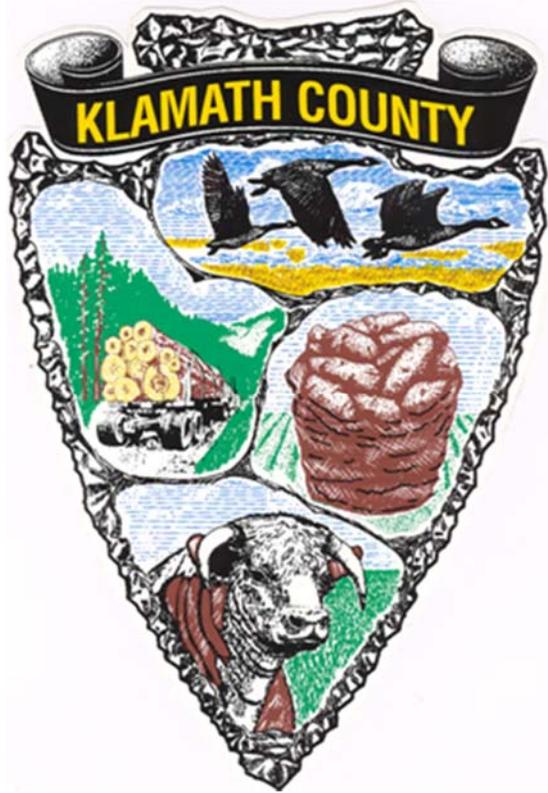


Klamath County Treasurer's Investment Pool

AN INVESTMENT TRUST FUND OF KLAMATH COUNTY, OREGON



ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

June 30, 2014

Prepared by:

Finance Department

**Klamath County Treasurer's Investment Pool
Annual Financial Report
For the Fiscal Year Ended June 30, 2014
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INTRODUCTORY SECTION

**Klamath County Treasurer's Investment Pool
List of Elected and Appointed Officials
June 30, 2014**

Board of Commissioners

| <u>Name</u> | <u>Position</u> | <u>Term Expires</u> |
|------------------|-----------------|---------------------|
| Tom Mallams | Commissioner | January 3, 2017 |
| Dennis Linthicum | Commissioner | January 5, 2015 |
| Jim Bellet | Commissioner | January 3, 2017 |

Other Elected and Appointed Officials

| | |
|-------------|-------------------------------------|
| Jason Link | Treasurer & Chief Financial Officer |
| David Groff | County Counsel |

Mailing Address

Klamath County Treasurer
Government Center
305 Main Street
Klamath Falls, Oregon 97601
Phone: (541) 851-2140 Fax: (541) 883-5165
www.klamathcounty.org

FINANCIAL SECTION

REPORT OF INDEPENDENT AUDITORS

Board of Commissioners
Klamath County Treasurer's Investment Pool

Report on the Financial Statements

We have audited the accompanying statement of net position and statement of changes in net position of Klamath County Treasurer's Investment Pool (the Pool), a fiduciary fund of Klamath County, Oregon, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Pool's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

MOSS ADAMS_{LLP}***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Pool as of June 30, 2014, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

These financial statements present a fiduciary fund of Klamath County and do not purport to, and do not, present fairly the financial position of the Klamath County, Oregon, as of June 30, 2014, the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 4 be presented to supplement the 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2014 on our consideration of the Pool's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Pool's internal control over financial reporting and compliance.

Moss Adams, LLP

Eugene, Oregon
December 18, 2014

MANAGEMENT'S DISCUSSION AND ANALYSIS

Klamath County Treasurer's Investment Pool
Management Discussion and Analysis
June 30, 2014

As management of Klamath County Treasurer's Investment Pool's (Pool), we offer readers of the Pool's financial statements this narrative overview and analysis of the financial activities of the Pool for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with the accompanying basic financial statements.

The Pool is a pooled investment fund that invests the assets of Klamath County, Oregon (County) as well as the assets of various governmental entities in Klamath County that choose to invest in the Pool.

