

BERKELEY COUNTY, WEST VIRGINIA  
COUNTY OFFICIALS  
For the Fiscal Year Ended June 30, 2016

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OFFICE	NAME	TERM
<u>Elective</u>		
County Council:	Douglas E. Copenhaver, Jr.	01-01-11 / 12-31-16
	Elaine C. Mauck	01-01-13 / 12-31-18
	James R. Barnhart	01-01-13 / 12-31-18
	James P. Whitacre	01-01-15 / 12-31-20
	Dan Dulyea	01-01-15 / 12-31-20
Clerk of the County Commission:	John W. Small, Jr.	01-01-11 / 12-31-16
Clerk of the Circuit Court:	Virginia Sine	01-01-11 / 12-31-16
Sheriff:	Kenneth Lemaster, Jr.	01-01-13 / 12-31-16
Prosecuting Attorney:	Pamela Jean Games-Neely	01-01-13 / 12-31-16
Assessor:	Larry Hess	01-01-13 / 12-31-16

## BERKELEY COUNTY, WEST VIRGINIA

## STATEMENT OF NET POSITION

June 30, 2016

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 10,028,384	\$ 2,192	\$ 10,030,576
Receivables:			
Taxes	1,013,917	--	1,013,917
Grants	31,916	--	31,916
Total current assets	<u>11,074,217</u>	<u>2,192</u>	<u>11,076,409</u>
Restricted assets:			
Construction cash	--	1,513,319	1,513,319
Investments	--	681,513	681,513
Capital assets:			
Nondepreciable:			
Land	850,602	1,889,399	2,740,001
Construction in progress	2,186,764	5,657,332	7,844,096
Depreciable:			
Buildings	4,236,868	39,472,974	43,709,842
Improvements	2,088,250	--	2,088,250
Machinery and equipment	12,128,696	--	12,128,696
Less: accumulated depreciation	<u>( 12,275,045)</u>	<u>( 8,594,554)</u>	<u>( 20,869,599)</u>
Total noncurrent assets	<u>9,216,135</u>	<u>40,619,983</u>	<u>49,836,118</u>
Total assets	<u>20,290,352</u>	<u>40,622,175</u>	<u>60,912,527</u>
<b>DEFERRED OUTFLOWS</b>			
Employer contributions to pension plan subsequent to measurement date	1,510,127	--	1,510,127
Changes in employer proportion and differences between contributions and proportionate share of contributions	388,736	--	388,736
Unamortized bond discount	<u>--</u>	<u>61,590</u>	<u>61,590</u>
Total deferred outflows of resources	<u>1,898,863</u>	<u>61,590</u>	<u>1,960,453</u>

BERKELEY COUNTY, WEST VIRGINIA

STATEMENT OF NET POSITION

June 30, 2016

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	
<b>LIABILITIES</b>			
Current liabilities payable			
from current assets:			
Accounts payable	759,308	1,800	761,108
OPEB payable	309,461	--	309,461
Due to:			
Other governments	3,302	--	3,302
Current liabilities payable from restricted assets:			
Revenue bonds payable	--	1,276,105	1,276,105
Accrued revenue bond interest payable	--	157,819	157,819
Matured bonds payable	25,462	--	25,462
Dormant checks payable	7,802	--	7,802
Noncurrent liabilities:			
Bonds payable - due in more than one year	--	33,944,505	33,944,505
Leases payable - due within one year	319,541	--	319,541
Leases payable - due in more than one year	1,462,658	--	1,462,658
Compensated absences payable	664,678	--	664,678
Net pension liability	3,074,405	--	3,074,405
 Total liabilities	 <u>6,626,617</u>	 <u>35,380,229</u>	 <u>42,006,846</u>
<b>DEFERRED INFLOWS</b>			
Unamortized bond premium	--	461,912	461,912
Differences between projected and actual investment earnings	2,886,949	--	2,886,949
 Total deferred inflows of resources	 <u>2,886,949</u>	 <u>461,912</u>	 <u>3,348,861</u>
<b>NET POSITION</b>			
Net investment in capital assets	7,433,936	4,159,718	11,593,654
Restricted for:			
Debt service	--	681,513	681,513
Unrestricted	5,241,713	393	5,242,106
 Total net position	 <u>\$ 12,675,649</u>	 <u>\$ 4,841,624</u>	 <u>\$ 17,517,273</u>

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

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2016

	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Business-type Activities
<b>Functions / Programs</b>						
<b>Primary government:</b>						
Governmental activities:						
General government	\$ 16,406,098	\$ 2,145,663	\$ 14,610	\$ 15,473	\$ (14,230,352)	\$ (14,230,352)
Public safety	10,869,680	3,483,499	185,148	104,757	(7,096,276)	(7,096,276)
Health and sanitation	32,169	--	--	6,776	(25,393)	(25,393)
Culture and recreation	1,147,505	312,820	--	16,248	(818,437)	(818,437)
Social services	182,385	--	--	--	(182,385)	(182,385)
Capital projects	1,688,830	--	--	--	(1,688,830)	(1,688,830)
Total governmental activities	<u>30,326,667</u>	<u>5,941,982</u>	<u>199,758</u>	<u>143,254</u>	<u>(24,041,673)</u>	<u>(24,041,673)</u>
Business type activities:						
Berkeley County Building Commission	<u>2,309,707</u>	<u>2,666,731</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>357,024</u>
Total primary government	<u>\$ 32,636,374</u>	<u>\$ 8,608,713</u>	<u>\$ 199,758</u>	<u>\$ 143,254</u>	<u>(24,041,673)</u>	<u>(23,684,649)</u>
General revenues:						
Ad valorem property taxes					18,816,016	--
Alcoholic beverages tax					183,555	--
Hotel occupancy tax					437,420	--
Gas and oil severance tax					193,839	--
Other taxes					3,021,232	--
Coal severance tax					233,321	--
Licenses and permits					132,480	--
Unrestricted investment earnings					37,340	(11,673)
Refunds					250,161	--
Reimbursement					2,141	--
Gain on sale of capital assets					--	(53,609)
Miscellaneous					979,520	--
Total general revenues					<u>24,287,025</u>	<u>(65,282)</u>
Change in net position					245,352	291,742
Net position - beginning (See Note III.I.)					<u>12,430,297</u>	<u>4,549,882</u>
Net position - ending					<u>\$ 12,675,649</u>	<u>\$ 4,841,624</u>

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

BERKELEY COUNTY, WEST VIRGINIA  
BALANCE SHEET - GOVERNMENTAL FUNDS  
June 30, 2016

	<u>General</u>	<u>Coal Severance Tax</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS AND DEFERRED OUTFLOWS</b>				
<b>Assets:</b>				
<b>Current:</b>				
Cash and cash equivalents	\$ 7,345,583	\$ 209,110	\$ 2,473,691	\$ 10,028,384
Receivables:				
Taxes	1,013,917	--	--	1,013,917
Grants	31,916	--	--	31,916
Due from:				
Other funds	<u>75,171</u>	<u>--</u>	<u>11,292</u>	<u>86,463</u>
 Total assets and deferred outflows of resources	 <u>\$ 8,466,587</u>	 <u>\$ 209,110</u>	 <u>\$ 2,484,983</u>	 <u>\$ 11,160,680</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	690,000	--	69,308	759,308
OPEB payable	265,241	--	44,220	309,461
Matured bonds payable	--	--	25,462	25,462
Dormant checks payable	6,776	--	1,026	7,802
Due to:				
Other funds	11,292	--	75,171	86,463
Other governments	<u>--</u>	<u>--</u>	<u>3,302</u>	<u>3,302</u>
 Total liabilities	 <u>973,309</u>	 <u>--</u>	 <u>218,489</u>	 <u>1,191,798</u>
<b>Deferred Inflows:</b>				
Unavailable revenue - taxes	<u>831,364</u>	<u>--</u>	<u>--</u>	<u>831,364</u>
 Total deferred inflows of resources	 <u>831,364</u>	 <u>--</u>	 <u>--</u>	 <u>831,364</u>
 Total liabilities and deferred inflows of resources	 <u>1,804,673</u>	 <u>--</u>	 <u>218,489</u>	 <u>2,023,162</u>
<b>Fund balances:</b>				
Restricted	--	--	2,267,520	2,267,520
Committed	3,627,669	--	--	3,627,669
Assigned	3,034,245	209,110	--	3,243,355
Unassigned	<u>--</u>	<u>--</u>	<u>( 1,026)</u>	<u>( 1,026)</u>
 Total fund balances	 <u>6,661,914</u>	 <u>209,110</u>	 <u>2,266,494</u>	 <u>9,137,518</u>
 Total liabilities, deferred inflows and fund balance:	 <u>\$ 8,466,587</u>	 <u>\$ 209,110</u>	 <u>\$ 2,484,983</u>	 <u>\$ 11,160,680</u>

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

BERKELEY COUNTY, WEST VIRGINIA  
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
June 30, 2016

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Total fund balances on the governmental fund's balance sheet	\$ 9,137,518
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.)	9,216,135
Certain revenues are not available to fund current year expenditures and therefore are deferred in the funds. (Note III.B.)	831,364
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:	
Deferred outflow (inflow) - Changes in employer portion and differences between contributions and proportionate share of pension expense	388,736
Deferred outflow - Employer contributions to pension plan after measurement date	1,510,127
Deferred inflow - Differences between projected and actual investment earnings	( 2,886,949)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (Note III.G.)	<u>( 5,521,282)</u>
Net position of governmental activities	<u>\$ 12,675,649</u>

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

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
For the Fiscal Year Ended June 30, 2016

	<u>General</u>	<u>Coal Severance Tax</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Taxes:				
Ad valorem property taxes	\$ 18,650,796	\$ --	\$ --	\$ 18,650,796
Alcoholic beverages tax	183,555	--	--	183,555
Hotel occupancy tax	437,420	--	--	437,420
Gas and oil severance tax	193,839	--	--	193,839
Other taxes	1,131,373	--	1,259,404	2,390,777
Coal severance tax	--	233,321	--	233,321
Licenses and permits	--	--	132,480	132,480
Intergovernmental:				
Federal	101,758	--	111,552	213,310
State	6,248	--	123,454	129,702
Charges for services	2,116,123	--	2,893,181	5,009,304
Fines and forfeits	263,465	--	669,213	932,678
Interest and investment earnings	32,201	830	4,309	37,340
Refunds	250,161	--	--	250,161
Reimbursements	--	--	2,141	2,141
Payments in lieu of taxes	630,455	--	--	630,455
Miscellaneous	874,238	--	105,282	979,520
	<u>24,871,632</u>	<u>234,151</u>	<u>5,301,016</u>	<u>30,406,799</u>
Total revenues				
<b>EXPENDITURES</b>				
Current:				
General government	15,025,844	95,628	1,371,656	16,493,128
Public safety	8,215,450	107,775	3,451,795	11,775,020
Health and sanitation	169,405	35,829	--	205,234
Culture and recreation	1,195,838	--	--	1,195,838
Social services	154,500	3,500	--	158,000
Capital outlay	590,085	496,519	611,369	1,697,973
	<u>25,351,122</u>	<u>739,251</u>	<u>5,434,820</u>	<u>31,525,193</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>( 479,490)</u>	<u>( 505,100)</u>	<u>( 133,804)</u>	<u>( 1,118,394)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	288,130	207,650	116,958	612,738
Transfers (out)	<u>( 13,086)</u>	<u>--</u>	<u>( 599,652)</u>	<u>( 612,738)</u>
Total other financing sources (uses)	<u>275,044</u>	<u>207,650</u>	<u>( 482,694)</u>	<u>--</u>
Net change in fund balances	( 204,446)	( 297,450)	( 616,498)	( 1,118,394)
Fund balances - beginning (See Note III.I.)	<u>6,866,360</u>	<u>506,560</u>	<u>2,882,992</u>	<u>10,255,912</u>
Fund balances - ending	<u>\$ 6,661,914</u>	<u>\$ 209,110</u>	<u>\$ 2,266,494</u>	<u>\$ 9,137,518</u>

