WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon

INDEPENDENT ACCOUNTANT'S REVIEW REPORT
and
FINANCIAL STATEMENTS

For the Year Ended June 30, 2019

Deschutes Rim Health Clinic



WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
BOARD OF DIRECTORS
June 30, 2019

NAME	ADDRESS	POSITION
Dennis Beechler	PO Box 277 Tygh Valley, OR 97063	Chair
Brian Manning	329 S. Davis Road Tygh Valley, OR 97063	Vice-chair
Suzanne Knapp	PO Box 251 Maupin, OR 97037	Secretary
James Holycross	1701 George Jackson Road, Apt 205 Maupin, OR 97037	Director
Sandi Chamberlain	201 S. Molly Ann Road Tygh Valley, OR 97063	Director
Dennis Beechler		Registered Agent

PO Box 219
Maupin, OR 97037
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WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
INDEPENDENT ACCOUNTANT'S REVIEW REPORT AND FINANCIAL STATEMENTS
June 30, 2019

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Solutions
Certified Public Accountants, PC

Mitch T. Saul, CPA
Amy K. Walker, CPA
Anna K. Bass

Robert M. Armstrong, CPA

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors
White River Health District
Maupin, Oregon

We have reviewed the accompanying modified cash basis financial statements of the business-type activities and each major fund of White River Health District (the district), as of and for the year ended June 30, 2019, which collectively comprise the district's basic financial statements as listed in the table of contents, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the entity's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1. This includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting.

Basis of Accounting

We draw attention to Note 1 of the financial statements which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

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WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
STATEMENT OF NET POSITION
Modified Cash Basis
June 30, 2019
(With Comparative Totals for 2018)

	June 30, 2019	June 30, 2018
ASSETS		
Current		
Cash and investments	$ 38,389	$ 103,447
Total current assets	38,389	103,447
Noncurrent		
Capital assets, not subject to depreciation		
Construction in progress	271,530	128,423
Capital assets, net of accumulated depreciation		
Buildings and improvements	147,914	167,393
Equipment	93,873	1,426
Total capital assets	513,317	297,242
Restricted		
Cash - Deschutes Rim Clinic Foundation	903,455	533,861
Total assets	1,455,161	934,550
LIABILITIES		
Current		
US Bank line of credit	33,866	55,314
Current portion of long-term debt	25,000	10,000
Total current liabilities	58,866	65,314
Long-term liabilities		
Balentine dental practice note	78,000	-
Flex Lease 2009F Series	40,000	50,000
Total long-term liabilities	118,000	50,000
Total liabilities	176,866	115,314
NET POSITION		
Net investment in capital assets	448,317	237,242
Restricted	903,455	533,861
Unrestricted	(73,477)	48,133
Total net position	$ 1,278,295	$ 819,236

See independent accountant's review report

WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Modified Cash Basis
For the Year Ended
June 30, 2019
(With Comparative Totals for 2018)

	June 30, 2019	June 30, 2018
Operating revenues		
Medical receipts	$ 211,495	$ 277,336
Miscellaneous revenue	57,862	54,816
Total operating revenues	269,357	332,152
Operating expenses		
Personal services	271,133	338,428
Materials and services	159,263	161,421
Capital outlay	-	35,494
Depreciation	20,032	18,172
Total operating expenses	450,428	553,515
Loss before nonoperating revenues (expenses)	(181,071)	(221,363)
Nonoperating revenues (expenses)		
Taxes	90,314	231,619
Rent income	45,492	3,000
Grant income	103,891	608,866
Interest earned	3,158	1,350
Interest expense	(3,046)	(4,115)
Total nonoperating revenues (expenses)	239,809	840,720
Change in net position	58,738	619,357
Net position at beginning of year	819,236	174,627
Prior period adjustment	400,321	25,252
Net position at end of year	$ 1,278,295	$ 819,236

WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
STATEMENT OF CASH FLOWS
Modified Cash Basis
For the Year Ended
June 30, 2019
(With Comparative Totals for 2018)

