

**BASIC FINANCIAL STATEMENTS-
FUND FINANCIAL STATEMENTS**



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COUNTY OF RIVERSIDE

Balance Sheet

Governmental Funds

June 30, 2017

(Dollars in Thousands)

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:	General	Transportation	Flood Control	Teeter Debt Service
Assets:				
Cash and investments (Note 4)	\$ 94,866	\$ 123,984	\$ 230,260	\$ -
Accounts receivable (Notes 1 and 6)	13,865	223	265	-
Interest receivable (Note 6)	2,295	101	285	29
Taxes receivable (Note 6)	9,182	11	988	49,875
Due from other governments (Note 6)	363,548	10,387	356	-
Due from other funds (Note 7)	9,489	280	-	35
Inventories	1,981	1,102	-	-
Prepaid items and deposits	-	2,600	66	-
Restricted cash and investments (Notes 4 and 5)	365,394	-	1,660	40,819
Advances to other funds (Note 7)	7,369	-	-	-
Total assets	<u>867,989</u>	<u>138,688</u>	<u>233,880</u>	<u>90,758</u>
Deferred outflows of resources	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 867,989</u>	<u>\$ 138,688</u>	<u>\$ 233,880</u>	<u>\$ 90,758</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:				
Liabilities:				
Accounts payable	\$ 29,801	\$ 30,877	\$ 4,013	\$ -
Salaries and benefits payable	104,327	3,020	1,468	-
Due to other governments	65,120	7	1,371	-
Due to other funds (Note 7)	865	210	144	7,296
Deposits payable	76	501	-	-
Advances from grantors and third parties (Note 12)	268,007	23,255	500	-
Teeter notes payable (Note 13)	-	-	-	83,462
Advances from other funds (Note 7)	-	-	-	-
Total liabilities	<u>468,196</u>	<u>57,870</u>	<u>7,496</u>	<u>90,758</u>
Deferred inflows of resources (Note 15)	51,562	-	988	-
Fund balances (Note 16):				
Nonspendable	2,314	1,113	68	-
Restricted	95,130	61,357	225,328	-
Committed	21,907	3,092	-	-
Assigned	10,989	15,256	-	-
Unassigned	217,891	-	-	-
Total fund balances	<u>348,231</u>	<u>80,818</u>	<u>225,396</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 867,989</u>	<u>\$ 138,688</u>	<u>\$ 233,880</u>	<u>\$ 90,758</u>

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

Public Facilities Improvements Capital Projects	Public Financing Authority	Other Governmental Funds	Total Governmental Funds	ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:
\$ 167,816	\$ -	\$ 147,483	\$ 764,409	Assets:
-	-	4,527	18,880	Cash and investments (Note 4)
170	-	133	3,013	Accounts receivable (Notes 1 and 6)
-	-	1,298	61,354	Interest receivable (Note 6)
12,166	-	14,888	401,345	Taxes receivable (Note 6)
-	-	7,335	17,139	Due from other governments (Note 6)
-	-	-	3,083	Due from other funds (Note 7)
-	-	889	3,555	Inventories
-	93,045	55,264	556,182	Prepaid items and deposits
-	-	-	7,369	Restricted cash and investments (Notes 4 and 5)
180,152	93,045	231,817	1,836,329	Advances to other funds (Note 7)
-	-	-	-	Total assets
\$ 180,152	\$ 93,045	\$ 231,817	\$ 1,836,329	Deferred outflows of resources
				Total assets and deferred outflows of resources
				LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:
				Liabilities:
\$ 13,718	\$ -	\$ 9,907	\$ 88,316	Accounts payable
-	-	5,574	114,389	Salaries and benefits payable
-	-	10,595	77,093	Due to other governments
101	-	10,881	19,497	Due to other funds (Note 7)
-	-	428	1,005	Deposits payable
1,641	-	2,781	296,184	Advances from grantors and third parties (Note 12)
-	-	-	83,462	Teeter notes payable (Note 13)
4,000	-	-	4,000	Advances from other funds (Note 7)
19,460	-	40,166	683,946	Total liabilities
-	-	54	52,604	Deferred inflows of resources (Note 15)
-	-	1,263	4,758	Fund balances (Note 16):
150,711	93,045	167,975	793,546	Nonspendable
5,124	-	4,906	35,029	Restricted
4,857	-	17,453	48,555	Committed
-	-	-	217,891	Assigned
160,692	93,045	191,597	1,099,779	Unassigned
\$ 180,152	\$ 93,045	\$ 231,817	\$ 1,836,329	Total fund balances
				Total liabilities, deferred inflows of resources, and fund balances

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



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COUNTY OF RIVERSIDE

Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Position
June 30, 2017
(Dollars in Thousands)

