

BLAINE COUNTY
BASIC FINANCIAL STATEMENTS
AND
SELECTED OTHER FINANCIAL INFORMATION

FOR THE YEAR ENDED SEPTEMBER 30, 2014

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Independent Auditor's Report

To The Board of County Commissioners
Blaine County
Hailey, Idaho 83333

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Blaine 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. 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 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, each major fund, and the aggregate remaining fund information of Blaine County as of September 30, 2014, and for the year then ended in conformity 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 management's discussion and analysis and budgetary comparison information on pages 7 through 12 and 31 through 35 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 Information

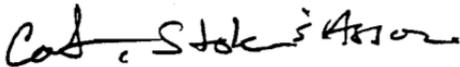
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Blaine County's financial statements as a whole. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required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

The combining and individual nonmajor fund financial statements and the 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 to 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.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 7, 2015, on our consideration of Blaine County'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 Blaine County's internal control over financial reporting and compliance.



Condie, Stoker & Associates
March 7, 2015



REPORT 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

To The Board of County Commissioners
Blaine County
Hailey, ID 83333

We have audited the financial statements of governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Blaine County, Idaho as of and for the year ending September 30, 2014, which collectively comprise the County's basic financial statements and have issued our report thereon dated March 7, 2015. 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.

Internal Control Over Financial Reporting

Management of Blaine County, Idaho, is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Blaine County's internal control over financial reporting as a basis for designing our auditing procedures 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 Blaine County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Blaine County's internal control over financial reporting.

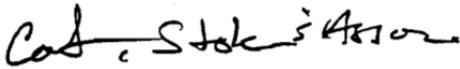
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination 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.

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 over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Blaine 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 that are required to be reported under *Government Auditing Standards*.

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.

A handwritten signature in black ink, appearing to read "Condie, Stoker & Associates". The signature is written in a cursive, flowing style.

Condie, Stoker & Associates
March 7, 2015

Management's Discussion and Analysis

The following discussion and analysis provides an overview of Blaine County's Financial Activities for the fiscal year ending September 30, 2014, and does not include the Blaine Manor component.

Financial Highlights

- The assets of Blaine County exceeded its liabilities at the close of the most recent fiscal year by \$47,746,826 (*net position*). Of this amount \$16,861,634 (*Unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- Blaine County's total net position decreased by \$114,024.
- Blaine County allocated all of the Payment In Lieu of Taxes in the amount of \$1,904,692 to the General Fund to meet necessary expenditures.
- Investment earnings for the current fiscal year were \$263,905.

Overview of the Financial Statements

This discussion and analysis is the introduction to Blaine County's basic financial statements. Blaine County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report contains supplementary information in addition to the basic financial statements.

1. Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of Blaine County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of Blaine County's assets and liabilities, with the difference reported as net position, which is one method to measure the county's financial condition. An increase or decrease in the County's net position from one year to the next indicates whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements report functions of the County that are principally supported by taxes and intergovernmental revenue (*governmental activities*) from other functions that are intended to recover all or a significant portion of costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, road and bridge, solid waste.

2. 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. Blaine County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of Blaine County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds

- Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the governmental-wide financial statements. However, unlike the governmental-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows spendable resources, as well as on

balances of resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Blaine County maintains nineteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund. The Road and Bridge, Ambulance, Blaine Manor and Land Water and Wildlife funds are considered to be major funds. Other governmental funds include Public Safety Facility Bond Redemption, Recycle Center, Public Health, Charity and Indigent, Noxious Weed, Revaluation, District Court, County Fair, Historical Society, Waterways, solid waste, election, Snowmobile, Junior College, Liability Insurance, Capital Project (Public Safety Facility Construction), and E911. Data from the other fourteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of combining statements elsewhere in this report.

Blaine County adopts annual budgets for most of its governmental funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 13-19.

- b. Proprietary funds.** Blaine County does not maintain any proprietary funds.
- c. Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government -wide financial statement because the resources of those funds are not available to support Blaine County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

3. Notes to the financial statements and other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Blaine County's budgetary reporting. Required supplementary information can be found within the audit.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indication of government's financial position. In the case of Blaine County, assets exceeded liabilities by \$47,746,826 at the close of the most recent fiscal year. Unrestricted net assets were \$16,861,634 at the end of fiscal year 2014. This shows a \$114,024 decrease for this fiscal year.

In 1995 a state law was passed setting a 3% cap on annual increases in the amount of property tax revenue used to fund most non-school taxing districts' budgets. The 3% allowable increase is based on the highest property tax budget for the prior three years for any affected taxing district. Additional property tax budget increases are allowed for taxing districts with new construction or annexation, or from use of a "foregone" amount which was created when less than the allowable 3% was levied in a prior year. When a taxing district has added territory through annexation or taxable property through new

construction in the prior year, its property tax budget for the current year is allowed to increase above the 3% cap. Blaine County's revenue encompasses 53% of its budget, 47% is the percentage of taxes we collect.

A comparison of Blaine County's Assets, Liabilities and Net Assets

ASSETS	Restated	
	<u>2012-2013</u>	<u>2013-2014</u>
Current and Other Assets	18,968,508	19,701,463
Capital Assets	39,350,250	38,517,902
Total Assets	<u>58,318,758</u>	<u>58,219,365</u>
LIABILITIES		
Long-Term Liabilities	8,716,527	8,308,880
Other Liabilities	1,741,381	2,163,659
Total Liabilities	<u>10,457,908</u>	<u>10,472,539</u>
NET POSITION		
Invested in Capital Assets, Net of Debt Restricted for Capital Projects and Bond Payment, net of Debt	31,230,261	30,666,528
Unrestricted	16,414,649	16,861,634
Total Net Position	<u>47,860,850</u>	<u>47,746,826</u>

The largest portion of the County's net assets (66.2 percent) reflect its investment in capital assets net of related debt (e.g. land, buildings, machinery, and equipment) less any related outstanding debt used to acquire those assets. Blaine County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net asset of \$16,861,634 may be used to meet the government's ongoing obligations to citizens and creditors. (Blaine County's Capitalization threshold is \$5,000.)

Blaine County's Statement of Activities Comparison

Revenues:			
Program Revenues	<u>2012-2013</u>	<u>2013-2014</u>	<u>Difference</u>
Licenses and Permits	458,179	678,806	220,627
Intergovernmental	5,814,003	5,132,495	(681,508)
Charges for Services	5,118,585	6,085,927	967,342
Fines and Forfeitures	92,184	180,431	88,247
Miscellaneous	(310,371)	853,581	1,163,952
Property Taxes	11,263,787	11,615,971	352,184
Total Revenues	<u>22,436,367</u>	<u>24,547,211</u>	<u>2,110,844</u>
Program Expenses:			
Clerk/Auditor	992,090	1,055,682	63,592
Assessor	347,386	354,097	6,711
Treasurer/Tax Collector	265,441	272,558	7,117
Sheriff	2,354,928	2,353,170	(1,758)
Commissioner	484,791	530,266	45,475
Coroner	53,817	76,331	22,514
Prosecuting Attorney	741,846	799,902	58,056
Probation	474,974	494,290	19,316
Buildings and Ground	1,170,264	1,191,635	21,371
Human Resources	105,147	120,122	14,975
Extension	124,233	125,644	1,411
Information Technology	362,062	395,756	33,694
Elections	68,175	129,999	61,824
Ketchum Police	1,276,011	1,280,266	4,255
General	627,589	1,113,356	485,767
Dispatch	945,327	397,184	(548,143)
Jail	2,014,891	2,367,937	353,046
Planning and Zoning	587,976	623,527	35,551
Geographic Info System	199,131	209,507	10,376
Public Defender	320,280	339,984	19,704
Capital Improvement	149,784	25,791	(123,993)
Special Services:			
Public Health	240,612	237,794	(2,818)
Consolidated Elections	68,813	41,833	(26,980)
Charity & Indigent	375,732	292,863	(82,869)
Road & Bridge	3,313,608	3,362,251	48,643
Noxious Weed	241,228	243,216	1,988
Revaluation	417,541	428,963	11,422
Recycle Center	270,060	243,820	(26,240)
Solid Waste	1,390,925	1,548,794	157,869
District Court	199,076	206,312	7,236
County Fair	43,443	48,160	4,717
Historical Society	27,929	25,100	(2,829)
Ambulance	2,111,888	2,188,021	76,133
Waterways	22,107	18,652	(3,455)
Snowmobile	6,397	6,327	(70)
Capital Improvement			
Junior College	194,050	155,250	(38,800)
Liability Insurance	187,128	183,273	(3,855)
E911	402,601	444,305	41,704
Nursing Home		257,507	
Land, Water, Wildlife	65,276	142,033	76,757
Bond Redemption	347,092	329,757	(17,335)
Total Expenses	<u>23,591,649</u>	<u>24,661,235</u>	<u>1,069,586</u>
Decrease in Net Assets	<u>(1,155,282)</u>	<u>(114,024)</u>	<u>1,041,258</u>

It should not come as a surprise that the expenses of the governmental activities surpass their program revenues, creating negative numbers-net expenses or net cost to the general public (see statement of activities in financials). After all, services like public safety, public health, General and administrative services are dependent upon tax dollars and are supplied by governments because the private sector does not provide such services in quantities sufficient to meet public demand.

Salaries and benefits continue to comprise the majority of the county's expenditures.

Operating grants and contributions continue to supplement Blaine County revenues. The grants received by Blaine County were awarded to several departments/funds, including Sheriff, Probation, General, Building and Grounds/Planning and Zoning, Road and Bridge, Jail, Noxious Weeds, and Waterways.

As of the end of the current fiscal year, Blaine County's governmental funds reported combined ending fund balances of \$17,903,914. The general fund is the chief operating fund of Blaine County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$7,903,215. As a measure of the general fund's liquidity, it may be useful to compare this unreserved fund balance to total fund expenditures. The unreserved fund balance is 49% of the expenditures.

Governmental fund Budgetary Highlights

Differences between the original budget and the final budget were as follows mostly due to receipt of unanticipated revenue:

<u>Fund</u>	<u>Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>
General	13,990,097	481,367	14,471,464
Road & Bridge	1,539,150	112,697	1,651,847
District Court	200,576	2,301	202,877
Weeds	218,907	18,661	237,568
Waterways	34,000	19,751	53,751

Capital Assets. Blaine County's investment in capital assets for its governmental activities as of September 30, 2014, amounts to \$37,531,282 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, and infrastructure (roads and bridges).

Major capital asset events during the current fiscal year included the following

Governmental type activities:

- 4 Sheriff's Office vehicles \$105,987
- 17 Ballot Tabulation Units \$93,330
- Gravel Pit Land Purchase \$62,454
- Postage Equipment \$25,280
- Ambulance \$144,642
- Recycle Center Improve. \$13,259
- Other Miscellaneous Improve. \$68,924

Debt Administration

The following changes took place with the debt of the county:

Description	Int Rate	Fund	Maturity Date	Amount Outstanding 9/30/13	Increases	Decreases	Amount Outstanding 9/30/14	Amount Due In One Year
Capital Leases and Notes:								
Notes Payable:								
Hailey Medical Management	0.0%	General	10/01/2016	108,499	-	27,125	81,374	27,125
Bonds:								
Gen Obl Series 2007 A	Var	General	08/01/2027	8,220,000	-	450,000	7,770,000	465,000
Total				8,328,499	0	477,125	7,851,374	492,125
Other								
Acc. Comp. Absences	N/A	All	N/A	865,153	64,478	-	949,631	-

Economic Factors and Next Year's Budgets and Rates

Planning for the Future

Blaine County has developed and implemented a new budgeting process that aligns the County's strategic planning with its budget. The focus of our Outcome-Based Budgeting (OBB) process is to align our resources to those priorities that drive the outcomes (results) that matter most to the citizens of Blaine County. In order to achieve these outcomes we incorporate strategic planning and performance management into our budgeting process so as to provide a cohesive framework for sound fiscal management.

The Government Finance Officers Association (GFOA) recommends all governmental entities use some form of strategic planning to provide a long-term perspective for service delivery and budgeting, thus establishing logical links between authorized spending and broad organizational goals. The GFOA considers budgeting for results and outcomes as a practical way to achieve the objective of integrating performance into the budgetary process.

By integrating strategic planning, outcome-based budgeting, and performance management, Blaine County can better assess its current environment as well as anticipate and respond appropriately to changes in the environment. With this integrated process we will be better equipped to envision the future, increase our effectiveness, and ensure we have alignment with operational missions in achieving the County's vision. Although transitioning Blaine County to an outcome-based budget process will take several years to fully implement, we are well into the process and have seen excellent results.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the county finances and to show the county accountability for the money it receives. If you have questions about this report or need additional financial information contact JoLynn Drage, Auditor or the Blaine County Commissioners at Blaine County, 206 1st Avenue South, Suite 200, Hailey, Idaho 83333.

