹
(modified accrual basis of accounting)

Fiscal Year	Property Tax	Franchise Tax	Mineral Royalties and Timber	Public Service Tax	Total
2002	\$ 5,078,911	\$ 214,109	\$ 2,034,127	\$ -	\$ 7,327,147
2003	5,438,596	289,784	2,756,695	-	8,485,075
2004	5,567,212	278,009	2,305,288	10,632,868	18,783,377
2005	5,857,263	439,105	3,048,303	5,230,802	14,575,473
2006	5,938,462	196,504	2,697,882	5,475,129	14,307,977

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
ASSESSED VALUES AND ESTIMATED ACTUAL VALUE
OF TAXABLE PROPERTY
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxable Ratio (Real Market Value to Assessed)	Assessed Value of					Total Real Market Value
		Real Property	Personal Property	Utility Property	Total Assessed Value		
2006	80.13 %	2,808,574,830	100,787,330	350,108,471	3,259,470,631		4,067,884,801
2005	81.51 %	2,649,013,190	96,502,060	363,216,080	3,108,731,330		3,813,802,745
2004	81.72 %	2,551,052,490	93,222,800	339,525,733	2,983,801,023		3,651,054,203
2003	81.22 %	2,467,196,231	98,645,380	340,281,613	2,906,123,224		3,578,163,250
2002	80.34 %	2,349,813,770	102,311,370	300,717,603	2,752,842,743		3,426,517,298
2001	80.07 %	2,205,629,110	98,588,340	500,509,644	2,804,727,094		3,502,780,950
2000	79.89 %	2,003,381,000	101,861,930	458,848,409	2,564,091,339		3,209,326,666
1999	79.59 %	1,883,888,380	99,437,293	452,697,752	2,436,023,425		3,060,894,331
1998	79.67 %	1,810,471,490	97,783,720	400,443,064	2,308,698,274		2,897,899,844
1997	100.00 %	2,104,016,390	90,256,730	476,006,064	2,670,279,184		3,146,285,248

Note: Values for 1997-98 and later reflect maximum assessed values in accordance with sections 11 and 11a, Article XI, Oregon Constitution (Ballot Measure 50)