	June 30, 2019	June 30, 2018
Cash flows from operating activities		
Cash received from customers	$ 211,495	$ 277,336
Other operating income	57,862	54,816
Cash paid to employees	(271,133)	(338,428)
Cash paid to suppliers	(159,263)	(196,915)
Net cash from operating activities	(161,039)	(203,191)
Cash flows used by capital activities		
Purchase of capital assets	(236,107)	(92,929)
Net cash used by capital activities	(236,107)	(92,929)
Cash flows from nonoperating activities		
Property tax revenues	90,314	231,619
Rent income	45,492	3,000
Grant proceeds	103,891	608,866
Interest paid	(3,046)	(4,115)
Loan proceeds	39,481	34,917
Principal debt payments	22,071	(33,376)
Net cash from nonoperating activities	298,203	840,911
Cash flows from investing activities		
Prior period adjustment ? ED	400,321	25,252
Interest on investments	3,158	1,350
Net cash from investing activities	403,479	26,602
Net change in cash	304,536	571,393
Cash, beginning of year	637,308	65,915
Cash, end of year	$ 941,844	$ 637,308
Reconciliation of loss before nonoperating activities to net cash from operating activities		
Net operating loss	$ (181,071)	$ (221,363)
Adjustments to reconcile deficiency of revenue over expenses to net cash from operating activities		
Depreciation	20,032	18,172
Total adjustments	20,032	18,172
Net cash from operating activities	$ (161,039)	$ (203,191)

181,071
−20,032
161,039

See independent accountant's review report

WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

Note 1. Significant Accounting Policies

White River Health District (the district) is a health district authorized under ORS Chapter 440. The voters of the district elected to form the district in 2001. The district has the same boundaries as South Wasco School District except the city of Shaniko. The district accumulated tax revenues from 2001 to the summer of 2007 to help purchase, set-up, and equip the clinic building. The Deschutes Rim Health Clinic opened in September 2007. All residents of the area and visitors of the area are eligible to utilize the services of the district regardless of whether they pay property taxes.

The district is governed by a board of directors that is comprised of five directors elected from the district. The district exists to provide basic medical and health care for the residents of Sportsman's Park, Wamic, Tygh Valley, Pine Grove, Juniper Flat, Maupin, and South Junction.

The district's annual financial report includes the accounts of all district operations. As discussed in Note 1 – Basis of Accounting, these financial statements are presented on a modified cash basis of accounting. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). These modified cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting.

The following summary of significant accounting policies is presented to assist the reader in evaluating the district's financial statements.

A. The Reporting Entity

The district board of directors exercises governance responsibilities over all entities related to district activity. The district receives funding from local, state, and federal sources. However, the district is not included in any other governmental reporting entity as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards. Board members have decision-making authority, the power to designate management, the responsibility to significantly influence operations, and primary accountability for fiscal matters.

In evaluating how to define the district for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in accounting principles generally accepted in the United States of America. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the primary government's financial accountability. The criteria used to determine financial accountability include whether the primary government appoints a voting majority, the primary government can impose its will on the component unit, whether there is financial benefit or burden on the primary government, and if the component unit has a fiscal dependency on the primary government. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the district is financially accountable.

Effective for the year ended June 30, 2017, Governmental Accounting Standards Board (GASB) Statement No. 80, *Blending Requirements for Certain Component Units* adds an additional criterion which requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The Deschutes Rim Clinic Foundation (the foundation) engages in the solicitation and administration of donations primarily for the benefit of the district. The foundation is deemed to be a component unit of the district, as defined in GASB 80. The financial statements of the district include all the financial activity of the foundation and eliminates foundation contributions to/from the district.

B. Basis of Presentation

Fund Financial Statements

The fund financial statements provide information about the district's funds. The emphasis of fund financial statements is on major funds.

The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position display information about the district. These statements include all the financial activities of the district. Activities are financed primarily through property taxes and medical services fee.

Net position is reported as restricted when constraints placed on net position use are either externally restricted, imposed by creditors (such as through grantors, contributors or laws) or through constitutional provisions or enabling resolutions.

The district reports the following major funds:

General Fund – The General Fund is the primary operating fund of the district. It accounts for all financial resources of the district.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe what transactions or events are recorded within the various financial statements. Basis of accounting refers to when and how transactions are recorded regardless of the measurement focus applied.

