

# COUNTY OF MARIN, CALIFORNIA

## COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2015



**COUNTY OF MARIN DEPARTMENT OF FINANCE**

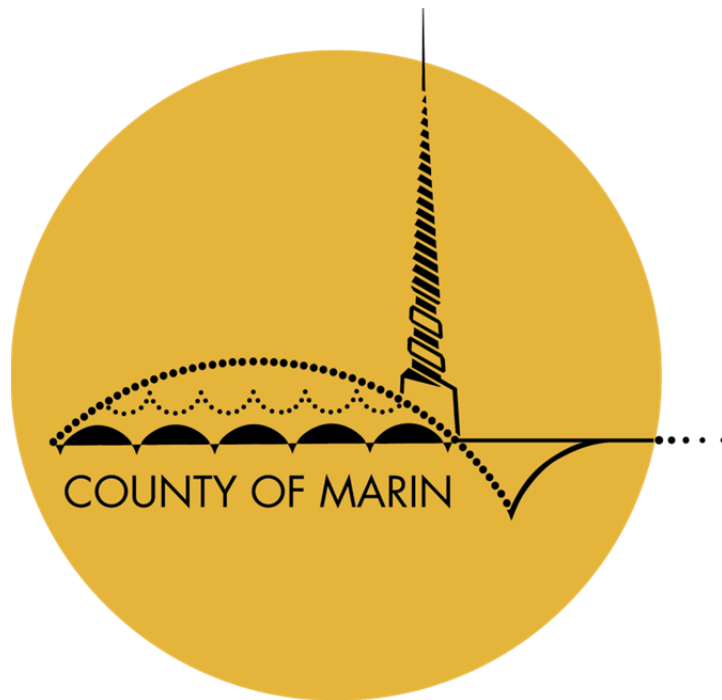


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**County of Marin  
Department of Finance**



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# COUNTY OF MARIN

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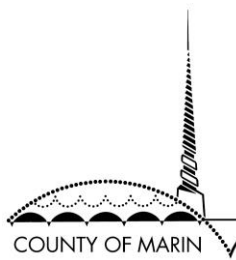
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## **INTRODUCTORY SECTION**

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# DEPARTMENT OF FINANCE

Excellent and responsive fiscal leadership.

Roy Given, CPA  
DIRECTOR

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ASSISTANT DIRECTOR

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February 1, 2016

To the Honorable Members of the Board of Supervisors,  
Citizens of the County of Marin, California:

We are pleased to present the County of Marin's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2015. The County of Marin employees remain committed to reach and maintain the highest possible standards in financial reporting now and in the future.

This report was prepared by the County of Marin's Department of Finance in conformance with the principles and standards for financial reporting set forth by the Governmental Accounting Standards Board (GASB) and Generally Accepted Accounting Principles (GAAP). Recommended guidelines by the Government Finance Officers Association (GFOA) of the United States and Canada were also followed.

California law requires that every local government publish a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2015.

Management assumes full responsibility for the completeness and reliability of the information contained in the CAFR, based upon a comprehensive framework of internal control established for this purpose. As the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. Management asserts that, to the best of our knowledge, the information presented in this report is accurate in all material respects and presents fairly the financial position of the various funds and component units of the County of Marin, including all disclosures necessary to understand the County's activities.

The County's financial statements have been audited by Gallina LLP, a registered public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2015 are fairly presented in conformity with GAAP, and are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor rendered an unmodified ("clean") opinion on the County's financial statements for the fiscal year ended June 30, 2015. The independent auditor's report is presented in the first component of the financial section of this report.

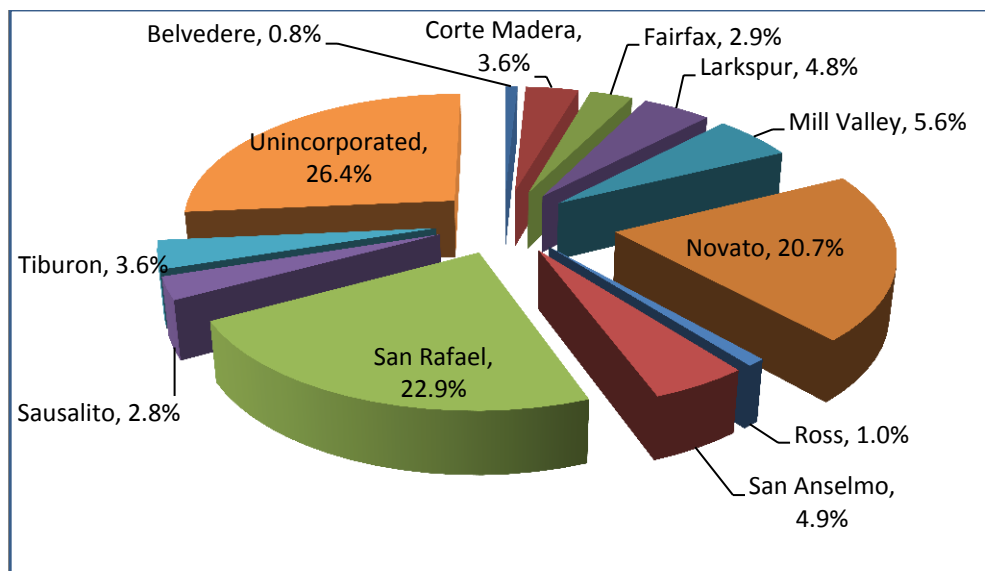
The CAFR represents the culmination of all budgeting and accounting activities engaged in by management during the fiscal year. GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A), which is presented after the independent auditor's report. This letter of transmittal is designed to complement the MD&A, and therefore should be read in conjunction with it.

## PROFILE OF THE GOVERNMENT

The County of Marin is one of the nine counties in the San Francisco Bay Area, and was established in 1850 as one of California's original 27 counties following the adoption of the Constitution of 1849. The County of Marin currently occupies 520 square miles and includes 11 incorporated cities and towns: Belvedere, Corte Madera, Fairfax, Larkspur, Mill Valley, Novato, Ross, San Anselmo, San Rafael, Sausalito, and Tiburon. The County is linked to San Francisco by the Golden Gate Bridge to the South, Sonoma County to the North, San Pablo Bay and San Francisco Bay to the East, and the Pacific Ocean to the West. Most of the County's 258,972 residents live along the eastern side, with a string of communities running along the San Francisco Bay. The rural coastal corridor and inland valleys feature vast acreage of land in agricultural production, as well as open space for tourism and recreation. Some of the notable attractions that draw visitors to Marin County and its cities and towns include the Golden Gate Bridge, the Marin Headlands, Mount Tamalpais, Muir Woods, and the Point Reyes National Seashore.

The County government functions as a local government body to serve the needs of its residents. As a geographical and political subdivision of the State of California, counties serve a dual role that differs from cities. Cities generally provide basic services, such as police and fire protection, sanitation, recreation programs, planning, street repair, and building inspection. The 11 cities within the County are governed by their own city council. The County provides a vast array of services for all its residents. These services include social services, public health protection, housing programs, property appraisal and tax assessments, tax collection, criminal prosecution, administration of the elections, public safety, library services, road maintenance, and fire protection.

The County also provides municipal services in the unincorporated areas and acts as administrative agents for state and federal government programs and services. As illustrated in the chart below, the unincorporated area, for which the County of Marin provides municipal services, represents 26% of the total County population. The rest of Marin County's residents of the incorporated areas, as illustrated in the chart below, receive services from one of the 11 different municipal governments within the County.



California Department of Finance May 2015

As a general-law county, Marin County is a geographic and political subdivision of the State of California, and therefore is bound by state law as to the number and duties of County elected officials. Under the state constitution, counties are responsible for providing state-established health care, welfare, and criminal justice programs, and enforcing state and federal laws as applicable. These services are provided to all residents within a county's jurisdiction. In many cases, the minimum level of services, administrative guidelines, and the power of a county to provide these services are defined by state law.

The County's principal functions include seven major areas: general government, public protection, public ways and facilities, health and sanitation, public assistance, education, and recreation and cultural services.

The County has five districts that are approximately equal in population with boundaries adjusted every ten years following the latest United States census. Under California's Constitution and laws, the five members of the Marin County Board of Supervisors serve as the legislative and executive Board of Marin County. The members are elected by district based on population, as required by state law, and are required to live in the district they represent. Supervisors are elected to four-year staggered terms. Supervisors also elect a President, Vice President, and Second Vice President annually amongst themselves. The Board adopts policies, establishes programs, appoints non-elected department heads, and adopts annual budgets for all County departments. The County has three elected officials: the Assessor-Recorder-County Clerk, District Attorney, and Sheriff-Coroner.

The Board also serves as the governing board for several special districts, including the Open Space District, Flood Control District, Housing Authority, and Transit District. Each special district is separate from the County and has distinct roles, budgets, and staff. The Supervisors also serve on the boards of regional agencies and as ex-officio members on the boards of County service districts.

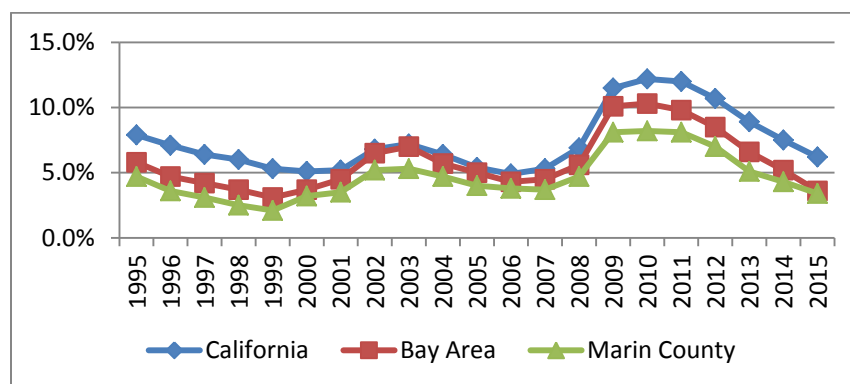
The central and most visible location of Marin County government is the Marin County Civic Center in San Rafael, which was designed by Frank Lloyd Wright and is one of the National Register of Historic Places. The Civic Center is home to a public library as well as many other County services. It also houses the Hall of Justice, which includes court facilities and public safety departments. Other County facilities and services are located throughout Marin County.

## FINANCIAL CONDITION

### Economic Indicators

The local economy continues to be in an economic recovery after signs of stabilization appeared in 2011.

- Employment: Unemployment rates in both the State and County have declined steadily during the past years. By June 2015 the County's unemployment rate was 3.4% (not seasonally adjusted), which is a 0.8% decline from June 2014, and continues to be lower than the State's rate of 6.2% and the national rate of 5.5%. The chart below illustrates Marin County's relatively low unemployment rate compared to the Bay Area and California from 1995 through 2015.

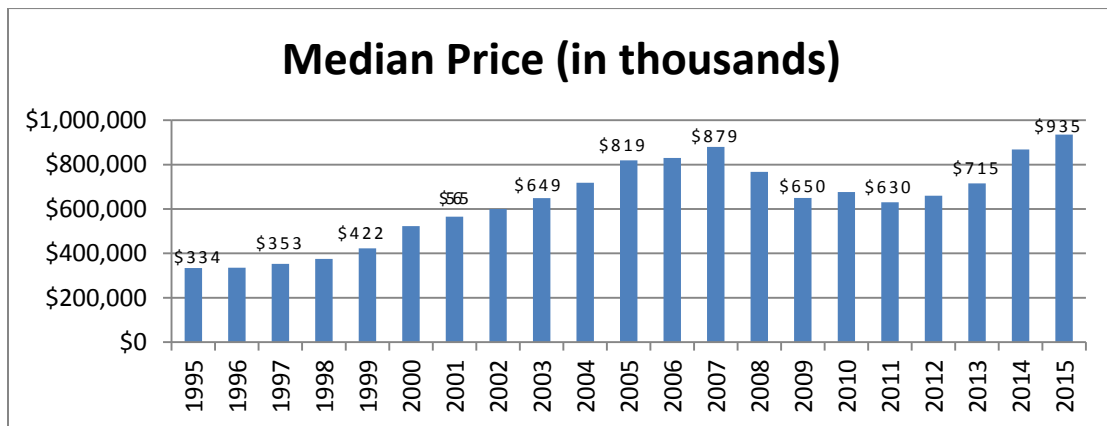


State of California Employment Development Department – June 2015

At the time of this publication, Marin's December 2015 unemployment rate had fallen to 3.2%, which is the second lowest unemployment rate of all Counties in the State.

- Real Estate: Given that property tax revenues make up the County's largest source of discretionary revenue, the health of the local real estate market and the associated changes in assessed property values are key indicators of the County's financial outlook. During the recent recession, the slowdown in the housing market caused property tax revenues to flatten. However, with median single family home prices now nearing \$1 million due to better economic conditions, the housing market has increased the County's annual revenue growth projections to 6.8%, or approximately \$5 million over the planned amount.

Median home prices (attached and detached single-family homes) within Marin County rose 8% to \$935,000 in 2015 from \$868,005 in 2014. In 2015, the County's residential real estate market surpassed its 2007 peak. While this will result in higher assessed property values and property tax revenues in the future, affordability continues to decline in Marin and the entire Bay Area. The affordability index in the Bay Area dropped from 23% to 20% from March to June 2015. Marin County's affordability index dropped from 19% to 17% in the same period, while in comparison, the overall U.S. index is 57% and the State's is 30%, as of June 2015. This index indicates that the County is one of the most unaffordable places for housing in the nation, State, and Bay Area. The chart below demonstrates the median sale price for detached and attached single-family homes in Marin for the last twenty years.



Marin County Assessor, 2015

### A Balanced Budget

Fiscal year 2014-15 is the first year of the County's first two-year budget, which was developed to improve long-term budget planning. Greater financial stability at the federal and particularly the state level has resulted in more predictable revenues and created an opportunity for a longer term budgeting process, however the County continues to practice the same financial conservatism during this economic upturn that served the county well during the more recent economic downturn.

As the economy has improved, property tax and sales tax revenues have rebounded. As a result, the County is projecting moderate revenue growth over the next year. We see the improved economy as an opportunity to focus on long-term trends, maintain current service levels, pay down our unfunded retiree obligations, increase investments in our road and facility infrastructure, and set aside reserves for future uncertainties. To avoid future shortfalls, the budget continues its practice of matching one-time revenues with one-time expenses.

Because of the County's past decisions to reduce ongoing spending, the budget is balanced and is structurally sound. It maintains current service levels and makes one-time investments to address the Board's priorities. This past year, all three independent bond rating agencies affirmed Marin County's 'AAA' rating, citing a strong local economy, sound fiscal management and a proactive approach to reducing unfunded retiree liabilities.

The County's goal in preparing the budget is to be open and transparent, make recommendations that are consistent with its long-term priorities, and be fiscally responsible to the residents it serves, with the shared goal of making Marin safer, healthier, and more sustainable.

### Open and Transparent County Budget & Spending

The County recently explored more avenues for constructive engagement with residents to continually improve County services, as well as to understand their concerns and priorities, in an era of declining trust in government nationally. This past fall, the County partnered with OpenGov to publish budget data in an open and transparent way that allows residents to explore and understand financial data in a variety of forms. For years, the County has published budgetary and financial data online, but with the new web-based platform, the public can now examine the line-item details and trends in a more user-friendly and interactive manner. Please visit [www.marincounty.org/openbudget](http://www.marincounty.org/openbudget) to learn more about the County's budget and financial information.

### Employee's Retirement Plan

This year the County implemented the new Government Accounting Standards Board (GASB) Statement No. 68 related to financial reporting of pension plans on its financial statements. It also requires full disclosures in the basic notes and required supplementary information sections of the CAFR. MCERA (the Plan) is the pension plan for the County. In summary, this new standard requires MCERA and the County to use two different actuarial valuation methods for its pension plan – one for financial reporting purposes as required by GASB No. 68 and the other for funding purposes to determine the County's annual contribution to the plan. The new method, for financial reporting purposes, is used to calculate the net pension liability that appears in the Government-Wide financial statements. While financial reporting has changed, the method used to determine the annual contribution to the pension plan by the County has not changed and is consistent with prior years.

This year, for financial reporting purposes, the net pension liability is now displayed on the face of the financial statements (Statement of Net Position). For funding purposes, information about unfunded pension liabilities will continue to be disclosed in the basic notes and required supplementary information sections of the CAFR, not on the financial statements.

## **LONG-TERM FINANCIAL PLANNING**

Just as the County has planned its response to the greatest recession since the Great Depression, we need to look ahead and consider the emerging issues that the County will need to address in the coming years. To be a responsive government, the County must adapt to new community needs, understand major trends, and encourage a culture of innovation.

The County's revenue picture has improved, though at a slower pace than neighboring counties that benefit from greater sales and hotel tax growth. While the County's budget is now stable, we still face the challenges of aging infrastructure, increases in workers compensation costs, and the continued need to reduce our unfunded pension liabilities. Although our local economy has certainly improved, not all in our community are sharing the benefits. Despite the County's improved fiscal outlook, there are significant emerging needs that the County will need to address over the next few years.

### Aging Road and Building Infrastructure

The County maintains 419 miles of road, consisting of 1,100 lane miles. Maintaining infrastructure for all modes of public mobility is an essential service and affects nearly every county resident. Our recent investments have yielded results as we have improved our Pavement Condition Index from 49 to 60.



Nonetheless, to make further progress we will need to increase our annual investment. The County is allocating an additional \$7 million above its General Fund requirement for road maintenance and improvements.

The County owns 44 buildings, the majority of which are over 20 years old and in need of significant repairs and upgrades. The Civic Center roof and Woodacre Fire Headquarters both require significant up-front investments to remain structurally sound. The Board recently authorized County staff to pursue debt-financing options that would provide the up-front funding for repairs at these locations and other locations.

#### Increased Workers Compensation Costs

Over the past three years, required annual contributions to the County's workers compensation fund have increased by over \$6 million and are nearly \$3 million above last year's budget. The increase is primarily attributable to higher cost claims for public safety works. Legislative changes have expanded the scope of public safety injuries and illnesses that are presumed to be work-related. County staff is engaged in a more coordinated case management approach to help mitigate the County's risk going forward, including additional training and review of policies and procedures.

#### Continuing Efforts to Reduce Unfunded Liabilities

Although investment earnings have been relatively strong in recent years, the County's cost for pension and post-employment benefit obligations are increasing due to investment and demographic assumptions implemented by the Marin County Employees' Retirement Association (MCERA) Board. Earlier this year, MCERA analyzed their assumptions regarding the expected future rate of investment returns and voted to reduce the earnings assumptions by 0.25%, from 7.50% to 7.25%. In addition, the MCERA Board voted to implement updated actuarial mortality assumptions since retirees are living longer. The combination of reducing the discount rate to 7.25% and updating mortality assumptions has increased the County's annual required contributions by approximately \$2 million.

The County's pension and retiree liabilities came about based on many decisions that were made over the last 40 years. These liabilities cannot be eliminated in five years, but the Board has taken many steps to reduce them now and for future generations. Specifically, the Board has done the following in recent years:

- Created a lower cost retiree health plan for all employees hired after 2008, whereby employee OPEB costs are capped to a maximum of \$3,000 per year.
- Negotiated with miscellaneous bargaining units a less costly 2% at age 61.25 retirement tier for new employees that became effective in 2012;
- Implemented the California Public Employees' Pension Reform Act of 2013 (PEPRA), which, among other statewide reforms, mandates for new, non-reciprocal employees on or after January 1, 2013 a 2.0% at age 62 pension plan for non-safety employees and a 2.7% at age 57 formula for new safety employees;
- Adopted a policy to dedicate County PEPRA savings for the first five years toward reducing the County's unfunded liability, estimated to save up to \$3 million over PEPRA's first five years;
- Utilized \$46 million in one-time reserves to pay down our unfunded pension liability and created a retiree health trust to eliminate our unfunded retiree health liability over the next 30 years; and
- Began the phase-out of the County's contribution to employees' share of retirement cost for County employees.

#### Income Inequality and Equity Gaps in Health, Education and Jobs

On an overall basis, the County ranks highest in California in health and life expectancy. Unemployment is the second lowest in the state, and median income is the highest. But within the County there are differences among our communities that require greater focus. For example, life expectancy can vary by

as much as 17 years within the County, and the number of Marin households living below the self-sufficiency standard has increased 28% since 2007.

The County has responded to the gaps in equity in various ways over the past few years - increasing the living wage, working with community partners, and reducing Park and Library fees have all be positive steps in the right direction. Expanding access to healthcare has also been a considerable success. Since the implementation of the Affordable Care Act (ACA) in 2014, 27,000 Marin applications have been approved for health insurance and Marin's Medi-Cal program has increased by 71 percent. We are now working with our community partners to make investments in early childhood education and college readiness.

### Changing Demographics

Marin residents are approximately 10 years older than the rest of the state, and the fastest growing segment of our community over the age of 65. The Department of Health and Human Services recently completed an update to the Marin County Area Plan for Aging 2012–2016 that incorporates a community-wide planning process, known as the Aging Action Initiative, to develop expanded aging services infrastructure. Over the next year, Health and Human Services will be working with our community partners to develop new initiatives and perform metrics to ensure that we are responding to our highest needs in the community. Work groups are currently analyzing strategies to address mental health, dementia, nutrition, care coordination and economic disparity.

### Changing Workforce and Technology

Over the past year, County employees have been engaged in the creation of a Five Year Business Plan designed to improve our services and better support our workforce. The plan will identify strategies and actions to respond to the expected retirements of one in three employees over the next five years. It will also help inform technology investments so that we can meet the rapidly changing expectations of our residents and our workforce for modern customer service practices.

The coming year will also bring important focus to business improvement efforts, including the implementation of a new enterprise resource planning (ERP) system to replace our current financial system (SAP). An important part of this implementation will be to use this system replacement project as an opportunity to change our business processes to better reflect public service best practices.

## **MAJOR INITIATIVES**

### Five Year Business Plan

In 2001, the County adopted its first Strategic Plan: A Blueprint for Excellence, which was composed of four strategic areas: the customer, the employee, communication and performance management. It was the beginning of a new way of working together to fulfill the County's mission which was: to provide excellent service that support healthy, safe and sustainable communities; preserve Marin's unique environmental heritage; and encourage meaningful participation in the governance of the County by all. Since fourteen years have passed, the 5 Year Business Plan takes a fresh approach to the new challenges and opportunities the County faces in the next 5 years.

Over the previous 14 years, various administrative services departments developed focused strategic plans. For example, in 2004, Information Services Technology developed an operational plan. In 2010, the County Administrator's Office developed the Long-Term Restructuring Plan that responded to the budgetary realities of the recent economic downturn. The plan addressed structural budget issues and improved the County's overall business practices to adapt to its diminishing resources, and was used to inform many of the adopted budget reductions which balanced the County's budget and resulted in over \$30 million in ongoing savings. In 2011, Human Resources led a Countywide internal analysis of its

workforce and produced a comprehensive Workforce Strategic Plan, whereby strategic initiatives were developed to address emerging workforce issues. While many of the initiatives defined in these various plans are still very much relevant today, it became clear that a combined strategic document with one voice and one vision was needed to meet the future needs of the organization.

The County's new Five Year Business Plan covering 2015-2020 can be viewed online from the County's main website [www.marincounty.org](http://www.marincounty.org). It identifies 4 Focus Areas that the County will prioritize over the next 5 years:

- Focus Area 1: Create an inclusive organization
  - Strategy 1: Ensure diversity at all levels of the organization
  - Strategy 2: Streamline talent attraction processes to ensure the best quality candidate pool
- Focus Area 2: Provide enhanced public service through innovation
  - Strategy 1: Support the implementation of changed business practices
  - Strategy 2: Increase online options for the community to conduct business with the County
- Focus Area 3: Invest in career growth and development through programs, services, and initiatives
  - Strategy 1: Develop a culture of feedback for all employees
  - Strategy 2: Promote and provide career development opportunities
- Focus Area 4: Strengthen effective communication and increase engagement – information sharing creates a stronger County and better service to our community
  - Strategy 1: Improve the County's internal and external communication
  - Strategy 2: Increase employee engagement

### Managing for Results

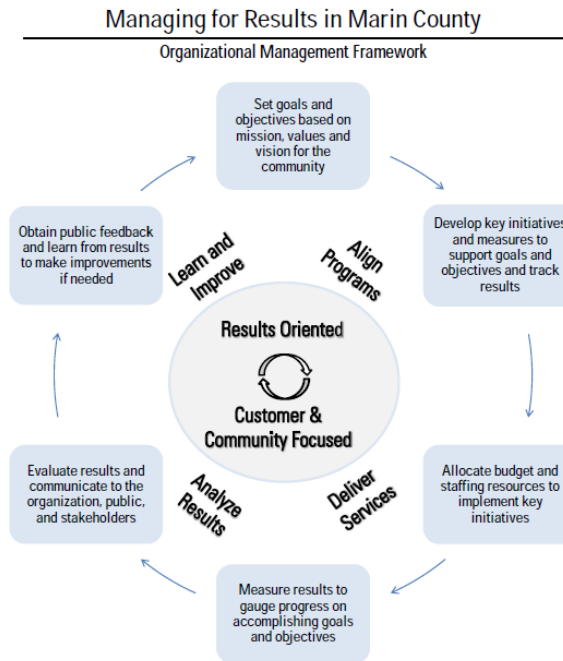
Performance Management involves measuring the effectiveness of County programs in achieving community outcomes. To further define this strategy, the Board of Supervisors expressed its vision to become a "Well-Managed County" with the following elements:

- Results-oriented
- Customer and community focused
- Mission and values-driven
- Collaboration and participation among all levels of the organization
- Cycle and culture of continuous improvement
- Budgets and business systems aligned with overall mission, values and goals.

The County developed and implemented Managing for Results (MFR) to achieve its vision of a "Well-Managed County," and can be viewed online from the County's main website at [www.marincounty.org](http://www.marincounty.org). MFR is a tool that helps the County "do the most important things well" by identifying the County's most important priorities, aligning department and program activities to reflect those priorities, and using measures to track progress in accomplishing them. MFR is also an integral part of the budget process. Departments develop annual performance plans, which include their goals, objectives, initiatives, and measures to help them inform budget allocations recommended in the proposed budget. With the introduction of a two year budget process, performance plans are done bi-annually. Departments work with the County Administrator's Office to manage and update measures throughout the budget period.

With the County having reached a relative level of budget stability after several years of fiscal challenges, we intended to explore efforts to improve the MFR program to better communicate outcomes, including work with the Board and departments to develop Countywide indicators.

As shown in the below diagram, MFR is a dynamic, ongoing process that continues the County’s efforts to build a high-performance organization that achieves results in addressing community and organizational needs.



**RELEVANT FINANCIAL POLICIES**

Budget

The County is required by State law to adopt a final budget each year. This annual budget serves as the foundation for the County’s financial planning and control. Budgets are adopted for all governmental funds. The County maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. Activities of the general and special revenue funds are included in the annually appropriated budget. The legal level of control for appropriations is exercised at the departmental fund level. Appropriations at this level may only be adjusted during the year with approval of the Board. The County Administrator may make adjustments at their discretion below that level. Such adjustments by the Board and the County Administrator are reflected in the revised budgetary data presented in the financial statements.

The annual budget serves as the foundation for the County’s financial planning and control of expenditures. The legal level of budgetary control, where expenditures may not exceed appropriations, is at the object level (e.g., salaries and benefits) within a budget unit in a fund. Budget expenditures are enacted into law through the passage of an Appropriation Ordinance. The ordinance sets limits on expenditures, which cannot be changed except by subsequent amendments to the budget.

Balanced Budget

The annual budget must balance resources with expenditure appropriations in accordance with California State Government Code §29009. The Board requires the County Administrator’s Office, in coordination with the Department of Finance, to ensure that expenses are controlled in such a manner that department budgets are not expended above the levels that are appropriated in the annual budget or beyond that which the County has the funds to pay.

## Pursuit of New Revenues/Maximizing Use of Non-General Fund Revenues

County departments will pursue revenue sources, when reasonable, in support of the Countywide goals. Where not prohibited by law, departments will maximize use of non-General Fund revenues prior to using General Fund money to fund programs. In any case, the Board expects that revenues will only be budgeted when there is substantial assurance of their receipt in the fiscal year that is being considered. The County will continue to advocate for more discretion over its revenue sources and to diversify and maximize discretionary revenue sources to improve the County's ability to manage revenue fluctuations.

## Use of "One-Time" Funds

The Board expects that one-time revenues shall be dedicated for use as one-time expenditures. Annual budgets will not be increased to the point that ongoing operating costs become overly reliant on cyclical or unreliable one-time revenues. In the face of downturns in the economy or any significant state cuts in subventions for locally mandated services, the use of one-time sources of funds will only be used to ease the transition to downsized and/or reorganized organizations. The State of California owes Marin County for unpaid state mandate reimbursements. Since these payments are reimbursing the General Fund for prior year support and are one-time revenues, the Department of Finance will deposit these funds directly into the one-time reserve. Any spending of these funds will be subject to future appropriation by the Board of Supervisors.

## Cost Recovery through Fees

Departments must utilize fees to recover costs where reasonable and after all cost-saving options have been explored. There must be statutory authority for the County to charge a fee and the fee must be approved by the Board of Supervisors, with the exception of those fees in which a statute mandates the imposition of the fee. If permissible by law, fees and charges will cover all costs of the services provided, unless otherwise directed by the Board. Programs financed by charges for services, fees, grants, and special revenue fund sources will pay their full and fair share of all direct and indirect costs to the extent feasible and legally permitted.

## Grants

As required by current Board policy, any new grant award that requires new County funds/matching requirements or other County commitments must be reviewed by the County Administrator. The County Administrator reviews and approves any proposed allocation of grant monies before departmental submission of the grant application to the granting agency. When applying for grants for ongoing programs (as opposed to planning or capital grants), departments should consider how funding will be provided for the duration of the program. To the extent legally possible, all grant applications should be based on full costing, including overhead and indirect costs. Where matching funds are required for grant purposes, departments should provide as much "in-kind" contribution as allowed instead of hard-dollar matches. Unless long-term funding is secure, departments should avoid adding staff to support new grant-supported programs. If it is necessary to add staff, limited term positions should be used to support programs.

## Interest Earnings

Unless otherwise prohibited by law or Generally Accepted Accounting Principles (GAAP), interest earnings in County operating funds are retained in the General Fund.

## Matching Funds/Backfill

In general, federal and state program reductions will not be backfilled with County discretionary revenues except by Board direction. The Board typically does not backfill these programs due to their size and impact on the County's financial position. The Board, at its discretion, may provide County "overmatches" to under-funded programs to ensure or enhance specified levels of service.

### Cost Allocation

Countywide overhead costs shall be allocated to all County departments based upon the cost allocation and implementation plan developed annually by the Department of Finance and in consultation with the County Administrator.

### Budget Reductions

Reductions shall be evaluated on a programmatic basis to reach the appropriations level required within the available means of financing. When budget reductions are necessary, departments will prioritize their services and programs and propose reductions in areas that have the least impact in achieving countywide and departmental goals. Departments must also consider the potential effects on interrelated or cross-departmental programs when developing budget reductions.

### Non-Emergency Mid-Year Requests

Mid-year budget and capital project requests of a non-immediate nature requiring the use of fund balance are recommended to be referred to the next year's budget deliberations to accommodate prioritization relative to countywide and departmental goals and available financing sources. Midyear requests with other funding sources, or which can be absorbed within a department's budget, will be considered as a component of the County's "Actuals & Expectations" ("A&E") mid-year budget review process. This process is authorized annually by the Board of Supervisors.

Per Government Code §29125, the County Administrator is authorized to approve transfers and revisions of appropriations within a department and fund if overall appropriations of the department are not increased. The Board of Supervisors designates a budget unit at the department and fund level.

### Appropriations from Unanticipated Revenues

Appropriations from departmental unanticipated revenues will not be recommended unless the department is either reaching or exceeding its total departmental revenue estimates on a monthly or quarterly basis, or its revenues are in line with historical revenue trends for that department and the appropriation is consistent with departmental and countywide goals. Grant program revenues and appropriations will be handled separately.

### General Fund Support/Net County Cost

General Fund Support is the amount of General Fund money to a given budget after revenues and other funding sources are subtracted from expenditures. Significant variances from budgeted General Fund Support/Net County Cost (NCC) amounts during the fiscal year may result in a recommendation to reduce expenditures to ensure that the budgeted net costs are achieved by the end of the fiscal year.

### Debt Financing

Debt is incurred for the purpose of spreading capital project costs over the years in which the improvement will provide benefits. Debt is also incurred to reduce future costs such as refinancing (pension obligation bonds, general obligation bonds, certificates of participation) at lower interest rates. The County will consider, finance, and administer debt consistent with Marin County's Debt Policy.

### Workers Compensation Funding

Marin County initiated a self-insured liability program for workers compensation on July 1, 1993. The Board of Supervisors has adopted a funding policy that program assets be maintained at or above the 70% confidence level, including recognition of anticipated investment income.

## General Fund Balance

General Fund balance that is available at the end of any given fiscal year is estimated during the final stages of the budget development process for the following year. Much of this amount is derived from salary savings and other unencumbered balances that are generated in departmental operating budgets. Fund balance will be used to achieve and maintain the County's reserve goals and to balance the next year's budget. Reliance upon fund balance for budget balancing will be monitored and will not materially deviate from past actual activity. It is the policy of the Board that the County should strive to reduce its reliance upon the prior year's remaining fund balance to finance the next year's operations.

## Funding of Contingency Reserves and Designations

For the General Fund, the County maintains a minimum of 5% of its operating budget in contingency or budget uncertainty reserves, consistent with best practices and the guidance of credit rating agencies. Contingency reserves may be used in future years to phase into fiscal distress periods in a planned, gradual manner, or to support costs on a one-time basis for the following purposes:

- Impacts of unanticipated reduction in state and/or federal grants and aid;
- Economic recession or depression and corresponding budget actions before the beginning of any one fiscal year;
- Impacts of a natural disaster;
- Unanticipated or unbudgeted lease expense that is necessary for the delivery of local services; or
- Unforeseen events that require the allocation of funds.

Other reserves may be used to designate one-time funds for anticipated events or requirements, or for significant capital projects to minimize debt service and issuance costs ("pay-as-you-go" capital spending).

Administrative designations may be established for the cost of anticipated expenditures where there is uncertainty concerning the exact timing and/or amount of the expenditures that will be needed in the fiscal year. The County Administrator will review any request for an administrative designation and verify that funding can be taken from existing appropriations.

## Collection of Fees for Services

All departments in the County shall make a reasonable effort to collect all unpaid amounts due to them. In consultation with the County Administrator, departments may utilize the Department of Finance's Central Collections service.

## Additional Contributions Toward Deferred Road & Bridge Maintenance

Effective FY 2013-14, the Board adopted a policy determining that, for the next five years (through FY 2017-18), 50% of any available year-end General Fund balance in excess of what is required to support the General Fund operating budget (5% of budget, or approximately \$20 million) shall be allocated to address deferred road and bridge maintenance. Such investments are intended to help achieve the Board's goal of improving the County's Pavement Condition Index (PCI), as well as for high priority bridge maintenance projects.

## California Public Employee Pension Reform Act of 2013 (PEPRA) Savings Dedicated Toward Unfunded Pension Liability

Effective FY 2013-14, and for the next five years (through FY 2017-18), the Board adopted a policy determining that PEPRA savings shall be dedicated toward reducing the County's Unfunded Actuarially Accrued Liability (UAAL) for pensions, currently estimated to be a contribution of up to \$3 million over

PEPRA's initial five years. PEPRA became effective in California January 1, 2013 for all new, non-reciprocal employees.

## **AWARDS AND ACKNOWLEDGEMENTS**

### Awards

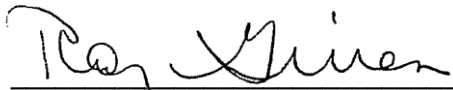
We are pleased that the Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Marin for its Comprehensive Annual Financial Report (CAFR) for the prior fiscal year ended June 30, 2014. This was the fourth year the County issued a CAFR and received this prestigious award for all four years. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. The report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements.

### Acknowledgements

The preparation of this Comprehensive Annual Financial report is made possible by the efficient and dedicated services of the Department of Finance staff. I would like to express my appreciation to my Accounting Division, the various County departments who assisted in the preparation of this report, and also acknowledge the efforts of our independent auditor, Gallina LLP.

Most importantly, I would like to thank the Board of Supervisors, the County Administrator's Office, and the County departments and agencies for their continued efforts in planning and conducting the County's financial operations in a responsible and progressive manner.

Sincerely,



Roy Given, CPA  
Director of Finance





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Marin  
California**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO

# COUNTY OF MARIN

Elected and Appointed Public Officials  
June 30, 2015

## **ELECTED OFFICIALS**

Supervisor – First District	Damon Connolly
Supervisor – Second District	Katie Rice
Supervisor – Third District	Kathrin Sears
Supervisor – Fourth District	Steve Kinsey
Supervisor – Fifth District	Judy Arnold
Assessor-Recorder-County Clerk	Richard N. Benson
District Attorney	Edward S. Berberian
Sheriff-Coroner	Robert T. Doyle

## **APPOINTED OFFICIALS (by the Board of Supervisors)**

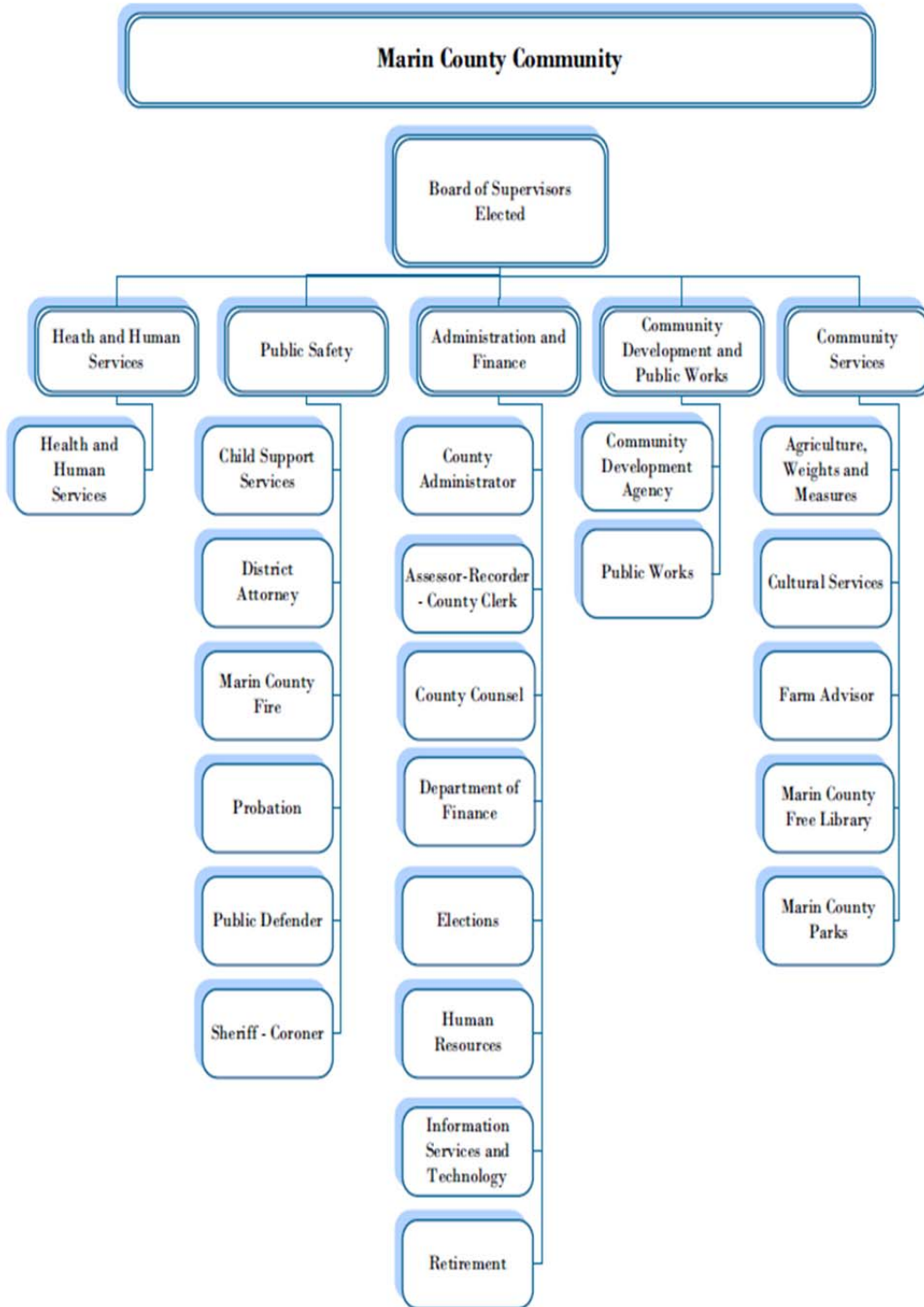
County Administrator	Matthew H. Hymel
Agricultural Commissioner	Stacy K. Carlsen
Director of Child Support Services	Jill K. Francis
Director of Community Development	Brian Crawford
County Counsel	Steven M. Woodside
Director of Cultural & Visitor's Services	Gabriella Calicchio
Director of Finance	Roy Given, CPA
Farm Advisor/U.C. Cooperative Extension	David Lewis
Fire Chief	Jason Weber
Director of Health & Human Services	Grant Colfax, MD.
County Librarian	Sara Jones
Interim Director of Parks and General Manager	Pat O'Brien
Chief Probation Officer	Michael Daly
Public Defender	Jose H. Varela
Director of Public Works	Raul M. Rojas
Registrar of Voters	Lynda Roberts

## **APPOINTED OFFICIALS (by the County Administrator)**

Interim Director of Human Resources	Angela Nicholson
Director of Information Services & Technology	Charlie Haase

# COUNTY OF MARIN

Organizational Chart  
June 30, 2015



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## **FINANCIAL SECTION**

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INDEPENDENT AUDITOR’S REPORT

To the Board of Supervisors
County of Marin
San Rafael, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Marin (County), California, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements as listed in the table of contents.

Management’s Responsibility for the Financial Statements

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

Auditor’s Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Housing Authority of the County of Marin and its aggregate discretely presented component units, and the Marin County Transit District, which represent the following percentages of assets and revenues/additions as of and for the fiscal year ended June 30, 2015:

Table with 3 columns: Opinion Unit, Assets, Revenues/ Additions. Rows include Business-Type Activities and Aggregate Discretely Presented Component Units.

Those financial statements were audited by other auditors whose report thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Housing Authority of the County of Marin, its aggregate discretely presented component units, and the Marin County Transit District is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

To the Board of Supervisors  
County of Marin

## **Opinions**

In our opinion, based on our 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 the County, as of June 30, 2015, 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.

## **Emphasis of Matter**

### *Implementation of New Accounting Pronouncement*

As discussed in Note 1 to the financial statements, the County adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective July 1, 2014. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual non-major fund financial statements and schedules 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 our opinion, the supplementary information is 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, we do not express an opinion or provide any assurance on it.

To the Board of Supervisors  
County of Marin

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 1, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Gallina LLP".

Roseville, California  
February 1, 2016



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## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

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## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

This section presents management's narrative overview and analysis of the County of Marin's (the County) financial condition and activities as of and for the year ended June 30, 2015. Management's Discussion and Analysis (MD&A) is intended to serve as an introduction to the County's basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the County's financial statements, which immediately follow this section.

#### I. FINANCIAL HIGHLIGHTS

##### Government-wide financial position

The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2015 by \$1,342.7 million (*net position*):

- \$1,351.5 million represents the County's investment in capital assets, less any related outstanding debt used to acquire those assets (*net investment in capital assets*). These capital assets are used to provide services to citizens and are not available for future spending.
- \$204.3 million represents resources that are subject to external restrictions on their use and are available to meet the County's ongoing obligations for programs with external restrictions (*restricted net position*).
- (\$213.1) million represents the County's unrestricted net position, as of fiscal year 2014-15 is earmarked for deferred pension obligation. Generally, unrestricted net position may be used to meet the County's ongoing obligations to its citizens and creditors (*unrestricted net position*).

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, to improve accounting and financial reporting by state and local governments for pensions. In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* to address an issue in Statement No. 68 concerning provisions related to certain pension contributions made to defined benefit plans prior to the implementation of that Statement by employers and non-employer contributing agencies. As of July 1, 2014, the County implemented these Statements and restated the beginning net position on the government-wide statements by \$264.5 million and reported \$42.8 million in deferred outflows of resources for pension contributions made subsequent to the measurement date in FY 2013-14 and \$83.1 million in deferred inflows of resources for the net difference between projected and actual earnings on pension plan investments in FY 2013-14, and to establish beginning net pension liability of \$250.6 million.

The County's total net position decreased \$200.2 million to \$1,342.7 million over the year. The negative change in the County's net position is due to the implementation of GASB Statement Nos. 68 and 71 related to the change in the accounting and financial reporting of pension benefits. Absent the impacts of this change in measurement, the financial position of the County has improved in fiscal year 2015.

- \$60.4 million increase in net position was derived from governmental activities. The decrease was due to the County's increase in program revenues of \$15.6 million, mostly attributable to increases in operating grants and contributions, coupled with an overall decrease in expenses, primarily regarding public ways and facilities, health and sanitation, education, and recreation and cultural services.
- \$3.9 million increase in net position was derived from business-type activities, primarily from the Transit District's \$4.1 million increase in net position, due to increased intergovernmental revenue from their federal operation funds, Measure A funds, and Transportation Development Act funds.
- \$264.5 million decrease in net position was due to the restatement of net position required by the implementation of GASB Statement Nos. 68 and 71.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

#### **Capital assets and debt administration**

- The County's capital assets, net of accumulated depreciation, increased by \$13.6 million, from \$1,470.6 million to \$1,484.2 million. The increase was attributable to \$3.7 million in land acquisitions, \$5.4 million in building renovations for the County's new Emergency Operations Facility, the acquisition of \$3 million in equipment, including patrol vehicles, utilities machinery, and computerized hardware systems, and \$1.8 million of new ERP software.
- The County's total outstanding balance on long-term debt (e.g. bonds, loans, certificates of participation, and capital leases) decreased by \$4.2 million, from \$239.7 million to \$235.5 million. The decrease was due to current year scheduled debt service payments totaling \$7.5 million, offset by \$3.1 million in new loans.

#### **Governmental funds financial analysis**

- At June 30, 2015, the County's governmental funds reported combined fund balances of \$366.8 million, which is an increase of \$20.8 million from the prior fiscal year. Of this amount, \$363.6 million or 99%, is either non-spendable or for specific uses; and \$3.2 million, or 1% is unassigned and available to meet the County's current and future uses.
- The fund balance in the County's primary operating fund, the General Fund, at year-end was \$152.9 million, which is an increase of \$13.0 million from the prior fiscal year. Of this amount, \$149.7 million or 98%, is either non-spendable or for specific uses; and \$3.2 million, or 2%, which approximates 1% of the General Fund's total expenditures for the year, is available for appropriations.

## **II. OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements include the following three components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

In addition to these basic financial statements, this report also includes the Required Supplementary Information on pages 81-85.

#### **Government-wide Financial Statements**

The Government-wide financial statements provide readers with a broad overview of County finances, in a manner similar to a private-sector business, using the full accrual basis of accounting as required by Governmental Accounting Standard Board (GASB) Statement No. 34.

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

The *Statement of Activities* presents information of how the County's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g. uncollected taxes, and earned but unused vacation leave).

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

The government-wide financial statements include not only the County itself (known as the primary government), but also legally separate entities for which the County is financially accountable (known as component units). Some of these entities, although legally separate, function for all practical purposes as departments of the County and therefore have been included as an integral part of the primary government.

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education, and recreation and cultural services. The business-type activities of the County include the Housing Authority, Transit District, Gness Airport, Marin County Fair, Marin.Org, Marin Commons Property Management, and Marin Center Promotions.

Pages 27-29 of this report display the government-wide financial statements.

#### **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.

**Governmental funds** account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information is useful in evaluating the County's near-term financing requirements.

Because the governmental funds' focus 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 balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Information is presented separately in the governmental funds' balance sheet and in the governmental funds' statement of revenues, expenditures, and changes in fund balance for the General Fund, which is considered to be a major fund. Data from the remaining non-major governmental funds are combined into a single, aggregate presentation.

A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with the budget and is located in the Required Supplementary Information section of the report.

Pages 31-34 of this report display the governmental funds financial statements.

**Proprietary funds** – The County maintains two different types of proprietary funds: enterprise funds and an internal service fund. Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the Housing Authority, Transit District, Gness Airport, Marin County Fair, Marin.Org, Marin Commons Property Management, and Marin Center Promotions. The internal service fund is an accounting device used to accumulate and allocate costs internally among the County's various functions for internal insurance activities (workers' compensation). Since these services predominantly benefit governmental rather than business-type functions, they are consolidated within the governmental activities in the government-wide financial statements.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Housing Authority and Transit District, which are considered to be major funds. Data for the non-major proprietary funds are combined into a single, aggregate presentation. The County has one internal service fund, presented in a separate column in the governmental activities of the proprietary funds.

Pages 35-38 of this report display the proprietary funds financial statements.

**Fiduciary funds** account for resources held for the benefit of parties outside the County. 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. Fiduciary fund accounting is similar to proprietary fund accounting. Fiduciary funds report the external portions of the Treasurer's investment pool and agency funds.

Pages 39-40 of this report display the fiduciary fund's financial statements.

**Notes to the Basic Financial Statements** provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Pages 41-81 of this report display the notes to the financial statements.

**Required Supplementary Information** presents certain actuarial information concerning the County's progress in funding its obligation to provide pension benefits and other postemployment benefits to its employees. Budgetary comparison schedules for the major governmental funds are also included as supplementary information to demonstrate compliance with expenditure limits set by the governing board.

Pages 83-87 of this report display the Required Supplementary Information.

Combining and individual fund statements and schedules referred to earlier provide information for non-major governmental funds, enterprise funds, internal service fund and fiduciary funds and are presented immediately following the required supplementary information.

Pages 89-169 of this report display the combining and individual fund statements and schedules.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

#### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows exceeded liabilities by \$1,342.7 million as of June 30, 2015. Further details are provided in the table below.

