

**BASIC FINANCIAL STATEMENTS-
FUND FINANCIAL STATEMENTS**



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COUNTY OF RIVERSIDE

Balance Sheet

Governmental Funds

June 30, 2018

(Dollars in Thousands)

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:	General	Transportation	Flood Control	Teeter Debt Service
Assets:				
Cash and investments (Note 4)	\$ 123,884	\$ 131,555	\$ 240,363	\$ -
Accounts receivable (Notes 1 and 6)	12,484	134	835	-
Interest receivable (Note 6)	6,560	333	827	74
Taxes receivable (Note 6)	9,025	14	975	47,014
Due from other governments (Note 6)	380,479	6,165	615	-
Due from other funds (Note 7)	11,242	-	-	35
Inventories	2,360	1,217	-	-
Prepaid items and deposits	781	2,578	-	-
Restricted cash and investments (Notes 4 and 5)	395,407	-	1,769	39,588
Advances to other funds (Note 7)	4,869	-	-	-
Total assets	<u>947,091</u>	<u>141,996</u>	<u>245,384</u>	<u>86,711</u>
Deferred outflows of resources	-	-	-	-
Total assets and deferred outflows of resources	<u>\$ 947,091</u>	<u>\$ 141,996</u>	<u>\$ 245,384</u>	<u>\$ 86,711</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:				
Liabilities:				
Accounts payable	\$ 38,969	\$ 35,996	\$ 4,586	\$ -
Salaries and benefits payable	103,293	3,223	1,356	-
Due to other governments	76,507	3	1,555	-
Due to other funds (Note 7)	1,551	212	331	6,308
Interest payable	-	-	-	-
Deposits payable	35	501	-	-
Advances from grantors and third parties (Note 12)	305,318	16,532	500	-
Teeter notes payable (Note 13)	-	-	-	80,403
Advances from other funds (Note 7)	-	-	-	-
Total liabilities	<u>525,673</u>	<u>56,467</u>	<u>8,328</u>	<u>86,711</u>
Deferred inflows of resources (Note 15)	<u>51,836</u>	<u>-</u>	<u>975</u>	<u>-</u>
Fund balances (Note 16):				
Nonspendable	3,470	1,223	1	-
Restricted	95,881	65,359	236,080	-
Committed	23,290	3,828	-	-
Assigned	12,464	15,119	-	-
Unassigned	234,477	-	-	-
Total fund balances	<u>369,582</u>	<u>85,529</u>	<u>236,081</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 947,091</u>	<u>\$ 141,996</u>	<u>\$ 245,384</u>	<u>\$ 86,711</u>

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

Public Facilities Improvements Capital Projects	Public Financing Authority	Other Governmental Funds	Total Governmental Funds	ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:
\$ 202,220	\$ -	\$ 125,354	\$ 823,376	Assets:
-	-	2,750	16,203	Cash and investments (Note 4)
558	78	333	8,763	Accounts receivable (Notes 1 and 6)
-	-	1,276	58,304	Interest receivable (Note 6)
-	-	10,612	397,871	Taxes receivable (Note 6)
920	-	1,093	13,290	Due from other governments (Note 6)
-	-	-	3,577	Due from other funds (Note 7)
-	-	1,969	5,328	Inventories
-	17,469	58,817	513,050	Prepaid items and deposits
-	-	-	4,869	Restricted cash and investments (Notes 4 and 5)
203,698	17,547	202,204	1,844,631	Advances to other funds (Note 7)
-	-	-	-	Total assets
\$ 203,698	\$ 17,547	\$ 202,204	\$ 1,844,631	Deferred outflows of resources
				Total assets and deferred outflows of resources
				LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:
				Liabilities:
\$ 11,417	\$ 1,441	\$ 6,979	\$ 99,388	Accounts payable
-	-	3,269	111,141	Salaries and benefits payable
8	-	35	78,108	Due to other governments
-	435	491	9,328	Due to other funds (Note 7)
-	-	2	2	Interest payable
-	-	485	1,021	Deposits payable
896	-	2,480	325,726	Advances from grantors and third parties (Note 12)
-	-	-	80,403	Teeter notes payable (Note 13)
3,000	-	-	3,000	Advances from other funds (Note 7)
15,321	1,876	13,741	708,117	Total liabilities
-	-	4	52,815	Deferred inflows of resources (Note 15)
-	-	1,337	6,031	Fund balances (Note 16):
183,777	15,671	165,986	762,754	Nonspendable
3,375	-	6,360	36,853	Restricted
1,225	-	14,776	43,584	Committed
-	-	-	234,477	Assigned
188,377	15,671	188,459	1,083,699	Unassigned
				Total fund balances
\$ 203,698	\$ 17,547	\$ 202,204	\$ 1,844,631	Total liabilities, deferred inflows of resources, and fund balances

