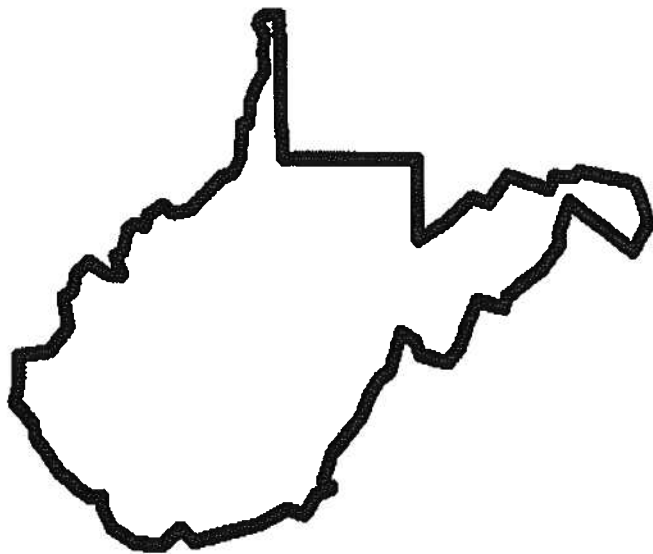


# COUNTY OF MONONGALIA WEST VIRGINIA

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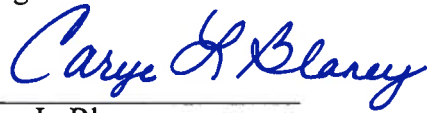
## Annual Financial Report For the Fiscal Year ended June 30, 2018



CARYE L. BLANEY  
- MONONGALIA COUNTY CLERK

STATE OF WEST VIRGINIA  
COUNTY OF MONONGALIA, TO WIT:

I, Carye L. Blaney, County Clerk of the Monongalia County Commission, hereby state under oath that the preceding financial statement of the funds of Monongalia County, of and for the fiscal year ended June 30, 2018 are true and accurate to the best of our knowledge and belief. However, these statements are not audited and thereby subject to change.



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Carye L. Blaney  
Monongalia County Clerk

MONONGALIA COUNTY, WEST VIRGINIA  
STATEMENT OF NET POSITION  
June 30, 2018

	<u>Primary Government</u>	<u>Component Units</u>	
	<u>Governmental Activities</u>	<u>Development Authority</u>	<u>Board of Health</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 15,123,167	\$ 453,054	\$ 2,361,142
Investments	-	1,961,050	-
Receivables:			
Taxes	1,841,433	-	-
Accounts	-	99,370	79,999
Grants	-	-	355,538
Notes - current	-	-	-
Due from:			
Other governments	136,099	-	-
Prepaid expenses	-	600	6,300
Total current assets	<u>17,100,699</u>	<u>2,514,074</u>	<u>2,802,979</u>
Restricted assets:			
Reserve account	-	-	126,105
Restricted cash	10,093,847	-	-
Notes receivable - net of current portion	-	380,456	-
Capital assets:			
Nondepreciable:			
Land	984,200	4,873,918	-
Construction in progress	750,000	2,014,460	-
Depreciable:			
Buildings	35,854,328	-	-
Structures and improvements	5,464,911	-	-
Furniture and equipment	-	-	91,333
Vehicles	-	-	123,010
Machinery and equipment	5,739,719	-	330,371
Leasehold improvements	-	-	206,490
Less: accumulated depreciation	(14,163,929)	-	(745,204)
Total noncurrent assets	<u>44,723,076</u>	<u>7,268,834</u>	<u>132,105</u>
Total assets	<u>61,823,775</u>	<u>9,782,908</u>	<u>2,935,084</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension	1,781,197	-	344,519
OPEB	212,109	-	95,430
Total deferred outflows of resources	<u>1,993,306</u>	<u>-</u>	<u>439,949</u>

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

MONONGALIA COUNTY, WEST VIRGINIA  
STATEMENT OF NET POSITION (CONTINUED)