#### Condensed Statement of Net Position (in thousands)

	Governmental Activities		Business-type Activities		Total		Total	
	2015	2014*	2015	2014	2015	2014	Dollar	Percent
							Change	Change
<b>Assets:</b>								
Current assets	\$ 431,944	\$ 463,894	\$ 31,803	\$ 27,515	\$ 463,747	\$ 491,409	\$ (27,662)	-5.6%
Capital assets, net	1,443,077	1,429,621	41,146	39,901	1,484,223	1,469,522	14,701	1.0%
Total assets	<u>1,875,021</u>	<u>1,893,515</u>	<u>72,949</u>	<u>67,416</u>	<u>1,947,970</u>	<u>1,960,931</u>	<u>(12,961)</u>	<u>-0.7%</u>
<b>Deferred outflows</b>	<u>42,898</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,898</u>	<u>-</u>	<u>42,898</u>	<u>100.0%</u>
<b>Liabilities:</b>								
Current and other liabilities	58,885	54,807	9,076	7,695	67,961	62,502	5,459	8.7%
Noncurrent liabilities	490,468	349,053	6,618	6,491	497,086	355,544	141,542	39.8%
Total liabilities	<u>549,353</u>	<u>403,860</u>	<u>15,694</u>	<u>14,186</u>	<u>565,047</u>	<u>418,046</u>	<u>147,001</u>	<u>35.2%</u>
<b>Deferred inflows</b>	<u>83,083</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>83,083</u>	<u>-</u>	<u>83,083</u>	<u>100.0%</u>
<b>Net position:</b>								
Net investment in capital assets	1,317,858	1,302,696	33,647	32,714	1,351,505	1,335,410	16,095	1.2%
Restricted	197,509	180,677	6,774	6,794	204,283	187,471	16,812	9.0%
Unrestricted	(229,884)	6,282	16,834	13,722	(213,050)	20,004	(233,054)	-1165.0%
Subtotal net position	<u>1,285,483</u>	<u>1,489,655</u>	<u>57,255</u>	<u>53,230</u>	<u>1,342,738</u>	<u>1,542,885</u>	<u>(200,147)</u>	<u>-13.0%</u>
Prior period adjustments	<u>-</u>	<u>(264,536)</u>	<u>-</u>	<u>116</u>	<u>-</u>	<u>(264,420)</u>	<u>264,420</u>	<u>-100.0%</u>
Total net position	<u>\$ 1,285,483</u>	<u>\$ 1,225,119</u>	<u>\$ 57,255</u>	<u>\$ 53,346</u>	<u>\$ 1,342,738</u>	<u>\$ 1,278,465</u>	<u>\$ 64,273</u>	<u>5.0%</u>

\* 2014 financial data has not been restated for GASB Statement No. 68 and 71 because amounts are not available.

#### Governmental Activities

**Total assets and deferred outflows** for governmental activities increased by \$24.4 million, or 1.3%, from the prior fiscal year. The overall increase was attributable to the following:

- Cash and investments increased by \$40.7 million, from \$312.3 million in the prior year as compared to \$352.9 million in the current year due to increased revenues and decreased expenditures as described in the analysis of net position for governmental activities herein.
- Receivables decreased by \$1.9 million, from \$69.9 million in the prior year as compared to \$68 million in the current year. The decrease is mostly attributable to the stabilizing economy and more timely cash collection, including collection of property taxes and reimbursements from outside agencies.
- Restricted cash held with trustee decreased by \$7.9 million from \$15.6 million in the prior year to \$7.7 million in the current year. The decrease was primarily attributable to the current year draw-down of funds from the 2010 Certificates of Participation proceeds for the purpose of renovation costs related to the County's Emergency Operations Facility.



## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

- Capital assets increased by \$14.7 million, attributable to \$3.7 million in land acquisitions, \$5.4 million in capital improvement building renovations for the County's Emergency Operations Facility, the acquisition of \$3 million in equipment including patrol vehicles, utilities, machinery, and computerized hardware systems, and \$1.8 million of new ERP software.
- Net Pension Assets decreased by \$61.1 million, whereas Deferred Pension Outflow of Resources increased by \$41.9 million as a result of the County's implementation of GASB Statement 68, Accounting and Financial Reporting for Pensions as of July 1, 2014, and the cumulative effect of an accounting change in the fiscal year 2014-2015 financial statements triggering the restatement of the beginning net position on the government-wide statements.

**Total liabilities and deferred inflows** from governmental activities increased by \$145.4 million, or 36%, from the prior fiscal year. The overall increase was primarily attributable to the \$142 million increase in net pension liability as a result of the County's implementation of GASB 68, *Accounting and Financing Reporting for Pensions – an amendment of GASB Statement No. 27* as of July 1, 2014.

#### **Business-type Activities**

**Total assets and deferred outflows** from the business-type activities increased by \$5.5 million, or 9%, from the prior fiscal year. The overall increase was attributable to increase in cash and investments of \$1.8 million; Transit District receivable from federal, state, and local agencies of \$3.1 million, and Housing Authority short-term loans of \$0.6 million to subsidize affordable housing programs.

**Total liabilities and deferred inflows** from the business-type activities increased by \$1.5 million, or 11%, from the prior fiscal year, primarily due to Transit District's \$1.3 million increase in accounts payable.

#### **Analysis of Net Position**

In consideration of the County's implementation of GASB 68, as noted above, and the corresponding restatement to net position, the County's overall net position increased by \$64.3 million, or 5%, during the current fiscal year, compared to \$11.7 million increase in the prior fiscal year. The County's total net position from governmental and business-type activities can be divided into three portions: net investment in capital assets, restricted net position, and unrestricted net position.

- **Net investment in capital assets** – The County's net investment in capital assets (e.g. land, buildings, roads, bridges, flood control channels and debris basins, machinery, and equipment), is the largest portion of the County's net position, which is \$1,351.5 million. 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 to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate corresponding liabilities.
- **Restricted Net Position** – Approximately \$204.3 million of the County's net position represents resources that are subject to external restrictions on how they may be used. Restricted net position funds are restricted for special purposes, enabling legislation, and other outside sources.
- **Unrestricted Net Position** – Approximately (\$213.1) million of the County's net position represents funds which may be used to meet the County's ongoing obligations to citizens and creditors.

# COUNTY OF MARIN

## Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

The following table presents the revenues, expenses, and changes in net position for governmental and business-type activities for the current and prior fiscal years:

### Change in Net Position (in thousands)

	Governmental Activities		Business-type Activities		Total		Total	
	2015	2014	2015	2014	2015	2014	Dollar Change	% Change
<b>Revenues:</b>								
Program revenues:								
Fees, fines, and charges for services	\$ 87,439	\$ 86,470	\$ 12,564	\$ 13,038	\$ 100,003	\$ 99,508	\$ 495	0.5%
Operating grants and contributions	199,007	185,430	54,485	53,957	253,492	239,387	14,105	5.9%
Capital grants and contributions	2,898	1,882	2,895	2,010	5,793	3,892	1,901	48.8%
Program revenues subtotal:	<u>289,344</u>	<u>273,782</u>	<u>69,944</u>	<u>69,005</u>	<u>359,288</u>	<u>342,787</u>	<u>16,501</u>	<u>4.8%</u>
General revenues:								
Property taxes	201,774	198,608	3,611	3,448	205,385	202,056	3,329	1.6%
Sales and use taxes	16,576	18,484	-	-	16,576	18,484	(1,908)	-10.3%
Other taxes	7,569	6,732	-	-	7,569	6,732	837	12.4%
Unrestricted interest & investment earnings	3,718	3,790	359	301	4,077	4,091	(14)	-0.3%
Gain on sale of capital assets	-	-	-	143	-	143	(143)	100.0%
Tobacco settlement	2,200	2,223	-	-	2,200	2,223	(23)	-1.0%
Miscellaneous	4,855	1,347	2,677	435	7,532	1,782	5,750	322.7%
General revenues subtotal:	<u>236,692</u>	<u>231,184</u>	<u>6,647</u>	<u>4,327</u>	<u>243,339</u>	<u>235,511</u>	<u>7,828</u>	<u>3.3%</u>
Total revenues	<u>526,036</u>	<u>504,966</u>	<u>76,591</u>	<u>73,332</u>	<u>602,627</u>	<u>578,298</u>	<u>24,329</u>	<u>4.2%</u>
<b>Expenses:</b>								
General government	82,922	84,027	-	-	82,922	84,027	(1,105)	-1.3%
Public protection	154,983	156,155	-	-	154,983	156,155	(1,172)	-0.8%
Public ways and facilities	32,075	44,561	-	-	32,075	44,561	(12,486)	-28.0%
Health and sanitation	85,649	89,232	-	-	85,649	89,232	(3,583)	-4.0%
Public assistance	67,183	68,703	-	-	67,183	68,703	(1,520)	-2.2%
Education	13,121	15,812	-	-	13,121	15,812	(2,691)	-17.0%
Recreation and cultural services	18,229	25,554	-	-	18,229	25,554	(7,325)	-28.7%
Interest and fiscal charges	10,001	10,513	-	-	10,001	10,513	(512)	-4.9%
Housing Authority	-	-	39,318	39,280	39,318	39,280	38	0.1%
Transit District	-	-	26,923	27,015	26,923	27,015	(92)	-0.3%
Gross Airport	-	-	797	665	797	665	132	19.8%
Marin County Fair	-	-	2,209	1,624	2,209	1,624	585	36.0%
Marin.Org	-	-	1,759	1,454	1,759	1,454	305	21.0%
Marin Commons Property Management	-	-	2,762	1,398	2,762	1,398	1,364	97.6%
Marin Center Promotions	-	-	423	603	423	603	(180)	100.0%
Total expenses	<u>464,163</u>	<u>494,557</u>	<u>74,191</u>	<u>72,039</u>	<u>538,354</u>	<u>566,596</u>	<u>(28,242)</u>	<u>-5.0%</u>
Excess before transfers	61,873	10,409	2,400	1,293	64,273	11,702	52,571	449.2%
Transfers, net	<u>(1,509)</u>	<u>(30)</u>	<u>1,509</u>	<u>30</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.0%</u>
Change in net position	60,364	10,379	3,909	1,323	64,273	11,702	52,571	449.2%
Net position, beginning	1,489,655	1,457,134	53,231	52,030	1,542,886	1,509,164	33,722	2.2%
Prior period adjustment	(264,536)	22,142	115	(122)	(264,421)	22,020	(286,441)	-1300.8%
Net position, beginning as restated	<u>1,225,119</u>	<u>1,479,276</u>	<u>53,346</u>	<u>51,908</u>	<u>1,278,465</u>	<u>1,531,184</u>	<u>(252,719)</u>	<u>-16.5%</u>
Net position, ending	<u>\$ 1,285,483</u>	<u>\$ 1,489,655</u>	<u>\$ 57,255</u>	<u>\$ 53,231</u>	<u>\$ 1,342,738</u>	<u>\$ 1,542,886</u>	<u>\$ (200,148)</u>	<u>-13.0%</u>

# COUNTY OF MARIN

## Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

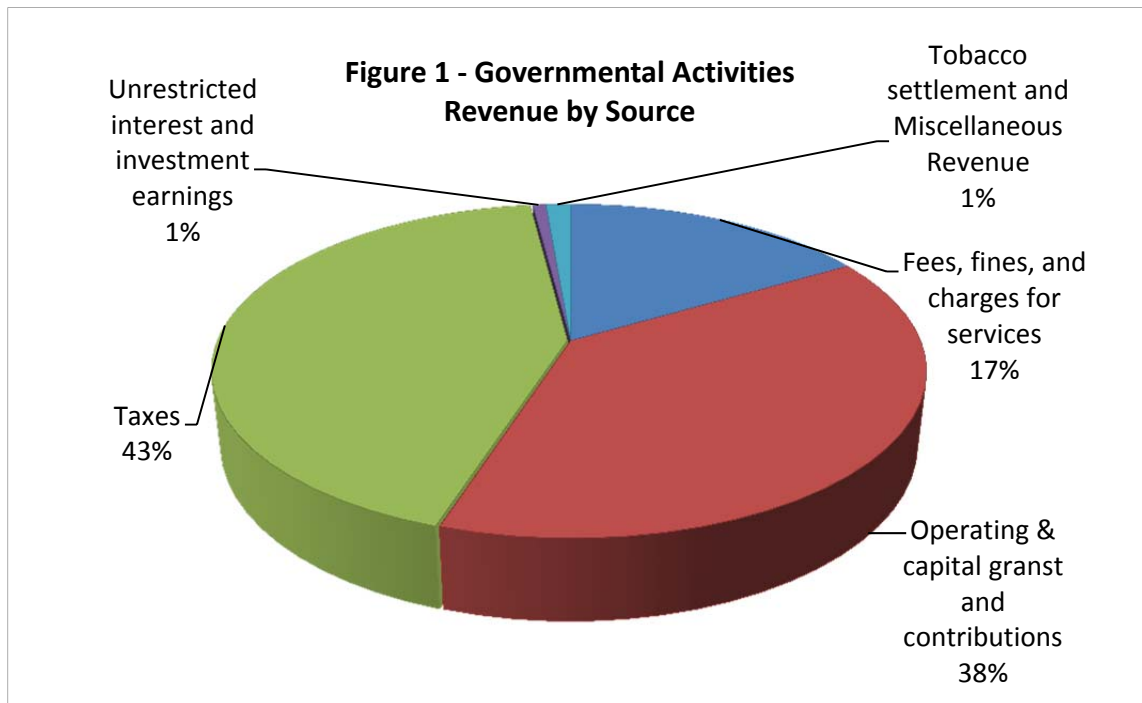
### **Analysis of Governmental Activities:**

Governmental activities increased the County's net position by \$60.4 million, compared to \$10.4 million increase in the prior year.

Total revenues from governmental activities increased by \$21.1 million, which was mostly attributable to operating grants and contributions, detailed as follows:

- \$12 million increase in State-mandated cost reimbursements to the County for claims originating from prior years.
- \$3.1 million increase in property tax revenues as a result of the County's continuous rise in assessed property values.
- \$3 million increase in federal funding of the Intergovernmental Transfer program with the California Department of Health Care Services to improve health services for underserved population of Marin County.

Miscellaneous revenue increased by \$3.5 million from the prior fiscal year, primarily due to a \$2.8 million land donation received for open space purposes.

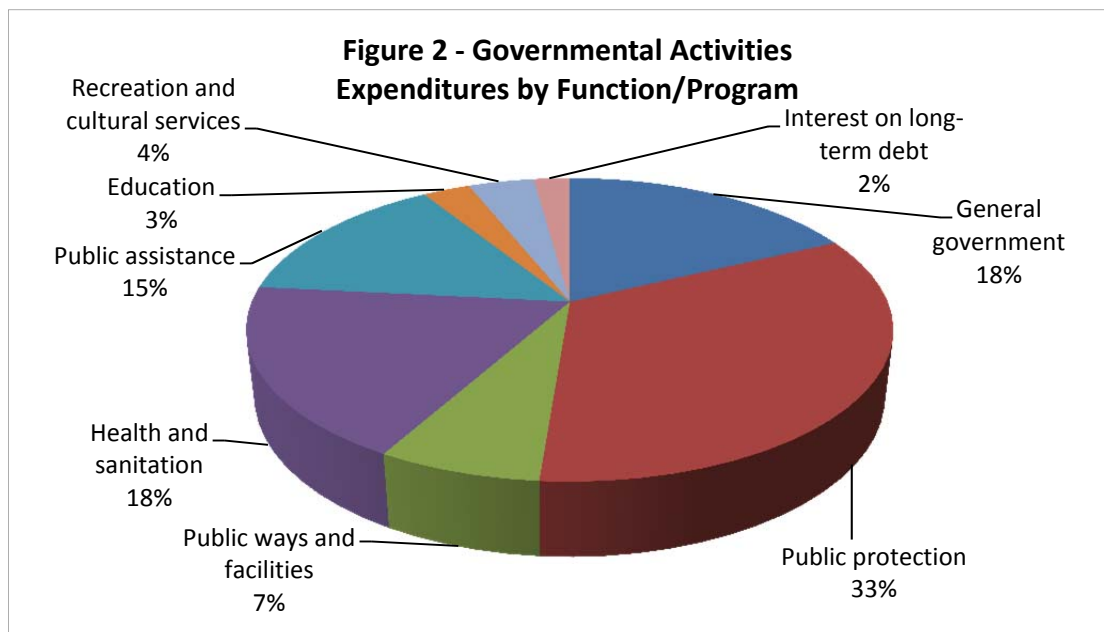


Total expenses for governmental activities decreased by \$30.4 million from the prior fiscal year. The overall decrease was a result of savings in all categories of expenditures including \$1.1 million cost savings in general government, \$1.2 million cost savings in public protection, \$12.5 million cost reduction in public ways and facilities, \$3.6 million cost savings in health and sanitation, \$1.5 million cost savings in public assistance, \$2.7 million cost reduction in education, \$7.3 million cost reduction in recreation and cultural services, and \$0.5 million cost savings in interest and fiscal charges. Expense reductions are detailed as follows:

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

- Decrease in general government expenditures of \$1.1 million was primarily due to a decrease in spending on facilities upgrades and maintenance costs. Specifically, the Civic Center South Arch project cost decreased by \$0.5 million from prior year, as it was nearing completion, and Board of Supervisors Chamber technology upgrade project was \$0.5 million in prior year as well.
- Decrease in public protection expenditures of \$1.2 million was primarily due to a decrease in acquisitions of vehicles and parts for public safety department.
- Decrease in public ways and facilities of \$12.5 million was a result of current year expenditure reduction on Central Marin Ferry Connection Multi-Use Pathway project in Larkspur, which included bike lane and overpath work..
- Decrease in health and sanitation of \$3.6 million was primarily attributable to a change in the administration of the County Medical Services Program (CMSP) at the State level. The change is due to the anticipated expansion of the Federal Medi-Cal Program and the implementation of the Affordable Care Act (ACA). With the implementation of the ACA, a significant portion of the population previously served by Counties under the CMSP became eligible for Medi-Cal.
- Decrease in public assistance of \$1.5 million was primarily due to decrease in HUD funding for Community Development Agency programs.
- Decrease in education of \$2.7 million was primarily due to the upgrade of five County libraries in the prior year, including lobby renovations and new furniture.
- Decrease in recreation and cultural services of \$7.3 million was attributable to prior year renovation of McGinnis Golf Course, renovation of Miller Park boat launch, and the addition of bike lanes in various parks.
- Decrease in interest and fiscal charges of \$0.5 million was a result of low interest rates and rise in principal payments on outstanding debt, whereas interest expense portion decreased based on existing amortization tables.



## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

#### **Analysis of Business-type Activities:**

Business-type activities increased the County's net position by \$3.9 million, compared to a prior year increase in net position of \$1.3 million. Current year revenues increased by \$3.3 million, expenses also increased by \$2.2 million, and net transfers, increased by \$1.5 million as compared to prior year. Greater revenue in current year was primarily attributable to an increase in operating grants and contributions received by Housing Authority and Transit District. The increase in current year expenses and net transfers was primarily attributable to more business-activities by Housing Authority and Transit District.

#### **III. FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS**

The County uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements.

#### **Governmental Funds**

The general government's functions are reported in the general, special revenue, debt service, and capital project funds. Included in these funds are various special districts governed by the Board that are blended into non-major governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's current funding requirements. In particular, unassigned fund balance at the end of the fiscal year can serve as a useful measure of the County's net resources available for spending.

At June 30, 2015, the County's governmental funds reported total assets of \$393.1 million, total liabilities of \$26.4 million, and combined fund balance of \$366.8 million. Current year governmental fund balance of \$366.8 million represents an increase of \$20.8 million from the prior fiscal year fund balance. This is a result of increased revenue from taxes, donated land, and increased federal, state, and local government funding towards grant programs.

**The General Fund** is the primary operating fund of the County. At June 30, 2015, total fund balance increased by \$13.1 million, or 10%, from \$139.8 million to \$152.9 million. Of this amount, \$3.6 million is not in a spendable form, but rather held as deposits, prepaid items, and inventory. The remaining \$149.2 million of fund balance is in a spendable form; however, \$27.3 million of fund balance is restricted, \$67.6 million of fund balance is committed, \$51.1 million of fund balance is assigned, and \$3.2 million of fund balance is unassigned. These fund balance categories may only be appropriated for expenditures that meet the specific level of constraint required by each category of fund balance.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

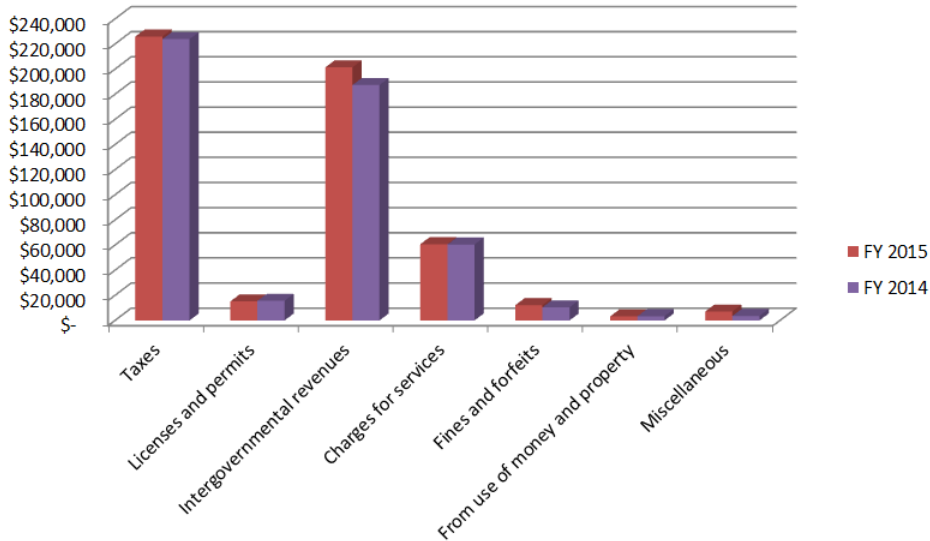
**Revenue:**

The following table presents revenue, in thousands, from specific sources as well as changes from the prior year. Further details are provided in Figure 3 and 4 tables below.

#### Revenues Classified by Source Governmental Funds Fund Financial Statements For the Year Ended June 30, 2015 (in thousands)

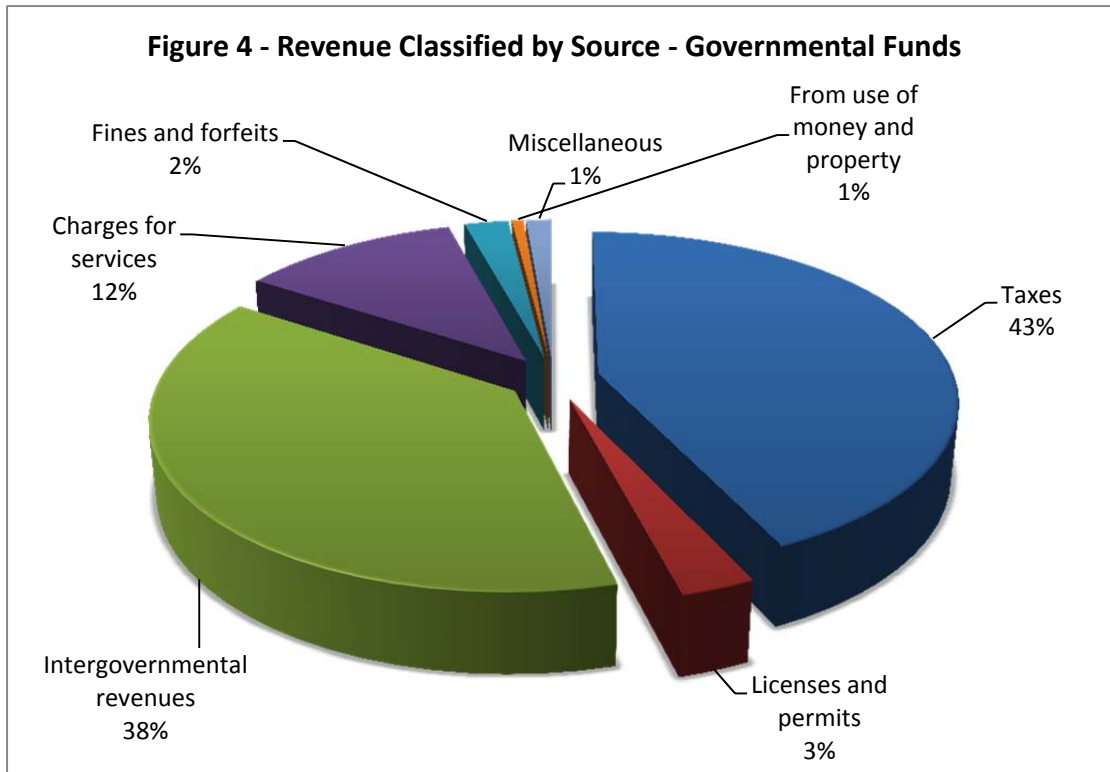
	FY 2015		FY 2014		Change	
	Amount	% of total	Amount	% of total	Amount	% of Change
Taxes	\$ 225,919	43.0%	\$ 223,824	44%	\$ 2,095	0.9%
Licenses and permits	15,139	2.9%	15,620	3%	(481)	-3.1%
Intergovernmental revenues	201,372	38.3%	187,312	37%	14,060	7.5%
Charges for services	60,688	11.5%	60,471	12%	217	0.4%
Fines and forfeits	12,145	2.3%	10,437	2%	1,708	16.4%
From use of money and property	3,233	0.6%	3,315	1%	(82)	-2.5%
Miscellaneous	7,055	1.3%	3,539	1%	3,516	99.4%
<b>Total Revenues</b>	<b>\$ 525,551</b>	<b>100.0%</b>	<b>\$ 504,518</b>	<b>100.0%</b>	<b>\$ 21,033</b>	<b>4.2%</b>

**Figure 3 - Two Year Comparison of Governmental Fund Revenues  
(in thousand)**



## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)



Significant changes in the governmental funds revenue sources are summarized as follows:

- Taxes increased by \$2.1 million, or 0.9%, from the prior fiscal year. The increase is attributable to higher real estate property values and associated increase in property tax revenue.
- Licenses and permits decreased by \$0.5 million, or 3.1% from the prior year as a result of a decrease in permit renewals.
- Intergovernmental revenues increased by \$14.1 million, or 7.5%, from the prior fiscal year. The increase was largely attributable to the following factors:
  - \$12 million increase in State-mandated cost reimbursements to the County for claims originating from earlier fiscal years.
  - \$3 million increase in Federal and State government funding of a new program to promote the well-being of Medi-Cal beneficiaries by maintaining and improving current services, by increasing access to services and by expanding the existing services.
  - \$1 million decrease was due to funding realignment in State funded programs for protective services, which is administered by the Health and Human Services department
- Fines and forfeits increased by \$1.7 million or 16.4% from the prior fiscal year as a result of fines imposed by Courts and fees collected for various violations such as fish and game, animal protection, drug programs, litter programs, domestic violence, and other violations.

**COUNTY OF MARIN**

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)

- Miscellaneous revenue increased by \$3.5 million, or 99.4%, from the prior fiscal year. The increase was primarily due to a \$2.8 million donation of 16.5 acres of land to preserve open space.

**Expenditures:**

The following table provides a comparison of expenditures by function for governmental funds for the current and prior years. Further details are provided in Figure 5 table.

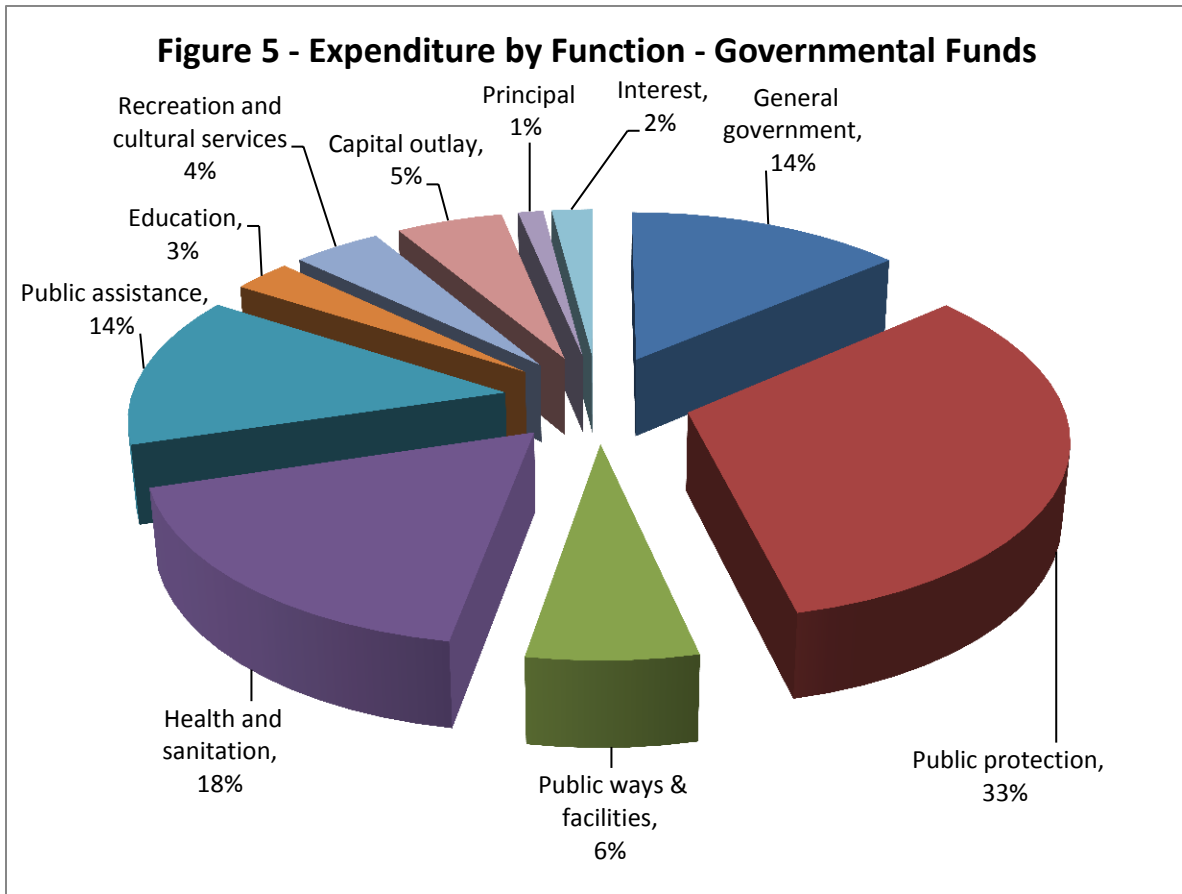
**Expenditures by Function Including Capital Outlay  
Governmental Funds  
Fund Financial Statements  
For the Year Ended June 30, 2015  
(in thousands)**

	FY 2015		FY 2014		Change	
	Amount	% of total	Amount	% of total	Amount	% of Change
Current:						
General government	\$ 69,589	13.8%	\$ 71,713	14%	\$ (2,124)	-3.0%
Public protection	164,832	32.6%	162,849	31%	1,983	1.2%
Public ways & facilities	31,922	6.3%	34,294	7%	(2,372)	-6.9%
Health and sanitation	88,845	17.6%	88,476	17%	369	0.4%
Public assistance	69,330	13.7%	67,607	13%	1,723	2.5%
Education	14,762	2.9%	14,600	3%	162	1.1%
Recreation and cultural services	22,192	4.4%	21,899	4%	293	1.3%
Capital outlay	26,887	5.3%	42,901	8%	(16,014)	-37.3%
Debt service:						
Principal	6,361	1.3%	5,215	1%	1,146	22.0%
Interest	10,298	2.0%	10,419	2%	(121)	-1.2%
Debt Issuance Costs	-	0.0%	172	0%	(172)	-100.0%
<b>Total Expenditures</b>	<b>\$ 505,018</b>	<b>100.0%</b>	<b>\$ 520,145</b>	<b>100.0%</b>	<b>\$ (15,127)</b>	<b>-2.9%</b>



## COUNTY OF MARIN

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)



Significant changes in the governmental funds expenditures are summarized as follows:

- General government expenditures decreased by \$2.1 million, or 3%, from the prior fiscal year, primarily attributable to the County's savings on election worker extra-hire salaries as well as sample ballot printing and election cost supplies cost reduction by \$0.3 million, as well as \$0.8 million savings on legal settlement costs related to ADA compliance and other labor-associated disputes, and \$0.9 million cost reduction on facilities maintenance and repairs.
- Public ways and facilities expenditures decreased by \$2.4 million, or 6.9%, from the prior fiscal year, attributable to \$2.3 million expenditure reduction on Central Marin Ferry Connection Multi-Use Pathway project in Larkspur and \$0.1 million cost savings on retiree post-employment benefits.
- Public Assistance expenditures increased by \$1.7 million or 2.5%, from the prior fiscal year as a result of \$1.5 million increase in salaries and benefits due to previously vacant positions being filled.
- Capital outlay expenditures decreased by \$16 million, or 37.3%, from the prior fiscal year as a result of reduced expenditures associated with leasehold improvements and management services required to renovate 1600 Los Gamos Drive building in San Rafael, which serves as the County's new Emergency Operations Facility.
- Debt service principal payments increased by \$1.1 million, or 22%, from the prior fiscal year as a result of scheduled debt service payments on bonds.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

#### **Proprietary Funds**

The County's proprietary funds provide the same type of information that can be found in the government-wide financial statements, but in more detail.

#### **Housing Authority of the County of Marin**

- At December 31, 2014, the Authority's total net position was \$26.8 million. Of this amount, net investment in capital assets was \$16.1 million, or 60% of total fund balance, restricted net position was \$6.8 million, or 26% of total fund balance, and unrestricted net position was \$3.9 million, or 14% of total fund balance. As a measure of the Authority's liquidity, it may be useful to compare unrestricted net position to total operating expenses. Unrestricted net position of \$3.9 million was 10.1% of total operating expenses of \$39.1 million, as compared to 7% in the prior fiscal year.
- Total net position of the Authority increased by \$0.3 million primarily due to increased HUD Federal and State funding and lower operating expenses.
- The major portion of the Authority's ending net position, \$16.1 million, or 60%, represents its net investment in capital assets. These assets are not available for future spending. At the end of the fiscal year, the Housing Authority reported positive balances in all categories of net position.

#### **Marin County Transit District**

- At June 30, 2015, Transit District's total net position was \$20.5 million. Of this amount, net investment in capital assets was \$8.7 million, or 43% of total fund balance, and unrestricted net position was \$11.8 million, or 57% of total net position. As a measure of the District's liquidity, it may be useful to compare unrestricted net position to total operating expenses. Unrestricted net position of \$8.7 million was 33% of total operating expenses of \$26.9 million.
- Total net position of Transit District increased by \$4.1 million. This increase is the result of large capital improvement projects and bus purchases, along with increased intergovernmental operating revenue including Federal, State and local Measure A sales tax revenue.
- Transit District's net investment in capital assets of \$8.7 million represents its net investment in capital assets. These assets are not available for future spending. At the end of the fiscal year, Transit District reported positive balances in all categories of net position.

#### **IV. Capital Assets**

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2015 amounted to \$1,482.4 million (net of accumulated depreciation), which is an increase of \$11.6 million, or 0.8%. This investment is in a broad range of capital assets including land, easements, construction in progress (CIP), structures and improvements, equipment, infrastructure, and intangible assets. The table on the following page provides a comparison of the County's capital assets for the governmental and business-type activities for the current and prior fiscal years. Figures are presented net of accumulated depreciation.

**COUNTY OF MARIN**

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
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**Capital Assets (Net of Depreciation)  
(in thousands)**

	Governmental Activities		Business-type Activities		Total		Increase (Decrease)	
	2014		2015	2014	2014		Amount	% Change
	2015	Restated			2015	Restated		
Land and improvements	\$ 1,246,280	\$ 1,242,630	\$ 6,274	\$ 6,274	\$ 1,252,554	\$ 1,248,904	\$ 3,650	0.3%
Easements	8,999	8,999	-	-	8,999	8,999	-	0.0%
Intangible Assets	1,854	-	-	-	1,854	-	1,854	100.0%
Construction in progress	18,194	47,790	5,008	4,182	23,202	51,972	(28,770)	-55.4%
Structures & improvements	129,454	95,361	19,176	19,086	148,630	114,447	34,183	29.9%
Equipment	11,375	8,660	8,827	8,473	20,202	17,133	3,069	17.9%
Amortizable Intangible assets	53	-	69	-	122	-	122	100.0%
Infrastructure	26,856	27,250	-	-	26,856	27,250	(394)	-1.4%
Other property	-	-	1,792	1,886	1,792	1,886	(94)	-5.0%
<b>Total</b>	<b>\$ 1,443,065</b>	<b>\$ 1,430,690</b>	<b>\$ 41,146</b>	<b>\$ 39,901</b>	<b>\$ 1,484,211</b>	<b>\$ 1,470,591</b>	<b>\$ 13,620</b>	<b>0.9%</b>

The most notable capital asset transactions during the current fiscal year include the following:

- Land and land improvements increased by \$3.7 million as a result of \$2.8 million donation of 16.5 acres of land for open space preserve and a \$0.9 million purchase of a San Anselmo parcel by Marin County Flood Control and Water Conservation District.
- Non-amortizable intangible assets increased by \$1.9 million, or 100%, from the prior fiscal year, due to the County's new ERP software.
- Construction in progress decreased by \$28.8 million, or 55.4%, from the prior fiscal year. The decrease was a result of the completion of the following main projects and transfer of these completed projects to depreciable assets:
  - \$42.6 million in completed renovation of 1600 Los Gamos building in San Rafael, which serves as the County's new Emergency Operations Facility
  - \$0.4 million in completed leasehold improvements at 75 Rowland Way property in Novato
  - \$0.6 million in completed Civic Center South Arch Accessible Path of Parking Improvements
  - \$0.7 million in completed Manzanita Connector Pathway project
  - The above noted project completions were offset by \$16.5 million in new construction projects that commenced in the current year.
- Structures and improvements increased by \$34.2 million, or 29.9%, from the prior fiscal year. The increase was primarily due to the construction in progress transfer of \$42.6 million in completed renovations of 1600 Los Gamos property, which serves as the County's new Emergency Operations Facility. This increase was offset by current year depreciation expense and retirements.

**COUNTY OF MARIN**

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)

- Equipment increased by \$3.1 million, or 17.9% from the prior fiscal year. The increase was attributable to the acquisition of \$5.3 million in vehicles and machinery, offset by current year depreciation and retirements due to obsolescence, damage, and normal wear and tear.
- Infrastructure decreased by \$0.4 million, or 1.4%, from the prior fiscal year. The decrease was primarily due to current year depreciation of \$1.3 million, offset by \$0.9 million of transfers from construction in progress projects.

Additional capital assets information can be found in Note 6 to the financial statements on pages 58 – 59.

**V. Debt Administration**

**Outstanding Debt  
(in thousands)**

	Governmental Activities		Business-type Activities		Total		Total	
	2015	2014	2015	2014	2015	2014	Dollar Change	Percent Change
Bonds payable	\$ 158,270	\$ 160,798	\$ -	\$ -	\$ 158,270	\$ 160,798	\$ (2,528)	-1.6%
Loans payable	3,913	2,780	4,622	4,535	8,535	7,315	1,220	4.8%
Certificates of participation	66,308	68,731	-	-	66,308	68,731	(2,423)	-3.3%
Capital leases	354	700	2,051	2,147	2,405	2,847	(442)	-13.1%
<b>Total</b>	<b>\$ 228,845</b>	<b>\$ 233,009</b>	<b>\$ 6,673</b>	<b>\$ 6,682</b>	<b>\$ 235,518</b>	<b>\$ 239,691</b>	<b>\$ (4,173)</b>	<b>-1.7%</b>

At June 30, 2015, the County's governmental and business-type activities carried an outstanding long-term debt balance in the amount of \$228.8 million as compared to \$233 million in the prior fiscal year. The overall decrease of \$4.2 million, or 1.7%, was primarily due to current year scheduled debt service payments of \$8.5 million, offset by the issuance of \$0.4 million of Limited Obligation Improvement Bond to finance improvements authorized by the Community Wastewater System Assessment District, \$1.7 million of new loans for Housing Authority to acquire below market rate units in danger of foreclosure, and \$0.8 million adjustment for Tobacco Settlement Bonds accretion.

Additional information on the County's long-term debt can be found in Note 8 to the financial statements on pages 61 – 66.

**VI. GENERAL FUND BUDGETARY HIGHLIGHTS**

During the current fiscal year, there was \$21.9 million, or 6% increase in appropriations between the original budget and the final amended budget. The major components of the increase were as follows:

- Appropriations for general government function increased by \$3 million. This was attributable mainly due to an increase of \$7.9 million for the implementation of the Countywide ERP project.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

- Appropriations for public protection function increased by \$13.1 million. Approximately \$7.8 million of this increase was due to the carryover of previously approved public works projects including the Phoenix Lake Integrated Regional Water Management Retrofit Project, Proposition 84 Areas of Special Biological Significance, various storm damage projects, and the Countywide Watershed Stewardship Plan. Additionally, there was a \$4 million increase in County fire salaries and overtime due to an increase in reimbursable requests for mutual aid by CalFire, and a \$1 million increase in the District Attorney Office expenditures related to grant fund initiatives.
- Appropriations for public ways and facilities function increased by \$5.7 million. This increase is mainly due to the carryforward of previously approved expenditures of \$2.3 million for the Central Marin Ferry Project, \$1.4 million for the Cal Park Tunnel project, \$1.4 million increase in the Greenway Gap Multi-Use Path project, and various other public work projects.

During the current fiscal year, there was a \$67 million, or 22% increase in revenues between the original budget and the final amended budget. The major components of the increase were as follows:

- Taxes increased by \$14.4 million mainly, attributable to an improving economy and associated increase in property taxes as well as additional Transient Occupancy Taxes.
- Intergovernmental revenues increased \$46.4 million, largely attributable to the carryforward of grant revenues associated with capital projects, as well as a \$13 million increase for the repayment of debt from the state of California for SB 90 mandated costs, and mid-year adjustments to state realignment revenues for state-funded services related to the Affordable Care Act, mental health services, and in-home support services .
- Charges for services increased \$5.8 million mainly due to an increase in charges for forestry and fire protection services.

#### GENERAL FUND BUDGET TO ACTUAL HIGHLIGHTS

During the current fiscal year total actual expenditures were \$59.1 million or 14% less than the final budget.

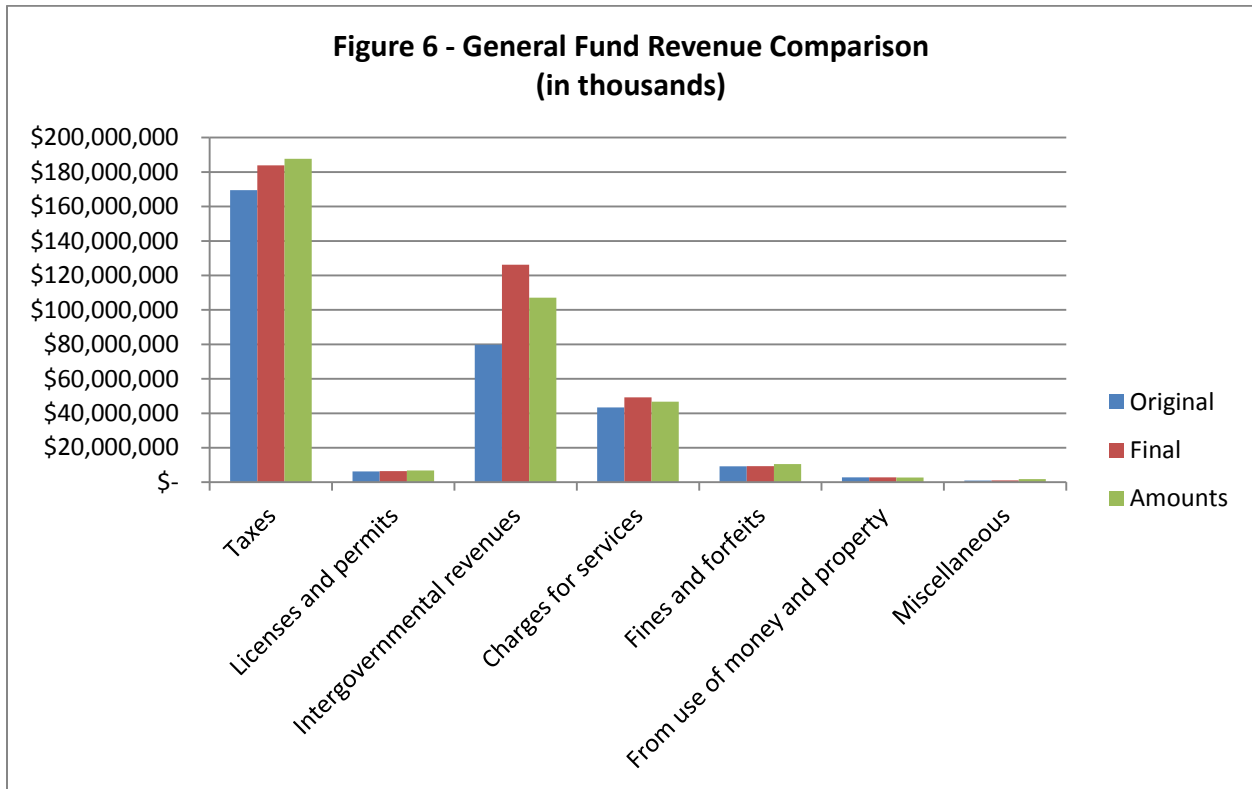
- Appropriations for the general government function were \$20.7 million under budget due to some budgeted expenditures for capital projects, including the ERP project taking place in the following fiscal year.
- Appropriations for the public protection function were \$15.5 million under budget due to some budgeted expenditures for public work projects taking place in the following fiscal year, and actual public safety-related expenditures being lower than projected.
- Appropriations for the health and sanitation function were \$11.8 million under budget primarily due to greater than expected position vacancies within the health program and lower than expected expenditures for contract services.

## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)

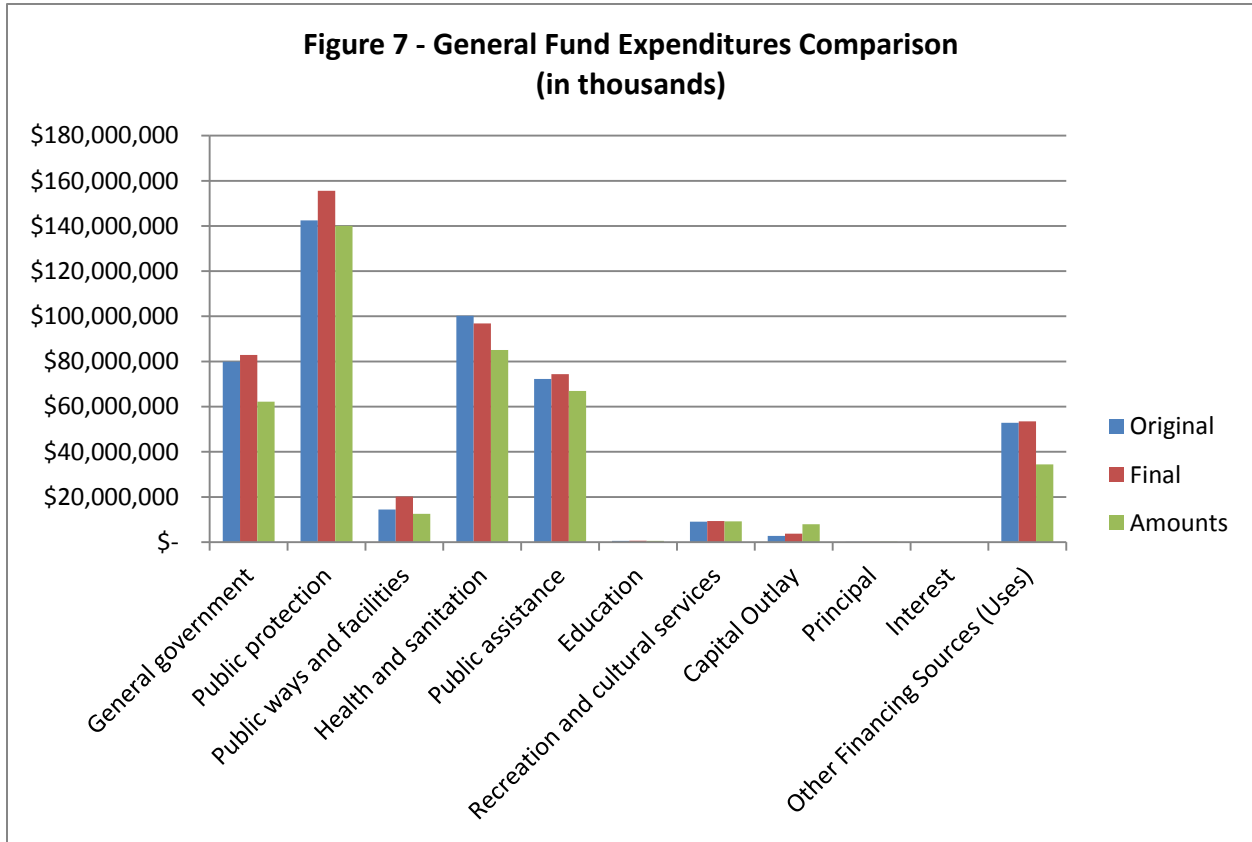
During the current fiscal year total actual revenues were \$15.6 million or 5% less than the final budget.

- Taxes were \$3.8 million over budget primarily due to greater than anticipated excess ERAF property taxes.
- Intergovernmental revenues were \$19.2 million under budget mainly due to federal, state, and local grants associated with capital projects being delayed and carried forward to the following fiscal year, as well as a change in accounting policies that reduced the year-end accrual for proposition 172 sales tax revenue.



