

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

**JUNE 30, 2018**

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<b><u>ASSETS AND DEFERRED OUTFLOWS</u></b>	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b><u>Current Assets</u></b>			
Cash and demand investments, pooled	\$ 26,999,500	\$ 2,167,419	\$ 29,166,919
Cash investments, pooled	35,991,719	2,929,248	38,920,967
Restricted cash and demand investments held in trust, nonpooled	0	3,994,328	3,994,328
Receivables (net of allowance for uncollectibles):			
Property taxes	6,741,569	399,960	7,141,529
Accounts	1,200,440	4,016	1,204,456
Delinquent assessments	48,658	30,799	79,457
Assessments	128,234	0	128,234
Accrued interest	187,150	5,390	192,540
Prepaid expenses	94,056	77,902	171,958
Inventories	286,045	38,730	324,775
<b>Total current assets</b>	<b>71,677,371</b>	<b>9,647,792</b>	<b>81,325,163</b>
<b><u>Noncurrent Assets</u></b>			
Assessments receivable, net of allowance	777,727	0	777,727
<b>Total noncurrent assets</b>	<b>777,727</b>	<b>0</b>	<b>777,727</b>
<b>Capital assets (net of accumulated depreciation):</b>			
Land	3,658,346	368,574	4,026,920
Buildings	12,876,798	32,719,562	45,596,360
Improvements other than buildings	1,791,902	1,440,443	3,232,345
Equipment and vehicles	7,407,915	955,085	8,363,000
Infrastructure	34,103,838	0	34,103,838
Construction in progress	14,300,005	538,808	14,838,813
<b>Total capital assets (net of accumulated depreciation)</b>	<b>74,138,804</b>	<b>36,022,472</b>	<b>110,161,276</b>
<b>DEFERRED OUTFLOWS</b>	<b>11,339,621</b>	<b>857,161</b>	<b>12,196,782</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<b>\$ 157,933,523</b>	<b>\$ 46,527,425</b>	<b>\$ 204,460,948</b>

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

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

**JUNE 30, 2018**

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	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b><u>LIABILITIES AND DEFERRED INFLOWS</u></b>			
<b><u>Current Liabilities</u></b>			
Accounts payable	\$ 2,977,802	\$ 273,940	\$ 3,251,742
Accrued liabilities	3,528,722	107,982	3,636,704
Accrued compensated absences	576,000	58,175	634,175
Notes payable	24,339	0	24,339
General obligation bonds	1,030,000	0	1,030,000
Special assessment debt with governmental commitment	7,000	0	7,000
Unearned advertising and event revenue	0	3,882,408	3,882,408
Deposits	1,000	52,163	53,163
Due to other taxing districts	188,516	0	188,516
<b>Total current liabilities</b>	<b>8,333,379</b>	<b>4,374,668</b>	<b>12,708,047</b>
<b><u>Noncurrent Liabilities</u></b>			
Notes payable	178,786	0	178,786
Long-term liability for accrued compensated absences	1,699,555	174,525	1,874,080
General obligation bonds	9,770,000	0	9,770,000
Special assessment debt with governmental commitment	752,000	0	752,000
OPEB liability	3,777,660	359,084	4,136,744
Net pension liability	26,515,155	2,959,387	29,474,542
<b>Total noncurrent liabilities</b>	<b>42,693,156</b>	<b>3,492,996</b>	<b>46,186,152</b>
<b>TOTAL LIABILITIES</b>	<b>51,026,535</b>	<b>7,867,664</b>	<b>58,894,199</b>
<b>DEFERRED INFLOWS</b>	<b>9,269,654</b>	<b>24,159</b>	<b>9,293,813</b>
<b><u>NET POSITION</u></b>			
Net investment in capital assets	73,658,804	36,022,472	109,681,276
Restricted net position	13,401,587	0	13,401,587
Unrestricted	10,576,943	2,613,130	13,190,073
<b>TOTAL NET POSITION</b>	<b>\$ 97,637,334</b>	<b>\$ 38,635,602</b>	<b>\$ 136,272,936</b>

