

FINANCIAL STATEMENTS OF
BERKELEY COUNTY, WEST VIRGINIA
FOR THE FISCAL YEAR ENDED JUNE 30, 2017



BERKELEY COUNTY, WEST VIRGINIA
SCHEDULE OF FUNDS INCLUDED IN REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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
Community Connections Grant
Planning Commission Trust
Book & Chocolate Festival
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
Animal Control Facility
Court Security State Grant
HMEP Grant
Records Management State Grant
Federal Grant HAVA/ADA
E-911 Fees

BERKELEY COUNTY, WEST VIRGINIA
SCHEDULE OF FUNDS INCLUDED IN REPORT (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Special Revenue Funds (continued)

Eastern WV Community Foundation Grant
Waste Management State Grant
Home Land Dive Team

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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BERKELEY COUNTY, WEST VIRGINIA
COUNTY OFFICIALS
For the Fiscal Year Ended June 30, 2017

OFFICE	NAME	TERM
<u>Elective</u>		
County Council:	Douglas E. Copenhaver, Jr.	01-01-17 / 12-31-22
	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.	01-01-17 / 12-31-20
Clerk of the Circuit Court:	Virginia Sine	01-01-17 / 12-31-20
Sheriff:	Curtis E. Keller	01-01-17 / 12-31-20
Prosecuting Attorney:	Catie Wilkes-Delligatti	01-01-17 / 12-31-20
Assessor:	Larry Hess	01-01-17 / 12-31-20

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ACCOUNTANT'S COMPILATION REPORT

Members of the
Berkeley County Council
Martinsburg, WV

We have compiled the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Berkeley County, West Virginia (The County), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements, and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The County is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the County in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of the County's proportionate share of the net pension liability, and schedule of the County's contributions on pages 59 and 60 be presented to supplement that basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have not performed an audit, review, or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the information.

The supplementary information contained in the Introductory Section and Supplementary Information sections of the table of contents is presented for purpose of additional analysis and is not a required part of the financial statements. This information is the representation of the County. The information was subject to our compilation engagement, However, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for basic financial statements.

We are not independent with respect to the Berkeley County Council.

CoxHollidayYoung PLLC

Martinsburg, WV
December 19, 2017

BERKELEY COUNTY, WEST VIRGINIA

STATEMENT OF NET POSITION

June 30, 2017

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 10,167,262	\$ --	\$ 10,167,262
Receivables:			
Taxes	1,203,790	--	1,203,790
Total current assets	<u>11,371,052</u>	<u>--</u>	<u>11,371,052</u>
Restricted assets:			
Construction cash	--	643,685	643,685
Investments	--	719,944	719,944
Capital assets:			
Nondepreciable:			
Land	850,602	1,889,399	2,740,001
Construction in progress	2,186,764	6,625,917	8,812,681
Depreciable:			
Buildings	4,236,868	39,472,974	43,709,842
Improvements	2,235,617	--	2,235,617
Machinery and equipment	12,154,636	--	12,154,636
Less: accumulated depreciation	<u>(13,164,900)</u>	<u>(9,587,249)</u>	<u>(22,752,149)</u>
Total noncurrent assets	<u>8,499,587</u>	<u>39,764,670</u>	<u>48,264,257</u>
Total assets	<u>19,870,639</u>	<u>39,764,670</u>	<u>59,635,309</u>
DEFERRED OUTFLOWS			
Employer contributions to pension plan subsequent to measurement date	1,433,497	--	1,433,497
Differences between projected and actual investment earnings	2,272,332	--	2,272,332
Differences between expected and actual experience	590,414	--	590,414
Changes in employer proportion and differences between contributions and proportionate share of contributions	365,191	--	365,191
Differences in assumptions	281,474	--	281,474
Unamortized bond discount	<u>--</u>	<u>44,240</u>	<u>44,240</u>
Total deferred outflows of resources	<u>4,942,908</u>	<u>44,240</u>	<u>4,987,148</u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA

STATEMENT OF NET POSITION

June 30, 2017

	<u>Primary Government</u>		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	
LIABILITIES			
Current liabilities payable			
from current assets:			
Accounts payable	160,044	20,075	180,119
OPEB payable	309,461	--	309,461
Current liabilities payable from			
restricted assets:			
Revenue bonds payable	--	1,619,655	1,619,655
Accrued revenue bond interest payable	--	146,850	146,850
Matured bonds payable	25,462	--	25,462
Dormant checks payable	7,802	--	7,802
Noncurrent liabilities:			
Bonds payable - due in more than one year	--	32,087,152	32,087,152
Leases payable - due within one year	316,815	--	316,815
Leases payable - due in more than one year	1,145,844	--	1,145,844
Compensated absences payable	653,357	--	653,357
Net pension liability	7,520,401	--	7,520,401
	<u>10,139,186</u>	<u>33,873,732</u>	<u>44,012,918</u>
Total liabilities			
	<u>10,139,186</u>	<u>33,873,732</u>	<u>44,012,918</u>
DEFERRED INFLOWS			
Unamortized bond premium	--	582,706	582,706
	<u>--</u>	<u>582,706</u>	<u>582,706</u>
NET POSITION			
Net investment in capital assets	7,011,466	4,652,603	11,664,069
Restricted for:			
Debt service	--	719,944	719,944
Unrestricted	7,662,895	(20,075)	7,642,820
	<u>7,662,895</u>	<u>(20,075)</u>	<u>7,642,820</u>
Total net position	<u>\$ 14,674,361</u>	<u>\$ 5,352,472</u>	<u>\$ 20,026,833</u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2017

	Program Revenues				Net (Expense) Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government		Total
						Business-type Activities		
Functions / Programs								
Primary government:								
Governmental activities:								
General government	\$ 16,718,927	\$ 2,904,315	\$ --	\$ 18,785	\$ (13,795,827)			\$ (13,795,827)
Public safety	11,937,990	3,243,327	265,727	14,786	(8,414,150)			(8,414,150)
Health and sanitation	223,496	--	--	--	(223,496)			(223,496)
Culture and recreation	1,114,052	--	--	--	(1,114,052)			(1,114,052)
Social services	283,833	--	--	--	(283,833)			(283,833)
Total governmental activities	<u>30,278,298</u>	<u>6,147,642</u>	<u>265,727</u>	<u>33,571</u>	<u>(23,831,358)</u>			<u>(23,831,358)</u>
Business type activities:								
Berkeley County Building Commission	2,133,811	2,662,578	--	--	--	528,767		528,767
Total primary government	<u>\$ 32,412,109</u>	<u>\$ 8,810,220</u>	<u>\$ 265,727</u>	<u>\$ 33,571</u>	<u>(23,831,358)</u>	<u>528,767</u>		<u>(23,302,591)</u>
General revenues:								
Ad valorem property taxes					19,424,725	--		19,424,725
Alcoholic beverages tax					199,807	--		199,807
Hotel occupancy tax					554,459	--		554,459
Gas and oil severance tax					120,286	--		120,286
Other taxes					2,380,733	--		2,380,733
Coal severance tax					197,345	--		197,345
Unrestricted investment earnings					45,228	(4,031)		41,197
Reimbursement					768,640	--		768,640
Loss on refinancing of bonds					--	(13,888)		(13,888)
Payments in lieu of taxes					537,704	--		537,704
Miscellaneous					755,351	--		755,351
Total general revenues					<u>24,984,278</u>	<u>(17,919)</u>		<u>24,966,359</u>
Change in net position					1,152,920	510,848		1,663,768
Net position - beginning					13,521,441	4,841,624		18,363,065
Net position - ending					<u>\$ 14,674,361</u>	<u>\$ 5,352,472</u>		<u>\$ 20,026,833</u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
BALANCE SHEET - GOVERNMENTAL FUNDS
June 30, 2017