Measurement Focus
In the government-wide Statement of Net Position and the Statement of Activities, the business-like activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus, as applied to the modified cash basis of accounting, is used as appropriate:

- The proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), net financial position, and cash flows.

All assets, deferred outflows, liabilities, and deferred inflows (whether current or noncurrent, financial, or nonfinancial) associated with their activities are reported.

Basis of Accounting

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than GAAP as established by GASB. This basis of accounting involves modifications to the cash basis of accounting to report in the statements of net position or balance sheets cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, interfund receivables and payables, capital assets and related depreciation, and short-term and long-term liabilities arising from cash transactions or events.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements. In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

If the district utilized the basis of accounting recognized as generally accepted in the United States, the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

D. Capital Assets

Capital assets are recorded at 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 repair not adding to the value of the asset or materially extend asset lives are not capitalized. Reportable capital assets are defined by the district as assets with initial, individual costs in excess of $1,000 and estimated useful lives in excess of one year.

Depreciation is provided in amounts sufficient to recover the cost of the depreciable assets over their estimated service lives on the straight-line basis. The service lives by type of asset are as follows:

Buildings and improvements	10-25 years
Equipment	5-15 years

E. Budgets and Budgetary Accounting

Oregon Local Budget Law establishes standard procedures relating to the preparation, adoption, and execution of the annual budget. Budgetary comparisons for enterprise funds are not required by accounting principles generally accepted in the United States of America (GAAP). Accordingly, such comparisons of approved budgeted amounts with actual results of

operations prepared on a basis other than GAAP are set forth on page 19 as an individual fund financial schedule.

Health districts with fiscal years beginning on or after July 1, 2002, are exempt from ORS 294.305 to 294.565 (Oregon Local Budget Law), which restricted municipal corporations from making expenditures in excess of budgeted amounts.

The district prepared, executed, and adopted the budget at the object classification level. Total personal services, materials and services, capital outlay, debt service and contingencies are the levels of control. Budgeted amounts are as originally adopted or amended by the board of directors. Management may realign resources within categories without seeking approval of the board of directors.

Budgets are adopted on a basis which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at fiscal yearend.

F. Revenue Recognition - Property Taxes

The assessment date for the tax year is July 1. Personal and real property taxes are a lien on July 1. Total personal property tax becomes due and is delinquent when any installment is not paid by its due date. Real property tax is due and payable on November 15. However, a taxpayer may pay real property taxes in three equal installments, due the 15th day of November, February and May. Real property taxes become delinquent if not paid by May 15. Property tax revenues are recognized when they are collected.

G. 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 represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expenditure/expense) until then. The district has no items that qualify for reporting in this category.

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 represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The district has no items that qualify for reporting in this category.

H. Cash and Cash Items

The district's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. All short-term cash surpluses are maintained in a savings account at the Oregon State Treasury Local Government Investment Pool.

Oregon statute and local ordinances authorize the district to invest (short-term and long-term) in certificates of deposit (considered deposits for risk categorization purposes), certain bond obligations of civil subdivisions, general obligations of the United States, U.S. agency

issues, general obligations of the states of Oregon, Washington, Idaho and California, certain interest bearing bonds of a county, port or school district, certain interest bearing bonds on any district in the state of Oregon, life insurance and annuity contracts, pooled deferred compensation trusts, banker's acceptances, and certain corporate bonds.

I. Use of Estimates

The preparation of financial statements in conformity with the other comprehensive basis of accounting (OCBOA) used by the district requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

J. Prior Period Comparative Data

The basic financial statements include certain prior-year summarized comparative information in total but not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the district's financial statements for the year ended June 30, 2018, from which the summarized information was derived.

Note 2. Deposits and Investments

At June 30, 2019 the carrying amount of the district's deposits was $912,705 and the bank balance was $914,943. The district maintains depository relationships with area financial institutions that are Federal Depository Insurance Corporation (FDIC) insured institutions. The insurance and collateral requirements for deposits are established by banking regulations and Oregon law. FDIC insurance of $250,000 applies to the deposits in each depository. Where balances continually exceed $250,000, ORS 295 requires the depositor to verify that deposit accounts are only maintained at financial institutions on the list of qualified depositories found on the state treasurer's Oregon Public Funds Collateralization Program (PFCP) web site. Oregon Revised Statute Chapter 295 requires all Oregon bank depositories holding public fund deposits to maintain securities totaling a value not less than 110 percent of the greater of:

a. All public funds held by the bank depository; or
b. The average of the balances of public funds held by the bank depository, as shown on the last four immediately preceding treasurer reports.