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

**YELLOWSTONE COUNTY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

<u>Functions / Programs</u>	Program Revenues								Net (Expense) Revenue and Changes in Net Position		
	Expenses	Special Assessments	Licenses and Permits	Intergovern- mental	Fines and Forfeitures	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>											
<u>Governmental activities:</u>											
General government	\$ 15,838,266	\$0	\$0	\$ 174,587	\$ 621,883	\$ 4,758,285	\$0	\$ 5,600	\$ (10,277,911)	\$0	\$ (10,277,911)
Public Safety	28,019,479	0	7,910	326,872	64,957	6,040,836	565,825	0	(21,013,079)	0	(21,013,079)
Public Works	9,620,504	1,102,766	27,115	628,919	0	224,029	73,462	99,400	(7,464,813)	0	(7,464,813)
Public Health	4,117,540	0	0	885	0	4,022	0	0	(4,112,633)	0	(4,112,633)
Social and Economic	2,458,421	0	0	257,162	0	0	0	0	(2,201,259)	0	(2,201,259)
Culture and Recreation	1,648,197	0	0	0	0	0	0	0	(1,648,197)	0	(1,648,197)
Community Development	136,376	0	0	0	0	0	0	0	(136,376)	0	(136,376)
Conservation of Natural Resources	480,521	0	0	0	0	0	0	0	(480,521)	0	(480,521)
Interest on Long-Term Debt	404,452	0	0	0	0	0	0	0	(404,452)	0	(404,452)
<b>Total governmental activities</b>	<b>62,723,756</b>	<b>1,102,766</b>	<b>35,025</b>	<b>1,388,425</b>	<b>686,840</b>	<b>11,027,172</b>	<b>639,287</b>	<b>105,000</b>	<b>(47,739,241)</b>	<b>0</b>	<b>(47,739,241)</b>
<u>Business-type activities:</u>											
Refuse Disposal	206,950	290,971	0	0	0	0	0	0	0	84,021	84,021
METRA	8,028,890	0	0	0	0	4,626,401	0	0	0	(3,402,489)	(3,402,489)
<b>Total business-type activities:</b>	<b>8,235,840</b>	<b>290,971</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,626,401</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(3,318,468)</b>	<b>(3,318,468)</b>
<b>Total primary government</b>	<b>\$ 70,959,596</b>	<b>\$ 1,393,737</b>	<b>\$35,025</b>	<b>\$ 1,388,425</b>	<b>\$ 686,840</b>	<b>\$ 15,653,573</b>	<b>\$ 639,287</b>	<b>\$105,000</b>	<b>\$ (47,739,241)</b>	<b>\$ (3,318,468)</b>	<b>\$ (51,057,709)</b>
<b>General revenues:</b>											
Property taxes									43,030,597	2,960,502	45,991,099
Licenses and permits									5,569,401	0	5,569,401
Intergovernmental									3,927,328	155,595	4,082,923
Other revenues									535,126	228,084	763,210
Transfers In/(Out)									134,750	(134,753)	(3)
<b>Total general revenues and transfers</b>									<b>53,197,202</b>	<b>3,209,428</b>	<b>56,406,630</b>
<b>Change in net position</b>									<b>5,457,961</b>	<b>(109,040)</b>	<b>5,348,921</b>
<b>Net position, beginning</b>									<b>93,046,013</b>	<b>38,827,020</b>	<b>131,873,033</b>
Restatement for GASB 75 implementation									(866,640)	(82,378)	(949,018)
<b>Net position, ending</b>									<b>\$ 97,637,334</b>	<b>\$ 38,635,602</b>	<b>\$ 136,272,936</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2018**

	<b>MAJOR FUNDS</b>							<b>Total Governmental Funds</b>
	<b>General</b>	<b>Road</b>	<b>Property &amp; Liability Insurance Fund</b>	<b>Public Safety Fund</b>	<b>R.S.I.D. Bond Fund</b>	<b>Capital Improvement Fund</b>	<b>Other Nonmajor Governmental Funds</b>	
<b>ASSETS</b>								
Cash and demand investments, pooled	\$2,874,517	\$2,031,700	\$1,372,681	\$3,897,522	\$55,550	\$8,159,772	\$4,935,278	\$23,327,020
Cash investments, pooled	3,503,009	2,766,783	1,838,991	5,307,670	75,109	10,919,145	6,666,857	31,077,564
Receivables (net of allowance for uncollectibles):								
Property taxes	1,701,377	1,624,456	147,836	1,312,801	0	0	1,955,099	6,741,569
Accounts	261,317	(17,944)	0	302,452	0	2,588	543,879	1,092,292
Delinquent assessments	29,816	0	0	0	2,504	0	16,338	48,658
Assessments	0	0	0	0	905,961	0	0	905,961
Accrued interest	99,200	0	7,313	0	130	46,496	13,026	166,165
Due from other funds	173,731	0	0	0	0	0	0	173,731
Prepaid expenses	63,830	6,463	0	6,183	0	0	0	76,476
Inventories	68,031	137,880	0	0	0	0	80,134	286,045
<b>Total assets</b>	<b>\$8,774,828</b>	<b>\$6,549,338</b>	<b>\$3,366,821</b>	<b>\$10,826,628</b>	<b>\$1,039,254</b>	<b>\$19,128,001</b>	<b>\$14,210,611</b>	<b>\$63,895,481</b>
<b>LIABILITIES:</b>								
Accounts payable	\$317,872	\$761,717	\$12,724	\$498,243	\$0	\$444,137	\$890,886	\$2,925,579
Accrued liabilities	412,414	271,846	856,074	797,539	0	600,841	478,697	3,417,411
Matured bonds payable	0	0	0	0	0	0	0	0
Unearned premiums	0	0	0	0	0	0	0	0
Due to other funds	0	0	0	0	100,730	0	73,001	173,731
Advances from other funds	0	0	0	0	0	0	0	0
Deposits	1,000	0	0	0	0	0	0	1,000
Due to others	0	0	0	0	0	0	0	0
Due to other taxing districts	0	0	0	0	0	0	188,516	188,516
<b>Total liabilities</b>	<b>731,286</b>	<b>1,033,563</b>	<b>868,798</b>	<b>1,295,782</b>	<b>100,730</b>	<b>1,044,978</b>	<b>1,631,100</b>	<b>6,706,237</b>
<b>DEFERRED INFLOW OF RESOURCES:</b>								
Uncollected tax revenue	1,731,193	1,624,456	147,836	1,312,801	792,997	0	1,971,437	7,580,720
<b>Total deferred inflow of resources</b>	<b>1,731,193</b>	<b>1,624,456</b>	<b>147,836</b>	<b>1,312,801</b>	<b>792,997</b>	<b>0</b>	<b>1,971,437</b>	<b>7,580,720</b>
<b>FUND BALANCE:</b>								
Nonspendable	131,861	144,343	0	6,183	0	0	80,134	362,521
Restricted	0	3,746,976	0	0	145,527	0	6,168,067	10,060,570
Committed	97,866	0	284,648	5,914,948	0	0	3,082,882	9,380,344
Assigned	789,768	0	2,065,539	2,296,914	0	18,083,023	1,276,991	24,512,235
Unassigned	5,292,854	0	0	0	0	0	0	5,292,854
<b>Total fund balance</b>	<b>6,312,349</b>	<b>3,891,319</b>	<b>2,350,187</b>	<b>8,218,045</b>	<b>145,527</b>	<b>18,083,023</b>	<b>10,608,074</b>	<b>49,608,524</b>
<b>Total liabilities, deferred inflows and fund balance</b>	<b>\$8,774,828</b>	<b>\$6,549,338</b>	<b>\$3,366,821</b>	<b>\$10,826,628</b>	<b>\$1,039,254</b>	<b>\$19,128,001</b>	<b>\$14,210,611</b>	<b>\$63,895,481</b>