	<u>General</u>	Coal Severance <u>Tax</u>	Other Nonmajor Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
ASSETS AND DEFERRED OUTFLOWS				
Assets:				
Current:				
Cash and cash equivalents	\$ 7,355,808	\$ 224,325	\$ 2,587,129	\$ 10,167,262
Receivables:				
Taxes	1,203,790	--	--	1,203,790
Due from:				
Other funds	<u>111,165</u>	<u>--</u>	<u>--</u>	<u>111,165</u>
 Total assets and deferred outflows of resources	 <u>\$ 8,670,763</u>	 <u>\$ 224,325</u>	 <u>\$ 2,587,129</u>	 <u>\$ 11,482,217</u>
 LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities:				
Accounts payable	135,517	--	24,527	160,044
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	<u>--</u>	<u>--</u>	<u>111,165</u>	<u>111,165</u>
 Total liabilities	 <u>407,534</u>	 <u>--</u>	 <u>206,400</u>	 <u>613,934</u>
 Deferred Inflows:				
Unavailable revenue - taxes	<u>928,471</u>	<u>--</u>	<u>--</u>	<u>928,471</u>
 Total deferred inflows of resources	 <u>928,471</u>	 <u>--</u>	 <u>--</u>	 <u>928,471</u>
 Total liabilities and deferred inflows of resources	 <u>1,336,005</u>	 <u>--</u>	 <u>206,400</u>	 <u>1,542,405</u>
 Fund balances:				
Restricted	--	--	2,381,755	2,381,755
Committed	4,273,786	--	--	4,273,786
Assigned	3,060,972	224,325	--	3,285,297
Unassigned	<u>--</u>	<u>--</u>	<u>(1,026)</u>	<u>(1,026)</u>
 Total fund balances	 <u>7,334,758</u>	 <u>224,325</u>	 <u>2,380,729</u>	 <u>9,939,812</u>
 Total liabilities, deferred inflows and fund balances	 <u>\$ 8,670,763</u>	 <u>\$ 224,325</u>	 <u>\$ 2,587,129</u>	 <u>\$ 11,482,217</u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2017

Total fund balances on the governmental fund's balance sheet	\$ 9,939,812
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.)	8,499,587
Certain revenues are not available to fund current year expenditures and therefore are deferred in the funds. (Note III.B.)	928,471
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 - Changes in employer portion and differences between contributions and proportionate share of pension expense	365,191
Deferred outflow - Differences between expected and actual experience	590,414
Deferred outflow - Difference in assumptions	281,474
Deferred outflow - Employer contributions to pension plan after measurement date	1,433,497
Deferred outflow - Differences between projected and actual investment earnings	2,272,332
Long-term pension liability is not due and payable in the current period and therefore are not reported in the funds.	(7,520,401)
Compensated Absences are not due and payable in the current period and therefore are not reported in the funds.	(653,356)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (Note III.G.)	<u>(1,462,660)</u>
Net position of governmental activities	<u><u>\$ 14,674,361</u></u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2017

	<u>General</u>	<u>Coal Severance Tax</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Taxes:				
Ad valorem property taxes	\$ 19,327,618	\$ --	\$ --	\$ 19,327,618
Alcoholic beverages tax	199,807	--	--	199,807
Hotel occupancy tax	554,459	--	--	554,459
Gas and oil severance tax	120,286	--	--	120,286
Other taxes	1,385,277	--	995,456	2,380,733
Coal severance tax	--	197,345	--	197,345
Intergovernmental:				
Federal	69,932	--	85,258	155,190
State	109,537	--	34,571	144,108
Charges for services	2,751,613	--	2,584,898	5,336,511
Fines and forfeits	199,428	--	611,703	811,131
Interest and investment earnings	38,326	768	6,134	45,228
Reimbursements	751,885	--	16,755	768,640
Payments in lieu of taxes	537,704	--	--	537,704
Miscellaneous	666,665	--	88,686	755,351
	<u>26,712,537</u>	<u>198,113</u>	<u>4,423,461</u>	<u>31,334,111</u>
Total revenues				
EXPENDITURES				
Current:				
General government	15,579,668	--	1,325,539	16,905,207
Public safety	9,016,629	--	2,870,799	11,887,428
Health and sanitation	194,042	--	--	194,042
Culture and recreation	1,112,385	--	--	1,112,385
Social services	160,925	98,523	--	259,448
Capital outlay	173,307	--	--	173,307
	<u>26,236,956</u>	<u>98,523</u>	<u>4,196,338</u>	<u>30,531,817</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>475,581</u>	<u>99,590</u>	<u>227,123</u>	<u>802,294</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	197,263	--	--	197,263
Transfers (out)	--	(84,375)	(112,888)	(197,263)
	<u>197,263</u>	<u>(84,375)</u>	<u>(112,888)</u>	<u>--</u>
Total other financing sources (uses)				
Net change in fund balances	672,844	15,215	114,235	802,294
Fund balances - beginning	<u>6,661,914</u>	<u>209,110</u>	<u>2,266,494</u>	<u>9,137,518</u>
Fund balances - ending	<u>\$ 7,334,758</u>	<u>\$ 224,325</u>	<u>\$ 2,380,729</u>	<u>\$ 9,939,812</u>

See accompanying notes and accountants' report

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, 2017

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

Net change in fund balances - total governmental funds	\$	802,294
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.)		173,307
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.).		(889,855)
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.		97,107
Prior year unavailable/unearned revenues:	\$831,364	
Current year unavailable/unearned revenues:	\$928,471	
Net pension liabilities and deferred out flows and in flows do not provide current financial resources are not reported as revenues to the funds:		--
Change in deferred outflows		2,210,235
Change in deferred inflows		1,378,709
Change in net pension liabilities		(2,949,738)
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.)		
Capital leases		319,539
Compensated absences		11,322
Change in net position of governmental activities	\$	<u><u>1,152,920</u></u>

See accompanying notes and accountants' report

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, 2017

	Budgeted Amounts		Actual Modified Accrual Basis	Adjustments Budget Basis	Actual Amounts Budget Basis	Variance with Final Budget Positive (Negative)
	Original	Final				
REVENUES						
Taxes:						
Ad valorem property taxes	\$ 19,652,262	\$ 19,652,262	\$ 19,327,618	\$ 275,319	\$ 19,602,937	\$ (49,325)
Alcoholic beverages tax	125,000	125,000	199,807	--	199,807	74,807
Hotel occupancy tax	400,000	400,000	554,459	--	554,459	154,459
Gas and oil severance tax	80,000	80,000	120,286	--	120,286	40,286
Amusement tax	--	--	--	--	--	--
Other taxes	1,100,000	1,100,000	1,385,277	--	1,385,277	285,277
Federal	--	120,320	69,932	--	69,932	(50,388)
State	20,000	48,205	109,537	--	109,537	61,332
Charges for services	1,940,250	1,940,250	2,751,613	--	2,751,613	811,363
Fines and forfeits	40,000	40,000	199,428	--	199,428	159,428
Interest and investment earnings	207,000	207,000	38,326	--	38,326	(168,674)
Refunds	275,000	718,306	751,885	--	751,885	33,579
Payments in lieu of taxes	600,000	600,000	537,704	--	537,704	(62,296)
Miscellaneous	705,000	705,000	666,665	--	666,665	(38,335)
Total revenues	<u>25,144,512</u>	<u>25,736,343</u>	<u>26,712,537</u>	<u>275,319</u>	<u>26,987,856</u>	<u>1,251,513</u>
EXPENDITURES						
Current:						
General government	16,492,479	17,700,075	15,579,668	--	15,579,668	2,120,407
Public safety	8,643,064	9,582,663	9,016,629	--	9,016,629	566,034
Health and sanitation	189,360	169,360	194,042	--	194,042	(24,682)
Culture and recreation	1,148,624	1,146,624	1,112,385	--	1,112,385	34,239
Social services	160,300	160,300	160,925	--	160,925	(625)
Capital outlay	10,685	586,717	173,307	--	173,307	413,410
Total expenditures	<u>26,644,512</u>	<u>29,345,739</u>	<u>26,236,956</u>	<u>--</u>	<u>26,236,956</u>	<u>3,108,783</u>
Excess (deficiency) of revenues over expenditures	<u>(1,500,000)</u>	<u>(3,609,396)</u>	<u>475,581</u>	<u>275,319</u>	<u>750,900</u>	<u>4,360,296</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	75,000	75,000	197,263	--	197,263	122,263
Transfers (out)	--	--	--	--	--	--
Total other financing sources (uses)	<u>75,000</u>	<u>75,000</u>	<u>197,263</u>	<u>--</u>	<u>197,263</u>	<u>122,263</u>
Net change in fund balance	(1,425,000)	(3,534,396)	672,844	275,319	948,163	4,482,559
Fund balance - beginning	<u>1,425,000</u>	<u>3,534,396</u>	<u>6,661,914</u>	<u>--</u>	<u>6,661,914</u>	<u>3,127,518</u>
Fund balance - ending	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 7,334,758</u>	<u>\$ 275,319</u>	<u>\$ 7,610,077</u>	<u>\$ 7,610,077</u>