The investment return percentages reported in management's discussion and analysis are presented gross of management fees.

Financial Highlights

- The net position decreased approximately \$3.7 million during the year ended June 30, 2014. Total net position was approximately \$137.0 million at June 30, 2014.
- Net investment income for fiscal year was approximately \$0.7 million. The Klamath County Treasurer's Investment Pool returned 0.5% in fiscal year 2014.
- Contributions to the Klamath County Treasurer's Investment Pool totaled approximately \$100.7 million during fiscal year.
- Distributions totaled approximately \$105.1 million during the year ended June 30, 2014.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Pool's basic financial statements. The Pool's basic financial statements are comprised of two components: 1) fund financial statements, and 2) notes to the basic financial statements.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Pool, like other state and local governments uses fund accounting to ensure and demonstrate compliance with finance and related legal requirements. The Pool uses a proprietary fund to account for its activities.

The Pool's basic financial statements are comprised of a statement of net position and a statement of revenue, expenses and changes in fund net position.

Notes to the basic financial statements: The notes provide additional information that is essential to a full understanding of the data provided in the fund financial statements.

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. They are prepared in conformity with U.S. generally accepted accounting principles.

**Klamath County Treasurer's Investment Pool
Management Discussion and Analysis
June 30, 2014**

Fund Financial Analysis

The Pool began fiscal year 2014 with net position of \$140.7 million and ended the fiscal year with net position of \$137.0 million, representing a 2.7% decrease. The decrease was due to the amount distributed to participants. Net investment income for the year ended June 30, 2014 was approximately \$0.7 million. Net participant distributions (distributions less contributions) of \$4.4 million, along with net investment income of \$0.7 million caused the overall decrease in net position of \$3.7 million.

| | <u>2014</u> | <u>2013</u> | <u>Amount Inc(Dec)</u> |
|-------------------------------------|-----------------------|-----------------------|----------------------------|
| Assets | | | |
| Current and other assets | \$ 140,957,002 | \$ 140,696,035 | \$ 260,967 |
| Total Assets | <u>140,957,002</u> | <u>140,696,035</u> | <u>260,967</u> |
| Liabilities | | | |
| Other liabilities | 4,000,000 | 266 | 3,999,734 |
| Total Liabilities | <u>4,000,000</u> | <u>266</u> | <u>3,999,734</u> |
| Net Position | | | |
| Held in trust for pool participants | <u>136,957,002</u> | <u>140,695,769</u> | <u>(3,738,767)</u> |
| Total Net Position | <u>\$ 136,957,002</u> | <u>\$ 140,695,769</u> | <u>\$ (3,738,767)</u> |
| | | | |
| | <u>2014</u> | <u>2013</u> | <u>Amount Inc(Dec)</u> |
| Additions | | | |
| Contributions from participants | \$ 100,696,380 | \$ 101,919,310 | \$ (1,222,930) |
| Investment income | 647,197 | 430,317 | 216,880 |
| Total Additions | <u>101,343,577</u> | <u>102,349,627</u> | <u>(1,006,050)</u> |
| Deductions | | | |
| Distribution to participants | <u>105,082,344</u> | <u>107,458,991</u> | <u>(2,376,647)</u> |
| Total Deductions | <u>105,082,344</u> | <u>107,458,991</u> | <u>(2,376,647)</u> |
| Increase (decrease) in net position | (3,738,767) | (5,109,364) | 1,370,597 |
| Net position, beginning | <u>140,695,769</u> | <u>145,805,133</u> | <u>(5,109,364)</u> |
| Net position, ending | <u>\$ 136,957,002</u> | <u>\$ 140,695,769</u> | <u>\$ (3,738,767)</u> |

For the year ended June 30, 2014, the Pool returned 0.5%. The performance of the portfolio is measured against the policy benchmark of the Oregon Local Government Investment Pool and/or the 90 day US Treasury Bill yields. The Pool matched the Oregon Local Government Investment Pool rate and exceeded the 90 day US Treasury Bill yield by 44 basis points. The policy benchmark provides a measure of how well the Pool has implemented its asset allocation plan. It assumes the actual allocation is identical to its target allocation and that all asset classes achieve index-like returns.