Source: County Assessor Rolls

COLUMBIA COUNTY, OREGON**PROPERTY TAX RATES****Last Ten Fiscal Years**

Taxing Entity	Billing Rate for all Taxing Districts									
	2005-06	2004-05	2003-04	2002-03	2001-02	2000-01	1999-00	1998-99	1997-98	1996-97
County										
Columbia County	1.7398	1.7443	1.7715	1.7879	1.7790	1.7982	1.7094	1.3216	1.2922	1.2364
Cities										
Clatskanie City	6.2088	6.2088	6.2088	6.2088	6.2088	6.2088	6.2025	6.2025	6.2126	6.1380
Clatskanie Library	0.2868	0.2868	0.2868	0.2868	0.2868	0.2868	0.2751	2.7640	0.2526	0.2454
Clatskanie Park	0.3483	0.3483	0.3483	0.3483	0.3483	0.3483	0.3338	3.3490	0.3310	0.2985
Columbia City	1.9568	2.0860	2.0561	2.2053	1.8665	1.9129	1.7055	1.4574	1.9433	1.6968
Gr St Helens Park & Rec	0.2347	0.2347	0.2347	0.2347	0.2347	0.2347	0.2289	0.2290	0.2215	0.2164
Prescott City	0.3086	0.3086	0.3086	0.3086	0.3086	0.3086	0.3086	0.3086	0.3093	0.3188
Rainier Cemetery	0.0709	0.0709	0.0709	0.0709	0.0709	0.0709	0.0696	0.0692	0.0691	0.0596
Rainier City	5.2045	5.2045	5.2045	6.4498	6.4911	6.5219	6.6323	6.7111	6.3036	5.9369
Scappoose City	3.8466	3.8412	3.8419	4.5593	3.7317	4.1269	4.1721	4.3038	4.0532	3.9739
Scappoose Library	0.2536	0.2536	0.2536	0.3353	0.4587	0.4675	0.4816	0.3603	3.6530	3.2710
St Helens City	1.9078	1.9078	1.9078	1.9078	1.9078	1.9078	1.9078	1.9078	1.8289	1.8348
Vernonia City	5.8163	5.8163	5.8163	5.8163	5.8163	5.8163	5.7526	5.7447	5.7213	5.5368
Fire Districts										
Clatskanie RFPD	1.7198	1.7198	1.7198	1.7198	1.7198	1.7198	1.7739	1.8032	1.8051	1.6640
Columbia River Fire	2.9731	2.9731	2.9731	2.9684	4.7449	4.7449	4.6835	4.6720	4.6575	4.3872
Mist Birk RFP	2.0875	2.0875	2.0875	2.0875	2.0875	2.0875	1.3130	1.3252	0.9750	1.3191
Sauvie Island RFPD #30	1.5686	0.8838	1.0926	1.1524	1.1574	1.0151	1.0346	0.0000	0.0000	0.0000
Scappoose RFPD	1.7745	1.7745	1.7745	1.7745	1.1145	1.2103	1.1728	1.1994	1.2146	1.1290
Vernonia RFPD	1.2147	0.9535	1.2268	1.1860	1.2251	1.3161	1.1667	1.1847	0.8272	0.8300
School Districts										
Clatskanie 6J School	5.5199	5.5265	5.5129	5.4661	5.4494	4.6062	4.6062	4.6062	4.6118	11.8091
NW Regional ESD	0.1538	0.1538	0.1538	0.1538	0.1538	0.1538	0.1538	0.1538	0.1539	0.3029
Portland Comm College	0.4982	0.5099	0.5118	0.4944	0.5511	0.3717	0.3600	0.3515	0.3651	0.7262
Rainier 13 School	5.4360	5.4360	5.4360	5.4360	5.4360	5.4360	5.4360	5.4360	5.4752	11.3345
Scappoose 1 JT School	5.8069	5.2046	5.5924	5.5962	5.5917	5.6077	5.6141	5.4330	5.3887	12.7832
St Helens 502 School	6.9558	7.0409	7.0032	6.9001	6.9738	7.0064	7.2504	6.9801	7.0057	16.0798
Vernonia 47 JT School	5.0121	5.0121	5.0121	5.0121	5.0121	5.0121	5.0121	5.0121	5.0133	7.9300
Service Districts										
Columbia 4 H	0.0571	0.0571	0.0571	0.0571	0.0571	0.0571	0.0537	0.0542	0.0530	0.0497
Columbia County 911	0.5454	0.5454	0.5530	0.5599	0.5757	0.5688	0.5809	0.2412	0.2346	0.2201
Columbia Health	0.3800	0.0107	0.0107	0.0107	0.0107	0.0107	0.0105	0.0102	0.0100	0.0092
Columbia Vector	0.1279	0.1279	0.1279	0.1279	0.1279	0.1279	0.1257	0.1245	0.1240	0.1161
St Helens Port	0.0886	0.0886	0.0886	0.0886	0.0886	0.0886	0.8700	0.0872	0.0727	0.0913
Urban Renewal										
REDCO/Special Levy	3.6599	3.7966	3.8996	4.1190	1.3249	1.4192	0.8782	0.7636	0.1677	0.0000
Col County Dev Agency	0.5073	0.8436	0.5884	0.3675	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000

Source: County Assessor's Annual Certified Levy

COLUMBIA COUNTY, OREGON
PRINCIPAL PROPERTY TAXPAYERS
June 30, 2006

Taxpayer	2006		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Northwest Natural Gas	160,475,860	1	4.92%
Portland General Electric	127,203,490	2	3.90%
Boise White Paper	84,088,840	3	2.58%
Longview Fiber	39,053,310	4	1.20%
Columbia River PUD	28,780,800	5	0.88%
Armstrong World Industries	27,751,500	6	0.85%
Cascade Tissue Group	19,789,900	7	0.61%
Dyno Nobel, Inc	16,647,180	8	0.51%
Qwest Corporation	11,467,000	9	0.35%
Fred Meyer Stores	9,451,500	10	0.29%
All Others	2,734,761,251		83.90%
Totals	<u>\$ 3,259,470,631</u>		<u>100.00%</u>