As of June 30, 2019 the district had $29,139 invested in the Oregon Local Government Investment Pool. The district's position in the pool is stated at cost which approximates fair value.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The district has no policy for managing interest rate or credit risk. Investments by the district held in the Local Government Investment Pool are not rated.

The Oregon Short Term Fund is the LGIP for local governments and was established by the Oregon State Treasurer. It was created to meet the financial and administrative responsibilities of federal

arbitrage regulations. The investments are regulated by the Oregon Short Term Fund Board and approved by the Oregon Investment Council.

Total deposits and investments are included in the district's statement of net position as follows:

	2019
Unrestricted cash and investments	$ 38,389
Restricted cash and equivalents	903,455
Total	$ 941,844
Unrestricted cash	$ 9,250
Unrestricted investments	29,139
Total unrestricted cash and investments	38,389
Restricted cash and equivalents	903,455
Total	$ 941,844

Note 3. Capital Assets

The district has maintained a physical inventory of all of its property, plant, and equipment, and has assigned values to each item included in the inventory based on historical cost information, estimated cost, or estimated value. Donated assets are valued at their estimated fair value at the time of the donation. The values reflected on the accompanying financial statements have been adjusted accordingly. Purchases of fixed assets are recorded as expenditures in the respective funds and are capitalized if the asset has an initial, individual cost in excess of $1,000 and a useful life of more than one year. Depreciation is calculated on all assets. Upon disposal, the assets are reduced by the related cost or estimated cost, and receipt from such disposal is accounted for as a receipt of the General Fund.

The following is a summary of changes in capital assets:

	Balance July 01, 2018	Additions	Deletions	Balance June 30, 2019
Capital assets				
Construction in progress	$ 128,423	$ 143,107	$ -	$ 271,530
Buildings and improvements	436,034	-	-	436,034
Equipment	7,535	93,000	-	100,535
Total capital assets	571,992	236,107	0	808,099
Accumulated depreciation				
Buildings and improvements	(268,641)	(19,479)	-	(288,120)
Equipment	(6,109)	(553)	-	(6,662)
Total accumulated depreciation	(274,750)	(20,032)	0	(294,782)
Total capital assets, net	$ 297,242	$ 216,075	$ 0	$ 513,317

Note 4. Changes in Long-Term Debt

The following represents changes in long-term liabilities:

	Balance July 01, 2018	Issued/ Matured	Retired/Paid	Balance June 30, 2019	Due within one year
Balentine Loan	$ -	$ 93,000	$ -	$ 93,000	$ 15,000
Flex Lease Series 2009F	60,000	-	10,000	50,000	10,000
Total long-term debt	$ 60,000	$ 93,000	$ 10,000	$ 143,000	$ 25,000

Interest expense of $2,925 on long-term debt has been included on the Statement of Revenues, Expenses, and Changes in Net Position. Authorization for general long-term debt is specific to a particular purpose; thus an objective connection can be made to a specific program. All interest on long-term debt is reported as a direct expense of the programs for which borrowing is related.

Note 5. Balentine Loan

The district entered into a loan agreement with E. Lee Balentine, DMD on September 1, 2018 for the purchase of a dental practice. Terms of the loan included monthly payments including 0.0% interest through November 1, 2024. As of June 30, 2019, future payments are as follows:

paid by month.