See accompanying notes and accountants' report

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, 2017

	<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>				
REVENUES						
Taxes:						
Coal severance tax	\$ 1,000	\$ 1,000	\$ 197,345	\$ --	\$ 197,345	\$ 196,345
Interest and investment earnings	--	--	768	--	768	768
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>198,113</u>	<u>--</u>	<u>198,113</u>	<u>197,113</u>
EXPENDITURES						
Current:						
General government	1,000	1,000	--	--	--	1,000
Culture and recreation	--	--	--	--	--	--
Social services	--	--	98,523	(98,523)	--	--
Capital outlay	--	109,109	--	98,523	98,523	10,586
Total expenditures	<u>1,000</u>	<u>110,109</u>	<u>98,523</u>	<u>--</u>	<u>98,523</u>	<u>11,586</u>
Excess (deficiency) of revenues over expenditures	<u>--</u>	<u>(109,109)</u>	<u>99,590</u>	<u>--</u>	<u>99,590</u>	<u>208,699</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	--	--	--	--	--	--
Transfers out	--	(100,000)	(84,375)	--	(84,375)	15,625
Total other financing sources (uses)	<u>--</u>	<u>(100,000)</u>	<u>(84,375)</u>	<u>--</u>	<u>(84,375)</u>	<u>15,625</u>
Net change in fund balance	--	(209,109)	15,215	--	15,215	224,324
Fund balance - beginning	--	209,110	209,110	--	209,110	--
Fund balance - ending	<u>\$ --</u>	<u>\$ 1</u>	<u>\$ 224,325</u>	<u>\$ --</u>	<u>\$ 224,325</u>	<u>\$ 224,324</u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
June 30, 2017

	Berkeley County Building Commission
ASSETS	
Restricted:	
Construction cash	643,685
Investments	719,944
Total restricted assets	1,363,629
Capital assets:	
Nondepreciable:	
Land	1,889,399
Construction in progress	6,625,917
Nondepreciable:	
Buildings	39,472,974
Less: accumulated depreciation	(9,587,249)
Total capital assets (net of accumulated depreciation)	38,401,041
Total assets	39,764,670
DEFERRED OUTFLOWS	
Unamortized bond discount	44,240
Total deferred outflows of resources	44,240
LIABILITIES	
Current liabilities payable from current assets:	
Accounts payable	20,075
Total current liabilities payable from current assets	20,075
Current liabilities payable from restricted assets:	
Revenue bonds payable	1,619,655
Accrued revenue bond interest payable	146,850
Total current liabilities payable from restricted assets	1,766,505
Noncurrent liabilities:	
Bonds payable	32,087,152
Total noncurrent liabilities	32,087,152
Total liabilities	33,873,732
DEFERRED INFLOWS	
Unamortized bond premium	582,706
Total deferred inflows of resources	582,706
NET POSITION	
Invested in capital assets, net of related debt	4,652,603
Restricted for debt service	719,944
Unreserved fund balance	(20,075)
Total net position	\$ 5,352,472

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2017

	<u>Berkeley County Building Commission</u>
Operating revenues:	
Lease income	\$ 2,640,258
Intergovernmental, local	<u>22,320</u>
Total revenues	<u>2,662,578</u>
Operating expenses:	
Professional services	12,012
Depreciation	<u>992,695</u>
Total operating expenses	<u>1,004,707</u>
Operating income (loss)	<u>1,657,871</u>
Nonoperating revenues (expenses):	
Interest revenue	1,069
Bank trustee fees	(5,100)
Bond issuance costs	(131,111)
Gain (loss) on refinance of bonds	(13,888)
Interest and fiscal charges	<u>(997,993)</u>
Total nonoperating revenues (expenses)	<u>(1,147,023)</u>
Income (loss) before operating transfers and contributions	<u>510,848</u>
Change in net position	510,848
Net position at beginning of year	<u>4,841,624</u>
Net position at end of year	<u>\$ 5,352,472</u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2017

Berkeley County
Building Commission

Cash flows from operating activities:

Cash received for leases	\$	2,640,258
Cash received from intergovernmental contributions and grants - local		22,320
Cash paid to vendors		(12,012)
		2,650,566

Cash flows from capital and related financing activities:

Proceeds from bond issuance		4,328,875
Principal paid on bonds payable		(5,723,804)
Payment for bank trustee fees		(5,100)
Interest paid on revenue bonds		(1,119,869)
Bond issuance costs		(94,274)
		(2,614,172)

Cash flows from investing activities:

Investment income		1,069
Payments for land, buildings, and equipment		(870,859)
Net increase in restricted assets		831,204
		(38,586)

Net cash provided (used) by investing activities		(38,586)
Net increase (decrease) in cash and cash equivalents		(2,192)
Cash and cash equivalents - beginning of year		2,192
Cash and cash equivalents - end of year	\$	--

Reconciliation of operating income to net cash provided by operating activities:

Operating income (loss)		1,657,871
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense		992,695
Increase (decrease) in accounts payable		--
Net cash provided by operations	\$	2,650,566

Supplemental schedule of noncash investing and financing activities:

Amortization of bond discounts costs	\$	(3,462)
Amortization of bond premium	\$	34,918
Financing of bond issuance costs	\$	(36,837)

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2017

	<u>Agency Funds</u>
ASSETS	
Non-pooled cash	\$ <u>3,472,029</u>
Total cash	<u>3,472,029</u>
Receivables:	
Taxes	<u>4,492,346</u>
Total receivables	<u>4,492,346</u>
Total assets and deferred outflows of resources	\$ <u><u>7,964,375</u></u>
LIABILITIES	
Due to: other governments	<u>7,964,375</u>
Total liabilities and deferred inflows of resources	\$ <u><u>7,964,375</u></u>

See accompanying notes and accountants' report

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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, 2017

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
 Berkeley County Criminal Justice Board

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
 I-81 Corridor Coalition

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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.

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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, 2017.

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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	2,990,095,228	27.90 cents
Class III	1,527,473,628	55.80 cents
Class IV	438,574,137	55.80 cents

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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

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

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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 \$3,544,166.

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.