Requests for Information

This financial report is designed to provide a general overview of the Pool's finances for all those with an interest in the Pool's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed the Office of the Chief Financial Officer, Klamath County, 305 Main Street, Klamath Falls, Oregon 97601.

BASIC FINANCIAL STATEMENTS

Klamath County Treasurer's Investment Pool
Statement of Fiduciary Net Position
June 30, 2014

| Assets | |
|-------------------------------------|-----------------------|
| Cash and cash equivalents | \$ 48,890,117 |
| Receivables: | |
| Interest and dividends | 308,087 |
| Investments: | |
| U.S. government obligations | 15,368,933 |
| Agency obligations | 63,861,745 |
| Corporate obligations | 12,528,120 |
| Total assets | <u>140,957,002</u> |
| Liabilities | |
| Accounts payable | <u>4,000,000</u> |
| Total liabilities | <u>4,000,000</u> |
| Net Position | |
| Held in trust for pool participants | <u>\$ 136,957,002</u> |

See accompanying notes to the basic financial statements

**Klamath County Treasurer's Investment Pool
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2014**

| Additions | |
|---|-----------------------|
| Contributions: | |
| Participants | \$ 100,696,380 |
| Total contributions | <u>100,696,380</u> |
| Investment Income: | |
| Interest and dividends | 1,802,754 |
| Realized/Unrealized losses | (1,071,680) |
| Investment expenses | (83,877) |
| Total Investment Income | <u>647,197</u> |
| Total additions | <u>101,343,577</u> |
| Deductions | |
| Distribution to participants | <u>105,082,344</u> |
| Total deductions | <u>105,082,344</u> |
| Change in net position held in trust for participants | (3,738,767) |
| Net position - beginning | <u>140,695,769</u> |
| Net position - ending | <u>\$ 136,957,002</u> |

See accompanying notes to the basic financial statements

Klamath County Treasurer's Investment Pool
Notes to the Basic Financial Statements
June 30, 2014

Note 1 – Summary of Significant Accounting Policies

Organization

The accompanying financial statements present the investment trust data of the Klamath County Treasurer's Investment Pool (Pool). The Pool is not registered with the U.S. Securities and Exchange Commission as an investment company. The Klamath County Board of Commissioners annually adopts the investment policies used by the Pool. The investment policies are governed by Oregon Revised Statutes and approved by the Oregon Short Term Fund Board. The Klamath County Treasurer (Treasurer) is the investment officer for the Pool and is responsible for all funds entrusted to it. The Treasurer serves in a fiduciary capacity with respect to the management of the Pool and the investment of funds for the exclusive benefit of the investment portfolio; however, the Treasurer is not subject to regulatory oversight by the United States Securities and Exchange Commission or other entities. The Treasurer establishes policies, procedures, and objectives of the Pool, accepts deposits to the Investment Pool from participants, and buys/sells investments to optimize the total return of the investment portfolio. These funds must be invested, and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. The Oregon Revised Statutes permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. Property tax receipts for all local governments with a property tax levy are deposited in the Pool; therefore, those governments are considered involuntary participants of the Pool.

The following is a summary of significant accounting policies utilized by the District in the preparation of the accompanying financial statements.

