MISSOULA COUNTY, MONTANA

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT

For the Fiscal Year Ended
June 30, 2014

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M I S S O U L A C O U N T Y , M O N T A N A

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2014

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MISSOULA COUNTY

OFFICE OF FINANCIAL SERVICES
200 WEST BROADWAY
MISSOULA, MONTANA 59802

PHONE: (406) 721-5700

February 27, 2015

Board of County Commissioners
And Citizens of Missoula County, Montana

Dear Commissioners,

This letter transmits to the Board of County Commissioners and the citizens of Missoula County the Comprehensive Annual Financial Report (CAFR) for Missoula County for the year ended June 30, 2014. This CAFR presents fairly the financial condition of the County as of June 30, 2014 and the results of its operations and cash flows for proprietary type funds for the fiscal year then ended. With the exception of the independent auditors' reports, all the information included in this report is the responsibility of the management of Missoula County.

The County has prepared this report in conformity with generally accepted accounting principles. Consequently, the financial statements reflect the implementation of the Governmental Accounting Standards Board Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.

This report is the financial reflection of the services provided by Missoula County. It contains all County funds used to account for the normal range of local government services including criminal justice, public safety, public works, public health, cultural and recreational programs, community development and social services. Also presented are the activities of the Missoula County Development Authority, Larchmont Golf Course, Missoula Aging Services, the Missoula County Workers' Compensation Group Insurance Authority, the Missoula County Employee Benefits Plan, and the Partnership Health Center. Missoula County has sufficient authority over these agencies to justify including them as component units of the County. The details of this authority are discussed in Note 1 to the Basic Financial Statements. Rural fire districts, school districts and other local agencies do not meet the criteria for inclusion in the report, and are consequently excluded, except as agency funds. The CAFR also includes Management's Discussion and Analysis which provides a narrative overview of the County's financial position, results of operations, and significant initiatives.

Independent Audit – Montana statutes require that certain local governments obtain at least biennial audits of the financial statements. Missoula County has chosen to contract with Nicole M. Noonan, CPA, P.C. This audit also satisfies the federal Single Audit Act and Office of Management & Budget Circular A-133.

PROFILE

Missoula County, Montana covers approximately 2,600 square miles in the western part of the state. Five large valleys and two major rivers wind through this mountainous region. Missoula County has a population of more than 100,000 people and the county seat is the city of Missoula. The Missoula County Courthouse was completed in 1910. Its south foyer is graced by a series of eight murals painted by famed western artist, Edgar S. Paxson, between 1912 and 1914. An addition to the Courthouse was completed in 1966. Missoula County is governed by three Commissioners, each elected to staggered six-year terms. The current Commissioners are Chair Bill Carey, Jean Curtiss and Nicole Rowley.

The County provides a full range of services in general government, criminal justice, public safety, public works, public health, social and economic services, culture and recreation, and housing and community development. Details of the departments under these functions are provided in Management's Discussion and Analysis.

Budgetary control of these functions is maintained through an annual budget adopted by the Board of County Commissioners. The budget process generally begins shortly after the mid-year budget review which is held in late January each year. The CFO in consultation with department heads, the CAO and the Financial Services staff provides a forecast of the projected year end fund balances. In addition a prediction of the following year's revenues and fixed expenses is made. It is from these estimates that the general parameters of the coming year's budget are constructed. A presentation is made to the Commissioners and the Senior Leadership Team to establish the constraints within which the departments must work. The County departments are then provided budget spreadsheets; within which salaries and benefit costs are included. Departments must make the decisions on how to live within the constraints established in the general parameter discussion. The departments then submit their budget spreadsheets to the CFO's office by a set date, where they are reviewed, modified and then returned to the departments. The Commissioners then meet with each department to discuss their budget requests and hear an analysis of the departmental budgets provided by the CFO. Decisions are made on the individual departmental requests at the conclusion of the budget meetings when examined in the context of total proposed County budget. Public budget hearings are generally conducted in July and August of each year. The final budget is adopted by the second Monday in August or 45 days after receiving the certified taxable values from the State of Montana following the final public hearing. Budget authority is flexible in that the Commissioners may make mid-year transfers among budget object lines within a fund and budget amendments within statutory restrictions as deemed necessary for proper administration of County government. The level of budgetary control is established at the personnel, operations, and capital level within each fund.

The County's internal controls begin as a process that is effected by the organization's structure, work and authority flows, people and management information systems that are designed to help the County accomplish its goals and objectives. Budgetary controls are maintained in the accounting office and reported to department heads and the County Commissioners. The County's audit staff reviews all departmental expense claims for appropriate backup documentation and departmental approval prior to the presentation to the County Commissioners for final approval and the creation of warrants. Revenues are monitored by departmental heads as well as the County CFO. Any deviations from the budget are reported to the Commissioners in a timely fashion and budget modifications which are authorized under current County policy are made throughout the year by majority vote of the County Commissioners.

FINANCIAL CONDITION

Missoula County's economic slowdown, which began in 2007 and continued through 2010 with negative growth in non-farm payroll in years 2008 through 2010, reversed its course in 2011 with a .07% increase. For the year ending June 30, 2014 non-farm payroll jumped to a healthy 1.9%. Projections going forward are four consecutive years of growth between 2.4% and 2.7%, beginning in 2015. The non-farm employment rate in Missoula County (according to the U.S. Bureau of Labor Statistics) has increased over the last year from approximately 2.9 %. The closure of the Stimson plywood plant in 2007, and the Stimson sawmill in 2008 have provided an opportunity for new industry to occupy the former Bonner mill site. A large wood chipping operation has taken the southernmost 20 acres of the 110 acre site. Northwest Paints and Siding Company has relocated its operations to one of the large buildings in the center of the campus and most recently a manufacturer of custom travel trailers has expanded their east coast operations to include a manufacturing facility at the former Bonner mill site. Across the river from the old Bonner mill the County, in cooperation with landowners, created a TEDD (Targeted Economic Development District) to help with the development of a new manufacturing site. The tax revenue calculated from new construction, as provided by the Department of Revenue for Missoula County in 2014, came in flat for the 2014 tax year; reflecting the decrease in centrally assessed properties at the state level.

The mood within the County is one of cautious optimism. New housing starts, specifically multi-family apartment complexes, are up substantially from the previous four years and new businesses are starting to appear. The earlier closure of K-Mart on the 93 strip has given way to the construction of a new Cabela's Sporting Goods, Boot Barn, Kohl's Department Store, Men's Wearhouse and City Brew Coffee; all of which provide another sign of the economy picking up. The end of the long recession for the Missoula County economy may be in sight. Since substantially all growth in property tax revenue is from new construction (and not from increases in market value of existing properties), the County will continue to closely examine budget priorities when confronting the difficult issue of allocating limited resources.

In order to mitigate the risk of flat revenue and other financial risks, the County's long-term financial planning includes revenue forecasting for the County's general revenues, along with the identification of one time revenues versus ongoing revenues. The forecast include property and related taxes, fees, in addition to non-tax revenues which make up 67% of County revenues. While property tax revenues account for approximately 33% of total County revenues, they represent on the average 23.4% of a Missoula County property tax bill. The County has maintained a policy of matching ongoing revenues with ongoing expenses to maintain the structural integrity of its departments. The County also requires all departments to maintain a 5% cash reserve at year end with the exception of the Public Safety Fund which has an 8% requirement and the General Fund which has a 12% requirement. The County also maintains multi-year budgets for the Capital Improvement Program and the Technology Program to ensure adequate resources for the future replacement of existing capital assets and to fund the acquisition of new assets.

Management's Discussion and Analysis, starting on page 5, provides additional information on the economic environment in the County, as well as the highlights of the 2014 fiscal year and the challenges facing the 2014 budget.

RELEVANT FINANCIAL POLICIES

To achieve the goal of providing outstanding, cost-effective regional public services, the Missoula County applies sound management practices and policies that enhance the quality of life of its citizens. Many of the financial management practices used by the County have been identified by the Government Finance Officers Association of the United States and Canada (GFOA) and recognized by Standard and Poor's rating agency as best practices that promote financial soundness, efficiency in government and solvency in public finance. The following summarizes the County's financial management practices. Each County department prepares an annual budget plan which they present during the budget process for evaluation by the County Commissioners and senior staff. Budget plans communicate the value the department brings to the community and measures performance. A budget plan sets forth long-term goals, operational and budget challenges, strategies for overcoming challenges and progress towards achieving those goals during the coming year.

The annual budget reflects the County's disciplined approach to fiscal management and is consistent with the County's financial planning process. Department budgets are consistent with the priorities and operations plans contained in the Financial and Operational goals of the County. Departments use these planning processes, along with projected outcomes, to evaluate programs and redirect existing resources as needed for greater efficiency to reduce costs and minimize the need for additional resources.

The County's five-year Capital Improvement Plan (CIP) is a long-term list of significant projects funded by the Capital Projects budget. It also includes the five-year capital program for non-Capital Fund expenditures. The CIP aids the County in its assessment of the best use of funds available in order to establish and prioritize its capital asset goals, while maintaining long-term financial stability.

The County Funds currently contain formal reserves, appropriations for contingencies and appropriated reserve-type funds. The purpose of these reserves is to protect community programs and services from temporary revenue shortfalls.

The Treasury Oversight Committee (TOC) is responsible for reviewing and monitoring the annual Investment Policy Statement (IPS) prepared by the Treasurer. In addition, the TOC initiates a quarterly review of the Chief Financial Officer's compliance with the IPS. Annually, if changes are made to the IPS the TOC submits the IPS to the Board of County Commissioners for approval. The TOC membership consists of the following: the elected Auditor, the elected Clerk and Recorder, one elected County Commissioner, the elected Superintendent of Schools, the Chief Financial Officer and one appointed county resident.

AWARDS & ACKNOWLEDGEMENTS

Awards – Missoula County earned its twenty-first consecutive GFOA's Certificate of Achievement for Excellence in Financial Reporting for its Fiscal Year 2013 Comprehensive Annual Financial Report. The Fiscal Year 2014 Report will also be submitted for consideration for the Certificate.

Acknowledgements – I would like to thank the Missoula County Financial Services Office: Sharon Bowman, Teresa Graham, Julie Harris, Jacque Harris, Dawn Overbaugh, Ruthe Sackey, Alane Stickney, and especially Christi Page for all their work and dedication. Thanks also to Barbara Berens, the Missoula County Auditor, for her support and a special thanks goes to the County Chief Administrative Officer; Vickie Zeier for her leadership. Without the efforts of all these people, this report would not have been possible. Finally, I would like to thank the Board of County Commissioners for their service, understanding of the value of this report, their commitment to the County making difficult decisions in difficult times and their continued support for strong financial accountability.

Andrew V. Czorny
Chief Financial Officer

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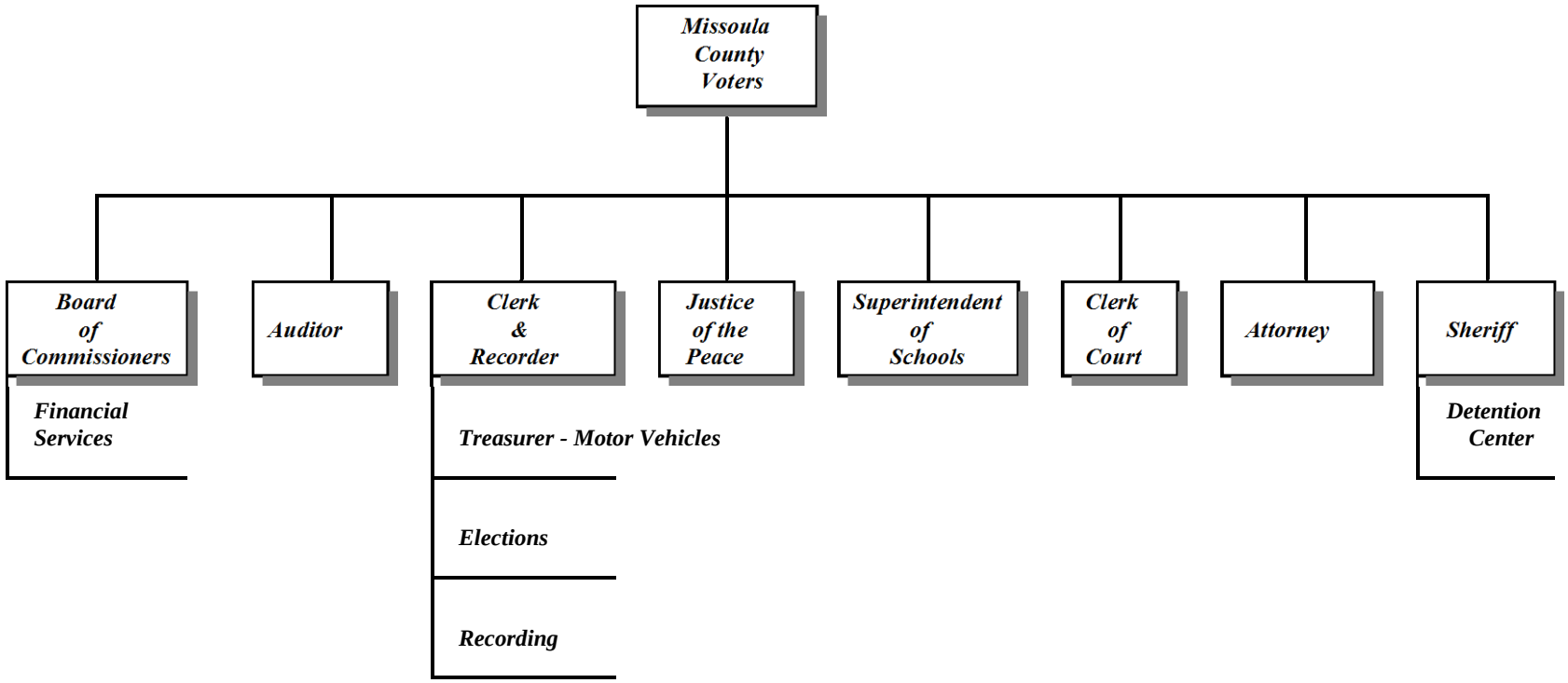
MISSOULA COUNTY
Organizational Chart



MISSOULA COUNTY, MONTANA

Board of County Commissioners

Jean L. Curtiss
Michele Landquist
William J. Carey

Auditor

Barbara A. Berens

Clerk and Recorder - Treasurer

Kim Seeberger

Justice of the Peace

Karen A. Orzech
Amy Blixt

Superintendent of Schools

Erin Lipkind

Clerk of Court

Shirley E. Faust

County Attorney

Fred Van Valkenberg

Sheriff

Carl Ibsen

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Missoula County

Montana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Jeffrey R. Esser

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Missoula County, Montana

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Missoula County, Montana's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I did not audit the financial statements of Missoula Aging Services, which represent 19.5 percent, 22.0 percent, and 17.8 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to me, and my opinion, insofar as it relates to the amounts included for Missoula Aging Services, is based solely on the report of the other auditors. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, based on my audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principal

As described in Note 1 to the financial statements, in fiscal year 2014, the County adopted new accounting guidance, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities.* My opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of funding status for the retiree health insurance benefit plan, and budgetary comparison information on pages 5-20 and 81-93 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Missoula County, Montana's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by United States Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated February 27, 2015, on my consideration of Missoula County, Montana's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Missoula County, Montana's internal control over financial reporting and compliance.

Nicole M. Noonan, CPA, P.C.

Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
February 27, 2015

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MISSOULA COUNTY, MONTANA
Management's Discussion and Analysis
June 30, 2014

The management of Missoula County offers this discussion and analysis of Missoula County's financial position and results of operations for the year ended June 30, 2014. We encourage readers to consider information presented here in conjunction with additional information provided in the transmittal letter and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

- The assets of the County exceeded its liabilities at June 30, 2014, by $107.8 million (net position) compared with a balance of $104.9 million at June 30, 2013. Of this amount, $17.0 million (unrestricted net position) may be used to meet the County's ongoing obligations to citizens, vendors and creditors, including $1.4 million that is classified as unrestricted in the Larchmont Golf Course and Rural Special Improvement Maintenance Districts.

- The County's total net position increased by $2.9 million, representing a 2.8% increase from 2013. This was primarily due to increases in cash and investments of $2.9 million, accounts receivable of $1.8 million, and capital assets of $5.4 million netted with an increase in debt of $7.2 million.

- At the end of the current year, the County's Balance Sheet for Governmental Funds reported a combined ending fund balance of $36.5 million, approximately $3.6 million more than the prior year. Of this amount, $17.4 million is unrestricted and immediately available for spending on behalf of its citizens.

- At the end of the current fiscal year, unassigned fund balance for the general fund was $2.5 million, or 15.6% of total general fund expenditures and other financing uses.

Missoula County's total debt increased by $6,069,865, which contributed to a net 12.2% increase in Long Term Liabilities, related to primary government activities.

Using the Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report (CAFR) consists of a series of basic financial statements, notes to those statements, supplementary detail financial statements, and a statistical section. This information is designed to provide the reader information needed to understand Missoula County as a financial whole and by individual functions. This Management's Discussion and Analysis Section (MD&A) provides an overview of the information presented in those other sections.

The Statement of Net Position and Statement of Activities provide information about all County activities, presenting both an aggregate view of the County's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the County's most significant funds with all other nonmajor funds presented in total in one column.

Reporting Missoula County as a Whole

Statement of Net Position and the Statement of Activities

The government-wide financial statements are designed to provide readers with a broad view of Missoula County's finances in a manner similar to a private sector business. While this document contains information about the funds used by the County to provide services to our citizens, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially during the year?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the County's net position and the change in that position. This change in net position is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or worsened. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County capital assets should also be evaluated.

The Statement of Net Position and the Statement of Activities, divide the County into three activities:

- Governmental Activities - Most of the County's services are reported here including public safety, social services programs, administration, and all departments with the exception of Larchmont Golf Course and Rural Special Improvement Maintenance Districts (RSIDs).

- Business-Type Activities - These services have a charge based upon the amount of usage. Larchmont Golf Course revenues are generated solely by the course users. The County charges special assessments to recoup the cost of the entire operation of the RSIDs as well as all capital expenses associated with these facilities.

- Component Units -The County includes financial statements of Missoula Aging Services and the Partnership Health Center in its report. Separately issued financial statements are available for both components units.

The component units are separate entities and may conduct activities such as buy, sell, lease and mortgage property in their own name and can sue or are sued in their own name.

Reporting Missoula County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restrictions on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. Missoula County's major funds are the General, Public Safety, Missoula Development Authority, RSID Debt Service, and Larchmont Golf Course funds.

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

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

The County maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds (see above).

Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of supplementary statements beginning on page 97.

Proprietary Funds: The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for Larchmont Golf Course and the Rural Special Improvement Maintenance Districts. Internal Service funds are used to account for the financing of certain goods and services between departments and agencies of the County. The County uses internal service funds to account for its self-insurance programs: Risk Management, Health Insurance, Workers' Compensation, and Excess Loss. Additionally, Telephone Services, which operates the City/County telephone system, and Information Services Operations, which operates the County network and provides technical services to County departments, are accounted for in internal service funds. The proprietary fund financial statements can be found on pages 28-31.

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statements can be found on pages 32-33.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the governmental-wide and fund financial statements. The notes to the financial statements begin on page 34.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which begin on page 97. Statistical information that shows trends for periods up to ten years is also available beginning on page 167.

Government-wide Financial Analysis

As noted earlier, net position may serve as a useful indicator of a government's financial position over time. For the year ended June 30, 2014 the County's assets exceeded liabilities by $107.8 million ($101.8 million in governmental activities and $6.0 million in business-type activities). 66.4% of the County's net position reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Other restrictions total $19,139,960. Therefore, $17.0 million in net position (15.8%) may be used to meet the County's ongoing obligations to its citizens, vendors, and creditors.

The following table provides a summary of the County's net position for 2014:

Net Position

	Governmental Activities		Business-Type Activities		Total	
Assets	**2014**	**2013**	**2014**	**2013**	**2014**	**2013**
Current & Other Assets	$ 73,636,909	$ 72,178,134	$ 1,517,016	$ 1,551,174	$ 75,153,925	$ 73,729,308
Capital Assets, Net	98,415,032	93,105,288	4,735,935	4,626,843	103,150,967	97,732,131
Total Assets	172,051,941	165,283,422	6,252,951	6,178,017	178,304,892	171,461,439
Deferred Outflows of Resources						
Deferred Charges on Refunding of Debt	172,824	204,972	-	-	172,824	204,972
Liabilities						
Current & Other Liabilities	10,200,256	10,495,479	156,404	210,221	10,356,660	10,705,700
Current Portion of Long-term Debt	7,108,174	6,167,714	25,484	-	7,133,658	6,167,714
Long-term Debt, Net of Current Portion	39,548,716	34,077,024	104,516	-	39,653,232	34,077,024
Total Liabilities	56,857,146	50,740,217	286,404	210,221	57,143,550	50,950,438
Deferred Inflows of Resources						
Deferred Assessments	13,507,046	15,853,153	-	-	13,507,046	15,853,153
Other Deferred Receipts	28,322	3,147	-	-	28,322	3,147
Total Deferred Inflows	13,535,368	15,856,300	-	-	13,535,368	15,856,300
Net Position						
Net Investment in Capital Assets	67,011,808	69,649,599	4,605,935	4,626,843	71,617,743	74,276,442
Restricted	19,139,960	17,685,419	-	-	19,139,960	17,685,419
Unrestricted	15,680,483	11,556,859	1,360,612	1,340,953	17,041,095	12,897,812
Total Net Position	$ 101,832,251	$ 98,891,877	$ 5,966,547	$ 5,967,796	$ 107,798,798	$ 104,859,673

The following table provides a summary of the changes in net position for 2014:

Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
Revenues	**2014**	**2013**	**2014**	**2013**	**2014**	**2013**
Program Revenues						
Charges for Services	$ 16,822,357	$ 16,422,387	$ 1,939,142	$ 1,957,620	$ 18,761,499	$ 18,380,007
Operating Grants and Contributions	8,068,517	6,856,910	-	-	8,068,517	6,856,910
Capital Grants and Contributions	353,300	2,611,277	-	-	353,300	2,611,277
General Revenues						
Property Taxes	40,179,586	39,240,200	-	-	40,179,586	39,240,200
Intergovernmental Revenue	6,182,199	5,782,442	724	-	6,182,923	5,782,442
Investment Earnings	157,715	40,151	4,960	3,725	162,675	43,876
Gain on Sale of Capital Assets	10,400	-	(7,014)	-	3,386	-
Miscellaneous	1,496,429	2,501,499	4,912	-	1,501,341	2,501,499
Total Revenues	73,270,503	73,454,866	1,942,724	1,961,345	75,213,227	75,416,211
Program Expenses						
General Government	17,283,281	20,445,707	-	-	17,283,281	20,445,707
Criminal Justice	3,616,057	2,979,747	-	-	3,616,057	2,979,747
Public Safety	17,764,481	17,752,142	-	-	17,764,481	17,752,142
Public Works	11,364,880	11,155,178	-	-	11,364,880	11,155,178
Public Health	7,381,596	7,547,594	-	-	7,381,596	7,547,594
Social and Economic Services	1,758,902	2,326,781	-	-	1,758,902	2,326,781
Culture and Recreation	4,592,167	4,845,283	-	-	4,592,167	4,845,283
Housing and Community Develop.	5,057,663	1,782,217	-	-	5,057,663	1,782,217
Interest and Fiscal Charges	1,381,506	1,112,108	-	-	1,381,506	1,112,108
Larchmont Golf Course	-	-	904,531	897,720	904,531	897,720
Rural Special Improvement Districts	-	-	942,995	922,016	942,995	922,016
Total Expenses	70,200,533	69,946,757	1,847,526	1,819,736	72,048,059	71,766,493
Change in Net Position before Transfers	3,069,970	3,508,109	95,198	141,609	3,165,168	3,649,718
Transfers	96,447	110,033	(96,447)	(110,033)	-	-
Change in Net Position	3,166,417	3,618,142	(1,249)	31,576	3,165,168	3,649,718
Net Position - Beginning of Year Restated	98,665,834	95,273,735	5,967,796	5,936,220	104,633,630	101,209,955
Net Position - End of Year	$ 101,832,251	$ 98,891,877	$ 5,966,547	$ 5,967,796	$ 107,798,798	$ 104,859,673

Governmental Activities

General Government – The General Government function includes those elected offices that provide direct service to the public for decision making or record keeping matters. This includes the Board of County Commissioners and staff (including Facilities Management, Financial Services, Human Resources, and Information Services departments); the Clerk & Recorder/Treasurer functions of Elections, Recording, Records Management, and Treasury; the County Auditor; and the Superintendent of Schools who maintains a variety of school related records. Additionally, this function includes the Financial Administration department which contains expenses related to general government and the Board of County Commissioners' agenda. In 2014, general government expenses comprised 24.6% (29.2% in 2013) of governmental activities. Total general government expenses decreased by $3,162,426 (or -15.5%) from the prior year. This decrease is primarily due to a decrease in capital outlay and internal service fund expenditures allocated to the various activities as well as reclassification of Planning fund expenditures.

Criminal Justice – the criminal justice function includes all offices related to the court system. These include the Justice Courts, the County Attorney's Office, Public Defender's Office, and certain grants related to State District Court. Criminal Justice expenses comprised 5.2% of governmental activities in 2014 (versus 4.3% in 2013). Total expenses increased $636,310 (or 21.4%) from the prior year. The increase was primarily due to allocation of construction in process expenditures related to the courthouse renovation for the Justice Courts and County Attorney's spaces.

Public Safety – the public safety function is comprised of the Sheriff's Office including the Missoula County Detention Facility, Court Support (bailiffs), and the Department of Emergency Services including the 9-1-1 Emergency Dispatch Center, the Office of Emergency Management, and the Public Safety Building capital projects fund. Public safety expenses comprised 25.3% of governmental activities in 2014 (versus 25.4% in 2013). Public safety expenses increased $12,339 over 2013, (or 0.1%). The increase is primarily due to operational increases.

Public Works – public works includes the Road and Bridge funds and the Surveyor/GIS department, the Weed and Extension funds, the Rural Special Assessment Districts program, Seeley Lake Refuse District and the Missoula Development Authority. Public works expenses comprised 16.2% of governmental activities in 2014 and represented a 1.9% increase in expenses over 2013. The increase was primarily due to personnel and operating costs.

Public Health – the public health function is comprised of the Health Department, the Water Quality District, the Junk Vehicle Program, and Animal Control. Public health expenses comprised 10.4% of governmental activities in 2014. Total public health expenses decreased $165,998 (or -2.2%) from 2013, primarily due to decreased operating costs.

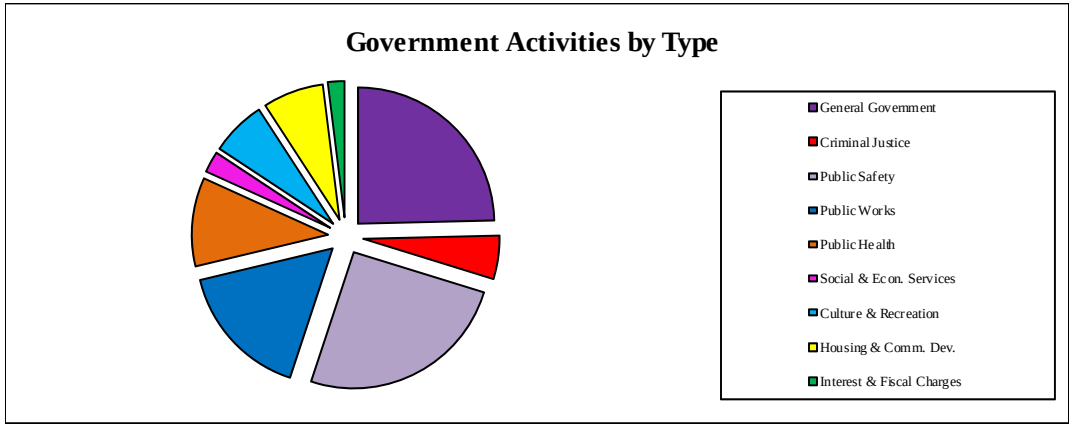
Social & Economic Services – the social and economic services function includes those programs that address the social and economic needs of the citizens of Missoula County. It includes Poor, Aging, Child Daycare, and Mental Health. It also includes programs for the assistance of victims of crime, battered women, at risk families, recovering alcoholics needing housing, those who have little or no health care coverage, and those who need assistance qualifying for SSI. Many of these programs are administered by the Office of Planning and Grants, and consequently, are accounted for in the Planning fund. These expenses comprised 2.5% of governmental activities in 2014, compared to 3.3% in 2013. Social and economic services expenses decreased $567,879 (or -24.4%) over 2013 largely due to construction activities.

Culture & Recreation – the culture and recreation function includes the Western Montana Fair, the Historical Museum at Fort Missoula, the Library and the Park funds. Culture and recreation expenses comprised 6.5% of governmental activities in 2014, compared to 6.9% in 2013. Culture and recreation expense decreased $253,116 (or -5.2%) from 2013. This was primarily due to the 2013 capital expenditures.

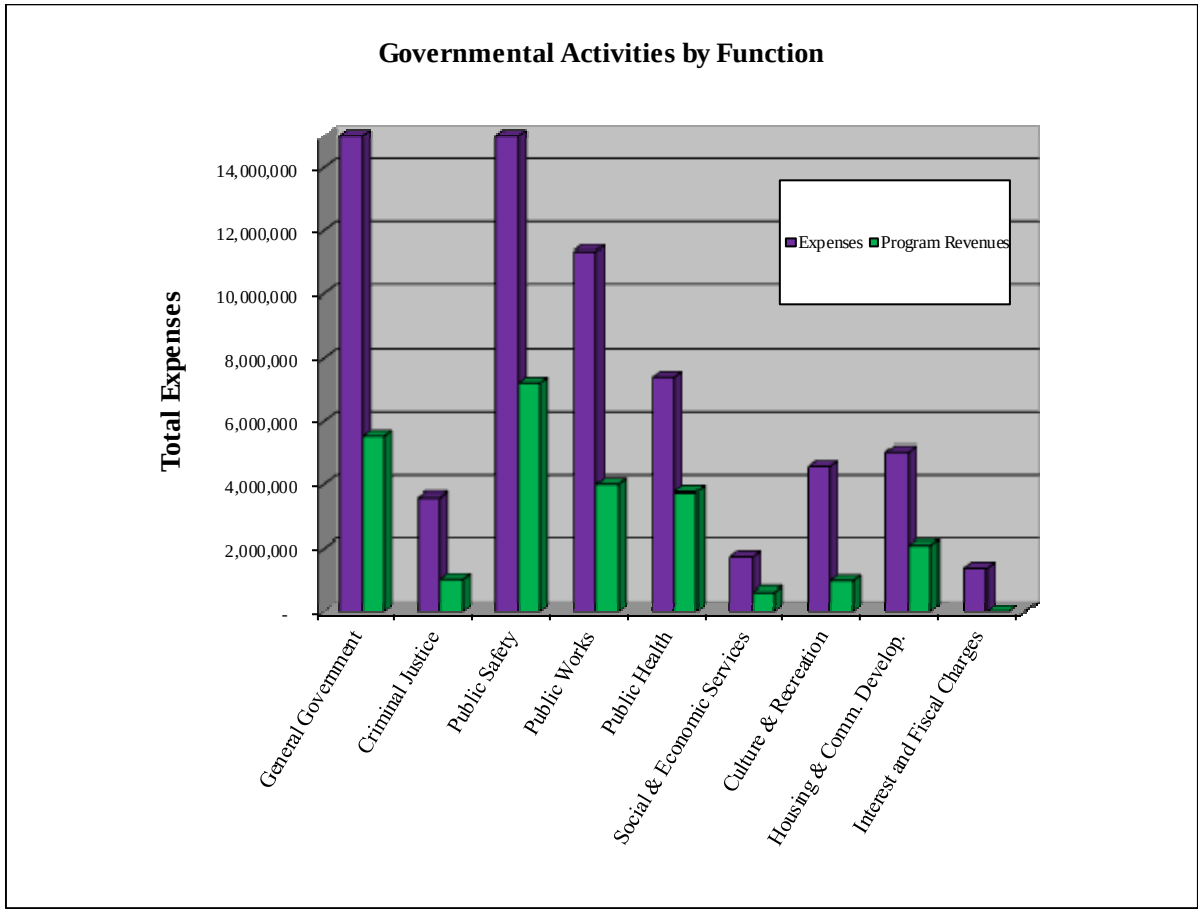
Housing & Community Development – this function includes the land use planning aspects of the Office of Planning and Grants, as well as specific grant programs, and the administration of federal and state community development dollars including the Open Space fund. These expenses comprised 7.2% of governmental activities in 2014, compared to 2.5% in 2013. Total expenses increased $3,275,446 (or 183.8%) versus 2013 due to increased activity in capital and grant projects.

Total governmental activities resulted in an increase in net position totaling $2.9 million. This increase over 2013 is primarily due to a $1.2 million increase in operating grant revenue, a $0.4 million increase in charges for services, and a $0.4 million increase in general revenues.

The following chart shows all of the government activities by type as a percentage of total expenditures:



The following graph shows total expenses and program revenue by function. Total general revenues (primarily property taxes) required for each function can be inferred by the difference between total expenses and program revenue:



Business-Type Activities

Total net position related to business-type activities decreased by $1,249 compared to an increase of $31,576 in 2013. This was primarily due to a minimal decrease in revenue in 2014.

Fund Level Financial Analysis

Governmental Funds

For the fiscal year ended June 30, 2014, the County's governmental funds reported combined fund balance totaling $36,543,491 compared with $32,975,679 in 2013. Approximately $17.5 million of this amount constitutes unrestricted (categorized as committed, assigned and unassigned) fund balance, which is available to spend for current needs. The remaining balance is nonspendable (inventory) or restricted. The governmental funds had a combined increase in fund balances totaling $3,567,812 for 2014.

The General fund is the chief operating fund of the County. For fiscal year 2014, total fund balance decreased $107,514 to $2,605,129, of which $2,547,676 was unassigned. As a measure of the General fund's total liquidity, it may be useful to compare total unassigned fund balances to total General fund expenditures. Total unassigned General Fund balances represent 15.6% of total expenditures compared to 18.7% in 2013. The 2014 budget was designed to spend down excess cash reserves by approximately $723,927. Lower than anticipated personnel, operational, and capital outlay costs resulted in the increase in fund balance.

The Public Safety fund accounts for the operation of the Sheriff's Department, including law enforcement and the Missoula County Detention Facility. The Public Safety fund had a fund balance totaling $4,499,826 at June 30, 2014 ($4,074,084 at June 30, 2013). Fund balance represents 26.2% (24.8% in 2013) of total expenditures. The fund balance increased during the year by $425,742, although the 2014 budget was designed to decrease the fund balance by $163,129. Lower than anticipated operational costs resulted in the increase in fund balance.

The Missoula Development Authority fund accounts for the activities of Missoula County Development Park, including the MDA Industrial Tax Increment District (which was created to develop an industrial park) and the Missoula County Technology Increment District (which was created to develop a technology-based Business Park). The Authority had a fund balance totaling $4,932,885 on June 30, 2014 ($5,176,368 on June 30, 2013), $2,501,936 of which was unrestricted. Unrestricted fund balance represents 334.6% (417.1% in 2013) of total expenditures. Fund balances decreased during the year by $243,483 due to capital outlay costs.

The RSID Debt Service fund is used to collect special assessments and make bond payments for the County's rural special improvement districts. Total fund balance was $2,544,823 at June 30, 2014 ($2,170,702 at June 30, 2013), all of which is considered restricted for debt service. Fund balance represents 194.81% (220.0% in 2013) of total expenditures. Fund balances increased primarily due to a decrease in debt service expenditures.

Missoula County Budget Highlights

Missoula County's budget is prepared on the basis of cash receipts, disbursements, encumbrances, and certain receivables. During the year, the Board of County Commissioners amends the budget in accordance with state law. For fiscal year 2014, budget amendments

resulted in increases in appropriations in the General fund budget by $162,688. Significant budget variances in the General fund include:

- Clerk & Recorder/Treasurer charges for services were $280,493 less than anticipated due to significantly fewer document requests, elections, and assignment fees collected.
- Non-Departmental General Fund intergovernmental revenues were $128,768 more than anticipated due to increased payment in lieu of taxes (PILT) and state entitlement.
- Personnel costs were $431,607 under budget primarily due to vacancy savings in Clerk & Recorder/Treasurer, Facilities Management, and 9-1-1 Communications.
- Operations costs were $355,703 under budget due to lower than anticipated printing and contracted service costs in Clerk & Recorder/Treasurer office related to elections and contracted services in 9-1-1 Communications.

Capital Assets and Debt Administration

Capital Assets

Missoula County's capital assets consist of land, buildings and systems, improvements, infrastructure, equipment, and machinery. Infrastructure assets placed in service in 2005 and after are reported in capital assets. Capital assets have been restated to include the retro-active implementation of infrastructure capital assets per GASB No. 34. Missoula County's investment in capital assets (net of accumulated depreciation and outstanding debt) was $71,617,743 at June 30, 2014 ($74,276,442 at June 30, 2013). Capital asset activity is presented in Note 4 of the financial statements (page 51) as well as on pages 163-165 of the supplementary information.

Significant activity in capital assets for 2014 includes:

- The completion of the 9-1-1 Center for $3,424,569.
- The completion of the General Fund 9-1-1 Communications for a new CAD/Records Management Software for $400,000.
- Purchase of new vehicles and equipment for General Government services totaling $158,146.
- Purchase of new vehicles and equipment for Public Safety totaling $262,423.
- Improvements to the Detention Center for Public Safety totaling $622,119.
- Purchase of new vehicles and equipment for Public Works totaling $1,587,983.
- Remodel of the Grants Building for Social & Economic Services totaling $1,022,194.
- Purchase of property as park land for Culture & Recreation totaling $119,301.
- An increase of $3,455,575 in Construction in Progress related to the County Courthouse renovations.
- An increase of $683,430 in Construction in Progress in the Missoula County Development Park.
- An increase of $141,603 in Construction in Progress in the Health Department for building renovations.
- A variety of road and pathway projects in the amount of $838,337.

Long-Term Debt

Long-Term Liabilities for Missoula County totaled $46,656,890 at June 30, 2014 ($40,587,025 at June 30, 2013). Total debt increased $6,069,865. This increase was the net result of new debt of $9,000,000 and principal payments on outstanding debt were made in the amount of $3,111,210. Liability for compensated absences increased $183,374 to a total of $4,336,585. Liability for post-employment benefits decreased $2,299 to a total of $533,884. Additional information regarding long-term debt can be found in Note 5 to the financial statements.

The following table shows outstanding debt by type:

Total Long-term Debt

General Obligation Bonds and Loans	$	11,184,743
Limited Obligation Bonds and Loans		6,000,905
Tax Increment Bonds		3,205,000
Special Assessment Bonds and Loans		12,105,990
Capital Lease Payable		8,877,428
Notes and Contracts Payable		412,355
Post Employment Benefits		533,884
Compensated Absence Liability		4,336,585
	$	46,656,890

Economic Factors and the Fiscal Year 2014 and the 2014 Budget

According to the University of Montana's Bureau of Business and Economic Research, the recession in Missoula County may have just about run its course. The latest data for non-farm employment showed 1.9% growth during 2014, up from 1.5% in the prior year, while corresponding figures for inflation-adjusted wages also turned upward. The University of Montana and other state agencies are now the largest basic industry followed by the federal government; cumulatively providing 38% of basic industries earnings. However medical, trade center retail, service and transportation provide 37% of total earnings. Medical services is in a period of change with the once non-profit Community Hospital being sold to Billings Clinic and made into a for-profit hospital. Professional services are undergoing a recovery and transportation is expanding due to low fuel prices and energy growth. The US Bureau of Labor and Statistics is now reporting 2014 as the third year of positive growth in Missoula's non-farm labor earnings; an overall measure of the economy. In the year ending June 30, 2014 actual non-farm earnings increased 3.9%. The Bureau of Business and Economic Research is projecting an improvement as high as 2.7% in the years 2015 through 2018.

The travel and recreation industry is recovering nicely. Out of state visitors to Montana exceeded 11 million in 2013-14. The non-resident travelers in 2014 spent $3.6 billion dollars of new money in Montana. Visitor spending produced an economic impact of $4.4 billion to the state of Montana.

The agriculture industry - specifically the wheat and cattle industries - continues at record paces. Prices for cattle and calf are higher than their historical averages due to increased demand and lower herd numbers in states other than Montana. Strong prices are anticipated for Montana cow/calf producers through 2014 and beyond. Montana beef and veal in 2014 will make up in excess of 10% of the US exports. Japan is the largest single buyer at 18% of all exports. The price for Montana hay has reached a 12 year high at $160 per ton. Prices increase further from Montana. Montana wheat prices continue to hold their highs of more than $8 per bushel, with Montana providing approximately 152.4 million bushels in 2014. Montana exports comprise 47% of the total United States production.

In fiscal year 2014, the County raised taxes through mill levy increases to support the continued needs of our public safety functions - the Sheriff's Department and the Detention Center. In addition, there was a tax increase in support of the multi-year reconstruction and rehabilitation of the County Courthouse and Annex buildings. It was the position of the County Commissioners that the County make all budget cuts necessary without sacrificing service prior to passing an additional tax burden onto a community who is just recovering from the effects of the economic downturn.

According to the audited financials, the General Fund cash balances were $2,546,454 June 30, 2013 and decreased to $1,527,576 by the conclusion of the 2014 fiscal year.

2014 BUDGET

The Board of County Commissioners' 2014 budget priorities began with a cautious expectation that we had turned the corner with the downturn in property tax revenue. The Commissioners were committed to the continued maintenance of strong cash reserves and the funding of major capital projects, notably the execution of the County's space needs capital improvement program. When the budget process began, staff assumed an increase of 1% in property tax revenue. Actual valuations from the State's Department of Revenue revealed 0% increase in County-wide property tax revenue. As a result the majority of General Fund Departments were asked to hold the line on their budgeted expenditures. However a 2.6% projected General Fund operational increase was approved due to personnel costs, primarily increasing insurance benefits.

The County began the reconstruction of portions of the Courthouse and Annex buildings in early 2013, currently housing the public safety and criminal justice functions of the County. The expansion was made possible by the County's lease with the option to purchase the former Garlington, Lohn and Robinson Law offices across the street from the County Courthouse in February of 2012. In October of 2012, the administrative functions of the County moved into that building; vacating a portion of the Courthouse and much of the Courthouse Annex. This move has given the County the ability to expand and build a new 911 center, a new County Attorney's office, a new County Clerk and Recorder/Treasurer's office and new Sheriff's office. All are now completed. The new courtrooms and a new Commissioners' meeting room (which doubles as an Emergency Operations Center in the event of a regional emergency) for public meetings are still under construction. This reconstruction has also provided the County with the opportunity to update the air handling units, water systems, lighting and windows with higher efficiency replacements saving the County money now and into the future. The County is seeking LEED certification for both buildings.

2014 BUDGET PARAMETERS

Missoula County department heads were given the following parameters in preparing their budget requests:

1. Assume that tax related revenues would grow by 1% in 2014, due to legislative changes the entitlement share the County received began to grow in 2014.

2. A department that receives non-tax revenue must absorb any reduction in that revenue.

3. Salary increases - in an effort to enhance salaries at the lowest levels of the pay scale and still maintain competitive salaries in the marketplace.
    - 2.5% increase in a cost of living adjustment

4. Operational expenditures were set at the prior year's level. Any increase must come in the form of an enhancement request.

5. All capital requests must come in the form of an enhancement request. Capital requests in excess of $25,000 are considered for the Capital Improvement Program. Smaller capital requests are included in each department's budget.

6. The County's goal is to maintain a 5% cash reserve in the special funds, except Public Safety which is set at 8% and the Community Based Organization funds set at 3%. The General Fund cash reserve has been set at 12%. Funds not meeting these requirements would be required to revise their budgets until the threshold is met.

2014-15 BUDGET PROCESS

The Fiscal Year 2014-15 budget process started in April 2014. Departments were asked to submit budgets within the parameters set by the Board of County Commissioners and to submit enhancement requests forms for any increases in the budget beyond the parameters. The Commissioners also established budget priorities in order to rank enhancement requests for approval.

Early in the process, it was determined that there would be some ongoing and one-time revenues available to fund enhancement requests. The Commissioners set priorities as:

1. Maintenance of cash special fund reserve targets, including the General Fund reserve requirement of 12% of total revenues.

2. Funding of critical need items including statutorily or contractually required requests and items in the departments' strategic plan.

3. Funding of critical need capital expenditures focusing on life-safety compliance and major repairs.

4. Items that will greatly improve departmental efficiency and provide long-term cost savings.

The budget process also included a performance indicator initiative in order to identify departmental growth and program results with non-financial indicators. Goal setting and benchmarking measures will be considered for implementation in future years. This information was used to make more informed decisions during the budget process, especially regarding enhancement requests.

One preliminary hearing was held on July 23, 2014 and the final budget hearing was held on August 27, 2014. The budget was adopted on August 28, 2014 after the Commissioners made final adjustments based on the testimony they received at the hearings.

Contacting Missoula County

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions about this report or need additional information, contact Christi Page, Finance Director, Missoula County, 200 W. Broadway, Missoula, Montana 59802; cpage@co.mssoula.mt.us (406) 721-5700. Additionally, Missoula County's budget reports and CAFRs are available on-line at www.co.missoula.mt.us.