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

BERKELEY 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, 2016

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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	\$ ( 1,118,394)
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.)	1,710,305
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.).	( 1,074,196)
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.	165,220
Prior year unavailable/unearned revenues: \$666,144	
Current year unavailable/unearned revenues: \$831,364	
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.)	<u>562,417</u>
Change in net position of governmental activities	<u><u>\$ 245,352</u></u>

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



BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND  
For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual Modified Accrual Basis	Adjustments Budget Basis	Actual Amounts Budget Basis	Variance with Final Budget Positive (Negative)
	Original	Final				
<b>REVENUES</b>						
Taxes:						
Ad valorem property taxes	\$ 19,255,143	\$ 19,255,143	\$ 18,650,796	\$ 225,707	\$ 18,876,503	\$ (378,640)
Alcoholic beverages tax	100,000	100,000	183,555	--	183,555	83,555
Hotel occupancy tax	389,000	389,000	437,420	--	437,420	48,420
Gas and oil severance tax	75,000	75,000	193,839	--	193,839	118,839
Other taxes	800,000	800,000	1,131,373	--	1,131,373	331,373
Intergovernmental:						
Federal	--	17,259	101,758	(31,916)	69,842	52,583
State	25,000	25,000	6,248	--	6,248	(18,752)
Charges for services	1,940,500	1,940,500	2,116,123	(110,725)	2,005,398	64,898
Fines and forfeits	65,000	65,000	263,465	--	263,465	198,465
Interest and investment earnings	265,000	265,000	32,201	(16,712)	15,489	(249,511)
Refunds	325,000	580,038	250,161	137,658	387,819	(192,219)
Payments in lieu of taxes	600,000	600,000	630,455	--	630,455	30,455
Miscellaneous	695,000	695,000	874,238	--	874,238	179,238
Total revenues	<u>24,534,643</u>	<u>24,806,940</u>	<u>24,871,632</u>	<u>204,012</u>	<u>25,075,644</u>	<u>268,704</u>
<b>EXPENDITURES</b>						
Current:						
General government	16,748,378	16,902,415	15,025,844	(195,184)	14,830,660	2,071,755
Public safety	8,824,336	9,054,819	8,215,450	(499,798)	7,715,652	1,339,167
Health and sanitation	169,405	169,405	169,405	--	169,405	--
Culture and recreation	1,149,274	1,149,274	1,195,838	--	1,195,838	(46,564)
Social services	168,250	168,250	154,500	--	154,500	13,750
Capital outlay	50,000	660,288	590,085	--	590,085	70,203
Total expenditures	<u>27,109,643</u>	<u>28,104,451</u>	<u>25,351,122</u>	<u>(694,982)</u>	<u>24,656,140</u>	<u>3,448,311</u>
Excess (deficiency) of revenues over expenditures	<u>(2,575,000)</u>	<u>(3,297,511)</u>	<u>(479,490)</u>	<u>898,994</u>	<u>419,504</u>	<u>3,717,015</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	75,000	75,000	288,130	(212,829)	75,301	301
Transfers (out)	--	--	(13,086)	13,086	--	--
Total other financing sources (uses)	<u>75,000</u>	<u>75,000</u>	<u>275,044</u>	<u>(199,743)</u>	<u>75,301</u>	<u>301</u>
Net change in fund balance	(2,500,000)	(3,222,511)	(204,446)	699,251	494,805	3,717,316
Fund balance - beginning	<u>2,500,000</u>	<u>3,222,511</u>	<u>6,866,360</u>	<u>(3,643,251)</u>	<u>3,223,109</u>	<u>598</u>
Fund balance - ending	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 6,661,914</u>	<u>\$ (2,944,000)</u>	<u>\$ 3,717,914</u>	<u>\$ 3,717,914</u>

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

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - COAL SEVERANCE TAX FUND  
For the Fiscal Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual Modified Accrual Basis</u>	<u>Adjustments Budget Basis</u>	<u>Actual Amounts Budget Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>				
<b>REVENUES</b>						
Taxes:						
Coal severance tax	\$ 264,021	\$ 264,021	\$ 233,321	\$ --	\$ 233,321	\$ ( 30,700)
Interest and investment earnings	1,000	1,000	830	--	830	( 170)
Refunds	--	--	--	207,650	207,650	207,650
Total revenues	<u>265,021</u>	<u>265,021</u>	<u>234,151</u>	<u>207,650</u>	<u>441,801</u>	<u>176,780</u>
<b>EXPENDITURES</b>						
Current:						
General government	83,601	95,101	95,628	7,528	103,156	( 8,055)
Public safety	110,700	110,700	107,775	--	107,775	2,925
Health and sanitation	42,320	42,320	35,829	--	35,829	6,491
Culture and recreation	1,200	1,200	--	--	--	1,200
Social services	6,500	6,500	3,500	--	3,500	3,000
Capital outlay	20,700	523,188	496,519	--	496,519	26,669
Total expenditures	<u>265,021</u>	<u>779,009</u>	<u>739,251</u>	<u>7,528</u>	<u>746,779</u>	<u>32,230</u>
Excess (deficiency) of revenues over expenditures	<u>--</u>	<u>( 513,988)</u>	<u>( 505,100)</u>	<u>200,122</u>	<u>( 304,978)</u>	<u>209,010</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	<u>--</u>	<u>--</u>	<u>207,650</u>	<u>( 207,650)</u>	<u>--</u>	<u>--</u>
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>207,650</u>	<u>( 207,650)</u>	<u>--</u>	<u>--</u>
Net change in fund balance	--	( 513,988)	( 297,450)	( 7,528)	( 304,978)	209,010
Fund balance - beginning	<u>--</u>	<u>513,988</u>	<u>506,560</u>	<u>7,528</u>	<u>514,088</u>	<u>100</u>
Fund balance - ending	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 209,110</u>	<u>\$ --</u>	<u>\$ 209,110</u>	<u>\$ 209,110</u>

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

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF NET POSITION - PROPRIETARY FUNDS  
June 30, 2016

	Berkeley County Building Commission
<b>ASSETS</b>	
Current:	
Cash and cash equivalents	\$ 2,192
Total current assets	2,192
Restricted:	
Construction cash	1,513,319
Investments	681,513
Total restricted assets	2,194,832
Capital assets:	
Nondepreciable:	
Land	1,889,399
Construction in progress	5,657,332
Nondepreciable:	
Buildings	39,472,974
Less: accumulated depreciation	( 8,594,554)
Total capital assets (net of accumulated depreciation)	38,425,151
Total assets	40,622,175
<b>DEFERRED OUTFLOWS</b>	
Unamortized bond discount	61,590
Total deferred outflows of resources	61,590
<b>LIABILITIES</b>	
Current liabilities payable from current assets:	
Accounts payable	1,800
Total current liabilities payable from current assets	1,800
Current liabilities payable from restricted assets:	
Revenue bonds payable	1,276,105
Accrued revenue bond interest payable	157,819
Total current liabilities payable from restricted assets	1,433,924
Noncurrent liabilities:	
Bonds payable	33,944,505
Total noncurrent liabilities	33,944,505
Total liabilities	35,380,229

BERKELEY COUNTY, WEST VIRGINIA  
 STATEMENT OF NET POSITION - PROPRIETARY FUNDS  
 June 30, 2016

	Berkeley County Building Commission
<b>DEFERRED INFLOWS</b>	
Unamortized bond premium	461,912
Total deferred inflows of resources	461,912
<b>NET POSITION</b>	
Invested in capital assets (net of related debt)	4,159,718
Restricted for debt service	681,513
Unrestricted	393
Total net position	\$ 4,841,624

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

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2016

	<u>Berkeley County Building Commission</u>
Operating revenues:	
Lease income	\$ 2,656,836
Intergovernmental, local	9,895
	<hr/>
Total revenues	2,666,731
	<hr/>
Operating expenses:	
Professional services	10,795
Depreciation	992,702
	<hr/>
Total operating expenses	1,003,497
	<hr/>
Operating income (loss)	1,663,234
	<hr/>
Nonoperating revenues (expenses):	
Interest revenue	177
Bank trustee fees	( 11,850)
Bond issuance costs	( 183,712)
Gain (loss) on sale of fixed assets	( 53,609)
Interest and fiscal charges	( 1,122,498)
	<hr/>
Total nonoperating revenues (expenses)	( 1,371,492)
	<hr/>
Income (loss) before operating transfers and contributions	291,742
	<hr/>
Change in net position	291,742
	<hr/>
Net position at beginning of year	4,549,882
	<hr/>
Net position at end of year	\$ <u><u>4,841,624</u></u>

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2016

Berkeley County  
Building Commission

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

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2016

Berkeley County  
Building Commission

**Cash flows from operating activities:**

Cash received for leases	\$	2,656,836
Cash received from intergovernmental contributions and grants - local		9,895
Cash paid to vendors		( 9,895)

Net cash provided (used) by operating activities		<u>2,656,836</u>
--------------------------------------------------	--	------------------

**Cash flows from capital and related financing activities:**

Proceeds from bond issuance		9,309,018
Principal paid on bonds payable		( 10,568,294)
Payment for bank trustee fees		( 11,850)
Interest paid on revenue bonds		( 1,253,786)
Bond issuance costs		( 90,312)

Net cash provided (used) by capital and related financing activities		<u>( 2,615,224)</u>
----------------------------------------------------------------------	--	---------------------

**Cash flows from investing activities:**

Investment income		177
Payments for land, buildings, and equipment		( 667,939)
Net increase in restricted assets		626,155

Net cash provided (used) by investing activities		<u>( 41,607)</u>
--------------------------------------------------	--	------------------

Net increase (decrease) in cash and cash equivalents		5
------------------------------------------------------	--	---

Cash and cash equivalents - beginning of year		<u>2,187</u>
-----------------------------------------------	--	--------------

Cash and cash equivalents - end of year	\$	<u><u>2,192</u></u>
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**Reconciliation of operating income to net cash provided by operating activities:**

Operating income (loss)		1,663,234
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense		992,702
Increase (decrease) in accounts payable		900

Net cash provided by operations	\$	<u><u>2,656,836</u></u>
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Supplemental schedule of noncash investing and financing activities:

Amortization of bond discounts costs	\$	<u>3,752</u>
Amortization of bond premium	\$	<u>31,217</u>
Financing of bond issuance costs	\$	<u><u>93,400</u></u>

BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2016

Berkeley County  
Building Commission

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



BERKELEY COUNTY, WEST VIRGINIA  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
June 30, 2016

	<u>Agency Funds</u>
<b>ASSETS</b>	
Non-pooled cash	\$ <u>1,990,255</u>
Total cash	<u>1,990,255</u>
Receivables:	
Taxes	<u>54,085,688</u>
Total receivables	<u>54,085,688</u>
Total assets and deferred outflows of resources	\$ <u><u>56,075,943</u></u>
<b>LIABILITIES</b>	
Due to: other governments	<u>56,075,943</u>
Total liabilities and deferred inflows of resources	\$ <u><u>56,075,943</u></u>

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

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of Berkeley County, West Virginia (the government), conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of significant accounting policies:

**A. Reporting Entity**

Berkeley County is one of fifty-five counties established under the Constitution and the Laws of the State of West Virginia. There are six offices elected county-wide, which are: County Council, County Clerk, Circuit Clerk, Assessor, Sheriff, and Prosecuting Attorney.

