

All Numbers in This Report
Have Been Rounded To
The Nearest Dollar

ANNUAL FINANCIAL REPORT

UPDATE DOCUMENT

For The

COUNTY of Jefferson

County of Jefferson

For the Fiscal Year Ended 12/31/2017

AUTHORIZATION

ARTICLE 3, SECTION 30 of the GENERAL MUNICIPAL LAW:

1. ***Every Municipal Corporation *** shall annually make a report of its financial condition to the Comptroller. Such report shall be made by the Chief Fiscal Officer of such Municipal Corporation ***

5. All reports shall be certified by the officer making the same and shall be filed with the Comptroller *** It shall be the duty of the incumbent officer at the time such reports are required to be filed with the Comptroller to file such report ***

State of NEW YORK
Office of The State Comptroller
Division of Local Government and School Accountability
Albany, New York 12236

COUNTY OF Jefferson

*** FINANCIAL SECTION ***

Financial Information for the following funds and account groups are included in the Annual Financial Report filed by your government for the fiscal year ended 2016 and has been used by the OSC as the basis for preparing this update document for the fiscal year ended 2017:

- (A) GENERAL
- (CD) SPECIAL GRANT
- (D) COUNTY ROAD
- (DM) ROAD MACHINERY
- (EL) ENTERPRISE REFUSE/GARBAGE
- (H) CAPITAL PROJECTS
- (K) GENERAL FIXED ASSETS
- (TA) AGENCY
- (V) DEBT SERVICE
- (W) GENERAL LONG-TERM DEBT

All amounts included in this update document for 2016 represent data filed by your government with OSC as reviewed and adjusted where necessary.

*** SUPPLEMENTAL SECTION ***

The Supplemental Section includes the following sections:

- 1) Statement of Indebtedness
- 2) Schedule of Time Deposits and Investments
- 3) Bank Reconciliation
- 4) Local Government Questionnaire
- 5) Schedule of Employee and Retiree Benefits
- 6) Schedule of Energy Costs and Consumption
- 7) Schedule of Other Post Employment Benefits (OPEB)

All numbers in this report will be rounded to the nearest dollar.

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(A) GENERAL

Balance Sheet

Account Description	2016	Fid Code	2017
Assets			
Cash	1,520,455	A200	2,678,100
Cash In Time Deposits	28,402,752	A201	23,010,145
Petty Cash	5,600	A210	5,745
TOTAL Cash	29,928,807		25,693,990
Taxes Receivable, Overdue	6,873,428	A260	7,430,224
Returned School Taxes Receivable	3,582,857	A280	3,387,919
City School Taxes Receivable	219,347	A290	230,223
Delinquent Village Taxes Rec	654,093	A295	593,807
Taxes Receivable, Pending	2,662	A300	2,662
Property Acquired For Taxes	34,259	A330	9,569
Allowance For Uncollectible Taxes	-1,790,734	A342	-2,446,716
TOTAL Taxes Receivable (net)	9,575,912		9,207,688
Accounts Receivable	2,955,612	A380	1,828,962
Allowance For Receivables (Credit)	-40,259	A389	-103,276
TOTAL Other Receivables (net)	2,915,353		1,725,686
State And Federal, Social Services	4,445,000	A400	8,794,752
Due From State And Federal Government	4,568,994	A410	3,646,508
TOTAL State And Federal Aid Receivables	9,013,994		12,441,260
Due From Other Funds	1,248,019	A391	967,990
TOTAL Due From Other Funds	1,248,019		967,990
Towns & Cities	566,742	A430	587,613
Due From Other Governments	5,382,835	A440	5,407,286
TOTAL Due From Other Governments	5,949,577		5,994,899
Inventory Of Materials And Supplies	30,225	A445	39,901
TOTAL Inventories	30,225		39,901
Prepaid Expenses	4,310,168	A480	3,782,421
TOTAL Prepaid Expenses	4,310,168		3,782,421
Cash Special Reserves		A230	6,384,177
Cash In Time Deposits Special Reserves	2,267,393	A231	2,080,876
TOTAL Restricted Assets	2,267,393		8,465,053
Miscellaneous Current Assets	4,169	A489	
TOTAL Other	4,169		0
TOTAL Assets and Deferred Outflows of Resources	65,243,617		65,318,888

COUNTY OF Jefferson
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(A) GENERAL

Balance Sheet

Code Description	2016	Fund Code	2017
Accounts Payable	8,718,183	A600	8,905,169
TOTAL Accounts Payable	8,718,183		8,905,169
Accrued Liabilities	199,075	A601	500
TOTAL Accrued Liabilities	199,075		500
Overpayments & Clearing Account	2,948	A690	74,313
TOTAL Other Liabilities	2,948		74,313
Due To Other Governments	7,801,183	A631	7,742,194
Due To School Districts	3,617,162	A660	3,493,082
Due To City School Districts	184,842	A661	228,824
Due To Village, Delinquent Taxes	662,834	A668	622,086
TOTAL Due To Other Governments	12,266,021		12,086,186
TOTAL Liabilities	21,186,227		21,066,168
Deferred Inflows of Resources			
Deferred Inflow of Resources	6,305,211	A691	6,385,267
Deferred Taxes	6,954,383	A694	7,555,910
TOTAL Deferred Inflows of Resources	13,259,594		13,941,177
TOTAL Deferred Inflows of Resources	13,259,594		13,941,177
Fund Balance			
Not in Spendable Form	5,588,411	A806	4,772,322
TOTAL Nonspendable Fund Balance	5,588,411		4,772,322
Workers' Compensation Reserve	72,653	A814	108,615
Unemployment Insurance Reserve	69,852	A815	69,866
Insurance Reserve	1,927,007	A863	1,902,395
Other Restricted Fund Balance	197,881	A899	276,257
TOTAL Restricted Fund Balance	2,267,393		2,357,133
Assigned Appropriated Fund Balance	7,231,600	A914	6,665,697
Assigned Unappropriated Fund Balance	7,261,577	A915	7,346,477
TOTAL Assigned Fund Balance	14,493,177		14,012,174
Unassigned Fund Balance	8,448,815	A917	12,169,914
TOTAL Unassigned Fund Balance	8,448,815		12,169,914
TOTAL Fund Balance	30,797,796		33,311,843
TOTAL Liabilities, Deferred Inflows And Fund Balance	65,243,617		68,318,888

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(A) GENERAL

Results of Operation

Code/Description	2016	EdaCode	2017
Revenues			
Real Property Taxes	55,326,481	A1001	54,883,326
TOTAL Real Property Taxes	55,326,481		54,883,326
Gain From Sale of Tax Acq Property	-426,927	A1051	81,348
Other Payments In Lieu of Taxes	544,696	A1081	712,558
Other Tax Items	445,096	A1089	437,310
Interest & Penalties On Real Prop Taxes	2,080,013	A1090	1,455,020
TOTAL Real Property Tax Items	2,642,878		2,686,236
Sales And Use Tax	73,630,440	A1110	75,086,503
Tax On Hotel Room Occupancy	467,090	A1113	494,387
Emergency Telephone System Surcharge	138,168	A1140	129,845
TOTAL Non Property Tax Items	74,235,698		75,710,735
Medical Examiner Fees	7,581	A1225	47
Treasurer Fees	27,476	A1230	29,812
Charges For Tax Redemption	239,380	A1235	12,904
Clerk Fees	1,727,827	A1255	1,965,454
Personnel Fees	10,765	A1260	12,420
Attorney Fees	274,319	A1265	284,779
Other General Departmental Income	578,365	A1289	406,364
Sheriff Fees	196,520	A1510	201,128
Altern To Incarceration Fees	3,444	A1515	3,390
Prisoner Charges	59,779	A1525	69,596
Public Pound Charges, Dog Control Fees	7,907	A1550	3,840
Safety Inspection Fees	81,424	A1560	84,235
Restitution Surcharge	8,956	A1580	8,008
Other Public-Safety Departmental Income	134,966	A1589	129,863
Public Health Fees	102,067	A1601	116,045
Charges For Care of Handi Children	1,631	A1605	1,080
Home Nursing Charges	3,586,057	A1610	3,216,678
Early Interven Fees For Serv	35	A1621	45
Other Health Departmental Income	361,173	A1689	394,403
Airport Fees & Rentals	592,221	A1770	672,317
Airport Concessions	3,638	A1774	4,684
Airport Sales of Supplies	790,460	A1776	827,562
Other Transportation Departmental Income	2,855	A1789	2,180
Repay of Medical Assistance	322,967	A1801	291,802
Repayment of Family Assistance	573,531	A1809	574,040
Medical Incentive Earnings	193,125	A1811	195,540
Repayment of Child Care	244,772	A1819	243,207
Repayment of Juvenile Delinquent Care		A1823	235
Repayment of Safety Net Assistance	330,834	A1840	406,827
Repayment of Home Energy Assis	139,656	A1841	186,754
Repayments of Burials		A1848	12,237
Repayments of Day Care	3,083	A1855	4,677
Repayments of Services For Recipients	14,783	A1870	7,631
Charges-Programs For The Aging	53,631	A1972	30,493

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(A) GENERAL

Results of Operation

Code Description	2016	Edp Code	2017
Revenues			
Other Home & Community Services Income	8,050	A2189	8,050
TOTAL Departmental Income	10,683,278		10,408,327
General Services, Inter Government	397,202	A2210	428,628
Election Service Charges	768	A2215	641
Public Safety Services For Other Govts	163,133	A2260	179,589
Jail Facilities Services, Other Govts	21,497	A2264	57,343
Dog Control Services, Ot Govts	397,880	A2268	432,902
Health Services For Other Govts Or Dist	2,586,685	A2280	2,367,584
Econ Assist, Other Govts		A2320	43,124
Programs For Aging, Other Govts	15,472	A2351	16,592
TOTAL Intergovernmental Charges	3,582,637		3,526,403
Interest And Earnings	222,127	A2401	321,741
Rental of Real Property	447,023	A2410	427,351
Rental of Equipment	6,600	A2414	
Commissions	8,357	A2450	8,029
TOTAL Use of Money And Property	684,107		757,121
Licenses, Other	52,819	A2545	36,303
TOTAL Licenses And Permits	52,819		36,303
Fines And Forfeited Bail	5,545	A2610	5,691
Stop-Dwi Fines	178,126	A2615	177,454
Forfeitures of Deposits		A2620	585
Forfeiture of Crime Proceeds Restricted	3,176	A2626	11,355
TOTAL Fines And Forfeitures	186,847		195,085
Sales of Scrap & Excess Materials		A2650	2,634
Sales of Forest Products	30,500	A2652	69,843
Sales, Other	7,084	A2655	7,189
Sales of Equipment	24,623	A2665	33,668
Insurance Recoveries	13,165	A2680	10,861
Other Compensation For Loss	2,605,877	A2690	1,141,007
TOTAL Sale of Property And Compensation For Loss	2,681,249		1,265,202
Reimbursement of Medicare Part D Exp	414,128	A2700	373,809
Refunds of Prior Year's Expenditures	898,600	A2701	825,065
Gifts And Donations	140,619	A2705	158,702
Employees Contributions	1,834,691	A2709	2,031,318
Premium On Obligations	31,518	A2710	141,240
Unclassified (specify)	2,475	A2770	880
TOTAL Miscellaneous Local Sources	3,322,031		3,531,014
State Aid Court Facilities	1,029,281	A3021	990,526
State Aid, Indigent Legal Services Fund	319,669	A3025	451,215
St Aid, District Attorney Salaries	112,087	A3030	116,344
St Aid, Probation Services	606,656	A3310	617,879
St Aid, Unified Court Budget Sec Costs	127,360	A3330	132,648
St Aid, Public Health	659,589	A3401	640,134
St Aid Handicapped Children	2,841,796	A3446	2,386,380
Early Intervention State Aid	124,175	A3449	174,978
St Aid, Public Health, Other	347,282	A3450	117,096

COUNTY OF Jefferson
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(A) GENERAL

Results of Operation

Code Description	2016	Eqp Code	2017
Revenues			
St Aid, Narcotic Addiction Control	1,759,640	A3486	1,557,680
St Aid, Other Health	250,000	A3489	275,361
St Aid, Mental Health	2,654,195	A3490	2,787,803
St Aid, Medical Assistance	-175,440	A3601	-138,431
St Aid, Family Assistance	791,669	A3609	15,313
St Aid, Social Services Administration	3,892,348	A3610	1,850,645
St Aid, Safety Net	1,322,801	A3640	1,159,092
St Aid, Emergency Aid For Adults	59,349	A3642	41,372
St Aid, Day Care	40,462	A3655	632,776
St Aid, Services For Recipients	3,511,342	A3670	3,229,382
St Aid, Veterans Service Agencies	8,529	A3710	8,529
St Aid, Programs For Aging	575,283	A3772	758,281
St Aid-Economic Assistance	5,844	A3789	8,931
St Aid, Youth Programs	108,553	A3820	111,824
St Aid - Other Home And Community Service	71,337	A3989	56,860
TOTAL State Aid	21,043,807		17,982,618
Federal Aid - Other	12,681	A4089	
Fed Aid, Crime Control	262,039	A4320	174,323
Fed Aid Other Public Safety	86,545	A4389	74,985
Early Intervention Federal	69,771	A4451	76,555
Fed Aid Alcohol Addiction Control	953,016	A4488	1,054,748
Fed Aid Other Health	355,800	A4489	157,264
Fed Aid, Mental Health		A4490	123,556
Fed Aid, Airport Cap Proj	98,897	A4592	51,565
Fed Aid, Medicaid Assistance	-132,881	A4601	-98,222
Fed Aid, Family Assistance	5,727,094	A4609	5,200,634
Fed Aid, Social Services Administration	4,674,403	A4610	6,612,899
Fed Aid, Food Stamp Program Admin		A4611	2,083,011
Flexible Fund For Family Services (fffs)	3,507,919	A4615	4,021,961
Fed Aid, Home Energy Assistance	-127,897	A4641	-329,912
Title Iv-B Funds	149,634	A4661	
Fed Aid, Services For Recipients	3,682,985	A4670	2,866,724
Fed Aid, Programs For Aging	2,534,215	A4772	556,580
Fed Aid, Disaster Assistance	67,575	A4785	59,981
TOTAL Federal Aid	21,921,796		22,686,652
TOTAL Revenues	196,363,628		193,669,022
Interfund Transfers	146,500	A5031	27,558
TOTAL Interfund Transfers	146,500		27,558
TOTAL Other Sources	146,500		27,558
TOTAL Detail Revenues And Other Sources	196,510,128		193,696,580

COUNTY OF Jefferson
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(A) GENERAL

Results of Operation

Code Description	2016	Exp Code	2017
Expenditures			
Legislative Board, Pers Serv	216,852	A10101	220,123
Legislative Board, Contr Expend	20,921	A10104	18,405
Legislative Board, Empl Bnfts	40,638	A10108	41,093
TOTAL Legislative Board	278,411		279,621
Clerk of Legis Board,pers Serv	383,864	A10401	446,636
Clerk of Legis Board,contr Expend	33,561	A10404	27,825
Clerk of Legis Board,empl Bnfts	196,624	A10408	233,492
TOTAL Clerk of Legis Board	614,049		707,953
Municipal Court, Contr Expend	3,410	A11104	3,030
TOTAL Municipal Court	3,410		3,030
Unified Court Budget Costs, Pers Serv	89,800	A11621	77,698
Unified Court Budget Costs, Contr Expend	-949	A11624	-433
Unified Court Budget Costs, Empl Bnfts	75,105	A11628	69,329
TOTAL Unified Court Budget Costs	163,956		146,594
District Attorney, Pers Serv	1,065,351	A11651	1,119,994
District Attorney,equip & Cap Outlay		A11652	
District Attorney,contr Expend	148,586	A11654	136,036
District Attorney,empl Bnfts	490,925	A11658	511,438
TOTAL District Attorney	1,704,862		1,767,468
Public Defender,pers Serv	662,165	A11701	646,398
Public Defender,contr Expend	891,367	A11704	947,901
Public Defender,empl Bnfts	288,694	A11708	296,116
TOTAL Public Defender	1,842,226		1,890,415
Med Examiners & Coroners,pers Serv	165,643	A11851	168,196
Med Examiners & Coroners,contr Expend	125,745	A11854	147,142
Med Examiners & Coroners,empl Bnfts	65,660	A11858	68,471
TOTAL Med Examiners & Coroners	357,048		383,809
Treasurer, Pers Serv	323,001	A13251	346,312
Treasurer, Contr Expend	83,128	A13254	87,338
Treasurer, Empl Bnfts	159,746	A13258	171,051
TOTAL Treasurer	565,875		604,701
Purchasing, Pers Serv	240,155	A13451	248,732
Purchasing, Contr Expend	12,864	A13454	13,325
Purchasing, Empl Bnfts	152,264	A13458	171,545
TOTAL Purchasing	405,283		433,602
Assessment, Pers Serv	492,433	A13551	464,853
Assessment, Contr Expend	67,168	A13554	67,124
Assessment, Empl Bnfts	272,744	A13558	267,122
TOTAL Assessment	832,345		799,099
Credit Card Fees	18,618	A13754	19,798
TOTAL Credit Card Fees	18,618		19,798
Clerk,pers Serv	923,633	A14101	856,790
Clerk,equip & Cap Outlay	7,789	A14102	
Clerk,contr Expend	146,961	A14104	137,788
Clerk,empl Bnfts	624,890	A14108	619,578
TOTAL Clerk	1,703,273		1,614,156

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(A) GENERAL

Results of Operation

Code Description	2016	Sub Code	2017
Expenditures			
Law, Pers Serv	648,794	A14201	664,414
Law, Contr Expend	289,259	A14204	276,050
Law, Empl Bnfts	387,861	A14208	417,572
TOTAL Law	1,325,914		1,358,036
Personnel, Pers Serv	203,542	A14301	206,475
Personnel, Contr Expend	20,649	A14304	22,977
Personnel, Empl Bnfts	108,156	A14308	114,439
TOTAL Personnel	332,347		343,891
Elections, Pers Serv	422,143	A14501	375,751
Elections, Contr Expend	127,922	A14504	100,299
Elections, Empl Bnfts	184,212	A14508	208,978
TOTAL Elections	734,277		685,028
Buildings, Pers Serv	1,393,911	A16201	1,380,946
Buildings, Equip & Cap Outlay	4,495	A16202	28,787
Buildings, Contr Expend	1,074,859	A16204	1,080,807
Buildings, Empl Bnfts	838,536	A16208	826,616
TOTAL Buildings	3,311,801		3,317,156
Central Print & Mail, Pers Serv	40,076	A16701	40,378
Central Print & Mail, contr Expend	47,050	A16704	44,105
Central Print & Mail, empl Bnfts	31,686	A16708	34,435
TOTAL Central Print & Mail	118,812		118,918
Central Data Process, Pers Serv	559,188	A16801	577,628
Central Data Process & Cap Outlay	5,427	A16802	16,447
Central Data Process, Contr Expend	276,467	A16804	308,110
Central Data Process, Empl Bnfts	312,916	A16808	335,814
TOTAL Central Data Process	1,153,998		1,237,999
Unallocated Insurance, Contr Expend	479,314	A19104	429,238
TOTAL Unallocated Insurance	479,314		429,238
Judgements And Claims, Contr Expend	25,633	A19304	37,024
TOTAL Judgements And Claims	25,633		37,024
Taxes & Assess On Munic Prop, Contr Expend	30,557	A19504	30,557
TOTAL Taxes & Assess On Munic Prop	30,557		30,557
Distribution of Sales Tax	39,024,133	A19854	39,795,847
TOTAL Distribution of Sales Tax	39,024,133		39,795,847
TOTAL General Government Support	55,026,142		55,003,940
Community College Tuition, contr Expend	380,684	A24904	390,150
TOTAL Community College Tuition	380,684		390,150
Contribution, community College, contr Expen	4,864,436	A24954	4,864,436
TOTAL Contribution	4,864,436		4,864,436
Vocational Ed & Ext Brd, contr Expend	663,000	A29304	663,000
TOTAL Vocational Ed & Ext Brd	663,000		663,000
Education Handicapped Children, contr Expen	4,894,947	A29604	4,370,819
TOTAL Education Handicapped Children	4,894,947		4,370,819
TOTAL Education	10,803,067		10,288,406
Sheriff, pers Serv	3,224,299	A31101	3,350,394