Fiscal Year Ending June 30,	Principal	Interest
2020	$ 15,000	$ -
2021	18,000	-
2022	18,000	-
2023	18,000	-
2024	18,000	-
2025	6,000	-
Total	$ 93,000	$ 0

Note 6. Flex Lease Series 2009F

The district issued serial coupon bonds June 23, 2009 for building construction. The bonds were issued through US National Bank Association for $155,000. Terms of the bonds included annual payments including 2.0% to 5.4 % interest through January 1, 2024. As of June 30, 2019, future payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest
2020	$ 10,000	$ 2,958
2021	10,000	2,430
2022	10,000	1,890
2023	15,000	1,215
2024	5,000	405
Total	$ 50,000	$ 8,898

Note 7. Short-term Debt

During the year, the district received proceeds from a line of credit from U.S. Bank. The following represents short-term debt activity:

Balance July 01, 2018	Issued/ Matured	Retired/Paid	Balance June 30, 2019
$ 55,314	$ 39,481	$ 60,929	$ 33,866
$ 55,314	$ 39,481	$ 60,929	$ 33,866

Note 8. Risk Management

The district is exposed to various risks of loss related to torts; theft or damage to and destruction of assets; errors and omissions; and natural disasters for which the district carries commercial insurance. The district does not engage in risk financing activities where the risk is retained (self-insurance). Settled claims have not exceeded commercial coverage in any of the past three years.

Note 9. Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by these agencies. Any disallowed claims, including amounts already collected, may constitute a liability to the district. The amount, if any, of costs which may be disallowed by the grantor cannot be determined at this time, although district management expects such amounts, if any, to be immaterial.

Note 10. Prior Period Adjustment

The district did not recognize the balance of a Columbia Bank Certificate of Deposit held by the Deschutes Rim Foundation at June 30, 2018. The amount of the prior period adjustment was $400,321 and represents the balance of the Columbia Bank Certificate of Deposit at June 30, 2018.

SUPPLEMENTARY SCHEDULES

WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
Modified Cash Basis
For the year ended
June 30, 2019

	Actual	Budget Original	Budget Final	(Over) Under Budget
Operating revenues				
Medical receipts	$ 211,495	$ 286,000	$ 286,000	$ 74,505
Miscellaneous revenue	57,862	34,000	34,000	(23,862)
Total operating revenue	269,357	320,000	320,000	50,643
Operating expenses				
General expenses				
Personal services	271,133	285,347	285,347	14,214
Materials and services	159,264	168,434	168,434	9,170
Capital outlay	143,107	-	-	(143,107)
Total general expenses	573,504	453,781	453,781	(119,723)
Debt service	13,045	13,915	13,915	870
Total operating expenses	586,549	467,696	467,696	(118,853)
Operating loss	(317,192)	(147,696)	(147,696)	169,496
Nonoperating revenues				
Property taxes	90,314	60,500	60,500	(29,814)
Rent income	45,492	12,000	12,000	(33,492)
Grants	103,891	24,696	24,696	(79,195)
Interest	3,158	500	500	(2,658)
Total nonoperating revenues	242,855	97,696	97,696	(145,159)
Net change in fund balance	(74,337)	(50,000)	(50,000)	24,337
Fund balance at beginning of year	581,994	50,000	50,000	(531,994)
Prior period adjustment	400,321	-	-	(400,321)
Fund balance at end of year	$ 907,978	$ 0	$ 0	$ (907,978)

WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
RECONCILIATION OF BUDGET BASIS FUND STATEMENT
TO ACCRUAL BASIS STATEMENTS
GENERAL FUND
Modified Cash Basis
For the year ended
June 30, 2019

	June 30, 2019
Reconciliation of beginning fund balance to beginning net position	
Beginning fund balance - budget basis	$ 982,315
Add capital assets	571,992
Less accumulated depreciation on capital assets	(274,750)
Less FlexLease contracts payable	(60,000)
Beginning net position	1,219,557
Reconciliation of change in fund balance to change in net position	
Change in fund balance - budget basis	(74,337)
Add capital assets purchased	236,107
Less depreciation expense on capital assets	(20,032)
Balentine dental practice note receipt	(93,000)
FlexLease principal payments	10,000
Change in net position	58,738
Reconciliation of ending fund balance to ending net position	
Ending fund balance - budget basis	907,978
Add capital assets	808,099
Less accumulated depreciation on capital assets	(294,782)
Balentine dental practice note payable	(93,000)
Less FlexLease contracts payable	(50,000)
Ending net position	$ 1,278,295

Foundation
903445
400321
1303766
-1,278,295
25,471 Loss Report

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MANAGEMENT REPRESENTATION OF FISCAL AFFAIRS
REQUIRED BY STATE OF OREGON