Fund balances - total governmental funds (page 33) \$ 1,099,779

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds. 4,630,879

Net other post employment benefits (OPEB) assets, net pension liabilities, and deferred outflows and deferred inflows of resources related to pensions are not current financial resources and, therefore, are not reported in the governmental funds. (1,438,283)

Under the modified accrual basis of accounting, revenue cannot be recognized until it is available to liquidate liabilities of the current period; under accrual accounting, revenue must be recognized as soon as earned, regardless of its availability. Any liability of earned but unavailable revenue must be eliminated in the government-wide financial statements. 30,545

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

Bonds payable	\$ 1,206,942	
Capital lease obligations	123,762	
Certificates of participation	94,467	
Loans payable	2,205	
Accrued interest payable	10,603	
Accreted interest payable	167,146	
Accrued remediation cost	1,294	
Compensated absences	223,436	(1,829,855)

Internal service funds are used by management to charge the costs of equipment, fleet management, printing, information technology, supply services, risk management, and temporary assistance to individual funds. Since internal service funds predominantly service governmental activities, the assets and liabilities of these funds are included as governmental activities in the statement of net position.

83,486

Net position of governmental activities (page 27) \$ 2,576,551

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

COUNTY OF RIVERSIDE
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	General	Transportation	Flood Control	Teeter Debt Service
REVENUES:				
Taxes	\$ 292,674	\$ 7,695	\$ 53,079	\$ -
Licenses, permits, and franchise fees	18,400	3,140	-	-
Fines, forfeitures, and penalties	67,689	2,397	-	-
Use of money and property:				
Investment earnings	7,893	219	785	3
Rents and concessions	13,391	-	163	-
Aid from other governmental agencies:				
Federal	589,905	35,144	-	-
State	1,280,127	33,476	602	-
Other	104,043	9,561	-	-
Charges for services	460,539	42,055	5,489	-
Other revenue	46,355	10,751	19,134	-
Total revenues	<u>2,881,016</u>	<u>144,438</u>	<u>79,252</u>	<u>3</u>
EXPENDITURES:				
Current:				
General government	133,217	-	-	-
Public protection	1,317,038	5,436	-	-
Public ways and facilities	-	152,468	57,324	-
Health and sanitation	494,771	-	-	-
Public assistance	920,185	-	-	-
Education	643	-	-	-
Recreation and cultural services	354	-	-	-
Debt service:				
Principal	1,990	-	-	-
Interest	10,568	-	-	-
Cost of issuance	-	-	-	528
Capital outlay	64,289	-	-	-
Total expenditures	<u>2,943,055</u>	<u>157,904</u>	<u>57,324</u>	<u>528</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(62,039)</u>	<u>(13,466)</u>	<u>21,928</u>	<u>(525)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	113,509	10,453	-	630
Transfers out	(139,043)	(3,439)	(2,855)	(105)
Issuance of refunding bonds	-	-	-	-
Premium on long-term debt	-	-	-	-
Contribution to governmental agency	-	-	-	-
Proceeds from sale of capital assets	5	-	-	-
Capital leases	64,289	-	-	-
Total other financing sources (uses)	<u>38,760</u>	<u>7,014</u>	<u>(2,855)</u>	<u>525</u>
NET CHANGE IN FUND BALANCES	<u>(23,279)</u>	<u>(6,452)</u>	<u>19,073</u>	<u>-</u>
Fund balances, beginning of year	371,510	87,270	206,323	-
FUND BALANCES, END OF YEAR	<u>\$ 348,231</u>	<u>\$ 80,818</u>	<u>\$ 225,396</u>	<u>\$ -</u>

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

Public Facilities Improvements Capital Projects	Public Financing Authority	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 63,492	\$ 416,940
-	-	711	22,251
-	-	1,110	71,196
478	1,511	1,345	12,234
352	-	11,084	24,990
-	-	66,031	691,080
18,528	-	23,950	1,356,683
30,924	-	26,946	171,474
72,164	-	54,989	635,236
10,481	-	15,573	102,294
<u>132,927</u>	<u>1,511</u>	<u>265,231</u>	<u>3,504,378</u>
59,693	-	38,398	231,308
-	-	9,294	1,331,768
709	-	15,887	226,388
-	-	43,963	538,734
-	-	68,588	988,773
-	-	20,806	21,449
-	-	20,688	21,042
-	-	46,721	48,711
-	-	53,331	63,899
-	-	546	1,074
-	139,781	15,936	220,006
<u>60,402</u>	<u>139,781</u>	<u>334,158</u>	<u>3,693,152</u>
<u>72,525</u>	<u>(138,270)</u>	<u>(68,927)</u>	<u>(188,774)</u>
14,023	86	141,522	280,223
(59,505)	-	(94,961)	(299,908)
-	-	39,985	39,985
-	-	5,216	5,216
-	-	(33,353)	(33,353)
-	-	6	11
-	-	-	64,289
<u>(45,482)</u>	<u>86</u>	<u>58,415</u>	<u>56,463</u>
27,043	(138,184)	(10,512)	(132,311)
133,649	231,229	202,109	1,232,090
<u>\$ 160,692</u>	<u>\$ 93,045</u>	<u>\$ 191,597</u>	<u>\$ 1,099,779</u>