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(A) GENERAL

Results of Operation

Code Description	2016	EdnCode	2017
Expenditures			
Sheriff, Equip & Cap Outlay	304,115	A31102	355,666
Sheriff, Contr Expend	495,711	A31104	432,906
Sheriff, Empl Bnfts	1,500,485	A31108	1,538,868
TOTAL Sheriff	5,524,610		5,677,834
Probation, Pers Serv	2,136,322	A31401	2,104,994
Probation, Equip & Cap Outlay	1,605	A31402	
Probation, Contr Expend	279,929	A31404	326,699
Probation, Empl Bnfts	1,105,595	A31408	1,139,844
TOTAL Probation	3,523,451		3,571,637
Jail, Pers Serv	4,424,054	A31501	4,939,313
Jail, Equip & Cap Outlay	8,487	A31502	49,235
Jail, Contr Expend	985,084	A31504	1,393,875
Jail, Empl Bnfts	2,200,798	A31508	2,397,597
TOTAL Jail	7,618,423		8,780,020
Stop Dwi, Equip & Cap Outlay	12,750	A33152	
Stop Dwi, contr Expend	244,880	A33154	226,647
TOTAL Stop Dwi	257,630		226,647
Fire, Pers Serv	1,572,878	A34101	1,745,293
Fire, Equip & Cap Outlay	57,255	A34102	27,256
Fire, Contr Expend	475,532	A34104	440,851
Fire, Empl Bnfts	801,807	A34108	827,245
TOTAL Fire	2,907,472		3,040,645
Control of Animals, Pers Serv	261,952	A35101	227,126
Control of Animals, Equip & Cap Outlay	52,423	A35102	
Control of Animals, Contr Expend	63,130	A35104	48,033
Control of Animals, Empl Bnfts	147,896	A35108	134,503
TOTAL Control of Animals	525,401		409,662
Safety Inspection, Pers Serv	320,979	A36201	345,961
Safety Inspection, Contr Expend	29,564	A36204	33,793
Safety Inspection, Empl Bnfts	173,232	A36208	158,034
TOTAL Safety Inspection	523,775		537,788
TOTAL Public Safety	20,880,762		22,244,133
Public Health, Pers Serv	313,203	A40101	317,117
Public Health, Contr Expend	52,794	A40104	36,344
Public Health, Empl Bnfts	169,807	A40108	172,064
TOTAL Public Health	535,804		525,525
Rabies Control, Pers Serv	2,431	A40421	2,389
Rabies Control, Contr Expend	90,920	A40424	72,126
Rabies Control, empl Bnfts	238	A40428	290
TOTAL Rabies Control	93,589		74,805
Physically Handicapped, Contr Expend	2,621	A40464	3,157
TOTAL Physically Handicapped	2,621		3,157
Public Health Other, Pers Serv	2,929,080	A40501	2,781,329
Public Health Other, Equip & Cap Outlay	8,539	A40502	
Public Health Other, Contr Expend	1,314,509	A40504	1,222,120

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(A) GENERAL

Results of Operation

Code Description	2016	FdgCode	2017
Expenditures			
Public Health Other, Empl Bnfts	1,470,368	A40508	1,488,810
TOTAL Public Health Other	1,470,368		1,488,810
Mental Health Admin,pers Serv	456,485	A43101	459,729
Mental Health Admin,contr Expend	325,922	A43104	330,276
Mental Health Admin,empl Bnfts	196,197	A43108	202,428
TOTAL Mental Health Admin	978,604		992,433
Mental Health Prog,contr Expend	5,736,356	A43204	5,577,500
TOTAL Mental Health Prog	5,736,356		5,577,500
Mental Retardation, Contr Expend	266,072	A43404	346,941
TOTAL Mental Retardation	266,072		346,941
Psych Exp, Crim Act, Contr Expend	23,488	A43904	56,613
TOTAL Psych Exp	23,488		56,613
TOTAL Health	13,359,030		13,069,233
Airport, Pers Serv	583,553	A56101	565,294
Airport, Equip & Cap Outlay	60,033	A56102	32,530
Airport, Contr Expend	1,046,255	A56104	1,054,748
Airport, Empl Bnfts	279,486	A56108	302,962
TOTAL Airport	1,969,327		1,955,534
TOTAL Transportation	1,969,327		1,955,534
Admin, Pers Serv	9,375,272	A60101	9,435,819
Admin, Equip & Cap Outlay	77,430	A60102	21,131
Admin, Contr Expend	2,020,101	A60104	1,876,685
Admin, Empl Bnfts	6,618,299	A60108	7,097,930
TOTAL Admin	18,091,102		18,431,565
Public Home, Contr Expend	500,000	A60304	500,000
TOTAL Public Home	500,000		500,000
Day Care, Contr Expend	1,638,721	A60554	1,621,365
TOTAL Day Care	1,638,721		1,621,365
Services For Recipients, Contr Expend	2,104,978	A60704	1,555,131
TOTAL Services For Recipients	2,104,978		1,555,131
Medicaid	19,259,120	A61004	19,240,364
TOTAL Medicaid	19,259,120		19,240,364
Medical Assistance, Contr Expend	32,061	A61014	1,986
TOTAL Medical Assistance	32,061		1,986
Family Assistance, Contr Expend	4,448,410	A61094	4,113,153
TOTAL Family Assistance	4,448,410		4,113,153
Child Care, Contr Expend	6,965,030	A61194	7,386,281
TOTAL Child Care	6,965,030		7,386,281
State Training School, Contr Expend	32,819	A61294	100,216
TOTAL State Training School	32,819		100,216
Safety Net, Contr Expend	5,141,148	A61404	4,838,489
TOTAL Safety Net	5,141,148		4,838,489
Home Energy Assistance, Contr Expend	23,080	A61414	68,706
TOTAL Home Energy Assistance	23,080		68,706

COUNTY OF Jefferson
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(A) GENERAL

Results of Operation

Code Description	2016	Exp Code	2017
Expenditures			
Emergency Aid For Adults, Contr Expend	118,206	A61424	85,551
TOTAL Emergency Aid For Adults	118,206		85,551
Community Action, Contr Expend	1,095,555	A63104	1,134,636
TOTAL Community Action	1,095,555		1,134,636
Publicity, Contr Expend	507,480	A64104	507,480
TOTAL Publicity	507,480		507,480
Promotion of Industry, Contr Expend	459,040	A64204	459,040
TOTAL Promotion of Industry	459,040		459,040
Veterans Service, Pers Serv	112,238	A65101	133,437
Veterans Service, Contr Expend	4,418	A65104	4,215
Veterans Service, Empl Bnfts	39,607	A65108	51,440
TOTAL Veterans Service	156,263		189,092
Private Soc Serv Agency, Contr Expend	58,660	A65304	58,660
TOTAL Private Soc Serv Agency	58,660		58,660
Consumer Affairs, Pers Serv	87,885	A66101	91,750
Consumer Affairs, Contr Expend	3,424	A66104	5,699
Consumer Affairs, Empl Bnfts	39,786	A66108	58,211
TOTAL Consumer Affairs	131,095		155,660
Programs For Aging, Pers Serv	533,584	A67721	565,896
Programs For Aging, Contr Expend	1,404,443	A67724	1,392,732
Programs For Aging, Empl Bnfts	272,418	A67728	263,095
TOTAL Programs For Aging	2,210,445		2,221,723
TOTAL Economic Assistance And Opportunity	62,973,213		62,669,098
Youth Prog, Contr Expend	94,760	A73104	93,599
TOTAL Youth Prog	94,760		93,599
Library, Contr Expend	168,300	A74104	168,300
TOTAL Library	168,300		168,300
Historian, Pers Serv	3,583	A75101	
Historian, Contr Expend	16,080	A75104	16,080
Historian, Empl Bnfts	419	A75108	448
TOTAL Historian	20,082		16,528
Other Culture And Rec, Contr Expend	71,337	A79894	56,860
TOTAL Other Culture And Rec	71,337		56,860
TOTAL Culture And Recreation	354,479		335,287
Planning, Pers Serv	308,064	A80201	301,757
Planning, Contr Expend	44,191	A80204	29,870
Planning, Empl Bnfts	146,206	A80208	147,031
TOTAL Planning	498,461		478,658
Conservation, Contr Expend	195,840	A87104	195,840
TOTAL Conservation	195,840		195,840
Forestry, Contr Expend	166,451	A87304	167,185
TOTAL Forestry	166,451		167,185
TOTAL Home And Community Services	860,752		841,683
Worker's Compensation, Empl Bnfts	1,214,759	A90408	1,423,511
Unemployment Insurance, Empl Bnfts	25,015	A90508	34,758

COUNTY OF Jefferson
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(A) GENERAL

Results of Operation

Line Description	2016	Fcb Code	2017
Expenditures			
Hospital & Medical (dental) Ins, Empl Bnft	9,030,307	A90608	8,127,102
TOTAL Employee Benefits	10,270,081		9,585,071
Debt Principal, Bond Anticipation Notes	50,000	A97306	50,000
TOTAL Debt Principal	50,000		50,000
Debt Interest, Bond Anticipation Notes	4,950	A97307	67,811
TOTAL Debt Interest	4,950		67,811
TOTAL Expenditures	176,551,803		177,110,495
Transfers, Other Funds	14,323,296	A99019	14,139,125
TOTAL Operating Transfers	14,323,296		14,139,125
TOTAL Other Uses	14,323,296		14,139,125
TOTAL Detail Expenditures And Other Uses	190,875,099		191,249,620

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(A) GENERAL

Analysis of Changes in Fund Balance

Code Description	2016	Ed Code	2017
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	25,162,808	A8021	30,797,837
Prior Period Adj -Increase In Fund Balance		A8012	66,745
Restated Fund Balance - Beg of Year	25,162,808	A8022	30,864,582
ADD - REVENUES AND OTHER SOURCES	196,510,128		193,696,580
DEDUCT - EXPENDITURES AND OTHER USES	190,875,099		191,249,620
Fund Balance - End of Year	30,797,837	A8029	33,311,542

COUNTY OF Jefferson
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(A) GENERAL

Budget Summary

Account Description	2017	Fund Code	2016
Estimated Revenues			
Est Rev - Real Property Taxes	55,346,679	A1049N	56,842,526
Est Rev - Real Property Tax Items	2,500,000	A1099N	2,700,000
Est Rev - Non Property Tax Items	73,754,484	A1199N	73,764,484
Est Rev - Departmental Income	12,398,370	A1299N	12,916,610
Est Rev - Intergovernmental Charges	3,298,926	A2399N	3,642,501
Est Rev - Use of Money And Property	547,500	A2499N	383,700
Est Rev - Licenses And Permits	25,000	A2599N	50,000
Est Rev - Fines And Forfeitures	231,375	A2649N	181,120
Est Rev - Sale of Prop And Comp For Loss	1,338,000	A2699N	1,338,000
Est Rev - Miscellaneous Local Sources	2,632,459	A2799N	3,088,257
Est Rev - Interfund Revenues	15,371	A2801N	-1,484,294
Est Rev - State Aid	19,733,686	A3099N	19,727,075
Est Rev - Federal Aid	22,267,042	A4099N	21,419,149
TOTAL Estimated Revenues	194,088,992		194,569,126
Estimated - Interfund Transfer	22,500	A5031N	0
Appropriated Fund Balance	7,231,600	A599N	6,428,210
TOTAL Estimated Other Sources	7,254,100		6,428,210
TOTAL Estimated Revenues And Other Sources	201,342,992		200,997,336

COUNTY OF Jefferson
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(A) GENERAL

Budget Summary

Code Description	2017	Fund Code	2016
Appropriations			
App - General Government Support	57,594,502	A1999N	56,622,245
App - Education	11,337,436	A2999N	11,372,984
App - Public Safety	22,244,335	A3999N	22,501,531
App - Health	13,529,745	A4999N	13,611,248
App - Transportation	2,448,128	A5999N	2,447,343
App - Economic Assistance And Opportunity	66,794,077	A6999N	65,577,488
App - Culture And Recreation	278,880	A7999N	280,228
App - Home And Community Services	1,026,036	A8999N	972,354
App - Employee Benefits	12,057,830	A9199N	12,644,932
TOTAL Appropriations	187,310,969		186,030,363
App - Interfund Transfer	14,032,023	A9999N	14,966,985
TOTAL Other Uses	14,032,023		14,966,985
TOTAL Appropriations And Other Uses	201,342,992		200,997,338

COUNTY OF Jefferson
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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2016	Fund Code	2017
Assets			
Cash In Time Deposits	107,419	CD201	
TOTAL Cash	107,419		0
Accounts Receivable		CD380	310
TOTAL Other Receivables (net)	0		310
Due From State And Federal Government	353,108	CD410	192,033
TOTAL State And Federal Aid Receivables	353,108		192,033
Due From Other Governments	51,888	CD440	43,859
TOTAL Due From Other Governments	51,888		43,859
Prepaid Expenses	31,520	CD480	31,482
TOTAL Prepaid Expenses	31,520		31,482
Cash Special Reserves		CD230	58,621
TOTAL Restricted Assets	0		58,621
TOTAL Assets and Deferred Outflows of Resources	543,935		326,306

COUNTY OF Jefferson
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(CD) SPECIAL GRANT

Balance Sheet

Code Description	2016	Fund Code	2017
Accounts Payable	413,846	CD600	214,225
TOTAL Accounts Payable	413,846		214,225
Accrued Liabilities		CD601	
TOTAL Accrued Liabilities	0		0
Overpayments & Clearing Account		CD690	
TOTAL Other Liabilities	0		0
Due To Other Funds		CD630	17,990
TOTAL Due To Other Funds	0		17,990
Due To Other Governments		CD631	
TOTAL Due To Other Governments	0		0
TOTAL Liabilities	413,846		232,215
Deferred Inflows of Resources			
Deferred Inflow of Resources	33,759	CD691	48,759
TOTAL Deferred Inflows of Resources	33,759		48,759
TOTAL Deferred Inflows of Resources	33,759		48,759
Fund Balance			
Not in Spendable Form	31,520	CD806	31,481
TOTAL Nonspendable Fund Balance	31,520		31,481
Other Restricted Fund Balance	21,822	CD899	32,475
TOTAL Restricted Fund Balance	21,822		32,475
Assigned Unappropriated Fund Balance	42,988	CD915	
TOTAL Assigned Fund Balance	42,988		0
Unassigned Fund Balance		CD917	-18,625
TOTAL Unassigned Fund Balance	0		-18,625
TOTAL Fund Balance	96,330		45,331
TOTAL Liabilities, Deferred Inflows And Fund Balance	543,935		326,305

COUNTY OF Jefferson
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(CD) SPECIAL GRANT

Results of Operation

Code Description	2016	Code	2017
Revenues			
Other General Department Inc	847,108	CD1289	853,437
TOTAL Departmental Income	847,108		853,437
Rental of Real Property, Other Govts	113,425	CD2410	109,956
TOTAL Use of Money And Property	113,425		109,956
Sales of Equipment	21	CD2665	10
TOTAL Sale of Property And Compensation For Loss	21		10
Refunds of Prior Year's Expenditures	48,375	CD2701	4,257
TOTAL Miscellaneous Local Sources	48,375		4,257
Federal Aid - Other	14,787	CD4089	12,144
Federal Aid - Workforce Investment Act	1,481,635	CD4791	1,419,313
Fed Aid, Community Development Act	806,586	CD4910	859,093
Fed Aid, Other Home And Comm Services	622,626	CD4989	683,321
TOTAL Federal Aid	2,925,634		2,973,871
TOTAL Revenues	3,934,563		3,941,631
TOTAL Detail Revenues And Other Sources	3,934,563		3,941,631

COUNTY OF Jefferson
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(CD) SPECIAL GRANT

Results of Operation

Code Description	2016	EdB Code	2017
Expenditures			
Job Train Admin, Per Serv	883,048	CD62901	860,428
Job Train Admin, Equip & Cap Outlay	1,117	CD62902	144
Job Train Admin, Contr Expend	1,017,911	CD62904	1,126,292
Job Train Admin, Empl Bnfts	440,393	CD62908	463,234
TOTAL Job Train Admin	2,342,469		2,450,098
TOTAL Economic Assistance And Opportunity	2,342,469		2,450,098
Rehab Loans & Grant, Contr Expend	1,429,194	CD86684	1,542,431
TOTAL Rehab Loans & Grant	1,429,194		1,542,431
TOTAL Home And Community Services	1,429,194		1,542,431
TOTAL Expenditures	3,771,663		3,992,529
TOTAL Detail Expenditures And Other Uses	3,771,663		3,992,529

COUNTY OF Jefferson
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(CD) SPECIAL GRANT

Analysis of Changes in Fund Balance

Code Description	2016	FndCode	2017
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	11,079	CD8021	96,329
Prior Period Adj -Decrease In Fund Balance	77,650	CD8015	
Restated Fund Balance - Beg of Year	-66,571	CD8022	96,329
ADD - REVENUES AND OTHER SOURCES	3,934,563		3,941,531
DEDUCT - EXPENDITURES AND OTHER USES	3,771,663		3,992,529
Fund Balance - End of Year	96,329	CD8029	45,331

COUNTY OF Jefferson
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(D) COUNTY ROAD

Balance Sheet

Code Description	2016	EqbCode	2017
Assets			
Cash In Time Deposits	4,722,220	D201	4,725,822
TOTAL Cash	4,722,220		4,725,822
Accounts Receivable	153	D380	4,670
TOTAL Other Receivables (net)	153		4,670
Due From State And Federal Government		D410	47,024
TOTAL State And Federal Aid Receivables	0		47,024
Due From Other Governments	5,587	D440	266
TOTAL Due From Other Governments	5,587		266
Prepaid Expenses	89,037	D480	100,584
TOTAL Prepaid Expenses	89,037		100,584
TOTAL Assets and Deferred Outflows of Resources	4,816,997		4,878,366

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(D) COUNTY ROAD

Balance Sheet

Code Description	2016	Fund Code	2017
Accounts Payable	244,379	D600	310,611
TOTAL Accounts Payable	244,379	D601	310,611
Accrued Liabilities	0		0
TOTAL Accrued Liabilities	0		0
TOTAL Liabilities	244,379		310,611
Fund Balance	89,037	D806	100,584
Not in Spendable Form	89,037		100,584
TOTAL Nonspendable Fund Balance	89,037		100,584
Assigned Unappropriated Fund Balance	4,483,581	D915	4,467,171
TOTAL Assigned Fund Balance	4,483,581		4,467,171
TOTAL Fund Balance	4,572,618		4,567,755
TOTAL Liabilities, Deferred Inflows And Fund Balance	4,816,997		4,878,366

COUNTY OF Jefferson
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(D) COUNTY ROAD

Results of Operation

Code Description	2016	ExpCode	2017
Revenues			
Transportation Services, Other Govts	12,813	D2300	21,071
Roads & Bridges Charges Other Govts	23,706	D2306	27,877
TOTAL Intergovernmental Charges	36,519		48,948
Interest And Earnings		D2401	15,082
TOTAL Use of Money And Property	0		15,082
Permits, Other	5,710	D2590	5,020
TOTAL Licenses And Permits	5,710		5,020
Sales of Refuse For Recycling	166	D2651	193
Insurance Recoveries	12,356	D2680	887
TOTAL Sale of Property And Compensation For Loss	12,522		1,080
Refunds of Prior Year's Expenditures	179	D2701	
TOTAL Miscellaneous Local Sources	179		0
Interfund Revenues	659	D2801	151
TOTAL Interfund Revenues	659		151
St Aid, Consolidated Highway Aid	4,340,037	D3501	4,860,335
TOTAL State Aid	4,340,037		4,860,335
Fed Aid Other Transportation		D4589	105,116
TOTAL Federal Aid	0		105,116
TOTAL Revenues	4,395,626		6,035,732
Interfund Transfers	9,575,024	D5031	9,287,367
TOTAL Interfund Transfers	9,575,024		9,287,367
TOTAL Other Sources	9,575,024		9,287,367
TOTAL Detail Revenues And Other Sources	13,970,650		14,323,099

COUNTY OF Jefferson
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(D) COUNTY ROAD