## COUNTY OF MARIN

### Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2015 (Unaudited)



### ECONOMIC FACTORS AND THE OUTLOOK FOR FY 2015-16 BUDGET

Many of the County's economic and financial indicators are improving. In this context of an improving local economy, the County's budget for FY 2015-16 was prepared in consideration of the following economic factors:

- The County's unemployment rate for June 2015 was 3.4%, or 0.8% decrease from 4.2% a year ago. The local economy continues to be in an economic recovery after signs of stabilization appeared in 2011. The County unemployment rate continues to be lower than the State of California's average of 6.2%.
- The median sales price for a single family residence in Marin County increased by 8% from June 2014 to June 2015. Rise in property resale values generates higher property tax revenues and reduce the number of property reassessment appeal filings.
- Consistent with the Board's adopted budget policies, the budget reflects payments necessary to fund the County's Other Post-Employment Benefit (OPEB) unfunded liability.
- The adopted budget for FY 2015-16 refocuses the County's efforts to address such issues as affordable housing, homelessness, child care, education, sea level rise and others. These important initiatives, plus the State's ongoing realignment efforts to pass costs and services down to the local level, the ongoing funding of pension and OPEB liabilities, challenge the County to continuously reassess the use of its financial resources.

## **COUNTY OF MARIN**

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)

### **VII. REQUEST FOR INFORMATION**

This financial report is designed to demonstrate accountability by the Marin County government by providing both long-term and near-term views of the County's finances. Questions or comments regarding any of the information presented in this report or requests for additional financial information should be addressed to:

Director of Finance  
County of Marin  
3501 Civic Center Dr., Room 225  
San Rafael, CA 94903



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**BASIC FINANCIAL STATEMENTS –  
GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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**COUNTY OF MARIN**

Statement of Net Position  
June 30, 2015

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b>ASSETS</b>				
Cash and investments	\$ 352,929,948	\$ 14,510,961	\$ 367,440,909	876,947
Restricted cash	--	3,173,296	3,173,296	--
Receivables:				
Accounts and other - net	9,153,752	160,950	9,314,702	716
Due from other agencies	27,706,970	7,192,251	34,899,221	--
Other loans	31,094,562	6,186,358	37,280,920	--
Inventories	413,818	--	413,818	--
Prepaid items and other assets	2,205,509	1,027,408	3,232,917	2,029
Restricted cash held with trustee	7,674,644	--	7,674,644	33,816
Internal balances	764,750	(764,750)	--	--
Property held for resale	--	316,599	316,599	--
Capital assets:				
Nondepreciable	1,275,327,215	11,281,849	1,286,609,064	714,752
Depreciable, net	167,750,128	29,863,981	197,614,109	364,906
<b>Total Assets</b>	<b>1,875,021,296</b>	<b>72,948,903</b>	<b>1,947,970,199</b>	<b>1,993,166</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred fiscal charges - bonds payable, deferral on refunding	1,026,018	--	1,026,018	--
Deferred pensions	41,871,696	--	41,871,696	--
<b>Total Deferred Outflows of Resources</b>	<b>42,897,714</b>	<b>--</b>	<b>42,897,714</b>	<b>--</b>
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	10,250,007	3,270,624	13,520,631	9,716
Salaries and benefits payable	9,443,875	201,007	9,644,882	--
Accrued interest payable	3,614,116	1,174,287	4,788,403	--
Unearned revenues	4,841,743	533,944	5,375,687	1,764
Long-term notes payable	--	191,726	191,726	--
Other liabilities	1,541,135	936,482	2,477,617	--
Security deposits and escrows payable	--	431,000	431,000	33,816
Housing loan liability	--	1,732,417	1,732,417	--
Estimated claims				
Due within one year	10,379,000	--	10,379,000	--
Due beyond one year	25,817,000	--	25,817,000	--
Compensated absences:				
Due within one year	11,493,620	93,812	11,587,432	--
Due beyond one year	2,965,374	136,301	3,101,675	--
Long-term liabilities:				
Due within one year	7,321,909	510,326	7,832,235	69,872
Due beyond one year	221,522,403	5,970,432	227,492,835	855,067
Liability for post-employment benefits	98,149,869	511,515	98,661,384	6,216
Net pension liability	142,013,491	--	142,013,491	--
<b>Total Liabilities</b>	<b>549,353,542</b>	<b>15,693,873</b>	<b>565,047,415</b>	<b>976,451</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred pensions	83,082,959	--	83,082,959	--
<b>NET POSITION</b>				
Net investment in capital assets	1,317,857,743	33,647,390	1,351,505,133	249,000
Restricted for:				
General government	6,361,537	--	6,361,537	--
Public protection	48,497,105	--	48,497,105	--
Public ways and facilities	7,046,206	--	7,046,206	--
Health and sanitation	20,091,018	--	20,091,018	--
Public assistance	34,583,005	--	34,583,005	--
Education	3,074,827	--	3,074,827	--
Recreation and cultural services	21,824,817	--	21,824,817	--
Community service area projects	16,945,432	--	16,945,432	--
Debt service	3,830,399	--	3,830,399	--
Capital projects	5,686,770	--	5,686,770	--
Housing	--	6,774,022	6,774,022	--
Other purposes	29,567,475	--	29,567,475	--
Unrestricted	(229,883,825)	16,833,618	(213,050,207)	767,715
<b>Total net position</b>	<b>\$ 1,285,482,509</b>	<b>\$ 57,255,030</b>	<b>\$ 1,342,737,539</b>	<b>\$ 1,016,715</b>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Activities  
For the Fiscal Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government</b>				
<b>Governmental Activities:</b>				
General government	\$ 82,921,707	\$ 31,833,841	\$ 17,744,254	\$ 86,910
Public protection	154,983,553	37,902,032	43,971,534	1,009,933
Public ways and facilities	32,075,029	462,046	17,833,854	1,344,155
Health and sanitation	85,648,934	5,986,912	60,039,657	--
Public assistance	67,182,553	2,949,629	58,953,313	396,272
Education	13,120,661	5,726,582	114,334	--
Recreation and cultural services	18,229,115	2,577,695	350,385	60,604
Debt Service:				
Interest and fiscal charges	10,001,182	--	--	--
<b>Total governmental activities</b>	<b>464,162,734</b>	<b>87,438,737</b>	<b>199,007,331</b>	<b>2,897,874</b>
<b>Business-Type Activities:</b>				
Housing Authority	39,317,842	1,530,162	35,217,538	520,428
Transit District	26,923,412	5,619,613	19,097,503	2,374,093
Gnoss Airport	796,518	681,901	69,322	--
Marin County Fair	2,209,276	1,681,480	100,417	--
Marin.Org	1,759,349	1,645,573	--	--
Marin Commons Property Management	2,761,593	1,055,262	--	--
Marin Center Promotions	423,486	350,396	--	--
<b>Total business-type activities</b>	<b>74,191,476</b>	<b>12,564,387</b>	<b>54,484,780</b>	<b>2,894,521</b>
<b>Total primary government</b>	<b>\$ 538,354,210</b>	<b>\$ 100,003,124</b>	<b>\$ 253,492,111</b>	<b>\$ 5,792,395</b>
<b>Component Units</b>	<b>\$ 520,737</b>	<b>\$ 689,307</b>	<b>\$ --</b>	<b>\$ --</b>

The accompanying notes are an integral part of these financial statements.

	Net (Expenses) Revenues and Changes in Net Position			
	Governmental Activities	Business- Type Activities	Total Primary Government	Component Units
<u>Functions/Programs</u>				
<b>Primary Government</b>				
<b>Governmental Activities:</b>				
General government	\$ (33,256,702)	\$ --	\$ (33,256,702)	\$ --
Public protection	(72,100,054)	--	(72,100,054)	--
Public ways and facilities	(12,434,974)	--	(12,434,974)	--
Health and sanitation	(19,622,365)	--	(19,622,365)	--
Public assistance	(4,883,339)	--	(4,883,339)	--
Education	(7,279,745)	--	(7,279,745)	--
Recreation and cultural services	(15,240,431)	--	(15,240,431)	--
Debt Service:				
Interest and fiscal charges	(10,001,182)	--	(10,001,182)	--
<b>Total governmental activities</b>	<u>(174,818,792)</u>	<u>--</u>	<u>(174,818,792)</u>	<u>--</u>
<b>Business-Type Activities:</b>				
Housing Authority	--	(2,049,714)	(2,049,714)	--
Transit District	--	167,797	167,797	--
Gnoss Airport	--	(45,295)	(45,295)	--
Marin County Fair	--	(427,379)	(427,379)	--
Marin.Org	--	(113,776)	(113,776)	--
Marin Commons Property Management	--	(1,706,331)	(1,706,331)	--
Marin Center Promotions	--	(73,090)	(73,090)	--
<b>Total business-type activities</b>	<u>--</u>	<u>(4,247,788)</u>	<u>(4,247,788)</u>	<u>--</u>
<b>Total primary government</b>	<u>(174,818,792)</u>	<u>(4,247,788)</u>	<u>(179,066,580)</u>	<u>--</u>
<b>Component Units</b>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 168,570</u>
<b>General Revenues:</b>				
Taxes:				
Property taxes	201,773,959	3,611,357	205,385,316	--
Sales and use taxes	16,575,719	--	16,575,719	--
Other	7,569,436	--	7,569,436	--
Unrestricted interest and investment earnings	3,718,232	359,221	4,077,453	1,527
Tobacco settlement	2,200,297	--	2,200,297	--
Miscellaneous	4,854,591	2,677,010	7,531,601	--
Transfers	(1,509,557)	1,509,557	--	--
<b>Total general revenues and transfers</b>	<u>235,182,677</u>	<u>8,157,145</u>	<u>243,339,822</u>	<u>1,527</u>
<b>Change in net position</b>	60,363,885	3,909,357	64,273,242	170,097
<b>Net position, beginning of year - restated</b>	<u>1,225,118,624</u>	<u>53,345,673</u>	<u>1,278,464,297</u>	<u>846,618</u>
<b>Net position, end of year</b>	<u>\$ 1,285,482,509</u>	<u>\$ 57,255,030</u>	<u>\$ 1,342,737,539</u>	<u>\$ 1,016,715</u>

The accompanying notes are an integral part of these financial statements.

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**BASIC FINANCIAL STATEMENTS –  
FUND FINANCIAL STATEMENTS**

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**COUNTY OF MARIN**

Balance Sheet  
Governmental Funds  
June 30, 2015

	General Fund	Other Governmental Funds	Total
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
Cash and investments in County pool	\$ 137,662,237	\$ 185,879,073	\$ 323,541,310
Cash with fiscal agent	--	7,674,644	7,674,644
Accounts receivable	6,601,981	2,551,771	9,153,752
Notes receivable - short term	--	395,000	395,000
Notes receivable - long term	1,139,525	19,862,792	21,002,317
Prepaid items	2,203,060	2,449	2,205,509
Due from other funds	1,054,100	--	1,054,100
Due from other governmental agencies	23,370,724	4,336,246	27,706,970
Inventory of supplies	304,856	108,962	413,818
	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 172,336,483</u>	<u>\$ 220,810,937</u>	<u>\$ 393,147,420</u>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	\$ 6,893,729	\$ 3,348,636	\$ 10,242,365
Accrued salaries and benefits	8,332,164	1,106,330	9,438,494
Due to other funds	--	289,350	289,350
Unearned revenue	2,792,829	2,048,914	4,841,743
Other liabilities	1,429,423	111,712	1,541,135
Total liabilities	<u>19,448,145</u>	<u>6,904,942</u>	<u>26,353,087</u>
<b>FUND BALANCES</b>			
Nonspendable	3,647,441	108,962	3,756,403
Restricted	27,298,270	170,210,321	197,508,591
Committed	67,592,806	2,140,092	69,732,898
Assigned	51,133,913	41,446,620	92,580,533
Unassigned	3,215,908	--	3,215,908
Total fund balances	<u>152,888,338</u>	<u>213,905,995</u>	<u>366,794,333</u>
	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities and fund balances	<u>\$ 172,336,483</u>	<u>\$ 220,810,937</u>	<u>\$ 393,147,420</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Reconciliation of the Governmental Funds Balance Sheet  
to the Government-Wide Statement of Net Position - Governmental Activities  
June 30, 2015

Fund Balance - total governmental funds (page 31)		\$ 366,794,333
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. These assets consist of:		
Land	\$ 41,154,730	
Land improvements	1,205,125,438	
Easements	8,999,188	
Construction in progress	18,194,211	
Structures and improvements, net of accumulated depreciation	129,454,036	
Equipment, net of accumulated depreciation	11,375,373	
Intangible assets, net of accumulated amortization	1,906,846	
Infrastructure, net of accumulated depreciation	<u>26,867,521</u>	
Total capital assets		1,443,077,343
Long-term assets used in Governmental Activities, such as deferred outflows related to pension and deferred fiscal charges, are not current financial resources and, therefore, are not reported in the Governmental Funds.		42,897,714
Interest on loans receivable is not due in the current period and is not accrued in the governmental funds. Interest is due upon maturity of the notes. Please refer to Note 3 for details.		9,361,759
Deferred inflows of resources reported in the statement of net position		(83,082,959)
Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities are reported in the statement of net position. Balances as of June 30 are:		
Certificates of participation, bonds and loans payable	(228,490,492)	
Capital leases	(353,820)	
Accrued interest on long-term debt	(3,614,116)	
Compensated absences	(14,458,994)	
Other post employment benefits payable	(98,149,869)	
Claims and judgments	(9,256,000)	
Pension liability	<u>(142,013,491)</u>	
Total long-term liabilities		<u>(496,336,782)</u>
Internal Service Fund assets and liabilities are included in the governmental activities in the Statement of Net Position		<u>2,771,101</u>
Net position of governmental activities (page 27)		<u><u>\$ 1,285,482,509</u></u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2015

	General Fund	Other Governmental Funds	Total
<b>Revenues:</b>			
Taxes	\$ 187,676,974	\$ 38,242,140	\$ 225,919,114
Licenses and permits	6,791,742	8,347,331	15,139,073
Intergovernmental revenues	107,098,015	94,274,045	201,372,060
Charges for services	46,780,729	13,906,800	60,687,529
Fines and forfeits	10,545,039	1,600,241	12,145,280
From use of money and property	2,760,146	473,149	3,233,295
Miscellaneous	1,761,318	5,293,570	7,054,888
Total revenues	<u>363,413,963</u>	<u>162,137,276</u>	<u>525,551,239</u>
<b>Expenditures:</b>			
Current:			
General government	62,187,244	7,401,460	69,588,704
Public protection	140,080,273	24,751,182	164,831,455
Public ways and facilities	12,547,857	19,373,868	31,921,725
Health and sanitation	85,071,789	3,773,392	88,845,181
Public assistance	66,951,435	2,378,716	69,330,151
Education	556,430	14,205,720	14,762,150
Recreation and cultural services	9,212,820	12,979,133	22,191,953
Capital outlay	7,914,524	18,972,827	26,887,351
Debt Service:			
Principal	172,190	6,188,770	6,360,960
Interest	47,987	10,250,214	10,298,201
Total expenditures	<u>384,742,549</u>	<u>120,275,282</u>	<u>505,017,831</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,328,586)</u>	<u>41,861,994</u>	<u>20,533,408</u>
Other Financing Sources (Uses):			
Debt issued	--	1,768,962	1,768,962
Transfers in	63,499,701	41,969,692	105,469,393
Transfers out	<u>(29,099,561)</u>	<u>(77,873,727)</u>	<u>(106,973,288)</u>
Total other financing sources (uses), net	<u>34,400,140</u>	<u>(34,135,073)</u>	<u>265,067</u>
Net change in fund balances	13,071,554	7,726,921	20,798,475
Fund balances, beginning - restated	<u>139,816,784</u>	<u>206,179,074</u>	<u>345,995,858</u>
Fund balances, end	<u>\$ 152,888,338</u>	<u>\$ 213,905,995</u>	<u>\$ 366,794,333</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Government-Wide Statement of Activities - Governmental Activities  
For the Fiscal Year Ended June 30, 2015

Net change to fund balance - total governmental funds (page 33)		\$ 20,798,475
Amounts reported for governmental activities in the statement of activities are different because:		
Interest accrued on loans receivable not recorded in the governmental funds.		484,937
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation		
Sale of capital assets	(17,885)	
Expenditures for general capital assets, infrastructure, and other related capital assets adjustments	26,887,351	
Less: current year depreciation	<u>(13,858,476)</u>	13,010,990
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds, but reduces the liability in the statement of net position.		
Accretion of loan payable	(613,373)	
Issuance of debt	(1,768,962)	
Repayment of bonds and certificates of participation	<u>6,547,637</u>	
Net adjustment		4,165,302
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Change in compensated absences	(494,364)	
Other post employment benefits liability	(421,941)	
Change in claims liability	(4,240,000)	
Pension contributions	24,582,565	
Accrued interest on long-term debt	<u>110,342</u>	
Net adjustment		19,536,602
Internal service funds are used by the County to charge the cost of worker's compensation insurance to individual funds. The net revenue (expense) of internal service fund is reported with governmental activities.		<u>2,367,579</u>
Change in net position of governmental activities (pages 28-29)		<u><u>\$ 60,363,885</u></u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Net Position  
Proprietary Funds  
June 30, 2015/December 31, 2014

	Business-type Activities			Total	Governmental
	Housing Authority 12/31/2014	Transit District 6/30/2015	Non-major Enterprise Funds 6/30/2015		Workers' Compensation Internal Service Fund 6/30/2015
<b>ASSETS</b>					
Current Assets:					
Cash and investments in County pool	\$ --	\$ 7,463,165	\$ 1,921,599	\$ 9,384,764	\$ 29,388,638
Due from other funds	409,513	--	--	409,513	--
Other cash	5,126,197	--	--	5,126,197	--
Receivables:					
Accounts	35,978	--	--	35,978	--
Other	--	--	124,972	124,972	335,486
Prepaid items and other assets	187,018	42,336	798,054	1,027,408	--
Short-term notes receivable	1,661	--	--	1,661	--
Due from other governments	501,579	6,690,672	--	7,192,251	--
Assets held for resale	316,599	--	--	316,599	--
Total current assets	<u>6,578,545</u>	<u>14,196,173</u>	<u>2,844,625</u>	<u>23,619,343</u>	<u>29,724,124</u>
Noncurrent Assets:					
Restricted cash	3,173,296	--	--	3,173,296	--
Long-term notes receivable	6,184,697	--	--	6,184,697	--
Capital assets:					
Nondepreciable	3,342,713	2,176,497	5,762,639	11,281,849	--
Depreciable and amortizable, net	20,062,315	6,488,651	3,313,015	29,863,981	--
Total noncurrent assets	<u>32,763,021</u>	<u>8,665,148</u>	<u>9,075,654</u>	<u>50,503,823</u>	<u>--</u>
<b>Total assets</b>	<u>39,341,566</u>	<u>22,861,321</u>	<u>11,920,279</u>	<u>74,123,166</u>	<u>29,724,124</u>
<b>LIABILITIES</b>					
Current Liabilities:					
Vouchers and accounts payable	160,483	2,093,789	647,875	2,902,147	7,642
Interest payable	1,167,075	--	7,212	1,174,287	--
Due to other funds	409,513	--	764,750	1,174,263	--
Due to other governments	368,477	--	--	368,477	--
Accrued salaries and benefits	126,829	59,692	14,486	201,007	5,381
Other liabilities	721,318	--	215,164	936,482	--
Unearned revenues	257,519	148,429	127,996	533,944	--
Long-term notes payable	--	--	191,726	191,726	--
Compensated absences	39,995	35,457	18,360	93,812	--
Mortgages payable	386,988	--	--	386,988	--
Capital leases	123,338	--	--	123,338	--
Estimated claims	--	--	--	--	6,247,000
Total current liabilities	<u>3,761,535</u>	<u>2,337,367</u>	<u>1,987,569</u>	<u>8,086,471</u>	<u>6,260,023</u>
Long-Term Liabilities:					
Security deposits and escrows payable (payable from restricted assets)	431,000	--	--	431,000	--
Compensated absences	119,984	11,580	4,737	136,301	--
Loan liability	1,732,417	--	--	1,732,417	--
Mortgages payable	4,042,974	--	--	4,042,974	--
Capital leases	1,927,458	--	--	1,927,458	--
Other post-employment benefits	511,515	--	--	511,515	--
Estimated claims	--	--	--	--	20,693,000
Total noncurrent liabilities	<u>8,765,348</u>	<u>11,580</u>	<u>4,737</u>	<u>8,781,665</u>	<u>20,693,000</u>
<b>Total liabilities</b>	<u>12,526,883</u>	<u>2,348,947</u>	<u>1,992,306</u>	<u>16,868,136</u>	<u>26,953,023</u>
<b>NET POSITION</b>					
Net investment in capital assets	16,098,314	8,665,148	8,883,928	33,647,390	--
Restricted for housing	6,774,022	--	--	6,774,022	--
Unrestricted	3,942,347	11,847,226	1,044,045	16,833,618	2,771,101
Total net position	<u>\$ 26,814,683</u>	<u>\$ 20,512,374</u>	<u>\$ 9,927,973</u>	<u>\$ 57,255,030</u>	<u>\$ 2,771,101</u>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Revenues, Expenses and  
Changes in Net Position  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2015/December 31, 2014

	Business-Type Activities			Total	Governmental
	Housing Authority 12/31/2014	Transit District 6/30/2015	Non-major Enterprise Funds 6/30/2015		Workers' Compensation Internal Service Fund 6/30/2015
<b>Operating Revenues:</b>					
Charges for services	\$ 1,530,162	\$ 5,619,613	\$ 5,414,612	\$ 12,564,387	\$ 10,062,752
Other revenue	2,194,773	--	196,660	2,391,433	--
<b>Total operating revenues</b>	<b>3,724,935</b>	<b>5,619,613</b>	<b>5,611,272</b>	<b>14,955,820</b>	<b>10,062,752</b>
<b>Operating Expenses:</b>					
Salaries and employee benefits	--	1,327,913	671,834	1,999,747	1,612,086
Services and supplies	--	23,386,640	6,898,623	30,285,263	5,000
Housing assistance	37,757,730	--	--	37,757,730	--
Claims expense	--	--	--	--	6,072,425
Depreciation and amortization	1,320,080	917,002	371,516	2,608,598	--
Other operating	--	1,291,857	--	1,291,857	--
<b>Total operating expenses</b>	<b>39,077,810</b>	<b>26,923,412</b>	<b>7,941,973</b>	<b>73,943,195</b>	<b>7,689,511</b>
<b>Operating Income (Loss)</b>	<b>(35,352,875)</b>	<b>(21,303,799)</b>	<b>(2,330,701)</b>	<b>(58,987,375)</b>	<b>2,373,241</b>
<b>Non-Operating Revenues (Expenses):</b>					
Property tax revenue	--	3,611,357	--	3,611,357	--
Intergovernmental revenue	35,217,538	19,097,503	169,739	54,484,780	--
Advertising revenue	--	285,577	--	285,577	--
Investment income - unrestricted	120,497	9,816	228,908	359,221	--
Interest expense	(240,032)	--	(8,249)	(248,281)	--
<b>Total non-operating revenues</b>	<b>35,098,003</b>	<b>23,004,253</b>	<b>390,398</b>	<b>58,492,654</b>	<b>--</b>
<b>Income (Loss) Before Capital Contributions and Transfers</b>	<b>(254,872)</b>	<b>1,700,454</b>	<b>(1,940,303)</b>	<b>(494,721)</b>	<b>2,373,241</b>
Capital contributions	520,428	2,374,093	--	2,894,521	--
Transfers in	--	--	2,200,000	2,200,000	--
Transfers out	--	--	(690,443)	(690,443)	(5,662)
<b>Change in net position</b>	<b>265,556</b>	<b>4,074,547</b>	<b>(430,746)</b>	<b>3,909,357</b>	<b>2,367,579</b>
Net position, beginning - restated	26,549,127	16,437,827	10,358,719	53,345,673	403,522
<b>Net position, end</b>	<b>\$ 26,814,683</b>	<b>\$ 20,512,374</b>	<b>\$ 9,927,973</b>	<b>\$ 57,255,030</b>	<b>\$ 2,771,101</b>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2015/December 31, 2014

	Business-Type Activities - Enterprise Funds				Governmental
	Housing Authority 12/31/2014	Transit District 6/30/2015	Non-major Enterprise Funds 6/30/2015	Total	Workers' Compensation Internal Service Fund 6/30/2015
<b>Cash Flows from Operating Activities</b>					
Cash receipts from customers	\$ 3,055,473	\$ 3,639,649	\$ 5,733,110	\$ 12,428,232	\$ --
Cash receipts from internal fund services provided	--	1,950,099	--	1,950,099	10,105,579
Cash paid to suppliers for goods and services	(30,890,825)	(23,609,309)	(6,655,233)	(61,155,367)	(3,300,974)
Cash paid to employees for salaries and benefits	(5,642,007)	(1,338,794)	(666,722)	(7,647,523)	(1,611,599)
Net cash provided (used) by operating activities	(33,477,359)	(19,358,355)	(1,588,845)	(54,424,559)	5,193,006
<b>Cash Flows from Noncapital Financing Activities</b>					
Property tax revenues	--	3,611,357	--	3,611,357	--
Operating grants received	35,031,164	--	--	35,031,164	--
Intergovernmental revenues	--	17,924,194	169,739	18,093,933	--
Repayment of notes receivable	397,591	--	--	397,591	--
Interfund loans	--	--	(157,250)	(157,250)	--
Notes receivable issued	(1,124,684)	--	(2,766)	(1,127,450)	--
Interest received on notes receivable	114,726	--	--	114,726	--
Related party transactions	204,836	--	--	204,836	--
Debt issued to acquire assets held for sale	432,500	--	--	432,500	--
Principal paid on debt used to acquire assets held	(700,000)	--	--	(700,000)	--
Funds returned to the granting agency	(244,859)	--	--	(244,859)	--
Interest paid on debt used to acquire assets held	(793)	--	--	(793)	--
Transfers out	--	--	(690,443)	(690,443)	(5,662)
Transfers in	--	--	2,200,000	2,200,000	--
Net cash provided (used) by noncapital financing activities	34,110,481	21,535,551	1,519,280	57,165,312	(5,662)
<b>Cash Flows from Capital and Related Financing Activities</b>					
Principal repayments on long-term debt	(953,957)	--	--	(953,957)	--
Capital contributions	520,428	934,446	--	1,454,874	--
Interest repayments related to capital purposes	(174,672)	--	--	(174,672)	--
Debt issued	1,020,281	--	--	1,020,281	--
Payments related to the acquisition of capital assets	(560,996)	(2,235,930)	(728,221)	(3,525,147)	--
Net cash used by capital and related financing activities	(148,916)	(1,301,484)	(728,221)	(2,178,621)	--
<b>Cash Flows from Investing Activity</b>					
Interest and investments earnings received	7,014	9,816	228,908	245,738	--
Net increase (decrease) in cash and cash equivalents	491,220	885,528	(568,878)	807,870	5,187,344
Cash and cash equivalents, beginning of year, restated	7,808,273	6,577,637	2,490,477	16,876,387	24,201,294
Cash and cash equivalents, end of year	\$ 8,299,493	\$ 7,463,165	\$ 1,921,599	\$ 17,684,257	\$ 29,388,638

continued

The accompanying notes are an integral part of these financial statements.



**COUNTY OF MARIN**

Statement of Cash Flows (continued)  
 Proprietary Funds  
 For the Fiscal Year Ended June 30, 2015/December 31, 2014

	Business-Type Activities - Enterprise Funds				Governmental
	Housing Authority 12/31/2014	Transit District 6/30/2015	Non-major Enterprise Funds 6/30/2015	Total	Workers' Compensation Internal Service Fund 6/30/2015
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>					
Operating income (loss)	\$ (35,352,875)	\$ (21,303,799)	\$ (2,330,701)	\$ (58,987,375)	\$ 2,373,241
Depreciation	1,320,080	917,002	371,516	2,608,598	--
Prior period adjustment	42,678	--	--	42,678	--
Bad debt written off	15,600	--	--	15,600	--
Related party activity	(64,000)	--	--	(64,000)	--
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	40,860	(154,805)	59,925	(54,020)	42,827
Assets held for sale	302,776	--	--	302,776	--
Prepaid items and other assets	(13,584)	5,790	1,843	(5,951)	--
Increase (decrease) in:					
Accounts payable	(93,562)	672,618	243,390	822,446	(101,549)
Salaries payable	29,772	(33,536)	2,070	(1,694)	487
Unearned revenue	94,195	124,940	88,570	307,705	--
Liability for compensated absences	14,920	22,655	3,042	40,617	--
Other liabilities	112,778	390,780	(28,500)	475,058	2,878,000
Other post-employment benefits liability	75,346	--	--	75,346	--
Deposits and escrow	(2,343)	--	--	(2,343)	--
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (33,477,359)</b>	<b>\$ (19,358,355)</b>	<b>\$ (1,588,845)</b>	<b>\$ (54,424,559)</b>	<b>\$ 5,193,006</b>

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2015

<b>ASSETS</b>	Investment Trust Funds	Agency Funds	Private Purpose Trust Funds
Current Assets:			
Cash and investments	\$ 413,565,596	\$ 48,090,378	\$ 1,305,757
Cash with fiscal agent	--	1,057,291	263,498
Taxes receivable	--	16,027,947	--
Accounts receivable	--	--	50,550
Prepaid items	--	1,020,632	--
Note receivables	--	--	110,000
Capital assets:			
Nondepreciable	--	--	30,014
Total current assets	413,565,596	66,196,248	1,759,819
<b>LIABILITIES:</b>			
Accrued interest payable	--	--	166,284
Other liabilities	--	--	454,932
Noncurrent liabilities:			
Due within one year	--	--	457,190
Due in more than one year	--	--	7,312,399
Agency funds held for others	--	66,196,248	--
Total liabilities	--	66,196,248	8,390,805
<b>NET POSITION</b>			
Net position (deficit) held in trust for investment pool participants and others	413,565,596	--	(6,630,986)
Total net position	\$ 413,565,596	\$ --	\$ (6,630,986)

The accompanying notes are an integral part of these financial statements.

**COUNTY OF MARIN**

Statement of Changes in Fiduciary Net Position  
For the Fiscal Year Ended June 30, 2015

	Investment Trust Funds	Private Purpose Trust Funds
<b>Additions:</b>		
Property tax revenue	\$ --	\$ 2,819,176
Contributions to investment pool	1,108,628,220	--
Interest	681,735	5,497
Total additions	1,109,309,955	2,824,673
<b>Deductions:</b>		
Distributions from investment pool	1,082,678,539	--
Tax disbursements	--	1,413,451
Administrative and other	--	472,753
Interest expense	--	416,062
Total deductions	1,082,678,539	2,302,266
Change in net position	26,631,416	522,407
<b>Net position, beginning - restated</b>	386,934,180	(7,153,393)
<b>Net position, ending</b>	\$ 413,565,596	\$ (6,630,986)

The accompanying notes are an integral part of these financial statements.

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**BASIC FINANCIAL STATEMENTS –  
NOTES TO THE BASIC FINANCIAL STATEMENTS**

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## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the County of Marin (the County) conform to accounting principles generally accepted in the United States of America, as applicable to governmental entities. The following is a summary of significant accounting policies:

##### A. *Description of the Reporting Entity*

The reporting entity refers to the scope of activities, organizations, and functions included in the financial statements. The County is a political subdivision created by the State of California, and as such, can exercise the powers specified by the Constitution and laws of the State of California. The County operates under the general laws of the State and is governed by an elected five member Board of Supervisors (the Board).

The governmental reporting entity consists of the County (primary government) and its component units. Component units are legally separate organizations for which the County is considered to be financially accountable or other organizations whose nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the County's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the County.

As required by generally accepted accounting principles, these financial statements present the financial activity of the County and its component units. Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units, although legally separate entities, are in substance part of the government's operations, and as such data from these units are combined with data of the primary government for financial reporting purposes. Discretely presented component units are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the primary government. The financial statements are formatted to allow the user to clearly distinguish between the primary government and its discretely presented component units.

##### B. *Blended Component Units*

The following blended component units, although legally separate entities, are considered to be part of the primary government for financial reporting purposes because their boards are comprised of County Board members, and/or they provide services exclusively to the County, and/or there exists a financial benefit or burden relationship:

###### *Golden Gate Tobacco Funding Corporation:*

The Golden Gate Tobacco Funding Corporation (the Funding Corporation) is a non-profit public benefit corporation established in June 2002 for the purpose of providing tobacco securitization financing to the County. The Funding Corporation is governed by a three-person board of directors, consisting of two directors who are employees of the County and one independent director who is not. The component unit's governing body is substantially the same as the governing body of the primary government. The Funding Corporation's asset-backed bonds are secured by tobacco revenues received per the Master Settlement Agreement.

###### *In-Home Supportive Services – Public Authority of Marin:*

In-Home Supportive Services – Public Authority of Marin (IHSS) is a public agency established in 2001 by the Board of Supervisors to:

- Act as the employer of record for care providers for collective bargaining purposes;
- Administer health care benefits for care providers;
- Conduct state-mandated enrollment orientations for care providers; and
- Maintain a registry of pre-screened care providers.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

##### B. *Blended Component Units* (continued)

###### *In-Home Supportive Services (IHSS) – Public Authority of Marin* (continued):

The mission of IHSS is to serve low-income older adults and persons with disabilities who qualify for in-home support services in order to remain independent and safe in their own homes. IHSS works in partnership with the In-Home Supportive Services Program administered by Marin County Health and Human Services by matching IHSS care recipients with qualified care providers so they can live healthy and productive lives. There is a financial benefit relationship between the primary government and the component unit.

###### *Marin County Fair:*

The Marin County Fair is a component unit with a December 31st year-end. The County's Board of Supervisors serves as the governing Board of the Marin County Fair. County management conducts the activities of this component unit in essentially the same manner as it manages its own activities. The component unit's governing body is substantially the same as the governing body of the primary government.

###### *Housing Authority of the County of Marin:*

The Housing Authority of the County of Marin (the Authority), pursuant to the state of California's Health and Safety Code, was formed in January 1942 by a resolution of the Marin County Board of Supervisors. Its governance structure is comprised of a seven-member Board of Commissioners, five of whom are the County's Board of Supervisors, plus two tenant Commissioners. The component unit's governing body is substantially the same as the governing body of the primary government. The Authority is responsible for the development and implementation of housing programs and activities within the County of Marin. To accomplish this purpose, the Authority has entered into Annual Contribution Contracts with the U.S. Department of Housing and Urban Development (HUD) to operate assisted housing programs. The Authority has a December 31st year-end and issues a separate financial report that can be obtained by contacting the Housing Authority at 4020 Civic Center Drive, San Rafael, CA 94903.

###### *Marin County Law Library (Law Library):*

The Marin County Law Library (Law Library) serves the general public by providing patrons with access to legal information resources in a variety of media with research assistance. Its governance structure is comprised of the County's Board of Supervisors. County management conducts the activities of this component unit in essentially the same manner as it manages its own activities. There is a financial benefit relationship between the primary government and the component unit.

###### *Marin County Open Space District (Open Space):*

The Marin County Open Space District (Open Space) is responsible for planning, acquiring, and managing the County's approximately 15,000 acres of open space and 160 miles of public trails. Its governance structure is comprised of a seven-member Parks & Open Space Commission, five seats of which are the County of Marin Board of Supervisors, plus two members of the general public. The component unit's governing body is substantially the same as the governing body of the primary government.

###### *Transit District (Transit District):*

The Marin County Transit District (Transit District) is an autonomous special district created by the authority of the Marin County Transit District Act of 1964. The Transit District's purpose is to develop, finance, organize, and provide local Marin County transit service. Its Board of Directors is comprised of the County's Board of Supervisors, and two members chosen from city council persons or mayors of cities within the county. Revenues are derived principally from property taxes, aid from other governmental entities, transportation contract revenue, and transit fare revenue. The financial statements of the Transit District are available at 711 Grand Avenue, Suite 110, San Rafael, CA 94901. The component unit's governing body is substantially the same as the governing body of the primary government.

## COUNTY OF MARIN

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

#### B. *Blended Component Units* (continued)

*Sewer Maintenance, County Service Areas, Lighting, Permanent Road Districts, Flood Control Zone and Water Conservation, and other Special Districts:*

The County Board of Supervisors is the governing body of the Sewer Maintenance, County Service Areas, Lighting, Permanent Road Districts, Flood Control Zone and Water Conservation, and other Special Districts (special districts). The component unit's governing body is substantially the same as the governing body of the primary government. Among its duties, the County Board approves the budgets, special taxes, and fees of these special districts. Each of these special districts are, in substance, an integral part of the County and are reported as non-major special revenue funds in the County's basic financial statements.

#### C. *Discretely Presented Component Units*

*Marin County Housing Development Financing Corporation (MCHDFC):*

The Marin County Housing Development Financing Corporation (MCHDFC) is a California non-profit public benefit corporation established to provide assistance to the Housing Authority, a public body, corporate and politic in the State of California, by financing or carrying out the acquisition, construction, rehabilitation, remodeling and equipping of rental housing units for persons of low income, together with related facilities and improvements as are necessary or convenient or incidental to their use, on sites located in the County of Marin, to develop and construct low-income housing through use of government financing, subsidies and other available resources to alleviate housing problems affecting low and moderate income families, elderly individuals and handicapped citizens. MCHDFC is a non-profit corporation as described in section 501(c)(4) of the Internal Revenue Code and is exempt from federal income taxes and California franchise taxes. MCHDFC owns a 15-unit property known as Bradley House, located in Tiburon, California. The Board of MCHDFC is made up of nine directors, four of whom are employees of the Housing Authority. MCHDFC has no employees, and their accounting records are maintained by the Housing Authority.

*Marin Housing Development Corporation (MHDC):*

The Marin Housing Development Corporation (MHDC) is a California non-profit public benefit corporation, and was established to maintain, improve, and increase the supply of affordable housing in the County of Marin, California, by financing or carrying out the acquisition, construction, rehabilitation, remodeling and equipping of housing units for persons of low income. MHDC is a non-profit corporation as described in section 501(c)(3) of the Internal Revenue Code and is exempt from federal income taxes and California franchise taxes. MHDC owns a 28-unit apartment complex known as the Sundance Apartments, located in San Rafael, California. The Board of MHDC is comprised of nine directors, four of whom are current employees of the Housing Authority of the County of Marin. MHDC has no employees, and their accounting records are maintained by the Housing Authority. MCHDFC has no employees, and their accounting records are maintained by the Housing Authority.

Since MCHDFC and MHDC are other organizations for which the nature and significance of their relationship with the Housing Authority and the County of Marin (County) are such that exclusion from the financial statements would cause the County's financial statements to be misleading or incomplete, these entities have been included in the County's financial statements as discretely presented component units.

#### D. *Basis of Presentation*

*Government-Wide Financial Statements*

*The Statement of Net Position and the Statement of Activities* display information about the primary government and its blended component units. These statements include the financial activities of the overall government, except for fiduciary activities, which are reported in the fund financial statements. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and



## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

##### *D. Basis of Presentation, Continued*

*business-type* activities of the County and its discreetly presented component units. Governmental activities, which are normally supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from business-type activities, which rely to a great extent on fees charged to external parties.

*The Statement of Activities* demonstrates the degree to which program expenses of a given function are offset by program revenues. Program expenses include direct expenses, which are clearly identifiable with a specific program or function. Interest expense related to long-term debt is reported as a direct expense. Certain indirect costs, which cannot be identified and broken down, are included in the program expense reported for individual functions and activities. Interfund charges, which equal or approximate the external exchange value of services provided, are reported as program revenues. Interfund reimbursements, repayments from the funds responsible for particular expenses to the funds that initially paid for them, are treated as an adjustment to expenses.

Program revenues include 1) fees, fines and charges paid by the recipients of goods or services offered by the programs, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues. When both restricted and unrestricted net position is available, unrestricted resources are used only after the restricted resources are depleted.

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the County's enterprise funds. Separate financial statements are provided for *governmental* funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

##### *Fund Financial Statements*

The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component units. Separate statements for each fund category – *governmental, proprietary and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are respectively aggregated and reported as non-major funds. Major individual governmental and enterprise funds are presented as separate columns in the fund financial statements.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The County reports the following major governmental fund:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation and cultural services.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

##### D. *Basis of Presentation, Continued*

The County reports the following major enterprise funds:

- The *Housing Authority* provides housing assistance to low and moderate income residents of Marin County primarily, funded by contributions from HUD and rent payments from tenants. The Authority has a calendar year-end of December 31<sup>st</sup>.
- The *Transit District* accounts for activities related to the provision of transit services within Marin County.

The County also reports the following additional fund types:

- *Internal Service Fund* accounts for the financing of goods and services provided by one department or agency to other departments or agencies of the County or other governmental units on a cost reimbursement basis. Activities relate to the County's workers' compensation self-insurance plan.
- *Investment Trust Funds* account for the assets of legally separate entities such as special districts that deposit cash in the County Treasurer's investment pool. These entities include school and community college districts, other special districts governed by local boards, regional boards and authorities and pass-through funds for tax collections for cities and towns. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.
- *Agency Funds* are custodial in nature and do not report operating results. Such funds have no equity accounts since all assets are due to individuals or entities at some future time. These funds account for assets held by the County in an agency capacity for various local government units and individuals. The majority of these funds are tax pass-thru entities for secured and unsecured taxes.
- *Private Purpose Trust Funds* are a fiduciary fund type used by the County to report trust arrangements under which principal and income benefits other governments. These funds report the assets, liabilities, and activities of the Successor Agency to the County of Marin Redevelopment Agency and Marin City Community Service Districts (CSD).

##### E. *Measurement Focus and Basis of Accounting*

Measurement focus indicates the type of resources being measured, and the basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide, proprietary fund and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County provides (or receives) value without directly receiving (or providing) equal value in exchange, include property and sales taxes, grants, entitlements and donations. Under the accrual basis, revenues from property taxes are recognized in the fiscal year for which taxes are levied. Revenues from sales taxes are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they are both measurable and available. Most revenue sources, such as sales taxes, interest, certain state and federal grants and charges for services are accrued when services are provided or when taxes are levied. Property taxes revenue, however, is accrued only if funds are expected to be received within sixty days after the end of the fiscal

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

##### *E. Measurement Focus and Basis of Accounting (continued)*

year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

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

##### *F. Cash and Cash Equivalents*

For purposes of the accompanying statement of cash flows, the enterprise and internal service funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the County Treasurer's investment pool to be cash equivalents.

##### *G. Investments*

Money market funds are carried at cost, which approximates fair value.

##### *H. Receivables*

Accounts receivable are reported net of allowance for uncollectible amounts. The estimated allowance is calculated based on historical experience and collectability analysis.

##### *I. Inventories*

Inventories are valued at the lower of average cost or market. Inventories in governmental funds are recorded as expenditures when consumed. Unconsumed inventories in governmental funds are equally offset by nonspendable fund balance to indicate that portion of fund balance is not in spendable form.

##### *J. Prepaid Items*

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses. In the fund financial statements, prepaid items are offset by a corresponding nonspendable portion of fund balance to indicate that they are not available for appropriation and are not expendable available financial resources.

##### *K. Capital Assets*

Capital assets are recorded at historical cost (or at estimated historical cost if actual historical cost is not available). Donated capital assets are valued at their estimated fair market value on the date donated. Capital assets include public domain (infrastructure) general fixed assets consisting of certain improvements including roads, bridges, water/sewer, lighting systems, drainage systems, and flood control systems. The County defines capital assets as assets with an initial unit cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets used in operations are depreciated or amortized using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and the proprietary funds.

COUNTY OF MARIN

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

K. Capital Assets (continued)

The estimated useful lives for capital assets are as follows:

Infrastructure	20 to 50 years
Structures and improvements	10 to 50 years
Equipment	5 to 25 years
Software	2 to 10 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements, which significantly increase values, change capacities, or extend useful lives of the capital assets are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

L. Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows and inflows of resources. A deferred outflow of resources is defined as a consumption of net position that is applicable to a future reporting period. A deferred inflow of resources is defined as an acquisition of net position that is applicable to a future reporting period.

M. Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consist of unpaid, accumulated vacation and compensatory time-off balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The current portion of the liability for compensated absences has been estimated based on historical experience.

N. Interfund Transactions

Interfund transactions are reflected as loans, services provided or used, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation, and are referred to as either "due to/from other funds" (the current portion of interfund loans) or "advances to/from other funds" (the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

##### O. Net Position and Fund Balances

The government-wide and proprietary funds utilize a net position presentation. Net position is classified as follows:

- *Net investment in capital assets* is the amount representing all capital assets, net of accumulated depreciation and amortization, and reduced by the outstanding balances of debt that are attributable to the acquisition, construction or improvement of those assets, net of unspent financing proceeds.
- *Restricted net position* is the amount representing the net position which usage is subject to limitation and constraint imposed by either external parties (such as creditors, grantors, other governments) or law through constitutional provisions or enabling legislation.
- *Unrestricted net position* is the amount representing portion of net position that is neither restricted nor invested in capital assets (net of related debt).

As prescribed by Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, governmental funds report fund balance in one of five classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. The five fund balance classifications are as follows:

- *Nonspendable fund balances* – Consist of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories, prepaid amounts and long-term amount of loans and notes receivable, if any.
- *Restricted fund balances* – Consist of amounts with constraints placed on their use, imposed either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
- *Committed fund balances* – Consist of resource balances with constraints imposed by formal action of the Board of Supervisors (the Board) through public meeting minutes that specifically state the revenue source and purpose of the commitment. Commitments may be modified or rescinded as approved by the Board through Board resolutions.
- *Assigned fund balances* – Consist of resource balances intended to be used by the County for specific purposes that do not meet the criteria to be classified as restricted or committed. The County Administrator and Director of Finance can assign fund balance to be used for specific purposes during budget preparation. Budgets recommended by departments require the County's Board approval.
- *Unassigned fund balances* – Consist of all resource balances in the General Fund not contained in other classifications. For other governmental funds, the unassigned classification is used only to report a deficit balance resulting from specific purposes for which amounts had been restricted, committed, or assigned.

Based on the County's policy regarding the fund balance classification as noted above, when both restricted and unrestricted funds are available for expenditure, restricted funds should be spent first unless legal requirements disallow it. When expenditures are incurred for purposes for which amounts in any unrestricted fund balance classifications could be used, committed funds are to be spent first, assigned funds second, and unassigned funds last.

COUNTY OF MARIN

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

*P. Property Tax Revenue*

The County is responsible for the assessment, collection, and apportionment of property taxes for all taxing jurisdictions within the County including schools, cities and towns, and special districts. Property taxes, for which the lien date is January 1, are payable in two installments, November 1 and February 1, and become delinquent on December 10 and April 10, respectively. Property taxes receivable are recognized on the July 1<sup>st</sup> levy date.

Beginning in 1994, the County adopted the "Alternative Method of Distribution of Tax Levies and Collections and of Tax Sale Proceeds" provided for in Revenue and Taxation Code Sections 4701-4717, which is commonly known as the "Teeter Plan." The Teeter Plan has no impact on tax rates or collection procedures. It merely changes the way the collections of delinquent taxes and penalties are distributed among the taxing agencies. Those agencies participating in the Teeter Plan receive 100% of the secured property taxes billed each year without regard to delinquencies. The General Fund covers the delinquent amount to all agencies and, in return, receives the delinquent taxes, penalties and interest when collected. As a result of the Teeter Plan, secured property tax receivables are recorded in the General Fund only, and there is no allowance for uncollectible amounts. Penalties and interest are deposited into the Tax Loss Reserve Fund. Once the Tax Loss Reserve Fund balance exceeds 25% of the secured delinquent roll, the excess can be credited to the General Fund.

*Q. Estimates*

The preparation of the basic financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

*R. New Accounting Pronouncements*

Governmental Accounting Standards Board Statement Nos. 68 and 71

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, to improve accounting and financial reporting by state and local governments for pensions. In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* to address an issue in Statement No. 68 concerning provisions related to certain pension contributions made to defined benefit plans prior to the implementation of that Statement by employers and non-employer contributing agencies. As of July 1, 2014, the County implemented these Statements and restated the beginning net position on the government-wide statements by \$264.5 million and reported \$42.8 million in deferred outflows of resources for pension contributions made subsequent to the measurement date in FY 2013-14 and \$83.1 million in deferred inflows of resources for the net difference between projected and actual earnings on pension plan investments in FY 2013-14, and to establish beginning net pension liability of \$250.6 million.

The County has insufficient prior year data which makes it impractical to restate the amounts of all applicable deferred outflows of resources, net pension liability and deferred inflows of resources related to pensions. Therefore, the County has elected to report the implementation of these Statements as a cumulative effect of an accounting change in the fiscal year 2014-15 financial statements.

Governmental Accounting Standards Board Statement No. 69

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, is effective for periods beginning after December 15, 2013. This statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

##### *S. Future Accounting Pronouncements*

The County is currently evaluating its accounting practices to determine the potential impact on the financial statement for the following GASB Statements:

In February 2015, the GASB issues GASB Statement No. 72, Fair Value Measurement and Application. This Statement is intended to improve accounting and financial reporting for state and local governments' investments by enhancing the comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. The requirements of this Statement are effective for the County's fiscal year ending June 30, 2016.

In June 2014, the GASB issued GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, which establishes new accounting and financial reporting requirements for OPEB plans improving the accounting and financial reporting by state and local governments for OPEB and provides information provided by state and local government employers about financial support for OPEB that is provided by other entities. This Statement replaces the requirements of Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions and Statement No. 57, OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans. GASB Statement No. 57 is effective for the County's fiscal year ending June 30, 2018.

In June 2014, the GASB issued GASB Statement No. 76, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments, which clarifies the hierarchy of generally accepted accounting principles (GAAP), and reduces the GAAP hierarchy to two catalogues of authoritative GAAP and addresses the use of authoritative and non-authoritative literature in the event that the accounting treatment for a transaction or other event is not specified within the scope of authoritative GAAP. GASB Statement No. 76 is effective for the County's fiscal year ending June 30, 2016.

#### **NOTE 2: CASH AND INVESTMENTS**

The County maintains a cash and investment pool for the purpose of increasing interest earnings through pooled investment activities. Cash and investments for most County activities are included in the County investment pool. Interest earned on the investment pool is allocated quarterly to the participating funds using the average daily cash balance of each fund. This pool, which is available for use by all participating funds, is displayed in the financial statements as "Cash and investments in County pool." The funds required to be held by outside fiscal agents do not participate in the pool.