REVENUES:

Taxes
Licenses, permits, and franchise fees
Fines, forfeitures, and penalties
Use of money and property:
Investment earnings
Rents and concessions
Aid from other governmental agencies:
Federal
State
Other
Charges for services
Other revenue
Total revenues

EXPENDITURES:

Current:

General government
Public protection
Public ways and facilities
Health and sanitation
Public assistance
Education
Recreation and cultural services

Debt service:

Principal
Interest
Cost of issuance

Capital outlay

Total expenditures
Excess (deficiency) of revenues over (under) expenditures

OTHER FINANCING SOURCES (USES):

Transfers in
Transfers out
Issuance of refunding bonds
Premium on long-term debt
Contribution to governmental agency
Proceeds from sale of capital assets
Capital leases
Total other financing sources (uses)

NET CHANGE IN FUND BALANCES

Fund balances, beginning of year
FUND BALANCES, END OF YEAR

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



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COUNTY OF RIVERSIDE

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

Net change in fund balances - total governmental funds (page 37) \$ (132,311)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay and other capital projects as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital assets	\$ 343,301	
Less loss on disposal of capital assets	(11,275)	
Less current year depreciation	<u>(171,612)</u>	160,414

Pension expense is not recorded on the governmental funds but is recognized on the statement of net position and Other Post Employment Benefit (OPEB) costs are expended in the governmental funds when paid but are recognized as a financial resource in the statement of net position. (89,238)

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Proceeds in excess of principal payments (22,247)

Under the modified accrual basis of accounting, revenue cannot be recognized until it is available to liquidate liabilities of the current period; under accrual accounting, revenue must be recognized as soon as earned, regardless of its availability. Also, any liability of earned but unavailable revenue must be eliminated in the government-wide financial statements. 1,053

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 accrued interest	(2,841)	
Change in accreted interest	(19,342)	
Change in long-term compensated absences	<u>2,466</u>	(19,717)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net income (loss) of the internal service funds is reported with governmental activities. 24,692

Change in net position of governmental activities (page 29) \$ (77,354)

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

COUNTY OF RIVERSIDE
 Budgetary Comparison Statement
 General Fund
 For the Fiscal Year Ended June 30, 2017
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 300,955	\$ 300,955	\$ 292,674	\$ (8,281)
Licenses, permits, and fees	18,276	18,276	18,400	124
Fines, forfeitures, and penalties	63,505	65,817	67,689	1,872
Use of money and property:				
Investment earnings	4,103	4,110	7,893	3,783
Rents and concessions	30,148	32,548	13,391	(19,157)
Aid from other governmental agencies:				
Federal	634,069	655,151	589,905	(65,246)
State	1,357,435	1,353,670	1,280,127	(73,543)
Other	102,071	102,071	104,043	1,972
Charges for services	533,881	478,569	460,539	(18,030)
Other revenue	85,179	65,188	46,355	(18,833)
Total revenues	<u>3,129,622</u>	<u>3,076,355</u>	<u>2,881,016</u>	<u>(195,339)</u>
EXPENDITURES:				
Current:				
General government:				
Salaries and employee benefits	103,528	103,074	94,425	(8,649)
Services and supplies	93,744	100,464	88,063	(12,401)
Other charges	78,738	43,632	11,741	(31,891)
Capital assets	1,083	1,209	276	(933)
Intrafund transfers	(67,976)	(67,983)	(61,288)	6,695
Appropriation for contingencies	20,000	14,197	-	(14,197)
Total general government	<u>229,117</u>	<u>194,593</u>	<u>133,217</u>	<u>(61,376)</u>
Public protection:				
Salaries and employee benefits	889,043	889,729	875,346	(14,383)
Services and supplies	411,771	423,312	398,885	(24,427)
Other charges	50,983	54,310	51,888	(2,422)
Capital assets	6,583	7,353	3,705	(3,648)
Intrafund transfers	(12,653)	(12,838)	(12,786)	52
Total public protection	<u>1,345,727</u>	<u>1,361,866</u>	<u>1,317,038</u>	<u>(44,828)</u>
Health and sanitation:				
Salaries and employee benefits	286,491	284,953	264,940	(20,013)
Services and supplies	120,200	136,168	124,759	(11,409)
Other charges	183,002	181,172	173,142	(8,030)
Capital assets	11,140	9,296	563	(8,733)
Intrafund transfers	(65,913)	(66,388)	(68,633)	(2,245)
Total health and sanitation	<u>534,920</u>	<u>545,201</u>	<u>494,771</u>	<u>(50,430)</u>