<u>Description</u>	<u>General Fund</u> <u>Amount</u>	<u>Coal Severance</u> <u>Amount</u>
General government expenditure increase	\$ 1,207,596	\$ --
Public safety expenditure increase	939,599	--
Health and sanitation expenditure increase	(20,000)	--
Culture and recreation expenditure increase	(2,000)	--
Social services expenditure increase	--	--
Capital projects expenditure increase	576,032	109,109

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

At year end, the government's bank balances were \$10,754,485. 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	\$ 10,162,547
Investments - collateralized and secured - Restricted	<u>1,363,629</u>
Total	<u><u>\$ 11,526,176</u></u>

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

At year end the Building Commission's investment balances were as follows:

<u>Investments</u>	<u>Maturities</u>	<u>Quoted Prices in Active Markets for Identical Assets Fair Value</u>	<u>Credit rating</u>
Federated U.S. Treasury Cash Reserves	Daily	1,363,629	AAAm S&P

Fair value measurement

The Commission categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles as follows:

Level I - Valuations based on unadjusted quoted prices for identical assets or liabilities in active markets;

Level II - Valuations bases on quoted prices for similar assets or liabilities in active markets for identical assets or liabilities in less active markets, such as dealer or broker markets; and

Level III - Valuations delivered from valuation techniques in which one or more significant inputs or significant value drivers are unobservable, such as pricing models, discounted cash flow models and similar techniques not based on market, exchange, dealer or broker- traced transactions.

The Commission has the following fair value measurements as of June 30,2017

	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>
U.S. Treasury - Mutual Fund	\$ 1,363,629	\$ -	\$ -

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	\$ 1,605,053	\$ 5,989,794
Less: Allowance for uncollectible	<u>(401,263)</u>	<u>(1,497,448)</u>
Net Total Receivables	<u>\$ 1,203,790</u>	<u>\$ 4,492,346</u>

BERKELEY COUNTY, WEST VIRGINIA
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For the Fiscal Year Ended June 30, 2017

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:

	Deferred Inflows - Unavailable
Delinquent property taxes receivable (General Fund)	\$ <u>928,471</u>

C. Capital Assets

Capital asset activity for the fiscal year ended June 30, 2017, was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 850,602	\$ --	\$ --	\$ 850,602
Construction in progress	2,186,764	--	--	2,186,764
Total capital assets not being depreciated	3,037,366	--	--	3,037,366
Capital assets being depreciated:				
Buildings	4,236,868	--	--	4,236,868
Improvements	2,088,250	147,367	--	2,235,617
Machinery and equipment	12,128,696	25,940	--	12,154,636
Less: Total accumulated depreciation	(12,275,045)	(889,855)	--	(13,164,900)
Total capital assets being depreciated, net	6,178,769	(716,548)	--	5,462,221
Governmental activities capital assets, net	\$ 9,216,135	\$ (716,548)	\$ --	\$ 8,499,587

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

Governmental activities:	
General government	\$ 318,194
Public safety	516,155
Health and sanitation	29,454
Culture and recreation	1,667
Social services	24,385
Total depreciation expense-governmental activities	\$ 889,855

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

	Building Commission			
	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,889,399	\$ --	\$ --	\$ 1,889,399
Construction in progress - capitalized interest	123,123	79,451	--	202,574
Construction in progress	5,534,209	889,134	--	6,423,343
Total capital assets not being depreciated	7,546,731	968,585	--	8,515,316
Capital assets being depreciated:				
Buildings	39,472,974	--	--	39,472,974
Less: total accumulated depreciation	(8,594,554)	(992,695)	--	(9,587,249)
Total capital assets being depreciated, net	30,878,420	(992,695)	--	29,885,725
Business-type activities capital assets, net	\$ 38,425,151	\$ (24,110)	\$ --	\$ 38,401,041

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.

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 \$2,466,709 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>
Assessor's Valuation	General County	\$ 39,565
E 911 Fees	General County	71,600
Total		\$ 111,165

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

Interfund Transfers:

<u>Transferred from:</u>	<u>Transferred to:</u>	<u>Amount</u>
Magistrate Court	General County	\$ 93,417
Worthless Check	General County	696
Court Security Grant	General County	5,752
Records Management	General County	13,023
Coal Severance Tax	General County	<u>84,375</u>
 Total		 \$ <u><u>197,263</u></u>

E. Fund Balance Detail

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

	<u>General Fund</u>	<u>Coal Severance Fund</u>	<u>Non-major Funds</u>	<u>Total</u>
Restricted:				
General government	\$ --	\$ --	\$ 1,291,942	\$ 1,291,942
Public safety	--	--	1,084,813	1,084,813
Health and sanitation	--	--	5,000	5,000
Committed:				
Financial stabilization	3,544,165	--	--	3,544,165
OPEB pension	313,702	--	--	313,702
Engineering special fees	415,919	--	--	415,919
Assigned:				
Budget carryover	3,060,972	224,325	--	3,285,297
Unassigned	<u>--</u>	<u>--</u>	<u>(1,026)</u>	<u>(1,026)</u>
Total fund balances	<u>\$ 7,334,758</u>	<u>\$ 224,325</u>	<u>\$ 2,380,729</u>	<u>\$ 9,939,812</u>

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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>
2018	\$ 350,736
2019	326,335
2020	287,103
2021	122,097
2022	122,097
2023 - 2026	<u>366,290</u>
Total minimum lease payments	1,574,658
Less: amount representing interest	<u>(111,998)</u>
Present value of minimum lease payments	<u>\$ 1,462,660</u>

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.

<u>Purpose</u>	<u>Maturity Dates</u>	<u>Interest Rates</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2016</u>
Business-type activities:					
Series 2017 lease revenue bonds	6/1/2036	2% to 4%	\$ 4,210,000	\$ --	\$ 4,210,000
Series 2011 lease revenue bonds	11/1/2035	3.29%	5,500,000	773,193	4,726,807
Series 2014A lease revenue bonds	9/1/2033	3% to 4%	7,290,000	820,000	6,740,000
Series 2014B lease revenue bonds	12/1/2029	3% to 5%	7,365,000	835,000	6,530,000
Series 2014C lease revenue bonds	12/1/2034	1.3% to 3.35%	3,000,000	245,000	2,755,000
Series 2015 lease revenue bonds	12/1/2035	not more than 5%	<u>9,340,000</u>	<u>595,000</u>	<u>8,745,000</u>
Total revenue bonds			<u>\$ 36,705,000</u>	<u>\$ 3,268,193</u>	<u>\$ 33,706,807</u>

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

Revenue bond debt service requirements to maturity are as follows:

<u>Year Ended</u>	<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2018	\$ 1,619,655	\$ 1,040,653
2019	1,625,990	1,009,662
2020	1,667,536	967,292
2021	1,724,301	920,140
2022	1,756,292	875,814
2023 - 2027	9,649,773	3,520,198
2028 - 2032	9,658,084	1,781,345
2033 - 2037	6,005,176	403,368
2038 - 2042	--	--
Totals	<u>\$ 33,706,807</u>	<u>\$ 10,518,472</u>

Changes in Long-term Liabilities

	<u>Governmental Activities</u>				
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Capital leases	\$ 1,782,199	\$ --	\$ (319,540)	\$ 1,462,659	\$ 316,815
Net pension obligation	4,570,663	2,949,738	--	7,520,401	--
Compensated absences	664,678	--	(11,321)	653,357	--
Governmental activities Long-term liabilities	<u>\$ 7,017,540</u>	<u>\$ 2,949,738</u>	<u>\$ (330,861)</u>	<u>\$ 9,636,417</u>	<u>\$ 316,815</u>

	<u>Business-type Activities</u>				
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Lease revenue bonds	\$ 35,220,611	\$ 4,210,000	\$ (5,723,804)	\$ 33,706,807	1,619,655
Governmental activities Long-term liabilities	<u>\$ 35,220,611</u>	<u>\$ 4,210,000</u>	<u>\$ (5,723,804)</u>	<u>\$ 33,706,807</u>	<u>\$ 1,619,655</u>

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

H. Restricted Assets

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

	<u>Business-Type Activities</u>
U. S Treasury - Mutual Fund	\$ <u><u>1,363,629</u></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).