COLUMBIA COUNTY, OREGON
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

(unaudited)

Fiscal Year Ended June 30	Taxes Levied by Assessor	Current Tax Collection	Percent of Levy Collected First Year	Delinquent Taxes Collected	Total Tax Collections	Percent of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
2006	5,655,715	5,268,074	93.1%	235,264	5,503,338	97.3%	231,607	4.1%
2005	5,341,802	5,050,084	94.5%	195,966	5,246,050	98.2%	95,752	1.8%
2004	5,163,562	4,730,577	91.6%	379,645	5,110,222	99.0%	53,340	1.0%
2003	4,923,816	4,481,626	91.0%	419,254	4,900,880	99.5%	22,936	0.5%
2002	5,065,695	4,798,112	94.7%	262,474	5,060,586	99.9%	5,109	0.1%
2001	4,306,592	4,126,500	95.8%	177,556	4,304,056	99.9%	2,536	0.1%
2000	3,171,151	2,978,774	93.9%	190,937	3,169,711	100.0%	1,440	0.0%
1999	2,567,519	2,394,998	93.3%	170,531	2,565,529	99.9%	1,990	0.1%
1998	3,318,060	3,040,344	91.6%	275,920	3,316,264	99.9%	1,796	0.1%
1997	2,577,040	2,433,747	94.4%	143,293	2,577,040	100.0%	-	0.0%

Notes:

Delinquent taxes collected are posted to the year of the levy

The voter passed special Law Enforcement levy in year 1999

Source: County Tax Collector tax roll records relating to Columbia County only, exl component units

Source for the last 5 yrs: State Report

COLUMBIA COUNTY, OREGON
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Five Fiscal Years

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income	Per Capita (estimate)
	Bonds Payable	Notes Payable	Compensated Absences	General Obligation Bonds	Capital Leases			
2002	4,379,536	579,441	1,033,747	12,585,000	-	18,577,724	1.54%	27,046
2003	4,379,536	522,548	887,548	12,045,000	-	17,834,632	1.48%	26,787
2004	4,370,419	1,985,577	895,827	11,480,000	83,323	18,815,146	1.49%	27,745
2005	4,349,100	6,832,678	1,021,478	10,885,000	67,740	23,155,996	1.75%	28,577
2006	8,181,126	10,672,314	1,099,366	10,265,000	52,157	30,269,963	2.19%	29,435

COLUMBIA COUNTY, OREGON
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Population	Assessed Value (in Thousands)	Bonded Debt	Debt Service Monies Available
	(1)	(2)	(3)	(4)
2006	46,965	3,600,541	18,446,126	1,845,971
2005	46,220	3,259,471	15,234,100	1,640,614
2004	45,650	2,983,801	15,744,583	1,391,946
2003	45,000	2,906,123	16,424,536	1,365,450
2002	44,600	2,752,843	16,964,536	1,181,720
2001	44,300	2,804,727	13,100,000	1,126,930
2000	43,560	2,564,901	13,595,000	1,004,047
1999	43,280	2,436,023	13,900,000	-
1998	42,690	2,308,698	n/a	-
1997	41,960	2,670,279	n/a	-

(1) Population Research Center, PSU

(2) County Assessor Rolls

(3) Oregon State Treasurer's Office

(4) County Financial Records

COLUMBIA COUNTY, OREGON
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
June 30, 2006