The County Council is the legislative body for the government, and as such budgets and provides all the funding used by the separate Constitutional Offices except for the offices of the Assessor and the Sheriff, which also have additional revenue sources. The County Clerk's office maintains the accounting system for the County's operations. The operations of the County as a whole, however, including all the Constitutional offices have been combined in these financial statements.

The services provided by the government and accounted for within these financial statements include law enforcement for unincorporated areas of the County, health and social services, cultural and recreational programs, and other governmental services.

The accompanying financial statements present the government and its component units as required by generally accepted accounting principles. In determining whether to include a governmental department, agency, commission or organization as a component unit, the government must evaluate each entity as to whether they are legally separate and financially accountable based on the criteria set forth by the Governmental Accounting Standards Board (GASB). Legal separateness is evaluated on the basis of: (1) its corporate name, (2) the right to sue and be sued, and (3) the right to buy, sell or lease and mortgage property. Financial accountability is based on: (1) the appointment of the governing authority and (2) the ability to impose will or (3) the providing of specific financial benefit or imposition of specific financial burden. Another factor to consider in this evaluation is whether an entity is fiscally dependent on the County.

*Blended Component Unit*

The entity below is legally separate from the County and meets GASB criteria for component units. This entity is blended with the primary government because it provides services entirely or almost entirely to the County.

The Berkeley County Building Commission serves Berkeley County, West Virginia, and is governed by a board comprised of five members appointed by the County Council for a term of five years each. The Building Commission acquires property and debt on behalf of the County. The Berkeley County Building Commission is reported as an enterprise fund.

**BERKELEY COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2016**

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*Discretely Presented Component Units*

Although required by generally accepted accounting principles, the County has elected not to include other discretely presented component units in these financial statements. The effects of this exclusion has not been determined.

*Related Organizations*

The County's officials are also responsible for appointing the members of boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County Council appoints board members to the following organizations:

Name of Organization

Eastern WV Regional Airport  
Berkeley County Emergency Ambulance Authority  
Berkeley County Senior Services  
Building Code Appeals Board  
Berkeley County Building Permit Advisory Committee  
Berkeley County Central Dispatch Advisory Committee  
Berkeley County Deputy Sheriff's Civil Service Commission  
Martinsburg-Berkeley County Convention and Visitors' Center  
Berkeley County Development Authority  
Berkeley County Eastern Panhandle Inland Port Coalition  
Berkeley County Emergency Services Advisory Council  
Berkeley County Fire Service Board  
Berkeley County Health Department  
Historic Landmark Commission  
Martinsburg-Berkeley County Recreation Board  
NEREMS, Inc.  
Berkeley County Planning Commission  
Berkeley County Public Service Sewer District  
Eastern Panhandle Regional Planning & Development  
Council Region 9

Name of Organization

Work Force Investment Board (WIB)  
Berkeley County Public Service Water District  
Berkeley County Solid Waste Authority  
Metropolitan Planning Organization (MPO)  
Berkeley County Board of Zoning Appeals  
Berkeley County Roundhouse Authority  
Berkeley County Farmland Preservation Board  
Berkeley County Dog Nuisance Appeal Board  
WV Eastern Panhandle Transportation Authority  
Local Emergency Planning Commission  
Clean Air Task Force  
Homeland Security  
Eastern Panhandle Home Consortium Council  
Jefferson County Community Criminal Justice Board  
Public Defender Corporation  
Martinsburg Berkeley County Public Library  
Regional Water Resources Policy Commission  
Potomac Headwaters RC&D Council  
Berkeley County Emergency Food and Shelter

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues. Interest on general long-term debt liabilities is considered an indirect expense and is reported in the Statement of Activities as a separate line.

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. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Combining financial statements for the nonmajor governmental funds are included as supplementary information.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied and collectible. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collectible within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, interest and special assessments are susceptible to accrual. Other receipts and taxes become measurable and available when cash is received by the government and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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The government reports the following major governmental funds:

The *General fund* is the government's primary operating fund. It accounts for all financial sources of the general government, except those required to be accounted for in another fund.

The *Coal Severance Tax fund*, a special revenue fund, accounts for revenues and expenditures from a severance tax placed on coal that is distributed to West Virginia counties. The State Auditor's Office requires an annual budget be submitted for approval for this fund.

The government reports the following major proprietary funds:

The *Building Commission* fund arranges for debt service funding and the acquisition of large dollar capital assets and capital improvements needed by the County government. The legally separate entity leases these facilities to the primary government in accordance with lease agreements which mirror the securing debt requirements. The intergovernmental lease agreements between the County and the Building Commission were eliminated in these financial statements. The Building Commission promulgates rules and regulations governing the usage and maintenance of the facilities.

Additionally, the government reports the following fund types:

The agency funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the full accrual basis of accounting. These funds are used to account for assets that Berkeley County, West Virginia holds for others in an agency capacity.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of the Building Commission (enterprise funds) are charges to customers for services. Operating expenses for the enterprise funds include the cost of services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position**

**1. Deposits and Investments**

Berkeley County, West Virginia's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of less than three months from the date of acquisition. For purposes of the Statement of Cash Flows, restricted assets may be considered cash equivalents based on liquidity.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the County reports its investments at fair value, except for non-participating investment contracts (certificates of deposit and repurchase agreements) which are reported at cost, which approximates fair value. All investment income, including changes in fair value of investments, are recognized as revenue in the operating statement. Fair value is determined by quoted market prices.

Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Managed funds related to the retirement systems not listed on an established market are reported at estimated fair value as determined by the respective fund managers based on quoted sales prices of underlying securities. Cash deposits are reported at carrying amount which reasonably estimates fair value. The composition of investments and fair values are presented in Note III.A.

If it is determined that the available interest rate offered by an acceptable depository in the county is less than the interest rate, net of administrative fees referred to in article six, chapter twelve of the West Virginia Code, offered it through the state board of investments, the county treasurer may, with the approval of each fiscal body whose funds are involved, make such funds available to the state board of investments for investment in accordance with the provisions of article six, chapter twelve of the code.

State statutes authorize the government to enter into agreements with the State Treasurer for the investment of monies. Authority is provided for investment in the Investment Management Board, the West Virginia Board of Treasury or the Municipal Bond Commission, or to invest such funds in the following classes of securities: Any investment company or investment trust registered under the Investment Company Act of 1940, 15 U.S.C. §80a, the portfolio of which is limited: (i) To obligations issued by or guaranteed as to the payment of both principal and interest by the United States of America or its agencies or instrumentalities; and (ii) to repurchase agreements fully collateralized by obligations of the United States government or its agencies or instrumentalities: Provided, That the investment company or investment trust takes delivery of the collateral either directly or through an authorized custodian: Provided, however, That the investment company or investment trust is rated within one of the top two rating categories of any nationally recognized rating service such as Moody's or Standard & Poor's.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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**2. Receivables and Payables**

*Interfund Transactions*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables or payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balance outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

*Property Tax Receivable*

The property tax receivable allowance is equal to 25 percent of the property taxes outstanding at June 30, 2016.

All current taxes assessed on real and personal property may be paid in two installments; the first installment is payable on September first of the year for which the assessment is made, and becomes delinquent on October first; the second installment is payable on the first day the following March and becomes delinquent on April first. Taxes paid on or before the date when they are payable, including both first and second installments, are subject to a discount of two and one-half percent. If the taxes are not paid on or before the date in which they become delinquent, including both first and second installments, interest at the rate of nine percent per annum is added from the date they become delinquent until the date they are paid. Taxes paid on or before the due date are allowed a two and one half percent discount. A tax lien is issued for all unpaid real estate taxes as of the date of the sheriff's sale and these liens are sold between October 14th and November 23rd of each year. Sixty days of estimated property tax collections are recorded in revenues at the end of each fiscal year.

All counties within the state are authorized to levy taxes not in excess of the following maximum levies per \$100 of assessed valuation: On Class I property, fourteen and three-tenths cents (14.30 cents); On Class II property, twenty-eight and six-tenths cents (28.60 cents); On Class III property, fifty-seven and two-tenths cents (57.20 cents); On Class IV property, fifty-seven and two-tenths cents (57.20 cents). In addition, counties may provide for an election to lay an excess levy; the rates not to exceed statutory limitations, provided at least sixty percent of the voters cast ballots in favor of the excess levy.

The rates levied by the County per \$100 of assessed valuation for each class of property for the fiscal year ended June 30 were as follows:

<u>Class of Property</u>	<u>Assessed Valuation For Tax Purposes</u>	<u>Current Expense</u>
Class I	\$ - -	13.95 cents
Class II	2,870,447,820	27.90 cents
Class III	1,487,548,515	55.80 cents
Class IV	432,762,534	55.80 cents

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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**3. Inventories and Prepaid Items**

There are no material inventories maintained; therefore they do not appear on the financial statements.

**4. Restricted Assets**

Certain assets of the Berkeley County Building Commission are classified as restricted assets because their use is restricted by bond agreements.

The "regular" account is used to segregate resources accumulated for debt service payments over the next twelve months.

The "reserve" account is used to report resources set aside to make up potential future deficiencies in the regular account.

**5. Capital Assets and Depreciation**

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of as stated below and estimated to have a useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed. Interest incurred during the construction phase of proprietary fund capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds during the same period.

The government depreciates the capital assets using the straight-line method. Capital assets depreciation and capitalization policies are defined by the government as follows:

<u>Asset</u>	<u>Straight-line Years</u>	<u>Capitalize/ Depreciate</u>
Land	not applicable	\$ Capitalize only
Land improvement	20 to 30 years	65,000.00
Building	40 years	59,000.00
Building improvements	20 to 25 years	65,000.00
Construction in progress	not applicable	Capitalize only
Equipment	5 to 10 years	10,000.00
Vehicles	5 to 10 years	15,000.00



**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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**6. Compensated Absences**

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements in accordance with GASB Statement No. 16, *Accounting for Compensated Absences*. Vacation and sick leave benefits are accrued on a calendar year beginning January 1, and ending December 31. Sick leave benefits are accrued at the rate of one and one half days per month and an unlimited amount of sick leave benefits can be carried forward to the following calendar year. Employees earn vacation benefits based on the years of service as follows and no more than 30 days of accrued annual leave can be carried forward to the following calendar year:

<u>Years of Service</u>	<u>Vacation Benefits per Month</u>
0 to 5	1.25 days
5 to 10	1.50 days
10 to 15	1.75 days
15 and over	2.00 days

When a permanent full time employee terminates employment with the County or retires, the employee has the option of receiving payment at current salary rate for any unused accrued vacation days, but no payment is made for unused sick leave. If the employee is actually retiring, the employee has the option of applying accrued vacation and sick leave days for additional service time for retirement. If the employee is not retiring and terminates employment with the County for other reasons and has the option of re-employment at a later date, any unused sick leave would be reinstated if re-employment occurred within two years of the employee's termination of employment with the County.