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MISSOULA COUNTY, MONTANA
Statement of Net Position
June 30, 2014
(Page 1 of 2)

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Missoula Aging Services	Partnership Health Center
Assets					
Cash & Cash Equivalents	$ 564,663	$ 33,473	$ 598,136	$ 1,286,684	$ 24,680
Cash with Fiscal Agents	3,811,896	-	3,811,896	-	-
Investments	40,471,136	2,281,392	42,752,528	729,029	1,682,119
Property Taxes Receivable, net	3,967,107	-	3,967,107	-	-
RSID Receivable-Delinquent	141,211	39,375	180,586	-	-
RSID Receivable-Deferred	13,507,046	-	13,507,046	-	-
Accounts Receivable	3,548,050	5,712	3,553,762	617,914	1,470,926
Interest Receivable	35,000	828	35,828	-	-
Contributions Receivable	593,776	-	593,776	-	-
Loans & Notes Receivable, net	2,052,632	-	2,052,632	-	-
Due (to) from Other Funds	(60,506)	60,506	-	-	-
Advances to (from) Other Funds	930,000	(930,000)	-	-	-
Advances to Component Units	2,613,578	-	2,613,578	-	-
Prepaid Costs	27,435	-	27,435	2,799	8,163
Inventory	1,433,885	25,730	1,459,615	-	361,774
Debt Issuance Costs	-	-	-	-	-
Capital Assets - non-depreciable	22,061,837	1,067,008	23,128,845	132,000	-
Capital Assets - depreciable, net	76,353,195	3,668,927	80,022,122	1,306,647	13,289,195
Total Assets	$ 172,051,941	$ 6,252,951	$ 178,304,892	$ 4,075,073	$ 16,836,857
Deferred Outflows of Resources					
Deferred Charges on Refunding of Debt	172,824	-	172,824	-	-

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

MISSOULA COUNTY, MONTANA
Statement of Net Position (Continued)
June 30, 2014
(Page 2 of 2)

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Missoula Aging Services	Partnership Health Center
Liabilities					
Accounts & Warrants Payable	$ 3,063,318	$ 92,212	$ 3,155,530	$ 186,227	$ 226,634
Accrued Interest Payable	682,135	-	682,135	732	44,101
Accrued Payroll	1,099,508	64,192	1,163,700	145,432	183,305
Advance from Primary Governments - Current Portion	-	-	-	-	-
Advance from Primary Governments, net of Current Portion	-	-	-	-	-
Funds Held in Trust	95,943	-	95,943	-	-
Liability for Sick & Vacation - Current Portion	3,282,425	-	3,282,425	-	394,646
Liability for Sick & Vacation, net of Current Portion	1,054,160	-	1,054,160	-	-
Liability for Claims - Current Portion	1,892,015	-	1,892,015	-	-
Liability for Claims, net of Current Portion	3,367,337	-	3,367,337	-	-
Liability for Post Employment Benefits	533,884	-	533,884	-	71,291
Long-term Liabilities:					
Special Assessment with Government Commitment-					
Due within One Year	788,860	-	788,860	-	-
Due in more than One Year	11,317,130	-	11,317,130	-	-
Other-Due within One Year	3,036,889	25,484	3,062,373	28,870	558,578
Other-Due in more than One Year	26,643,542	104,516	26,748,058	29,475	2,330,000
Total Liabilities	56,857,146	286,404	57,143,550	390,736	3,808,555
Deferred Inflows of Resources					
Deferred Assessments	13,507,046	-	13,507,046	-	-
Other Deferred Receipts	28,322	-	28,322	14,209	-
Deferred Inflows of Resources	13,535,368	-	13,535,368	14,209	-
Net Position					
Net Investment in Capital Assets	67,011,808	4,605,935	71,617,743	1,380,302	10,400,617
Restricted :					
Criminal Justice	406,483	-	406,483	-	-
Public Safety	5,094,295	-	5,094,295	-	-
Public Works	2,933,944	-	2,933,944	-	-
Public Health	2,368,222	-	2,368,222	-	143,939
Social and Economic Services	263,298	-	263,298	-	-
Culture & Recreation	780,570	-	780,570	-	-
Housing & Community Development	2,241,994	-	2,241,994	-	-
Debt Service	4,492,680	-	4,492,680	-	-
Capital Projects	558,474	-	558,474	-	-
Other Purposes	-	-	-	-	-
Aging Programs	-	-	-	729,029	-
Unrestricted	15,680,483	1,360,612	17,041,095	1,560,797	2,483,746
Total Net Position	$ 101,832,251	$ 5,966,547	$ 107,798,798	$ 3,670,128	$ 13,028,302

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

MISSOULA COUNTY, MONTANA
Statement of Activities
For Fiscal Year Ended June 30, 2014

		Program Revenues			Net (Expenses) Revenue and Changes in Net Position				
					Primary Government			Component Units	
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-Type Activities**	**Total**	**Missoula Aging Services**	**Partnership Health Center**
Primary Government:									
Governmental Activities:									
General Government	$ 17,283,281	$ 4,922,055	$ 597,254	$ -	$ (11,763,972)	$ -	$ (11,763,972)	$ -	$ -
Criminal Justice	3,616,057	848,911	161,917	-	(2,605,229)	-	(2,605,229)	-	-
Public Safety	17,764,481	5,581,416	1,564,974	46,575	(10,571,516)	-	(10,571,516)	-	-
Public Works	11,364,880	2,595,957	1,144,450	277,342	(7,347,131)	-	(7,347,131)	-	-
Public Health	7,381,596	1,863,366	1,887,070	29,383	(3,601,777)	-	(3,601,777)	-	-
Social & Economic Services	1,758,902	-	637,235	-	(1,121,667)	-	(1,121,667)	-	-
Culture & Recreation	4,592,167	915,798	59,246	-	(3,617,123)	-	(3,617,123)	-	-
Housing & Community Development	5,057,663	94,854	2,016,371	-	(2,946,438)	-	(2,946,438)	-	-
Interest and Fiscal Charges	1,381,506	-	-	-	(1,381,506)	-	(1,381,506)	-	-
Total Governmental Activities	70,200,533	16,822,357	8,068,517	353,300	(44,956,359)	-	(44,956,359)	-	-
Business-type Activities:									
Larchmont Golf Course	904,531	946,171	-	-	-	41,640	41,640	-	-
Rural Special Improvement Districts	942,995	992,971	-	-	-	49,976	49,976	-	-
Total Business-type Activities	1,847,526	1,939,142	-	-	-	91,616	91,616	-	-
Total Primary Government	$ 72,048,059	$ 18,761,499	$ 8,068,517	$ 353,300	(44,956,359)	91,616	(44,864,743)	-	-
Component units:									
Missoula Aging Services	$ 3,248,371	$ 287,039	$ 3,219,192	$ -				257,860	-
Partnership Health Center	13,453,120	7,991,809	5,166,746	3,430,948				-	3,136,383
Total component units	$ 16,701,491	$ 8,278,848	$ 8,385,938	$ 3,430,948				257,860	3,136,383
		General revenues:							
		Property Taxes			40,179,586	-	40,179,586	-	-
		Intergovernmental Revenue - Unrestricted			6,182,199	724	6,182,923	-	-
		Investment Earnings			157,715	4,960	162,675	93,405	-
		Sale of Capital Assets			10,400	(7,014)	3,386	-	-
		Miscellaneous Revenues			1,496,429	4,912	1,501,341	-	9,233
		Transfers			96,447	(96,447)	-	-	-
		Total General Revenues & Transfers			48,122,776	(92,865)	48,029,911	93,405	9,233
		Change in Net Position			3,166,417	(1,249)	3,165,168	351,265	3,145,616
		Net Position - Beginning of Year			98,891,877	5,967,796	104,859,673	3,318,863	9,882,686
		Fund Reclassification			(226,043)	-	(226,043)	-	-
		Net Position - Beginning of Year as Restated			98,665,834	5,967,796	104,633,630	3,318,863	9,882,686
		Net Position - End of Year			$ 101,832,251	$ 5,966,547	$ 107,798,798	$ 3,670,128	$ 13,028,302

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

MISSOULA COUNTY, MONTANA
Balance Sheet
Governmental Funds
June 30, 2014
(Page 1 of 2)

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Other Governmental Funds	Total Governmental Funds
Assets						
Cash & Cash Equivalents	$ 22,089	$ 56,636	$ 59,672	$ 30,118	$ 236,367	$ 404,882
Cash with Fiscal Agents	-	-	481,700	767,316	2,562,880	3,811,896
Investments	1,505,487	3,860,128	4,067,039	2,052,736	16,109,988	27,595,378
Property Taxes Receivable (net)	905,350	980,624	261,064	-	1,754,619	3,901,657
RSID Receivable:						
Delinquent	-	-	-	141,211	-	141,211
Deferred	-	-	-	13,507,046	-	13,507,046
Accounts Receivable	139,706	546,902	-	-	2,849,988	3,536,596
Interest Receivable	7,852	333	2,164	-	2,878	13,227
Loans & Notes Receivable	33,346	67,041	573,137	-	1,379,108	2,052,632
Due from Other Funds	1,252,499	467,723	38,775	-	1,937,504	3,696,501
Advances to Other Funds	-	-	-	-	994,822	994,822
Advances to Component Units	-	-	428,578	-	2,185,000	2,613,578
Inventory	57,453	-	-	-	1,376,432	1,433,885
Total Assets	$ 3,923,782	$ 5,979,387	$ 5,912,129	$ 16,498,427	$ 31,389,586	$ 63,703,311
Liabilities						
Accounts & Warrants Payable	$ 281,262	$ 357,407	$ 95,404	$ -	$ 2,257,889	$ 2,991,962
Accrued Interest Payable	-	-	46,700	240,525	394,910	682,135
Accrued Payroll	265,379	350,070	2,939	-	409,611	1,027,999
Due to Other Funds	-	-	-	-	3,757,007	3,757,007
Advances from Other Funds	-	-	-	64,822	-	64,822
Funds Held in Trust	95,943	-		-	-	95,943
Total Liabilities	642,584	707,477	145,043	305,347	6,819,417	8,619,868
Deferred Inflows						
Deferred Taxes and Assessments	642,723	705,043	261,064	13,648,257	1,302,994	16,560,081
Other Deferred Receipts	33,346	67,041	573,137	-	1,306,347	1,979,871
Total Deferred Inflows	676,069	772,084	834,201	13,648,257	2,609,341	18,539,952

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

MISSOULA COUNTY, MONTANA
Balance Sheet (Continued)
Governmental Funds
June 30, 2014
(Page 2 of 2)

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Other Governmental Funds	Total Governmental Funds
Fund Balance						
Nonspendable	57,453	-	-	-	1,376,432	1,433,885
Restricted	-	3,074,849	2,430,949	2,544,823	9,583,357	17,633,978
Committed	-	1,424,977	2,501,936	-	3,518,155	7,445,068
Assigned	-	-	-	-	9,005,699	9,005,699
Unassigned	2,547,676	-	-	-	(1,522,815)	1,024,861
Total Fund Balance	2,605,129	4,499,826	4,932,885	2,544,823	21,960,828	36,543,491
Total Liabilities and Fund Balance	$ 3,923,782	$ 5,979,387	$ 5,912,129	$ 16,498,427	$ 31,389,586	

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities except for internal service assets are not financial resources and, therefore, are not reported in the funds.	97,955,446
Debt issuance costs used in governmental activities are not financial resources and, therefore, are not reported in the funds.	290,648
Deferred charges on debt refunding used in governmental activities are not financial resources and, therefore, are not reported in the funds.	172,824
Notes receivable are not available to pay for current-period expenditures and, therefore, are, deferred in the funds.	1,979,871
Taxes receivable are not recorded as revenue until they are received and, therefore, are, deferred in the funds.	2,911,824
Delinquent RSID receivable are not recorded as revenue until they are received and, therefore, are, deferred in the funds.	141,211
Internal Service Funds are used by management to charge the costs of self-insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	8,784,474
The liability for compensated absences is not due and payable in the current period and, therefore, is not reported in the funds.	(4,336,585)
The liability for post employment benefits is not due and payable in the current period and, therefore, is not reported in the funds.	(533,884)
The liability for unamortized bond premiums is not due and payable in the current period and, therefore, is not reported in the funds.	(290,648)
Long-term liabilities, including bonds payable, is not due and payable in the current period and, therefore, is not reported in the funds.	(41,786,421)
Net Position of governmental activities	$ 101,832,251

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

MISSOULA COUNTY, MONTANA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For Fiscal Year Ended June 30, 2014

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:						
Property Taxes	$ 9,797,223	$ 10,985,566	$ 1,589,460	$ 1,681,531	$ 17,958,348	$ 42,012,128
Licenses & Permits	24,120	28,545	-	-	895,140	947,805
Intergovernmental Revenue	2,283,801	772,308	207,106	-	11,088,738	14,351,953
Charges for Services	2,150,333	5,348,479	-	-	2,984,504	10,483,316
Fines & Forfeitures	630,665	49,382	-	-	225,716	905,763
Investment Earnings	67,152	2,601	15,051	-	20,251	105,055
Private & Local Grants	-	-	-	-	184,451	184,451
Miscellaneous Revenue	53,877	396,156	747,698	-	778,951	1,976,682
Total Revenues	15,007,171	17,583,037	2,559,315	1,681,531	34,136,099	70,967,153
Expenditures:						
Current Operations:						
General Government	8,377,903	-	-	-	1,268,026	9,645,929
Criminal Justice	3,242,790	-	-	-	1,010,383	4,253,173
Public Safety	2,572,385	16,451,494	-	-	502,895	19,526,774
Public Works	310,875	-	912,419	-	7,097,162	8,320,456
Public Health	-	-	-	-	7,177,226	7,177,226
Social & Economic Services	-	-	-	-	2,631,577	2,631,577
Culture & Recreation	-	-	-	-	4,260,849	4,260,849
Housing & Community Development	-	-	-	-	3,847,250	3,847,250
Capital Outlay	258,944	726,124	795,277	-	8,870,340	10,650,685
Debt Service:						
Principal	20,563	-	410,000	818,552	1,810,456	3,059,571
Interest and Fiscal Charges	103	-	93,700	487,789	819,405	1,400,997
Total Expenditures	14,783,563	17,177,618	2,211,396	1,306,341	39,295,569	74,774,487
Excess (deficiency) of Revenue over (under) Expenditures	223,608	405,419	347,919	375,190	(5,159,470)	(3,807,334)
Other Financing Sources (uses):						
Transfer In	1,266,100	839,973	-	-	7,101,502	9,207,575
Transfer Out	(1,602,438)	(819,650)	(591,402)	(1,069)	(7,588,016)	(10,602,575)
Issuance of Capital Lease	-	-	-	-	9,000,000	9,000,000
Refunding Bonds	-	-	-	-	-	-
Premium on Issuance of Debt	-	-	-		-	-
Payment to Refunded Bond Escrow Agent	-	-	-		-	-
Sale of Capital Assets	10,400	-	-	-	-	10,400
Total other financing sources and uses	(325,938)	20,323	(591,402)	(1,069)	8,513,486	7,615,400
Net Change in Fund Balances	(102,330)	425,742	(243,483)	374,121	3,354,016	3,808,066
Fund Balances - Beginning of Year	2,937,683	4,074,084	5,176,368	2,170,702	18,616,842	32,975,679
Change in Inventory Reserves	(4,118)	-	-	-	(10,093)	(14,211)
Fund Reclassifications	(226,106)	-	-	-	63	(226,043)
Fund Balances - End of Year	$ 2,605,129	$ 4,499,826	$ 4,932,885	$ 2,544,823	$ 21,960,828	$ 36,543,491

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

MISSOULA COUNTY, MONTANA

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds

To the Statement of Activities

For Fiscal Year Ended June 30, 2014

Amounts reported for governmental activities in the statement of activities (page 23) are different because:

Net change in fund balances - total governmental funds (page 26)	$ 3,808,066
Governmental funds report capital outlays as expenditures and proceeds from sales as revenues. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense and gain or loss is reported upon sale or disposal.	
Expenditures for capital assets	10,133,655
Current year depreciation	(4,248,475)
Gain or loss on disposal of capital assets	(575,436)
	5,309,744
Property taxes and special assessment revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(782,746)
The issuance of notes receivable consumes the current financial resources of governmental funds, while payments received on notes receivable provide current financial resources. Neither transaction, however, has any effect on net position.	(522,452)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Issuance of debt	(9,000,000)
Principal payments on long-term debt	3,059,571
Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	(518,581)
The increase in expenses due to the increase in the liability for compensated absences reported in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.	(183,374)
The decrease in expenses due to the decrease in the liability for post employment benefits reported in the statement of activities do not provide current financial resources and, therefore are not reported in the governmental funds.	2,299
The decrease in expenses due to the change in inventory reported in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.	(14,211)
The net revenue of certain activities of internal service funds is reported with governmental activities.	2,008,101
Change in net position of governmental activities (page 23)	$ 3,166,417

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

MISSOULA COUNTY, MONTANA
Balance Sheet
Proprietary Funds
June 30, 2014

	Business-Type Activities-Enterprise Funds			Governmental
	Major Fund	**Nonmajor Fund**		**Activities-**
	Larchmont Golf Course	RSID Funds	**Total**	**Internal Service Funds**
Assets				
Current Assets:				
Cash & Cash Equivalents	$ 13,474	$ 19,999	$ 33,473	$ 159,781
Investments	918,348	1,363,044	2,281,392	12,875,758
Taxes Receivable, net	-	39,375	39,375	65,450
Accounts Receivable (net)	5,712	-	5,712	5,034
Interest Receivable	448	380	828	21,773
Prescription Rebate Receivable	-	-	-	6,420
Contributions Receivable	-	-	-	555,468
Reinsurance Receivable	-	-	-	38,308
Due from Other Funds	60,506	-	60,506	-
Prepaid Costs	-	-	-	27,435
Inventory	25,730	-	25,730	-
Total Current Assets	1,024,218	1,422,798	2,447,016	13,755,427
Noncurrent Assets:				
Capital Assets - non-depreciable	1,049,212	17,796	1,067,008	-
Capital Assets - depreciable, net	2,141,582	1,527,345	3,668,927	459,586
Total Noncurrent Assets	3,190,794	1,545,141	4,735,935	459,586
Total Assets	$ 4,215,012	$ 2,967,939	$ 7,182,951	$ 14,215,013
Liabilities				
Current Liabilities:				
Accounts & Warrants Payable	$ 29,315	$ 62,897	$ 92,212	$ 71,356
Accrued Payroll	57,025	7,167	64,192	71,509
Contributions Paid in Advance	-	-	-	28,322
Advances Payable, Current Portion	45,000	-	45,000	-
Notes Payable, Current Portion	-	25,484	25,484	-
Liability for Claims, Current Portion	-	-	-	1,892,015
Total Current Liabilities	131,340	95,548	226,888	2,063,202
Noncurrent Liabilities:				
Advances Payable, net of Current Portion	885,000	-	885,000	-
Notes Payable, net of Current Portion	-	104,516	104,516	-
Liability for Claims, net of Current Portion	-	-	-	3,367,337
Total Noncurrent Liabilities	885,000	104,516	989,516	3,367,337
Total Liabilities	1,016,340	200,064	1,216,404	5,430,539
Net Position				
Net Investment in Capital Assets	3,190,794	1,415,141	4,605,935	459,586
Unrestricted	7,878	1,352,734	1,360,612	8,324,888
Total Net Position	3,198,672	2,767,875	5,966,547	8,784,474
Total Liabilities and Net Position	$ 4,215,012	$ 2,967,939	$ 7,182,951	$ 14,215,013

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

MISSOULA COUNTY, MONTANA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For Fiscal Year Ended June 30, 2014

	Business-Type Activities-Enterprise Funds			Governmental
	Major Fund	**Nonmajor Fund**		**Activities-**
	Larchmont Golf Course	RSID Funds	**Total**	**Internal Service Funds**
Operating Revenues:				
Special Assessments	$ -	$ 992,971	$ 992,971	$ -
Charges for Services	946,171	-	946,171	11,363,424
Rental Income	-	-	-	28,170
Rebates	-	-	-	42,029
Total Operating Revenues	946,171	992,971	1,939,142	11,433,623
Operating Expenses:				
Personnel	373,059	268,104	641,163	1,807,827
Operations	405,550	594,505	1,000,055	613,432
Claims	-	-	-	7,905,386
Reinsurance Premiums	-	-	-	822,703
Administrative	-	-	-	491,616
Depreciation and Amortization	94,032	80,386	174,418	47,682
Total Operating Expenses	872,641	942,995	1,815,636	11,688,646
Operating Income (Loss)	73,530	49,976	123,506	(255,023)
Non-operating Revenues (Expenses):				
Property Taxes	-	-	-	603,723
Miscellaneous Income	-	4,912	4,912	-
Investment Earnings	2,377	2,583	4,960	52,660
Interest Expense	(31,662)	(228)	(31,890)	-
Intergovernmental Revenues	-	724	724	67,612
Gain (Loss) on Sale of Assets	-	(7,014)	(7,014)	-
Total Non-operating Revenues (Expenses)	(29,285)	977	(28,308)	723,995
Net Income (Loss) before Transfers	44,245	50,953	95,198	468,972
Transfers In	-	-	-	1,583,247
Transfers Out	(86,471)	(9,976)	(96,447)	(91,800)
Change in Net Position	(42,226)	40,977	(1,249)	1,960,419
Total Net Position - Beginning of Year	3,240,898	2,726,898	5,967,796	6,824,055
Total Net Position - End of Year	$ 3,198,672	$ 2,767,875	$ 5,966,547	$ 8,784,474

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

MISSOULA COUNTY, MONTANA
Statement of Cash Flows
Proprietary Funds
For Fiscal Year Ended June 30, 2014
(Page 1 of 2)

	Business-Type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund		
	Larchmont Golf Course	RSID Funds	Total	
Cash flows from operating activities:				
Cash receipts for charges for services	$ 944,853	$ 995,597	$ 1,940,450	$ 11,316,736
Cash receipts for rebates	-	-	-	42,814
Cash receipts for rent charged	-	-	-	28,170
Cash payments to employees for services	(380,607)	(266,837)	(647,444)	(1,797,756)
Cash payments for reinsurance premiums	-	-	-	(774,705)
Cash payments for administrative expenses	-	(652,547)	(652,547)	(478,226)
Cash payments for claims expenses	-	-	-	(9,080,161)
Cash payments to other suppliers for goods and services	(398,380)	-	(398,380)	(190,165)
Net cash provided by (used in) operating activities	165,866	76,213	242,079	(933,293)
Cash flows from non-capital financing activities:				
Property taxes collected	-	-	-	598,104
Cash advances to other funds	(4,598)	-	(4,598)	-
Transfers in from primary government	-	5,000	5,000	1,583,247
Transfers in from agency fund	-	-	-	-
Transfers out to other funds	(86,471)	(14,976)	(101,447)	(91,800)
Intergovernmental Sources	-	5,636	5,636	67,612
Net cash provided (used) by non-capital financing activities	(91,069)	(4,340)	(95,409)	2,157,163
Cash flows from capital and related financing activities:				
Proceeds from notes payable	-	130,000	130,000	-
Proceeds from (payments on) advances	(40,000)	-	(40,000)	-
Interest paid on advances from other funds	(31,662)	-	(31,662)	-
Interes paid on notes payable	-	(228)	(228)	-
Acquisition of Capital Assets and construction in progress	(98,702)	(191,822)	(290,524)	-
Net cash used for capital and related financing activities	(170,364)	(62,050)	(232,414)	-
Cash flows from investing activities:				
Purchases of investment securities	(817,573)	(1,362,652)	(2,180,225)	(7,858,581)
Proceeds from sale of investment securities	915,392	1,358,657	2,274,049	6,593,114
Interest on investments	2,758	2,848	5,606	48,823
Net cash provided (used) by investing activities	100,577	(1,147)	99,430	(1,216,644)
Net increase (decrease) in cash and cash equivalents	5,010	8,676	13,686	7,226
Cash and cash equivalents at beginning of year	8,464	11,323	19,787	152,555
Cash and cash equivalents at end of year	$ 13,474	$ 19,999	$ 33,473	$ 159,781

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

MISSOULA COUNTY, MONTANA
Statement of Cash Flows (Continued)
Proprietary Funds
For Fiscal Year Ended June 30, 2014
(Page 2 of 2)

Reconciliation of Income from Operations to Cash Provided by Operations

	Business-Type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund		
	Larchmont Golf Course	RSID Funds	Total	
Income (loss) from operations	$ 73,530	$ 49,976	$ 123,506	$ (255,023)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization	94,032	80,386	174,418	47,682
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(1,318)	2,626	1,308	-
(Increase) decrease in contributions receivable	-	-	-	(71,612)
(Increase) decrease in rebates receivable	-	-	-	785
(Increase) decrease in reinsurance receivable	-	-	-	(38,308)
(Increase) decrease in prepaid costs	-	-	-	23,706
(Increase) decrease in inventory	(3,336)	-	(3,336)	-
(Decrease) increase in payables	10,506	(58,042)	(47,536)	40,910
(Decrease) increase in accrued liabilities	(7,548)	1,267	(6,281)	(681,433)
Net cash provided by (used in) operating activities	$ 165,866	$ 76,213	$ 242,079	$ (933,293)

Supplemental Disclosure of Cash Flow Information

Noncash capital financing, non-capital financing and investing activities:
RSID Enterprise funds had a $7,014 loss on disposal of capital assets.
Internal service funds had $37,483 of net investment loss that was absorbed by the trust portfolios for the year.

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

MISSOULA COUNTY, MONTANA
Statement of Fiduciary Net Position
June 30, 2014

	Agency Funds	Investment Trusts
Assets		
Cash & Cash Equivalents	$ 25,505	$ 747,210
Cash with Fiscal Agents	1,366,441	-
Property Taxes Receivable, net	12,163,061	-
Due from Other Agencies	162,391	-
Other Assets	526	-
Investments, at Fair Value:		
Securities	463,092	12,306,745
Money Markets	50,161	2,352,107
Repurchase Agreements	144,628	3,841,307
STIP	1,114,774	32,427,183
Total Investments	1,772,654	50,927,342
Total Assets	15,490,578	51,674,552
Liabilities		
Accounts Payable	1,699,516	-
Other Liabilities	99,169	-
Due to Other Agencies	13,691,893	-
Total Liabilities	15,490,578	-
Net Position		
Funds Held in Trust for:		
Pool Partipants	-	51,674,552
Total Net Position	$ -	$ 51,674,552

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

MISSOULA COUNTY, MONTANA
Statement of Changes in Fiduciary Net Position
For Fiscal Year Ended June 30, 2014

	Investment Trusts
Additions	
Interest Income	$ 114,058
Net Investment Income	114,058
Participant Investments in Pool	274,726,557
Total Additions	274,840,615
Deductions	
Distribution to Participants	(272,482,201)
Total Deductions	(272,482,201)
Change in Net Position	2,358,414
Net Position Held in Trust for Pool Participants	
Net Position - Beginning of Year	49,316,138
Net Position - End of Year	$ 51,674,552

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

Note 1 - Summary of Significant Accounting Policies

The financial statements of Missoula County have been prepared in accordance with generally accepted accounting principles in the United States of America as set forth by standards established by the Governmental Accounting Standards Board (GASB). Consequently, these financial statements reflect the provisions of GASB Statement No. 34 Basic Financial Statements - and Management Discussion and Analysis - for State and Local Governments.

The County has adopted the provisions of the following GASB pronouncement for fiscal year 2014:

> GASB Statement No. 65 - Items Previously Reported as Assets and Liabilities. This statement defines new financial statement items called deferred inflows of resources and deferred outflows of resources, and reclassifies certain items previously classified as assets or liabilities. Statement No. 65 requires the restatement of certain previously reported amounts in the financial statements.

Accounting Standard effective in the future:

> GASB Statement No. 68, Accounting and Financial Reporting for Pensions, addresses accounting and financial reporting for pensions that are provided to the employees of state and local government employers. This statement establishes standards for measuring and recognizing net pension liabilities, deferred inflows and outflows of resources, and expenses/expenditures. For defined benefit pension plans, this statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. The statement is effective for fiscal years beginning after June 15, 2014. The effect of the adoption of this statement cannot be determined at this time.

Description of Reporting Entity - Missoula County was incorporated under the Montana Constitution, Article XI, Local Government, Section 2 - Counties. The County operates under a three-member commission form of government and provides the following services authorized by its charter: criminal justice, public safety, public works, public health, social and economic services, culture and recreation, housing and community development, conservation of natural resources and general government services. As required by generally accepted accounting principles, the accompanying financial statements present Missoula County (the primary government) and its component units. The component units discussed in the following paragraphs are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Component Units

> Blended Component Units - The following organizations are included in the accompanying financial statements as blended component units. The financial accountability for these entities lies with Missoula County, and the Board of County Commissioners can impose its will on these entities.
>
> > Missoula County Employee Benefits Plan
> > The Board of County Commissioners serves as the governing board for the Missoula County Employee Benefits Plan. The Plan is managed by the County's Risk Manager. The operations of the Plan are reported in a separate Internal Service Fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

Missoula County Workers' Compensation Group Insurance Authority
The Board of County Commissioners serves as the governing board for the Missoula County Workers' Compensation Group Insurance Authority. The Plan is managed by the County's Risk Manager. The operations of the Plan are reported in a separate Internal Service Fund.

Seeley Lake Refuse District
The Board of County Commissioners serves as the governing board for the Seeley Lake Refuse District. The district is managed by the County's Public Works Department.

Larchmont Golf Course
The Board of County Commissioners serves as the governing board of Larchmont Golf Course. The course is managed by a seven-member advisory board who are appointed by the Board of County Commissioners of Missoula County. The operations of the golf course are reported in a separate Enterprise Fund.

Missoula Development Authority
The Missoula Development Authority is governed by the Board of County Commissioners of Missoula County and was created to develop a business park. The Authority, which was formed in 1992, is financed by tax increment in two districts: The Missoula Airport Industrial District and the Missoula County Technology District, whereby property taxes attributable to increases in taxable valuation of the properties within the district are utilized for debt service and operations. The Authority is accounted for as a Special Revenue Fund.

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

Missoula Aging Services - The Missoula Aging Services is a nonprofit corporation whose purpose is the development and operation of programs for the benefit of senior citizens. The organization's board of directors is appointed by and serves at the will of the Board of County Commissioners of Missoula County. The organization prepares its separately issued financial statements on the basis of GASB Statement 34, using accounting principles applicable to enterprise funds. The complete financial statements for the Missoula Aging Services can be obtained from Missoula Aging Services, 337 Stephens, Missoula, MT 59801.

Partnership Health Center - The Partnership Health Center, Inc. is a nonprofit corporation organized for the purpose of providing health services to the medically underserved in the County. The organization's board is comprised of representatives of local health care providers and consumers and is not controlled by the County. However, under terms of an agreement between the Center and the County, the County has management control over all fiscal and personnel matters of the Center. The organization prepares its separately issued financial statements on the basis of GASB Statement 34, using accounting principles applicable to enterprise funds. Complete financial statements of the Partnership Health Center, Inc. can be obtained from the organization at 323 West Alder, Missoula, Montana 59802.

Note 1 - Summary of Significant Accounting Policies (Continued)

Related Organizations

Two organizations fall into the category of "related organizations" as defined by the Governmental Accounting Standards Board criteria. These are the Missoula County Airport Authority and Lolo Mosquito District. For each of these entities the Missoula County Board of County Commissioners appoints the board of directors, but cannot impose their will on the organization, nor does the County derive any benefit or burden from these organizations.

Missoula County Airport Authority

The Missoula Airport Authority is governed by a five-member board and has complete responsibility for the operation of the Missoula International Airport.

Lolo Mosquito District

The Lolo Mosquito District is governed by a five-member board of directors appointed by the Missoula County Commissioners. It operates mosquito abatement programs in the community of Lolo.

Accounting Policies - The accounting policies of Missoula County conform to generally accepted accounting principles (GAAP) applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

Basis of Presentation - The County's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements

The statement of net position and the statement of activities report information about the County as a whole. These statements include the financial activities of the primary government and the discretely presented component units but excludes the fiduciary funds. Certain interfund transactions (primarily transfers) are eliminated to avoid overstating revenues and expenses. The activities of internal service funds are reflected in governmental activities in the government-wide financial statements. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental and business-type activities. Direct expenses are those that are specifically associated with a service, program or department. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted for the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund Financial Statements

During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal services funds are combined and the totals are presented in a single column in the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting - The accounts of Missoula County are organized on the basis of separate accounting entities referred to as funds. Each fund's operations are accounted for with a separate set of self-balancing accounts consisting of its assets, liabilities, fund equity, revenues and expenditures/expenses. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds

Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major governmental funds:

General Fund
The General Fund accounts for all activities not accounted for by other funds of the County. The principal source of revenue for this fund is property taxes.

Public Safety Special Revenue Fund
The Public Safety Fund accounts for the Sheriff's Office, including law enforcement and the operations of the Missoula County Detention Facility. The primary sources of revenue for this fund are property taxes and prisoner board for inmates of other governmental entities.

Missoula Development Authority
The Missoula Development Authority Fund accounts for the tax increment revenues from the MCA Industrial Tax Increment District and the Missoula County Technology District, which were created to develop a business park in the area of the interstate highway interchange near the airport.

RSID Debt Service Fund
The RSID Debt Service Fund accounts for the activities of rural special improvement districts for which construction has been completed and principal and interest payments are now required on construction bonds. The primary source of revenue for this fund are special assessments.

Proprietary Funds
Proprietary funds are used to account for the County's organizations and ongoing activities which are similar to those often found in the private sector.

Note 1 - Summary of Significant Accounting Policies (Continued)

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County reports the following major enterprise fund:

Larchmont Golf Course

The Larchmont Golf Course Fund is used to account for the activities of the County's 18-hole public golf course.

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. These funds include the Risk Management, Health Insurance, Workers' Compensation, Telephone Services, Excess Loss, and Information Services Operations funds. Risk Management is financed principally through property taxes, while Health Insurance, Workers' Compensation, Telephone Services, Excess Loss, and Information Services Operations are financed primarily through charges to other funds and departments of the County or its employees.

Fiduciary Funds

Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations or other governments. Investment trust funds are used to account for the portion of the County's investment pool that is held on behalf of legally separate entities that are not part of the County's financial reporting entity. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County uses agency funds to account for assets held for other agencies including the State of Montana, City of Missoula, local school districts, post-employment benefits, and other local agencies.

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. All assets and liabilities associated with the operations of the County are included in the Statement of Net Position. Revenues are recognized when earned, and expenses are recognized when incurred.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund Financial Statements

All governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they become measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the fiscal period, except for tax receipts which are recorded as revenue when received. Intergovernmental grant revenue usually meets the availability criterion. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued; and (2) principal and interest on general long-term debt which is recognized when due.

Proprietary funds and all trust funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for Larchmont Golf Course, Telephone Services, Information Services Operations, self-insurance programs, and special assessments for RSID funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Revenues and expenses which do not meet this criteria are considered non-operating and reported as such. Property taxes associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period.

Fiduciary funds use the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus.

Budgets - As provided by state law, Missoula County follows these procedures to develop the budget information reflected in the financial statements:

(1) Prior to the first Monday in July, a proposed operating budget is submitted to the County Commissioners for the fiscal year commencing July 1st. The operating budget includes proposed expenditures and the means of financing them.

(2) Public hearings are conducted to obtain taxpayer comments.

(3) Within 45 calendar days of receipt of certified taxable values from the Montana Department of Revenue, the budget is legally enacted through an official resolution of adoption.

The County prepares its budget primarily on the cash basis. Revenues (except for property taxes) are budgeted in the year they are anticipated to be collected. Expenditures are budgeted in the year they are expected to be paid by warrant. All appropriations lapse at the end of a fiscal year. The County includes in its budget the full amount of property taxes levied for the year. This approximates the cash basis because delinquencies of current year taxes are generally offset by collection of prior years' delinquencies.

Budgets cannot be increased except by:

(a) a public emergency which could not have been reasonably foreseen at the time of adoption of the original budget;
(b) debt service funds for obligations related to debt approved by the governing body;
(c) trust funds for obligations authorized by trust covenants;
(d) for federal, state, local, or private grants and shared revenue accepted and approved by the governing body;

Note 1 - Summary of Significant Accounting Policies (Continued)

(e) for special assessments approved by the governing body;
(f) the proceeds from the sale of land;
(g) for gifts or donations; or
(h) money borrowed during the fiscal year.

Budget transfers may be made between and among the general classifications of salaries and wages, operations and maintenance, and capital outlay upon a resolution adopted by the governing body; however, no budget transfer can increase an individual salary. Expenditures may not legally exceed appropriations for an individual fund. The level of budgetary control, at which the governing body must approve over-expenditures or transfers of appropriations, is established within an individual fund and each department of the general fund by the three categories referenced above.

Annual appropriated budgets are adopted for all funds with anticipated expenditures.

Individual fund budgetary amounts equal appropriation amounts. All annual appropriations lapse at the end of the year. The amounts reported as the original budget amounts represent the original adopted budget. The amounts reported as final budget amounts represent the final budget, including all amendments and modifications. Supplemental appropriations were generally made for unanticipated state and federal grants awarded during the year.

Property Taxes - Property tax levies are set on or before the second Monday in August, in connection with the budget process. Real property (and certain attached personal property) taxes are billed within ten days after the third Monday in October and are due in equal amounts on November 30 and the following May 31. After those dates, they become delinquent (and a lien upon the property). After three years the County exercises the lien and takes title to the property. Properties taken on tax deeds are recorded in taxes receivable at the outstanding delinquent amount.

Special assessments are either billed in one installment due November 30 or two equal installments due November 30 and May 31.

Personal property taxes (other than those billed with real estate) are generally billed no later than the second Monday in July (normally in May or June), based on the prior November's levies. Personal property taxes, other than mobile homes, are due thirty days after billing. Mobile home taxes are billed in two halves, the first due thirty days after billing; the second due no later than November 30.

An allowance for uncollectible taxes is provided based upon an analysis of historical trends. The estimated uncollectible amount at June 30, 2014 is $109,649.

Taxable valuations, mill values and mill levies for November 2013 and May 2014 property tax billings were as follows:

	Taxable Valuation	Valuation of Tax Increment	Value of Mill	Mills Levied
County-wide levies	$ 198,128,424	$ 1,600,714	$ 198,128	153.74 mills
Unincorporated levies	$ 88,792,064	$ 482,101	$ 88,792	36.37 mills

Note 1 - Summary of Significant Accounting Policies (Continued)

The county-wide value includes $4,732,437 which is the incremental value of property within the City of Missoula tax increment districts. Both the county-wide and unincorporated values include $2,203,034, the incremental value of property in the Airport Industrial Tax Increment District; $318,882, the incremental value of property in the Technology District; and $51,575, the incremental value of property in the Bonner Mill Industrial District. Taxes on that value accrue to the tax increment district, not to the usual taxing authorities, hence the value of a mill which it is budgeted against is reduced by that incremental value.

State law limits the number of mills the County can levy to the amount of property tax dollars levied in the prior fiscal year plus the amounts related to the taxable value for annexation of real property, new construction and improvements, debt service, one-half of the average inflation for the past three years based on the consumer price index, and certain other exceptions.

Cash and Cash Equivalents, Investments and Investment Income - Except for certain specific bank deposits and investments held separately on behalf of health benefits, workers compensation, and risk management funds, cash resources, to the extent available, of the individual funds are combined to form an investment pool, which is managed by the Chief Financial Officer. Investments of pooled cash, which are authorized by state law, consist primarily of demand deposits, non-negotiable certificates of deposit, bank repurchase agreements, government agency securities and notes, and investments in the state short-term investment pool (STIP).

Investments are reported at fair value, although certain investments and bank deposits are reported at cost or amortized cost. The following presents the basis of valuation for the County's deposits and investments:

Description of Deposit or Investment	Basis of Valuation
Pooled and non-pooled demand deposits	Cost
Non-negotiable certificates of deposit	Cost
Bank repurchase agreements	Cost
Government agency securities and notes	Fair Value
State Short-Term Investment Pool (STIP)	Share Price (Fair Value)

Legally separate entities that are not part of the County reporting entity are permitted to participate in the investment pool, and those entities' portion of the investment pool is reported in an investment trust fund. The investment pool is managed in accordance with the County's stated investment policy. There is no external regulatory oversight for the investment pool. Fair values, to the extent applicable, are determined on a monthly basis. Investments and withdrawals from the pool are based on the underlying value of the deposits and investments (cost or share price, as applicable). The County has not obtained any legally binding guarantees to support the value of the pool, and there are no involuntary participants.

Investment income, which includes realized gains and losses and the change in the fair value of investments, is recognized on the modified accrual basis for internal governmental funds and on the accrual basis for investment trust funds. Investment income is allocated directly to funds holding specific investments. Investment income on pooled investments is allocated to funds and participating external entities on the basis of beginning of month balances.

For purposes of the statements of cash flows, the Enterprise and Internal Service funds consider only cash to be cash equivalents. A portion of funds held in the County's cash management pools are considered cash equivalents. Interest and dividends reinvested into separate investment trust accounts are not considered cash equivalents.

Note 1 - Summary of Significant Accounting Policies (Continued)

Materials and Supplies Inventories - Inventories of materials and supplies are valued at cost (first-in, first-out), which is lower than market. Inventory in the General and Special Revenue Funds consists of expendable materials and supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by nonspendable fund balance in the fund financial statements, which indicates that they do not constitute "available spendable resources" even though they are a component of current assets.

Prepaid Costs - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid costs are valued at cost and include prepaid insurance. Prepaid costs are recorded as expenditures or expenses as policies expire. Reported prepaid costs are equally offset by nonspendable fund balance to indicate that they do not constitute "available spendable resources" even though they are a component of current assets.

Advances to/from Other Funds - Advances to/from other funds record long-term debt owed by one fund to another. Advances to/from other funds are eliminated in the government-wide financial statements except for those transactions between governmental activities and business-type activities.

Other Interfund Transactions - During the course of its operations, the County has transactions between funds to finance operations, provide services, and service debt. These transactions are generally recorded as charges for services revenue and operations expenditures or interfund transfers in and out. To the extent that certain transactions between funds had not been paid or received at year end, balance of short-term interfund amounts receivable or payable are reported as due to and due from other funds in the fund financial statements. These transactions are eliminated in the government-wide financial statements. In addition, interfund cash flow loans are reports as due to/from other funds.

Capital Assets and Depreciation - Capital assets in the government-wide financial statements and the proprietary funds are stated at cost less accumulated depreciation. Cost includes expenditures which materially increase values or capacities and extend useful lives of property and equipment beyond one year. Interest costs on assets constructed (net of interest earnings on invested debt proceeds) are capitalized and amortized over the useful lives of the related assets. Depreciation on capital assets, including those assets acquired with contributions, is computed using the straight-line method based upon the estimated useful lives of the related assets as follows:

Buildings and improvements	40	years
Improvements other than buildings	30	years
Equipment, furniture and fixtures	5-10	years

Personal property assets costing more than $5,000 and all real property are capitalized in the government-wide financial statements and proprietary funds. Property and equipment are recorded at cost, including freight and delivery costs incidental to placing the assets into service. Donated capital assets are valued at their estimated fair market value as of the date of donation.

Compensated Absences - Under terms of state law and various union contracts, County employees are granted vacation, sick and other leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation days and for 25 percent of accumulated sick leave. In the governmental funds, compensated absences are reported when paid or matured (i.e. unused reimbursable leave outstanding after employee separation from service).

For the government-wide financial statements and the proprietary funds, compensated absences to be funded from future resources are reflected as liabilities to the extent they are vested.

Note 1 - Summary of Significant Accounting Policies (Continued)

Self-Insurance Accruals - Expenses are accrued for estimated claims reported but unpaid at year-end and for health benefits and workers' compensation claims incurred but unreported. Incurred but unreported claims, in aggregate, are not material for risk management.

Fund Equity - The Government Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, which was effective for the County beginning in 2011. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

GASB Statement No. 54 requires, among other things, that all state and local governmental entities adopt a policy regarding spending priorities of fund balance in governmental funds. The fund balance resources of the County's governmental funds have been categorized as follows:

Resource Categories:

Nonspendable - resources not in spendable form, such as inventory, or those legally required to be maintained intact, such as the principal portion of permanent trust funds.

Restricted - constraint is externally imposed by a third party (grantor, contributor, etc.), State Constitution or enabling legislation by the State Legislature.

Committed - constraint is internally imposed by the County Commissioners by resolution.

Assigned - constraint is internally expressed intent by County Administration or County Commissioners through budget approval process or express assignment.

Unassigned - no constraints in the General Fund and negative fund balance in all governmental funds.

When both restricted and unrestricted resources are to be used for the same purpose, the County adopted a spending policy for expenditure order for resource categories (unless the County has provided otherwise in its commitment or assignment actions):

General Fund and Special Revenue Funds:

First: Restricted

Second: Committed

Third: Assigned

Fourth: Unassigned

Note 1 - Summary of Significant Accounting Policies (Continued)

Debt Service and Capital Projects Funds:

First: Assigned

Second: Committed

Third: Restricted

Fourth: Unassigned

The County does not maintain a stabilization fund or have a minimum fund balance policy.

Net Position - Net position represent the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantor, laws, or regulations of other governments. The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available.

Note 2 - Cash and Cash Equivalents and Investments

The total cash and cash equivalents, cash with fiscal agents, restricted cash and investments at June 30, 2014, are detailed as follows:

	Primary Government	Component Units	Total
Cash on hand	$ 9,000	$ -	$ 9,000
Cash in pooled bank deposits	1,246,151	24,680	1,270,831
Cash in non-pooled bank deposits	115,700	1,286,684	1,402,384
Cash with fiscal agents	5,178,337	-	5,178,337
Pooled investments	85,546,944	1,682,118	87,229,062
Non-pooled investments	9,905,580	729,029	10,634,609
Total	$ 102,001,712	$ 3,722,511	$ 105,724,223

Cash on hand - Represents petty cash and change maintained by various departments.

Cash in bank deposits - Cash in bank balances includes deposit items such as daily demand/time deposits, Treasury Money Market deposits and fiscal agent deposits. The County minimizes custodial credit risk by restrictions set forth in County policy and state law. Custodial credit risk for deposits is the risk that in the event of a financial institution failure, the County's deposits may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. Types of securities that may be pledged as collateral are detailed in Section 17-6-103, Montana Code Annotated (MCA).

At June 30, 2014, the County's carrying amount of demand deposits was $1,469,506 and the bank balance was $916,981. Of the demand deposit bank balance, $637,989 was covered by federal depository insurance and $278,992 was covered by securities held by the pledging financial institution's trust department or agent in the County's name. The County has repurchase agreements totaling $6,579,445 that are collateralized by securities held by the pledging financial institutions' trust department or agent.

Fiscal agent deposits of $5,178,337 consist of deposits with trustees related to the payment of bonds by the County. These funds are invested in accordance with bond covenants and are pledged for payment of principal and interest. The pledging financial institutions' trust department or agent holds the invested funds in the County's name.

Montana statutes state that the County may have pledged securities equal to 50% of its total bank deposits that are not insured or guaranteed. At June 30, 2014, 100% of the County's uninsured deposits were collateralized by pledged securities.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Pooled and non-pooled investments - At June 30, 2014, the County's pooled and non-pooled investment balances were as follows:

	Maturity in Years						
Primary Government Investments:	Less than 1	1-2	2-3	3-4	4-5	Fair Value	Rating
Government Money Market (Rated)	$ 4,608,320	$ -	$ -	$ -	$ -	$ 4,608,320	AA+
Certificates of Deposit	725,819	986,666	730,560	731,519	245,223	3,419,787	AA+
Federal Farm Credit Bank Notes-CMO	3,601,751	689,781	-	-	-	4,291,532	AA+
Federal Home Loan Bank Notes-CMO	427,848	321,421	204,356	489,314	3,233,784	4,676,723	AA+
Federal Home Loan Mortgage Corp-CMO	280,402	3,634,855	591,878	2,940,628	691,893	8,139,656	AA+
Federal National Mortgage Assoc-CMO	56,794	1,298,617	187,798	2,150,141	403,742	4,097,092	AA+
Federal Ag Mortgage Corporation Notes	-	-	75,123	-	-	75,123	AA+
Tennessee Valley Authority	-	-	-	-	201,612	201,612	
US Treasury Notes	902,340	1,590,050	1,274,298	197,469	-	3,964,157	AA+
US Treasury Strips	499,857	249,928	-	-	-	749,785	AA+
Federal Bank Coupon Strips	66,636	-	-	-	-	66,636	AA+
Government Backed T-1	83,229	-	-	-	-	83,229	AA+
Corporate Bonds	155,637	-	-	-	-	155,637	AA+
Short Term Investment Pool (STIP)							
Commercial Paper	19,689,389	-	-	-	-	19,689,389	A1
Corporate Notes	14,157,094	-	-	-	-	14,157,094	A1
Certificates of Deposit	10,571,103	-	-	-	-	10,571,103	A1/A1+
U.S. Government Agency	5,908,833	-	-	-	-	5,908,833	A1+
Other Asset Backed Investments	825,933	-	-	-	-	825,933	NR
Money Market Accounts (Unrated)	2,867,107	-	-	-	-	2,867,107	NR
Money Market Accounts (Rated)	451,209	-	-	-	-	451,209	A1+
	54,470,668	-	-	-	-	54,470,668	
Repurchase Agreements	6,452,567	-	-	-	-	6,452,567	A3
Total Primary Government	72,331,868	8,771,318	3,064,013	6,509,071	4,776,254	95,452,524	

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Component Unit Investments:	Maturity in Years: Less than 1	1-2	2-3	3-4	4-5	Fair Value	Rating
Government Money Market (Rated)	77,689	-	-	-	-	77,689	AA+
Certificates of Deposit	14,272	9,569	14,365	14,384	4,822	57,412	AA+
Federal Farm Credit Bank Notes-CMO	49,215	9,638	-	-	-	58,853	AA+
Federal Home Loan Bank Notes-CMO	-	-	-	9,622	63,586	73,208	AA+
Federal Home Loan Mortgage Corporation-CMO	-	71,473	9,652	57,822	9,657	148,604	AA+
Federal National Mortgage Association Notes	-	-	3,693	38,375	-	42,068	AA+
US Treasury Notes	-	26,345	-	-	-	26,345	AA+
Short Term Investment Pool (STIP)	-	-	-	-	-		
Commercial Paper	387,155	-	-	-	-	387,155	A1
Corporate Notes	278,372	-	-	-	-	278,372	A1+
Certificates of Deposit	207,861	-	-	-	-	207,861	A1/A1+
U.S. Government Agency	116,186	-	-	-	-	116,186	A1+
Other Asset Backed Investments	16,240	-	-	-	-	16,240	NR
Money Market Accounts (Unrated)	56,376	-	-	-	-	56,376	NR
Money Market Accounts (Rated)	8,872	-	-	-	-	8,872	A1+
	1,071,062	-	-	-	-	1,071,062	
Equity Mutual Funds	729,029	-	-	-	-	729,029	NR
Repurchase Agreements	126,877	-	-	-	-	126,877	A3
Total Component Unit	3,139,206	117,025	27,710	120,203	78,065	2,411,147	
Total	$ 75,471,074	$ 8,888,343	$ 3,091,723	$ 6,629,274	$ 4,854,319	$ 97,863,671	

Note 2 - Cash and Cash Equivalents and Investments (Continued)

As a means of limiting its exposure to interest rate risk (the risk that the fair value of investments could decrease in a rising interest rate environment), the County uses a laddering technique in which it purchases investments of varying maturities at varying times in order to keep the average maturity of the portfolio within the recommendations of the County's Investment Advisory Committee and the County's investment advisors. Additionally, the County's investment policy prohibits the County from having investments with maturities greater than five years.