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

**YELLOWSTONE COUNTY  
RECONCILIATION OF BALANCE SHEET FUND BALANCE  
TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2018**

<b>Fund Balance June 30, 2018, governmental funds</b>	<b>\$ 49,608,524</b>
Net position of internal service funds as of June 30, 2018, are included as general governmental functions since they are primarily related to that function.	8,109,220
Net capital assets of internal service funds included above	(101,875)
Long-term assets are not available to pay for current period expenditures and, therefore, are deferred on the fund statements	7,580,720
Long-term portion of compensated absences is not anticipated to be expended in the current period	(1,699,555)
Long-term debt previously recognized as revenue in prior periods	(11,762,125)
Accrued interest payable on long-term debt	(13,531)
Net capital assets	74,138,804
Other post employment benefits- OPEB Liability	(3,777,660)
Net Pension Liability	(26,515,155)
Deferred Outflow of Resources - Pension Adjustments	11,339,621
Deferred Inflow of Resources - Pension Deferrals	(9,269,654)
<b>Net Position of governmental activities, June 30, 2018</b>	<b><u><u>\$ 97,637,334</u></u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	MAJOR FUNDS							Total Governmental Funds
	General	Road	Property and Liability Insurance Fund	Public Safety Fund	RSID Bond Fund	Capital Improvement Fund	Nonmajor Governmental Funds	
<b>REVENUES:</b>								
Taxes	\$12,247,050	\$5,285,450	\$1,050,034	\$9,478,519	\$0	\$0	\$14,034,899	\$42,095,952
Special assessments	0	0	0	0	256,718	0	1,031,564	1,288,282
Licenses and permits	52,206	27,115	0	5,439,285	0	0	70,000	5,588,606
Intergovernmental	913,121	2,719,730	34,710	357,692	0	0	1,742,254	5,767,507
Fines and forfeitures	621,883	0	0	0	0	0	64,957	686,840
Charges for services	1,297,168	165,121	441,640	3,909,449	0	24,838	2,198,697	8,036,913
Other	676,443	69,420	26,864	21,780	206	194,121	188,503	1,177,337
<b>Total revenues</b>	<b>15,807,871</b>	<b>8,266,836</b>	<b>1,553,248</b>	<b>19,206,725</b>	<b>256,924</b>	<b>218,959</b>	<b>19,330,874</b>	<b>64,641,437</b>
<b>EXPENDITURES:</b>								
Current:								
General government	8,848,293	0	1,577,814	0	0	0	87,486	10,513,593
Public safety	1,293,908	0	0	18,130,256	0	0	7,060,317	26,484,481
Public works	43,701	7,232,311	0	0	0	0	1,569,050	8,845,062
Public health	207,631	0	0	56,807	0	0	3,846,392	4,110,830
Social and economic services	670,340	0	0	0	0	0	1,764,548	2,434,888
Culture and recreation	0	0	0	0	0	0	1,529,675	1,529,675
Conservation of natural resources	27,020	0	0	0	0	0	109,356	136,376
Community development	480,521	0	0	0	0	0	0	480,521
Capital outlay	102,515	1,238,822	0	327,483	0	11,443,452	1,158,058	14,270,330
Debt service:								
Principal	0	0	0	0	213,000	0	1,064,038	1,277,038
Interest	0	0	0	0	47,764	102,937	257,374	408,075
<b>Total expenditures</b>	<b>11,673,929</b>	<b>8,471,133</b>	<b>1,577,814</b>	<b>18,514,546</b>	<b>260,764</b>	<b>11,546,389</b>	<b>18,446,294</b>	<b>70,490,869</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>4,133,942</b>	<b>(204,297)</b>	<b>(24,566)</b>	<b>692,179</b>	<b>(3,840)</b>	<b>(11,327,430)</b>	<b>884,580</b>	<b>(5,849,432)</b>
<b>OTHER FINANCING SOURCES (USES):</b>								
Interfund transfers in	1,391,574	199,284	25,490	1,390,847	0	5,485,000	4,499,042	12,991,237
Interfund transfers out	(5,680,146)	(235,824)	(250,000)	(3,532,962)	(21,872)	0	(5,194,446)	(14,915,250)
Long term debt proceeds	0	0	0	0	0	9,693,354	0	9,693,354
<b>Total other financing sources (uses)</b>	<b>(4,288,572)</b>	<b>(36,540)</b>	<b>(224,510)</b>	<b>(2,142,115)</b>	<b>(21,872)</b>	<b>15,178,354</b>	<b>(695,404)</b>	<b>7,769,341</b>
<b>Net change in fund balances</b>	<b>(154,630)</b>	<b>(240,837)</b>	<b>(249,076)</b>	<b>(1,449,936)</b>	<b>(25,712)</b>	<b>3,850,924</b>	<b>189,176</b>	<b>1,919,909</b>
<b>Fund balance July 1, 2017</b>	<b>6,466,979</b>	<b>4,132,156</b>	<b>2,599,263</b>	<b>9,667,981</b>	<b>171,239</b>	<b>14,232,099</b>	<b>10,418,898</b>	<b>47,688,615</b>
<b>Fund balance June 30, 2018</b>	<b>\$6,312,349</b>	<b>\$3,891,319</b>	<b>\$2,350,187</b>	<b>\$8,218,045</b>	<b>\$145,527</b>	<b>\$18,083,023</b>	<b>\$10,608,074</b>	<b>\$49,608,524</b>