**7. Long-term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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**8. Deferred Outflows/inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then.

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

**9. Fund Balances**

In the governmental fund financial statements, fund balance is reported in five classifications.

Nonspendable fund balance	Inventories and prepaid amounts represent fund balance amounts that are not in spendable form.
Restricted	The restricted category is the portion of fund balance that is externally imposed by creditors, grantors, contributors or laws or regulations. It also is imposed by law through constitutional provisions or enabling legislation.
Committed	The committed category is the portion of fund balance whose use is constrained by limitations have been approved by an order (the highest level of formal action) of the County Council, and that remain binding unless removed in the same manner. The approval does not automatically lapse at the end of the fiscal year.
Assigned	The assigned category is the portion of fund balance that has been approved by formal action of the County Council/other official authorized to assign amounts for any amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.
Unassigned	The unassigned category is the portion of fund balance that has not been reported in any other classification. Only the general fund can report a positive amount of unassigned fund balance. However, any governmental fund in a deficit position could report a negative amount of unassigned fund balance.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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The County Council is the government's highest level of decision-making authority. The Council would take formal action to establish, and modify or rescind, a fund balance commitment or to assign fund balance amounts to a specific purpose. The government has adopted a revenue spending policy that provides guidance for programs with multiple revenue sources. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance. The government has the authority to deviate from this policy if it is in the best interest of the County.

**10. Stabilization Arrangements**

The government has created a stabilization arrangement in accordance with West Virginia Code § 7-21-3. The government may appropriate a sum to the arrangement from any surplus in the general fund at the end of each fiscal year or from other money available. The amount of money committed to the arrangement may not exceed thirty percent of the government's most recent general fund budget. The money may be used as deemed necessary. The stabilization balance at fiscal year-end was \$3,032,129.

**II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund and the Coal Severance Tax Special Revenue Fund. All annual appropriations lapse at fiscal year end.

Berkeley County, West Virginia prepares its budget on the cash basis of accounting except that the budget for the General County fund does not include money reserved for the Financial Stabilization fund, the OPEB Pension fund, or the Engineering Special Fees fund. Therefore, a reconciliation has been performed on the Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for both the General and Coal Severance Tax Funds.

Prior to March 2nd of each year, the various elected officials submit to the County Council proposed requests for their respective offices for the fiscal year commencing July 1. Upon review and approval of these requests, the County Council prepares proposed budgets on forms prescribed by the State Auditor and submits them to the State Auditor by March 28 for approval. The County Council then reconvenes on the third Tuesday in April to hear objections from the public and to formally lay the levy.

The appropriated budget is prepared by fund, function and department. Transfers of appropriations between departments and revenue related revisions to the budget require approval from the governing council and then submission to the State Auditor for approval. Revisions become effective when approved by the State Auditor and budgeted amounts in the financial statements reflect only such approved amounts. The governing body made the following material supplementary budgetary appropriations throughout the year.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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<u>Description</u>	General Fund <u>Amount</u>	Coal Severance <u>Amount</u>
General government expenditure increase	\$ 154,037	\$ 11,500
Public safety expenditure increase	230,483	--
Capital projects expenditure increase	610,288	502,488

**B. Deficit Fund Equity**

The Community Corrections Grant fund had a deficit fund balance of (\$1,026) as of June 30, 2016. The fund cash balance was overexpended.

**III. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

At year-end, the government had no investments.

*Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates demanded by the market will adversely affect the value of an investment. The government does not have a policy for interest rate risk.

*Credit Risk*

State law limit investments as described in Note I.D.1. The government does not have a policy for credit risk in addition to state regulations.

*Concentration of Credit Risk*

The government does not have a policy for concentration of credit risk. In accordance with GASB Statement No. 40, "Deposit and Investment Risk Disclosures", requires disclosure when the investment in any one issuer equals or exceeds 5% of the total amount of investments.

*Custodial Credit Risk*

For deposits, the government could be exposed to risk in the event of a bank failure where the government's deposits may not be returned. The government's policy for custodial credit risk is to comply with statutory provisions for depository bond coverage, which provides that no public money should be deposited until the banking institution designated executes a bond with good and sufficient sureties which may not be less than the maximum sum that is deposited in the depository at any one time.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

At year end, the government's bank balances were \$14,215,663. The bank balance was collateralized by federal depository insurance or with securities held by the pledging financial institution's trust department or agent in the government's name.

A reconciliation of cash and investments as shown on the Statement of Net Position of the primary government and Statement of Net Position of the Fiduciary Funds is as follows:

Cash and cash equivalents	\$ 13,534,150
Investments - collateralized and secured	<u>681,513</u>
 Total	 <u><u>\$ 14,215,663</u></u>
 Cash and cash equivalents	 \$ 10,030,576
Cash and cash equivalents-restricted	3,503,574
Investments-restricted	<u>681,513</u>
 Total	 <u><u>\$ 14,215,663</u></u>

**B. Receivables**

Receivables at year end for the government's individual major and aggregate nonmajor funds, and aggregate fiduciary funds, including applicable allowances for uncollectible accounts, are as follows:

	<u>General Fund</u>	<u>Agency Funds</u>
Receivables:		
Taxes	\$ 1,351,889	\$ 72,114,251
Grants	<u>31,916</u>	<u>--</u>
Gross Receivables	<u>1,383,805</u>	<u>72,114,251</u>
Less: Allowance for Uncollectible	 <u>( 337,972)</u>	 <u>( 18,028,563)</u>
Net Total Receivables	 <u><u>\$ 1,045,833</u></u>	 <u><u>\$ 54,085,688</u></u>

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

Governmental funds report unavailable/unearned revenue in connection with receivables for revenue that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unavailable revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Deferred Inflows - Unavailable</u>
Delinquent property taxes receivable (General Fund)	\$ <u>831,364</u>
Total unavailable/unearned revenue for governmental funds	\$ <u><u>831,364</u></u>

**C. Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2016, was as follows:

	<b>Primary Government</b>			
	Beginning Balance	Increases	Decreases	
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 850,602	\$ --	\$ --	\$ 850,602
Construction in progress	1,932,810	253,954	--	2,186,764
Total capital assets not being depreciated	2,783,412	253,954	--	3,037,366
Capital assets being depreciated:				
Buildings	4,236,868	--	--	4,236,868
Improvements	1,625,773	462,477	--	2,088,250
Machinery and equipment	11,134,822	993,874	--	12,128,696
Less: Total accumulated depreciation	( 11,200,849)	( 1,074,196)	--	( 12,275,045)
Total capital assets being depreciated, net	5,796,614	382,155	--	6,178,769
Governmental activities capital assets, net	\$ 8,580,026	\$ 636,109	\$ --	\$ 9,216,135

The June 30, 2015 ending balance in accumulated depreciation was restated to accurately reflect the useful lives of the assets; buildings and improvements were both restated to accurately reflect the assets on hand.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

	<b>Building Commission</b>			
	Beginning Balance	Increases	Decreases	Ending Balance
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 1,889,399	\$ --	\$ --	\$ 1,889,399
Construction in progress - capitalized interest	41,053	82,070	--	123,123
Construction in progress	4,881,740	652,467	--	5,534,207
Total capital assets not being depreciated	6,812,192	734,537	--	7,546,729
Capital assets being depreciated:				
Buildings	39,472,974	--	--	39,472,974
Less: total accumulated depreciation	( 7,601,852)	( 992,700)	--	( 8,594,552)
Total capital assets being depreciated, net	31,871,122	( 992,700)	--	30,878,422
Business-type activities capital assets, net	\$ 38,683,314	\$ ( 258,163)	\$ --	\$ 38,425,151

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

Governmental activities:	
General government	\$ 485,139
Public safety	533,551
Health and sanitation	29,454
Culture and recreation	1,667
Social services	24,385
Total depreciation expense-governmental activities	\$ 1,074,196

*Construction in Progress*

The construction in progress consists of the Crawford Building which is part of the original purchase of the Blue Ridge Outlet Center Complex, the construction of improvement to the Berkeley County E911 Dispatch facilities, and the purchase of the Baltimore St. building. The Building Commission has invested in renovations to stabilize the dispatch facility and the County is expected to maintain the property. Currently the County is using the property as a storage facility. The Commission's intermediate plans consist of additional office and court room space for the 23rd Circuit Magistrate.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

The Building Commission is in the construction phase for improvements, furnishings, and equipment of the Berkeley County 911 Dispatch facilities located at 802 Emmett Rousch Drive, Martinsburg, Berkeley County, West Virginia. This project will provide the facilities for the 911 Central Dispatch, Emergency Communication Center, Department of Homeland Security, and other related operations. The project consists of four phases with a total estimated cost of \$3,000,000 to complete. The Commission estimates the completion to be late 2017. Total construction cost of \$1,390,471 was capitalized as of the balance sheet date.

**D. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of the fiscal year ended June 30, 2016, is as follows:

*Due to/from other funds*

<u>Payable Fund</u>	<u>Receivable Fund</u>	<u>Amount</u>
General County	Magistrate Court	\$ 11,292
HMEP Grant	General County	<u>75,171</u>
Total		<u>\$ 86,463</u>

*Interfund Transfers:*

<u>Transferred from:</u>	<u>Transferred to:</u>	<u>Amount</u>
General County	Task Force Reimbursement	\$ 1,674
General County	Concealed Weapons	120
General County	Magistrate Court	11,292
Magistrate Court	General County	79,157
Worthless Check	General County	704
Homeland Security Grant	General County	10,894
LE Homeland Security	General County	35,769
Homeland Security COOP	General County	48,500
Court Security Grant	General County	4,688
Records Management	General County	33,247
HMEP	General County	75,171
Safe & Clean Agency	Coal Severance Tax	30,751
FEMA Hazard Mitigation	Coal Severance Tax	138,644
Gypsy Moth	Coal Severance Tax	30,959
Court Security Grant	Coal Severance Tax	7,296
LE Homeland Security	Concealed Weapons	3,872
E-911 Fees	Enhanced 911 Equipment	<u>100,000</u>
Total		<u>\$ 612,738</u>



**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

**E. Fund Balance Detail**

At year-end, the detail of the government's fund balances is as follows:

	General Fund	Coal Severance Fund	Non-major Funds	Total
Restricted:				
General government	\$ --	\$ --	\$ 1,410,541	\$ 1,410,541
Public safety	--	--	851,979	851,979
Health and sanitation	--	--	5,000	5,000
Committed:				
Financial stabilization	3,032,129	--	--	3,032,129
OPEB pension	312,576	--	--	312,576
Engineering special fees	282,964	--	--	282,964
Assigned:				
Budget carryover	3,034,245	209,110	--	3,243,355
Unassigned	--	--	( 1,026)	( 1,026)
 Total fund balances	 <u>\$ 6,661,914</u>	 <u>\$ 209,110</u>	 <u>\$ 2,266,494</u>	 <u>\$ 9,137,518</u>

**F. Leases**

*Capital Leases*

The government has entered into lease agreements as lessee for financing the acquisition of machinery and equipment for its General Fund. These lease agreements qualify as capital leases for accounting purposes, and, therefore have been recorded at the present value of the future minimum lease payments as of the inception date.