BLAINE COUNTY, IDAHO

STATEMENT OF NET POSITION SEPTEMBER 30, 2014

	Governmental Activities (Primary Government)
<u>Assets</u>	
Current Assets:	
Cash and Investments	18,135,797
Accounts Receivable	1,358,345
Delinquent Taxes Receivable	207,321
Non Current Assets:	
Construction in Progress	986,620
Capital Assets, net of depreciation	<u>37,531,282</u>
 Total Assets	 <u>58,219,365</u>
<u>Liabilities</u>	
Current Liabilities:	
Warrants Payable	82,682
Vouchers Payable	803,452
Accrued Payroll and Benefits	696,075
Interest Payable	52,376
Unearned Revenue	36,949
Note Payments Due Within One Year	492,125
Non Current Liabilities:	
Note Payments Due Beyond One Year	7,359,249
Accrued Compensated Absences	<u>949,631</u>
 Total Liabilities	 10,472,539
<u>Net Position</u>	
Invested in Capital Assets, net of related debt	30,666,528
Restricted for Bond Payment Reserve	218,664
Unrestricted	<u>16,861,634</u>
 Total Net Position	 <u><u>47,746,826</u></u>

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Total Primary Governmental Activities
Governmental Activities					
General Government:					
Clerk/Auditor	1,055,682	159,179	-	-	(896,503)
Assessor	354,097	151,219	-	-	(202,878)
Treasurer/Tax Collector	272,558	5,307	-	-	(267,251)
Sheriff	2,353,170	1,594,475	47,260	-	(711,435)
Commissioner	530,266	-	-	-	(530,266)
Coroner	76,331	13,379	-	-	(62,952)
Prosecuting Attorney	799,902	1,211	-	-	(798,691)
Probation	494,290	50,297	55,641	-	(388,352)
Buildings and Ground	1,191,635	-	-	-	(1,191,635)
Human Resources	120,122	-	-	-	(120,122)
Extension	125,644	23,344	-	-	(102,300)
Information Technology	395,756	6,000	-	-	(389,756)
Elections	129,999	-	-	-	(129,999)
Ketchum Police	1,280,266	-	-	-	(1,280,266)
General	1,113,356	92,120	60,500	-	(960,736)
Dispatch	397,184	491,514	-	-	94,330
Jail	2,367,937	568,677	43,292	-	(1,755,968)
Planning and Zoning	623,527	448,998	-	-	(174,529)
Geographic Info System	209,507	31,446	-	-	(178,061)
Public Defender	339,984	7,055	-	-	(332,929)
Capital Improvement	25,791	-	-	-	(25,791)
Special Services:					
Public Health	237,794	-	-	-	(237,794)
Charity & Indigent	292,863	22,275	3,206	-	(267,382)
Road & Bridge	3,362,251	13,442	1,613,208	-	(1,735,601)
Noxious Weed	243,216	(67,490)	105,852	-	(204,854)
Revaluation	428,963	-	-	-	(428,963)
Recycle Center	243,820	287,607	-	-	43,787
Solid Waste	1,548,794	1,751,829	-	-	203,035
District Court	206,312	161,490	-	-	(44,822)
County Fair	48,160	17,484	-	-	(30,676)
Historical Society	25,100	-	-	-	(25,100)
Ambulance	2,188,021	566,481	-	-	(1,621,540)
Waterways	18,652	30,090	-	-	11,438
Snowmobile	6,327	-	13,110	-	6,783
Junior College	155,250	-	-	-	(155,250)
Liability Insurance	183,273	15,682	-	-	(167,591)
E911	444,305	421,954	-	-	(22,351)
Land, Water & Wildlife	142,033	-	-	-	(142,033)
Bond Redemption	329,757	-	-	-	(329,757)
Election Consolidation	41,833	-	99,082	-	57,249
Nursing Home Operations	257,507	98,019	-	-	(159,488)
Total Primary Government	24,661,235	6,963,084	2,041,151	-	(15,657,000)

General Revenues:

Property Taxes Levied for General Fund	7,520,724
Property Taxes Levied for Special Revenue Funds	3,479,533
State Allocations	1,592,128
PILT Revenue	1,904,692
Sale of Assets	103,900
Investment Earnings	263,905
Miscellaneous	678,094
Total General Revenues	15,542,976
Change in Net Position	(114,024)
Net Position Beginning of Period- Restated	47,860,850
Net Position End of Period	47,746,826

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

BALANCE SHEET - GOVERNMENTAL FUNDS SEPTEMBER 30, 2014

	General	Road & Bridge	Ambulance District	Land, Water & Wildlife Fund	Nursing Home Operations	Other Governmental Funds	Total Governmental Funds
Assets							
Cash and Investments	8,422,179	763,357	1,162,053	2,785,665	457,988	4,544,555	18,135,797
Accounts Receivable	422,234	391,466	205,078	-	-	339,567	1,358,345
Interfund Receivable	300,000	-	-	-	-	-	300,000
Delinquent Taxes Receivable	132,224	-	31,736	-	1,721	41,640	207,321
Total Assets	9,276,637	1,154,823	1,398,867	2,785,665	459,709	4,925,762	20,001,463
Liabilities							
Warrants Payable	60,837	3,567	8,416	-	-	9,861	82,681
Vouchers Payable	621,794	36,298	4,397	12,979	376	127,608	803,452
Accrued Payroll and Benefits	577,406	54,151	-	-	4,058	60,461	696,076
Interfund Payable	-	-	-	-	300,000	-	300,000
Unearned Revenue	-	-	-	-	-	36,949	36,949
Total Liabilities	1,260,037	94,016	12,813	12,979	304,434	234,879	1,919,158
Deferred Inflows of Resources							
Unavailable Revenue - Property Taxes	113,385	-	27,426	-	1,438	36,142	178,391
Total Deferred Inflows of Resources	113,385	-	27,426	-	1,438	36,142	178,391
Fund Equity							
Fund Balances:							
Nonspendable	-	-	-	-	-	-	0
Committed	1,168,320	219,480	-	2,613,340	153,837	473,055	4,628,032
Assigned	-	841,327	1,358,628	159,346	-	4,181,686	6,540,987
Unassigned	6,734,895	-	-	-	-	-	6,734,895
Total Fund Balance	7,903,215	1,060,807	1,358,628	2,772,686	153,837	4,654,741	17,903,914
Total Liabilities and Fund Equity	9,276,637	1,154,823	1,398,867	2,785,665	459,709	4,925,762	

Amounts reported for governmental activities in the Statement of Net Position are different because:

Property taxes collected beyond 60 days after year end are not recorded as assets in the Governmental Funds balance sheet.	178,391
Governmental fund capital assets are not financial resources and therefore are not reported in the funds.	38,517,902
Long-term debt is not payable in the current period and thus not reported in the funds.	(7,851,374)
Interest payable is not payable in the current period and thus not reported in the funds.	(52,376)
Accrued compensated absences are not reported in Governmental Funds.	(949,631)
Net position of Governmental Activities	47,746,826

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUND TYPES FOR THE YEAR ENDED SEPTEMBER 30, 2014

	General	Road & Bridge	Ambulance District	Land, Water & Wildlife Fund	Nursing Home Operations	Other Governmental Funds	Total Governmental Funds
Revenues							
Property Taxes	7,582,039	-	1,828,420	6,368	783	2,269,672	11,687,282
Licenses and Permits	492,639	-	-	-	-	-	492,639
Intergovernmental	3,739,710	1,677,015	62,817	-	-	452,334	5,931,876
Charges for Services	2,613,206	-	566,698	-	98,019	2,461,780	5,739,703
Fines and Forfeitures	-	-	-	-	-	88,598	88,598
Miscellaneous	416,579	38,691	-	5,913	-	106,988	568,171
Total Revenues	14,844,173	1,715,706	2,457,935	12,281	98,802	5,379,372	24,508,269
Expenditures							
Salaries and Wages	6,707,135	710,552	-	-	50,906	759,767	8,228,360
Payroll Expenses and Benefits	2,679,434	291,038	-	-	16,097	326,432	3,313,001
General and Administrative	1,967,285	-	-	-	-	211,555	2,178,840
Health Care	-	-	2,125,684	-	91,208	461,525	2,678,417
County Services	-	-	-	142,033	-	2,005,394	2,147,427
Law Enforcement	1,490,541	-	-	-	-	134,033	1,624,574
Road Maintenance	-	899,679	-	-	-	-	899,679
Contracts and Misc. Services	598,139	-	-	-	-	-	598,139
Capital Expenditures	972,430	163,733	144,642	-	-	40,971	1,321,776
Capital Leases							
Principal	27,125	-	-	-	-	-	27,125
Interest	-	-	-	-	-	-	0
Total Expenditures	14,442,089	2,065,002	2,270,326	142,033	158,211	3,939,677	23,017,338
Excess (Deficit) Revenues Over Expenditures	402,084	(349,296)	187,609	(129,752)	(59,409)	1,439,695	1,490,931
Other Financing Sources (Uses):							
Interfund Transfers	(4,748)	-	-	-	-	4,748	-
Bond Principal Payments	-	-	-	-	-	(450,000)	(450,000)
Bond Interest and Fee Payments	-	-	-	-	-	(332,757)	(332,757)
Unrealized Market Gain (Loss) on Investments	111,590	-	-	-	-	-	111,590
Total Other Financing Sources (Uses)	106,842	0	-	-	-	(778,009)	(671,167)
Net change in fund balances	508,926	(349,296)	187,609	(129,752)	(59,409)	661,686	819,764
Fund Balance at Beginning of Year- Restated	7,394,289	1,410,103	1,171,019	2,902,438	213,246	3,993,055	17,084,150
Fund Balance at End of Year	7,903,215	1,060,807	1,358,628	2,772,686	153,837	4,654,741	17,903,914

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED SEPTEMBER 30, 2014

Excess Revenue over Expenditures and other Sources- Total Governmental Funds	819,764
Amounts reported for governmental activities in the statement of activities are different because:	
Property tax revenues that are not received within sixty days after year end do not provide current financial resources and thus are not recorded as revenue in the Governmental Funds.	(72,648)
Accrued interest is not reported as an expense in the Governmental Funds	3,000
Governmental funds report capital outlays as current expenditures. In the Statement of activities, the cost of capital assets exceeding \$5,000 is allocated over their estimated useful lives as depreciation expense. The difference between these two methods of accounting for capital expenditures is:	1,291,986
This is the amount of current year depreciation.	(2,548,773)
Repayment of long-term debt is reported as an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net assets.	477,125
Liabilities for accrued compensated absences are not recorded in the Governmental Funds. This is the increase in leave during the year.	<u>(84,478)</u>
Change in Net Position of Governmental Activities	<u><u>(114,024)</u></u>

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

STATEMENT OF NET POSITION - FIDUCIARY FUNDS SEPTEMBER 30, 2014

	Payroll Benefit Trust	Agency
	<hr/>	<hr/>
<u>Assets</u>		
Equity in Pooled Cash and Cash Equivalents	9,926	1,095,655
Taxes Receivable	-	1,011,602
	<hr/>	<hr/>
Total Assets	<u>9,926</u>	<u>2,107,257</u>
<u>Liabilities</u>		
Warrants Payable	-	155,674
Due to Taxing Districts	-	1,016,285
Due to Others	-	935,298
	<hr/>	<hr/>
Total Liabilities	<u>-</u>	<u>2,107,257</u>
Net Position		
Held in Trust	<u>9,926</u>	

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Payroll Benefit Trust
<u>Additions</u>	
Trust Amounts Received	84,979
<u>Deductions</u>	
Trust Amounts Remitted	84,039
Change in Net Assets	940
Net Position Beginning of Year	8,986
Net Position End of Year	<u>9,926</u>

See accompanying notes to financial statements.

BLAINE COUNTY, IDAHO

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Blaine County, Idaho was established in 1895 under the provision of the State of Idaho. The County operates under a County Commission form of government.

The financial statements of Blaine County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for established governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

1. The Financial Reporting Entity

For financial reporting purposes, management has considered potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in generally accepted accounting principles. The basic criterion for including a potential component unit within the reporting entity is the governing body's responsibility for financial accountability. Financial accountability is defined as the level of accountability that exists if a primary government appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

Blended Component Units - The County Fair and Historical Fund are entities legally separate from Blaine County and are governed by a board appointed by the Commissioners of Blaine County. For financial reporting purposes, these entities are reported as if they were part of the County's operations because their purpose is to provide citizenry with special services.

2. Basis of Accounting/Measurement Focus

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

a. Government-wide Financial Statements:

The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net position presents the financial condition of the governmental activities of the County at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County. The comparison of direct

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the County.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities.

Proprietary Funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities are provided to outside parties.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities are included on the Statement of Net Position. Revenues are recognized when they are earned and expenses are recognized when the liability is incurred.

b. Fund Financial Statements:

Governmental Funds Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the Government-Wide Financial Statements.

Governmental funds are accounted for using the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheet. Under modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Available for purposes of revenue recognition is defined as sixty days. Revenue sources susceptible to accrual include property taxes and intergovernmental revenues. Expenditures are recognized when the related fund liability is incurred. Exceptions to this general rule include the accrual of payroll, vacation and sick pay and the related payroll liabilities associated with these items.

The following is a description of the activities accounted for as major funds and fiduciary fund types used by the county:

General Fund - The County's primary operating fund. It accounts for all activities of the general government, except those required to be accounted for in another fund.

Ambulance Fund – This fund accounts for the funding of ambulance districts within the County.

Road & Bridge Fund – This fund accounts for the funding of road and bridge maintenance and construction within the County.

Land, Water & Wildlife Fund – This fund accounts for the operation of the land, water and wildlife management in the County.

Blaine Manor Fund – This fund accounts for the upkeep of the Blaine Manor retirement home.

c. Fiduciary Fund Financial Statements:

Fiduciary Fund Financial Statements include a Statement of Net Position. The County's fiduciary funds are comprised of the following:

Agency Funds – These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Private-Purpose Trust Funds – These funds report trust arrangements under which the principal will benefit individuals, private organizations or other governments.

Pension Trust Funds – These funds report resources that are required to be held in trust for the members and beneficiaries of employee benefit plans (e.g. cafeteria).

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**3. Budgeting**

The budgets are set based on resources available and/or appropriations necessary for each fiscal year by program and fund.

The County Commissioners meet the second Monday of September in the courthouse for the purpose of considering and fixing a final budget and making appropriations for each department, and fund. Budgetary data is prepared on the basis of accounting used by a particular fund. A copy of the budget shall be available for public inspection and a summary statement of the budget for the ensuing year shall be published, including amounts budgeted for the prior year, which shall be included for purposes of comparison. Taxpayers are invited to attend a public hearing to express their views concerning the proposed budget. After this public meeting, the budget is approved and is legally enacted through the passage of an ordinance.

The ordinance is subject to amendment by the Board of Commissioners throughout the year. The amounts reported as original budget reflect the initial budget adopted and the final budget represents the final amounts passed by the Commissioners during the year.

4. Encumbrances

Encumbrances are not liabilities and they are not recorded as expenditures until receipt of material or services. For budgetary purposes, appropriations lapse at year end and are re-budgeted the following year. The County does not reserve fund balance for outstanding encumbrances at year end.

5. Capital Assets

The County's assets are capitalized at historic cost or estimated historic cost. Gifts or contributions of assets are recorded at fair market value when received. Depreciation is recorded on the straight-line basis over the estimated useful lives of the assets as follows: Buildings 30-50 years, Equipment 5-10 years, Infrastructure 30- 40 years.

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34 which requires the inclusion of infrastructure, buildings and land in local government's basic financial statements. The County has elected to use the basic approach as defined by Statement No. 34 for asset reporting. Historical cost records do not exist for all of the County's assets dating back to 1895. For those assets where actual cost records could not be located, the County estimated cost using standard unit costs appropriate for the acquisition date. Accumulated depreciation was computed based on the life of the assets. Book value is computed by deducting the accumulated depreciation from the original cost.

6. General Long-Term Debt

Unmatured long-term debt is presented in the government-wide financial statements. Repayment of all long-term debt, except accrued vacation pay, is recorded in the Debt Service Fund. Payment of accrued vacation pay will be made from the General and Special Revenue Funds incurring the expenditure. Interest expense on long-term debt is recorded when due.

7. Cash and Cash Equivalents and Investments

Cash equivalents consist primarily of cash on deposit, certificates of deposit, and deposits with the State of Idaho Local Government Investment Pool. Investments are recorded at fair value based upon quoted market prices at September 30, 2014, except where there is no significant difference between cost and fair value. The difference between the purchase price and market price when significant is recorded as investment earnings.

8. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principals requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

9. Inventory

Inventory is expensed when purchased. The County has no significant inventories.

10. Fund Equity

Governmental fund equity is classified as fund balance. Fund balance is further classified when applicable as follows:

- a. Nonspendable fund balance.** This classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.
- b. Restricted fund balance.** This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional or enabling legislation.
- c. Committed fund balance.** These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commissioners – the County’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the County Commissioners removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- d. Assigned fund balance.** This classification reflects the amounts constrained by the County’s “intent” to be used for specific purposes, but are neither restricted nor committed. The County Commissioners have the authority to assign amounts to be used for specific purposes.
- e. Unassigned fund balance.** This fund balance is the residual classification for the General Fund.

