

ADAMS COUNTY, IDAHO

FINANCIAL STATEMENTS

Year Ended September 30, 2014

ADAMS COUNTY, IDAHO

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FINANCIAL SECTION

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Independent Auditor's Report

Board of County Commissioners
Adams County, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Adams County, Idaho (the County) as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County'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 opinions 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 of 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of September 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not required to be 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, and 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.

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, and schedule of expenditures of federal awards (as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2014, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the 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 County's internal control over financial reporting and compliance.

Quest CPAs, P.C.

Payette, Idaho
November 7, 2014

BASIC FINANCIAL STATEMENTS

ADAMS COUNTY, IDAHO

Statement of Net Position

September 30, 2014

	Governmental Activities	Component Unit
	Primary Government	
Assets		
Current Assets		
Cash & Investments	\$5,308,264	\$65,679
Receivables:		
Taxes	192,465	5,830
Accounts		20,000
Total Current Assets	<u>5,500,729</u>	<u>91,509</u>
Noncurrent Assets		
Nondepreciable Capital Assets	374,140	
Depreciable Net Capital Assets	5,067,268	414,471
Total Noncurrent Assets	<u>5,441,408</u>	<u>414,471</u>
Total Assets	<u><u>\$10,942,137</u></u>	<u><u>\$505,980</u></u>
Liabilities		
Current Liabilities		
Accounts Payable & Accrued Expenses	\$168,373	\$2,019
Accrued Interest	4,185	
Long-Term Debt, Current	218,776	15,503
Total Current Liabilities	<u>391,334</u>	<u>17,522</u>
Noncurrent Liabilities		
Long-Term Debt, Noncurrent	684,934	72,010
Total Noncurrent Liabilities	<u>684,934</u>	<u>72,010</u>
Total Liabilities	<u>1,076,268</u>	<u>89,532</u>
Net Position		
Net Investment in Capital Assets	4,533,513	326,958
Restricted - Special Programs	2,138,927	
Restricted - Debt Service	137,228	
Restricted - Capital Projects	2,310,294	
Unrestricted	745,907	89,490
Total Net Position	<u>9,865,869</u>	<u>416,448</u>
Total Liabilities and Net Position	<u><u>\$10,942,137</u></u>	<u><u>\$505,980</u></u>

ADAMS COUNTY, IDAHO
Statement of Activities
Year Ended September 30, 2014

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue
		Charges For Services	Operating Grants And Contributions	
Governmental Activities -				
Primary Government				
Current Expenditures				
Assessor	\$140,397	\$38,255		(\$102,142)
Building Permits	32,330			(32,330)
Clerk, Auditor, & Recorder	117,157	34,242		(82,915)
Commissioners	83,545			(83,545)
Courthouse	133,313			(133,313)
Planning & Zoning	1,293	57,851		56,558
Prosecuting Attorney	67,654			(67,654)
Public Defender	(2,192)			2,192
Sheriff & Jail	1,131,045	507,770		(623,275)
Treasurer	99,750			(99,750)
Other Current Expense Functions	278,619		\$10,184	(268,435)
Other Justice Fund Functions	425,110			(425,110)
Capital Projects	182,506			(11,027)
Road & Bridge	991,216		358,078	(633,138)
Solid Waste	294,274	64,715		(229,559)
Other Nonmajor Fund Functions	1,253,090	73,044	37,190	(1,142,856)
Debt Service - Interest	32,342			(32,342)
Capital Assets	526,565			(526,565)
Total Primary Government	\$5,788,014	\$775,877	\$405,452	(\$4,435,206)
Component Unit				
Council Valley Ambulance District	\$169,280	\$67,247	\$1,015	(101,018)
Total Component Unit	\$169,280	\$67,247	\$1,015	(\$101,018)
		Changes in Net Position		
		Net (Expense) Revenue		
				Primary Government
				Component Unit
		General Revenues		
		Taxes, Penalties, & Interest		3,077,340
		Intergovernmental Revenue		217,345
		Investment Interest		16,508
		Miscellaneous		202,468
		Highway Users Revenue		815,293
		Refunds & Reimbursements		203,194
		Sales Tax		463,242
		Total		4,995,390
		Change in Net Position		560,184
		Net Position - Beginning		9,305,685
		Net Position - Ending		\$9,865,869

ADAMS COUNTY, IDAHO
 Balance Sheet - Governmental Funds
 September 30, 2014

	Current Expense Fund	Justice Fund	Road & Bridge Fund	Solid Waste Fund
Assets				
Cash & Investments	\$715,399	\$162,616	\$288,103	\$188,927
Receivables:				
Taxes	46,865	46,452		32,214
Accounts Due From Other Funds				
Total Assets	<u>\$762,264</u>	<u>\$209,068</u>	<u>\$288,103</u>	<u>\$221,141</u>
Liabilities				
Accounts Payable & Accrued Expenses	\$16,357	\$18,154	\$29,903	\$28,387
Due To Other Funds				
Total Liabilities	<u>16,357</u>	<u>18,154</u>	<u>29,903</u>	<u>\$28,387</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues	17,511	16,707		13,557
Total Deferred Inflows of Resources	<u>17,511</u>	<u>16,707</u>	<u>0</u>	<u>13,557</u>
Fund Balances				
Restricted - Special Programs		174,207	258,200	179,197
Restricted - Debt Service				
Restricted - Capital Projects				
Unassigned	728,396			
Total Fund Balances	<u>728,396</u>	<u>174,207</u>	<u>258,200</u>	<u>179,197</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$762,264</u>	<u>\$209,068</u>	<u>\$288,103</u>	<u>\$221,141</u>

ADAMS COUNTY, IDAHO
 Balance Sheet - Governmental Funds
 September 30, 2014

	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash & Investments	\$121,315	\$2,310,294	\$1,521,610	\$5,308,264
Receivables:				
Taxes	15,913		51,021	192,465
Accounts			0	0
Due From Other Funds			0	0
Total Assets	<u>\$137,228</u>	<u>\$2,310,294</u>	<u>\$1,572,631</u>	<u>\$5,500,729</u>
Liabilities				
Accounts Payable & Accrued Expenses			\$75,572	\$168,373
Due To Other Funds			0	0
Total Liabilities	<u>\$0</u>	<u>\$0</u>	<u>75,572</u>	<u>168,373</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues	4,413		17,638	69,826
Total Deferred Inflows of Resources	<u>4,413</u>	<u>0</u>	<u>17,638</u>	<u>69,826</u>
Fund Balances				
Restricted - Special Programs			1,479,421	2,091,025
Restricted - Debt Service	132,815		0	132,815
Restricted - Capital Projects		2,310,294	0	2,310,294
Unassigned			0	728,396
Total Fund Balances	<u>132,815</u>	<u>2,310,294</u>	<u>1,479,421</u>	<u>5,262,530</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$137,228</u>	<u>\$2,310,294</u>	<u>\$1,572,631</u>	<u>\$5,500,729</u>

ADAMS COUNTY, IDAHO
Balance Sheet - Governmental Funds
September 30, 2014

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities

Total Governmental Fund Balances	\$5,262,530
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	5,441,408
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	69,826
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Certain liabilities, including accrued interest, are not due and payable in the current period and therefore are not reported in the funds.	(907,895)
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Net Position of Governmental Activities	<u><u>\$9,865,869</u></u>
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ADAMS COUNTY, IDAHO

Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended September 30, 2014

	Current Expense Fund	Justice Fund	Road & Bridge Fund	Solid Waste Fund
Revenues				
Taxes, Penalties, & Interest	\$780,054	\$784,516		\$339,791
Intergovernmental Revenue	60,023	2,480		
Investment Interest	14,093			
Licenses & Fees	130,348	507,770		64,715
Miscellaneous	2,281	12,360	\$902	
Highway Users Revenue			799,293	
Refunds & Reimbursements	2,279	10,764	10,826	
Sales Tax	10,994	381,347		
Total Revenues	<u>1,000,072</u>	<u>1,699,237</u>	<u>811,021</u>	<u>404,506</u>
Expenditures				
Current Expenditures				
Assessor	140,397			
Building Permits	32,330			
Clerk, Auditor, & Recorder	117,157			
Commissioners	83,545			
Courthouse	133,313			
Planning & Zoning	1,293			
Prosecuting Attorney		67,654		
Public Defender		(2,192)		
Sheriff & Jail		1,131,045		
Treasurer	99,750			
Other Current Expense Functions	293,831			
Other Justice Fund Functions		444,887		
Capital Projects			321,803	
Road & Bridge			1,008,916	
Solid Waste				364,150
Other Nonmajor Fund Functions				
Debt Service			33,093	
Total Expenditures	<u>901,616</u>	<u>1,641,394</u>	<u>1,363,812</u>	<u>364,150</u>
Excess (Deficiency) of Revenues Over Expenditures	98,456	57,843	(552,791)	40,356
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				(152,000)
Capital Lease Proceeds			321,803	
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>321,803</u>	<u>(152,000)</u>
Net Change in Fund Balances	98,456	57,843	(230,988)	(111,644)
Fund Balances - Beginning	<u>629,940</u>	<u>116,364</u>	<u>489,188</u>	<u>290,841</u>
Fund Balances - Ending	<u><u>\$728,396</u></u>	<u><u>\$174,207</u></u>	<u><u>\$258,200</u></u>	<u><u>\$179,197</u></u>

ADAMS COUNTY, IDAHO

Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended September 30, 2014

	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes, Penalties, & Interest	\$292,705		\$884,172	\$3,081,238
Intergovernmental Revenue		\$509,557	222,216	794,276
Investment Interest	172	2,243	0	16,508
Licenses & Fees			73,044	775,877
Miscellaneous	4,065		182,860	202,468
Highway Users Revenue			16,000	815,293
Refunds & Reimbursements		2,568	176,757	203,194
Sales Tax			70,901	463,242
Total Revenues	<u>296,942</u>	<u>514,368</u>	<u>1,625,950</u>	<u>6,352,096</u>
Expenditures				
Current Expenditures				
Assessor			0	140,397
Building Permits			0	32,330
Clerk, Auditor, & Recorder			0	117,157
Commissioners			0	83,545
Courthouse			0	133,313
Planning & Zoning			0	1,293
Prosecuting Attorney			0	67,654
Public Defender			0	(2,192)
Sheriff & Jail			0	1,131,045
Treasurer			0	99,750
Other Current Expense Functions			0	293,831
Other Justice Fund Functions			0	444,887
Capital Projects		182,506	0	504,309
Road & Bridge			0	1,008,916
Solid Waste			0	364,150
Other Nonmajor Fund Functions			1,279,613	1,279,613
Debt Service	223,688		0	256,781
Total Expenditures	<u>223,688</u>	<u>182,506</u>	<u>1,279,613</u>	<u>5,956,779</u>
Excess (Deficiency) of Revenues Over Expenditures				
	73,254	331,862	346,337	395,317
Other Financing Sources (Uses)				
Transfers In		152,000	0	152,000
Transfers Out			0	(152,000)
Capital Lease Proceeds				321,803
Total Other Financing Sources (Uses)	<u>0</u>	<u>152,000</u>	<u>0</u>	<u>321,803</u>
Net Change in Fund Balances	73,254	483,862	346,337	717,120
Fund Balances - Beginning	<u>59,561</u>	<u>1,826,432</u>	<u>1,133,084</u>	<u>4,545,410</u>
Fund Balances - Ending	<u>\$132,815</u>	<u>\$2,310,294</u>	<u>\$1,479,421</u>	<u>\$5,262,530</u>

ADAMS COUNTY, IDAHO
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended September 30, 2014

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities

Net Change in Fund Balances - Total Governmental Funds \$717,120

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

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the excess of capital outlays over (under) depreciation expense in the current period. (55,674)

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. (3,898)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position. 223,093

Proceeds of debt is a financing source in the governmental funds, but the receipt increases long-term debt in the statement of net position. (321,803)

In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds. 1,346

Change in Net Position of Governmental Activities \$560,184

ADAMS COUNTY, IDAHO
Statement of Fiduciary Net Position
September 30, 2014

	Private Purpose Trust Funds	Agency Funds	Total
Assets			
Cash & Investments	\$2,021,844	\$45,772	\$2,067,616
Taxes Receivable		116,128	116,128
Total Assets	<u>\$2,021,844</u>	<u>\$161,900</u>	<u>\$2,183,744</u>
Liabilities			
Due to Agency Groups		\$161,900	\$161,900
Total Liabilities	<u>\$0</u>	<u>161,900</u>	<u>161,900</u>
Net Position			
Restricted - Trust Recipients	2,021,844		2,021,844
Total Net Position	<u>2,021,844</u>	<u>0</u>	<u>2,021,844</u>
Total Liabilities and Net Position	<u>\$2,021,844</u>	<u>\$161,900</u>	<u>\$2,183,744</u>

ADAMS COUNTY, IDAHO
Statement of Changes in Fiduciary Net Position
Year Ended September 30, 2014

	<u>Private Purpose Trust Funds</u>
Additions	
Collections	\$936,379
Total Additions	<u>936,379</u>
 Deductions	
Distributions	717,198
Total Deductions	<u>717,198</u>
 Change in Net Position	 219,181
 Net Position - Beginning	 <u>1,802,663</u>
Net Position - Ending	<u><u>\$2,021,844</u></u>

ADAMS COUNTY, IDAHO

Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Adams County, Idaho (the County) provides basic county services and operates under a board of county commissioners form of government. These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to counties. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the County are discussed below.

As required by GAAP, these financial statements present the County and its component unit, an entity for which the County is considered to be financial accountable. A component unit is included in the County's reporting entity if it is both fiscally dependent on the County (the primary government) and there is the potential for the component unit to provide specific financial benefits to, or impose specific financial burdens on the primary government. Aggregate discretely presented component units include the Council Valley Ambulance District (CVAD). CVAD was established under state law which designates the County commissioners as the governing authority. The County commissioners have delegated the operational and fiscal responsibilities of CVAD to managers of CVAD. Separate financial statements for CVAD are issued and available from the County.

Basic Financial Statements - Government-Wide Statements – The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business-type. Currently, all the County's activities are categorized as governmental activities.

In the government-wide statement of net position, the governmental activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the County's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The County's sole activity is providing basic county services, and substantially all expenses are directly related to this activity. Accordingly, there is no allocation of indirect costs.

ADAMS COUNTY, IDAHO
Notes to Financial Statements

The government-wide focus is more on the sustainability of the County as an entity and the change in the County's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

Basic Financial Statements - Fund Financial Statements – The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds. Major governmental funds of the County include:

General Fund – The general (current expense) fund is the County's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the justice fund, which accounts for basic public safety and related functions, the road & bridge fund, which accounts for maintenance and construction of roads and bridges, and the solid waste fund, which accounts for waste disposal activities.

Debt Service Fund – The debt service fund is used to account for the accumulation of funds for the periodic payment of principal and interest on long term debt.