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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

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.

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	4.5% - 6%
County's contribution rate	12.0%

**BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017**

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.
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 \$243,928 for employees' share and \$344,360 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.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
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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 \$588,288 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>
2017	\$ 1,089,137	100%	\$ 344,360	100%
2016	\$ 1,564,007	100%	\$ 553,396	100%
2015	\$ 1,486,951	100%	\$ 559,542	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.

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, 2016, and the total pension liability used to calculate the net pension liabilities was determined by an actuarial valuation as of July 1, 2015 and rolled forward to June 30, 2016 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, 2016, the County reported the following proportions and increases/decreases from its proportion measured as of June 30, 2015:

	<u>PERS</u>	<u>WVDRS</u>
Amount for proportionate share of net pension liability	\$ 5,777,557	\$ 1,742,845
Percentage for proportionate share of net pension liability	.628598%	5.474448%
Increase/decrease % from prior proportion measured	0.0086%	0.0691%

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

For the year ended June 30, 2016, the government recognized the following pension expenses.

	PERS	WVDRS
Pension expense	\$ 601,387	\$ 192,904

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

Public Employees Retirement System (PERS)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 1,815,522	\$ --
Differences between expected and actual experience	481,801	--
Changes of assumptions	281,474	--
Changes in proportion and differences between government contributions and proportionate share of contributions	302,025	--
Government contributions subsequent to the measurement date	1,089,137	--
	\$ 3,969,959	\$ 0

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:

2017	\$	595,125
2018		595,106
2019		828,599
2020		559,967
	\$	2,578,797

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

West Virginia Deputy Sheriff Retirement System (DSRS)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions		
Net difference between projected and actual earnings on pension plan investments	\$ 456,810	\$ --
Differences between expected and actual experience	108,613	--
Changes in proportion and differences between government contributions and proportionate share of contributions	63,166	--
Government contributions subsequent to the measurement date	344,360	--
	\$ 972,949	\$ -

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 30, 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:

2017	\$	72,701
2018		72,865
2019		226,587
2020		162,646
2021		19,161
2021		11,463
	\$	565,423

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		3.000%
Salary increases		3.35% -6.0%
Investment Rate of Return		7.500%

BERKELEY COUNTY, WEST VIRGINIA
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Mortality Rates	Healthy males - 110% of RP - 2000 Non - Annuitant, Scale AA fully generational
	Healthy females - 101% of RP - 2000 Non-Annuitant, Scale AA fully generational
	Disabled males - 96% of RP - 2000 Disabled Annuitant, Scale AA fully generational
	Disabled females - 107% of RP - 2000 Disabled Annuitant, Scale AA fully generational

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2014.

West Virginia Deputy Sheriff Retirement System

Actuarial assumptions

Inflation rate	3.000%
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 tables; projected to 2020 scale BB; Retired - RP2000 healthy annuitant tables, projected to 2025 scale BB; Disabled RP2000 healthy annuitant table, projected to 2025, scale BB set forward 1 year.

The actuarial assumptions used in the July 1, 2014 DSRS valuation were based on the results of an actuarial experience study for the period July 1, 2007 to June 30, 2011.

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>	<u>Long-term Expected Real Rate of Return</u>	<u>PERS Target Asset Allocation</u>	<u>DSRS Target Asset Allocation</u>
US Equity	7.0%	27.5%	27.5%
International Equity	7.7%	27.5%	27.5%
Core Fixed Income	2.7%	15.0%	15.0%
High Yield	5.5%	0.0%	0.0%
Real Estate	7.0%	10.0%	10.0%
Private Equity	9.4%	10.0%	10.0%
Hedge Funds	4.7%	10.0%	10.0%
TIPS	2.7%	0.0%	0.0%
Inflation (CPI)	1.9%	0.0%	0.0%
		100.0%	100.0%

BERKELEY COUNTY, WEST VIRGINIA
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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 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Government's proportionate share of PERS's net pension liability	\$ 10,458,306	\$ 5,777,557	\$ 1,802,385
Government's proportionate share of WVDSRS's net pension liability	\$ 3,275,362	\$ 1,742,845	\$ 476,496

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. That information can also be obtained by writing to the West Virginia Consolidated Public Retirement Board, 4101 MacCorkle Avenue SE, Charleston, WV 25304.

VI. PAYMENT IN LIEU OF TAXES

The County participates in Payment In Lieu Of Taxes agreements (PILOT's) with the West Virginia Economic Development Authority (WVDA) to provide incentives for entities to invest, expand, or locate operations in Berkeley County. As part of these agreements, the participants are required to maintain specific full time employment levels and pay certain amounts based on a negotiated formula or amount agreed to. The participant must also transfer title of the property the WVEDA for the term of the agreement. As of June 30, 2017, the County has the following three PILOT programs:

Knauf Insulation - during the current fiscal year, Knauf Insulation committed to investing \$58 million to improve and expand operations at their Berkeley County facilities. As part of the PILOT agreement, the Company will transfer the personal property to the WVEDA. At the end of the 20 year agreement, the property will return to the Knauf Insulation. The County agreed to taxable amounts to be paid between 75% to 40% over the life of the agreement.

No amounts where due or paid for property taxes for this project during the current fiscal year.

BERKELEY COUNTY, WEST VIRGINIA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2017

Macy's- the PILOT program agreement with Macy's consists of both real and personal property. The Company purchased property and constructed a distribution center in Berkeley County. The property is titled to the WVEDA for the 15 year term of the agreement. The agreement also exempts the Company from property taxes under the term of the agreement; however, the company is required make escalating annual payments in lieu of taxes starting in 2018 in the amount of \$1.0 million and ending in 2028 at \$1.5 million.

The amount of property taxes that were abated is unknown. The Company is not required and does not provide a property tax return that will allow the County to estimate the effect on property taxes.

Argos USA, LLC the PILOT program with Argos consists of personal property from a large investment in improvements in the cement plant south of Martinsburg, West Virginia. The Company titled the property to WVEDA under the 25 year agreement. The agreement allows the Company to abate property taxes between 25% to 50% depending on certain conditions and thresholds.

The amount of property taxes abated is unknown, for the current fiscal year. The County received \$1,261,399 from Argos Usa LLC as part of the agreement.

BERKELEY COUNTY, WEST VIRGINIA
SCHEDULES OF THE GOVERNMENT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
For the Fiscal Year Ended June 30, 2017

Public Employees Retirement System

Last 10 Fiscal Years*

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Government's proportion of the net pension liability (asset) (percentage)	.628598%	.619966%	0584401%
Government's proportionate share of the net pension liability (asset)	\$ 5,777,557	\$ 3,461,915	\$ 2,156,891
Government's covered-employee payroll	\$ 8,304,435	\$ 8,407,616	\$ 7,826,058
Government's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	69.57%	41.69%	27.56%
Plan fiduciary net position as a percentage of the total pension liability	86.11%	91.29%	93.98%

* will be built prepectively
 Infomation prior to fiscal year June 30, 2014 is not available.

BERKELEY COUNTY, WEST VIRGINIA
SCHEDULES OF THE GOVERNMENT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
For the Fiscal Year Ended June 30, 2017

West Virginia Deputy Sheriff Retirement System

Last 10 Fiscal Years*

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Government's proportion of the net pension liability (asset) (percentage)	5.47445%	5.40537%	5.380897%
Government's proportionate share of the net pension liability (asset)	\$ 1,742,845	\$ 1,108,748	\$ 917,514
Government's covered-employee payroll	\$ 2,699,491	\$ 2,644,486	\$ 2,574,135
Government's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	64.56%	41.93%	35.64%
Plan fiduciary net position as a percentage of the total pension liability	84.48%	89.31%	90.52%

* will be built prepectively

Information prior to fiscal year June 30, 2014 is not available.