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



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COUNTY OF RIVERSIDE

Reconciliation of the Balance Sheet of Governmental Funds to the
Statement of Net Position
June 30, 2018
(Dollars in Thousands)

Fund balances - total governmental funds (page 31) \$ 1,083,699

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

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds. 4,760,969

Net other post employment benefits (OPEB) assets are not current financial resources and, therefore, are not reported in the governmental funds. 222

Deferred Outflows of Resources Related to OPEB and Pensions are not current financial resources and, therefore, are not reported in the governmental funds:

Deferred Outflows of Resources Related to OPEB	\$ 9,379	
Deferred Outflows of Resources Related to Pensions	<u>1,250,393</u>	1,259,772

Under the modified accrual basis of accounting, revenue cannot be recognized until it is available to liquidate liabilities of the current period; under accrual accounting, revenue must be recognized as soon as earned, regardless of its availability. Any liability of earned but unavailable revenue must be eliminated in the government-wide financial statements. 29,565

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

Bonds payable	(1,232,234)	
Capital lease obligations	(78,792)	
Certificates of participation	(78,128)	
Loans payable	(1,600)	
Accrued interest payable	(10,195)	
Accreted interest payable	(187,965)	
Accrued remediation cost	(984)	
Compensated absences	(216,558)	
Net OPEB liability	(12,238)	
Net Pension liability	<u>(2,687,427)</u>	(4,506,121)

Deferred Outflows/Inflows of Resources Related to OPEB and Pensions are not current financial resources and, therefore, are not reported in the governmental funds:

Deferred Inflows of Resources Related to OPEB	(765)	
Deferred Inflows of Resources Related to Pensions	<u>(344,875)</u>	(345,640)

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

	<u>75,462</u>	
Net position of governmental activities (page 25)	<u>\$ 2,357,928</u>	

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

COUNTY OF RIVERSIDE
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	General	Transportation	Flood Control	Teeter Debt Service
REVENUES:				
Taxes	\$ 303,836	\$ 6,788	\$ 56,043	\$ -
Licenses, permits, and franchise fees	19,142	3,346	-	-
Fines, forfeitures, and penalties	64,525	28	-	-
Use of money and property:				
Investment earnings	16,727	874	2,170	94
Rents and concessions	13,552	-	163	-
Aid from other governmental agencies:				
Federal	596,949	15,035	-	-
State	1,328,912	58,131	603	-
Other	110,656	6,448	-	-
Charges for services	481,245	26,225	6,860	-
Other revenue	44,273	15,048	13,619	-
Total revenues	<u>2,979,817</u>	<u>131,923</u>	<u>79,458</u>	<u>94</u>
EXPENDITURES:				
Current:				
General government	130,989	-	-	-
Public protection	1,328,734	5,760	-	-
Public ways and facilities	-	133,706	65,926	-
Health and sanitation	543,976	-	-	-
Public assistance	916,191	-	-	-
Education	628	-	-	-
Recreation and cultural services	483	-	-	-
Debt service:				
Principal	7,838	524	-	-
Interest	9,189	22	-	1,766
Cost of issuance	330	-	-	251
Capital outlay	6,486	-	-	-
Total expenditures	<u>2,944,844</u>	<u>140,012</u>	<u>65,926</u>	<u>2,017</u>
Excess (deficiency) of revenues over (under) expenditures	<u>34,973</u>	<u>(8,089)</u>	<u>13,532</u>	<u>(1,923)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	108,979	16,607	-	2,005
Transfers out	(129,087)	(3,807)	(2,847)	(82)
Issuance of debt	-	-	-	-
Issuance of refunding bonds	-	-	-	-
Premium on long-term debt	-	-	-	-
Payment to escrow agent	-	-	-	-
Capital leases	6,486	-	-	-
Total other financing sources (uses)	<u>(13,622)</u>	<u>12,800</u>	<u>(2,847)</u>	<u>1,923</u>
NET CHANGE IN FUND BALANCES	21,351	4,711	10,685	-
Fund balances, beginning of year	348,231	80,818	225,396	-
Adjustments to beginning fund balances (Note 3)	-	-	-	-
Fund balances, beginning of year, as restated	348,231	80,818	225,396	-
FUND BALANCES, END OF YEAR	<u>\$ 369,582</u>	<u>\$ 85,529</u>	<u>\$ 236,081</u>	<u>\$ -</u>