Capital Projects Funds – Capital projects funds are used to account for the acquisition of major capital assets. Major capital project funds include the capital projects fund, used to account for major capital additions and improvements.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support County's programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds. The County's fiduciary funds are presented in the fiduciary financial statements by type (private purpose trust and agency). Because by definition these assets are held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

Basis of Accounting – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

ADAMS COUNTY, IDAHO
Notes to Financial Statements

Governmental activities in the government-wide financial statements and fiduciary fund financial statements are reported on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

Cash and Investments – Nearly all the cash and investment balances of the County's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is allocated to the various funds in proportion to each fund's respective investment balance. Investments include monies invested in the local government investment pool and fixed income securities and are stated at fair value using either quoted market prices or best available estimate. The reported value of the local government investment pool and fixed income securities are materially the same as the fair value of their shares.

Receivables – Receivables are reported net of any estimated uncollectible amounts.

Inventories – Material supplies on hand at year end are stated at cost using the first-in, first-out method.

Capital Assets and Depreciation – Significant capital asset acquisitions with an original cost of \$5,000 or more are recorded at cost if purchased or fair value if contributed. Minor repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method.

Compensated Absences and Post-Retirement Benefits – The County provides certain compensated absences to its employees. However, the compensated absences cannot be accumulated and must be taken and, accordingly, no liability is recorded. Government accounting standards board statement 45 requires employers to accrue future estimated post-retirement benefits on the employer's government-wide financial statements when such benefits are deemed material to the employer. The future estimated post-retirement benefits are deemed immaterial to the County, and accordingly, are not reflected on the government-wide financial statements.

Deferred Inflows of Resources – The County's financial statements may report a separate section for deferred inflows of resources which reflects an increase in resources that applies to a future period. This situation occurs in instances where certain grant revenues or property tax revenues are not collected within thirty days after the end of the County's fiscal year (thus not meeting the criteria for revenue recognition under the modified accrual basis of accounting).

ADAMS COUNTY, IDAHO
Notes to Financial Statements

When such grant revenues or property tax revenues are later collected, they are recognized in the governmental fund financial statements by increasing revenue and decreasing the related deferred inflow of resources account.

Net Position – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are subject to constraints on their use by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

Fund Balance Classifications – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the County first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the County first utilizes committed resources then assigned resources before using unassigned resources.

Property Taxes – The County is responsible for levying property taxes. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20th and June 20th. A lien is filed on real property three years from the date of delinquency.

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

Interfund Activity – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

ADAMS COUNTY, IDAHO

Notes to Financial Statements

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Concentrations of Credit Risk – The County maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The County does not have a formal policy concerning concentrations of credit risk.

Risk Management – The County is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

Subsequent Events – Subsequent events were evaluated through the date of the auditor’s report, which is the date the financial statements were available to be issued.

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	<u>Primary Government</u>	<u>Component Unit</u>
Cash - Deposits	\$3,198,542	\$65,679
Investments - Local Government Investment Pool	3,550,115	
Investments - Fixed Income Investments	627,223	
Total	<u><u>\$7,375,880</u></u>	<u><u>\$65,679</u></u>

Deposits – At year end, the carrying amounts of the County's deposits were \$3,198,542 and the bank balances were \$3,227,045. Of the bank balances, \$577,489 was insured, \$1,876,953 was collateralized, and the remainder was uninsured and uncollateralized. Component unit cash was insured.

Fixed income investments consist of the following summarized for consideration of interest rate risk and credit rate risk:

Interest rate risk:

<u>Investment Type</u>	<u>Fixed Income Investment Maturity Schedule</u>		
	<u>Less Than 1 Year</u>	<u>1 - 5 Years</u>	<u>Total</u>
US Government Agency Obligations		\$627,223	\$627,223
Total	<u><u>\$0</u></u>	<u><u>\$627,223</u></u>	<u><u>\$627,223</u></u>

ADAMS COUNTY, IDAHO
Notes to Financial Statements

Credit rate risk (Moody’s rating scale):

Investment Type	Fixed Income Investment Rating Schedule			
	AAA	AA	A	Total
US Government Agency Obligation	\$473,861	\$153,362		\$627,223
Total	\$473,861	\$153,362	\$0	\$627,223

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Treasury, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The County's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. Government accounting standards board statement 40 requires government entities to disclose credit quality ratings, concentration of credit risk, and interest rate risk on investment balances. Investments in the local government investment pool are, due to their nature, not required to be rated in terms of credit quality, and are excluded from the other disclosure requirements. These investments include insured or registered investments or investments for which the securities are held by the County or its agent in the County's name. Collateralized securities in the local government investment pool are held in trust by a safekeeping bank.

ADAMS COUNTY, IDAHO
Notes to Financial Statements

C. CAPITAL ASSETS

A summary of capital assets for the year is as follows:

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Nondepreciable Capital Assets				
Land	\$358,928	\$15,212		\$374,140
Total	<u>358,928</u>	<u>15,212</u>	<u>\$0</u>	<u>374,140</u>
Depreciable Capital Assets				
Buildings	4,089,160	31,076		4,120,236
Equipment	3,251,817	424,603	274,484	3,401,936
Infrastructure	14,679,018			14,679,018
Subtotal	<u>22,019,995</u>	<u>455,679</u>	<u>274,484</u>	<u>22,201,190</u>
Accumulated Depreciation				
Buildings	1,443,414	105,424		1,548,838
Equipment	2,814,472	127,561	274,484	2,667,549
Infrastructure	12,623,955	293,580		12,917,535
Subtotal	<u>16,881,841</u>	<u>526,565</u>	<u>274,484</u>	<u>17,133,922</u>
Total	<u>5,138,154</u>	<u>(70,886)</u>	<u>0</u>	<u>5,067,268</u>
Net Capital Assets	<u>\$5,497,082</u>	<u>(\$55,674)</u>	<u>\$0</u>	<u>\$5,441,408</u>

Depreciation expense of \$526,565 was charged to the capital assets program.

<u>Component Unit</u>	<u>Beginning Balance</u>	<u>Increases - Net</u>	<u>Decreases - Net</u>	<u>Ending Balance</u>
Nondepreciable Capital Assets	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Depreciable Capital Assets	<u>\$317,376</u>	<u>\$97,095</u>	<u>\$0</u>	<u>\$414,471</u>

ADAMS COUNTY, IDAHO
Notes to Financial Statements

D. LONG-TERM DEBT

Bonded Debt – At year end, the County’s bonded debt was as follows:

	<u>Outstanding</u>
2005 - \$1,910,000 - general obligation refunding bond for capital improvements due in annual principal installments and semiannual interest payments with interest at 4.00% - 4.25% through 2016/17, secured by future taxes, paid through the debt service fund	<u>\$615,000</u>
Total	<u><u>\$615,000</u></u>

Maturities on the bonds are estimated as follows:

<u>Year Ended</u>	<u>Principal</u>	<u>Interest</u>
9/30/15	\$195,000	\$25,113
9/30/16	205,000	17,312
9/30/17	215,000	8,600
Total	<u><u>\$615,000</u></u>	<u><u>\$51,025</u></u>

Capital Lease – The County leases equipment that qualifies as a capital lease obligation. The equipment cost \$321,803 and at year end, related accumulated depreciation was \$19,270.

Capital lease due in annual installments of \$33,093 - \$195,000 with interest at 3.23% through 2018/19, secured by equipment, paid through the road and bridge fund	<u>\$288,710</u>
Total	<u><u>\$288,710</u></u>

Maturities on the capital lease are estimated as follows:

<u>Year Ended</u>	
9/30/15	\$33,093
9/30/16	33,093
9/30/17	33,093
9/30/18	33,093
9/30/19	<u>195,000</u>
Total Future Minimum Lease Payments	<u>327,372</u>
Amount Representing Interest	<u>(38,662)</u>
Present Value of Future Minimum Lease Payments	<u><u>\$288,710</u></u>

ADAMS COUNTY, IDAHO

Notes to Financial Statements

Changes in long-term debt are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
2005 G.O.R. Bond	\$805,000		\$190,000	\$615,000	\$195,000
Capital Lease	0	\$321,803	33,093	288,710	23,776
Total	\$805,000	\$321,803	\$223,093	\$903,710	\$218,776

Interest costs during the year amounted to \$32,342 and were charged to the debt service – interest program.