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

**YELLOWSTONE COUNTY  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>Net change in fund balances - total governmental funds</b>	<b>\$ 1,919,909</b>
Change in net position of internal service funds are included as general governmental functions since they are primarily related to that function.	(129,052)
Capital Assets:	
Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.	
Acquisition of capital assets (less trade-in of \$61,300)	17,850,091
Depreciation expense	(5,776,505)
Gain (loss) on disposal and adj to accumulated depreciation (\$963)	(152,093)
(Decrease) increase in property tax and special assessment receivables that may not be available in the current period	749,129
Increase in the long-term portion of compensated absences that is not anticipated to be expended in the current period	(31,773)
Change in net long-term debt (notes, bonds). Repayment or the issuance of debt has no impact on net assets. Governmental funds report repayment of debt as an expenditure and the issuance of debt as revenue.	(8,107,962)
Change in accrued interest payable	3,623
Change in other post employment benefits - OPEB Liability/ Deferred Outflow	(133,926)
Change in Pension Expense	(733,480)
<b>Change in net position in governmental activities</b>	<b><u>\$ 5,457,961</u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**  
**(Page 1 of 2)**

	BUDGET		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final Revised</u>		
<b><u>REVENUES:</u></b>				
<b>Taxes:</b>				
Real estate property taxes	\$ 12,511,571	\$ 12,511,571	\$ 11,845,836	(\$665,735)
Personal property taxes	193,100	193,100	200,086	6,986
Mobile homes, penalty and interest, other	110,040	110,040	201,128	91,088
<b>Special assessments</b>	0	0	0	0
<b>Licenses and permits</b>	45,300	45,300	52,206	6,906
<b>Intergovernmental:</b>				
Grants	121,400	475,269	217,552	(257,717)
State personal property reimbursement	0	0	0	0
State entitlement and other	694,402	694,402	695,569	1,167
<b>Fines and forfeitures, justice court</b>	625,000	625,000	621,883	(3,117)
<b>Charges for services:</b>				
Clerk & Recorder	975,000	975,000	958,114	(16,886)
Miscellaneous	229,300	229,300	339,054	109,754
<b>Other:</b>				
Interest on investments	220,000	220,000	293,326	73,326
On-Behalf Revenue	0	0	354,001	354,001
Miscellaneous	25,900	30,100	29,116	(984)
<b>Total revenues</b>	<b>\$ 15,751,013</b>	<b>\$ 16,109,082</b>	<b>\$ 15,807,871</b>	<b>\$ (301,211)</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**  
**(Page 2 of 2)**