The County investment pool includes both voluntary and involuntary participation from external public entities. Certain special districts and entities are required under State statute to maintain their cash surplus in the pool. As of June 30, 2015, the net asset value of involuntary participation in the investment pool was \$462,946,280 or 55.48% of the pool.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 2: CASH AND INVESTMENTS, Continued**

The County's investment pool is not registered with the Securities and Exchange Commission as an investment company. Investments made by the Treasurer are regulated by the California Government Code and by the County's Capital Investment Policy. The objectives of the policy are structured in order of priority: safety, liquidity, yield, and public trust. The Board has established a Treasury Oversight Committee (Oversight Committee) to monitor and review the management of public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Oversight Committee and the Board review and approve the Investment Policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Oversight Committee and to the investment pool participants on a monthly basis. The report covers the types of investments in the pool, maturity dates, par value, actual costs and fair value.

The County Pool has been rated by Fitch Ratings since 1994 and has maintained the highest rating of 'AAA' since inception. The pool's 'AAA' rating reflects the high credit quality of portfolio assets, appropriate management oversight, and operational capabilities. In addition, Fitch ratings rate the pool 'V1' for volatility, which reflects low market risk and a capacity to return stable principal value to participants, as well as to meet anticipated cash flow needs, even in adverse interest rate environments.

Fair values were obtained from the County's investment custodian statement for all investments having greater than 90 days to maturity.

Cash and investments at June 30, 2015, consist of the following:

Cash	\$ 12,895,266
Investments	<u>823,514,725</u>
	836,409,991
Less outstanding warrants and other reconciling items	<u>(14,857,641)</u>
Total Cash and Investments in County Pool	<u><u>821,552,350</u></u>
 Cash and Investments Outside County Pool:	
Other deposits	2,122,476
Investments of blended component units	10,264,669
Investments with fiscal agents	9,018,182
Specific investments	<u>524,455</u>
Total Cash and Investments Outside County Pool	<u><u>21,929,782</u></u>
Total Cash and Investments	<u><u>\$ 843,482,132</u></u>

Total cash and investments at June 30, 2015 were presented on the County's financial statements as follows:

Primary Government	\$ 378,288,849
Component Units	910,763
Investment Trust Funds	413,565,596
Agency Funds	49,147,669
Private Purpose Trust Funds	<u>1,569,255</u>
	<u><u>\$ 843,482,132</u></u>



**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 2: CASH AND INVESTMENTS, Continued**

Investments

The following table identifies the investment types that are authorized for the County by the California Government Code or the County's Investment Policy, where more restrictive. The table also identifies certain provisions of the County's investment policy that address interest rate risk, credit risk, and concentration risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds	2 Years	None	None
U.S. Treasury Obligations	5 Years	None	None
U.S. Agency Obligations	5 Years	None	None
State of California Obligations	2 Years	None	None
Banker's Acceptances	180 Days	30%	30%
Commercial Paper	270 Days	40%	10%
Negotiable Certificates of Deposit	2 Years	30%	None
Repurchase Agreements	1 Year	None	None
Medium Term Notes	2 Years	30%	None
Money Market Mutual Funds/Mutual Funds	N/A	20%	10%
Time Deposits	2 Years	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None

At June 30, 2015, the County's investments consist of the following:

	Interest Rates	Maturities	Par Value	Fair Market Value	Book Carrying Value	WAM (Years)
<b>Pooled Investments</b>						
Federal Agencies	0.02% - 1.13%	7/1/13 to 6/24/16	\$ 801,810,000	\$ 801,648,975	\$ 801,471,072	0.49
Money Market	Variable	On Demand	20,006,177	20,006,177	20,006,177	0.00
California Local Agency Investment Fund (LAIF)	Variable	On Demand	236,825	236,825	236,825	0.00
Miscellaneous Securities	3.5% - 3.6%	12/19/15 to 12/19/17	1,800,651	1,800,651	1,800,651	0.60
<b>Total pooled investments</b>			<u>\$ 823,853,653</u>	<u>\$ 823,692,628</u>	<u>\$ 823,514,725</u>	
<b>Specific Investments in Treasury - Non Pooled</b>						
California Local Agency Investment Fund (LAIF)	Variable	On Demand	\$ 524,455	\$ 524,455	\$ 524,455	0.00
			<u>\$ 524,455</u>	<u>\$ 524,455</u>	<u>\$ 524,455</u>	

At June 30, 2015, the book value and fair value of cash and investments was substantially the same and as such no fair value adjustment was required.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the County's Investment Policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to 1.5 years or less. At June 30, 2015, the investment pool had a weighted average maturity of 0.01 years, or approximately 2 days.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 2: CASH AND INVESTMENTS, Continued**

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law and the County's Investment Policy limit the County's investments in commercial paper, corporate bonds, and medium term notes to the rating of 'A' or higher as provided by Moody's Investors Service or Standard & Poor's Corporation. The County's Investment Policy limits investments purchased by Financial Institution Investment Accounts, a type of mutual fund, to United States Treasury and Agency obligations with a credit quality rating of 'AAA.'

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. At June 30, 2015, in accordance with State law and the County's Investment Policy, the County did have 10% or more of its net investment in any one money market mutual fund.

At June 30, 2015, the County had the following investments in any one issuer that represent 5% or more of the total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded because they are not a concentration of credit risk.

Federal Home Loan Mortgage Corporation	\$ 319,857,656	40.16%
Federal National Mortgage Association	\$ 213,497,219	26.80%
Federal Home Loan Bank	\$ 263,116,196	33.04%

The following is a summary of the credit quality distribution and concentration of credit risk by investment type as a percentage of each pool's fair value at June 30, 2015.

	<u>Moody's</u>	<u>S &amp; P</u>	<u>% of Portfolio</u>
<b>Investments in Investment Pool</b>			
Federal Agencies Discount: Fed Hom Ln Bk*	Unrated	Unrated	31.95%
Federal Agencies Discount: Fed Home Ln Mtg Corp*	Unrated	Unrated	38.84%
Federal Agencies Discount: Fed Natl Mgt Assn*	Unrated	Unrated	25.93%
Miscellaneous Securities	Unrated	Unrated	0.82%
Money Market/Mutual Funds	Aaa	AAAm	2.43%
California Local Agency Investment Fund (LAIF)	Unrated	Unrated	0.03%
			<u>100.00%</u>

\* Federal Home Loan Bank, Freddie Mac and Fannie Mac issue most of their short term debt as discount notes. Although Moody's and S & P rate their short term debt at 'P-1' and 'A-1+' respectively, their discount notes are not currently rated by individual CUSIP.

Custodial Credit Risk

For investments and deposits held with safekeeping agents, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or deposits that are in the possession of an outside party. The California Government Code and the County's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits and securities lending transactions: The California

COUNTY OF MARIN

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

NOTE 2: CASH AND INVESTMENTS, Continued

Custodial Credit Risk (continued)

Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by depository regulated under state law. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. At year end, the County’s investment pool and cash with fiscal agents had no securities exposed to custodial credit risk.

Local Agency Investment Fund

The County Treasurer’s Pool maintains an investment in the State of California Local Agency Investment Fund (LAIF), managed by the State Treasurer. This fund is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California State Code. Participants in the pool include voluntary and involuntary participants, such as special districts and school districts for which there are legal provisions regarding their investments. The Local Investment Advisor Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute.

At June 30, 2015, the County’s pooled investment position in the State of California Local Agency Investment Fund (LAIF) was \$236,825 which approximates fair value and is the same as value of the pool shares. The total amount invested by all public agencies in LAIF on that day was \$69.6 billion. Of that amount, 97.92% was invested in non-derivative financial products and 2.08% in structured notes and asset-backed securities. Fair value is based on information provided by the State for the Local Agency Investment Fund.

Restricted cash

Cash held by the Housing Authority in the amount of \$3.2 million is restricted as to use by grantors.

County Investment Pool Condensed Financial Statements

The following represents a condensed statement of net position and changes in net position for the Treasurer’s investment pool as of June 30, 2015:

**Statement of Net Position**

Equity of internal pool participants	\$ 407,986,654
Equity of external pool participants	413,565,696
Total net position	<u>\$ 821,552,350</u>

**Statement of Changes in Net Position**

Net position, beginning of year	\$ 743,606,749
Net change in investments by pool participants	77,945,601
Net position, end of year	<u>\$ 821,552,350</u>

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 3: NOTES RECEIVABLE**

Notes receivable consists of following activities:

	<u>Balance July 1, 2014</u>	<u>Notes Issued</u>	<u>Repayments</u>	<u>Balance June 30, 2015</u>	<u>Short Term Balance June 30, 2015</u>
<b>Governmental Activities:</b>					
<b>General Fund:</b>					
The County executed a long-term loan agreement with Buckelew Programs to fund the construction of a crisis residential facility funded with Mental Health Services Act (MHSA) funds. This note is due in June 2057.					
	\$ 739,525	\$ -	\$ -	\$ 739,525	\$ -
The County executed a long-term loan agreement with Buckelew Programs to fund the construction of a crisis residential facility funded with Mental Health Services Act (MHSA) funds. This is an additional loan amount representing contingency funds to cover any unanticipated costs related to the construction project. This loan does not accrue interest and the note is due in October 2032.					
	400,000	-	-	400,000	-
<b>Subtotal General Fund</b>	<u>1,139,525</u>	<u>-</u>	<u>-</u>	<u>1,139,525</u>	<u>-</u>
<b>Other Governmental Funds:</b>					
The County provided long-term financing to numerous local based non-profit organizations for affordable housing construction and rehabilitation. These notes are due at various time frames through 2066.					
	20,137,792	395,000	(275,000)	20,257,792	395,000
<b>Total Governmental Activities</b>	<u>\$ 21,277,317</u>	<u>\$ 395,000</u>	<u>\$ (275,000)</u>	<u>\$ 21,397,317</u>	<u>\$ 395,000</u>
<b>Business-Type Activities:</b>					
<b>Marin Housing Authority</b>					
Marin Housing Authority manages a portfolio for lending programs to assist qualified homeowners and renters with rehabilitation expenses, down payments on home purchases, and rental security deposits.					
	<u>\$ 5,624,528</u>	<u>\$ 1,035,081</u>	<u>\$ (473,251)</u>	<u>\$ 6,186,358</u>	<u>\$ 1,661</u>

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 4: UNEARNED REVENUE/UNAVAILABLE REVENUE**

Under both the accrual and modified accrual basis of accounting, revenues are recognized only when earned. Thus, the government-wide statement of net position, governmental funds and enterprise funds defer revenue recognition for resources that have been received at year-end but not yet earned. Assets recognized before the earning process is complete are offset by a corresponding liability as unearned revenues. Under the modified accrual basis of accounting, revenues are recognized when earned and susceptible to accrual. Revenues are considered susceptible to accrual if they are measurable and available to finance expenditures of the current period. Thus, governmental funds defer revenue recognition for revenues not considered available to liquidate liabilities for the current period. As of June 30, 2015, the various components of unearned revenue were as follows:

	<u>Unearned</u>
<b>Governmental Activities:</b>	
<b>General Fund:</b>	
Reimbursable grant advances	\$ 2,621,113
Fees for services	171,716
Total General Fund	<u>2,792,829</u>
<b>Other Governmental Funds:</b>	
Reimbursable grant advances	2,044,347
Fees for services	4,567
Total Governmental Activities	<u>\$ 4,841,743</u>
<b>Business-Type Activities:</b>	
Fees for service	<u>533,944</u>
Total Business-Type Activities	<u>\$ 533,944</u>

**NOTE 5: INTERFUND TRANSACTIONS**

Interfund receivables and payables may result from services rendered by one fund to another fund, or from interfund loans. "Due to other funds" balances are generally used to reflect short-term interfund receivables and payables, whereas "Advances to other funds" balances are for long-term. The composition of interfund balances as of June 30, 2015, is as follows:

**Due to/from other funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Other Non-major Governmental Funds	\$ 289,350	Temporary loans to cover short-term operational deficit
	Non-major Enterprise Fund	764,750	Temporary loans to cover short-term operational deficit
Housing Authority	Non-major Enterprise Fund	409,513	Temporary loans to cover short-term operational deficit in order to run various programs
		<u>\$ 1,463,613</u>	

**Advances to/from other funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
Housing Authority	Other Non-major Governmental Funds	<u>\$ 1,680,000</u>	Advances to fund losses incurred by various programs

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 5: INTERFUND TRANSACTIONS, Continued**

**Transfers**

Transfers are indicative of funding for capital projects, lease or debt service payments, subsidies of various County operations and reallocations of special revenues. The following schedule summarizes the County's transfer activities:

Transfer from	Transfer to	Amount	Purpose
General Fund	Other Non-major Governmental Funds	\$ 10,607,230	Road and Bridge Rehabilitation program
	Other Non-major Governmental Funds	7,075,052	Allocation of pension obligation costs
	Other Non-major Governmental Funds	4,000,000	County Facilities Maintenance project
	Other Non-major Governmental Funds	3,884,131	Debt service
	Other Non-major Governmental Funds	753,786	Road maintenance
	Other Non-major Governmental Funds	250,000	Housing Trust funding
	Other Non-major Governmental Funds	156,823	Library reimbursement (Education Code 19147)
	Other Non-major Governmental Funds	145,452	Stormwater Pollution Prevention program
	Other Non-major Governmental Funds	15,000	Marin County Law Library
	Other Non-major Governmental Funds	11,500	Stinson Beach project
	Other Non-major Governmental Funds	587	Various H&HS program cost funding
		<u>26,899,561</u>	
General Fund	Non-major Enterprise Fund	<u>2,200,000</u>	Marin Commons property management operations
Non-major Enterprise Fund	General Fund	600,000	Repayment of interfund loan
	General Fund	80,000	Reimbursement of salary and benefit costs
	Other Non-major Governmental Funds	10,443	Allocation of pension obligation costs
		<u>690,443</u>	
Internal Service Fund	Other Non-major Governmental Funds	<u>5,662</u>	Allocation of pension obligation costs
		<u>5,662</u>	
Other Non-major Governmental Funds	General Fund	32,090,175	H&HS Realignment
	General Fund	8,244,125	Various program funding and cost reimbursements
	General Fund	7,647,439	Mental Health Services Act (Prop 63) program reimbursements
	General Fund	2,164,562	EPSDT program reimbursements
	General Fund	2,019,106	Child Welfare Services program reimbursements
	General Fund	1,828,403	CalWORKS program reimbursements
	General Fund	1,787,081	Adoption Assistance program reimbursements
	General Fund	1,686,913	Medi-Cal Administrative Activities program reimbursements
	General Fund	1,610,021	Foster Care program reimbursements
	General Fund	1,751,370	Managed Care program reimbursements
	General Fund	689,030	Maddy Fund (SB 12/612) program reimbursements
	General Fund	526,000	Measure N & R - Fire suppression special tax money transfer
	General Fund	375,000	Measure M - Paramedic special services tax money transfer
	General Fund	205,430	Acquisition of garbage trucks
	General Fund	175,047	Housing Trust reimbursements
	General Fund	20,000	Zero Waste Outreach program
	Other Non-major Governmental Funds	8,038,100	Public Safety Realignment (AB 109)
	Other Non-major Governmental Funds	3,579,253	Various program funding and cost reimbursements
	Other Non-major Governmental Funds	1,500,000	Road resurfacing project - Southern region
	Other Non-major Governmental Funds	936,003	Allocation of pension obligation costs
Other Non-major Governmental Funds	625,669	Debt service	
Other Non-major Governmental Funds	375,000	Road impact fees	
		<u>77,873,727</u>	
Total		<u>\$ 107,669,393</u>	

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2015 was as follows:

	Restated Balance July 1, 2014	Additions	Deletions	Adjustments/ Transfers	Balance June 30, 2015
<b>Governmental Activities</b>					
Capital assets, not being depreciated and amortized					
Land	\$ 37,504,730	\$ 3,650,000	\$ --	\$ --	\$ 41,154,730
Land improvements	1,205,125,438	--	--	--	1,205,125,438
Easements	8,999,188	--	--	--	8,999,188
Intangible assets	--	1,853,648	--	--	1,853,648
Construction in progress	47,789,922	16,461,965	--	(46,057,676)	18,194,211
Total capital assets not being depreciated	<u>1,299,419,278</u>	<u>21,965,613</u>	<u>--</u>	<u>(46,057,676)</u>	<u>1,275,327,215</u>
Capital assets, being depreciated and amortized					
Structures and improvements	225,277,164	--	--	43,338,073	268,615,237
Equipment	46,530,053	4,229,179	(1,862,798)	1,848,296	50,744,730
Intangible assets	--	57,055	--	--	57,055
Infrastructure	313,628,117	--	--	871,307	314,499,424
Total capital assets being depreciated and amortized	<u>585,435,334</u>	<u>4,286,234</u>	<u>(1,862,798)</u>	<u>46,057,676</u>	<u>633,916,446</u>
Less accumulated depreciation for					
Structures and improvements	(129,916,417)	(9,244,784)	--	--	(139,161,201)
Equipment	(37,869,949)	(3,344,321)	1,844,913	--	(39,369,357)
Intangible assets	--	(3,857)	--	--	(3,857)
Infrastructure	(286,378,273)	(1,253,630)	--	--	(287,631,903)
Total accumulated depreciation	<u>(454,164,639)</u>	<u>(13,846,592)</u>	<u>1,844,913</u>	<u>--</u>	<u>(466,166,318)</u>
Total capital assets being depreciated and amortized, net	<u>131,270,695</u>	<u>(9,560,358)</u>	<u>(17,885)</u>	<u>46,057,676</u>	<u>167,750,128</u>
Governmental activities capital assets, net	<u>\$ 1,430,689,973</u>	<u>\$ 12,405,255</u>	<u>\$ (17,885)</u>	<u>\$ --</u>	<u>\$ 1,443,077,343</u>
<b>Business-Type Activities</b>					
Capital assets, not being depreciated					
Land	\$ 6,273,763	\$ --	\$ --	\$ --	\$ 6,273,763
Construction in progress	4,181,880	2,066,738	--	(1,240,532)	5,008,086
Total capital assets not being depreciated	<u>10,455,643</u>	<u>2,066,738</u>	<u>--</u>	<u>(1,240,532)</u>	<u>11,281,849</u>
Capital assets, being depreciated and amortized					
Structures and improvements	46,271,317	494,525	(9,041)	908,963	47,665,764
Equipment	12,893,908	1,188,678	(35,289)	331,569	14,378,866
Intangible assets	--	103,649	--	--	103,649
Other property	3,426,892	--	--	--	3,426,892
Total capital assets being depreciated and amortized	<u>62,592,117</u>	<u>1,786,852</u>	<u>(44,330)</u>	<u>1,240,532</u>	<u>65,575,171</u>
Less accumulated depreciation and amortization for					
Structures and improvements	(27,184,966)	(1,313,619)	9,041	--	(28,489,544)
Equipment	(4,421,275)	(1,165,943)	35,289	--	(5,551,929)
Intangible assets	--	(34,988)	--	--	(34,988)
Other property	(1,540,682)	(94,047)	--	--	(1,634,729)
Total accumulated depreciation and amortization	<u>(33,146,923)</u>	<u>(2,608,597)</u>	<u>44,330</u>	<u>--</u>	<u>(35,711,190)</u>
Total capital assets being depreciated and amortized, net	<u>29,445,194</u>	<u>(821,745)</u>	<u>--</u>	<u>1,240,532</u>	<u>29,863,981</u>
Business-type activities capital assets, net	<u>\$ 39,900,837</u>	<u>\$ 1,244,993</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 41,145,830</u>

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: CAPITAL ASSETS, Continued**

**Depreciation and Amortization**

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

**Governmental activities:**

General government	\$ 10,810,163
Public protection	1,666,637
Public ways and facilities	805,043
Health and sanitation	42,304
Public assistance	9,286
Education	145,646
Recreation and cultural services	367,513
Total Depreciation Expense - Governmental Activities	<u>\$ 13,846,592</u>

**Business-type activities:**

Housing Authority	\$ 1,320,080
Marin County Transit District	917,002
Gross Airport	94,950
Marin County Fair	73,745
Marin Org	98,206
Marin Commons Property Management	104,615
Total Depreciation and Amortization Expense - Business-Type Activities	<u>\$ 2,608,598</u>

**NOTE 7: RISK MANAGEMENT**

Workers' Compensation

The County is permissibly self-insured for the first \$1,000,000 of workers' compensation claims per occurrence. The County provides for excess workers' compensation insurance above the \$1,000,000 retention through a policy with Arch Insurance Company (AM Best Rate A XV) with statutory limits (optimum no limit coverage per claim). The latest independent actuarial analysis (September 2015), concludes that given program assets, as of June 30, 2015 the program is funded below 90% confidence level.

The actuarially determined outstanding claims liability, including incurred but not reported claims at marginally acceptable 70% confidence level, at June 30, 2015 is \$26,940,000. The Board has adopted a funding policy that program assets be maintained at or above the 70% confidence level, including recognition of anticipated investment income.

The changes in the balance of claims liabilities are as follows:

**Worker's Compensation**

	<u>2015</u>	<u>2014</u>
Liability Balance, Beginning of Fiscal Year	\$ 24,062,000	\$ 24,062,000
Current year claims and changes in estimates	6,145,932	3,887,504
Claim payments	<u>(3,267,932)</u>	<u>(3,887,504)</u>
Liability Balance, End of Fiscal Year	<u>\$ 26,940,000</u>	<u>\$ 24,062,000</u>



**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 7: RISK MANAGEMENT, Continued**

The Housing Authority participates in a joint venture under a joint powers agreement (JPA) with the California Housing Workers' Compensation Authority (CHWCA). CHWCA was formed to provide workers' compensation insurance coverage for member housing authorities. At December 31, 2014, there were thirty-three members. The relationship between the Authority and CHWCA is such that CHWCA is not a component unit of the Authority for financial reporting purposes.

The Housing Authority's annual premium is based on covered payroll. Premiums paid for the calendar year ended December 31, 2014 was approximately \$67,000.

The Transit District's insurance coverage is carried through CSAC (California State Association of Counties) Excess Insurance Authority (CSAC) in pooled programs and through a commercial insurance carrier. CSAC is a public entity risk pool currently operating as a common risk management and insurance program for counties located throughout California. The purpose of CSAC is to spread the adverse effects of losses among the member entities and to purchase excess insurance as a group. The Transit District's claims have not exceeded the maximum insurance coverage and there have been no reductions in insurance limits during the past three fiscal years.

General Liability

The County maintains a self-insured retention (SIR) of \$1,500,000 per occurrence for its general liability program. Losses, which exceed the SIR, are covered by an excess insurance policy through Starr Indemnity (AM Best Rated AX) first layer, National Casualty (AM Best A+ XV) second layer, and Endurance Risk (AM Best Rated A XV) third layer, for a combined limit of \$25 Million. The latest independent actuarial analysis (September 2015), concludes that given program assets, as of June 30, 2015 the program is funded above the 90% confidence level.

The actuarially determined outstanding claims liability, including incurred but not reported claims at 70% confidence level, at June 30, 2015 is \$9,256,000.

The changes in the balance of claims liabilities are as follows:

	<u>2015</u>	<u>2014</u>
Liability Balance, Beginning of Fiscal Year	\$ 5,016,000	\$ 5,038,000
Current year claims and changes in estimates	5,615,085	2,126,283
Claim payments	<u>(1,375,085)</u>	<u>(2,148,283)</u>
Liability Balance, End of Fiscal Year	<u><u>\$ 9,256,000</u></u>	<u><u>\$ 5,016,000</u></u>

Settled claims have not exceeded coverage in any of the past three years. Non incremental claims adjustment expenses are included as part of the claims liability.

The Housing Authority procured insurance from Housing Insurance Services, Inc. and Housing Authority Risk Retention Group for the period beginning July 1, 2011. The property insurance limits vary by property covered, with a deductible of \$10,000 per occurrence. The commercial liability limit of coverage is \$2,000,000; with a deductible is \$10,000 per occurrence. The liability insurance covers public officials and employment policies. The maximum coverage for mold claims is \$250,000, with a deductible of \$25,000. The maximum coverage for employee benefits administration liability is \$1,000,000, with a deductible of \$1,000 per employee. The maximum coverage for automobile liability is \$1,000,000; this includes uninsured motorist and un-owned autos, with no deductible. Premiums paid for this coverage were approximately \$159,000.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 8: LONG-TERM OBLIGATIONS**

The following table summarizes the changes in the County's long-term obligations for the fiscal year ended June 30, 2015:

	Balance July 1, 2014	Additions	Deletions	Adjustments	Balance June 30, 2015	Amounts Due Within One Year
<b>Governmental Activities</b>						
Bonds payable						
Taxable pension obligation bonds 2003	\$ 106,085,000	\$ -	\$ 2,890,000	\$ -	\$ 103,195,000	\$ 3,520,000
Tobacco settlement asset-backed bonds 2007	48,985,507	-	540,000	830,108	49,275,615	316,748
Less: unamortized discount	(435,344)	-	(62,193)	-	(373,151)	(62,193)
Open Space revenue bonds 2014	6,163,324	-	420,143	-	5,743,181	447,749
Limited Obligation Improvement Bond 2014	-	429,712	-	-	429,712	13,799
Subtotal - Bonds Payable	<u>160,798,487</u>	<u>429,712</u>	<u>3,787,950</u>	<u>830,108</u>	<u>158,270,357</u>	<u>4,236,103</u>
Loans payable	<u>2,779,999</u>	<u>1,375,250</u>	<u>242,747</u>	<u>-</u>	<u>3,912,502</u>	<u>249,998</u>
Certificates of Participation						
Certificates of participation 2001	10,835,000	-	395,000	-	10,440,000	410,000
Certificates of participation 2010	55,810,000	-	1,830,000	-	53,980,000	1,870,000
Add: Unamortized premium	1,253,412	-	156,676	-	1,096,736	156,677
Certificates of participation 2012	832,985	-	42,088	-	790,897	45,311
Subtotal - Certificates of Participation	<u>68,731,397</u>	<u>-</u>	<u>2,423,764</u>	<u>-</u>	<u>66,307,633</u>	<u>2,481,988</u>
Capital leases	699,731	-	345,911	-	353,820	353,820
Compensated absences	13,964,630	12,797,225	12,302,861	-	14,458,994	11,493,620
Claims liability	<u>29,078,000</u>	<u>11,761,017</u>	<u>4,643,017</u>	<u>-</u>	<u>36,196,000</u>	<u>10,379,000</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 276,052,244</u>	<u>\$ 26,363,204</u>	<u>\$ 23,746,250</u>	<u>\$ 830,108</u>	<u>\$ 279,499,306</u>	<u>\$ 29,194,529</u>
<b>Business-Type Activities</b>						
Notes payable - HCD	\$ 2,861,319	\$ -	\$ 810,158	\$ -	\$ 2,051,161	\$ -
Notes payable - MCF	-	1,000,000	5,462	-	994,538	33,547
Mortgages payable - Office building refinance	1,076,481	-	22,218	-	1,054,263	23,441
Line of credit - Housing	87,500	-	87,500	-	-	-
Housing loans from other governmental agencies	510,000	432,500	612,500	-	330,000	330,000
Building improvement loan	-	235,675	43,949	-	191,726	-
Capital leases	2,146,635	20,281	116,120	-	2,050,796	123,338
Compensated absences	<u>189,496</u>	<u>264,875</u>	<u>266,313</u>	<u>-</u>	<u>230,113</u>	<u>93,812</u>
Total Business-Type Activities Long-Term Liabilities	<u>\$ 6,871,431</u>	<u>\$ 1,953,331</u>	<u>\$ 1,964,220</u>	<u>\$ -</u>	<u>\$ 6,902,597</u>	<u>\$ 604,138</u>

The compensated absence liabilities attributable to the governmental activities are generally liquidated by the General Fund and related special revenue funds. Claims liability is liquidated by internal service funds for workers compensation claims and the General Fund for general liability claims. In prior years, typically the General Fund and related special revenue funds have been used to liquidate the OPEB obligation for the governmental activities. Under governmental activities, assets required through capital lease obligations represent main server upgrade and computer infrastructure upgrade. Under business-type activities, the purpose of the capital lease was to fund energy conservation improvements to the Public Housing properties. The cost of the equipment installed equaled to the amount financed. Equipment was placed into service in FY2012-13. Upon completion of this lease on December 19, 2027, the title will pass to the Authority.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 8: LONG-TERM OBLIGATIONS, Continued**

The following table summarizes the County's long-term obligations as of June 30, 2015:

	<u>Maturity</u>	<u>Date of Issue</u>	<u>Interest Rates</u>	<u>Annual Principal Installments</u>	<u>Amount Authorized</u>	<u>Outstanding at June 30, 2015</u>
<b>Governmental Activities</b>						
<b>Pension Obligation Bonds:</b>						
Taxable Pension Obligation Bonds Series A (fund pension liability)	2027	2003	4.60%-5.41%	\$50,000-\$14,940,000	\$ 112,805,000	\$ 103,195,000
<b>Asset-Backed Bonds:</b>						
Tobacco Settlement Asset-Backed Bonds Payable (Series 2007A through F) Unamortized discount	2057	2007	4.63%-6.90%	\$485,000-\$8,350,986	49,870,081 (932,888)	49,275,615 (373,151)
<b>Revenue Bonds:</b>						
Open Space Revenue Bonds 2014	2028	2014	3.06%	\$270,309-\$420,143	6,163,324	5,743,181
<b>Improvement Bonds:</b>						
Limited Obligation Improvement Bond 2014	2034	2015	3.60%	\$13,799-\$29,537	429,712	429,712
<b>Loans Payable:</b>						
Energy Conservation Loan	2019	2009	3.95%	\$12,102-\$21,517	233,120	77,459
Energy Resource Conservation - Solar Panels	2023	2009	4.50%	\$28,373-\$49,287	553,345	339,136
I - Bank Loan	2027	2009	3.29%	\$47,681-\$49,088	681,600	505,941
Energy Resource Conservation - Auditorium	2025	2011	1.00%	\$12,419-\$15,732	410,781	300,177
Energy Resource Conservation - Exhibit Hall	2023	2008	4.50%	\$6,259-\$14,822	326,477	201,715
California Energy Commission	2023	2012	0.00%	Various	1,054,869	772,817
Energy Efficiency Retrofit	2023	2012	0.00%	\$1,035	124,147	90,007
Energy Conservation \$1.8 m loan	2031	2014	1.00%	N/A-principal due at maturity	1,800,000	1,625,250
Loans Payable Subtotal					<u>5,184,339</u>	<u>3,912,502</u>
<b>Certificates of Participation:</b>						
2001 Issue (finance capital improvement projects)	2032	2001	4.70%-7.00%	\$215,000-\$880,000	14,100,000	10,440,000
2010 Issue (finance projects)	2040	2010	2.00%-4.375%	\$1,460,000-\$2,855,000	61,540,000	53,980,000
Unamortized Premium					1,880,120	1,096,736
2012 Issue (Homestead)	2027	2012	4.00%	\$16,897-\$45,853	925,000	790,897
<b>Certificates of Participation Subtotal:</b>					<u>78,445,120</u>	<u>66,307,633</u>
<b>Capital Leases:</b>						
Computer Infrastructure Upgrade	2016	2010	3.55%	\$320,066-\$353,820	1,688,596	353,820
<b>Capital Leases Subtotal</b>					<u>1,688,596</u>	<u>353,820</u>
Compensated absences					13,964,630	14,458,994
Claims liabilities					<u>29,078,000</u>	<u>36,196,000</u>
<b>Total Governmental Activities Long-Term Liabilities</b>					<u>\$ 296,695,914</u>	<u>\$ 279,499,306</u>
<b>Business-Type Activities</b>						
Notes payable - HCD	2024	2006	0%-3.00%	Deferred	\$ 2,861,319	\$ 2,051,161
Note Payable - MCF	2024	2014	4.00%	\$72,720	1,000,000	994,538
Mortgages Payable - Office building refinance	2022	2012	5.50%	\$81,684 - \$917,282	1,100,000	1,054,263
Line of credit - Housing	2015	2012	5.25%	Various	1,450,000	-
Housing loans from other governmental agencies	2015	2012	0%	Various	330,000	330,000
Building Improvement Loan	2019	2014	3.50%	\$43,949-\$50,432	235,675	191,726
Capital leases	2027	2012	4.26%-4.884%	\$208,412	2,187,750	2,050,796
Compensated absences					230,113	230,113
<b>Total Business-Type Activities Long-Term Liabilities</b>					<u>\$ 9,394,857</u>	<u>\$ 6,902,597</u>

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 8: LONG-TERM OBLIGATIONS, Continued**

##### *(a) Pension Obligation Bonds Series 2003*

In May 2003, the County issued pension obligation bonds 2003 series in the amount \$112.8 million. The bonds were sold primarily to provide funds to refinance the County's actuarial accrued liability with respect to retirement benefits for County employees and retirees. The bonds are insured by National Public Finance Guarantee Corporation ("NPFGC"). The bonds have a Fitch rating of 'AA+.' The bonds carry an interest rate range of 4.60% – 5.41% and mature on August 1, 2026.

##### *(b) Tobacco Settlement Asset-Backed Bond Series 2007A-F*

The County is due a portion of receipts from the Tobacco Industry from the sale of tobacco products. This is a continual stream of funds based on the amount of tobacco sales. The County created a not-for-profit public benefit corporation, the Golden Gate Tobacco Funding Corporation (the Corporation), which in turn joined eight other counties in the State of California to form the California Tobacco Securitization Agency (the Agency). The Corporation acquired from the County all rights to future tobacco settlement payments and in June 2006 issued asset-backed bonds Series A through F. Proceeds from the Tobacco Industry are utilized to pay down these bonds. These bonds carry an interest rate range of 4.63% - 6.90% and mature between June 1, 2021 through June 1, 2057.

##### *(c) Open Space Revenue Bonds 2014*

In August 2013, the Marin County Open Space Finance Authority issued \$6.2 million in revenue bonds, primarily for the purpose of refunding the 2002 bonds. The bonds carry an interest rate 3.06%, and mature in September 2027.

##### *(d) Limited Obligation Improvement Bond 2014*

On August 1, 2014, the County of Marin issued Limited Obligation Improvement Bonds in the amount of \$0.4 million bearing 3.60% interest and maturing September 2, 2034. The proceeds from the sale of the bond are to finance improvements to the Marshall Phase 2 Community Wastewater System authorized by the Community Wastewater System Assessment District.

##### *(e) 2001 Certificates of Participation*

In November 2001, the County issued certificates of participation in the amount of \$14.1 million to finance a building acquisition and various capital projects within the County. The certificates are insured by a policy with Ambac Assurance Corporation, which guarantees the scheduled payments of principal and interest on the certificates when due. The certificates have a Fitch rating of 'AA+.' The certificates carry interest rates ranging from 4.70% - 7.00% and mature on July 15, 2031.

##### *(f) 2010 Certificates of Participation*

In September 2010, the County issued \$61.5 million in certificates of participation to finance capital improvement projects throughout the County, as well as to refund \$17.5 million of outstanding 1998 Certificates of Participation Series A and B. The certificates were rated 'AA+' and 'Aa2' from S&P and Moody's, respectively. The certificates carry interest ranging from 2.00% - 4.38% and mature on August 1, 2040.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 8: LONG-TERM OBLIGATIONS, Continued**

(g) *2012 Certificates of Participation*

In August 2011, the County issued \$925,000 in certificates of participation to finance improvements to County Service Area No. 14's Homestead Valley Community Center. The certificates carry interest rate of 4% per annum. Bi-annual payments are to be made in March and in September of each year with the last payment due on or before March 1, 2027.

As of June 30, 2015, annual debt service requirements of governmental activities to maturity are as follows:

Year Ending June 30:	Governmental Activities					
	Bonds Payable		Certificates of Participation		Loans Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 4,298,296	\$ 7,347,336	\$ 2,325,311	\$ 2,611,975	\$ 249,998	\$ 68,248
2017	5,011,705	7,132,200	2,403,695	2,535,349	348,429	106,838
2018	5,853,425	6,877,177	2,487,246	2,455,571	387,796	67,356
2019	6,699,056	6,566,972	2,565,973	2,372,594	397,226	57,807
2020	7,631,073	6,200,906	2,659,883	2,286,182	385,564	48,220
2021-2025	56,171,263	23,432,958	13,730,050	9,986,479	1,486,074	114,488
2026-2030	34,845,480	8,505,657	12,023,739	7,463,367	657,415	18,517
2031-2035	5,837,773	5,518,250	11,750,000	4,842,706	-	-
2036-2040	7,085,000	3,958,250	12,410,000	2,292,500	-	-
2041-2045	7,920,000	2,087,250	2,855,000	71,375	-	-
2046-2050	3,570,000	269,500	-	-	-	-
2051-2055	-	-	-	-	-	-
2055-2057	13,720,438	178,329,562	-	-	-	-
Less Unamortized	-	-	-	-	-	-
Premium (Discount)	(373,152)	-	1,096,736	-	-	-
	<u>\$ 158,270,357</u>	<u>\$ 256,226,018</u>	<u>\$ 66,307,633</u>	<u>\$ 36,918,098</u>	<u>\$ 3,912,502</u>	<u>\$ 481,474</u>

Year Ending June 30:	Business-Type Activities	
	Loans Payable	
	Principal	Interest
2016	\$ 432,475	\$ 104,121
2017	107,666	98,929
2018	112,185	94,412
2019	116,901	89,695
2020	69,626	84,773
2021-2025	1,731,674	275,497
2026-2030	-	-
2056	2,051,161	3,740,418
	<u>\$ 4,621,688</u>	<u>\$ 4,487,845</u>

Bond Discounts, Bond Premiums, and Issuance Costs

In the governmental funds, bond discounts, bond premiums and issuance costs are treated as period costs in the year of issue. In the proprietary funds (and for the governmental activities in the government-wide statements) bond discounts, bond premiums and issuance costs are deferred and amortized over the term of the debt using the straight line method. Bond discounts and premiums are presented as a reduction and increase, respectively, of the outstanding balance of bonds payable, whereas issuance costs are recorded as deferred charges.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 8: LONG-TERM OBLIGATIONS, Continued**

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years.

Capital Lease Obligation

The County leases equipment, primarily for data processing and elections under lease obligations accounted for as capital leases. Included in the governmental funds are the following capital asset amounts under capital leases:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Equipment	\$ 747,291	\$ 2,187,750
Less: Accumulated depreciation	<u>(710,219)</u>	<u>(146,225)</u>
Equipment, net, under capital leases	<u>\$ 37,072</u>	<u>\$ 2,041,525</u>

The following is a schedule of future minimum lease payments under capital leases together with the present value of future minimum lease payments as of June 30, 2015:

<u>Year Ending June 30:</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2016	\$ 359,864	\$ 208,412
2017	-	208,412
2018	-	208,412
2019	-	208,412
2020	-	206,505
2021-2025	-	1,019,184
2026-2028	<u>-</u>	<u>611,510</u>
Total minimum lease payments	<u>359,864</u>	<u>2,670,847</u>
Less: Amount representing interest	<u>(6,044)</u>	<u>(620,051)</u>
Total present value of minimum lease payments	<u>\$ 353,820</u>	<u>\$ 2,050,796</u>

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 8: LONG-TERM OBLIGATIONS, Continued**

Operating Lease Obligation

The County is committed under various operating leases for office space and computer equipment. The minimum future lease commitments in these leases are as follows:

Year Ending June 30:	Office Space	Computers & Equipment	Total	Business-Type Activities	
				Office Space	Total
2016	\$ 983,654	\$ 1,557,477	\$ 2,541,131	\$ 94,469	\$ 94,469
2017	367,456	1,129,166	1,496,622	96,668	96,668
2018	254,081	522,345	776,426	98,832	98,832
2019	219,188	109,715	328,903	33,184	33,184
2020	33,297	2,053	35,350	-	-
2021	8,470	-	8,470	-	-
<b>Total</b>	<b>\$ 1,866,146</b>	<b>\$ 3,320,756</b>	<b>\$ 5,186,902</b>	<b>\$ 323,153</b>	<b>\$ 323,153</b>

**NOTE 9: EMPLOYEES' RETIREMENT PLAN**

**A. Plan Description**

The County's retirement plan is administered by the Marin County Employees' Retirement Association (MCERA), a retirement system established in July 1950 and governed by the California Constitution; the County Employees Retirement Law of 1937 (CERL or 1937 Act, California government Code Section 31450 et seq.); the Public Employees' Pension Reform Act of 2013 (PEPRA, Government Code Section 7522); the provisions of California Government Code Section 7500 et seq; and the bylaws, procedures, and policies adopted by MCERA's Board of Retirement. The Marin County Board of Supervisors may also adopt resolutions, as permitted by the CERL and PEPRA, which may affect the benefits of MCERA members.

MCERA operates as a cost-sharing multiple employer defined benefit plan for the County and eight other participating employers: City of San Rafael, Local Agency Formation Commission (LAFCO), Marin City Community Services District, Marin County Superior Court, Marin/Sonoma Mosquito and Vector Control District, Novato Fire Protection District, Southern Marin Fire Protection District, and Tamalpais Community Services District. Separate actuarial valuations are performed for these other agencies and districts, and the responsibility for funding their plans rest with those entities. Post-retirement benefits are administered by MCERA to qualified retirees.

Copies of MCERA's annual financial reports, which include required supplementary information (RSI) for each plan may be obtained from their office at One McInnis Parkway, Suite 100, San Rafael, CA 94903 or online at [www.mcera.org](http://www.mcera.org).

**Administration**

Retirement system administration is managed by the Retirement Board. All Retirement Board members, except the County Director of Finance, serve for a term of three years. By statute, Retirement Board members include the following:

- The Director of Finance of the County (ex-officio)
- Four members who are qualified electors of the County and not connected with County government in any capacity, except one may be a County Supervisor. The Board of Supervisor appoints these members.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued**

##### **A. Plan Description** (continued)

- Two General members of MCERA elected by the General membership.
- One Safety member and one Safety member alternative elected by the Safety membership.
- One retired member and one retired member alternate elected by the retired membership.

##### ***Membership***

MCERA provides service retirement, disability, and death and survivor benefits to its general and safety members. Safety membership primarily includes law enforcement and firefighters of MCERA, as well as other classifications as allowed under the CERL and adopted by the employer. General membership is applicable to all other occupational classifications. The retirement benefits within the plan are tiered based on the participating employer and the date of the member's entry into MCERA membership

##### ***Vesting***

Members become vested in retirement benefits upon completion of five years of credited service.

##### **B. Benefit Provisions**

##### ***Service Retirement***

MCERA's service retirement benefits are based on the years of credited service, final average compensation, and age at retirement, according to the applicable statutory formula. Members who qualify for service retirement are entitled to receive monthly retirement benefits for life.

General members hired prior to January 1, 2013 are eligible to retire once they attain the age of 50 (except tiers 3a and 4, whereby the minimum age is 55) and have acquired 10 or more years of retirement service credit. A member with 30 years of service is eligible to retire regardless of age. A member who is age 70 or older is eligible to retire regardless of service credit. General members who are first hired on or after January 1, 2013 are eligible to retire once they have attained the age of 52, and have acquired 5 years of retirement service credit, or age 70, regardless of service.

Safety members hired prior to January 1, 2014 are eligible to retire once they attain the age of 50 and have acquired 10 or more years of retirement service credit. A member with 20 years of service is eligible to retire regardless of age. A member who is age 70 or older is eligible to retire regardless of service. Safety members who are first hired on or after January 1, 2013 are eligible to retire once they have attained the age of 50, and have acquired 5 years of retirement service credit, or age 70, regardless of service.

##### ***Disability Retirement***

A member with five years of service, regardless of age, who becomes permanently incapacitated for the performance of duty is eligible to apply for a non-service connected disability retirement. Any member who becomes permanently incapacitated for the performance of duty as a result of injury or disease arising out of and in the course of employment is eligible to apply for a service-connected disability retirement, regardless of service length or age.

##### ***Death Benefits***

MCERA provides specified death benefits to beneficiaries and members' survivors. The death benefits provided depend on whether the member is active or retired.



COUNTY OF MARIN

Notes to the Basic Financial Statements
For the Year Ended June 30, 2015

NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued

B. Benefit Provisions (continued)

The basic active member death benefit consists of a members' retirement contributions plus interest plus one month's pay for each full year of service (up to a maximum of six month's pay). Retiring members may choose from five retirement benefit payment options. Most retirees elect to receive the unmodified allowance which provides the maximum benefit to the retiree and continuance of 60% of the retiree's allowance to the surviving spouse or registered domestic partner after the retiree's death. Other death benefits may be available based on the years of service, marital status, and whether the member has minor children.

Cost of Living Adjustment

Retirement allowances are indexed for inflation. Most retirees receive automatic basic cost of living adjustments (COLA's) based upon the Urban Consumer Price Index (UCPI) for the San Francisco Bay Area. These adjustments go into effect on April 1 of each year. Annual COLA increases are statutorily capped at 2%, 3%, or 4% depending upon the member's retirement tier. When the UCPI exceeds the maximum statutory COLA for the member's tier, the difference is accumulated for use in future years when the UCPI is less than the maximum statutory COLA. The accumulated percentage carryover is known as the COLA Bank.

For the year ended June 30, 2015, the contributions recognized as part of pension expense for each Plan were as follows:

Table with 2 columns: Contribution type and Amount. Rows include Contributions - employer (\$ 42,750,533) and Contributions - employee (paid by employer) (10,651,401).

C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2015, the County reported net pension liabilities for its proportionate shares of the net pension liability of the Plan as follows:

Table with 2 columns: Liability description and Proportionate Share of Net Pension Liability. Row: Total Net Pension Liability (\$ 142,013,491).

The County's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2014, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share of the net pension liability for the Plan as of June 30, 2013 and 2014 was as follows:

Table with 2 columns: Proportion and Percentage. Rows include Proportion - June 30, 2013 (59.8933%), Proportion - June 30, 2014 (57.4629%), and Change - Increase (Decrease) (2.4304%).

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued**

**C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)**

For the year ended June 30, 2015, the County recognized pension expense of \$17,289,129. At June 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>June 30, 2015</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 83,082,959
County's contributions subsequent to the measurement date	41,871,696	-
	<u>\$ 41,871,696</u>	<u>\$ 83,082,959</u>

The County reported \$41,871,696 deferred outflows of resources related to contributions subsequent to the measurement date, which will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

	<u>Amortization</u>	
	<u>Inflows</u>	<u>Outflows</u>
2015	\$ (20,770,740)	\$ -
2016	(20,770,740)	-
2017	(20,770,740)	-
2018	(20,770,739)	-
	<u>(83,082,959)</u>	<u>-</u>

COUNTY OF MARIN

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued

C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Actuarial Assumptions – The total pension liabilities in the June 30, 2014 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date:	June 30, 2012 (to determine FY 2013-14 contribution)
Timing:	Actuarially determined contribution rates are calculated based on the actuarial valuation one year prior to the beginning of the plan year
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	5-year smoothed market, 80% / 120% corridor around market
Amortization Method:	Level percentage of payroll (17 years remaining as of 6/30/12) with separate periods for Extraordinary Actuarial Gains or Losses (27 years as of 6/30/12)
Discount Rate	7.50%
Amortization Growth Rate:	3.50%
Price Inflation:	3.25%
Salary Increases:	3.25% plus merit component based on employee classification and years of service
Healthy Mortality:	Sex distinct RP-2000 Combined Mortality projected to 2010 using Scale AA with ages set back one year for male members and two years for female members
Disabled Mortality:	Sex distinct RP-2000 Combined Mortality projected to 2010 using Scale AA with ages set forward three years for all members

A complete description of the methods and assumptions used to determine contribution rates for the year ended June 30, 2014 can be found in the June 30, 2012 actuarial report.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2014 valuation were based on the results of a January 2014 actuarial experience study for the period July 1, 2008 – June 30, 2011. Further details of the Experience Study can found on MCERA's website.

**Discount Rate** – The discount rate used to measure the total pension liability was 7.50% as of June 30, 2014. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the actuarially determined contribution rates. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2014.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued**

**C. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	25.0%	6.85%
Domestic Fixed Income	28.0%	0.71%
U.S. Large Cap Equity	26.2%	5.86%
U.S. Small Cap Equity	11.8%	6.56%
Real Estate	9.0%	4.76%
Total	<u>100.0%</u>	

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** The following presents the County's proportionate share of the net pension liability for the Plan, calculated using the discount rate for each Plan, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

1% Decrease	6.50%
Net Pension Liability	304,297,935
Current Discount Rate	7.50%
Net Pension Liability	142,120,436
1% Increase	8.50%
Net Pension Liability	7,062,046

Pension Plan Fiduciary Net Position – Detailed information about each pension plan's fiduciary net position is available in the separately issued MCERA financial report.

**D. Housing Authority of Marin**

*Plan Description*

All eligible Authority employees participate in the California Public Employees Retirement System (PERS), an agent multi-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefits are based on the employees' years of service, age, and final compensation. A CalPERS member becomes eligible for service retirement upon attainment of age of 50 with at least 5 years of credited service. Benefit provisions and all other requirements are established by State statutes within the Public Employees' Retirement Law. PERS issued a separate comprehensive annual financial report. Copies of PERS' annual financial report may be obtained from their executive office – 400 P Street – Sacramento, CA 95814.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued**

**D. Housing Authority of Marin (continued)**

The Authority's plan is made up of 2 tiers. Tier 1, 2% at 55 covers all employees hired prior to January 1, 2013. Tier 2, 2% at 62 covers all employees hired after January 1, 2013. The second tier is the result of PEPRA.

*Funding Policy*

Participants are required to contribute 7% of their annual covered salary for tier 1. The Authority makes 57% of this required contribution for management and confidential employees and 46% for represented employees. All further amounts of employee PERS contributions are made by the employees. Tier 2 participants are required to contribute 6.25% of their annual covered salary. The Authority is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the PERS Board of Administration.

*Annual Pension Cost*

For the fiscal year ended December 31, 2014, the Authority's annual pension cost of \$263,803 for PERS was equal to the Authority's required actual contributions. The Authority made payments to PERS totaling \$433,917. This \$433,917 consisted of \$263,803 employer required contributions, \$190,590 employee required contributions, and the recovery of overpayments of \$20,476. Of the \$190,590 employee required contributions, \$95,516 was paid by the Authority on behalf of its employees.