<u>Jurisdiction</u>	<u>Net Property tax backed debt Outstanding</u>	<u>Percentage Applicable to Columbia County</u>	<u>Amount Applicable to Columbia County</u>
Direct Debt			
Columbia County-GO Bond	10,265,000	100.00%	10,265,000
Columbia County-Limited Tax Bond	8,209,100	100.00%	8,209,100
Total Direct Debt	<u>18,474,100</u>		<u>18,474,100</u>
Overlapping Debt			
Cities:			
Columbia City	705,000	100.00%	705,000
Scappoose	525,624	100.00%	525,624
School Districts & ESDs:			
Scappoose - SD 1J	2,360,000	78.10%	1,843,160
Clatskanie - SD 6	7,300,000	55.43%	4,046,390
St. Helens - SD 502	16,036,212	100.00%	16,036,212
Portland Community College	180,003,170	2.53% (1)	4,554,080
Other:			
Sauvie Island Volunteer RFPD	220,000	4.36% (2)	9,592
Total Overlapping Debt	<u>207,150,006</u>		<u>27,720,058</u>

Note (1)

Portland Community College covers the Portland Metropolitan area. Only 2.53% of the district overlaps into Columbia County.

Note (2)

The southern portion of Columbia County is covered by the Sauvie Island Volunteer RFPD. Only 4.36% of the district is in Columbia County.

Source: Oregon State Treasurer's Office

COLUMBIA COUNTY, OREGON
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Debt Limit	\$ 122,036,544	\$ 114,414,082	\$ 109,531,626	\$ 107,344,898	\$ 102,795,519	\$ 84,141,813	\$ 76,922,740	\$ 73,080,703	\$ 69,140,948	\$ 80,108,376
Total net debt application to limit	18,474,100	15,744,583	16,303,521	16,848,987	16,848,987	13,100,000	13,595,000	13,900,000	-	-
Legal debt margin	\$ 103,562,444	\$ 98,669,499	\$ 93,228,105	\$ 90,495,911	\$ 85,946,532	\$ 71,041,813	\$ 63,327,740	\$ 59,180,703	\$ 69,140,948	\$ 80,108,376
Total net debt applicable to the limit as a percentage of debt limit	15.14%	13.76%	14.88%	15.70%	16.39%	15.57%	17.67%	19.02%	0.00%	0.00%

COLUMBIA COUNTY, OREGON
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
1997	41,960	1,004,858	23,948	N/A	9,016	6.1%
1998	42,690	1,046,503	24,514	N/A	9,073	5.2%
1999	43,280	1,087,323	25,123	N/A	8,534	6.1%
2000	43,560	1,165,230	26,750	37.7	8,628	5.5%
2001	44,300	1,204,561	27,191	N/A	8,600	8.4%
2002	44,600	1,206,252	27,046	N/A	8,627	10.4%
2003	45,000	1,205,415	26,787	N/A	8,538	11.6%
2004	45,650	1,266,559	27,745	N/A	8,501	9.2%
2005	46,220	N/A	N/A	37.8	8,535	7.6%
2006	N/A	N/A	N/A	N/A	8,703	5.9%

COLUMBIA COUNTY, OREGON
PRINCIPAL EMPLOYERS
Current Year

2006			
Employer	Employees	Rank	Percentage of Total County Employment
Boise Cascade	658	1	3.17%
St. Helens School District	420	2	2.22%
Columbia County	202	3	1.22%
Rainier School District	195	4	0.89%
Scappoose School District	189	5	1.49%
US Gypsum	170	6	0.98%
Armstrong World industries	168	7	0.99%
Safeway	165	8	0.95%
Walmart	150	9	1.20%
Fred Meyer Stores	150	10	1.43%
TOTAL EMPLOYEES	15,784		