Component Unit	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Capital Lease	\$0	\$100,000	\$12,487	\$87,513	\$15,503
Total	\$0	\$100,000	\$12,487	\$87,513	\$15,503

E. DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is funded with employee contributions only.

F. RETIREMENT PLAN

Public Employee Retirement System of Idaho (PERSI) - The PERSI Base Plan, a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The Plan provides benefits based on members' years of service, age, and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% (2.3% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

PERSI issues publicly available standalone financial reports that include audited financial statements and required supplementary information. These reports may be obtained from PERSI's website www.persi.idaho.gov.

ADAMS COUNTY, IDAHO
Notes to Financial Statements

The actuarially determined contribution requirements of the County and its employees are established and may be amended by the PERSI Board of Trustees. At September 30, 2014, the required contribution rate as a percentage of covered payrolls for members was 6.79% for general members and 8.36% for police/firefighter members. The employer rate as a percentage of covered payroll was 11.32% for general members and 11.66% for police/firefighter members. The County's employer contributions required and paid were \$234,280, \$214,047, and \$216,710, for the three years ended September 30, 2014, 2013, and 2012 respectively.

G. LANDFILL CLOSURE AND POSTCLOSURE COSTS

State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site after closure. Based upon the portion of the landfill used as of the end of the fiscal year, closure and post-closure costs are estimated at \$905,000 as of October 1, 2014. The County does not assure this obligation through a financial test, but instead, as provided in EPA regulations, assures such costs that equal up to 43% of the County's taxing ability. The County is currently working with the Idaho Department of Environmental Quality on closure plan options.

H. INTERFUND TRANSFERS

Interfund transfers during the year consist of the following:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>	<u>Purpose</u>
Capital Projects	\$152,000		Capital Outlay
Solid Waste		\$152,000	Capital Outlay
Total	<u>\$152,000</u>	<u>\$152,000</u>	

REQUIRED SUPPLEMENTARY INFORMATION

ADAMS COUNTY, IDAHO
 Budgetary Comparison Schedule -
 General and Major Special Revenue Funds
 Year Ended September 30, 2014

Current Expense Fund	Budgeted Amounts		Actual	Final Budget
	(GAAP Basis)			Amounts
	Original	Final		Positive
				(Negative)
Revenues				
Taxes, Penalties, & Interest	\$776,816	\$776,816	\$780,054	\$3,238
Intergovernmental Revenue	45,520	45,520	60,023	14,503
Investment Interest	15,000	15,000	14,093	(907)
Licenses & Fees	80,702	80,702	130,348	49,646
Miscellaneous	1,950	1,950	2,281	331
Highway Users Revenue			0	0
Refunds & Reimbursements	1,500	1,500	2,279	779
Sales Tax	8,000	8,000	10,994	2,994
Total Revenues	<u>929,488</u>	<u>929,488</u>	<u>1,000,072</u>	<u>70,584</u>
Expenditures				
Current Expenditures				
Assessor	146,638	146,638	140,397	6,241
Building Permits	39,080	39,080	32,330	6,750
Clerk, Auditor, & Recorder	126,880	126,880	117,157	9,723
Commissioners	88,750	88,750	83,545	5,205
Courthouse	208,810	208,810	133,313	75,497
Planning & Zoning	3,250	3,250	1,293	1,957
Prosecuting Attorney			0	0
Public Defender			0	0
Sheriff & Jail			0	0
Treasurer	113,880	113,880	99,750	14,130
Other Current Expense Functions	402,200	402,200	293,831	108,369
Other Justice Fund Functions			0	0
Capital Projects			0	0
Road & Bridge			0	0
Solid Waste			0	0
Other Nonmajor Fund Functions			0	0
Debt Service			0	0
Total Expenditures	<u>1,129,488</u>	<u>1,129,488</u>	<u>901,616</u>	<u>227,872</u> *
Excess (Deficiency) of Revenues				
Over Expenditures	(200,000)	(200,000)	98,456	298,456
Other Financing Sources (Uses)				
Transfers In			0	0
Transfers Out			0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(200,000)	(200,000)	98,456	298,456
Fund Balances - Beginning	<u>200,000</u>	<u>200,000</u>	<u>629,940</u>	<u>429,940</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$728,396</u>	<u>\$728,396</u>
				<u>\$227,872</u>

*Total expenditures (over) under appropriations are:

ADAMS COUNTY, IDAHO
 Budgetary Comparison Schedule -
 General and Major Special Revenue Funds
 Year Ended September 30, 2014

Justice Fund	Budgeted Amounts		Actual	Final Budget
	(GAAP Basis)			Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes, Penalties, & Interest	\$780,985	\$780,985	\$784,516	\$3,531
Intergovernmental Revenue	93,500	93,500	2,480	(91,020)
Investment Interest			0	0
Licenses & Fees	427,290	427,290	507,770	80,480
Miscellaneous	1,750	1,750	12,360	10,610
Highway Users Revenue			0	0
Refunds & Reimbursements	1,000	1,000	10,764	9,764
Sales Tax	365,000	365,000	381,347	16,347
Total Revenues	<u>1,669,525</u>	<u>1,669,525</u>	<u>1,699,237</u>	<u>29,712</u>
Expenditures				
Current Expenditures				
Assessor			0	0
Building Permits			0	0
Clerk, Auditor, & Recorder			0	0
Commissioners			0	0
Courthouse			0	0
Planning & Zoning			0	0
Prosecuting Attorney	70,225	70,225	67,654	2,571
Public Defender			(2,192)	2,192
Sheriff & Jail	1,145,800	1,145,800	1,131,045	14,755
Treasurer			0	0
Other Current Expense Functions			0	0
Other Justice Fund Functions	503,500	503,500	444,887	58,613
Capital Projects			0	0
Road & Bridge			0	0
Solid Waste			0	0
Other Nonmajor Fund Functions			0	0
Debt Service			0	0
Total Expenditures	<u>1,719,525</u>	<u>1,719,525</u>	<u>1,641,394</u>	<u>78,131</u> *
Excess (Deficiency) of Revenues				
Over Expenditures	(50,000)	(50,000)	57,843	107,843
Other Financing Sources (Uses)				
Transfers In			0	0
Transfers Out			0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(50,000)	(50,000)	57,843	107,843
Fund Balances - Beginning	<u>50,000</u>	<u>50,000</u>	<u>116,364</u>	<u>66,364</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$174,207</u>	<u>\$174,207</u>
<i>*Total expenditures (over) under appropriations are:</i>				<u>\$78,131</u>

ADAMS COUNTY, IDAHO
 Budgetary Comparison Schedule -
 General and Major Special Revenue Funds
 Year Ended September 30, 2014