The future minimum lease obligations and the net present value of these minimum lease payments as of the fiscal year ended June 30 were as follows:

<u>Year Ending June 30.</u>	<u>Governmental Activities</u>
2017	\$ 362,255
2018	350,736
2019	326,335
2020	287,103
2021	122,097
2022 - 2025	<u>488,387</u>
Total minimum lease payments	1,936,913
Less: amount representing interest	<u>( 154,714)</u>
Present value of minimum lease payments	<u>\$ 1,782,199</u>

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

**G. Long-term Debt**

*Lease Revenue Bonds*

The county issues bonds where the government pledges income derived from acquired or constructed assets to pay debt service.

Purpose	Maturity Dates	Interest Rates	Issued	Retired	Balance June 30, 2016
<b>Business-type activities:</b>					
Series 2006 lease revenue bonds	6/1/2037	4.77%	\$ 5,300,000	\$ 980,000	\$ 4,320,000
Series 2011 lease revenue bonds	11/1/2035	3.29%	5,500,000	594,390	4,905,610
Series 2014A lease revenue bonds	9/1/2033	3% to 4%	7,290,000	260,000	7,030,000
Series 2014B lease revenue bonds	12/1/2029	3% to 5%	7,365,000	415,000	6,950,000
Series 2014C lease revenue bonds	12/1/2034	1.3% to 3.35%	3,000,000	125,000	2,875,000
Series 2015 lease revenue bonds	12/1/2035	not more than 5%	9,340,000	200,000	9,140,000
Total revenue bonds			<u>\$ 37,795,000</u>	<u>\$ 2,574,390</u>	<u>\$ 35,220,610</u>

Revenue bond debt service requirements to maturity are as follows:

Year Ended	Business-Type Activities	
	Principal	Interest
2017	\$ 1,538,683	\$ 1,116,219
2018	1,594,818	1,080,577
2019	1,606,159	1,047,250
2020	1,647,710	1,002,250
2021	1,709,481	952,316
2022 - 2026	9,322,149	3,930,672
2027 - 2031	10,083,745	2,232,188
2032 - 2036	7,412,865	670,881
2037 - 2041	305,000	6,634
Totals	<u>\$ 35,220,610</u>	<u>\$ 12,038,987</u>

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

**Changes in Long-term Liabilities**

	<b>Governmental Activities</b>				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Capital leases	\$ 2,396,971	\$ --	\$ ( 614,772)	\$ 1,782,199	\$ 319,541
Net pension obligation	3,074,405	--	--	3,074,405	--
Compensated absences	612,335	52,343	--	664,678	--
Governmental activities Long-term liabilities	\$ 6,083,711	\$ 52,343	\$ ( 614,772)	\$ 5,521,282	\$ 319,541
	<b>Business-type Activities</b>				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Lease revenue bonds	\$ 36,448,905	\$ 9,340,000	\$ ( 10,568,295)	\$ 35,220,610	1,538,683
Governmental activities Long-term liabilities	\$ 36,448,905	\$ 9,340,000	\$ ( 10,568,295)	\$ 35,220,610	\$ 1,538,683

**H. Restricted Assets**

The balances of the restricted asset accounts for the primary government and component units are as follows:

	Business-Type Activities
Construction cash	\$ 1,513,319
Investments	681,513
Total restricted assets	\$ 2,194,832

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

**I. Prior Period Adjustment**

The following fund balances required restatement at the beginning of the year as follows:

	<u>General County</u>	<u>Book and Chocolate Festival Grant</u>	<u>WV Deputy Sheriff Retirement</u>	<u>Health Insurance</u>	<u>Total</u>
Fund balances, as previously stated	\$ 4,952,047	\$ --	\$ 1,458	\$ 1	\$ 4,953,506
Add:					
Cash	1,914,313	10,000	--	--	1,924,313
Deduct:	--				
Cash balance - move to agency fund	<u>--</u>		<u>( 1,458)</u>	<u>( 1)</u>	<u>( 1,459)</u>
Fund balances, restated	<u>\$ 6,866,360</u>	<u>\$ 10,000</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 6,876,360</u>

	<u>Governmental Activities</u>
Net position, as previously stated	\$ 11,298,548
Add:	
Cash (from above)	1,922,854
Deduct:	
Adjustments to capital assets	( 48,878)
Adjustments to leases	<u>( 742,227)</u>
Net position, restated	<u>\$ 12,430,297</u>

**IV. OTHER INFORMATION**

**A. Risk Management**

The government is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries insurance with the West Virginia Counties Group, Self Insurance Risk Pool (WVCoRP) for umbrella (general liability) insurance for these various risks.

Workers' Compensation Fund (WCF): Private insurance companies could begin to offer workers compensation coverage to government employers beginning July 1, 2010. Workers compensation coverage is provided for this entity by West Virginia Counties Group, Self Insurance Risk Pool (WVCoRP).

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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**B. Contingent Liabilities**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds.

The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

It is the opinion of the government's counsel that there are no pending lawsuits or unasserted claims against Berkeley County, West Virginia.

**C. Deferred Compensation Plan**

The government offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time government employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held for the exclusive benefit of the participants and their beneficiaries.

**D. Other Post Employment Benefits (OPEB)**

The OPEB Liability reported in the fund level and government-wide financial statements is based on the most recent Actuarial Study performed for the County. A new study is required for the numbers to be accurate; however, at the time of the preparation of these statements, that study had not been performed. Therefore, no changes were made to the OPEB Liability in the current fiscal year. Detailed information on the basis of the Actuarial Study and the County Council Policies considered in the review can be obtained from the Berkeley County Council Offices responsible for determining future OPEB Liability Estimates.

**V. EMPLOYEE RETIREMENT SYSTEMS AND PLANS**

*General Information about the Pension Plans*

Berkeley County, West Virginia participates in state-wide, cost-sharing, multiple-employer defined benefit plans on behalf of county employees. The system is administered by agencies of the State of West Virginia and funded by contributions from participants, employers, and state appropriations, as necessary.

**BERKELEY COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2016**

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The following is a summary of eligibility factors, contribution methods, and benefit provisions:

**Public Employees Retirement System**

Eligibility to participate	All county full-time employees, except those covered by other pension plans
Authority establishing contribution obligations and benefit provisions	West Virginia State Code §5-10d discusses the Consolidated Public Retirement Board, which administers all public retirement plans in the state of West Virginia.
Plan member's contribution rate	4.50%
County's contribution rate	13.50%
Period required to vest	Five Years
Benefits and eligibility for distribution	A member who has attained age 60 and has earned 5 years or more of contributing service or age 55 if the sum of his/her age plus years of credited service is equal to or greater than 80. The final average salary (three highest consecutive years in the last 15) times the years of service times 2% equals the annual retirement benefit.
Deferred retirement portion	No
Provisions for:	
Cost of living	No
Death benefits	Yes

**West Virginia Deputy Sheriff Retirement System (WVDRS)**

Eligibility to participate	West Virginia deputy sheriffs first employed after the effective date and any deputy sheriffs hired prior to the effective date who elect to become members.
Authority establishing contribution obligations and benefit provisions	West Virginia State Code §5-10d discusses the Consolidated Public Retirement Board, which administers all public retirement plans in the state of West Virginia. The WVDRS is also discussed in West Virginia State Code §7-14d.

**BERKELEY COUNTY, WEST VIRGINIA  
NOTES TO THE FINANCIAL STATEMENTS  
For the Fiscal Year Ended June 30, 2016**

Funding policy and contributions	Certain fees for reports generated by sheriff's offices are paid to this plan in accordance with West Virginia State Code. WVDRS members are required to contribute 8.5% of their annual covered salary and the county is required to contribute 12.0%. The contribution requirements of WVDRS members are established and may be amended only by the State of West Virginia Legislature. The government's contribution to WVDRS for the current fiscal year ending was \$229,457 for employees' share and \$323,939 for employer's share.
Period required to vest	Five years
Benefits and eligibility for distribution	A member who has attained age 60 and has earned 5 or more years of contributing service or age 50 and if the sum of his/her age plus years of credited service is equal to or greater than 70. The final average salary (five highest consecutive years in the last ten years) times the years of service times 2.25% equals the annual retirement benefit.
Deferred retirement option	No deferred retirement option is available.
Provisions for cost of living adjustments or death benefits	This plan has no provisions for cost of living adjustments. There are provisions for death benefits.
Annual pension cost and amount contributed:	For the current fiscal year ended, the annual cost was \$553,396 for all covered employees with a contributed percentage of 100%.

*Trend Information*

<u>Fiscal Year</u>	<u>Public Employees Retirement System (PERS)</u>		<u>West Virginia Deputy Sheriff Retirement System (WVDRS)</u>	
	<u>Annual Pension Cost</u>	<u>Percentage Contributed</u>	<u>Annual Pension Cost</u>	<u>Percentage Contributed</u>
2016	\$ 1,564,007	100%	\$ 553,396	100%
2015	\$ 1,555,409	100%	\$ 559,542	100%
2014	\$ 1,486,951	100%	\$ 553,439	100%

PERS and WVDRS issue a publicly available financial report that includes financial statements and required supplementary information. That information may be obtained by writing to the Public Employees' Retirement System, 4101 MacCorkle Avenue, SE, Charleston, WV 25304.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At fiscal year-end, the government reported the following liabilities for its proportionate share of the net pension liabilities. The net pension liabilities were measured as of June 30, 2014, and the total pension liability used to calculate the net pension liabilities was determined by an actuarial valuation as of July 1, 2013 and rolled forward to June 30, 2014 using the actuarial assumptions and methods described in the appropriate section of this note. The County's proportion of the net pension liabilities 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 governments, actuarially determined. At June 30, 2014, the County reported the following proportions and increases/decreases from its proportion measured as of June 30, 2013:

	<u>PERS</u>	<u>WVDRS</u>
Amount for proportionate share of net pension liability	\$ 2,156,891	\$ 917,514
Percentage for proportionate share of net pension liability	0.584401%	5.380697%
Increase/decrease % from prior proportion measured	-8.606956%	-4.393707%

For the year ended June 30, 2015, the government recognized the following pension expenses.

	<u>PERS</u>	<u>WVDRS</u>
Pension expense	<u>\$ 344,547</u>	<u>\$ 54,603</u>

The County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**Public Employees Retirement System (PERS)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of assumptions		
Net difference between projected and actual earnings on pension plan investments	\$ --	\$ 2,281,620
Changes in proportion and differences between government contributions and proportionate share of contributions	323,326	--
Government contributions subsequent to the measurement date	<u>1,177,066</u>	<u>--</u>
	<u>\$ 1,500,392</u>	<u>\$ 2,281,620</u>



**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

The amount reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 20, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2016	\$ 471,529
2017	471,529
2018	471,529
2019	<u>543,707</u>
	<u>\$ 1,958,294</u>

**West Virginia Deputy Sheriff Retirement System (DSRS)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of assumptions		
Net difference between projected and actual earnings on pension plan investments	\$ --	\$ 605,329
Changes in proportion and differences between government contributions and proportionate share of contributions	65,410	--
Government contributions subsequent to the measurement date	<u>333,061</u>	<u>--</u>
	<u>\$ 398,471</u>	<u>\$ 605,329</u>

The amount reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 20, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:

2016	\$ 131,329
2017	131,329
2018	131,329
2019	<u>145,932</u>
	<u>\$ 539,919</u>

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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*Actuarial assumptions* . The total pension liability was determined by an actuarial valuation as of July 1, 2013 and rolled forward to June 30, 2014 for all plans, using the following actuarial assumptions, applied to all periods included in the measurement.