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

COUNTY OF RIVERSIDE
 Budgetary Comparison Statement
 General Fund(Continued)
 For the Fiscal Year Ended June 30, 2017
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
Public assistance:				
Salaries and employee benefits	\$ 368,490	\$ 360,608	\$ 330,000	\$ (30,608)
Services and supplies	145,088	150,329	119,933	(30,396)
Other charges	489,369	489,113	470,101	(19,012)
Capital assets	1,185	1,290	535	(755)
Intrafund transfers	(382)	(382)	(384)	(2)
Total public assistance	<u>1,003,750</u>	<u>1,000,958</u>	<u>920,185</u>	<u>(80,773)</u>
Education:				
Salaries and employee benefits	338	332	310	(22)
Services and supplies	336	336	333	(3)
Total education	<u>674</u>	<u>668</u>	<u>643</u>	<u>(25)</u>
Recreation and cultural services:				
Salaries and employee benefits	142	140	127	(13)
Services and supplies	330	270	225	(45)
Other charges	14	4	2	(2)
Capital assets	1	1	-	(1)
Intrafund transfers	(1)	(1)	-	1
Total recreation and culture	<u>486</u>	<u>414</u>	<u>354</u>	<u>(60)</u>
Debt service:				
Principal	81,229	25,064	1,990	(23,074)
Interest	5,061	10,614	10,568	(46)
Total debt service	<u>86,290</u>	<u>35,678</u>	<u>12,558</u>	<u>(23,120)</u>
Capital outlay	-	-	64,289	64,289
Total expenditures	<u>3,200,964</u>	<u>3,139,378</u>	<u>2,943,055</u>	<u>(196,323)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(71,342)</u>	<u>(63,023)</u>	<u>(62,039)</u>	<u>984</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	113,509	113,509	-
Transfers out	-	(139,043)	(139,043)	-
Proceeds from sale of capital assets	-	-	5	5
Capital leases	-	-	64,289	64,289
Total other financing sources (uses)	<u>-</u>	<u>(25,534)</u>	<u>38,760</u>	<u>64,294</u>
NET CHANGE IN FUND BALANCE	(71,342)	(88,557)	(23,279)	65,278
Fund balance, beginning of year	371,510	371,510	371,510	-
FUND BALANCE, END OF YEAR	<u>\$ 300,168</u>	<u>\$ 282,953</u>	<u>\$ 348,231</u>	<u>\$ 65,278</u>

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

COUNTY OF RIVERSIDE
Budgetary Comparison Statement
Transportation Special Revenue Fund
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 8,060	\$ 8,060	\$ 7,695	\$ (365)
Licenses, permits, and franchise fees	3,360	3,360	3,140	(220)
Fines, forfeitures, and penalties	23	23	2,397	2,374
Use of money and property:				
Investment earnings	151	151	219	68
Aid from other governmental agencies:				
Federal	38,978	38,978	35,144	(3,834)
State	46,421	46,421	33,476	(12,945)
Other	11,342	11,342	9,561	(1,781)
Charges for services	78,123	68,371	42,055	(26,316)
Other revenue	9,231	9,036	10,751	1,715
Total revenues	<u>195,689</u>	<u>185,742</u>	<u>144,438</u>	<u>(41,304)</u>
EXPENDITURES:				
Current:				
Public protection	8,296	8,343	5,436	(2,907)
Public ways and facilities	191,706	190,028	152,468	(37,560)
Total expenditures	<u>200,002</u>	<u>198,371</u>	<u>157,904</u>	<u>(40,467)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,313)</u>	<u>(12,629)</u>	<u>(13,466)</u>	<u>(837)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	10,453	10,453	-
Transfers out	-	(3,439)	(3,439)	-
Total other financing sources (uses)	<u>-</u>	<u>7,014</u>	<u>7,014</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(4,313)	(5,615)	(6,452)	(837)
Fund balance, beginning of year	87,270	87,270	87,270	-
FUND BALANCE, END OF YEAR	<u>\$ 82,957</u>	<u>\$ 81,655</u>	<u>\$ 80,818</u>	<u>\$ (837)</u>