The Blaine County Commissioners are the entity’s highest level of decision-making authority. When both restricted and unrestricted fund balances are available for use, it is the County’s policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

11. Deferred Outflows / Inflows of Resources

The County has implemented GASB No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position and No. 65, Items Previously Reported as Assets and Liabilities, as of October 1, 2012. These new standards establish accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The County does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has one item, which arises only under a modified accrual basis of accounting that qualifies for reporting under this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

NOTE B - CASH AND INVESTMENTS

The government maintains an investment and cash pool for County held funds. Fair and Solid Waste maintain separate accounts. The county is authorized to invest funds in accordance with Idaho Code §67-1210.

NOTE B - CASH AND INVESTMENTS (Cont.)

Interest Rate Risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – The County has no investment policy which would further limit its investment choices beyond those stated in Idaho Code. The County's investment in the State Treasurer's Investment Pool is not currently rated. All deposits in the State Investment Pool are either FDIC insured or fully collateralized, with securities held in trust by the State Treasurer but not in the name of the Blaine County. The table below lists the average maturities and credit rating of other investments.

Concentration of Credit Risk – The County places no limit on the amount the County may invest in any one issuer.

Custodial Credit Risk, Deposits – Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. The County's pooled and non-pooled deposits are categorized to give an indication of the level of risk assumed by the County at fiscal year-end. The cash is recorded in terms of United States currency.

Balances consist of the following:

	Carrying Balance	Bank Balance	Carrying Insured
Idaho Independent Bank	362,793	362,793	250,000
US Bank	406,759	406,759	250,000
Zions	374,808	377,394	250,000
Mountain West Bank	3,618,985	3,568,618	250,000
DL Evans	2,878,583	2,999,920	250,000
Idaho State Treasurer Pool	3,853,334	3,852,928	3,853,334
MultiBank Securities	7,327,887	7,327,887	
Piper Jaffray	79,021	79,021	79,021
Key Investments	100,467	100,467	100,467
	<hr/>	<hr/>	<hr/>
Total Cash Held by County Treasurer	19,002,637	19,075,787	5,282,822
Fair Board Cash	65,753	55,822	65,753
Solid Waste Account	172,988	173,012	172,988
Total Cash and Cash Equivalents	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Summary:			
Governmental Activities	18,135,797		
Fiduciary Activities	1,105,581		
Total	<hr/> <hr/>		

There are three categories of credit risk that apply to the County's cash and investments:

- 1) **Insured or collateralized** for which the securities are held by the County or the County's agent in the County's name;
- 2) **Uninsured and uncollateralized**; or
- 3) **Uninsured and unregistered** for which the securities are held by the counter party or by its trust department or agent but not in the County's name. This category also includes repurchase agreements with no underlying securities.

Balances held in each category are as follows:

	Categories			Carrying Amount	Average Maturity	Credit Rating
	1	2	3			
Primary Government						
Deposits	1,589,208	6,391,928	-	7,981,136	N/A	N/A
Investments	7,406,908	-	-	7,406,908	Daily	AA+ to AAA
	<hr/>	<hr/>	<hr/>	<hr/>		
	8,996,116	6,391,928	-	15,388,044		
Investments in State of Idaho's Investment Pool				3,853,334	N/A	N/A
Total Cash and Investments				<hr/> <hr/>		
				19,241,378		

NOTE C - ACCOUNTS RECEIVABLE

The following funds have uncollected receivables at September 30, 2014. The ambulance accounts receivable is shown net of \$83,457 allowance for bad debt. The bad debt expense and corresponding income have not been included in the financial statements.

	General Fund	Ambulance Fund	Road and Bridge	Other Governmental Funds	Total
State Apportionments	267,228	16,458	-	90,788	374,474
State Highway Users Tax	-	-	376,033	-	376,033
Charges for Services	66,827	188,620	-	225,917	481,364
State and Federal Grants	88,179	-	15,433	22,862	126,474
Total Receivables	422,234	205,078	391,466	339,567	1,358,345

NOTE D - DELINQUENT TAXES RECEIVABLE

Property taxes are levied in November of each year and recognized as revenue when the tax notices are printed. Taxes are due in two equal installments at December 20 and June 20 following the levy date. If payment is not received upon the due dates, a 2% penalty is charged and taxes are classified as past due subject to 12% interest. Liens are placed on property after 3 years.

Taxes receivable are stated at taxes levied less amounts collected and canceled. The County maintains individual taxpayer records. Although small amounts of delinquent taxes are collected within 60 days following the close of the County's fiscal year (September 30), the County feels secure in the right to take tax deeds on property for the collection of real property taxes and the County's ability to take tax anticipation notes if needed to finance liabilities of the current period. Therefore, deferred revenue has been recorded as recommended by NCGA Interpretation #3 - "Revenue Recognition", but an allowance for uncollectible taxes receivable has not been established.

NOTE E - PROPERTY AND EQUIPMENT

Fixed asset activity for the fiscal year, was as follows:

<u>Governmental Activities</u>	Balance 9/30/2013	Additions	Disposals	Balance 9/30/2014
Capital Assets, Not Being Depreciated:				
Land	1,574,945	62,454	-	1,637,399
Capital Assets, Being Depreciated:				
Buildings and Improvements	26,791,811	41,525	-	26,833,336
Roads and Bridges	87,382,471	-	-	87,382,471
Heavy Equipment	4,153,517	26,094	(6,290)	4,173,321
Furniture and Equipment	2,750,901	133,174	(310,626)	2,573,449
Trucks and Vehicles	3,292,341	250,629	(38,479)	3,504,491
Total Depreciated Capital Assets	124,371,041	451,422	(355,395)	124,467,068
Less Accumulated Depreciation				
Building and Improvements	(8,244,205)	(578,020)	-	(8,822,225)
Roads and Bridges	(71,519,679)	(1,350,928)	-	(72,870,607)
Heavy Equipment	(2,268,720)	(251,959)	6,290	(2,514,389)
Furniture and Equipment	(1,725,357)	(183,567)	274,220	(1,634,704)
Trucks and Vehicles	(2,621,846)	(147,893)	38,479	(2,731,260)
Total Accumulated Depreciation	(86,379,807)	(2,512,367)	318,989	(88,573,185)
Capital Assets Net of Depreciation	39,566,179			37,531,282

NOTE E – PROPERTY AND EQUIPMENT (Cont.)

Depreciation expense was charged to functions as follows:

General Fund:	
Clerk/Auditor	7,142
Assessor	732
Treasurer/Tax Collector	1,331
Sheriff	90,226
Prosecuting Attorney	1,865
Buildings and Ground	504,306
Information Technology	6,814
Elections	20,469
General	12,875
Dispatch	21,733
Jail	33,697
Planning and Zoning	4,819
Water Quality	1,392
Geographic Info System	827
Capital Improvement	12,805
Road & Bridge	1,449,142
Ambulance	62,337
District Court	1,676
County Fair	4,684
Recycle Center	259
Solid Waste	91,154
Noxious Weed	4,322
Nursing Home Operations	57,735
Snowmobile	4,135
Waterways	2,821
E911	113,069
	<hr/>
Total	<u><u>2,512,367</u></u>

NOTE F - WARRANTS PAYABLE

Warrants payable represent outstanding and unpaid orders authorized by the County Commissioner to have the Treasurer pay the bearer thereof the amount specified on the warrant. The county maintains a detailed listing of all unpaid warrants.

NOTE G - VOUCHERS PAYABLE

This account represents liabilities for goods and services rendered to the County as of September 30, 2014 evidenced by vouchers that have been approved for payment in October.

NOTE H - ACCRUED PAYROLL AND BENEFITS

This account represents payroll and benefits earned by employees during September, 2014 and paid in October, 2014.

NOTE I – LONG-TERM OBLIGATIONS

Capital Leases

Although the capital lease agreements provide a cancellation clause for termination of the lease due to non-appropriation of funds by the County (lessee) for any fiscal period during the term of the lease, the likelihood of the lease being canceled is remote. Therefore, the leases are presented for financial purposes as capital leases. The purchase price of equipment reported as capital assets with remaining capital lease requirements is \$308,757. The leases are secured by said equipment.

General Obligation Bonds

On May 2, 2007, the County issued general obligation bonds with a par value of \$9,850,000 (Series A) with interest rates ranging from 4.0% to 4.1%. The purpose of the bonds was to provide for the construction of the Public Safety Facility.

The following is a schedule of the long-term debt obligations of the County for the fiscal year:

Description	Int Rate	Fund	Maturity Date	Amount Outstanding 9/30/13	Increases	Decreases	Amount Outstanding 9/30/14	Amount Due In One Year
Capital Leases and Notes:								
Notes Payable:								
Hailey Medical Management	0.0%	General	10/01/2016	108,499	-	27,125	81,374	27,125
Bonds:								
Gen Obl Series 2007 A	Var	General	08/01/2027	8,220,000	-	450,000	7,770,000	465,000
Total				8,328,499	0	477,125	7,851,374	492,125
Other								
Acc. Comp. Absences	N/A	All	N/A	865,153	84,478	-	949,631	-

Interest and fees of \$332,757 on the above liabilities has been charged to the following departments and funds on the Statement of Activities: Bond Redemption \$332,757.

Debt service requirements at the balance sheet date were as follows:

Year Ended	Governmental	
	Principle	Interest
2015	492,125	314,258
2016	512,124	295,658
2017	532,124	276,258
2018	525,001	256,058
2019	545,000	235,058
2020 thru 2024	3,080,000	827,552
2025 thru 2027	2,165,000	179,785
Total	7,851,374	2,384,627

NOTE J - COMPENSATED ABSENCES

The County accrues vacation, compensatory time, and sick pay for its employees based upon a formula developed for the hours worked and the department the employee works in. These formulas are found in the Blaine County Personnel Handbook. Vacation time, compensatory time, and sick leave are payable upon termination subject to limitations found in the Personnel Handbook. The amount presented represents the unpaid amount due employees at September 30, 2014.

NOTE K - EMPLOYEE RETIREMENT PLAN

The Public Employee Retirement System of Idaho (PERSI) is a cost-sharing multiple-employer retirement system 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. 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. Financial reports for the plan are available from PERSI upon request.

After five 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.

The contribution requirements of the County and its employees are established and may be amended by the PERSI Board of Trustees. For the year ended September 30, 2014, the required contribution rate as a percentage of covered payroll for members was 6.79% for general members and 8.36% for police/firefighters members. The employer rate as a percentage of covered payroll was 11.32% for general members and 11.66% for police/firefighter members. Blaine County employer contributions required and paid were \$968,611, \$872,366, and \$824,096 for the three years ended September 30, 2014, 2013, and 2012, respectively.

NOTE L – COMMITMENTS AND CONTINGENCIES

The attorney for Blaine County has reported that of all cases that have been filed with District Court, none appear to threaten probable litigation against the County beyond the limitations of the County's insurance policies.

NOTE M - COMPLIANCE MATTERS

The County Fair Fund was over budget in total by \$7,115.

NOTE N - INVESTMENT IN JOINT VENTURE**Friedman Memorial Airport Authority**

Effective October 1, 1994, Blaine County, Idaho and the City of Hailey, Idaho entered into a Joint Powers Agreement creating the Friedman Memorial Airport Authority (Authority) for the purpose of operating and managing airport activities in Blaine County, Idaho. The Authority is a public entity of the State of Idaho and therefore the Authority's income is exempt from Federal and Idaho income taxes. The Authority is governed by a seven-member board, with three members representing Blaine County, three members representing the City of Hailey and one member who is unanimously selected by the other six members. The Authority has hired employees to provide for the day-to-day operations and management.

Pursuant to the Joint Powers Agreement, all buildings, improvements, facilities, equipment, and personal property used by the Authority were conveyed by Blaine County and the City of Hailey to the Authority for use and benefit of the Authority, and title thereof shall be held by the Authority. Upon termination of this Agreement, title to all buildings, improvements, facilities, equipment and personal property held by the Airport shall vest jointly in Blaine County and the City of Hailey.

Audited financial statements of the Friedman Memorial Airport Authority for the year ended September 30, 2014 can be obtained at the Airport, Blaine County, or the City of Hailey offices. During the Airport Authority's fiscal year ending September 30, 2014, the Airport Authority's Net Position increased \$6,831,142.

NOTE O- SOLID WASTE

Blaine County has entered into a Joint Powers Agreement with Jerome, Cassia, Lincoln, Gooding and Minidoka Counties. Through their joint power they have established the Southern Idaho Regional Solid Waste District with each County appointing one member to the District's Board.

Under this agreement each County will pay a fee per ton of waste it deposits in the landfill. Along with the fee each participating County has agreed not to dump solid waste in any other location.

During the past fiscal year the County had expenditures, in the Solid Waste Fund, to the Solid Waste District

NOTE O- SOLID WASTE (Cont.)

totaling \$1,458,338. These expenditures cover both fee usage cost, old land fill closure cost and transfer station construction cost.

The Solid Waste District paid closure costs to close existing landfills and entered into an agreement with Blaine County to have the costs reimbursed over an 18 ½ year period at 5.31% interest. The county has made payments to the Solid Waste District satisfying the debt in full.

Post closure costs are included in the cost per ton charged each County. Therefore, the County has paid all post closure fees.

Audited financial statements of the Southern Idaho Regional Solid Waste District for the year ended September 30, 2014 can be obtained at the District or Blaine County offices. During the District's fiscal year ending September 30, 2014, the entity's Net Assets increased \$1,333,096.

NOTE P- RISK MANAGEMENT

A County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the fiscal year, the County contracted with Idaho County Risk Management Program (ICRMP) for property, crime and fleet insurance and the State Insurance Fund for workman's compensation. Under the terms of the ICRMP policy, Blaine County's liability is limited to the amount of annual financial membership contributions including \$1,000 per occurrence deductible. There has been no significant reduction in insurance coverage in the current year. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE Q – INTERFUND BALANCES AND TRANSFERS

Blaine County general fund currently carries a receivable from Blaine Manor for \$300,000. The amount was loaned for the purpose of helping Croy Canyon Ranch Foundation, Inc. develop plans for a new long-term care facility.