Road & Bridge Fund	Budgeted Amounts		Actual	Final Budget
	(GAAP Basis)			Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes, Penalties, & Interest			\$0	\$0
Intergovernmental Revenue			0	0
Investment Interest			0	0
Licenses & Fees			0	0
Miscellaneous	\$36,000	\$36,000	902	(35,098)
Highway Users Revenue	795,000	795,000	799,293	4,293
Refunds & Reimbursements	100	100	10,826	10,726
Sales Tax			0	0
Total Revenues	<u>831,100</u>	<u>831,100</u>	<u>811,021</u>	<u>(20,079)</u>
Expenditures				
Current Expenditures				
Assessor			0	0
Building Permits			0	0
Clerk, Auditor, & Recorder			0	0
Commissioners			0	0
Courthouse			0	0
Planning & Zoning			0	0
Prosecuting Attorney			0	0
Public Defender			0	0
Sheriff & Jail			0	0
Treasurer			0	0
Other Current Expense Functions			0	0
Other Justice Fund Functions			0	0
Capital Projects			321,803	(321,803)
Road & Bridge	1,145,900	1,145,900	1,008,916	136,984
Solid Waste			0	0
Other Nonmajor Fund Functions			0	0
Debt Service			33,093	(33,093)
Total Expenditures	<u>1,145,900</u>	<u>1,145,900</u>	<u>1,363,812</u>	<u>(217,912) *</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(314,800)	(314,800)	(552,791)	(237,991)
Other Financing Sources (Uses)				
Transfers In			0	0
Transfers Out			0	0 *
Capital Lease Proceeds			321,803	
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>321,803</u>	<u>0</u>
Net Change in Fund Balances	(314,800)	(314,800)	(230,988)	(237,991)
Fund Balances - Beginning	<u>314,800</u>	<u>314,800</u>	<u>489,188</u>	<u>174,388</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$258,200</u>	<u>(\$63,603)</u>

*Total expenditures (over) under appropriations are: (\$217,912)

ADAMS COUNTY, IDAHO
 Budgetary Comparison Schedule -
 General and Major Special Revenue Funds
 Year Ended September 30, 2014

Solid Waste Fund	Budgeted Amounts		Actual	Final Budget
	(GAAP Basis)			Amounts
	Original	Final		Positive
				(Negative)
Revenues				
Taxes, Penalties, & Interest	\$299,965	\$299,965	\$339,791	\$39,826
Intergovernmental Revenue			0	0
Investment Interest			0	0
Licenses & Fees	46,825	46,825	64,715	17,890
Miscellaneous			0	0
Highway Users Revenue			0	0
Refunds & Reimbursements	10	10	0	(10)
Sales Tax			0	0
Total Revenues	<u>346,800</u>	<u>346,800</u>	<u>404,506</u>	<u>57,706</u>
Expenditures				
Current Expenditures				
Assessor			0	0
Building Permits			0	0
Clerk, Auditor, & Recorder			0	0
Commissioners			0	0
Courthouse			0	0
Planning & Zoning			0	0
Prosecuting Attorney			0	0
Public Defender			0	0
Sheriff & Jail			0	0
Treasurer			0	0
Other Current Expense Functions			0	0
Other Justice Fund Functions			0	0
Capital Projects			0	0
Road & Bridge			0	0
Solid Waste	496,800	496,800	364,150	132,650
Other Nonmajor Fund Functions			0	0
Debt Service			0	0
Total Expenditures	<u>496,800</u>	<u>496,800</u>	<u>364,150</u>	<u>132,650</u> *
Excess (Deficiency) of Revenues				
Over Expenditures	(150,000)	(150,000)	40,356	190,356
Other Financing Sources (Uses)				
Transfers In			0	0
Transfers Out			(152,000)	(152,000) *
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(152,000)</u>	<u>(152,000)</u>
Net Change in Fund Balances	(150,000)	(150,000)	(111,644)	38,356
Fund Balances - Beginning	<u>150,000</u>	<u>150,000</u>	<u>290,841</u>	<u>140,841</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$179,197</u>	<u>\$179,197</u>
<i>*Total expenditures (over) under appropriations are:</i>				<u>(\$19,350)</u>

SUPPLEMENTARY INFORMATION

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Current Expense Fund	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest	\$780,054	\$792,583	\$818,791
Intergovernmental Revenue	60,023	62,741	68,843
Investment Interest	14,093	12,416	19,015
Licenses & Fees	130,348	126,234	116,482
Miscellaneous	2,281	7,168	7,240
Highway Users Revenue			
Refunds & Reimbursements	2,279	4,071	3,785
Sales Tax	10,994	11,730	7,500
Total Revenues	<u>1,000,072</u>	<u>1,016,943</u>	<u>1,041,656</u>
Expenditures			
Current Expenditures			
Assessor	140,397	124,808	134,123
Building Permits	32,330	30,659	34,542
Clerk, Auditor, & Recorder	117,157	109,135	119,270
Commissioners	83,545	83,224	80,519
Courthouse	133,313	116,630	93,222
Planning & Zoning	1,293	1,991	2,121
Prosecuting Attorney			
Public Defender			
Sheriff & Jail			
Treasurer	99,750	100,326	104,561
Other Current Expense Functions	293,831	275,007	327,043
Other Justice Fund Functions			
Capital Projects			
Road & Bridge			
Solid Waste			
Other Nonmajor Fund Functions			
Debt Service			
Total Expenditures	<u>901,616</u>	<u>841,780</u>	<u>895,401</u>
Excess (Deficiency) of Revenues Over Expenditures	98,456	175,163	(28,378)
Other Financing Sources (Uses)			
Transfers In			
Transfers Out			
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	98,456	175,163	146,255
Fund Balances - Beginning	629,940	454,777	308,522
Fund Balances - Ending	<u>\$728,396</u>	<u>\$629,940</u>	<u>\$454,777</u>

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Justice Fund	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest	\$784,516	\$776,909	\$788,343
Intergovernmental Revenue	2,480	2,280	131,520
Investment Interest			
Licenses & Fees	507,770	410,824	374,079
Miscellaneous	12,360	14,255	4,182
Highway Users Revenue			
Refunds & Reimbursements	10,764	46,562	20,620
Sales Tax	381,347	377,184	367,409
Total Revenues	<u>1,699,237</u>	<u>1,628,014</u>	<u>1,686,153</u>
Expenditures			
Current Expenditures			
Assessor			
Building Permits			
Clerk, Auditor, & Recorder			
Commissioners			
Courthouse			
Planning & Zoning			
Prosecuting Attorney	67,654	59,160	59,383
Public Defender	(2,192)	24,112	61,448
Sheriff & Jail	1,131,045	1,105,529	1,092,537
Treasurer			
Other Current Expense Functions			
Other Justice Fund Functions	444,887	431,369	459,533
Capital Projects			
Road & Bridge			
Solid Waste			
Other Nonmajor Fund Functions			
Debt Service			
Total Expenditures	<u>1,641,394</u>	<u>1,620,170</u>	<u>1,672,901</u>
Excess (Deficiency) of Revenues Over Expenditures	57,843	7,844	13,252
Other Financing Sources (Uses)			
Transfers In			
Transfers Out			
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	57,843	7,844	13,252
Fund Balances - Beginning	116,364	108,520	95,268
Fund Balances - Ending	<u>\$174,207</u>	<u>\$116,364</u>	<u>\$108,520</u>

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Road & Bridge Fund	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest			
Intergovernmental Revenue	\$0	409,356	486,443
Investment Interest			
Licenses & Fees			
Miscellaneous	902	21,382	
Highway Users Revenue	799,293	805,442	796,985
Refunds & Reimbursements	10,826	1,783	
Sales Tax			
Total Revenues	<u>811,021</u>	<u>1,237,963</u>	<u>1,283,428</u>
Expenditures			
Current Expenditures			
Assessor			
Building Permits			
Clerk, Auditor, & Recorder			
Commissioners			
Courthouse			
Planning & Zoning			
Prosecuting Attorney			
Public Defender			
Sheriff & Jail			
Treasurer			
Other Current Expense Functions			
Other Justice Fund Functions			
Capital Projects	321,803		
Road & Bridge	1,008,916	1,210,122	1,200,781
Solid Waste			
Other Nonmajor Fund Functions			
Debt Service	33,093		
Total Expenditures	<u>1,363,812</u>	<u>1,210,122</u>	<u>1,200,781</u>
Excess (Deficiency) of Revenues Over Expenditures	(552,791)	27,841	82,647
Other Financing Sources (Uses)			
Transfers In			
Transfers Out	0	0	(220,000)
Capital Lease Proceeds	321,803	0	0
Total Other Financing Sources (Uses)	<u>321,803</u>	<u>0</u>	<u>(220,000)</u>
Net Change in Fund Balances	(230,988)	27,841	(137,353)
Fund Balances - Beginning	<u>489,188</u>	<u>461,347</u>	<u>598,700</u>
Fund Balances - Ending	<u>\$258,200</u>	<u>\$489,188</u>	<u>\$461,347</u>