Results of Operation

Code Description	2016	Fund Code	2017
Expenditures			
Traffic Control, Pers Serv	248,923	D33101	178,909
Traffic Control, Contr Expen	331,136	D33104	334,586
Traffic Control, Empl Bnfts	106,012	D33108	99,454
TOTAL Traffic Control	686,071		612,949
TOTAL Public Safety	686,071		612,949
Street Admin, Pers Serv	286,243	D50101	302,366
Street Admin, Contr Expend	27,273	D50104	127,354
Street Admin, Empl Bnfts	133,472	D50108	147,806
TOTAL Street Admin	446,988		577,526
Engineering, Pers Serv	316,367	D50201	365,702
Engineering, Equip & Cap Outlay	645	D50202	19,198
Engineering, Contr Expend	15,608	D50204	15,851
Engineering, Empl Bnfts	99,645	D50208	116,667
TOTAL Engineering	432,265		517,418
Maint of Streets, Pers Serv	1,718,640	D51101	1,870,196
Maint of Streets, Contr Expend	1,796,481	D51104	2,136,831
Maint of Streets, Empl Bnfts	865,355	D51108	949,231
TOTAL Maint of Streets	4,380,476		4,956,258
Perm Improve Highway, Contr Expend	3,020,335	D51124	2,987,633
TOTAL Perm Improve Highway	3,020,335		2,987,633
Snow Removal, Contr Expend	2,895,248	D51424	3,083,358
TOTAL Snow Removal	2,895,248		3,083,358
TOTAL Transportation	11,175,312		12,122,193
Unemployment Insurance, Empl Bnfts	20,793	D90508	42,820
TOTAL Employee Benefits	20,793		42,820
TOTAL Expenditures	11,882,176		12,777,962
Transfers, Capital Projects Fund	1,980,000	D99509	1,550,000
TOTAL Operating Transfers	1,980,000		1,550,000
TOTAL Other Uses	1,980,000		1,550,000
TOTAL Detail Expenditures And Other Uses	13,862,176		14,327,962

COUNTY OF Jefferson
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(D) COUNTY ROAD

Analysis of Changes in Fund Balance

Code Description	2016	Fund Code	2017
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	4,464,144	D8021	4,572,618
Restated Fund Balance - Beg of Year	4,464,144	D8022	4,572,618
ADD - REVENUES AND OTHER SOURCES	13,970,650		14,323,099
DEDUCT - EXPENDITURES AND OTHER USES	13,862,176		14,327,962
Fund Balance - End of Year	4,572,618	D8029	4,567,755

COUNTY OF Jefferson
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(D) COUNTY ROAD

Budget Summary

Code Description	2017	Fund Code	2018
Estimated Revenues			
Est Rev - Intergovernmental Charges	0	D2399N	0
Est Rev - Sale of Prop And Comp For Loss	0	D2699N	0
Est Rev - State Aid	3,600,000	D3099N	4,600,000
TOTAL Estimated Revenues	3,600,000		4,600,000
Estimated - Interfund Transfer	9,179,620	D5031N	9,624,019
TOTAL Estimated Other Sources	9,179,620		9,624,019
TOTAL Estimated Revenues And Other Sources	12,779,620		14,224,019

COUNTY OF Jefferson
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(D) COUNTY ROAD

Budget Summary

Code Description	2017	Fund Code	2018
Appropriations			
App - Public Safety	620,943	D3999N	604,903
App - Transportation	10,588,677	D5999N	11,734,116
App - Employee Benefits	20,000	D9199N	20,000
TOTAL Appropriations	11,229,620		12,359,019
App - Interfund Transfer	1,550,000	D9999N	1,865,000
TOTAL Other Uses	1,550,000		1,865,000
TOTAL Appropriations And Other Uses	12,779,620		14,224,019

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Balance Sheet

Code Description	2016	EdbCode	2017
Assets			
Cash In Time Deposits	2,120,702	DM201	1,955,849
TOTAL Cash	2,120,702		1,955,849
Due From Other Governments	25,300	DM440	19,240
TOTAL Due From Other Governments	25,300		19,240
Prepaid Expenses	15,524	DM480	12,326
TOTAL Prepaid Expenses	15,524		12,326
Cash In Time Deposits Special Reserves	100,038	DM231	100,058
TOTAL Restricted Assets	100,038		100,058
TOTAL Assets and Deferred Outflows of Resources	2,261,564		2,087,473

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Balance Sheet

Code Description	2016	Eqp Code	2017
Accounts Payable	415,208	DM600	95,968
TOTAL Accounts Payable	415,208		95,968
Accrued Liabilities		DM601	
TOTAL Accrued Liabilities	0		0
TOTAL Liabilities	415,208		95,968
Fund Balance			
Not in Spendable Form	15,524	DM806	12,326
TOTAL Nonspendable Fund Balance	15,524		12,326
Capital Reserve	100,038	DM878	100,058
TOTAL Restricted Fund Balance	100,038		100,058
Assigned Unappropriated Fund Balance	1,730,794	DM915	1,879,121
TOTAL Assigned Fund Balance	1,730,794		1,879,121
TOTAL Fund Balance	1,846,356		1,991,505
TOTAL Liabilities, Deferred Inflows And Fund Balance	2,261,564		2,087,473

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Results of Operation

Code Description	2016	EcbCode	2017
Revenues			
Transportation Services, Other Govts	17,340	DM2300	20,207
Snow Removal Services-Other Go	43,893	DM2302	41,593
TOTAL Intergovernmental Charges	61,233		61,800
Interest And Earnings	20	DM2401	10,345
TOTAL Use of Money And Property	20		10,345
Sales of Equipment	109,147	DM2665	33,784
Insurance Recoveries	12,629	DM2680	
TOTAL Sale of Property And Compensation For Loss	121,776		33,784
Refunds of Prior Year's Expenditures	163	DM2701	58
TOTAL Miscellaneous Local Sources	163		58
Interfund Revenues	226,578	DM2801	248,520
TOTAL Interfund Revenues	226,578		248,520
TOTAL Revenues	409,770		354,507
Interfund Transfers	1,972,165	DM5031	2,131,879
TOTAL Interfund Transfers	1,972,165		2,131,879
TOTAL Other Sources	1,972,165		2,131,879
TOTAL Detail Revenues And Other Sources	2,381,935		2,486,386

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Results of Operation

Code/Description	2016	Edn Code	2017
Expenditures			
Machinery, Pers Serv	446,338	DM51301	451,776
Machinery, Equip & Cap Outlay	727,027	DM51302	736,404
Machinery, Contr Expend	668,759	DM51304	775,339
Machinery, Empl Bnfts	262,934	DM51308	265,759
TOTAL Machinery	2,105,058		2,229,278
TOTAL Transportation	2,105,058		2,229,278
Unemployment Insurance, Empl Bnfts	3,264	DM90508	4,212
TOTAL Employee Benefits	3,264		4,212
TOTAL Expenditures	2,108,322		2,233,490
Transfers, Other Funds	50,000	DM99019	107,747
TOTAL Operating Transfers	50,000		107,747
TOTAL Other Uses	50,000		107,747
TOTAL Detail Expenditures And Other Uses	2,158,322		2,341,237

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Analysis of Changes in Fund Balance

Code Description	2016	Edm Code	2017
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	1,622,742	DM8021	1,846,355
Restated Fund Balance - Beg of Year	1,622,742	DM8022	1,846,355
ADD - REVENUES AND OTHER SOURCES	2,381,935		2,486,386
DEDUCT - EXPENDITURES AND OTHER USES	2,158,322		2,341,237
Fund Balance - End of Year	1,846,355	DM8029	1,991,504

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Budget Summary

Code Description	2017	Fund Code	2016
Estimated Revenues			
Est Rev - Intergovernmental Charges	50,000	DM2399N	65,000
Est Rev - Sale of Prop And Comp For Loss	0	DM2699N	0
Est Rev - Interfund Revenues	175,000	DM2801N	200,000
TOTAL Estimated Revenues	225,000		265,000
Estimated - Interfund Transfer	2,131,879	DM5031N	2,133,552
TOTAL Estimated Other Sources	2,131,879		2,133,552
TOTAL Estimated Revenues And Other Sources	2,356,879		2,398,552

COUNTY OF Jefferson
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(DM) ROAD MACHINERY

Budget Summary

Code Description	2017	App Code	2018
Appropriations			
App - Transportation	2,352,879	DM5999N	2,394,552
App - Employee Benefits	4,000	DM9199N	4,000
TOTAL Appropriations	2,356,879		2,398,552
TOTAL Appropriations And Other Uses	2,356,879		2,398,552

COUNTY OF Jefferson
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(EL) ENTERPRISE REFUSE/GARBAGE

Statement of Net Position

Code Description	2016	Eqd Code	2017
Assets			
Cash In Time Deposits		EL201	71,859
Petty Cash	800	EL210	800
TOTAL Cash	800		72,659
Accounts Receivable	265,767	EL380	296,102
Allowance For Receivables (credit)		EL389	
TOTAL Other Receivables (net)	265,767		296,102
Due From State And Federal Government	11,902	EL410	
TOTAL State And Federal Aid Receivables	11,902		0
Prepaid Expenses	22,302	EL480	22,068
TOTAL Prepaid Expenses	22,302		22,068
Cash In Time Deposits Special Reserves	103,584	EL231	103,605
TOTAL Restricted Assets	103,584		103,605
Land	12,415	EL101	12,415
Buildings	3,228,023	EL102	3,228,023
Machinery And Equipment	3,195,029	EL104	3,132,888
Accum Deprec, Buildings	-721,604	EL112	-774,061
Accum Depr, Machinery & Equip	-2,407,590	EL114	-2,527,173
TOTAL Fixed Assets (net)	3,306,273		3,072,092
TOTAL Assets and Deferred Outflows of Resources	3,710,628		3,566,526

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(EL) ENTERPRISE REFUSE/GARBAGE

Statement of Net Position

Code Description	2016	Fund Code	2017
Accounts Payable	155,824	EL600	236,159
TOTAL Accounts Payable	155,824		236,159
Accrued Liabilities		EL601	
TOTAL Accrued Liabilities	0		0
Compensated Absences	34,774	EL687	38,945
TOTAL Other Liabilities	34,774		38,945
Due To Other Funds	1,248,019	EL630	950,000
TOTAL Due To Other Funds	1,248,019		950,000
TOTAL Liabilities	1,438,617		1,225,104
Fund Balance			
Net Assets-Invested In Cap Asts, Net Rltd D	3,306,273	EL920	2,122,092
Net Assets-Restricted For Capital Projects	103,584	EL921	103,605
Net Assets-Unrestricted (deficit)	-1,137,846	EL924	115,725
TOTAL Net Position	2,272,011		2,341,422
TOTAL Fund Balance	2,272,011		2,341,422
TOTAL Liabilities, Deferred Inflows And Fund Balance	3,710,628		3,566,526

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(EL) ENTERPRISE REFUSE/GARBAGE

Results of Operation

Code Description	2016	Exp Code	2017
Revenues			
Refuse & Garbage Charges	2,049,676	EL2130	2,199,946
TOTAL Charges For Services Within Locality	2,049,676		2,199,946
Sale of Scrap Materials	524,126	EL2650	619,845
Sales, Other	31,575	EL2655	35,778
Gain On Disposition of Assets	28,329	EL2675	35,324
TOTAL Sale of Property And Compensation For Loss	584,030		690,947
Interest And Earnings	2,434	EL2401	3,924
TOTAL Use of Money And Property	2,434		3,924
Refunds of Prior Year's Expenditures		EL2701	
Gifts And Donations	810	EL2705	
Grants From Local Governments	11,902	EL2706	24,996
Unclassified (specify)	500	EL2770	273
TOTAL Other	13,212		26,269
TOTAL Revenues	2,649,352		2,920,086
TOTAL Operating Revenue	2,649,352		2,920,086

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(EL) ENTERPRISE REFUSE/GARBAGE

Results of Operation

Code Description	2016	Fund Code	2017
Expenses			
Refuse & Garbage, Pers Serv	570,156	EL81601	576,624
TOTAL Refuse & Garbage	570,156		576,624
TOTAL Personal Services	570,156		576,624
Depreciation	273,893	EL19944	229,654
TOTAL Depreciation	273,893		229,654
Refuse & Garbage, Contr Expend	1,437,229	EL81604	1,678,182
TOTAL Refuse & Garbage	1,437,229		1,678,182
TOTAL Contractual Expenses	1,437,229		1,678,182
Refuse & Garbage, Empl Bnfts	334,817	EL81608	365,387
TOTAL Refuse & Garbage	334,817		365,387
TOTAL Employee Benefits	334,817		365,387
Other Debt, Interest		EL97897	828
TOTAL Interest Expense	0		828
TOTAL Expenses	2,616,095		2,850,675
TOTAL Operating Expenses	2,616,095		2,850,675

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(EL) ENTERPRISE REFUSE/GARBAGE

Analysis of Changes in Net Position

Code-Description	2016	EdpCode	2017
Analysis of Changes in Net Position			
Net Position - Beginning of Year	2,238,755	EL8021	2,272,012
Restated Net Position - Beg of Year	2,238,755	EL8022	2,272,012
ADD - REVENUES AND OTHER SOURCES	2,649,352		2,920,086
DEDUCT - EXPENDITURES AND OTHER USES	2,616,095		2,850,675
Net Position - End of Year	2,272,012	EL8029	2,341,423

COUNTY OF Jefferson
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(EL) ENTERPRISE REFUSE/GARBAGE

Cash Flow

Code/Description	2016	Fibo Code	2017
Cash Rec'd From Providing Svcs	2,050,254	EL7111	2,181,614
Cash Payments Contr Exp	-1,454,274	EL7112	-1,561,881
Cash Payments Pers Svcs & Bnfts	-914,683	EL7113	-937,840
Other Operating Rev	555,468	EL7114	685,523
TOTAL Cash Flows From Operating Activities	236,765		367,416
Transfers To/from Other Funds	-365,497	EL7123	-298,019
TOTAL Cash Flows From Non-Capital And Financing Activities	-365,497		-298,019
Payments To Contractors	-83,928	EL7136	-9,840
Proceeds From Sale of Assets	33,100	EL7138	39,950
TOTAL Cash Flows From Capital And Related Financing Activities	-50,828		30,110
Interest Income	2,434	EL7153	3,924
TOTAL Cash Flows From Investing Activities	2,434		3,924
Net Inc(dec) In Cash&cash Equiv	-177,114	EL7161	103,431
Cash&cash Equiv Beg of Year	334,320	EL7171	104,384
	157,206		207,815
Operating Income (loss)	206,002	EL7181	278,167
Depreciation	273,893	EL7182	239,494
Inc/dec In Assets-Other Than Cash	-4,356	EL7183	215,827
Inc/dec In Liabilities Other Than Cash	-238,774	EL7184	-366,072
TOTAL Reconciliation of Operating Income To Cash	236,765		367,416

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2016	EmpCode	2017
Assets			
Cash		H200	
Cash In Time Deposits	4,970,696	H201	2,084,507
Cash With Fiscal Agent		H223	7,974,153
TOTAL Cash	4,970,696		10,058,660
Accounts Receivable	962	H380	
TOTAL Other Receivables (net)	962		0
Due From State And Federal Government	6,222,316	H410	2,315,513
TOTAL State And Federal Aid Receivables	6,222,316		2,315,513
Due From Other Funds		H391	2,260,760
TOTAL Due From Other Funds	0		2,260,760
Due From Other Governments	26,114	H440	9,930
TOTAL Due From Other Governments	26,114		9,930
Cash Special Reserves		H230	10,576,521
Cash In Time Deposits Special Reserves		H231	2,461,339
TOTAL Restricted Assets	0		13,037,860
TOTAL Assets and Deferred Outflows of Resources	11,220,088		27,882,723

COUNTY OF Jefferson
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For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Balance Sheet

Code Description	2016	Fund Code	2017
Accounts Payable	1,618,483	H600	1,208,917
TOTAL Accounts Payable	1,618,483		1,208,917
Bond Anticipation Notes Payable	3,400,000	H626	11,000,000
TOTAL Notes Payable	3,400,000		11,000,000
Due To Other Governments		H631	
TOTAL Due To Other Governments	0		0
TOTAL Liabilities	5,018,483		12,208,917
Deferred Inflows of Resources			
Deferred Inflow of Resources		H691	
TOTAL Deferred Inflows of Resources	0		0
TOTAL Deferred Inflows of Resources	0		0
Fund Balance			
Other Restricted Fund Balance	3,515,526	H899	10,435,492
TOTAL Restricted Fund Balance	3,515,526		10,435,492
Assigned Unappropriated Fund Balance	2,686,079	H915	5,038,314
TOTAL Assigned Fund Balance	2,686,079		5,038,314
TOTAL Fund Balance	6,201,605		15,473,806
TOTAL Liabilities, Deferred Inflows And Fund Balance	11,220,088		27,682,723

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Results of Operation

Object Description	2016	Fund Code	2017
Revenues			
Community College Capital Cost		H2240	
TOTAL Intergovernmental Charges	0		0
Interest And Earnings	291	H2401	367
TOTAL Use of Money And Property	291		367
Refunds of Prior Year's Expenditures	126	H2701	
Gifts And Donations	39,395	H2705	101,901
Unclassified (specify)		H2770	4,300
Additional Description National Grid rebate			
TOTAL Miscellaneous Local Sources	39,521		106,201
St Aid, Community College Construction	3,435,395	H3285	1,907,192
St Aid, Public Safety-Cap Proj	2,086,452	H3397	594,630
St Aid, Other Transportation	513,886	H3589	182,494
St Aid, Trans Cap Grants (spec)	81,243	H3597	234,134
TOTAL State Aid	6,116,976		2,918,450
Fed Aid - Cap Projects		H4097	30,302
Fed Aid, Airport Cap Proj	3,862,345	H4592	203,617
Fed Aid, Transp Cap Proj	215,303	H4597	1,286,545
TOTAL Federal Aid	4,077,648		1,520,464
TOTAL Revenues	10,234,436		4,545,482
Interfund Transfers	2,307,912	H5031	1,852,179
TOTAL Interfund Transfers	2,307,912		1,852,179
Serial Bonds		H5710	6,206,500
Bans Redeemed From Appropriations	50,000	H5731	50,000
Installment Purchase Debt		H5785	7,974,153
TOTAL Proceeds of Obligations	50,000		14,230,653
TOTAL Other Sources	2,357,912		16,082,832
TOTAL Detail Revenues And Other Sources	12,592,348		20,628,314

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Results of Operation

Code Description	2016	Eqb Code	2017
Expenditures			
General Govt, Equip & Cap Outlay	911,614	H19972	868,565
TOTAL General Govt	911,614		868,565
TOTAL General Government Support	911,614		868,565
Comm College -Capital Projects	6,847,472	H24972	3,837,576
TOTAL Comm College -Capital Projects	6,847,472		3,837,576
TOTAL Education	6,847,472		3,837,576
Other Public Safety, Equip & Cap Outlay	2,297,881	H39972	1,859,219
TOTAL Other Public Safety	2,297,881		1,859,219
TOTAL Public Safety	2,297,881		1,859,219
Perm Improve Highway, Equip & Cap Outlay	576,026	H51122	1,899,753
TOTAL Perm Improve Highway	576,026		1,899,753
Maint of Bridges, Equip & Cap Outlay	1,057,831	H51202	2,125,697
TOTAL Maint of Bridges	1,057,831		2,125,697
Highway, Capital Projects		H51972	123,689
TOTAL Highway	0		123,689
Airport, Equip & Cap Outlay	4,266,189	H56102	632,385
TOTAL Airport	4,266,189		632,385
TOTAL Transportation	5,900,046		4,731,524
Other Eco & Dev, Equip & Cap Outlay	9,422	H69892	9,917
TOTAL Other Eco & Dev	9,422		9,917
TOTAL Economic Assistance And Opportunity	9,422		9,917
TOTAL Expenditures	15,966,435		11,356,801
Transfers, Other Funds	74,000	H99019	
TOTAL Operating Transfers	74,000		0
TOTAL Other Uses	74,000		0
TOTAL Detail Expenditures And Other Uses	16,040,435		11,356,801

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(H) CAPITAL PROJECTS

Analysis of Changes in Fund Balance

Code Description	2016	Emp Code	2017
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	9,649,692	H8021	6,201,605
Prior Period Adj -Decrease In Fund Balance		H8015	-686
Restated Fund Balance - Beg of Year	9,649,692	H8022	6,202,291
ADD - REVENUES AND OTHER SOURCES	12,592,348		20,628,314
DEDUCT - EXPENDITURES AND OTHER USES	16,040,435		11,356,801
Fund Balance - End of Year	6,201,605	H8029	15,473,804

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2016	Emp Code	2017
Assets			
Land	2,625,768	K101	2,682,781
Buildings	81,387,944	K102	80,650,464
Improvements Other Than Buildings	1,418,719	K103	1,443,157
Machinery And Equipment	28,576,018	K104	31,936,813
Construction Work In Progress	3,405,668	K105	11,510,979
Infrastructure	150,986,825	K106	127,658,913
TOTAL Fixed Assets (net)	268,400,942		255,883,107
TOTAL Assets and Deferred Outflows of Resources	268,400,942		255,883,107