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

Public Facilities Improvements Capital Projects	Public Financing Authority	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 67,017	\$ 433,684
-	-	731	23,219
-	-	1,280	65,833
1,391	997	2,196	24,449
358	-	11,245	25,318
-	-	63,126	675,110
45,987	-	7,545	1,441,178
32,899	-	26,553	176,556
50,105	-	38,400	602,835
5,747	-	25,432	104,119
<u>136,487</u>	<u>997</u>	<u>243,525</u>	<u>3,572,301</u>
71,718	-	39,239	241,946
-	-	8,484	1,342,978
385	-	17,834	217,851
-	-	1,809	545,785
-	-	61,442	977,633
-	-	20,828	21,456
-	-	16,061	16,544
-	-	62,057	70,419
65	-	52,253	63,295
-	-	850	1,431
-	78,371	10,118	94,975
<u>72,168</u>	<u>78,371</u>	<u>290,975</u>	<u>3,594,313</u>
<u>64,319</u>	<u>(77,374)</u>	<u>(47,450)</u>	<u>(22,012)</u>
9,211	-	132,586	269,388
(45,845)	-	(105,475)	(287,143)
-	-	10,610	10,610
-	-	58,565	58,565
-	-	4,096	4,096
-	-	(64,285)	(64,285)
-	-	-	6,486
<u>(36,634)</u>	<u>-</u>	<u>36,097</u>	<u>(2,283)</u>
27,685	(77,374)	(11,353)	(24,295)
<u>160,692</u>	<u>93,045</u>	<u>191,597</u>	<u>1,099,779</u>
-	-	8,215	8,215
<u>160,692</u>	<u>93,045</u>	<u>199,812</u>	<u>1,107,994</u>
<u>\$ 188,377</u>	<u>\$ 15,671</u>	<u>\$ 188,459</u>	<u>\$ 1,083,699</u>

REVENUES:

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

EXPENDITURES:

Current:

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

Debt service:

Principal
Interest
Cost of issuance

Capital outlay

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

OTHER FINANCING SOURCES (USES):

Transfers in
Transfers out
Issuance of debt
Issuance of refunding bonds
Premium on long-term debt
Payment to escrow agent
Capital leases
Total other financing sources (uses)

NET CHANGE IN FUND BALANCES

Fund balances, beginning of year
Adjustments to beginning fund balances (Note 3)
Fund balances, beginning of year, as restated
FUND BALANCES, END OF YEAR

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



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COUNTY OF RIVERSIDE
 Reconciliation of the Statement of Revenues, Expenditures, and
 Changes in Fund Balances of Governmental Funds to the
 Statement of Activities
 For the Fiscal Year Ended June 30, 2018
 (Dollars in Thousands)

Net change in fund balances - total governmental funds (page 35) \$ (24,295)

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

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

Expenditures for capital assets	\$ 314,840	
Less loss on disposal of capital assets	(7,187)	
Less current year depreciation	<u>(177,562)</u>	130,091

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

Principal repayment	116,384	
Issuance of long-term debt	<u>(79,757)</u>	36,627

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

(980)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in accrued interest	407	
Change in accreted interest	(20,819)	
Change in long-term compensated absences	6,877	
Change in pollution remediation obligation	310	
OPEB expense	1,218	
Pension expense	<u>(308,274)</u>	(320,281)

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

(9,766)

Change in net position of governmental activities (page 27) \$ (188,604)

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

COUNTY OF RIVERSIDE
Budgetary Comparison Statement
General Fund
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 303,039	\$ 300,839	\$ 303,836	\$ 2,997
Licenses, permits, and fees	18,160	18,160	19,142	982
Fines, forfeitures, and penalties	59,403	59,753	64,525	4,772
Use of money and property:				
Investment earnings	11,429	11,429	16,727	5,298
Rents and concessions	31,466	31,466	13,552	(17,914)
Aid from other governmental agencies:				
Federal	627,535	645,091	596,949	(48,142)
State	1,407,089	1,405,632	1,328,912	(76,720)
Other	109,220	109,220	110,656	1,436
Charges for services	573,680	500,928	481,245	(19,683)
Other revenue	101,591	77,907	44,273	(33,634)
Total revenues	<u>3,242,612</u>	<u>3,160,425</u>	<u>2,979,817</u>	<u>(180,608)</u>
EXPENDITURES:				
Current:				
General government:				
Salaries and employee benefits	106,083	106,321	96,149	(10,172)
Services and supplies	92,943	99,422	93,182	(6,240)
Other charges	83,638	51,269	7,821	(43,448)
Capital assets	1,392	1,435	110	(1,325)
Intrafund transfers	(73,625)	(73,442)	(66,273)	7,169
Appropriation for contingencies	20,000	5,662	-	(5,662)
Total general government	<u>230,431</u>	<u>190,667</u>	<u>130,989</u>	<u>(59,678)</u>
Public protection:				
Salaries and employee benefits	889,197	903,695	873,688	(30,007)
Services and supplies	447,419	454,330	430,585	(23,745)
Other charges	49,900	36,042	34,446	(1,596)
Capital assets	3,802	12,519	5,211	(7,308)
Intrafund transfers	(11,236)	(11,374)	(15,196)	(3,822)
Total public protection	<u>1,379,082</u>	<u>1,395,212</u>	<u>1,328,734</u>	<u>(66,478)</u>
Health and sanitation:				
Salaries and employee benefits	335,546	328,490	282,402	(46,088)
Services and supplies	124,259	132,545	124,484	(8,061)
Other charges	199,178	216,917	199,593	(17,324)
Capital assets	8,863	9,381	727	(8,654)
Intrafund transfers	(66,705)	(68,528)	(63,230)	5,298
Total health and sanitation	<u>601,141</u>	<u>618,805</u>	<u>543,976</u>	<u>(74,829)</u>