The Interfund Transfers are as follows:

<u>Transfer From Fund</u>	<u>Purpose</u>	<u>Transfer To Fund</u>	<u>Amount</u>
General Fund	Budget Adjustments	Noxious Weed Fund	4,748

NOTE R – PRIOR PERIOD RESTATEMENT

The County adjusted the beginning balance of fixed assets and removed the historical society fund balances not managed by the County. Below are the restated Net Position and Fund Balance amounts:

	<u>Government Wide Financial Statements</u>		
	<u>Originally Reported</u>	<u>Restated</u>	<u>Adjustment Amount</u>
Net Position	48,281,923	47,860,850	(421,073)

	<u>Governmental Fund Financial Statements</u>		
<u>Fund</u>	<u>Originally Reported</u>	<u>Restated</u>	<u>Adjustment Amount</u>
Historical Society Fund	217,558	1,631	(215,927)

NOTE S – SUBSEQUENT EVENTS

The County has evaluated subsequent events through March 7, 2015, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

BLAINE COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - GENERAL FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	7,503,773	7,503,773	7,582,039	78,266
PILT	1,743,000	1,743,000	1,904,692	161,692
Other	4,743,324	5,224,691	5,357,442	132,751
Total Revenues	13,990,097	14,471,464	14,844,173	372,709
<u>Expenditures</u>				
Salaries and Wages	7,400,148	7,455,550	6,619,194	836,356
Payroll Expenses and Benefits	2,865,692	2,886,743	2,679,434	207,309
General and Administrative	2,022,684	2,059,314	1,967,285	92,029
Law Enforcement	1,261,132	1,516,513	1,490,541	25,972
Road Maintenance	-	-	-	
Contracts and Miscellaneous Services	721,720	727,920	598,139	129,781
Capital Expenditures	985,500	1,519,455	999,555	519,900
Total Expenditures	15,256,876	16,165,495	14,354,148	1,811,347
Excess (Deficit) Revenues Over Expenditures	(1,266,779)	(1,694,031)	490,025	2,184,056
<u>Other Financing Sources (Uses):</u>				
Transfers In (Out)	-	(4,748)	(4,748)	-
Unrealized Gain (Loss) on Investments	-	-	111,590	111,590
Total Other Financing Sources (Uses)	-	(4,748)	106,842	111,590
Net changes in fund balances	(1,266,779)	(1,698,779)	596,867	2,295,646
Fund Balance at Beginning of Year	1,266,779	1,698,779	7,883,754	6,184,975
Fund Balance at End of Year	-	-	8,480,621	8,480,621

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	596,867
Current year adjustment for accrued payroll	<u>(87,941)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>508,926</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - ROAD AND BRIDGE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Other	1,539,150	1,651,847	1,715,706	63,859
Total Revenues	1,539,150	1,651,847	1,715,706	63,859
Expenditures				
Salaries and Wages	728,859	728,859	701,565	27,294
Payroll Expenses and Benefits	314,000	314,000	291,038	22,962
Supplies	45,000	45,000	34,926	10,074
Road Oil, Asphalt, Concrete and Signs	465,000	465,000	450,307	14,693
Culverts	30,000	30,000	27,472	2,528
Telephone, Utilities	600	600	600	0
Bulk Gas and Oil - Vehicles	130,000	130,000	146,677	(16,677)
Contracts	12,200	12,200	9,133	3,067
Professional Services	15,000	15,000	13,996	1,004
Travel and Miscellaneous	5,700	5,700	10,582	(4,882)
Repair of Equipment	138,000	138,000	181,595	(43,595)
Freight	10,000	10,000	19,041	(9,041)
Rent of Equipment	7,000	7,000	4,350	2,650
Construction Project/Emergency Flow Infrastructure	2,000	2,000	-	2,000
	40,000	152,697	164,733	(12,036)
Total Expenditures	1,943,359	2,056,056	2,056,015	41
Excess (Deficit) Revenues Over Expenditures	(404,209)	(404,209)	(340,309)	63,900
Fund Balance at Beginning of Year	404,209	404,209	1,455,267	1,051,058
Fund Balance at End of Year	-	-	1,114,958	1,114,958

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	(340,309)
Current year adjustment for accrued payroll	<u>(8,987)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>(349,296)</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - AMBULANCE DISTRICT FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	1,810,284	1,810,284	1,828,420	18,136
Other	469,608	469,608	629,515	159,907
 Total Revenues	 2,279,892	 2,279,892	 2,457,935	 178,043
<u>Expenditures</u>				
Supplies	400	400	200	200
Insurance	700	700	613	87
Refunds	10,000	10,000	14,095	(4,095)
Ambulance Contracts	2,108,542	2,108,542	2,110,776	(2,234)
Capital Outlay	160,250	160,250	144,642	15,608
 Total Expenditures	 2,279,892	 2,279,892	 2,270,326	 9,566
 Excess (Deficit) Revenues Over Expenditures	 -	 -	 187,609	 187,609
 Fund Balance at Beginning of Year	 -	 -	 1,171,019	 1,171,019
 Fund Balance at End of Year	 -	 -	 1,358,628	 1,358,628

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - LAND WATER & WILDLIFE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	-	-	6,368	6,368
Other	4,200	4,200	5,913	1,713
Total Revenues	4,200	4,200	12,281	8,081
<u>Expenditures</u>				
Other Miscellaneous	2,920,318	2,902,336	142,033	2,760,303
Total Expenditures	2,920,318	2,902,336	142,033	2,760,303
Excess (Deficit) Revenues Over Expenditures	(2,916,118)	(2,898,136)	(129,752)	2,768,384
Fund Balance at Beginning of Year	2,916,118	2,898,136	2,902,438	4,302
Fund Balance at End of Year	-	-	2,772,686	2,772,686

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - BLAINE MANOR FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	0	0	783	783
Other	0	0	98,019	98,019
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	0	0	98,802	98,802
<u>Expenditures</u>				
Salaries	150,000	50,170	46,848	3,322
Payroll Expenses and Benefits	-	18,830	16,097	2,733
Professional Services	-	228,000	91,208	136,792
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	150,000	297,000	154,153	142,847
Excess (Deficit) Revenues Over Expenditures:	(150,000)	(297,000)	(55,351)	241,649
Fund Balance at Beginning of Year	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance at End of Year	150,000	297,000	213,246	(83,754)
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance at End of Year	-	-	157,895	157,895
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	(55,351)
Current year adjustment for accrued payroll	<hr/>
	(4,058)
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<hr/> <hr/>
	(59,409)

See independent auditor's report on other financial information.

SUPPLEMENTAL INFORMATION

BLAINE COUNTY, IDAHO

COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS SEPTEMBER 30, 2014

	Public Health Fund	Charity and Indigent Fund	Noxious Weed Fund	Revaluation Fund	Recycle Center Fund	Solid Waste Disposal Fund	District Court Fund
Assets							
Cash and Investments	100,360	484,785	323,553	351,031	241,300	1,773,268	327,193
Accounts Receivable	1,966	2,639	5,736	3,878	7,236	186,051	303
Interfund Receivable	-	-	-	-	-	-	-
Delinquent Taxes Receivable	4,192	6,087	3,930	8,021	-	-	856
Total Assets	<u>106,518</u>	<u>493,511</u>	<u>333,219</u>	<u>362,930</u>	<u>248,536</u>	<u>1,959,319</u>	<u>328,352</u>
Liabilities							
Warrants Payable	-	710	3,886	769	95	-	2,594
Vouchers Payable	-	60,064	1,594	1,356	1,941	2,542	7,186
Accrued Payroll and Benefits	-	4,111	11,676	19,092	10,283	(11)	4,143
Interfund Payable	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-
Total Liabilities	-	64,885	17,156	21,217	12,319	2,531	13,923
Deferred Inflows of Resources							
Unavailable Revenue - Property Taxes	3,631	5,311	3,411	6,951	-	-	755
Total Deferred Inflows of Resources	3,631	5,311	3,411	6,951	-	-	755
Fund Equity							
Committed	-	186,316	80,000	85,000	-	31,063	85,000
Assigned	102,887	236,999	232,652	249,762	236,217	1,925,725	228,674
Total Fund Balances	<u>102,887</u>	<u>423,315</u>	<u>312,652</u>	<u>334,762</u>	<u>236,217</u>	<u>1,956,788</u>	<u>313,674</u>
Total Liabilities and Fund Balances	<u>106,518</u>	<u>493,511</u>	<u>333,219</u>	<u>362,930</u>	<u>248,536</u>	<u>1,959,319</u>	<u>328,352</u>

See independent auditor's report on other financial information.

County Fair Fund	Historical Society Fund	Waterways Fund	Snowmobile Fund	Junior College Fund	Liability Insurance Fund	E911 Fund	Bond Redemption Fund	Election Consolidation Fund	Totals
79,829	2,210	51,155	44,763	109,770	134,562	181,557	204,303	134,916	4,544,555
180	-	3,040	-	75,095	1,616	31,785	(1)	20,043	339,567
-	-	-	-	-	-	-	-	-	-
420	439	-	-	-	3,333	-	14,362	-	41,640
<u>80,429</u>	<u>2,649</u>	<u>54,195</u>	<u>44,763</u>	<u>184,865</u>	<u>139,511</u>	<u>213,342</u>	<u>218,664</u>	<u>154,959</u>	<u>4,925,762</u>
-	187	240	33	300	1,000	47	-	-	9,861
10,500	-	1,608	33	25,450	-	15,334	-	-	127,608
-	-	348	-	-	-	10,197	-	622	60,461
-	-	-	-	-	-	-	-	-	-
-	-	36,949	-	-	-	-	-	-	36,949
10,500	187	39,145	66	25,750	1,000	25,578	-	622	234,879
364	380	-	-	-	2,888	-	12,451	-	36,142
364	380	-	-	-	2,888	-	12,451	-	36,142
-	-	5,676	-	-	-	-	-	-	473,055
69,565	2,082	9,374	44,697	159,115	135,623	187,764	206,213	154,337	4,181,686
69,565	2,082	15,050	44,697	159,115	135,623	187,764	206,213	154,337	4,654,741
<u>80,429</u>	<u>2,649</u>	<u>54,195</u>	<u>44,763</u>	<u>184,865</u>	<u>139,511</u>	<u>213,342</u>	<u>218,664</u>	<u>154,959</u>	<u>4,925,762</u>

BLAINE COUNTY, IDAHO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Public Health Fund	Charity & Indigent Fund	Noxious Weed Fund	Revaluation Fund	Recycle Center Fund	Solid Waste Disposal Fund	District Court Fund	County Fair Fund
Revenues								
Property Taxes	234,484	306,436	214,783	448,165	(3)	-	35,902	20,829
Intergovernmental	7,192	9,433	112,490	13,865	-	-	1,086	642
Charges for Services	-	-	391	-	287,607	1,751,828	-	-
Fines and Forfeitures	-	-	-	-	-	-	88,598	-
Miscellaneous	-	25,481	(67,881)	-	-	-	72,892	17,484
Total Revenues	241,676	341,350	259,783	462,030	287,604	1,751,828	198,478	38,955
Expenditures								
Salaries and Wages	-	49,831	120,724	264,733	126,395	-	51,809	-
Payroll Expenses and Benefits	-	18,908	54,057	133,483	47,297	-	17,377	-
General and Administrative	-	-	-	28,282	-	-	-	-
Health Care	237,794	223,731	-	-	-	-	-	-
County Services	-	-	63,721	-	69,869	1,456,610	-	43,476
Law Enforcement	-	-	-	-	-	-	134,033	-
Capital Expenditures	-	-	-	-	13,259	-	-	-
Total Expenditures	237,794	292,470	238,502	426,498	256,820	1,456,610	203,219	43,476
Excess (Deficit) Revenues Over Expenditures	3,882	48,880	21,281	35,532	30,784	295,218	(4,741)	(4,521)
Other Financing Sources (Uses):								
Financing of Capital Leases	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	4,748	-	-	-	-	-
Bond Principal Payments	-	-	-	-	-	-	-	-
Bond Interest & Fee Payments	-	-	-	-	-	-	-	-
Net change in fund balances	3,882	48,880	26,029	35,532	30,784	295,218	(4,741)	(4,521)
Fund Balance at Beginning of Year	99,005	374,435	286,623	299,230	205,433	1,661,570	318,415	74,086
Fund Balance at End of Year	<u>102,887</u>	<u>423,315</u>	<u>312,652</u>	<u>334,762</u>	<u>236,217</u>	<u>1,956,788</u>	<u>313,674</u>	<u>69,565</u>

See independent auditor's report on other financial information.

Historical Society Fund	Waterways Fund	Snowmobile Fund	Junior College Fund	Liability Insurance Fund	E911 Fund	Bond Redemption Fund	Election Consolidation Fund	Totals
24,784	-	-	-	186,620	-	797,672	-	2,269,672
767	3,822	-	204,451	5,778	-	(6,275)	99,083	452,334
-	-	-	-	-	421,954	-	-	2,461,780
-	-	-	-	-	-	-	-	88,598
-	30,221	13,109	-	15,682	-	-	-	106,988
25,551	34,043	13,109	204,451	208,080	421,954	791,397	99,083	5,379,372
-	2,285	-	-	-	124,203	-	19,787	759,767
-	748	-	-	-	47,751	-	6,811	326,432
-	-	-	-	183,273	-	-	-	211,555
-	-	-	-	-	-	-	-	461,525
25,100	11,180	2,192	155,250	-	158,542	-	19,454	2,005,394
-	-	-	-	-	-	-	-	134,033
-	27,712	-	-	-	-	-	-	40,971
25,100	41,925	2,192	155,250	183,273	330,496	0	46,052	3,939,677
451	(7,882)	10,917	49,201	24,807	91,458	791,397	53,031	1,439,695
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	4,748
-	-	-	-	-	-	(450,000)	-	(450,000)
-	-	-	-	-	-	(332,757)	-	(332,757)
451	(7,882)	10,917	49,201	24,807	91,458	8,640	53,031	661,686
1,631	22,932	33,780	109,914	110,816	96,306	197,573	101,306	3,993,055
2,082	15,050	44,697	159,115	135,623	187,764	206,213	154,337	4,654,741

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - CURRENT EXPENSE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Final Budget	Actual	Variance with Final Budget
<u>Revenues</u>			
Property Taxes	7,503,773	7,582,039	78,266
Payment in Lieu of Taxes	1,743,000	1,904,692	161,692
Interest Earned on Investments	150,000	146,269	(3,731)
Other	5,074,691	5,211,173	136,482
Total Revenues	14,471,464	14,844,173	372,709
<u>Expenditures</u>			
Clerk, Auditor, Recorder Salaries	729,454	725,886	3,568
Clerk, Auditor, Recorder Other	309,250	302,924	6,326
Assessor Salaries	235,241	232,856	2,385
Assessor Other	122,391	117,397	4,994
Treasurer Salaries	165,192	164,273	919
Treasurer Other	111,776	102,745	9,031
Sheriff Salaries	1,434,146	1,376,516	57,630
Sheriff Other	1,018,805	967,075	51,730
Commissioners Salaries	374,446	373,618	828
Commissioners Other	144,296	143,423	873
Coroner Salaries	54,300	42,922	11,378
Coroner Other	57,122	28,963	28,159
Prosecuting Attorney Salaries	530,729	522,863	7,866
Prosecuting Attorney Other	295,866	262,484	33,382
Probation Salaries	274,238	271,734	2,504
Probation Other	217,739	220,848	(3,109)
Building and Grounds Salaries	231,309	223,827	7,482
Building and Grounds Other	473,089	461,451	11,638
Human Resource Salaries	145,160	79,158	66,002
Human Resource Other	87,447	39,579	47,868
Extension Office Other	125,890	125,644	246
Data Processing Salaries	121,137	120,928	209
Data Processing Other	280,892	277,550	3,342
Election Salaries	22,871	22,578	293
Elections Other	104,712	173,354	(68,642)
Ketchum Police Salaries	582,589	534,138	48,451
Ketchum Police Other	809,333	750,159	59,174
General Accounts (Specials)	1,304,165	1,213,948	90,217
Dispatch Salaries	601,615	78,653	522,962
Dispatch Other	306,490	282,261	24,229
Jail Salaries	1,212,546	1,124,816	87,730
Jail Other	1,179,447	1,166,063	13,384
Planning and Zoning Salaries	379,320	374,110	5,210
Planning and Zoning Other	231,513	233,794	(2,281)

continued on next page

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - CURRENT EXPENSE FUND (CONTINUED) FOR THE YEAR ENDED SEPTEMBER 30, 2014