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(K) GENERAL FIXED ASSETS

Balance Sheet

Code Description	2016	ExpCode	2017
Liabilities, Deferred Inflows And Fund Balance			
Total Non-Current Govt Assets	268,400,942	K159	255,883,107
TOTAL Investments in Non-Current Government Assets	268,400,942		255,883,107
TOTAL Fund Balance	268,400,942		255,883,107
TOTAL	268,400,942		255,883,107

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(TA) AGENCY

Balance Sheet

Code/Description	2016	EdcCode	2017
Assets			
Cash	510,768	TA200	483,715
Cash In Time Deposits	1,001,986	TA201	845,843
Cash, Court & Trust	138,336	TA205	96,316
TOTAL Cash	1,651,090		1,425,874
Due From Other Funds		TA391	
TOTAL Due From Other Funds	0		0
TOTAL Assets and Deferred Outflows of Resources	1,651,090		1,425,874

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(TA) AGENCY

Balance Sheet

Code Description	2016	Fund Code	2017
Guaranty & Bid Deposits	5,200	TA30	5,829
Bail Deposits	133,330	TA35	141,785
Taxes Collect Other Govts	114,624	TA39	141,408
Receivers Fund	129,381	TA42	163,479
Social Services Trust	483,864	TA53	457,847
Dog Money		TA57	
Mortgage Tax	481,100	TA58	318,139
Court & Trust Fund	138,336	TA61	96,316
Other Funds (specify)	165,255	TA85	101,071
TOTAL Agency Liabilities	1,651,090		1,425,874
TOTAL Liabilities	1,651,090		1,425,874
TOTAL Liabilities, Deferred Inflows And Fund Balance	1,651,090		1,425,874

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(V) DEBT SERVICE

Balance Sheet

Code Description	2016	EmpCode	2017
Assets			
Due From Other Governments		V440	8,895
TOTAL Due From Other Governments	0		8,895
Cash In Time Deposits Special Reserves	115,380	V231	127,533
TOTAL Restricted Assets	115,380		127,533
TOTAL Assets and Deferred Outflows of Resources	115,380		136,428

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(V) DEBT SERVICE

Balance Sheet

Code Description	2016	ExpCode	2017
Due To Other Funds		V630	2,260,759
TOTAL Due To Other Funds	0		2,260,759
TOTAL Liabilities	0		2,260,759
Fund Balance			
Reserve For Debt	115,380	V884	127,533
TOTAL Restricted Fund Balance	115,380		127,533
Unassigned Fund Balance		V917	-2,251,864
TOTAL Unassigned Fund Balance	0		-2,251,864
TOTAL Fund Balance	115,380		-2,124,331
TOTAL Liabilities, Deferred Inflows And Fund Balance	115,380		136,428

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(V) DEBT SERVICE

Results of Operation

Code-Description	2016	FdaCode	2017
Revenues			
Debt Service - Other GoV.		V2392	8,895
TOTAL Intergovernmental Charges	0		8,895
Interest And Earnings	25	V2401	
TOTAL Use of Money And Property	25		0
Premium & Accrued Interest On Obligations		V2710	
TOTAL Miscellaneous Local Sources	0		0
St Aid, Other Aid (specify)	64,732	V3089	52,152
TOTAL State Aid	64,732		52,152
TOTAL Revenues	64,757		61,047
Interfund Transfers	2,475,695	V5031	2,502,947
TOTAL Interfund Transfers	2,475,695		2,502,947
TOTAL Other Sources	2,475,695		2,502,947
TOTAL Detail Revenues And Other Sources	2,540,452		2,563,994

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(V) DEBT SERVICE

Results of Operation

Code Description	2016	ExpCode	2017
Expenditures			
Fiscal Agents Fees, Contr Expend		V13804	54,942
TOTAL Fiscal Agents Fees	0		54,942
TOTAL General Government Support	0		54,942
Debt Principal, Serial Bonds	1,885,000	V97106	2,050,000
Debt Principal, Installment Purchase Debt		V97856	2,175,000
TOTAL Debt Principal	1,885,000		4,225,000
Debt Interest, Serial Bonds	601,050	V97107	432,946
Debt Interest, Installment Purchase Debt		V97857	85,759
TOTAL Debt Interest	601,050		518,705
TOTAL Expenditures	2,486,050		4,798,647
Transfers, Other Funds	50,000	V99019	5,058
TOTAL Operating Transfers	50,000		5,058
TOTAL Other Uses	50,000		5,058
TOTAL Detail Expenditures And Other Uses	2,536,050		4,803,705

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(V) DEBT SERVICE

Analysis of Changes in Fund Balance

Code Description	2016	Equities	2017
Analysis of Changes in Fund Balance			
Fund Balance - Beginning of Year	110,978	V8021	115,380
Restated Fund Balance - Beg of Year	110,978	V8022	115,380
ADD - REVENUES AND OTHER SOURCES	2,540,452		2,563,994
DEDUCT - EXPENDITURES AND OTHER USES	2,536,050		4,803,705
Fund Balance - End of Year	115,380	V8029	-2,124,331

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code Description	2016	EqpCode	2017
Assets			
Total Non-Current Govt Liabilities	216,536,296	W129	465,870,105
TOTAL Provision To Be Made In Future Budgets	216,536,296		465,870,105
TOTAL Assets and Deferred Outflows of Resources	216,536,296		465,870,105

COUNTY OF Jefferson
Annual Update Document
For the Fiscal Year Ending 2017

(W) GENERAL LONG-TERM DEBT

Balance Sheet

Code/Description	2016	Fund Code	2017
Net Pension Liability -Proportionate Share	27,146,582	W638	15,159,037
Other Post Employment Benefits	162,007,403	W683	416,997,121
Installment Purchase Debt		W685	5,799,153
Judgments And Claims Payable	11,634,387	W686	7,925,470
Compensated Absences	2,117,924	W687	2,202,824
TOTAL Other Liabilities	202,906,296		448,083,605
Bonds Payable	13,630,000	W628	17,786,500
TOTAL Bond And Long Term Liabilities	13,630,000		17,786,500
TOTAL Liabilities	216,536,296		465,870,105
TOTAL Liabilities	216,536,296		465,870,105

COUNTY OF Jefferson
Statement of Indebtedness
For the Fiscal Year Ending 2017

4/23/2018

County of: Jefferson

Municipal Code: 220100000000

First Year	Debt Code	Description	Comp Flag	Date of Issue	Date of Maturity	Int. Rate	Var?	Amt. Orig. Issued	O/S Beg. of Year	Paid Dur. Year	Redeemed Bond Proc.	Prior Yr. Adjust.	Accreted Interest	O/S End of Year
2017	IPC E	Finance Emergency Equipment		04/14/2017	04/14/2027	2.139%		\$7,974,153	\$0	\$2,175,000	\$0	\$0	\$0	\$5,799,153
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year														
2014	BAN N	College Library/Radio project		06/03/2014	06/03/2016	0.99%		\$1,000,000	\$450,000	\$450,000	\$400,000	\$0	\$0	\$0
2016	BAN N	Reconstruct County Buildings		06/03/2016	06/02/2017	2.00%		\$1,700,000	\$1,700,000	\$1,700,000	\$1,700,000	\$0	\$0	\$0
2016	BAN N	Projects at Jefferson Comm Col		06/03/2016	06/02/2017	2.00%		\$1,250,000	\$1,250,000	\$1,250,000	\$1,250,000	\$0	\$0	\$0
2017	BAN N	Emergency Radio Comm Buildings		11/01/2017	11/01/2018	2.50%		\$5,275,000	\$0	\$0	\$0	\$0	\$0	\$5,275,000
2017	BAN N	Emergency Radio Comm Towers		11/01/2017	11/01/2018	2.50%		\$1,050,000	\$0	\$0	\$0	\$0	\$0	\$1,050,000
2017	BAN N	Emergency Radio Equipment		11/01/2017	11/10/2018	2.50%		\$2,675,000	\$0	\$0	\$0	\$0	\$0	\$2,675,000
2017	BAN N	Jeff Comm College Learning Cen		11/01/2017	11/01/2018	2.50%		\$2,000,000	\$0	\$0	\$0	\$0	\$0	\$2,000,000
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year														
2006	BOND N	JCC Capital Plan		11/15/2006	11/15/2020	3.80%	Y	\$4,915,000	\$1,785,000	\$420,000	\$0	\$0	\$0	\$1,365,000
2011	BOND N	refund 1998, 2003A-2003B-2004		12/22/2011	03/01/2020	2.00%		\$9,440,000	\$5,035,000	\$1,345,000	\$0	\$0	\$0	\$3,690,000
2015	BOND N	College Library & Improvements		06/03/2015	06/03/2035	2.00%	Y	\$7,000,000	\$6,810,000	\$285,000	\$0	\$0	\$0	\$6,525,000
2017	BOND N	Public Improvement Bond		06/01/2017	06/01/2025	2.25%	N	\$6,206,500	\$0	\$0	\$0	\$0	\$0	\$6,206,500
Total for Type/Exempt Status - Sums Issued Amts only made in AFR Year														
AFR Year Total for All Debt Types - Sums Issued Amts only made in AFR Year									\$17,030,000	\$7,625,000	\$3,350,000	\$0	\$0	\$34,585,653

COUNTY OF Jefferson
 Schedule of Time Deposits and Investments
 For the Fiscal Year Ending 2017

	EDP Code	Amount
CASH:		
On Hand	9Z2001	\$6,545.00
Demand Deposits	9Z2011	\$42,008,251.00
Time Deposits	9Z2021	\$15,836,581.00
Total		\$57,851,377.00
 COLLATERAL:		
- FDIC Insurance	9Z2014	\$25,718,826.00
Collateralized with securities held in possession of municipality or its agent	9Z2014A	\$30,562,338.00
Total		\$56,281,164.00
 INVESTMENTS:		
- Securities (450)		
Book Value (cost)	9Z4501	\$0.00
Market Value at Balance Sheet Date	9Z4502	\$0.00
Collateralized with securities held in possession of municipality or its agent	9Z4504A	\$0.00
 - Repurchase Agreements (451)		
Book Value (cost)	9Z4511	\$0.00
Market Value at Balance Sheet Date	9Z4512	\$0.00
Collateralized with securities held in possession of municipality or its agent	9Z4514A	\$0.00

COUNTY OF Jefferson
Bank Reconciliation
For the Fiscal Year Ending 2017

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-5982	\$8,382,281	\$0	\$0	\$8,382,281
****-9921	\$16,500,000	\$0	\$0	\$16,500,000
****-7086	\$200,000	\$0	\$0	\$200,000
****-4863	\$7,965,263	\$0	\$0	\$7,965,263
****-4675	\$1,641,688	\$0	\$491,688	\$1,150,000
****-9921	\$53,563	\$0	\$0	\$53,563
****-7650	\$361,891	\$0	\$61,255	\$300,636
****-3964	\$0	\$0	\$0	\$0
****-9337	\$0	\$0	\$0	\$0
****-9329	\$0	\$0	\$0	\$0
****-7557	\$96,316	\$0	\$0	\$96,316
****-7562	\$8,413	\$0	\$0	\$8,413
****-0067	\$86,198	\$0	\$53,062	\$33,136
****-0150	\$108,887	\$0	\$108,887	\$0
****-0099	\$3,161,731	\$0	\$0	\$3,161,731
****-2728	\$172,783	\$17,586	\$0	\$190,369
****-2406	\$305,290	\$0	\$37,813	\$267,477
****-2529	\$12,671,989	\$294,103	\$290,197	\$12,675,895
****-0414	\$5,639,606	\$0	\$0	\$5,639,606
****-2016	\$326,401	\$24,120	\$56,445	\$294,076
****-9127	\$169,510	\$11,016	\$0	\$180,526
****-9941	\$73,187	\$19,463	\$17,823	\$74,827
****-0153	\$27,139	\$1,220	\$1,203	\$27,156
****-0152	\$1,577	\$0	\$0	\$1,577
****-2521	\$491,222	\$44,405	\$131,719	\$403,908
****-4360	\$9,702	\$0	\$4,245	\$5,457
****-1828	\$8,441	\$0	\$0	\$8,441
****-4394	\$54,736	\$0	\$11,544	\$43,192
****-4386	\$36,840	\$2,198	\$2,420	\$36,618
****-4337	\$14,759	\$0	\$0	\$14,759

COUNTY OF Jefferson
Bank Reconciliation
For the Fiscal Year Ending 2017

Include All Checking, Savings and C.D. Accounts

Bank Account Number	Bank Balance	Add: Deposit In Transit	Less: Outstanding Checks	Adjusted Bank Balance
****-4345	\$166	\$0	\$0	\$166
****-5729	\$18,540	\$0	\$0	\$18,540
****-7802	\$8,354	\$0	\$15	\$8,339
****-7794	\$61,754	\$0	\$661	\$61,093
****-7877	\$524	\$0	\$0	\$524
****-7885	\$15,075	\$0	\$0	\$15,075
****-5305	\$25,305	\$0	\$514	\$24,791
****-4583	\$1,078	\$0	\$0	\$1,078
****-09.1	\$7,974,153	\$0	\$0	\$7,974,153
	Total Adjusted Bank Balance			\$65,818,982
	Petty Cash			\$6,545.00
	Adjustments			\$.00
	Total Cash		9ZCASH *	\$65,825,527
	Total Cash Balance All Funds		9ZCASHB *	\$65,825,584
	* Must be equal			

COUNTY OF Jefferson
Employee and Retiree Benefits
For the Fiscal Year Ending 2017

Total Full Time Employees:		738			
Total Part Time Employees:		65			
Account Code	Description	Total Expenditures (All Funds)	# of Full Time Employees	# of Part Time Employees	# of Retirees
90108	State Retirement System	\$5,682,746.00	720	16	
90158	Police and Fire Retirement				
90258	Local Pension Fund				
90308	Social Security	\$2,902,814.00	738	65	
90408	Worker's Compensation Insurance	\$2,470,498.00	738	65	
90458	Life Insurance				
90508	Unemployment Insurance	\$85,489.00			
90558	Disability Insurance				
90608	Hospital and Medical (Dental) Insurance	\$21,065,316.00	599		
90708	Union Welfare Benefits				
90858	Supplemental Benefit Payment to Disabled Fire Fighters				
91890	Other Employee Benefits	\$4,172.00			
Total		\$32,211,035.00			
Computed Total From Financial Section (comparative purposes only)		\$32,407,830.00			

COUNTY OF Jefferson
 Energy Costs and Consumption
 For the Fiscal Year Ending 2017

Energy Type	Total Expenditures	Total Volume	Units Of Measure	Alternative Units Of Measure
Gasoline	\$228,177	119,355	gallons	
Diesel Fuel	\$269,800	143,339	gallons	
Fuel Oil	\$2,315	1,251	gallons	
Natural Gas	\$105,395	204,000	cubic feet	therms
Electricity	\$642,733	6,863,849	kilowatt-hours	
Coal	\$		tons	
Propane	\$46,289	30,861	gallons	

COUNTY OF Jefferson
 Schedule of Other Post Employment Benefits (OPEB)
 For the Fiscal Year Ending 2017

Annual OPEB Cost and Net OPEB Obligation

	Single-Employer Defined Benefits
1. Type of Other Post Employment Benefits Plan	\$32,802,667.00
2. Annual Required Contribution(ARC)	\$14,442,856.00
3. Interest on Net OPEB Obligation	(\$4,627,806.00)
4. Adjustment to Annual Required Contribution	\$42,617,717.00
5. Annual OPEB Expense	\$9,309,351.00
6. Less: Actual Contribution Made	\$33,308,366.00
7. Increase in Net OPEB Obligation	\$383,688,755.00
8. Net OPEB Obligation - beginning of year	\$416,997,121.00
9. Net OPEB Obligation - end of year	\$416,997,121.00
10. Total Other Post Employment Benefits as reported in Accounts 683 in Financial Section, Current Fiscal Year	
11. Percentage of Annual OPEB Cost Contributed (Actual Contribution Made/Annual OPEB Cost)	21.84%

Funded Status and Funding Process

12. Actuarial Accrued Liability(AAL)	\$416,997,121.00
13. Less: Actuarial Value of Plan Assets	\$0.00
14. Unfunded Actuarial Accrued Liability(UAAL)	\$416,997,121.00
15. Funded Ratio(Actuarial Value of Plan Assets/AAL)	0.0000
16. Annual Covered Payroll (of active employees covered by the plan)	\$35,561,798.00
17. UAAL as Percentage of Annual Covered Payroll	1172.60%

Other OPEB Information

18. Date of most recent actuarial valuation	12/31/2017
19. Actuarial method used	Entry Age
20. Assumed rate of return on investments discount rate	3.56%
21. Amortization period of UAAL(in years)	0.00

COUNTY OF Jefferson
Financial Comments
For the Fiscal Year Ending 2017

(A) GENERAL

Adjustment Reason

Account Code A8012 Adjusting journal entry posted to correct appropriated fund balance after closing date.

(H) CAPITAL PROJECTS

Adjustment Reason

Account Code H8015 Accrual for gas for 11/28-12/23-16

COUNTY OF JEFFERSON, NEW YORK
Notes to the Financial Statements
Year Ended December 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the County of Jefferson, New York (the "County") have been prepared in conformity with accounting principles generally accepted in the United States of America applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

Financial Reporting Entity

The County, which was established in 1805, is governed by County local law and other general laws of the State of New York and various local laws. The Board of Legislators is the legislative body responsible for overall operations, the Chairman of the Board serves as chief executive officer and the County Treasurer serves as chief fiscal officer. Independent elected officials of the County include 15 legislators, the District Attorney, the County Clerk, the County Treasurer, and the County Sheriff.

The County provides mandated social service programs such as Medicaid and Temporary Assistance for Needy Families. The County also provides the following basic services: maintenance of County roads, health and social services (including Office for the Aging), public safety (including law enforcement, jail, probation, District Attorney and Public Defender), general administrative services, culture and recreation, solid waste management (including recycling) and among others, operation of a Community College and an airport.

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

Discretely Presented Component Units—The component unit columns in the basic financial statements include the financial data of the County's two discretely presented component units. These units are reported in a separate column to emphasize that they are legally separate from the County.

Jefferson Community College—The Jefferson Community College (the “College”) was established in 1961 with the County as the local sponsor under provisions of Article 126 of the Education Law. The College is administered by a Board of Trustees consisting of ten members, five appointed by the County governing body, four by the Governor and one student trustee. Also, the College budget is subject to the approval of the County Board of Legislators and the County provides one half of capital costs for the College. Real property of the College vests with the County and bonds and notes for the College capital costs are issued by the County and represent County debt. Mandated by New York State Law, the fiscal year end for the College is August 31.

The County budget for 2017 included an appropriation of \$4,864,436 in support of the College budget for the College fiscal year ended August 31, 2016. The final amount was paid over to the College on February 16, 2017. In addition to the funds contributed for the support of the College budget for 2016-2017, the General Fund budget supports the debt service on other college capital improvement bonds as outlined in the following paragraphs.

In 2005, the College began work on a new capital improvement plan for which the County has responsibility for the debt issued in 2006. In 2016, the County paid \$489,096 in debt service on the 2006 debt issue. The principal payment was \$420,000, and interest was paid in the amount of \$69,026. Outstanding debt on this issue at December 31, 2017, was \$1,365,000.

In 2015, the County issued \$7,000,000 in public improvement serial bonds for the Jefferson Community College Collaborative Learning Project. In 2017, the County paid \$471,575 in debt service on the 2015 debt issue. The principal payment was \$285,000, and interest was paid in the amount of \$186,575. Outstanding debt on this issue at December 31, 2017, was \$6,525,000.

In 2017, the County issued \$6,206,500 in public improvement serial bonds of which \$1,500,000 was on behalf of the College. Of this amount, \$1,448,400 was for the campus building reconstruction at Jefferson Community College and \$51,600 was for purchasing a loader. In 2017, no payments were owing on the bond. Payments will commence in June 2018. The current interest rate on this bond is 2.25%.

In addition, in 2017 the County issued an \$11,000,000 bond anticipation note (BAN) of which \$2,000,000 was for the purpose of additional work on the Jefferson Community College Learning Center. It is anticipated that this BAN will be converted to a bond in 2018 or 2019 once the work has been completed on the various projects for which the funds are to be used. The interest rate on this BAN is 2.50%.

Jefferson County paid \$377,485 to other New York State Community Colleges for its residents attending community colleges outside the County.