<b>Current:</b>	<b>BUDGET</b>			Variance with Final Budget - Positive (Negative)
<b>General government:</b>	<u>Original</u>	<u>Final Revised</u>	<u>Actual</u>	
County commissioners	\$ 456,898	\$ 456,898	\$ 437,649	\$ 19,249
Elections	478,548	478,548	385,302	93,246
Clerk & Recorder	711,217	711,217	646,116	65,101
Treasurer, Auditor, Finance	2,172,959	2,172,959	2,098,147	74,812
Information technology	1,041,745	1,041,745	1,018,124	23,621
Building maintenance	750,920	750,920	727,806	23,114
Other	4,190,018	4,246,086	3,535,149	710,937
<b>Public safety:</b>				
Disaster and Emergency, Rural Fire	475,501	553,976	436,996	116,980
Juvenile detention	581,366	581,366	581,366	0
Jail alternative programs	127,000	468,103	275,546	192,557
<b>Public works</b>	63,703	63,703	43,701	20,002
<b>Public health</b>	464,942	464,942	207,631	257,311
<b>Social and economic services</b>				
Youth shelter	290,683	290,683	290,683	0
Rent assistance program	137,500	137,500	137,500	0
Other	256,250	256,250	242,157	14,093
<b>Conservation of natural resources</b>	27,020	27,020	27,020	0
<b>Community development</b>	503,084	503,084	480,521	22,563
<b>Capital outlay</b>	147,843	167,175	102,515	64,660
<b>Total expenditures</b>	<b>12,877,197</b>	<b>13,372,175</b>	<b>11,673,929</b>	<b>1,698,246</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,873,816</b>	<b>2,736,907</b>	<b>4,133,942</b>	<b>1,397,035</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Interfund transfers in	1,455,510	1,531,419	1,391,574	(139,845)
Interfund transfers out	(5,271,402)	(5,271,402)	(5,680,146)	(408,744)
<b>Total other financing sources (uses)</b>	<b>(3,815,892)</b>	<b>(3,739,983)</b>	<b>(4,288,572)</b>	<b>(548,589)</b>
<b>Net change in fund balances</b>	<b>(\$942,076)</b>	<b>(\$1,003,076)</b>	<b>(154,630)</b>	<b>\$848,446</b>
<b>Fund balance July 1, 2017</b>			<b>6,466,979</b>	
<b>Fund balance June 30, 2018</b>			<b>\$6,312,349</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**MAJOR SPECIAL REVENUE FUNDS - ROAD, PROPERTY and LIABILITY INSURANCE, AND PUBLIC SAFETY FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

	Road Fund				Property and Liability Insurance Fund				Public Safety Fund			
	BUDGET		Actual	Variance with Final Budget - Positive (Negative)	BUDGET		Actual	Variance with Final Budget - Positive (Negative)	BUDGET		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final Revised			Original	Final Revised			Original	Final Revised		
<b>REVENUES:</b>												
Taxes	\$5,885,029	\$5,885,029	\$5,285,450	(\$599,579)	\$1,101,245	\$1,101,245	\$1,050,034	(\$51,211)	\$9,947,190	\$9,947,190	\$9,478,519	(\$468,671)
Licenses and permits	25,480	25,480	27,115	1,635	0	0	0	0	4,389,800	4,389,800	5,439,285	1,049,485
Intergovernmental	2,517,423	2,606,823	2,719,730	112,907	34,710	34,710	34,710	0	357,593	357,593	357,692	99
Charges for services	194,500	194,500	165,121	(29,379)	469,140	469,140	441,640	(27,500)	4,232,000	4,232,000	3,909,449	(322,551)
Other	600	600	69,420	68,820	21,000	21,000	26,864	5,864	15,000	15,000	21,780	6,780
<b>Total revenues</b>	<b>8,623,032</b>	<b>8,712,432</b>	<b>8,266,836</b>	<b>(445,596)</b>	<b>1,626,095</b>	<b>1,626,095</b>	<b>1,553,248</b>	<b>(72,847)</b>	<b>18,941,583</b>	<b>18,941,583</b>	<b>19,206,725</b>	<b>265,142</b>
<b>EXPENDITURES:</b>												
Current:												
General government	0	0	0	0	3,177,240	3,177,240	1,577,814	1,599,426	0	0	0	0
Public safety	0	0	0	0	0	0	0	0	19,976,148	19,973,648	18,130,256	1,843,392
Public works	8,841,481	8,436,416	7,232,311	1,204,105	0	0	0	0	0	0	0	0
Public health	0	0	0	0	0	0	0	0	71,663	71,663	56,807	14,856
Capital outlay	979,912	1,345,977	1,238,822	107,155	0	0	0	0	383,238	385,738	327,483	58,255
<b>Total expenditures</b>	<b>9,821,393</b>	<b>9,782,393</b>	<b>8,471,133</b>	<b>1,311,260</b>	<b>3,177,240</b>	<b>3,177,240</b>	<b>1,577,814</b>	<b>1,599,426</b>	<b>20,431,049</b>	<b>20,431,049</b>	<b>18,514,546</b>	<b>1,916,503</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(1,198,361)</b>	<b>(1,069,961)</b>	<b>(204,297)</b>	<b>865,664</b>	<b>(1,551,145)</b>	<b>(1,551,145)</b>	<b>(24,566)</b>	<b>1,526,579</b>	<b>(1,489,466)</b>	<b>(1,489,466)</b>	<b>692,179</b>	<b>2,181,645</b>
<b>OTHER FINANCING SOURCES (USES):</b>												
Interfund transfers in	207,792	207,792	199,284	(8,508)	31,169	31,169	25,490	(5,679)	1,466,911	1,466,911	1,390,847	(76,064)
Interfund transfers out	(197,213)	(236,213)	(235,824)	389	(250,000)	(250,000)	(250,000)	0	(2,897,827)	(3,546,911)	(3,532,962)	13,949
Special assessment bond proceeds	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total other financing sources (uses)</b>	<b>10,579</b>	<b>(28,421)</b>	<b>(36,540)</b>	<b>(8,119)</b>	<b>(218,831)</b>	<b>(218,831)</b>	<b>(224,510)</b>	<b>(5,679)</b>	<b>(1,430,916)</b>	<b>(2,080,000)</b>	<b>(2,142,115)</b>	<b>(62,115)</b>
<b>Net change in fund balances</b>	<b>(\$1,187,782)</b>	<b>(\$1,098,382)</b>	<b>(240,837)</b>	<b>\$857,545</b>	<b>(\$1,769,976)</b>	<b>(\$1,769,976)</b>	<b>(249,076)</b>	<b>\$1,520,900</b>	<b>(\$2,920,382)</b>	<b>(\$3,569,466)</b>	<b>(1,449,936)</b>	<b>\$2,119,530</b>
<b>Fund balance July 1, 2017</b>			<b>4,132,156</b>				<b>2,599,263</b>				<b>9,667,981</b>	
<b>Fund balance June 30, 2018</b>			<b>\$3,891,319</b>				<b>\$2,350,187</b>				<b>\$8,218,045</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2018**  
**(Page 1 of 2)**