BERKELEY COUNTY, WEST VIRGINIA
SCHEDULE OF GOVERNMENT CONTRIBUTIONS
For the Fiscal Year Ended June 30, 2017

Public Employees Retirement System
 Last 7 Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Contractually required contribution	\$ 1,089,137	\$ 1,169,052	\$ 1,177,066	\$ 1,134,778	\$ 956,564	\$ 1,034,534	\$ 852,636
Contributions in relation to the contractually required contribution	(1,089,137)	(1,169,052)	(1,177,066)	(1,134,778)	(956,564)	(1,034,534)	(852,636)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Government's covered-employee payroll	\$ 9,076,146	\$ 8,304,435	\$ 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	12.00%	14.08%	14.00%	14.50%	14.00%	14.50%	12.50%

Information prior to fiscal year 2011 is not available

BERKELEY COUNTY, WEST VIRGINIA
SCHEDULE OF GOVERNMENT CONTRIBUTIONS
For the Fiscal Year Ended June 30, 2017

West Virginia Deputy Sheriff Retirement System
 Last 7 Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Contractually required contribution	\$ 344,360	\$ 323,939	\$ 333,061	\$ 334,638	\$ 293,444	\$ 300,267	\$ 220,540
Contributions in relation to the contractually required contribution	<u>(344,360)</u>	<u>(323,939)</u>	<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>	<u>\$ 0</u>	<u>\$ 0</u>
Government's covered-employee payroll	\$ 2,699,491	\$ 2,699,491	\$ 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	12.00%	12.00%	12.50%	13.00%	13.00%	13.00%	10.50%

Information prior to fiscal year 2011 is not available

BERKELEY COUNTY, WEST VIRGINIA
 BUDGETARY COMPARISON SCHEDULE -
 ASSESSOR'S VALUATION FUND
 For the Fiscal Year Ended June 30, 2017

	Budgeted Amounts		Actual	Adjustments	Actual Amounts	Variance with
	<u>Original</u>	<u>Final</u>	Modified <u>Accrual Basis</u>	Budget <u>Basis</u>	Budget <u>Basis</u>	Final Budget <u>Positive (Negative)</u>
REVENUES:						
Other taxes	\$ 887,009	\$ 887,009	\$ 950,593	\$ --	\$ 950,593	\$ 63,584
Map sales	1,200	1,200	1,384	--	1,384	184
Interest	1,400	1,400	2,178	--	2,178	778
Total revenues	<u>889,609</u>	<u>889,609</u>	<u>954,155</u>	<u>--</u>	<u>954,155</u>	<u>64,546</u>
EXPENDITURES:						
Current:						
General government	1,069,327	1,069,327	947,367	--	947,367	121,960
Capital outlay	205,760	205,760	--	--	--	205,760
Total expenditures	<u>1,275,087</u>	<u>1,275,087</u>	<u>947,367</u>	<u>--</u>	<u>947,367</u>	<u>327,720</u>
Net change in fund balance	(385,478)	(385,478)	6,788	--	6,788	392,266
Fund balance at beginning of year	<u>385,478</u>	<u>385,478</u>	<u>394,773</u>	<u>--</u>	<u>394,773</u>	<u>9,295</u>
Fund balance at end of year	\$ <u><u>--</u></u>	\$ <u><u>--</u></u>	\$ <u><u>401,561</u></u>	\$ <u><u>--</u></u>	\$ <u><u>401,561</u></u>	\$ <u><u>401,561</u></u>

BERKELEY COUNTY, WEST VIRGINIA
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2017

	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
Assets:									
Current:									
Cash and cash equivalents	\$ 60,617	\$ 38,001	\$ 10	\$ --	\$ 110,134	\$ 35,996	\$ 180,839	\$ 108,625	\$ 2,523
Total assets and deferred outflows of resources	<u>\$ 60,617</u>	<u>\$ 38,001</u>	<u>\$ 10</u>	<u>\$ --</u>	<u>\$ 110,134</u>	<u>\$ 35,996</u>	<u>\$ 180,839</u>	<u>\$ 108,625</u>	<u>\$ 2,523</u>

ASSETS AND DEFERRED OUTFLOWS

LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES

Liabilities:									
Accounts payable	1,088	14,310	--	--	--	3,211	--	763	--
OPEB payable	--	--	--	--	--	--	--	--	--
Matured bonds payable	--	--	--	--	--	--	--	--	--
Dormant checks payable	--	--	--	--	--	--	--	--	--
Due to:									
Other funds	--	--	--	--	--	--	--	--	--
Total liabilities and deferred inflows of resources	<u>1,088</u>	<u>14,310</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,211</u>	<u>--</u>	<u>763</u>	<u>--</u>
Fund balances:									
Restricted	59,529	23,691	10	--	110,134	32,785	180,839	107,862	2,523
Unassigned	--	--	--	--	--	--	--	--	--
Total fund balances	<u>59,529</u>	<u>23,691</u>	<u>10</u>	<u>--</u>	<u>110,134</u>	<u>32,785</u>	<u>180,839</u>	<u>107,862</u>	<u>2,523</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 60,617</u>	<u>\$ 38,001</u>	<u>\$ 10</u>	<u>\$ --</u>	<u>\$ 110,134</u>	<u>\$ 35,996</u>	<u>\$ 180,839</u>	<u>\$ 108,625</u>	<u>\$ 2,523</u>

BERKELEY COUNTY, WEST VIRGINIA
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2017

	Grading Trust Fund 21B	Drug Prevention Fund 22C	Equine Protection Fund 23B	Enhanced 911 Equipment Fund 37	Planning Comm Trust Fund 53	Assessor's Valuation Fund 56	Fire Dept. Equipment Fund 55	Concealed Weapons Fund 59
Assets:								
Current:								
Cash and cash equivalents	\$ 88,685	\$ 6,500	\$ 1,052	\$ 34,393	\$ 479,843	\$ 459,809	\$ 1,493	\$ 221,142
Total assets and deferred outflows of resources	<u>\$ 88,685</u>	<u>\$ 6,500</u>	<u>\$ 1,052</u>	<u>\$ 34,393</u>	<u>\$ 479,843</u>	<u>\$ 459,809</u>	<u>\$ 1,493</u>	<u>\$ 221,142</u>
LIABILITIES, DEFERRED INFLOWS AND FUN								
Liabilities:								
Accounts payable	--	--	--	--	--	2,716	--	--
OPEB payable	--	--	--	--	--	15,967	--	--
Matured bonds payable	25,462	--	--	--	--	--	--	--
Dormant checks payable	--	--	--	--	--	--	--	--
Due to:								
Other funds	--	--	--	--	--	39,565	--	--
Total liabilities and deferred inflows of resources	<u>25,462</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>58,248</u>	<u>--</u>	<u>--</u>
Fund balances:								
Restricted	63,223	6,500	1,052	34,393	479,843	401,561	1,493	221,142
Unassigned	--	--	--	--	--	--	--	--
Total fund balances	<u>63,223</u>	<u>6,500</u>	<u>1,052</u>	<u>34,393</u>	<u>479,843</u>	<u>401,561</u>	<u>1,493</u>	<u>221,142</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 88,685</u>	<u>\$ 6,500</u>	<u>\$ 1,052</u>	<u>\$ 34,393</u>	<u>\$ 479,843</u>	<u>\$ 459,809</u>	<u>\$ 1,493</u>	<u>\$ 221,142</u>

BERKELEY COUNTY, WEST VIRGINIA
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2017