COLUMBIA COUNTY, OREGON
FULL-TIME EQUIVALENT COUNTY GOVERNMENT
EMPLOYEES BY FUNCTION
Last Ten Fiscal Years¹

Function	Full-time Equivalent Employees as of December 31				
	2002	2003	2004	2005	2006
General Government	72.80	70.10	72.15	68.60	71.25
Public Safety					
Sheriff					
Officers	37.25	37.00	37.50	35.30	33.50
Civilians	9.25	9.60	11.40	9.50	6.50
Parole/Probation	18.80	20.90	22.70	21.60	21.80
Animal Control	2.15	2.10	2.35	2.75	2.90
Emergency Management	1.00	1.00	1.00	1.00	1.00
Highways and streets					
Engineering/Administration	5.00	5.00	4.00	5.00	5.00
Maintenance	21.00	19.66	21.00	21.00	21.00
Transfer Station/Solid Waste	0.49	0.00	1.00	1.00	1.00
Culture and recreation					
Parks	3.00	3.05	1.75	3.40	3.60
Fairgrounds	1.00	1.00	1.66	1.00	1.00
Total	171.74	169.41	176.51	170.15	168.55

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years¹

Function	Fiscal Year				
	2002	2003	2004	2005	2006
Sheriff					
Jail occupants	3,089	3,463	3,429	3,455	3,794
Physical arrests	971	885	880	985	1,281
Animal Control					
Animals surrendered	110	135	N/A	N/A	N/A
Animals adopted out	360	253	N/A	289	202
Strays picked up	575	656	N/A	571	382
Animals redeemed	278	253	N/A	150	162
Animals euthanized	N/A	71	N/A	131	71
Highways and streets					
Street resurfacing (miles)	4.30	-	9.62	-	5.12
# of bridges replaced	1	1	-	-	3
Sanitation/Transfer Station					
Refuse processed (tons/day)	N/A	N/A	N/A	N/A	86.67
Culture and Recreation					
Park permits (annual day-use)	138	174	176	157	137
Fair attendance	24,500	25,000	22,000	20,000	26,000

Note: 2006 animal control figures are for dogs only

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

COLUMBIA COUNTY, OREGON
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years¹

Function	Fiscal Year				
	2002	2003	2004	2005	2006
Public Safety					
Sheriff:					
Stations	2	2	2	2	2
Patrol vehicles	27	27	28	30	32
Transfer Station	-	-	-	-	1
Roads and streets					
County -maintained roads (miles)	540.0	540.0	540.0	540.0	540.0
Culture and recreation					
Parks acreage	360.72	360.72	360.72	360.72	588.23
Day-use only parks	3	3	3	3	5
Camping facilities	5	5	5	5	5
Boat ramps	2	2	2	2	2
Fairgrounds	1	1	1	1	1

¹ Information is presented for years ended subsequent to the implementation of GASB Statement No. 34. Eventually, ten years of data will be shown.

**REPORTS OF INDEPENDENT
CERTIFIED PUBLIC ACCOUNTANTS**

COLUMBIA COUNTY, OREGON
AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS

Introduction

Oregon Administrative Rules 162-10-000 through 162-10-320 incorporates the Minimum Standards for Audits of Oregon Municipal Corporations. These standards, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures required in audit reports. The required statements and schedules are set forth in the preceding section of this report. Required comments and disclosures related to our audit of such statements and schedules are contained in this section.

Internal Accounting Control

We have audited the financial statements of Columbia County, Oregon for the year ended June 30, 2006 and have issued our report thereon dated October 17, 2006.

The management of Columbia County, Oregon is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with accounting principles generally accepted in the United States of America. Because of inherent limitations in any internal control structure, errors or irregularities may never the less occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operations of policies and procedures may deteriorate.

In planning and performing our audit of the financial statements of Columbia County, Oregon for the year ended June 30, 2006, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

However, we noted no matters involving the internal control structure and its operation that we considered to be material weaknesses as defined above. This report is intended solely for the

COLUMBIA COUNTY, OREGON
AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS

information and use of the management, the Board of Commissioners, and the State of Oregon, Secretary of State, Division of Audits.

Other Comments and Disclosures

We have audited the financial statements for Columbia County, Oregon as of and for the year ended June 30, 2006, and our report thereon is included on Page 1 of this report. Our audit was made in accordance with auditing standards generally accepted in the United States of America.

In connection with our audit:

Accounting Records

We found the accounting records of the County to be adequate for audit purposes.