Jefferson County Industrial Development Agency—The Jefferson County Industrial Development Agency (the “Agency”) is a public benefit corporation created by Article 18A of New York State General Municipal Law to promote the economic welfare, recreation opportunities and prosperity of County inhabitants. Members of the Agency are appointed by the County Board of Legislatures which exercises no oversight responsibility for fiscal matters. The Agency members have complete responsibility for management of the Agency and accountability for fiscal matters. The County is not liable for agency bonds or notes.

In addition, the Agency administers a \$4,419,309 revolving loan fund, a \$414,851 micro-enterprise loan program which provides loans to small businesses and a \$262,489 Watertown Economic Growth Fund which provides support to enterprises in the City of Watertown. These funds are used to provide loans to eligible businesses that save and create employment opportunities for residents of Jefferson

County. The Agency works closely with Jefferson County Job Development Corporation ("JCJDC") through funding of certain programs for economic development activities. The Agency has no staff; staff is supplied by the JCJDC under contract.

Separate financial statements can be obtained by writing the Agency's administration office, 800 Starbuck Avenue, Suite 800, Watertown, New York 13601.

Excluded from the Financial Reporting Entity—Although the following are related to the County, they are not included in the County reporting entity:

Jefferson County Soil and Water Conservation District—The Legislature of the County has declared the County to be a Soil and Water Conservation District in accordance with the provisions of the Soil and Water Conservation District Law. Members of the Board of Directors have been appointed by the County governing body and administrative costs of the District are provided primarily through County appropriations. The County Legislature retains general oversight responsibilities including monitoring district activities through detailed reporting to the Legislature by the District Directors of its work and transactions in such periods as the legislature may direct. However, the County cannot impose will upon the District nor is there a financial benefit/burden relationship with the County to require it to be presented as a component unit of the County.

The annual financial report can be obtained from the District's administration office at Jefferson County Soil and Water Conservation District, 21168 State Route 232, PO Box 838, Watertown, NY 13601.

Thousand Islands Bridge Authority—The Thousand Islands Bridge Authority is a public benefit corporation created by State Legislation to promote the economic welfare, recreation, and prosperity of the County inhabitants. Members of the agency are appointed by the municipal governing body which exercises no oversight responsibility. The Authority members have complete responsibility for management of the Authority and accountability for fiscal matters. The County is not liable for Authority bonds or notes.

Basis of Presentation—Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, its proprietary fund, and its fiduciary fund, even though the latter is excluded from the government-wide financial statements.

As discussed earlier, the government has two discretely presented component units. Jefferson Community College and the Jefferson County Industrial Development Agency are shown in separate columns in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and various other functions of the government. Elimination of these changes would distort the direct costs and program revenues reported for the various functions concerned.

Basis of Presentation—Fund Financial Statements

The fund financial statements provide information about the County's funds, including its fiduciary fund. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a

separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

- *General Fund*—This fund is the principal operating fund of the County and is used to account for all financial resources except those required to be accounted for in other funds.
- *Capital Projects Fund*—The Capital Projects Fund is used to account for and report financial resources to be used for the acquisition, construction or renovation of major capital facilities or equipment other than those financed by the enterprise fund. The County utilizes separate funds to account for capital projects benefiting the following programs: general government, public safety, transportation, sanitation, and recreation.

Additionally, the County reports the following nonmajor governmental funds:

Special Revenue Funds—used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The following Special Revenue Funds are utilized:

- *County Road Fund*—The County Road Fund is used to account for expenditures for highway purposes authorized by Section 114 of the Highway Law.
- *Road Machinery Fund*—The Road Machinery Fund is used to account for the purchase, repair, maintenance and storage of highway machinery, tools and equipment pursuant to Section 133 of the Highway Law.
- *Special Grant Fund*—The Special Grant Fund is used to account for funds received under the Job Training Partnership Act/Workforce Investment Act and for Community Block Grant funds received from the Department of Housing and Urban Development.

The County reports the following major enterprise fund:

- *Solid Waste Management Fund*—The Solid Waste Management Fund accounts for the handling of solid waste, including a recycling facility and transfer station, where the governing officials have determined that the costs of operations are to be financed through charges for services to users.

Debt Service Fund—used to account for current payments of principal and interest on general obligation long-term debt and for financial resources accumulated in a reserve for payment of future principal and interest on long-term indebtedness.

Fiduciary Fund—The Fiduciary Fund is used to account for assets held by the County in a trustee or custodial capacity, and therefore are not available to support the County's programs. The following is the County's Fiduciary Fund:

- *Agency Fund*—The Agency Fund is used to account for money received and held by the County in the capacity of trustee, custodian, or agent. The Agency Fund is custodial in nature and does not involve measurement of results of operations. The most significant of the County's Agency accounts are mortgage tax and social service trust accounts.

During the course of operations the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/due to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the

governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activity column.

Further, certain activity occurs during the year involving transfers of resources between funds. In the fund financial statements these amounts are recorded at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *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. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and *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 property tax collected within 60 days after the end of the current fiscal period to be available and recognizes them as revenues of the current year, all other revenues are deemed to be available if they are collected within one year of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within one year of the end of the current fiscal period). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of the end of the current fiscal period). All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary fund is reported using the *economic resources measurement focus* and the *accrual basis* of accounting. The Agency Fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

Assets, Liabilities Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash, Cash Equivalents and Investments—Cash and cash equivalents are considered to be cash on hand, certificates of deposits, demand deposits and short-term investments with original maturities of 90 days or less from the date of acquisition. The primary government had \$7,965,263 in short term investments at December 31, 2017. County policy is to record them at fair value based on quoted market prices.

Restricted Cash and Cash Equivalents—Restricted cash and cash equivalents represent unspent proceeds from debt, amounts received for grants but not yet spent, and amounts to support restricted fund balances.

Receivables—Receivables are stated net of allowances for estimated uncollectible amounts. Intergovernmental receivables include amounts owed to the County to reimburse it for expenditures incurred pursuant to state and federally funded programs.

All major revenues of the County are considered “susceptible to accrual” under the modified accrual basis. These include property tax, sales tax, state tax, State and Federal aid, and various grant program revenues.

Inventory—Inventory associated with the governmental activities is valued at the lower of cost or market using the average cost method.

Prepaid Items—Certain payments to vendors or other governments reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expense when consumed rather than when purchased.

Capital Assets—Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads and bridges), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the County as assets with an initial, individual cost of more than \$5,000, or \$10,000 for heavy equipment, and an estimated useful life in excess of two years. For infrastructure (including buildings) assets, the same estimated minimum useful life is used (in excess of two years), but only those infrastructure projects that cost more than \$25,000 are reported as capital assets.

Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. Major outlay for capital assets and improvements are capitalized as projects are constructed. Expenditures reported in the Capital Projects Fund are classified as capital outlays. Routine capital expenditures in other governmental funds are included in the appropriate functional category (i.e. purchase of new highway equipment as part of current expenditures – transportation). Additionally, the amount reported as capital outlay in the Capital Projects Fund includes certain non-capitalized costs (i.e. furnishings below the capitalization threshold).

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset’s life are not capitalized. Land and construction in progress are not depreciated. The other property, plant, and equipment of the primary government, as well as the component unit, are depreciated using the straight-line method over the estimated useful lives as shown on the following page.

Capitalization Threshold and Useful Lives		
Class of Asset	Threshold	Useful Life
Land	\$ 5,000	n/a
Works of art and historical treasures	5,000	n/a
Construction in progress	5,000	n/a
Land improvements	5,000	20
Buildings	25,000	50
Building improvements	5,000	20
Machinery and equipment:		
Office equipment	5,000	10
Furniture	5,000	10
Computer and computer equipment	5,000	5
Vehicles	5,000	7
Heavy equipment	10,000	7
Other	5,000	10
Infrastructure		
Roads, network	25,000	25
Bridges (includes culverts)	25,000	40
Improvements other than land or buildings	5,000	7

When capital assets are retired, or otherwise disposed of, the cost and related depreciation are removed from the accounts, and any resulting gain or loss is reflected in income for the period in the government-wide financial statements. Maintenance and repairs are charged to expense as incurred; significant renewals and betterments are capitalized.

Unearned revenue—Certain amounts received have not been spent or otherwise used to meet the revenue recognition criteria for government-wide or fund financial purposes. At December 31, 2017, the County reported unearned revenues of \$6,107,920 and \$48,759 within the General Fund and Nonmajor Funds, respectively.

Deferred Outflows/Inflows of Resources—In addition to assets, the statement of financial position and the balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The primary government has three types of items that qualify for reporting in this category. The first item is related to pensions reported in the government-wide financial statements. This represents the effect of the net change in the County's proportion of the collective net pension asset or liability, and the difference during the measurement period between the County's contributions and its proportionate share of the total contribution to the pension systems not included in the pension expense and any contributions to the pension systems made subsequent to the measurement date. The second is a deferred charge on refunding bonds that is being amortized over the life of the refunded debt and is reported in the government-wide statement of net position. The other item is the excess consideration provided for the acquisition of the fixed based operation at the airport and is reported in the government-wide statement of net position. The excess results from the difference in the carrying value of the items purchased and the acquisition price. This amount is considered deferred and is being impaired over the life of the assets that were acquired.

In addition to liabilities, the statement of financial position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The primary government has three

types of items, which qualify for reporting in this category. The first item represents the effect of the net change in the County's proportion of the collective net pension liability and the difference during the measurement periods between the County's contributions and its proportionate share of total contributions to the pension systems not included in pension expense and is reported on the government-wide statements. Additionally, under the modified accrual basis of accounting, the governmental funds report unavailable revenues from two sources: property taxes and some nonexchange State aid that will more than likely not be realized within one year. These amounts are deferred and recognized in the period that the amounts become available. Accordingly, the items, *unavailable revenue*, are reported as deferred inflows of resources only in the governmental funds balance sheet.

Net Position Flow Assumption—Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted—net position and unrestricted—net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's position to consider restricted—net position to have been depleted before unrestricted—net position is applied.

Fund Balance Flow Assumptions—Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies—Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for specific purposes determined by a formal action of the County's highest level of decision-making authority. The Board of Legislators is the highest level of decision-making authority for the government that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Legislature has by resolution authorized the County Administrator to recommend assignments to a committee which can then approve, reject or adjust the assignments of fund balance. The Legislature may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Revenues and Expenditures/Expenses

Program Revenues—The amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to

meeting the operation or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than program revenues.

Real Property Taxes—Real property taxes are levied annually no later than December 31, and become a lien on January 1. Town and County taxes are collected by the towns during the period January 1 to late March, as specified in their warrants. Towns return unpaid taxes to the County by appointment in March. Delinquent taxes accrue interest at 1% per month beginning on February 1. A 5% penalty is added to any taxes due upon settlement between the Towns and the County. Upon settlement, the County assumes collection of delinquent taxes until they are enforced, no earlier than 24 months after lien date. Towns and special districts receive the full amount of their levies annually from the first amounts collected on the combined bills.

For years prior to 1995, unpaid taxes were/are enforced in accordance with the provision of Chapter 157 of the Law of 1883, as amended; the end result being that the individual towns made the taxes whole to the County. The County Treasurer acts as central collection for all delinquent taxes outside the City of Watertown.

Since 1995, pursuant to Article 11 of New York State Real Property Tax Law, the County assumes enforcement responsibility for all taxes levied outside the city, with the County Attorney acting as the Tax Enforcement Officer.

In 2017, the County Attorney, as Tax Enforcement Officer, conducted the County's fourteenth sale of properties acquired through tax foreclosure. Of 66 properties acquired through foreclosure in 2017 and remaining unsold from 2016, 60 were sold at auction, generating receipts of \$621,950.

In 1997, the County enacted a local law to allow payment of current real property taxes in installments commencing in 1998. Each Town has the option to adopt the installment method. Twenty of the County's twenty-two towns participate in installment collections.

Beginning in 1999, non-city school districts were permitted to adopt the installment option of payment for their taxpayers. The program allows for the school district to collect the first installment within the first 30 days of the tax lien. The County is then charged with collecting the second and third installments, after compensating the school districts for these amounts.

In 1996, a local law was approved to allow real property owners in the County owing delinquent taxes to enter into an installment contract. As long as the taxpayer continues payments within the terms of the contract, real property is protected from tax enforcement proceedings.

County taxes collected on properties within the City of Watertown are enforced, and will continue to be enforced, by the City. The County receives the full amount of such taxes in the year due.

Unpaid village taxes and non-city school district taxes are turned over to the County for enforcement. Any such taxes remaining unpaid at year end are re-levied as County taxes in the subsequent year.

School taxes remaining unpaid in the enlarged city school district (outside the City) are turned over to the County Treasurer in December each year and eventually are subject to enforcement by the County within the same time frame as re-levied village and school taxes.

At December 31, 2017, the total real property tax assets relating to the County of \$8,254,551 are offset by an allowance for uncollectible taxes of \$2,446,716. Additionally, included in real property tax assets are current year returned village and school taxes of \$4,126,869, which are offset by liabilities to the villages

and school districts which will be paid no later than April 20, 2018. The remaining portion of tax assets is partially offset by deferred inflows of resources – property taxes of \$7,387,936 in the General Fund and represents an estimate of tax liens which will not be collected within the first sixty (60) days of the subsequent year.

A 4.0% sales tax is levied in and for the County under the general authority of Article 29 of the Tax Law and specific authority of local law. This tax is administered and collected by the State Sales Tax Commission in the same manner as the State imposed 4.00% sales and compensating use tax. Net collections, meaning monies collected after deducting them from expenses of administration and collection and amounts refunded or to be refunded, but inclusive of any applicable penalties and interest, are paid by the State to the County on a monthly basis. Of the total \$75,086,503 sales tax collected or accrued for the year ended December 31, 2017, \$39,795,847 was distributed to the towns and villages and the City of Watertown. The amount of sales taxes receivable at year end is \$3,873,650, which includes amounts to be distributed to the towns, villages and the City of Watertown, which are recorded as liabilities.

Constitutional Tax Limit—The amount that may be raised by the County-wide tax levy on real estate in any fiscal year (for purposes other than debt service on County indebtedness) is limited to one and one-half per centum (subject to increase up to two per centum by resolution of the County Legislature) of the five-year average full valuation of taxable real estate of the County, per New York State statutes.

The County constitutional tax limit (per New York State statutes) for the fiscal year ended December 31, 2017 is computed as follows:

Five-year average full valuation of taxable real estate	\$ 7,867,877,664
Tax limit @ 1.5%	\$ 118,018,165
Tax levy subject to tax limit	<u>54,443,929</u>
Tax margin	<u>\$ 63,574,236</u>

Property Tax Revenue Recognition—The County-wide property tax is levied by the County Legislature effective January 1 of the year the taxes are recognizable as revenue. Taxes become a lien on the related property on that date of the year for which they are levied. Accordingly, property tax is only recognized as revenue in the year for which the levy is made, and to the extent that such taxes are received within the reporting period or 60 days thereafter in the governmental fund financial statements.

The County's tax sale procedures have resulted in cumulative net gain. The County does not consider its delinquent property taxes for prior years to be uncollectible. However, delinquent property taxes not collected at year end (excluding collections in the 60 day subsequent period) are recorded as deferred inflows of resources in the Governmental Fund financial statements. Any taxes not collectible pursuant to a court order are recorded as a reduction to prior year revenue when the Court determines them to be uncollectible.

Compensated Absences—Most employees are granted vacation, personal, and sick leave and earn compensatory time in varying amounts. In the event of termination, an employee is entitled to payment for accumulated vacation and compensatory time. Upon retirement, an employee is entitled to vacation and unused compensatory absences at various rates subject to certain maximum limitations.

Full time employees are entitled to earn 15 days of sick time annually which is accrued proportionately with each bi-weekly pay period, and may accumulate credit up to a maximum of 200 days. The County has

no liability for sick leave upon retirement; any unused sick leave is applied toward service time for retirement benefits as outlined in Section 41J of New York State Retirement and Social Security Law.

Compensated absences for vacation and compensatory time for governmental fund type employees are reported as a liability and an expense in the government-wide financial statements. For business-type activities employees, the accumulation is recorded as an accrued liability and/or other long-term obligation of the business-type activities.

The compensated absences liability for the primary government at year end totaled \$2,202,824 and is reported as governmental activities at \$2,166,681, business-type activities at \$38,945. The College reports \$498,303 as its liability for compensated absences.

Payment of vacation and compensatory time is recorded in the governmental funds is dependent upon many factors. Therefore, timing of future payments is not readily determinable. However, management believes that sufficient resources will be made available for the payments of vacation and compensatory time when such payment becomes due.

Proprietary Funds Operating and Nonoperating Revenues and Expenses—Operating revenues of enterprise funds consist mainly of user fees. Operating expenses of enterprise funds consist of salaries, wages and benefits, contractual services and depreciation and amortization. Transactions related to capital and financing activities, non-capital financing activities, investing activities and interfund transfers from other funds and State appropriations are components of non-operating income. Subsidies and grants to proprietary funds which finance either capital or current operations are reported as nonoperating revenue.

Pensions—The County is mandated by New York State law to participate in the New York State Teachers' Retirement System ("TRS") and the New York State Local Employees' Retirement System ("ERS"). For purposes of measuring the net pension (asset)/liability, deferred outflows of resources related to pensions, and pension expense, information about the fiduciary net position of the defined benefit pension plans, and changes thereof, have been determined on the same basis as they are reported by the respective defined benefit pension plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. More information regarding pensions is included at Note 6.

Other Postemployment Benefits—In addition to providing pension benefits, the County provides retired employees with group health insurance benefits. The obligation of the County to contribute to the cost of providing this benefit has been established pursuant to legislative resolution and various collective bargaining agreements. Substantially all employees become eligible for such benefit if they have been continuously employed by the County for the equivalent of at least ten years at the time of retirement.

Regarding the County's postemployment benefits, retirees' and their survivor's health care benefits are provided through an insurance company whose premiums are based on historic experience. Additionally the County finances the plan on a pay-as-you-go basis, and the cost of retiree group health insurance benefits is recognized as an expenditure/expense based on premiums paid during the year. During 2017, \$7,146,221 was paid by the County on behalf of eligible retirees, including their dependents and survivors.

Other

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

Adoption of New Accounting Pronouncements—During the year ended December 31, 2017, the County implemented GASB Statements No. 72, *Fair Value Measurement and Application*, GASB Statement No. 72 provides guidance for determining a fair value measurement for financial reporting purposes, as well as guidance on applying fair value to certain investments and disclosures related to all fair value measurements; GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* which improves accounting and financial reporting by state and local governments for postemployment benefits other than pensions. GASB Statement No. 76 reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. GASB Statement No. 78 addresses a practice issue regarding the scope and applicability of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. GASB Statement No. 79 establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. GASB Statements No. 72, 76, 78 and 79 did not have a material impact on the County's financial position or results from operations.

Future Impacts of Accounting Pronouncements—The County has not completed the process of evaluating the impact that will result from adopting No. 80, *Blending Requirements for Certain Component Units - an Amendment of GASB Statement No. 14*; No. 81, *Irrevocable Split-Interest Agreements*; No. 85, *Omnibus 2017*; and No. 86, *Certain Debt Extinguishment Issues*, effective for the fiscal year ending December 31, 2018; No. 83, *Certain Asset Retirement Obligations*; No. 84, *Fiduciary Activities*, effective for the fiscal year ending December 31, 2019; and No. 87, *Leases*, effective for the fiscal year ending December 31, 2020. The County is, therefore, unable to disclose the impact that adopting GASB Statements No. 74, 80, 81, 82, 83, 84, 85, 86 and 87 will have on its financial position and results of operations when such statements are adopted.

Stewardship, Compliance and Accountability

Legal Compliance—Budgets—The County follows these procedures in establishing the budgetary data reflected in the financial statements:

The County's annual procedures in establishing the budgetary data reflected in the basic financial statements are as follows:

- No later than November 15, the budget officer submits a tentative budget to the Board of Legislators for the fiscal year commencing the following January 1. The tentative budget includes proposed expenditures and the proposed means of financing for the General Fund, County Road Fund, Road Machinery Fund and Debt Service Fund.
- After public hearings are conducted to obtain taxpayer comments, no later than December 20, the governing board adopts the budget.
- All amendments of the budget must be approved by the governing board. However, the County Administrator is authorized to transfer certain budgeted amounts within departments, upon request of the department head.
- Budgets are prepared for proprietary funds to establish the estimated contributions required from other funds and to control expenditures.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

Available cash of the County is deposited and invested in accordance with the provisions of applicable State statutes. The County also has its own written investment guidelines which have been established by the County Legislature.