	Voter's Registration Fund 63	Special Law Enforcement Fund 73	Prosecuting Atty Forfeiture Fund 74	Universal Hiring Grant Fund 100	Task Force Reimbursement Fund 101	Animal Control Facility Fund 161	LE Homeland Security Fund 108	Court Security State Grant Fund 166	HMEP Grant Fund 172
ASSETS AND DEFERRED OUTFLOWS									
Assets:									
Current:									
Cash and cash equivalents	6,166	\$ 52,626	\$ 63,359	\$ 403	\$ 81,203	\$ 4,632	\$ --	\$ 9,034	\$ 3,224
Total assets and deferred outflows of resources	<u>6,166</u>	<u>\$ 52,626</u>	<u>\$ 63,359</u>	<u>\$ 403</u>	<u>\$ 81,203</u>	<u>\$ 4,632</u>	<u>\$ --</u>	<u>\$ 9,034</u>	<u>\$ 3,224</u>
LIABILITIES, DEFERRED INFLOWS AND FUN									
Liabilities:									
Accounts payable	--	--	1,639	--	--	--	--	--	--
OPEB payable	--	--	--	--	--	--	--	--	--
Matured bonds payable	--	--	--	--	--	--	--	--	--
Dormant checks payable	--	--	--	--	--	--	--	--	--
Due to:									
Other funds	--	--	--	--	--	--	--	--	--
Total liabilities and deferred inflows of resources	<u>--</u>	<u>--</u>	<u>1,639</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balances:									
Restricted	6,166	52,626	61,720	403	81,203	4,632	--	9,034	3,224
Unassigned	--	--	--	--	--	--	--	--	--
Total fund balances	<u>6,166</u>	<u>52,626</u>	<u>61,720</u>	<u>403</u>	<u>81,203</u>	<u>4,632</u>	<u>--</u>	<u>9,034</u>	<u>3,224</u>
Total liabilities, deferred inflows and fund balances	<u>6,166</u>	<u>\$ 52,626</u>	<u>\$ 63,359</u>	<u>\$ 403</u>	<u>\$ 81,203</u>	<u>\$ 4,632</u>	<u>\$ --</u>	<u>\$ 9,034</u>	<u>\$ 3,224</u>

BERKELEY COUNTY, WEST VIRGINIA
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2017

	Records Mgt State Grant Fund 177	Eastern WV Comm Found Fund 200	Waste Mgt State Grant Fund 201	E-911 Fees Fund 19A	Federal Grant HAVA/ADA Fund 118	Book & Choc Festival Grant Fund 152	Community Correct Grant Fund 187	Homeland Dive Team Fund 109	Total Nonmajor Special Revenue Funds
Assets:									
Current:									
Cash and cash equivalents	\$ 5,762	\$ 1,062	\$ 5,000	\$ 517,864	\$ 2	\$ --	\$ --	\$ 7,130	\$ 2,587,129
Total assets and deferred outflows of resources	<u>\$ 5,762</u>	<u>\$ 1,062</u>	<u>\$ 5,000</u>	<u>\$ 517,864</u>	<u>\$ 2</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 7,130</u>	<u>\$ 2,587,129</u>
LIABILITIES, DEFERRED INFLOWS AND FUN									
Liabilities:									
Accounts payable				800					24,527
OPEB payable				28,253					44,220
Matured bonds payable									25,462
Dormant checks payable							1,026		1,026
Due to:									
Other funds				71,600					111,165
Total liabilities and deferred inflows of resources				<u>100,653</u>			<u>1,026</u>		<u>206,400</u>
Fund balances:									
Restricted	5,762	1,062	5,000	417,211	2			7,130	2,381,755
Unassigned							(1,026)		(1,026)
Total fund balances	<u>5,762</u>	<u>1,062</u>	<u>5,000</u>	<u>417,211</u>	<u>2</u>		<u>(1,026)</u>	<u>7,130</u>	<u>2,380,729</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 5,762</u>	<u>\$ 1,062</u>	<u>\$ 5,000</u>	<u>\$ 517,864</u>	<u>\$ 2</u>		<u>\$ --</u>	<u>\$ 7,130</u>	<u>\$ 2,587,129</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, 2017

	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
REVENUES								
Taxes:								
Other taxes	\$ 45,144	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental:								
Federal	--	--	--	--	--	--	19,122	--
State	--	--	--	--	--	--	--	--
Charges for services	6,788	--	--	--	10,350	90,760	--	73,812
Fines and forfeits	--	479,277	75,000	550	--	--	--	--
Interest and investment earnings	187	264	--	--	379	94	596	284
Reimbursements	--	--	--	--	--	--	--	--
Miscellaneous	1,413	--	--	--	--	--	--	--
Total revenues	53,532	479,541	75,000	550	10,729	90,854	19,718	74,096
EXPENDITURES								
General government	--	--	--	--	--	--	--	12,935
Public safety	22,264	479,649	--	--	511	62,510	--	--
Total expenditures	22,264	479,649	--	--	511	62,510	--	12,935
Excess (deficiency) of revenues over expenditures	31,268	(108)	75,000	550	10,218	28,344	19,718	61,161
OTHER FINANCING SOURCES (USES)								
Transfers in	--	--	--	--	--	--	--	--
Transfers (out)	--	--	(93,417)	(696)	--	--	--	--
Total other financing sources (uses)	--	--	(93,417)	(696)	--	--	--	--
Net change in fund balances	31,268	(108)	(18,417)	(146)	10,218	28,344	19,718	61,161
Fund balances - beginning	28,261	23,799	18,427	146	99,916	4,441	161,121	46,701
Fund balances - ending	\$ 59,529	\$ 23,691	\$ 10	\$ --	\$ 110,134	\$ 32,785	\$ 180,839	\$ 107,862

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, 2017

	Project Life Saver Fund 20P	Grading Trust Fund 21B	Drug Prevention Fund 22C	Equine Protection Fund 23B	Enhanced 911 Equipment Fund 37	Planning Comm Trust Fund 53	Assessor's Valuation Fund 56	Fire Dept. Equipment Fund 55
REVENUES								
Taxes:								
Other taxes	--	\$ --	--	\$ --	--	--	\$ 950,312	\$ --
Intergovernmental:								
Federal	--	--	--	--	--	--	--	--
State	--	--	--	--	--	--	--	--
Charges for services	--	--	--	37,873	110,328	1,384	--	--
Fines and forfeits	--	--	--	--	--	--	--	--
Interest and investment earnings	--	--	4	93	--	2,178	--	--
Reimbursements	320	--	--	--	--	281	--	--
Miscellaneous	--	--	--	--	--	--	--	--
Total revenues	320	--	4	37,966	110,328	954,155	--	--
EXPENDITURES								
General government	--	132,006	--	--	--	217,912	947,367	--
Public safety	--	--	--	1,500	33,800	--	--	--
Total expenditures	--	132,006	--	1,500	33,800	217,912	947,367	--
Excess (deficiency) of revenues over expenditures	320	(132,006)	--	(1,496)	4,166	(107,584)	6,788	--
OTHER FINANCING SOURCE								
Transfers in	--	--	--	--	--	--	--	--
Transfers (out)	--	--	--	--	--	--	--	--
Total other financing sources (u)	--	--	--	--	--	--	--	--
Net change in fund balances	320	(132,006)	--	(1,496)	4,166	(107,584)	6,788	--
Fund balances - beginning	2,203	195,229	6,500	2,548	30,227	587,427	394,773	1,493
Fund balances - ending	2,523	63,223	6,500	1,052	34,393	479,843	401,561	1,493