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

COUNTY OF RIVERSIDE
Budgetary Comparison Statement
General Fund (Continued)
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget
	Original	Final		
Public assistance:				
Salaries and employee benefits	\$ 342,562	\$ 342,601	\$ 327,852	\$ (14,749)
Services and supplies	131,504	131,638	108,878	(22,760)
Other charges	522,199	497,986	479,890	(18,096)
Capital assets	160	160	(31)	(191)
Intrafund transfers	(464)	(464)	(398)	66
Total public assistance	<u>995,961</u>	<u>971,921</u>	<u>916,191</u>	<u>(55,730)</u>
Education:				
Salaries and employee benefits	338	333	293	(40)
Services and supplies	336	336	335	(1)
Total education	<u>674</u>	<u>669</u>	<u>628</u>	<u>(41)</u>
Recreation and cultural services:				
Salaries and employee benefits	124	139	134	(5)
Services and supplies	292	466	349	(117)
Other charges	63	20	-	(20)
Capital assets	1	1	-	(1)
Intrafund transfers	(1)	(1)	-	1
Total recreation and cultural services	<u>479</u>	<u>625</u>	<u>483</u>	<u>(142)</u>
Debt service:				
Principal	45,163	13,574	7,838	(5,736)
Interest	54,123	25,225	9,189	(16,036)
Cost of issuance	330	330	330	-
Total debt service	<u>99,616</u>	<u>39,129</u>	<u>17,357</u>	<u>(21,772)</u>
Capital outlay	-	-	6,486	6,486
Total expenditures	<u>3,307,384</u>	<u>3,217,028</u>	<u>2,944,844</u>	<u>(272,184)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(64,772)</u>	<u>(56,603)</u>	<u>34,973</u>	<u>91,576</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	108,979	108,979	-
Transfers out	-	(129,087)	(129,087)	-
Capital leases	-	-	6,486	6,486
Total other financing sources (uses)	<u>-</u>	<u>(20,108)</u>	<u>(13,622)</u>	<u>6,486</u>
NET CHANGE IN FUND BALANCE	<u>(64,772)</u>	<u>(76,711)</u>	<u>21,351</u>	<u>98,062</u>
Fund balance, beginning of year, as restated	348,231	348,231	348,231	-
FUND BALANCE, END OF YEAR	<u>\$ 283,459</u>	<u>\$ 271,520</u>	<u>\$ 369,582</u>	<u>\$ 98,062</u>

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

COUNTY OF RIVERSIDE
 Budgetary Comparison Statement
 Transportation Special Revenue Fund
 For the Fiscal Year Ended June 30, 2018
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 7,607	\$ 7,607	\$ 6,788	\$ (819)
Licenses, permits, and franchise fees	3,047	3,047	3,346	299
Fines, forfeitures, and penalties	20	20	28	8
Use of money and property:				
Investment earnings	295	296	874	578
Aid from other governmental agencies:				
Federal	22,251	22,251	15,035	(7,216)
State	58,730	58,911	58,131	(780)
Other	16,875	16,875	6,448	(10,427)
Charges for services	77,061	60,877	26,225	(34,652)
Other revenue	12,799	13,190	15,048	1,858
Total revenues	198,685	183,074	131,923	(51,151)
EXPENDITURES:				
Current:				
Public protection	8,499	8,080	5,760	(2,320)
Public ways and facilities	194,140	193,975	133,706	(60,269)
Debt service:				
Principal	516	526	524	(2)
Interest	22	22	22	-
Total expenditures	203,177	202,603	140,012	(62,591)
Excess (deficiency) of revenues over (under) expenditures	(4,492)	(19,529)	(8,089)	11,440
OTHER FINANCING SOURCES (USES):				
Transfers in	-	16,607	16,607	-
Transfers out	-	(3,807)	(3,807)	-
Total other financing sources (uses)	-	12,800	12,800	-
NET CHANGE IN FUND BALANCE	(4,492)	(6,729)	4,711	11,440
Fund balance, beginning of year	80,818	80,818	80,818	-
FUND BALANCE, END OF YEAR	\$ 76,326	\$ 74,089	\$ 85,529	\$ 11,440