The County deposits cash into a number of bank accounts. Monies must be deposited in demand or time accounts at, or certificates of deposit issued by, FDIC-insured commercial banks or trust companies located within the State. Some of the County's accounts are required by various statutes and borrowing restrictions for specific funds, while the remainder are used for County operating cash and for investment purposes. The County's bank accounts are maintained in separate demand accounts with the respective offset being to various fund equities in pooled cash, investments, and restricted cash. Interest income from the pooled accounts is allocated based on the funds' respective share of the pool.

Permissible investments include obligations of the U.S. Treasury and U.S. agencies, contractual repurchase agreements, and obligations of New York State. Per existing policies, the underlying securities for repurchase transactions must only be federal obligations.

Cash at year-end consisted of:

	Governmental Activities	Business-type Activities	Fiduciary Fund	Total Balance
Petty cash (uncollateralized)	\$ 5,745	\$ 800	\$ -	\$ 6,545
Deposits	<u>64,217,648</u>	<u>175,464</u>	<u>1,425,873</u>	<u>65,818,985</u>
Total	<u>\$ 64,223,393</u>	<u>\$ 176,264</u>	<u>\$ 1,425,873</u>	<u>\$ 65,825,530</u>

Deposits and Cash with Fiscal Agent—All deposits and cash with fiscal agent are carried at fair value.

	Bank Balance	Carrying Amount
Insured (FDIC)	\$ 33,692,979	\$ 33,692,979
Uninsured:		
Collateral held by bank's agent in the County's name	32,951,119	30,561,664
Uncollateralized	<u>2,388,781</u>	<u>1,564,342</u>
Total	<u>\$ 69,032,879</u>	<u>\$ 65,818,985</u>

Custodial Credit Risk—In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. For investments, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. By State statute all deposits in excess of FDIC insurance coverage must be collateralized. As of December 31, 2017, the County's deposits were FDIC insured or collateralized except for \$2,388,781. The County pools its cash from all funds, except for cash required by law to be segregated, into a concentration account for investment purposes.

Interest Rate Risk—In accordance with its investment policy, the County manages exposures by limiting investments to low risk type investments governed by New York State statutes. At December 31, 2017, the primary government had no investments.

Restricted Cash—Restricted cash and cash equivalents include the following:

	Purpose	Amount
Governmental activities:		
General Fund	Workers' compensation	\$ 108,615
General Fund	Unemployment insurance	69,866
General Fund	Insurance	1,902,395
General Fund	Advanced fundings	1,662,185
General Fund	Child welfare	4,345,677
General Fund	Law enforcement and prosecution	376,315
Capital Projects Fund	Unspent BAN proceeds	10,576,521
Capital Projects Fund	Unspent bond proceeds	2,461,339
Capital Projects Fund	Unspent Lease Proceeds	7,974,153
Nonmajor Funds:		
Road Machinery Fund	Highway equipment reserve	100,058
Special Grants Fund	Ticket to work, JCC Perkins grant and Pratt Northern grant	75,117
Debt Service Fund	Debt service	127,533
Business-type activities:		
Solid Waste Management Fund	Capital projects	<u>103,605</u>
Total primary government		<u>\$ 29,883,379</u>

Amounts restricted for General Fund reserves are subject to externally enforceable legal purpose restrictions, which are authorized by General Municipal Law, and for cash advances related to grant funding. Amounts restricted with the Capital Projects Fund are for unspent debt proceeds. Amounts restricted for debt service represent unexpended fund balances of completed capital projects and/or interest earned from the investment of debt proceeds which will be used to reduce future debt service per New York State Local Finance Law. Amounts restricted for capital projects within the Solid Waste Management Enterprise Fund are reserved to finance future costs of equipment replacement and capital improvements, including facility reconstruction. The fund is managed in accordance with section 6-c of the Municipal Law.

Discretely Presented Component Units

Jefferson Community College—The College and its component units had unrestricted deposits of \$7,417,366 and \$2,967,889, respectively. The College has an Insured Cash Sweep (ICS) account utilizing Promontory Interfinancial Network through banking relationships with Watertown Savings Municipals Bank. The account provides multi-million dollar Federal Depository Insurance Coverage by distributing monies through other member banks in amounts below the standard FDIC insurance maximum of \$250,000.

Accounting standards provide the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below.

- Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.
- Level 2 Inputs to the valuation methodology include:
- quoted prices for similar assets or liabilities in active markets;
 - quoted prices for identical or similar assets or liabilities in inactive markets;
 - inputs other than quoted prices that are observable for the asset or liability;
 - inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The College had no investments as of August 31, 2017. Its component units had investments as of August 31, 2017 with a market value of \$5,874,109. All investment held by the component unit are deemed to be observable in active markets and are therefore considered to be Level 1.

JCC-Component Units	Market	Cost
Equity investments RBC Dain Rauscher:		
PAG Prime Income	\$ 770,103	\$ 663,699
PAG Dividend Growth	794,667	623,765
PAG ADR Investment	266,985	252,506
Fox Asset Management	428,155	379,772
Madison Investments	519,693	358,137
Focus Investments	738,035	586,025
ClearBridge Investments	453,770	277,578
Fixed income funds RBC Dain Rauscher	<u>1,902,701</u>	<u>2,077,794</u>
Total investments	<u>\$ 5,874,109</u>	<u>\$ 5,219,276</u>

The Faculty Student Association of Jefferson Community College, Inc., a component unit of the College, has restricted cash of \$1,684,451, consisting of various reserve funds.

Jefferson County Industrial Development Agency—The Agency had unrestricted deposits of \$2,920,537 and restricted deposits of \$4,135,934 which were insured or collateralized by securities held by the pledging financial institution's trust department or agent, but not in the Agency's name, with a carrying value of \$6,330,451.

3. RECEIVABLES

Other receivables, representing amounts due from various sources, as of December 31, 2017, are as follows:

Governmental funds:	
Various fees and charges:	
General Fund	\$ 1,801,457
Capital Projects Fund	-
Other governmental funds	4,980
Less allowance for doubtful accounts	<u>(103,276)</u>
Total	<u>\$ 1,703,161</u>
Enterprise Fund:	
Various fees and charges	<u>\$ 296,102</u>
Total	<u>\$ 296,102</u>

Intergovernmental receivables as of December 31, 2017, are as follows:

Governmental funds:	
General Fund:	
Due from State and Federal	\$ 12,441,260
Due from other governments	5,994,899
Capital Projects Fund:	
Due from State and Federal	2,315,514
Due from other governments	9,930
Other governmental funds:	
Due from State and Federal	239,057
Due from other governments	<u>72,261</u>
Total	<u>\$ 21,072,921</u>
Enterprise fund:	
Due from State and Federal	<u>\$ -</u>
Total	<u>\$ -</u>

Discretely Presented Component Units

Jefferson Community College—Significant receivables include amounts due from students for fees and tuitions. These receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectibles. The allowance amount is estimated and recorded based on the College’s historical bad debt experience, and based on management’s judgment. At August 31, 2017, the College reported total accounts receivable of \$4,802,632 and intergovernmental receivables of \$392,664.

Jefferson County Industrial Development Agency—Significant receivables of the Agency include loans receivable, accounts receivable and notes receivable. Loans receivable, net of allowance, totaled \$2,915,112 at September 30, 2017. The Agency also had accounts receivable of \$21,729 and notes receivable of \$25,050.

4. CAPITAL ASSETS

Governmental activities—Capital asset activity for the primary government's governmental activities, for fiscal year ended December 31, 2017, was as follows:

	Balance 1/1/2017	Additions and Reclassifications	Deletions and Reclassifications	Balance 12/31/2017
Capital assets, not being depreciated:				
Land	\$ 2,625,768	\$ -	\$ -	\$ 2,625,768
Construction in progress	3,897,372	7,661,451	-	11,558,823
Total capital assets not being depreciated	<u>6,523,140</u>	<u>7,661,451</u>	<u>-</u>	<u>14,184,591</u>
Capital assets, being depreciated:				
Buildings and building improvements	81,369,873	1,378,253	(22,373)	82,725,753
Improvements other than buildings	1,418,719	-	(10,798)	1,407,921
Machinery and equipment	28,743,600	1,250,710	(768,435)	29,225,875
Infrastructure	151,003,395	265,542	(23,610,025)	127,658,912
Total capital assets being depreciated	<u>262,535,587</u>	<u>2,894,505</u>	<u>(24,411,631)</u>	<u>241,018,461</u>
Less accumulated depreciation for:				
Buildings and building improvements	(36,425,277)	(1,908,066)	-	(38,333,343)
Improvements other than buildings	(1,167,994)	(32,157)	10,258	(1,189,893)
Machinery and equipment	(20,428,480)	(1,803,616)	599,742	(21,632,354)
Infrastructure	(73,380,158)	(4,278,195)	21,746,625	(55,911,728)
Total accumulated depreciation	<u>(131,401,909)</u>	<u>(8,022,034)</u>	<u>22,356,625</u>	<u>(117,067,318)</u>
Total capital assets, being depreciated, net	<u>131,133,678</u>	<u>(5,127,529)</u>	<u>(2,055,006)</u>	<u>123,951,143</u>
Governmental activities capital assets, net	<u>\$ 137,656,818</u>	<u>\$ 2,533,922</u>	<u>\$ (2,055,006)</u>	<u>\$ 138,135,734</u>

Depreciation expense for governmental activities was charged to functions and programs of the primary government as follows:

Governmental activities:	
General government support	\$ 1,160,816
Public safety	1,148,940
Public health	41,061
Transportation	5,406,752
Economic assistance and opportunity	264,465
Total depreciation expense—governmental activities	<u>\$ 8,022,034</u>

Business-type activity—Capital asset activity for the primary government's business-type activity (Enterprise Fund), for fiscal year ended December 31, 2017, as presented below:

	Balance 1/1/2017	Additions	Deletions	Balance 12/31/2017
Capital assets, not being depreciated:				
Land	\$ 12,415	\$ -	\$ -	\$ 12,415
Total capital assets not being depreciated	<u>12,415</u>	<u>-</u>	<u>-</u>	<u>12,415</u>
Capital assets, being depreciated:				
Buildings	3,228,022	-	-	3,228,022
Machinery and equipment	<u>3,195,029</u>	<u>9,840</u>	<u>(71,981)</u>	<u>3,132,888</u>
Total capital assets being depreciated	<u>6,423,051</u>	<u>9,840</u>	<u>(71,981)</u>	<u>6,360,910</u>
Less accumulated depreciation for:				
Buildings	(721,604)	(52,456)	-	(774,060)
Machinery and equipment	<u>(2,407,590)</u>	<u>(187,038)</u>	<u>67,455</u>	<u>(2,527,173)</u>
Total accumulated depreciation	<u>(3,129,194)</u>	<u>(239,494)</u>	<u>67,455</u>	<u>(3,301,233)</u>
Total capital assets, being depreciated, net	<u>3,293,857</u>	<u>(229,654)</u>	<u>(4,526)</u>	<u>3,059,677</u>
Business-type activity capital assets, net	<u>\$ 3,306,272</u>	<u>\$ (229,654)</u>	<u>\$ (4,526)</u>	<u>\$ 3,072,092</u>

Depreciation expense for business-type activity was charged to functions and programs of the primary government as follows:

Business-type activity:	
Home and community services	<u>\$ 236,911</u>

Discretely Presented Component Units

Jefferson Community College—Capital asset activity for Jefferson Community College was as follows:

	Balance as restated*			Balance
	9/1/2016	Additions	Deletions	8/31/2017
Capital assets, not being depreciated:				
Land	145,000			145,000
Construction in progress	5,039,005	4,059,661	(7,650,002)	1,448,664
	<u>\$ 5,184,005</u>	<u>\$ 4,059,661</u>	<u>\$ (7,650,002)</u>	<u>\$ 1,593,664</u>
Capital assets, being depreciated:				
Land improvements and infrastructure	5,457,291	-	1,252,405	6,709,696
Buildings	35,096,445	498,798	6,375,093	41,970,336
Furniture and equipment	3,963,732	46,950	9,336	4,020,018
Library books	4,855,871	125,473	-	4,981,344
Total capital assets being depreciated	<u>49,373,339</u>	<u>671,221</u>	<u>7,636,834</u>	<u>57,681,394</u>
Less accumulated depreciation for:				
Land improvements and infrastructure	(2,652,589)	(229,378)	-	(2,881,967)
Buildings	(12,131,618)	(1,158,304)	-	(13,289,922)
Furniture and equipment	(3,595,429)	(120,404)	13,168	(3,702,665)
Library books	(4,497,456)	(145,380)	-	(4,642,836)
Total accumulated depreciation	<u>(22,877,092)</u>	<u>(1,653,466)</u>	<u>13,168</u>	<u>(24,517,390)</u>
Total capital assets, being depreciated, net	<u>26,496,247</u>	<u>(982,245)</u>	<u>7,650,002</u>	<u>33,164,004</u>
Governmental activities capital assets, net	<u>\$ 31,680,252</u>	<u>\$ 3,077,416</u>	<u>\$ -</u>	<u>\$ 34,757,668</u>

*Note: 2016 information has been restated due to an overstatement of the previous year's construction work in progress included \$1,106,794 in items that were below the threshold for capitalization.

In addition to the capital assets reported above, the College reports net capital assets of its discretely presented component units in the amount of \$17,636,416.

Jefferson County Industrial Development Agency—Capital asset activity for the Jefferson County Industrial Development Agency was as follows:

	Balance 10/1/2016	Additions	Deletions	Balance 9/30/2017
Capital assets, not being depreciated:				
Land and land improvements	\$ 862,189	\$ 223,164	\$ -	\$ 1,085,353
Construction in progress	-	-	-	-
Total capital assets not being depreciated	<u>862,189</u>	<u>223,164</u>	<u>-</u>	<u>1,085,353</u>
Capital assets, being depreciated:				
Equipment	188,803	-	-	188,803
Buildings	<u>1,738,690</u>	<u>-</u>	<u>-</u>	<u>1,738,690</u>
Total capital assets, being depreciated:	<u>1,927,493</u>	<u>-</u>	<u>-</u>	<u>1,927,493</u>
Less accumulated depreciation for:				
Buildings	<u>(1,040,750)</u>	<u>(144,559)</u>	<u>-</u>	<u>(1,185,309)</u>
Total accumulated depreciation	<u>(1,040,750)</u>	<u>(144,559)</u>	<u>-</u>	<u>(1,185,309)</u>
Total capital assets, being depreciated, net	<u>886,743</u>	<u>(144,559)</u>	<u>-</u>	<u>742,184</u>
Governmental activities capital assets, net	<u>\$ 1,748,932</u>	<u>\$ 78,605</u>	<u>\$ -</u>	<u>\$ 1,827,537</u>

5. PENSION PLANS

Plan Description and Benefits Provided

Employees' Retirement System—The County and the College participate in the New York State and Local Employees' Retirement System ("ERS"), a cost-sharing multiple-employer retirement system (the "System"). The System provides retirement benefits as well as death and disability benefits. The net position of the System is held in the New York State Common Retirement Fund (the "Fund"), which was established to hold all assets and record changes in fiduciary net position allocated to the System. The Comptroller of the State of New York serves as the trustee of the Fund and is the administrative head of the System. System benefits are established under the provisions of the New York State Retirement and Social Security Law ("NYSRSSL"). Once a public employer elects to participate in the System, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. The System is included in the State's financial report as a pension trust fund. That report, including information with regards to benefits provided, may be found at

www.osc.state.ny.us/retire/publications/index.php or obtained by writing to the New York State and Local Retirement System, 110 State Street, Albany, NY 12244.

The System is noncontributory, except for employees who joined the ERS after July 27, 1976 who contribute three percent (3%) of their salary for the first ten years of membership, and employees who joined on or after January 10, 2010, who generally contribute three percent (3%) to three and one half percent (3.5%) of their salary for their entire length of service. In addition, employee contribution rates under ERS Tier VI vary based on a sliding salary scale. The Comptroller annually certifies the actuarially determined rates expressly used in computing the employers' contributions based on salaries paid during the System's fiscal year ending March 31.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions—At December 31, 2017, the County reported the liability shown below for their proportionate share of the net pension liability for ERS. The net pension liability was measured as of March 31, 2017. The total pension liability used to calculate the net pension liability was determined by actuarial valuations as of April 1, 2015, with update procedures used to roll forward the total net pension liability to the measurement date. The County's proportion of the net pension liability was based on projections of the County's long-term share of contributions to the System relative to the projected contributions of all participating members, actuarially determined. This information was provided by the System in reports provided to the County.

Measurement date	March 31, 2017
Net pension liability	\$ 15,159,037
County's portion of the Plan's total net pension liability	.1617458%

For the year ended December 31, 2017, the County recognized a pension expense of 8,119,802 for the ERS. At December 31, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources shown in the chart below.

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>ERS</u>	
Differences between expected and actual experiences	\$ 379,871	\$ 2,301,986
Change in assumptions	5,178,883	
Net difference between projected and actual earnings on pension plan investments	3,027,875	-
Changes in proportion and differences between the County's contributions and proportionate share of contributions	46,833	1,693,898
County contributions subsequent to the measurement date	4,251,572	-
Total	<u>\$ 12,885,034</u>	<u>\$ 3,995,884</u>

The County's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as shown below:

<u>Year Ending December 31,</u>	<u>ERS</u>
2017	\$ 2,305,661
2018	2,305,661
2019	2,246,465
2020	(2,220,209)

Actuarial Assumptions—The total pension liabilities as of the measurement date were determined by using actuarial valuations as noted in the table below, with update procedures used to roll forward the total pension liabilities to the measurement date. The actuarial valuations used the following actuarial assumptions:

	<u>ERS</u>
Measurement date	March 31, 2017
Actuarial valuation date	April 1, 2016
Interest rate	7.00%
Salary scale	3.80%
Decrement tables	April 1, 2010- March 31, 2015
Inflation rate	2.5%

Annuitant mortality rates are based on April 1, 2011 – March 31, 2015 System's experience with adjustments for mortality improvements based on Society of Actuaries' Scale MP-2014. The actuarial assumptions used in the April 1, 2015 valuation are based on the results of an actuarial experience study for the period April 1, 2011 – March 31, 2015.

The long-term rate of return on pension plan investments was determined using a building block method in which best estimate ranges of expected future real rates of return (expected returns net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by each the target asset allocation percentage and by adding expected inflation. Best estimates of the arithmetic real rates of return for each major asset class included in the target asset allocation are summarized on the following page.

ERS

March 31, 2017

Measurement date	Target Allocation	Long-Term Expected Real Rate of Return
Asset class:		
Domestic equities	36.0 %	4.55 %
International equities	14.0	6.35
Private equity	10.0	7.80
Real estate	10.0	5.80
Absolute return strategies	2.0	4.00
Opportunistic portfolio	3.0	5.89
Real assets	3.0	5.54
Bonds and mortgages	17.0	1.31
Cash	1.0	(0.25)
Inflation-indexed bonds	4.0	1.50
Total	<u>100.0 %</u>	

Discount Rate—The discount rate used to calculate the total pension liabilities was 7.0%. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption—The chart on the following page presents the County's proportionate share of the net pension liability/(asset) calculated using the discount rate of 7.0%, as well as what the County's proportionate share of the net pension liabilities would be if they were calculated using a discount rate that is one percentage-point lower (6.0%) or one percentage-point higher (8.0%) than the current assumption.

1% Decrease (6.0%)	Current Assumption (7.0%)	1% Increase (8.0%)
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Governmental Activities:

Employer's proportionate share
of the net pension liability/(asset)—ER: \$ 30,009,675 \$ 9,396,223 \$ (8,032,412)

Pension Plan Fiduciary Net Position—The components of the current-year net pension liabilities of the employers as of the valuation dates were as follows:

	<u>(Dollars in Thousands)</u>
	<u>ERS</u>
Valuation date	March 31, 2017
Employers' total pension liability	\$ 177,400,586
Plan fiduciary net position	<u>168,004,363</u>
Employers' net pension liability	<u>\$ 9,396,223</u>
 System fiduciary net position as a percentage of total pension liability	 94.7%

Discretely Presented Component Units

Jefferson Community College—The College participates in the ERS and the Teachers' Retirement System ("TRS").

Plan Description and Benefits Provided

Employees' Retirement System—The College participates in the ERS. The plan description is the same as disclosed previously within this footnote.