The required contribution for the fiscal year ended December 31, 2014, was determined as part of the June 30, 2011 (for the first six months of the fiscal year) and June 30, 2012 (for the second six months of the fiscal year) actuarial valuation using the entry age normal cost method with the contributions determined as a level percent of pay. The actuarial assumptions used during both actuarial valuations included a) 7.50% discount rate (net of administrative expenses), b) projected annual salary increases that vary by age, service, and type of employment, and c) 3.0% payroll growth. Both a) and b) include an inflation component of 2.75%. The actuarial value of PERS assets were determined using techniques that smooth the effects of short-term volatility in the market value of investments over a fifteen year period (smooth market value). PERS unfunded actuarial accrued liability (or excess assets) is being amortized as a level percentage of projected payroll.

*Trend Information for PERS*

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2010	\$ 260,109	100%	\$ -
12/31/2011	308,365	100%	-
12/31/2012	274,183	100%	-
12/31/2013	249,942	100%	-
12/31/2014	263,803	100%	-

The Schedule of Funding Progress for PERS, presented as required supplemental information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 9: EMPLOYEES' RETIREMENT PLAN, Continued**

##### **E. Marin County Transit District**

The Transit District contributes to the Marin County Transit District Governmental 401(a) single employer defined contribution pension plan for its employees who have attained twenty-one years of age and have more than 1,000 hours of service. The pension plan is administered by the Marin County Transit District.

Benefit terms, including contribution requirements, for the pension plan are established and may be amended by the District's Board of Directors. For each employee in the pension plan at the end of the plan year, the District is required to contribute 10% to 15% of annual salary, exclusive of overtime, to an individual employee account. Employees are not permitted to make contributions to the pension plan. For the years ended June 30, 2015, the Transit District recognized pension expense of \$139,279.

Employees are fully vested in employer contributions after six months of service. Non-vested Transit District contributions are forfeited upon termination. Such forfeitures are first used to pay plan administration expenses and any remaining forfeitures are used to reduce the required employer contribution. There were no forfeitures during the year ended June 30, 2015.

The Transit District provided a Simplified Employee Pension Plan (SEP Plan) until the Section 401(a) plan was established and provides a Section 457 deferred compensation plan to its directly hired employees. The Transit District contributed 10% of each employee's salary to the SEP Plan during the year ended June 30, 2014 until the Section 401(a) plan was established, which amounted to \$6,283. Employees are allowed to contribute to the Section 457 plan, but the Transit District does not contribute to the Section 457 plan. During the year ended June 30, 2014 the District contributed \$10,000 to the Section 457 plan as part of an employment agreement.

#### **NOTE 10: OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN**

##### **A. Plan Description**

The County of Marin sponsors, and MCERA provides administrative services for, a single-employer defined-benefit postemployment healthcare plan (the Plan) to provide medical and dental insurance benefits to eligible retired employees. Benefit provisions are established and may be amended by the County.

Under the current practice, the County allows eligible service and disability retirees and their dependents to continue health coverage in the County's medical and dental plans. The County pays a portion of the premiums based on date of hire.

- Plan 1: For retirees hired before October 1, 1987, the County pays 100% of the eligible retiree's single health plan premiums.
- Plan 2: For retirees hired between October 1, 1987 and September 30, 1993, the County pays the retiree's single health plan premiums up to \$2,275 per year.
- Plan 3: For retirees hired between October 1, 1993 and December 31, 2007, the County pays a percentage of the retiree's single premium up to a dollar cap based on years of service at retirement, where the dollar cap is reviewed each year. Through January 1, 2007 the cap was increased to cover single Anthem Blue Cross Prudent Buyer Classic and Delta Dental premiums. Due to the amount of unfunded liability the County faces, the Board of Supervisors has implemented a policy to limit annual increases in the maximum allocation for Plan 3 to no more than 3%, subject to annual approval regarding whether any increase will be granted and, if so, the amount of the increase. Cap increases were 3% effective January 1, 2008 and January 1, 2009. No cap increases have been adopted since that time. Currently, the Plan 3 cap is \$8,853 per year.

## COUNTY OF MARIN

### Notes to the Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 10: OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN, Continued**

##### **A. Plan Description (continued)**

- Plan 4: For retirees hired on or after January 1, 2008, the County pays \$150 per year of service up to \$3,000 per year for the retiree's single health plan premiums only.

Retirees eligible for Plans 1 and 2 may elect Plan 3 instead; and retirees eligible for Plans 1, 2, or 3 may elect Plan 4 instead.

Medical coverage is provided through Anthem Blue Cross and Kaiser. Anthem Blue Cross premiums vary by status (employee, retiree under age 65, retiree age 65 or older or over with Medicare). Kaiser premiums are the same for employees and retirees under age 65. To the extent these premium structures result in subsidies of retiree claim costs from premiums paid for employees by the County, an implied subsidy exists which under GASB 45 must be included in County post-retirement healthcare calculations.

The Housing Authority, which is a major proprietary fund, provides post-employment medical health care benefit to its retired employees and, in some instances, their spouses. Benefits include coverage in the CALPERS health plan. The Authority pays a portion of the premiums for the medical insurance for retirees. Monthly benefit amounts for calendar year 2015 will be \$79.30 for unrepresented retirees and \$73.20 for represented retirees. The majority of costs for this medical insurance costs is the responsibility of each retiree.

The Authority's retirees are eligible for membership in the plan upon retirement. Employees are eligible for retirement at age 50 and with 5 years of service or upon disability. As of December 31, 2014, the Authority had eleven retirees who were eligible for the program and receiving benefits. The Authority had another forty-one active employees, who are eligible for the program, but are not receiving benefits due to the fact that they are not yet retired from the Authority.

The Marin Transit District provides a Section 457 deferred compensation plan for its directly hired employees and a 401(a) single employer defined benefit pension plan for all employees who have attained 21 years of age and have more than 1,000 hours of service. The District provided a Simplified Employee Pension Plan (SEP Plan) until the Section 401(a) plan was established. The District contributed 10% of each employee's salary to the SEP Plan during the year ended June 30, 2014 until the Section 401(a) plan was established, which amounted to \$6,283. Employees are allowed to contribute to the Section 457 plan, but the District does not typically contribute to the Section 457 plan. During the year ended June 30, 2014 the District contributed \$10,000 to the Section 457 plan as part of an employment agreement. The District does not currently provide other postemployment benefits (OPEB) to directly hired employees.

##### **B. Funding Policy**

The contribution policy is determined by the County. The County's Plan has been funded on a pay-as-you-go basis. In February 2013, the County entered into an irrevocable trust agreement with California Employers' Retiree Benefit Trust Program (CERBT) to pre-fund the County's OPEB through CalPERS, in addition to the County's regular pay-as-you go contributions. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 45, funds contributed to the trust are irrevocable and are dedicated to providing benefits to retirees and their beneficiaries in accordance with the terms of the plan. The County began pre-funding the full annual required contribution beginning in fiscal year 2012-13. For fiscal year 2014-15, the County contributed \$11,571,352 to the CERBT, plus \$12,205,355 through the regular pay-as-you go, for a total of \$23,776,707 in premium payments for retirees, plus implied subsidy payments of \$1,994,000 through active employee premiums.

The Housing Authority has adopted an entry age normal cost method to determine the present value of benefits and actuarial accrued liability. The plan currently has no assets. The amortization method is a level percent of payroll, which is identical to CALPERS. The amortization period is fifteen years. The Authority has adopted a pay-as-you-go policy and is not currently funding this liability above the monthly requirement. The Authority makes



**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 10: OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN, Continued**

**B. Funding Policy (continued)**

actual monthly payments to its healthcare provider for its portion of the retirees' premiums. The payments for 2014 totaled \$9,025. The Authority accrued the remaining actuarial determined liability of \$75,725, to recognize expense in the current fiscal year.

The Marin Transit District does not currently provide other postemployment benefits (OPEB) to directly hired employees.

**C. Annual Other Postemployment Benefit Cost and Net Obligation**

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the provisions of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) amortized over thirty years. Both the ARC and the funded status information have been based on the assumption that the Plan 3 cap would increase over time to cover increases in Blue Cross Prudent Buyer Classic and Delta Dental premiums.

The Housing Authority's annual OPEB costs (expense) is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of Governmental Accounting Standards Board (GASB) Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. Interest on net OPEB obligation is based on the actuarial interest rate of 4.25% and is computed on the unfunded amount.

The following table presents the components of the County's Annual OPEB Cost for the year, the amount actually contributed to the plan, and changes in the County's Net OPEB Obligation.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Annual required contribution	\$ 24,669,000	\$ 99,538
Interest on net OPEB obligation	5,382,000	18,785
Adjustment to annual required contribution	<u>(4,859,000)</u>	<u>(33,573)</u>
Annual OPEB cost (expense)	25,192,000	84,750
Contributions made	(24,770,264)	(9,025)
Net OPEB obligation - beginning of year	97,728,133	442,006
(Decrease)/Increase in net OPEB obligation	421,736	75,725
Net OPEB obligation - end of year	<u>\$ 98,149,869</u>	<u>\$ 517,731</u>



**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 10: OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN, Continued**

**C. Annual Other Postemployment Benefit Cost and Net Obligation (continued)**

The County's annual OPEB cost, the percentage of Annual OPEB Cost contributed to the Plan, and the net postemployment healthcare plan obligation were as follows:

Governmental Activities			
Fiscal Year Ended June 30	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	End of Year Net OPEB Obligation
2015	\$ 25,192,000	98.18%	\$ 98,149,869
2014	25,053,000	100.81%	97,728,133
2013	25,218,000	154.15%	97,930,442

Business-Type Activities			
Fiscal Year Ended December 30	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	End of Year Net OPEB Obligation
2014	\$ 84,750	10.60%	\$ 517,731
2013	82,550	7.90%	442,006
2012	114,490	4.80%	366,000
2011	95,887	5.10%	257,000
2010	89,294	4.80%	166,000

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 10: OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN, Continued**

**C. Annual Other Postemployment Benefit Cost and Net Obligation (continued)**

The Housing Authority's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the past five years is as follows:

Housing Authority		Percentage of	End of
Fiscal Year	Annual	Annual	Year Net
Ended	OPEB Cost	OPEB Cost	OPEB
December 30	OPEB Cost	Contributed	Obligation
2010	\$ 89,294	4.80%	\$ 166,000
2011	95,887	5.10%	257,000
2012	114,490	4.80%	366,000
2013	82,550	7.90%	442,006
2014	84,750	10.60%	517,731

**NOTE 11: COMMITMENTS AND CONTINGENT LIABILITIES**

Construction Commitments

At June 30, 2015, the County had ongoing construction commitments that totaled approximately \$5.7 million. At June 30, 2015, the Transit District had contract commitments that totaled \$55.8 million.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: FUND BALANCES/NET POSITION**

Restatement of Beginning Fund Balances/Net Position

The following table is a summary of the restatement of beginning fund balances/net position:

	Statement of Activities	Governmental Funds	
	Governmental Activities	General Fund	Other Governmental Funds
<u>Governmental Activities</u>			
Net position/fund balance, beginning of year, as originally reported	\$ 1,489,654,818	\$ 139,839,904	\$ 206,655,674
General Fund - To true up deferred revenue		(22,937)	
General Fund - To true up petty cash account		(183)	
Debt Service - To adjust for prior year overstatement of proceeds from Tobacco Settlement			(100)
Special Revenue Funds - Asset forfeiture of prior year revenue adjustment			22,937
Environmental Health prior period adjustment - to true up permit revenue			(455,671)
Open Space District - reclassification of activities			(83,495)
Low Income Housing - Notes receivable balance adjustment			15,000
Flood Control Zones - reclassification of activities			504,447
Public Ways and Facilities - reclassification of activities			(563,214)
Recreation and Cultural Services - reclassification of activities			83,496
Housing Authority - to write off stale checks			
Housing Authority - to adjust for prior year insurance expense			
Government-wide adjustment due to GASB 68 implementation	<u>(264,536,194)</u>		
Subtotal	<u>(264,536,194)</u>	<u>(23,120)</u>	<u>(476,600)</u>
Net position/fund balance, beginning of year, restated	<u>\$ 1,225,118,624</u>	<u>\$ 139,816,784</u>	<u>\$ 206,179,074</u>
 <u>Business-Type Activities</u>	 <u>Business-Type Activities</u>	 <u>Nonmajor Enterprise Funds</u>	
Net position, beginning of year, as originally reported	\$ 53,230,214	\$ 10,285,938	
Housing Authority Fund - to write off stale checks	42,678	-	
Marin Commons Property Management - to adjust for previous years insurance expense	72,781	72,781	
Subtotal	<u>115,459</u>	<u>72,781</u>	
Net position, beginning of year, restated	<u>\$ 53,345,673</u>	<u>\$ 10,358,719</u>	

COUNTY OF MARIN

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: FUND BALANCES/NET POSITION, Continued**

Net Position, Net Investment in Capital Assets

Net Position, net investment in capital assets as of June 30, 2015 consisted of the following:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Capital assets, net of accumulated depreciation	\$ 1,443,077,343	\$ 41,145,830
Outstanding principal of capital-related debt	<u>(125,219,600)</u>	<u>(7,498,440)</u>
Net position net investment in capital assets	<u>\$ 1,317,857,743</u>	<u>\$ 33,647,390</u>

Fund Balance Classifications

In accordance with the provisions of GASB Statement No. 54, governmental funds report fund balance classifications based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: FUND BALANCES/NET POSITION, Continued**

Fund Balance Classifications (continued)

Fund Balances are presented in the following categories: non-spendable, restricted, committed, assigned, and unassigned (See Note 1 for a description of these categories). A detailed schedule of fund balances as of June 30, 2015 is as follows:

	General Fund	Other Governmental Funds	Total
	<u>          </u>	<u>          </u>	<u>          </u>
Fund balances:			
<b>Non-spendable</b>			
Notes receivable - long term	\$ 1,139,525	\$ -	\$ 1,139,525
Prepaid items	2,203,060	-	2,203,060
Inventory of supplies	304,856	108,962	413,818
Total Nonspendable	<u>3,647,441</u>	<u>108,962</u>	<u>3,756,403</u>
<b>Restricted for:</b>			
General government	27,298,270	2,886,715	30,184,985
Public protection	-	22,214,747	22,214,747
Public ways and facilities	-	4,847,185	4,847,185
Health and sanitation	-	19,873,785	19,873,785
Recreation and cultural services	-	319,590	319,590
Roads	-	1,809,754	1,809,754
Education	-	3,074,827	3,074,827
Fish and game preservation	-	207,132	207,132
Child support services	-	260,076	260,076
Open space	-	21,505,227	21,505,227
Building inspection	-	2,062,076	2,062,076
Environmental health	-	162,641	162,641
Miscellaneous CSA projects	-	16,945,432	16,945,432
Flood control zone projects	-	25,507,938	25,507,938
HUD	-	14,491,792	14,491,792
Lighting district	-	1,961,112	1,961,112
Sewage district	-	514,294	514,294
Affordable housing	-	13,238,881	13,238,881
Permanent road district	-	389,267	389,267
In home supportive services	-	54,592	54,592
Tobacco settlement security	-	3,474,822	3,474,822
HI tech ID theft	-	17,595	17,595
Stormwater management	-	50	50
Employee retirement obligation	-	4,873,625	4,873,625
Courthouse construction projects	-	323,550	323,550
Miscellaneous capital projects	-	1,037,684	1,037,684
Other capital projects	-	4,325,533	4,325,533
Debt service reserve	-	3,830,399	3,830,399
Total Restricted	<u>27,298,270</u>	<u>170,210,321</u>	<u>197,508,591</u>
<b>Committed to:</b>			
Capital improvement projects	7,606,124	-	7,606,124
Retiree liability	6,000,000	-	6,000,000
Self-Insurance	10,520,673	-	10,520,673
Economic uncertainties	26,285,694	-	26,285,694
Miscellaneous capital projects	8,276,361	-	8,276,361
State budget	4,803,954	-	4,803,954
Road repairs	-	2,025,092	2,025,092
Open space acquisition	-	115,000	115,000
Facility improvements	4,100,000	-	4,100,000
	<u>67,592,806</u>	<u>2,140,092</u>	<u>69,732,898</u>

**COUNTY OF MARIN**

Notes to the Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: FUND BALANCES/NET POSITION, Continued**

	General Fund	Other Governmental Funds	Total
Fund balances:			
<b>Assigned to:</b>			
General government	21,225,368	189,358	21,414,726
Eliminate subsequent year budget deficit	28,049,060	-	28,049,060
Vehicle and equipment replacement	1,859,485	-	1,859,485
Public protection	-	1,910,520	1,910,520
Public ways and facilities	-	1,000,000	1,000,000
Recreation and cultural services	-	850	850
Health and sanitation	-	11,480,895	11,480,895
Road repairs	-	3,830,930	3,830,930
Library	-	3,721,133	3,721,133
Fish and game preservation	-	543	543
Child support services	-	1,397	1,397
Building inspection	-	168,193	168,193
Environmental health	-	116,748	116,748
Miscellaneous CSA projects	-	76,465	76,465
Flood control zone projects	-	98,909	98,909
Lighting district	-	6,692	6,692
Sewage district	-	1,699	1,699
Open space acquisition	-	4,586,960	4,586,960
Affordable housing	-	104,795	104,795
In-home support services	-	1,275	1,275
Hi tech ID theft	-	995	995
Courthouse construction	-	387,282	387,282
Miscellaneous capital projects	-	13,292,822	13,292,822
Debt service	-	270,113	270,113
Employee retirement obligation	-	296	296
Tobacco securitization	-	197,750	197,750
	<u>51,133,913</u>	<u>41,446,620</u>	<u>92,580,533</u>
<b>Unassigned:</b>			
Total fund balance	<u>\$ 152,888,338</u>	<u>\$ 213,905,995</u>	<u>\$ 366,794,333</u>

Deficit Net Position

Successor Agency to the Marin County Redevelopment Agency reported deficit net position of (\$6,632,652). This fund accounts for the activities of the Successor Agency to the Marin County Redevelopment Agency. The assets and liabilities of the Former RDA were transferred to the Successor Agency on February 1, 2012 as a result of the dissolution of the Former RDA. The Successor Agency acts in a fiduciary capacity to wind down the affairs of the Former RDA which includes disposing of the assets and liabilities and is reported as a private purpose trust fund.

The Marin Center Promotions closed the fiscal year with a deficit net position of (\$14,987). The fund accounts for revenue and expenses of the production of performances. Expenses exceeded revenue in FY15, which resulted in negative fund balance.

**NOTE 13: SUBSEQUENT EVENT**

In July 2015, the County refinanced its 2010 Certificates of Participation with an outstanding principal balance of \$53,980,000 with an issuance of \$80,140,000 of 2015 Certificates of Participation to adequately finance renovation, repairs, construction and improvements to County facilities and infrastructure. Given historically low interest rates, the Board approved a refinancing and restructuring option that raised \$25,509,349 in net proceeds. The certificates were rated 'Aa2' and 'AA+' from Moody's and S&P, respectively. The certificates carry interest rate ranging from 2.00% - 5.00% and mature on November 1, 2045.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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**COUNTY OF MARIN**

Required Supplementary Information  
For the Year Ended June 30, 2015

**Schedule of the County's Proportionate Share of the Net Pension Liability**

Last 10 Fiscal Years*	County of Marin 6/30/2014
Proportion of the net pension liability	57.4629%
Proportionate share of the net pension liability	\$ 142,013,491
Covered-employee payroll	\$ 160,513,845
Proportionate share of the net pension liability as a percentage of its covered-employee payroll	88.47%
Plan's fiduciary net position	\$ 2,008,632,893
Plan fiduciary net position as a percentage of the total pension liability	81.28%

\*Fiscal year 2015 was the first year of implementation. Additional years will be presented as they become available.

**Schedule of the County's Contributions**

Last 10 Fiscal Years*	County of Marin 6/30/2014
Actuarially determined contribution	\$ 74,076,755
Contributions related to the actuarially determined contribution	74,076,755
Contribution deficiency (excess)	\$ -
County's covered-employee payroll	\$ 160,513,845
Contributions as a percentage of covered-employee payroll	46.15%

\*Fiscal year 2015 was the first year of implementation. Additional years will be presented as they become available.

**Schedule of Funding Progress – Other Post-Employment Benefits Plan**

The table below shows an analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial liability (UAAL) as a percentage of the annual covered payroll as of the most recent actuarial report:

Schedule of Funding Progress Postemployment Healthcare Plan (in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/13	\$ 26,366	\$ 361,711	335,345	7.29%	\$ 151,958	220.64%
7/1/11	-	382,720	382,720	0.00%	150,405	254.46%
7/1/09	-	359,934	359,934	0.00%	161,948	222.25%

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 169,479,960	\$ 183,910,081	\$ 187,676,974	\$ 3,766,893
Licenses and permits	6,242,438	6,402,438	6,791,742	389,304
Intergovernmental revenues	79,818,713	126,262,071	107,098,015	(19,164,056)
Charges for services	43,399,499	49,240,594	46,780,729	(2,459,865)
Fines and forfeits	9,264,768	9,340,091	10,545,039	1,204,948
From use of money and property	2,791,021	2,826,421	2,760,146	(66,275)
Miscellaneous	1,012,439	1,062,439	1,761,318	698,879
Total revenues	<u>312,008,838</u>	<u>379,044,135</u>	<u>363,413,963</u>	<u>(15,630,172)</u>
<b>Expenditures:</b>				
Current:				
General government				
Assessor-Recorder	9,841,013	9,797,044	8,866,281	930,763
Board of Supervisors	3,373,734	3,354,901	3,192,730	162,171
Community Development Agency	902,482	889,329	569,977	319,352
County Administrator	6,131,044	6,875,346	6,524,997	350,349
County Counsel	5,097,263	5,038,455	4,846,429	192,026
Department of Finance	8,689,795	8,440,487	7,280,262	1,160,225
Elections	2,813,275	2,767,963	2,231,138	536,825
Human Resources	6,097,901	5,684,360	5,308,779	375,581
Information Services & Technology	18,439,134	26,325,686	17,586,963	8,738,723
Non-Departmental	3,932,906	371,073	(4,924,336)	5,295,409
Public Works	14,570,738	13,362,820	10,704,024	2,658,796
Total general government	<u>79,889,285</u>	<u>82,907,464</u>	<u>62,187,244</u>	<u>20,720,220</u>
Public protection				
Agricultural Weights & Measures	2,643,786	2,691,037	2,633,807	57,230
Child Support Services	1,182,529	1,182,831	986,376	196,455
Community Development Agency	1,955,344	1,661,406	988,235	673,171
County Administrator	3,147,357	3,147,357	3,108,171	39,186
District Attorney	14,260,932	15,278,688	13,434,282	1,844,406
Fire Department	21,873,340	25,860,572	25,247,200	613,372
Health and Human Services	2,289,014	2,241,161	2,254,297	(13,136)
Information Service & Technology	626,047	613,514	586,033	27,481
Non-Departmental	2,560,013	2,447,388	2,252,925	194,463
Probation	16,198,854	16,140,997	15,404,701	736,296
Public Defender	7,238,729	7,375,214	7,106,122	269,092
Public Works	6,913,269	14,674,029	6,451,145	8,222,884
Sheriff	61,581,149	62,302,287	59,626,979	2,675,308
Total public protection	<u>142,470,363</u>	<u>155,616,481</u>	<u>140,080,273</u>	<u>15,536,208</u>

continued

**COUNTY OF MARIN**

Budgetary Comparison Schedule (continued)  
General Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Expenditures (continued):</b>				
Public ways and facilities				
Non-Departmental	\$ 25,000	\$ 25,000	45,000	\$ (20,000)
Public Works	14,450,667	20,159,320	12,502,857	7,656,463
Total public ways and facilities	<u>14,475,667</u>	<u>20,184,320</u>	<u>12,547,857</u>	<u>7,636,463</u>
Health and sanitation				
Health and Human Services	97,684,532	94,216,813	82,658,180	11,558,633
Non-Departmental	200,000	200,000	181,000	19,000
Public Works	2,351,737	2,445,608	2,232,609	212,999
Total health and sanitation	<u>100,236,269</u>	<u>96,862,421</u>	<u>85,071,789</u>	<u>11,790,632</u>
Public assistance				
Community Development Agency	5,211,682	6,044,319	5,312,611	731,708
Health and Human Services	66,218,999	67,566,196	61,327,824	6,238,372
Non-Departmental	859,000	754,104	311,000	443,104
Total public assistance	<u>72,289,681</u>	<u>74,364,619</u>	<u>66,951,435</u>	<u>7,413,184</u>
Education				
Community Development Agency	--	8,900		8,900
Farm Advisor/UC Coop Ext	266,054	299,069	292,980	6,089
Non-Departmental	300,000	290,000	263,450	26,550
Total education	<u>566,054</u>	<u>597,969</u>	<u>556,430</u>	<u>41,539</u>
Recreation and cultural services				
Culture and Visitor Services	3,271,698	3,580,748	3,507,290	73,458
Non-Departmental	55,000	60,000	52,500	7,500
Parks	5,700,010	5,643,145	5,626,842	16,303
Public Works	--	66,513	26,188	40,325
Total recreation and cultural services	<u>9,026,708</u>	<u>9,350,406</u>	<u>9,212,820</u>	<u>137,586</u>
Capital Outlay	2,752,714	3,760,004	7,914,524	(4,154,520)
Debt Service:				
Principal	147,641	150,747	172,190	(21,443)
Interest	69,432	69,432	47,987	21,445
Total debt service	<u>217,073</u>	<u>220,179</u>	<u>220,177</u>	<u>2</u>
Total expenditures	<u>421,923,814</u>	<u>443,863,863</u>	<u>384,742,549</u>	<u>59,121,314</u>
Deficiency of revenues under expenditures	<u>(109,914,976)</u>	<u>(64,819,728)</u>	<u>(21,328,586)</u>	<u>(43,491,142)</u>

continued

**COUNTY OF MARIN**

Budgetary Comparison Schedule (continued)  
 General Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Other Financing Sources (Uses):				
Transfers in	\$ 68,146,042	\$ 77,902,380	\$ 63,499,701	\$ (14,402,679)
Transfers out	(15,283,031)	(24,431,986)	(29,099,561)	(4,667,575)
Total other financing sources, net	<u>52,863,011</u>	<u>53,470,394</u>	<u>34,400,140</u>	<u>(19,070,254)</u>
Net change in fund balances	(57,051,965)	(11,349,334)	13,071,554	24,420,888
Fund balances, beginning of year, restated	<u>139,816,784</u>	<u>139,816,784</u>	<u>139,816,784</u>	<u>--</u>
Fund balances, end of year	<u>\$ 82,764,819</u>	<u>\$ 128,467,450</u>	<u>\$ 152,888,338</u>	<u>\$ 24,420,888</u>

## COUNTY OF MARIN

### Note to Required Supplementary Information For the Fiscal Year Ended June 30, 2015

#### **BUDGETARY BASIS OF ACCOUNTING**

In accordance with the provisions of Sections 29000 through 29144 of the California Government Code, commonly known as the County Budget Act, the County prepares and adopts a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

An operating budget is adopted each fiscal year for Governmental Funds. The legal level of control for appropriations is at the departmental fund level. Appropriations at this level may only be changed with the approval of the Board. The County Administrator may make adjustments at their discretion below that level. Budgeted amounts in the budgeted financial schedules are reported as originally adopted and as amended during the fiscal year by the Board of Supervisors and the County Administrator.

The County uses an encumbrances system as an extension of normal budgetary accounting for the general, special revenue, and other debt service funds and to assist in controlling expenditures of the capital projects funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as either restricted, committed, or assigned fund balance since they do not constitute expenditures or liabilities. Encumbrances are not combined with expenditures for budgetary comparison purposes. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.

The General Fund's encumbrances at June 30, 2015 totaled to \$29.5 million, of which \$9.6 million is related to spending for the Central Marin Ferry Connection project. The remaining \$19.9 million encumbrance balance pertains to various County programs and projects.

The budget-to-actual comparison schedules are shown using the financial statement approach and GAAP basis. The County did not budget for the Open Space Debt Service Fund in FY 2014-15. This fund will become part of the budgeting process in FY 2015-16.

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**SUPPLEMENTARY INFORMATION**  
**Combining and Individual**  
**Fund Statements and Schedules**

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**NON-MAJOR GOVERNMENTAL FUNDS**

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**COUNTY OF MARIN**

Combining Balance Sheet  
Non-major Governmental Funds  
June 30, 2015

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
<b>ASSETS</b>				
Cash and investments in County pool	\$ 158,834,698	\$ 5,528,633	\$ 21,515,742	\$ 185,879,073
Cash with fiscal agent	--	7,674,644	--	7,674,644
Accounts receivable	2,551,423	--	348	2,551,771
Notes receivable - short term	395,000	--	--	395,000
Notes receivable - long term	19,862,792	--	--	19,862,792
Prepaid expenses	--	2,449	--	2,449
Due from other governmental agencies	4,033,612	--	302,634	4,336,246
Inventory of supplies	108,962	--	--	108,962
	<u>185,786,487</u>	<u>13,205,726</u>	<u>21,818,724</u>	<u>220,810,937</u>
Total assets	<u>\$ 185,786,487</u>	<u>\$ 13,205,726</u>	<u>\$ 21,818,724</u>	<u>\$ 220,810,937</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,927,878	\$ 9,651	\$ 411,107	\$ 3,348,636
Accrued salaries and benefits	1,068,084	--	38,246	1,106,330
Due to other funds	289,350	--	--	289,350
Unearned revenue	2,048,914	--	--	2,048,914
Other liabilities	109,215	--	2,497	111,712
Total liabilities	<u>6,443,441</u>	<u>9,651</u>	<u>451,850</u>	<u>6,904,942</u>
<b>FUND BALANCES</b>				
Nonspendable	108,962	--	--	108,962
Restricted	151,795,932	12,727,619	5,686,770	170,210,321
Committed	140,092	--	2,000,000	2,140,092
Assigned	27,298,060	468,456	13,680,104	41,446,620
Total fund balances	<u>179,343,046</u>	<u>13,196,075</u>	<u>21,366,874</u>	<u>213,905,995</u>
Total liabilities and fund balances	<u>\$ 185,786,487</u>	<u>\$ 13,205,726</u>	<u>\$ 21,818,724</u>	<u>\$ 220,810,937</u>

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Non-major Governmental Funds  
For the Fiscal Year Ended June 30, 2015

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
<b>Revenues:</b>				
Taxes	\$ 38,242,140	\$ --	\$ --	\$ 38,242,140
Licenses and permits	8,347,331	--	--	8,347,331
Intergovernmental revenues	92,270,300	--	2,003,745	94,274,045
Charges for services	12,412,153	750,949	743,698	13,906,800
Fines and forfeits	1,169,608	225	430,408	1,600,241
From use of money and property	336,682	133,450	3,017	473,149
Miscellaneous	2,904,439	2,200,298	188,833	5,293,570
Total revenues	<u>155,682,653</u>	<u>3,084,922</u>	<u>3,369,701</u>	<u>162,137,276</u>
<b>Expenditures:</b>				
Current:				
General government	3,190,233	61,225	4,150,002	7,401,460
Public protection	24,093,356	13,418	644,408	24,751,182
Public ways and facilities	9,596,133	--	9,777,735	19,373,868
Health and sanitation	3,771,663	--	1,729	3,773,392
Public assistance	2,378,716	--	--	2,378,716
Education	14,205,720	--	--	14,205,720
Recreation and cultural services	12,574,919	20,591	383,623	12,979,133
Capital outlay	5,975,666	--	12,997,161	18,972,827
Debt Service:				
Principal	82,190	6,106,580	--	6,188,770
Interest	43,333	10,206,881	--	10,250,214
Total expenditures	<u>75,911,929</u>	<u>16,408,695</u>	<u>27,954,658</u>	<u>120,275,282</u>
Excess (deficiency) of revenues over (under) expenditures	<u>79,770,724</u>	<u>(13,323,773)</u>	<u>(24,584,957)</u>	<u>41,861,994</u>
Other Financing Sources (Uses):				
Refunding debt issued	--	--	1,768,962	1,768,962
Transfers in	12,335,358	13,527,103	16,107,231	41,969,692
Transfers out	<u>(76,657,865)</u>	<u>(617,074)</u>	<u>(598,788)</u>	<u>(77,873,727)</u>
Total other financing sources (uses), net	<u>(64,322,507)</u>	<u>12,910,029</u>	<u>17,277,405</u>	<u>(34,135,073)</u>
Net change in fund balances	<u>15,448,217</u>	<u>(413,744)</u>	<u>(7,307,552)</u>	<u>7,726,921</u>
Fund balances, beginning of year - restated	<u>163,894,829</u>	<u>13,609,819</u>	<u>28,674,426</u>	<u>206,179,074</u>
Fund balances, end of year	<u>\$ 179,343,046</u>	<u>\$ 13,196,075</u>	<u>\$ 21,366,874</u>	<u>\$ 213,905,995</u>

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**NON-MAJOR SPECIAL REVENUE FUNDS**

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## NON-MAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes other than capital projects or debt service. The County's non-major special revenue funds are comprised of the following:

#### Road Fund

The Road fund provides for the County Road Program, which protects, preserves, enhances and improves the existing County road system. This fund pays for the construction and maintenance of the road system in the unincorporated areas of the County. The fund receives revenue primarily derived from highway users, including license fees and taxes upon motor vehicles, trailers, motor fuel, and federal grants. Once moneys are deposited into the Road Fund, it is restricted to expenditures made in compliance with article XIX of the California Constitution and Streets and Highway Code Sections 2101 and 2150.

#### Marin County Free Library (Library)

Funded primarily from its share of property taxes, the Marin County Free Library serves the unincorporated areas of the County, as well as the cities of Fairfax, Novato and Corte Madera. The Library is a special district that operates ten branch libraries within the County under the authority of the County Board of Supervisors. The Board of Supervisors appoints the Director of County Library Services, approves the Library budget, and has the ultimate responsibility for County Library services.

#### Fish and Game

The Fish and Game fund provides for expenditures of funds to projects that benefit fish and wildlife in the County pursuant to California Fish and Game Code Section 13100, to advise and make recommendations to the Board of Supervisors on all matters pertaining to fish and wildlife propagation and habitat conservation. This fund is financed by fines imposed from Fish and Game Code violations.

#### Child Support Services (Child Support)

Child Support Services is a non-general fund County division responsible for establishing and enforcing orders for child support. Its mission is to serve the community and enhance the lives of children through establishing paternity, establishing child support orders and collecting support. Some of the funding is provided from federal and state grants and some of the funding is matched by the County via a transfer from the General Fund. Incentive funds are also provided by the state and federal governments. Such grants are obtained for a specific purpose and may only be used for the purpose obtained with state and federal dollars constituting its revenues.

#### Health and Sanitation

The Health and Sanitation Fund provides for the benefit of well-being of the County residents including administration of federal, state and local entitlement programs, and a vast array of community based health and human services.

#### Building Inspection

The Building Inspection fund was established to account for the provision of building inspection, plan filing, and building permits to the residents of the County and to enforce building code. Funding is provided by fees charged to external users, and all activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, and billing and collection. Any revenues collected in excess of expenditures received in a given year are retained in the fund balance and can be used to cover building inspection costs in future years.



## **NON-MAJOR GOVERNMENTAL FUNDS (continued)**

### Environmental Health

The Environmental Health fund accounts for the provision of the County's comprehensive Environmental Health program, which includes the promotion of environmental health, control of communicable diseases and the prolonging of life and the promotion of the well-being of the people of the County. Funding is sourced through Federal grants, fees, and local taxes via contributions from the County. The Environmental Health fund receives funds from the issuance of permits and licenses to fund its inspections for public health protection and the well-being of all Marin County residents, workers, and visitors by preventing injury and the spread of disease by identifying potential dangerous and unhealthy situations and the promotion of sound environmental health practices through education and the enforcement of public health statutes and regulations.

### FishNet 4C (Fishnet)

The FishNet 4C program is a County-based, regional salmon protection and restoration program created under a Memorandum of Agreement between the six Central California Coastal Counties of Marin, Mendocino, Monterey, San Mateo, Santa Cruz, and Sonoma. A prime objective of the FishNet 4C Program has been to evaluate the land management practices of each County and any written policies related to protecting salmon populations, and to make recommendations for improving these practices and policies. Funds are provided through federal, state, regional, and local governments as well as other private and public organizations.

### Housing and Urban Development Funds (HUD)

This fund was established to account for federal and state grant proceeds and disbursements associated with housing and community development within the County. Such grants are generally obtained from the Department of Housing and Urban Development (HUD), and may only be used for the purposes stipulated in the grant agreement. HUD funds are used to support the development of affordable housing units within the County.

### High Tech Theft

The High Technology Theft Apprehension and Prosecution (HTTAP) program is supported by two grants from the Governor's Office of Emergency Services. The HTTAP program seeks to assist local law enforcement and District Attorneys in providing the tools necessary to successfully prevent high technology crime in the jurisdiction of the five task forces. Investigation and prosecution of identity theft crimes is also a part of this program, including Internet tracing and computer forensics, conducting identity theft "sting" operations, and shutting down fraudulent document printers employed as paper mills.

### Sewer Districts

The Sewer Districts fund is set up to provide maintenance of reliable sanitary sewer systems, providing sensitive sewage treatment and disposal to sewer and sanitary districts within the County. The Sewer District fund is also used to provide other services to specific geographic areas that utilize their own discrete tax base and specific revenue sources earmarked for their own purposes within their geographic location. Revenues are provided by tax assessments and user charges.

### County Service Areas (CSA's)

The County Service Area funds account for special district funds that provide refuse disposal, water, and lighting maintenance services to specific areas in the County. Revenues are derived from user charges and property taxes.

## **NON-MAJOR GOVERNMENTAL FUNDS (continued)**

### Lighting Districts (Lighting)

The Lighting Districts fund accounts for special district funds that enhance the safety of residents and businesses by providing adequate lighting systems to street lighting districts within the County. Property taxes are the primary source of revenue.

### Permanent Road Districts (PRD's)

The Permanent Road District (PRD) funds are responsible for routine and emergency road maintenance, performing inspections and issuing permits, constructing and installing sidewalks, signs, road markings, and landscaping maintenance. Revenues primarily come from state highway user taxes and federal grants.

### Tobacco Settlement

The Tobacco Settlement Fund, pursuant to California Health and Safety Code Sections 104555 through 104557 and Senate Bill Number 822, the State of California has collected funds from tobacco manufacturers and apportioned a percentage to the County. Funds collected are used to increase educational efforts related to the adverse health effects of tobacco use and for smoking prevention programs.

### In-Home Supportive Services (IHSS)

In-Home Supportive Services – Public Authority of Marin (IHSS) is a public agency established in 2001 by the Board of Supervisors to:

- Act as the employer of record for care providers for collective bargaining purposes;
- Administer health care benefits for care providers;
- Conduct state-mandated enrollment orientations for care providers; and
- Maintain a registry of pre-screened care providers.

The mission of IHSS is to serve low-income older adults and persons with disabilities who qualify for in-home support services in order to remain independent and safe in their own homes. IHSS works in partnership with the In-Home Supportive Services Program administered by Marin County Health and Human Services by matching IHSS care recipients with qualified care providers so they can live healthy and productive lives.

### Bay Area Stormwater Management

The Bay Area Storm Water Management Agencies Association (BASMAA) is a consortium of eight San Francisco Bay Area municipal storm water programs. BASMAA is designed to encourage information sharing and cooperation, and to develop products and programs that would be more cost-effective if done regionally than could be accomplished locally. In addition, BASMAA provides a forum for representing and advocating the common interests of member programs at the regional and state level.

### Open Space District

The Open Space District fund provides support for the Marin County Open Space District. The District is responsible for planning, acquiring, and managing the county's approximately 15,000 acres of open space and 160 miles of public trails. Monies in this fund are used for acquisition and development of parks and open space parcels, for renovation of existing parks and recreation facilities, for maintenance of acquired properties.

### Low-Income Housing

The RDA HELP Loan program is used to account for a \$1.5 million loan received from the State of California. The purpose of the loan is to re-loan the money, at lower than market interest rates, to assist private organizations in financing the construction of low-income housing units to Marin County residents.

## NON-MAJOR GOVERNMENTAL FUNDS (continued)

### Flood Control Zones

The Flood Control Zones are used to account for the activities of various special districts whose primary purpose is flood control and water conservation. Revenues are used to fund the operating expenses of the Regional Flood Control Districts. Funds are obligated by inter-local contracts among districts of the County for the implementation of regional flood control projects. This fund is financed through property taxes and state and federal grants.

### Miscellaneous Special Revenue Fund

This fund is used to account for various grant program expenditures, such as adult vaccinations and health studies.

- Social Services Realignment

The State of California provides support to the Social Services Realignment fund through a realignment of funding streams received from vehicle license fees and sales tax allocated to California counties. Funds are allocated based on altered program cost-sharing ratios, to pay for various social services programs, which were shifted from the state to the County to administer.

- Health Services Realignment

The State of California provides support to the Health Services Realignment fund through a realignment of funding streams received from vehicle license fees and sales tax allocated to California counties. Funds are allocated based on altered program cost-sharing ratios, to pay for various health services programs, which were shifted from the state to the County to administer.

- Mental Health Realignment

The State of California provides support to the Mental Health Realignment fund through a realignment of funding streams received from vehicle license fees and sales tax allocated to California counties. Funds are allocated based on altered program cost-sharing ratios, to pay for various mental health programs, which were shifted from the state to the County to administer.

### Public Protection

- District Attorney Sundry Trust – It is administered in accordance with Health & Safety Code section 11489, which established the trust. When the Department participates in an arrest, in which property is seized and forfeited to a local government entity, the money forfeited and or the proceeds received from the sale of forfeited property, and any interest accrued thereon, is to be distributed by the state or local government entity according to the provisions of the Code.
- Proposition 64 Civil Penalties – Prop 64, under Business & Professions Code 17206, requires that civil penalties awarded are to be used exclusively to strengthen enforcement of consumer protection laws.
- Fingerprint ID – It accounts for revenues received from vehicle licensing fees, which is to be used for operation and maintenance of the fingerprinting equipment and the related processes.
- Asset Forfeiture, Sheriff – It is administered in accordance with Health & Safety Code section 11489. When the Department participates in an arrest, in which property is seized and forfeited to a local government entity, the money forfeited and or the proceeds received from the sale of forfeited property, and any interest accrued thereon, is to be distributed by the state or local government entity according to the provisions of the Code. The proceeds can be utilized to supplement and not supplant the Department's expenses.

## **NON-MAJOR GOVERNMENTAL FUNDS (continued)**

- CLEEP Law Enforcement Equipment – It accounts for revenues received from the State funding for purpose of the purchase and maintenance of the high-technology equipment.
- COPS Juvenile Justice (odd & even years) – AB1913 (2000) created the Crime Prevention Act of 2000, which has been re-titled the Juvenile Justice Crime Prevention Act (JJCPA). The JJCPA is a state-funded initiative to support juvenile probation programs with a track record of reducing crime and delinquency among at-risk youth, young offenders, and the families of these youth. The program provides funds to support a broad spectrum of county probation services targeting at-risk youth and juvenile offenders.

### Public Ways and Facilities

- Traffic Mitigation Fees – Funds derived from fees assessed on developers are used to finance construction, betterment and maintenance of the County roads.
- Marin County Storm Water Pollution Prevention Program (MCSTOPPP) – Formed in 1993, MCSTOPPP is a joint effort of Marin's cities, towns and unincorporated areas. Their goal is to prevent storm water pollution, protect and improve water quality in creeks and wetlands, preserve beneficial uses of local waterways, and comply with the State and Federal regulations.

### Restricted Housing

The Restricted Housing Fund is used to provide funds for the development of affordable housing units within the County.

### Recreation and Cultural Services

- Marin County Tourism Business Improvement District – The District receives a percentage of hotel revenues to finance tourism management and marketing efforts in the district.
- Marin Wildlife Grants – State and Federal grants are to be used for the protection of wildlife in the County of Marin.

### Employees' Retirement Operations

The Employees' Retirement Operations Fund provides for the administrative services of employees to maintain the County post-employment benefits.

### Health Services

The Health Services Fund accounts for Federal and State funding to support health services for Medi-Cal beneficiaries and other underserved populations.