As a means of limiting its exposure to credit risk (the risk that an issuer or other counter party to an investment will not fulfill its obligation), the County's investment policy restricts its investments to the following types:

- Direct obligations of the U. S. Government
- Securities issued and guaranteed by agencies of the United States
- Mutual funds that only invest in federal government obligations
- Securities issued by agencies of the United States
- Securities guaranteed by the United States or by an agency of the United States but not issued by agencies of the United States
- Repurchase Agreements
- State of Montana Short Term Investment Pool (STIP)

These investments have credit risk measured by major credit rating services (the ratings in the preceding table are from Standard & Poor's Corporation or Moody's Investment Services). Although STIP has not been rated, its investment portfolio has been rated as noted in the schedule of pooled and non-pooled investments. All of the investments in the schedule are uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the County's name, except for STIP because those securities are not used as evidence of the investments.

As a means of limiting its exposure to custodial credit risk (the risk that in the event of a financial institution failure, the County's investments would not be returned or the County will not be able to recover the value of its investments of collateral securities that are in possession of the outside party), County policy requires maintenance of a list of authorized institutions. These institutions have been selected through a formal procurement process that, in part, was made on the financial position of those institutions.

The State Short-Term Investment Pool (STIP) is an external investment pool administered by the State of Montana in a manner similar to money market funds under SEC Rule 2a7. Montana statutes (MCA Title 17, Chapter 6) and related administrative rules govern the operation of STIP, which is managed by the Montana Board of Investments. The reported share value of STIP ($1) is equal to fair value of its underlying investments. Fair values are determined on a monthly basis for the pool. Additional information regarding STIP investments and related disclosures of credit, market and legal risks is available in STIP's June 30, 2014 financial statements at www.investmentmt.com. The County's investment in STIP amounts to 2.19% of total STIP assets.

The external investment pool managed by the County is 62.75% invested in STIP, with 32,427,183 shares whose value of $1 is equal to the fair value of the underlying investments. For the year ended June 30, 2014, STIP's average investment return was 0.15%.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Condensed financial information for the County's investment pool follows:

Statement of Net Position

Assets:		
Cash on hand	$	9,000
Cash in pooled bank deposits		1,270,831
Investments		
Repurchase agreements		6,579,445
Government securities		21,079,165
Money markets		4,028,722
STIP		55,541,730
Total assets		88,508,893
Net Position:		
County funds		36,834,341
External participants		51,674,552
Total Net Position	$	88,508,893

Statement of Changes in Net Position

Additions:		
Interest Income	$	170,335
Participant Investments in Pool		371,291,588
Total Additions		371,461,923
Deductions:		
Distribution to Participants		(369,304,192)
Change in Net Position		2,157,731
Net Position		
Beginning of year		86,351,164
End of year	$	88,508,895

Note 3 - Loans and Notes Receivable (Continued)

Loans and notes receivable at June 30, 2014 consist of:

HUD - Missoula Children's Theatre		
0%, $24,500 due annually June 2003 through June 2017	$	100,042
Rocky Mountain Biologicals, Inc.		
5%, $4,813 due monthly from November 2005 through October 2014		64,960
Opportunity Resources, Inc.		
0%, $167 due monthly from May 2006 through April 2015		3,667
Western Montana Mental Health Center		
5%, $9,719 due annually through November 2015		20,418
Missoula Aging Services		
Variable interest and varying amounts due annually through February 15, 2016		58,344
Gleneagle		
Contracts for sale of lots, 10% interest, varying amounts due annually with remainder due at varying dates through July 2005, collateralized by the underlying property		106,676
Missoula Area Youth Hockey Association		
Variable interest due annually, all principal and interest due January 1, 2016		61,000
Mountain Water Company		
Contracts for sale of water lines, 0% interest, varying amounts due annually with remainder due at varying dates through July 2049		788,119
Pyramid Mountain Lumber		
4%, due monthly in varying amounts from January 2013 through December 2020		309,318
Pyramid Mountain Lumber		
6%, $1,564 due monthly from May 2008 thru February 2015		23,992
Seeley Lake Fire		
4%, $8,500 due semiannually from August 2009 through August 2024		72,761
Pyramid Mountain Lumber		
4%, $914 due monthly from January 2013 through December 2020		62,011
Cornerstone (Mission Mountain Helicopters)		
6%, $1,666 due monthly from April 2011 through March 2018		111,774

Note 3 - Loans and Notes Receivable (Continued)

Red Willow Learning Center	
5%, $580 due monthly from December 2011 through November 2016	16,206
Homeword	
3%, $337 due monthly from January 2013 through February 2028 with balance due March 2028	77,762
Western Montana Mental Health Clinic	
2%, total due September 2014	175,582
Loans & Notes Receivable	$ 2,052,632

Note 4 - Capital Assets

Capital asset activity for the year ended June 30, 2014 was as follows.

Primary Government	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 7,197,736	$ 119,302	$ -	$ 7,317,038
Construction in Progress	12,606,532	6,015,997	(3,877,730)	14,744,799
Total capital assets, not being depreciated	19,804,268	6,135,299	(3,877,730)	22,061,837
Capital assets, being depreciated:				
Buildings	40,932,517	4,996,961	-	45,929,478
Equipment	23,639,862	2,864,867	(2,208,536)	24,296,193
Infrastructure	55,247,094	14,259	-	55,261,353
Total capital assets, being depreciated	119,819,473	7,876,087	(2,208,536)	125,487,024
Less accumulated depreciation for:				
Buildings	15,221,078	1,071,812	-	16,292,890
Equipment	15,691,635	1,732,047	(1,633,099)	15,790,583
Infrastructure	15,605,740	1,444,616	-	17,050,356
Total accumulated depreciation	46,518,453	4,248,475	(1,633,099)	49,133,829
Total capital assets, being depreciated, net	73,301,020	3,627,612	(575,437)	76,353,195
Total capital assets	$ 93,105,288	$ 9,762,911	$ (4,453,167)	$ 98,415,032

Note 4 - Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 1,049,212	$ -	$ -	$ 1,049,212
Construction in Progress	-	17,796	-	17,796
Total capital assets, not being depreciated	1,049,212	17,796	-	1,067,008
Capital assets, being depreciated:				
Buildings and improvements	1,630,988	-	-	1,630,988
Improvements other than buildings	5,207,558	95,213	-	5,302,771
Equipment, furniture and fixtures	1,172,134	177,515	(92,601)	1,257,048
Total capital assets, being depreciated	8,010,680	272,728	(92,601)	8,190,807
Less accumulated depreciation for:				
Buildings and improvements	854,291	40,693	-	894,984
Improvements other than buildings	2,629,291	61,566	-	2,690,857
Equipment, furniture and fixtures	949,467	72,159	(85,587)	936,039
Total capital assets, being depreciated	4,433,049	174,418	(85,587)	4,521,880
Total capital assets, being depreciated, net	3,577,631	98,310	(7,014)	3,668,927
Total capital assets	$ 4,626,843	$ 116,106	$ (7,014)	$ 4,735,935

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General Government	$ 378,980
Criminal Justice	16,721
Public Safety	1,584,439
Public Works	2,023,071
Public Health	80,661
Social and Economic Services	7,838
Culture and Recreation	156,765
Total depreciation expense - governmental activities	$ 4,248,475
Business-type activities:	
Larchmont Golf Course	$ 94,032
RSIDs	80,386
Total depreciation expense - business-type activities	$ 174,418

Note 4 - Capital Assets (Continued)

Discretely presented component units

Activity for the Missoula Aging Services for the year ended June 30, 2014, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	$ 132,000	$ -	$ -	$ 132,000
Capital assets, being depreciated:				
Buildings	1,895,522	-	-	1,895,522
Equipment	133,203	-	-	133,203
Total capital assets, being depreciated	2,028,725	-	-	2,028,725
Less accumulated depreciation	632,896	89,182	-	722,078
Total capital assets, being depreciated, net	1,395,829	(89,182)	-	1,306,647
Total capital assets	$ 1,527,829	$ (89,182)	$ -	$ 1,438,647

Activity for the Partnership Health Center for the year ended June 30, 2014, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Construction in Progress	$ 3,749,841	$ 3,096,226	$ (6,846,067)	$ -
Capital assets, being depreciated:				
Buildings	7,822,597	6,846,067	-	14,668,664
Machinery and equipment	1,519,902	129,670	-	1,649,572
Total capital assets, being depreciated	9,342,499	6,975,737	-	16,318,236
Less accumulated depreciation	2,651,493	377,548	-	3,029,041
Total capital assets, being depreciated, net	$ 6,691,006	$ 6,598,189	$ -	$ 13,289,195

Note 5 - Long-Term Liabilities

At June 30, 2014, unmatured principal on long-term debt consisted of the following:

Governmental Activities:

General Obligation

$3,325,000 General Obligation Bonds Series 2007 issued December 2007, 3.625% to 3.75%, due in varying amounts to July 2018	$ 1,885,000

Note 5 - Long-Term Liabilities (Continued)

$6,540,000 Refunding General Obligation Bonds Series 2012 issued December 2012, 2% stated interest, 0.95% implicit interest, due in varying amounts to July 2018 - outstanding balance includes a net issuance premium of $204,743	6,154,743
$206,194 State Revolving Fund Loan, issued July 2000, 4%, due in varying amounts to July 2020	85,000
$3,325,000 General Obligation Bonds Series 2010 issued September 2010, 2.0% to 3.125%, due in varying amounts to July 2028	3,060,000
Total general obligation bonds and loans	11,184,743
Limited Obligation Bonds and Notes	
$2,000,000 Partnership Health Center Limited Obligation Note, Series 2008 issued November 17, 2008, 4% to 5%, due in varying amounts to July 2028	1,635,000
$995,000 Ice Rink Facility Bond, Series 2004 issued June 10, 2004, 3.75% to 5%, due in varying amounts to July 2014 (partially refunded)	45,000
$800,000 Ice Rink Facility Bond, Series 2006 issued March 2006, 3.4% to 4.25%, due in varying amounts to July 2026	590,000
$1,255,000 Refunding Limited Obligation Bonds, Series 2012A issued December 13, 2012, 0.8% to 3% stated interest, 1.96% implicit interest, due in varying amounts to July 2032 - outstanding balance includes a net issuance premium of $35,342	1,220,342
$1,615,000 Limited Obligation Bonds, Series 2012B issued December 13, 2012, 0.96% to 3% stated interest, 2.4% implicit interest, due in varying amounts to July 2032 - outstanding balance includes a net issuance premium of $50,563	1,580,563
$1,060,000 Larchmont Golf Course Limited Obligation Note, Series 2010 issued September 2, 2010, 2.0% to 4.0%, due in varying amounts to July 2030	930,000
Total limited obligation bonds and notes	6,000,905
Tax Increment Bonds	
$4,945,000 Series 2006 Industrial Tax Increment Bond, 3.6% to 4.0%, due in varying amounts through July 2018; repayment from the Missoula Development Authority - Industrial Tax Increment District	2,335,000

Note 5 - Long-Term Liabilities (Continued)

$1,100,000 Series 2006 Industrial Tax Increment Bond, 5.6% to 6.4%, due in varying amounts through July 2026; repayment from the Missoula Development Authority - Technology Tax Increment District	870,000
Total limited obligation bonds and notes	3,205,000
Special Assessment Bonds and Loans	
$877,000 Rural Special Improvement Districts Bonds for Meadows West/O'Keefe Boulevard paving, issued November 2006, 3.7% to 4.6%, due in varying amounts through July 2027	610,000
$514,000 Rural Special Improvement Districts Bonds for Interstate Place paving, issued August 2007, 3.8% to 4.5%, due in varying amounts through July 2022	350,000
$226,000 Rural Special Improvement Districts Bonds for Whipporwill Drive Paving, issued November 2006, 3.7% to 4.5%, due in varying amounts through July 2022	135,000
$2,230,000 Rural Special Improvement Districts Bonds for the Wye Sewer Project, issued July 2009, 3.5% to 6.25%, due in varying amounts through July 2029	1,970,000
$1,126,000 Rural Special Improvement Districts Bonds for Tookie Trek Paving, issued August 2007, 3.8% to 4.6%, due in varying amounts through July 2027	895,000
$241,000 State Revolving Fund Loan for the Linda Vista Sewer project, issued June 1994, 4%, due in varying amounts to July 2014	5,000
$1,943,000 State Revolving Fund Loan for the Linda Vista Sewer project, issued June 1994, 4%, due in varying amounts to July 2014	45,000
$291,000 State Revolving Fund Loan for the Sunset West Water project, issued November 1998, 4%, due in varying amounts to July 2019	76,000
$649,936 State Revolving Fund Loan for the Lolo Wastewater Improvements project, issued September 2002, 4%, due in varying amounts to July 2023	298,000
$4,498,121 State Revolving Fund Loan for the Mullan Corridor Sewer project, issued July 2003, 3.75%, due in varying amounts to July 2024	1,741,000
$169,000 State Revolving Fund Loan for the Elmar New Meadows portion of the Mullan Corridor Sewer project, issued April 2005, 2.75%, due in varying amounts to July 2015	23,000
$281,199 State Revolving Fund Loan for the Country Crest portion of the Mullan Corridor Sewer project, issued April 2005, 3.75%, due in varying amounts to July 2020	72,000

Note 5 - Long-Term Liabilities (Continued)

$359,300 State Revolving Fund Loan (ARRA-B) for the Wye Sewer project, issued December 2009, 1.75%, due in varying amounts to July 2029	303,000
$3,735,000 State Revolving Fund Loan (ARRA-C) for the Wye Sewer project, issued December 2008, 3.75%, due in varying amounts to July 2029	2,333,000
$3,410,125 State Revolving Fund Loan for the Wye Sewer project, issued August 2008, 3.75%, due in varying amounts to July 2029	2,947,000
$142,000 State Revolving Fund Loan for the Lorraine South Water Improvements project, issued November 2008, 3.75%, due in varying amounts to July 2029	118,000
$165,000 State Revolving Fund Loan for the Lewis & Clark Water project, issued September 2009, 0.75%, due in varying amounts to July 2029	129,000
Variable rate (1.0% at 6/30/2014) loan payable for the Williams Addition Area Sewer project, due in varying amounts through August 2025; repayment from the RSID 8497	55,990
Total special assessment bonds and loans	12,105,990
Capital Lease Payable	
$9,000,000 Capital Lease for Courthouse Renovation, 2.98%, $379,243 due through July 2028	8,877,428
Total capital lease payable	8,877,428
Notes & Contracts Payable	
Variable rate (1.0% at 6/30/2014) loan payable, due in varying amounts through August 2014; repayment from Fair fund	8,995
Variable rate (1.0% at 6/30/2014) loan payable, due in varying amounts through February 2016; repayment from Aging fund	58,344
Variable rate (1.0% at 6/30/2014) loan payable, due in varying amounts through August 2024; repayment from the Historical Museum fund	319,401
Variable rate (1.0% at 6/30/2014) loan payable, due in varying amounts through August 2018; repayment from the Seeley Lake Refuse	25,615
Total notes and contracts payable	412,355
Subtotal	41,786,421

Note 5 - Long-Term Liabilities (Continued)

Liability for Accrued Leave and Post Employment Benefits (Primary Government)

Post employment benefits	533,884
Accrued vacation benefits	2,221,716
Accrued compensatory time benefits	324,083
Accrued holiday benefits	117,177
Accrued sick benefits	977,848
Fringe on accrued leave liability	695,761
Total accrued leave	4,336,585
Total Long-Term Liabilities	$ 46,656,890

Business-type Activities:
Notes & Contracts Payable

Variable rate (1.0% at 6/30/2014) loan payable, due in varying amounts through February 2019; repayment from RSID Enterprise fund	130,000

Note 5 - Long-Term Liabilities (Continued)

An analysis of the changes in bonds, notes, leases and contracts payable for the primary government during the year ended June 30, 2014, follows:

	Beginning Balance	New Debt Issued/ Leave Accrued	Debt Retired/ Leave Used	Ending Balance	Due Within One Year
Governmental Activities					
General Obligation	$ 12,337,242	$ -	$ (1,152,499)	$ 11,184,743	$ 1,592,498
Limited Obligation Note	6,357,045	-	(356,140)	6,000,905	343,873
Tax Increment	3,660,000	-	(455,000)	3,205,000	480,000
Special Assessment Bonds Payable	4,185,000	-	(225,000)	3,960,000	225,000
Special Assessment Loans Payable	8,739,542	-	(593,552)	8,145,990	563,860
Capital Lease Payable	-	9,000,000	(122,572)	8,877,428	497,619
Contracts Payable	618,802	-	(206,447)	412,355	71,260
Post Employment Benefits	536,183	202,617	(204,916)	533,884	-
Liability for Sick and Vacation	4,153,211	3,557,978	(3,374,604)	4,336,585	3,282,425
Total Governmental Activities Long-Term Liabilities	$ 40,587,025	$ 12,760,595	$ (6,690,730)	$ 46,656,890	$ 7,056,535

For governmental activities, the liability for sick and vacation and other post employment benefits are generally liquidated by the general fund and other governmental funds.

Business-type Activities					
Contracts Payable	$ -	$ 130,000	$ -	$ 130,000	$ 25,484
Total Business-type Activities Long-Term Liabilities	$ -	$ 130,000	$ -	$ 130,000	$ 25,484

Note 5 - Long-Term Liabilities (Continued)

Annual debt service principal and interest payments required on bonds, notes, leases, contracts and loans payable at June 30, 2014, are as follows:

	Governmental Activities									
Fiscal Year Ending June 30	Open Space 2007 Bond Principal	Open Space 2007 Bond Interest	Refunding Bond Principal	Refunding Bond Interest	Fair SRF Principal	Fair SRF Interest	Open Space 2010 Bond Principal	Open Space 2010 Bond Interest	General Obligation Total Principal	General Obligation Total Interest
2015	$ 350,000	$ 61,987	$ 1,140,000	$ 107,600	$ 12,000	$ 3,280	$ 45,000	$ 87,344	$ 1,547,000	$ 260,211
2016	360,000	49,119	1,160,000	84,600	12,000	2,900	50,000	86,394	1,582,000	223,013
2017	375,000	35,797	1,190,000	61,100	12,000	2,320	50,000	85,394	1,627,000	184,611
2018	395,000	21,840	1,215,000	37,050	14,000	1,820	45,000	84,444	1,669,000	145,154
2019	405,000	7,341	1,245,000	12,450	14,000	1,260	75,000	83,244	1,739,000	104,295
2020-2024	-	-	-	-	21,000	840	1,245,000	321,763	1,266,000	322,603
2025-2029	-	-	-	-	-	-	1,550,000	123,909	1,550,000	123,909
2030-2033	-	-	-	-	-	-	-	-	-	-
	1,885,000	$ 176,084	5,950,000	$ 302,800	85,000	$ 12,420	3,060,000	$ 872,492	10,980,000	$ 1,363,796
Premium on Issuanc	-		204,743		-		-		204,743	
Total	1,885,000		6,154,743		85,000		3,060,000		11,184,743	
Less current portion	(350,000)		(1,185,498)		(12,000)		(45,000)		(1,592,498)	
	$ 1,535,000		$ 4,969,245		$ 73,000		$ 3,015,000		$ 9,592,245	

	Governmental Activities (Continued)									
Fiscal Year Ending June 30	2008 PHC Ltd Oblig Principal	2008 PHC Ltd Oblig Interest	Ice Rink 2004 Principal	Ice Rink 2004 Interest	Ice Rink 2006 Principal	Ice Rink 2006 Interest	2012A Ltd Oblig Principal	2012A Ltd Oblig Interest	Ltd Oblig 2012B Principal	Ltd Oblig 2012B Interest
2015	$ 80,000	$ 77,343	$ 45,000	$ 967	$ 35,000	$ 23,685	$ 60,000	$ 22,390	$ 70,000	$ 35,474
2016	80,000	74,143	-	-	35,000	22,320	105,000	21,730	70,000	34,802
2017	85,000	70,903	-	-	40,000	20,858	110,000	20,870	70,000	34,130
2018	90,000	67,248	-	-	40,000	19,257	110,000	19,990	70,000	33,458
2019	100,000	63,288	-	-	40,000	17,617	115,000	18,400	70,000	32,786
2020-2024	525,000	245,938	-	-	235,000	60,365	415,000	65,075	375,000	143,500
2025-2029	675,000	104,750	-	-	165,000	10,519	170,000	23,550	420,000	90,000
2030-2033	-	-	-	-	-	-	100,000	6,000	385,000	23,625
	1,635,000	$ 703,613	45,000	$ 967	590,000	$ 174,621	1,185,000	$ 198,005	1,530,000	$ 427,775
Premium on Issuanc	-		-		-		35,342		50,563	
Total	1,635,000		45,000		590,000		1,220,342		1,580,563	
Less current portion	(80,000)		(45,000)		(35,000)		(66,140)		(72,733)	
	$ 1,555,000		$ -		$ 555,000		$ 1,154,202		$ 1,507,830	

Note 5 - Long-Term Liabilities (Continued)

	Governmental Activities (Continued)									
Fiscal Year Ending June 30	Larchmont Ltd Oblig Principal	Larchmont Ltd Oblig Interest	Industrial Increment Principal	Industrial Increment Interest	Technology Increment Principal	Technology Increment Interest	Special Assess Bonds Principal	Special Assess Bonds Interest	Special Assess Loans Principal	Special Assess Loans Interest
2015	$ 45,000	$ 30,563	$ 435,000	$ 84,700	$ 45,000	$ 52,328	$ 225,000	$ 181,220	$ 563,860	$ 289,971
2016	45,000	29,662	450,000	67,000	50,000	49,537	240,000	172,035	524,860	270,304
2017	45,000	28,763	465,000	48,700	50,000	46,601	240,000	162,479	536,860	251,274
2018	45,000	27,862	485,000	29,700	55,000	43,516	245,000	152,616	555,860	231,578
2019	45,000	26,906	500,000	10,000	55,000	40,216	260,000	142,117	574,860	211,187
2020-2024	260,000	111,775	-	-	350,000	142,025	1,355,000	532,619	2,939,300	730,482
2025-2029	305,000	59,500	-	-	265,000	29,296	1,225,000	213,444	2,210,390	267,042
2030-2033	140,000	5,600	-	-	-	-	170,000	5,313	240,000	4,315
	930,000	$ 320,631	2,335,000	$ 240,100	870,000	$ 403,519	3,960,000	$ 1,561,843	8,145,990	$ 2,256,153
Premium on Issuanc	-		-		-		-		-	
Total	930,000		2,335,000		870,000		3,960,000		8,145,990	
Less current portion	(45,000)		(435,000)		(45,000)		(225,000)		(563,860)	
	$ 885,000		$ 1,900,000		$ 825,000		$ 3,735,000		$ 7,582,130	

	Governmental Activities (Continued)						Business-type Activities	
Fiscal Year Ending June 30	Lease Payable Principal	Lease Payable Interest	Notes & Contracts Principal	Notes & Contracts Interest	Total Governmental Principal	Total Governmental Interest	Notes & Contracts Principal	Notes & Contracts Interest
2015	$ 497,619	$ 260,867	$ 71,260	$ 4,902	$ 3,719,739	$ 1,324,621	$ 25,484	$ 1,300
2016	512,559	245,928	63,412	3,787	3,757,831	1,214,261	25,740	1,045
2017	527,947	230,540	34,490	2,777	3,831,297	1,102,506	25,998	788
2018	543,797	214,690	35,055	2,432	3,943,712	987,501	26,259	528
2019	560,123	198,364	32,745	2,081	4,091,728	867,257	26,519	265
2020-2024	3,063,181	729,253	158,681	5,657	10,942,162	3,089,292	-	-
2025-2029	3,172,202	240,988	16,712	167	10,174,304	1,163,165	-	-
2030-2033	-	-	-	-	1,035,000	44,853	-	-
	8,877,428	$ 2,120,630	412,355	$ 21,803	41,495,773	$ 9,793,456	130,000	$ 3,926
Premium on Issuanc	-		-		290,648		-	
Total	8,877,428		412,355		41,786,421		130,000	
Less current portion	(497,619)		(71,260)		(3,774,110)		(25,484)	
	$ 8,379,809		$ 341,095		$ 38,012,311		$ 104,516	

Note 5 - Long-Term Liabilities (Continued)

The various bond indentures contain limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, minimum revenue bond coverages, minimum levels of insurance coverage and maintenance of operating assets in good condition. At June 30, 2014, the County was in compliance with all significant indenture provisions.

During 1992, the County created an industrial tax increment district under the provision of state statutes (MCA 7-15-4297-99). The district, known as the Missoula County Airport Industrial District, was created to develop an industrial park in the area of the proposed site of an interstate highway interchange near the Airport. The County is selling parcels in the industrial park to commercial enterprises wishing to establish facilities in the area. In addition, a portion of the property may be used in the future for the development of an inland port facility. In December 2005, the County recharacterized a portion of the industrial district into a technology increment district that was authorized by the 2005 Legislature.

General Obligation Bond Issues - In July 1997, the County issued $4 million in bond anticipation notes related to a general obligation bond issue approved in 1996 for the construction of a new detention center. The proceeds of the notes were used for the acquisition of land to be used for the detention center. In April 1998, the County issued $17,100,000 of general obligation bonds, whose net proceeds of $16,762,636 were used to establish a fund for the construction of the detention facility ($16,758,000), and to pay accrued interest on the bonds of $4,636. Concurrently with the closing of the bond issue, the County repaid the $4 million of bond anticipation notes plus accrued interest of $50,567. In August, 2005, the County issued the Series 2005 General Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds of the note were used to defease the Series 1998 Detention Center Bonds, resulting in a net present value benefit of $455,615 and an aggregate debt service savings of $3,072,229. In December 2012, the County issued the Series 2012 General Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds of the note were used to defease the Series 2005 General Obligation Refunding Bonds, resulting in a net present value benefit of $588,987 and an aggregate debt service savings of $1,136,509.

In both December 2007 and September 2010 the County issued $3,325,000 of general obligation bonds to support the acquisition of lands to be designated as "Open Space" in perpetuity.

Variable-Rate Debt - Several notes and contracts payable have variable interest rates. The majority of these notes are issued by the State Intercap Revolving Program. Interest rates are determined annually by the State Board of Investments, depending on program experience.

Tax Increment Bond Issue and Defeasance of Prior Issue - In September 1997, the County issued $2,465,000 in Series 1997 tax increment bonds. The net proceeds of $2,390,865 were used to defease the outstanding 1996 tax increment bonds ($279,365), to pay the County's share of the I-90 airport interchange ($1,292,000), to finance infrastructure projects in the airport industrial park ($608,000), and to establish a debt service reserve of $211,500. The economic gain on the refunding portion was immaterial. In August 2006, the County issued $4,945,000 in Series 2006 tax increment bonds. The net proceeds of $4,798,061 were used to defease the outstanding 1997 tax increment bonds ($1,641,286) and $3,156,775 to complete the infrastructure in the industrial increment portion of the Missoula County Development Park. The net present value benefit of the refunding portion was $15,237. The aggregate debt service savings on the refunding totaled $43,963.

In December 2006, the County issued $1,100,000 in taxable Series 2006 tax increment bonds. The net proceeds of $1,000,716 were used to acquire the site improvements of the anchor project in the technology district ($900,000) and establish a debt service reserve ($100,716).

Although tax increment revenues in the industrial district and the technology district are projected to be adequate to service the debt on the tax increment bonds, the County has covented to levy annually as much of the 2 mill Port Authority levy as necessary to meet debt service obligations.

Note 5 - Long-Term Liabilities (Continued)

Limited Obligation Bonds - In June 2004, the County issued $995,000 in Series 2004 Limited Obligation General Fund Bonds. The net proceeds of $981,113 were recorded in the Fair Ice Rink Capital Projects fund. These bonds will be repaid from revenues generated from leasing the Ice Rink facility. In December 2012, these bonds were refunded as part of the issuance of the Limited General Obligation and Refunding Bonds, Series 2012A.

In March 2006, the County issued $800,000 in Series 2006 Limited Obligation General Fund Bonds. The net proceeds of $785,215 were recorded in the Fair Ice Rink Capital Projects fund. These bonds will be repaid from revenues generated from leasing the Ice Rink facility.

In October 2008, the County issued $2,000,000 in Series 2008 Limited Obligation Bonds. The net proceeds of $1,975,273 were used to finance a portion of the purchase of a new building for the Partnership Health Center. Debt service payments will be made by the Partnership Health Center.

In September 2010, the County issued $1,060,000 in Series 2010 Limited Obligation Bonds. The net proceeds of $1,084,563 were used to finance the replacement of the irrigation system at Larchmont Golf Course. Debt service payments will be made by Larchmont Golf Course.

In December 2012, the County issued $1,255,000 in Series 2012A Limited Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds were used to defease the Series 1998 Limited Obligation Notes and partially defease the 2004 Limited Obligation General Fund Bonds as well as fund new construction for the Partnership Health Center, resulting in a net present value benefit of $105,620 and an aggregate debt service savings of $112,484.

In December 2012, the County issued $1,615,000 in Series 2012B Limited Obligation Bonds. The net proceeds of $1,643,087 were used to finance a number of capital projects including, but not limited to, the records center, secure storage warehouse, and administration building renovations. Debt service payments will be made by the General Fund.

Limited Obligation Note Payable - In June 1998, the County issued $480,000 in Series 1998 Limited Obligation Notes. The net proceeds of $471,600 were used to finance a portion of a new health care facility. The health care facility is owned by Partnership Health Center for the purpose of providing health care services to the residents of Missoula County. In December 2012, these bonds were refunded as part of the issuance of the Limited General Obligation and Refunding Bonds, Series 2012A.

Prior Year Defeasance of Debt - In December 2012, the County partially defeased limited obligation general fund bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's financial statements. At June 30, 2014, $618,942 of defeased bonds remain outstanding.

Special Assessment Debt with Government Commitment - Property owners are assessed for principal and interest to repay special assessment bonds. If sufficient funds are not received, loans are made from the RSID Revolving fund. This fund is financed by fees paid by each new RSID, by cash transferred from the general fund if needed and by any surplus remaining in completed RSID's. The cash balance in the Revolving Fund must equal at least 5% of the principal amount of debt outstanding. If the cash balance is less than 5%, a levy is required to bring the cash balance to the required minimum. the required minimum at June 30, 2014 is $605,300. The Revolving Fund cash at June 30, 2014 is $735,442.

Capital Lease - During fiscal year 2014 the County entered into a capital lease for $9,000,000 to fund a portion of the county courthouse renovation. At June 30, 2014 the County reported $9,000,000 in construction in progress funded by this capital lease.

Conduit Debt - From time to time the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of Montana, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Note 5 - Long-Term Liabilities (Continued)

As of June 30, 2014, there were seven series of Industrial Revenue Bonds outstanding, all of which were issued prior to July 1, 1995. The aggregate principal amount payable for these series could not be determined; however, their original issue amounts totaled $25,262,500.

In December 2006, the County entered into a transaction for the purchase of a facility from and a lease to DIRECTV Customer Services, Inc. The DIRECTV purchase was financed through a 4.8% $10,640,000 infrastructure loan from the Montana Board of Investments (MBOI). Repayment terms of the loan are equal to the monthly lease payments of $60,714, which are fully assigned to MBOI under the loan agreement, and in the event of default, MBOI may obtain title to the property. Accordingly, the loan is nonrecourse to the County. The lease has an initial term of ten years ending December 2016, with three five-year renewal options. At the end of the initial lease term, DIRECTV has the option to purchase the property for $7,808,108. Title to the property transfers to DIRECTV at the end of the lease term concurrent with full repayment of the MBOI loan. Because the County acts solely as an intermediary to collect payments from DIRECTV and remit them to MBOI for payments on the loan, the transaction is tantamount to a conduit debt obligation, and no liability is recorded on the County's financial statements.

In May 2010, the County issued an additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. That issue was for the purchase of 50% interest in property on Radio Way as well as renovation and purchase of equipment by Radio Way LLC. The original amount was $631,000. The amount payable at June 30, 2014 was $538,034.

In August 2010, the County issued an additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. That issue was for the construction of office space for 2 businesses by Dodge Holdings LLC. The original amount was $450,000. The amount payable at June 30, 2014 was $391,959.

In December 2010, the County issued an additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. That issue was for the purchase of furniture, fixtures, and equipment for Garlington, Lohn & Robinson, PLLP. The original amount was $1,100,000. The amount payable at June 30, 2014 was $827,774.

In December 2010, the County issued five additional series of Industrial Revenue Bonds under the Recovery Zone Facility Bonds Program. Those issues were for the purchase and renovation of several condominiums and construction of a pediatric dentistry office in the Missoula area by K and T Associates, LLC. The original aggregate amount borrowed was $3,800,530. The amount payable at June 30, 2014 was $3,498,520.

In December 2010, the County approved refinancing of one of the original series of Industrial Revenue Bonds issued prior to July 1, 1995. The Rocky Mountain Elk Foundation refinanced the debt to take advantage of lower interest rates. The amount payable at June 30, 2014 was $2,817,449.

Legal Debt Margin - The County's legal debt limitation is 2.5% of total assessed value of taxable property. As of June 30, 2014 the debt margin was $193,028,326.

Note 6 - Commitments and Contingencies

Commitments - At June 30, 2014, the County was committed to spend approximately $2,106,000 on various contracts for rural special improvement district facilities (principally streets, curbs and gutters), county roads, bridges, social services, and other construction projects. Appropriations for these contractual obligations are budgeted in the years that payments are required.

Note 6 - Commitments and Contingencies (Continued)

Protested Taxes - The County and other taxing districts within the County are contingently liable for refunds of property taxes under various tax appeals proceedings. In general, the amount available in the protested tax fund is sufficient to provide for such potential refunds; however, it is possible that refunds could be required relative to taxes not deposited in the protest fund. The County's potential liability, should such refunds be necessary, is not determinable. As of June 30, 2014, taxes remaining under protest totaled $7,990,799. There was a settlement of protested taxes of $6,856,563 reached just prior to year end. After this settlement, remaining protested taxes were $1,134,235. The County's governmental funds recorded 989,833 in tax revenue related to the settled protested taxes in fiscal year 2014. In addition, one of the settlements will reduce taxes receivable by $717,606, which will reduce taxes receivable in the County governmental funds by approximately $187,000. This reduction will occur when the bills are abated, subsequent to June 30, 2014.

Rural Special Improvement Districts (RSIDS) - As of June 30, 2014, delinquent assessments on RSIDs were $141,211. The delinquencies are due from various residential property owners. The County anticipates payment of the delinquencies from the land owners and will proceed with tax deeds on the property if the assessments are not paid before the end of the RSID bond terms.

Leases - At June 30, 2014, future minimum annual rental expenditures and rental revenue on noncancellable operating leases are as follows:

Fiscal Year Ending June 30	Minimum Annual Rental Expenditures/Expenses	Minimum Annual Rental Revenues
2015	$ 444,188	$ 143,124
2016	337,820	135,268
2017	336,720	136,554
2018	337,327	137,553
2019	337,945	133,355
Later	1,269,782	927,386
Total	$ 3,063,782	$ 1,613,240

Operating lease expenditures for 2014 were $542,566.

During fiscal year 2004 an operating lease was entered into between Missoula County and the Missoula Area Youth Hockey Association for the use of facilities at the fairgrounds. Yearly minimum rental payments are equal to the bond debt service requirements for bonds issued for construction of ice rink facilities. In addition, the Hockey Association will pay the greater of $17 per hour or 17% of the hourly ice fee charged by the Association for time exceeding 2,000 hours.

Missoula County has a contractual agreement with Summit Golf Management for management of the Larchmont Golf Course in order to provide expert managment of the golf course while minimizing costs. Missoula County retains the right to approve annual budgets, set fee schedules, and approve capital improvements. Summit Golf Management will oversee day-to-day operations of the Larchmont Golf Course. Compensation under the arrangement includes a flat fee of $28,000 per year plus 10.5% of the gross revenue from all green fees and passes. Summit Golf Management will also receive 100% of the revenues from lessons, club rentals, and sales in the professional shop.

As part of the transaction with DIRECTV described in Note 5, the County has entered into a lease for the DIRECTV site. This land lease requires no payments during the initial ten-year lease term, and then provides for three five-year renewal options with monthly rents of approximately $10,900. DIRECTV has the option to purchase the land at any time during the lease term for the fair value of the property at the initial date of the lease of $1,317,128. Because the purchase option is not considered a bargain purchase, the land lease is treated as an operating lease.

Note 6 - Commitments and Contingencies (Continued)

The County has guaranteed a loan for the Montana Technology Enterprise Center in the amount of approximately $878,000. The County's guarantee is collateralized by the building the Center is housed in.

The County has guaranteed approximately $360,000 of a loan for the Seeley-Swan Hospital District. The County's guarantee stipulates that if Partnership Health Center terminates their lease agreement with the Hospital District prior to December 31, 2028 , the County will pay up to $24,000 per year toward the loan. The guarantee stipulates any amount paid by the county will be reimbursed by the Hospital District at the loan interest rate plus 1%.

The County is party to certain litigation under which it may be required to pay certain monies upon the decision of the courts. The office of the County Attorney reports various contingent liabilities based on the amount of damages alleged in various cases. However, it is the opinion of the County Attorney that the County's liability in the cases not covered by insurance will not be material to the financial statements and amounts reserved are sufficient to cover any losses, except for two related cases in which it is reasonably possible that the amount of the loss could be material. However, because the amount of the loss, if any, is not reasonably determinable, no provision has been made in the financial statements for these contingent liabilities.

Note 7 - Risk Management

The County is exposed to various risks of loss related to torts, damage or loss of assets, errors and omissions, injuries to employees, employee medical claims and natural disasters. The County has established four internal service funds to account for and finance its uninsured risks of loss. In the past three years, there have been no settlements that have exceeded self-insurance or re-insurance coverage. Brief descriptions of these funds' self-insurance activities follow:

Risk Management - The Risk Management fund relates to general liability coverage for the County. The County has self-insured several major types of risks, including general liability, various aspects of law enforcement and public officials' liability. There have been claims of $1,781,537 asserted for risks which are self-insured as of year end.

Excess Loss - The Excess Loss fund is a self-insurance plan that acts as a layer of re-insurance for the County's other self-insurance. The Plan is designed to provide lower insurance costs to the County by giving the other plans the ability to raise deductibles from commercial carriers.

Health Insurance -
Description of the Plan - The County has a self-insured health plan which provides medical, dental, optical, disability and life insurance benefits for all permanent employees electing to be covered. The County also allows other local government and nonprofit entities and their employees to participate in the plan, but the County is the dominant employer. The plan is accounted for as an internal service fund with respect to current employee benefits, while retiree benefits are accounted for in an agency fund. The plan was established in 1980 by resolution of the Board of County Commissioners.

Plan Contributions - County and employee monthly contribution rates depend on whether the employee is full or part time and type of coverage. County contributions for medical benefits are based on expected claims using a five-year history of claims paid. County contributions for long-term disability coverage are calculated as 0.23% of covered payroll. County contributions range from $599 to $1,030 depending on the type of coverage. Employee contributions were up to $548 for full time employees; contribution rates for part-time employees vary depending on the type of coverage. Continued medical, dental and vision coverage is available for County retirees for monthly employee contributions from $439 to $1,575, depending on the type of coverage. Qualified terminated employees can continue medical coverage for monthly contributions from $567 to $1,447, depending on coverage for up to 18 months, as required by federal C.O.B.R.A. law. County contributions to the plan for the year ended June 30, 2014 were $5,860,847 (representing 18.1% of covered payroll), current employee contributions were $1,515,802 and retiree contributions were $555,538. Contributions from the ten other agencies participating in the plan were $2,108,117.

Note 7 - Risk Management (Continued)

Covered Participants - As of June 30, 2014, the Plan covered the following participants:

Current employees and their beneficiaries	1,653
Retirees and their beneficiaries	102
	1,755

Postemployment Benefits - Retirees may remain on the County's health insurance plan as long as they wish, provided they pay the monthly premiums. State law requires the County to provide this benefit. There are no other post-employment benefits provided by the County.

The County has adopted the provisions of GASB Statement No. 43, "Financial Reporting for Postemployment Benefit Plans other than Pension Plans" to the extent applicable. Under GASB 43, the County's health insurance plan is not administered as a qualifying trust: accordingly, retiree premiums, benefits and net position are segregated into an agency fund, and as required by GASB Statement No. 10, the internal service fund reflects only the activities related to current employees of the County and other participating employers.

The liability for health claims consists of an accrual for claims reported, but unpaid, and for claims incurred but not reported (IBNR) as of the balance sheet date. The Plan estimates its IBNR liability based on claims paid within a 120 day period subsequent to the balance sheet date that were incurred prior to but received by the Plan after the balance sheet date. This method of estimating the IBNR is supported by the Plan's historical claims experience.

Workers' Compensation - The County self-insures for workers' compensation coverage for all employees through the Missoula County Workers' Compensation Group Insurance Authority (formerly the Missoula County Workers' Compensation Plan). County contribution rates to the Authority were $1.00 to $11.60 per $100 of covered salary, depending on employee classification. County contributions to the Authority for the fiscal year ended June 30, 2014 were $1,022,994. Asserted workers' compensation claims at June 30, 2014 totaled $1,041,800.

Note 7 - Risk Management (Continued)

The Authority establishes claims liabilities based on estimates of the cost of claims that have been reported but not settled, and claims that have been incurred but not reported. The estimated ultimate cost of settling the reported and unreported claims, and claims reserve development include the effects of inflation and other social and economic factors. Estimated amounts of subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Estimated claims liabilities are recomputed periodically based on current reviews of claims information, experience with similar claims and other factors. Adjustments to estimated claims liabilities are recorded as an increase or decrease in claims expense in the period the adjustments are made.

Changes in the funds' claims liability for 2013 and 2014 are as follows:

	Risk Management	Health Insurance	Workers' Compensation
Estimated Claims liability, June 30, 2012	$ 1,103,259	$ 958,991	$ 2,875,829
Incurred for Claims and Claims Adjustment Expenses:			
Provisions for claims incurred in Fiscal Year 2013	963,908	7,107,982	818,872
Increase (decrease) in provisions for claims incurred in prior years	432,771	945	(138,115)
Total incurred claims and claims adjustment expenses	1,396,679	7,108,927	680,757
Payments:			
Claims and claims adjustments paid for Fiscal Year 2013	307,749	6,342,950	97,467
Claims and claims adjustments paid for prior years	(1,612)	932,584	469,524
Total payments, Fiscal Year 2013	306,137	7,275,534	566,991
Estimated Claims liability, June 30, 2013	2,193,801	792,384	2,989,595
Incurred for Claims and Claims Adjustment Expenses:			
Provisions for claims incurred in Fiscal Year 2014	463,356	6,700,908	884,633
Increase (decrease) in provisions for claims incurred in prior years	415,441	(20,735)	(538,213)
Total incurred claims and claims adjustment expenses	878,797	6,680,173	346,420
Payments:			
Claims and claims adjustments paid for Fiscal Year 2014	155,316	6,146,970	177,458
Claims and claims adjustments paid for prior years	1,135,745	741,572	264,757
Total payments, Fiscal Year 2014	1,291,061	6,888,542	442,215
Estimated Claims liability, June 30, 2014	$ 1,781,537	$ 584,015	$ 2,893,800

Note 8 - Retirement Plans

The County participates in three state-administered cost-sharing multiple-employer defined benefit pension plans. The plans provide retirement, death and disability benefits to plan members and beneficiaries. Sheriff employees are covered by the Montana Sheriffs' Retirement System (MSRS), the county superintendent of schools is covered by the Montana Teachers' Retirement System (MTRS), and substantially all other County employees are covered by the Montana Public Employees' Retirement System (MPERS). The state statutes which assign the authority to establish and amend plan benefits, and the administrative bodies given this authority are as follows:

Plan	Statute	Administering Body
MSRS	Title 19 Chapter 7	Public Employees' Retirement Division
MTRS	Title 19 Chapter 20	Teachers' Retirement Board
MPERS	Title 19 Chapters 2-3	Public Employees' Retirement Division

The plans issue publicly available financial reports that include financial statements and required supplementary information. Those reports may be obtained by writing or calling the respective plans' offices as follows:

Sheriffs' Retirement System and Public Employees' Retirement System	Teachers' Retirement System
1712 Ninth Avenue	1500 Sixth Avenue
Helena, Montana 59620-0131	Helena, Montana 59620-0139
(406) 444-3154	(406) 444-3134

Funding Policy - Contributions by plan members and the County are mandatory and are determined by state law. Contribution rates for the year ended June 30, 2014, expressed as a percent of covered payroll, are as follows:

	Employees	County	State
MSRS	9.245%	10.115%	-
MTRS	8.150%	8.470%	2.490%
MPERS	7.900%	8.070%	0.100%

The County's actual contributions to the plans (which equal the required amounts) for each of the three fiscal years ended June 30, were as follows:

	MSRS	MTRS	MPERS
2014	$ 705,968	$ 5,599	$ 2,287,959
2013	654,531	4,806	1,898,751
2012	650,180	4,899	1,910,436

On behalf payments made by the State of Montana totaled $82 and $32,362 for MTRS and MPERS respectively. These payments totaling $32,444 are recognized as intergovernmental revenue and general government expenditures in the County's General Fund.

Note 8 - Retirement Plans (Continued)

The above funding policies provide for periodic employer and employee contributions at rates specified by State law. Each system functions uniquely as described as follows:

Public Employees' Retirement System (PERS)

This mandatory system established in 1945 provides retirement services to substantially all public employees. Benefit eligibility is age 60 with at least 5 years of service: age 65 and in active service: or 30 years of service regardless of age. Monthly benefits for retirement with at least 25 years of service are determined by taking 2% times the number of years of service credit times the highest average compensation. Actuarially reduced benefits may be taken at any age with 25 years of service or at age 50 with at least 5 years of service. Members' rights become vested after 5 years of service.

Teachers' Retirement System (TRS)

This mandatory system established in 1937 and governed by Title 19, Chapter 4 of the Montana Code Annotated, as a cost-sharing multi-employer defined benefit pension plan that provides retirement services to all persons employed as teachers or professional staff of any public elementary or secondary school, vocation-technical center or unit of the university system. Eligibility is met with a minimum of 25 years of service or age 60 with at least 5 years of creditable service. The formula for accrual benefits is 1/60 times creditable service times the average final compensation. Rights are vested after 5 years of creditable service. Vested employees may retire at or after age 50 and receive reduced retirement benefits.