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

COUNTY OF RIVERSIDE
 Budgetary Comparison Statement
 Flood Control Special Revenue Fund
 For the Fiscal Year Ended June 30, 2017
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 53,009	\$ 53,009	\$ 53,079	\$ 70
Use of money and property:				
Investment earnings	772	772	785	13
Rents and concessions	95	95	163	68
Aid from other governmental agencies:				
State	603	603	602	(1)
Charges for services	3,912	3,912	5,489	1,577
Other revenue	27,527	27,527	19,134	(8,393)
Total revenues	<u>85,918</u>	<u>85,918</u>	<u>79,252</u>	<u>(6,666)</u>
EXPENDITURES:				
Current:				
Public ways and facilities	162,170	159,315	57,324	(101,991)
Total expenditures	<u>162,170</u>	<u>159,315</u>	<u>57,324</u>	<u>(101,991)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(76,252)</u>	<u>(73,397)</u>	21,928	95,325
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(2,855)	(2,855)	-
Total other financing sources (uses)	<u>-</u>	<u>(2,855)</u>	<u>(2,855)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(76,252)</u>	<u>(76,252)</u>	19,073	95,325
Fund balance, beginning of year	206,323	206,323	206,323	-
FUND BALANCE, END OF YEAR	<u>\$ 130,071</u>	<u>\$ 130,071</u>	<u>\$ 225,396</u>	<u>\$ 95,325</u>

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

COUNTY OF RIVERSIDE

Statement of Net Position

Proprietary Funds

June 30, 2017

(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
ASSETS:						
Current assets:						
Cash and investments (Note 4)	\$ 70,442	\$ 85,811	\$ 5,036	\$ 2,119	\$ 163,408	\$ 257,190
Accounts receivable - net (Notes 1 and 6)	50,966	6,916	389	267	58,538	13,191
Interest receivable (Note 6)	46	207	-	10	263	290
Taxes receivable (Note 6)	-	-	-	9	9	-
Due from other governments (Note 6)	125,503	194	1,291	7	126,995	1,384
Due from other funds (Note 7)	3,569	-	-	1	3,570	932
Advances to other funds (Note 7)	-	22,469	-	-	22,469	-
Inventories	8,059	331	-	-	8,390	2,739
Land held for sale	-	-	38,558	-	38,558	-
Prepaid items and deposits	6,203	-	-	-	6,203	2,291
Restricted cash and investments (Notes 4 and 5)	34,511	70,664	17,974	3,189	126,338	-
Total current assets	<u>299,299</u>	<u>186,592</u>	<u>63,248</u>	<u>5,602</u>	<u>554,741</u>	<u>278,017</u>
Noncurrent assets:						
Loans receivable (Note 6)	-	5,000	88,407	-	93,407	-
Capital assets (Note 8):						
Nondepreciable assets	39,667	22,616	4,251	-	66,534	988
Depreciable assets	173,248	63,619	6,561	8	243,436	87,316
Total noncurrent assets	<u>212,915</u>	<u>91,235</u>	<u>99,219</u>	<u>8</u>	<u>403,377</u>	<u>88,304</u>
Total assets	<u>512,214</u>	<u>277,827</u>	<u>162,467</u>	<u>5,610</u>	<u>958,118</u>	<u>366,321</u>
DEFERRED OUTFLOWS OF RESOURCES (Note 15)	119,939	11,127	4,768	565	136,399	50,625
LIABILITIES:						
Current liabilities:						
Accounts payable	17,668	3,693	46	3,315	24,722	32,038
Salaries and benefits payable	19,862	1,252	-	73	21,187	7,956
Due to other governments	161,714	18	696	-	162,428	44
Due to other funds (Note 7)	869	13	-	7	889	1,255
Interest payable	185	-	2	-	187	-
Deposits payable	13	38	-	115	166	-
Other liabilities	139	604	1,977	191	2,911	1,254
Accreted interest payable (Note 14)	231	-	-	-	231	-
Accrued closure and post-closure costs (Notes 10 and 23)	-	826	-	-	826	-
Accrued remediation costs (Note 23)	-	905	-	-	905	104
Compensated absences (Notes 1 and 14)	17,240	1,227	194	14	18,675	9,915
Capital lease obligations (Note 14)	3,883	-	-	-	3,883	21,204
Bonds payable (Note 14)	14,117	-	190	-	14,307	-
Estimated claims liabilities (Notes 14 and 17)	-	-	-	-	-	50,497
Total current liabilities	<u>235,921</u>	<u>8,576</u>	<u>3,105</u>	<u>3,715</u>	<u>251,317</u>	<u>124,267</u>
Noncurrent liabilities:						
Compensated absences (Note 2)	8,492	1,841	1,747	79	12,159	4,768
Advances from other funds (Note 7)	18,469	-	1,527	-	19,996	5,842
Accreted interest payable (Note 14)	72,669	-	-	-	72,669	-
Accrued closure and post-closure care costs (Note 10)	-	81,761	-	-	81,761	-
Accrued remediation costs (Notes 10 and 23)	-	44,349	-	-	44,349	104
Capital lease obligations (Notes 1 and 2)	4,540	-	-	-	4,540	35,319
Bonds payable (Note 14)	77,864	-	200	-	78,064	-
Estimated claims liabilities (Notes 14 and 17)	-	-	-	-	-	153,401
OPEB obligation, net (Notes 14 and 22)	-	135	-	-	135	-
Net pension liability (Note 20)	274,312	30,583	10,977	1,806	317,678	124,117
Other long-term liabilities (Note 14)	-	-	6,795	-	6,795	-
Total noncurrent liabilities	<u>456,346</u>	<u>158,669</u>	<u>21,246</u>	<u>1,885</u>	<u>638,146</u>	<u>323,551</u>
Total liabilities	<u>692,267</u>	<u>167,245</u>	<u>24,351</u>	<u>5,600</u>	<u>889,463</u>	<u>447,818</u>
DEFERRED INFLOWS OF RESOURCES (Note 15)	36,138	10,710	1,548	180	48,576	18,466
NET POSITION:						
Net investment in capital assets	112,511	86,235	3,396	8	202,150	31,677
Restricted for debt service	34,318	-	-	-	34,318	-
Restricted for health and sanitation	-	10,971	-	-	10,971	-
Restricted other	193	-	1,986	-	2,179	-
Unrestricted	(243,274)	13,793	135,954	387	(93,140)	(81,015)
Total net position	<u>\$ (96,252)</u>	<u>\$ 110,999</u>	<u>\$ 141,336</u>	<u>\$ 395</u>	<u>156,478</u>	<u>\$ (49,338)</u>
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds					(132,824)	
Net position of business-type activities					<u>\$ 23,654</u>	