Teachers' Retirement System—The College participates in the New York State Teachers' Retirement System ("TRS"). This is a cost-sharing multiple-employer retirement system. TRS provides retirement benefits as well as death and disability benefits to plan members and beneficiaries as authorized by the Education Law and Retirement and the New York State Retirement and Social Security Law ("NYSRSSL"). TRS is governed by a 10 member Board of Trustees. TRS benefits are established under New York State Law. Membership is mandatory and automatic for all full-time teachers, teaching assistants, guidance counselors and administrators employed in New York State Public Schools and BOCES who elect to participate in TRS. Once a public employer elects to participate in TRS, the election is irrevocable. The New York State Constitution provides that pension membership is a contractual relationship and plan benefits cannot be diminished or impaired. Benefits can be changed for future members only by enactment of a State statute. Additional information regarding TRS may be obtained by writing to the New York State Teachers' Retirement System, 10 Corporate Woods Drive, Albany, NY 12211-2395 or by referring to the NYSSTR Comprehensive Annual Financial Report which can be found on TRS' website at www.nystrs.org.

Plan members who joined the TRS before July 27, 1976, are not required to make contributions. Those joining after July 27, 1976 are required to contribute three percent (3.0%) to three and one half percent (3.5%) of their annual salary. Employees in the System more than ten years are no longer required to contribute. Pursuant to Article 11 of the Education Law, rates are established annually by the New York State Teachers' Retirement Board.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions—At August 31, 2017, the College reported the following liabilities for its proportionate share of the net pension liability for each of the Systems. The net pension liability was measured as of March 31, 2017 for ERS and June 30, 2017 for TRS. The total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of April 1, 2016 for ERS and June 30, 2017 for TRS. The College's proportion of the net pension liability was based on a projection

of the College's long-term share of contributions to the Systems relative to the projected contributions of all participating members, actuarially determined. This information was provided by ERS and TRS in reports provided to the College.

Measurement date	June 30, 2017	March 31, 2017
Net pension asset (liability)	\$ 223,744	\$ (1,739,478)
The College's portion of the Plan's total net pension asset (liability)	0.029436%	0.0185125%

For the year ended August 31, 2017, the College recognized pension expense of \$577,260 for TRS and a pension expense of \$931,736 for ERS. At August 31, 2017, the College reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources shown below:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
	TRS	ERS	TRS	ERS
Differences between expected and actual experiences of economic and demographic assumptions	\$ 184,086	\$ 43,590	\$ 87,235	\$ 264,150
Changes in assumptions	2,276,639	594,270	-	-
Net difference between projected and actual earnings on pension plan investments	-	347,444	526,982	-
Changes in proportion and differences between the College's contributions and proportionate share of contributions	160,627	5,374	66,553	194,372
College contributions subsequent to the measurement date	62,519	290,288	-	-
Total	<u>\$ 2,683,871</u>	<u>\$ 1,280,966</u>	<u>\$ 680,770</u>	<u>\$ 458,522</u>

The College's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending August 31, 2018. Other amounts reported as deferred inflows of resources and deferred outflows of resources related to ERS and TRS will be recognized as pension expense as follows:

Year Ending August 31,	TRS	ERS
2018	\$ 66,518	\$ 264,571
2019	617,070	264,571
2020	445,777	257,779
2021	121,745	(254,765)
2022	444,523	-
Thereafter	244,949	-

Actuarial Assumptions—The pension liability as of the measurement date was determined by using an actuarial valuation date as noted below with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

	TRS	ERS
Measurement date	June 30, 2017	March 31, 2017
Actuarial valuation date	June 30, 2016	April 1, 2016
Interest rate	7.25%	7.0%
Salary scale	1.90%-4.72%	3.8%
Decrement tables	July 1, 2009 June 30, 2014	April 1, 2010- March 31, 2015
Inflation rate	2.5%	2.5%

For TRS, annuitant mortality rates are based on July 1, 2009-June 30, 2014. The long-term expected rate of return on pension plan investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed investment rate of return. Consideration was given to expected future real rates of return (expected returns, net of pension plan investment expense and inflation) for equities and fixed income as well as historical investment data and plan performance. Best estimates of arithmetic real rates of return for each major asset class included in the Systems' target asset allocation is summarized in the table below.

	TRS	ERS
	Target Allocation	
Measurement date		
Asset class:		
Domestic equities	5.9 %	4.6 %
International equities	7.4	6.4
Private equities	-	7.8
Real estate	4.3	5.8
Domestic fixed income securities	1.6	-
Global fixed income securities	1.3	-
Absolute return strategies	-	4.0
Opportunistic funds	-	5.9
Real assets	-	5.5
Bonds and mortgages	-	1.3
Short-term	0.6	-
Cash	-	(0.3)
Inflation-indexed bonds	-	1.5
Total	<u>100.0 %</u>	<u>100.0 %</u>

Discount Rate—The discount rate used to calculate the total pension liability was 7.0% for ERS and 7.25% for TRS for the year ending August 31, 2017. The projection of cash flows used to determine the discount rate assumes that contributions from plan members will be made at the current contribution rates and that contributions from employers will be made at statutorily required rates, actuarially. Based upon the assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan

investments was applied to all periods of projected benefit payments to determine the total pension asset (liability).

Sensitivity of the Proportionate Share of the Net Pension Liability to the Discount Rate Assumption— The chart below presents the College’s proportionate share of the net pension liability/(asset) calculated using the discount rate of 7.25% for TRS and 7.0% for ERS at August 31 2017, as well as what the College’s proportionate share of the net pension liability/(asset) would be if they were calculated using a discount rate that is one percentage-point lower (6.25% for TRS and 6.0% for ERS) or one percentage-point higher (8.25% for TRS and 8.0% for ERS) than the current rate.

	1% Decrease (6.0%)	Current Assumption (7.0%)	1% Increase (8.0%)
TRS			
Employer's proportionate share of the net pension asset (liability)	\$ (5,555,549)	\$ (1,739,478)	\$ 1,487,002
	1% Decrease (6.25%)	Current Assumption (7.25%)	1% Increase (8.25%)
ERS			
Employer's proportionate share of the net pension asset (liability)	(3,854,447)	223,744	3,639,026

Pension Plan Fiduciary Net Position—The components of the current-year net pension liabilities of the employers as of the valuation dates, were as follows:

	(Dollars in Thousands)		
	TRS	ERS	Total
Valuation date	June 30, 2017	March 31, 2017	
Employers' total pension liability	\$ (114,708,261)	\$ (177,400,586)	\$ (292,108,847)
Plan fiduciary net position	<u>115,468,360</u>	<u>168,004,363</u>	<u>283,472,723</u>
Employers' net pension liability	<u>\$ 760,099</u>	<u>\$ (9,396,223)</u>	<u>\$ (8,636,124)</u>
System fiduciary net position as a percentage of total pension liability	-100.66%	-94.70%	

6. OTHER POSTEMPLOYMENT BENEFITS

Plan Description and Benefits Provided—The County may pay for a portion of eligible retirees’ health insurance dependent upon such factors as age, years of service and associated group or union. While benefits change over time as union contracts are renegotiated, current benefits are as follows:

- (1) **CSEA—**An employee must be eligible to retire under NYSERS and have at least 10 years of service with the County. For retirees hired prior to January 1, 1999, the County pays 100% of medical premiums for single and family coverage. For employees hired between January 1, 1999 and December 31, 2007, the County pays

50% of medical premiums for employees with between 10 and less than 15 years of service, 75% of premiums with 15 years but less than 20 years of service and 100% for employees with 20 or more years of service. For employees hired on or after January 1, 2008, the County pays medical premiums for 25% of the cost for those with 10 years of service but less than 15 years, 50% for those with 15 years of service but less than 20 years and 75% for those with 20 or more years of service.

(2) *Management*—An employee must be eligible to retire under NYSERS and have at least 10 years of service with the County. For retirees hired prior to January 1, 1998, the County pays 100% of medical premiums for single and family coverage. For employees hired between January 1, 1998 and December 31, 2005, the County pays 50% of medical premiums for employees with between 10 and less than 15 years of service, 75% of premiums with 15 years but less than 20 years of service and 100% for employees with 20 or more years of service. For employees hired on or after January 1, 2006, the County pays medical premiums for 25% of the cost for those with 10 years of service but less than 15 years, 50% for those with 15 years of service but less than 20 years and 75% for those with 20 or more years of service.

(3) *Deputy Sheriff*—An employee must be eligible to retire under NYSERS and have at least 10 years of service with the County. For retirees hired prior to January 1, 1998, the County pays 100% of medical premiums for single and family coverage. For employees hired between January 1, 1998 and December 31, 2006, the County pays 50% of medical premiums for employees with between 10 and less than 15 years of service, 75% of premiums with 15 years but less than 20 years of service and 90% for employees with 20 or more years of service. For employees hired on or after January 1, 2007, the County pays medical premiums for 20% of the cost for those with 10 years of service but less than 15 years, 30% for those with 15 years of service but less than 20 years and 70% for those with 20 or more years of service.

(4) *Corrections/Dispatch*—An employee must be eligible to retire under NYSERS and have at least 10 years of service with the County. For retirees hired prior to January 1, 2001, the County pays 100% of medical premiums for single and family coverage. For employees hired between January 1, 2001 and December 31, 2007, the County pays 50% of medical premiums for employees with between 10 and less than 15 years of service, 75% of premiums with 15 years but less than 20 years of service and 90% for employees with 20 or more years of service. For employees hired on or after January 1, 2008, the County pays medical premiums for 25% of the cost for those with 10 years of service but less than 15 years, 50% for those with 15 years of service but less than 20 years and 75% for those with 20 or more years of service.

Employees Covered by Benefit Terms—At December 31, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	549
Active employees	723
	<u>1,272</u>

Under GASB Statement No. 75, the total OPEB liability represents the sum of expected future benefit payments, which may be attributed to past service (or “earned”), discounted to the end of the fiscal year using the current discount rate. The total OPEB liability is analogous to the Unfunded Actuarial Accrued Liability (“AAL”) under GASB Statement No. 45.

Total OPEB Liability

The County’s total OPEB liability of \$416,997,121 was measured as of December 31, 2017, and was determined by an actuarial valuation as of that date.

Actuarial Methods and Assumptions—Calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by the employer and the plan members) at the time of the valuation and on the pattern of cost sharing between the employee and plan members. Calculations reflect a long-term perspective, so methods and assumptions used include techniques that are designed to reduce short-term volatility.

In the December 31, 2017 actuarial valuation, the Entry Age Normal over a level percent of pay was used. The single discount rate changed from 4.00% to 3.81% effective January 1, 2017, and 3.56% effective December 31, 2017. The salary scale used is based on the New York State Employees Retirement System and Police and Fire Retirement System which vary by age. Mortality rates are based on the RPH-2017 Total Dataset or Disabled Retiree Mortality Table fully generational using MP-2017. The 2015 New York State Employees Retirement System and Police and Fire Retirement System rates were used for turnover and retirement rates. In order to estimate the change in the cost of healthcare, the actuaries initial healthcare cost trend rate used is 9.00%, while the ultimate healthcare cost trend rate is 5.00%.

Changes in the Total OPEB Liability—The following table presents the changes to the total OPEB liability during the fiscal year, by source:

	Total OPEB Liability
Balances at 12/31/2016	<u>\$ 383,688,755</u>
Changes for the year	
Service cost	12,139,584
Interest	14,442,856
Differences between expected and actual experie:	(4,627,806)
Changes of benefit terms	743,910
Changes of assumptions	19,919,173
Contributions—employer	<u>(9,309,351)</u>
Net changes	33,308,366
Balances at 12/31/2017	<u>\$ 416,997,121</u>

Sensitivity of the Total OPEB Liability to the Change in the Discount Rate and Healthcare Cost Trend Rate—The discount rate assumption can have a profound impact on total

liabilities. The table below presents the effect of a 1% change in the discount rate assumption would have on the net OPEB liability.

	1% Decrease (2.56%)	Current Discount Rate (3.56%)	1% Increase (4.56%)
Net OPEB liability	\$ 498,835,435	\$ 416,997,121	\$ 353,036,012

Additionally, healthcare cost can be subject to considerable volatility over time. The table presented below presents the effect on the net OPEB liability of a 1% change in the initial (9.0%)/ultimate (5.0%) healthcare cost trend rates.

	1% Decrease (8.0%/4.0%)	Healthcare Cost Trend Rates (9.0%)	1% Increase (10.0%/6.0%)
Net OPEB liability	\$ 348,610,225	\$ 416,997,121	\$ 506,169,183

Funding Policy—Authorization for the County to pay a portion of retiree health insurance premiums was enacted through various union contracts as specified above, which were ratified by the County’s Board of Legislators. The County recognizes the cost of providing these benefits by expensing the annual insurance premiums when invoiced by the health insurance provider. County governmental activities contributed \$9,309,351 for the fiscal year ended December 31, 2017.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB—The County reports deferred outflows of resources and deferred inflows of resources due to difference during the measurement period between certain of the employer’s contributions and its proportionate share of the total of certain contributions from employers included in the collective net OPEB liability are required to be determined. The following table presents the County’s deferred outflows and inflows of resources at December 31, 2017:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,966,691
Changes of assumptions	17,073,577	-
Total	<u>\$ 17,073,577</u>	<u>\$ 3,966,691</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year ended December 31,</u>	
2018	\$ 2,184,481
2019	2,184,481
2020	2,184,481
2021	2,184,481
2022	2,184,481
Thereafter	2,184,481

Discretely Presented Component Units

Jefferson Community College

Plan Description—The College administers the Jefferson Community College Retiree Medical Plan (the “Plan”) as a single-employer defined benefit other post-employment benefit plan (“OPEB”). The Plan provides for continuation of medical insurance benefits for certain retirees and their spouses and can be amended by action of the College subject to applicable collective bargaining and employment agreements. The Plan does not issue a stand-alone financial report, as there are no assets legally segregated for the sole purpose of paying benefits under the Plan.

Funding Policy—The obligations of the Plan members, employers and other entities are established by action of the College pursuant to applicable collective bargaining and employment agreements. The required contribution rates of the employer and the members vary depending on the applicable agreement. The College currently contributes enough money to the Plan to satisfy current obligations on a pay-as-you-go basis. For fiscal year 2017, the College contributed \$1,024,238 for current premiums. Plan members receiving benefits may be required to contribute to the Plan depending on date of hire. The costs of administering the plan are paid by the College.

Annual OPEB Cost and Net OPEB Obligation—The College’s annual OPEB cost (expense) is calculated based on the annual required contribution of the employer ARC, an amount actuarially determined in accordance with the parameters of GASB. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The table on the following page shows the components of the College’s annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the College’s net OPEB obligation to the Plan.

	Year Ended August 31,		
	2017	2016	2015
Annual required contribution	\$ 3,728,778	\$ 5,002,531	\$ 4,768,392
Interest on net OPEB obligation	1,103,934	970,054	842,157
Adjustment to annual required contribution	(1,596,015)	(1,402,458)	(1,217,550)
Annual OPEB cost (expense)	3,236,697	4,570,127	4,392,999
Contributions made	(1,024,238)	(1,223,122)	(1,195,572)
Increase in net OPEB obligation	2,212,459	3,347,005	3,197,427
Net OPEB obligation—beginning of year	27,598,349	24,251,344	21,053,917
Net OPEB obligation—end of year	\$ 29,810,808	\$ 27,598,349	\$ 24,251,344
Percentage of ARC contributed	27.5%	24.5%	25.1%

The College's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2017 and the two preceding years were as follows:

Year Ended August 31,	Annual OPEB Cost	Contributions Made	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2017	\$ 3,236,697	\$ 1,024,238	32%	\$ 29,810,808
2016	4,570,127	1,223,122	27%	27,598,349
2015	4,392,999	1,217,550	27%	24,251,344

The projection of benefits is based on the types of benefits provided under the substantive Plan at the time of the valuation date and on the pattern of cost-sharing between the employer and Plan members. In addition, the projections do not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost-sharing between the employer and Plan members of the future. The actuarial calculations reflect a long-term perspective; actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

Actuarial Methods and Assumptions—The actuarial cost method used to calculate the costs of the Plan for age, disability, vested and surviving spouse's benefits is known as the Projected Unit Credit Actuarial Cost Method. Under this method, each participant's projected benefit is calculated at all possible ages based on the Plan provisions as well as the initial date and actuarial assumptions. The actuarial assumptions included annual healthcare cost trend rate of 8% initially, reduced by decrements to an ultimate rate of 5% after ten years. The discount rate as of September 1, 2016 and August 31, 2017 was 4% per year compounded annually. This is the rate used to discount future benefit liabilities into today's dollars. The College's unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30 year period. A single amortization base is re-amortized each year (open basis, as defined under GASB 45).

7. DEFERRED COMPENSATION PLAN

On October 1, 1997, the New York State Deferred Compensation Board (the "Board") created a Trust and Custody agreement making JP Morgan Chase Bank the Trustee and Custodian of the Deferred Compensation Plan (the "Plan"). As the Board is no longer the trustee of the Plan, the Plan no longer meets the criteria for inclusion in New York State's financial statements. Therefore, municipalities which participate in New York State's Deferred Compensation Plan are no longer required to record the value of

the Plan assets. The County participates in the Plan which is administered for them by Nationwide Retirement Solutions.

8. RISK MANAGEMENT

The County is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; business interruption; errors or omissions; injuries to employees; and natural disasters. The County assumes the liability for most risks including, but not limited to, property damage, personal injury liability, employee health insurance, and workers' compensation. The County had also elected to purchase minor policies from commercial insurers to provide for items such as property damage coverage, as well as protection of valuable papers and records; settled claims have not exceeded commercial coverage in a material amount in any of the past three fiscal years. Governmental funds estimated current contingent loss liabilities for property damage, personal injury liability, employee health insurance, and workers' compensation are reported within governmental activities in the government-wide financial statements.

Claims and judgments are recognized when it is probable that an asset has been impaired or a liability has been incurred and the amount of the loss can be reasonably estimated. Such recording is consistent with the requirements of GASB. These liabilities include an estimate of claims that have been incurred but not reported and the effects of both specific, incremental claims adjustment expenditures/expenses and estimated recoveries on unsettled claims, if any.

Business-type fund activity claims and judgments applicable to self-insured claims are recorded as expenses and liabilities in the Enterprise Fund (except workers' compensation, which is only recognized when invoiced from the County).

Claims and judgments reportable as part of the County's governmental activities are recognized as expenditures and fund liabilities in the General Fund when payment is due. Claims and judgments are recorded as a governmental activities long-term liability instead of in the General Fund at December 31, 2017 because they did not meet the criteria for recognition as fund liabilities.

The changes since January 1, 2016 in the reported Governmental Activities for risk financing activities claims and judgments were as follows:

Year Ended December 31,	Liability Beginning of Year	Claims and Adjustments	Claim Payments and Adjustments	Liability End of Year
2017	\$ 4,868,686	\$ 769,554	\$ 1,042,348	4,595,892
2016	11,087,409	830,295	7,049,018	4,868,686

9. OPERATING LEASES

The County leases three refueler trucks for the airport on a month to month basis. Additionally, during 2014 the County entered into a four year lease on copier equipment to expire in June 2018. Total costs for such leases were \$103,154 for the year ended December 31, 2017.

During 2012, the County entered into an agreement with the Watertown Savings Bank to lease a building on Coffeen Street to use in operation of its Workforce Development Program. Costs for this lease totaled \$178,800 for the year ended December 31, 2017. The current lease expired on October 31, 2017 and is now considered month to month at \$14,900 pending a new contract.

10. CAPITAL LEASE

In April 2017, the County entered into a capital lease with Bank of America Public Capital Corporation for the purpose of acquiring, installing and implementing equipment related to the emergency communications project. The original lease amount was \$7,974,153 and an initial payment was made in 2017 in the amount of \$2,260,759. The lease has a 10 year term with an interest rate of 2.139 percent to be paid in equal semi-annual payments of \$338,902.70 with a maturity of April 14, 2027. The future minimum lease payments are shown below:

Year	Principal	Interest
2018	\$ 556,720	121,086
2019	568,692	109,113
2020	580,922	96,884
2021	593,414	84,391
2022	606,176	71,630
thereafter	2,893,230	156,894
Total	<u>\$ 5,799,153</u>	<u>\$ 639,998</u>

JOINT VENTURE/LONG-TERM RECEIVABLE

The County has entered into an intermunicipal agreement with the City of Watertown, New York for the operation of a Public Safety Facility. The County receives a minimum lease payment annually from the City based on the prorated share of square footage utilized by the City. For its prorated share of costs for operation and maintenance in 2017, the City was billed \$143,021 for the lease agreement as well as \$91,566 for joint services. These payments are offset by a percentage of eligible costs incurred by the City.