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, 2017

	Concealed Weapons Fund 59	Voter's Registration Fund 63	Special Law Enforcement Fund 73	Prosecuting Atty Forfeiture Fund 74	Universal Hiring Grant Fund 100	Task Force Reimbursement Fund 101	Animal Control Facility Fund 161
REVENUES							
Taxes:							
Other taxes	--	--	\$ --	\$ --	\$ --	\$ --	\$ --
Intergovernmental:							
Federal	--	--	--	--	--	16,600	--
State	--	--	--	--	--	--	--
Charges for services	--	893	--	--	--	--	--
Fines and forfeits	--	--	29,515	27,361	--	--	--
Interest and investment earnings	785	21	160	221	--	--	--
Reimbursements	460	--	--	464	--	--	--
Miscellaneous	87,273	--	--	--	--	--	--
Total revenues	88,518	914	29,675	28,046	--	16,600	--
EXPENDITURES							
General government	--	--	--	--	--	--	--
Public safety	77,400	--	13,354	24,246	--	37,727	--
Total expenditures	77,400	--	13,354	24,246	--	37,727	--
Excess (deficiency) of revenues over expenditures	11,118	914	16,321	3,800	--	(21,127)	--
OTHER FINANCING SOURCE							
Transfers in	--	--	--	--	--	--	--
Transfers (out)	--	--	--	--	--	--	--
Total other financing sources (u)	--	--	--	--	--	--	--
Net change in fund balances	11,118	914	16,321	3,800	--	(21,127)	--
Fund balances - beginning	210,024	5,252	36,305	57,920	403	102,330	4,632
Fund balances - ending	221,142	6,166	52,626	61,720	403	81,203	4,632

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, 2017

	LE Homeland Security Fund 108	Court Security State Grant Fund 166	HMEP Grant Fund 172	Records Mgt State Grant Fund 177	Eastern WV Comm Found Fund 200	Waste Mgt State Grant Fund 201	E-911 Fees Fund 19A	Federal Grant HAVA/ADA Fund 118
REVENUES								
Taxes:								
Other taxes	--	--	--	--	--	--	--	--
Intergovernmental:								
Federal	27,876	--	--	--	--	--	--	14,530
State	--	14,786	1,000	18,785	--	--	--	--
Charges for services	--	--	--	--	--	--	2,252,710	--
Fines and forfeits	--	--	--	--	--	--	--	--
Interest and investment earnings	--	--	--	--	--	--	868	--
Reimbursements	--	--	--	--	--	--	15,230	--
Miscellaneous	--	--	--	--	--	--	--	--
Total revenues	27,876	14,786	1,000	18,785	--	--	2,268,808	14,530
EXPENDITURES								
General government	--	--	791	--	--	--	--	14,528
Public safety	27,876	--	--	--	--	--	2,089,962	--
Total expenditures	27,876	--	791	--	--	--	2,089,962	14,528
Excess (deficiency) of revenues over expenditures	--	14,786	209	18,785	--	--	178,846	2
OTHER FINANCING SOURCE								
Transfers in	--	--	--	--	--	--	--	--
Transfers (out)	--	(5,752)	--	(13,023)	--	--	--	--
Total other financing sources (u)	--	(5,752)	--	(13,023)	--	--	--	--
Net change in fund balances	--	9,034	209	5,762	--	--	178,846	2
Fund balances - beginning	--	--	3,015	--	1,062	5,000	238,365	--
Fund balances - ending	--	9,034	3,224	5,762	1,062	5,000	417,211	2

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, 2017

	Book & Choc Festival Grant Fund 152	Community Correct Grant Fund 187	Homeland Dive Team Fund 109	Total Special Revenue Funds
REVENUES				
Taxes:				
Other taxes	--	\$ --	--	\$ 995,456
Intergovernmental:				
Federal	--	--	7,130	85,258
State	--	--	--	34,571
Charges for services	--	--	--	2,584,898
Fines and forfeits	--	--	--	611,703
Interest and investment earnings	--	--	--	6,134
Reimbursements	--	--	--	16,755
Miscellaneous	--	--	--	88,686
Total revenues	--	--	7,130	4,423,461
EXPENDITURES				
General government	--	--	--	1,325,539
Public safety	--	--	--	2,870,799
Total expenditures	--	--	--	4,196,338
Excess (deficiency) of revenues over expenditures	--	--	7,130	227,123
OTHER FINANCING SOURCE				
Transfers in	--	--	--	-
Transfers (out)	--	--	--	(112,888)
Total other financing sources (u)	--	--	--	(112,888)
Net change in fund balances	--	--	7,130	114,235
Fund balances - beginning	--	(1,026)	--	2,266,494
Fund balances - ending	--	\$ (1,026)	\$ 7,130	\$ 2,380,729

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

June 30, 2017

	State Funds				School Funds				CITIES		
	State Current	School Current	School Excess	Bond Construction	Hedgesville Current	Martinsburg Current	Martinsburg Excess				
ASSETS											
Cash and cash equivalents	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --				\$ --
Receivables:											
Taxes	<u>21,983</u>	<u>1,705,816</u>	<u>2,005,377</u>	<u>393,006</u>	<u>375</u>	<u>211,418</u>	<u>99,212</u>				<u>99,212</u>
Total assets and deferred outflows of resources	<u>\$ 21,983</u>	<u>\$ 1,705,816</u>	<u>\$ 2,005,377</u>	<u>\$ 393,006</u>	<u>\$ 375</u>	<u>\$ 211,418</u>	<u>\$ 99,212</u>				<u>\$ 99,212</u>
LIABILITIES											
Due to other governments	<u>21,983</u>	<u>1,705,816</u>	<u>2,005,377</u>	<u>393,006</u>	<u>375</u>	<u>211,418</u>	<u>99,212</u>				<u>99,212</u>
Total liabilities and deferred inflows of resource	<u>\$ 21,983</u>	<u>\$ 1,705,816</u>	<u>\$ 2,005,377</u>	<u>\$ 393,006</u>	<u>\$ 375</u>	<u>\$ 211,418</u>	<u>\$ 99,212</u>				<u>\$ 99,212</u>

BERKELEY COUNTY, WEST VIRGINIA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 AGENCY FUNDS
 June 30, 2017

	County Offices					Other		
	County Clerk	Circuit Clerk	Sheriff	Assessor	Tax Lien	Delinquent Nonentered Land	Health Insurance	Deputy Sher Pension
ASSETS								
Cash and cash equivalents	\$ 484,203	\$ 245,773	\$ 33,871	\$ 690	\$ 667,336	\$ 122,753	\$ 234,867	\$ 1,373
Receivables:								
Taxes	--	--	--	--	--	--	--	--
Total assets and deferred outflows of resources	<u>\$ 484,203</u>	<u>\$ 245,773</u>	<u>\$ 33,871</u>	<u>\$ 690</u>	<u>\$ 667,336</u>	<u>\$ 122,753</u>	<u>\$ 234,867</u>	<u>\$ 1,373</u>
LIABILITIES								
Due to other governments	484,203	245,773	33,871	690	667,336	122,753	234,867	1,373
Total liabilities and deferred inflows of resource	<u>\$ 484,203</u>	<u>\$ 245,773</u>	<u>\$ 33,871</u>	<u>\$ 690</u>	<u>\$ 667,336</u>	<u>\$ 122,753</u>	<u>\$ 234,867</u>	<u>\$ 1,373</u>

BERKELEY COUNTY, WEST VIRGINIA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 AGENCY FUNDS
 June 30, 2017

	Board of Health	TIF	Total Agency
ASSETS			
Cash and cash equivalents	\$ 1,681,163	\$ --	\$ 3,472,029
Receivables:			
Taxes	--	55,159	4,492,346
Total assets and deferred outflows of resources	\$ 1,681,163	\$ 55,159	\$ 7,964,375
LIABILITIES			
Due to other governments	1,681,163	55,159	7,964,375
Total liabilities and deferred inflows of resource	\$ 1,681,163	\$ 55,159	\$ 7,964,375

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