June 30, 2018

	<u>Primary Government</u>	<u>Component Units</u>	
	<u>Governmental Activities</u>	<u>Development Authority</u>	<u>Board of Health</u>
<b>LIABILITIES</b>			
Current liabilities payable			
from current assets:			
Accounts payable	760,793	1,700	333,151
Grants payable	-	-	-
Payroll payable	-	-	120,654
Interest payable	608,212	-	-
Unearned fees and permits	-	-	387,936
Compensated absences payable	-	-	-
Due to:			
Primary government	-	100,000	-
Other governments	-	700,000	-
Noncurrent liabilities:			
Bonds payable - due within one year	1,624,000	-	-
Bonds payable - due in more than one year	115,100,350	-	-
Notes payable - due within one year	259,710	-	-
Notes payable - due in more than one year	259,710	-	-
Compensated absences payable	766,660	-	209,247
Net pension liability	2,803,081	-	685,568
Net OPEB Liability	2,664,744	-	1,109,649
	<u>124,847,260</u>	<u>801,700</u>	<u>2,846,205</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension	1,477,768	-	232,858
OPEB	741,582	-	318,897
	<u>2,219,350</u>	<u>-</u>	<u>551,755</u>
<b>NET POSITION</b>			
Net investment in capital assets	19,292,344	8,109,822	6,000
Restricted for:			
Debt service	10,093,847	-	-
Capital projects	-	459,023	-
Other purposes	-	-	126,105
Unrestricted	<u>(92,635,720)</u>	<u>412,363</u>	<u>(155,032)</u>
Total net position	<u>\$ (63,249,529) \$</u>	<u>\$ 8,981,208 \$</u>	<u>(22,927)</u>

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

MONONGALIA COUNTY, WEST VIRGINIA  
STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2018

Functions / Programs	Program Revenues			Net (Expense) Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units	
					Governmental Activities	Development Authority	Board of Health
<b>Primary government:</b>							
Governmental activities:							
General government	\$ 15,189,329	\$ 5,216,204	\$ 884,050	\$ -	\$ (9,089,075)		
Public safety	15,445,548	-	-	-	(15,445,548)		
Health and sanitation	1,068,494	-	-	-	(1,068,494)		
Administrative and general	1,365,148	-	-	-	(1,365,148)		
Culture and recreation	2,653,792	-	-	-	(2,653,792)		
Social services	359,537	-	-	-	(359,537)		
Capital projects	30,323,169	-	2,750,259	-	(27,572,910)		
Debt service	1,052,000	-	-	-	(1,052,000)		
Interest on long-term debt	5,033,952	-	-	-	(5,033,952)		
<b>Total primary government</b>	<b>\$ 72,490,969</b>	<b>\$ 5,216,204</b>	<b>\$ 3,634,309</b>	<b>\$ -</b>	<b>(63,640,456)</b>		
<b>Component units:</b>							
Development Authority	\$ 204,412	\$ 2,901	\$ -	\$ -	\$ (201,511)	\$ -	
Board of Health	4,201,886	1,749,974	2,536,197	-	-	-	84,285
<b>Total component units</b>	<b>\$ 4,406,298</b>	<b>\$ 1,752,875</b>	<b>\$ 2,536,197</b>	<b>\$ -</b>	<b>-</b>	<b>(201,511)</b>	<b>84,285</b>
<b>General revenues:</b>							
Ad valorem property taxes					28,486,821	-	-
Alcoholic beverages tax					59,499	-	-
Hotel occupancy tax					807,890	-	-
Gas and oil severance tax					101,668	-	-
Other taxes					3,215,041	84,695	-
Coal severance tax					327,289	-	-
Licenses and permits					65,113	-	-
Unrestricted investment earnings					226,680	44,219	17,554
Refunds					1,630,982	-	-
Reimbursement					202,893	-	-
Gain on sale of capital assets					422,959	-	-
Miscellaneous					1,725,827	-	52,718
<b>Total general revenues</b>					<b>37,272,662</b>	<b>128,914</b>	<b>70,272</b>
Change in net position					(26,367,794)	(72,597)	154,557
Net position - beginning (Note III.I.)					(36,881,735)	9,053,805	(177,484)
Net position - ending					<b>\$ (63,249,529)</b>	<b>\$ 8,981,208</b>	<b>\$ (22,927)</b>