**Public Employees Retirement System**

Actuarial assumptions

Inflation rate	2.200%
Salary increases	4.25% - 6.0%
Investment Rate of Return	7.500%

Mortality Rates	Healthy males - 1983 GAM
	Healthy females - 1971 GAM
	Disabled males - 1971 GAM
	Disabled females - Revenue ruling 96-7

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2004 to June 30, 2009.

**West Virginia Deputy Sheriff Retirement System**

Actuarial assumptions

Inflation rate	2.200%
Salary increases	5.0% for first 2 years of service
	4.5% for next 3 years of service
	4.0% for the next 5 years of service, and
	3.5% thereafter
Investment Rate of Return	7.500%

Mortality rates were based on the RP-2000 Non-annuitant mortality table, scale BB; Retired and disabled RP2000 healthy annuitant mortality table, scale BB.

The actuarial assumptions used in the July 1, 2013 DSRS valuation were based on the results of an actuarial experience study for the period July 1, 2007 to June 30, 2011.

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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

<u>Investment</u>	Long-term Expected Real Rate of Return	PERS Target Asset Allocation	DSRS Target Asset Allocation
US Equity (Russell 3000)	7.6%	27.5%	27.5%
International Equity (ACWI ex US)	8.5%	27.5%	27.5%
Fixed Income	2.9%	15.0%	15.0%
High Yield	4.8%	0.0%	0.0%
TPS	2.9%	0.0%	0.0%
Real Estate	6.8%	10.0%	10.0%
Private Equity	9.9%	10.0%	10.0%
Hedge Funds	5.0%	10.0%	10.0%
Inflation (CPI)	2.2%	0.0%	0.0%
		<u>100.0%</u>	<u>100.0%</u>

*Discount rate.* The discount rate used to measure the total pension liability was 7.5 percent for all defined benefit plans. The projection of cash flows used to determine the discount rates assumed that employer contributions will continue to follow the current funding policies. Based on those assumptions, the fiduciary net position for each defined benefit pension plan was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments were applied to all periods of projected benefit payments to determine the total pension liabilities of each plan.

The following chart presents the sensitivity of the net pension liability to changes in the discount rate, calculated using the discount rates as used in the actuarial evaluation, and what 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 -1.00%	Current Discount Rate 0.00%	1% Increase 1.00%
Government's proportionate share of PERS's net pension liability	\$ 4,708,425	\$ 1,666,311	\$ ( 925,849)
Government's proportionate share of WVDSRS's net pension liability	\$ 1,529,057	\$ 618,757	\$ ( 132,889)

**BERKELEY COUNTY, WEST VIRGINIA**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2016**

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*Pension plans' fiduciary net position* . Detailed information about the pension plans' fiduciary net position is available in the separately issued financial report available at the Consolidated Public Retirement Board's website at [www.wvretirement.com](http://www.wvretirement.com). That information can also be obtained by writing to the West Virginia Consolidated Public Retirement Board, 4101 MacCorkle Avenue SE, Charleston, WV 25304.

**BERKELEY COUNTY, WEST VIRGINIA**  
**SCHEDULES OF THE GOVERNMENT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**For the Fiscal Year Ended June 30, 2016**

**Public Employees Retirement System**  
 Last 10 Fiscal Years\*

	<u>2015</u>	<u>2014</u>
Government's proportion of the net pension liability (asset) (percentage)	0584401%	.538088%
Government's proportionate share of the net pension liability (asset)	\$ 2,156,891	\$ 4,905,372
Government's covered-employee payroll	\$ 8,407,616	\$ 7,826,058
Government's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	25.65%	62.68%
Plan fiduciary net position as a percentage of the total pension liability	93.98%	79.70%

\* - The amounts presented for each fiscal year were determined as of June 30, 2014

**BERKELEY COUNTY, WEST VIRGINIA**  
**SCHEDULES OF THE GOVERNMENT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**For the Fiscal Year Ended June 30, 2016**

**West Virginia Deputy Sheriff Retirement System**  
 Last 10 Fiscal Years\*

	<u>2015</u>	<u>2014</u>
Government's proportion of the net pension liability (asset) (percentage)	5.380897%	5.154235%
Government's proportionate share of the net pension liability (asset)	\$ 917,514	\$ 1,726,875
Government's covered-employee payroll	\$ 2,664,486	\$ 2,574,135
Government's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	34.43%	67.09%
Plan fiduciary net position as a percentage of the total pension liability	90.52%	80.20%

\* - The amounts presented for each fiscal year were determined as of June 30, 2014

**BERKELEY COUNTY, WEST VIRGINIA**  
**SCHEDULE OF GOVERNMENT CONTRIBUTIONS**  
**For the Fiscal Year Ended June 30, 2016**

**Public Employees Retirement System**  
Last 5 Fiscal Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Contractually required contribution	\$ 1,177,066	\$ 1,134,778	\$ 956,564	\$ 1,034,534	\$ 852,636
Contributions in relation to the contractually required contribution	<u>(1,177,066)</u>	<u>(1,134,778)</u>	<u>(956,564)</u>	<u>(1,034,534)</u>	<u>(852,636)</u>
Contribution deficiency (excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Government's covered-employee payroll	\$ 8,407,616	\$ 7,826,058	\$ 6,832,600	\$ 7,134,716	\$ 6,821,088
Plan fiduciary net position as a percentage of the total pension liability	14.00%	14.50%	14.00%	14.50%	12.50%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**BERKELEY COUNTY, WEST VIRGINIA**  
**SCHEDULE OF GOVERNMENT CONTRIBUTIONS**  
**For the Fiscal Year Ended June 30, 2016**

**West Virginia Deputy Sheriff Retirement System**  
 Last 5 Fiscal Years

	<u>2015</u>		<u>2014</u>		<u>2013</u>		<u>2012</u>		<u>2011</u>
Contractually required contribution	\$ 333,061	\$	334,638	\$	293,444	\$	300,267	\$	220,540
Contributions in relation to the contractually required contribution	<u>(333,061)</u>		<u>(334,638)</u>		<u>(293,444)</u>		<u>(300,267)</u>		<u>(220,540)</u>
Contribution deficiency (excess)	<u>\$ 0</u>	\$	<u>0</u>	\$	<u>0</u>	\$	<u>0</u>	\$	<u>0</u>
Government's covered-employee payroll	\$ 2,664,486	\$	2,574,135	\$	2,257,260	\$	2,309,749	\$	2,100,380
Plan fiduciary net position as a percentage of the total pension liability	12.50%		13.00%		13.00%		13.00%		10.50%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.



BERKELEY COUNTY, WEST VIRGINIA  
 BUDGETARY COMPARISON SCHEDULE -  
 ASSESSOR'S VALUATION FUND  
 For the Fiscal Year Ended June 30, 2016

	Budgeted Amounts		Actual	Adjustments	Actual Amounts	Variance with
	<u>Original</u>	<u>Final</u>	<u>Modified Accrual Basis</u>	<u>Budget Basis</u>	<u>Budget Basis</u>	<u>Final Budget Positive (Negative)</u>
<b>REVENUES:</b>						
Other taxes	\$ 867,662	\$ 867,662	\$ 1,218,078	\$ --	\$ 1,218,078	\$ 350,416
Map sales	1,200	1,200	1,045	--	1,045	( 155)
Interest	1,400	1,400	1,357	--	1,357	( 43)
Total revenues	<u>870,262</u>	<u>870,262</u>	<u>1,220,480</u>	<u>--</u>	<u>1,220,480</u>	<u>350,218</u>
<b>EXPENDITURES:</b>						
Current:						
General government	1,021,217	1,072,088	1,214,446	3,237	1,217,683	( 145,595)
Capital outlay	205,760	205,760	--	--	--	205,760
Total expenditures	<u>1,226,977</u>	<u>1,277,848</u>	<u>1,214,446</u>	<u>3,237</u>	<u>1,217,683</u>	<u>60,165</u>
Net change in fund balance	( 356,715)	( 407,586)	6,034	( 3,237)	2,797	410,383
Fund balance at beginning of year	<u>356,715</u>	<u>407,586</u>	<u>388,739</u>	<u>22,944</u>	<u>411,683</u>	<u>4,097</u>
Fund balance at end of year	\$ <u><u>--</u></u>	\$ <u><u>--</u></u>	\$ <u><u>394,773</u></u>	\$ <u><u>19,707</u></u>	\$ <u><u>414,480</u></u>	\$ <u><u>414,480</u></u>

BERKELEY COUNTY, WEST VIRGINIA  
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2016

	Dog & Kennel Fund 3	General School Fund 4	Magistrate Court Fund 5	Worthless Check Fund 6	Emergency 911 Fund 7	Home Confinement Fund 8	Federal Grants Fund 9	Fiduciary Fund 16	Project Life Saver Fund 20P
<b>ASSETS AND DEFERRED OUTFLOWS</b>									
<b>Assets:</b>									
<b>Current:</b>									
Cash and cash equivalents	\$ 29,294	\$ 38,429	\$ 7,135	\$ 146	\$ 99,916	\$ 6,046	\$ 161,121	\$ 48,163	\$ 2,203
Due from:									
Other funds	--	--	11,292	--	--	--	--	--	--
Total assets and deferred outflows of resources	\$ 29,294	\$ 38,429	\$ 18,427	\$ 146	\$ 99,916	\$ 6,046	\$ 161,121	\$ 48,163	\$ 2,203
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Accounts payable	1,033	14,630	--	--	--	1,605	--	1,462	--
OPEB payable	--	--	--	--	--	--	--	--	--
Matured bonds payable	--	--	--	--	--	--	--	--	--
Dormant checks payable	--	--	--	--	--	--	--	--	--
Due to:									
Other funds	--	--	--	--	--	--	--	--	--
Other governments	--	--	--	--	--	--	--	--	--
Total liabilities and deferred inflows of resources	1,033	14,630	--	--	--	1,605	--	1,462	--
<b>Fund balances:</b>									
Restricted	28,261	23,799	18,427	146	99,916	4,441	161,121	46,701	2,203
Unassigned	--	--	--	--	--	--	--	--	--
Total fund balances	28,261	23,799	18,427	146	99,916	4,441	161,121	46,701	2,203
Total liabilities, deferred inflows and fund balances	\$ 29,294	\$ 38,429	\$ 18,427	\$ 146	\$ 99,916	\$ 6,046	\$ 161,121	\$ 48,163	\$ 2,203