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

COUNTY OF RIVERSIDE
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
OPERATING REVENUES:						
Net patient revenue (Notes 1 and 18)	\$ 456,403	\$ -	\$ -	\$ -	\$ 456,403	\$ -
Charges for services	48,046	80,886	1,619	2,093	132,644	325,705
Other revenue	39,611	1,633	86,452	168	127,864	41,648
Total operating revenues	<u>544,060</u>	<u>82,519</u>	<u>88,071</u>	<u>2,261</u>	<u>716,911</u>	<u>367,353</u>
OPERATING EXPENSES:						
Cost of materials used	-	252	-	-	252	1,365
Personnel services	318,605	19,619	12,616	1,085	351,925	117,395
Communications	1,024	126	-	9	1,159	8,522
Insurance	8,460	1,150	-	3	9,613	24,877
Maintenance of building and equipment	14,325	3,834	2,982	98	21,239	30,425
Insurance claims	-	-	-	-	-	161,955
Supplies	64,203	1,473	-	14	65,690	42,713
Purchased services	101,293	4,514	1,719	1,279	108,805	32,424
Depreciation and amortization	24,740	6,370	1,296	4	32,410	21,379
Rents and leases of equipment	5,202	2,114	-	1	7,317	55,607
Public assistance	-	5	72,477	-	72,482	-
Utilities	3,060	258	588	87	3,993	3,056
Closure and post-closure care costs	-	2,656	-	-	2,656	-
Remediation costs	-	5,010	-	-	5,010	221
Other	14,728	37,253	4	33	52,018	5,552
Total operating expenses	<u>555,640</u>	<u>84,634</u>	<u>91,682</u>	<u>2,613</u>	<u>734,569</u>	<u>505,491</u>
Operating loss	<u>(11,580)</u>	<u>(2,115)</u>	<u>(3,611)</u>	<u>(352)</u>	<u>(17,658)</u>	<u>(138,138)</u>
NONOPERATING REVENUES (EXPENSES):						
Investment income	355	892	887	47	2,181	684
Interest expense	(9,343)	-	(101)	-	(9,444)	(3,135)
Gain on disposal of capital assets	-	128	-	-	128	1,278
Total nonoperating revenues (expenses)	<u>(8,988)</u>	<u>1,020</u>	<u>786</u>	<u>47</u>	<u>(7,135)</u>	<u>(1,173)</u>
Loss before capital contributions and transfers	(20,568)	(1,095)	(2,825)	(305)	(24,793)	(139,311)
Capital contributions	552	-	-	-	552	142,530
Transfers in (Note 7)	26,000	-	-	66	26,066	3,809
Transfers out (Note 7)	(5,626)	(315)	(209)	-	(6,150)	(4,040)
Change in net position before extraordinary item	<u>358</u>	<u>(1,410)</u>	<u>(3,034)</u>	<u>(239)</u>	<u>(4,325)</u>	<u>2,988</u>
Extraordinary item	-	-	(1,152)	-	(1,152)	-
CHANGE IN NET POSITION	<u>358</u>	<u>(1,410)</u>	<u>(1,882)</u>	<u>(239)</u>	<u>(3,173)</u>	<u>2,988</u>
Net position, beginning of the year, as previously reported	(96,610)	112,901	143,218	634		(52,326)
Adjustments to beginning net position (Note 3)	-	(492)	-	-		-
Net position, beginning of the year, as restated	<u>(96,610)</u>	<u>112,409</u>	<u>143,218</u>	<u>634</u>		<u>(52,326)</u>
NET POSITION, END OF YEAR	<u>\$ (96,252)</u>	<u>\$ 110,999</u>	<u>\$ 141,336</u>	<u>\$ 395</u>		<u>\$ (49,338)</u>