Sheriffs' Retirement System (SRS)

The Sheriffs' Retirement System is a public pension plan for all Montana sheriffs and deputies hired after July 1, 1974, Department of Justice investigators hired after July 1, 1993 and detention officers hired after July 1, 2005. In 1974, the Legislature created the SRS to grant a retirement, disability, or death benefit to plan members and their beneficiaries. Eligibility for service retirement benefits is met upon completing 20 years of membership service at any age. Monthly retirement benefits are calculated by taking 2.5% times years of service credit times highest average compensation. Early retirement, with reduced benefits, may be taken at age 50 with at least 5 years of membership service.

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is available to all County employees. This permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Participation in the plan is optional. The fair value of assets held in the plan at June 30, 2014 was $7,314,438.

Effective July 1, 1998, the County amended its deferred compensation plan to conform with section 457(g) of the Internal Revenue Code. Trusts were established to hold deferred compensation plan assets for the exclusive benefit of participants and their beneficiaries. The trusts are administered by Valic and Equitable, and the County's duty with respect to the plan is limited to withholding deferred compensation amounts from employees and remitting them to Valic and Equitable. Because the County's involvement with the plan is limited to ministerial functions, the plan is not included in the County reporting entity because it does not meet the definition of a fiduciary fund under generally accepted accounting principles.

Note 9 - Other Post-employment Benefits

The County adopted the provisions of GASB Statement No. 45 "Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pension Plans," in fiscal year 2009. GASB 45 requires employers to calculate the actuarial liability for future retiree benefits and the annual required contribution (ARC) for retirees. The provisions of this statement were applied prospectively. Information for the County's health benefits plan for retirees is included below. Partnership Health Center also participates in the plan as part of Missoula County.

The County is self insured through their participation in the "Missoula County Employee Benefits Plan." Missoula County and nine additional entities participate in the plan. The plan is administered by Missoula County as an agent multiple-employer plan as required by GASB No. 43. The plan is reported as an agency fund of the County and uses the accrual basis of accounting. To qualify for retiree medical benefits the employee must have attained the age of 60 plus five years of service or attained age 65 or completed 30 years of service. An employee may qualify for early retirement by meeting one of the following criteria: attained the age of 50 plus 5 years of service or completed 25 years of service. These benefits are established and may be amended by Missoula County. The plan issues stand-alone financial statements which can be obtained from Missoula County Risk & Benefits, 200 West Broadway, Missoula, MT 59802. Each employer in the plan is required to disclose additional information with regard to funding policy, the employers annual OPEB cost and contributions made, the funded status and funding progress of the employers individual plan, and actuarial methods and assumptions used. This information for Missoula County is presented below.

Retirees are able to purchase health benefits for themselves and their family members at two different rates: the "Medical Standard Plan" and the "Medical High Deductible Plan." The retiree contributions are determined and can be amended by Missoula County and are based on their plan election and level of dependent coverage. The monthly premiums effective July 1, 2013 are shown below.

Level of Coverage	Single	Employee/ Spouse	Employee/ Child	Family
Medical Standard Plan	$ 556.00	$ 1,043.00	$ 932.00	$ 1,419.00
Medical High Deductible Plan	389.20	730.10	652.40	993.30
Dental	39.00	70.00	96.00	127.00
Vision	10.55	19.90	19.43	28.77

The retiree pays into the plan what the County and an active employee would pay on a monthly basis. The plan is financed on a pay-as-you-go basis with County and outside agency contributions made to cover claims and administrative costs as needed.

Based on an actuarial study prepared as of June 30, 2014, the County's annual other post-employment benefit cost was $241,843 for the fiscal year ended June 30, 2014. This cost consisted of the annual required contribution of $251,584, interest on the net OPEB obligation of $25,514, and an adjustment to the ARC of $35,255. There were contributions of $244,142 made in 2014, which was 101% of the annual cost.

	Fiscal Year Ending		
	June 30, 2014	June 30, 2013	June 30, 2012
Beginning OPEB Obligation	$ 607,474	$ 423,059	$ 202,667
Annual OPEB Cost	241,843	307,869	357,824
Annual OPEB Contributions	(244,142)	(123,454)	(137,432)
Ending OPEB Obligation	605,175	607,474	423,059
Percentage of cost contributed	101%	40%	38%

Note 9 - Other Post-employment Benefits (Continued)

As of June 30, 2014, the most recent actuarial valuation date, the plan had an unfunded accrued actuarial liability of $2,772,711. This liability is not funded under GASB Statement No. 45 since there are no assets allocated to an irrevocable trust for the retiree benefit plan. Therefore, the funded status of the plan is 0%. The annual covered payroll was $32,365,309 for 2014; the unfunded actuarial liability was 8.57% of covered payroll. The annual other post-employment benefit cost, annual OPEB contributions, net other post-employment benefit obligation, and the unfunded actuarial liability is allocated to the applicable component units as follows:

	Governmental Activities	Component Unit Partnership Health Center	Total
Annual Required Contribution (ARC)	$ 210,994	$ 40,590	$ 251,584
Interest on OPEB Obligation	21,942	3,572	25,514
Adjustment to the ARC	(30,319)	(4,936)	(35,255)
Annual OPEB Cost	202,617	39,226	241,843
Annual OPEB Contributions	(204,916)	(39,226)	(244,142)
Decrease to Net OPEB Obligation	(2,299)	-	(2,299)
Net OPEB Obligation	533,884	71,291	605,175
Unfunded Actuarial Liability	2,325,370	447,341	2,772,711

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to the past expectations and new estimates are made about the future. The required schedule of funding progress immediately following the notes presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Projections of benefits for the plan are based on types of benefits provided under the substantive plan at the time of each valuation and on the pattern of sharing of benefit costs between the employer and plan members to that point. Actuarial calculations reflect a long-term prospective and, consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities. For the actuarial valuation performed at June 30, 2014 the projected unit credit actuarial cost method was used. The health care trend rate, which includes an inflation rate, was 8% for 2014 decreasing to 5% for 2018 and after. The assumed discount rate was 4.2%. The unfunded actuarial liability was amortized on a level-dollar basis over a open period of 30 years.

Note 10 - Governmental Fund Balances

At June 30, 2014, the County had a total fund balance in governmental funds of $35,428,082. In accordance with GASB Statement No. 54, this fund balance has been classified as follows:

	Balance	Category	Description
General Fund			
Nonspendable	$ 57,453	General Government	Inventories
Unassigned	1,443,779	Governmental Services	Remainder
Unassigned	68,394	Justice Courts	Remainder
Unassigned	490,441	County Attorney	Remainder
Unassigned	443,303	Emergency Services	Remainder
Unassigned	53,574	Surveyors	Remainder
Unassigned	3,561	Debt Service	Remainder
Unassigned	44,624	Capital Outlay	Remainder
Public Safety			
Restricted	3,074,849	Sheriff	State and Federal law
Committed	1,424,977	Detention	Commissary
Missoula Development Authority			
Restricted	2,430,949	Development Park Projects	State and Federal Law
Committed	2,501,936	Public Works	Commissioner resolution for specific programs and projects
RSID Debt Service			
Restricted	2,544,823	Debt Service	Federal, State, and other grant and legal commitments
Nonmajor Governmental Funds			
Nonspendable	1,376,432	Road and Bridge Supplies	Inventories
Restricted	38,776	General Government Grants	Federal, State, and other grant and legal commitments
Restricted	35,108	General Government Health Insurance	Federal, State, and other grant and legal commitments
Restricted	120,010	General Government Technology	Federal, State, and other grant and legal commitments
Restricted	397,962	Open Space Initiatives	Federal, State, and other grant and legal commitments
Restricted	355,779	Clerk of District Court	Federal, State, and other grant and legal commitments
Restricted	138,882	Drug Education and Containment	Federal, State, and other grant and legal commitments
Restricted	17,986	Search & Rescue	Federal, State, and other grant and legal commitments

Note 10 - Governmental Fund Balances (Continued)

Nonmajor Governmental Funds (Continued)

	Balance	Category	Description
Restricted	162,293	Rural Emergency Services	Federal, State, and other grant and legal commitments
Restricted	921,890	Emergency Services	Federal, State, and other grant and legal commitments
Restricted	513,639	Road Projects	Federal, State, and other grant and legal commitments
Restricted	748,644	Bridge Projects	Federal, State, and other grant and legal commitments
Restricted	388,849	Weed Control and Extension Services	Federal, State, and other grant and legal commitments
Restricted	103,731	Building Code Division	Federal, State, and other grant and legal commitments
Restricted	28,090	Bonner Millsite Projects	Federal, State, and other grant and legal commitments
Restricted	26,755	Public Health Grants	Federal, State, and other grant and legal commitments
Restricted	23,914	Substance Abuse Prevention Programs	Federal, State, and other grant and legal commitments
Restricted	1,884,937	Public Health Services	Federal, State, and other grant and legal commitments
Restricted	159,124	Water Quality Testing and Projects	Federal, State, and other grant and legal commitments
Restricted	2,111	Animal Control Services	Federal, State, and other grant and legal commitments
Restricted	180,826	Junk Vehicle Services	Federal, State, and other grant and legal commitments
Restricted	57,629	Social Services	Federal, State, and other grant and legal commitments
Restricted	32,285	County Fair Programs	Federal, State, and other grant and legal commitments
Restricted	288,098	Parks & Trails	Federal, State, and other grant and legal commitments
Restricted	76,868	Library Services	Federal, State, and other grant and legal commitments
Restricted	401	Culture & Recreation Grants	Federal, State, and other grant and legal commitments
Restricted	128,479	Historical Museum Programs	Federal, State, and other grant and legal commitments
Restricted	1,059,295	Community Development Programs	Federal, State, and other grant and legal commitments
Restricted	107,085	Housing Programs	Federal, State, and other grant and legal commitments
Restricted	1,583,911	Debt Service	Federal, State, and other grant and legal commitments
Committed	160,993	Special Improvement District Manageme	Commissioner resolution for specific programs and projects
Committed	42,148	General Programs	Commissioner resolution for specific programs and projects
Committed	132,729	Solid Waste Collection	Commissioner resolution for specific programs and projects
Committed	14,307	Infrastructure Maintenance	Commissioner resolution for specific programs and projects
Committed	61,838	Public Health Services	Commissioner resolution for specific programs and projects

Note 10 - Governmental Fund Balances (Continued)

Nonmajor Governmental Funds (Continued)

	Balance	Category	Description
Committed	34,697	Historical Museum Gift Shop Operations	Commissioner resolution for specific programs and projects
Committed	3,071,443	Debt Service	Commissioner resolution for specific programs and projects
Assigned	777,876	Administration Building Maintenance	Intent established in budgeting process or by express assignment
Assigned	499,036	Sheriff Department Capital Projects	Intent established in budgeting process or by express assignment
Assigned	176,794	Search & Rescue Capital Projects	Intent established in budgeting process or by express assignment
Assigned	356,647	Road Capital Projects	Intent established in budgeting process or by express assignment
Assigned	363,520	Bridge Capital Projects	Intent established in budgeting process or by express assignment
Assigned	563,995	Weed/Extension Capital Projects	Intent established in budgeting process or by express assignment
Assigned	1,391	Development Park Capital Projects	Intent established in budgeting process or by express assignment
Assigned	461,126	Public Health Capital Projects	Intent established in budgeting process or by express assignment
Assigned	114,395	Water Quality Capital Projects	Intent established in budgeting process or by express assignment
Assigned	360,294	Library Projects	Intent established in budgeting process or by express assignment
Assigned	13,516	Historical Museum Projects	Intent established in budgeting process or by express assignment
Assigned	162,179	Parks & Trails Projects	Intent established in budgeting process or by express assignment
Assigned	106,220	Community Development Projects	Intent established in budgeting process or by express assignment
Assigned	5,048,710	County Capital Projects	Intent established in budgeting process or by express assignment
Unassigned	(7,710)	Relationship Violence Public Safety	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(33,136)	Relationship Violence Social Services	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(1,340)	Disaster Services	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(20,693)	Fair Ice Rink Projects	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(49,108)	Fair Debt Service	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(122,130)	General Government Debt Service	Negative fund balance is Unassigned per GASB Statement No. 54 definitions
Unassigned	(1,288,698)	Capital Projects	Negative fund balance is Unassigned per GASB Statement No. 54 definitions

Note 11 - Deficit Fund Balances

Deficit fund balances - At June 30, 2014, the following funds had a deficit fund balance resulting from expenditures/expenses in excess of revenues during 2014 and prior years:

Nonmajor Governmental Funds	
Special Revenue Funds	
Relationship Violence Services	$ 40,846
Disaster Emergency Levy	1,340
Debt Service Funds	
Fair Ice Rink Series 2012 Refinance	42,387
Fair Ice Rink Series 2006	6,721
Capital Improvement Debt Service	122,130
Capital Projects Funds	
Fair Ice Rink Project	20,693
Courthouse Reconstruction Phase 2-5	183,628
RVSD Building Construction	85,551
Grants Building Construction	1,019,519
Internal Service Funds	
Risk Management	1,510,559
Information Services Operations	31,198

The deficits in the Relationship Violence Services and Fair Ice Rink Debt Service funds are expected to be eliminated through future income. The deficit in the Disaster Emergency Levy fund will be eliminated with a transfer from the General Fund. The deficit in the Fair Ice Rink Project will be eliminated through collections on a note receivable. The deficits in the Courthouse Reconstruction Phase 2-5, RVSD Building Construction, and Grants Building Construction funds are expected to be eliminated through debt financing. The deficit in the Capital Improvement Debt Service fund will be eliminated with a transfer from the Capital Improvement fund. In order to eliminate the deficit in Risk Management, the County will consider future debt financing or increases in tax assessments. The deficit in the Information Services Operations fund will be eliminated with a transfer from the Technology fund.

Note 12 - Budgetary-GAAP Reporting Reconciliation

The accompanying combining schedules of revenues and expenditures-budget and actual are presented on the budget basis. The following is a reconciliation of the change in Fund Balance-GAAP basis to the change in Fund Balance-budget basis for budgeted funds:

	General	Public Safety	Missoula Development Authority	RSID Debt Service	Nonmajor Governmental	Internal Service
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - GAAP Basis	$ (102,330)	$ 425,742	$ (243,483)	$ 374,121	$ 3,354,016	$ 1,960,419
Cash & Investments - 6/30/2013	1,455,373	(676)	(4,294)	-	(3,587)	9,471
Cash & Investments - 6/30/2014	(1,610,240)	(18,997)	(929)	-	(28,662)	(21,605)
Accounts Receivable - 6/30/2013	69,824	819,672	-	-	1,108,644	492,717
Accounts Receivable - 6/30/2014	(89,948)	(546,902)	-	-	(2,794,068)	(600,196)
Advances to Other Funds - 6/30/2013	-	-	-	-	374,978	-
Advances to Other Funds - 6/30/2014	-	-	-	-	(204,972)	-
Accounts Payable - 6/30/2013	(100,027)	(548,269)	(2,758)	-	(1,961,589)	(27,360)
Accounts Payable - 6/30/2014	281,262	357,407	95,404	-	2,241,218	66,214
Claims Payable - 6/30/2013	-	-	-	-	-	(5,975,780)
Claims Payable - 6/30/2014	-	-	-	-	-	5,259,352
Accrued Payroll - 6/30/2013	(221,569)	(282,963)	(2,600)	-	(342,570)	(61,438)
Accrued Payroll - 6/30/2014	265,379	350,070	2,939	-	382,286	71,509
Prepaid Cost - 6/30/2013	-	-	-	-	-	51,141
Prepaid Cost - 6/30/2014	-	-	-	-	-	(27,435)
Accrued Interest - 6/30/2013	-	-	(54,900)	(255,676)	(284,370)	-
Accrued Interest - 6/30/2014	-	-	46,700	240,525	422,235	-
Deferred Tax Revenue - 6/30/2013	-	-	-		-	59,831
Deferred Tax Revenue - 6/30/2014	(262,627)	(275,581)	-	-	(451,625)	(65,450)
Other Deferred Revenue - 6/30/2013	-	-	-	-	-	(3,147)
Other Deferred Revenue - 6/30/2014	-	-	-	-	-	28,322
Depreciation	-	-	-	-	-	47,682
Capital Purchases	-	-	-	-	-	-
Non-budgeted Funds:						
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	-	-	-	-	(223,046)	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - Budget Basis	$ (314,903)	$ 279,503	$ (163,921)	$ 358,970	$ 1,588,888	$ 1,264,247

Note 13 - Interfund Transactions

Interfund transfers - The County uses interfund transfers for regular recurring internal charges, such as debt service, supplies and materials, and services provided. An analysis of transfers in and out during 2014 follows:

General Fund to:	
Public Safety	$ 418,868
Nonmajor Governmental Funds (Relationship Violence Services, Community & Planning Services, Community Based Organizations, Animal Control, Orchard Homes Levee, Grant Creek Project, Technology)	1,183,570
Public Safety Fund to:	
Nonmajor Governmental Funds (Drug Forfeiture, Relationship Violence Services, Technology, Public Safety Capital Reserve)	529,000
Internal Service (Risk Management)	290,650
Missoula Development Authority Fund to:	
General Fund	82,000
Nonmajor Governmental Funds (Road, Fair, Technology Tax Increment Debt Service, Capital Improvement, Technology)	509,402
RSID Debt Service to:	
Nonmajor Governmental Funds (RSID Revolving)	1,069
Nonmajor Governmental Funds to:	
General Fund	1,105,231
Public Safety Fund	421,105
Nonmajor Governmental Funds (Road, Bridge, Weed, Fair, District Court, Parks, Library, Planning, Grants, Community & Planning Services, Health, Animal Control, Extension, Museum, Weed Grant, Fair Ice Rink 2012, Fair Ice Rink 2006, CIP Debt Service, Library Capital Reserve, Weed Building Reserve, Missoula Search & Rescue Reserve, Seeley Lake Search & Rescue Reserve, Courthouse Reconstruction Phases 2-5, Technology)	4,854,083
Internal Service (Risk Management, Health Insurance, IS Operations)	1,207,597
Internal Service Funds to:	
Nonmajor Governmental Funds (Technology)	6,800
Internal Service (Health Insurance, Excess Loss, Wellness)	85,000
Larchmont Golf Course Fund to:	
General Fund	78,869

Note 13 - Interfund Transactions (Continued)

Nonmajor Governmental Funds (Capital Improvement)	7,602
Nonmajor Enterprise Fund to:	
Nonmajor Governmental Funds (RSID Administration)	9,976
Total Transfers In/Out	$ 10,790,822

Interfund Receivables/Payables - Interfund receivables and payables for funds that incur negative cash balances due to expenditures exceeding revenues for a short time period. Balances due to/from other funds at June 30, 2014 consist of the following:

General Fund - Cash flow advances to:	
Nonmajor Governmental Funds (Grants, Relationship Violence Services, Fair Ice Rink 2012, Fair Ice Rink 2006, Health Center 2012 Refi, Health Center 2009, Health Center 2012)	$ 1,252,499
Public Safety - Cash flow advances to:	
Nonmajor Governmental Funds (Jail Bonds)	467,723
Missoula Development Authority - Cash flow advances to:	
Nonmajor Governmental Funds (Technology Tax Increment Bonds)	38,775
Nonmajor Governmental Funds - Cash flow advances to:	
Nonmajor Governmental Funds (Grants, Disaster Emergency, Relationship Violence Services, Health Center 2012 Refi, Fair Ice Rink 2006, Open Space Bonds, Capital Improvement Debt Service, Fair Ice Rink Project, RVSD Building Construction, Grants Building Construction)	1,937,504
Enterprise Funds - Cash flow advances to:	
Nonmajor Governmental Funds (Larchmont LTGO)	60,506
Total Due from Other Funds	$ 3,757,007

Interfund Advances - advances receivable at June 30, 2014 include the following:

Nonmajor Governmental Funds - Advances to:	
RSID Debt Service to pay off bonds	64,822
Enterprise Funds (Larchmont) for County bond repayment	930,000
Total Advances to Other Funds	$ 994,822
Which includes non-current portions of:	
RSID Debt Service to pay off bonds	38,734
Enterprise Funds (Larchmont) for County bond repayment	885,000
Total Non-Current Advances to Other Funds	$ 923,734

Note 14 - Transactions with Component Units

Missoula County's significant transactions with its discretely-presented component units include:

Partnership Health Center		
Advances from Primary Government		
Advance from Nonmajor Governmental Funds (Health Center Bonds)	$	2,185,000
Advance from Missoula Development Authority		428,578
Transactions with Primary Government		
Principal and Interest payment to Nonmajor Governmental Funds (Health Center Bonds)	$	218,130
Health insurance premiums paid to Internal Service Funds		868,288
Community Based Organizations Grant from Nonmajor Governmental Fund (Poor Fund)		236,731
Missoula Aging Services		
Community Based Organizations Grant from Nonmajor Governmental Fund (Aging Fund)		689,002
Community Based Organizations Loan from Nonmajor Governmental Fund (Aging Fund) (Variable interest, semi-annual payments of $14,671 through August 2015)		58,344

Note 15 - Reclassifications

During 2014, the following reclassifications occurred:

$226,043 in General Fund from fund balance to funds held in trust due to the nature of the cash.

$22,737 from Planning to Community and Planning Services.

$63 from General Fund to Milltown Development Projects.

Note 16 - Subsequent Events

On July 25, 2014, the County borrowed $560,000 from the Montana Board of Investments for the purchase of 6 motor graders for Public Works.

On November 7, 2014, the County borrowed $487,288 from the Montana Board of Investments for the purchase of 3 dump trucks for Public Works and a vehicle for the Building Inspectors.

On November 20, 2014, the County competitively sold and closed $2,000,000 Missoula County Limited General Obligation Bonds, Series 2014, which will fund a number of capital projects.

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REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Status for Retiree Health Insurance Benefit Plan

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Missoula County, Montana
Schedule of Funding Status for Retiree Health Insurance Benefit Plan
June 30, 2014

	Governmental Activities	Component Units Partnership Health Center	Total
Actuarial Valuation Date: 6/30/2014			
Accrued Actuarial Liability	$ 2,325,370	$ 447,341	$ 2,772,711
Actuarial Value of Assets	-	-	-
Unfunded Actuarial Liability	2,325,370	447,341	2,772,711
Funded Ratio	0%	0%	0%
Annual Covered Payroll for 2014	28,546,577	3,818,732	31,016,357
Unfunded Actuarial Liability to Covered Payroll	8%	12%	9%
Actuarial Valuation Date: 6/30/2012			
Accrued Actuarial Liability	$ 2,867,634	$ 382,351	$ 3,249,985
Actuarial Value of Assets	-	-	-
Unfunded Actuarial Liability	2,867,634	382,351	3,249,985
Funded Ratio	0%	0%	0%
Annual Covered Payroll for 2012	28,533,007	2,647,193	31,016,357
Unfunded Actuarial Liability to Covered Payroll	10%	14%	10%
Actuarial Valuation Date: 6/30/2010			
Accrued Actuarial Liability	$ 1,262,779	$ 137,596	$ 1,400,375
Actuarial Value of Assets	-	-	-
Unfunded Actuarial Liability	1,262,779	137,596	1,400,375
Funded Ratio	0%	0%	0%
Annual Covered Payroll for 2010	26,224,149	2,017,263	31,016,357
Unfunded Actuarial Liability to Covered Payroll	5%	7%	5%

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REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND - Budget to Actual

Commissioners – To account for the budget of the County Commissioners Office.

Justice Courts One & Two – To account for the budgets of the Justices of the Peace.

Attorney – To account for the budget of the County Attorney's Office.

Financial Services – To account for the budget of the Financial Services Office.

Clerk & Recorder/Treasurer – To account for the budgets of the offices for which the Clerk & Recorder/Treasurer is responsible (Elections, Recording, Records Management, Treasurer).

Auditor – To account for the budget of the County Auditor.

Facilities Management – To account for maintenance of County buildings and grounds.

Office of Emergency Services – To account for the budget for Emergency Services and the County Communications Program.

9-1-1 Communications Center – To account for the budget of the 9-1-1 Central Dispatch function.

Human Resources – To account for the budget of the Personnel Office.

Central Services – To account for the budget for central purchasing, postage, printing and motor pool.

Superintendent of Schools – To account for the budget of the Superintendent of Schools.

Surveyor – To account for the budget of the County Surveyor.

GIS - To account for the budget of the Geographic Information Systems department.

Non-departmental – To account for those budget items that cannot be identified with a particular operational department.

MAJOR SPECIAL REVENUE FUNDS - Budget to Actual

Public Safety – To account for the budget of the County Sheriff and the Missoula County Detention Facility.

Missoula Development Authority – To account for tax increment revenues from the Industrial Tax Increment District near the Airport.

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MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
(Page 1 of 9)

	Commissioners				Justice Court One			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	952	952	710	(242)
Fines & Forfeitures	-	-	-	-	283,250	283,250	289,319	6,069
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	345	345	2,706	2,361
Total Revenues	-	-	-	-	284,547	284,547	292,735	8,188
Expenditures:								
Current Operations:								
Personnel	641,539	638,004	617,182	20,822	402,505	402,505	374,950	27,555
Operations	23,782	27,317	27,312	5	30,889	30,889	21,183	9,706
Capital Outlay	-	-	-	-	2,000	2,000	-	2,000
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	665,321	665,321	644,494	20,827	435,394	435,394	396,133	39,261
Excess of Revenues over (under) Expenditures	(665,321)	(665,321)	(644,494)	20,827	(150,847)	(150,847)	(103,398)	47,449
Other Financing Sources (Uses):								
Transfers In	12,000	12,000	12,000	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (653,321)	$ (653,321)	$ (632,494)	$ 20,827	$ (150,847)	$ (150,847)	$ (103,398)	$ 47,449

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Justice Court Two				Attorney			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	82,000	82,000	63,063	(18,937)
Charges for Services	600	600	516	(84)	135,490	135,490	151,062	15,572
Fines & Forfeitures	205,000	205,000	243,693	38,693	77,000	77,000	97,653	20,653
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	200	200	270	70	-	-	-	-
Total Revenues	205,800	205,800	244,479	38,679	294,490	294,490	311,778	17,288
Expenditures:								
Current Operations:								
Personnel	412,955	412,955	407,409	5,546	2,340,181	2,340,181	2,312,572	27,609
Operations	32,889	32,889	22,083	10,806	68,161	108,531	98,301	10,230
Capital Outlay	2,000	2,000	-	2,000	-	9,630	9,628	2
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	447,844	447,844	429,492	18,352	2,408,342	2,458,342	2,420,501	37,841
Excess of Revenues over (under) Expenditures	(242,044)	(242,044)	(185,013)	57,031	(2,113,852)	(2,163,852)	(2,108,723)	55,129
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	53,500	53,500	49,500	(4,000)
Transfers Out	-	-	-	-	(8,925)	(8,925)	(8,925)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (242,044)	$ (242,044)	$ (185,013)	$ 57,031	$ (2,069,277)	$ (2,119,277)	$ (2,068,148)	$ 51,129

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Financial Services				Clerk & Recorder/Treasurer			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	28,544	28,544	24,120	(4,424)
Intergovernmental Revenue	-	-	-	-	60,000	60,000	39,375	(20,625)
Charges for Services	90,000	90,000	61,471	(28,529)	1,154,500	1,154,500	874,007	(280,493)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	1,300	1,300	1,049	(251)
Total Revenues	90,000	90,000	61,471	(28,529)	1,244,344	1,244,344	938,551	(305,793)
Expenditures:								
Current Operations:								
Personnel	679,803	679,803	657,415	22,388	1,768,319	1,758,984	1,630,320	128,664
Operations	180,200	178,540	154,479	24,061	676,763	671,938	524,597	147,341
Capital Outlay	1,000	2,660	2,548	112	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	861,003	861,003	814,442	46,561	2,445,082	2,430,922	2,154,917	276,005
Excess of Revenues over (under) Expenditures	(771,003)	(771,003)	(752,971)	18,032	(1,200,738)	(1,186,578)	(1,216,366)	(29,788)
Other Financing Sources (Uses):								
Transfers In	14,000	14,000	14,000	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (757,003)	$ (757,003)	$ (738,971)	$ 18,032	$ (1,200,738)	$ (1,186,578)	$ (1,216,366)	$ (29,788)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Records Management				Auditor			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	715	715	1,095	380	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	715	715	1,095	380	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	208,069	217,404	217,384	20	236,220	236,220	234,030	2,190
Operations	16,100	16,100	14,377	1,723	56,860	61,685	61,082	603
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	224,169	233,504	231,761	1,743	293,080	297,905	295,112	2,793
Excess of Revenues over (under) Expenditures	(223,454)	(232,789)	(230,666)	2,123	(293,080)	(297,905)	(295,112)	2,793
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (223,454)	$ (232,789)	$ (230,666)	$ 2,123	$ (293,080)	$ (297,905)	$ (295,112)	$ 2,793

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Facilities Management				Office of Emergency Services			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	154,844	154,844	149,147	(5,697)
Charges for Services	716,775	716,775	672,605	(44,170)	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	1,890	1,890
Total Revenues	716,775	716,775	672,605	(44,170)	154,844	154,844	151,037	(3,807)
Expenditures:								
Current Operations:								
Personnel	1,050,885	997,765	931,016	66,749	183,520	183,520	159,894	23,626
Operations	1,084,096	1,084,096	1,049,088	35,008	53,640	109,740	109,722	18
Capital Outlay	37,500	37,500	33,178	4,322	78,679	22,579	19,942	2,637
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	2,172,481	2,119,361	2,013,282	106,079	315,839	315,839	289,558	26,281
Excess of Revenues over (under) Expenditures	(1,455,706)	(1,402,586)	(1,340,677)	61,909	(160,995)	(160,995)	(138,521)	22,474
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (1,455,706)	$ (1,402,586)	$ (1,340,677)	$ 61,909	$ (160,995)	$ (160,995)	$ (138,521)	$ 22,474

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	9-1-1 Communications				Human Resources			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	300	300	110	(190)	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	300	300	110	(190)	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	1,938,483	1,938,483	1,873,353	65,130	414,007	414,007	407,688	6,319
Operations	498,810	498,810	403,167	95,643	159,232	159,232	150,254	8,978
Capital Outlay	60,000	60,000	49,716	10,284	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	2,497,293	2,497,293	2,326,236	171,057	573,239	573,239	557,942	15,297
Excess of Revenues over (under) Expenditures	(2,496,993)	(2,496,993)	(2,326,126)	170,867	(573,239)	(573,239)	(557,942)	15,297
Other Financing Sources (Uses):								
Transfers In	766,408	766,408	676,663	(89,745)	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (1,730,585)	$ (1,730,585)	$ (1,649,463)	$ 81,122	$ (573,239)	$ (573,239)	$ (557,942)	$ 15,297

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Central Services				Superintendent of Schools			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	368,500	368,500	348,841	(19,659)	3,300	3,300	3,300	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	368,500	368,500	348,841	(19,659)	3,300	3,300	3,300	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	135,089	135,089	133,788	1,301
Operations	261,960	303,982	303,982	-	22,536	22,536	21,488	1,048
Capital Outlay	72,500	143,166	143,165	1	-	-	-	-
Debt Service								
Principal	40,250	40,250	20,595	19,655	-	-	-	-
Interest	1,250	1,250	71	1,179	-	-	-	-
Total Expenditures	375,960	488,648	467,813	20,835	157,625	157,625	155,276	2,349
Excess of Revenues over (under) Expenditures	(7,460)	(120,148)	(118,972)	1,176	(154,325)	(154,325)	(151,976)	2,349
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	150,000	150,000	-	(150,000)	-	-	-	-
Sale of Capital Assets	5,000	5,000	10,400	5,400	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 147,540	$ 34,852	$ (108,572)	$ (143,424)	$ (154,325)	$ (154,325)	$ (151,976)	$ 2,349

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Surveyor				GIS			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	483	483	30,000	30,000	16,465	(13,535)
Charges for Services	12,500	12,500	17,212	4,712	10,000	10,000	506	(9,494)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	12,500	12,500	17,695	5,195	40,000	40,000	16,971	(23,029)
Expenditures:								
Current Operations:								
Personnel	352,699	317,299	289,580	27,719	368,788	368,788	362,819	5,969
Operations	24,775	24,775	23,350	1,425	10,214	10,214	6,801	3,413
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	377,474	342,074	312,930	29,144	379,002	379,002	369,620	9,382
Excess of Revenues over (under) Expenditures	(364,974)	(329,574)	(295,235)	34,339	(339,002)	(339,002)	(352,649)	(13,647)
Other Financing Sources (Uses):								
Transfers In	-	-	1,200	1,200	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (364,974)	$ (329,574)	$ (294,035)	$ 35,539	$ (339,002)	$ (339,002)	$ (352,649)	$ (13,647)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2014
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	Non-Departmental				Totals			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 9,514,839	$ 9,514,839	$ 9,534,596	$ 19,757	$ 9,514,839	$ 9,514,839	$ 9,534,596	$ 19,757
License & Permits	-	-	-	-	28,544	28,544	24,120	(4,424)
Intergovernmental Revenue	1,762,256	1,762,256	1,852,855	90,599	2,089,100	2,089,100	2,121,388	32,288
Charges for Services	-	-	-	-	2,493,632	2,493,632	2,131,435	(362,197)
Fines & Forfeitures	-	-	-	-	565,250	565,250	630,665	65,415
Investment Earnings	50,000	50,000	38,207	(11,793)	50,000	50,000	38,207	(11,793)
Miscellaneous Revenues	15,000	15,000	50,783	35,783	16,845	16,845	56,698	39,853
Total Revenues	11,342,095	11,342,095	11,476,441	134,346	14,758,210	14,758,210	14,537,109	(221,101)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	11,133,062	11,041,007	10,609,400	431,607
Operations	616,860	652,260	646,565	5,695	3,817,767	3,993,534	3,637,831	355,703
Capital Outlay	-	-	-	-	253,679	279,535	258,177	21,358
Debt Service								
Principal	-	-	-	-	40,250	40,250	20,595	19,655
Interest	-	-	-	-	1,250	1,250	71	1,179
Total Expenditures	616,860	652,260	646,565	5,695	15,246,008	15,355,576	14,526,074	829,502
Excess of Revenues over (under) Expenditures	10,725,235	10,689,835	10,829,876	140,041	(487,798)	(597,366)	11,035	608,401
Other Financing Sources (Uses):								
Transfers In	474,978	474,978	512,737	37,759	1,320,886	1,320,886	1,266,100	(54,786)
Transfers Out	(1,540,402)	(1,593,522)	(1,593,513)	9	(1,549,327)	(1,602,447)	(1,602,438)	9
Issuance of Debt	-	-	-	-	150,000	150,000	-	(150,000)
Sale of Capital Assets	-	-	-	-	5,000	5,000	10,400	5,400
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 9,659,811	$ 9,571,291	$ 9,749,100	$ 177,809	$ (561,239)	$ (723,927)	$ (314,903)	$ 409,024

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Major Governmental Funds
For Fiscal Year Ended June 30, 2014

	Public Safety				Missoula Development Authority			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 10,772,815	$ 10,772,815	$ 10,709,985	$ (62,830)	$ 1,766,210	$ 1,825,210	$ 1,589,460	$ (235,750)
License & Permits	25,000	25,000	28,545	3,545	-	-	-	-
Intergovernmental Revenue	422,055	517,936	703,622	185,686	127,224	127,224	207,106	79,882
Charges for Services	5,356,905	5,414,117	5,650,663	236,546	-	-	-	-
Fines & Forfeitures	40,000	40,000	49,382	9,382	-	-	-	-
Investment Earnings	2,336	2,336	1,782	(554)	8,725	8,725	9,828	1,103
Miscellaneous Revenues	707,909	722,047	416,574	(305,473)	738,573	738,573	747,698	9,125
Total Revenues	17,327,020	17,494,251	17,560,553	66,302	2,640,732	2,699,732	2,554,092	(145,640)
Expenditures:								
Current Operations:								
Personnel	11,997,617	11,680,032	11,679,982	50	134,735	134,735	119,021	15,714
Operations	5,087,240	5,089,440	4,772,123	317,317	836,830	875,655	771,023	104,632
Capital Outlay	366,650	849,275	849,268	7	2,116,500	2,175,500	724,667	1,450,833
Debt Service:								
Principal	-	-	-	-	410,000	410,000	410,000	-
Interest & Fiscal Charges	-	-	-	-	118,000	118,000	101,900	16,100
Total Expenditures	17,451,507	17,618,747	17,301,373	317,374	3,616,065	3,713,890	2,126,611	1,587,279
Excess of Revenues over (under) Expenditures	(124,487)	(124,496)	259,180	383,676	(975,333)	(1,014,158)	427,481	1,441,639
Other Financing Sources (Uses):								
Transfers In	800,948	800,948	839,973	39,025	10,000	10,000	-	(10,000)
Transfers Out	(839,581)	(839,581)	(819,650)	19,931	(300,566)	(601,403)	(591,402)	10,001
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (163,120)	$ (163,129)	$ 279,503	$ 442,632	$ (1,265,899)	$ (1,605,561)	$ (163,921)	$ 1,441,640

Notes to Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
June 30, 2014

Note 1 - Basis of Presentation

The accompanying Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual are presented on the budget basis of accounting. The County prepares its budget on the cash basis. Generally accepted accounting principles (GAAP) require the use of the modified accrual basis of accounting for governmental fund financial statements.

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MAJOR FUNDS OTHER THAN SPECIAL REVENUE - Budget to Actual

RSID Debt Service – To account for the budget of the County's rural special improvement districts for which construction has been completed and principal and interest payments are now required on construction bonds.

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MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Major Governmental Funds Other Than Special Revenue
For Fiscal Year Ended June 30, 2014

	RSID Debt Service			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:				
Property Taxes	$ 1,386,317	$ 1,386,317	$ 1,681,531	$ 295,214
License & Permits	-	-	-	-
Intergovernmental Revenue	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeitures	-	-	-	-
Investment Earnings	-	-	-	-
Miscellaneous Revenues	-	-	-	-
Total Revenues	1,386,317	1,386,317	1,681,531	295,214
Expenditures:				
Current Operations:				
Personnel	-	-	-	-
Operations	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	818,552	818,552	818,552	-
Interest & Fiscal Charges	502,935	502,945	502,940	5
Total Expenditures	1,321,487	1,321,497	1,321,492	5
Excess of Revenues over (under) Expenditures	64,830	64,820	360,039	295,219
Other Financing Sources (Uses):				
Transfers In	-	-	-	-
Transfers Out	-	(1,069)	(1,069)	-
Issuance of Debt	-	-	-	-
Sale of Capital Assets	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 64,830	$ 63,751	$ 358,970	$ 295,219

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NON-MAJOR FUNDS - Budget to Actual

Special Revenue Funds – to account for revenues which are legally restricted to specific uses.

Road – To account for taxes and other revenues to be used for construction and maintenance of County highways.
Poor – To account for taxes to be used for welfare programs which the State of Montana will not cover in its Welfare Assumption Program**.**
Bridge – To account for taxes and other revenues restricted to the construction and maintenance of bridges**.**
Weed – To account for taxes and other revenues restricted to use in weed control programs.
Fair – To account for various revenues restricted to use for funding the Western Montana Fair and maintenance of the fairgrounds**.**
District Court – To account for revenues to be used for expenditures by Clerk of Court, Public Defender, and the Sheriff in court-related matters.
Weed Grant – To account for revenues related to the State of Montana Weed Grant Program.
Parks – To account for revenues to support County parks and recreational programs.
Library – To account for revenues restricted to use in various public library programs in the County.
Planning – To account for revenues used by the Office of Planning.
Grants – To account for revenues used by the Grants Office.
Substance Abuse Prevention – To account for revenues used by the Substance Abuse Prevention Office.
Relationship Violence Services Division – To account for revenues used by the Relationship Violence Services Division.
Community and Planning Services – To account for revenues used by the Community and Planning Services Office.
Building Code Division – To account for revenues used by the Building Code Division.
Health – To account for revenues restricted to use in programs related to public health.
Water Quality District – To account for revenues to be used by the Water Quality District.
Animal Control – To account for revenues to support Animal Control programs.
Extension – To account for revenues restricted to use by the County Extension Service.
Bonner Millsite Tax Increment District – To account for tax increment revenues from the Bonner Millsite Tax Increment District.
Drug Forfeiture – To account for revenues from seizures made by the Sheriff's Department in drug-related arrests, and revenues from Board of Crime Control grants to be used in drug-related law enforcement.
Youth Education and Safety – To account for revenues used to support the Youth Education and Safety program.
Museum – To account for revenues restricted to use in art or historical museum programs.
Caremark Rx – To account for revenues related to the County-wide prescription card program.
Missoula and Seeley Lake Search & Rescue funds – To account for revenues used in the Search & Rescue Programs in Missoula and Seeley Lake.
Disaster Emergency Levy – To account for certain costs and related revenues for County disasters as declared by the Board of County Commissioners.
Junk Vehicle – To account for state grant monies restricted to programs to eliminate junk vehicles.
Forest Reserve Title III – To account for the special mitigation projects set aside from the County's Forest Reserve receipts.
RSID Administration – To account for the administration costs and revenues of the County's Rural Special Improvement District Program.
HUD/CDBG – To account for the use of Housing and Urban Development grants and Community Block Grants.
Community Based Organizations – To account for revenues to be used for community programs such as aging programs, child daycare, programs for the developmentally disabled and mentally ill, assistance to victims and witnesses of crimes, cultural grants from the State of Montana and grant supported housing and infrastructure projects.
Permissive Medical Levy – To account for the revenues used to support the County's health insurance program.
Seeley Lake Refuse – To account for those resources used in the Seeley Lake Refuse District.
9-1-1 Trust – To account for revenues received from the State to support the emergency telephone system.
Big Sky Trust – To account for those revenues received from the state for the Big Sky Trust.
Orchard Home Levee – To account for resources for the Orchard Home Levee maintenance.

Other Special Revenue Funds – To account for various trusts which are expendable both as to principal and interest for specific County purposes, including:

MCFPA Trust	LEPC Trust	Friends of the Library
Friends of the Historical Museum	Historical Museum Gift Shop	Open Space
Other Special Revenue Funds		

Debt Service Funds – To account for the accumulation of resources for and the payment of general long-term debt principal and interest:

Jail Bond Fund – To account for principal and interest payments for the 2012 general obligation refunding bond issue for jail construction.
Risk Management – To account for principal and interest payments for the 2002 General Fund bond issue for the risk management program.
Health Center – To account for principal and interest payments for the 2009 and 2012A limited general obligation bond issues as well as the 2012A limited obligation refunding bonds for the Partnership Health Clinic building.
Fair Ice Rink – To account for principal and interest payments for the 2006 limited general obligation and 2012A limited obligation refunding bond issues for the ice facilities at the Western Montana Fairgrounds.
Technology Tax Increment – To account for principal and interest payments for the 2006 Technology Tax Increment Bonds.
Open Space Bonds – To account for principal and interest payments for the 2007 Open Space general obligation bonds.
Larchmont LTGO Bonds – To account for principal and interest payments for the 2009 limited obligation bonds.
RSID Revolving Fund – To account for revenues set aside to make principal and interest payments in the event that collections of special assessments are insufficient to make those payments.
Capital Improvement Debt Service – To account for principal and interest payments for the 2012B limited obligation bonds.
RSID Debt Service – To account for the budget of the County's rural special improvement districts for which construction has been completed and principal and interest payments are now required on construction bonds.