11. SHORT-TERM DEBT

Liabilities for bond anticipation notes ("BANs") are generally accounted for in the Capital Projects Fund. Principal payments on BANs must be made annually. State law requires that BANs issued for capital purposes be converted to long-term obligations within five years after the original issue date. However, BANs issued for assessable improvement projects may be renewed for periods equivalent to the life of permanent financing, provided that annual reductions of principal are made.

During the year ended December 31, 2017, the County issued bond anticipation notes in the amount of \$11,000,000 at 2.50% interest to mature on November 1, 2018. The purpose of the BAN was to initiate work on upgrading and replacing the 911 System in the County and for various projects at Jefferson Community College Learning Center.

The following is a summary of the County's short-term debt for the year ended December 31, 2017:

	Original Issue	Interest Rate	Balance 1/1/2017	Issues	Redemptions	Balance 12/31/2017
Bond anticipation notes:						
E911 System & JCC Improve	2017	2.50%	\$ -	\$ 9,000,000	\$ -	\$ 9,000,000
911 System	2016	2.00%	450,000	-	450,000	-
Reconstruction of various						
County buildings	2017	2.50%	1,700,000	2,000,000	1,700,000	2,000,000
Jefferson Community College	2016	2.00%	1,250,000	-	1,250,000	-
			<u>\$3,400,000</u>	<u>\$11,000,000</u>	<u>\$ 3,400,000</u>	<u>\$11,000,000</u>

12. LONG-TERM LIABILITIES

In the government-wide financial statements, long-term debt and other long-term obligations are reported as noncurrent liabilities in the statement of net position.

In the fund financial statements, governmental funds recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums on debt issuances are reported as other financing sources. Further, the unmatured principal of general long-term debt does not require current appropriations and expenditure of governmental fund financial resources.

The County's outstanding long-term liabilities include serial bonds, compensated absences, claims and judgments, other postemployment benefits and net pension liabilities.

The following is a summary of changes in the County's long-term liabilities for the year ended December 31, 2017:

	Balance 1/1/2017	Additions	Decreases	Balance 12/31/2017	Due Within One Year
Governmental activities:					
Bonds payable	\$ 13,630,000	\$ 6,206,500	\$ 2,050,000	\$ 17,786,500	\$ 2,256,500
Premium	503,012	141,240	136,579	507,673	136,579
Net bonds payable	14,133,012	6,347,740	2,186,579	18,294,173	2,393,079
Compensated absences	2,117,924	2,815,967	2,731,067	2,202,824	110,141
Claims and judgments	4,868,686	3,826,338	769,554	7,925,470	-
Other postemployment benefits*	383,688,755	47,245,523	13,937,157	416,997,121	-
Net pension liability**	27,146,582	-	11,987,545	15,159,037	-
Total governmental activities	<u>\$ 431,954,959</u>	<u>\$ 60,235,568</u>	<u>\$ 31,611,902</u>	<u>\$ 460,578,625</u>	<u>\$ 2,503,220</u>
Business type activities:					
Compensated absences	\$ 34,774	\$ 43,915	\$ 39,744	\$ 38,945	\$ 1,947
Total business-type activities	<u>\$ 34,774</u>	<u>\$ 43,915</u>	<u>\$ 39,744</u>	<u>\$ 38,945</u>	<u>\$ 1,947</u>

(*beginning balance has been restated to reflect the implementation of GASB 75)

(**decreases to the net pension liability are shown net of increases.)

Bonds Payable—The County borrows money in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities, which are full faith and credit debt of the local government, are recorded in the statement of net position.

The provision to be made in future budgets for capital indebtedness represents the amount, exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities.

Governmental Activities Bonds	Original Date Issued	Original Debt	Interest Rate	Date Final Maturity	Balance 12/31/2017
2017 Public Improvement Bond	2017	4,706,500	2.00-3.50%	06/2037	\$ 4,706,500
2011 Refunding Bonds	2011	\$ 9,440,000	2.00-5.00%	11/2020	3,690,000
Issued on behalf of					
Jefferson Community College:					
2006 Public Improvement Bond	2006	4,915,000	3.75-3.95%	11/2020	1,365,000
2015 Public Improvement Bond	2015	7,000,000	2.25-3.00%	06/2035	6,525,000
2017 Public Improvement Bond	2017	1,500,000	2.00-3.50%	06/2037	1,500,000
Total		<u>\$ 27,561,500</u>			<u>\$ 17,786,500</u>

Compensated Absences—Represents the value of earned and unused portion of the liability for compensated absences and is liquidated in various funds.

Claims and Judgments—As further discussed in Note 9, the County is self-insured. Liabilities are established for workers' compensation and general claims in accordance with GASB requirements. Estimated long-term contingent loss liabilities in the governmental fund types have been reported as long-term liabilities in the government-wide financial statements. The Proprietary Fund has no loss contingency liability except workers' compensation which is recognized when invoiced from the County.

Other Postemployment Benefits ("OPEB") Obligation—As explained in Note 6, the County provides health insurance coverage for retirees. The County's annual postemployment benefit ("OPEB") cost is calculated based in the annual required contributions of the employer, an amount actuarially determined in accordance with the parameters of GASB. The estimated long-term OPEB liability is estimated to be \$416,997,121 at December 31, 2017.

Net Pension Liability—The County reports a liability for its proportionate share of the net pension liability for the Employee's Retirement System. The net pension liability is estimated to be \$15,159,037 in the governmental activities. Refer to Note 5 for additional information related to the County's net pension liability.

Constitutional Debt Limit—Outstanding bond indebtedness aggregated \$17,786,500 all of which was subject to the constitutional debt limit and represented approximately 3.23% of its debt limit.

The following is a maturity schedule of the County's indebtedness:

Governmental Activities

Year Ending December 31,	Bonds Payable	Premium	Compensated Absences	Claims and Judgments	Other Postemployment Benefits	Net Pension Liability	Total
2018	\$ 2,256,500	\$ 136,579	\$ 110,141	\$ -	\$ -	\$ -	\$ 2,503,220
2019	2,145,000	136,579	-	-	-	-	2,281,579
2020	2,200,000	26,620	-	-	-	-	2,226,620
2021	575,000	4,624	-	-	-	-	579,624
2022	585,000	4,624	-	-	-	-	589,624
2023-2027	3,160,000	23,120	-	-	-	-	3,183,120
2028-2032	3,620,000	23,120	-	-	-	-	3,643,120
2033-2037	3,245,000	11,167	-	-	-	-	3,256,167
Thereafter	-	-	2,092,683	4,595,891	416,997,121	15,159,037	438,844,732
	<u>\$ 17,786,500</u>	<u>\$ 366,433</u>	<u>\$ 2,202,824</u>	<u>\$ 4,595,891</u>	<u>\$ 416,997,121</u>	<u>\$ 15,159,037</u>	<u>\$ 457,107,806</u>

Interest requirements on serial bonds are as follows:

December 31,	Interest
2018	\$ 625,508
2019	463,084
2020	375,215
2021	314,700
2011	301,788
2023-2027	1,277,063
2028-2032	795,569
2033-2037	217,694
Thereafter	-
Total	<u>\$ 4,370,621</u>

Discretely Presented Component Units

Jefferson Community College—The College and its component units' long-term debt activity for the year ended August 31, 2017:

	Balance 9/1/2016	Additions	Decreases	Balance 8/31/2017	Due Within One Year
Compensated absences	\$ 506,643	\$ -	\$ 7,740	\$ 498,903	\$ -
Bonds payable	22,185,000	-	355,000	21,830,000	350,000
Capital lease obligation	1,014,036	498,798	118,934	1,393,900	83,534
Other postemployment benefits	27,598,349	2,212,459	-	29,810,808	-
Net pension liability*	3,527,324	-	1,787,846	1,739,478	-
Total governmental activities	<u>\$ 54,831,352</u>	<u>\$ 2,711,257</u>	<u>\$ 2,269,520</u>	<u>\$ 55,273,089</u>	<u>\$ 433,534</u>

(*additions to the net pension liability are shown net of deductions.)

Bonds Payable—Bonds payable reported by the College represents amounts issued by its component units.

Capital Lease Obligation—On January 6, 2011, the College entered into an Energy Performance Contract Municipal Lease/Purchase Agreement with Municipal Leasing Consultants. The project includes the replacement of six boilers and campus-wide lighting improvements. The estimated value of the capital improvements at the completion of the project and at the inception of the lease is \$1,311,822. The project was substantially complete as of August 31, 2012 and had resulted in \$1,235,950 of construction costs (net of rebates of \$183,072) which were capitalized in the prior year. The balance as of August 31, 2017 is \$930,502. The capital lease obligation is amortized at an implicit interest rate of approximately 5.44%.

During the year ended August 31, 2017, the College entered into a Lease/Purchase Agreement with Jefferson Community College Foundation, Inc., a discretely presented component unit, for a 2,150 square foot clinical facility on the College's campus. The Lease/Purchase Agreement at the inception of the lease amounted to \$498,798 which covered all costs incurred to construct the building. Balance at August 31, 2017 is \$463,398, with payment terms of 15 years at 5.50%. The agreement states that upon completion of payments, the Foundation will relinquish any title or ownership to the College.

The future minimum obligations under capital leases at August 31, 2017 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 125,795	\$ 76,126	\$ 201,921
2019	143,084	69,262	212,346
2020	137,820	61,451	199,271
2021	150,717	53,937	204,654
2022	164,504	45,720	210,224
thereafter	<u>671,980</u>	<u>125,023</u>	<u>797,003</u>
Total	<u>\$ 1,393,900</u>	<u>\$ 431,519</u>	<u>\$ 1,825,419</u>

Other Postemployment Benefits—As explained in Note 8, the College provides health insurance coverage for retirees. The College's annual postemployment benefit ("OPEB") cost is calculated based in the annual required contributions of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. The estimated long-term OPEB liability is estimated to be \$29,810,808 at December 31, 2017.

Jefferson County Industrial Development Agency—Grant repayment of 40% of the Industrial Access project due to the New York State Department of Transportation. Payments are to start one year from project completion; however, as of September 30, 2017, the project has not been completed.

Secured notes payable due to the Local Development Corporation of the City of Watertown, interest is due quarterly at 4.0%.

New York State Department of Transportation	<u>\$ 180,160</u>
Total notes payable	180,160
Less: current portion	-
Long-term portion	<u>\$ 180,160</u>

The Agency's long-term debt activity for the year ended September 30, 2017:

	Balance 10/1/2016	Addition	Decreases	Balance 9/30/2017	Due Within One Year
Notes payable	\$ 180,160	\$ -	\$ -	\$ 180,160	\$ -
Other long-term payables	25,039	-	1,571	23,468	1,571
Total	<u>\$ 205,199</u>	<u>-</u>	<u>\$ 1,571</u>	<u>\$ 203,628</u>	<u>\$ 1,571</u>

13. NET POSITION AND FUND BALANCE

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

- **Net investment in capital assets**—This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

Capital assets, net of accumulated depreciation		\$ 138,135,734
Related debt:		
Serial bonds issued	(6,206,500)	
Bond anticipation notes issued	(11,000,000)	
Unamortized bond premium	(366,433)	
Less:		
Serial bonds issued on behalf of Jefferson Community College	1,500,000	
Bond anticipation notes issued on behalf of Jefferson Community College	2,000,000	
Unamortized bond premium on serial bonds issued on behalf of Jefferson Community College	80,527	
Unspent BAN proceeds	<u>10,576,521</u>	<u>(3,415,885)</u>
Net investment in capital assets		<u>\$ 134,719,849</u>

- **Restricted**—This category presents external restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted**—This category represents net assets of the County not restricted for any project or other purpose.

A Capital Reserve Fund/Solid Waste Management net asset restriction is reported in the County's Proprietary Fund and was established by the County Board within the Solid Waste Management Enterprise Fund to finance future costs of equipment replacement and capital improvements, including facility

reconstruction. By resolution, monies for “the reserve” were taken from those funds equal to the depreciation which had been accumulated. The fund is managed in accordance with section 6-c of the Municipal Law.

Fund Balance—GASB defines the different types of fund balances that a governmental entity must use for financial reporting purposes as the fund balance categories listed below:

- **Nonspendable**—Amount of assets that cannot be spent in the current period because of their form or because they must be maintained intact. As of December 31, 2017, the County had \$3,938,235 of prepaid expenses, \$30,225 of inventory and \$950,000 representing a long term receivable that were classified as nonspendable funds.
- **Restricted**—Amounts that are subject to externally enforceable legal purpose restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation. As of December 31, 2017, the County had the restricted funds listed below.

	General Fund	Capital Projects Fund	Nonmajor Funds			Total
			Road Machinery Fund	Special Grant Fund	Debt Service Fund	
Restricted for:						
Workers' compensation	\$ 108,615	\$ -	\$ -	\$ -	\$ -	\$ 108,615
Unemployment insurance	69,866	-	-	-	-	69,866
Insurance	1,902,395	-	-	-	-	1,902,395
Law enforcement and prosecution	276,257	-	-	-	-	276,257
Highway equipment	-	-	100,058	-	-	100,058
Grantor donor restrictions	-	10,435,492	-	32,475	-	10,467,967
Debt service	127,533	-	-	-	127,533	255,066
Total restricted fund balance	<u>\$ 2,484,666</u>	<u>\$ 10,435,492</u>	<u>\$ 100,058</u>	<u>\$ 32,475</u>	<u>\$ 127,533</u>	<u>\$ 13,180,224</u>

- **Committed**—Amounts that are subject to a purpose constraint imposed by a formal action of the County’s highest level of decision-making authority, or by their designated body or official. As of December 31, 2017, the Jefferson County had no committed fund balance.
- **Assigned**—Amounts that are subject to a purpose constraint that represents an intended use established by the County’s Board of Legislators, or by their designated body or official. The purpose of the assignment must be narrower than the purpose of the General Fund, and in funds other than the general fund, assigned fund balance represents the residual amount of fund balance. As of December 31, 2017, the balances presented on the following page were considered to be assigned.

	Nonmajor Funds					Total
	General Fund	Capital Projects Fund	County Road Fund	Road Machinery Fund	Special Grant Fund	
Assigned for:						
Temporary assistance for needy families reserve	\$ 643,653	\$ -	\$ -	\$ -	\$ -	\$ 643,653
Assigned to workers' compensatic	2,500,000	-	-	-	-	2,500,000
Assigned to compensated absence	2,117,924	-	-	-	-	2,117,924
Assigned to risk retention	2,000,000	-	-	-	-	2,000,000
Encumbrances	162,260	3,448,324	-	53,494	27,160	3,691,238
Appropriated for subsequent year's expenditures	6,665,697	-	-	-	-	6,665,697
Assigned to capital projects	-	12,025,482	-	-	-	12,025,482
Assigned to county road	-	-	4,467,171	-	-	4,467,171
Assigned to road machinery	-	-	-	1,825,627	-	1,825,627
Total assigned fund balance	\$ 14,089,534	\$ 15,473,806	\$ 4,467,171	\$ 1,879,121	\$ 27,160	\$ 35,936,792

Unassigned—Represents the residual classification of the government's General Fund, and could report a surplus or deficit. As of December 31, 2017, the unassigned fund balance represented a surplus totaling \$12,169,914.

Order of Fund Balance Spending Policy—The County's policy is to expend fund balances in the following order: non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year by adjusting journal entries.

Minimum Fund Balance—It is the intention of the Board of Legislators to maintain adequate reserves in the General Fund unassigned fund balance equal to two months of General Fund operating expenditures (approximately 16.67% of operating expenditures), net of local sales tax distribution. If the General Fund's fund balance should fall 10% above or below (between 6.67% and 26.67% of operating expenditures) the level set by the policy, the County Administrator shall recommend increasing or decreasing the use of fund balance appropriated in the following year's budget, such that in his estimation over the course of no more than three years, the fund balance will be again within the level set by the fund balance policy. At December 31, 2017, the County's available General Fund balance was 12.8% of General Fund annual operating expenditures, which is above 10% of the level set by the policy.

14. INTERFUND LOAN

The long-term interfund loan balance within the General Fund and the Solid Waste Management Fund consists of a \$1,300,000 loan made during the year ended December 31, 2010. A pre-determined interest rate is not included within the terms of the agreement. The County will charge the Solid Waste Management Facility an interest rate, on its outstanding debt to the General Fund, equal to the average interest it receives in its interest bearing accounts. During the years ended December 31, 2016, 2015 and 2014, the Solid Waste Fund was unable to make a payment and borrowed an additional funds from the General Fund. On December 13, 2016, the County amended its original agreement decreasing the annual payment from \$100,000 to \$50,000 for a period of 20 years effective during the year ending December 31, 2017. During the year ended December 31, 2017, the additional borrowing was repaid and the agreed upon \$50,000 payment plus past interest was paid. The current balance on the interfund loan as of December 31, 2017 was \$950,000.

15. INTERFUND BALANCES AND ACTIVITY

Interfund receivables and payables are short term in nature and exist because of temporary advances or payments made on behalf of other funds. All interfund balances are expected to be collected/paid within the subsequent year. Interfund transfers are routine annual events for both the budget and accounting process and are necessary to present funds in their proper fund classification.

Interfund receivables, payables, and transfers of the County as of, and for the year ended December 31, 2017 are presented below:

	Interfund			
	Receivables	Payables	Transfers In	Transfers Out
Governmental Funds:				
General Fund	\$ 967,990	\$ -	\$ 27,558	\$ 14,139,125
Capital Projects Fund	2,260,759	-	1,852,179	-
Other nonmajor funds	-	2,278,749	13,922,193	1,662,805
Business-type Funds:				
Solid Waste Management Fund	-	950,000	-	-
Total	<u>\$ 3,228,749</u>	<u>\$ 3,228,749</u>	<u>\$ 15,801,930</u>	<u>\$ 15,801,930</u>

16. COMMITMENTS

Encumbrances—Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expended in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

The County considers encumbrances significant if they are in excess of \$100,000. As of December 31, 2017, the significant encumbrances of the County are shown below:

Fund	Purpose	Amount Encumbered
Capital Projects Fund	Tower Steel for Emergency Comm	\$ 571,044
Capital Projects Fund	Tower Installation-Emerg Comm Proj	2,271,229
Capital Projects Fund	Public Health Bldg Elevator	159,900

17. TAX ABATEMENTS

The County provides tax abatements under several different programs: low income housing, economic assistance to startup or incubator businesses, residential real estate ventures and other commercial and manufacturing projects new to Jefferson County. Part of these abatements are done through the offices of the Jefferson County Industrial Development Agency (the "Agency"). The Agency is authorized and empowered by the provisions of Chapter 1030 of the 1969 Laws of New York, constituting Title 1 of Article 18-A of the General Municipal Law, Chapter 24 of the Consolidated Laws of New York, as amended (the Enabling Act) and Chapter 77 of the 1974 Laws of New York, as amended, constituting Section 902 of said General Municipal Law.

Abatements are generally for the purpose of reducing the real estate tax burden during the construction period of building residential units as well as a reduction during the early years while occupancy is low. Abatements are usually fifty percent of the actual tax and progresses on a sliding scale over a period of fifteen years until 100% is reached. In commercial and manufacturing, the abatements of real estate taxes range from five to twenty years while the business is being developed. Under agreements made through JCIDA, the following amounts were abated and collected as payments in lieu of taxes in 2017:

	Abated	Taxes
Residential housing projects	\$ 809,461	\$ 379,946
Commercial endeavors	514,233	95,375
Manufacturing	1,536,427	183,947
Other	-	50,000
	\$ 2,860,121	\$ 709,268

The County has entered into agreements with three low income housing projects for a reduction in real estate taxes that results in approximately \$25,000 in tax abatements in 2017.

In addition to real estate tax abatements, there is an agreement with two entities for a sales tax abatement of up to \$2,063,200 in the first two years of the construction phase of the projects. This is the second year of the construction phases for these two projects. During 2017, no mortgage tax abatements were granted.

18. CONTINGENCIES

Sales tax audits—The State of New York periodically audits its distribution of sales tax revenues to counties throughout the State. Subsequent revisions to the revenues recorded as of December 31, 2017, if any, would be reflected in the operations statement in the year they are calculated.

Grant and aid programs—The County receives significant financial assistance from numerous federal and state agencies. The receipt of such funds generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed expenditures resulting from such audits could become a liability of the County. The amount of disallowance, if any, cannot be determined at this time, although the County expects any such amounts to be immaterial.

Other—The County is also involved in litigation arising in the ordinary course of its operations. The County believes that its ultimate liability, if any, in connection with these matters will not have a material effect on the County's financial condition or results of operations.

19. SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 26, 2018, which is the date the financial statements are available for issuance, and have determined, except as disclosed above, there are no subsequent events that require disclosure under generally accepted accounting principles.

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