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**COUNTY OF MARIN**

Combining Balance Sheet  
Non-major Special Revenue Funds  
June 30, 2015

	<u>Road Fund</u>	<u>Library</u>	<u>Fish and Game</u>	<u>Child Support</u>
<b><u>ASSETS</u></b>				
Cash and investments in County pool	\$ 5,757,217	\$ 7,177,103	\$ 78,630	\$ 438,015
Accounts receivable	--	34,019	--	7,891
Notes receivable - short term	--	--	--	--
Notes receivable - long term	--	--	--	--
Due from other governmental agencies	283,785	--	--	--
Inventory of supplies	108,962	--	--	--
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u><u>\$ 6,149,964</u></u>	<u><u>\$ 7,211,122</u></u>	<u><u>\$ 78,630</u></u>	<u><u>\$ 445,906</u></u>
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ 240,089	\$ 105,744	\$ --	\$ 96,355
Accrued salaries and benefits	163,586	293,644	--	87,984
Due to other funds	--	--	--	--
Unearned revenue	--	--	--	--
Other liabilities	2,125	15,774	650	95
Total liabilities	<u>405,800</u>	<u>415,162</u>	<u>650</u>	<u>184,434</u>
<b><u>FUND BALANCES</u></b>				
Nonspendable	108,962	--	--	--
Restricted	1,809,754	3,074,827	77,837	260,076
Committed	25,092	--	--	--
Assigned	3,800,356	3,721,133	143	1,396
Total fund balances	<u>5,744,164</u>	<u>6,795,960</u>	<u>77,980</u>	<u>261,472</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities and fund balances	<u><u>\$ 6,149,964</u></u>	<u><u>\$ 7,211,122</u></u>	<u><u>\$ 78,630</u></u>	<u><u>\$ 445,906</u></u>

continued

**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	Health and Sanitation	Building Inspection	Environmental Health	Fishnet
<b><u>ASSETS</u></b>				
Cash and investments in County pool	\$ 28,999,945	\$ 2,323,921	\$ 288,318	\$ 135,781
Accounts receivable	450,835	12,040	26,236	--
Notes receivable - short term	--	--	--	--
Notes receivable - long term	--	--	--	--
Due from other governmental agencies	1,921,490	1,080	27,725	--
Inventory of supplies	--	--	--	--
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 31,372,270</u>	<u>\$ 2,337,041</u>	<u>\$ 342,279</u>	<u>\$ 135,781</u>
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ --	\$ 7,601	\$ 11,712	\$ 6,085
Accrued salaries and benefits	--	99,171	51,144	--
Due to other funds	--	--	--	--
Unearned revenue	--	--	--	--
Other liabilities	17,590	--	36	--
Total liabilities	<u>17,590</u>	<u>106,772</u>	<u>62,892</u>	<u>6,085</u>
<b><u>FUND BALANCES</u></b>				
Nonspendable	--	--	--	--
Restricted	19,873,785	2,062,076	162,641	129,296
Committed	--	--	--	--
Assigned	11,480,895	168,193	116,746	400
Total fund balances	<u>31,354,680</u>	<u>2,230,269</u>	<u>279,387</u>	<u>129,696</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ 31,372,270</u>	<u>\$ 2,337,041</u>	<u>\$ 342,279</u>	<u>\$ 135,781</u>

continued

**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	<u>HUD</u>	<u>High Tech Theft</u>	<u>Sewer Districts</u>
<b><u>ASSETS</u></b>			
Cash and investments in County pool	\$ 40	\$ 320,625	\$ 516,904
Accounts receivable	--	--	--
Notes receivable - short term	--	--	--
Notes receivable - long term	14,491,792	--	--
Due from other governmental agencies	767,340	--	--
Inventory of supplies	--	--	--
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 15,259,172</u>	<u>\$ 320,625</u>	<u>\$ 516,904</u>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$ 463,914	\$ 295,206	\$ 26
Accrued salaries and benefits	12,273	6,828	--
Due to other funds	289,350	--	--
Unearned revenue	--	--	--
Other liabilities	1,845	--	885
Total liabilities	<u>767,382</u>	<u>302,034</u>	<u>911</u>
<b><u>FUND BALANCES</u></b>			
Nonspendable	--	--	--
Restricted	14,491,790	17,595	514,294
Committed	--	--	--
Assigned	--	996	1,699
Total fund balances	<u>14,491,790</u>	<u>18,591</u>	<u>515,993</u>
Total liabilities and fund balances	<u>\$ 15,259,172</u>	<u>\$ 320,625</u>	<u>\$ 516,904</u>

continued



**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	<u>CSA's</u>	<u>Lighting</u>	<u>PRD's</u>
<b><u>ASSETS</u></b>			
Cash and investments in County pool	\$ 17,077,846	\$ 1,985,976	\$ 419,842
Accounts receivable	--	--	--
Notes receivable - short term	--	--	--
Notes receivable - long term	--	--	--
Due from other governmental agencies	--	--	--
Inventory of supplies	--	--	--
	<hr/>	<hr/>	<hr/>
Total assets	<u><u>\$ 17,077,846</u></u>	<u><u>\$ 1,985,976</u></u>	<u><u>\$ 419,842</u></u>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$ 54,310	\$ 9,370	\$ --
Accrued salaries and benefits	--	--	--
Due to other funds	--	--	--
Unearned revenue	30	--	--
Other liabilities	1,607	8,803	--
Total liabilities	<u><u>55,947</u></u>	<u><u>18,173</u></u>	<u><u>--</u></u>
<b><u>FUND BALANCES</u></b>			
Nonspendable	--	--	--
Restricted	16,945,432	1,961,112	389,268
Committed	--	--	--
Assigned	76,467	6,691	30,574
Total fund balances	<u><u>17,021,899</u></u>	<u><u>1,967,803</u></u>	<u><u>419,842</u></u>
Total liabilities and fund balances	<u><u>\$ 17,077,846</u></u>	<u><u>\$ 1,985,976</u></u>	<u><u>\$ 419,842</u></u>

continued

**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	<u>Tobacco Settlement</u>	<u>IHSS</u>	<u>Bay Area Stormwater Management</u>
<b><u>ASSETS</u></b>			
Cash and investments in County pool	\$ 768	\$ 267,682	\$ 50
Accounts receivable	--	--	--
Notes receivable - short term	--	--	--
Notes receivable - long term	--	--	--
Due from other governmental agencies	--	--	--
Inventory of supplies	--	--	--
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 768</u>	<u>\$ 267,682</u>	<u>\$ 50</u>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$ --	\$ 193,090	\$ --
Accrued salaries and benefits	--	17,804	--
Due to other funds	--	--	--
Unearned revenue	--	--	--
Other liabilities	--	920	--
Total liabilities	<hr/>	<hr/>	<hr/>
	--	211,814	--
<b><u>FUND BALANCES</u></b>			
Nonspendable	--	--	--
Restricted	15	54,592	50
Committed	--	--	--
Assigned	753	1,276	--
Total fund balances	<hr/>	<hr/>	<hr/>
	768	55,868	50
Total liabilities and fund balances	<hr/>	<hr/>	<hr/>
	\$ 768	\$ 267,682	\$ 50

continued

**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	<u>Open Space District</u>	<u>Low-Income Housing</u>	<u>Flood Control Zones</u>
<b><u>ASSETS</u></b>			
Cash and investments in County pool	\$ 24,810,938	\$ 5,860,428	\$ 25,691,697
Accounts receivable	2,016,006	--	--
Notes receivable - short term	--	--	--
Notes receivable - long term	--	4,825,325	--
Due from other governmental agencies	--	--	636
Inventory of supplies	--	--	--
	<hr/>	<hr/>	<hr/>
Total assets	<u><u>\$ 26,826,944</u></u>	<u><u>\$ 10,685,753</u></u>	<u><u>\$ 25,692,333</u></u>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$ 1,043,650	\$ 40	\$ 78,726
Accrued salaries and benefits	162,499	--	1,137
Due to other funds	--	--	--
Unearned revenue	4,537	--	--
Other liabilities	100	18,627	5,626
Total liabilities	<u><u>1,210,786</u></u>	<u><u>18,667</u></u>	<u><u>85,489</u></u>
<b><u>FUND BALANCES</u></b>			
Nonspendable	--	--	--
Restricted	20,915,244	10,567,793	25,551,965
Committed	115,000	--	--
Assigned	4,585,914	99,293	54,879
Total fund balances	<u><u>25,616,158</u></u>	<u><u>10,667,086</u></u>	<u><u>25,606,844</u></u>
Total liabilities and fund balances	<u><u>\$ 26,826,944</u></u>	<u><u>\$ 10,685,753</u></u>	<u><u>\$ 25,692,333</u></u>

continued

**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	Miscellaneous Special Revenue Fund	Public Protection	Public Ways and Facilities	Restricted Housing
<b><u>ASSETS</u></b>				
Cash and investments in County pool	\$ 3,237,653	\$ 24,437,943	\$ 5,555,607	\$ 1,696,157
Accounts receivable	--	--	4,396	--
Notes receivable - short term	--	--	--	395,000
Notes receivable - long term	--	--	--	545,675
Due from other governmental agencies	703,500	--	288,299	39,757
Inventory of supplies	--	--	--	--
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u><u>\$ 3,941,153</u></u>	<u><u>\$ 24,437,943</u></u>	<u><u>\$ 5,848,302</u></u>	<u><u>\$ 2,676,589</u></u>
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ 76,957	\$ 207,343	\$ 89	\$ --
Accrued salaries and benefits	12,113	83,192	--	--
Due to other funds	--	--	--	--
Unearned revenue	764,684	--	--	--
Other liabilities	11,328	22,141	1,028	--
Total liabilities	<u>865,082</u>	<u>312,676</u>	<u>1,117</u>	<u>--</u>
<b><u>FUND BALANCES</u></b>				
Nonspendable	--	--	--	--
Restricted	2,886,713	22,170,722	4,847,185	2,671,086
Committed	--	--	--	--
Assigned	189,358	1,954,545	1,000,000	5,503
Total fund balances	<u>3,076,071</u>	<u>24,125,267</u>	<u>5,847,185</u>	<u>2,676,589</u>
Total liabilities and fund balances	<u><u>\$ 3,941,153</u></u>	<u><u>\$ 24,437,943</u></u>	<u><u>\$ 5,848,302</u></u>	<u><u>\$ 2,676,589</u></u>

continued

**COUNTY OF MARIN**

Combining Balance Sheet (continued)  
 Non-major Special Revenue Funds  
 June 30, 2015

	<u>Recreation and Cultural Services</u>	<u>Employees' Retirement Operations</u>	<u>Health Services</u>	<u>Total</u>
<b><u>ASSETS</u></b>				
Cash and investments in County pool	\$ 320,440	\$ 114,101	\$ 1,321,071	\$ 158,834,698
Accounts receivable	--	--	--	2,551,423
Notes receivable - short term	--	--	--	395,000
Notes receivable - long term	--	--	--	19,862,792
Due from other governmental agencies	--	--	--	4,033,612
Inventory of supplies	--	--	--	108,962
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 320,440</u>	<u>\$ 114,101</u>	<u>\$ 1,321,071</u>	<u>\$ 185,786,487</u>
<b><u>LIABILITIES</u></b>				
Accounts payable	\$ --	\$ --	\$ 37,571	\$ 2,927,878
Accrued salaries and benefits	--	72,874	3,835	1,068,084
Due to other funds	--	--	--	289,350
Unearned revenue	--	--	1,279,663	2,048,914
Other liabilities	--	35	--	109,215
Total liabilities	<hr/>	<hr/>	<hr/>	<hr/>
	--	72,909	1,321,069	6,443,441
<b><u>FUND BALANCES</u></b>				
Nonspendable	--	--	--	108,962
Restricted	319,590	41,192	2	151,795,932
Committed	--	--	--	140,092
Assigned	850	--	--	27,298,060
Total fund balances	<hr/>	<hr/>	<hr/>	<hr/>
	320,440	41,192	2	179,343,046
Total liabilities and fund balances	<u>\$ 320,440</u>	<u>\$ 114,101</u>	<u>\$ 1,321,071</u>	<u>\$ 185,786,487</u>

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	<u>Road Fund</u>	<u>Library</u>	<u>Fish and Game</u>	<u>Child Support</u>
<b>Revenues:</b>				
Taxes	\$ --	\$ 9,334,384	\$ --	\$ --
Licenses and permits	--	--	--	--
Intergovernmental revenues	7,111,536	114,334	--	3,613,005
Charges for services	1,129,599	4,954,564	--	102,736
Fines and forfeits	--	203,879	63,015	--
From use of money and property	8,889	12,878	101	1,135
Miscellaneous	8,863	25,020	--	35,947
Total revenues	<u>8,258,887</u>	<u>14,645,059</u>	<u>63,116</u>	<u>3,752,823</u>
<b>Expenditures:</b>				
Current:				
General government	--	468,828	--	--
Public protection	--	--	34,283	3,669,858
Public ways and facilities	8,184,743	--	--	--
Health and sanitation	--	--	--	--
Public assistance	--	--	--	--
Education	--	14,205,720	--	--
Recreation and cultural services	--	--	--	--
Capital outlay	373,696	1,489,524	--	--
Debt Service:				
Principal	--	--	--	--
Interest	--	--	--	--
Total expenditures	<u>8,558,439</u>	<u>16,164,072</u>	<u>34,283</u>	<u>3,669,858</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(299,552)</u>	<u>(1,519,013)</u>	<u>28,833</u>	<u>82,965</u>
Other Financing Sources (Uses):				
Transfers in	1,128,786	172,684	--	--
Transfers out	<u>(345,650)</u>	<u>(244,186)</u>	--	<u>(82,966)</u>
Total other financing sources (uses), net	<u>783,136</u>	<u>(71,502)</u>	--	<u>(82,966)</u>
Net change in fund balances	483,584	(1,590,515)	28,833	(1)
Fund balances, beginning of year	<u>5,260,580</u>	<u>8,386,475</u>	<u>49,147</u>	<u>261,473</u>
Fund balances, end of year	<u>\$ 5,744,164</u>	<u>\$ 6,795,960</u>	<u>\$ 77,980</u>	<u>\$ 261,472</u>

continued

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	Health and Sanitation	Building Inspection	Environmental Health	Fishnet
<b>Revenues:</b>				
Taxes	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	3,060,503	3,036,512	--
Intergovernmental revenues	47,625,533	12,500	114,579	--
Charges for services	146,901	61,770	218,316	--
Fines and forfeits	4,431	10,171	25,721	--
From use of money and property	57,187	4,014	1,079	249
Miscellaneous	15,229	--	--	--
Total revenues	<u>47,849,281</u>	<u>3,148,958</u>	<u>3,396,207</u>	<u>249</u>
<b>Expenditures:</b>				
Current:				
General government	--	--	556,276	--
Public protection	--	2,494,586	3,050,905	--
Public ways and facilities	--	--	--	--
Health and sanitation	372	10,770	48,042	--
Public assistance	--	--	--	--
Education	--	--	--	--
Recreation and cultural services	--	--	--	--
Capital outlay	--	--	--	--
Debt Service:				
Principal	--	--	--	--
Interest	--	--	--	--
Total expenditures	<u>372</u>	<u>2,505,356</u>	<u>3,655,223</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	<u>47,848,909</u>	<u>643,602</u>	<u>(259,016)</u>	<u>249</u>
Other Financing Uses:				
Transfers in	--	--	--	--
Transfers out	<u>(45,874,762)</u>	<u>(51,593)</u>	<u>(87,454)</u>	<u>--</u>
Total other financing uses	<u>(45,874,762)</u>	<u>(51,593)</u>	<u>(87,454)</u>	<u>--</u>
Net change in fund balances	1,974,147	592,009	(346,470)	249
Fund balances, beginning of year, restated	<u>29,380,533</u>	<u>1,638,260</u>	<u>625,857</u>	<u>129,447</u>
Fund balances, end of year	<u>\$ 31,354,680</u>	<u>\$ 2,230,269</u>	<u>\$ 279,387</u>	<u>\$ 129,696</u>

continued

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	HUD	High Tech Theft	Sewer Districts
<b>Revenues:</b>			
Taxes	\$ --	\$ --	\$ 59,872
Licenses and permits	--	--	--
Intergovernmental revenues	2,054,936	1,491,979	308
Charges for services	--	--	63,720
Fines and forfeits	--	--	--
From use of money and property	--	627	970
Miscellaneous	--	--	--
Total revenues	<u>2,054,936</u>	<u>1,492,606</u>	<u>124,870</u>
<b>Expenditures:</b>			
Current:			
General government	--	--	--
Public protection	--	1,492,453	--
Public ways and facilities	--	--	--
Health and sanitation	--	--	183,892
Public assistance	2,044,750	--	--
Education	--	--	--
Recreation and cultural services	--	--	--
Capital outlay	--	--	--
Debt Service:			
Principal	--	--	--
Interest	--	--	--
Total expenditures	<u>2,044,750</u>	<u>1,492,453</u>	<u>183,892</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,186</u>	<u>153</u>	<u>(59,022)</u>
<b>Other Financing Uses:</b>			
Transfers in	--	--	--
Transfers out	(10,188)	--	--
Total other financing uses	<u>(10,188)</u>	<u>--</u>	<u>--</u>
Net change in fund balances	(2)	153	(59,022)
Fund balances, beginning of year	<u>14,491,792</u>	<u>18,438</u>	<u>575,015</u>
Fund balances, end of year	<u>\$ 14,491,790</u>	<u>\$ 18,591</u>	<u>\$ 515,993</u>

continued



**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	<u>CSA's</u>	<u>Lighting</u>	<u>PRD's</u>
<b>Revenues:</b>			
Taxes	\$ 4,004,862	\$ 787,938	\$ 58,322
Licenses and permits	--	--	--
Intergovernmental revenues	19,083	3,541	327
Charges for services	1,710,421	84,283	29,463
Fines and forfeits	1,170	16,450	--
From use of money and property	33,976	3,471	701
Miscellaneous	--	--	--
Total revenues	<u>5,769,512</u>	<u>895,683</u>	<u>88,813</u>
<b>Expenditures:</b>			
Current:			
General government	--	--	--
Public protection	3,201,360	--	--
Public ways and facilities	22,216	618,316	35,803
Health and sanitation	45,456	--	--
Public assistance	--	--	--
Education	--	--	--
Recreation and cultural services	971,490	--	--
Capital outlay	--	--	--
Debt Service:			
Principal	42,074	40,116	--
Interest	32,921	10,412	--
Total expenditures	<u>4,315,517</u>	<u>668,844</u>	<u>35,803</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,453,995</u>	<u>226,839</u>	<u>53,010</u>
Other Financing Uses:			
Transfers in	15,000	--	--
Transfers out	<u>(901,000)</u>	--	--
Total other financing uses, net	<u>(886,000)</u>	--	--
Net change in fund balances	567,995	226,839	53,010
Fund balances, beginning of year	<u>16,453,904</u>	<u>1,740,964</u>	<u>366,832</u>
Fund balances, end of year	<u>\$ 17,021,899</u>	<u>\$ 1,967,803</u>	<u>\$ 419,842</u>

continued

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	Tobacco Settlement	IHSS	Bay Area Stormwater Management
<b>Revenues:</b>			
Taxes	\$ --	\$ --	\$ --
Licenses and permits	--	--	--
Intergovernmental revenues	150,001	2,092,994	--
Charges for services	525	--	--
Fines and forfeits	--	--	--
From use of money and property	227	830	--
Miscellaneous	--	--	--
Total revenues	<u>150,753</u>	<u>2,093,824</u>	<u>--</u>
<b>Expenditures:</b>			
Current:			
General government	--	--	--
Public protection	--	--	--
Public ways and facilities	--	--	--
Health and sanitation	--	2,093,122	--
Public assistance	--	--	--
Education	--	--	--
Recreation and cultural services	--	--	--
Capital outlay	--	--	--
Debt Service:			
Principal	--	--	--
Interest	--	--	--
Total expenditures	<u>--</u>	<u>2,093,122</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	<u>150,753</u>	<u>702</u>	<u>--</u>
<b>Other Financing Uses:</b>			
Transfers in	--	--	--
Transfers out	<u>(150,000)</u>	<u>--</u>	<u>--</u>
Total other financing uses	<u>(150,000)</u>	<u>--</u>	<u>--</u>
Net change in fund balances	753	702	--
Fund balances, beginning of year	<u>15</u>	<u>55,166</u>	<u>50</u>
Fund balances, end of year	<u>\$ 768</u>	<u>\$ 55,868</u>	<u>\$ 50</u>

continued

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	Open Space District	Low-Income Housing	Flood Control Zones
<b>Revenues:</b>			
Taxes	\$ 19,012,935	\$ --	\$ 4,983,827
Licenses and permits	--	648,989	--
Intergovernmental revenues	196,433	--	68,500
Charges for services	--	25	2,901,129
Fines and forfeits	28,857	8,153	45,260
From use of money and property	58,756	10,499	46,848
Miscellaneous	2,819,380	--	--
Total revenues	<u>22,116,361</u>	<u>667,666</u>	<u>8,045,564</u>
<b>Expenditures:</b>			
Current:			
General government	--	--	--
Public protection	--	--	5,212,968
Public ways and facilities	--	--	--
Health and sanitation	--	--	--
Public assistance	--	117,256	--
Education	--	--	--
Recreation and cultural services	11,603,429	--	--
Capital outlay	3,080,283	--	900,000
Debt Service:			
Principal	--	--	--
Interest	--	--	--
Total expenditures	<u>14,683,712</u>	<u>117,256</u>	<u>6,112,968</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,432,649</u>	<u>550,410</u>	<u>1,932,596</u>
Other Financing Sources (Uses):			
Transfers in	--	250,000	145,452
Transfers out	(259,882)	(175,047)	(100,000)
Total other financing sources (uses), net	<u>(259,882)</u>	<u>74,953</u>	<u>45,452</u>
Net change in fund balances	7,172,767	625,363	1,978,048
Fund balances, beginning of year, restated	<u>18,443,391</u>	<u>10,041,723</u>	<u>23,628,796</u>
Fund balances, end of year	<u>\$ 25,616,158</u>	<u>\$ 10,667,086</u>	<u>\$ 25,606,844</u>

continued

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	Miscellaneous Special Revenue Fund	Public Protection	Public Ways and Facilities	Restricted Housing
<b>Revenues:</b>				
Taxes	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	1,601,327	--
Intergovernmental revenues	1,704,350	19,833,628	771,214	--
Charges for services	521,699	393,016	93,986	--
Fines and forfeits	--	762,501	--	--
From use of money and property	5,275	53,534	24,595	3,409
Miscellaneous	--	--	--	--
<b>Total revenues</b>	<u>2,231,324</u>	<u>21,042,679</u>	<u>2,491,122</u>	<u>3,409</u>
<b>Expenditures:</b>				
Current:				
General government	--	10,750	34,565	--
Public protection	549,902	4,354,586	32,455	--
Public ways and facilities	--	--	735,055	--
Health and sanitation	462,251	595,147	--	--
Public assistance	--	216,710	--	--
Education	--	--	--	--
Recreation and cultural services	--	--	--	--
Capital outlay	124,733	7,430	--	--
Debt Service:				
Principal	--	--	--	--
Interest	--	--	--	--
<b>Total expenditures</b>	<u>1,136,886</u>	<u>5,184,623</u>	<u>802,075</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,094,438</u>	<u>15,858,056</u>	<u>1,689,047</u>	<u>3,409</u>
<b>Other Financing Sources (Uses):</b>				
Transfers in	--	10,623,436	--	--
Transfers out	(519,756)	(23,138,481)	(1,912,135)	--
<b>Total other financing uses</b>	<u>(519,756)</u>	<u>(12,515,045)</u>	<u>(1,912,135)</u>	<u>--</u>
Net change in fund balances	574,682	3,343,011	(223,088)	3,409
Fund balances, beginning of year, restated	<u>2,501,389</u>	<u>20,782,256</u>	<u>6,070,273</u>	<u>2,673,180</u>
Fund balances, end of year	<u>\$ 3,076,071</u>	<u>\$ 24,125,267</u>	<u>\$ 5,847,185</u>	<u>\$ 2,676,589</u>

continued

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances (continued)  
Non-major Special Revenue Funds  
For the Fiscal Year Ended June 30, 2015

	Recreation and Cultural Services	Employees' Retirement Operations	Health Services	Total
<b>Revenues:</b>				
Taxes	\$ --	\$ --	\$ --	\$ 38,242,140
Licenses and permits	--	--	--	8,347,331
Intergovernmental revenues	--	2,223,909	3,067,610	92,270,300
Charges for services	--	--	--	12,412,153
Fines and forfeits	--	--	--	1,169,608
From use of money and property	586	--	6,846	336,682
Miscellaneous	--	--	--	2,904,439
<b>Total revenues</b>	<u>586</u>	<u>2,223,909</u>	<u>3,074,456</u>	<u>155,682,653</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	--	2,119,814	--	3,190,233
Public protection	--	--	--	24,093,356
Public ways and facilities	--	--	--	9,596,133
Health and sanitation	--	--	332,611	3,771,663
Public assistance	--	--	--	2,378,716
Education	--	--	--	14,205,720
Recreation and cultural services	--	--	--	12,574,919
Capital outlay	--	--	--	5,975,666
<b>Debt Service:</b>				
Principal	--	--	--	82,190
Interest	--	--	--	43,333
<b>Total expenditures</b>	<u>--</u>	<u>2,119,814</u>	<u>332,611</u>	<u>75,911,929</u>
Excess (deficiency) of revenues over (under) expenditures	<u>586</u>	<u>104,095</u>	<u>2,741,845</u>	<u>79,770,724</u>
<b>Other Financing Uses:</b>				
Transfers in	--	--	--	12,335,358
Transfers out	--	(62,922)	(2,741,843)	(76,657,865)
<b>Total other financing uses, net</b>	<u>--</u>	<u>(62,922)</u>	<u>(2,741,843)</u>	<u>(64,322,507)</u>
Net change in fund balances	586	41,173	2	15,448,217
Fund balances, beginning of year, restated	<u>319,854</u>	<u>19</u>	<u>--</u>	<u>163,894,829</u>
Fund balances, end of year	<u>\$ 320,440</u>	<u>\$ 41,192</u>	<u>\$ 2</u>	<u>\$ 179,343,046</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Road Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 7,027,211	\$ 7,027,211	\$ 7,111,536	\$ 84,325
Charges for services	918,059	1,643,796	1,129,599	(514,197)
From use of money and property	1,400	1,400	8,889	7,489
Miscellaneous	60,000	60,000	8,863	(51,137)
Total revenues	<u>8,006,670</u>	<u>8,732,407</u>	<u>8,258,887</u>	<u>(473,520)</u>
<b>Expenditures:</b>				
Current:				
Public ways and facilities				
Public Works	<u>10,350,376</u>	<u>10,221,072</u>	<u>8,184,743</u>	<u>2,036,329</u>
Total public ways and facilities	<u>10,350,376</u>	<u>10,221,072</u>	<u>8,184,743</u>	<u>2,036,329</u>
Capital Outlay	<u>502,575</u>	<u>375,088</u>	<u>373,696</u>	<u>1,392</u>
Total expenditures	<u>10,852,951</u>	<u>10,596,160</u>	<u>8,558,439</u>	<u>2,037,721</u>
Excess of revenues over expenditures	<u>(2,846,281)</u>	<u>(1,863,753)</u>	<u>(299,552)</u>	<u>1,564,201</u>
Other Financing Sources (Uses):				
Transfers in	1,503,786	1,503,786	1,128,786	(375,000)
Transfers out	--	(205,430)	(345,650)	(140,220)
Total other financing sources, net	<u>1,503,786</u>	<u>1,298,356</u>	<u>783,136</u>	<u>(515,220)</u>
Net change in fund balances	(1,342,495)	(565,397)	483,584	1,048,981
Fund balances, beginning of year	<u>5,260,580</u>	<u>5,260,580</u>	<u>5,260,580</u>	<u>--</u>
Fund balances, end of year	<u>\$ 3,918,085</u>	<u>\$ 4,695,183</u>	<u>\$ 5,744,164</u>	<u>\$ 1,048,981</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Library Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 8,833,856	\$ 8,946,130	\$ 9,334,384	\$ 388,254
Intergovernmental revenues	114,000	114,000	114,334	334
Charges for services	4,917,655	4,835,381	4,954,564	119,183
Fines and forfeits	202,200	202,200	203,879	1,679
From use of money and property	18,168	18,168	12,878	(5,290)
Miscellaneous	62,710	32,710	25,020	(7,690)
Total revenues	<u>14,148,589</u>	<u>14,148,589</u>	<u>14,645,059</u>	<u>496,470</u>
<b>Expenditures:</b>				
Current:				
General government				
Marin County Free Library	--	522,053	468,828	53,225
Education				
Law Library	173,299	199,056	181,030	18,026
Marin County Free Library	15,532,010	16,744,313	14,024,690	2,719,623
Total education	<u>15,705,309</u>	<u>16,943,369</u>	<u>14,205,720</u>	<u>2,737,649</u>
Capital Outlay				
	<u>809,857</u>	<u>192,857</u>	<u>1,489,524</u>	<u>(1,296,667)</u>
Total expenditures	<u>16,515,166</u>	<u>17,658,279</u>	<u>16,164,072</u>	<u>1,494,207</u>
Deficiency of revenues under expenditures	<u>(2,366,577)</u>	<u>(3,509,690)</u>	<u>(1,519,013)</u>	<u>1,990,677</u>
Other Financing Sources (Uses):				
Transfers in	165,402	165,402	172,684	7,282
Transfers out	--	--	(244,186)	(244,186)
Total other financing sources (uses), net	<u>165,402</u>	<u>165,402</u>	<u>(71,502)</u>	<u>(236,904)</u>
Net change in fund balances	(2,201,175)	(3,344,288)	(1,590,515)	1,753,773
Fund balances, beginning of year, restated	<u>8,386,475</u>	<u>8,386,475</u>	<u>8,386,475</u>	<u>--</u>
Fund balances, end of year	<u>\$6,185,300</u>	<u>\$ 5,042,187</u>	<u>\$ 6,795,960</u>	<u>\$ 1,753,773</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Fish and Game Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Fines and forfeits	\$ 40,000	\$ 40,000	\$ 63,015	\$ 23,015
Miscellaneous	--	--	101	101
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>63,116</u>	<u>23,116</u>
<b>Expenditures:</b>				
Current:				
Public protection				
Non - Departmental	40,000	40,000	34,283	5,717
Total public protection	<u>40,000</u>	<u>40,000</u>	<u>34,283</u>	<u>5,717</u>
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>34,283</u>	<u>5,717</u>
Net change in fund balances	--	--	28,833	28,833
Fund balances, beginning of year, restated	<u>49,147</u>	<u>49,147</u>	<u>49,147</u>	<u>--</u>
Fund balances, end of year	<u>\$ 49,147</u>	<u>\$ 49,147</u>	<u>\$ 77,980</u>	<u>\$ 28,833</u>



**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Child Support Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 3,830,560	\$ 3,830,560	\$ 3,613,005	\$ (217,555)
Charges for services	122,671	122,671	102,736	(19,935)
From use of money and property	1,500	1,500	1,135	(365)
Miscellaneous	683	33,092	35,947	2,855
Total revenues	<u>3,955,414</u>	<u>3,987,823</u>	<u>3,752,823</u>	<u>(235,000)</u>
<b>Expenditures:</b>				
Current:				
Public protection				
Child Support Services	3,955,414	3,983,589	3,669,858	313,731
Total public protection	<u>3,955,414</u>	<u>3,983,589</u>	<u>3,669,858</u>	<u>313,731</u>
Total expenditures	<u>3,955,414</u>	<u>3,983,589</u>	<u>3,669,858</u>	<u>313,731</u>
Excess (deficiency) of revenues over (under) expenditures	<u>--</u>	<u>4,234</u>	<u>82,965</u>	<u>78,731</u>
Other Financing Uses:				
Transfers out	<u>--</u>	<u>--</u>	<u>(82,966)</u>	<u>(82,966)</u>
Total other financing uses	<u>--</u>	<u>--</u>	<u>(82,966)</u>	<u>(82,966)</u>
Net change in fund balances	--	4,234	(1)	(4,235)
Fund balances, beginning of year	<u>261,473</u>	<u>261,473</u>	<u>261,473</u>	<u>--</u>
Fund balances, end of year	<u>\$ 261,473</u>	<u>\$ 265,707</u>	<u>\$ 261,472</u>	<u>\$ (4,235)</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Health and Sanitation Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 57,088,007	\$ 58,751,484	\$ 47,625,533	\$ (11,125,951)
Charges for services	89,400	187,592	146,901	(40,691)
Fines and forfeits	10,000	10,000	4,431	(5,569)
From use of money and property	--	--	57,187	57,187
Miscellaneous	--	--	15,229	15,229
Total revenues	<u>57,187,407</u>	<u>58,949,076</u>	<u>47,849,281</u>	<u>(11,099,795)</u>
<b>Expenditures:</b>				
Health and sanitation				
Health and Human Services	--	45,000	372	44,628
Total health and sanitation	<u>--</u>	<u>45,000</u>	<u>372</u>	<u>44,628</u>
Total expenditures	<u>--</u>	<u>45,000</u>	<u>372</u>	<u>44,628</u>
Other Financing Uses:				
Transfers out	<u>(57,187,407)</u>	<u>(58,904,076)</u>	<u>(45,874,762)</u>	<u>13,029,314</u>
Total other financing uses	<u>(57,187,407)</u>	<u>(58,904,076)</u>	<u>(45,874,762)</u>	<u>13,029,314</u>
Net change in fund balances	--	--	1,974,147	1,974,147
Fund balances, beginning of year, restated	<u>29,380,533</u>	<u>29,380,533</u>	<u>29,380,533</u>	<u>--</u>
Fund balances, end of year	<u>\$ 29,380,533</u>	<u>\$ 29,380,533</u>	<u>\$ 31,354,680</u>	<u>\$ 1,974,147</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Building Inspection Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ 2,557,522	\$ 2,722,114	\$ 3,060,503	\$ 338,389
Intergovernmental revenues	--	11,000	12,500	1,500
Charges for services	53,141	53,141	61,770	8,629
Fines and forfeits	--	--	10,171	10,171
From use of money and property	--	--	4,014	4,014
Miscellaneous	2,500	2,500	--	(2,500)
Total revenues	<u>2,613,163</u>	<u>2,788,755</u>	<u>3,148,958</u>	<u>360,203</u>
<b>Expenditures:</b>				
Current:				
Public protection				
Community Development Agency	2,644,633	2,698,422	2,494,586	203,836
Total public protection	<u>2,644,633</u>	<u>2,698,422</u>	<u>2,494,586</u>	<u>203,836</u>
Health and sanitation				
Community Development Agency	--	11,000	10,770	230
Total health and sanitation	<u>--</u>	<u>11,000</u>	<u>10,770</u>	<u>230</u>
Total expenditures	<u>2,644,633</u>	<u>2,709,422</u>	<u>2,505,356</u>	<u>204,066</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(31,470)</u>	<u>79,333</u>	<u>643,602</u>	<u>564,269</u>
Other Financing Uses:				
Transfers out	--	--	(51,593)	(51,593)
Total other financing uses	<u>--</u>	<u>--</u>	<u>(51,593)</u>	<u>(51,593)</u>
Net change in fund balances	(31,470)	79,333	592,009	512,676
Fund balances, beginning of year	<u>1,638,260</u>	<u>1,638,260</u>	<u>1,638,260</u>	<u>--</u>
Fund balances, end of year	<u>\$ 1,606,790</u>	<u>\$ 1,717,593</u>	<u>\$ 2,230,269</u>	<u>\$ 512,676</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Environmental Health Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ 3,586,637	\$ 3,586,637	\$ 3,036,512	\$ (550,125)
Intergovernmental revenues	32,000	167,913	114,579	(53,334)
Charges for services	163,710	264,880	218,316	(46,564)
Fines and forfeits	--	--	25,721	25,721
From use of money and property	--	--	1,079	1,079
Total revenues	<u>3,782,347</u>	<u>4,019,430</u>	<u>3,396,207</u>	<u>(623,223)</u>
<b>Expenditures:</b>				
Current:				
General government				
Community Development Agency	<u>779,786</u>	<u>689,219</u>	<u>556,276</u>	<u>132,943</u>
Total general government	<u>779,786</u>	<u>689,219</u>	<u>556,276</u>	<u>132,943</u>
Public protection				
Community Development Agency	<u>3,138,678</u>	<u>3,179,478</u>	<u>3,050,905</u>	<u>128,573</u>
Total public protection	<u>3,138,678</u>	<u>3,179,478</u>	<u>3,050,905</u>	<u>128,573</u>
Health and sanitation				
Community Development Agency	<u>10,000</u>	<u>65,000</u>	<u>48,042</u>	<u>16,958</u>
Total health and sanitation	<u>10,000</u>	<u>65,000</u>	<u>48,042</u>	<u>16,958</u>
Total expenditures	<u>3,928,464</u>	<u>3,933,697</u>	<u>3,655,223</u>	<u>278,474</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(146,117)</u>	<u>85,733</u>	<u>(259,016)</u>	<u>(344,749)</u>
Other Financing Uses:				
Transfers out	<u>--</u>	<u>--</u>	<u>(87,454)</u>	<u>(87,454)</u>
Total other financing uses	<u>--</u>	<u>--</u>	<u>(87,454)</u>	<u>(87,454)</u>
Net change in fund balances	(146,117)	85,733	(346,470)	(432,203)
Fund balances, beginning of year, restated	<u>625,857</u>	<u>625,857</u>	<u>625,857</u>	<u>--</u>
Fund balances, end of year	<u>\$ 479,740</u>	<u>\$ 711,590</u>	<u>\$ 279,387</u>	<u>\$ (432,203)</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Fishnet Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
From use of money and property	\$ --	\$ --	\$ 249	\$ 249
Total revenues	<u>--</u>	<u>--</u>	<u>249</u>	<u>249</u>
Net change in fund balances	--	--	249	249
Fund balances, beginning of year	<u>129,447</u>	<u>129,447</u>	<u>129,447</u>	<u>--</u>
Fund balances, end of year	<u><u>\$ 129,447</u></u>	<u><u>\$ 129,447</u></u>	<u><u>\$ 129,696</u></u>	<u><u>\$ 249</u></u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 HUD Funds  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 2,081,914	\$ 4,717,512	\$ 2,054,936	\$ (2,662,576)
Total revenues	<u>2,081,914</u>	<u>4,717,512</u>	<u>2,054,936</u>	<u>(2,662,576)</u>
<b>Expenditures:</b>				
Current:				
Public assistance				
Community Development Agency	502,284	5,030,089	2,044,750	2,985,339
Total public assistance	<u>502,284</u>	<u>5,030,089</u>	<u>2,044,750</u>	<u>2,985,339</u>
Capital Outlay	<u>1,579,630</u>	<u>(336,700)</u>	<u>--</u>	<u>(336,700)</u>
Total expenditures	<u>2,081,914</u>	<u>4,693,389</u>	<u>2,044,750</u>	<u>2,648,639</u>
Excess of revenues over expenditures	<u>--</u>	<u>24,123</u>	<u>10,186</u>	<u>(13,937)</u>
Other Financing Uses:				
Transfers out	<u>--</u>	<u>--</u>	<u>(10,188)</u>	<u>(10,188)</u>
Total other financing uses	<u>--</u>	<u>--</u>	<u>(10,188)</u>	<u>(10,188)</u>
Net change in fund balances	--	24,123	(2)	(24,125)
Fund balances, beginning of year, restated	<u>--</u>	<u>--</u>	<u>14,491,792</u>	<u>14,491,792</u>
Fund balances, end of year	<u>\$ --</u>	<u>\$ 24,123</u>	<u>\$ 14,491,790</u>	<u>\$ 14,467,667</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 High Tech Theft Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 3,078,791	\$ 3,078,791	\$ 1,491,979	\$ (1,586,812)
From use of money and property	--	--	627	627
Total revenues	<u>3,078,791</u>	<u>3,078,791</u>	<u>1,492,606</u>	<u>(1,586,185)</u>
<b>Expenditures:</b>				
Current:				
Public protection				
District Attorney	3,079,357	3,079,187	1,492,453	1,586,734
Total public protection	<u>3,079,357</u>	<u>3,079,187</u>	<u>1,492,453</u>	<u>1,586,734</u>
Total expenditures	<u>3,079,357</u>	<u>3,079,187</u>	<u>1,492,453</u>	<u>1,586,734</u>
Net change in fund balances	(566)	(396)	153	549
Fund balances, beginning of year	<u>18,438</u>	<u>18,438</u>	<u>18,438</u>	<u>--</u>
Fund balances, end of year	<u>\$ 17,872</u>	<u>\$ 18,042</u>	<u>\$ 18,591</u>	<u>\$ 549</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Sewer Districts Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 48,319	\$ 49,319	\$ 59,872	\$ 10,553
Intergovernmental revenues	310	310	308	(2)
Charges for services	68,048	68,048	63,720	(4,328)
From use of money and property	680	680	970	290
Total revenues	<u>117,357</u>	<u>118,357</u>	<u>124,870</u>	<u>6,513</u>
<b>Expenditures:</b>				
Current:				
Health and sanitation				
SMD Murray Park	116,092	117,092	116,595	497
SMD San Quentin	58,437	70,993	67,297	3,696
Total health and sanitation	<u>174,529</u>	<u>188,085</u>	<u>183,892</u>	<u>4,193</u>
Total expenditures	<u>174,529</u>	<u>188,085</u>	<u>183,892</u>	<u>4,193</u>
Net change in fund balances	(57,172)	(69,728)	(59,022)	10,706
Fund balances, beginning of year	<u>575,015</u>	<u>575,015</u>	<u>575,015</u>	--
Fund balances, end of year	<u>\$ 517,843</u>	<u>\$ 505,287</u>	<u>\$ 515,993</u>	<u>\$ 10,706</u>



**COUNTY OF MARIN**

Budgetary Comparison Schedule  
County Service Areas Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 3,714,246	\$ 3,714,246	\$ 4,004,862	\$ 290,616
Intergovernmental revenues	18,984	18,984	19,083	99
Charges for services	1,759,755	1,765,755	1,710,421	(55,334)
Fines and Forfeits	900	900	1,170	270
From use of money and property	16,353	16,353	33,976	17,623
Total revenues	<u>5,510,238</u>	<u>5,516,238</u>	<u>5,769,512</u>	<u>253,274</u>
<b>Expenditures:</b>				
Current:				
Public protection				
CSA#13 Marin County Upper Lucas	732,871	847,565	751,442	96,123
CSA#17 Kentfield	168,698	168,698	168,698	--
CSA#19 Fire Pr Svcs	1,915,876	1,915,876	1,710,176	205,700
CSA#29 Paradise Cay	35,260	578,804	541,958	36,846
CSA#6 Santa Venetia	62,868	81,868	29,086	52,782
Total public protection	<u>2,915,573</u>	<u>3,592,811</u>	<u>3,201,360</u>	<u>391,451</u>
Public ways and facilities				
CSA#1 Loma Verde	77,537	77,537	8,277	69,260
CSA#9 Northbridge	31,425	31,363	13,939	17,424
Total public ways and facilities	<u>108,962</u>	<u>108,900</u>	<u>22,216</u>	<u>86,684</u>
Health and sanitation				
CSA#27 Ross Vly Par	35,800	41,800	39,048	2,752
CSA#28 W Marin Para	6,408	6,408	6,408	--
Total health and sanitation	<u>42,208</u>	<u>48,208</u>	<u>45,456</u>	<u>2,752</u>
Recreation and cultural services				
CSA#14 Homestead Vly	339,055	281,637	270,360	11,277
CSA#16 Greenbrae	428,939	343,264	230,646	112,618
CSA#17 Kentfield	1,143,166	1,136,953	344,734	792,219
CSA#18 Gallinas Vil	315,238	306,782	102,667	204,115
CSA#20 Indian Vly	100,084	100,084	84	100,000
CSA#33 Stinson Bch	49,410	35,727	22,999	12,728
Total recreation and cultural svcs	<u>2,375,892</u>	<u>2,204,447</u>	<u>971,490</u>	<u>1,232,957</u>
Capital Outlay	200,000	200,000	--	426,984
Debt Service:				
Principal	--	41,377	42,074	(697)
Interest	33,617	33,617	32,921	696
Total debt service	<u>33,617</u>	<u>74,994</u>	<u>74,995</u>	<u>(1)</u>
Total expenditures	<u>5,676,252</u>	<u>6,229,360</u>	<u>4,315,517</u>	<u>2,140,827</u>

continued

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 County Service Areas (continued)  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (166,014)</u>	<u>\$ (713,122)</u>	<u>\$ 1,453,995</u>	<u>\$ 2,167,117</u>
Other Financing Sources (Uses):				
Transfers in	11,500	11,500	15,000	(3,500)
Transfers out	<u>(991,427)</u>	<u>(950,892)</u>	<u>(901,000)</u>	<u>49,892</u>
Total other financing uses, net	<u>(979,927)</u>	<u>(939,392)</u>	<u>(886,000)</u>	<u>46,392</u>
Net change in fund balances	<u>(1,145,941)</u>	<u>(1,652,514)</u>	<u>567,995</u>	<u>2,220,509</u>
Fund balances, beginning of year	<u>16,453,904</u>	<u>16,453,904</u>	<u>16,453,904</u>	<u>--</u>
Fund balances, end of year	<u><u>\$15,307,963</u></u>	<u><u>\$ 14,801,390</u></u>	<u><u>\$17,021,899</u></u>	<u><u>\$ 2,220,509</u></u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Lighting Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 726,620	\$ 726,620	\$ 787,938	\$ 61,318
Intergovernmental revenues	3,542	3,542	3,541	(1)
Charges for services	84,285	84,285	84,283	--
Fines and forfeits	--	--	16,450	--
From use of money and property	1,654	1,654	3,471	1,817
<b>Total revenues</b>	<b>816,101</b>	<b>816,101</b>	<b>895,683</b>	<b>63,134</b>
<b>Expenditures:</b>				
Current:				
Public Ways and Facilities:				
Marin County Lighting	758,110	758,110	543,237	341,684
Rush Creek Lighting	217,036	203,470	75,079	101,628
<b>Total public ways and facilities</b>	<b>975,146</b>	<b>961,580</b>	<b>618,316</b>	<b>443,312</b>
Debt Service:				
Principal	--	38,618	40,116	(1,498)
Interest	11,910	11,910	10,412	1,498
<b>Total debt service</b>	<b>11,910</b>	<b>50,528</b>	<b>50,528</b>	<b>--</b>
<b>Total expenditures</b>	<b>987,056</b>	<b>1,012,108</b>	<b>668,844</b>	<b>443,312</b>
Excess (deficiency) of revenues over (under) expenditures	(170,955)	(196,007)	226,839	422,846
Other Financing Uses:				
Transfers out	(38,618)	--	--	--
<b>Total other financing uses</b>	<b>(38,618)</b>	<b>--</b>	<b>--</b>	<b>--</b>
Net change in fund balances	(209,573)	(196,007)	226,839	422,846
Fund balances, beginning of year	1,740,964	1,740,964	1,740,964	--
Fund balances, end of year	<b>\$ 1,531,391</b>	<b>\$ 1,544,957</b>	<b>\$ 1,967,803</b>	<b>\$ 422,846</b>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Permanent Road Districts Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 52,418	\$ 52,418	\$ 58,322	\$ 5,904
Intergovernmental revenues	335	335	327	(8)
Charges for services	32,928	32,928	29,463	(3,465)
From use of money and property	292	292	701	409
Total revenues	<u>85,973</u>	<u>85,973</u>	<u>88,813</u>	<u>2,840</u>
<b>Expenditures:</b>				
Current:				
Public ways and facilities				
PRD Bolinas Highland	37,005	37,005	3,566	33,439
PRD Inverness Div#2	25,050	25,050	--	25,050
PRD Monte Cristo	35,070	35,070	--	35,070
PRD Mt. View Ave. Lagunitas	14,500	14,500	--	14,500
PRD Paradise Estates	140,810	140,810	32,237	108,573
Total public ways and facilities	<u>252,435</u>	<u>252,435</u>	<u>35,803</u>	<u>216,632</u>
Total expenditures	<u>252,435</u>	<u>252,435</u>	<u>35,803</u>	<u>216,632</u>
Net change in fund balances	(166,462)	(166,462)	53,010	219,472
Fund balances, beginning of year	<u>366,832</u>	<u>366,832</u>	<u>366,832</u>	<u>--</u>
Fund balances, end of year	<u>\$ 200,370</u>	<u>\$ 200,370</u>	<u>\$ 419,842</u>	<u>\$ 219,472</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Tobacco Settlement Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 150,000	\$ 150,000	\$ 150,001	\$ 1
Charges for services	--	--	525	525
From use of money and property	--	--	227	227
Total revenues	<u>150,000</u>	<u>150,000</u>	<u>150,753</u>	<u>753</u>
Excess of revenues over expenditures	<u>150,000</u>	<u>150,000</u>	<u>150,753</u>	<u>753</u>
Other Financing Uses:				
Transfers in	--	--	--	--
Transfers out	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>--</u>
Total other financing uses	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>--</u>
Net change in fund balances	--	--	753	753
Fund balances, beginning of year	<u>15</u>	<u>15</u>	<u>15</u>	<u>--</u>
Fund balances, end of year	<u>\$ 15</u>	<u>\$ 15</u>	<u>\$ 768</u>	<u>\$ 753</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 In-Home Supportive Services Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ --	\$ --	\$ 2,092,994	\$ 2,092,994
From use of money and property	--	--	830	830
Total revenues	<u>--</u>	<u>--</u>	<u>2,093,824</u>	<u>2,093,824</u>
<b>Expenditures:</b>				
Current:				
Health and sanitation				
IHSS Public Auth	2,171,900	2,171,900	2,093,122	78,778
Total health and sanitation	<u>2,171,900</u>	<u>2,171,900</u>	<u>2,093,122</u>	<u>78,778</u>
Total expenditures	<u>2,171,900</u>	<u>2,171,900</u>	<u>2,093,122</u>	<u>78,778</u>
Deficiency of revenues under expenditures	<u>(2,171,900)</u>	<u>(2,171,900)</u>	<u>702</u>	<u>2,172,602</u>
Other Financing Sources:				
Transfers in	2,171,900	2,171,900	--	(2,171,900)
Total other financing sources	<u>2,171,900</u>	<u>2,171,900</u>	<u>--</u>	<u>(2,171,900)</u>
Net change in fund balances	--	--	702	702
Fund balances, beginning of year	<u>55,166</u>	<u>55,166</u>	<u>55,166</u>	<u>--</u>
Fund balances, end of year	<u>\$ 55,166</u>	<u>\$ 55,166</u>	<u>\$ 55,868</u>	<u>\$ 702</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Bay Area Stormwater Management Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
From use of money and property	\$ --	\$ --	\$ --	\$ --
Total revenues	<u>    --</u>	<u>    --</u>	<u>    --</u>	<u>    --</u>
<b>Expenditures:</b>				
Current:				
General government				
Public Works	--	--	--	--
Total general government	<u>    --</u>	<u>    --</u>	<u>    --</u>	<u>    --</u>
Total expenditures	<u>    --</u>	<u>    --</u>	<u>    --</u>	<u>    --</u>
Net change in fund balances	--	--	--	--
Fund balances, beginning of year	<u>    50</u>	<u>    50</u>	<u>    50</u>	<u>    --</u>
Fund balances, end of year	<u>\$    50</u>	<u>\$    50</u>	<u>\$    50</u>	<u>\$    --</u>

Note: Fund did not have activity in FY15 and is subject to close in the following fiscal year.