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

COUNTY OF RIVERSIDE
 Budgetary Comparison Statement
 Flood Control Special Revenue Fund
 For the Fiscal Year Ended June 30, 2018
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 54,316	\$ 54,316	\$ 56,043	\$ 1,727
Use of money and property:				
Investment earnings	1,353	1,353	2,170	817
Rents and concessions	160	160	163	3
Aid from other governmental agencies:				
State	591	591	603	12
Charges for services	4,535	4,535	6,860	2,325
Other revenue	16,383	16,383	13,619	(2,764)
Total revenues	<u>77,338</u>	<u>77,338</u>	<u>79,458</u>	<u>2,120</u>
EXPENDITURES:				
Current:				
Public ways and facilities	136,555	133,708	65,926	(67,782)
Total expenditures	<u>136,555</u>	<u>133,708</u>	<u>65,926</u>	<u>(67,782)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(59,217)</u>	<u>(56,370)</u>	<u>13,532</u>	<u>69,902</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(2,847)	(2,847)	-
Total other financing sources (uses)	<u>-</u>	<u>(2,847)</u>	<u>(2,847)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(59,217)</u>	<u>(59,217)</u>	<u>10,685</u>	<u>69,902</u>
Fund balance, beginning of year	225,396	225,396	225,396	-
FUND BALANCE, END OF YEAR	<u>\$ 166,179</u>	<u>\$ 166,179</u>	<u>\$ 236,081</u>	<u>\$ 69,902</u>

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

COUNTY OF RIVERSIDE

Statement of Net Position

Proprietary Funds

June 30, 2018

(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
ASSETS:						
Current assets:						
Cash and investments (Note 4)	\$ 48,868	\$ 96,754	\$ 4,043	\$ 1,532	\$ 151,197	\$ 275,048
Accounts receivable - net (Notes 1 and 6)	47,425	7,534	2,103	1,675	58,737	7,659
Interest receivable (Note 6)	-	595	-	16	611	893
Taxes receivable (Note 6)	-	-	-	10	10	-
Due from other governments (Note 6)	151,978	136	-	3,629	155,743	1,141
Due from other funds (Note 7)	6,371	-	-	14,938	21,309	353
Advances to other funds (Note 7)	-	21,469	-	-	21,469	-
Inventories	7,589	292	-	377	8,258	2,809
Land held for sale	-	-	38,099	-	38,099	-
Prepaid items and deposits	5,536	-	-	253	5,789	543
Restricted cash and investments (Notes 4 and 5)	32,194	72,103	16,117	3,222	123,636	-
Total current assets	299,961	198,883	60,362	25,652	584,858	288,446
Noncurrent assets:						
Loans receivable (Note 6)	-	4,000	91,368	-	95,368	-
Capital assets (Note 8):						
Nondepreciable assets	53,029	27,461	3,631	-	84,121	1,001
Depreciable assets	163,531	60,668	11,107	11,232	246,538	73,135
Total noncurrent assets	216,560	92,129	106,106	11,232	426,027	74,136
Total assets	516,521	291,012	166,468	36,884	1,010,885	362,582
DEFERRED OUTFLOWS OF RESOURCES (Note 15)	179,079	16,778	6,574	11,842	214,273	71,324
LIABILITIES:						
Current liabilities:						
Cash overdrawn (Note 4)	-	-	-	15,595	15,595	-
Accounts payable	21,790	3,822	998	4,048	30,658	27,726
Salaries and benefits payable	21,966	1,287	-	2,256	25,509	7,685
Due to other governments	135,459	36	-	9,244	144,739	77
Due to other funds (Note 7)	17,581	-	-	5,912	23,493	2,131
Interest payable	250	-	-	43	293	-
Deposits payable	-	38	-	147	185	-
Other liabilities	12,066	667	435	227	13,395	1,540
Accreted interest payable (Note 14)	243	-	-	-	243	-
Accrued closure and post-closure costs (Notes 10 and 23)	-	851	-	-	851	-
Accrued remediation costs (Note 23)	-	913	-	-	913	95
Compensated absences (Notes 1 and 14)	19,304	1,224	169	1,128	21,825	9,279
Capital lease obligations (Note 14)	4,177	-	-	492	4,669	17,370
Bonds payable (Note 14)	12,982	-	200	-	13,182	-
Estimated claims liabilities (Notes 14 and 17)	-	-	-	-	-	61,295
Total current liabilities	245,818	8,838	1,802	39,092	295,550	127,198
Noncurrent liabilities:						
Compensated absences (Note 2)	9,508	1,836	1,523	1,984	14,851	4,944
Advances from other funds (Note 7)	18,469	-	1,527	-	19,996	3,342
Accreted interest payable (Note 14)	76,128	-	-	-	76,128	-
Accrued closure and post-closure care costs (Note 10)	-	84,230	-	-	84,230	-
Accrued remediation costs (Notes 10 and 23)	-	44,741	-	-	44,741	104
Capital lease obligations (Notes 1 and 2)	6,561	-	-	10,291	16,852	20,680
Bonds payable (Note 14)	64,591	-	-	-	64,591	-
Estimated claims liabilities (Notes 14 and 17)	-	-	-	-	-	184,967
Net OPEB liability (Notes 14 and 22)	1,861	122	-	229	2,212	689
Total OPEB liability (Notes 14 and 22)	-	630	-	-	630	-
Net pension liability (Notes 14 and 20)	369,810	37,894	14,252	14,144	436,100	157,678
Other long-term liabilities (Note 14)	1,178	-	11,279	-	12,457	-
Total noncurrent liabilities	548,106	169,453	28,581	26,648	772,788	372,404
Total liabilities	793,924	178,291	30,383	65,740	1,068,338	499,602
DEFERRED INFLOWS OF RESOURCES (Note 15)	45,936	12,157	2,467	1,428	61,988	21,691
NET POSITION:						
Net investment in capital assets	127,071	88,129	2,510	449	218,159	36,086
Restricted for debt service	32,001	-	-	-	32,001	-
Restricted for health and sanitation	-	10,971	-	-	10,971	-
Restricted other	193	-	14,971	-	15,164	-
Unrestricted	(303,525)	18,242	122,711	(18,891)	(181,463)	(123,473)
Total net position	\$ (144,260)	\$ 117,342	\$ 140,192	\$ (18,442)	94,832	\$ (87,387)
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds					(162,849)	
Net position of business-type activities					<u>\$ (68,017)</u>	