Reporting Entity

The Pool operates as a demand deposit account for Klamath County (County) agency participants, the portion of the Pool belonging to County (internal) participants is classified as cash and cash equivalents in the County's Annual Financial Report. The portion of the Investment Pool belonging to local government (external) participants is reported as an investment trust fund in the County's Annual Financial Report. A number of local governments in Klamath County participate in the Pool, thus it is an external investment pool as defined in Statement No. 31 of the Governmental Accounting Standards Board, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

The Pool is a separate accounting entity, recording all assets, liabilities, equities, revenues, and expenses related to the Pool's activities. However, expenses presented for the Pool may not reflect the total cost of the related activity. Other direct and indirect costs provided by the Treasurer are not allocated to the Pool.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resource being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of when the related cash flow takes place. Investment income and expenses are segregated by the Treasurer into separate investment accounts within the Investment Pool. The fair value of investments is determined annually and is equal to market price. Trade date accounting is observed, which means that purchases and sales are recorded on the day the trade takes place with a corresponding payable or receivable from the broker.

Cash and Cash Equivalents

Investments with original maturities of three months or less are considered cash equivalents and are reported at amortized cost, which approximates fair value. Cash and Cash Equivalents also include cash in banks.

Investments

Investments with remaining maturities of less than ninety days are carried at amortized cost, provided that the fair value of these instruments is not significantly affected by the impairment of the credit standing of the issuer or by other factors. Amortized cost approximates fair value. Investments with longer maturities are carried at fair value.

Klamath County Treasurer's Investment Pool
Notes to the Basic Financial Statements
June 30, 2014

Note 1 – Summary of Significant Accounting Policies *(continued)*

Participants' equity; distributions of interest

Participants' account balances in the Pool are determined by the amount of participants' deposits, adjusted for withdrawals and distributed interest. The Pool has not provided or received any legally binding guarantees with regard to balances in the Pool. Interest is calculated and accrued monthly on each participant's account based on the average daily account balance. Interest is distributed monthly on the last business day of the month. If the last day of the month is a weekend or holiday, interest is accrued through the last calendar day of the month but posted on the last business day.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 2 – Deposits and Investments

Deposits

On June 30, 2014 the Investment Pool held \$48,890,117 book balance in deposits. These funds are included in the Pooled Cash of the County. Insurance and collateral requirements for deposits are established by banking regulations and Oregon law. Where balances exceed the Federal Deposit Insurance (FDIC) amount of \$250,000, the balances are covered by collateral held in a multiple financial institution collateral pool (ORS 295.015) administered by the Oregon State Treasury in the Public Funds Collateralization Program (PFCP).

As of June 30, 2014, FDIC and PFCP coverage were determined by the County's overall coverage.

Custodial Credit Risk

In the case of deposits this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Investment Pool's deposit policy is in accordance with ORS 295.

Investments

On June 30, 2014, the Investment Pool held \$140,957,002 in assets, \$48,890,117 of which is classified as Cash and Cash Equivalents on the Statement of Fiduciary Net Position. The Investment Policy as adopted by the County Board of Commissioners establishes the Pool's permitted investments and provide guidelines for managing the various types of risk associated with these investments. The different risks will be discussed below.

Interest rate risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Treasurer manages this risk by limiting the maturity of the investments held by the Pool. The portfolio rules require that at least 35 percent of the portfolio mature within 90 days; not more than 30 percent of the portfolio may mature in over a year; and no investments may mature over three years from settlement date. The June 30, 2014 holdings are shown in the schedule below.

Klamath County Treasurer's Investment Pool
Notes to the Basic Financial Statements
June 30, 2014

Note 2 – Deposits and Investments *(continued)*

Schedule of Investment Maturities

| Investment Type | Investment Maturities | | | |
|----------------------------------|------------------------|----------------------|------------------------|-----------------------|
| | Reported Amount (1) | Up to 93 Days | 94 Days to One Year | One to Three Years |
| Cash and cash equivalents: (2) | | | | |
| Demand deposits | \$ 7,539,562 | \$ 7,539,562 | \$ - | \$ - |
| Local government investment pool | 41,350,555 | 41,350,555 | - | - |
| Subtotal cash equivalents | <u>48,890,117</u> | <u>48,890,117</u> | <u>-</u> | <u>-</u> |
| Investments: (2) | | | | |
| U.S. government issues | 15,368,933 | 2,284,365 | 13,084,568 | |
| Agency issues | 63,861,745 | 12,523,645 | 21,171,543 | 30,166,557 |
| Corporate issues | 12,528,120 | 249,885 | 1,497,898 | 10,780,337 |
| Subtotal investments | <u>91,758,798</u> | <u>15,057,895</u> | <u>35,754,009</u> | <u>40,946,894</u> |
| Total | <u>\$ 140,648,915</u> | <u>\$ 63,948,012</u> | <u>\$ 35,754,009</u> | <u>\$ 40,946,894</u> |