Geographic Information System Salaries	134,513	134,297	216
Geographic Information System Other	78,543	72,895	5,648
Public Defender	388,423	339,984	48,439
Capital Improvement	1,289,500	54,057	1,235,443
Total Expenditures	16,165,495	13,739,771	2,425,724
Excess (Deficit) Revenues Over Expenditures	(1,694,031)	1,104,402	2,798,433
<u>Other Financing Sources (Uses):</u>			
Transfers In (Out)	(4,748)	(4,748)	-
Unrealized Gain (Loss) on Investments	-	111,590	111,590
Net changes in fund balances	(1,698,779)	1,211,244	2,910,023
Fund Balance at Beginning of Year	1,698,779	7,883,754	6,184,975
Fund Balance at End of Year	-	9,094,998	9,094,998

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - PUBLIC HEALTH FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	231,594	231,594	234,484	2,890
Other	6,200	6,200	7,192	992
Total Revenues	237,794	237,794	241,676	3,882
<u>Expenditures</u>				
South Central Health District	237,794	237,794	237,794	-
Total Expenditures	237,794	237,794	237,794	-
Excess Revenues Over Expenditures	-	-	3,882	3,882
Fund Balance at Beginning of Year	-	-	99,005	99,005
Fund Balance at End of Year	-	-	102,887	102,887

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - CHARITY AND INDIGENT FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	301,106	301,106	306,436	5,330
Other	34,800	34,800	34,914	114
 Total Revenues	 335,906	 335,906	 341,350	 5,444
<u>Expenditures</u>				
Salaries	50,771	50,771	49,007	1,764
Payroll Expenses and Benefits	19,746	19,746	18,908	838
Travel	2,200	2,200	1,282	918
Repair and Maintenance	500	500	37	463.00
Supplies	2,500	2,500	1,295	1,205
Postage	1,200	1,200	600	600
Medical Care	312,000	312,000	209,178	102,822
Non-Medical Care	15,000	15,000	11,049	3,951
Miscellaneous	500	500	290	210
 Total Expenditures	 404,417	 404,417	 291,646	 112,771
Excess (Deficit) Revenues Over Expenditures	(68,511)	(68,511)	49,704	118,215
Fund Balance at Beginning of Year	68,511	68,511	377,722	309,211
Fund Balance at End of Year	-	-	427,426	427,426

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	49,704
Current year adjustment for accrued payroll	(824)
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	48,880

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - NOXIOUS WEED FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	211,907	211,907	214,783	2,876
Other	7,000	25,661	45,000	19,339
Total Revenues	218,907	237,568	259,783	22,215
<u>Expenditures</u>				
Salaries and Wages	118,470	125,648	119,493	6,155
Payroll Expense and Benefits	55,537	55,537	54,057	1,480
Supplies	31,900	32,024	29,757	2,267
Bulk Gas and Oil - Vehicles	4,700	4,700	4,075	625
Travel	1,200	1,200	559	641
Education	3,500	3,500	574	2,926
Repairs and Maintenance	3,500	3,500	1,416	2,084
Postage	600	600	100	500
Advertising	5,500	5,500	5,550	(50)
Contracts	1,000	17,107	21,690	(4,583)
Total Expenditures	225,907	249,316	237,271	12,045
Excess (Deficit) Revenues Over Expenditures	(7,000.00)	(11,748)	22,512	34,260
<u>Other Financing Sources (Uses):</u>				
Transfers In (Out)	-	4,748	4,748	-
Net changes in fund balances	(7,000.00)	(7,000)	27,260	34,260
Fund Balance at Beginning of Year	7,000.00	7,000	297,068	290,068
Fund Balance at End of Year	-	-	324,328	324,328

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	22,512
Current year adjustment for accrued payroll	<u>(1,231)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>21,281</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - REVALUATION FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	442,596	442,596	448,165	5,569
Other	8,500	8,500	13,865	5,365
Total Revenues	451,096	451,096	462,030	10,934
<u>Expenditures</u>				
Salaries and Wages	288,300	288,300	264,273	24,027
Payroll Expenses and Benefits	135,246	135,246	133,483	1,763
Supplies	5,000	5,000	4,307	693
Repairs and Maintenance	10,850	10,850	9,064	1,786
Vehicles	3,700	3,700	4,860	(1,160)
Travel and Miscellaneous	9,000	9,000	6,664	2,336
Education	4,000	4,000	3,387	613
Total Expenditures	456,096	456,096	426,038	30,058
Excess (Deficit) Revenues Over Expenditures	(5,000.00)	(5,000.00)	35,992	40,992
Fund Balance at Beginning of Year	5,000.00	5,000.00	317,862	312,862
Fund Balance at End of Year	-	-	353,854	353,854

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	35,992
Current year adjustment for accrued payroll	<u>(460)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>35,532</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - RECYCLE CENTER FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	285,000	285,000	287,607	2,607
Total Revenues	285,000	285,000	287,604	2,604
<u>Expenditures</u>				
Salaries and Wages	123,290	123,290	123,117	173
Payroll Expenses and Benefits	52,888	52,888	47,297	5,591
Utilities	10,000	10,000	10,785	(785)
Supplies	20,000	20,000	19,172	828
Fuel	5,000	5,000	2,418	2,582
Education	35,000	35,000	15,172	19,828
Repairs	24,000	24,000	22,322	1,678
Total Expenditures	287,178	287,178	253,542	33,636
Excess (Deficit) Revenues Over Expenditures	(2,178)	(2,178)	34,062	36,240
Fund Balance at Beginning of Year	2,178	2,178	212,438	210,260
Fund Balance at End of Year	-	-	246,500	246,500

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	34,062
Current year adjustment for accrued payroll	<u>(3,278)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>30,784</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - SOLID WASTE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	1,400,789	1,400,789	1,751,828	351,039
Total Revenues	1,400,789	1,400,789	1,751,828	351,039
<u>Expenditures</u>				
Utilities - Garbage	30,500	30,500	27,972	2,528
Postage	600	600	300	300
Solid Waste Contract	1,369,689	1,428,338	1,428,338	-
Total Expenditures	1,400,789	1,459,438	1,456,610	2,828
Excess (Deficit) Revenues Over Expenditures	-	(58,649)	295,218	353,867
Fund Balance at Beginning of Year	-	58,649	1,661,559	1,602,910
Fund Balance at End of Year	<u>-</u>	<u>-</u>	<u>1,956,777</u>	<u>1,956,777</u>

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	295,218
Current year adjustment for accrued payroll	<u>0</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u>295,218</u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - DISTRICT COURT FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	34,676	34,676	35,902	1,226
Other	165,900	168,201	162,576	(5,625)
Total Revenues	200,576	202,877	198,478	(4,399)
<u>Expenditures</u>				
Salaries and Wages	54,500	54,500	51,207	3,293
Payroll Expense and Benefits	17,816	17,816	17,377	439
Supplies	39,500	39,500	19,872	19,628
Postage	13,000	13,000	12,260	740
Professional Services	24,000	24,000	28,441	(4,441)
Jury and Witness Fees and Expense	10,000	10,000	8,575	1,425
Travel	3,500	3,500	2,602	898
Repairs and Maintenance	2,500	2,901	5,358	(2,457)
Lodging, Meals and Mileage for Jurors	9,000	9,000	12,778	(3,778)
Law Library	19,500	19,500	23,446	(3,946)
Judicial Education	2,500	2,500	1,530	970
Contracts	20,760	22,660	19,171	3,489
Contingency	12,000	12,000	-	12,000
Total Expenditures	228,576	230,877	202,617	28,260
Excess (Deficit) Revenues Over Expenditures	(28,000)	(28,000)	(4,139)	23,861
Fund Balance at Beginning of Year	28,000	28,000	321,956	293,956
Fund Balance at End of Year	-	-	317,817	317,817

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	(4,139)
Current year adjustment for accrued payroll	<u>(602)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>(4,741)</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - COUNTY FAIR FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	20,500	20,500	20,829	329
Other	800	800	18,126	17,326
	<u>21,300</u>	<u>21,300</u>	<u>38,955</u>	<u>17,655</u>
<u>Expenditures</u>				
Supplies - Awards	-	-	4,968	(4,968)
Utilities	-	-	2,708	(2,708)
Maintenance	-	-	10,986	(10,986)
Miscellaneous	21,300	21,361	24,814	(3,453)
Capital Outlay	15,000	15,000	-	15,000
	<u>36,300</u>	<u>36,361</u>	<u>43,476</u>	<u>(7,115)</u>
Excess (Deficit) Revenues Over Expenditures	(15,000)	(15,061)	(4,521)	10,540
Fund Balance at Beginning of Year	<u>15,000</u>	<u>15,061</u>	<u>74,086</u>	<u>59,025</u>
Fund Balance at End of Year	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>69,565</u></u>	<u><u>69,565</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - HISTORICAL SOCIETY AND MUSEUM FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	24,500	24,500	24,784	284
Other	600	600	767	167
Total Revenues	25,100	25,100	25,551	451
<u>Expenditures</u>				
Blaine County Historical Museum, Inc.	25,100	25,100	25,100	0
Total Expenditures	25,100	25,100	25,100	0
Excess (Deficit) Revenues Over Expenditures	-	-	451	451
Fund Balance at Beginning of Year	-	-	1,631	1,631
Fund Balance at End of Year	-	-	2,082	2,082

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - WATERWAYS FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	34,000	53,751	34,043	(19,708)
Total Revenues	34,000	53,751	34,043	(19,708)
<u>Expenditures</u>				
Salaries and Wages	10,000	10,000	2,204	7,796
Payroll Expenses and Benefits	2,400	2,400	748	1,652
Other Miscellaneous Expenses	18,500	18,500	11,180	7,320
Capital Outlay	3,100	29,194	27,712	1,482
Total Expenditures	34,000	60,094	41,844	18,250
Excess (Deficit) Revenues Over Expenditures	0	(6,343)	(7,801)	(1,458)
Fund Balance at Beginning of Year	0	6,343	23,199	16,856
Fund Balance at End of Year	-	-	15,398	15,398

Reconciliation of Budgetary Basis to GAAP Basis:

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	(7,801)
Current year adjustment for accrued payroll	<u>(81)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u><u>(7,882)</u></u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - SNOWMOBILE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	15,000	15,000	13,109	(1,891)
Total Revenues	15,000	15,000	13,109	(1,891)
<u>Expenditures</u>				
Other Miscellaneous	15,000	15,000	2,192	12,808
Total Expenditures	15,000	15,000	2,192	12,808
Excess (Deficit) Revenues Over Expenditures	0	0	10,917	10,917
Fund Balance at Beginning of Year	0	0	33,780	33,780
Fund Balance at End of Year	-	-	44,697	44,697

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - JUNIOR COLLEGE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	200,000	200,000	204,451	4,451
Total Revenues	200,000	200,000	204,451	4,451
<u>Expenditures</u>				
Tuition Fees	200,000	200,000	155,250	44,750
Total Expenditures	200,000	200,000	155,250	44,750
Excess (Deficit) Revenues Over Expenditures	0	0	49,201	49,201
Fund Balance at Beginning of Year	0	0	109,914	109,914
Fund Balance at End of Year	-	-	159,115	159,115

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - LIABILITY INSURANCE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	184,459	184,459	186,620	2,161
Other	4,700	4,700	21,460	16,760
Total Revenues	189,159	189,159	208,080	18,921
<u>Expenditures</u>				
Insurance - Liability	179,159	179,159	179,159	-
Insurance - Other	10,000	10,000	4,114	5,886
Total Expenditures	189,159	189,159	183,273	5,886
Excess (Deficit) Revenues Over Expenditures	-	-	24,807	24,807
Fund Balance at Beginning of Year	-	-	110,816	110,816
Fund Balance at End of Year	-	-	135,623	135,623

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - E911 FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	346,700	346,700	421,954	75,254
Total Revenues	346,700	346,700	421,954	75,254
<u>Expenditures</u>				
Salaries and Wages	124,383	124,383	122,287	2,096
Payroll Expense and Benefits	49,248	49,248	47,751	1,497
Professional Services	118,681	118,681	105,125	13,556
Utilities	53,300	53,300	52,829	471
Miscellaneous	1,088	1,088	588	500
Total Expenditures	346,700	346,700	328,580	18,120
Excess (Deficit) Revenues Over Expenditures	-	0	93,374	93,374
Fund Balance at Beginning of Year	-	-	104,587	104,587
Fund Balance at End of Year	-	-	197,961	197,961

Reconciliation of Budgetary Basis to GAAP Basis

Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)	93,374
Current year adjustment for accrued payroll	<u>(1,916)</u>
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)	<u>91,458</u>

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - BOND REDEMPTION FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Property Taxes	788,000	788,000	797,672	9,672
Other	-	-	(6,275)	(6,275)
Total Revenues	788,000	788,000	791,397	3,397
<u>Other Financing Sources (Uses):</u>				
Bond Principal Payments	-	-	450,000	(450,000)
Bond Interest & Fee Payments	788,000	788,000	332,757	455,243
Total Expenditures	788,000	788,000	782,757	5,243
Excess (Deficit) Revenues Over Expenditures	-	-	8,640	8,640
Fund Balance at Beginning of Year	-	-	197,573	197,573
Fund Balance at End of Year	-	-	206,213	206,213

See independent auditor's report on other financial information.