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Solid Waste Fund	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest	\$339,791	\$338,859	\$341,950
Intergovernmental Revenue			
Investment Interest			
Licenses & Fees	64,715	71,602	51,847
Miscellaneous			
Highway Users Revenue			
Refunds & Reimbursements			
Sales Tax			
Total Revenues	<u>404,506</u>	<u>410,461</u>	<u>393,797</u>
Expenditures			
Current Expenditures			
Assessor			
Building Permits			
Clerk, Auditor, & Recorder			
Commissioners			
Courthouse			
Planning & Zoning			
Prosecuting Attorney			
Public Defender			
Sheriff & Jail			
Treasurer			
Other Current Expense Functions			
Other Justice Fund Functions			
Capital Projects			
Road & Bridge			
Solid Waste	364,150	232,541	211,721
Other Nonmajor Fund Functions			
Debt Service			
Total Expenditures	<u>364,150</u>	<u>232,541</u>	<u>211,721</u>
Excess (Deficiency) of Revenues Over Expenditures	40,356	177,920	182,076
Other Financing Sources (Uses)			
Transfers In			
Transfers Out	(152,000)	(180,000)	(180,000)
Total Other Financing Sources (Uses)	<u>(152,000)</u>	<u>(180,000)</u>	<u>(180,000)</u>
Net Change in Fund Balances	(111,644)	(2,080)	2,076
Fund Balances - Beginning	290,841	292,921	290,845
Fund Balances - Ending	<u>\$179,197</u>	<u>\$290,841</u>	<u>\$292,921</u>

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Debt Service Fund	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest	\$292,705	\$249,397	\$216,391
Intergovernmental Revenue			
Investment Interest	172	167	170
Licenses & Fees			
Miscellaneous	4,065	1,688	1,151
Highway Users Revenue			
Refunds & Reimbursements			
Sales Tax			
Total Revenues	<u>296,942</u>	<u>251,252</u>	<u>217,712</u>
Expenditures			
Current Expenditures			
Assessor			
Building Permits			
Clerk, Auditor, & Recorder			
Commissioners			
Courthouse			
Planning & Zoning			
Prosecuting Attorney			
Public Defender			
Sheriff & Jail			
Treasurer			
Other Current Expense Functions			
Other Justice Fund Functions			
Capital Projects			
Road & Bridge			
Solid Waste			
Other Nonmajor Fund Functions			
Debt Service	223,688	220,888	217,688
Total Expenditures	<u>223,688</u>	<u>220,888</u>	<u>217,688</u>
Excess (Deficiency) of Revenues Over Expenditures	73,254	30,364	24
Other Financing Sources (Uses)			
Transfers In			
Transfers Out			
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	73,254	30,364	24
Fund Balances - Beginning	59,561	29,197	29,173
Fund Balances - Ending	<u>\$132,815</u>	<u>\$59,561</u>	<u>\$29,197</u>

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Capital Projects Fund	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest			
Intergovernmental Revenue	\$509,557	\$334,070	\$1,610,567
Investment Interest	2,243	\$1,127	3,178
Licenses & Fees			
Miscellaneous		42,468	
Highway Users Revenue			
Refunds & Reimbursements	2,568		
Sales Tax			
Total Revenues	<u>514,368</u>	<u>377,665</u>	<u>1,613,745</u>
Expenditures			
Current Expenditures			
Assessor			
Building Permits			
Clerk, Auditor, & Recorder			
Commissioners			
Courthouse			
Planning & Zoning			
Prosecuting Attorney			
Public Defender			
Sheriff & Jail			
Treasurer			
Other Current Expense Functions			
Other Justice Fund Functions			
Capital Projects	182,506	439,254	1,638,824
Road & Bridge			
Solid Waste			
Other Nonmajor Fund Functions			
Debt Service			
Total Expenditures	<u>182,506</u>	<u>439,254</u>	<u>1,638,824</u>
Excess (Deficiency) of Revenues Over Expenditures	331,862	(61,589)	(25,079)
Other Financing Sources (Uses)			
Transfers In	152,000	180,000	400,000
Transfers Out	0	0	0
Total Other Financing Sources (Uses)	<u>152,000</u>	<u>180,000</u>	<u>400,000</u>
Net Change in Fund Balances	483,862	118,411	374,921
Fund Balances - Beginning	<u>1,826,432</u>	<u>1,708,021</u>	<u>1,333,100</u>
Fund Balances - Ending	<u>\$2,310,294</u>	<u>\$1,826,432</u>	<u>\$1,708,021</u>

ADAMS COUNTY, IDAHO

Comparative Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Years Ended September 30, 2014, 2013, and 2012

Other Governmental Funds	Year Ended September 30,		
	2014	2013	2012
Revenues			
Taxes, Penalties, & Interest	\$884,172	\$913,246	\$680,669
Intergovernmental Revenue	222,216	266,911	602,335
Investment Interest			
Licenses & Fees	73,044	60,595	41,127
Miscellaneous	182,860	365,308	184,886
Highway Users Revenue	16,000	16,000	
Refunds & Reimbursements	176,757	56,652	32,883
Sales Tax	70,901	94,938	74,346
Total Revenues	<u>1,625,950</u>	<u>1,773,650</u>	<u>1,616,246</u>
Expenditures			
Current Expenditures			
Assessor			
Building Permits			
Clerk, Auditor, & Recorder			
Commissioners			
Courthouse			
Planning & Zoning			
Prosecuting Attorney			
Public Defender			
Sheriff & Jail			
Treasurer			
Other Current Expense Functions			
Other Justice Fund Functions			
Capital Projects			
Road & Bridge			
Solid Waste			
Other Nonmajor Fund Functions	1,279,613	1,242,634	1,419,958
Debt Service			
Total Expenditures	<u>1,279,613</u>	<u>1,242,634</u>	<u>1,419,958</u>
Excess (Deficiency) of Revenues Over Expenditures	346,337	531,016	196,288
Other Financing Sources (Uses)			
Transfers In	0	0	0
Transfers Out			
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	346,337	531,016	196,288
Fund Balances - Beginning	<u>1,133,084</u>	<u>602,068</u>	<u>405,780</u>
Fund Balances - Ending	<u>\$1,479,421</u>	<u>\$1,133,084</u>	<u>\$602,068</u>

ADAMS COUNTY, IDAHO
 Combining Balance Sheet - Nonmajor Governmental Funds
 September 30, 2014

	Special Revenue Funds			
	Ambulance	District Court	County Fair	Emergency Comm. 911
Assets				
Cash & Investments	\$1,219	\$272,946	\$12,634	\$16,744
Receivables:				
Taxes		7,786	1,760	
Accounts				
Due From Other Funds				
Total Assets	<u>\$1,219</u>	<u>\$280,732</u>	<u>\$14,394</u>	<u>\$16,744</u>
Liabilities				
Accounts Payable & Accrued Expenses		\$946	\$740	
Due To Other Funds				
Total Liabilities	<u>\$0</u>	<u>946</u>	<u>740</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues			521	
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>521</u>	<u>0</u>
Fund Balances				
Restricted - Special Programs	1,219	279,786	13,133	16,744
Restricted - Debt Service				
Restricted - Capital Projects				
Unassigned				
Total Fund Balances	<u>1,219</u>	<u>279,786</u>	<u>13,133</u>	<u>16,744</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$1,219</u>	<u>\$280,732</u>	<u>\$14,394</u>	<u>\$16,744</u>