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

MONONGALIA COUNTY, WEST VIRGINIA  
BALANCE SHEET - GOVERNMENTAL FUNDS  
June 30, 2018

	<u>General</u>	<u>Coal Severance Tax</u>	<u>University Town Center Debt Service</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>					
<b>Current:</b>					
Cash and cash equivalents	\$ 10,885,963	\$ 285,433	\$ -	\$ 3,951,771	\$ 15,123,167
Receivables:					
Taxes	1,495,074	-	-	346,359	1,841,433
Due from:					
Other governments	136,099	-	-	-	136,099
Restricted cash	<u>-</u>	<u>-</u>	<u>9,453,159</u>	<u>640,688</u>	<u>10,093,847</u>
 Total assets	 <u>\$ 12,517,136</u>	 <u>\$ 285,433</u>	 <u>\$ 9,453,159</u>	 <u>\$ 4,938,818</u>	 <u>\$ 27,194,546</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 478,154	\$ 33,000	\$ -	\$ 249,639	\$ 760,793
Payroll payable	-	-	-	-	-
Other accrued expenses	<u>-</u>	<u>-</u>	<u>353,588</u>	<u>254,624</u>	<u>608,212</u>
 Total liabilities	 <u>478,154</u>	 <u>33,000</u>	 <u>353,588</u>	 <u>504,263</u>	 <u>1,369,005</u>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue - taxes	<u>1,252,044</u>	<u>-</u>	<u>-</u>	<u>308,918</u>	<u>1,560,962</u>
 Total deferred inflows of resources	 <u>1,252,044</u>	 <u>-</u>	 <u>-</u>	 <u>308,918</u>	 <u>1,560,962</u>
 Total liabilities and deferred inflows of resources	 <u>1,730,198</u>	 <u>33,000</u>	 <u>353,588</u>	 <u>813,181</u>	 <u>2,929,967</u>
<b>Fund balances:</b>					
Restricted	-	-	9,099,571	4,141,147	13,240,718
Assigned	10,407,809	252,433	-	-	10,660,242
Unassigned	<u>379,129</u>	<u>-</u>	<u>-</u>	<u>(15,510)</u>	<u>363,619</u>
 Total fund balances	 <u>10,786,938</u>	 <u>252,433</u>	 <u>9,099,571</u>	 <u>4,125,637</u>	 <u>24,264,579</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 12,517,136</u>	 <u>\$ 285,433</u>	 <u>\$ 9,453,159</u>	 <u>\$ 4,938,818</u>	 <u>\$ 27,194,546</u>

MONONGALIA COUNTY, WEST VIRGINIA  
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
June 30, 2018

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Total fund balances on the governmental fund's balance sheet	\$ 24,264,579
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 are therefore not reported in the funds. (Note III.C.)	34,629,229
Certain revenues are not available to fund current year expenditures and therefore are deferred in the funds. (Note III.B.)	1,560,962
Deferred inflows and outflows related to pension activity are not required to be reported in the funds but are required to be reported at the government-wide level (Note V):	
Deferred outflow - Pension	1,781,197
Deferred outflow - OPEB	212,109
Deferred outflow (inflow) - Pension	(1,477,768)
Deferred outflow (inflow) - OPEB	(741,582)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (Note III.G.)	<u>(123,478,255)</u>
Net position of governmental activities	<u><u>\$ (63,249,529)</u></u>

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

MONONGALIA COUNTY, WEST VIRGINIA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
 For the Fiscal Year Ended June 30, 2018