BLAINE COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - ELECTION CONSOLIDATION FOR THE YEAR ENDED SEPTEMBER 30, 2014

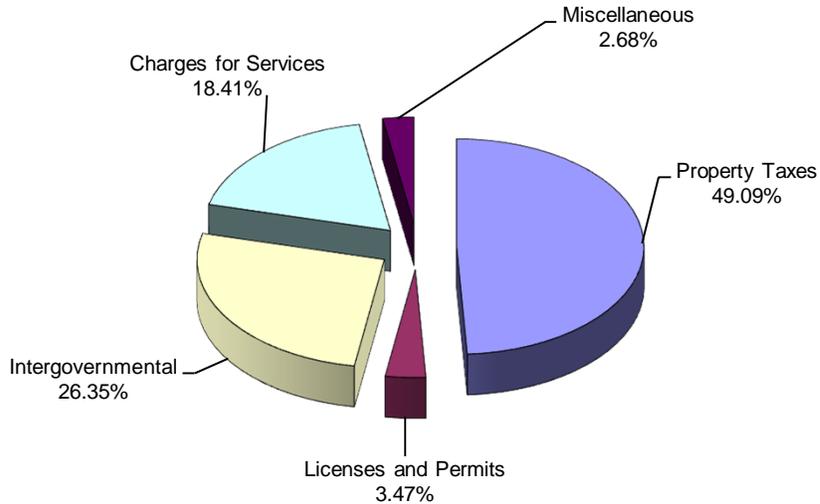
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<u>Revenues</u>				
Other	76,905	76,905	99,083	22,178
Total Revenues	76,905	76,905	99,083	22,178
<u>Expenditures</u>				
Salaries and Wages	30,200	30,200	22,062	8,138
Payroll Expense and Benefits	7,417	7,417	6,811	606
Poll Workers	15,700	15,700	6,772	8,928
Supplies	17,150	17,150	11,818	5,332
Telephone	3,000	3,000	-	3,000
Travel	3,438	3,438	864	2,574
Total Expenditures	76,905	76,905	48,327	28,578
Excess (Deficit) Revenues Over Expenditures	-	-	50,756	50,756
Fund Balance at Beginning of Year	-	-	104,202	104,202
Fund Balance at End of Year	-	-	154,958	154,958
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficit) Revenues Over Expenditures (Budgetary Basis)			50,756	
Current year adjustment for accrued payroll			2,275	
Excess (Deficit) Revenues Over Expenditures (GAAP Basis)			53,031	

See independent auditor's report on other financial information.

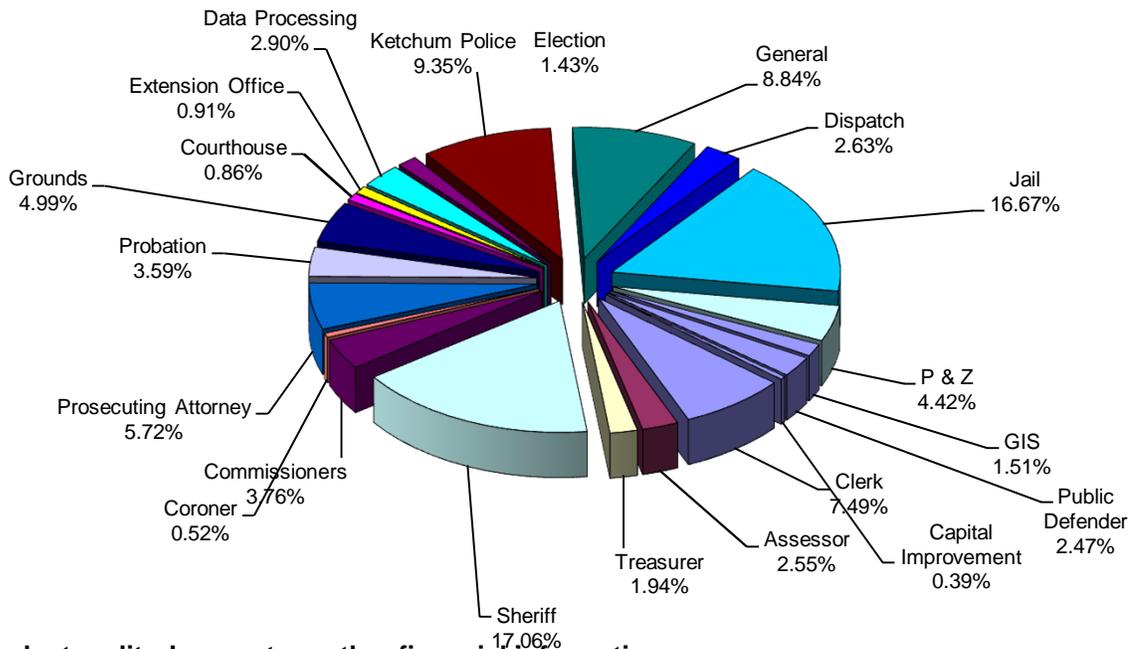
BLAINE COUNTY, IDAHO

PIE GRAPH OF REVENUES AND EXPENDITURES - BUDGETARY DATA FOR THE YEAR ENDED SEPTEMBER 30, 2014

General Fund Revenues



General Expenditures by Department

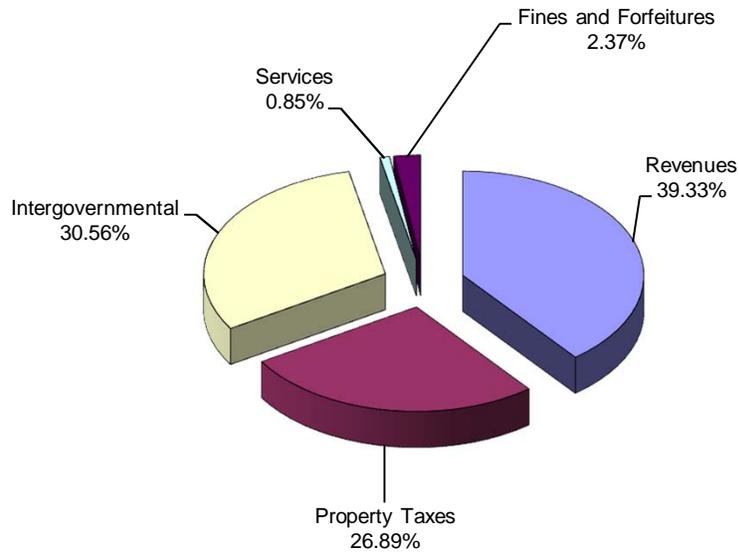


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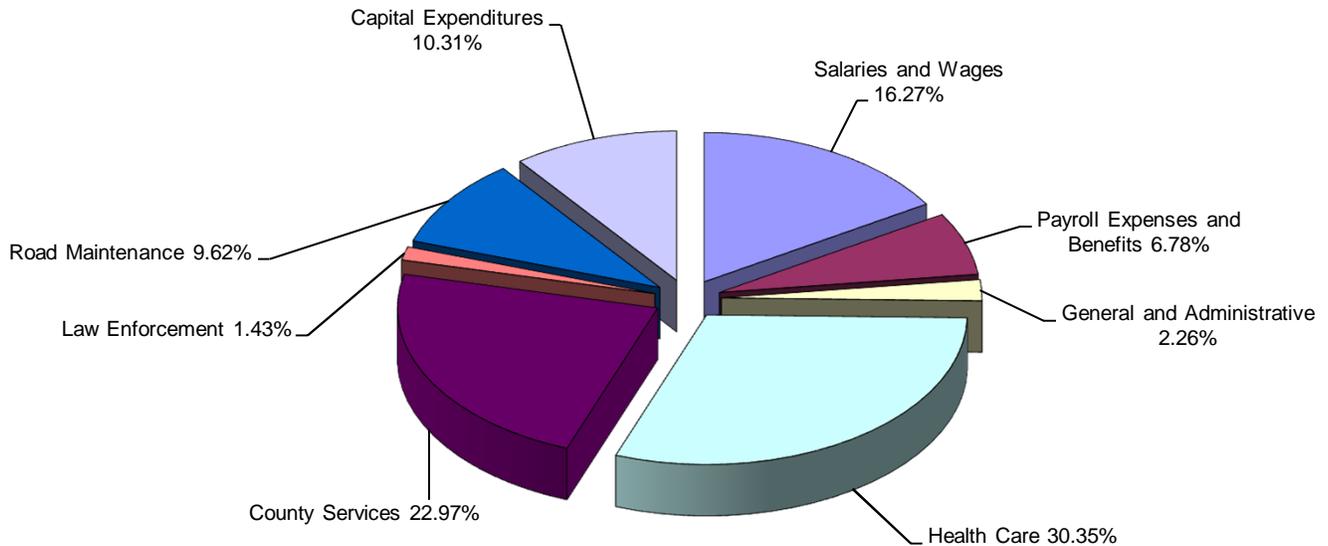
BLAINE COUNTY, IDAHO

PIE GRAPH OF REVENUES AND EXPENDITURES - BUDGETARY DATA FOR THE YEAR ENDED SEPTEMBER 30, 2014

Special Revenue Fund Revenues



Special Revenue Fund Expenditures

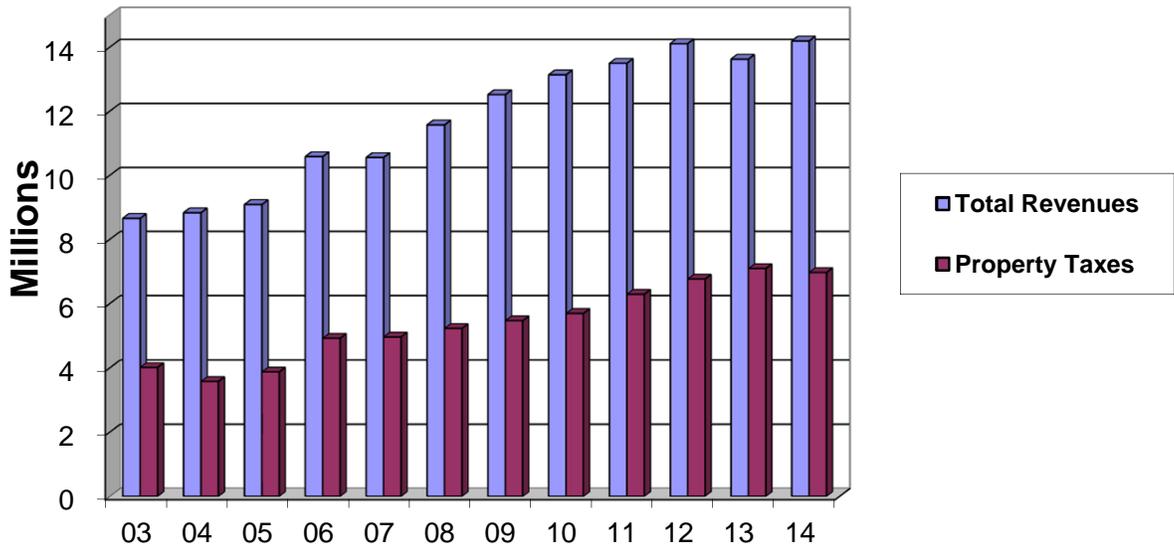


See independent auditor's report on other financial information.

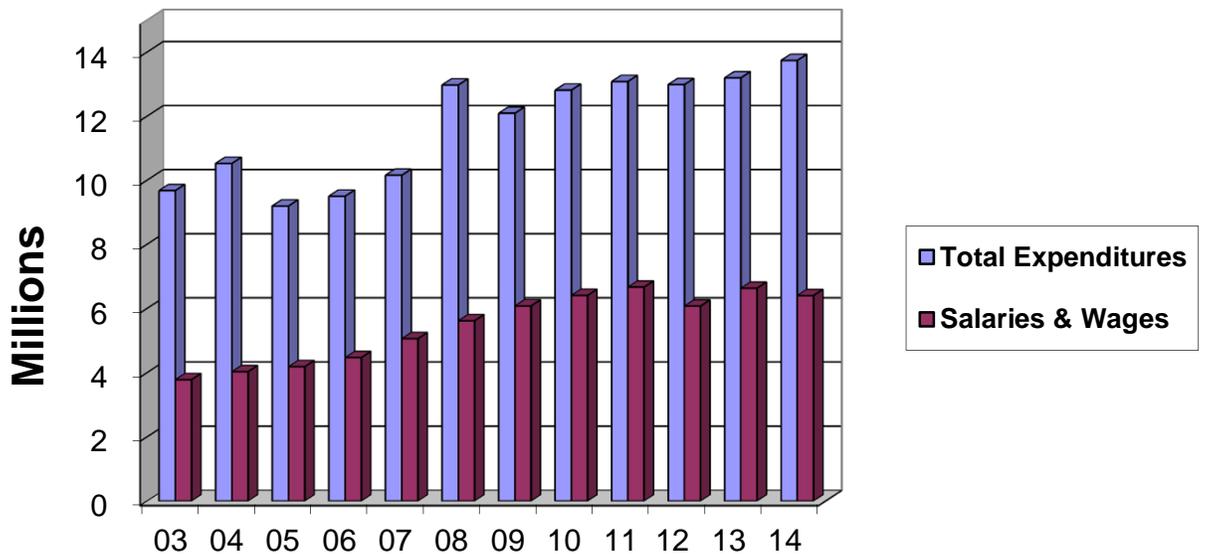
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Current Expense Revenues