Capital Project Funds – To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by the proprietary funds:

Capital Improvement Fund – To account for revenues legally set aside for capital purchases that are to low to justify the use of a capital projects fund.
Technology Fund – To account for technology-related capital purchases in the County's Capital Improvement Plan.
Milltown Historical Preservation – To account for revenues used in the historical preservation projects on the Milltown dam site.
Public Safety Building Fund – To account for construction of the Public Safety Building.
Open Space – To account for bond proceeds and other revenues used in the acquisition and maintenance of Open Space properties.
Ice Rink Project – To account for bond proceeds and other revenues used for the construction of ice rink facilities at the Western Montana Fair.
MCA Industrial District Construction – To account for proceeds from the series 2006 Industrial Tax Increment Bonds.
Courthouse Reconstruction – To account for bond proceeds and other revenues used for phase one of the Courthouse Reconstruction.
Courthouse Reconstruction Phases 2-5 – To account for bond proceeds and other revenues used for phases 2-5 of the Courthouse Reconstruction.
Relationship Violence Services Division (RVSD) Construction – To account for bond proceeds and other revenues used for the RVSD Building Construction.
Grants Building Construction – To account for bond proceeds and other revenues used for the Grants Building Construction.
Milltown Development Projects – To account for revenues used in Public Works projects related to the removal of the Milltown dam.
Grant Creek Project – To account for revenues used in the pre-disaster mitigation of the Grant Creek Area.
Capital Reserve Funds – To account for funds placed in reserve for future projects. These funds include:

Library	Health	Water Quality District
Public Safety	Parks Construction	Weed/Extension Building
Bridge	Road	Missoula Search & Rescue
Seeley Lake Search & Rescue	Administration Building	

MISSOULA COUNTY, MONTANA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2014
(Page 1 of 9)

	Special Revenue									
	Road	Poor	Bridge	Weed	Fair	District Court	Weed Grant	Parks	Library	Planning
Assets:										
Cash & Cash Equivalents	$ 9,438	$ 1,051	$ 10,749	$ 1,413	$ -	$ 5,078	$ 2,499	$ 4,021	$ 1,434	$ 2,420
Cash with Fiscal Agents	-	-	-	-	7,700	-	-	-	-	-
Investments	643,295	71,629	732,642	96,313	-	346,059	170,337	274,027	97,718	164,932
Property Taxes Receivable (net)	227,844	114,867	106,971	55,021	19,272	70,891	-	26,206	261,507	73,753
Accounts Receivable	374,549	-	-	-	-	9,826	44,059	7,250	-	-
Interest Receivable	-	-	-	-	69	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	44,141	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	1,376,432	-	-	-	-	-	-	-	-	-
Total Assets	$ 2,631,558	$ 187,547	$ 850,362	$ 152,747	$ 71,182	$ 431,854	$ 216,895	$ 311,504	$ 360,659	$ 241,105
Liabilities:										
Accounts & Warrants Payable	$ 511,412	$ 80,108	$ 6,202	$ 1,843	$ 11,376	$ 916	$ 44,853	$ 1,918	$ 50,431	$ 162,391
Accrued Interest Payable	-	-	-	-	1,700	-	-	-	-	-
Accrued Payroll	58,428	-	19,476	12,327	11,806	24,455	-	2,870	47,671	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Total Liabilities	569,840	80,108	25,678	14,170	24,882	25,371	44,853	4,788	98,102	162,391
Deferred Inflows										
Deferred Taxes and Assessments	171,647	81,620	76,040	39,614	14,015	50,704	-	18,618	185,689	52,403
Other Deferred Receipts	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows	171,647	81,620	76,040	39,614	14,015	50,704	-	18,618	185,689	52,403
Fund Balance:										
Nonspendable	1,376,432	-	-	-	-	-	-	-	-	-
Restricted	513,639	25,819	748,644	98,963	32,285	355,779	172,042	288,098	76,868	26,311
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balance	1,890,071	25,819	748,644	98,963	32,285	355,779	172,042	288,098	76,868	26,311
Total Liabilities and Fund Balance	$ 2,631,558	$ 187,547	$ 850,362	$ 152,747	$ 71,182	$ 431,854	$ 216,895	$ 311,504	$ 360,659	$ 241,105

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
(Page 2 of 9)

	Special Revenue									
	Grants	Substance Abuse Prevention	Relationship Violence Services	Community & Planning Services	Building Code Division	Health	Water Quality District	Animal Control	Extension	Bonner Millsite Tax Increment District
Assets:										
Cash & Cash Equivalents	$ -	$ -	$ -	$ 5,687	$ 1,653	$ 23,397	$ 2,270	$ 225	$ 1,679	$ 406
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	387,567	112,699	1,594,676	154,746	15,355	114,429	27,684
Property Taxes Receivable (net)	-	40,272	-	28,463	-	89,962	27,248	15,522	40,706	10
Accounts Receivable	1,206,497	44,121	171,859	14,134	-	474,227	18,533	800	-	-
Interest Receivable	-	-	-	10	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	37,362	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 1,206,497	$ 121,755	$ 171,859	$ 435,861	$ 114,352	$ 2,182,262	$ 202,797	$ 31,902	$ 156,814	$ 28,100
Liabilities:										
Accounts & Warrants Payable	$ 181,057	$ 63,365	$ 19,185	$ 33,734	$ 2,867	$ 116,407	$ 7,510	$ 6,246	$ 3,624	$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	17,420	6,395	12,376	26,537	7,754	113,077	8,915	11,893	5,867	-
Due to Other Funds	835,003	-	181,144	-	-	-	-	-	-	-
Total Liabilities	1,033,480	69,760	212,705	60,271	10,621	229,484	16,425	18,139	9,491	-
Deferred Inflows										
Deferred Taxes and Assessments	-	28,081	-	26,547	-	67,841	27,248	11,652	29,479	10
Other Deferred Receipts	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows	-	28,081	-	26,547	-	67,841	27,248	11,652	29,479	10
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	173,017	23,914	-	349,043	103,731	1,884,937	159,124	2,111	117,844	28,090
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	(40,846)	-	-	-	-	-	-	-
Total Fund Balance	173,017	23,914	(40,846)	349,043	103,731	1,884,937	159,124	2,111	117,844	28,090
Total Liabilities and Fund Balance	$ 1,206,497	$ 121,755	$ 171,859	$ 435,861	$ 114,352	$ 2,182,262	$ 202,797	$ 31,902	$ 156,814	$ 28,100

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
(Page 3 of 9)

	Special Revenue									
	Drug Forfeiture	Youth Education & Safety	Museum	Caremark NACo Rx	Missoula Search & Rescue	Seeley Lake Search & Rescue	Disaster Emergency Levy	Junk Vehicle	Forest Reserve Title III	RSID Administration
Assets:										
Cash & Cash Equivalents	$ 1,908	$ 219	$ 1,915	$ 87	$ -	$ 257	$ -	$ 2,654	$ 2,518	$ 2,350
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	130,047	14,943	130,532	5,892	-	17,520	-	180,899	171,600	160,184
Property Taxes Receivable (net)	-	-	50,168	-	7,150	1,884	13	-	-	-
Accounts Receivable	-	-	781	-	-	-	3,574	-	-	-
Interest Receivable	61	7	-	-	-	-	-	60	-	-
Loans & Notes Receivable (net)	-	-	-	-	-	-	-	-	-	106,676
Due from Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 132,016	$ 15,169	$ 183,396	$ 5,979	$ 7,150	$ 19,661	$ 3,587	$ 183,613	$ 174,118	$ 269,210
Liabilities:										
Accounts & Warrants Payable	$ 1,530	$ 75	$ 9,938	$ -	$ 1,987	$ 527	$ -	$ 1,208	$ 11,825	$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	6,698	-	8,978	-	-	-	-	1,579	-	1,541
Due to Other Funds	-	-	-	-	-	-	4,914	-	-	-
Total Liabilities	8,228	75	18,916	-	1,987	527	4,914	2,787	11,825	1,541
Deferred Inflows										
Deferred Taxes and Assessments	-	-	36,001	-	4,728	1,583	13	-	-	-
Other Deferred Receipts	-	-	-	-	-	-	-	-	-	106,676
Total Deferred Inflows	-	-	36,001	-	4,728	1,583	13	-	-	106,676
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	123,788	15,094	128,479	-	435	17,551	-	180,826	162,293	-
Committed	-	-	-	5,979	-	-	-	-	-	160,993
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	(1,340)	-	-	-
Total Fund Balance	123,788	15,094	128,479	5,979	435	17,551	(1,340)	180,826	162,293	160,993
Total Liabilities and Fund Balance	$ 132,016	$ 15,169	$ 183,396	$ 5,979	$ 7,150	$ 19,661	$ 3,587	$ 183,613	$ 174,118	$ 269,210

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
(Page 4 of 9)

	Special Revenue									
	HUD/ CDBG	Community Based Organizations	Permissive Medical Levy	Seeley Lake Refuse	9-1-1 Trust	Big Sky Trust	Orchard Home Levee	MCFPA Trust	LEPC Trust	Friends of the Library
Assets:										
Cash & Cash Equivalents	$ 7,852	$ 2,706	$ -	$ 2,039	$ 10,207	$ 4,945	$ 207	$ 12	$ 5	$ 541
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	535,187	184,441	-	138,949	695,641	337,055	14,100	787	332	36,855
Property Taxes Receivable (net)	-	92,289	123,843	48,630	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	209,661	263,279	-	-	-	-
Interest Receivable	253	-	-	66	331	-	-	-	-	-
Loans & Notes Receivable	965,732	58,344	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	4,914	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 1,509,024	$ 337,780	$ 123,843	$ 189,684	$ 920,754	$ 605,279	$ 14,307	$ 799	$ 337	$ 37,396
Liabilities:										
Accounts & Warrants Payable	$ 1,350	$ 181,921	$ -	$ 4,777	$ -	$ 463,280	$ -	$ -	$ -	$ 4,325
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	3,548	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Total Liabilities	1,350	181,921	-	8,325	-	463,280	-	-	-	4,325
Deferred Inflows										
Deferred Taxes and Assessments	-	65,705	88,735	48,630	-	-	-	-	-	-
Other Deferred Receipts	965,732	58,344	-	-	-	-	-	-	-	-
Total Deferred Inflows	965,732	124,049	88,735	48,630	-	-	-	-	-	-
Fund Balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	541,942	31,810	35,108	-	920,754	141,999	-	799	337	-
Committed	-	-	-	132,729	-	-	14,307	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	33,071
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balance	541,942	31,810	35,108	132,729	920,754	141,999	14,307	799	337	33,071
Total Liabilities and Fund Balance	$ 1,509,024	$ 337,780	$ 123,843	$ 189,684	$ 920,754	$ 605,279	$ 14,307	$ 799	$ 337	$ 37,396

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
(Page 5 of 9)

	Special Revenue				Debt Service			
	Friends of Historical Museum	Historical Museum Gift Shop	Open Space	Other Special Revenue	Jail Bond	Health Center 2012 Refi	Risk Management	Fair Ice Rink Series 2012 Refinance
Assets:								
Cash & Cash Equivalents	$ 195	$ 502	$ 523	$ 912	$ -	$ -	$ 337	$ -
Cash with Fiscal Agents	-	-	-	-	1,199,500	35,940	-	61,853
Investments	13,321	34,195	35,646	62,147	-	-	22,978	-
Property Taxes Receivable (net)	-	-	93	4	101,281	-	4,400	-
Accounts Receivable	-	-	-	-	-	-	-	-
Interest Receivable	-	-	-	29	341	4	11	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	175,000	-	-
Prepaid Costs	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	$ 13,516	$ 34,697	$ 36,262	$ 63,092	$ 1,301,122	$ 210,944	$ 27,726	$ 61,853
Liabilities:								
Accounts & Warrants Payable	$ -	$ -	$ -	$ 1,250	$ -	$ -	$ -	$ -
Accrued Interest Payable	-	-	-	-	59,500	940	-	6,853
Accrued Payroll	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	467,723	26,966	-	97,387
Total Liabilities	-	-	-	1,250	527,223	27,906	-	104,240
Deferred Inflows								
Deferred Taxes and Assessments	-	-	93	4	68,096	-	1,655	-
Other Deferred Receipts	-	-	-	-	-	-	-	-
Total Deferred Inflows	-	-	93	4	68,096	-	1,655	-
Fund Balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	705,803	-	26,071	-
Committed	-	34,697	36,169	61,838	-	183,038	-	-
Assigned	13,516	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(42,387)
Total Fund Balance	13,516	34,697	36,169	61,838	705,803	183,038	26,071	(42,387)
Total Liabilities and Fund Balance	$ 13,516	$ 34,697	$ 36,262	$ 63,092	$ 1,301,122	$ 210,944	$ 27,726	$ 61,853

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
(Page 6 of 9)

	Debt Service							
	Fair Ice Rink Series 2006	Technology Tax Increment Bonds	Open Space Bonds	Health Center 2009	Health Center 2012	Larchmont Bonds	RSID Revolving	Capital Improvement Debt Service
Assets:								
Cash & Cash Equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,634	$ -
Cash with Fiscal Agents	47,184	71,825	473,063	118,671	19,490	60,506	-	467,148
Investments	-	-	-	-	-	-	724,808	-
Property Taxes Receivable (net)	-	-	39,615	-	-	-	57	-
RSID Receivable								
Delinquent	-	-	-	-	-	-	-	-
Deferred	-	-	-	-	-	-	-	-
Interest Receivable	-	-	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	114,595	-
Due from Other Funds	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	930,000	64,822	-
Advances to Component Units	-	-	-	1,635,000	375,000	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	$ 47,184	$ 71,825	$ 512,678	$ 1,753,671	$ 394,490	$ 990,506	$ 914,916	$ 467,148
Liabilities:								
Accounts & Warrants Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accrued Interest Payable	12,184	26,825	78,062	38,671	4,490	15,506	-	150,179
Accrued Payroll	-	-	-	-	-	-	-	-
Due to Other Funds	41,721	38,775	350,736	118,371	12,718	60,506	-	439,099
Advances from Other Funds	-	-	-	-	-	-	-	-
Total Liabilities	53,905	65,600	428,798	157,042	17,208	76,012	-	589,278
Deferred Inflows								
Deferred Taxes and Assessments	-	-	38,332	-	-	-	57	-
Other Deferred Receipts	-	-	-	-	-	-	114,595	-
Total Deferred Inflows	-	-	38,332	-	-	-	114,652	-
Fund Balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	6,225	45,548	-	-	-	800,264	-
Committed	-	-	-	1,596,629	377,282	914,494	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	(6,721)	-	-	-	-	-	-	(122,130)
Total Fund Balance	(6,721)	6,225	45,548	1,596,629	377,282	914,494	800,264	(122,130)
Total Liabilities and Fund Balance	$ 47,184	$ 71,825	$ 512,678	$ 1,753,671	$ 394,490	$ 990,506	$ 914,916	$ 467,148

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
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	Capital Projects							
	Capital Improvements	Technology	Milltown Historical Preservation	Open Space	Library Capital Reserve	Health Building Reserve	WQD Capital Reserve	Public Safety Capital Reserve
Assets:								
Cash & Cash Equivalents	$ 15,120	$ 1,451	$ 1,535	$ 678	$ 4,730	$ 6,665	$ 1,653	$ 7,213
Cash with Fiscal Agents	-	-	-	-	-	-	-	-
Investments	1,030,525	98,905	104,636	46,201	322,341	454,246	112,689	491,591
Property Taxes Receivable (net)	29,648	57,029	-	-	-	-	-	-
RSID Receivable								
Delinquent	-	-	-	-	-	-	-	-
Deferred	-	-	-	-	-	-	-	-
Accounts Receivable	-	6,838	-	-	-	-	-	-
Interest Receivable	-	-	49	347	152	215	53	232
Loans & Notes Receivable	72,761	-	-	-	-	-	-	-
Due from Other Funds	1,500,351	-	-	350,736	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	$ 2,648,405	$ 164,223	$ 106,220	$ 397,962	$ 327,223	$ 461,126	$ 114,395	$ 499,036
Liabilities:								
Accounts & Warrants Payable	$ 32,089	$ 3,711	$ -	$ -	$ -	$ -	$ -	$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-
Total Liabilities	32,089	3,711	-	-	-	-	-	-
Deferred Inflows								
Deferred Taxes and Assessments	27,652	40,502	-	-	-	-	-	-
Other Deferred Receipts	-	-	-	-	-	-	-	-
Total Deferred Inflows	27,652	40,502	-	-	-	-	-	-
Fund Balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	120,010	-	397,962	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	2,588,664	-	106,220	-	327,223	461,126	114,395	499,036
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balance	2,588,664	120,010	106,220	397,962	327,223	461,126	114,395	499,036
Total Liabilities and Fund Balance	$ 2,648,405	$ 164,223	$ 106,220	$ 397,962	$ 327,223	$ 461,126	$ 114,395	$ 499,036

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
(Page 8 of 9)

	Capital Projects							
	Ice Rink Project	Park Construction Reserve	MDA Industrial District Construction	Weed/Ext Building Reserve	Bridge Reserve	Road Escrow	Missoula Search & Rescue Reserve	Seeley Lake Search & Rescue Reserve
Assets:								
Cash & Cash Equivalents	$ -	$ 2,344	$ 20	$ 8,212	$ 5,257	$ 5,154	$ 1,271	$ 1,284
Cash with Fiscal Agents	-	-	-	-	-	-	-	-
Investments	-	159,760	1,370	559,731	358,263	351,327	86,632	87,525
Property Taxes Receivable (net)	-	-	-	-	-	-	-	-
RSID Receivable								
Delinquent	-	-	-	-	-	-	-	-
Deferred	-	-	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	-	-	-	-
Interest Receivable	-	75	1	264	-	166	41	41
Loans & Notes Receivable	61,000	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	$ 61,000	$ 162,179	$ 1,391	$ 568,207	$ 363,520	$ 356,647	$ 87,944	$ 88,850
Liabilities:								
Accounts & Warrants Payable	$ -	$ -	$ -	$ 4,212	$ -	$ -	$ -	$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-	-
Due to Other Funds	20,693	-	-	-	-	-	-	-
Total Liabilities	20,693	-	-	4,212	-	-	-	-
Deferred Inflows								
Deferred Taxes and Assessments	-	-	-	-	-	-	-	-
Other Deferred Receipts	61,000	-	-	-	-	-	-	-
Total Deferred Inflows	61,000	-	-	-	-	-	-	-
Fund Balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	162,179	1,391	563,995	363,520	356,647	87,944	88,850
Unassigned	(20,693)	-	-	-	-	-	-	-
Total Fund Balance	(20,693)	162,179	1,391	563,995	363,520	356,647	87,944	88,850
Total Liabilities and Fund Balance	$ 61,000	$ 162,179	$ 1,391	$ 568,207	$ 363,520	$ 356,647	$ 87,944	$ 88,850

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2014
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	Capital Projects					
	Courthouse Reconstruction	Courthouse Reconstruction Phase 2-5	RVSD Building Construction	Grants Building Construction	Admin Bldg Acquisition Reserve	**Total**
Assets:						
Cash & Cash Equivalents	$ 35,587	$ -	$ -	$ -	$ 11,248	$ 236,367
Cash with Fiscal Agents	-	-	-	-	-	2,562,880
Investments	2,425,451	-	-	-	766,628	16,109,988
Property Taxes Receivable (net)	-	-	-	-	-	1,754,619
RSID Receivable						-
Delinquent	-	-	-	-	-	-
Deferred	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	-	2,849,988
Interest Receivable	-	-	-	-	-	2,878
Loans & Notes Receivable	-	-	-	-	-	1,379,108
Due from Other Funds	-	-	-	-	-	1,937,504
Advances to Other Funds	-	-	-	-		994,822
Advances to Component Units	-	-	-	-	-	2,185,000
Prepaid Costs	-	-	-	-	-	-
Inventory	-	-	-	-	-	1,376,432
Total Assets	$ 2,461,038	$ -	$ -	$ -	$ 777,876	$ 31,389,586
Liabilities:						
Accounts & Warrants Payable	$ 992	$ 183,628	$ 43,819	$ -	$ -	$ 2,257,889
Accrued Interest Payable	-	-	-	-	-	394,910
Accrued Payroll	-	-	-	-	-	409,611
Due to Other Funds	-	-	41,732	1,019,519	-	3,757,007
Due to Other Funds	-	-	-	-	-	-
Deferred Tax Revenue	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	992	183,628	85,551	1,019,519	-	6,819,417
Deferred Inflows						
Deferred Taxes and Assessments	-	-	-	-	-	1,302,994
Other Deferred Receipts	-	-	-	-	-	1,306,347
Total Deferred Inflows	-	-	-	-	-	2,609,341
Fund Balance:						
Nonspendable	-	-	-	-	-	1,376,432
Restricted	-	-	-	-	-	9,583,357
Committed	-	-	-	-	-	3,518,155
Assigned	2,460,046	-	-	-	777,876	9,005,699
Unassigned	-	(183,628)	(85,551)	(1,019,519)	-	(1,522,815)
Total Fund Balance	2,460,046	(183,628)	(85,551)	(1,019,519)	777,876	21,960,828
Total Liabilities and Fund Balance	$ 2,461,038	$ -	$ -	$ -	$ 777,876	$ 31,389,586

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue									
	Road	Poor	Bridge	Weed	Fair	District Court	Weed Grant	Parks	Library	Planning
Revenues:										
Property Taxes	$ 2,137,855	$ 1,047,565	$ 974,615	$ 526,951	$ 201,167	$ 919,937	$ -	$ 239,092	$ 2,388,878	$ 672,707
Licenses & Permits	12,761	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	2,855,367	184,540	139,226	45,588	13,457	79,587	265,924	12,955	254,736	83,312
Charges for Services	17,775	-	-	-	806,597	67,803	715	-	1,483	-
Fines & Forfeitures	-	-	-	-	-	(1,845)	-	-	68,361	-
Investment Earnings	-	-	-	-	824	-	-	-	-	16
Private & Local Grants	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	162,366	-	-	-	-	-	-	53,502	20,700	3
Total Revenues	5,186,124	1,232,105	1,113,841	572,539	1,022,045	1,065,482	266,639	305,549	2,734,158	756,038
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	1,010,383	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Works	4,123,950	-	946,105	458,924	-	-	252,390	-	-	-
Public Health	-	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	863,725	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	1,009,426	-	-	249,214	2,350,183	-
Housing & Community Development	-	-	-	-	-	-	-	-	-	315,337
Capital Outlay	1,853,179	-	27,997	28,677	2,633	-	-	76,585	287,012	-
Debt Service:										
Principal	110,563	-	-	-	29,607	-	-	-	-	-
Interest and Fiscal Charges	548	-	-	-	3,742	-	-	-	-	-
Total Expenditures	6,088,240	863,725	974,102	487,601	1,045,408	1,010,383	252,390	325,799	2,637,195	315,337
Excess of Revenues over (under) Expenditures	(902,116)	368,380	139,739	84,938	(23,363)	55,099	14,249	(20,250)	96,963	440,701
Other Financing Sources (uses):										
Transfers In	295,527	-	304,812	80,373	49,348	40,213	102,340	168,735	48,831	38,030
Transfers Out	(31,750)	(434,713)	(1,000)	(190,183)	(132,995)	(22,950)	(77,595)	(2,900)	(80,591)	(405,059)
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	(638,339)	(66,333)	443,551	(24,872)	(107,010)	72,362	38,994	145,585	65,203	73,672
Fund Balance - Beginning of Year	2,538,503	92,152	305,093	123,835	139,295	283,417	133,048	142,513	11,665	(24,624)
Fund Balance Transfer	-	-	-	-	-	-	-	-	-	(22,737)
Change in Inventory Reserves	(10,093)	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ 1,890,071	$ 25,819	$ 748,644	$ 98,963	$ 32,285	$ 355,779	$ 172,042	$ 288,098	$ 76,868	$ 26,311

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue									
	Grants	Substance Abuse Prevention	Relationship Violence Services	Community & Planning Services	Building Code Division	Health	Water Quality District	Animal Control	Extension	Bonner Millsite Tax Increment District
Revenues:										
Property Taxes	$ -	$ 377,457	$ -	$ 538,407	$ -	$ 2,085,459	$ -	$ 407,622	$ 395,238	$ 32,089
Licenses & Permits	-	-	-	62,165	527,631	114,734	-	177,849	-	-
Intergovernmental Revenue	2,187,234	78,360	577,796	35,971	-	1,831,058	29,383	21,163	49,308	13,985
Charges for Services	-	14,474	-	32,689	66,148	1,072,601	419,734	59,674	4,024	-
Fines & Forfeitures	-	-	145,088	-	-	4,300	-	-	-	-
Investment Earnings	-	-	-	52	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	91,633	18,750	20,275	-	-
Miscellaneous Revenues	-	30,000	-	357	-	52,604	5,216	2,811	15,195	-
Total Revenues	2,187,234	500,291	722,884	669,641	593,779	5,252,389	473,083	689,394	463,765	46,074
Expenditures:										
Current Operations:										
General Government	537,753	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	146,491	-	-	-	-	-	-	-
Public Works	-	-	-	-	465,835	-	-	-	419,585	17,984
Public Health	371,043	347,821	-	-	-	5,215,270	469,504	696,411	-	-
Social & Economic Services	-	-	629,590	-	-	-	-	-	-	-
Culture & Recreation	5,559	-	-	-	-	-	-	-	-	-
Housing & Community Development	1,485,107	-	-	1,251,169	-	-	-	-	-	-
Capital Outlay	139,462	-	-	-	48,900	182,857	-	-	7,195	-
Debt Service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-	-	-
Total Expenditures	2,538,924	347,821	776,081	1,251,169	514,735	5,398,127	469,504	696,411	426,780	17,984
Excess of Revenues over (under) Expenditures	(351,690)	152,470	(53,197)	(581,528)	79,044	(145,738)	3,579	(7,017)	36,985	28,090
Other Financing Sources (uses):										
Transfers In	388,820	-	18,425	707,792	-	179,413	-	21,805	39,011	-
Transfers Out	(15,750)	(850)	(8,600)	(23,150)	-	(75,350)	(8,050)	(6,050)	(61,432)	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	21,380	151,620	(43,372)	103,114	79,044	(41,675)	(4,471)	8,738	14,564	28,090
Fund Balance - Beginning of Year	151,637	(127,706)	2,526	223,192	24,687	1,926,612	163,595	(6,627)	103,280	-
Fund Reclassifications	-	-	-	22,737	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ 173,017	$ 23,914	$ (40,846)	$ 349,043	$ 103,731	$ 1,884,937	$ 159,124	$ 2,111	$ 117,844	$ 28,090

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue									
	Drug Forfeiture	Youth Education & Safety	Museum	Caremark NACo Rx	Missoula Search & Rescue	Seeley Lake Search & Rescue	Disaster Emergency Levy	Junk Vehicle	Forest Reserve Title III	RSID Administration
Revenues:										
Property Taxes	$ -	$ -	$ 455,589	$ -	$ 53,670	$ 27,600	$ -	$ -	$ -	$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	96,973	-	46,837	-	1,069	576	3,574	70,116	62,715	-
Charges for Services	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	9,812	-	-	-	-	-	-	-	-	-
Investment Earnings	585	48	-	-	-	-	-	479	-	-
Private & Local Grants	-	1,853	15,160	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	4,265	-	-	-	8,221	-	-
Total Revenues	107,370	1,901	517,586	4,265	54,739	28,176	3,574	78,816	62,715	-
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	247,153	2,075	-	-	11,039	6,693	3,521	-	85,923	-
Public Works	-	-	-	-	-	-	-	-	-	152,016
Public Health	-	-	-	-	-	-	-	67,059	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	549,516	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	10,297	4,612	-	16,455	-	-
Debt Service:										
Principal	-	-	27,163	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	3,397	-	-	-	-	-	-	-
Total Expenditures	247,153	2,075	580,076	-	21,336	11,305	3,521	83,514	85,923	152,016
Excess of Revenues over (under) Expenditures	(139,783)	(174)	(62,490)	4,265	33,403	16,871	53	(4,698)	(23,208)	(152,016)
Other Financing Sources (uses):										
Transfers In	125,000	-	32,898	-	-	-	-	-	-	9,976
Transfers Out	(3,500)	-	-	-	(40,139)	(4,820)	-	(950)	-	(35,000)
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	(18,283)	(174)	(29,592)	4,265	(6,736)	12,051	53	(5,648)	(23,208)	(177,040)
Fund Balance - Beginning of Year	142,071	15,268	158,071	1,714	7,171	5,500	(1,393)	186,474	185,501	338,033
Fund Reclassifications	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ 123,788	$ 15,094	$ 128,479	$ 5,979	$ 435	$ 17,551	$ (1,340)	$ 180,826	$ 162,293	$ 160,993

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue									
	HUD/ CDBG	Community Based Organizations	Permissive Medical Levy	Seeley Lake Refuse	9-1-1 Trust	Big Sky Trust	Orchard Home Levee	MCFPA Trust	LEPC Trust	Friends of the Library
Property Taxes	$ -	$ 856,359	$ 1,157,250	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	3,369	70,296	22,631	-	902,544	623,279	-	-	-	-
Charges for Services	-	-	-	296,172	-	-	-	-	-	22,561
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Investment Earnings	2,012	-	-	395	2,347	-	-	-	-	111
Private & Local Grants	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	203,707	28,493	-	-	-	-	-	-	-	-
Total Revenues	209,088	955,148	1,179,881	296,567	904,891	623,279	-	-	-	22,672
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Works	-	-	-	257,461	-	-	5,693	-	-	-
Public Health	-	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	1,138,262	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-	21,869
Housing & Community Development	302,247	-	-	-	-	481,280	-	-	-	-
Capital Outlay	-	-	-	2,350	-	-	-	-	-	7,270
Debt Service:										
Principal	-	27,701	-	2,850	-	-	-	-	-	-
Interest and Fiscal Charges	-	791	-	197	-	-	-	-	-	-
Total Expenditures	302,247	1,166,754	-	262,858	-	481,280	5,693	-	-	29,139
Excess of Revenues over (under) Expenditures	(93,159)	(211,606)	1,179,881	33,709	904,891	141,999	(5,693)	-	-	(6,467)
Other Financing Sources (uses):										
Transfers In	-	75,756	-	-	-	-	20,000	-	-	-
Transfers Out	-	-	(1,144,773)	-	(676,663)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	(93,159)	(135,850)	35,108	33,709	228,228	141,999	14,307	-	-	(6,467)
Fund Balance - Beginning of Year	635,101	167,660	-	99,020	692,526	-	-	799	337	39,538
Fund Reclassifications	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ 541,942	$ 31,810	$ 35,108	$ 132,729	$ 920,754	$ 141,999	$ 14,307	$ 799	$ 337	$ 33,071

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue						Debt Service			
	Friends of Historical Museum	Historical Museum Gift Shop	Open Space	Other Special Revenue	Transportation	Urban Initiatives	Jail Bond	Health Center 2012 Refi	Risk Management	Fair Ice Rink Series 2012 Refinance
Revenues:										
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ 716,729	$ -	$ 3,219	$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	249,561	4,991	-	-
Charges for Services	2,586	14,210	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Investment Earnings	59	-	-	123	-	-	1,348	-	73	-
Private & Local Grants	-	-	-	36,780	-	-	-	-	-	-
Miscellaneous Revenues	65,529	-	-	-	272	-	-	-	-	60,497
Total Revenues	68,174	14,210	-	36,903	272	-	967,638	4,991	3,292	60,497
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	(2,781)	-	-	-	-	-
Public Health	-	-	-	10,118	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-	-
Culture & Recreation	60,135	14,947	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	12,110	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Debt Service:										
Principal	-	-	-	-	-	-	590,000	35,000	-	60,000
Interest and Fiscal Charges	-	-	-	-	-	-	118,860	1,886	-	14,076
Total Expenditures	60,135	14,947	-	10,118	(2,781)	12,110	708,860	36,886	-	74,076
Excess of Revenues over (under) Expenditures	8,039	(737)	-	26,785	3,053	(12,110)	258,778	(31,895)	3,292	(13,579)
Other Financing Sources (uses):										
Transfers In	-	-	-	-	-	-	-	-	-	68,595
Transfers Out	(15,281)	(11,000)	-	-	(473)	(185,809)	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Refunding Bonds	-	-	-	-	-	-	-	-	-	-
Premium on Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Payment to Refunded Bond Escrow Agei	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Net change in Fund Balance	(7,242)	(11,737)	-	26,785	2,580	(197,919)	258,778	(31,895)	3,292	55,016
Fund Balance - Beginning of Year	20,758	46,434	36,169	35,053	(2,580)	197,919	447,025	214,933	22,779	(97,403)
Fund Reclassifications	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ 13,516	$ 34,697	$ 36,169	$ 61,838	$ -	$ -	$ 705,803	$ 183,038	$ 26,071	$ (42,387)

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Debt Service							
	Fair Ice Rink Series 2006	Technology Tax Increment Bonds	Open Space Bonds	Health Center 2009	Health Center 2012	Larchmont Bonds	RSID Revolving	Capital Improvement Debt Service
Revenues:								
Property Taxes	$ -	$ -	$ 661,316	$ -	$ -	$ -	$ -	$ -
Licenses & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	5,510	78,842	6,213	31,665	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	47,484	-	-	-	-	-	6,024	-
Total Revenues	47,484	-	666,826	78,842	6,213	31,665	6,024	-
Expenditures:								
Current Operations:								
General Government	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	35,000	45,000	505,000	75,000	20,000	40,000	-	207,572
Interest and Fiscal Charges	24,717	54,000	156,674	77,342	8,902	31,263	-	235,434
Total Expenditures	59,717	99,000	661,674	152,342	28,902	71,263	-	443,006
Excess of Revenues over (under) Expenditures	(12,233)	(99,000)	5,152	(73,500)	(22,689)	(39,598)	6,024	(443,006)
Other Financing Sources (uses):								
Transfers In	60,050	100,322	-	-	-	-	1,069	310,589
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Premium on Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Net change in Fund Balance	47,817	1,322	5,152	(73,500)	(22,689)	(39,598)	7,093	(132,417)
Fund Balance - Beginning of Year	(54,538)	4,903	40,396	1,670,129	399,971	954,092	793,171	10,287
Fund Reclassifications	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ (6,721)	$ 6,225	$ 45,548	$ 1,596,629	$ 377,282	$ 914,494	$ 800,264	$ (122,130)

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Capital Projects							
	Capital Improvements	Technology	Milltown Historical Preservation	Open Space	Library Capital Reserve	Health Building Reserve	WQD Capital Reserve	Public Safety Capital Reserve
Revenues:								
Property Taxes	$ 560,840	$ 520,737	$ -	$ -	$ -	$ -	$ -	$ -
Licenses & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	6,711	42,316	-	-	-	-	-	-
Charges for Services	-	85,258	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	777	-	338	2,857	801	1,468	364	1,367
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	205	-	-	-	-	-	-	11,500
Total Revenues	568,533	648,311	338	2,857	801	1,468	364	12,867
Expenditures:								
Current Operations:								
General Government	-	450,273	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-
Capital Outlay	544,701	615,647	-	357,315	-	-	-	155,359
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-
Total Expenditures	544,701	1,065,920	-	357,315	-	-	-	155,359
Excess of Revenues over (under) Expenditures	23,832	(417,609)	338	(354,458)	801	1,468	364	(142,492)
Other Financing Sources (uses):								
Transfers In	164,602	1,228,100	-	-	80,591	-	-	280,000
Transfers Out	(389,409)	(1,246,569)	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Net change in Fund Balance	(200,975)	(436,078)	338	(354,458)	81,392	1,468	364	137,508
Fund Balance - Beginning of Year	2,789,639	556,088	105,882	752,420	245,831	459,658	114,031	361,528
Fund Reclassifications	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ 2,588,664	$ 120,010	$ 106,220	$ 397,962	$ 327,223	$ 461,126	$ 114,395	$ 499,036

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Capital Projects							
	Ice Rink Project	Park Construction Reserve	MDA Industrial District Construction	Weed/Ext Building Reserve	Bridge Reserve	Road Escrow	Missoula Search & Rescue Reserve	Seeley Lake Search & Rescue Reserve
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Licenses & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	634	4	1,615	-	1,135	159	260
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	634	4	1,615	-	1,135	159	260
Expenditures:								
Current Operations:								
General Government	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	17,700	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	17,700	-	-	-	-
Excess of Revenues over (under) Expenditures	-	634	4	(16,085)	-	1,135	159	260
Other Financing Sources (uses):								
Transfers In	-	-	-	115,981	-	-	40,139	4,820
Transfers Out	-	(161,000)	-	-	(283,000)	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Net change in Fund Balance	-	(160,366)	4	99,896	(283,000)	1,135	40,298	5,080
Fund Balance - Beginning of Year	(20,693)	322,545	1,387	464,099	646,520	355,512	47,646	83,770
Fund Reclassifications	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-
Fund Balance - End of Year	$ (20,693)	$ 162,179	$ 1,391	$ 563,995	$ 363,520	$ 356,647	$ 87,944	$ 88,850

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Capital Projects							
	Courthouse Reconstruction	Courthouse Reconstruction Phase 2-5	RVSD Building Construction	Grants Building Construction	Admin Bldg Acquisition Reserve	Milltown Development Projects	Grant Creek Project	**Total**
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 17,958,348
Licenses & Permits	-	-	-	-	-	-	-	895,140
Intergovernmental Revenue	-	-	-	-	-	-	-	11,088,738
Charges for Services	-	-	-	-	-	-	-	2,984,504
Fines & Forfeitures	-	-	-	-	-	-	-	225,716
Investment Earnings	-	-	-	-	-	-	-	20,251
Private & Local Grants	-	-	-	-	-	-	-	184,451
Miscellaneous Revenues	-	-	-	-	-	-	-	778,951
Total Revenues	-	-	-	-	-	-	-	34,136,099
Expenditures:								
Current Operations:								
General Government	-	-	-	-	280,000	-	-	1,268,026
Criminal Justice	-	-	-	-	-	-	-	1,010,383
Public Safety	-	-	-	-	-	-	-	502,895
Public Works	-	-	-	-	-	-	-	7,097,162
Public Health	-	-	-	-	-	-	-	7,177,226
Social & Economic Services	-	-	-	-	-	-	-	2,631,577
Culture & Recreation	-	-	-	-	-	-	-	4,260,849
Housing & Community Development	-	-	-	-	-	-	-	3,847,250
Capital Outlay	1,574,653	1,804,414	85,551	1,019,519	-	-	-	8,870,340
Debt Service:								
Principal	-	-	-	-	-	-	-	1,810,456
Interest and Fiscal Charges	87,576	-	-	-	-	-	-	819,405
Total Expenditures	1,662,229	1,804,414	85,551	1,019,519	280,000	-	-	39,295,569
Excess of Revenues over (under) Expenditures	(1,662,229)	(1,804,414)	(85,551)	(1,019,519)	(280,000)	-	-	(5,159,470)
Other Financing Sources (uses):								
Transfers In	-	1,810,662	-	-	-	-	88,877	7,101,502
Transfers Out	(1,810,662)	-	-	-	-	-	-	(7,588,016)
Issuance of Capital Lease	9,000,000	-	-	-	-	-	-	9,000,000
Sale of Capital Assets	-	-	-	-	-	-	-	-
Net change in Fund Balance	5,527,109	6,248	(85,551)	(1,019,519)	(280,000)	-	88,877	3,354,016
Fund Balance - Beginning of Year	(3,067,063)	(189,876)	-	-	1,057,876	(63)	(88,877)	18,616,842
Fund Reclassifications	-	-	-	-	-	63	-	63
Change in Inventory Reserves	-	-	-	-	-	-	-	(10,093)
Fund Balance - End of Year	$ 2,460,046	$ (183,628)	$ (85,551)	$ (1,019,519)	$ 777,876	$ -	$ -	$ 21,960,828

NON-MAJOR FUNDS - Budget to Actual

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MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Road				Poor			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 2,075,957	$ 2,075,957	$ 2,081,658	$ 5,701	$ 1,024,322	$ 1,024,322	$ 1,014,318	$ (10,004)
License & Permits	7,250	7,250	12,761	5,511	-	-	-	-
Intergovernmental Revenue	2,125,123	2,431,137	2,484,797	53,660	163,535	163,535	184,540	21,005
Charges for Services	14,000	14,000	17,775	3,775	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	15,000	15,000	162,366	147,366	-	-	-	-
Total Revenues	4,237,330	4,543,344	4,759,357	216,013	1,187,857	1,187,857	1,198,858	11,001
Expenditures:								
Current Operations:								
Personnel	2,267,358	2,318,397	2,292,317	26,080	-	-	-	-
Operations	1,885,629	2,043,829	1,710,449	333,380	895,307	846,476	846,470	6
Capital Outlay	994,000	1,787,138	1,645,916	141,222	-	-	-	-
Debt Service:								
Principal	110,552	110,563	110,563	-	-	-	-	-
Interest	548	549	548	1	-	-	-	-
Total Expenditures	5,258,087	6,260,476	5,759,793	500,683	895,307	846,476	846,470	6
Excess of Revenues over (under) Expenditures	(1,020,757)	(1,717,132)	(1,000,436)	716,696	292,550	341,381	352,388	11,007
Other Financing Sources (Uses):								
Transfers In	94,763	294,763	295,527	764	-	-	-	-
Transfers Out	(30,400)	(31,750)	(31,750)	-	(345,000)	(434,713)	(434,713)	-
Issuance of Debt	320,000	890,000	-	(890,000)	-	-	-	-
Sale of Capital Assets	10,000	10,000	-	(10,000)	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (626,394)	$ (554,119)	$ (736,659)	$ (182,540)	$ (52,450)	$ (93,332)	$ (82,325)	$ 11,007

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Bridge				Weed			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 952,996	$ 952,996	$ 943,684	$ (9,312)	$ 519,095	$ 519,095	$ 511,544	$ (7,551)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	178,466	178,466	139,226	(39,240)	39,727	39,727	45,588	5,861
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	1,000	1,000	-	(1,000)
Total Revenues	1,131,462	1,131,462	1,082,910	(48,552)	559,822	559,822	557,132	(2,690)
Expenditures:								
Current Operations:								
Personnel	757,849	775,363	763,933	11,430	428,240	428,240	369,847	58,393
Operations	323,500	319,000	207,052	111,948	104,200	104,200	85,298	18,902
Capital Outlay	275,000	279,500	27,997	251,503	39,000	39,000	28,677	10,323
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	1,356,349	1,373,863	998,982	374,881	571,440	571,440	483,822	87,618
Excess of Revenues over (under) Expenditures	(224,887)	(242,401)	83,928	326,329	(11,618)	(11,618)	73,310	84,928
Other Financing Sources (Uses):								
Transfers In	21,787	21,787	304,812	283,025	95,759	95,759	80,373	(15,386)
Transfers Out	(1,000)	(1,000)	(1,000)	-	(193,089)	(193,089)	(190,183)	2,906
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (204,100)	$ (221,614)	$ 387,740	$ 609,354	$ (108,948)	$ (108,948)	$ (36,500)	$ 72,448

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Fair				District Court			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 198,128	$ 198,128	$ 195,910	$ (2,218)	$ 894,416	$ 894,416	$ 899,750	$ 5,334
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	11,220	11,220	13,457	2,237	75,941	75,941	77,846	1,905
Charges for Services	998,700	998,700	793,703	(204,997)	60,000	60,000	67,803	7,803
Fines & Forfeitures	-	-	-	-	350	350	(1,845)	(2,195)
Investment Earnings	700	700	564	(136)	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	1,208,748	1,208,748	1,003,634	(205,114)	1,030,707	1,030,707	1,043,554	12,847
Expenditures:								
Current Operations:								
Personnel	407,929	407,929	402,554	5,375	935,472	935,472	892,367	43,105
Operations	554,550	605,975	602,681	3,294	135,700	135,700	112,931	22,769
Capital Outlay	-	41,231	41,230	1	-	-	-	-
Debt Service:								
Principal	27,607	29,607	29,607	-	-	-	-	-
Interest	4,802	4,802	3,982	820	-	-	-	-
Total Expenditures	994,888	1,089,544	1,080,054	9,490	1,071,172	1,071,172	1,005,298	65,874
Excess of Revenues over (under) Expenditures	213,860	119,204	(76,420)	(195,624)	(40,465)	(40,465)	38,256	78,721
Other Financing Sources (Uses):								
Transfers In	8,108	49,339	49,348	9	39,926	39,926	40,213	287
Transfers Out	(137,888)	(132,998)	(132,995)	3	(22,950)	(22,950)	(22,950)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 84,080	$ 35,545	$ (160,067)	$ (195,612)	$ (23,489)	$ (23,489)	$ 55,519	$ 79,008

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	Special Revenue Funds							
	Weed Grant				Parks			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 233,791	$ 233,791	$ 231,504	$ (2,287)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	266,084	266,084	249,824	(16,260)	10,316	10,316	12,955	2,639
Charges for Services	-	-	715	715	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	16,993	16,993	46,252	29,259
Total Revenues	266,084	266,084	250,539	(15,545)	261,100	261,100	290,711	29,611
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	105,815	113,365	113,364	1
Operations	413,787	413,787	241,687	172,100	234,503	226,953	133,830	93,123
Capital Outlay	-	-	-	-	105,000	105,000	83,021	21,979
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	413,787	413,787	241,687	172,100	445,318	445,318	330,215	115,103
Excess of Revenues over (under) Expenditures	(147,703)	(147,703)	8,852	156,555	(184,218)	(184,218)	(39,504)	144,714
Other Financing Sources (Uses):								
Transfers In	102,340	102,340	102,340	-	7,734	7,734	168,735	161,001
Transfers Out	(86,291)	(86,291)	(77,595)	8,696	(2,900)	(2,900)	(2,900)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (131,654)	$ (131,654)	$ 33,597	$ 165,251	$ (179,384)	$ (179,384)	$ 126,331	$ 305,715

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Budget and Actual
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	Special Revenue Funds							
	Library				Planning			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 2,335,929	$ 2,335,929	$ 2,313,060	$ (22,869)	$ 657,785	$ 657,785	$ 651,357	$ (6,428)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	228,362	228,362	254,736	26,374	75,885	75,885	83,312	7,427
Charges for Services	38,900	38,900	1,786	(37,114)	-	-	-	-
Fines & Forfeitures	66,000	66,000	68,361	2,361	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	29,310	29,310	20,700	(8,610)	-	-	3	3
Total Revenues	2,698,501	2,698,501	2,658,643	(39,858)	733,670	733,670	734,672	1,002
Expenditures:								
Current Operations:								
Personnel	2,107,255	2,107,255	1,943,108	164,147	-	-	-	-
Operations	411,696	411,696	399,978	11,718	330,151	360,476	360,475	1
Capital Outlay	321,956	351,956	277,394	74,562	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	2,840,907	2,870,907	2,620,480	250,427	330,151	360,476	360,475	1
Excess of Revenues over (under) Expenditures	(142,406)	(172,406)	38,163	210,569	403,519	373,194	374,197	1,003
Other Financing Sources (Uses):								
Transfers In	48,775	48,775	48,831	56	-	31,866	38,030	6,164
Transfers Out	(110,591)	(80,591)	(80,591)	-	(403,519)	(405,060)	(405,059)	1
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (204,222)	$ (204,222)	$ 6,403	$ 210,625	$ -	$ -	$ 7,168	$ 7,168

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	Special Revenue Funds							
	Grants				Substance Abuse Prevention			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 368,920	$ 368,920	$ 365,266	$ (3,654)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	2,513,118	2,513,118	1,165,493	(1,347,625)	41,770	111,482	51,117	(60,365)
Charges for Services	-	-	-	-	1,000	1,000	6,824	5,824
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	30,000	30,000	-
Total Revenues	2,513,118	2,513,118	1,165,493	(1,347,625)	411,690	511,402	453,207	(58,195)
Expenditures:								
Current Operations:								
Personnel	775,677	788,101	749,585	38,516	192,266	211,167	202,205	8,962
Operations	1,752,689	2,189,915	1,613,072	576,843	260,600	341,411	292,238	49,173
Capital Outlay	154,730	154,730	139,447	15,283	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	2,683,096	3,132,746	2,502,104	630,642	452,866	552,578	494,443	58,135
Excess of Revenues over (under) Expenditures	(169,978)	(619,628)	(1,336,611)	(716,983)	(41,176)	(41,176)	(41,236)	(60)
Other Financing Sources (Uses):								
Transfers In	348,492	348,492	388,820	40,328	-	-	-	-
Transfers Out	(10,400)	(15,750)	(15,750)	-	(850)	(850)	(850)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 168,114	$ (286,886)	$ (963,541)	$ (676,655)	$ (42,026)	$ (42,026)	$ (42,086)	$ (60)

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Special Revenue Funds							
	Relationship Violence Services Division				Transportation			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	632,589	632,589	549,973	(82,616)	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	177,000	177,000	148,439	(28,561)	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	272	272
Total Revenues	809,589	809,589	698,412	(111,177)	-	-	272	272
Expenditures:								
Current Operations:								
Personnel	489,108	489,108	480,711	8,397	-	-	-	-
Operations	348,136	348,136	312,440	35,696	-	200	200	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	837,244	837,244	793,151	44,093	-	200	200	-
Excess of Revenues over (under) Expenditures	(27,655)	(27,655)	(94,739)	(67,084)	-	(200)	72	272
Other Financing Sources (Uses):								
Transfers In	18,425	18,425	18,425	-	-	-	-	-
Transfers Out	(9,450)	(9,450)	(8,600)	850	-	(473)	(473)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (18,680)	$ (18,680)	$ (84,914)	$ (66,234)	$ -	$ (673)	$ (401)	$ 272

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Special Revenue Funds							
	Community & Planning Services				Urban Initiatives			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 571,330	$ 571,330	$ 536,491	$ (34,839)	$ -	$ -	$ -	$ -
License & Permits	53,225	54,225	62,165	7,940	-	-	-	-
Intergovernmental Revenue	600,000	600,000	21,837	(578,163)	-	-	-	-
Charges for Services	20,000	20,000	32,689	12,689	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	47	47	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	51,000	51,000	357	(50,643)	-	-	-	-
Total Revenues	1,295,555	1,296,555	653,586	(642,969)	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	1,156,414	1,156,414	1,059,672	96,742	-	14,154	14,153	1
Operations	942,162	992,162	152,890	839,272	-	219,897	219,897	-
Capital Outlay	1,500	1,500	-	1,500	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	2,100,076	2,150,076	1,212,562	937,514	-	234,051	234,050	1
Excess of Revenues over (under) Expenditures	(804,521)	(853,521)	(558,976)	294,545	-	(234,051)	(234,050)	1
Other Financing Sources (Uses):								
Transfers In	760,675	760,675	707,792	(52,883)	-	-	-	-
Transfers Out	(29,500)	(29,500)	(23,150)	6,350	-	(185,809)	(185,809)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (73,346)	$ (122,346)	$ 125,666	$ 248,012	$ -	$ (419,860)	$ (419,859)	$ 1

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Special Revenue Funds							
	Building Code Division				Health			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 2,061,088	$ 2,061,088	$ 2,063,338	$ 2,250
License & Permits	448,000	448,000	527,631	79,631	106,250	106,250	114,734	8,484
Intergovernmental Revenue	-	-	-	-	1,909,667	1,949,667	1,849,887	(99,780)
Charges for Services	45,000	45,000	66,148	21,148	1,086,000	1,131,000	1,010,565	(120,435)
Fines & Forfeitures	-	-	-	-	-	-	4,300	4,300
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	73,790	95,450	91,633	(3,817)
Miscellaneous Revenues	-	-	-	-	55,710	34,050	27,233	(6,817)
Total Revenues	493,000	493,000	593,779	100,779	5,292,505	5,377,505	5,161,690	(215,815)
Expenditures:								
Current Operations:								
Personnel	431,229	428,679	411,043	17,636	4,354,000	4,398,700	4,252,627	146,073
Operations	52,650	55,200	55,185	15	1,019,363	1,022,810	925,572	97,238
Capital Outlay	50,000	60,000	48,900	11,100	856,480	896,480	135,076	761,404
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	533,879	543,879	515,128	28,751	6,229,843	6,317,990	5,313,275	1,004,715
Excess of Revenues over (under) Expenditures	(40,879)	(50,879)	78,651	129,530	(937,338)	(940,485)	(151,585)	788,900
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	956,156	956,156	179,413	(776,743)
Transfers Out	-	-	-	-	(78,500)	(81,853)	(75,350)	6,503
Issuance of Debt	50,000	110,000	-	(110,000)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 9,121	$ 59,121	$ 78,651	$ 19,530	$ (59,682)	$ (66,182)	$ (47,522)	$ 18,660