ADAMS COUNTY, IDAHO
 Combining Balance Sheet - Nonmajor Governmental Funds
 September 30, 2014

	Special Revenue Funds			
	Health District	Indigent	Junior College	Parks & Recreation
Assets				
Cash & Investments	\$12,886	\$505,931	\$13,496	\$66,720
Receivables:				
Taxes	1,367	16,180		1,582
Accounts Due From Other Funds				
Total Assets	<u>\$14,253</u>	<u>\$522,111</u>	<u>\$13,496</u>	<u>\$68,302</u>
Liabilities				
Accounts Payable & Accrued Expenses		\$37,384		\$17,139
Due To Other Funds				
Total Liabilities	<u>\$0</u>	<u>37,384</u>	<u>\$0</u>	<u>17,139</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues	478	9,282		
Total Deferred Inflows of Resources	<u>478</u>	<u>9,282</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted - Special Programs	13,775	475,445	13,496	51,163
Restricted - Debt Service				
Restricted - Capital Projects				
Unassigned				
Total Fund Balances	<u>13,775</u>	<u>475,445</u>	<u>13,496</u>	<u>51,163</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$14,253</u>	<u>\$522,111</u>	<u>\$13,496</u>	<u>\$68,302</u>

ADAMS COUNTY, IDAHO
 Combining Balance Sheet - Nonmajor Governmental Funds
 September 30, 2014

	Special Revenue Funds			
	Pest	Revaluation	Tort	Veterans Memorial
Assets				
Cash & Investments	\$4,004	\$99,097	\$160,857	\$4,000
Receivables:				
Taxes	48	9,253	7,756	
Accounts				
Due From Other Funds				
Total Assets	<u>\$4,052</u>	<u>\$108,350</u>	<u>\$168,613</u>	<u>\$4,000</u>
Liabilities				
Accounts Payable & Accrued Expenses		\$220		\$22
Due To Other Funds				
Total Liabilities	<u>\$0</u>	<u>220</u>	<u>\$0</u>	<u>22</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues		3,271	3,242	
Total Deferred Inflows of Resources	<u>0</u>	<u>3,271</u>	<u>3,242</u>	<u>0</u>
Fund Balances				
Restricted - Special Programs	4,052	104,859	165,371	3,978
Restricted - Debt Service				
Restricted - Capital Projects				
Unassigned				
Total Fund Balances	<u>4,052</u>	<u>104,859</u>	<u>165,371</u>	<u>3,978</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$4,052</u>	<u>\$108,350</u>	<u>\$168,613</u>	<u>\$4,000</u>

ADAMS COUNTY, IDAHO
 Combining Balance Sheet - Nonmajor Governmental Funds
 September 30, 2014

	Special Revenue Funds			
	Noxious Weed	Snowmobile	Boat License	Grants
Assets				
Cash & Investments	\$122,112	\$20,048	\$11,944	\$55,181
Receivables:				
Taxes	5,289			
Accounts				
Due From Other Funds				
Total Assets	<u>\$127,401</u>	<u>\$20,048</u>	<u>\$11,944</u>	<u>\$55,181</u>
Liabilities				
Accounts Payable & Accrued Expenses	\$885	\$6,269	\$6,065	\$5,902
Due To Other Funds				
Total Liabilities	<u>885</u>	<u>6,269</u>	<u>6,065</u>	<u>5,902</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues	844			
Total Deferred Inflows of Resources	<u>844</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted - Special Programs	125,672	13,779	5,879	49,279
Restricted - Debt Service				
Restricted - Capital Projects				
Unassigned				
Total Fund Balances	<u>125,672</u>	<u>13,779</u>	<u>5,879</u>	<u>49,279</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$127,401</u>	<u>\$20,048</u>	<u>\$11,944</u>	<u>\$55,181</u>

ADAMS COUNTY, IDAHO
 Combining Balance Sheet - Nonmajor Governmental Funds
 September 30, 2014

	Special Revenue Funds	
	Consolidated Election	Total
Assets		
Cash & Investments	\$141,791	\$1,521,610
Receivables:		0
Taxes		51,021
Accounts		0
Due From Other Funds		0
Total Assets	\$141,791	\$1,572,631
Liabilities		
Accounts Payable & Accrued Expenses		\$75,572
Due To Other Funds		0
Total Liabilities	\$0	75,572
Deferred Inflows of Resources		
Unavailable Tax Revenues		17,638
Total Deferred Inflows of Resources	0	17,638
Fund Balances		
Restricted - Special Programs	141,791	1,479,421
Restricted - Debt Service		0
Restricted - Capital Projects		0
Unassigned		0
Total Fund Balances	141,791	1,479,421
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$141,791	\$1,572,631

ADAMS COUNTY, IDAHO

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended September 30, 2014

	Special Revenue Funds			
	Ambulance	District Court	County Fair	Emergency Comm. 911
Revenues				
Taxes, Penalties, & Interest		\$146,206	\$35,694	
Intergovernmental Revenue		26,948		
Investment Interest				
Licenses & Fees		48,869		
Miscellaneous	\$73,000	2,133	497	\$48,282
Highway Users Revenue				
Refunds & Reimbursements		1,280		
Sales Tax		63,165		
Total Revenues	<u>73,000</u>	<u>288,601</u>	<u>36,191</u>	<u>48,282</u>
Expenditures				
Current Expenditures				
Assessor				
Building Permits				
Clerk, Auditor, & Recorder				
Commissioners				
Courthouse				
Planning & Zoning				
Prosecuting Attorney				
Public Defender				
Sheriff & Jail				
Treasurer				
Other Current Expense Functions				
Other Justice Fund Functions				
Capital Projects				
Road & Bridge				
Solid Waste				
Other Nonmajor Fund Functions	77,569	219,560	45,300	42,028
Debt Service				
Total Expenditures	<u>77,569</u>	<u>219,560</u>	<u>45,300</u>	<u>42,028</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,569)	69,041	(9,109)	6,254
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(4,569)	69,041	(9,109)	6,254
Fund Balances - Beginning	5,788	210,745	22,242	10,490
Fund Balances - Ending	<u>\$1,219</u>	<u>\$279,786</u>	<u>\$13,133</u>	<u>\$16,744</u>

ADAMS COUNTY, IDAHO

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended September 30, 2014

	Special Revenue Funds			
	Health District	Indigent	Junior College	Parks & Recreation
Revenues				
Taxes, Penalties, & Interest	\$22,606	\$253,462		\$29,790
Intergovernmental Revenue			\$15,783	
Investment Interest				
Licenses & Fees				293
Miscellaneous	315	3,581		418
Highway Users Revenue				
Refunds & Reimbursements		89,549		
Sales Tax				
Total Revenues	<u>22,921</u>	<u>346,592</u>	<u>15,783</u>	<u>30,501</u>
Expenditures				
Current Expenditures				
Assessor				
Building Permits				
Clerk, Auditor, & Recorder				
Commissioners				
Courthouse				
Planning & Zoning				
Prosecuting Attorney				
Public Defender				
Sheriff & Jail				
Treasurer				
Other Current Expense Functions				
Other Justice Fund Functions				
Capital Projects				
Road & Bridge				
Solid Waste				
Other Nonmajor Fund Functions	24,133	206,118	8,250	19,680
Debt Service				
Total Expenditures	<u>24,133</u>	<u>206,118</u>	<u>8,250</u>	<u>19,680</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,212)	140,474	7,533	10,821
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(1,212)	140,474	7,533	10,821
Fund Balances - Beginning	14,987	334,971	5,963	40,342
Fund Balances - Ending	<u>\$13,775</u>	<u>\$475,445</u>	<u>\$13,496</u>	<u>\$51,163</u>