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Low-Income Housing Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ 100,000	\$ 100,000	\$ 648,989	\$ 548,989
Charges for services	--	--	25	25
Fines and forfeits	--	--	8,153	8,153
From use of money and property	--	--	10,499	10,499
Total revenues	<u>100,000</u>	<u>100,000</u>	<u>667,666</u>	<u>567,666</u>
<b>Expenditures:</b>				
Current:				
Public assistance				
Community Development Agency	193,339	172,252	117,256	54,996
Total public assistance	<u>193,339</u>	<u>172,252</u>	<u>117,256</u>	<u>54,996</u>
Total expenditures	<u>193,339</u>	<u>172,252</u>	<u>117,256</u>	<u>54,996</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(93,339)</u>	<u>(72,252)</u>	<u>550,410</u>	<u>622,662</u>
Other Financing Sources (Uses):				
Transfers in	250,000	250,000	250,000	--
Transfers out	<u>(175,047)</u>	<u>(175,047)</u>	<u>(175,047)</u>	<u>--</u>
Total other financing sources, net	<u>74,953</u>	<u>74,953</u>	<u>74,953</u>	<u>--</u>
Net change in fund balances	(18,386)	2,701	625,363	622,662
Fund balances, beginning of year	<u>10,041,723</u>	<u>10,041,723</u>	<u>10,041,723</u>	<u>--</u>
Fund balances, end of year	<u>\$10,023,337</u>	<u>\$10,044,424</u>	<u>\$ 10,667,086</u>	<u>\$ 622,662</u>



Budgetary Comparison Schedule  
Flood Control Zones Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 4,408,897	\$ 4,408,897	\$ 4,983,827	\$ 574,930
Intergovernmental revenues	44,966	44,966	68,500	23,534
Charges for services	3,179,577	3,179,577	2,901,129	(278,448)
Fines and forfeits	6,900	6,900	45,260	38,360
From use of money and property	28,804	28,804	46,848	18,044
Total revenues	<u>7,669,144</u>	<u>7,669,144</u>	<u>8,045,564</u>	<u>376,420</u>
<b>Expenditures:</b>				
Current:				
Public protection				
FCZ#1 Novato	2,001,168	1,867,422	1,481,507	385,915
FCZ#3 Richardson Bay	2,455,790	2,089,545	759,816	1,329,729
FCZ#4 and FCZ#4A	767,226	653,681	327,408	326,273
FCZ#5 Stinson Beach	113,523	103,834	55,442	48,392
FCZ#6 S R Meadows	24,273	19,873	14,505	5,368
FCZ#7 Santa Venetia	432,741	397,296	284,060	113,236
FCZ#9 and FCZ#9A	2,364,569	3,161,964	1,564,289	1,597,675
FCZ#10 Inverness	16,826	11,026	2,642	8,384
Entities managed by Public Works	941,956	811,083	723,299	87,784
Total public protection	<u>9,118,072</u>	<u>9,115,724</u>	<u>5,212,968</u>	<u>3,902,756</u>
Capital Outlay	--	900,000	900,000	--
Total expenditures	<u>9,118,072</u>	<u>10,015,724</u>	<u>6,112,968</u>	<u>3,902,756</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,448,928)</u>	<u>(2,346,580)</u>	<u>1,932,596</u>	<u>4,279,176</u>
Other Financing Sources (Uses):				
Transfers in	--	--	145,452	145,452
Transfers out	--	(100,000)	(100,000)	--
Total other financing sources (uses), net	<u>--</u>	<u>(100,000)</u>	<u>45,452</u>	<u>--</u>
Net change in fund balances	(1,448,928)	(2,446,580)	1,978,048	4,424,628
Fund balances, beginning of year, restated	<u>23,628,796</u>	<u>23,628,796</u>	<u>23,628,796</u>	<u>--</u>
Fund balances, end of year	<u><u>\$22,179,868</u></u>	<u><u>\$21,182,216</u></u>	<u><u>\$25,606,844</u></u>	<u><u>\$4,424,628</u></u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Miscellaneous Special Revenue Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ --	\$ 2,707,999	\$ 1,704,350	\$ (1,003,649)
Charges for services	494,621	494,621	521,699	27,078
From use of money and property	--	--	5,275	5,275
Total revenues	<u>494,621</u>	<u>3,202,620</u>	<u>2,231,324</u>	<u>(971,296)</u>
<b>Expenditures:</b>				
Current:				
Public protection				
Health and Human Services	50,531	385,566	244,911	140,655
Sheriff	50,018	590,414	304,991	285,423
Total public protection	<u>100,549</u>	<u>975,980</u>	<u>549,902</u>	<u>426,078</u>
Health and sanitation				
Health and Human Services	164,156	1,183,801	462,251	721,550
Total health and sanitation	<u>164,156</u>	<u>1,183,801</u>	<u>462,251</u>	<u>721,550</u>
Capital Outlay	<u>21,337</u>	<u>225,907</u>	<u>124,733</u>	<u>101,174</u>
Total expenditures	<u>286,042</u>	<u>2,385,688</u>	<u>1,136,886</u>	<u>1,248,802</u>
Excess of revenues over expenditures	<u>208,579</u>	<u>816,932</u>	<u>1,094,438</u>	<u>277,506</u>
Other Financing Uses:				
Transfers out	<u>(673,273)</u>	<u>(625,382)</u>	<u>(519,756)</u>	<u>105,626</u>
Total other financing uses	<u>(673,273)</u>	<u>(625,382)</u>	<u>(519,756)</u>	<u>105,626</u>
Net change in fund balances	(464,694)	191,550	574,682	383,132
Fund balances, beginning of year, restated	<u>2,501,389</u>	<u>2,501,389</u>	<u>2,501,389</u>	<u>--</u>
Fund balances, end of year	<u>\$ 2,036,695</u>	<u>\$ 2,692,939</u>	<u>\$ 3,076,071</u>	<u>\$ 383,132</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Public Protection Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ 13,198,570	\$ 18,129,270	\$ 19,833,628	\$ 1,704,358
Charges for services	105,219	280,219	393,016	112,797
Fines and forfeits	540,000	751,661	762,501	10,840
From use of money and property	--	--	53,534	53,534
Total revenues	<u>13,843,789</u>	<u>19,161,150</u>	<u>21,042,679</u>	<u>1,881,529</u>
<b>Expenditures:</b>				
Current:				
General government				
Non - Departmental	--	10,750	10,750	--
Total general government	<u>--</u>	<u>10,750</u>	<u>10,750</u>	<u>--</u>
Public protection				
District Attorney	--	127,953	109,507	18,446
Probation	2,672,324	3,078,770	3,079,112	(342)
Sheriff	1,174,612	1,139,471	1,165,967	(26,496)
Total public protection	<u>3,846,936</u>	<u>4,346,194</u>	<u>4,354,586</u>	<u>(8,392)</u>
Health and sanitation				
Health and Human Services	502,162	767,037	595,147	171,890
Total health and sanitation	<u>502,162</u>	<u>767,037</u>	<u>595,147</u>	<u>171,890</u>
Public assistance				
Health and Human Services	144,300	212,519	216,710	(4,191)
Total public assistance	<u>144,300</u>	<u>212,519</u>	<u>216,710</u>	<u>(4,191)</u>
Capital Outlay				
	--	9,148	7,430	1,718
Total expenditures	<u>4,493,398</u>	<u>5,345,648</u>	<u>5,184,623</u>	<u>161,025</u>
Excess of revenues over expenditures	<u>9,350,391</u>	<u>13,815,502</u>	<u>15,858,056</u>	<u>2,042,554</u>
Other Financing Sources (Uses):				
Transfers in	4,516,752	11,075,043	10,623,436	(451,607)
Transfers out	(14,130,027)	(24,954,824)	(23,138,481)	1,816,343
Total other financing uses, net	<u>(9,613,275)</u>	<u>(13,879,781)</u>	<u>(12,515,045)</u>	<u>1,364,736</u>
Net change in fund balances	(262,884)	(64,279)	3,343,011	3,407,290
Fund balances, beginning of year, restated	<u>20,782,256</u>	<u>20,782,256</u>	<u>20,782,256</u>	<u>--</u>
Fund balances, end of year	<u>\$ 20,519,372</u>	<u>\$ 20,717,977</u>	<u>\$ 24,125,267</u>	<u>\$ 3,407,290</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Public Ways and Facilities Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ 815,000	\$ 855,000	\$ 1,601,327	\$ 746,327
Intergovernmental revenues	--	2,474,177	771,214	(1,702,963)
Charges for services	153,259	153,259	93,986	(59,273)
From use of money and property	41,750	38,180	24,595	(13,585)
Total revenues	<u>1,010,009</u>	<u>3,520,616</u>	<u>2,491,122</u>	<u>(1,029,494)</u>
<b>Expenditures:</b>				
Current:				
General government				
Public Works	31,649	38,232	34,565	3,667
Total general government	<u>31,649</u>	<u>38,232</u>	<u>34,565</u>	<u>3,667</u>
Public protection				
Community Development Agency	46,884	43,416	32,455	10,961
Total public protection	<u>46,884</u>	<u>43,416</u>	<u>32,455</u>	<u>10,961</u>
Public ways and facilities				
Public Works	108,063	3,521,892	735,055	2,786,837
Total public ways and facilities	<u>108,063</u>	<u>3,521,892</u>	<u>735,055</u>	<u>2,786,837</u>
Total expenditures	<u>186,596</u>	<u>3,603,540</u>	<u>802,075</u>	<u>2,801,465</u>
Excess (deficiency) of revenues over (under) expenditures	<u>823,413</u>	<u>(82,924)</u>	<u>1,689,047</u>	<u>1,771,971</u>
Other Financing Uses:				
Transfers out	(1,957,038)	(3,473,469)	(1,912,135)	1,561,334
Total other financing uses	<u>(1,957,038)</u>	<u>(3,473,469)</u>	<u>(1,912,135)</u>	<u>1,561,334</u>
Net change in fund balances	(1,133,625)	(3,556,393)	(223,088)	3,333,305
Fund balances, beginning of year	<u>6,070,273</u>	<u>6,070,273</u>	<u>6,070,273</u>	<u>--</u>
Fund balances, end of year	<u>\$ 4,936,648</u>	<u>\$ 2,513,880</u>	<u>\$ 5,847,185</u>	<u>\$ 3,333,305</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Restricted Low-Income Housing Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
From use of money and property	\$ --	\$ --	\$ 3,409	\$ 3,409
Total revenues	<u>    --</u>	<u>    --</u>	<u>    3,409</u>	<u>    3,409</u>
Net change in fund balances	<u>    --</u>	<u>    --</u>	<u>    3,409</u>	<u>    3,409</u>
Fund balances, beginning of year	<u>2,673,180</u>	<u>2,673,180</u>	<u>2,673,180</u>	<u>    --</u>
Fund balances, end of year	<u><u>\$2,673,180</u></u>	<u><u>\$ 2,673,180</u></u>	<u><u>\$ 2,676,589</u></u>	<u><u>\$ 3,409</u></u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Recreational and Cultural Services Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
From use of money and property	\$ --	\$ --	\$ 586	\$ 586
Total revenues	<u>--</u>	<u>--</u>	<u>586</u>	<u>586</u>
 Fund balances, beginning of year	<u>319,854</u>	<u>319,854</u>	<u>319,854</u>	<u>--</u>
 Fund balances, end of year	<u><u>\$ 319,854</u></u>	<u><u>\$ 319,854</u></u>	<u><u>\$ 319,854</u></u>	<u><u>\$ --</u></u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Employees' Retirement Operations Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ 2,494,739	\$ --	\$ 2,223,909	\$ 2,223,909
Fines and forfeits	--	2,494,739	--	(2,494,739)
Total revenues	<u>2,494,739</u>	<u>2,494,739</u>	<u>2,223,909</u>	<u>(270,830)</u>
<b>Expenditures:</b>				
Current:				
General government				
Retirement	2,494,739	2,494,739	2,119,814	374,925
Total general government	<u>2,494,739</u>	<u>2,494,739</u>	<u>2,119,814</u>	<u>374,925</u>
Total expenditures	<u>2,494,739</u>	<u>2,494,739</u>	<u>2,119,814</u>	<u>374,925</u>
Excess (deficiency) of revenues over (under) expenditures	<u>--</u>	<u>--</u>	<u>104,095</u>	<u>104,095</u>
Other Financing Uses:				
Transfers out	--	--	(62,922)	(62,922)
Total other financing uses	<u>--</u>	<u>--</u>	<u>(62,922)</u>	<u>(62,922)</u>
Net change in fund balances	--	--	41,173	41,173
Fund balances, beginning of year	<u>19</u>	<u>19</u>	<u>19</u>	<u>--</u>
Fund balances, end of year	<u>\$ 19</u>	<u>\$ 19</u>	<u>\$ 41,192</u>	<u>\$ 41,173</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Health Services Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental	\$ --	\$ 3,220,602	\$ 3,067,610	\$ (152,992)
From use of money and property	--	--	6,846	6,846
Total revenues	<u>--</u>	<u>3,220,602</u>	<u>3,074,456</u>	<u>(146,146)</u>
<b>Expenditures:</b>				
Current:				
Health and Sanitation				
Health and Human Services	--	417,198	332,611	84,587
Total general government	<u>--</u>	<u>417,198</u>	<u>332,611</u>	<u>84,587</u>
Total expenditures	<u>--</u>	<u>417,198</u>	<u>332,611</u>	<u>84,587</u>
Excess (deficiency) of revenues over (under) expenditures	<u>--</u>	<u>2,803,404</u>	<u>2,741,845</u>	<u>(61,559)</u>
Other Financing Sources (Uses):				
Transfers in	--	100,000	--	(100,000)
Transfers out	--	(2,827,469)	(2,741,843)	85,626
Total other financing uses, net	<u>--</u>	<u>(2,727,469)</u>	<u>(2,741,843)</u>	<u>(14,374)</u>
Net change in fund balances	--	75,935	2	(75,933)
Fund balances, beginning of year	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 75,935</u>	<u>\$ 2</u>	<u>\$ (75,933)</u>



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**NON-MAJOR DEBT SERVICE FUNDS**

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## NON-MAJOR GOVERNMENTAL FUNDS

### DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for, and the payment of, principal and interest on the County's general long-term debt and related costs.

#### Open Space Debt Service

The Open Space Debt Service fund is used to account for the accumulation of resources for the payment of the 2014 Open Space Revenue Bonds debt principal, interest, and related costs. In August 2013, the Marin County Open Space Finance Authority issued \$6.2 million in revenue bonds, primarily for the purpose of refunding the 2002 bonds. The bonds carry an interest rate of 3.06%, and mature in September 2027.

#### Pension Obligation Bond (2003 POB)

The Pension Obligation Bond fund is used to accumulate resources for the payment of principal and interest and related costs of the Taxable Pension Obligation Bond of 2003 debt. The bonds were sold primarily to provide funds to refinance the County's actuarial accrued liability with respect to retirement benefits for County employees and retirees.

#### Debt Service

The Debt Service fund is used to account for the accumulation of resources for and the payment of principal and interest on the County's general long-term debt and related costs.

#### Tobacco Securitization

The Tobacco Securitization debt service fund is used to account for the County's portion of receipts from the Tobacco Industry from the sale of tobacco products and the payment of Tobacco Settlement Asset-Backed Bonds of 2007 debt principal, interest and related costs.

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**COUNTY OF MARIN**

Combining Balance Sheet  
Non-major Debt Service Funds  
June 30, 2015

	<u>Open Space Debt Service</u>	<u>2003 POB</u>	<u>Debt Service</u>	<u>Tobacco Securitization</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and investments in County pool	\$ 597,880	\$ 4,833,052	\$ 97,168	\$ 533	\$ 5,528,633
Cash with fiscal agent	--	27	4,003,344	3,671,273	7,674,644
Prepaid expenses	--	2,449	--	--	2,449
Total assets	<u>\$ 597,880</u>	<u>\$ 4,835,528</u>	<u>\$ 4,100,512</u>	<u>\$ 3,671,806</u>	<u>\$13,205,726</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 6,853	\$ 2,798	\$ --	\$ --	\$ 9,651
Total liabilities	<u>6,853</u>	<u>2,798</u>	<u>--</u>	<u>--</u>	<u>9,651</u>
<b>FUND BALANCES</b>					
Restricted	589,980	4,832,433	3,830,399	3,474,807	12,727,619
Assigned	1,047	297	270,113	196,999	468,456
Total fund balances	<u>591,027</u>	<u>4,832,730</u>	<u>4,100,512</u>	<u>3,671,806</u>	<u>13,196,075</u>
Total liabilities and fund balances	<u>\$ 597,880</u>	<u>\$ 4,835,528</u>	<u>\$ 4,100,512</u>	<u>\$ 3,671,806</u>	<u>\$13,205,726</u>

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Non-major Debt Service Funds  
For the Fiscal Year Ended June 30, 2015

	Open Space Debt Service	2003 POB	Debt Service	Tobacco Securitization	Total
<b>Revenues:</b>					
Charges for services	\$ 656,771	\$ --	\$ 94,178	\$ --	\$ 750,949
Fines and forfeitures	--	225	--	--	225
From use of money and property	665	5,035	451	127,299	133,450
Miscellaneous	--	--	--	2,200,298	2,200,298
Total revenues	<u>657,436</u>	<u>5,260</u>	<u>94,629</u>	<u>2,327,597</u>	<u>3,084,922</u>
<b>Expenditures:</b>					
Current:					
General government	--	6,725	19,002	35,498	61,225
Public protection	--	--	13,418	--	13,418
Recreation and cultural services	20,591	--	--	--	20,591
Debt Service:					
Principal	420,143	2,890,000	2,256,437	540,000	6,106,580
Interest	182,170	5,558,262	2,668,544	1,797,905	10,206,881
Total expenditures	<u>622,904</u>	<u>8,454,987</u>	<u>4,957,401</u>	<u>2,373,403</u>	<u>16,408,695</u>
Excess (deficiency) of revenues over (under) expenditures	<u>34,532</u>	<u>(8,449,727)</u>	<u>(4,862,772)</u>	<u>(45,806)</u>	<u>(13,323,773)</u>
Other Financing Uses:					
Transfers in	617,074	8,027,304	4,882,725	--	13,527,103
Transfers out	(617,074)	--	--	--	(617,074)
Total other financing uses	<u>--</u>	<u>8,027,304</u>	<u>4,882,725</u>	<u>--</u>	<u>12,910,029</u>
Net change in fund balances	34,532	(422,423)	19,953	(45,806)	(413,744)
Fund balances, beginning of year - restated	<u>556,495</u>	<u>5,255,153</u>	<u>4,080,559</u>	<u>3,717,612</u>	<u>13,609,819</u>
Fund balances, end of year	<u>\$ 591,027</u>	<u>\$ 4,832,730</u>	<u>\$ 4,100,512</u>	<u>\$ 3,671,806</u>	<u>\$ 13,196,075</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Open Space Debt Service Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ --	\$ --	\$ 656,771	\$ 656,771
From use of money and property	--	--	665	665
Total revenues	<u>--</u>	<u>--</u>	<u>657,436</u>	<u>657,436</u>
<b>Expenditures:</b>				
Current:				
Recreation and cultural services				
Open space	--	--	20,591	(20,591)
Total general government	<u>--</u>	<u>--</u>	<u>20,591</u>	<u>(20,591)</u>
Debt Service:				
Principal	--	--	420,143	(420,143)
Interest	--	--	182,170	(182,170)
Total debt service	<u>--</u>	<u>--</u>	<u>602,313</u>	<u>(602,313)</u>
Total expenditures	<u>--</u>	<u>--</u>	<u>622,904</u>	<u>(622,904)</u>
Deficiency of revenues over expenditures	<u>--</u>	<u>--</u>	<u>34,532</u>	<u>34,532</u>
Fund balances, beginning of year	<u>556,495</u>	<u>556,495</u>	<u>556,495</u>	<u>--</u>
Fund balances, end of year	<u>\$ 556,495</u>	<u>\$ 556,495</u>	<u>\$ 591,027</u>	<u>\$ 34,532</u>



**COUNTY OF MARIN**

Budgetary Comparison Schedule  
2003 Pension Obligation Bonds  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Fines and forfeitures	\$ --	\$ --	\$ 225	\$ 225
From use of money and property	20,000	20,000	5,035	(14,965)
Miscellaneous	8,438,262	8,439,262	--	(8,439,262)
Total revenues	<u>8,458,262</u>	<u>8,459,262</u>	<u>5,260</u>	<u>(8,454,002)</u>
<b>Expenditures:</b>				
Current:				
General government				
Non - Departmental	10,000	11,204	6,725	4,479
Total general government	<u>10,000</u>	<u>11,204</u>	<u>6,725</u>	<u>4,479</u>
Debt Service:				
Principal	--	2,890,000	2,890,000	--
Interest	5,558,262	5,558,432	5,558,262	170
Total debt service	<u>5,558,262</u>	<u>8,448,432</u>	<u>8,448,262</u>	<u>170</u>
Total expenditures	<u>5,568,262</u>	<u>8,459,636</u>	<u>8,454,987</u>	<u>4,649</u>
Deficiency of revenues under expenditures	<u>2,890,000</u>	<u>(374)</u>	<u>(8,449,727)</u>	<u>(8,458,651)</u>
Other Financing Sources (Uses):				
Transfers in	--	--	8,027,304	8,027,304
Transfers out	<u>(2,890,000)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total other financing sources (uses), net	<u>(2,890,000)</u>	<u>--</u>	<u>8,027,304</u>	<u>8,027,304</u>
Net change in fund balances	--	(374)	(422,423)	(422,049)
Fund balances, beginning of year	<u>5,255,153</u>	<u>5,255,153</u>	<u>5,255,153</u>	<u>--</u>
Fund balances, end of year	<u>\$ 5,255,153</u>	<u>\$ 5,254,779</u>	<u>\$ 4,832,730</u>	<u>\$ (422,049)</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Debt Service  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Charges for services	\$ 58,200	\$ 94,824	\$ 94,178	\$ (646)
From use of money and property	--	--	451	451
Total revenues	<u>58,200</u>	<u>94,824</u>	<u>94,629</u>	<u>(195)</u>
<b>Expenditures:</b>				
Current:				
General government				
Non - Departmental	35,001	35,001	19,002	15,999
Total general government	<u>35,001</u>	<u>35,001</u>	<u>19,002</u>	<u>15,999</u>
Public protection				
Community Development Agency	10,200	17,400	13,418	3,982
Total public protection	<u>10,200</u>	<u>17,400</u>	<u>13,418</u>	<u>3,982</u>
Debt Service:				
Principal	--	2,254,000	2,256,437	(2,437)
Interest	2,662,842	2,671,942	2,668,544	3,398
Total debt service	<u>2,662,842</u>	<u>4,925,942</u>	<u>4,924,981</u>	<u>961</u>
Total expenditures	<u>2,708,043</u>	<u>4,978,343</u>	<u>4,957,401</u>	<u>20,942</u>
Deficiency of revenues under expenditures	<u>(2,649,843)</u>	<u>(4,883,519)</u>	<u>(4,862,772)</u>	<u>20,747</u>
Other Financing Sources:				
Transfers in	4,900,690	4,912,437	4,882,725	(29,712)
Transfers out	<u>(2,254,000)</u>	--	--	--
Total other financing sources	<u>2,646,690</u>	<u>4,912,437</u>	<u>4,882,725</u>	<u>(29,712)</u>
Net change in fund balances	(3,153)	28,918	19,953	(8,965)
Fund balances, beginning of year	<u>4,080,559</u>	<u>4,080,559</u>	<u>4,080,559</u>	<u>--</u>
Fund balances, end of year	<u>\$ 4,077,406</u>	<u>\$ 4,109,477</u>	<u>\$ 4,100,512</u>	<u>\$ (8,965)</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Tobacco Securitization  
For the Fiscal Year Ended June 30, 2015

	<u>Budgeted</u>	<u>Amounts</u>	<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
<b>Revenues:</b>				
From use of money and property	\$ 125,000	\$ 125,000	\$ 127,299	\$ 2,299
Miscellaneous	2,391,000	2,391,000	2,200,298	(190,702)
Total revenues	<u>2,516,000</u>	<u>2,516,000</u>	<u>2,327,597</u>	<u>(188,403)</u>
<b>Expenditures:</b>				
Current:				
General government				
Non - Departmental	25,000	25,000	35,498	(10,498)
Total general government	<u>25,000</u>	<u>25,000</u>	<u>35,498</u>	<u>(10,498)</u>
Debt Service:				
Principal	600,000	870,000	540,000	330,000
Interest	--	1,891,000	1,797,905	93,095
Total debt service	<u>600,000</u>	<u>2,761,000</u>	<u>2,337,905</u>	<u>423,095</u>
Total expenditures	<u>625,000</u>	<u>2,786,000</u>	<u>2,373,403</u>	<u>412,597</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,891,000</u>	<u>(270,000)</u>	<u>(45,806)</u>	<u>(601,000)</u>
Other Financing Uses:				
Transfers out	<u>(1,891,000)</u>	--	--	--
Total other financing uses	<u>(1,891,000)</u>	--	--	--
Net change in fund balances	--	(270,000)	(45,806)	(601,000)
Fund balances, beginning of year	<u>3,717,612</u>	<u>3,717,612</u>	<u>3,717,612</u>	--
Fund balances, end of year	<u>\$ 3,717,612</u>	<u>\$ 3,447,612</u>	<u>\$ 3,671,806</u>	<u>\$ 224,194</u>

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**NON-MAJOR CAPITAL PROJECTS FUNDS**

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## **NON-MAJOR GOVERNMENTAL FUNDS**

### **CAPITAL PROJECTS FUNDS**

Capital projects funds are used to account for financial resources that are restricted, committed or assigned to expenditures for the acquisition of major capital assets other than those financed by proprietary funds. Funding may only be used for the purpose obtained.

#### Courthouse Construction Fund

This fund provides for the appropriation of Court Construction Funds, restricted by law to be used for the development, rehabilitation and/or enhancement of Court facilities.

#### Miscellaneous Capital Projects

This fund was established to centrally budget major capital improvements in the County. It accounts for appropriations for county capital improvement projects.

#### Other Capital Projects Fund

This fund is used primarily to finance or reimburse the financing of various County improvements, including the renovation, acquisition and construction of capital projects.

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**COUNTY OF MARIN**

Combining Balance Sheet  
Non-major Capital Project Funds  
June 30, 2015

	Courthouse Construction Fund	Miscellaneous Capital Projects Fund	Other Capital Projects Fund	Total
<b>ASSETS</b>				
Cash and investments in County pool	\$ 710,832	\$ 12,538,630	\$ 8,266,280	\$ 21,515,742
Accounts receivable	--	--	348	348
Due from other governmental agencies	--	13,981	288,653	302,634
Total assets	<u>\$ 710,832</u>	<u>\$ 12,552,611</u>	<u>\$ 8,555,281</u>	<u>\$ 21,818,724</u>
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	\$ --	\$ 317,944	\$ 93,163	\$ 411,107
Accrued salaries and benefits	--	38,246	--	38,246
Other liabilities	--	--	2,497	2,497
Total liabilities	<u>--</u>	<u>356,190</u>	<u>95,660</u>	<u>451,850</u>
<b>FUND BALANCES</b>				
Restricted	323,550	1,037,684	4,325,536	5,686,770
Committed	--	--	2,000,000	2,000,000
Assigned	387,282	11,158,737	2,134,085	13,680,104
Total fund balances	<u>710,832</u>	<u>12,196,421</u>	<u>8,459,621</u>	<u>21,366,874</u>
Total liabilities and fund balances	<u>\$ 710,832</u>	<u>\$ 12,552,611</u>	<u>\$ 8,555,281</u>	<u>\$ 21,818,724</u>



**COUNTY OF MARIN**

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances  
Non-major Capital Project Funds  
June 30, 2015

	Courthouse Construction Fund	Miscellaneous Capital Projects Fund	Other Capital Projects Fund	Total
<b>Revenues:</b>				
Charges for services	\$ --	\$ 304,195	\$ 439,503	\$ 743,698
Intergovernmental revenues	--	119,832	1,883,913	2,003,745
Fines and forfeits	384,848	45,560	--	430,408
Use of money and property	1,820	1,197	--	3,017
Miscellaneous	--	188,833	--	188,833
Total revenues	<u>386,668</u>	<u>659,617</u>	<u>2,323,416</u>	<u>3,369,701</u>
<b>Expenditures:</b>				
Current:				
General government	--	4,147,066	2,936	4,150,002
Public protection	--	642,922	1,486	644,408
Public ways and facilities	--	143,109	9,634,626	9,777,735
Health and Sanitation	--	1,729	--	1,729
Recreation and cultural events	--	383,623	--	383,623
Capital outlay	--	12,361,658	635,503	12,997,161
Total expenditures	<u>--</u>	<u>17,680,107</u>	<u>10,274,551</u>	<u>27,954,658</u>
Excess (deficiency) of revenues over (under) expenditures	<u>386,668</u>	<u>(17,020,490)</u>	<u>(7,951,135)</u>	<u>(24,584,957)</u>
Other Financing Sources (Uses):				
Debt issued	--	1,375,250	393,712	1,768,962
Transfers in	--	4,659,000	11,448,231	16,107,231
Transfers out	(450,000)	(60,194)	(88,594)	(598,788)
Total other financing sources (uses), net	<u>(450,000)</u>	<u>5,974,056</u>	<u>11,753,349</u>	<u>17,277,405</u>
Net change in fund balances	(63,332)	(11,046,434)	3,802,214	(7,307,552)
Fund balances, beginning of year	<u>774,164</u>	<u>23,242,855</u>	<u>4,657,407</u>	<u>28,674,426</u>
Fund balances, end of year	<u>\$ 710,832</u>	<u>\$ 12,196,421</u>	<u>\$ 8,459,621</u>	<u>\$ 21,366,874</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
 Courthouse Construction Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Fines and forfeits	\$ 450,000	\$ 450,000	\$ 384,848	\$ (65,152)
From use of money and property	--	--	1,820	1,820
Total revenues	<u>450,000</u>	<u>450,000</u>	<u>386,668</u>	<u>(63,332)</u>
Excess of revenues over expenditures	<u>450,000</u>	<u>450,000</u>	<u>386,668</u>	<u>(63,332)</u>
Other Financing Uses:				
Transfers out	<u>(450,000)</u>	<u>(450,000)</u>	<u>(450,000)</u>	<u>--</u>
Total other financing uses	<u>(450,000)</u>	<u>(450,000)</u>	<u>(450,000)</u>	<u>--</u>
Net change in fund balances	--	--	(63,332)	(63,332)
Fund balances, beginning of year	<u>774,164</u>	<u>774,164</u>	<u>774,164</u>	<u>--</u>
Fund balances, end of year	<u>\$ 774,164</u>	<u>\$ 774,164</u>	<u>\$ 710,832</u>	<u>\$ (63,332)</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Miscellaneous Capital Project Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Licenses and permits	\$ --	\$ --	\$ --	\$ --
Intergovernmental revenues	--	647,449	119,832	(527,617)
Charges for services	357,559	252,673	304,195	51,522
From use of money and property	--	--	1,197	1,197
Fines and forfeits	--	57,000	45,560	(11,440)
Miscellaneous	--	115,000	188,833	73,833
Total revenues	<u>357,559</u>	<u>1,072,122</u>	<u>659,617</u>	<u>(474,898)</u>
<b>Expenditures:</b>				
Current:				
General government				
County Administrator	104,886	--	13,268	(13,268)
Public Works	<u>14,000,408</u>	<u>21,421,236</u>	<u>4,133,798</u>	<u>17,287,438</u>
Total general government	<u>14,105,294</u>	<u>21,421,236</u>	<u>4,147,066</u>	<u>17,274,170</u>
Public protection				
Public Works	<u>1,322,036</u>	<u>2,449,529</u>	<u>642,922</u>	<u>1,806,607</u>
Total public protection	<u>1,322,036</u>	<u>2,449,529</u>	<u>642,922</u>	<u>1,806,607</u>
Public ways and facilities				
Public Works	<u>119,022</u>	<u>1,796,031</u>	<u>143,109</u>	<u>1,652,922</u>
Total public ways and facilities	<u>119,022</u>	<u>1,796,031</u>	<u>143,109</u>	<u>1,652,922</u>
Health and sanitation				
Public Works	<u>5,004</u>	<u>95,448</u>	<u>1,729</u>	<u>93,719</u>
Total health and sanitation	<u>5,004</u>	<u>95,448</u>	<u>1,729</u>	<u>93,719</u>
Education				
Public Works	<u>--</u>	<u>84,347</u>	<u>--</u>	<u>84,347</u>
Total education	<u>--</u>	<u>84,347</u>	<u>--</u>	<u>84,347</u>
Recreation and cultural services				
Parks	380,080	2,008,157	284,981	1,723,176
Public Works	<u>--</u>	<u>170,658</u>	<u>98,642</u>	<u>72,016</u>
Total recreation and cultural svcs	<u>380,080</u>	<u>2,178,815</u>	<u>383,623</u>	<u>1,795,192</u>
Capital Outlay	<u>2,965,703</u>	<u>--</u>	<u>12,361,658</u>	<u>(12,361,658)</u>
Total expenditures	<u>18,897,139</u>	<u>28,025,406</u>	<u>17,680,107</u>	<u>10,345,299</u>
Deficiency of revenues under expenditures	<u>(18,539,580)</u>	<u>(26,953,284)</u>	<u>(17,020,490)</u>	<u>(9,870,401)</u>

continued

**COUNTY OF MARIN**

Budgetary Comparison Schedule (continued)  
 Miscellaneous Capital Project Fund  
 For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Other Financing Sources (Uses):				
Debt issued	\$ --	\$ 1,121,100	\$ 1,375,250	\$ 254,150
Transfers in	4,000,000	4,867,872	4,659,000	(208,872)
Transfers out	--	(25,234)	(60,194)	(34,960)
Total other financing sources, net	<u>4,000,000</u>	<u>5,963,738</u>	<u>5,974,056</u>	<u>10,318</u>
Net change in fund balances	(14,539,580)	(20,989,546)	(11,046,434)	9,943,112
Fund balances, beginning of year	<u>23,242,855</u>	<u>23,242,855</u>	<u>23,242,855</u>	--
Fund balances, end of year	<u>\$ 8,703,275</u>	<u>\$ 2,253,309</u>	<u>\$ 12,196,421</u>	<u>\$ 9,943,112</u>

**COUNTY OF MARIN**

Budgetary Comparison Schedule  
Other Capital Projects Fund  
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues:</b>				
Intergovernmental revenues	\$ --	\$ 3,790,075	\$ 1,883,913	\$ (1,906,162)
Charges for services		135,976	439,503	
Total revenues	<u>--</u>	<u>3,926,051</u>	<u>2,323,416</u>	<u>(1,906,162)</u>
<b>Expenditures:</b>				
Current:				
General government				
Non-departmental	--	--	2,936	(2,936)
Total general government	<u>--</u>	<u>--</u>	<u>2,936</u>	<u>(2,936)</u>
Public protection				
Community Development Agency	100,402	665,793	1,486	664,307
Total public protection	<u>100,402</u>	<u>665,793</u>	<u>1,486</u>	<u>664,307</u>
Public ways and facilities				
Public Works	8,784,369	14,465,622	9,634,626	4,830,996
Total public ways and facilities	<u>8,784,369</u>	<u>14,465,622</u>	<u>9,634,626</u>	<u>4,830,996</u>
Capital Outlay	<u>--</u>	<u>--</u>	<u>635,503</u>	<u>(635,503)</u>
Total expenditures	<u>8,884,771</u>	<u>15,131,415</u>	<u>10,274,551</u>	<u>4,856,864</u>
Deficiency of revenues under expenditures	<u>(8,884,771)</u>	<u>(11,205,364)</u>	<u>(7,951,135)</u>	<u>(6,763,026)</u>
Other Financing Sources:				
Issuance of debt	--	384,118	393,712	9,594
Transfers in	5,000,000	11,448,231	11,448,231	--
Transfers out	<u>--</u>	<u>(88,594)</u>	<u>(88,594)</u>	<u>--</u>
Total other financing sources	<u>5,000,000</u>	<u>11,743,755</u>	<u>11,753,349</u>	<u>9,594</u>
Net change in fund balances	(3,884,771)	538,391	3,802,214	3,263,823
Fund balances, beginning of year	<u>4,657,407</u>	<u>4,657,407</u>	<u>4,657,407</u>	<u>--</u>
Fund balances, end of year	<u>\$ 772,636</u>	<u>\$ 5,195,798</u>	<u>\$ 8,459,621</u>	<u>\$ 3,263,823</u>

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**NON-MAJOR ENTERPRISE FUNDS**

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## NON-MAJOR ENTERPRISE FUNDS

### 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 to have the costs of providing goods or services (including depreciation and amortization) to the general public on a continuing basis be financed primarily through user charges; or where the County has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Enterprise Funds should generate revenue sufficient, as a goal, to support the full operating costs of these funds.

#### Gross Airport

The Gross Airport fund is used to account for the general airport operations, office and administrative expenses and the maintenance of airport facilities, including the replacement of exterior lighting fixtures, runway, taxiway and ramp lighting, heating and air conditioning service. Major revenue sources include fuel flow fees, rents, land leases, airport royalties and interest earnings.

#### Marin County Fair

The Marin County Fair fund was established to provide for operations of the annual Marin County Fair. It is used to account for both revenues and expenses generated by the annual Marin County Fair.

#### Marin.Org

Marin.Org was initially created from the use of grant funds to inform Marin County citizens and visitors of government services provided in the County, as well as a community calendar of events. Once the grant funding was used, the County established Marin.Org as an enterprise fund and began charging a membership fee for both government and business members for their participation in the community calendar of events.

#### Marin Commons Property Management

The Marin Commons Property Management enterprise fund was established to account for the property management activities of 1600 Los Gamos Blvd. in San Rafael.

#### Marin Center Promotions

The Marin Center Promotions fund was established to account for the revenues and expenses of the performance productions at Marin Veteran's Memorial Auditorium venue.



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**COUNTY OF MARIN**

Combining Statement of Net Position  
Non-major Enterprise Funds  
June 30, 2015

	Gross Airport	Marin County Fair	Marin Org.	Marin Commons Property Management	Marin Center Promotions	Total
<b>ASSETS</b>						
Current Assets:						
Cash and investments in County pool	\$ 373,472	\$ 266,399	\$ 733,503	\$ 548,218	\$ 7	\$ 1,921,599
Other receivables	--	--	75,547	49,425	--	124,972
Prepaid items	--	789,590	--	8,464	--	798,054
<b>Total current assets</b>	<u>373,472</u>	<u>1,055,989</u>	<u>809,050</u>	<u>606,107</u>	<u>7</u>	<u>2,844,625</u>
Noncurrent Assets:						
Capital assets:						
Nondepreciable	3,984,980	1,777,659	--	--	--	5,762,639
Depreciable and amortizable, net	1,819,472	737,447	230,144	525,952	--	3,313,015
<b>Total noncurrent assets</b>	<u>5,804,452</u>	<u>2,515,106</u>	<u>230,144</u>	<u>525,952</u>	<u>--</u>	<u>9,075,654</u>
<b>Total assets</b>	<u>6,177,924</u>	<u>3,571,095</u>	<u>1,039,194</u>	<u>1,132,059</u>	<u>7</u>	<u>11,920,279</u>
<b>LIABILITIES</b>						
Current Liabilities:						
Vouchers and accounts payable	\$ 31,148	\$ 254,466	\$ 148,788	\$ 213,229	\$ 244	\$ 647,875
Interest payable	--	--	7,212	--	--	7,212
Due to other funds	--	750,000	--	--	14,750	764,750
Unearned revenue	--	127,996	--	--	--	127,996
Accrued salaries and benefits	5,839	--	8,647	--	--	14,486
Other liabilities	--	--	--	215,164	--	215,164
Long-term notes payable	--	--	--	191,726	--	191,726
Compensated absences	18,360	--	--	--	--	18,360
<b>Total current liabilities</b>	<u>55,347</u>	<u>1,132,462</u>	<u>164,647</u>	<u>620,119</u>	<u>14,994</u>	<u>1,987,569</u>
Long-Term Liabilities:						
Compensated absences	4,737	--	--	--	--	4,737
<b>Total noncurrent liabilities</b>	<u>4,737</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>4,737</u>
<b>Total liabilities</b>	<u>60,084</u>	<u>1,132,462</u>	<u>164,647</u>	<u>620,119</u>	<u>14,994</u>	<u>1,992,306</u>
<b>NET POSITION</b>						
Net investment in capital assets	5,804,452	2,515,106	230,144	334,226	--	8,883,928
Unrestricted	313,388	(76,473)	644,403	177,714	(14,987)	1,044,045
<b>Total net position</b>	<u>\$ 6,117,840</u>	<u>\$ 2,438,633</u>	<u>\$ 874,547</u>	<u>\$ 511,940</u>	<u>\$ (14,987)</u>	<u>\$ 9,927,973</u>
<b>Total liabilities and net position</b>	<u>\$ 6,177,924</u>	<u>\$ 3,571,095</u>	<u>\$ 1,039,194</u>	<u>\$ 1,132,059</u>	<u>\$ 7</u>	<u>\$ 11,920,279</u>

**COUNTY OF MARIN**

Combining Statement of Revenues, Expenses and  
Changes in Net Position  
Non-major Enterprise Funds  
For the Fiscal Year Ended June 30, 2015

	Gross Airport	Marin County Fair	Marin Org.	Marin Commons Property Management	Marin Center Promotions	Total
<b>Operating Revenues:</b>						
Charges for services	\$ 681,901	\$ 1,681,480	\$ 1,645,573	\$ 1,055,262	\$ 350,396	\$ 5,414,612
Other revenue	14,452	166,602	--	15,606	--	196,660
<b>Total operating revenues</b>	<u>696,353</u>	<u>1,848,082</u>	<u>1,645,573</u>	<u>1,070,868</u>	<u>350,396</u>	<u>5,611,272</u>
<b>Operating Expenses:</b>						
Salaries and employee benefits	186,430	279,416	205,988	--	--	671,834
Services and supplies	515,138	1,856,115	1,455,155	2,648,729	423,486	6,898,623
Depreciation and amortization	94,950	73,745	98,206	104,615	--	371,516
<b>Total operating expenses</b>	<u>796,518</u>	<u>2,209,276</u>	<u>1,759,349</u>	<u>2,753,344</u>	<u>423,486</u>	<u>7,941,973</u>
<b>Operating Income (Loss)</b>	<u>(100,165)</u>	<u>(361,194)</u>	<u>(113,776)</u>	<u>(1,682,476)</u>	<u>(73,090)</u>	<u>(2,330,701)</u>
<b>Non-Operating Revenues (Expenses):</b>						
Interest expense	--	--	--	(8,249)	--	(8,249)
Intergovernmental revenue	69,322	100,417	--	--	--	169,739
Investment income - unrestricted	731	224,958	1,432	68	1,719	228,908
<b>Total non-operating revenues</b>	<u>70,053</u>	<u>325,375</u>	<u>1,432</u>	<u>(8,181)</u>	<u>1,719</u>	<u>390,398</u>
<b>Income (Loss) Before Transfers:</b>	<u>(30,112)</u>	<u>(35,819)</u>	<u>(112,344)</u>	<u>(1,690,657)</u>	<u>(71,371)</u>	<u>(1,940,303)</u>
Transfers in	--	--	--	2,200,000	--	2,200,000
Transfers out	(4,117)	--	(6,326)	(680,000)	--	(690,443)
<b>Change in net position</b>	<u>(34,229)</u>	<u>(35,819)</u>	<u>(118,670)</u>	<u>(170,657)</u>	<u>(71,371)</u>	<u>(430,746)</u>
Net position, beginning of year - restated	<u>6,152,069</u>	<u>2,474,452</u>	<u>993,217</u>	<u>682,597</u>	<u>56,384</u>	<u>10,358,719</u>
<b>Net position, end of year</b>	<u>\$ 6,117,840</u>	<u>\$ 2,438,633</u>	<u>\$ 874,547</u>	<u>\$ 511,940</u>	<u>\$ (14,987)</u>	<u>\$ 9,927,973</u>

**COUNTY OF MARIN**

Combining Statement of Cash Flows  
 Non-major Enterprise Funds  
 For the Fiscal Year Ended June 30, 2015

	<u>Gross Airport</u>	<u>Marin County Fair</u>	<u>Marin. Org.</u>
<b>Cash Flows from Operating Activities</b>			
Cash receipts from customers	\$ 696,353	\$ 1,934,972	\$ 1,645,573
Cash paid to suppliers for goods and services	(514,830)	(1,798,554)	(1,309,877)
Cash paid to employees for salaries and benefits	<u>(182,567)</u>	<u>(279,416)</u>	<u>(204,739)</u>
Net cash provided (used) by operating activities	<u>(1,044)</u>	<u>(142,998)</u>	<u>130,957</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Intergovernmental revenues	69,322	100,417	--
Transfers in	--	--	--
Transfers out	(4,117)	--	(6,326)
Interfund loans	--	(172,000)	--
Other receivables	<u>--</u>	<u>--</u>	<u>(75,547)</u>
Net cash provided (used) by noncapital financing activities	<u>65,205</u>	<u>(71,583)</u>	<u>(81,873)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Payments related to the acquisition of capital assets	<u>(62,357)</u>	<u>--</u>	<u>(227,668)</u>
Net cash used by capital and related financing activities	<u>(62,357)</u>	<u>--</u>	<u>(227,668)</u>
<b>Cash Flows from Investing Activity</b>			
Interest and investments earnings received	<u>731</u>	<u>224,958</u>	<u>1,432</u>
Net increase in cash and cash equivalents	2,535	10,377	(177,152)
Cash and cash equivalents, beginning of year	<u>370,937</u>	<u>256,022</u>	<u>910,655</u>
Cash and cash equivalents, end of year	<u><u>\$ 373,472</u></u>	<u><u>\$ 266,399</u></u>	<u><u>\$ 733,503</u></u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss)	\$ (100,165)	\$ (361,194)	\$ (113,776)
Depreciation and amortization	94,950	73,745	98,206
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	--	76,362	--
Prepaid items and other assets	--	(78,042)	--
Increase (decrease) in:			
Accounts payable	308	57,561	145,278
Salaries payable	821	--	1,249
Unearned revenue	--	88,570	--
Other liabilities	--	--	--
Liability for compensated absences	<u>3,042</u>	<u>--</u>	<u>--</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u><u>\$ (1,044)</u></u>	<u><u>\$ (142,998)</u></u>	<u><u>\$ 130,957</u></u>

continued

**COUNTY OF MARIN**

Combining Statement of Cash Flows (continued)  
 Non-major Enterprise Funds  
 For the Fiscal Year Ended June 30, 2015

	Marin Commons Property Manalement	Marin Center Promotions	Total
<b>Cash Flows from Operating Activities</b>			
Cash receipts from customers	\$ 1,105,816	\$ 350,396	\$ 5,733,110
Cash paid to suppliers for goods and services	(2,606,750)	(425,222)	(6,655,233)
Cash paid to employees for salaries and benefits	--	--	(666,722)
	<u>(1,500,934)</u>	<u>(74,826)</u>	<u>(1,588,845)</u>
Net cash used by operating activities			
<b>Cash Flows from Noncapital Financing Activities</b>			
Intergovernmental revenues	--	--	169,739
Transfers in	2,200,000	--	2,200,000
Transfers out	(680,000)	--	(690,443)
Interfund loans	--	14,750	(157,250)
Other receivables	72,781	--	(2,766)
	<u>1,592,781</u>	<u>14,750</u>	<u>1,519,280</u>
Net cash provided by noncapital financing activities			
<b>Cash Flows from Capital and Related Financing Activities</b>			
Payments related to the acquisition of capital assets	(438,196)	--	(728,221)
	<u>(438,196)</u>	<u>--</u>	<u>(728,221)</u>
Net cash used by capital and related financing activities			
<b>Cash Flows from Investing Activity</b>			
Interest and investments earnings received	68	1,719	228,908
	<u>68</u>	<u>1,719</u>	<u>228,908</u>
Net increase (decrease) in cash and cash equivalents	(346,281)	(58,357)	(568,878)
Cash and cash equivalents, beginning of year	894,499	58,364	2,490,477
	<u>894,499</u>	<u>58,364</u>	<u>2,490,477</u>
Cash and cash equivalents, end of year	<u>\$ 548,218</u>	<u>\$ 7</u>	<u>\$ 1,921,599</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss)	\$ (1,682,476)	\$ (73,090)	\$ (2,330,701)
Depreciation and amortization	104,615	--	371,516
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(16,437)	--	59,925
Prepaid items and other assets	79,885	--	1,843
Increase (decrease) in:			
Accounts payable	41,979	(1,736)	243,390
Salaries payable	--	--	2,070
Unearned revenue	--	--	88,570
Other liabilities	(28,500)	--	(28,500)
Liability for compensated absences	--	--	3,042
	<u>(1,500,934)</u>	<u>(74,826)</u>	<u>(1,588,845)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>			

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**FIDUCIARY FUNDS**

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## **FIDUCIARY FUNDS**

### **INVESTMENT TRUST FUNDS**

These funds are used by the County to account for the assets of legally separate entities who deposit cash with the County Treasurer. These include school and community college districts, other special districts governed by local boards, regional boards and authorities, courts and pass-through funds for tax collections for cities. These funds represent the assets, primarily cash and investments, and the related liability of the County to disburse these monies on demand.

#### **School Districts**

The school districts are legally separate primary governmental units. The financial reporting for these governmental entities, which are independent of the County of Marin, is limited to the total amount of cash and investments and the related fiduciary responsibilities of the County for disbursement of these assets. Activities of the school districts are administered by boards which are separately elected and which are independent of the County Board of Supervisors and have been excluded from the County's basic financial statements.

#### **Special Districts**

The special districts are legally separate primary governmental units. The financial reporting for these governmental entities, which are independent of the County of Marin, is limited to the total amount of cash and investments and the related fiduciary responsibilities of the County for disbursement of these assets. Activities of the local board governed districts are administered by boards which are separately elected and which are independent of the County Board of Supervisors and have been excluded from the County's basic financial statements.

### **AGENCY FUNDS**

Agency funds account for assets held by the County as an agent for various local governments and individuals in a custodial capacity.

### **PRIVATE PURPOSE TRUST FUNDS**

These funds are utilized to account for various assets held in trust for others.



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**COUNTY OF MARIN**

Combining Statement of Fiduciary Net Position  
Investment Trust Funds  
June 30, 2015

	<u>Special Districts</u>	<u>School Districts</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and investments	<u>\$ 103,444,052</u>	<u>\$ 310,121,544</u>	<u>\$ 413,565,596</u>
Total assets	<u>103,444,052</u>	<u>310,121,544</u>	<u>413,565,596</u>
<b>NET POSITION</b>			
Net position held in trust for investment pool participants	<u>103,444,052</u>	<u>310,121,544</u>	<u>413,565,596</u>
Total net position	<u>\$ 103,444,052</u>	<u>\$ 310,121,544</u>	<u>\$ 413,565,596</u>

**COUNTY OF MARIN**

Combining Statement of Changes in Fiduciary Net Position  
Investment Trust Funds  
For the Year Ended June 30, 2015

	<u>Special Districts</u>	<u>School Districts</u>	<u>Total</u>
<b>Additions:</b>			
Contributions to investment pool	384,190,338	724,437,882	1,108,628,220
Interest	179,008	502,727	681,735
Total additions	<u>384,369,346</u>	<u>724,940,609</u>	<u>1,109,309,955</u>
<b>Deductions:</b>			
Distributions from investment pool	382,250,242	700,428,297	1,082,678,539
Total deductions	<u>382,250,242</u>	<u>700,428,297</u>	<u>1,082,678,539</u>
Change in net position	2,119,104	24,512,312	26,631,416
<b>Net position, beginning of the year, restated</b>	<u>101,324,948</u>	<u>285,609,232</u>	<u>386,934,180</u>
<b>Net position, ending of the year</b>	<u><b>\$ 103,444,052</b></u>	<u><b>\$ 310,121,544</b></u>	<u><b>\$ 413,565,596</b></u>

**COUNTY OF MARIN**

Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
<b>MCRDA Marin City Mello-Roos</b>				
Assets				
Cash	\$ 37,718	\$ 174,000	\$ 86,951	\$ 124,767
Cash with fiscal agent	1,080,040	--	--	1,080,040
Taxes receivable	--	1,270,411	--	1,270,411
Total Assets	<u>\$ 1,117,758</u>	<u>\$ 1,444,411</u>	<u>\$ 86,951</u>	<u>\$ 2,475,218</u>
Liabilities				
Agency funds held for others	\$ 1,117,758	\$ 1,444,411	\$ 86,951	\$ 2,475,218
Total Liabilities	<u>\$ 1,117,758</u>	<u>\$ 1,444,411</u>	<u>\$ 86,951</u>	<u>\$ 2,475,218</u>
<b>County Agency Funds</b>				
Assets				
Cash	\$ 38,029,952	\$ 6,339,629,792	\$ 6,329,716,883	\$ 47,942,861
Taxes receivable	19,252,261	843,397,282	847,892,006	14,757,537
Other receivable	644,776	--	644,776	--
Prepaid items	1,008,665	1,020,632	1,008,665	1,020,632
Total Assets	<u>\$ 58,935,654</u>	<u>\$ 7,184,047,706</u>	<u>\$ 7,179,262,330</u>	<u>\$ 63,721,030</u>
Liabilities				
Agency funds held for others	\$ 58,935,654	\$ 2,586,142,491	\$ 2,581,357,115	\$ 63,721,030
Total Liabilities	<u>\$ 58,935,654</u>	<u>\$ 2,586,142,491</u>	<u>\$ 2,581,357,115</u>	<u>\$ 63,721,030</u>
<b>Agency Funds combined</b>				
Assets				
Cash	\$ 38,067,670	\$ 6,339,803,792	\$ 6,329,803,834	\$ 48,067,628
Cash with fiscal agent	1,080,040	--	--	1,080,040
Taxes receivable	19,252,261	843,397,282	847,892,006	14,757,537
Other receivable	644,776	--	644,776	--
Prepaid items	1,008,665	1,020,632	1,008,665	1,020,632
Total Assets	<u>\$ 60,053,412</u>	<u>\$ 7,184,221,706</u>	<u>\$ 7,179,349,281</u>	<u>\$ 64,925,837</u>
Liabilities				
Agency funds held for others	60,053,412	7,184,221,706	7,179,349,281	64,925,837
Total Liabilities	<u>\$ 60,053,412</u>	<u>\$ 7,184,221,706</u>	<u>\$ 7,179,349,281</u>	<u>\$ 64,925,837</u>



**COUNTY OF MARIN**

Statement of Changes in Net Position  
Private-Purpose Trust Funds  
For the Year Ended June 30, 2015

	Successor Agency - Marin County Redevelopment Agency	Marin City CSD Trust Fund	Total
<b>Additions:</b>			
Tax increment	\$ 1,406,151	\$ 1,413,026	\$ 2,819,177
Investment income	4,313	1,184	5,497
Total additions	<u>1,410,464</u>	<u>1,414,210</u>	<u>2,824,674</u>
<b>Deductions:</b>			
Administrative and other	191,524	--	191,524
Tax disbursements	--	1,413,451	1,413,451
Payments to Marin City CLC - Ridgeway Marin LP	281,230	--	281,230
Interest expense	416,062	--	416,062
Total deductions	<u>888,816</u>	<u>1,413,451</u>	<u>2,302,267</u>
Change in net position	521,648	759	522,407
<b>Net position (deficit), beginning of the year</b>	(8,424,711)	907	(8,423,804)
<b>Prior period adjustment</b>	<u>1,270,411</u>	<u>--</u>	<u>1,270,411</u>
<b>Net position (deficit), ending of the year</b>	<u>\$ (6,632,652)</u>	<u>\$ 1,666</u>	<u>\$ (6,630,986)</u>

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## **STATISTICAL SECTION**

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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.