<u>Grading Trust Fund 21B</u>	<u>Drug Prevention Fund 22C</u>	<u>Equine Protection Fund 23B</u>	<u>Enhanced 911 Equipment Fund 37</u>	<u>Gypsy Moth Fund 25</u>	<u>Planning Comm Trust Fund 53</u>	<u>Safe &amp; Clean Agency Fund 38</u>	<u>Assessor's Valuation Fund 56</u>	<u>Fire Dept. Equipment Fund 55</u>	<u>Concealed Weapons Fund 59</u>	<u>Voter's Registration Fund 63</u>	<u>Special Law Enforcement Fund 73</u>
\$ 220,691	\$ 6,500	\$ 2,548	\$ 64,349	\$ --	\$ 587,427	\$ --	\$ 414,480	\$ 1,493	\$ 210,024	\$ 5,252	\$ 36,305
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ 220,691</u>	<u>\$ 6,500</u>	<u>\$ 2,548</u>	<u>\$ 64,349</u>	<u>\$ --</u>	<u>\$ 587,427</u>	<u>\$ --</u>	<u>\$ 414,480</u>	<u>\$ 1,493</u>	<u>\$ 210,024</u>	<u>\$ 5,252</u>	<u>\$ 36,305</u>
--	--	--	34,122	--	--	--	3,740	--	--	--	--
--	--	--	--	--	--	--	15,967	--	--	--	--
25,462	--	--	--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>25,462</u>	<u>--</u>	<u>--</u>	<u>34,122</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>19,707</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
195,229	6,500	2,548	30,227	--	587,427	--	394,773	1,493	210,024	5,252	36,305
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>195,229</u>	<u>6,500</u>	<u>2,548</u>	<u>30,227</u>	<u>--</u>	<u>587,427</u>	<u>--</u>	<u>394,773</u>	<u>1,493</u>	<u>210,024</u>	<u>5,252</u>	<u>36,305</u>
<u>\$ 220,691</u>	<u>\$ 6,500</u>	<u>\$ 2,548</u>	<u>\$ 64,349</u>	<u>\$ --</u>	<u>\$ 587,427</u>	<u>\$ --</u>	<u>\$ 414,480</u>	<u>\$ 1,493</u>	<u>\$ 210,024</u>	<u>\$ 5,252</u>	<u>\$ 36,305</u>

<u>Prosecuting Atty Forfeiture Fund 74</u>	<u>Universal Hiring Grant Fund 100</u>	<u>Task Force Reimbursement Fund 101</u>	<u>Homeland Security Grant Fund 102</u>	<u>FEMA Hazard Mitigation Fund 120</u>	<u>Park &amp; Rec Center Grant Fund 160</u>	<u>Animal Control Facility Fund 161</u>	<u>LE Homeland Security Fund 108</u>	<u>Court Security State Grant Fund 166</u>	<u>Habitat for Humanity Grant Fund 167</u>	<u>HMEP Grant Fund 172</u>	<u>Records Mgt State Grant Fund 177</u>
\$ 58,374	\$ 403	\$ 102,330	\$ --	\$ --	\$ --	\$ 4,632	\$ --	\$ --	\$ --	\$ 78,186	\$ --
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ 58,374</u>	<u>\$ 403</u>	<u>\$ 102,330</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 4,632</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 78,186</u>	<u>\$ --</u>
454	--	--	--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--	--	75,171	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>454</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>75,171</u>	<u>--</u>
57,920	403	102,330	--	--	--	4,632	--	--	--	3,015	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>57,920</u>	<u>403</u>	<u>102,330</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>4,632</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,015</u>	<u>--</u>
<u>\$ 58,374</u>	<u>\$ 403</u>	<u>\$ 102,330</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 4,632</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 78,186</u>	<u>\$ --</u>

Eastern WV Comm Found Fund 200	Waste Mgt State Grant Fund 201	E-911 Fees Fund 19A	Federal Grant HAVA/ADA Fund 118	Homeland Security COOP Fund 126	Book & Choc Festival Grant Fund 152	Deputy Res State Grant Fund 158	Community Correct Grant Fund 187	Total Nonmajor Special Revenue Funds
\$ 1,062	\$ 5,000	\$ 278,880	\$ 3,302	\$ --	\$ --	\$ --	\$ --	\$ 2,473,691
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>11,292</u>
<u>\$ 1,062</u>	<u>\$ 5,000</u>	<u>\$ 278,880</u>	<u>\$ 3,302</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 2,484,983</u>
--	--	12,262	--	--	--	--	--	69,308
--	--	28,253	--	--	--	--	--	44,220
--	--	--	--	--	--	--	--	25,462
--	--	--	--	--	--	--	1,026	1,026
--	--	--	--	--	--	--	--	75,171
<u>--</u>	<u>--</u>	<u>--</u>	<u>3,302</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,302</u>
<u>--</u>	<u>--</u>	<u>40,515</u>	<u>3,302</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,026</u>	<u>218,489</u>
1,062	5,000	238,365	--	--	--	--	--	2,267,520
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(1,026)</u>	<u>(1,026)</u>
<u>1,062</u>	<u>5,000</u>	<u>238,365</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(1,026)</u>	<u>2,266,494</u>
<u>\$ 1,062</u>	<u>\$ 5,000</u>	<u>\$ 278,880</u>	<u>\$ 3,302</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 2,484,983</u>

BERKELEY COUNTY, WEST VIRGINIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES -  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2016

	Dog & Kennel Fund 3	General School Fund 4	Magistrate Court Fund 5	Worthless Check Fund 6	Emergency 911 Fund 7
<b>REVENUES</b>					
Taxes:					
Other taxes	\$ 41,326	\$ --	\$ --	\$ --	\$ --
Licenses and permits	--	--	--	--	--
Intergovernmental:					
Federal	--	--	--	--	--
State	--	--	--	--	--
Charges for services	9,655	--	--	--	9,738
Fines and forfeits	--	514,558	86,292	825	--
Interest and investment earnings	53	118	--	--	209
Reimbursements	--	--	--	--	--
Miscellaneous	1,287	--	--	--	--
Total revenues	<u>52,321</u>	<u>514,676</u>	<u>86,292</u>	<u>825</u>	<u>9,947</u>
<b>EXPENDITURES</b>					
Current:					
General government	--	--	--	--	--
Public safety	24,140	519,060	--	--	--
Capital outlay	--	--	--	--	--
Total expenditures	<u>24,140</u>	<u>519,060</u>	<u>--</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over expenditures	<u>28,181</u>	<u>( 4,384)</u>	<u>86,292</u>	<u>825</u>	<u>9,947</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	--	--	11,292	--	--
Transfers (out)	--	--	( 79,157)	( 704)	--
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>( 67,865)</u>	<u>( 704)</u>	<u>--</u>
Net change in fund balances	28,181	( 4,384)	18,427	121	9,947
Fund balances - beginning	<u>80</u>	<u>28,183</u>	<u>--</u>	<u>25</u>	<u>89,969</u>
Fund balances - ending	<u>\$ 28,261</u>	<u>\$ 23,799</u>	<u>\$ 18,427</u>	<u>\$ 146</u>	<u>\$ 99,916</u>

<u>Home Confinement Fund 8</u>	<u>Federal Grants Fund 9</u>	<u>Fiduciary Fund 16</u>	<u>Project Life Saver Fund 20P</u>	<u>Grading Trust Fund 21B</u>	<u>Drug Prevention Fund 22C</u>	<u>Equine Protection Fund 23B</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--
--	--	--	--	--	--	--
102,676	--	74,079	--	--	--	--
--	--	--	--	--	--	--
29	355	98	--	--	--	8
--	--	--	1,235	--	--	6
--	--	--	--	--	--	--
<u>102,705</u>	<u>355</u>	<u>74,177</u>	<u>1,235</u>	<u>--</u>	<u>--</u>	<u>14</u>
--	--	56,008	--	--	--	--
102,225	--	--	1,523	--	--	3,123
--	--	--	--	--	--	--
<u>102,225</u>	<u>--</u>	<u>56,008</u>	<u>1,523</u>	<u>--</u>	<u>--</u>	<u>3,123</u>
<u>480</u>	<u>355</u>	<u>18,169</u>	<u>( 288)</u>	<u>--</u>	<u>--</u>	<u>( 3,109)</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
480	355	18,169	( 288)	--	--	( 3,109)
<u>3,961</u>	<u>160,766</u>	<u>28,532</u>	<u>2,491</u>	<u>195,229</u>	<u>6,500</u>	<u>5,657</u>
<u>\$ 4,441</u>	<u>\$ 161,121</u>	<u>\$ 46,701</u>	<u>\$ 2,203</u>	<u>\$ 195,229</u>	<u>\$ 6,500</u>	<u>\$ 2,548</u>

<u>Enhanced 911 Equipment Fund 37</u>	<u>Gypsy Moth Fund 25</u>	<u>Planning Comm Trust Fund 53</u>	<u>Safe &amp; Clean Agency Fund 38</u>	<u>Assessor's Valuation Fund 56</u>	<u>Fire Dept. Equipment Fund 55</u>
\$ --	\$ --	\$ --	\$ --	\$ 1,218,078	\$ --
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
38,176	--	389,062	--	1,045	--
--	--	--	--	--	--
431	--	--	--	1,357	--
--	--	--	--	--	--
--	--	--	--	--	--
<u>38,607</u>	<u>--</u>	<u>389,062</u>	<u>--</u>	<u>1,220,480</u>	<u>--</u>
--	--	58,622	--	1,214,446	--
24,856	--	--	--	--	--
<u>333,823</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>358,679</u>	<u>--</u>	<u>58,622</u>	<u>--</u>	<u>1,214,446</u>	<u>--</u>
<u>( 320,072)</u>	<u>--</u>	<u>330,440</u>	<u>--</u>	<u>6,034</u>	<u>--</u>
100,000	--	--	--	--	--
--	<u>( 30,959)</u>	--	<u>( 30,751)</u>	--	--
<u>100,000</u>	<u>( 30,959)</u>	<u>--</u>	<u>( 30,751)</u>	<u>--</u>	<u>--</u>
( 220,072)	( 30,959)	330,440	( 30,751)	6,034	--
<u>250,299</u>	<u>30,959</u>	<u>256,987</u>	<u>30,751</u>	<u>388,739</u>	<u>1,493</u>
<u>\$ 30,227</u>	<u>\$ --</u>	<u>\$ 587,427</u>	<u>\$ --</u>	<u>\$ 394,773</u>	<u>\$ 1,493</u>



<u>Concealed Weapons Fund 59</u>	<u>Voter's Registration Fund 63</u>	<u>Special Law Enforcement Fund 73</u>	<u>Prosecuting Atty Forfeiture Fund 74</u>	<u>Universal Hiring Grant Fund 100</u>	<u>Task Force Reimbursement Fund 101</u>	<u>Homeland Security Grant Fund 102</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
132,480	--	--	--	--	--	--
--	--	--	--	403	7,535	--
--	--	--	--	--	--	--
--	2,448	--	--	--	--	--
--	--	49,264	18,274	--	--	--
474	9	87	130	--	--	10
--	--	--	--	--	470	--
103,995	--	--	--	--	--	--
<u>236,949</u>	<u>2,457</u>	<u>49,351</u>	<u>18,404</u>	<u>403</u>	<u>8,005</u>	<u>10</u>
--	--	--	--	--	--	--
232,107	--	31,465	13,781	--	1,332	--
--	--	--	--	--	4,617	--
<u>232,107</u>	<u>--</u>	<u>31,465</u>	<u>13,781</u>	<u>--</u>	<u>5,949</u>	<u>--</u>
<u>4,842</u>	<u>2,457</u>	<u>17,886</u>	<u>4,623</u>	<u>403</u>	<u>2,056</u>	<u>10</u>
3,992	--	--	--	--	1,674	--
--	--	--	--	--	--	( 10,894)
<u>3,992</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,674</u>	<u>( 10,894)</u>
8,834	2,457	17,886	4,623	403	3,730	( 10,884)
<u>201,190</u>	<u>2,795</u>	<u>18,419</u>	<u>53,297</u>	<u>--</u>	<u>98,600</u>	<u>10,884</u>
<u>\$ 210,024</u>	<u>\$ 5,252</u>	<u>\$ 36,305</u>	<u>\$ 57,920</u>	<u>\$ 403</u>	<u>\$ 102,330</u>	<u>\$ --</u>