ADAMS COUNTY, IDAHO

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended September 30, 2014

	Special Revenue Funds			
	Pest	Revaluation	Tort	Veterans Memorial
Revenues				
Taxes, Penalties, & Interest		\$155,921	\$137,015	
Intergovernmental Revenue				
Investment Interest				
Licenses & Fees		1,075		
Miscellaneous	\$2,011	303	1,915	
Highway Users Revenue				
Refunds & Reimbursements				
Sales Tax		4,737		\$2,999
Total Revenues	<u>2,011</u>	<u>162,036</u>	<u>138,930</u>	<u>2,999</u>
Expenditures				
Current Expenditures				
Assessor				
Building Permits				
Clerk, Auditor, & Recorder				
Commissioners				
Courthouse				
Planning & Zoning				
Prosecuting Attorney				
Public Defender				
Sheriff & Jail				
Treasurer				
Other Current Expense Functions				
Other Justice Fund Functions				
Capital Projects				
Road & Bridge				
Solid Waste				
Other Nonmajor Fund Functions	3,000	150,115	96,952	4,000
Debt Service				
Total Expenditures	<u>3,000</u>	<u>150,115</u>	<u>96,952</u>	<u>4,000</u>
Excess (Deficiency) of Revenues Over Expenditures	(989)	11,921	41,978	(1,001)
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(989)	11,921	41,978	(1,001)
Fund Balances - Beginning	5,041	92,938	123,393	4,979
Fund Balances - Ending	<u>\$4,052</u>	<u>\$104,859</u>	<u>\$165,371</u>	<u>\$3,978</u>

ADAMS COUNTY, IDAHO

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended September 30, 2014

	Special Revenue Funds			
	Noxious Weed	Snowmobile	Boat License	Grants
Revenues				
Taxes, Penalties, & Interest	\$103,478			
Intergovernmental Revenue	3,656		\$9,140	\$152,887
Investment Interest				
Licenses & Fees	9,680		13,127	
Miscellaneous	2,793	\$6,120		
Highway Users Revenue	16,000			
Refunds & Reimbursements			83,528	2,400
Sales Tax				
Total Revenues	<u>135,607</u>	<u>6,120</u>	<u>105,795</u>	<u>155,287</u>
Expenditures				
Current Expenditures				
Assessor				
Building Permits				
Clerk, Auditor, & Recorder				
Commissioners				
Courthouse				
Planning & Zoning				
Prosecuting Attorney				
Public Defender				
Sheriff & Jail				
Treasurer				
Other Current Expense Functions				
Other Justice Fund Functions				
Capital Projects				
Road & Bridge				
Solid Waste				
Other Nonmajor Fund Functions	104,113	6,769	117,349	145,056
Debt Service				
Total Expenditures	<u>104,113</u>	<u>6,769</u>	<u>117,349</u>	<u>145,056</u>
Excess (Deficiency) of Revenues Over Expenditures	31,494	(649)	(11,554)	10,231
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	31,494	(649)	(11,554)	10,231
Fund Balances - Beginning	94,178	14,428	17,433	39,048
Fund Balances - Ending	<u>\$125,672</u>	<u>\$13,779</u>	<u>\$5,879</u>	<u>\$49,279</u>

ADAMS COUNTY, IDAHO

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended September 30, 2014

	<u>Special Revenue Funds</u>	
	<u>Consolidated Election</u>	<u>Total</u>
Revenues		
Taxes, Penalties, & Interest		\$884,172
Intergovernmental Revenue	\$13,802	222,216
Investment Interest		0
Licenses & Fees		73,044
Miscellaneous	\$41,492	182,860
Highway Users Revenue		16,000
Refunds & Reimbursements		176,757
Sales Tax		70,901
Total Revenues	<u>55,294</u>	<u>1,625,950</u>
Expenditures		
Current Expenditures		
Assessor		0
Building Permits		0
Clerk, Auditor, & Recorder		0
Commissioners		0
Courthouse		0
Planning & Zoning		0
Prosecuting Attorney		0
Public Defender		0
Sheriff & Jail		0
Treasurer		0
Other Current Expense Functions		0
Other Justice Fund Functions		0
Capital Projects		0
Road & Bridge		0
Solid Waste		0
Other Nonmajor Fund Functions	9,621	1,279,613
Debt Service		0
Total Expenditures	<u>9,621</u>	<u>1,279,613</u>
Excess (Deficiency) of Revenues Over Expenditures	45,673	346,337
Other Financing Sources (Uses)		
Transfers In		0
Transfers Out		0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>
Net Change in Fund Balances	45,673	346,337
Fund Balances - Beginning	96,118	1,133,084
Fund Balances - Ending	<u>\$141,791</u>	<u>\$1,479,421</u>

ADAMS COUNTY, IDAHO
Schedule of Expenditures of Federal Awards
Year Ended September 30, 2014

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
US Dept of Agriculture			
<i>Direct Program:</i>			
Forest Service Schools and Roads Cluster:			
Schools and Roads - Grants to Counties	10.666		\$509,557
Total Forest Service Schools and Roads Cluster			509,557
<i>Passed Through Idaho Dept of Agriculture:</i>			
ARRA - Wildland Fire Management	10.688	None	6,242
Total US Dept of Agriculture			515,799
US Dept of Interior			
<i>Direct Program:</i>			
Payments in Lieu of Taxes	15.226		195,785
<i>Passed Through Idaho Historical Society:</i>			
Historic Preservation Fund Grants	15.904	None	4,600
Total US Dept of Interior			200,385
US Dept of Transportation			
<i>Direct Program:</i>			
Highway Planning & Construction	20.205		20,000
<i>Passed Through Idaho Dept of Transportation:</i>			
Highway Safety Cluster:			
State & Community Highway Safety	20.600	None	4,988
Alcohol Traffic Safety & Drunk Driving Prevention	20.601	None	2,500
Total Highway Safety Cluster			7,488
Total US Dept of Transportation			27,488
US Dept of Homeland Security			
<i>Passed Through Idaho Military Division:</i>			
Boating Safety Financial Assistance	97.012	None	9,140
Disaster Grants - Public Assistance	97.036	None	2
Emergency Management Performance Grant	97.042	None	1,007
Pre-Disaster Mitigation	97.047	None	28,050
Homeland Security Grant Program	97.067	None	24,849
Total US Dept of Homeland Security			63,048
Total Expenditures of Federal Awards			\$806,720

NOTES:

A. Basis of Presentation - The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of the County under programs of the federal government for the year ended September 30, 2014. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

B. Summary of Significant Accounting Policies - Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

OTHER REPORTS

Audits
Taxes
Special Services



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**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Statements Performed in Accordance With *Government Auditing Standards***

Board of County Commissioners
Adams County, Idaho

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 governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Adams County, Idaho (the County), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 7, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County'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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 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 over financial reporting 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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 County's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.

Quest CPAs, P.C.

Payette, Idaho
November 7, 2014

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Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133

Board of County Commissioners
Adams County, Idaho

Report on Compliance for Each Major Federal Program

We have audited Adams County, Idaho (the County's) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2014. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

The purpose of this report in internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Quest CPAs, P.C.

Payette, Idaho
November 7, 2014

ADAMS COUNTY, IDAHO
Schedule of Findings and Questioned Costs
Year Ended September 30, 2014

SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report being issued:	Unmodified
<i>Internal control over financial reporting:</i>	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

FEDERAL AWARDS

<i>Internal control over major programs:</i>	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with section 510(a) of Circular A-133?	No
Major program identification:	
a. Forest Service Schools and Roads Cluster – CFDA #10.666	
Dollar threshold used to distinguish between type A and B programs:	\$300,000
Auditee qualified as a low-risk auditee?	Yes