(1) Reported amount is a combination of amortized cost and fair value. See Note 1

(2) Classification on Statement of Net Position

Credit risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations. As of June 30, 2014, the Pool's investments in the U.S. government agencies and securities were rated Aaa/AAA by Standards & Poor's and Moody's investors' services. The Investment Pool's investment in commercial papers rated F-1 by Fitch ratings. Other investments held by the Investment Pool remain unrated.

Custodial credit risk

For an investment, this is the risk that, in the event of the failure of the counterparty, the Pool will not be able to recover that value of its investments or collateral securities that are in the possession of an outside party. The Pool's investment policy limits the percentage of the investment portfolio that may be kept held in safekeeping or the trust department of any financial institution, regardless of the dealer from whom the investment was purchased to 33% of the portfolio. At year-end no institutions held more than 25% of the Pool's portfolio in its safekeeping or trust departments. All investments were held by the County in its own name. Time certificates of deposit are not exposed to custodial credit risk, as they are covered by FDIC and/or PFCP collateralization.

Concentration of credit risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. With exception of U.S. Securities or U.S. Agency Securities and authorized pools, no more than 33% of the total portfolio of the Pool is allowed to invest in a single security type or with a single financial institution.

Klamath County Treasurer's Investment Pool
Notes to the Basic Financial Statements
June 30, 2014

Note 3 – Equity of Internal and External Participants

Net position held in trust for pool participants:

| | |
|-----------------------|-----------------------|
| Internal participants | \$ 140,186,679 |
| External participants | <u>770,323</u> |
| | <u>\$ 140,957,002</u> |

Participation in the Pool by the various authorized agencies is on a voluntary basis except as presented in Note 1 for property taxes. In accordance with the trust agreement and ORS 294.035 through 294.048, ORS 294.125 through 294.155, ORS 294.810, and other applicable statutes, net position is held in trust for the Pool's participants.

Note 4 – Investment Income

Investment income includes dividends and realized/unrealized gains and losses on underlying securities held by the Treasurer in the Investment Pool. The Investment Pool experienced net investment income totaling \$647,197.

Note 5 – Management Fees

In accordance with the Investment Policy, the Treasurer may deduct 5% of investment income for administration and portfolio management. The fee is deducted from investment income before distribution to participants. Fees charged to the Investment Pool by the Treasurer were \$47,083 for the year ended June 30, 2014.

Note 6 – Compliance

The purpose of the adoption of an investment policy is to set forth the overall investment philosophy of the Pool as defined by the Board of Commissioners. For this purpose the policy of the County is identical to that of the Pool. The Pool was in compliance with the investment policy for the fiscal year ending June 30, 2014.

GOVERNMENT AUDITING STANDARDS SECTION

**REPORT OF INDEPENDENT AUDITORS ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Board of Commissioners
Klamath County Treasurer's Investment Pool

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the accompanying statement of net position and statement of changes in net position of Klamath County Treasurer's Investment Pool (the Pool), a fiduciary fund of Klamath County, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Klamath County Treasurer's Investment Pool's basic financial statements, and have issued our report thereon dated December 18, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Pool's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Pool's internal control. Accordingly, we do not express an opinion on the effectiveness of the Pool's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

MOSS ADAMS_{LLP}**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Pool's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Moss Adams, LLP

Eugene, Oregon
December 18, 2014