	Business-Type Activities Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b><u>ASSETS AND DEFERRED OUTFLOWS</u></b>				
<b>CURRENT ASSETS:</b>				
Cash and demand investments, pooled	\$157,352	\$2,010,067	\$2,167,419	\$3,672,480
Cash investments, pooled	214,284	2,714,964	2,929,248	4,914,155
Restricted cash and demand investments held in trust, nonpooled	0	3,994,328	3,994,328	0
Receivables (net of allowance for uncollectibles):				
Property taxes	0	399,960	399,960	0
Accounts	0	4,016	4,016	108,148
Delinquent assessments	30,799	0	30,799	0
Accrued interest	0	5,390	5,390	20,985
Prepaid expenses	0	77,902	77,902	17,580
Inventories	0	38,730	38,730	0
<b>Total current assets</b>	<b>402,435</b>	<b>9,245,357</b>	<b>9,647,792</b>	<b>8,733,348</b>
<b>NONCURRENT ASSETS:</b>				
<b>Capital assets:</b>				
Land	0	368,574	368,574	0
Buildings	0	56,377,334	56,377,334	0
Improvements other than buildings	0	6,069,866	6,069,866	0
Equipment and vehicles	0	2,121,058	2,121,058	405,624
Construction in progress	0	538,808	538,808	0
Accumulated depreciation	0	(29,453,168)	(29,453,168)	(303,749)
<b>Total capital assets (net of accumulated depreciation)</b>	<b>0</b>	<b>36,022,472</b>	<b>36,022,472</b>	<b>101,875</b>
<b>DEFERRED OUTFLOWS - Pension Adjustments</b>	<b>0</b>	<b>857,161</b>	<b>857,161</b>	<b>0</b>
<b>Total assets and deferred outflows</b>	<b>\$402,435</b>	<b>\$46,124,990</b>	<b>\$46,527,425</b>	<b>\$8,835,223</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2018**  
**(Page 2 of 2)**

	Business-Type Activities Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b><u>LIABILITIES AND DEFERRED INFLOWS</u></b>				
<b>CURRENT LIABILITIES:</b>				
Accounts payable	0	273,940	\$273,940	\$52,223
Accrued liabilities	0	107,982	107,982	659,773
Accrued compensated absences	0	58,175	58,175	14,007
Unearned revenue - advertising and event	0	208,921	208,921	0
Unearned premiums	0	0	0	0
<b>Total current liabilities</b>	<b>0</b>	<b>649,018</b>	<b>649,018</b>	<b>726,003</b>
<b>CURRENT LIABILITIES PAYABLE FROM RESTRICTED CASH:</b>				
Unearned event revenue	0	3,673,487	3,673,487	0
Deposits	0	52,163	52,163	0
<b>Total current liabilities payable from restricted cash</b>	<b>0</b>	<b>3,725,650</b>	<b>3,725,650</b>	<b>0</b>
<b>NONCURRENT LIABILITIES:</b>				
Accrued compensated absences	0	174,525	174,525	0
Unearned advertising revenue	0	0	0	0
OPEB implicit rate subsidy	0	359,084	359,084	0
Net Pension Liability	0	2,959,387	2,959,387	0
<b>Total noncurrent liabilities</b>	<b>0</b>	<b>3,492,996</b>	<b>3,492,996</b>	<b>0</b>
<b>Total liabilities</b>	<b>0</b>	<b>7,867,664</b>	<b>7,867,664</b>	<b>726,003</b>
<b>DEFERRED INFLOWS - Pension Deferrals</b>	<b>0</b>	<b>24,159</b>	<b>24,159</b>	<b>0</b>
<b><u>NET POSITION</u></b>				
Net investment in capital assets	0	36,022,472	36,022,472	101,875
Unrestricted	402,435	2,210,695	2,613,130	8,007,345
<b>Total net position</b>	<b>402,435</b>	<b>38,233,167</b>	<b>38,635,602</b>	<b>8,109,220</b>
<b>Total liabilities, deferred inflows and net position</b>	<b>\$402,435</b>	<b>\$46,124,990</b>	<b>\$46,527,425</b>	<b>\$8,835,223</b>