	General	Coal Severance Tax	University Town Center Debt Service	Other Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Taxes:					
Ad valorem property taxes	\$ 21,547,726	\$ -	\$ -	\$ 6,995,984	\$ 28,543,710
Alcoholic beverages tax	59,499	-	-	-	59,499
Hotel occupancy tax	807,890	-	-	-	807,890
Gas and oil severance tax	101,668	-	-	-	101,668
Other taxes	1,193,318	-	-	1,343,163	2,536,481
Coal severance tax	-	327,289	-	-	327,289
Licenses and permits	11,823	-	-	53,290	65,113
Intergovernmental:					
Federal	410,731	-	-	-	410,731
State	200,637	-	2,750,259	-	2,950,896
Local	-	-	-	-	-
Charges for services	1,378,929	-	-	2,999,445	4,378,374
Fines and forfeits	-	-	-	837,830	837,830
Interest and investment earnings	99,353	2,020	87,071	38,236	226,680
Refunds	1,655,962	-	-	20	1,655,982
Reimbursements	-	-	-	202,893	202,893
Payments in lieu of taxes	567,897	-	-	110,663	678,560
Contributions and donations	2,885	-	1,216,488	3,841	1,223,214
Miscellaneous	435,555	-	-	121,860	557,415
Total revenues	<u>28,473,873</u>	<u>329,309</u>	<u>4,053,818</u>	<u>12,707,225</u>	<u>45,564,225</u>
<b>EXPENDITURES</b>					
Current:					
General government	13,951,773	73,252	-	1,331,978	15,357,003
Public safety	9,817,808	-	-	5,309,520	15,127,328
Health and sanitation	1,063,147	-	-	-	1,063,147
Administrative and general	-	-	1,358,058	7,200	1,365,258
Culture and recreation	812,539	16,705	-	1,826,127	2,655,371
Social services	165,684	198,099	-	-	363,783
Capital outlay	1,327,450	-	27,368,604	2,635,555	31,331,609
Debt service:					
Principal	-	-	45,188,588	3,598,179	48,786,767
Interest	-	-	4,075,247	909,948	4,985,195
Bond issuance costs	-	-	928,000	124,000	1,052,000
Total expenditures	<u>27,138,401</u>	<u>288,056</u>	<u>78,918,497</u>	<u>15,742,507</u>	<u>122,087,461</u>
Excess (deficiency) of revenues over expenditures	<u>1,335,472</u>	<u>41,253</u>	<u>(74,864,679)</u>	<u>(3,035,282)</u>	<u>(76,523,236)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	708,718	-	1,340,190	2,618,662	4,667,570
Transfers (out)	(1,391,592)	-	-	(3,275,978)	(4,667,570)
Currently Refunded TIF Bonds	-	-	45,188,588	1,949,459	47,138,047
TIF Bonds Issued	-	-	37,924,925	2,387,249	40,312,174
Original Issuance Discount	-	-	(1,572,451)	-	(1,572,451)
Total other financing sources (uses)	<u>(682,874)</u>	<u>-</u>	<u>82,881,252</u>	<u>3,679,392</u>	<u>85,877,770</u>
Net change in fund balances	652,598	41,253	8,016,573	644,110	9,354,534
Fund balances - beginning	10,134,340	211,180	1,082,998	3,481,527	14,910,045
Fund balances - ending	<u>\$ 10,786,938</u>	<u>\$ 252,433</u>	<u>\$ 9,099,571</u>	<u>\$ 4,125,637</u>	<u>\$ 24,264,579</u>

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



MONONGALIA COUNTY, WEST VIRGINIA  
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, 2018

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

Net change in fund balances - total governmental funds	\$ 9,354,534
Capital outlays are reported as an expenditure in the governmental funds but are considered an asset at the government-wide level. This is the amount of capital assets that were purchased during the fiscal year. (Note III.C.)	2,736,593
Capital outlays are reported as an expenditure in the governmental funds. In the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of depreciation expense charged during the year. (Note III.C.)	(1,947,110)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position. (Note III.C.)	(54,802)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the difference between prior and current year unavailable/unearned revenues.	(56,889)
Prior year unavailable/unearned revenues: \$1,617,851	
Current year unavailable/unearned revenues: \$1,560,962	
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note III.G.)	(37,139,760)
Certain pension & OPEB expenses in the statement of activities are recognized on the accrual basis of accounting in accordance with GASB 68. (Note V)	
Amount of pension & OPEB expenditures at fund level PERS	445,030
Amount of pension & OPEB expenses recognized at government-wide level PERS	150,260
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. (Note III.G.)	144,350
	<hr/>
Change in net position of governmental activities	\$ <u><u>(26,367,794)</u></u>

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