Collateral

Based on our testing, the County appears to be in compliance with ORS Chapter 295 regarding securing deposits during the fiscal year ended June 30, 2006.

Indebtedness

The County's bonded debt outstanding was within the limitation of 3% of the real market value of the taxable property within the County established by ORS 287.

Budgets

The County appears to be in compliance with Local Budget Law (ORS 294.305 to 294.520) in the preparation, adoption, and appropriation of the budgets and tax levies for fiscal year 2005-2006.

Insurance and Fidelity Bonds

We reviewed policies relating to insurance and fidelity bond coverage and ascertained that such policies appeared to be in force. We are not competent by training to state whether the insurance policies covering County-owned property in force at June 30, 2006 are adequate.

Programs Funded from Outside Sources

We reviewed and tested, to the extent we considered necessary in the circumstances, transactions and reports relative to federal and state grant programs. The County appeared to have appropriate procedures for making expenditures on behalf of, and reporting for, such programs.

Highway Funds

The County was in compliance with legal requirements pertaining to the use of Highway Funds.

Investments

The County has complied with Oregon Revised Statutes with regard to legal restrictions pertaining to the investment of public funds.

**COLUMBIA COUNTY, OREGON
AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS**

Public Contracts and Purchasing

Nothing came to our attention to cause us to believe the County was not in compliance with the cost accounting guidelines developed by the State of Oregon Executive Department with regard to the County's construction projects and ORS Chapter 279 in the awarding of public contracts and the construction of public improvements.

A handwritten signature in cursive script that reads "Merina & Company".

Merina & Company, LLP
West Linn, Oregon
October 17, 2006

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of County Commissioners
Columbia County Courthouse
St. Helens, Oregon 97051

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Columbia County, as of and for the year ended June 30, 2006, which collectively comprise Columbia County's basic financial statements and have issued our report thereon dated October 17, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Columbia County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving internal control over financial reporting and its operation that we consider to be material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Columbia County's financial statements are free of material misstatement, we performed tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However,

providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Commissioners, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Merina & Company".

Merina & Company, LLP
West Linn, Oregon
October 17, 2006

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of County Commissioners
Columbia County Courthouse
St. Helens, Oregon 97051

Compliance

We have audited the compliance of Columbia County with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2006. Columbia County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements is the responsibility of the management of Columbia County. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Columbia County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Columbia County's compliance with those requirements.

In our opinion, Columbia County, complied, in all material respects, with the specific program requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of Columbia County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Columbia County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of Columbia County, federal awarding agencies, and pass-through entities and is not intended to be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Merina & Company".

Merina & Company, LLP
West Linn, Oregon
October 17, 2006

COLUMBIA COUNTY, OREGON
SCHEDULE OF EXPENDITURES AND FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2006

	CFDA Number	Pass Through Grantor's Number	Received	Expended
U.S. Dept. of Housing and Urban Development				
CDBG-CCMH/CAT	14.228		\$ 575,238	\$ 575,238
U.S. Dept. of Justice				
Juvenile Accountability BG	16.523	03-604	11,352	11,352
Part E State Challenge	16.549		1,525	1,525
Crime Victim Assistance-VOCA	16.575	04-2225	19,050	19,050
Violence against Women-VAWA	16.588	04-750	18,379	18,379
STOP grant-VAWA	16.588	04-777	6,591	6,591
Enforcing Underaged Drinking Program	16.727		6,675	6,675
			<u>63,572</u>	<u>63,572</u>
U.S. Dept of Transportation				
ODOT -Formula grants (5311)	20.509		215,046	215,046
ODOT-purchase services	20.513		124,551	124,551
			<u>339,597</u>	<u>339,597</u>
U.S. Dept. of Administrative Services				
Surplus Property	39.003		10,915	10,915
U.S. Dept of Health & Human Services				
Family Preservation & Support	93.556		7,290	7,290
Temp. Assistance for Needy Families	93.558		9,456	9,456
Child Support	93.563		151,889	151,889
Child Care & Development BG	93.575		1,615	1,615
Youth Investment	93.667		21,579	21,579
Medical Assistance Program	93.778		3,002	3,002
CMHS Block Grant	93.958		12,768	12,768
Substance Abuse	93.959		227,657	227,657
			<u>435,256</u>	<u>435,256</u>
U.S. Dept. of Homeland Security				
State and Local HS Exercise Support	97.006		27,038	27,038
Pre-disaster Mitigation	97.017		6,165	6,165
Emergency Management Performance (EMPG)	97.042		39,484	39,484
State Homeland Security Program (SHS)	97.073	03-115, 04-213	15,589	15,589
Law Enforcement Terrorism Prevention Program	97.074	05-148	22,423	22,423
			<u>110,699</u>	<u>110,699</u>
Grand Total			<u>\$1,535,276</u>	<u>\$1,535,276</u>