<u>FEMA Hazard Mitigation Fund 120</u>	<u>Park &amp; Rec Center Grant Fund 160</u>	<u>Animal Control Facility Fund 161</u>	<u>LE Homeland Security Fund 108</u>	<u>Court Security State Grant Fund 166</u>	<u>Habitat for Humanity Grant Fund 167</u>	<u>HMEP Grant Fund 172</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--
--	--	--	39,641	--	--	2,000
--	10,000	4,632	--	11,984	6,776	75,171
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>10,000</u>	<u>4,632</u>	<u>39,641</u>	<u>11,984</u>	<u>6,776</u>	<u>77,171</u>
--	10,000	--	--	--	6,776	1,596
--	--	--	--	--	--	--
<u>--</u>	<u>10,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>6,776</u>	<u>1,596</u>
--	--	4,632	39,641	11,984	--	75,575
--	--	--	--	--	--	--
<u>( 138,644)</u>	<u>--</u>	<u>--</u>	<u>( 39,641)</u>	<u>( 11,984)</u>	<u>--</u>	<u>( 75,171)</u>
<u>( 138,644)</u>	<u>--</u>	<u>--</u>	<u>( 39,641)</u>	<u>( 11,984)</u>	<u>--</u>	<u>( 75,171)</u>
( 138,644)	--	4,632	--	--	--	404
<u>138,644</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,611</u>
<u>\$ --</u>	<u>\$ --</u>	<u>\$ 4,632</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 3,015</u>

<u>Records Mgt State Grant Fund 177</u>	<u>Eastern WV Comm Found Fund 200</u>	<u>Waste Mgt State Grant Fund 201</u>	<u>E-911 Fees Fund 19A</u>	<u>Federal Grant HAVA/ADA Fund 118</u>	<u>Homeland Security COOP Fund 126</u>	<u>Book &amp; Choc Festival Grant Fund 152</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--	--	--
--	--	--	--	13,473	48,500	--
14,610	--	--	--	--	--	--
--	--	--	2,266,302	--	--	--
--	--	--	--	--	--	--
--	--	--	941	--	--	--
--	--	--	430	--	--	--
--	--	--	--	--	--	--
<u>14,610</u>	<u>--</u>	<u>--</u>	<u>2,267,673</u>	<u>13,473</u>	<u>48,500</u>	<u>--</u>
454	--	--	--	13,473	--	10,000
--	--	--	2,498,183	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>272,929</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>454</u>	<u>--</u>	<u>--</u>	<u>2,771,112</u>	<u>13,473</u>	<u>--</u>	<u>10,000</u>
<u>14,156</u>	<u>--</u>	<u>--</u>	<u>( 503,439)</u>	<u>--</u>	<u>48,500</u>	<u>( 10,000)</u>
--	--	--	--	--	--	--
<u>( 33,247)</u>	<u>--</u>	<u>--</u>	<u>( 100,000)</u>	<u>--</u>	<u>( 48,500)</u>	<u>--</u>
<u>( 33,247)</u>	<u>--</u>	<u>--</u>	<u>( 100,000)</u>	<u>--</u>	<u>( 48,500)</u>	<u>--</u>
( 19,091)	--	--	( 603,439)	--	--	( 10,000)
<u>19,091</u>	<u>1,062</u>	<u>5,000</u>	<u>841,804</u>	<u>--</u>	<u>--</u>	<u>10,000</u>
<u>\$ --</u>	<u>\$ 1,062</u>	<u>\$ 5,000</u>	<u>\$ 238,365</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

<u>Deputy Res State Grant Fund 158</u>	<u>Community Correct Grant Fund 187</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ --	\$ --	\$ 1,259,404
--	--	132,480
--	--	111,552
281	--	123,454
--	--	2,893,181
--	--	669,213
--	--	4,309
--	--	2,141
<u>--</u>	<u>--</u>	<u>105,282</u>
<u>281</u>	<u>--</u>	<u>5,301,016</u>
281	--	1,371,656
--	--	3,451,795
<u>--</u>	<u>--</u>	<u>611,369</u>
<u>281</u>	<u>--</u>	<u>5,434,820</u>
<u>--</u>	<u>--</u>	<u>( 133,804)</u>
--	--	116,958
<u>--</u>	<u>--</u>	<u>( 599,652)</u>
<u>--</u>	<u>--</u>	<u>( 482,694)</u>
--	--	( 616,498)
<u>--</u>	<u>( 1,026)</u>	<u>2,882,992</u>
<u>\$ --</u>	<u>\$ ( 1,026)</u>	<u>\$ 2,266,494</u>

BERKELEY COUNTY, WEST VIRGINIA  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 AGENCY FUNDS  
 June 30, 2016

	<b>State Funds</b>							
	<u>State Current</u>	<u>Criminal Charges</u>	<u>Court Reporter</u>	<u>Pistol Licenses</u>	<u>Vehicle Licenses</u>	<u>State Fines</u>	<u>State Police</u>	<b><u>Total State</u></b>
<b>ASSETS</b>								
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ 1,430	\$ --	\$ --	\$ --	\$ 1,430
Receivables:								
Taxes	<u>264,825</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>264,825</u>
Total assets and deferred outflows of resources	<u>\$ 264,825</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,430</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 266,255</u>
<b>LIABILITIES</b>								
Due to other governments	<u>264,825</u>	<u>--</u>	<u>--</u>	<u>1,430</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>266,255</u>
Total liabilities and deferred inflows of resource	<u>\$ 264,825</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,430</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 266,255</u>

<u>School Funds</u>				<u>CITIES</u>			
<u>School Current</u>	<u>School Excess</u>	<u>Bond Construction</u>	<u>Total School</u>	<u>Hedgesville Current</u>	<u>Martinsburg Current</u>	<u>Martinsburg Excess</u>	<u>Total Municipal</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
<u>20,550,790</u>	<u>23,948,877</u>	<u>5,998,600</u>	<u>50,498,267</u>	<u>13,927</u>	<u>2,143,411</u>	<u>931,335</u>	<u>3,088,673</u>
<u>\$ 20,550,790</u>	<u>\$ 23,948,877</u>	<u>\$ 5,998,600</u>	<u>\$ 50,498,267</u>	<u>\$ 13,927</u>	<u>\$ 2,143,411</u>	<u>\$ 931,335</u>	<u>\$ 3,088,673</u>
<u>20,550,790</u>	<u>23,948,877</u>	<u>5,998,600</u>	<u>50,498,267</u>	<u>13,927</u>	<u>2,143,411</u>	<u>931,335</u>	<u>3,088,673</u>
<u>\$ 20,550,790</u>	<u>\$ 23,948,877</u>	<u>\$ 5,998,600</u>	<u>\$ 50,498,267</u>	<u>\$ 13,927</u>	<u>\$ 2,143,411</u>	<u>\$ 931,335</u>	<u>\$ 3,088,673</u>

**County Offices**

<u>County Clerk</u>	<u>Circuit Clerk</u>	<u>Sheriff</u>	<u>Assessor</u>	<u>Prosecuting Attorney</u>	<b>Total County Offices</b>	<u>Tax Lien</u>	<u>Delinquent Nonentered Land</u>	<u>Health Insurance</u>	<u>TIF</u>	<b>Total Agency</b>
\$ 706,199	\$ 233,296	\$ 26,287	\$ 4,345	\$ --	\$ 970,127	\$ 721,956	\$ 234,269	\$ 62,473	\$ --	\$ 1,990,255
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>233,923</u>	<u>54,085,688</u>
<u>\$ 706,199</u>	<u>\$ 233,296</u>	<u>\$ 26,287</u>	<u>\$ 4,345</u>	<u>\$ --</u>	<u>\$ 970,127</u>	<u>\$ 721,956</u>	<u>\$ 234,269</u>	<u>\$ 62,473</u>	<u>\$ 233,923</u>	<u>\$ 56,075,943</u>
<u>706,199</u>	<u>233,296</u>	<u>26,287</u>	<u>4,345</u>	<u>--</u>	<u>970,127</u>	<u>721,956</u>	<u>234,269</u>	<u>62,473</u>	<u>233,923</u>	<u>56,075,943</u>
<u>\$ 706,199</u>	<u>\$ 233,296</u>	<u>\$ 26,287</u>	<u>\$ 4,345</u>	<u>\$ --</u>	<u>\$ 970,127</u>	<u>\$ 721,956</u>	<u>\$ 234,269</u>	<u>\$ 62,473</u>	<u>\$ 233,923</u>	<u>\$ 56,075,943</u>

FINANCIAL STATEMENTS OF  
BERKELEY COUNTY, WEST VIRGINIA  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016



BERKELEY COUNTY, WEST VIRGINIA  
SCHEDULE OF FUNDS INCLUDED IN REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

**GOVERNMENTAL FUND TYPES**

**MAJOR FUNDS**

General  
Coal Severance Tax

**NONMAJOR FUNDS**

*Special Revenue Funds*

Dog and Kennel  
General School  
Magistrate Court  
Worthless Check  
Emergency 911  
Home Confinement  
Federal Grants  
Fiduciary Fund  
Project Life Saver  
Grading Trust  
Drug Prevention  
Equine Protection  
Enhanced 911 Equipment  
Gypsy Moth  
Planning Commission Trust  
Safe & Clean Agency  
Assessor's Valuation  
Fire Dept. Equipment  
Concealed Weapons  
Voter's Registration  
Special Law Enforcement  
Prosecuting Attorney Forfeiture  
Universal Hiring Grant  
Task Force Reimbursement  
Homeland Security Grant  
FEMA Hazard Mitigation  
Park and Recreation Center Grant  
Animal Control Facility  
LE Homeland Security  
Court Security State Grant  
Habitat for Humanity Grant  
HMEP Grant  
Records Management State Grant

BERKELEY COUNTY, WEST VIRGINIA  
SCHEDULE OF FUNDS INCLUDED IN REPORT (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

*Special Revenue Funds (continued)*

Eastern WV Community Foundation Grant  
Waste Management State Grant  
E-911 Fees  
Federal Grant HAVA/ADA  
Homeland Security COOP  
Book & Chocolate Festival Grant  
Deputy Reserve State Grant  
Community Corrections Grant

**FIDUCIARY FUND TYPE**

*Agency Funds*

State  
School  
Municipal  
Other Agency

**BLENDED COMPONENT UNITS**

Berkeley County Building Commission

BERKELEY COUNTY, WEST VIRGINIA  
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***ACCOMPANYING INFORMATION***