Current Expense Expenditures

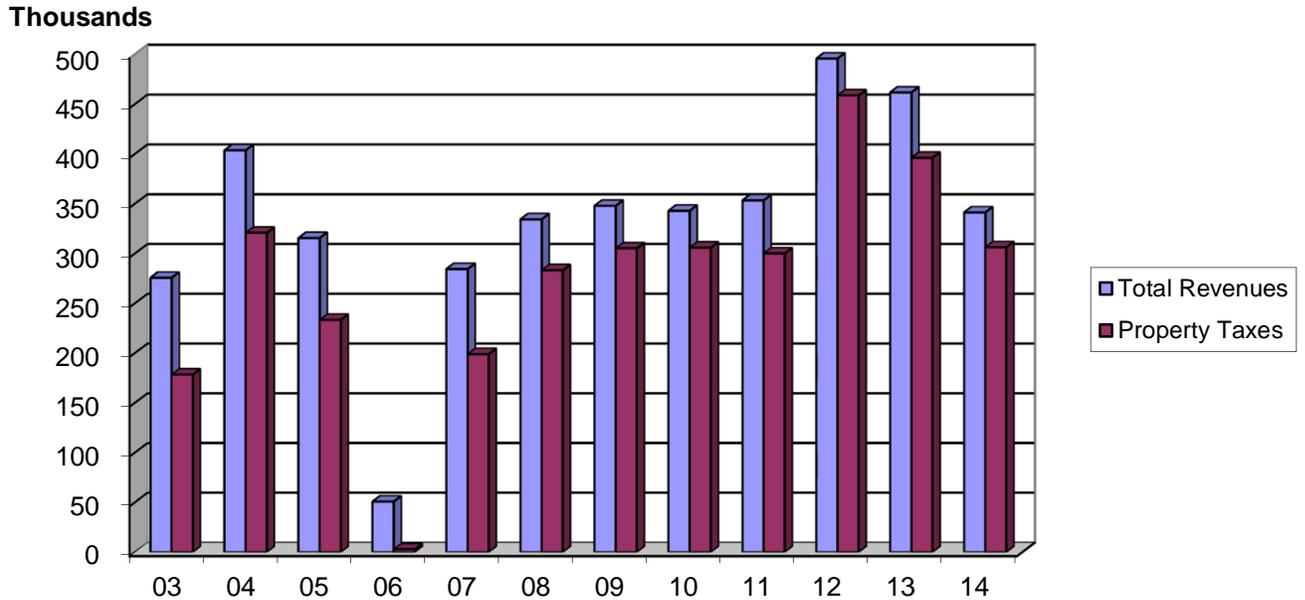


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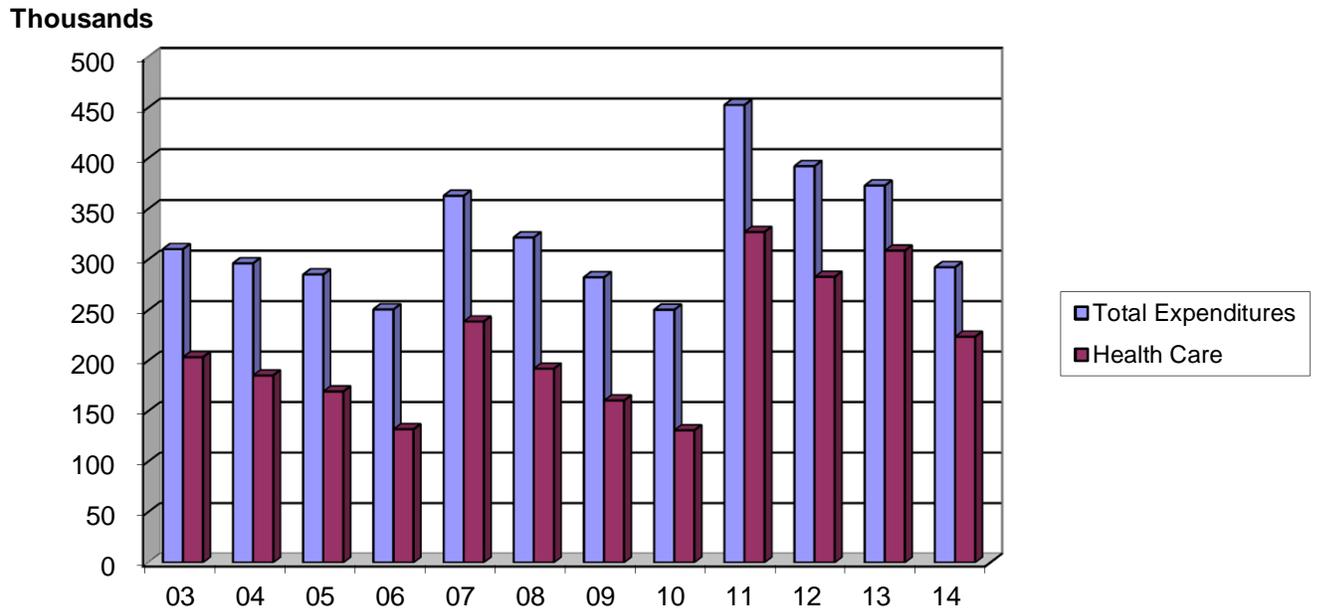
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Charity and Indigent Revenues



Charity and Indigent Expenditures

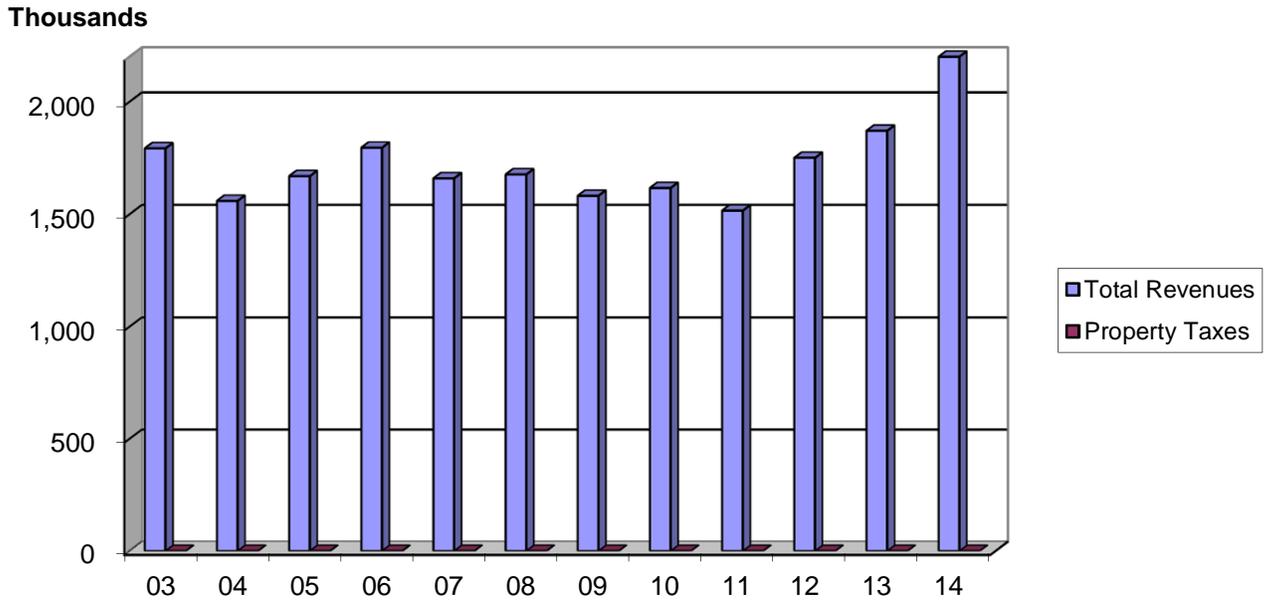


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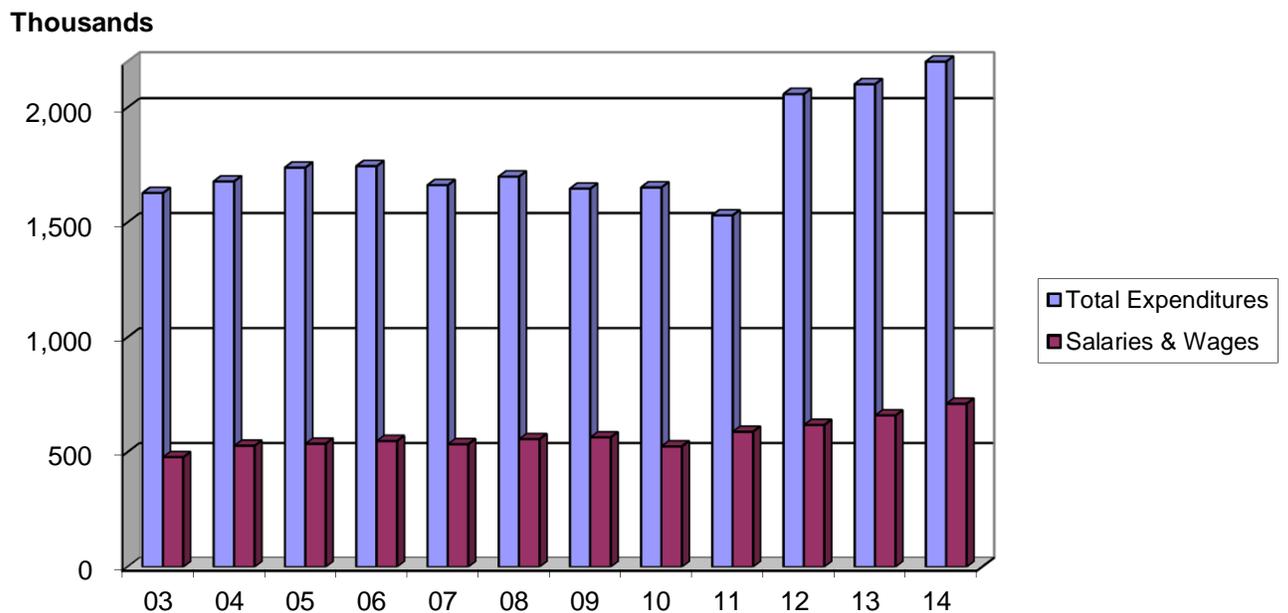
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Road and Bridge Revenues



Road and Bridge Expenditures

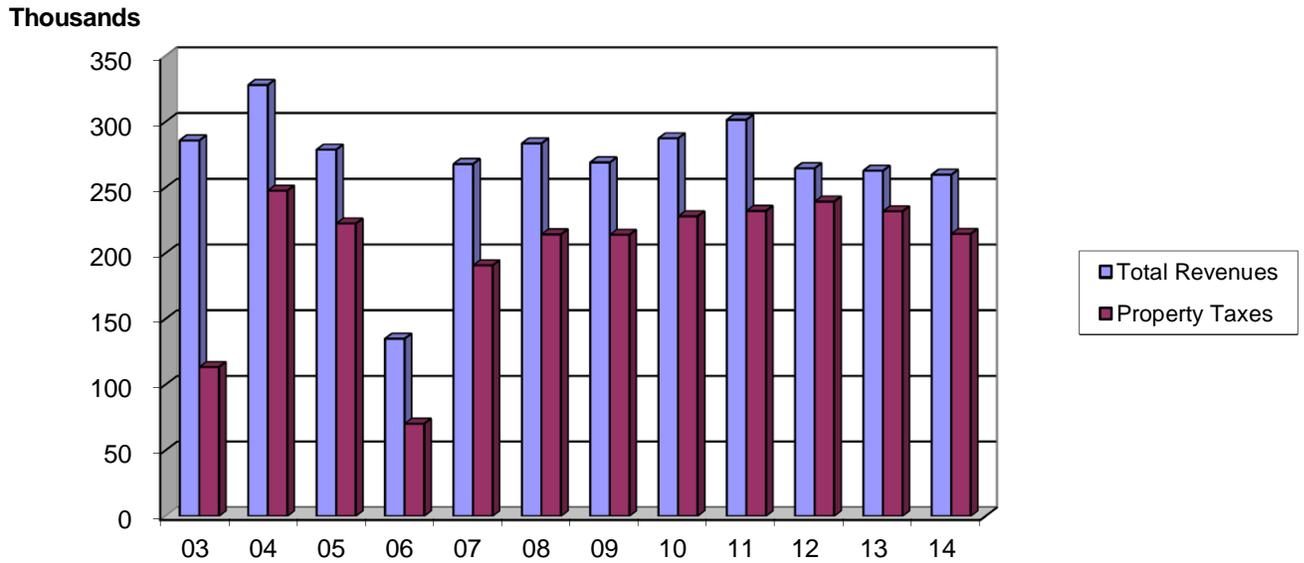


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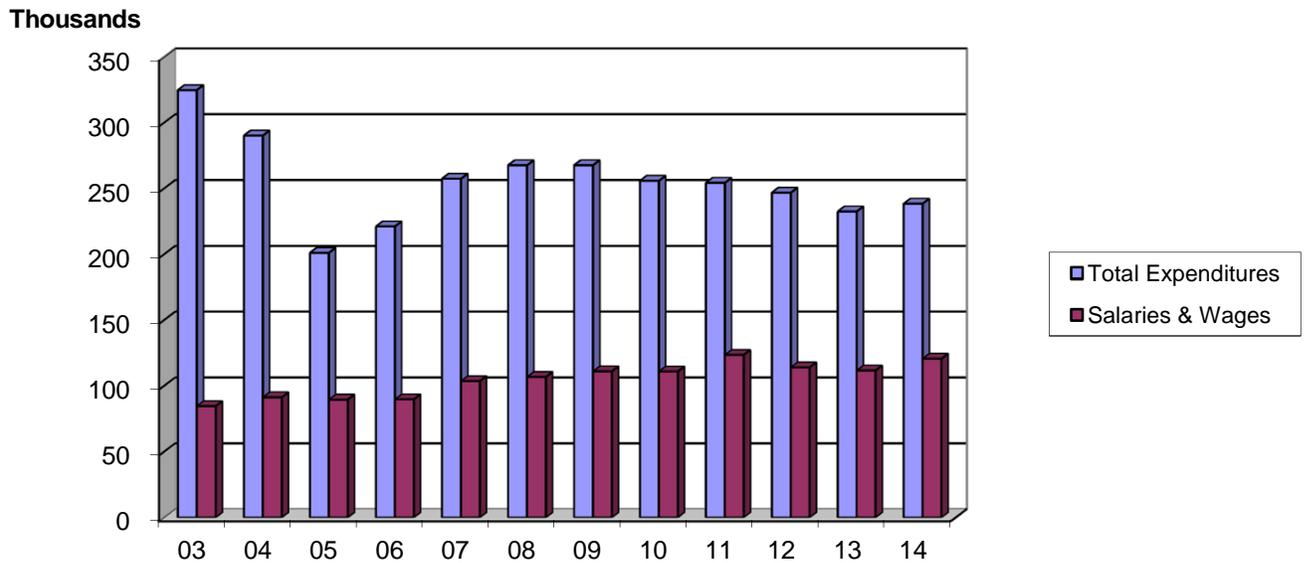
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Noxious Weed Revenues