WHITE RIVER HEALTH DISTRICT
Maupin, Wasco County, Oregon
MANAGEMENT REPRESENTATION OF FISCAL AFFAIRS
June 30, 2019

The White River Health District is subject to, and responsible for, compliance with various laws, rules, and regulations relating to its operations and finances. Among such laws, rules, and regulations are the requirements prescribed in Municipal Audit Law (ORS Chapter 297) and the Minimum Standards for Review of Oregon Municipal Corporations (OAR 162, Division 40) including but not limited to:

a. Deposit of public funds with financial institutions (ORS Chapter 295)

b. Indebtedness limitations, restrictions, and repayment

c. Budgets legally required (HB 2520)

d. Insurance and fidelity bonds in force or required by law

e. Programs funded from outside sources

f. Highway revenues used for public highways and roads (ORS Chapters 294, 368 and 373)

g. Authorized investments of surplus funds (ORS Chapter 294)

h. Public contracts, purchasing, and improvements (ORS Chapters 279A, 279B, and 279C)

The management of White River Health District is aware of the requirements of Oregon laws and administrative rules concerning each of the above requirements and has complied, in all material respects, with such requirements. Further, we are not aware of any violations or possible violations of laws, rules, or regulations, whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, other than that mentioned above.

Signature

Nina Marvin
Name

Clinic Manager
Title

12-17-19
Date

Oregon Secretary of State – Audits Division

Summary of Revenues and Expenditures

Please refer to instructions on next page.

A. Municipal corporation information

Municipality name: WHITE RIVER HEALTH DISTRICT
Address line 1: PO BOX 266
Address line 2:
City, state, ZIP: MAUPIN OR 97037
Check if new address: ☐
If this is the final report, please enter the last date of operations:

Reporting period: From 07/01/2018 To 06/30/2019
Report type: Review
Opinion issued: Unmodified
Basis of accounting: Modified cash

B. Financial statement audit – Reported deficiencies

1. Regarding internal controls over financial reporting, how many significant deficiencies and material weaknesses were reported? 0
2. Of those control deficiencies reported, how many resulted in the following:
   Accounting errors/Misstatements: 0
   Noncompliance: 0

3. How were deficiencies communicated? Check all that apply.
   ☐ Report issued in accordance with Government Auditing Standards
   ☐ Communication in accordance with Statements on Auditing Standards AU-C 265 "Communicating Internal Control Related Matters Identified in an Audit"
   ☐ Other (specify communication):
   ☒ No deficiencies

Per OAR 162-010-0230, a copy must be filed with Secretary of State.

C. Summary of revenues and expenditures

Revenues and/or receipts	
a. Revenues from government-wide statement of activities:	$ 512,212
b. Fiduciary fund additions:	
c. Gross revenues subtotal (a + b):	$ 512,212
d. Revenues of component units:	$ 118,560
e. Taxes, assessments and other collections to be distributed to other governments:	
f. Exempt revenue subtotal (d + e):	$ 118,560
g. Net revenues (c – f):	$ 393,652

Expenditures and/or disbursements	
a. Expenditures from government-wide statement of activities:	$ 453,474
b. Fiduciary fund deductions:	
c. Gross expenditures subtotal (a + b):	$ 453,474
d. Component unit expenditures reported with primary government:	$ 6,065
e. Turnovers to other municipal corporations:	
f. Exempt expenditures subtotal (d + e):	$ 6,065
g. Net expenditures (c – f):	$ 447,409

D. Filing fee: (53757) $ 150

E. Submitted by

Auditor name: Amy K. Walker, CPA
Firm name: Solutions, CPAs PC
Municipal contact name, title: Nina Marvin, Clinic Manager

Municipal license number: 1604
Date: 12/17/2019
Municipal phone: (541) 395-2911

Within 30 days of delivering the audit report to the municipal corporation, one copy of this summary must be filed with the Secretary of State, Audits Division, and one copy must be delivered to the municipal corporation. If deficiencies are communicated in a separate letter or in a report issued in accordance with *Government Auditing Standards*, a copy of that communication must also be filed. (OAR 162-010-0230)