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

COUNTY OF RIVERSIDE
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
OPERATING REVENUES:						
Net patient revenue (Notes 1 and 18)	\$ 522,099	\$ -	\$ -	\$ 19,375	\$ 541,474	\$ -
Charges for services	3,261	87,912	4,466	12,898	108,537	310,674
Other revenue	34,827	2,700	92,172	8,065	137,764	34,306
Total operating revenues	<u>560,187</u>	<u>90,612</u>	<u>96,638</u>	<u>40,338</u>	<u>787,775</u>	<u>344,980</u>
OPERATING EXPENSES:						
Cost of materials used	-	168	-	-	168	1,571
Personnel services	375,031	23,153	13,494	39,760	451,438	129,681
Communications	573	171	-	225	969	10,900
Insurance	10,711	1,106	-	316	12,133	24,818
Maintenance of building and equipment	14,590	3,742	3,794	2,689	24,815	41,343
Insurance claims	-	-	-	-	-	186,254
Supplies	63,276	1,961	-	2,162	67,399	24,187
Purchased services	97,306	3,805	1,148	9,876	112,135	30,837
Depreciation and amortization	19,530	6,758	1,149	398	27,835	23,387
Rents and leases of equipment	4,037	1,995	-	2,941	8,973	57,636
Public assistance	-	6	77,723	-	77,729	-
Utilities	3,656	285	680	447	5,068	3,070
Closure and post-closure care costs	-	2,494	-	-	2,494	-
Remediation costs	-	400	-	-	400	5
Other	15,488	39,657	46	291	55,482	5,432
Total operating expenses	<u>604,198</u>	<u>85,701</u>	<u>98,034</u>	<u>59,105</u>	<u>847,038</u>	<u>539,121</u>
Operating loss	<u>(44,011)</u>	<u>4,911</u>	<u>(1,396)</u>	<u>(18,767)</u>	<u>(59,263)</u>	<u>(194,141)</u>
NONOPERATING REVENUES (EXPENSES):						
Investment income (loss)	196	2,243	916	(127)	3,228	2,168
Interest expense	(8,819)	-	(108)	(200)	(9,127)	(797)
Gain (loss) on disposal of capital assets	967	275	(449)	-	793	(1,083)
Other nonoperating revenues / (expenses)	-	-	-	-	-	(224)
Total nonoperating revenues (expenses)	<u>(7,656)</u>	<u>2,518</u>	<u>359</u>	<u>(327)</u>	<u>(5,106)</u>	<u>64</u>
Gain (loss) before capital contributions and transfers	<u>(51,667)</u>	<u>7,429</u>	<u>(1,037)</u>	<u>(19,094)</u>	<u>(64,369)</u>	<u>(194,077)</u>
Capital contributions	86	-	-	1	87	151,567
Transfers in (Note 7)	20,935	-	-	11,493	32,428	9,553
Transfers out (Note 7)	<u>(16,621)</u>	<u>(308)</u>	<u>(185)</u>	<u>(278)</u>	<u>(17,392)</u>	<u>(6,834)</u>
Change in net position before extraordinary item	<u>(47,267)</u>	<u>7,121</u>	<u>(1,222)</u>	<u>(7,878)</u>	<u>(49,246)</u>	<u>(39,791)</u>
Extraordinary item	-	-	78	-	78	-
CHANGE IN NET POSITION	<u>(47,267)</u>	<u>7,121</u>	<u>(1,144)</u>	<u>(7,878)</u>	<u>(49,168)</u>	<u>(39,791)</u>
Net position, beginning of the year, as previously reported	(96,252)	110,999	141,336	395		(49,338)
Adjustments to beginning net position (Note 3)	<u>(741)</u>	<u>(778)</u>	<u>-</u>	<u>(10,959)</u>		<u>1,742</u>
Net position, beginning of the year, as restated	<u>(96,993)</u>	<u>110,221</u>	<u>141,336</u>	<u>(10,564)</u>		<u>(47,596)</u>
NET POSITION, END OF YEAR	<u>\$ (144,260)</u>	<u>\$ 117,342</u>	<u>\$ 140,192</u>	<u>\$ (18,442)</u>		<u>\$ (87,387)</u>