Adjustment to reflect the consolidation of internal service fund activities
related to enterprise funds (21,704)

Change in net position of business-type activities \$ (24,877)

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

COUNTY OF RIVERSIDE
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
Cash flows from operating activities						
Cash receipts from customers / other funds	\$ 553,965	\$ 81,124	\$ 88,144	\$ 2,233	\$ 725,466	\$ 358,849
Cash paid to suppliers for goods and services	(239,473)	(50,591)	(77,824)	(1,316)	(369,204)	(337,230)
Cash paid to employees for services	(307,553)	(18,875)	(12,403)	(998)	(339,829)	(112,359)
Net cash provided by (used in) operating activities	6,939	11,658	(2,083)	(81)	16,433	(90,740)
Cash flows from noncapital financing activities						
Advances to (from) other funds	(3,694)	3,694	-	-	-	-
Transfers received	26,000	-	-	66	26,066	3,809
Transfers paid	(5,626)	(315)	(209)	-	(6,150)	(4,040)
Net cash provided by (used in) noncapital financing activities	16,680	3,379	(209)	66	19,916	(231)
Cash flows from capital and related financing activities						
Proceeds (loss) from sale of capital assets	-	128	2	1	131	1,499
Acquisition and construction of capital assets	(30,060)	(6,830)	(95)	-	(36,985)	(7,428)
Principal paid on capital leases	(1,763)	-	-	-	(1,763)	(21,974)
Capital contributions	552	-	-	-	552	142,530
Principal paid on bonds payable	(10,470)	-	(175)	-	(10,645)	-
Interest paid on long-term debt	(9,402)	-	(32)	-	(9,434)	(3,135)
Net cash provided by (used in) capital and related financing activities	(51,143)	(6,702)	(300)	1	(58,144)	111,492
Cash flows from investing activities						
Loans made to others	-	-	(800)	-	(800)	-
Investment income (loss)	309	867	2,599	48	3,823	630
Net cash provided by (used in) investing activities	309	867	1,799	48	3,023	630
Net increase (decrease) in cash and cash equivalents	(27,215)	9,202	(793)	34	(18,772)	21,151
Cash and cash equivalents, beginning of year	132,168	147,273	23,803	5,274	308,518	236,039
Cash and cash equivalents, end of year	\$ 104,953	\$ 156,475	\$ 23,010	\$ 5,308	\$ 289,746	\$ 257,190
Reconciliation of cash and cash equivalents to the Statement of Net Position						
Cash and investments per Statement of Net Position	\$ 70,442	\$ 85,811	\$ 5,036	\$ 2,119	\$ 163,408	\$ 257,190
Restricted cash and investments per Statement of Net Position	34,511	70,664	17,974	3,189	126,338	-
Total cash and cash equivalents per Statement of Net Position	\$ 104,953	\$ 156,475	\$ 23,010	\$ 5,308	\$ 289,746	\$ 257,190