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Budget and Actual
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	Special Revenue Funds							
	Water Quality District				Animal Control			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 403,368	$ 403,368	$ 403,752	$ 384
License & Permits	-	-	-	-	155,500	155,500	177,849	22,349
Intergovernmental Revenue	19,340	38,340	29,383	(8,957)	20,025	20,025	21,163	1,138
Charges for Services	410,300	410,300	419,734	9,434	79,964	74,864	59,674	(15,190)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	15,000	15,000	18,750	3,750	18,000	18,000	20,275	2,275
Miscellaneous Revenues	100	100	5,216	5,116	1,000	1,100	2,811	1,711
Total Revenues	444,740	463,740	473,083	9,343	677,857	672,857	685,524	12,667
Expenditures:								
Current Operations:								
Personnel	366,070	367,259	355,642	11,617	520,522	528,857	528,856	1
Operations	182,660	203,971	108,025	95,946	177,306	170,431	170,430	1
Capital Outlay	5,000	5,000	-	5,000	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	553,730	576,230	463,667	112,563	697,828	699,288	699,286	2
Excess of Revenues over (under) Expenditures	(108,990)	(112,490)	9,416	121,906	(19,971)	(26,431)	(13,762)	12,669
Other Financing Sources (Uses):								
Transfers In	50,000	50,000	-	(50,000)	16,609	21,609	21,805	196
Transfers Out	(8,550)	(8,550)	(8,050)	500	(6,050)	(6,050)	(6,050)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (67,540)	$ (71,040)	$ 1,366	$ 72,406	$ (9,412)	$ (10,872)	$ 1,993	$ 12,865

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Budget and Actual
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	Special Revenue Funds							
	Extension				Bonner Millsite Tax Increment District			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 390,312	$ 390,312	$ 384,011	$ (6,301)	$ -	$ -	$ 32,089	$ 32,089
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	44,861	44,861	49,308	4,447	-	-	13,985	13,985
Charges for Services	4,500	4,500	4,024	(476)	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	17,676	17,676	15,195	(2,481)	-	-	-	-
Total Revenues	457,349	457,349	452,538	(4,811)	-	-	46,074	46,074
Expenditures:								
Current Operations:								
Personnel	291,711	291,711	216,429	75,282	-	-	-	-
Operations	227,600	224,400	200,197	24,203	-	20,000	17,984	2,016
Capital Outlay	4,000	7,200	7,195	5	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	523,311	523,311	423,821	99,490	-	20,000	17,984	2,016
Excess of Revenues over (under) Expenditures	(65,962)	(65,962)	28,717	94,679	-	(20,000)	28,090	48,090
Other Financing Sources (Uses):								
Transfers In	39,003	39,003	39,011	8	-	-	-	-
Transfers Out	(64,532)	(64,532)	(61,432)	3,100	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (91,491)	$ (91,491)	$ 6,296	$ 97,787	$ -	$ (20,000)	$ 28,090	$ 48,090

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Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Special Revenue Funds							
	Drug Forfeiture				Youth Education and Safety			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	16,580	96,973	80,393	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	9,812	9,812	-	-	-	-
Investment Earnings	-	-	343	343	-	-	34	34
Private & Local Grants	-	-	-	-	1,000	1,550	1,853	303
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	16,580	107,128	90,548	1,000	1,550	1,887	337
Expenditures:								
Current Operations:								
Personnel	229,975	233,795	233,792	3	-	-	-	-
Operations	19,850	32,510	32,509	1	1,450	2,000	2,000	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	249,825	266,305	266,301	4	1,450	2,000	2,000	-
Excess of Revenues over (under) Expenditures	(249,825)	(249,725)	(159,173)	90,552	(450)	(450)	(113)	337
Other Financing Sources (Uses):								
Transfers In	-	-	125,000	125,000	-	-	-	-
Transfers Out	(3,400)	(3,500)	(3,500)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (253,225)	$ (253,225)	$ (37,673)	$ 215,552	$ (450)	$ (450)	$ (113)	$ 337

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Historical Museum				Historical Museum Gift Shop			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 445,788	$ 445,788	$ 441,422	$ (4,366)	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	80,967	80,967	46,270	(34,697)	-	-	-	-
Charges for Services	-	-	-	-	15,000	15,000	13,315	(1,685)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	15,000	15,000	15,160	160	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	541,755	541,755	502,852	(38,903)	15,000	15,000	13,315	(1,685)
Expenditures:								
Current Operations:								
Personnel	370,298	388,808	388,805	3	-	-	-	-
Operations	173,406	157,041	157,039	2	6,460	14,948	14,947	1
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	27,163	27,163	27,163	-	-	-	-	-
Interest	3,400	3,400	3,397	3	-	-	-	-
Total Expenditures	574,267	576,412	576,404	8	6,460	14,948	14,947	1
Excess of Revenues over (under) Expenditures	(32,512)	(34,657)	(73,552)	(38,895)	8,540	52	(1,632)	(1,684)
Other Financing Sources (Uses):								
Transfers In	36,890	36,890	32,898	(3,992)	-	-	-	-
Transfers Out	-	-	-	-	-	(11,000)	(11,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 4,378	$ 2,233	$ (40,654)	$ (42,887)	$ 8,540	$ (10,948)	$ (12,632)	$ (1,684)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Missoula Search & Rescue				Seeley Lake Search & Rescue			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 52,000	$ 52,000	$ 51,248	$ (752)	$ 28,000	$ 28,000	$ 27,299	$ (701)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	3,737	3,737	1,069	(2,668)	2,012	2,012	576	(1,436)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	35	35	-	(35)
Miscellaneous Revenues	-	-	-	-	35	35	-	(35)
Total Revenues	55,737	55,737	52,317	(3,420)	30,082	30,082	27,875	(2,207)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	30,000	30,000	10,483	19,517	11,000	11,000	6,676	4,324
Capital Outlay	22,000	22,000	8,897	13,103	14,000	14,000	4,502	9,498
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	52,000	52,000	19,380	32,620	25,000	25,000	11,178	13,822
Excess of Revenues over (under) Expenditures	3,737	3,737	32,937	29,200	5,082	5,082	16,697	11,615
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	(40,139)	(40,139)	-	(4,820)	(4,820)	(4,820)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 3,737	$ (36,402)	$ (7,202)	$ 29,200	$ 262	$ 262	$ 11,877	$ 11,615

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Disaster Emergency Levy				Junk Vehicle			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	133,273	133,273	70,116	(63,157)
Charges for Services	-	-	-	-	100	100	-	(100)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	321	321
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	2,000	2,000	8,221	6,221
Total Revenues	-	-	-	-	135,373	135,373	78,658	(56,715)
Expenditures:								
Current Operations:								
Personnel	-	2,300	2,299	1	78,772	78,772	51,568	27,204
Operations	-	1,224	1,222	2	65,014	48,514	14,657	33,857
Capital Outlay	-	-	-	-	20,000	36,500	16,455	20,045
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	3,524	3,521	3	163,786	163,786	82,680	81,106
Excess of Revenues over (under) Expenditures	-	(3,524)	(3,521)	3	(28,413)	(28,413)	(4,022)	24,391
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	(1,450)	(1,450)	(950)	500
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ (3,524)	$ (3,521)	$ 3	$ (29,863)	$ (29,863)	$ (4,972)	$ 24,891

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Forest Reserve Title III				RSID Administration			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	62,715	62,715	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	62,715	62,715	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	63,360	63,360	62,202	1,158
Operations	120,000	120,000	88,436	31,564	47,651	89,608	89,608	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	120,000	120,000	88,436	31,564	111,011	152,968	151,810	1,158
Excess of Revenues over (under) Expenditures	(120,000)	(120,000)	(25,721)	94,279	(111,011)	(152,968)	(151,810)	1,158
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	9,976	9,976	9,976	-
Transfers Out	-	-	-	-	(15,000)	(35,000)	(35,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (120,000)	$ (120,000)	$ (25,721)	$ 94,279	$ (116,035)	$ (177,992)	$ (176,834)	$ 1,158

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	HUD/CDBG				Community Based Organizations			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 832,689	$ 838,030	$ 829,775	$ (8,255)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	20,000	20,000	3,369	(16,631)	59,063	60,384	70,296	9,912
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	1,230	1,230	1,472	242	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	174,914	174,914	203,707	28,793	28,075	28,075	28,493	418
Total Revenues	196,144	196,144	208,548	12,404	919,827	926,489	928,564	2,075
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	370,000	370,000	300,897	69,103	963,734	1,141,395	1,129,756	11,639
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	16,097	27,701	27,701	-
Interest	-	-	-	-	799	792	791	1
Total Expenditures	370,000	370,000	300,897	69,103	980,630	1,169,888	1,158,248	11,640
Excess of Revenues over (under) Expenditures	(173,856)	(173,856)	(92,349)	81,507	(60,803)	(243,399)	(229,684)	13,715
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	75,756	75,756	75,756	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (173,856)	$ (173,856)	$ (92,349)	$ 81,507	$ 14,953	$ (167,643)	$ (153,928)	$ 13,715

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Permissive Medical Levy				Seeley Lake Refuse			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 1,131,184	$ 1,131,184	$ 1,122,142	$ (9,042)	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	10,510	13,909	22,631	8,722	-	-	-	-
Charges for Services	-	-	-	-	285,000	285,000	296,172	11,172
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	75	75	254	179
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	1,141,694	1,145,093	1,144,773	(320)	285,075	285,075	296,426	11,351
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	118,932	126,532	126,507	25
Operations	-	-	-	-	146,150	138,352	136,312	2,040
Capital Outlay	-	-	-	-	10,000	10,000	2,350	7,650
Debt Service:								
Principal	-	-	-	-	2,850	2,850	2,850	-
Interest	-	-	-	-	-	198	197	1
Total Expenditures	-	-	-	-	277,932	277,932	268,216	9,716
Excess of Revenues over (under) Expenditures	1,141,694	1,145,093	1,144,773	(320)	7,143	7,143	28,210	21,067
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(1,141,388)	(1,144,787)	(1,144,773)	14	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 306	$ 306	$ -	$ (306)	$ 7,143	$ 7,143	$ 28,210	$ 21,067

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds

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	Special Revenue Funds							
	9-1-1 Trust				Big Sky Trust			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	766,408	766,408	1,002,358	235,950	-	1,721,600	360,000	(1,361,600)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	1,342	1,342	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	766,408	766,408	1,003,700	237,292	-	1,721,600	360,000	(1,361,600)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	1,721,600	18,000	1,703,600
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	1,721,600	18,000	1,703,600
Excess of Revenues over (under) Expenditures	766,408	766,408	1,003,700	237,292	-	-	342,000	342,000
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(766,408)	(766,408)	(676,663)	89,745	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ 327,037	$ 327,037	$ -	$ -	$ 342,000	$ 342,000

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Orchard Homes Levee Maintenance				Friends of the Library			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	24,816	22,561	(2,255)
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	90	90
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	24,816	22,651	(2,165)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	20,000	5,693	14,307	-	19,900	19,898	2
Capital Outlay	-	-	-	-	-	4,916	4,916	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	20,000	5,693	14,307	-	24,816	24,814	2
Excess of Revenues over (under) Expenditures	-	(20,000)	(5,693)	14,307	-	-	(2,163)	(2,163)
Other Financing Sources (Uses):								
Transfers In	-	20,000	20,000	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ 14,307	$ 14,307	$ -	$ -	$ (2,163)	$ (2,163)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Special Revenue Funds							
	Friends of the Historical Museum				Other Special Revenue Funds			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	2,500	2,500	2,586	86	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	100	100	49	(51)	-	-	78	78
Private & Local Grants	80,231	80,231	65,529	(14,702)	-	15,000	36,780	21,780
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	82,831	82,831	68,164	(14,667)	-	15,000	36,858	21,858
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	67,500	67,500	60,135	7,365	-	15,100	8,868	6,232
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	67,500	67,500	60,135	7,365	-	15,100	8,868	6,232
Excess of Revenues over (under) Expenditures	15,331	15,331	8,029	(7,302)	-	(100)	27,990	28,090
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(15,281)	(15,281)	(15,281)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 50	$ 50	$ (7,252)	$ (7,302)	$ -	$ (100)	$ 27,990	$ 28,090

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Debt Service Funds							
	Jail Bond				Health Center Bond 1998			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 665,710	$ 668,570	$ 683,544	$ 14,974	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	249,560	249,590	249,561	(29)	37,344	37,344	39,991	2,647
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	649	649	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	915,270	918,160	933,754	15,594	37,344	37,344	39,991	2,647
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	590,000	590,000	590,000	-	35,000	35,000	35,000	-
Interest	126,854	129,714	129,713	1	2,344	2,604	2,604	-
Total Expenditures	716,854	719,714	719,713	1	37,344	37,604	37,604	-
Excess of Revenues over (under) Expenditures	198,416	198,446	214,041	15,595	-	(260)	2,387	2,647
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 198,416	$ 198,446	$ 214,041	$ 15,595	$ -	$ (260)	$ 2,387	$ 2,647

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Debt Service Funds							
	Fair Ice Rink Series 2012 Refinance				Fair Ice Rink Series 2006			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	49,665	60,497	10,832	-	1,415	47,484	46,069
Total Revenues	-	49,665	60,497	10,832	-	1,415	47,484	46,069
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	15,000	60,000	60,000	-	35,000	35,000	35,000	-
Interest	12,263	16,928	16,927	1	23,985	25,400	25,400	-
Total Expenditures	27,263	76,928	76,927	1	58,985	60,400	60,400	-
Excess of Revenues over (under) Expenditures	(27,263)	(27,263)	(16,430)	10,833	(58,985)	(58,985)	(12,916)	46,069
Other Financing Sources (Uses):								
Transfers In	27,263	27,263	68,595	41,332	58,985	58,985	60,050	1,065
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ 52,165	$ 52,165	$ -	$ -	$ 47,134	$ 47,134

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Debt Service Funds							
	Technology Tax Increment				Open Space General Obligation			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 664,153	$ 664,153	$ 660,033	$ (4,120)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	5,510	5,510	5,510	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	669,663	669,663	665,543	(4,120)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	45,000	45,000	45,000	-	505,000	505,000	505,000	-
Interest	55,272	55,322	55,322	-	164,663	164,663	164,612	51
Total Expenditures	100,272	100,322	100,322	-	669,663	669,663	669,612	51
Excess of Revenues over (under) Expenditures	(100,272)	(100,322)	(100,322)	-	-	-	(4,069)	(4,069)
Other Financing Sources (Uses):								
Transfers In	100,272	100,322	100,322	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ -	$ -	$ -	$ -	$ (4,069)	$ (4,069)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Debt Service Funds							
	Health Center Bond 2009				Health Center Bond 2012			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	155,643	155,643	153,842	(1,801)	29,462	30,317	26,213	(4,104)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	155,643	155,643	153,842	(1,801)	29,462	30,317	26,213	(4,104)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	75,000	75,000	75,000	-	20,000	20,000	20,000	-
Interest	80,643	80,643	78,842	1,801	9,462	10,317	10,317	-
Total Expenditures	155,643	155,643	153,842	1,801	29,462	30,317	30,317	-
Excess of Revenues over (under) Expenditures	-	-	-	-	-	-	(4,104)	(4,104)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ -	$ -	$ -	$ -	$ (4,104)	$ (4,104)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Debt Service Funds							
	Larchmont L.O. Irrigation Bonds				RSID Revolving			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	71,663	71,663	71,663	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	6,024	6,024
Total Revenues	71,663	71,663	71,663	-	-	-	6,024	6,024
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	40,000	40,000	40,000	-	-	-	-	-
Interest	31,663	31,663	31,663	-	-	-	-	-
Total Expenditures	71,663	71,663	71,663	-	-	-	-	-
Excess of Revenues over (under) Expenditures	-	-	-	-	-	-	6,024	6,024
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	1,069	1,069
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,093	$ 7,093

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Debt Service Funds			
	Capital Improvements Debt Service			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:				
Property Taxes	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-
Intergovernmental Revenue	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeitures	-	-	-	-
Investment Earnings	-	-	-	-
Private & Local Grants	-	-	-	-
Miscellaneous Revenues	-	-	-	-
Total Revenues	-	-	-	-
Expenditures:				
Current Operations:				
Personnel	-	-	-	-
Operations	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	85,000	140,522	140,522	-
Interest	36,625	174,525	174,525	-
Total Expenditures	121,625	315,047	315,047	-
Excess of Revenues over (under) Expenditures	(121,625)	(315,047)	(315,047)	-
Other Financing Sources (Uses):				
Transfers In	121,625	315,047	310,589	(4,458)
Transfers Out	-	-	-	-
Issuance of Debt	-	-	-	-
Sale of Capital Assets	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ (4,458)	$ (4,458)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
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	Capital Projects							
	Capital Improvments				Technology Fund			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ 594,384	$ 594,384	$ 558,844	$ (35,540)	$ 509,189	$ 509,189	$ 504,210	$ (4,979)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	1,236,000	1,236,000	6,711	(1,229,289)	36,567	36,567	42,316	5,749
Charges for Services	-	-	-	-	40,603	40,603	85,258	44,655
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	777	777	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	205	205	-	-	-	-
Total Revenues	1,830,384	1,830,384	566,537	(1,263,847)	586,359	586,359	631,784	45,425
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	541,503	541,508	469,648	71,860
Capital Outlay	246,580	619,259	619,258	1	705,633	1,010,608	615,499	395,109
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	246,580	619,259	619,258	1	1,247,136	1,552,116	1,085,147	466,969
Excess of Revenues over (under) Expenditures	1,583,804	1,211,125	(52,721)	(1,263,846)	(660,777)	(965,757)	(453,363)	512,394
Other Financing Sources (Uses):								
Transfers In	162,000	162,000	164,602	2,602	1,212,600	1,212,600	1,228,100	15,500
Transfers Out	(160,953)	(389,409)	(389,409)	-	(1,295,255)	(1,298,850)	(1,246,569)	52,281
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	7,395,713	7,395,713	-	(7,395,713)	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 8,980,564	$ 8,379,429	$ (277,528)	$ (8,656,957)	$ (743,432)	$ (1,052,007)	$ (471,832)	$ 580,175

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Capital Projects							
	Milltown Historic Preservation				Open Space			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	234	234	-	-	1,808	1,808
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	234	234	-	-	1,808	1,808
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	41,000	41,000	-	41,000	-	434,000	357,315	76,685
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	41,000	41,000	-	41,000	-	434,000	357,315	76,685
Excess of Revenues over (under) Expenditures	(41,000)	(41,000)	234	41,234	-	(434,000)	(355,507)	78,493
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (41,000)	$ (41,000)	$ 234	$ 41,234	$ -	$ (434,000)	$ (355,507)	$ 78,493

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
Budget and Actual
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	Capital Projects							
	Public Safety Capital Reserve				Park Construction Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	1,800	1,800	1,140	(660)	-	-	482	482
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	11,500	11,500	-	-	-	-
Total Revenues	1,800	1,800	12,640	10,840	-	-	482	482
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	280,000	280,000	155,359	124,641	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	280,000	280,000	155,359	124,641	-	-	-	-
Excess of Revenues over (under) Expenditures	(278,200)	(278,200)	(142,719)	135,481	-	-	482	482
Other Financing Sources (Uses):								
Transfers In	280,000	280,000	280,000	-	-	-	-	-
Transfers Out	-	-	-	-	-	(161,000)	(161,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 1,800	$ 1,800	$ 137,281	$ 135,481	$ -	$ (161,000)	$ (160,518)	$ 482

MISSOULA COUNTY, MONTANA
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Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Capital Projects							
	Weed/Extension Building Reserve				Bridge Capital Reserve			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	20,000	20,000	1,134	(18,866)	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	20,000	20,000	1,134	(18,866)	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	13,490	13,488	2	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	13,490	13,488	2	-	-	-	-
Excess of Revenues over (under) Expenditures	20,000	6,510	(12,354)	(18,864)	-	-	-	-
Other Financing Sources (Uses):								
Transfers In	-	13,490	115,981	102,491	-	-	-	-
Transfers Out	-	-	-	-	-	(283,000)	(283,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 20,000	$ 20,000	$ 103,627	$ 83,627	$ -	$ (283,000)	$ (283,000)	$ -

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
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	Capital Projects							
	Courthouse Reconstruction				Courthouse Reconstruction Phase 2-5			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	1,215,031	1,835,799	1,835,798	1	350,642	1,620,786	1,620,786	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	1,215,031	1,835,799	1,835,798	1	350,642	1,620,786	1,620,786	-
Excess of Revenues over (under) Expenditures	(1,215,031)	(1,835,799)	(1,835,798)	1	(350,642)	(1,620,786)	(1,620,786)	-
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	540,518	1,810,662	1,810,662	-
Transfers Out	-	(1,810,662)	(1,810,662)	-	-	-	-	-
Issuance of Capital Lease	8,279,482	8,900,250	8,912,424	12,174	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ 7,064,451	$ 5,253,789	$ 5,265,964	$ 12,175	$ 189,876	$ 189,876	$ 189,876	$ -

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Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
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	Capital Projects							
	RVSD Building Construction				Grants Building Construction			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	-	-	-	-
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	41,732	41,732	-	-	1,019,520	1,019,519	1
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	-	41,732	41,732	-	-	1,019,520	1,019,519	1
Excess of Revenues over (under) Expenditures	-	(41,732)	(41,732)	-	-	(1,019,520)	(1,019,519)	1
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	41,732	-	(41,732)	-	1,019,520	-	(1,019,520)
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ -	$ -	$ (41,732)	$ (41,732)	$ -	$ -	$ (1,019,519)	$ (1,019,519)

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2014
(Page 34 of 34)

	Capital Projects				Totals			
	Admin Bldg Acquisition Reserve							
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	$ -	$ -	$ -	$ -	$ 17,610,534	$ 17,618,735	$ 17,506,249	$ (112,486)
License & Permits	-	-	-	-	770,225	771,225	895,140	123,915
Intergovernmental Revenue	-	-	-	-	11,853,748	14,032,259	9,630,607	(4,401,652)
Charges for Services	-	-	-	-	3,101,567	3,166,283	2,901,332	(264,951)
Fines & Forfeitures	-	-	-	-	243,350	243,350	229,067	(14,283)
Investment Earnings	-	-	-	-	23,905	23,905	10,818	(13,087)
Private & Local Grants	-	-	-	-	203,056	240,266	249,980	9,714
Miscellaneous Revenues	-	-	-	-	392,813	452,333	676,536	224,203
Total Revenues	-	-	-	-	34,199,198	36,548,356	32,099,729	(4,448,627)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	16,448,252	16,653,738	15,913,586	740,152
Operations	-	-	-	-	12,856,907	16,273,825	11,693,080	4,580,745
Capital Outlay	280,000	280,000	280,000	-	5,950,552	10,537,345	8,673,412	1,863,933
Debt Service:								
Principal	-	-	-	-	1,629,269	1,743,406	1,743,406	-
Interest	-	-	-	-	553,323	701,520	698,840	2,680
Total Expenditures	280,000	280,000	280,000	-	37,438,303	45,909,834	38,722,324	7,187,510
Excess of Revenues over (under) Expenditures	(280,000)	(280,000)	(280,000)	-	(3,239,105)	(9,361,478)	(6,622,595)	(11,636,137)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	5,234,437	7,009,640	6,887,075	(122,565)
Transfers Out	-	-	-	-	(4,945,415)	(7,759,465)	(7,588,016)	171,449
Issuance of Debt	-	-	-	-	8,649,482	9,900,250	8,912,424	(987,826)
Sale of Capital Assets	-	-	-	-	7,405,713	8,466,965	-	(8,466,965)
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	$ (280,000)	$ (280,000)	$ (280,000)	$ -	$ 13,105,112	$ 8,255,912	$ 1,588,888	$ (21,042,044)

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one department to another on a cost-reimbursement basis.

Risk Management Fund – To account for taxes and other revenues used for insurance and risk management purposes.

Health Insurance Fund – To account for the County's self insurance program for employee health, dental and vision insurance.

Workers' Compensation Fund – To account for the County's self-insured workers' compensation program and related debt issues.

Excess Loss Fund – To account for the County's self-insured plan that provides a layer of re-insurance to the Risk Management, Health Insurance, and Workers' Compensation plans.

Other Benefits Programs – To account for the County's programs for wellness, dependant care and medical flexible benefits plans.

Information Systems Operations – To account for the budget for the County's Information Services department.

Telephone Services – To account for the County's telephone system.

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MISSOULA COUNTY, MONTANA
Combining Balance Sheet
Internal Service Funds
June 30, 2014

	Risk Management	Health Insurance	Workers' Compensation	Excess Loss	Other Benefits Programs	Information Services Operations	Telephone Services	Total
Assets								
Current Assets:								
Cash & Cash Equivalents	$ 3,001	$ 47,473	$ 97,174	$ 6,072	$ 776	$ -	$ 5,285	$ 159,781
Investments	204,525	4,899,522	6,944,737	413,847	52,896	-	360,231	12,875,758
Taxes Receivable, net	65,450	-	-	-	-	-	-	65,450
Accounts Receivable	-	-	-	-	-	-	5,034	5,034
Interest Receivable	97	9,997	11,484	195	-	-	-	21,773
Prescription Rebate Receivable	-	6,420	-	-	-	-	-	6,420
Contributions Receivable	-	493,643	61,825	-	-	-	-	555,468
Reinsurance Receivable	-	38,308	-	-	-	-	-	38,308
Due from Other Funds	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	27,435	-	-	-	-	27,435
Total Current Assets	273,073	5,495,363	7,142,655	420,114	53,672	-	370,550	13,755,427
Noncurrent Assets:								
Capital Assets, net	-	147,521	-	-	-	-	312,065	459,586
Total Assets	$ 273,073	$ 5,642,884	$ 7,142,655	$ 420,114	$ 53,672	$ -	$ 682,615	$ 14,215,013
Liabilities								
Current Liabilities:								
Accounts Payable	$ 660	$ 55,670	$ -	$ -	$ 5,142	$ 1,025	$ 8,859	$ 71,356
Accrued Payroll	1,435	36,747	-	-	-	30,173	3,154	71,509
Contributions Paid in Advance	-	28,071	251	-	-	-	-	28,322
Liability for Claims, Current Portion	708,000	584,015	600,000	-	-	-	-	1,892,015
Total Current Liabilities	710,095	704,503	600,251	-	5,142	31,198	12,013	2,063,202
Noncurrent Liabilities:								
Liability for Claims, net of Current Portion	1,073,537	-	2,293,800	-	-	-	-	3,367,337
Total Liabilities	1,783,632	704,503	2,894,051	-	5,142	31,198	12,013	5,430,539
Net Position								
Net Investment in Capital Assets	-	147,521	-	-	-	-	312,065	459,586
Unrestricted	(1,510,559)	4,790,860	4,248,604	420,114	48,530	(31,198)	358,537	8,324,888
Total Net Position	(1,510,559)	4,938,381	4,248,604	420,114	48,530	(31,198)	670,602	8,784,474
Total Liabilities and Net Position	$ 273,073	$ 5,642,884	$ 7,142,655	$ 420,114	$ 53,672	$ -	$ 682,615	$ 14,215,013

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For Fiscal Year Ended June 30, 2014

	Risk Management	Health Insurance	Workers' Compensation	Excess Loss	Other Benefits Programs	Information Services Operations	Telephone Services	Total
Operating Revenues:								
Charges for Services	$ -	$ 9,115,973	$ 1,528,072	$ -	$ 376,761	$ -	$ 342,618	$ 11,363,424
Rental Income	-	28,170	-	-	-	-	-	28,170
Rebates	-	42,029	-	-	-	-	-	42,029
Total Operating Revenues	-	9,186,172	1,528,072	-	376,761	-	342,618	11,433,623
Operating Expenses:								
Personnel	58,255	346,373	102,063	-	-	1,176,220	124,916	1,807,827
Operations	17,250	-	-	-	421,844	25,065	149,273	613,432
Claims	878,797	6,680,169	346,420	-	-	-	-	7,905,386
Reinsurance Premiums	242,620	477,815	102,268	-	-	-	-	822,703
Administrative	-	273,540	218,076	-	-	-	-	491,616
Depreciation and Amortization	-	6,269	-	-	-	-	41,413	47,682
Total Operating Expense	1,196,922	7,784,166	768,827	-	421,844	1,201,285	315,602	11,688,646
Income (Loss) from Operations	(1,196,922)	1,402,006	759,245	-	(45,083)	(1,201,285)	27,016	(255,023)
Non-operating Revenues (Expenses):								
Property Taxes	603,723	-	-	-	-	-	-	603,723
Investment Earnings	620	22,351	28,445	1,244	-	-	-	52,660
Intergovernmental Revenues	67,612	-	-	-	-	-	-	67,612
Net Income (Loss) before Transfers	(524,967)	1,424,357	787,690	1,244	(45,083)	(1,201,285)	27,016	468,972
Transfers In	292,825	9,276	-	15,000	70,000	1,196,146	-	1,583,247
Transfers Out	(6,800)	(85,000)	-	-	-	-	-	(91,800)
Change in Net Position	(238,942)	1,348,633	787,690	16,244	24,917	(5,139)	27,016	1,960,419
Net Position - Beginning of Year	(1,271,617)	3,589,748	3,460,914	403,870	23,613	(26,059)	643,586	6,824,055
Restatement	-	-	-	-	-	-	-	-
Net Position - Beginning of Year, Restated	(1,271,617)	3,589,748	3,460,914	403,870	23,613	(26,059)	643,586	6,824,055
Net Position - End of Year	$ (1,510,559)	$ 4,938,381	$ 4,248,604	$ 420,114	$ 48,530	$ (31,198)	$ 670,602	$ 8,784,474

MISSOULA COUNTY, MONTANA
Combining Statement of Cash Flows
Internal Service Funds
For Fiscal Year Ended June 30, 2014
(Page 1 of 2)

	Risk Management	Health Insurance	Workers' Compensation	Excess Loss	Other Benefits Programs	Information Services Operations	Telephone Services	Total
Cash flows from operating activities:								
Cash receipts for charges for services	$ -	$ 9,081,438	$ 1,517,575	$ -	$ 376,761	$ -	$ 340,962	$ 11,316,736
Cash receipts for rebates	-	42,814	-	-	-	-	-	42,814
Cash receipts for rent charged	-	28,170	-	-	-	-	-	28,170
Cash payments to employees for services	(58,063)	(341,701)	(102,063)	-	-	(1,170,827)	(125,102)	(1,797,756)
Cash payments for reinsurance premiums	(241,960)	(437,574)	(95,171)	-	-	-	-	(774,705)
Cash payments for administrative expenses	-	(236,336)	(241,890)	-	-	-	-	(478,226)
Cash payments for claims expenses	(1,291,061)	(6,926,846)	(442,215)	-	(420,039)	-	-	(9,080,161)
Cash payments to other suppliers for goods and services	(17,250)	-	-	-	-	(25,319)	(147,596)	(190,165)
Net cash provided (used) by operating activities	(1,608,334)	1,209,965	636,236	-	(43,278)	(1,196,146)	68,264	(933,293)
Cash flows from non-capital financing activities:								
Property taxes	598,104	-	-	-	-	-	-	598,104
Advances (to) from other funds	-	-	-	-	-	-	-	-
Transfers in from primary government	292,825	9,276	-	15,000	70,000	1,196,146	-	1,583,247
Transfers in from agency fund	-	-	-	-	-	-	-	-
Transfers out to other funds	(6,800)	(85,000)	-	-	-	-	-	(91,800)
Intergovernmental sources	67,612	-	-	-	-	-	-	67,612
Other cash receipts	-	-	-	-	-	-	-	-
Net cash provided by non-capital financing activities	951,741	(75,724)	-	15,000	70,000	1,196,146	-	2,157,163
Cash flows from capital financing activities:								
Purchase of capital assets	-	-	-	-	-	-	-	-
Cash paid for interest	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-
Principal payments on long-term debt	-	-	-	-	-	-	-	-
Net cash provided by capital financing activities	-	-	-	-	-	-	-	-
Cash flows from investing activities:								
Purchases of investment securities	-	(3,496,376)	(3,432,656)	(426,148)	(78,895)	-	(424,506)	(7,858,581)
Proceeds of sale and maturities of investment securities	651,957	2,326,844	2,790,000	412,515	52,726	-	359,072	6,593,114
Interest on investments	523	21,422	25,507	1,371	-	-	-	48,823
Net cash provided (used) by investing activities	652,480	(1,148,110)	(617,149)	(12,262)	(26,169)	-	(65,434)	(1,216,644)
Net increase (decrease) in cash and cash equivalents	(4,113)	(13,869)	19,087	2,738	553	-	2,830	7,226
Cash and cash equivalents at beginning of year	7,114	61,342	78,087	3,334	223	-	2,455	152,555
Cash and cash equivalents at end of year	$ 3,001	$ 47,473	$ 97,174	$ 6,072	$ 776	$ -	$ 5,285	$ 159,781

MISSOULA COUNTY, MONTANA
Combining Statement of Cash Flows
Internal Service Funds
For Fiscal Year Ended June 30, 2014
(Page 2 of 2)

Reconciliation of Income from Operations to Cash Provided (Used) by Operations

	Risk Management	Health Insurance	Workers' Compensation	Excess Loss	Other Benefits Programs	Information Services Operations	Telephone Services	Total
Income (loss) from operations	$ (1,196,922)	$ 1,402,006	$ 759,245	$ -	$ (45,083)	$ (1,201,285)	$ 27,016	$ (255,023)
Adjustments to reconcile income (loss) from operations to net cash provided (used) by operating activities:								
Depreciation and amortization	-	6,269	-	-	-	-	41,413	47,682
Change in assets and liabilities:								
Decrease (increase) in receivables	-	(59,459)	(10,497)	-	-	-	(1,656)	(71,612)
Decrease (increase) in rebate receivables	-	785	-	-	-	-	-	785
Decrease (increase) in reinsurance receivables		(38,308)						(38,308)
Decrease (increase) in prepaid costs	-	40,241	(16,535)	-	-	-	-	23,706
Increase (decrease) in payables and contributions paid in advanc	660	37,204	(182)	-	1,805	(254)	1,677	40,910
Increase (decrease) in accrued liabilities	(412,072)	(178,773)	(95,795)	-	-	5,393	(186)	(681,433)
Net cash provided (used) by operating activities	$ (1,608,334)	$ 1,209,965	$ 636,236	$ -	$ (43,278)	$ (1,196,146)	$ 68,264	$ (933,293)

Supplemental Disclosure of Cash Flow Information

Noncash capital financing, non-capital financing and investing activities:
The Health Insurance Plan and the Workers' Compensation Plan had $5,657 and $2,249, respectively, of net investment loss that was absorbed by their trust portfolios for the year.

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2014
(Page 1 of 4)

	Risk Management				Health Insurance			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	$ -	$ -	$ -	$ -	$ 9,773,870	$ 9,886,558	$ 9,081,438	$ (805,120)
Total Operating Revenue	-	-	-	-	9,773,870	9,886,558	9,081,438	(805,120)
Operating Expense:								
Personnel	64,765	64,765	58,063	6,702	350,742	372,242	341,701	30,541
Operations	874,650	1,554,775	1,550,271	4,504	9,441,300	9,441,300	7,600,756	1,840,544
Total Operating Expense	939,415	1,619,540	1,608,334	11,206	9,792,042	9,813,542	7,942,457	1,871,085
Income (Loss) from Operation	(939,415)	(1,619,540)	(1,608,334)	11,206	(18,172)	73,016	1,138,981	1,065,965
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	604,290	604,290	598,105	(6,185)	-	-	-	-
Investment Earnings	500	500	577	77	14,000	14,000	15,796	1,796
Intergovernmental Revenue	60,790	60,790	67,612	6,822	-	-	-	-
Interest Expense	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	28,000	28,000	28,170	170
Rebates	-	-	-	-	45,000	45,000	42,814	(2,186)
Capital Outlay	-	-	-	-	-	-	-	-
Net Income (Loss) before Transfers	(273,835)	(953,960)	(942,040)	11,920	68,828	160,016	1,225,761	1,065,745
Transfers In	292,823	292,823	292,825	2	59,265	59,265	9,276	(49,989)
Transfers Out	(21,800)	(21,800)	(6,800)	15,000	(85,000)	(85,000)	(85,000)	-
Change in Net Position	$ (2,812)	$ (682,937)	$ (656,015)	$ 26,922	$ 43,093	$ 134,281	$ 1,150,037	$ 1,015,756

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2014
(Page 2 of 4)

	Workers' Compensation				Excess Loss			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	$ 1,350,000	$ 1,350,000	$ 1,517,826	$ 167,826	$ -	$ -	$ -	$ -
Total Operating Revenue	1,350,000	1,350,000	1,517,826	167,826	-	-	-	-
Operating Expense:								
Personnel	106,510	106,510	102,063	4,447	-	-	-	-
Operations	974,500	974,500	779,527	194,973	-	-	-	-
Total Operating Expense	1,081,010	1,081,010	881,590	199,420	-	-	-	-
Income (Loss) from Operation	268,990	268,990	636,236	367,246	-	-	-	-
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	-	-	-	-
Investment Earnings	26,000	26,000	23,258	(2,742)	1,000	1,000	894	(106)
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Interest Expense	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Rebates	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Net Income (Loss) before Transfers	294,990	294,990	659,494	364,504	1,000	1,000	894	(106)
Transfers In	-	-	-	-	45,000	45,000	15,000	(30,000)
Transfers Out	(295,000)	(295,000)	-	295,000	(100,000)	(100,000)	-	100,000
Change in Net Position	$ (10)	$ (10)	$ 659,494	$ 659,504	$ (54,000)	$ (54,000)	$ 15,894	$ 69,894

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2014
(Page 3 of 4)

	Other Benefits Programs				Information Services Operations			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	$ 387,000	$ 587,000	$ 376,761	$ (210,239)	$ -	$ -	$ -	$ -
Total Operating Revenue	387,000	587,000	376,761	(210,239)	-	-	-	-
Operating Expense:								
Personnel	-	-	-	-	1,278,405	1,273,530	1,170,827	102,703
Operations	457,000	657,000	421,844	235,156	16,850	25,320	25,319	1
Total Operating Expense	457,000	657,000	421,844	235,156	1,295,255	1,298,850	1,196,146	102,704
Income (Loss) from Operation	(70,000)	(70,000)	(45,083)	24,917	(1,295,255)	(1,298,850)	(1,196,146)	102,704
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Interest Expense	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Rebates	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Net Income (Loss) before Transfers	(70,000)	(70,000)	(45,083)	24,917	(1,295,255)	(1,298,850)	(1,196,146)	102,704
Transfers In	70,000	70,000	70,000	-	1,295,255	1,298,850	1,196,146	(102,704)
Transfers Out	-	-	-	-	-	-	-	-
Change in Net Position	$ -	$ -	$ 24,917	$ 24,917	$ -	$ -	$ -	$ -

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Position (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2014
(Page 4 of 4)

	Telephone Services				Totals			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	$ 281,280	$ 281,280	$ 342,618	$ 61,338	$ 11,792,150	$ 12,104,838	$ 11,318,643	$ (786,195)
Total Operating Revenue	281,280	281,280	342,618	61,338	11,792,150	12,104,838	11,318,643	(786,195)
Operating Expense:								
Personnel	116,689	125,104	125,102	2	1,917,111	1,942,151	1,797,756	144,395
Operations	164,591	156,176	147,596	8,580	11,928,891	12,809,071	10,525,313	2,283,758
Depreciation	-	-	-	-	-	-	-	-
Total Operating Expense	281,280	281,280	272,698	8,582	13,846,002	14,751,222	12,323,069	2,428,153
Income (Loss) from Operation	-	-	69,920	69,920	(2,053,852)	(2,646,384)	(1,004,426)	1,641,958
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	604,290	604,290	598,105	(6,185)
Investment Earnings	-	-	-	-	41,500	41,500	40,525	(975)
Intergovernmental Revenue	-	-	-	-	60,790	60,790	67,612	6,822
Interest Expense	-	-	-	-	-	-	-	-
Other Expense	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	28,000	28,000	28,170	170
Rebates	-	-	-	-	45,000	45,000	42,814	(2,186)
Debt Service Principal Payment	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Reimbursement for Claims Incurred	-	-	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-	-	-
Net Income (Loss) before Transfers	-	-	69,920	69,920	(1,274,272)	(1,866,804)	(227,200)	1,639,604
Transfers In	-	-	-	-	1,762,343	1,765,938	1,583,247	(182,691)
Transfers Out	-	-	-	-	(501,800)	(501,800)	(91,800)	410,000
Change in Net Position	$ -	$ -	$ 69,920	$ 69,920	$ (13,729)	$ (602,666)	$ 1,264,247	$ 1,866,913

TRUST AND AGENCY FUNDS

Trust and agency funds are used to account for situations where the County holds assets in trust or acts as an agent for another governmental entity or an individual.

Investment Trust Funds – To account for external participants' share of the County's investment pool and investments held separate for external participants.

Schools Fund – To account for revenues collected and cash held for various school districts.

Other Local Taxing Units Fund – To account for revenues collected and cash held for fire districts, irrigation districts, cemetery districts, the hospital district, the mosquito district and the urban transportation district.

State Fund – To account for revenues collected and cash held for the State of Montana.

City Fund – To account for revenues collected and cash held for the City of Missoula.

Other Post-Employment Benefits – To account for revenues collected and cash held for post employment benefits.

Payroll and Claims Fund – To account for the County's payroll and claims clearing activities.

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MISSOULA COUNTY, MONTANA
Combining Statement of Fiduciary Net Position
June 30, 2014

	External Pool Investment Trust
Assets	
Cash & Cash Equivalents	$ 747,210
Investments, at Fair Value:	
Securities	12,306,745
Money Markets	2,352,107
Repurchase Agreements	3,841,307
STIP	32,427,183
Total Investments	50,927,342
Total Assets	51,674,552
Net Position	
Funds Held in Trust for:	
Investment Trusts	51,674,552
Total Net Position	$ 51,674,552

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Fiduciary Net Position
For Fiscal Year Ended June 30, 2014

	External Pool Investment Trust
Additions	
Interest Income	$ 114,058
Net Investment Income	114,058
Participant Investments in Pool	274,726,557
Total Additions	274,840,615
Deductions	
Distribution to Participants	(272,482,201)
Total Deductions	(272,482,201)
Change in Net Position	2,358,414
Net Position Held in Trust for Pool Participants	
Net Position - Beginning of Year	49,316,138
Net Position - End of Year	$ 51,674,552

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For Fiscal Year Ended June 30, 2014
(Page 1 of 4)

SCHOOLS

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Cash with Fiscal Agents	$ 2,276,109	$ 1,338,177	$ 2,276,109	$ 1,338,177
Property Taxes Receivable (net)	5,378,878	60,709,385	60,092,954	5,995,309
Total Assets	$ 7,654,987	$ 62,047,562	$ 62,369,063	$ 7,333,486
Liabilities:				
Due to Other Agencies	$ 7,654,987	$ 62,047,562	$ 62,369,063	$ 7,333,486
Total Liabilities	$ 7,654,987	$ 62,047,562	$ 62,369,063	$ 7,333,486

OTHER LOCAL TAXING UNITS

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Cash with Fiscal Agents	$ 22,818	$ 28,264	$ 22,818	$ 28,264
Property Taxes Receivable (net)	945,289	10,011,358	9,988,449	968,198
Total Assets	$ 968,107	$ 10,039,622	$ 10,011,267	$ 996,462
Liabilities:				
Due to Other Agencies	$ 968,107	$ 10,039,622	$ 10,011,267	$ 996,462
Total Liabilities	$ 968,107	$ 10,039,622	$ 10,011,267	$ 996,462

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2014
(Page 2 of 4)

STATE

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Property Taxes Receivable (net)	$ 1,242,838	$ 23,432,279	$ 23,456,795	$ 1,218,322
Total Assets	$ 1,242,838	$ 23,432,279	$ 23,456,795	$ 1,218,322
Liabilities:				
Due to Other Agencies	$ 1,242,838	$ 23,432,279	$ 23,456,795	$ 1,218,322
Total Liabilities	$ 1,242,838	$ 23,432,279	$ 23,456,795	$ 1,218,322

CITY

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Property Taxes Receivable (net)	$ 3,435,105	$ 38,615,574	$ 38,069,447	$ 3,981,232
Accounts Receivable	410,976	162,391	410,976	162,391
Total Assets	$ 3,846,081	$ 38,777,965	$ 38,480,423	$ 4,143,623
Liabilities:				
Due to Other Agencies	$ 3,846,081	$ 38,777,965	$ 38,480,423	$ 4,143,623
Total Liabilities	$ 3,846,081	$ 38,777,965	$ 38,480,423	$ 4,143,623

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2014
(Page 3 of 4)

OTHER POST-RETIREMENT BENEFITS (OPEB)

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Cash & Cash Equivalents	$ 269,275	$ 705,815	$ 974,110	$ 980
Investments	-	101,098	-	101,098
Other Assets	2,085	526	2,085	526
Total Assets	$ 271,360	$ 807,439	$ 976,195	$ 102,604
Liabilities:				
Accounts & Warrants Payable	$ 1,173	$ 30,778	$ 28,516	$ 3,435
Other Liabilities	270,187	449,148	620,166	99,169
Total Liabilities	$ 271,360	$ 479,926	$ 648,682	$ 102,604

PAYROLL & CLAIMS

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Cash & Cash Equivalents	$ 12,300	$ 24,525	$ 12,300	$ 24,525
Investments	1,476,601	1,671,556	1,476,601	1,671,556
Total Assets	$ 1,488,901	$ 1,696,081	$ 1,488,901	$ 1,696,081
Liabilities:				
Accounts & Warrants Payable	$ 1,488,901	$ 1,696,081	$ 1,488,901	$ 1,696,081
Total Liabilities	$ 1,488,901	$ 1,696,081	$ 1,488,901	$ 1,696,081

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2014
(Page 4 of 4)

TOTAL AGENCY FUNDS

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Assets:				
Cash & Cash Equivalents	$ 281,575	$ 730,340	$ 986,410	$ 25,505
Cash with Fiscal Agents	2,298,927	1,366,441	2,298,927	1,366,441
Investments	1,476,601	1,772,654	1,476,601	1,772,654
Property Taxes Receivable (net)	11,002,110	132,768,596	131,607,645	12,163,061
Accounts Receivable	410,976	162,391	410,976	162,391
Other Assets	2,085	526	2,085	526
Total Assets	$ 15,472,274	$ 136,800,948	$ 136,782,644	$ 15,490,578
Liabilities:				
Accounts & Warrants Payable	$ 1,490,074	$ 1,726,859	$ 1,517,417	$ 1,699,516
Other Liabilities	270,187	449,148	620,166	99,169
Due to Other Agencies	13,712,013	134,297,428	134,317,548	13,691,893
Total Liabilities	$ 15,472,274	$ 136,473,435	$ 136,455,131	$ 15,490,578

CAPITAL ASSETS

Capital assets used in the operation of Governmental Funds

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MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedule By Source [1]
June 30, 2014 and 2013

	2014	2013
Governmental Funds Capital Assets:		
Land	$ 7,317,038	$ 7,197,736
Buildings	45,678,723	40,681,762
Machinery and Equipment	23,828,142	23,171,811
Infrastructure	55,261,353	55,247,094
Construction in Progress	14,744,799	12,606,532
Total Governmental Funds Capital Assets	$ 146,830,055	$ 138,904,935
Investment in Governmental Funds Capital Assets by Source:		
General Fund	$ 12,493,417	$ 11,296,570
Special Revenue Fund	110,766,772	103,619,523
Federal Grants	21,623,770	22,042,746
Initial Start of System	1,946,096	1,946,096
Total Governmental Funds Capital Assets	$ 146,830,055	$ 138,904,935

[1] This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity [1]
June 30, 2014

Function and Activity	Land	Buildings	Machinery and Equipment	Infrastructure	Construction in Progress	Total
General Government:						
Administration and Finance	$ -	$ -	$ 556,412	$ -	$ -	$ 556,412
Records and Election	-	-	771,215	-	-	771,215
Data Processing	-	-	542,444	-	292,696	835,140
General Services	14,203	5,518,690	1,055,819	-	1,479,096	8,067,808
Criminal Justice	-	-	113,714	-	2,149,128	2,262,842
Total General Government	14,203	5,518,690	3,039,604	-	3,920,920	12,493,417
Public Works:						
Road & Bridge	135,100	2,606,988	7,946,364	53,522,518	1,818,628	66,029,598
Missoula Development Authority	-	-	-	1,390,062	5,190,907	6,580,969
Weed & Extension	-	-	170,383	-	47,260	217,643
Seeley Lake Refuse	65,400	110,793	20,160	-	-	196,353
Total Public Works	200,500	2,717,781	8,136,907	54,912,580	7,056,795	73,024,563
Public Safety:						
Sheriff	19,199	2,140,283	3,216,435	60,000	3,560,228	8,996,145
Communications	-	3,475,665	6,666,695	-	-	10,142,360
Detention Center	1,791,035	23,282,670	1,249,834	-	-	26,323,539
Total Public Safety	1,810,234	28,898,618	11,132,964	60,000	3,560,228	45,462,044
Public Health:						
City/County Health	58,162	1,989,580	285,523	-	165,124	2,498,389
Environmental Health	-	5,000	502,521	-	-	507,521
Total Public Health	58,162	1,994,580	788,044	-	165,124	3,005,910
Social and Economic Services	-	1,022,194	38,435	-	41,732	1,102,361
Culture and Recreation	2,015,696	5,526,860	692,188	288,773	-	8,523,517
Nondepartmental	1,946,096	-	-	-	-	1,946,096
Land Held for Resale	1,272,147	-	-	-	-	1,272,147
Total Governmental Funds Capital Assets	$ 7,317,038	$ 45,678,723	$ 23,828,142	$ 55,261,353	$ 14,744,799	$ 146,830,055

[1] This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of Net Position.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes By Function and Activity [1]
For Fiscal Year Ended June 30, 2014

Function and Activity	Governmental Funds Capital Assets July 1, 2013	Adjustments & Reclasses	As Restated July 1, 2013	Additions	Deductions	Governmental Funds Capital Assets June 30, 2014
General Government:						
Administration and Finance	$ 556,412	$ -	$ 556,412	$ -	$ -	$ 556,412
Records and Election	771,215	-	771,215	-	-	771,215
Data Processing	752,396	-	752,396	95,272	(12,528)	835,140
General Services	7,664,236	-	7,664,236	507,540	(103,968)	8,067,808
Criminal Justice	1,552,311	-	1,552,311	710,531	-	2,262,842
Total General Government	11,296,570	-	11,296,570	1,313,343	(116,496)	12,493,417
Public Works:						
Road & Bridge	65,305,442	(29,560)	65,275,882	2,440,578	(1,686,862)	66,029,598
Missoula Development Authority	5,897,539	-	5,897,539	683,430	-	6,580,969
Weed & Extension	136,540	29,560	166,100	51,543	-	217,643
Seeley Lake Refuse	196,353	-	196,353	-	-	196,353
Total Public Works	71,535,874	-	71,535,874	3,175,551	(1,686,862)	73,024,563
Public Safety:						
Sheriff	6,456,856	-	6,456,856	2,667,702	(128,413)	8,996,145
Communications	9,329,969	-	9,329,969	4,636,960	(3,824,569)	10,142,360
Detention Center	25,978,185	-	25,978,185	622,119	(276,765)	26,323,539
Total Public Safety	41,765,010	-	41,765,010	7,926,781	(4,229,747)	45,462,044
Public Health:						
City/County Health	2,335,027	-	2,335,027	163,362	-	2,498,389
Environmental Health	465,826	-	465,826	41,695	-	507,521
Total Public Health	2,800,853	-	2,800,853	205,057	-	3,005,910
Social and Economic Services	31,119	-	31,119	1,071,242	-	1,102,361
Culture and Recreation	8,257,266	-	8,257,266	319,411	(53,160)	8,523,517
Nondepartmental	1,946,096	-	1,946,096	-	-	1,946,096
Land Held for Resale	1,272,147	-	1,272,147	-	-	1,272,147
Total General Capital Assets	$ 138,904,935	$ -	138,904,935	14,011,385	$ (6,086,265)	$ 146,830,055

[1] This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of Net Position.