CONTENTS

<u>Financial Trends</u>	Pages
This segment contains trend information to help the reader understand how the County's financial performance and well-being have changed over time.	172-175
<u>Revenue Capacity</u>	
This segment includes information to help the reader assess the County's most significant local revenue source, property tax.	176-179
<u>Debt Capacity</u>	
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.	180-182
<u>Economic and Demographic Information</u>	
This segment depicts demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	183-185
<u>Operating information</u>	
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial reports relates to the services the County provides and the activities it performs.	186-187

**COUNTY OF MARIN**  
**Government-wide Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
<b>Governmental activities</b>										
Net investment in capital assets <sup>1</sup>	\$ 1,353,606,333	\$ 1,366,596,633	\$ 1,339,735,080	\$ 1,340,606,232	\$ 1,323,738,129	\$ 1,311,853,403	\$ 1,276,774,561	\$ 1,273,344,540	\$ 1,302,696,113	\$ 1,317,857,743
Restricted	95,461,868	106,455,016	90,025,545	96,059,870	104,933,566	173,980,351	2,861,133	164,729,907	180,676,987	197,508,591
Unrestricted	102,481,396	106,421,484	120,604,017	77,080,634	78,853,651	11,266,738	48,905,187	19,059,115	6,281,718	-229,883,825
<b>Total governmental activities net position</b>	<b>\$ 1,551,549,597</b>	<b>\$ 1,579,473,133</b>	<b>\$ 1,550,364,642</b>	<b>\$ 1,513,746,736</b>	<b>\$ 1,507,525,346</b>	<b>\$ 1,497,100,492</b>	<b>\$ 1,328,540,881</b>	<b>\$ 1,457,133,562</b>	<b>\$ 1,489,654,818</b>	<b>\$ 1,285,482,509</b>
<b>Business-type activities</b>										
Net investment in capital assets <sup>1</sup>	\$ 7,945,295	\$ 26,603,775	\$ 26,484,886	\$ 27,414,256	\$ 28,492,170	\$ 28,317,111	\$ 30,730,037	\$ 32,934,675	\$ 32,713,894	\$ 33,647,390
Restricted	-	5,504,054	8,346,472	9,883,350	8,565,480	9,403,055	9,071,725	7,343,795	6,793,821	6,774,022
Unrestricted	1,298,644	8,661,640	12,108,240	14,933,495	12,796,903	13,712,010	7,942,516	11,751,468	13,722,499	16,833,618
<b>Total business-type activities net position</b>	<b>\$ 9,243,939</b>	<b>\$ 40,769,469</b>	<b>\$ 46,939,598</b>	<b>\$ 52,231,101</b>	<b>\$ 49,854,553</b>	<b>\$ 51,432,176</b>	<b>\$ 47,744,278</b>	<b>\$ 52,029,938</b>	<b>\$ 53,230,214</b>	<b>\$ 57,255,030</b>
<b>Primary government</b>										
Net investment in capital assets <sup>1</sup>	\$ 1,361,551,628	\$ 1,393,200,408	\$ 1,366,219,966	\$ 1,368,020,488	\$ 1,352,230,299	\$ 1,340,170,514	\$ 1,307,504,598	\$ 1,306,279,215	\$ 1,335,410,007	\$ 1,351,505,133
Restricted	95,461,868	111,959,070	98,372,017	105,943,220	113,499,046	183,383,406	11,932,858	172,073,702	187,470,808	204,282,613
Unrestricted	103,780,040	115,083,124	132,712,257	92,014,129	91,650,554	24,978,748	56,847,703	30,810,583	20,004,217	-213,050,207
<b>Total primary government net position<sup>2</sup></b>	<b>\$ 1,560,793,536</b>	<b>\$ 1,620,242,602</b>	<b>\$ 1,597,304,240</b>	<b>\$ 1,565,977,837</b>	<b>\$ 1,557,379,899</b>	<b>\$ 1,548,532,668</b>	<b>\$ 1,376,285,159</b>	<b>\$ 1,509,163,500</b>	<b>\$ 1,542,885,032</b>	<b>\$ 1,342,737,539</b>
Percent of increase (decrease) in primary government net position	0.00%	3.81%	-1.42%	-1.96%	-0.55%	-0.57%	-11.12%	9.65%	2.23%	-12.97%

Notes:

<sup>1</sup> Capital assets include land, land improvement, easements, construction in progress, structures and improvements, equipment, infrastructure, and other property.

<sup>2</sup> Accounting standards require that net position be reported in three components in the government-wide financial statements: net investment in capital assets; restricted; and unrestricted. Net position is considered restricted only when an external party, such as the state or federal government, places a restriction on how the resources may be used, or through enabling legislation enacted by the County.

Source: Comprehensive Annual Financial Reports - County of Marin, California

COUNTY OF MARIN

Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
<b>Expenses</b>										
<b>Governmental activities</b>										
General government	\$ 106,491,393	\$ 89,662,322	\$ 95,010,097	\$ 78,944,173	\$ 71,617,475	\$ 78,174,626	\$ 77,172,865	\$ 121,258,708	\$ 84,027,170	\$ 82,921,707
Public protection	153,128,925	128,292,008	159,494,067	169,921,297	169,011,775	160,691,198	158,129,592	156,064,850	156,154,574	154,983,553
Public ways and facilities	17,253,370	36,194,234	41,518,385	40,003,824	35,134,260	33,946,789	26,208,192	32,538,571	44,560,810	32,075,029
Health and sanitation	105,809,981	86,269,400	97,826,891	96,157,874	94,895,462	87,682,812	89,241,808	90,853,837	89,232,186	85,648,934
Public assistance	53,549,563	53,747,450	61,789,547	64,310,157	73,137,027	73,445,107	68,793,982	63,600,190	68,703,203	67,182,553
Education	10,525,176	12,685,835	13,346,183	13,376,491	13,025,776	13,415,872	13,348,168	15,521,694	15,811,986	13,120,661
Recreational and cultural services	9,106,603	14,395,195	17,274,181	17,060,038	15,941,380	16,854,659	16,191,066	17,139,646	25,554,382	18,229,115
Debt service:										
Interest and fiscal charges	10,713,008	8,816,207	12,155,613	11,312,313	11,190,274	11,751,268	12,017,811	10,936,573	10,512,668	10,001,182
Total governmental activities expense	466,578,019	430,062,651	498,414,964	491,086,167	483,953,429	475,962,331	461,103,484	507,914,069	494,556,979	464,162,734
<b>Business-type activities</b>										
Housing authority	557,785	33,441,426	33,585,123	36,119,347	36,591,718	39,403,887	41,825,266	39,919,898	39,280,670	39,317,842
Other business-type activities	1,706,708	27,634,512	27,413,673	30,357,102	31,891,178	32,205,334	32,475,679	30,287,766	32,758,672	34,873,634
Total business-type activities expenses	2,264,493	61,075,938	60,998,796	66,476,449	68,482,896	71,609,221	74,300,945	70,207,664	72,039,342	74,191,476
Total primary government expenses	\$ 468,842,512	\$ 491,138,589	\$ 559,413,760	\$ 557,562,616	\$ 552,436,325	\$ 547,571,552	\$ 535,404,429	\$ 578,121,733	\$ 566,596,321	\$ 538,354,210
<b>Program Revenues</b>										
<b>Governmental activities</b>										
Charges for services										
General government	\$ 14,530,721	\$ 27,098,290	\$ 29,213,708	\$ 29,853,998	\$ 24,023,409	\$ 28,148,514	\$ 25,973,978	\$ 24,598,118	\$ 15,154,492	\$ 31,833,841
Public protection	15,379,202	23,839,244	28,126,901	31,585,415	38,555,176	38,912,554	36,397,954	37,629,406	50,836,345	37,902,032
Other activities	6,197,439	10,642,233	11,772,651	11,220,698	15,028,100	15,681,773	18,715,086	19,186,522	20,479,315	17,702,864
Operating grants and contributions	200,849,076	179,763,216	178,914,115	165,629,111	172,043,483	167,332,764	169,407,784	176,334,689	185,429,959	199,007,331
Capital grants and contributions	-	-	-	10,764,586	21,165,980	15,331,128	2,134,985	5,789,750	1,881,829	2,897,874
Total governmental activities program revenues	236,956,438	241,342,983	248,027,375	249,053,808	270,816,148	265,406,733	252,629,787	263,538,485	273,781,940	289,343,942
<b>Business-type activities</b>										
Charges for services										
Housing authority	581,770	2,492,476	2,804,727	3,880,406	2,960,138	4,359,716	1,804,211	1,557,962	2,231,254	1,530,162
Other business-type activities	1,640,641	12,020,341	11,754,323	12,705,975	12,119,558	13,710,708	11,074,217	11,194,640	10,806,818	11,034,225
Operating grants and contributions	-	44,180,894	47,461,190	48,705,910	45,471,438	50,103,335	49,918,083	50,579,746	53,957,004	54,484,780
Capital grants and contributions	1,652,309	1,085,801	548,994	13,659,585	2,138,810	1,628,485	3,603,727	4,358,421	2,010,153	2,894,521
Total business-type activities program revenues	3,874,720	59,779,512	62,569,234	78,951,876	62,689,544	69,802,244	66,400,238	67,690,769	69,005,229	69,943,688
Total primary government program revenues	\$ 240,831,158	\$ 301,122,495	\$ 310,596,609	\$ 328,005,684	\$ 333,505,692	\$ 335,208,977	\$ 319,030,025	\$ 331,229,254	\$ 342,787,169	\$ 359,287,630
<b>Net (Expense)/Revenue<sup>1</sup></b>										
Governmental activities	\$ (143,327,836)	\$ (229,621,581)	\$ (188,719,668)	\$ (250,387,589)	\$ (242,032,359)	\$ (213,137,281)	\$ (210,555,598)	\$ 208,473,697	\$ (244,375,584)	\$ (174,818,792)
Business-type activities	231,966	1,610,227	(1,296,426)	1,570,438	1,710,841	(5,793,352)	(1,806,977)	7,900,707	(2,516,895)	(4,247,788)
Total primary government net expense	\$ (143,095,870)	\$ (228,011,354)	\$ (190,016,094)	\$ (248,817,151)	\$ (240,321,518)	\$ (218,930,633)	\$ (212,362,575)	\$ 216,374,404	\$ (246,892,479)	\$ (179,066,580)
<b>General Revenues and Other Changes in Net Position</b>										
<b>Governmental activities</b>										
<b>Taxes</b>										
Property taxes	\$ 96,073,467	\$ 129,167,317	\$ 165,848,803	\$ 195,047,145	\$ 183,657,725	\$ 189,146,127	\$ 181,655,215	\$ 183,586,166	\$ 179,525,969	\$ 201,773,959
Sales and use taxes	2,610,033	2,204,765	2,980,581	2,920,483	2,627,825	2,617,299	3,843,242	3,784,814	3,881,496	16,575,719
Other	36,675,385	10,221,974	9,830,520	8,438,480	3,952,498	3,912,590	3,595,633	4,398,288	6,380,276	7,569,436
Unrestricted interest and investment earnings	8,084,787	12,126,671	14,711,655	13,928,177	9,082,873	6,053,144	4,785,362	2,956,134	2,988,564	3,718,232
Miscellaneous	40,099,801	83,885,177	14,525,509	3,538,084	2,962,336	2,561,688	2,036,152	3,389,105	5,496,912	2,200,297
Tobacco Settlement	-	-	2,545,345	2,856,389	3,131,196	2,632,091	2,199,785	2,243,241	3,410,665	4,854,591
Transfers	-	-	-	-	-	(7,048)	86,461	19,615	(50,000)	(1,509,557)
Total governmental activities	183,543,473	237,605,904	210,442,413	226,728,758	205,414,453	206,915,891	198,201,850	200,377,363	201,633,882	235,182,677
<b>Business-type activities</b>										
<b>Taxes</b>										
Investment earnings	10,034	20,347	534,171	382,508	803,328	150,809	40,958	289,122	616,378	359,221
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Related party contribution	-	-	-	-	-	-	-	400,000	-	-
Miscellaneous	-	-	-	510,973	64,679	-	-	2,763,769	2,531,026	2,677,010
Transfers	-	-	-	-	-	7,048	(86,461)	(19,615)	50,000	1,509,557
Total business-type activities	10,034	20,347	3,440,694	4,127,026	4,093,859	3,416,804	3,095,674	6,602,064	6,427,162	8,157,145
Total primary government	\$ 183,553,507	\$ 237,626,251	\$ 213,883,107	\$ 230,855,784	\$ 209,508,312	\$ 210,332,695	\$ 201,297,524	\$ 206,979,427	\$ 208,061,044	\$ 243,339,822
<b>Change in Net Position</b>										
Governmental activities	\$ 40,215,637	\$ 7,984,323	\$ 21,722,745	\$ (23,658,831)	\$ (36,617,906)	\$ (6,221,390)	\$ (12,353,748)	\$ (8,096,334)	\$ (42,720,952)	\$ 60,363,885
Business-type activities	242,000	1,630,574	2,144,268	5,697,464	5,804,700	(2,376,548)	1,288,697	(1,298,643)	3,910,267	3,909,357
Total primary government	\$ 40,457,637	\$ 9,614,897	\$ 23,867,013	\$ (17,961,367)	\$ (30,813,206)	\$ (8,597,938)	\$ (11,065,051)	\$ (9,394,977)	\$ (38,810,685)	\$ 64,273,242

Notes:  
<sup>1</sup> Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses are net revenues, indicating program revenues were greater than expenses.

COUNTY OF MARIN

Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
(in thousands)

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11 <sup>2</sup>	2011-12	2012-13	2013-14	2014-15
General Fund										
Reserved	\$ 46,361	\$ 18,454	\$ 16,378	\$ 28,289	\$ 32,956					
Unreserved	162,990	125,326	142,742	143,216	156,096					
Total general fund	\$ 209,351	\$ 143,780	\$ 159,120	\$ 171,505	\$ 189,052					
Capital Projects Fund										
Reserved	\$ 3,429	\$ 9,178	\$ 5,155	\$ -	\$ -					
Unreserved	22,121	51,384	33,334	-	-					
Total capital projects fund	\$ 25,550	\$ 60,562	\$ 38,489	\$ -	\$ -					
Flood Control Zones										
Reserved	\$ -	\$ -	\$ -	\$ 2,225	\$ 866					
Unreserved	-	-	-	11,828	15,446					
Total flood control zones	\$ -	\$ -	\$ -	\$ 14,053	\$ 16,312					
All Other Governmental Funds <sup>1</sup>										
Reserved	\$ 1,094	\$ 11,627	\$ 11,469	\$ 14,479	\$ 14,547					
Unreserved, reported in	36,864	78,178	85,570	4,485	-					
Special revenue funds	-	-	-	61,455	76,563					
Capital projects funds	-	-	-	11,865	15,968					
Debt service funds	-	-	-	11,699	12,209					
Total all other governmental funds	\$ 37,958	\$ 89,805	\$ 97,039	\$ 103,983	\$ 119,287					
General Fund										
Nonspendable						\$ 1,765	\$ 3,939,117	\$ 4,719,830	\$ 4,137,997	\$ 3,647,441
Restricted						10,097	12,093,012	10,740,177	17,650,224	27,298,270
Committed						118,593	114,628,535	68,600,588	77,384,472	67,592,806
Assigned						48,097	44,626,225	37,094,588	36,770,748	51,133,913
Unassigned						14,837	6,588,685	4,176,408	3,896,463	3,215,908
Total general fund						\$ 193,389	\$ 181,875,574	\$ 125,331,591	\$ 139,839,904	\$ 152,888,338
Other Major Special Revenue Funds										
Nonspendable						\$ -	\$ -	\$ 13,276		
Restricted						1,637	30,353,031	18,747,903		
Assigned						-	-	11,202,104		
Total miscellaneous special revenue fund						\$ 1,637	\$ 30,353,031	\$ 29,963,283		
Miscellaneous Capital Projects Fund										
Nonspendable						\$ -	\$ 1,000,000	\$ 1,000,000		
Restricted						39,282	39,669,936	24,629,572		
Committed						-	4,700	-		
Assigned						19,684	18,795,613	37,445,829		
Total miscellaneous capital projects fund						\$ 58,966	\$ 59,470,249	\$ 63,075,401		
All Other Governmental Funds <sup>1</sup>										
Nonspendable						\$ 6,327	\$ 6,273,145	\$ 112,376	\$ 106,351	\$ 108,962
Restricted						114,873	91,926,263	110,612,255	143,013,079	151,795,932
Committed						1,164	2,459,990	500,000	525,092	140,092
Assigned						20,708	22,975,609	14,130,484	20,726,807	27,298,060
Total all other governmental funds						\$ 143,072	\$ 123,635,007	\$ 125,355,115	\$ 164,371,329	\$ 179,343,046

Notes:

<sup>1</sup> Governmental funds include general fund, special revenue funds, debt service funds, and capital project funds.

<sup>2</sup> GASB Statement No. 54, which became effective in fiscal year 2010-11, requires that fund balance be categorized on a prospective basis as either: nonspendable, restricted, committed, assigned, or unassigned.

Source: Comprehensive Annual Financial Reports - County of Marin, California

COUNTY OF MARIN

Changes in Fund Balance, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
(in thousands)

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
<b>Revenues</b>										
Taxes	\$ 141,594	\$ 177,646	\$ 206,032	\$ 190,740	\$ 195,676	\$ 189,886	\$ 192,014	\$ 189,788	\$ 223,824	\$ 225,919
Licenses, fees and permits	9,631	8,921	9,272	9,280	10,385	11,395	12,884	13,655	15,620	15,139
Fines, forfeits and penalties	8,861	8,177	7,566	176,194	188,421	13,768	12,217	182,124	187,312	201,372
Use of money and property	11,555	14,712	13,928	54,587	56,828	4,785	2,956	56,322	60,471	60,688
Aid from other governments	200,849	170,387	188,291	9,559	12,695	182,664	171,543	11,505	10,437	12,145
Charges for services	17,616	41,554	52,907	9,083	6,053	58,234	55,986	2,989	3,315	3,233
Miscellaneous	83,885	17,050	6,394	6,093	4,726	4,181	5,632	8,908	3,539	7,055
<b>Total revenues</b>	<b>473,991</b>	<b>438,447</b>	<b>484,390</b>	<b>455,536</b>	<b>474,784</b>	<b>464,913</b>	<b>453,232</b>	<b>465,291</b>	<b>504,518</b>	<b>525,551</b>
<b>Expenditures</b>										
<b>Current</b>										
General government	99,450	84,264	83,507	62,051	54,432	59,576	60,063	113,846	71,713	69,588
Public protection	149,988	125,217	145,944	153,674	155,404	154,993	147,075	153,065	162,849	164,831
Public ways and facilities	7,937	26,947	29,552	27,787	24,321	23,885	16,038	22,797	34,294	31,922
Health and sanitation	104,075	85,683	93,272	90,416	91,008	85,285	85,864	90,784	88,476	88,845
Public assistance	52,128	53,709	57,190	59,671	68,972	67,638	65,988	63,496	67,607	69,330
Education	10,161	12,689	12,276	12,589	12,136	12,898	12,677	15,542	14,600	14,762
Recreational and cultural studies	8,329	13,830	15,411	15,116	14,722	15,869	15,105	16,866	21,899	22,192
Capital outlay	4,712	29,087	28,837	25,312	4,550	5,575	37,594	18,257	42,901	26,887
Debt service:										
Principal	3,901	3,893	4,243	4,657	4,744	5,259	5,130	7,548	5,215	6,361
Interest	10,732	8,496	10,313	10,227	10,162	10,590	11,261	11,103	10,419	10,298
Bond issuance costs	-	-	-	-	-	1,062	-	-	-	-
Administration and arbitrage fees	-	628	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>451,413</b>	<b>444,443</b>	<b>480,545</b>	<b>461,500</b>	<b>440,451</b>	<b>442,630</b>	<b>456,795</b>	<b>513,304</b>	<b>519,973</b>	<b>505,017</b>
Excess of revenue over (under) expenditures	22,578	(5,996)	3,845	(5,964)	34,333	22,283	(3,563)	(48,013)	(15,455)	20,534
<b>Other Financing Sources (Uses)</b>										
Inception of capital lease	974	-	-	-	96	1,689	-	-	-	-
Sale of capital assets	-	20	5	-	-	-	1,989	6	-	-
Debt refunding to escrow agent	-	(32,767)	-	-	-	(17,465)	-	-	-	-
Proceeds from borrowing	-	48,937	-	858	682	63,885	1,980	124	6,413	1,769
Payment refunded to escrow agent	-	-	-	-	-	-	-	-	(6,003)	-
Transfers in	35,698	78,075	41,235	21,824	33,776	136,668	114,039	110,017	100,196	105,469
Transfers out	(35,698)	(78,075)	(41,235)	(21,824)	(33,778)	(136,577)	(114,014)	(113,713)	(96,574)	(106,973)
<b>Total other financing sources (uses), net</b>	<b>974</b>	<b>16,190</b>	<b>5</b>	<b>858</b>	<b>776</b>	<b>48,200</b>	<b>3,994</b>	<b>(3,566)</b>	<b>4,032</b>	<b>265</b>
<b>Net change in fund balances before extraordinary/special items</b>	<b>23,552</b>	<b>10,194</b>	<b>3,850</b>	<b>(5,106)</b>	<b>35,109</b>	<b>70,483</b>	<b>431</b>	<b>(51,579)</b>	<b>(11,423)</b>	<b>20,799</b>
<b>Extraordinary item/special item:</b>										
RDA dissolution	-	-	-	-	-	-	(600)	21	-	-
<b>Net change in fund balances</b>	<b>\$ 23,552</b>	<b>\$ 10,194</b>	<b>\$ 3,850</b>	<b>\$ (5,106)</b>	<b>\$ 35,109</b>	<b>\$ 70,483</b>	<b>\$ (169)</b>	<b>\$ (51,558)</b>	<b>\$ (11,423)</b>	<b>\$ 20,799</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>3.28%</b>	<b>2.98%</b>	<b>3.22%</b>	<b>3.41%</b>	<b>3.42%</b>	<b>3.63%</b>	<b>3.91%</b>	<b>3.77%</b>	<b>3.28%</b>	<b>3.48%</b>

Source: Comprehensive Annual Financial Reports - County of Marin, California

**COUNTY OF MARIN**

**Assessed Valuation of Taxable Property  
Last Ten Fiscal Years  
(in thousands)**

<b>Fiscal Year</b>	<b>Secured<sup>1</sup></b>	<b>Unsecured<sup>2</sup></b>	<b>Exempt<sup>3</sup></b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>
2005-06	45,027,710	1,475,509	1,480,652	45,022,567	1.00%
2006-07	49,034,110	1,429,601	1,591,866	48,871,845	1.00%
2007-08	52,421,716	1,409,966	1,669,047	52,162,635	1.00%
2008-09	55,451,069	1,449,359	1,731,004	55,169,424	1.00%
2009-10	56,421,874	1,488,475	1,825,610	56,084,739	1.00%
2010-11	55,762,678	1,467,396	1,850,867	55,379,207	1.00%
2011-12	56,212,206	1,462,190	1,906,079	55,768,317	1.00%
2012-13	56,725,179	1,470,366	1,958,091	56,237,454	1.00%
2013-14	58,938,343	1,480,668	2,013,902	58,405,109	1.00%
2014-15	62,341,701	1,530,991	2,037,580	61,835,112	1.00%

Notes:

- <sup>1</sup> Secured property is generally real property, defined as land, mines, minerals, timber and improvements such as buildings, structures, crops, trees and vines
- <sup>2</sup> Unsecured property is generally personal property including machinery, equipment, office tools, and supplies.
- <sup>3</sup> Exempt properties include numerous full and partial exclusions/exemptions provided by the State Constitution and the legislature that relieve certain taxpayers from the burden of paying property taxes.

Source: Department of Finance Property Tax Division - County of Marin, California

**COUNTY OF MARIN**

**Direct and Overlapping Property Tax Rates<sup>1</sup>  
Last Ten Fiscal Years  
(rate per \$100 of assessed value)**

<b>Fiscal Year</b>	<b>County Direct Rate</b>	<b>Overlapping Rates<sup>2</sup></b>			<b>Total Direct and Overlapping<sup>2</sup></b>
		<b>Local Special Districts</b>	<b>Schools</b>	<b>Cities</b>	
2005-06	1.0000%	0.6258%	0.5872%	0.2508%	2.4638%
2006-07	1.0000%	0.6782%	0.6230%	0.2679%	2.5691%
2007-08	1.0000%	0.6924%	0.6186%	0.2778%	2.5888%
2008-09	1.0000%	0.7121%	0.5836%	0.2734%	2.5691%
2009-10	1.0000%	0.6741%	0.6468%	0.2757%	2.5966%
2010-11	1.0000%	0.7677%	0.7423%	0.2860%	2.7960%
2011-12	1.0000%	0.8093%	0.7808%	0.2523%	2.8424%
2012-13	1.0000%	0.7721%	0.7884%	0.2522%	2.8127%
2013-14	1.0000%	0.7850%	0.7775%	0.2601%	2.8226%
2014-15	1.0000%	0.8156%	0.8000%	0.2519%	2.8675%

Notes:

<sup>1</sup> On June 6, 1978, California voters approved a constitutional amendment to Article XIII A of the California Constitution, commonly known as Proposition 13, which limits the taxing power of California public agencies. Legislation enacted by the California Legislature to implement Article XIII A (Statutes of 1978, Chapter 292, as amended) provides that notwithstanding any other law, local agencies may not levy property tax except to pay debt service on indebtedness approved by voters prior to July 1, 1978 and that each County will levy the maximum tax permitted by Article XIII A of \$1 per \$100 of full cash value. Full cash value is equivalent to assessed value, pursuant to Senate Bill 1656, Statutes of 1978. The rates shown above are percentages of assessed valuation.

<sup>2</sup> These rates represent the maximum rate charged to taxpayers if all rates applied to them. In reality, the rates applicable to tax rate areas will vary at amounts lower than these totals.

Source: Department of Finance Property Tax Division - County of Marin, California



**COUNTY OF MARIN**

**Principal Revenue Taxpayers  
Current Fiscal Year and Ten Years Ago**

**June 30, 2015**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Total Taxes<sup>1</sup></u>	<u>Percentage of Total County Taxes</u>
Pacific Gas and Electric Company	Utilities	\$ 4,858,189	0.57%
Skywalker Properties LTD	Film and Entertainment	2,372,285	0.28%
Corte Madera Village LLC	Commercial Rental Property	1,819,281	0.21%
Novato FF Property LLC	Commercial Rental Property	1,719,783	0.20%
RP Maximus Cove Owner, LLC	Commercial Rental Property	1,613,922	0.19%
Northgate Mall Association	Commercial Rental Property	1,348,160	0.16%
Biomarin Pharmaceutical, Inc.	Pharmaceutical	1,032,614	0.12%
Marin County Mart LLC	Commercial Rental Property	951,818	0.11%
Pacific Bell	Utilities	867,789	0.10%
Reep-OFC Drakes Landing CA LLC	Commercial Rental Property	733,985	0.09%
Total		<u>\$ 17,317,825</u>	
<b>Total taxes of all taxpayers</b>		<u>\$ 851,035,763</u>	

**June 30, 2005**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Total Taxes<sup>1</sup></u>	<u>Percentage of Total County Taxes</u>
Skywalker Properties LTD	Film and Entertainment	\$ 2,327,008	0.44%
Pacific Gas and Electric Company	Utilities	2,116,808	0.40%
McVay W H Trust L/L ETAL	Commercial Rental Property	1,915,430	0.37%
Corte Madera Village LLC	Commercial Rental Property	1,380,599	0.26%
San Marin Assurance Company	Insurance	1,274,203	0.24%
Spieker Properties	Commercial Rental Property	1,136,857	0.22%
Pacific Bell	Utilities	860,752	0.16%
Northgate Mall Association	Commercial Rental Property	843,490	0.16%
770 Tamalpais Dr., Inc.	Commercial Rental Property	721,369	0.14%
Hamilton Marin LLC	Commercial Rental Property	703,463	0.13%
Total		<u>\$ 13,279,979</u>	
<b>Total taxes of all taxpayers</b>		<u>\$ 524,690,020</u>	

Notes:

<sup>1</sup> Taxable assessed secured amounts

<sup>2</sup> Taxable secured amounts on APNs assessed over \$100,000.

Source: Department of Finance Property Tax Division - County of Marin, California

**COUNTY OF MARIN**

**Property Tax Levies and Collections  
Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30,</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>		<b>Total Cumulative Uncollected Taxes</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>	<b>Amount</b>	<b>Percentage of Levy</b>
2006	582,453,699	574,813,365	98.69%	7,539,100	582,352,465	99.98%	101,234	0.02%
2007	635,311,778	624,278,658	98.26%	10,818,501	635,097,159	99.97%	214,619	0.03%
2008	684,007,251	667,706,143	97.62%	15,868,307	683,574,450	99.94%	432,801	0.06%
2009	717,958,385	696,748,890	97.05%	19,303,801	716,052,691	99.73%	1,905,694	0.27%
2010	746,290,576	727,942,762	97.54%	17,264,067	745,206,829	99.85%	1,083,747	0.15%
2011	755,085,588	740,943,048	98.13%	12,466,023	753,409,071	99.78%	1,676,517	0.22%
2012	769,537,466	757,441,903	98.43%	10,610,834	768,052,737	99.81%	1,484,729	0.19%
2013	782,812,148	773,795,588	98.85%	4,063,190	777,858,778	99.37%	4,953,370	0.63%
2014	817,201,889	808,364,147	98.92%	3,492,297	811,856,444	99.35%	5,345,445	0.65%
2015	858,418,809	850,569,761	99.09%	-	850,569,761	99.09%	7,849,048	0.91%

Source: Department of Finance Property Tax Division - County of Marin, California

COUNTY OF MARIN

Ratios of Total Debt Outstanding by Type  
Last Ten Fiscal Years  
(dollars in thousands, except per capita)

Fiscal Year	Governmental Activities							Business-Type Activities			Primary Government		
	Revenue Bonds	Pension Obligation Bonds	Asset Backed Bonds	Certificates of Participation	Term Loan Payable	Capital Leases	Subtotal	Term Loan Payable	Capital Leases	Subtotal	Total Primary Government Net Bonded Debt	Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
2005-06	12,150	112,805	31,369	0	44,940	213	203,830	-	160	160	203,990	0.94%	\$835
2006-07	11,925	112,805	48,999	0	42,085	1,803	219,022	3,998	104	4,102	223,124	0.99%	\$907
2007-08	11,670	112,805	48,884	0	39,110	1,838	215,220	5,150	46	5,196	220,416	0.95%	\$888
2008-09	11,390	112,755	48,502	0	36,005	2,398	211,932	5,107	-	5,107	217,039	0.97%	\$866
2009-10	11,080	112,325	48,481	0	32,760	3,062	208,266	5,674	-	5,674	213,940	1.03%	\$846
2010-11	10,740	111,480	48,779	0	75,178	3,453	251,585	6,061	202	6,263	257,848	1.18%	\$1,011
2011-12 <sup>2</sup>	6,185	110,185	48,999	0	73,410	4,722	245,037	5,169	-	5,169	250,206	1.05%	\$977
2012-13	5,860	108,400	48,163	0	71,097	2,766	237,389	4,212	2,172	6,384	243,773	0.97%	\$944
2013-14	6,163	106,085	48,550	0	68,731	2,780	233,009	4,535	2,147	6,682	239,691	0.93%	\$919
2014-15	5,743	103,195	48,902	430	66,308	3,912	228,844	4,622	2,051	6,673	235,517	Unavailable	unavailable

Notes:

<sup>1</sup> See the Demographic and Economic Statistics Schedule for personal income and population data used to calculate these ratios. Details regarding the County's outstanding debt can be found in the notes to the financial statements.

<sup>2</sup> In accordance with the Redevelopment Agency Dissolution Act, the Marin County Redevelopment Agency (RDA) was dissolved on February 1, 2012. Upon dissolution, all assets and liabilities of the former RDA were removed from the County's financial statements and transferred to the successor agency, which is not a component unit of the County.

Source: Comprehensive Annual Financial Reports - County of Marin, California

**COUNTY OF MARIN**

**Legal Debt Margin Information  
As of June 30, 2015  
(in thousands)**

	<b>Fiscal Year 2015</b>	
	<u>1.25%</u>	<u>3.75%</u>
Debt limit	\$ 772,939	\$ 2,318,817
Total net debt applicable to limit	<u>217,860</u>	<u>217,430</u>
Legal debt margin	<u>\$ 555,079</u>	<u>\$ 2,101,387</u>
Total net debt applicable to the limit as a percentage of debt limit	28.19%	9.38%
<b>Legal Debt Margin Calculation for Fiscal Year 2013</b>		
Assessed value	\$ 63,872,692	\$ 63,872,692
Less: Exempt real property	<u>(2,037,580)</u>	<u>(2,037,580)</u>
Total assessed value	<u>\$ 61,835,112</u>	<u>\$ 61,835,112</u>
<b>CERTIFICATES OF PARTICIPATION</b>		
Debt limit (1.25% and 3.75% of total assessed value) <sup>1</sup>	<u>\$ 772,939</u>	<u>\$ 2,318,817</u>
Debt applicable to limit:		
Certificates of Participation	66,308	66,308
Less: Amount set aside for repayment of outstanding debt	<u>(2,482)</u>	<u>(2,482)</u>
Total net debt applicable to limit	<u>63,826</u>	<u>63,826</u>
<b>OTHER BONDED DEBT</b>		
Debt applicable to limit:		
Revenue Bonds	5,743	5,743
Pension Obligation Bonds	103,195	103,195
Tobacco Settlement Asset-Backed Bonds	48,902	48,902
Limited Obligation Improvement Bond 2014	430	
Less: Amount set aside for repayment of outstanding debt	<u>(4,236)</u>	<u>(4,236)</u>
Total net debt applicable to limit	<u>154,034</u>	<u>153,604</u>
Legal debt margin	<u>\$ 990,799</u>	<u>\$ 2,536,247</u>

Notes:

<sup>1</sup> Using the California Attorney General's Opinion regarding Revenue and Tax Code section 135 and applying that opinion to the California Government Code section 29909, the County of Marin outstanding bonded debt should not exceed 1.25% of total assessed property value. However, for flood control purposes, Marin County's outstanding bonded debt may exceed 1.25% but shall not exceed 3.75% of the total assessed property value. By law, the bonded debt subject to these limitations may be offset by amounts set aside for repaying bonded debt. Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Source: Department of Finance - County of Marin, California

COUNTY OF MARIN

Direct and Overlapping Debt  
As of June 30, 2015

\$ 62,689,723,137

Less: Redevelopment incremental valuation  
Adjusted assessed valuation

	<u>Percentage Applicable (1)</u>	<u>County's Share of Overlapping Debt</u>
<b>OVERLAPPING TAX AND ASSESSMENT DEBT</b>		
Marin Community College District	100.000%	\$ 218,635,000
Novato Unified School District	100.000%	78,230,000
Shoreline Joint Unified School District	55.126%	7,075,422
Petaluma Joint Union High School District	1.018%	490,698
San Rafael High School District	100.000%	42,595,315
Tamalpais Union High School District	100.000%	132,610,000
Kentfield School District	100.000%	57,932,516
Mill Valley School District	100.000%	65,731,329
Reed Union School District	100.000%	33,535,000
San Rafael School District	100.000%	50,324,835
Other School Districts	0.150%-100%	129,805,395
Town of Fairfax	100.000%	5,524,700
City of Novato	100.000%	13,225,168
City of San Anselmo	100.000%	6,765,000
City of Sausalito	100.000%	12,683,894
Strawberry Recreation and Park District Zone No. 4	100.000%	805,000
Public Utility Districts	100.000%	96,761
County Water Districts	100.000%	136,000
Community Facilities Districts	100.000%	73,807,081
1915 Act Bonds	100.000%	24,562,621
<b>TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT</b>		<b>954,571,735</b>
<b>DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT</b>		
<b>Marin County General Fund Obligations</b>	<b>100.000%</b>	<b>\$ 68,906,898 (2)</b>
<b>Marin County Pension Obligations</b>	<b>100.000%</b>	<b>103,195,000</b>
Marin County Transit District General Fund Obligations	100.000%	150,627
Marin Community College District General Fund Obligations	100.000%	2,600,834
San Rafael School District General Fund Obligations	100.000%	3,650,000
Sausalito School District Certificates of Participation	100.000%	4,580,000
Other School District General Fund Obligations	0.145-0.980%	66,599
Town of Corte Madera General Fund Obligations	100.000%	9,416,687
City of Novato Certificates of Participation and Pension Obligations	100.000%	18,427,456
City of San Rafael General Fund and Pension Obligations	100.000%	12,603,562
Other Cities and Towns General Fund and Pension Obligations	100.000%	13,341,882
Marinwood Community Services District Certificates of Participation	100.000%	429,779
Fire Protection District Certificates of Participation	100.000%	8,420,697
Other Special District General Fund Obligations	100.000%	605,061
<b>TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT</b>		<b>\$ 246,395,082</b>
Less: City of Sna Rafael obligations supported by enterprise revenues		5,955,000
<b>TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT</b>		<b>\$ 240,440,082</b>
<b>OVERLAPPING TAX INCREMENT DEBT (Successor Agencies)</b>		<b>\$ 68,174,004</b>
<b>TOTAL DIRECT DEBT</b>		<b>\$ 172,101,898</b>
<b>TOTAL GROSS OVERLAPPING DEBT</b>		<b>\$ 1,097,038,923</b>
<b>TOTAL NET OVERLAPPING DEBT</b>		<b>\$ 1,091,083,923</b>
<b>COMBINED TOTAL DEBT</b>		<b>\$ 1,269,140,821 (3)</b>
<b>COMBINED TOTAL DEBT</b>		<b>\$ 1,263,185,821</b>

Notes:

- (1) The percentage of overlapping debt applicable to the County is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the County divided by the district's total taxable assessed value
- (2) Includes share of Marin's Emergency Radio Authority Bonds. Excludes refunding Certificates of Participation dated 7/15/15. Includes issue to be refunded.
- (3) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations. Qualified Zone Academy Bonds are included based on principal due at maturity.

Ratio to 2014-15 Assessed Valuation:

Total Overlapping Tax and Assessment Debt .....	1.52%
<b>Total Direct Debt (\$172,101,898)</b>	<b>0.27%</b>
Gross Combined Total Debt	2.02%
Net Combined Total Debt	2.01%

Ratios to Redevelopment Incremental Valuation (\$4,003,857,174):

Total Overlapping Tax Increment Debt .....	1.70%
--	-------

Source: California Municipal Statistics, Inc.

**COUNTY OF MARIN**

**Demographic and Economic Statistics  
Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30,</b>	<b>Population<sup>1</sup></b>	<b>Personal Income<sup>1</sup></b>	<b>Per Capita Personal Income<sup>1</sup></b>	<b>School Enrollment<sup>2</sup></b>	<b>Unemployment Rate<sup>3</sup></b>
2006	244,336	21,793,982,000	89,197	28,764	3.80%
2007	246,100	22,574,434,000	91,729	29,081	3.70%
2008	248,345	23,161,297,000	93,263	29,100	4.70%
2009	250,750	22,351,575,000	89,139	29,615	8.10%
2010	252,789	20,854,466,000	82,498	30,140	8.20%
2011	255,031	21,871,623,000	85,761	30,574	8.10%
2012	256,069	23,918,732,000	93,407	31,868	7.00%
2013	258,365	25,093,401,000	97,124	32,793	5.40%
2014	260,750	25,716,754,000	98,626	33,207	4.20%
2015	unavailable	unavailable	unavailable	unavailable	3.40%

Sources:

<sup>1</sup> US Department of Commerce, Bureau of Economic Analysis - [www.bea.gov](http://www.bea.gov)

<sup>2</sup> California Department of Education, Educational Demographics Office - [www.ed-data.org/county/Marin](http://www.ed-data.org/county/Marin)

<sup>3</sup> Employment Development Department, Labor Market Information - [www.labormarketinfo.edd.ca.gov](http://www.labormarketinfo.edd.ca.gov)

**COUNTY OF MARIN**

**Principal Employers  
Current Year and Nine Years Ago**

<b>2014</b>			<b>2005</b>		
<b>Employer</b>	<b>Employees</b>	<b>Percentage of Total County Employment</b>	<b>Employer</b>	<b>Employees</b>	<b>Percentage of Total County Employment</b>
County of Marin	2,125	1.55%	County of Marin	2,036	1.64%
San Quentin State Prison	1,705	1.24%	Fireman's Fund	1,793	1.45%
Kaiser Permanente Medical Center	1,575	1.15%	San Quentin Prison	1,638	1.32%
Marin General Hospital	1,378	1.01%	Kaiser Permanente	1,295	1.05%
BioMarin Parmaceutical	850	0.62%	Lucasfilm Ltd.	1,209	0.98%
Novato Unified School District	834	0.61%	Marin General Hospital	876	0.71%
Autodesk, Inc.	763	0.56%	Autodesk, Inc.	840	0.68%
Fireman's Fund Insurance Co.	721	0.53%	Novato Unified School District	825	0.67%
San Rafael City Schools	610	0.45%	Golden Gate Transit	593	0.48%
Dominican University	422	0.31%	Safeway, Inc.	579	0.47%
<b>Total</b>	<b>10,983</b>	<b>8.02%</b>		<b>11,684</b>	<b>9.44%</b>
Total County Employment	137,000		Total County Employment	123,800	

Sources:

Community Profile, County of Marin

Employment Development Department, Labor Market Information - [www.Labormarketinfo.edd.ca.gov](http://www.Labormarketinfo.edd.ca.gov)

**COUNTY OF MARIN**

**Full-time Equivalent County Government Employees by Function  
Last Ten Fiscal Years**

Function/program	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>
General government	345.87	362.12	363.12	362.82	362.57	356.73	354.15	354.58	360.20	372.08
Public protection	727.11	731.90	740.70	723.29	709.97	681.58	663.16	666.91	663.03	670.53
Public ways and facilities	300.08	314.58	315.83	324.10	321.03	304.53	300.78	307.93	312.53	318.03
Health and sanitation	375.33	388.20	387.33	391.53	376.34	352.66	338.50	340.22	360.58	379.67
Public assistance	250.22	258.80	258.22	261.02	250.89	235.10	225.67	226.81	240.39	253.11
Education	89.91	92.12	95.12	96.76	95.93	94.83	94.95	100.11	98.95	104.74
Recreational and cultural studies	76.00	78.00	82.25	81.75	81.00	77.50	76.50	87.80	93.92	95.75
Total full-time equivalent employees:	<u>2,164.52</u>	<u>2,225.72</u>	<u>2,242.57</u>	<u>2,241.27</u>	<u>2,197.73</u>	<u>2,102.93</u>	<u>2,053.71</u>	<u>2,084.36</u>	<u>2,129.60</u>	<u>2,193.91</u>

Source: Department of Finance - County of Marin, California



COUNTY OF MARIN

Operating Indicators by Function  
Last Seven Fiscal Years

	Fiscal Year						
	2008-09	2009-2010	2010-11	2011-12	2012-13	2013-14	2014-15
<b>Public Protection</b>							
<u>Sheriff</u>							
Jail Bookings	8,034	7,881	7,638	7,761	7,619	7,511	7,144
Jail Average Daily Population	330	288	295	289	289	287	266
Average Daily Dispatch Calls	87	82	82	83	83	82	84
Number of Major Crimes Task Force Cases Assigned	243	235	144	134	98	126	126
Number of Physical Arrests	8,034	7,881	7,638	7,761	7,619	7,511	7,039
Number of Parking Violations	5,466	4,442	5,454	5,650	3,506	5,125	3,610
Number of Fire or Emergency Medical Calls Received	26,747	26,661	23,718	23,739	24,796	24,903	26,234
<u>District Attorney</u>							
Number of Felony Referrals	2,969	3,099	3,172	2,912	2,600	2,579	2,141
Number of Misdemeanor Referrals	5,875	5,795	5,374	5,706	5,412	5,404	5,726
Number of Felony Cases Filed	826	883	853	832	843	909	783
Number of Misdemeanor Cases Filed	4,519	4,645	4,357	3,705	3,113	3,120	3,220
DUT's Cases Referred	1,593	1,544	1,436	1,251	1,320	1,347	1,383
DUT's Cases Filed	1,570	1,424	1,343	1,155	1,228	1,275	1,258
Domestic Violence Cases Referred	799	861	828	874	813	838	788
Domestic Violence Cases Filed	336	404	308	329	272	297	277
<u>Probation</u>							
Probation Investigations and Reports	814	538	582	536	486	542	505
Juvenile Hall Average Daily Population	25	22	22	16	12	9	14
Number of Adult Probation Cases Supervised	3,174	2,754	2,522	2,566	2,024	2,289	1,955
<u>Public Defender</u>							
Number of requests for Public Defender assistance at arraignments		3,029	3,091	1,975	n/a	n/a	1,859
Number of cases settled through negotiation at arraignment		29	191	264	n/a	n/a	501
<u>Environmental Health</u>							
Food Facility Operating Permits Issued	1,532	1,615	1,680	1,535	1,545	1,545	1,519
Housing and Institution Operating Permits Issued	617	630	646	686	679	679	682
Recreational Health Operating Permits Issued	552	548	549	548	548	578	551
Liquid Waste Operating Permits Issued	249	265	295	307	318	318	351
<b>Health and Sanitation</b>							
<u>Youth and Family Services</u>							
Number of Children Assessed who Need Treatment	467	485	435	359	187	272	261
Total Days in Residential Treatment	5,754	5,699	3,516	3,376	0	0	0
<u>Mental Health</u>							
Total Number of Medi-Cal beneficiaries	19,973	21,646	22,963	24,147	23,261	25,855	41,436
Number of Children and Adolescents Admitted to Psychiatric Emergency Services	155	118	147	112	153	135	136
Number of Adults Admitted to Psychiatric Emergency Services	983	961	931	924	865	982	1,120
<b>Public Ways and Facilities</b>							
<u>Roads</u>							
Street Resurfacing (miles)	7	2	13	6.4	48	68	25
Potholes Repaired	1,800	1,800	1,800	1,800	1,800	1,800	1,800
<b>Public Assistance</b>							
<u>Social Services</u>							
Number of new applications received for food stamps	5,056	5,285	7,713	5,850	6,814	6,446	6,086
Percent of new food stamp applications approved	62%	63%	61%	62%	57%	58%	61%
Number of new applications received for Medi-Cal	9,808	9,356	13,709	8,950	9,371	17,141	12,119
Percent of new Medi-Cal applications approved	56%	57%	62%	57%	58%	62%	59%
Number of Children Served by Child Welfare Services	127	105	99	176	142	157	247
Number of Adoptive parents served in Adoption Assitant Program Families	221	221	235	207	227	223	183
<b>Education</b>							
<u>Library</u>							
Number of virtual visits	513,900	721,361	883,862	300,304	414,820	412,733	393,695
Number of community outreach activities	386	359	300	989	897	256	325
Number of community partnerships	16	34	35	75	93	149	159
Number of items circulated	1,931,476	2,081,173	2,100,000	1,717,470	2,197,422	2,335,607	1,986,529
Number of visits to all branch libraries	1,143,414	1,179,867	1,450,000	1,134,067	1,046,825	961,943	1,045,756
<b>Recreation and Cultural Services</b>							
<u>Parks</u>							
Number of Park Passes Issued	225	291	321	315	348	348	325
<b>Transit District</b>							
<u>Buses</u>							
Total Number of Passengers	3,406,115	3,327,621	3,376,520	3,376,520	3,410,383	3,546,112	3,424,628
Service Hours	189,921	192,318	188,287	188,287	194,563	204,500	213,218
Total Number of Routes	32	26	26	26	25	30	30

Source: Various Marin County departments

**COUNTY OF MARIN**  
**Capital Asset Statistics by Function**  
**Last Seven Fiscal Years**

Function	Fiscal Year						
	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15
Public Protection							
Sheriff							
Stations (Headquarters and Substations)	4	4	4	4	4	4	4
Patrol Units	31	31	31	31	31	31	31
Marine Crafts	2	2	2	2	2	2	2
Fire Stations							
Stations	6	6	6	6	6	6	6
Lookouts	2	2	2	2	2	2	2
Type 1 Fire Engines	8	7	7	7	7	7	7
Type 3 Fire Engines	12	11	12	11	11	11	11
Type 4 Fire Engines	1	1	1	1	1	1	2
Ambulances	5	5	5	5	5	5	5
Graders	1	1	1	1	1	1	1
Dozers	1	1	1	1	1	1	1
Water Tenders	3	3	3	3	3	3	3
USAR Support Vehicles	1	1	1	1	1	1	1
Heavy Rescue Vehicles	2	2	2	2	2	2	2
Transport	1	1	1	1	1	1	1
Crew Carrier	1	1	1	-	1	1	1
Utilities/Support Vehicles	23	24	23	23	23	23	23
ATV	-	-	-	2	3	3	3
Corrections							
Capacity of All Correctional Facilities	376	376	376	376	376	376	376
Public Ways and Facilities							
Roads							
Streets (Miles)	420	420	420	420	420	420	420
Bridges	65	65	65	65	65	65	65
Street Light	2,025	2,025	2,025	2,025	2,025	2,025	2,025
Traffic Signals	13	13	13	13	13	13	13
Education							
Library							
Number of Library Branches	12	11	11	11	11	11	11
Recreation and Cultural Services							
Parks & Open Space							
Number of Open Space Acres Maintained	15,299	15,299	15,067	15,087	15,109	15,113	15,159
Number of Parks Acres Maintained	921	923	934	934	934	942	942
Transit District							
Buses							
Total Number of Buses	50	49	50	50	58	64	66

Source: Various Marin County departments