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

COUNTY OF RIVERSIDE
Statement of Cash Flows
Proprietary Funds (Continued)
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities						
Operating income (loss)	\$ (11,580)	\$ (2,115)	\$ (3,611)	\$ (352)	\$ (17,658)	\$ (138,138)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities						
Depreciation and amortization	24,740	6,370	1,296	4	32,410	21,379
Decrease (Increase) accounts receivable	(3,152)	(1,379)	(86)	(35)	(4,652)	(7,278)
Decrease (Increase) taxes receivable	-	-	-	3	3	-
Decrease (Increase) due from other funds	(3,322)	-	-	1	(3,321)	(656)
Decrease (Increase) due from other governments	16,379	(16)	159	3	16,525	(570)
Decrease (Increase) inventories	32	(71)	-	-	(39)	260
Decrease (Increase) prepaid items and deposits	(1,803)	-	-	-	(1,803)	(1,950)
Increase (Decrease) accounts payable	(477)	909	(653)	80	(141)	3,848
Increase (Decrease) due to other funds	(441)	13	-	4	(424)	1,025
Increase (Decrease) due to other governments	3,764	3	696	(2)	4,461	(13)
Increase (Decrease) deposits payable	13	-	-	56	69	-
Increase (Decrease) accrued closure costs	-	2,656	-	-	2,656	-
Increase (Decrease) accrued remediation costs	-	5,010	-	-	5,010	208
Increase (Decrease) other liabilities	(28,266)	(32)	(97)	70	(28,325)	192
Increase (Decrease) estimated claims liability	-	-	-	-	-	25,917
Increase (Decrease) net pension liability	87,565	7,605	3,302	415	98,887	35,541
Increase (Decrease) deferred pensions	(78,635)	(7,119)	(2,834)	(336)	(88,924)	(30,459)
Increase (Decrease) service concession arrangement	-	(434)	-	-	(434)	-
Increase (Decrease) salaries and benefits payable	1,041	136	-	20	1,197	490
Increase (Decrease) compensated absences	1,081	103	(255)	(12)	917	(536)
Increase (Decrease) OPEB obligation, net	-	19	-	-	19	-
Net cash provided by (used in) operating activities	<u>\$ 6,939</u>	<u>\$ 11,658</u>	<u>\$ (2,083)</u>	<u>\$ (81)</u>	<u>\$ 16,433</u>	<u>\$ (90,740)</u>
Noncash investing, capital, and financing activities:						
Capital lease obligations	<u>\$ 2,748</u>				<u>\$ 2,748</u>	<u>\$ 16,194</u>

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

COUNTY OF RIVERSIDE
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2017
(Dollars in Thousands)

	Pension Trust	Investment Trust	Private- Purpose Trust	Agency Funds
ASSETS:				
Cash and investments (Note 4)	\$ -	\$ -	\$ 108,422	\$ 277,134
Federal agency	-	2,206,827	-	-
Cash and cash equivalents	1,038	790,208	-	-
Mutual funds	41,741	-	-	-
Commercial paper	-	1,086,642	-	-
Negotiable CDs	-	152,366	-	-
Municipal bonds	-	386,553	-	-
Bonds - U.S. Treasury	-	264,477	-	-
Local agency obligation	-	167	-	-
Accounts receivable	186	5,995	1,589	366
Interest receivable	-	6,346	55	75
Taxes receivable	-	-	-	31,572
Due from other governments	-	-	2,569	-
Land held for sale	-	-	25,321	-
Total assets	<u>42,965</u>	<u>4,899,581</u>	<u>137,956</u>	<u>309,147</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred charge on refunding	-	-	20,352	-
LIABILITIES:				
Accounts payable	-	-	9,603	159,836
Due to other governments	-	-	3	149,311
Note payable	-	-	738,313	-
Interest payable	-	-	8,263	-
Accreted interest payable	-	-	12,795	-
Other long-term liabilities	-	-	643	-
Total liabilities	<u>-</u>	<u>-</u>	<u>769,620</u>	<u>\$ 309,147</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred inflows of resources	-	-	1,969	
NET POSITION:				
Net position (deficit) held in trust	<u>\$ 42,965</u>	<u>\$ 4,899,581</u>	<u>\$ (613,281)</u>	

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

COUNTY OF RIVERSIDE
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Pension Trust	Investment Trust	Private- Purpose Trust
ADDITIONS:			
Employer contributions	\$ 1,365	\$ -	\$ -
Employee contributions	1,660	-	-
Contributions to pooled investments	-	28,800,919	-
Contributions to private-purpose trust	-	-	57,645
Investment income	9,937	-	276
Total additions	<u>12,962</u>	<u>28,800,919</u>	<u>57,921</u>
DEDUCTIONS:			
Distributions from pooled investments	-	28,539,966	-
Distributions from private-purpose trust	-	-	38,077
Administrative and other expenses	2,120	-	-
Total deductions	<u>2,120</u>	<u>28,539,966</u>	<u>38,077</u>
Change in net position	10,842	260,953	19,844
Net position held in trust, beginning of the year	32,123	4,638,628	(633,125)
Net position held in trust, end of the year	<u>\$ 42,965</u>	<u>\$ 4,899,581</u>	<u>\$ (613,281)</u>

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



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