COLUMBIA COUNTY, OREGON
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Fiscal Year Ended June 30, 2006

Note 1. General

The accompanying schedule of expenditures of federal awards presents the activity of all federal financial assistance programs of Columbia County.

Note 2. Significant Accounting Policies

Reporting Entity: The reporting entity is fully described in Note 1 to the County's basic financial statements. The Schedule includes all federal financial assistance programs administered by the County for the year ended June 30, 2006.

Basis of Presentation: The information in the Schedule is presented in accordance with OMB Circular A-133.

Federal Financial Assistance: Pursuant to the Single Audit Act and OMB Circular A-133, federal financial assistance is defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance or direct appropriations. Accordingly, nonmonetary federal assistance, including federal surplus property, is included in federal financial assistance and, therefore, is reported on the Schedule, if applicable. Federal financial assistance does not include direct federal cash assistance to individuals. Solicited contracts between the state and federal government for which the federal government procures tangible goods or services are not considered to be federal financial assistance.

Major Programs: The Single Audit Act and OMB Circular A-133 establish criteria to be used in defining major federal financial assistance programs. Major programs for the County are those programs selected for testing by the auditor using a risk-assessment model, as well as certain minimum expenditure requirements, as outlined in A-133. Programs with similar requirements may be grouped into a cluster for testing purposes.

Revenue Recognition: The receipt and expenditure of federal awards are accounted for under the modified accrual method of accounting. Revenues are recorded as received in cash or when measurable and available. Expenditures are recorded when the liability is incurred.

COLUMBIA COUNTY, OREGON
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For The Fiscal Year Ended June 30, 2006

Section I – Summary of Auditor’s Results

FINANCIAL STATEMENTS

Type of auditor’s report issued

Unqualified

Internal control over financial reporting:

Material weakness(es) identified?

☐ yes

☒ no

Reportable conditions(s) identified that are
Not considered to be material weaknesses?

☐ yes

☒ none reported

Noncompliance material to financial statements noted?

☐ yes

☒ no

FEDERAL AWARDS

Internal Control over major programs:

Material weakness(es) identified?

☐ yes

☒ no

Reportable conditions(s) identified that are
Not considered to be material weaknesses?

☐ yes

☒ none reported

Type of auditor’s report issued on compliance for major
Programs:

Unqualified

Any audit findings disclosed that are required to be
Reported in accordance with OMB Circular A-133,
section 510(a)?

☐ yes

☒ no

Identification of major programs:

CFDA Number Name of Federal Program or Cluster

14.228 Community Development Block Grant

Dollar threshold used to distinguish between type A and
Type B programs:

\$300,000

Auditee qualified as low-risk auditee?

☒ yes

☐ no

COLUMBIA COUNTY, OREGON
SCHEDULE OF FINDINGS & QUESTIONED COSTS
For The Fiscal Year Ended June 30, 2006

Section II – Financial Statement Findings

None

Section III – Federal Awards Findings and Questioned Costs

None

**Section IV – Schedule of Prior Federal Award Findings and Questioned Costs for the Years
Ended June 30, 2005**

None