Adjustment to reflect the consolidation of internal service fund activities
related to enterprise funds (30,025)

Change in net position of business-type activities \$ (79,193)

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

COUNTY OF RIVERSIDE
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
Cash flows from operating activities						
Cash receipts (payments due) from customers	\$ 537,253	\$ 90,052	\$ 96,215	\$ 42,137	\$ 765,657	\$ 243
Cash receipts (payments due) from other funds	(2,802)	-	-	(14,792)	(17,594)	351,091
Cash paid to suppliers for goods and services	(200,829)	(53,094)	(80,193)	(15,527)	(349,643)	(345,137)
Cash paid to employees for services	(322,571)	(19,746)	(12,011)	(37,003)	(391,331)	(111,894)
Program loans	-	-	(3,810)	-	(3,810)	-
Net cash provided by (used in) operating activities	11,051	17,212	201	(25,185)	3,279	(105,697)
Cash flows from noncapital financing activities						
Debt proceeds other than from capital debt	-	-	927	-	927	-
Advances to (from) other funds	-	2,000	587	-	2,587	(2,500)
Contributions (to) from others	-	-	-	-	-	(224)
Transfers received	20,935	-	-	11,493	32,428	9,553
Transfers paid	(16,621)	(308)	(185)	(278)	(17,392)	(6,834)
Net cash provided by (used in) noncapital financing activities	4,314	1,692	1,329	11,215	18,550	(5)
Cash flows from capital and related financing activities						
Proceeds (loss) from sale of capital assets	967	275	(449)	-	793	(803)
Acquisition and construction of capital assets	(18,793)	(8,652)	(4,616)	(11,547)	(43,608)	(3,884)
Principal paid on capital leases	(2,067)	-	-	10,783	8,716	(24,088)
Capital contributions	86	-	-	1	87	151,567
Principal paid on bonds payable	(10,937)	-	(190)	-	(11,127)	-
Interest paid on long-term debt	(8,754)	-	(41)	(157)	(8,952)	(797)
Net cash provided by (used in) capital and related financing activities	(39,498)	(8,377)	(5,296)	(920)	(54,091)	121,995
Cash flows from investing activities						
Investment income (loss)	242	1,855	916	(132)	2,881	1,565
Net cash provided by (used in) investing activities	242	1,855	916	(132)	2,881	1,565
Net increase (decrease) in cash and cash equivalents	(23,891)	12,382	(2,850)	(15,022)	(29,381)	17,858
Cash and cash equivalents, beginning of year	104,953	156,475	23,010	4,181	288,619	257,190
Cash and cash equivalents, end of year	\$ 81,062	\$ 168,857	\$ 20,160	\$ (10,841)	\$ 259,238	\$ 275,048
Reconciliation of cash and cash equivalents to the Statement of Net Position						
Cash and investments per Statement of Net Position	\$ 48,868	\$ 96,754	\$ 4,043	\$ (14,063)	\$ 135,602	\$ 275,048
Restricted cash and investments per Statement of Net Position	32,194	72,103	16,117	3,222	123,636	-
Total cash and cash equivalents per Statement of Net Position	\$ 81,062	\$ 168,857	\$ 20,160	\$ (10,841)	\$ 259,238	\$ 275,048