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

YELLOWSTONE COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
 PROPRIETARY FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b>OPERATING REVENUES:</b>				
Charge for services and use of facilities	\$ 290,971	\$ 4,626,401	\$ 4,917,372	\$ 445,981
Intergovernmental	0	0	0	11,128
Health insurance premiums	0	0	0	6,735,515
<b>Total operating revenues</b>	<b>290,971</b>	<b>4,626,401</b>	<b>4,917,372</b>	<b>7,192,624</b>
<b>OPERATING EXPENSES:</b>				
Salaries and benefits	0	3,207,087	3,207,087	307,907
Supplies	0	570,118	570,118	31,363
Contracted services	206,950	2,717,125	2,924,075	167,893
Health claims	0	0	0	8,456,634
Stop-loss insurance and administration	0	59,586	59,586	449,136
Awards	0	114,964	114,964	0
Depreciation	0	1,360,010	1,360,010	33,297
<b>Total operating expenses</b>	<b>206,950</b>	<b>8,028,890</b>	<b>8,235,840</b>	<b>9,446,230</b>
<b>Operating income (loss)</b>	<b>84,021</b>	<b>(3,402,489)</b>	<b>(3,318,468)</b>	<b>(2,253,606)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Taxes	0	2,960,502	2,960,502	0
Intergovernmental revenue	0	155,595	155,595	0
Interest revenue (expense)	0	14,876	14,876	65,791
Other revenue	0	101,530	101,530	0
Revenue from signage agreement	0	111,678	111,678	0
<b>Total nonoperating revenues (expenses)</b>	<b>0</b>	<b>3,344,181</b>	<b>3,344,181</b>	<b>65,791</b>
<b>Income (loss) before transfers</b>	<b>84,021</b>	<b>(58,308)</b>	<b>25,713</b>	<b>(2,187,815)</b>
Transfer in from other funds	0	0	0	2,100,808
Transfer out to other funds	(60,000)	(74,753)	(134,753)	(42,045)
<b>Change in net position</b>	<b>24,021</b>	<b>(133,061)</b>	<b>(109,040)</b>	<b>(129,052)</b>
<b>Net position July 1, 2017</b>	<b>378,414</b>	<b>38,448,606</b>	<b>38,827,020</b>	<b>8,238,272</b>
Restatement for GASB 75 implementation	0	(82,378)	-82,378	0
<b>Net position June 30, 2018</b>	<b>\$ 402,435</b>	<b>\$ 38,233,167</b>	<b>\$ 38,635,602</b>	<b>\$ 8,109,220</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**  
**(Page 1 of 2)**

	Business-type Activities - Enterprise Funds			Governmental Activities
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b><u>Cash flows from operating activities:</u></b>				
Cash received from users	\$ 302,946	\$ 7,557,255	\$ 7,860,201	\$ 456,759
Cash received from health insurance premiums	0	0	0	6,637,655
Cash paid to other suppliers for goods or services	(207,673)	(3,504,434)	(3,712,107)	(157,092)
Cash paid to employees for services	0	(3,256,106)	(3,256,106)	(293,444)
Cash paid for health claims	0	0	0	(8,106,634)
Cash paid for stop-loss insurance and administration	0	0	0	(449,136)
<b>Net cash provided (used) by operating activities</b>	<b>95,273</b>	<b>796,715</b>	<b>891,988</b>	<b>(1,911,893)</b>
<b><u>Cash flows from noncapital financing activities:</u></b>				
Cash received from taxes, licenses, permits, and intergovernmental revenue	0	2,999,733	2,999,733	0
Cash received from interfund transfer	0	0	0	2,100,809
Cash transferred to other funds for services	0	(74,753)	(74,753)	0
Cash transferred to Blight Abatement	(60,000)	0	(60,000)	0
Cash received from other revenues	0	101,530	101,530	0
<b>Net cash provided (used) by noncapital financing activities</b>	<b>(60,000)</b>	<b>3,026,510</b>	<b>2,966,510</b>	<b>2,100,809</b>
<b><u>Cash flows from capital and related financing activities:</u></b>				
Acquisition of capital assets	0	(1,089,500)	(1,089,500)	(109,492)
<b>Net cash used for capital and related financing activities</b>	<b>0</b>	<b>(1,089,500)</b>	<b>(1,089,500)</b>	<b>(109,492)</b>
<b><u>Cash flows from investing activities:</u></b>				
Deposits into cash investments	(43,616)	(166,375)	(209,991)	(644,697)
Interest received on investments	0	11,450	11,450	56,121
<b>Net cash provided (used) by investing activities</b>	<b>(43,616)</b>	<b>(154,925)</b>	<b>(198,541)</b>	<b>(588,576)</b>
<b>Net increase (decrease) in cash and demand investments</b>	<b>(8,344)</b>	<b>2,578,800</b>	<b>2,570,457</b>	<b>(509,152)</b>
<b>Cash and demand investments, and restricted cash, July 1, 2017</b>	<b>165,695</b>	<b>3,425,595</b>	<b>3,591,290</b>	<b>4,181,631</b>
<b>Cash and demand investments, and restricted cash, June 30, 2018</b>	<b>\$ 157,352</b>	<b>\$ 6,004,395</b>	<b>\$ 6,161,747</b>	<b>\$ 3,672,479</b>
<b><u>Presented in Statement of Net Position as follows:</u></b>				
Cash and demand investments, pooled	\$ 157,352	\$ 2,010,067	\$ 2,167,419	
Restricted cash held in trust, nonpooled	0	3,994,328	3,994,328	
<b>Cash and demand investments, and restricted cash, June 30, 2018</b>	<b>\$ 157,352</b>	<b>\$ 6,004,395</b>	<b>\$ 6,161,747</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2018**  
**(Page 2 of 2)**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Refuse Disposal</u>	<u>METRA</u>	<u>Total</u>	<u>Internal</u>
	<u>Fund</u>	<u>Fund</u>		<u>Service Funds</u>
<b>Noncash transactions:</b>				
Net Pension Liability	\$ 0	\$ 237,764	\$ 237,764	\$ 0
Revenue recognized on sales rights agreement	\$ 0	\$ 111,678	\$ 111,678	\$ 0
OPEB Liability	\$ 0	\$ 105,511	\$ 105,511	\$ 0