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STATISTICAL SECTION

STATISTICAL SECTION

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends
This segment contains trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity
This segment includes information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity
This segment presents information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Economic & Demographic Information
This segment depicts demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information
This segment displays service and capital asset data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise stated, the information in this section is derived from the comprehensive annual financial reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* , in FY 2003; schedules presenting government-wide activities include information beginning from that year.

MISSOULA COUNTY, MONTANA
Net Position by Component
Last Ten Fiscal Years

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental Activities										
Net Investment in Capital Assets	$ 16,970,735	$ 28,223,190	$ 34,873,468	$ 41,799,334	$ 47,859,926	$ 50,908,218	$ 52,441,539	$ 56,576,425	$ 69,649,599	$ 67,011,808
Restricted	1,463,452	1,466,019	1,755,298	1,550,263	1,275,007	2,393,072	15,967,427	35,802,909	17,685,419	19,139,960
Unrestricted	18,919,713	18,975,049	31,255,020	28,155,028	36,814,281	36,385,797	23,837,507	2,894,401	11,556,859	15,680,483
Total Governmental Activities Net Position	$ 37,353,900	$ 48,664,258	$ 67,883,786	$ 71,504,625	$ 85,949,214	$ 89,687,087	$ 92,246,473	$ 95,273,735	$ 98,891,877	$ 101,832,251
Business-type Activities										
Net Investment in Capital Assets	$ 2,278,903	$ 2,199,939	$ 2,125,419	$ 2,125,336	$ 2,601,442	$ 4,052,553	$ 3,656,007	$ 4,680,442	$ 4,626,843	$ 4,605,935
Unrestricted	1,298,087	1,377,281	1,622,661	1,778,396	1,581,937	1,046,487	2,593,970	1,255,778	1,340,953	1,360,612
Total Business-type Activities Net Position	$ 3,576,990	$ 3,577,220	$ 3,748,080	$ 3,903,732	$ 4,183,379	$ 5,099,040	$ 6,249,977	$ 5,936,220	$ 5,967,796	$ 5,966,547
Primary Government										
Net Investment in Capital Assets	$ 19,249,638	$ 30,423,129	$ 36,998,887	$ 43,924,670	$ 50,461,368	$ 54,960,771	$ 56,097,546	$ 60,761,678	$ 74,276,442	$ 71,617,743
Restricted	1,463,452	1,466,019	1,755,298	1,550,263	1,275,007	2,393,072	15,967,427	35,802,909	17,685,419	19,139,960
Unrestricted	20,217,800	20,352,330	32,877,681	29,933,424	38,396,218	37,432,284	26,431,477	4,150,179	12,897,812	17,041,095
Total Primary Government Net Position	$ 40,930,890	$ 52,241,478	$ 71,631,866	$ 75,408,357	$ 90,132,593	$ 94,786,127	$ 98,496,450	$100,714,766	$104,859,673	$ 107,798,798

MISSOULA COUNTY, MONTANA
Schedule of Changes in Net Position
Last Ten Fiscal Years
(Page 1 of 2)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental Activities:										
General Government	$ 9,656,328	$ 10,793,516	$ 10,616,135	$ 11,532,881	$ 12,236,110	$ 11,885,058	$ 13,978,668	$ 15,820,520	$ 20,445,707	$ 17,283,281
Criminal Justice	4,813,728	5,119,123	3,300,060	3,729,153	3,758,712	3,847,607	4,128,781	4,276,443	2,979,747	3,616,057
Public Safety	14,852,072	17,060,430	17,487,042	17,933,310	18,135,508	18,831,204	20,042,141	20,051,543	17,752,142	17,764,481
Public Works	6,641,539	8,022,496	17,948,738	13,520,691	6,065,827	10,604,449	10,172,173	10,654,220	11,155,178	11,364,880
Public Health	4,517,190	5,093,221	5,542,050	5,903,619	5,860,795	6,041,743	6,542,193	6,970,001	7,547,594	7,381,596
Social & Economic Services	3,455,239	3,702,861	4,289,787	4,078,319	4,615,766	4,686,338	2,339,977	2,730,068	2,326,781	1,758,902
Culture & Recreation	4,252,141	4,090,539	3,889,031	4,493,107	4,333,841	4,473,973	5,156,053	5,266,106	4,845,283	4,592,167
Housing & Community Development	2,007,925	1,845,512	2,601,639	3,435,749	2,918,937	2,819,982	3,875,925	1,829,234	1,782,217	5,057,663
Interest on Long-term Debt	1,196,809	935,898	1,133,118	1,261,685	1,145,352	1,543,010	1,654,795	1,357,720	1,112,108	1,381,506
Total Governmental Activities Expenses	51,392,971	56,663,596	66,807,600	65,888,514	59,070,848	64,733,364	67,890,706	68,955,855	69,946,757	70,200,533
Business-type Activities:										
Larchmont Golf Course	795,539	859,193	880,832	852,695	847,389	860,865	854,062	877,081	897,720	904,531
Rural Special Improvement Districts	767,857	703,456	720,567	707,010	735,247	382,198	822,299	1,309,864	922,016	942,995
Total Business-type Activities Expenses	1,563,396	1,562,649	1,601,399	1,559,705	1,582,636	1,243,063	1,676,361	2,186,945	1,819,736	1,847,526
Total Primary Government Expenses	$ 52,956,367	$ 58,226,245	$ 68,408,999	$ 67,448,219	$ 60,653,484	$ 65,976,427	$ 69,567,067	$ 71,142,800	$ 71,766,493	$ 72,048,059
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	$ 4,917,291	$ 5,066,931	$ 4,909,952	$ 4,596,879	$ 4,405,714	$ 4,370,193	$ 4,757,274	$ 4,944,047	$ 5,002,429	$ 4,922,055
Criminal Justice	969,501	895,178	831,522	876,544	910,461	882,066	855,132	784,263	797,539	848,911
Public Safety	3,385,998	3,686,470	4,007,155	5,845,885	5,218,345	5,097,532	5,144,087	6,391,991	5,384,210	5,581,416
Public Works	1,013,088	1,335,476	2,319,001	2,067,227	1,747,766	1,522,702	2,618,765	2,446,931	2,453,681	2,595,957
Public Health	1,373,916	1,420,148	1,633,125	1,730,795	1,532,922	1,477,509	1,495,133	1,732,005	1,647,280	1,863,366
Social & Economic Services	-	-	-	-	-	-	-	184,993	-	-
Culture & Recreation	1,199,618	1,158,955	1,335,514	1,136,630	981,832	1,022,162	1,097,072	1,222,868	1,137,248	915,798
Housing & Community Development	248,987	201,930	233,379	206,284	195,356	158,728	144,605	1,434	-	94,854
Operating Grants and Contributions	9,198,521	8,882,805	6,479,430	6,862,787	6,626,708	5,364,471	10,503,550	7,671,180	6,856,910	8,068,517
Capital Grants and Contributions	1,919,467	3,865,026	2,267,401	260,121	3,546,936	2,576,393	1,148,146	1,536,905	2,611,277	353,300
Total Governmental Activities Program Revenues	24,226,387	26,512,919	24,016,479	23,583,152	25,166,040	22,471,756	27,763,764	26,916,617	25,890,574	25,244,174
Business-type Activities:										
Charges for Services:										
Larchmont Golf Course	911,171	958,595	951,976	984,778	1,012,132	988,599	981,338	969,831	959,930	946,171
Rural Special Improvement Districts	676,128	802,189	850,294	780,030	823,465	882,273	995,892	989,238	997,690	992,971
Total Business-type Activities Program Revenues	1,587,299	1,760,784	1,802,270	1,764,808	1,835,597	1,870,872	1,977,230	1,959,069	1,957,620	1,939,142
Total Primary Government Program Revenues	$ 25,813,686	$ 28,273,703	$ 25,818,749	$ 25,347,960	$ 27,001,637	$ 24,342,628	$ 29,740,994	$ 28,875,686	$ 27,848,194	$ 27,183,316
Net (Expense) Revenue										
Governmental Activities:	$(27,166,584)	$(30,150,677)	$(42,791,121)	$(42,305,362)	$(33,904,808)	$(42,261,608)	$(40,126,942)	$(42,039,238)	$(44,056,183)	$(44,956,359)
Business-type Activities:	23,903	198,135	200,871	205,103	252,961	627,809	300,869	(227,876)	137,884	91,616
Total Primary Government Net (Expenses) Revenues	$(27,142,681)	$(29,952,542)	$(42,590,250)	$(42,100,259)	$(33,651,847)	$(41,633,799)	$(39,826,073)	$(42,267,114)	$(43,918,299)	$(44,864,743)

MISSOULA COUNTY, MONTANA
Schedule of Changes in Net Position (Continued)
Last Ten Fiscal Years
(Page 2 of 2)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Revenue and Other Changes in Net Position										
Governmental Activities:										
Property Taxes	$ 28,263,956	$ 30,428,569	$ 32,154,829	$ 34,367,166	$ 34,622,390	$ 38,095,655	$ 36,962,016	$ 36,962,016	$ 39,240,200	$ 40,179,586
Intergovernmental Revenue	3,772,657	3,282,638	4,334,436	6,766,492	5,857,686	5,845,783	2,967,366	2,967,366	782,442	6,182,199
Investment Earnings	466,131	875,329	1,748,295	1,489,227	816,387	297,001	239,823	239,823	40,151	157,715
Gain on Sale of Capital Assets	312,722	2,518,878	(2,230,026)	643,320	(28,243)	-	(1,542)	(1,542)	-	10,400
Miscellaneous Revenues	1,453,329	2,035,355	12,142,118	2,329,610	2,832,296	2,369,802	2,384,056	2,384,056	2,501,499	1,496,429
Transfers	101,413	234,342	141,981	151,225	164,386	(227,491)	107,531	107,531	110,033	96,447
Total Governmental Activities	34,370,208	39,375,111	48,291,633	45,747,040	44,264,902	46,380,750	42,659,250	42,659,250	42,674,325	48,122,776
Business-type Activities:										
Intergovernmental Revenue	-	-	-	-	100,000	-	-	-	-	724
Investment Earnings	10,907	31,726	55,242	38,345	35,691	24,426	9,080	9,080	3,725	4,960
Gain on Sale of Capital Assets	425	-	-	-	10,430	7,000	-	-	-	(7,014)
Miscellaneous Revenues	2,591	4,711	56,728	22,500	5,587	-	2,500	2,500	-	4,912
Transfers	(122,517)	(234,342)	(141,981)	(151,225)	(164,386)	227,491	(107,531)	(107,531)	(110,033)	(96,447)
Total Business-type Activities	(108,594)	(197,905)	(30,011)	(90,380)	(12,678)	258,917	(95,951)	(95,951)	(106,308)	(92,865)
Total Primary Government	$ 34,261,614	$ 39,177,206	$ 48,261,622	$ 45,656,660	$ 44,252,224	$ 46,639,667	$ 42,563,299	$ 42,563,299	$ 42,568,017	$ 48,029,911
Changes in Net Position										
Governmental Activities	$ 7,203,624	$ 9,224,434	$ 5,500,512	$ 3,441,678	$ 10,360,094	$ 4,119,142	$ 2,532,308	$ 620,012	$ 3,618,142	$ 3,166,417
Business-type Activities	(84,691)	230	170,860	114,723	240,283	886,726	204,918	(323,827)	31,576	(1,249)
Total Primary Government Changes in Net Position	$ 7,118,933	$ 9,224,664	$ 5,671,372	$ 3,556,401	$ 10,600,377	$ 5,005,868	$ 2,737,226	$ 296,185	$ 3,649,718	$ 3,165,168

MISSOULA COUNTY, MONTANA
Fund Balance of Governmental Funds
Last Ten Fiscal Years

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Reserved	$ 1,236,826	$ 753,343	$ -	$ -	$ -	$ 226,646	$ -	$ -	$ -	$ -
Unreserved	1,900,850	2,230,818	3,200,957	2,218,236	2,577,538	1,962,335	-	-	-	-
Nonspendable *	-	-	-	-	-	-	63,911	61,571	56,450	57,453
Restricted *	-	-	-	-	-	-	55,952	72,423	226,043	-
Unassigned *	-	-	-	-	-	-	2,264,689	2,244,801	2,655,190	2,547,676
Total General Fund	$ 3,137,676	$ 2,984,161	$ 3,200,957	$ 2,218,236	$ 2,577,538	$ 2,188,981	$ 2,384,552	$ 2,378,795	$ 2,937,683	$ 2,605,129
All Other Governmental Funds										
Reserved	$ 2,609,491	$ 1,110,884	$ 2,346,351	$ 2,875,328	$ 6,131,515	$ 7,749,896	$ -	$ -	$ -	$ -
Unreserved, reported in:										
Special Revenue Funds	13,568,633	16,610,426	14,592,615	15,826,535	22,776,020	22,814,502	-	-	-	-
Debt Service Funds	1,463,452	1,466,019	1,755,298	1,550,263	1,555,901	(278,996)	-	-	-	-
Capital Project Funds	(263,475)	1,815,356	8,420,005	7,513,750	1,341,314	1,932,761	-	-	-	-
Nonspendable *	-	-	-	-	-	-	911,287	1,030,056	1,386,525	1,376,432
Restricted *	-	-	-	-	-	-	15,911,475	15,961,562	17,329,372	17,633,978
Committed *	-	-	-	-	-	-	8,658,734	9,040,200	7,887,322	7,445,068
Assigned *	-	-	-	-	-	-	7,303,069	6,147,357	7,116,220	9,005,699
Unassigned *	-	-	-	-	-	-	(1,111,352)	(478,722)	(3,681,443)	(1,522,815)
Total All Other Governmental Funds	$ 17,378,101	$ 21,002,685	$ 27,114,269	$ 27,765,876	$ 31,804,750	$ 32,218,163	$ 31,673,213	$ 31,700,453	$ 30,037,996	$ 33,938,362

* Restated to conform to GASB Statement No. 54.

MISSOULA COUNTY, MONTANA
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues:										
Taxes/assessments	$ 28,737,286	$ 30,663,693	$ 32,457,258	$ 33,225,843	$ 36,062,438	$ 36,771,969	$ 38,521,237	$ 39,428,446	$ 40,298,123	$ 42,012,128
Licenses and Permits	356,015	345,258	943,942	1,064,392	817,724	727,632	738,704	768,855	837,596	947,805
Intergovernmental Revenues	15,055,952	16,036,477	12,776,147	12,148,625	18,070,793	14,409,605	15,115,115	13,558,910	14,830,716	14,351,953
Charges for Services	8,329,904	8,829,603	9,382,541	11,346,129	10,114,876	9,847,043	9,889,566	11,608,160	10,422,169	10,483,316
Fines and Forfeitures	1,037,664	936,793	1,039,329	920,364	976,834	936,107	882,552	894,942	889,467	905,763
Investment Earnings	375,877	701,832	1,376,170	1,140,275	555,296	190,485	188,422	55,470	24,177	105,055
Private & Local Grants	122,446	257,428	664,723	2,208,405	114,916	1,100	157,550	205,397	356,279	184,451
Miscellaneous Revenue	2,206,685	1,682,084	1,893,210	2,420,861	2,391,991	2,411,935	1,779,966	2,233,871	2,788,167	1,976,682
Total Revenues	56,221,829	59,453,168	60,533,320	64,474,894	69,104,868	65,295,876	67,273,112	68,754,051	70,446,694	70,967,153
Expenditures:										
General Government	6,070,921	7,132,364	7,600,766	7,970,031	8,105,151	7,735,812	9,625,844	10,021,440	10,073,648	9,645,929
Criminal Justice	4,909,894	5,145,063	3,405,596	3,689,674	3,819,405	3,822,320	4,063,389	4,096,121	4,150,445	4,253,173
Public Safety	14,626,708	15,546,588	15,701,956	17,366,160	18,427,629	18,180,447	19,205,517	18,177,818	19,072,868	19,526,774
Public Works	6,860,922	6,949,991	7,284,533	12,212,920	7,997,379	7,534,287	7,940,624	8,225,522	8,131,000	8,320,456
Public Health	4,812,944	5,101,907	5,594,396	5,741,099	5,769,984	5,900,159	6,363,895	6,548,747	7,342,714	7,177,226
Social & Economic Services	3,291,473	3,720,110	3,936,569	3,871,633	4,544,542	4,437,612	2,275,749	2,585,961	2,239,227	2,631,577
Culture & Recreation	3,608,099	4,389,019	3,523,019	4,010,707	3,701,593	3,968,586	4,524,909	4,495,439	4,159,797	4,260,849
Housing & Community Development	2,090,784	1,864,848	2,684,171	3,397,241	2,928,408	2,777,337	3,796,036	1,760,469	1,740,447	3,847,250
Capital Outlay	7,017,579	5,496,600	18,979,764	8,079,485	9,872,743	15,334,966	8,199,726	7,107,222	11,403,305	10,650,685
Debt Service										
Principal	1,622,089	2,752,771	2,723,412	2,741,130	2,607,106	2,499,705	2,855,235	3,441,847	3,430,163	3,059,571
Interest	1,196,809	1,223,275	1,411,014	1,358,953	1,199,852	1,588,512	1,654,795	1,357,720	1,222,019	1,400,997
Total Expenditures	56,108,222	59,322,536	72,845,196	70,439,033	68,973,792	73,779,743	70,505,719	67,818,306	72,965,633	74,774,487
Excess of Revenues over (under) Expenditures	113,607	130,632	(12,311,876)	(5,964,139)	131,076	(8,483,867)	(3,232,607)	935,745	(2,518,939)	(3,807,334)
Other Financing Sources (uses):										
Transfers In	5,179,028	5,073,109	10,412,196	6,793,915	5,521,943	7,712,254	9,425,668	7,748,289	9,335,368	9,207,575
Transfers Out	(5,315,570)	(4,920,478)	(10,352,832)	(6,737,452)	(5,434,588)	(8,137,283)	(10,389,474)	(8,869,555)	(10,243,464)	(10,602,575)
Issuance of Debt	1,370,582	1,730,136	18,005,249	4,965,000	3,520,281	8,808,731	4,550,202	113,163	2,038,464	9,000,000
Defeasance of Debt	-	-	(1,641,286)	-	-	-	-	-	7,370,200	-
Premium on Issuance of Debt	-	-	-	6,908	-	-	-	-	368,106	-
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	(8,136,047)	-
Sale of Capital Assets	2,234,487	2,170,897	1,513,213	1,552,982	181,836	166,956	12,400	1,603	331,445	10,400
Total Other Financing Sources (uses)	3,468,527	4,053,664	17,936,540	6,581,353	3,789,472	8,550,658	3,598,796	(1,006,500)	1,064,072	7,615,400
Net Change in Fund Balance	$ 3,582,134	$ 4,184,296	$ 5,624,664	$ 617,214	$ 3,920,548	$ 66,791	$ 366,189	$ (70,755)	$ (1,454,867)	$ 3,808,066
Ratio of Debt Service Expenditures to Noncapital Expenditures	5.40%	7.48%	6.02%	6.35%	6.25%	6.63%	7.80%	7.76%	7.29%	6.90%

MISSOULA COUNTY, MONTANA
Bureau of Census (BOC) Supplemental Schedule
As of and for the Fiscal Year ended June 30, 2014

1. Intergovernmental expenditures:

Purpose	Amount: Paid to local governments	Amount: Paid to state
Airports	$ -	$ -
Libraries	-	-
Health	-	-
Local Schools	-	-
Welfare	-	-
All other	-	-

2. Salaries and wages: $ 30,016,918

3. Debt outstanding:

A. Long-term debt outstanding, issued and retired

Purpose	Amount: Bonds outstanding July 1, 2013	Bonds during the Fiscal Year: Issued	Bonds during the Fiscal Year: Retired	Outstanding as of June 30, 2014: General Obligation	Outstanding as of June 30, 2014: Revenue bonds
Water utility	$ -	$ -	$ -	$ -	$ -
Sewer	-	-	-	-	-
Electric utility	-	-	-	-	-
Gas utility	-	-	-	-	-
Industrial revenue	-	-	-	-	-
All other	13,372,000	9,202,617	(3,316,126)	11,184,743	-

B. Short-term Debt

Type	Beginning of fiscal year	End of fiscal year
Registered warrants payable	$ -	$ -
Contracts payable	-	-
Notes payable	-	-
Totals	$ -	$ -

4. Cash balances of fund type groups:

Type of funds	Amount
General fund	$ 1,527,576
Special revenue funds	16,553,230
Debt service funds	6,164,107
Capital projects funds	7,567,243
Enterprise funds	2,314,865
Internal service funds	13,035,539
Trust and agency funds	54,839,152
Total	$ 102,001,712

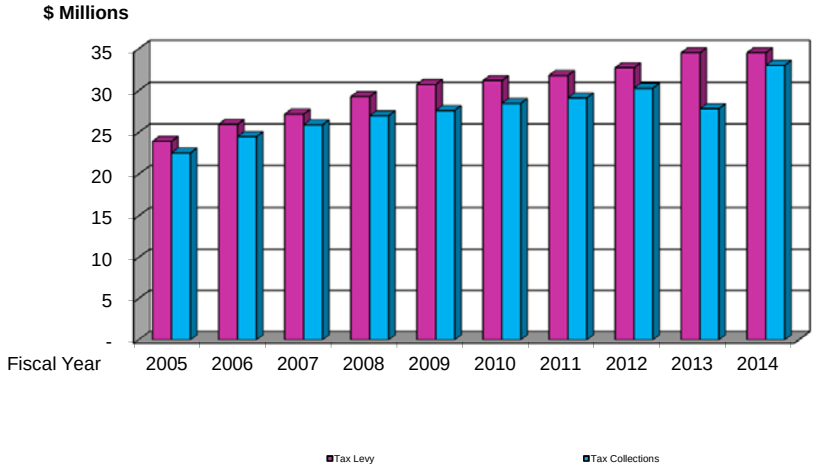
MISSOULA COUNTY, MONTANA
Property Tax Levies and Collections
Governmental and Internal Service Fund Types
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy July 1 (a)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections in Subsequent Years (b)	Total Tax Collections	Ratio of Total Collections to Current Tax Levy
2005	23,932,524	22,536,622	94.17	1,392,590	23,929,212	99.99
2006	25,960,336	24,504,110	94.39	1,431,210	25,935,320	99.90
2007	27,188,730	25,898,006	95.25	1,286,641	27,184,647	99.98
2008	29,291,463	26,987,919	92.14	2,197,482	29,185,401	99.64
2009	30,749,059	27,634,375	89.87	2,965,181	30,599,556	99.51
2010	31,196,235	28,479,702	91.29	2,563,042	31,042,744	99.51
2011	31,830,035	29,145,942	91.57	2,590,850	31,736,792	99.71
2012	32,744,989	30,294,134	92.52	2,404,718	32,698,852	99.86
2013	34,533,181	27,842,307	80.62	6,538,063	34,380,370	99.56
2014	34,533,181	33,030,464	95.65	-	33,030,464	95.65

(a) Represents actual amount billed as budgeted amount to be levied is generally more conservative and would result in more than 100% collections.

(b) Excludes penalties and interest

COMPARISON OF TOTAL TAX LEVY and Current Tax Collections



MISSOULA COUNTY, MONTANA
Property Tax Assessments and Total County Direct Tax Rate
Last Ten Fiscal Years

Fiscal Year	Real Property	Centrally Assessed	Personal Property	Mobile Homes	Total Taxable Assessed Value	Total Direct Tax Rate
2005	136,772,918	17,391,486	5,464,862	2,113,821	161,743,087	127.12
2006	145,471,661	19,262,094	5,685,896	2,105,666	172,525,317	129.11
2007	154,192,220	19,870,551	5,761,725	2,126,512	181,951,008	133.64
2008	158,914,639	21,835,221	5,582,848	2,075,112	188,407,820	136.19
2009	160,174,626	20,996,538	5,997,214	1,984,161	189,152,539	140.35
2010	162,702,385	20,051,998	6,319,728	1,781,174	190,855,285	140.60
2011	162,381,138	22,672,074	6,054,145	1,666,950	192,774,307	142.13
2012	162,368,539	24,902,349	5,715,293	1,574,935	194,561,116	145.52
2013	163,822,441	26,792,685	4,422,444	1,496,705	196,534,275	145.04
2014	170,789,996	20,950,785	4,917,936	1,469,707	198,128,424	153.77

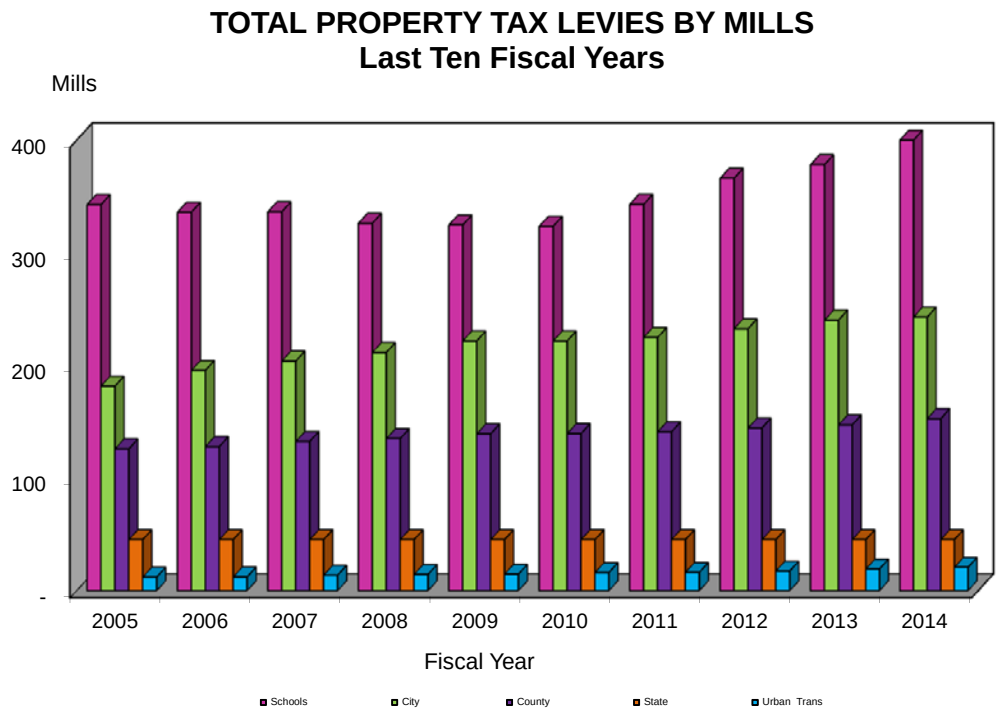
Source: County Treasurers Office

Note: Property in the County is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per $1,000 of assessed value.

MISSOULA COUNTY, MONTANA
Property Tax Levies by Mills - All Taxing Entities
Last Ten Fiscal Years

Fiscal Year	County	Schools	City	State	Urban Trans	Total
2005	127.12	343.04	182.57	46.00	12.23	710.96
2006	129.11	336.32	196.39	46.00	12.38	720.20
2007	133.64	336.73	204.73	46.00	13.91	735.01
2008	136.19	326.54	212.23	46.00	14.62	735.58
2009	140.35	324.98	222.45	46.00	14.86	748.64
2010	140.60	323.83	222.45	46.00	16.30	749.18
2011	142.13	343.25	225.56	46.00	16.45	773.39
2012	145.52	366.40	233.24	46.00	17.69	808.85
2013	148.34	378.44	240.90	46.00	19.51	833.19
2014	153.77	556.13	243.52	46.00	21.05	1,020.47

The property tax levy is limited to the amount of property taxes assessed in the prior year plus the value of newly taxable property plus one half of the average rate of inflation for the prior three years.

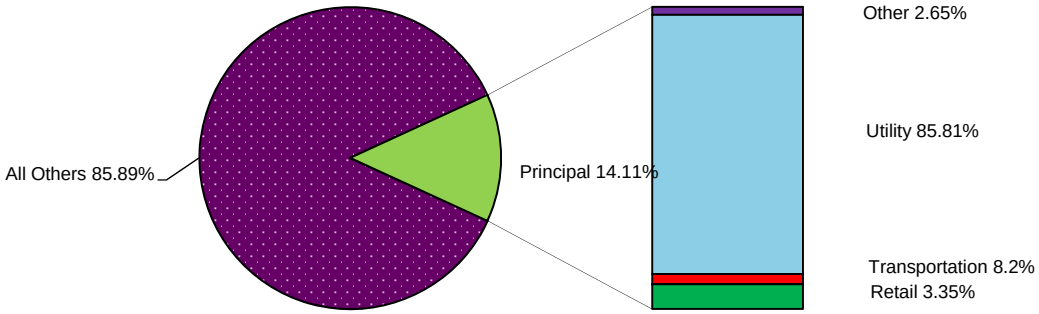


MISSOULA COUNTY, MONTANA
Principal Taxpayers
Current Year and Nine Years Ago

		2014				2005		
Taxpayer	Type of Industry	Tax Dollars All Taxing Agencies	Taxable Value	% of Total Taxable Value		Taxable Value	% of Total Taxable Value	
Northwestern Energy/Montana Power	Utility	$ 9,299,859	$ 14,437,882	7.35	%	$ 10,918,443	7.02	%
Qwest Communications/U.S. West	Utility	2,083,732	2,691,198	1.37		2,511,205	1.61	
Montana Rail Link	Transportation	1,524,516	2,202,180	1.12		1,452,373	0.93	
Mountain Water Company	Utility	1,178,784	1,505,138	0.77		1,098,903	0.71	
Bresnan Communications LLC	Utility	1,008,102	1,378,490	0.70		-	0.00	
Missoula Electric Cooperative	Utility	837,197	1,336,262	0.68		745,245	0.48	
Verizon Wireless	Utility	828,208	1,123,306	0.57		-	0.00	
Southgate Mall	Retail	724,530	900,027	0.46		842,991	0.54	
Gateway Limited Partnership	Other	581,890	710,768	0.36		753,039	0.48	
Puget Sound Energy	Utility	464,251	586,350	0.30		767,885	0.49	
		$ 18,531,069	$ 26,871,601	13.67	%	$ 19,090,084	12.27	%
	Total County Taxable Value:		$ 196,534,275			$ 155,594,087		

Source: Tax roll for fiscal year 2012

PRINCIPAL TAXPAYERS BY TYPE
June 30, 2014

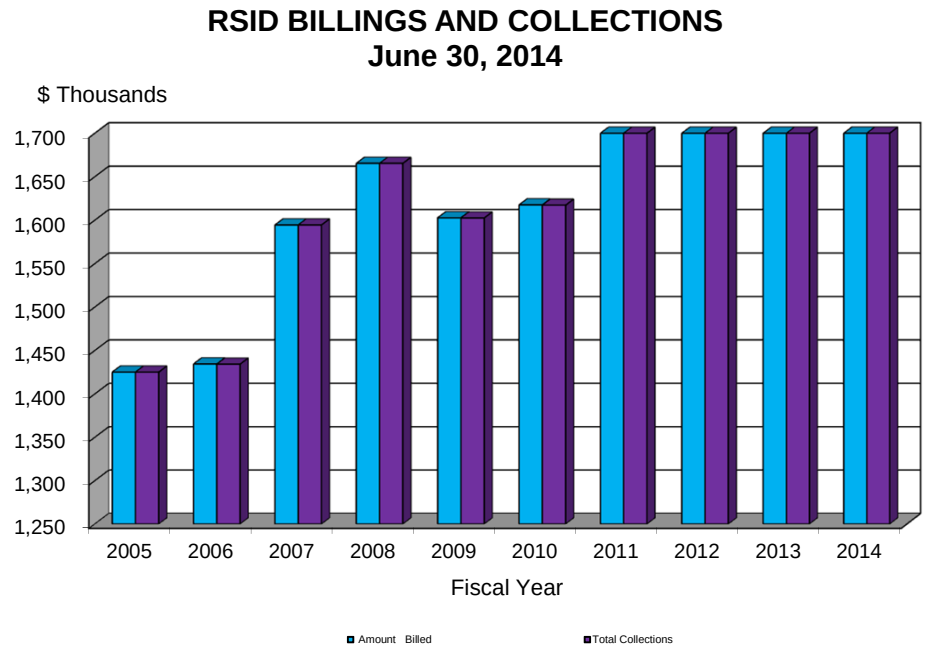


$ 196,534,275 **$ 26,871,601**

MISSOULA COUNTY, MONTANA
Special Assessments Billings and Collections
Last Ten Fiscal Years

Fiscal Year	Amount Billed	Current Collections	Delinquent Collections	Total Collections	Percent Collected through 6/30/2012
2005	1,425,008	1,353,583	71,425	1,425,008	100.00%
2006	1,434,458	1,360,349	73,872	1,434,221	99.98%
2007	1,594,421	1,349,159	245,262	1,594,421	100.00%
2008	1,665,327	1,556,778	108,549	1,665,327	100.00%
2009	1,602,683	1,478,302	124,220	1,602,522	99.99%
2010	1,617,545	1,507,920	109,241	1,617,161	99.98%
2011	2,512,336	2,250,255	261,673	2,511,928	99.98%
2012	2,502,061	2,251,362	250,252	2,501,614	99.98%
2013	2,419,071	2,241,491	175,111	2,416,602	99.90%
2014	2,380,944	2,204,237	-	2,204,237	92.58%

Source: Missoula County Director of Financial Services



MISSOULA COUNTY, MONTANA
Rural Special Improvement District Bonds
Revolving Fund Cash Balance and Principal Amount of Bonds Secured
June 30, 2014

Fiscal Year	Revolving Fund Cash Balance	Principal Amount of Bonds Outstanding	Cash as a % of Outstanding Bonds
2005	358,111	7,160,227	5.00%
2006	313,827	6,276,599	5.00%
2007	325,552	6,511,043	5.00%
2008	362,200	7,244,000	5.00%
2009	346,501	6,930,020	5.00%
2010	766,263	15,267,731	5.02%
2011	778,322	14,859,078	5.24%
2012	812,489	13,932,402	5.83%
2013	700,859	12,924,542	5.42%
2013	735,442	12,105,990	6.08%

Source: Missoula County Director of Financial Services

MISSOULA COUNTY, MONTANA
Computation of Legal Debt Margin
Last Ten Fiscal Years
(Amounts expressed in thousands)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Limit on Total Indebtedness:										
Assessed Value	$ 5,235,427	$ 5,569,029	$ 5,908,577	$ 6,221,103	$ 6,310,354	$ 6,905,574	$ 7,214,308	$ 7,494,735	$ 7,399,235	$ 7,399,235
Debt Limit % of Value (1)	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%
Debt Limit	130,886	139,226	147,714	155,528	157,759	172,639	180,358	187,368	184,981	184,981
Net Debt Applicable to Limit	27,245	26,564	29,612	31,873	32,787	39,096	40,791	37,462	35,555	41,786
Legal Debt Margin	$ 103,641	$ 112,662	$ 118,102	$ 123,655	$ 124,972	$ 133,543	$ 139,567	$ 149,906	$ 149,426	$ 143,195
Ratio of Net Debt Limit	20.82%	19.08%	20.05%	20.49%	20.78%	22.65%	22.62%	19.99%	19.22%	22.59%

MISSOULA COUNTY, MONTANA
Tax Exempt Debt Issued
Last Ten Calendar Years

Calendar Year	TANs or RANs (1)	BANs (2)	RSIDs	General Obligation	Other	Total
2005	-	-	954,787	-	415,795	$ 1,370,582
2006	-	-	374,972	13,770,000	800,000	14,944,972
2007	-	-	1,103,000	-	-	1,103,000
2008	-	-	1,640,000	3,325,000	-	4,965,000
2009	-	-	142,000	-	2,000,000	2,142,000
2010	-	-	8,761,731	-	-	8,761,731
2011	-	-	165,202	3,325,000	1,060,000	4,550,202
2012	-	-	113,163	-	-	113,163
2013	-	-	-	6,540,000	2,870,000	9,410,000
2014	-	-	-	-	-	-

(1) Tax anticipation or Revenue anticipation notes

(2) Bond anticipation notes

MISSOULA COUNTY, MONTANA
Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Population (b)	Taxable Value (a)	G.O. Bonded Debt	Less Amount Available In Debt Service	Net G.O. Bonded Debt	Ratio Net Debt to Taxable Value	Net Bonded Debt Per Capita
2005	99,018	161,743,087	13,926,000	339,012	13,586,988	8.40	137
2006	100,086	172,525,317	13,933,000	610,559	13,322,441	7.72	133
2007	101,417	178,546,389	12,995,000	1,229,583	11,765,417	6.59	116
2008	105,650	184,460,260	15,432,000	1,292,714	14,139,286	7.67	134
2009	107,320	189,152,539	14,512,000	1,252,443	13,259,557	7.01	124
2010	108,623	190,855,285	13,372,000	1,309,645	12,062,355	6.32	111
2011	109,299	194,561,116	15,432,000	1,300,585	14,131,415	7.26	129
2012	110,138	192,774,307	14,102,000	1,308,782	12,793,218	6.64	116
2013	110,766	194,561,116	12,087,000	764,220	11,322,780	6.64	102
2013	110,243	196,534,275	11,184,743	1,301,122	9,883,621	5.03	90

Source:

(a) Montana Department of Revenue

(b) Montana Department of Commerce
US Census Bureau

MISSOULA COUNTY, MONTANA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities								
Fiscal Year	General Obligation Debt	Limited Obligation Debt	Tax Increment Debt	Special Assessment Debt	Contracts	Total Primary Government	Personal Income (a)	Percentage of Personal Income	Debt Per Capita
2005	13,926,000	2,115,000	1,970,000	7,160,227	2,073,338	27,244,565	29,625	0.11%	272
2006	13,933,000	2,770,000	1,875,000	6,276,599	1,709,759	26,564,358	30,991	0.12%	262
2007	12,995,000	2,620,000	6,045,000	6,532,000	1,419,789	29,611,789	31,611	0.11%	280
2008	15,432,000	2,445,000	5,675,000	7,244,000	1,077,448	31,873,448	32,243	0.10%	297
2009	14,512,000	4,255,000	5,300,000	6,930,020	1,789,602	32,786,622	33,055	0.10%	302
2010	13,372,000	3,965,000	4,915,000	15,267,731	1,789,602	40,885,249	35,108	0.09%	374
2011	15,432,000	4,750,000	4,515,000	14,859,078	1,234,536	40,790,614	35,733	0.09%	370
2012	14,102,000	4,415,000	4,095,000	13,932,402	917,528	37,461,930	44,084	0.12%	338
2013	12,087,000	6,265,000	3,660,000	12,924,542	618,802	35,555,344	44,653	0.13%	323
2014	11,184,743	6,000,905	3,205,000	12,105,990	412,355	32,908,993	44,528	0.14%	299

Source:
(b) Preliminary data from U.S. Bureau of Economic Analysis (BEA)

MISSOULA COUNTY, MONTANA
Ratio of Annual Debt Service Requirements for General Obligation Bonded Debt to Total General Expenditures
Last Ten Fiscal Years

Fiscal Year	Debt Service Expenditures			General Expenditures	Ratio of Debt Service To General Expenditures
	Principal	Interest	Total Debt Service		
2005	1,622,089	1,196,809	2,818,898	56,108,222	5.02
2006	2,752,771	1,223,275	3,976,046	59,322,536	6.70
2007	2,723,412	1,411,014	4,134,426	72,845,196	5.68
2008	2,741,130	1,358,953	4,100,083	70,439,033	5.82
2009	2,607,106	1,199,852	3,806,958	68,973,792	5.52
2010	2,499,705	1,588,512	4,088,217	73,779,743	5.54
2011	2,855,235	1,654,795	4,510,030	70,505,719	6.40
2012	3,441,847	1,357,720	4,799,567	67,818,306	7.08
2013	3,430,163	1,222,019	4,652,182	72,965,633	6.38
2014	3,059,571	1,400,997	4,460,568	74,774,487	5.97

MISSOULA COUNTY, MONTANA
Computation of Direct and Overlapping Debt
June 30, 2014

	Gross Debt Outstanding	% Applicable to Missoula County	Amount Applicable to Missoula County
Direct Debt			
General Obligation Debt	$ 11,184,743	100.00%	$ 11,184,743
Limited Obligation Debt	6,000,905	100.00%	6,000,905
Tax Increment Debt	3,205,000	1.36%	43,639
Special Assessment Bond Debt	3,960,000	3.12%	123,461
Special Assessment Loan Debt	8,145,990	3.63%	296,078
Contract Payable Debt	412,355	100.00%	412,355
	32,908,993		18,061,181
Overlapping Debt			
City of Missoula	80,477,475	55.18% *	44,411,165
School District 1	8,520,000	53.66% *	4,572,179
Other Schools	25,635,236	46.34% *	11,878,324
	56,380,000		28,374,033
Total of Direct and Overlapping Debt	$ 89,288,993	52.01%	$ 46,435,214

* The percentage of over lapping debt applicable to Missoula County was estimated by taking the Taxable Value of each of the categories and/or entities issuing debt within Missoula County and then dividing it by the Total Taxable Value of the County.

Source: Missoula County
Source: Department of Revenue
Source: Superintendent of Schools

MISSOULA COUNTY, MONTANA
Major Employers
Current Fiscal Year and Ten Years Ago

	2014		2005	
Employees	Employer	Business Activities	Employer	Business Activities
Over 1000	University of Montana	Education	Community Medical Center	Medical Services
	St. Patrick Hospital	Medical Services	Missoula County Public Schools	Education
	Missoula County Public Schools	Education	Plum Creek Timber	Forest Products
	Community Medical Center	Medical Services	St. Patrick Hospital	Medical Services
			University of Montana	Education
500-999	County of Missoula	Government	Southgate Mall	Retail
	DIRECTV	Communications	County of Missoula	Government
	U.S. Forest Service	Government	Smurfit-Stone Container Corp.	Paper Mill
	Wal-Mart	Retail	Wal-Mart	Retail
	Express Employment Specialists	Employment Agency	U.S. Forest Service	Government
	City of Missoula	Government	Washington Corporations	Construction
250-499	Montana Rail Link	Railroad	City of Missoula	Government
	Western Montana Clinic	Medical Services	Jim Palmer Trucking	Trucking
	Good Food Store	Retail	Missoula County Intl Airport	Air Travel
	Village Health Care Center	Medical Services	Opportunity Resources	Production/Packaging
	Allegiance Benefits	Insurance Services	Western Montana Clinic	Medical Services
	Opportunity Resources, Inc.	Production/Packaging	Albertson's	Retail
			Stimson Lumber Company	Forest Products

Source: Montana Department of Labor & Industry

Due to confidentially laws, no specific employment data can be provided for individual businesses.