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

COUNTY OF RIVERSIDE
Statement of Cash Flows
Proprietary Funds (Continued)
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Riverside University Health Systems - Medical Center	Waste Resources	Housing Authority	Other	Total	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities						
Operating income (loss)	\$ (44,011)	\$ 4,911	\$ (1,396)	\$(18,767)	\$ (59,263)	\$ (194,141)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities						
Depreciation and amortization	19,530	6,758	1,149	398	27,835	23,387
Decrease (Increase) accounts receivable	3,541	(618)	(1,714)	337	1,546	5,532
Decrease (Increase) taxes receivable	-	-	-	(1)	(1)	-
Decrease (Increase) due from other funds	(2,802)	-	-	(14,791)	(17,593)	579
Decrease (Increase) due from other governments	(26,475)	58	1,291	1,462	(23,664)	243
Decrease (Increase) inventories	470	39	-	(355)	154	(70)
Decrease (Increase) prepaid items and deposits	667	-	-	(253)	414	1,748
Increase (Decrease) accounts payable	4,122	129	952	400	5,603	(4,312)
Increase (Decrease) due to other funds	16,712	(13)	-	4,850	21,549	876
Increase (Decrease) due to other governments	(26,255)	18	(696)	(1,290)	(28,223)	33
Increase (Decrease) deposits payable	(13)	-	-	32	19	-
Increase (Decrease) accrued closure costs	-	2,494	-	-	2,494	-
Increase (Decrease) accrued remediation costs	-	400	-	-	400	(9)
Increase (Decrease) other liabilities	13,105	63	2,942	36	16,146	286
Increase (Decrease) estimated claims liability	-	-	-	-	-	42,364
Increase (Decrease) net pension liability	95,498	7,311	3,275	5,074	111,158	35,574
Increase (Decrease) net OPEB liability	1,120	(161)	-	109	1,068	418
Increase (Decrease) deferred OPEB	(1,300)	74	-	(160)	(1,386)	-
Increase (Decrease) deferred pensions	(48,042)	(3,844)	(1,543)	(2,672)	(56,101)	(17,474)
Increase (Decrease) service concession arrangement	-	(434)	-	-	(434)	-
Increase (Decrease) salaries and benefits payable	2,104	35	-	40	2,179	(271)
Increase (Decrease) compensated absences	3,080	(8)	(249)	366	3,189	(460)
Decrease (Increase) loans receivable	-	-	(2,961)	-	(2,961)	-
Increase (Decrease) program loans	-	-	(849)	-	(849)	-
Net cash provided by (used in) operating activities	<u>\$ 11,051</u>	<u>\$ 17,212</u>	<u>\$ 201</u>	<u>\$(25,185)</u>	<u>\$ 3,279</u>	<u>\$ (105,697)</u>
Noncash investing, capital, and financing activities:						
Capital lease obligations	<u>\$ 4,382</u>			<u>\$ 10,941</u>	<u>\$ 15,323</u>	<u>\$ 5,615</u>

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

COUNTY OF RIVERSIDE
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2018
(Dollars in Thousands)

	Pension Trust	Investment Trust	Private- Purpose Trust	Agency Funds
ASSETS:				
Cash and investments (Note 4)	\$ -	\$ -	\$ 115,884	\$ 292,978
Federal agency	-	2,227,850	-	-
Cash and cash equivalents	932	438,770	-	-
Mutual funds	57,785	-	-	-
Commercial paper	-	803,860	-	-
Negotiable CDs	-	598,217	-	-
Medium term notes	-	128,907	-	-
Municipal bonds	-	169,122	-	-
Bonds - U.S. Treasury	-	152,512	-	-
Local agency obligation	-	111	-	-
Accounts receivable	162	5,718	538	373
Interest receivable	-	15,411	201	308
Taxes receivable	-	-	-	31,303
Due from other governments	-	-	2,318	-
Land held for sale	-	-	23,755	-
Total assets	<u>58,879</u>	<u>4,540,478</u>	<u>142,696</u>	<u>324,962</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred charge on refunding	-	-	36,812	-
LIABILITIES:				
Accounts payable	-	-	9,662	201,026
Due to other governments	-	-	3	123,936
Note payable	-	-	739,440	-
Interest payable	-	-	7,190	-
Accreted interest payable	-	-	9,764	-
Other long-term liabilities	-	-	201	-
Total liabilities	<u>-</u>	<u>-</u>	<u>766,260</u>	<u>\$ 324,962</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred inflows of resources	-	-	1,869	-
NET POSITION:				
Net position restricted for pensions	58,879	-	-	-
Net position restricted for investment trust	-	4,540,478	-	-
Net position restricted for private-purpose	-	-	(588,621)	-
Net position (deficit) held in trust	<u>\$ 58,879</u>	<u>\$ 4,540,478</u>	<u>\$ (588,621)</u>	<u>\$ 324,962</u>

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

COUNTY OF RIVERSIDE
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2018
(Dollars in Thousands)

	Pension Trust	Investment Trust	Private- Purpose Trust
ADDITIONS:			
Employer contributions	\$ 815	\$ -	\$ -
Employee contributions	1,631	-	-
Contributions to pooled investments	-	30,051,356	-
Contributions to private-purpose trust	-	-	59,990
Investment income	15,560	-	1,098
Total additions	<u>18,006</u>	<u>30,051,356</u>	<u>61,088</u>
DEDUCTIONS:			
Distributions from pooled investments	-	30,410,459	-
Distributions from private-purpose trust	-	-	36,428
Administrative and other expenses	2,092	-	-
Total deductions	<u>2,092</u>	<u>30,410,459</u>	<u>36,428</u>
Change in net position	15,914	(359,103)	24,660
Net position held in trust, beginning of the year	42,965	4,899,581	(613,281)
Net position held in trust, end of the year	<u>\$ 58,879</u>	<u>\$ 4,540,478</u>	<u>\$ (588,621)</u>

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



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