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

<b>Operating income (loss)</b>	<b>\$ 84,021</b>	<b>\$ (3,402,489)</b>	<b>\$ (3,318,468)</b>	<b>\$ (2,253,606)</b>
<b>Adjustments to reconcile operating income (loss) to net cash from operating activities:</b>				
Depreciation expense	0	1,360,010	1,360,010	33,297
Restatement for GASB 75 implementation	0	(82,378)	(82,378)	0
(Increase) decrease in assets:				
Accounts receivable	0	49,647	49,647	(95,971)
Delinquent assessments receivable	11,975	0	11,975	0
Prepaid expenses	0	(12,043)	(12,043)	(4,014)
Inventories	0	23,157	23,157	0
Construction in progress	0	0	0	0
Increase (decrease) in liabilities:				
Accounts payable	(723)	(53,756)	(54,479)	49,112
Accrued liabilities	0	(42,421)	(42,421)	361,529
Unearned premiums	0	0	0	(2,239)
Unearned event revenue	0	2,883,123	2,883,123	0
Deposits	0	(1,916)	(1,916)	0
Net Pension Liability	0	0	0	0
OPEB Liability	0	75,781	75,781	0
<b>Total adjustments</b>	<b>11,252</b>	<b>4,199,204</b>	<b>4,210,456</b>	<b>341,714</b>
<b>Net cash provided (used) by operating activities</b>	<b>\$ 95,273</b>	<b>\$ 796,715</b>	<b>\$ 891,988</b>	<b>\$ (1,911,892)</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2018**

	<b>External Investment Trust Fund</b>	<b>Agency Funds</b>	<b>Total Fiduciary Funds</b>
<b><u>ASSETS</u></b>			
Cash and demand investments, pooled	\$ 46,389,288	\$ 3,014,847	\$ 49,404,135
Cash investments, pooled	62,006,266	4,105,640	66,111,906
Cash investments, nonpooled	0	0	0
Restricted cash and demand investments held in trust, nonpooled	0	65,355	65,355
Restricted cash investments for capital improvements, nonpooled	0	19,706,077	19,706,077
Restricted cash investments for debt service, nonpooled	0	15,035,826	15,035,826
Receivables:			
Property taxes	0	21,502,805	21,502,805
Accounts receivable	0	38,366	38,366
Delinquent assessments	0	592,069	592,069
Assessments	0	0	0
Accrued interest	281,302	45,805	327,107
Due from other funds	0	8,741,613	8,741,613
<b>Total assets</b>	<b>\$ 108,676,856</b>	<b>\$ 72,848,403</b>	<b>\$ 181,525,259</b>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$0	\$ 134,139	\$ 134,139
Due to other funds - protest tax fund	0	8,741,613	8,741,613
Due to others	0	1,464,843	1,464,843
Due to other taxing districts - county general fund	0	0	0
Due to other taxing districts	0	62,507,808	62,507,808
<b>Total liabilities</b>	<b>0</b>	<b>72,848,403</b>	<b>72,848,403</b>
<b><u>NET POSITION</u></b>			
Net position held in trust for pool participants	<b>\$ 108,676,856</b>	<b>\$0</b>	<b>\$ 108,676,856</b>

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

**YELLOWSTONE COUNTY, MONTANA  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
EXTERNAL INVESTMENT TRUST FUND  
FOR THE YEAR ENDED JUNE 30, 2018**

**ADDITIONS:**

Contributions to pooled investments	\$ 699,211,416	
Interest and investment income	361,016	
<b>Total additions</b>		<b>\$ 699,572,432</b>

**DEDUCTIONS**

Distributions from pooled investments	(694,755,316)	
Investment administrative expenses	(27,499)	
<b>Total deductions</b>		<b>(694,782,815)</b>

<b>Change in net position held in trust for pool participants</b>		<b>4,789,616</b>
<b>Net position held in trust for pool participants, July 1, 2017</b>		<b>103,887,240</b>
<b>Net position held in trust for pool participants, June 30, 2018</b>		<b><u><u>\$ 108,676,856</u></u></b>

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