MISSOULA COUNTY, MONTANA

Property Tax Levies in the MCA Industrial District
Last Ten Fiscal Years
For Airport Industrial Tax Increment District

Fiscal Year	MCA Industrial District	State of Montana	Missoula County	Missoula High School District No. 1	DeSmet School District No. 20	Countywide Schools	Missoula Rural Fire	Total
2005	517.57	11.54	20.52	11.68	19.78	15.01	10.72	606.82
2006	535.35	10.79	19.27	9.95	17.24	12.16	9.37	614.13
2007	536.08	10.46	17.95	9.33	15.27	11.42	8.89	609.40
2008	545.61	9.98	16.73	8.18	12.97	10.37	8.05	611.89
2009	528.19	9.62	15.56	6.98	8.75	9.42	8.25	586.77
2010	515.42	9.92	17.31	7.76	7.99	10.35	8.68	577.43
2011	549.05	9.14	13.86	6.01	8.19	8.22	7.39	601.86
2012	546.30	8.89	12.85	5.39	6.86	7.48	7.08	594.85
2013	571.00	8.85	12.74	5.45	8.62	7.20	6.99	620.85
2014	575.20	8.99	13.58	5.38	9.57	7.50	7.51	627.73

Major Taxpayers in the MCA Industrial District

Taxpayer	Type of Business	Value
Feist Limited Partnership	Distribution	$ 147,795
Big Sky Brewing Company	Brewery	144,900
Missoula Ventures LLC	Lodging	131,758
EWR LLC (Sun Mountain Sports)	Sports Equipment	113,748
Lithia Real Estate	Real Estate	102,101
Sheridan Montana Ventures	Office/Warehouses	76,243
Glacier Bank	Banking	72,747
Mountain Water Company	Utility	53,213
Northstar Air Express	Shipping	46,172
Triple J-M LLC	Services	42,671
Budding Star LLC	Law Office	41,813
	Total	$ 973,161

The taxable value of the property of these ten taxpayers represents approximately 40.9% of taxable value of taxable property in the District for tax year 2013.

MISSOULA COUNTY, MONTANA
Missoula Development Authority
Taxable Value, Incremental Taxable Value & Tax Increment Revenue
For Airport Industrial Tax Increment District

Fiscal Year	Taxable Value	Incremental Taxable Value	Anticipated Tax Increment to be Collected (1)	Current Tax Collections (2)	Total Tax Collections (3)
2006	1,998,711	1,822,106	1,104,079	1,002,613	1,143,408
2007	2,240,910	1,598,460	968,491	655,498	793,301
2008	1,950,516	1,773,911	1,030,252	634,032	761,303
2009	1,801,900	1,625,295	928,742	716,762	918,408
2010	2,248,148	2,071,543	1,234,350	1,003,488	1,205,902
2011	2,443,922	2,267,317	1,335,110	1,027,148	1,091,731
2012	2,476,513	2,299,908	1,414,098	1,147,262	1,444,359
2013	2,359,923	2,183,318	1,342,413	1,289,902	1,491,227
2014	2,379,639	2,203,034	1,335,435	1,195,414	1,388,923
2015	2,376,862	2,200,257	1,395,600	N/A	N/A

(1) The amount of Tax Increment to be collected if the current fiscal year's tax collections were to be paid in full, and no delinquent property taxes from prior fiscal years were paid in such fiscal year.

(2) The amount of Tax Increment actually collected from the levy of the current fiscal year's property taxes. Collection information for FY 2015 is not yet available.

(3) The actual Tax Increment collections in the fiscal year, including current and delinquent property tax collections. Collection information for FY 2015 is not yet available.

MISSOULA COUNTY, MONTANA
Missoula Development Authority
Increment Bond Coverage
For Airport Industrial Tax Increment District

Maximum Principal & Interest in any 12 Month Period - $528,400

	Sources of Coverage			
Fiscal Year	Tax Increment (1)	Port Authority Levy (2)	Total	Coverage (3)
2006	$ 1,104,079	$ 310,546	$ 1,414,625	2.68
2007	968,491	321,384	1,289,875	2.44
2008	1,030,252	332,028	1,362,280	2.58
2009	928,742	340,475	1,269,217	2.40
2010	1,234,350	343,540	1,577,890	2.99
2011	1,335,110	346,994	1,682,104	3.18
2012	1,414,098	350,210	1,764,308	3.34
2013	1,342,413	353,762	1,696,175	3.21
2014	1,335,435	356,631	1,692,066	3.20
2015	1,395,600	367,852	1,763,452	3.34

(1) Assumes increment taxes are collected in full
(2) Assumes 90% current collection rate on 2-mill levy
(3) Assuming only the Series 1997 Bonds are outstanding

MISSOULA COUNTY, MONTANA
Port Authority Tax Levy
Last Ten Fiscal Years

Tax Year	Taxable Value of County Property	Potential Revenue from the Port Authority Levy (2 Mills)
2006	$ 172,525,317	$ 345,051
2007	178,546,389	357,093
2008	184,460,260	368,921
2009	189,152,539	378,305
2010	190,855,285	381,711
2011	192,774,307	385,549
2012	194,561,116	389,122
2013	196,534,275	393,069
2014	198,128,424	396,257
2015	204,362,352	408,725

MISSOULA COUNTY, MONTANA

Property Tax Levies
Last Seven Fiscal Years
For Technology Tax Increment District

Fiscal Year	MCA Industrial District	State of Montana	Missoula County	Missoula High School District No. 1	DeSmet School District No. 20	Countywide Schools	Missoula Rural Fire	Total
2008	580.78	6.00	-	-	-	-	-	586.78
2009	571.43	6.00	-	-	-	-	-	577.43
2010	595.86	6.00	-	-	-	-	-	601.86
2011	588.85	6.00	-	-	-	-	-	594.85
2012	600.67	6.00	-	-	-	-	-	606.67
2013	621.73	6.00	-	-	-	-	-	627.73
2014	633.49	6.00	-	-	-	-	-	639.49

Note: Technology District was established in FY 2008.

Major Taxpayers in the Technology Tax Increment District

Taxpayer	Type of Business	Taxable Value
DirecTV Holdings LLC	Satellite Television	$ 289,477
DirecTV Customer Services Inc.	Satellite Television	23,579
DirecTV LLC	Satellite Television	5,269
Staggering Ox at DirecTV	Food Service	241
Missoula Bottling Co Inc.	Beverage Distribution	161
Canon Financial Services Inc.	Finance	117
Coca Cola Company	Beverage Distribution	38
Missoula County	Local Government	-
Missoula County Airport Industrial District	Local Government	-
	Total	$ 318,882

The taxable value of the property of these eight taxpayers represents 100.0% of taxable value of taxable property in the District for tax year 2013.

MISSOULA COUNTY, MONTANA
Taxable Value, Incremental Taxable Value & Tax Increment Revenue
For Technology Tax Increment District

Fiscal Year	Taxable Value	Incremental Taxable Value	Anticipated Tax Increment to be Collected (1)	Current Tax Collections (2)	Total Tax Collections (3)
2008	$ 262,179	$ 262,179	$ 152,268	$ 152,268	$ 152,268
2009	264,094	264,094	150,911	150,911	150,911
2010	279,491	279,491	166,538	166,074	166,074
2011	282,535	282,535	166,371	169,710	169,710
2012	325,021	325,021	199,839	175,344	175,344
2013	318,055	318,055	195,556	182,325	182,615
2014	318,882	318,882	193,300	175,545	193,481
2015	311,886	311,886	202,009	N/A	N/A

(1) The amount of Tax Increment to be collected if the current fiscal year's tax collections were to be paid in full, and no delinquent property taxes from prior fiscal years were paid in such fiscal year.

(2) The amount of Tax Increment actually collected from the levy of the current fiscal year's property taxes. Collection information for FY 2015 is not yet available.

(3) The actual Tax Increment collections in the fiscal year, including current and delinquent property tax collections. Collection information for FY 2015 is not yet available.

Note: Technology District was established in FY 2008.

MISSOULA COUNTY, MONTANA
Increment Bond Coverage
For Technology Tax Increment District
Maximum Principal & Interest in any 12 Month Period - $100,716

	Sources of Coverage			
Fiscal Year	Tax Increment (1)	Port Authority Levy (2)	Total	Coverage (4)
2008	$ 152,268	$ 346,994	$ 499,262	4.96
2009	150,911	350,210	501,121	4.98
2010	166,538	353,762	520,300	5.17
2011	166,371	356,631	523,002	5.19
2012	166,371	356,631	523,002	5.19
2013	195,556	353,762	549,318	5.45
2014	193,300	356,631	549,931	5.46
2015	202,009	367,852	569,861	5.66

(1) Assumes increment taxes are collected in full
(2) Assumes 90% current collection rate on 2-mill levy
(3) Assumes 5% return on Reserve Account of $205,750
(4) Assuming only the Series 1997 Bonds are outstanding

Note: Technology District was established in FY 2008.

MISSOULA COUNTY, MONTANA
Port Authority Tax Levy
Last Ten Fiscal Years

Tax Year	Taxable Value of County Property	Potential Revenue from the Port Authority Levy (2 Mills)
2006	$ 172,525,317	$ 345,051
2007	178,546,389	357,093
2008	184,460,260	368,921
2009	189,152,539	378,305
2010	190,855,285	381,711
2011	192,774,307	385,549
2012	194,561,116	389,122
2013	196,534,275	393,069
2014	198,128,424	396,257
2015	204,362,352	408,725

MISSOULA COUNTY, MONTANA
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year	Estimated Population (a)	Births (b)	Deaths (b)	Estimated Per Capita Income	Schools (c) Public School Enrollment	Schools (c) Private School Enrollment	Employment Statistics (d) Civilian Employment	Employment Statistics (d) Unemployment Rate
2005	99,018	1,901	826	27,997	13,259	1,173	55,803	4.0
2006	100,086	1,591	940	29,625	13,290	1,233	58,692	3.7
2007	101,417	1,770	842	30,131	13,244	1,245	59,655	2.2
2008	105,650	2,021	987	31,535	13,202	1,145	55,868	3.8
2009	107,320	1,647	936	33,587	13,082	1,088	54,500	6.1
2010	108,623	1,569	883	35,108	13,098	994	54,918	5.7
2011	109,299	1,669	1,045	35,733	13,090	992	54,288	6.9
2012	110,138	1,206	680	44,084	13,211	939	55,271	5.6
2013	110,766	1,659	1,031	44,653	13,364	1,302	53,910	5.4
2014	110,243	1,636	1,056	44,528	13,518	1,273	46,487	4.0

Source:

(a) Montana Department of Commerce

(b) Missoula County Clerk & Recorder

(c) Missoula County Superintendent of Schools

(d) Montana Department of Labor & Industry

MISSOULA COUNTY, MONTANA
Property Value, Construction and Bank Deposits
Last Ten Fiscal Years

Fiscal Year	Commercial and Savings Banks Deposits (b)	Property Value Net Taxable (a)	Commercial Construction (c) Number of Units	Commercial Construction (c) Value	Residential Construction (c) Number of Units	Residential Construction (c) Value	Total Number of Units	Total Value
2005	$ 1,646,928,870	$ 161,743,087	36	$ 21,277,315	651	$ 47,128,635	687	$ 68,405,950
2006	2,484,000,000	172,525,317	26	14,781,253	453	38,143,398	479	52,924,651
2007	1,461,647,000 (d)	178,546,389	19	9,317,273	456	39,061,829	475	48,379,102
2008	N/A	184,460,260	15	17,130,289	383	31,265,863	398	48,396,152
2009	N/A	189,152,539	5	727,936	215	14,647,451	220	15,375,387
2010	N/A	190,855,285	8	10,145,391	202	15,195,777	210	25,341,168
2011	N/A	194,561,116	16	16,546,682	357	25,902,661	373	42,449,343
2012	N/A	192,774,307	6	896,202	474	33,549,246	480	34,445,448
2013	N/A	196,534,275	27	13,577,432	698	41,684,179	725	55,261,611
2013	N/A	198,128,424	327	30,075,786	272	38,315,934	599	68,391,720

Source:

(a) Past annual Financial Reports and Annual Budget Reports.

(b) Statistical Abstract of the United States - Missoula Economic Development Corp.

(c) City of Missoula Building Inspection & Permit Department and Missoula County Public Works.

(d) Commercial Banks only

MISSOULA COUNTY, MONTANA
Full-Time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
Legislative	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Administrative Services	21.23	19.61	23.71	23.51	28.64	26.08	18.80	20.25	25.20	21.55
Judicial Services	11.00	13.00	13.00	13.00	13.00	14.00	14.00	14.00	14.00	14.00
Legal Services	27.30	29.29	29.41	31.39	31.39	32.39	32.29	34.00	32.00	32.50
Financial Services	10.09	10.75	11.00	10.50	10.83	10.50	10.00	10.60	10.60	10.60
Human Resource	6.00	6.00	6.00	6.00	6.00	6.00	5.00	5.50	5.50	5.50
Information Services	10.00	10.00	10.00	11.00	11.00	11.00	13.00	14.30	14.30	16.30
Treasurer/MV	24.45	21.65	21.65	21.65	21.65	20.65	18.22	20.00	18.76	19.76
911 Communications	27.29	27.34	32.24	32.29	32.29	32.29	31.25	31.05	31.35	31.35
Election Services	4.23	4.23	4.23	4.53	4.53	4.53	4.41	5.50	7.54	7.54
Records Administration	11.15	9.40	9.40	9.40	9.40	8.40	7.00	7.30	8.30	8.30
Internal Services	10.08	10.05	9.05	9.05	9.05	8.25	12.37	9.35	10.35	10.60
Facilities Administration	9.98	10.00	10.00	10.82	10.00	10.00	11.00	11.53	12.20	14.20
District Court										
Clerk of Court	14.50	15.00	15.00	17.00	17.00	17.00	16.00	17.00	17.00	17.00
Youth Court	-	-	-	-	-	-	-	-	-	-
Public Defenders	19.00	20.00	-	-	-	-	-	-	-	-
Public Safety										
Law Enforcement Services	61.00	60.25	61.25	62.30	61.30	61.30	59.80	59.88	59.88	59.88
Detention Center	112.50	107.26	107.26	107.25	108.35	108.10	106.85	106.85	114.05	114.05
Court Support	1.00	1.00	1.00	1.17	1.25	2.13	2.13	2.13	2.13	2.13
Emergency Services	0.95	1.00	1.00	0.95	0.95	0.95	0.75	2.25	2.25	2.25
Public Works										
Road - Bridge	47.60	47.93	48.57	45.07	43.30	42.31	44.31	44.32	43.25	43.25
Building Code Division	-	4.67	10.00	9.00	8.00	5.00	5.35	4.60	5.35	5.35
Seeley Lake Refuse	-	-	2.00	1.75	1.75	2.25	2.23	2.48	2.20	2.10
Weed	5.25	5.32	6.35	5.25	5.05	5.25	6.02	6.15	7.70	7.45
Public Health										
Public Health Services	63.26	63.88	69.56	69.59	70.15	67.95	66.27	68.48	70.20	70.20
Partnership Health Clinic	37.29	43.92	45.15	44.45	49.75	50.50	82.88	94.95	127.50	127.52
Animal Control	7.79	8.00	8.00	9.00	9.00	9.30	9.15	9.87	9.45	9.45
Culture & Recreation										
Parks & Recreations Services	0.73	0.73	1.03	1.03	1.35	1.23	1.23	1.73	1.90	1.90
Library	26.58	29.68	30.85	33.12	36.25	36.65	40.13	40.88	41.57	41.57
Museum	4.34	4.54	4.60	5.07	5.72	5.72	5.35	5.47	6.05	6.05
Fair	5.40	4.40	3.75	3.25	3.25	4.00	8.24	5.75	4.75	4.75
Social & Economics										
County Extension	5.00	5.57	6.10	5.70	5.70	5.55	5.25	4.80	4.55	5.05
Planning & Grants	52.72	56.22	61.74	64.16	61.11	61.24	62.81	61.96	38.84	38.85
	640.71	653.69	665.90	671.24	680.01	673.52	705.09	725.93	751.72	754.00

Source: Missoula County Finance Office

MISSOULA COUNTY, MONTANA
Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
Registered Voters (June)	57,294	60,521	67,240	57,215	80,346	78,366	76,757	83,355	83,326	86,295
Property Transactions:										
Deeds Recorded	6,074	5,881	4,146	4,233	3,765	3,629	3,862	4,087	4,049	4,118
Subdivision Plats Filed	129	117	90	87	78	51	43	28	36	41
Certificates of Survey	130	110	94	132	94	49	56	58	39	48
Motor Vehicle Title Transfers	38,000	37,674	37,952	34,481	31,009	30,961	31,419	31,910	32,305	33,118
Motor Vehicle Registrations	98,792	96,885	86,390	89,218	92,046	84,547	95,321	82,170	78,497	78,448
Payroll Payments Processed	20,358	20,448	20,697	20,722	20,860	20,828	20,828	20,995	20,926	21,650
Claims Payments Processed	18,371	22,080	21,863	20,462	18,966	27,365	27,365	23,579	18,844	22,587
911 Emergency Communications										
Law Enforcement	90,103	89,426	89,207	93,430	82,574	83,054	84,751	86,322	79,651	77,642
Fire & Medical dispatched to Fire Dept	8,450	9,578	10,207	10,387	9,725	9,297	11,759	10,336	10,904	11,666
Medical-Ambulance	7,677	8,366	8,707	8,959	8,221	8,280	8,340	8,931	9,365	9,592
Other	9,832	5,720	12,795	13,600	13,425	13,269	9,034	4,769	5,049	1,847
Criminal Justice Activities										
Justice Court Civil Caseload	5,520	5,210	4,670	5,256	5,841	5,558	5,171	6,247	7,910	8,256
Justice Court Criminal Caseload	17,364	17,011	19,163	18,768	18,372	8,905	6,557	4,994	2,366	3,607
Clerk of District Court:										
Marriage Licenses Issued	811	863	847	883	444	782	838	810	840	825
Adoptions	44	61	64	87	72	60	86	78	44	87
Civil Case	1,228	1,189	1,330	1,551	1,724	1,629	1,629	1,531	1,527	1,442
Criminal Cases	642	531	529	614	664	631	610	635	645	671
All Other Open Cases	1,829	2,190	2,324	1,807	2,138	2,285	2,216	2,310	2,522	2,493
Public Safety										
Detention Center:										
Daily Occupancy (392 available beds)	365	363	318	305	312	298	283	322	234	348

Sources:

Missoula County Elections Office
Missoula County Clerk & Recorder
Missoula County Treasurer
Missoula County Justice Court
Missoula County District Court

MISSOULA COUNTY, MONTANA
Capital Assets by Function/Program
Last Eight Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014
General Government								
Election tabulator	1	1	1	1	1	1	1	1
M100 Precinct counters	88	88	88	88	88	88	88	88
Touch screen handicap voting devices	39	39	39	39	39	39	39	39
Criminal Justice								
Court Rooms - District Court	4	4	4	4	4	4	4	4
Court Rooms - Justice Court	2	2	2	2	2	2	2	2
Public Safety								
Station	1	1	1	1	1	1	1	1
Detention Center	1	1	1	1	1	1	1	1
Patrol Units	42	42	48	37	37	38	46	48
Detectives Vehicles	15	15	16	16	16	17	17	17
Detention Vehicles	20	20	21	27	27	20	20	28
Search & Rescue Vehicles	6	6	6	7	7	2	2	2
Search & Rescue Snowmobiles	9	9	12	11	11	11	14	14
Search & Rescue Boats	2	2	2	2	2	3	3	3
Search & Rescue Flatbed Trailers	2	2	2	19	19	5	5	5
Public Works								
Shops	2	2	2	3	3	3	3	3
Single Axel Trucks	21	21	21	15	15	15	15	15
Tandem Axel Trucks	17	17	17	18	18	19	19	19
Snow Plows (attachments)	30	30	30	35	31	30	28	30
Sanders (attachments)	24	24	24	26	24	25	23	23
Sweepers	8	8	8	8	8	6	5	5
Graders	14	14	14	6	6	6	6	6
Public Health								
Animal Control Vehicles	5	5	5	5	5	11	10	10
Culture and Recreation								
Fairgrounds	1	1	1	1	1	1	1	1
Museums	1	1	1	1	1	1	1	1
Parks	100	100	100	100	100	100	100	100

Data for years prior to 2006 is not available

Sources:

Missoula County Elections Office
Missoula County Public Safety Department
Missoula County Road Department
Missoula County Animal Control Office
Missoula County Parks Department

MISSOULA COUNTY, MONTANA
Miscellaneous Statistical Data
June 30, 2014

County Seat	Missoula, MT
Established as a County	1860
Form of Government	Commission
Commission Government Established	1865
Area in square miles	2,624
Registered voters	86,295

	Population	Median age
Year 1940	29,038	N/A
Year 1950	35,493	N/A
Year 1960	44,663	26.2
Year 1970	58,263	24.4
Year 1980	76,016	27.6
Year 1990	78,687	31.6
Year 2000	95,802	33.2
Year 2010	108,623	34.4

Total County Government Employees:	Part-time	Full-time
Officials & Managers	3	72
Professionals	13	45
Technical	-	21
Protective services	1	183
Paraprofessionals	12	28
Administrative Support	68	228
Skilled Craft	4	57
Service & Maintenance	5	11
	106	645

Police protection	City Police	County Sheriff
Stations	1	1
Officers	110	49
Detention Facility		1
Detention Officers		98

Fire protection	City Fire	Missoula Rural Fire
Stations	5	5
Full-time employees	95	40
Volunteers	-	35
Fire hydrants	1,042	220
Fire vehicles	31	21

Miles of Rural Roads
There are approximately 1,500 miles of rural roads open to the Public within Missoula County

Note: There are 9 other Fire Districts with approximately 180 regular a volunteer firefighters in outlying areas of Missoula County.

MISSOULA COUNTY, MONTANA
Miscellaneous Statistical Data (Continued)
June 30, 2014

Educational Facilities

Public Schools 2013-2014

Type	Number	Enrolled
Elementary (District 1)	12	5,196
Elementary (Other Districts)	12	4,401
High Schools (MCHS)	4	3,551
High Schools (Other Dist)	1	370
Trade & Technical	1	2,467
University	1	12,058

Private Schools 2013-2014

Type	Number	Enrolled
Elementary	11	788
High School	4	240
Home School	155	245

Special Education: Programs within school districts and community services.

Health Care Facilities

Hospitals	2
Beds	364
Clinics	36
Nursing Homes	8
Beds	800
Assisted Living Facilities	20
Physicians	275
Chiropractors	47
Dentists	55
Medical Therapists	130
Registered and Practical Nurses	1,053

Community Facilities

Public libraries:	
Branch facilities	7
Volumes	214,360
Audios	16,069
Videos	36,122
Other	219,476
Annual Circulation	1,189,002
Churches:	
Protestant	84
Catholic	10
Other	16
Restaurants	432
Hotels/motels	70
Rooms	3,255
Shopping Centers	12
Indoor Shopping Mall (105 stores)	1
Day Care Centers	52

Recreation and Cultural

Swimming Pools	Private - 5	Public - 4
Golf Courses	Private - 2	7
Health Clubs		16
Tennis Courts		30
Bowling Centers		2
Parks		100
Movie Theaters	4 Theaters	13 Screens
Ski Areas		1
Theatrical Playhouses		8
Museums		12
Art Galleries		24
Symphonies/orchestras		4

Sources:

Missoula County Election Office
Missoula County Sheriff's Department
Missoula County Road Department
Missoula City-County Library
Missoula County Personnel Department
Missoula County Superintendent of Schools
Missoula Economic Development Corporation
Missoula Chamber of Commerce
Missoula Rural Fire Department
Missoula City Fire Department
Missoula City Police Department
Montana Board of Regents

SINGLE AUDIT SECTION

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MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis
For the Year Ended June 30, 2014
(Page 1 of 5)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Federal Disbursements
OFFICE OF NATIONAL DRUG CONTROL POLICY:				
Passed Through City of Missoula:				
High Intensity Drug Trafficking Area	95.001	G13RM0037A	N/A	40,201
Total Office of National Drug Control Policy				40,201
DEPARTMENT OF AGRICULTURE:				
Passed Through State Department of Public Health:				
Women/Infants/Children 13-14	10.557	13-07-5-21-014-0	489,614	145,553
Women/Infants/Children 14-15	10.557	14-07-5-21-014-0	495,474	340,645
WIC Breastfeeding Support Services 13-14	10.557	13-07-5-21-060-0	35,500	11,011
WIC Breastfeeding Support Services 14-15	10.557	14-07-5-21-060-0	23,205	14,145
WIC Farmers Market Program 14	10.557	14-07-5-21-085-0	1,930	1,930
Subtotal Women/Infants/Children Grants				513,284
Passed Through Glacierland RC&D:				
Woodstove Changeout Program	10.674	N/A	285,000	151,615
Passed Through the State Department of Administration:				
Forest Reserve Receipts	10.665	N/A	570,672	596,391
Total Department of Agriculture				1,261,290
DEPARTMENT OF TRANSPORTATION:				
Direct Programs:				
Missoula to Lolo Bike Pedestrian Path	20.933	DTFH61-14-G-00001	4,580,363	161,396
Passed Through State Department of Transportation:				
Mullan Road Path - Frenchtown	20.205	STPE-SRTS 32(71)&(72)	752,813	290,121
DOT Occupant Protection 13-14	20.600	CTS-106783	35,000	11,290
DOT Occupant Protection 14-15	20.600	CTS-107258	35,000	23,427
Subtotal State and Community Highway Safety Grants				34,717

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2014
(Page 2 of 5)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Federal Disbursements
Alcohol Impaired Driving Countermeasures	20.601	106720	18,000	5,669
Alcohol Impaired Driving Countermeasures	20.601	107282	18,000	9,799
Subtotal Alcohol Impaired Driving Countermeasures Incentives Grants				15,468
Total Department of Transportation				501,702
DEPARTMENT OF JUSTICE:				
Direct Programs:				
OVW Rural Domestic Violence	16.589	2008-WR-AX-0008	1,214,725	169,121
OVW Encourage to Arrest	16.590	2008-WE-AX-18	976,338	146,489
OVW Planet Kids Supervised Exchange and Visitation Project	16.527	2010-CW-AX-K016	349,174	49,165
OVW Planet Kids Supervised Exchange and Visitation Project	16.527	2013-FL-AK-K012	349,999	86,710
Safety Vest	16.607	2012BUBX12064271	5,600	1,923
Justice and Mental Health Collaberation	16.745	2011-MO-BX-0040	200,000	27,508
COPS - Cooling Tower and Heating Pumps	16.710	2006CKWX0321	197,446	4,600
COPS - Generators	16.710	2009CKWX0471	750,000	40,053
Subtotal Public Safety Partnership and Community Policing Grants				44,653
Passed Through State Department of Justice:				
Victim/Witness Project	16.575	13-V1-91542	90,000	90,000
West Central Drug Task Force	16.738	12G01-91566	93,469	93,469
Passed Through City of Missoula:				
JAG Grant X	16.738	2013-H4566-MT-DJ	22,088	22,088
Subtotal Edward Byrne Memorial Justice Assistance Grants				115,557
Total Department of Justice				731,126
DEPARTMENT OF HOUSING & URBAN DEVELOPMENT:				
Direct Programs:				
Share House	14.235	MT0015L8T001205	147,498	147,498
Ada's Place	14.235	MT0003B8T001104	100,201	90,444
Subtotal Supportive Housing Program				237,942

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2014
(Page 3 of 5)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Federal Disbursements
Passed Through State Department of Commerce:				
CDBG - Community Resources	14.228	N/A	N/A	287,773
CDBG - Revolving Fund Loan	14.228	N/A	N/A	13,125
CDBG - Missoula Youth Homes	14.228	MT-CDBG-12PF-03	450,000	382,185
CDBG - Poverello Center	14.228	MT-CDBG-13-HR-02	450,000	427,797
Subtotal Community Development Block Grants - State Program				1,110,880
Total Department of Housing & Urban Development				1,348,822
ENVIRONMENTAL PROTECTION AGENCY:				
Direct Programs:				
Riparian Wetlands Project	66.461	CD-97868701-0	43,178	5,929
Milltown Superfund Co-op Agreement	66.802	V-97891501-0	50,002	15,954
Missoula County Courthouse Renovation Asbestos Abatement	66.818	BF-96825601-0	200,000	88,442
Passed Through State Department Environmental Quality:				
Air Pollution 14	66.001	514006	48,055	48,055
Air Contract Title V 14	66.001	514007	38,048	38,048
Subtotal Air Pollution Control Program Support				86,103
Air Stagnation Sign	66.605	513022	40,000	40,000
Total Environmental Protection Agency				236,428
DEPARTMENT OF THE INTERIOR				
Passed Through the Montana Bureau of Land Management:				
Upper Clark Fork River Project	15.230	L10AC20000	165,904	44,970
Passed Through the National Park Service:				
Preservation of Japanese American Confinement Sites	15.933	P13AP00029	39,730	781
Total Department of the Interior				45,751

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2014
(Page 4 of 5)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Federal Disbursements
DEPARTMENT OF HOMELAND SECURITY				
Passed Through State Department of Military Affairs:				
Emergency Management Program 12	97.042	EMW-2012-SS-00143-S01	114,533	21,870
Emergency Management Program 13	97.042	EMW-2013-EP-00044-S01	95,500	51,750
Subtotal Emergency Management Performance Grants				73,620
Hazard Mitigation Grant Program - Kehrwald Dr	97.036	FEMA-DR-1996-MT	121,574	120,903
FY11 Team Training & Sustainment Grant	97.067	EMW-2011-SS-00052-S01	99,000	10,043
FY12 Homeland Security Grant	97.067	EMW-2012-SS-00143-S01	64,322	20,485
FY13 HSGP EOD Tow Vehicle Project	97.067	EMW-2013-SS-00064	68,772	63,443
Subtotal Homeland Security Grant Program				93,971
Passed Through the State Department of Natural Resources:				
FEMA Grant for the Lolo Complex Fire	97.046	FEMA-5047-FM-MT	15,481	15,481
Total Department of Homeland Security				303,975
DEPARTMENT OF HEALTH & HUMAN SERVICES:				
Direct Programs:				
Drug Free Schools	93.376	1H79SP019831	123,461	37,732
Passed Through State Department of Public Health & Human Services:				
Public Health Emergency Preparedness 14	93.069	14-07-6-11-035-0	121,207	121,207
Infant Immunization Program 13-14	93.268	13-07-4-31-130-0	37,120	18,560
Infant Immunization Program 14-15	93.268	14-07-4-31-130-0	37,120	18,560
Subtotal Immunization Grants				37,120
Maternal Infant Early Childhood Home Visiting - Riverstone	93.505	14-07-5-01-065-0	154,139	154,139
ACA Maternal Infant Early Childhood Home Visiting	93.505	13-07-5-31-035-0	187,470	67,381
Subtotal ACA Home Visiting				221,520

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2014
(Page 5 of 5)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Federal Disbursements
Immunization Infrastructure and Performance	93.539	14-07-4-31-172-0	12,600	4,257
Early Childhood Services Bureau	93.575	1402SPTG0064	42,107	42,107
MCH Block Grant 14	93.994	14-07-5-01-032-0	136,948	136,948
MCH Children/Youth Special Health Needs 14	93.994	14-07-5-51-117-0	5,000	525
Subtotal Maternal and Child Health Services Block Grant to the State				137,473
Cardiovascular Disease and Diabetes Prevention	93.991	14-07-3-01-083-0	28,000	28,000
Title IV-E Child Abuse & Neglect	93.658	20053LEGL0012	37,783	37,783
Title IV-E Child Abuse & Neglect (Paralegal Services)	93.658	20053LEGL0001	42,126	42,126
Subtotal Foster Care - Title IV-E				79,909
Total Department of Health & Human Services				709,325
Total Federal Financial Assistance				$ 5,178,620

MISSOULA COUNTY, MONTANA

Notes to Schedule of Expenditures of Federal Awards - Cash Basis
For the Year Ended June 30, 2014

Note 1 - Basis of Presentation

The accompanying schedule is presented on the basis of cash disbursements. Accordingly, federal expenditures are recognized when a warrant is issued rather than when the obligation is incurred.

Note 2 - Loans Receivable

The Department of Housing and Urban Development-Community Development Block Grant programs had the following loans receivable in the revolving loan fund at June 30, 2014:

Missoula Children's Theatre	
0%, $24,500 due annually from June 2003 through June 2017	$ 100,042
Rocky Mountain Biologicals, Inc.	
5%, $4,813 due monthly from November 2005 through October 2014	64,960
Opportunity Resources, Inc.	
0%, $167 due monthly from May 2006 through April 2015	3,667
Western Montana Mental Health Center	
5%, $9,719 due annually through November 2015	20,418
Pyramid Mountain Lumber	
4%, varying amounts from January 2013 thru December 2020	309,318
Pyramid Mountain Lumber	
6%, $1,564 due monthly from May 2008 through February 2015	23,992
Pyramid Mountain Lumber	
4%, $914 due monthly from January 2013 through December 2020	62,011
Cornerstone (Mission Mountain Helicopters)	
6%, $1,666 due monthly from April 2011 through March 2018	111,774
Red Willow Learning Center	
5%, $580 due monthly from December 2011 through November 2016	16,206

Note 2 - Loans Receivable (Continued)

Homeword	
3%, $337 due monthly from January 2013 through February 2028 with balance due March 2028	77,762
Western Montana Mental Health Clinic	
2%, total due September 2014	175,582

Note 3 - Notes Payable

The County had the following notes payable to the State Revolving Fund Loan program (CFDA# 66.458) at June 30, 2014:

$241,000, issued June 1994, 4% due in varying amounts through July 2014	$ 5,000
$1,943,000, issued June 1994, 4% due in varying amounts through July 2014	45,000
$649,936, issued September 2002, 4% due in varying amounts through July 2023	298,000
$4,498,121, issued July 2003, 3.75% due in varying amounts through July 2024	1,741,000
$169,000, issued April 2005, 2.75% due in varying amounts through July 2015	23,000
$281,199, issued April 2005, 3.75% due in varying amounts through July 2020	72,000
$359,300, issued July 2009, 1.75% due in varying amounts through July 2029	303,000
$3,735,000, issued July 2009, 3.75% due in varying amounts through July 2029	2,333,000
$3,410,125, issued July 2009, 3.75% due in varying amounts through July 2029	2,947,000

The County had the following notes payable to the State Revolving Fund Loan program (CFDA# 66.468) at June 30, 2014:

$291,000, issued November 1998, 4% due in varying amounts through July 2019	76,000
$142,000, issued November 2008, 3.75% due in varying amounts through July 2029	118,000
$165,000, issued September 2009, 0.75% due in varying amounts through July 2029	129,000

Note 4 - Subawards

The County passed-through federal awards to subrecipients during the year ended June 30, 2014 as follows:

- Ada's Place (CFDA# 14.235) passed-through $87,104 to the YWCA.
- Share House Transitional Housing (CFDA# 14.235) passed-through $142,675 to the Western Montana Mental Health Center.
- OVW Safe Havens (CFDA# 16.527) passed through $122,712 to the YWCA.
- Rural Domestic Violence Program (CFDA# 16.589) passed-through $57,067 to the YWCA, Mineral County, the National Coalition Building Institute, and the University of Montana.
- Encourage to Arrest (CFDA# 16.590) passed-through $48,859 to the YWCA, the National Coalition Building Institute, Missoula Correctional Services, and St Patrick Hospital.

Note 5 - Program Clusters

Under OMB Circular A-133, a cluster of programs is defined as Federal programs with different CFDA numbers that closely related and share common compliance requirements. In 2014, the County received the DOT Occupant Protection grant (CFDA # 20.600), and the Alcohol Impaired Driving Countermeasures grant (CFDA # 20.601) belong to the Highway Safety Cluster. A cluster of programs is treated as one program for major program determination and testing.

Note 6 - Schools and Roads - Grants to States

The accompanying schedule reports only the portion of the annual Schools and Roads - Grants to States (CFDA 10.665) award that is allocated to the County. The County received an additional $253,597 that was allocated directly to area schools. Since the County has no oversight responsibilities, this amount is not included on this schedule.

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

Board of County Commissioners
Missoula County, Montana

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Missoula County, Montana's basic financial statements, and have issued my report thereon dated February 27, 2015. My report includes a reference to other auditors who audited the financial statements of Missoula Aging Services, as described in my report on Missoula County, Montana's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

My consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, I identified certain deficiencies in internal control that I consider to be material weaknesses.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. I consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2014-001 and 2014-002 to be material weaknesses.

Compliance and Other Matters

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

Missoula County, Montana's Response to Findings

Missoula County, Montana's response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. Missoula County, Montana's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of this Report

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

Nicole M. Noonan, CPA, P.C.

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St. Regis, Montana
February 27, 2015

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Board of County Commissioners
Missoula County, Montana

Report on Compliance for Each Major Federal Program

I have audited Missoula County, Montana's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Missoula County, Montana's major federal programs for the year ended June 30, 2014. Missoula County, Montana's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Missoula County, Montana's basic financial statements include the operations of Missoula Aging Services and Partnership Health Center (both discretely presented component units), which expended $1,259,797 and $6,328,419, respectively, in federal awards which are not included in the schedule of expenditures of federal awards for the year ended June 30, 2014. My audit, described below, did not include the operations of Missoula Aging Services and Partnership Health Center, because these component units obtained separate audits conducted in accordance with OMB Circular A-133.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of Missoula County, Montana's major federal programs based on my audit of the types of compliance requirements referred to above. I conducted my audit of compliance in accordance with auditing standards generally

accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Missoula County, Montana's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal program. However, my audit does not provide a legal determination of Missoula County, Montana's compliance.

Opinion on Each Major Federal Program

In my opinion, Missoula County, Montana, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of Missoula County, Montana, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance, I considered Missoula County, Montana's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of Missoula County, Montana's internal control over compliance.

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

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of my testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Nicole M. Noonan, CPA, P.C.

Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
February 27, 2015

MISSOULA COUNTY, MONTANA

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014

Section I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued on financial statements:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified not considered to be material weaknesses:	No
Noncompliance material to financial statement noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .510(a)?	No

Identification of major programs:

CFDA#	Federal Program
10.665	Secure Payments for States and Counties Containing Forest Lands - Forest Reserve Receipts
14.228	Community Development Block Grants - State Program

Dollar threshold used to distinguish between Type A and Type B programs:	$300,000
Auditee qualified as a low-risk auditee?	Yes

Section II - Financial Statement Findings

2014-1 - Accounts Receivable

Amounts recorded as unearned revenue should be supported by detailed accounting records. At June 30, 2014 there was a negative accounts receivable balance for the Clerk and Recorder of $125,576, which was recorded as unearned revenue. During testing it was determined that accounts receivable billing was not being recorded properly in the accounts receivable account after the department changed how they process accounts receivable and deferred revenue in their separate software system. At year end the balance should have been approximately $20,000, which resulted in an understatement of receivables and revenue in the General fund of $145,576. The negative accounts receivable balance was adjusted to zero for the audited financial statements, increasing charges for services revenue by $125,576. This error was caused by a change in deposit procedure without adequate review by management. At year end unusual balances should be reviewed for accuracy by management prior to reporting.

County Response

In the past, the Clerk & Recorders office had received payments in advance from various customers. The advance payments were accounted for in the accounts receivable line item. During fiscal year 2014, the Clerk & Recorders office changed how they handled payments received in advance without correcting the balance in accounts receivable or notifying the Finance department. The Clerk & Recorders office is currently working to rectify the issue regarding the negative accounts receivable balance. Going forward, the Finance Department will inquire more thoroughly regarding unusual balances.

2014-2 - Claims Liability

Claims liability reserves should be updated as soon as additional information is available for pending claims. Risk management personnel update reserves periodically, but did not increase reserves for a claim that was settled until payment was made in the fall of 2014. This resulted in an understatement of claims liability at June 30, 2014 by $361,345, since the estimated reserves were lower than the actual settlement amount. Although the settlement occurred after year end, finance management reviews subsequent changes to pending claim reserves to ensure reserves are adequate at year end. It is recommended that risk management update claim reserves as information changes and finance management consults with the risk manager regarding any subsequent changes to claim reserves prior to recording a final estimate.

County Response

The lawsuit that resulted in the claims liability increase was settled in late October 2014. The claim processing system was not updated for the increase in a timely manner. Going forward, the Finance Department will inquire of any changes to the claims reserves rather than relying solely on reports received from the Risk Department.

Section III - Federal Awards Findings and Questioned Costs

There are no matters to report under OMB Circular A-133.

Summary Schedule of Prior Audit Findings

The audit for the year ended June 30, 2013, contained no audit findings relative to federal awards.

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February 27, 2015

Board of County Commissioners
Missoula County, Montana

In planning and performing my audit of the financial statements of Missoula County, Montana for the year ended June 30, 2014, I considered its internal control in order to determine my auditing procedures for the purpose of expressing my opinions on the financial statements and not to provide assurance on the internal control. This letter does not affect my report on those financial statements dated February 27, 2015.

However, I noted certain matters involving internal control and its operation that I consider opportunities for improvement. These and other matters are summarized below.

Protested Taxes

Protested taxes have been reconciled to the cash balance in the protested tax fund. The remaining errors that have not been corrected are not considered material and additional research for correction is not considered necessary. We recommend calculating the amount of excess available cash in the protested tax fund and making a distribution to the applicable funds.

Protested taxes receivable in the general ledger accounts should agree to the amount of protested taxes in the tax module. At June 30, 2014, protested taxes in the tax module was $5,751,427, protested taxes receivable in the general ledger accounts was $6,936,157 and protested taxes payable in the protested tax fund was $5,877,870, differences of $1,184,730 and $126,444, respectively. The receivable difference reported in agency funds is $887,692 with the remaining $297,038 difference related to county funds. These differences have been caused by several software conversions. These differences result in an overstatement of taxes receivable and deferred revenue in the fund financial statements and taxes receivable and net position in the government-wide financial statements of $297,038. To correct these differences a distribution of protested taxes should be calculated and the general ledger accounts adjusted to the proper balance.

Excess Cash Reserves

Cash reserves are limited to 33% of appropriations according to MCA 7-6-4034(2). Cash reserves were budgeted in excess of the 33% limitation in the Mental Health fund. The County should review budgeted ending cash reserves in comparison to budgeted expenditures to ensure that this limitation is not exceeded.

Mill Levy Calculations

There were several areas were improvement could be made in the mill levy calculation process:

- Under MCA 15-10-420, Counties calculate their maximum levy authority each year for all county-wide funds and all county only funds. Then that authorized levy can be allocated to the funds as needed by management and the county commissioners. The amount of the authorized levy not used in any tax year is not lost, as it is carried forward to the next tax year as the starting point for calculating the new authorized levy. The County prepares mill levy calculations for all funds individually instead of calculating in total and then allocating to the various funds. This is allowable, but limits the allocation of taxes between funds to historical ratios. The county also calculates the unused levy authority in terms of unused mills instead of unused dollars. Since the value of a mill changes it is important to consider that only the dollar value of the mills not used is brought forward each year. The County should review their budget preparation procedures in light of this information and consider changes to better track excess taxing authority.
- The Permissive Medical Levy can be increased each year by the increase in the cost of health insurance for county employees. The county currently calculates the permissive mill levy using the calculation for MCA 15-10-420, which increases the levy each year for a portion of standard inflation, therefore the County could increase the permissive mill levy if needed. The County should calculate the authorized permissive mill levy using the appropriate base cost with annual increases. This authority also carries forward even if not levied in any one year.
- Voted mills should be separately identified and levied based on the criteria voted on by the public. The County calculates the amount to levy for funds with voted mills in the same way as those that fall under MCA 15-10-420. Since the County has excess taxing authority they are not out of compliance, but this procedure could lead to levying a different amount than what was authorized by the voters since voted mills typically do not include an annual inflationary increase. These levies should be calculated and identified separately to clarify they are not part of the mill levy limitation under MCA 15-10-420

Voted Mill Levies

According to MCA 15-10-425(2)(c), the resolution submitting the levy to a vote must include whether the levy is permanent or the durational limit on the levy. Upon review of supporting documentation for six permanent mill levies, three of those levies did not contain the required wording regarding the permanence of the levy. In addition, supporting documentation for one voted levy could not be located. In the future, language for voted mill levies should contain the required information which states if the levy is permanent or the duration of the levy. Supporting documentation regarding voted levies should also be maintained indefinitely.

Schedule of Expenditure of Federal Awards

The County's schedule of expenditures of federal awards (SEFA) is reported on the cash basis of accounting. Therefore expenditures are only reported when a warrant is issued. The Missoula to Lolo Infrastructure grant was reported on the accrual basis of accounting on the SEFA. Expenditures were reported as $377,623, when actual cash basis expenditures were $161,396. This occurred because accrual basis quarterly reports were relied upon for reporting. Reported expenditures were not reconciled to CSA transactions for this grant. This resulted in the program being considered a major program, based on expenditures in excess of $300,000, until additional testing uncovered the error. During SEFA preparation, significant grants should be reconciled to the general ledger to ensure proper amounts are reported on the schedule.

Accrual Adjustments

There were two errors noted in regards to accrual adjustments during the audit:

- Accounts receivable should be reported when the related revenue is recognized under generally accepted accounting principles. Accounts receivable at June 30, 2014 included one grant receivable for $149,499 that did not qualify as revenue in fiscal year 2014 so should not have been recorded. This resulted in an overstatement of accounts receivable and revenue in the Big Sky Trust fund. Although the activity for the subrecipient was in fiscal year 2014, the County had not yet paid the subrecipient so the related revenue was not yet earned. In the future additional care should be taken when recording pass-through grant revenues to ensure all eligibility criteria have been met.
- Accounts payable should be reported when the good or service has been received. Accounts payable at June 30, 2014 included one invoice for $44,241 that was required to order software and equipment in the Public Safety fund. Since the equipment had not yet been received it should not have been recorded as an accounts payable and expenditure in fiscal year 2014. This resulted in an overstatement of accounts payable and expenditures in the Public Safety fund of $44,241. In the future, management should ensure that accounts payable are only recorded when the goods or services are received prior to year end.

Capitalized Interest

Interest on debt used to finance capital asset construction should be capitalized from the time the debt is incurred until the project is substantially complete. During fiscal year 2014, the interest expense on capital lease financing of $199,327 used for courthouse remodeling projects was not capitalized. Management was not aware of this requirement for governmental assets under construction. In the government-wide financial statements construction in progress and interest expense were both overstated by $199,327. In the future, management should review all capital asset construction financing to determine if interest expense should be capitalized while the project is being completed.

Contract Commitments

Supporting documentation for commitments related to large contracts at year end should be accurate. There were several errors noted in the supporting documentation for this disclosure. These include errors in the contract amount and payment amounts used in the spreadsheet. This resulted in a negative ending balance, completed contracts having balances carried forward, and incomplete contracts being reported as complete. These errors were due to a lack of appropriate preparation and review procedures. Correction of the errors noted resulted in a reduction in the commitment amount of $178,874. Management should review preparation practices to improve the accuracy of the information and formally review the schedule prior to reporting.

Public Safety Deposits

Deposits made to the Treasurer's office should be supported by adequate documentation at the department level. Supporting documentation for one of the two deposits sampled for the detention center could not be found. All collection reports should be maintained at each department.

Credit Card Statements

Credit card statements should be retained by all departments. The Health department was not aware that credit card statements should be retained so this was not being done. It is important to retain statements to properly document all credit card activity. The statements show that all activity on the card has been submitted to the County for payment and that the card is being used properly. In the future, credit card statements should be maintained with supporting invoices attached in all departments.

Recommendations from the June 30, 2013 management letter are shown below with their status as of June 30, 2014.

Finding	*Status*
Public Safety Commissary Account	Implemented
Protested Taxes	Partially Implemented
Excess Cash Reserves	Repeated
Treasurer's Checks	Implemented
Forest Reserve Allocation	Implemented

* * * * * * * * * *

This letter is intended solely for the information and use of management, the Board of County Commissioners, others within the entity, and the State of Montana and is not intended to be and should not be used by anyone other than these specified parties.

Nicole M. Noonan, CPA, P.C.

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