Noxious Weed Expenditures

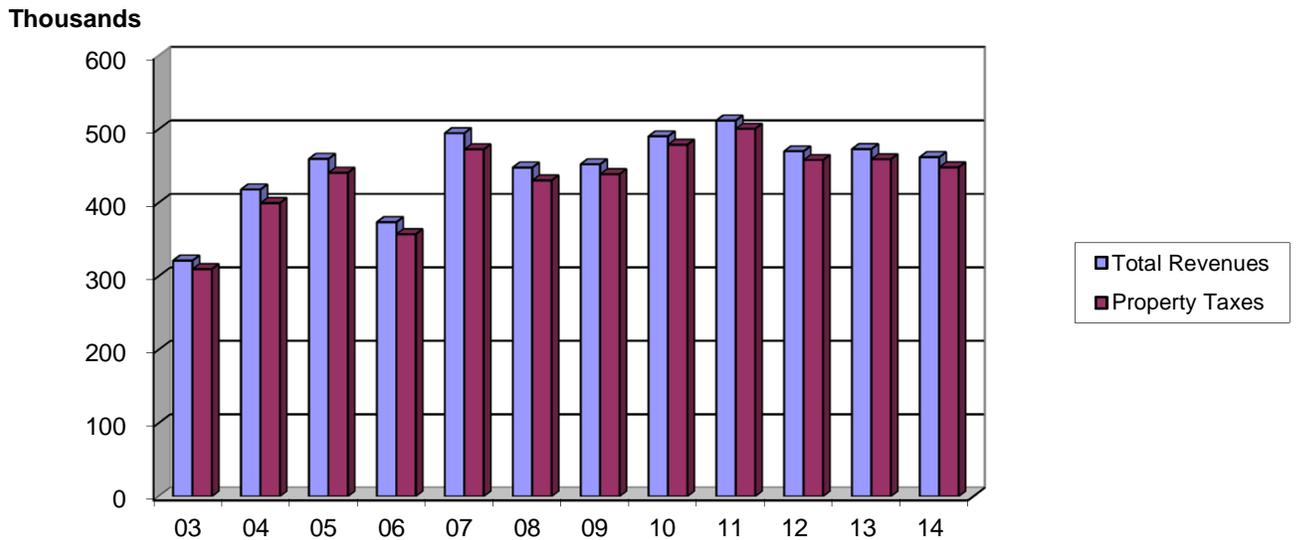


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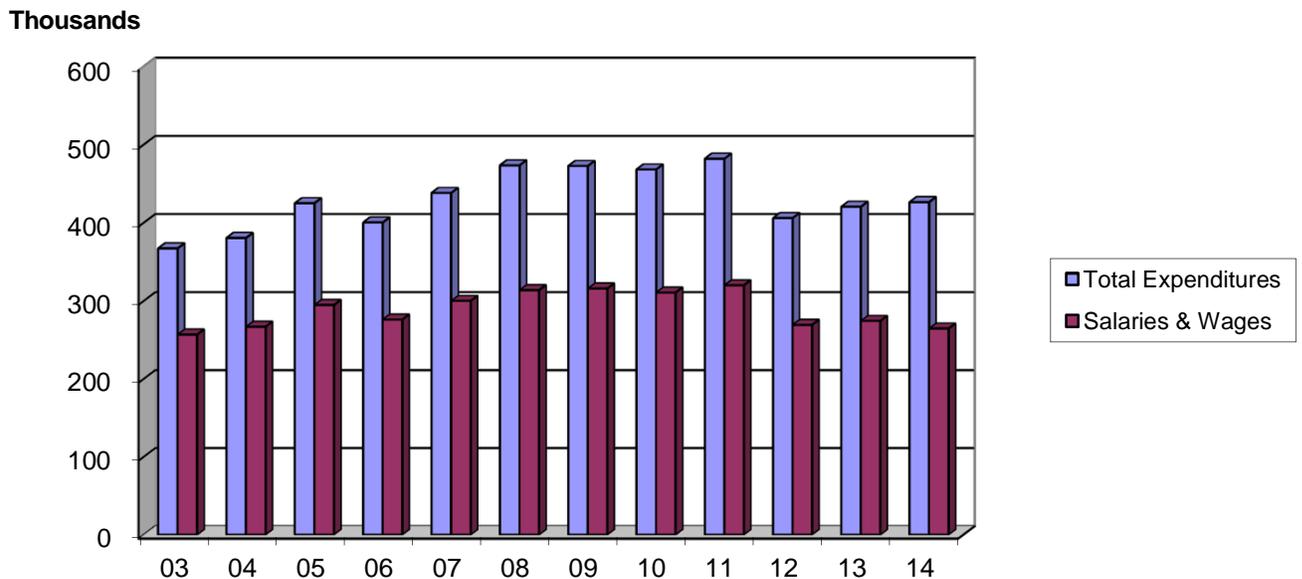
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Revaluation Fund Revenues



Revaluation Fund Expenditures

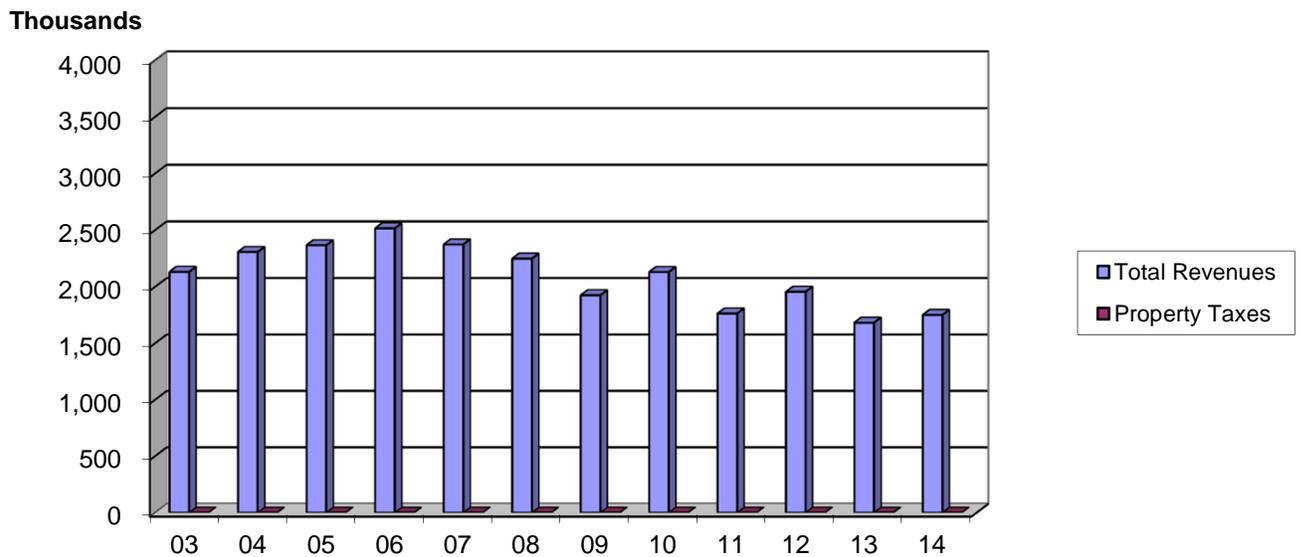


See independent auditor's report on other financial information.

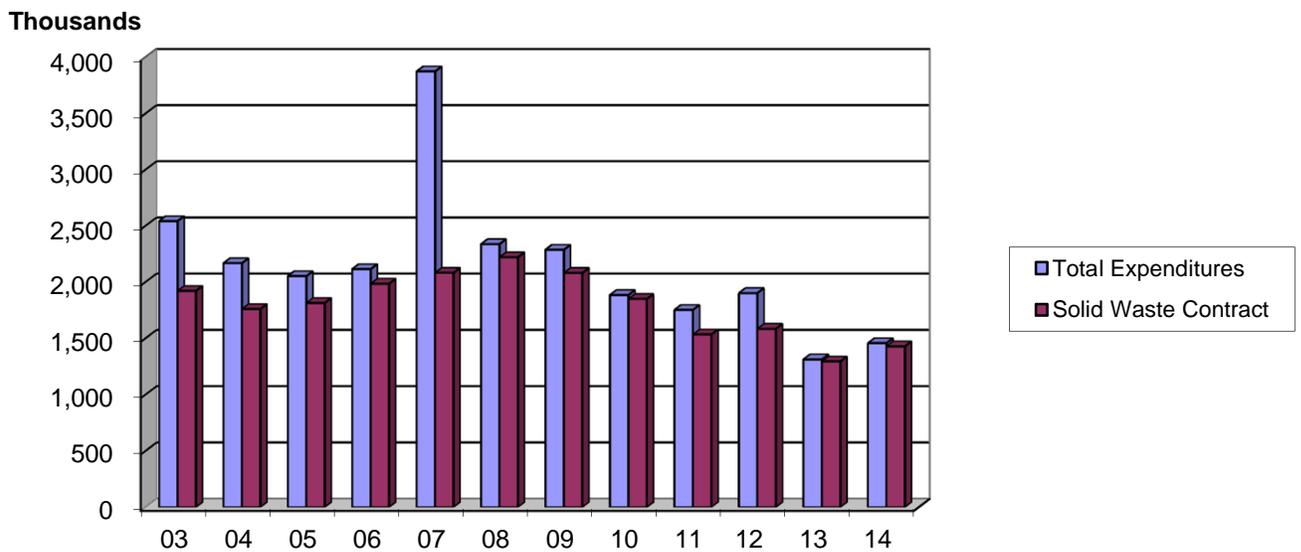
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Solid Waste Revenues



Solid Waste Expenditures

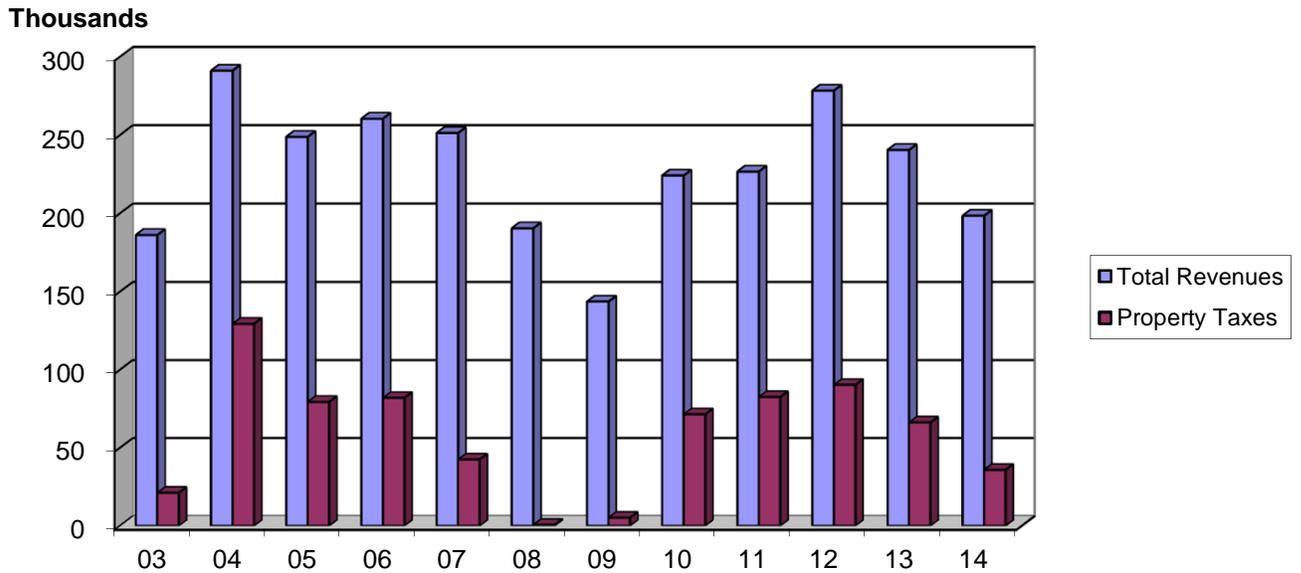


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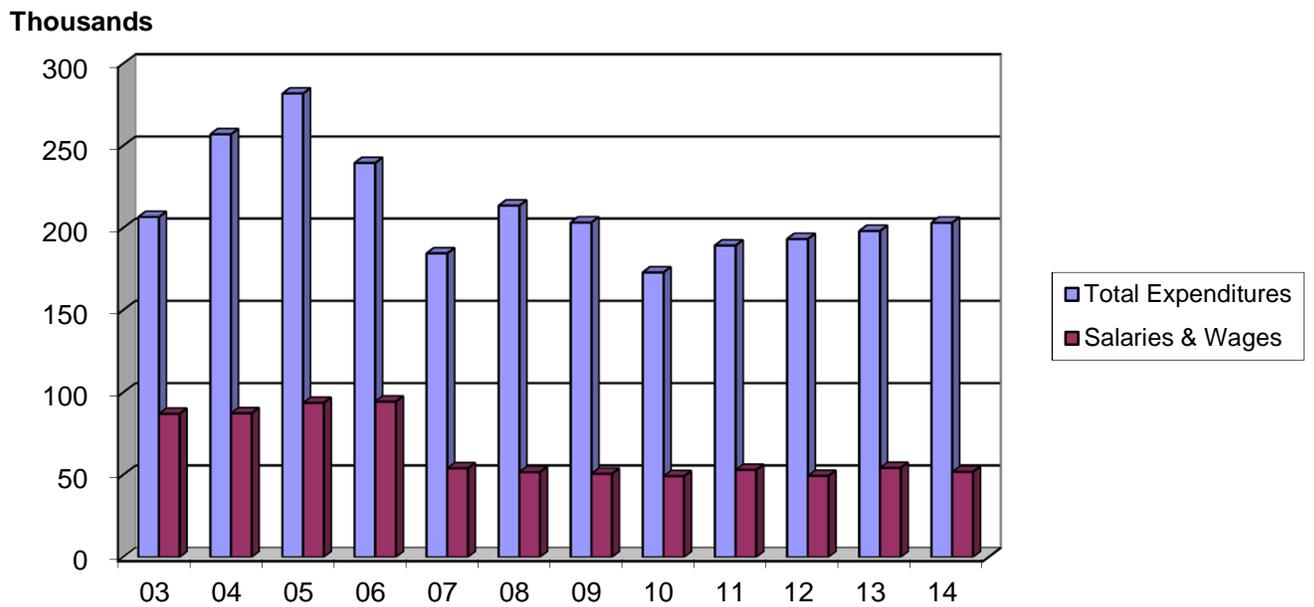
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

District Court Revenues



District Court Expenditures

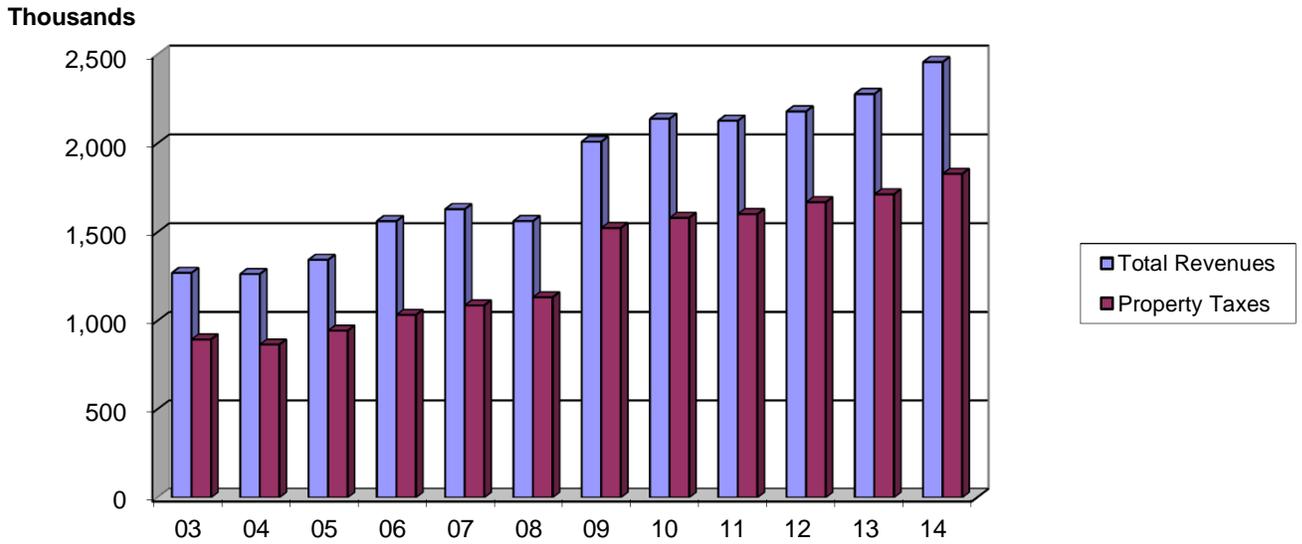


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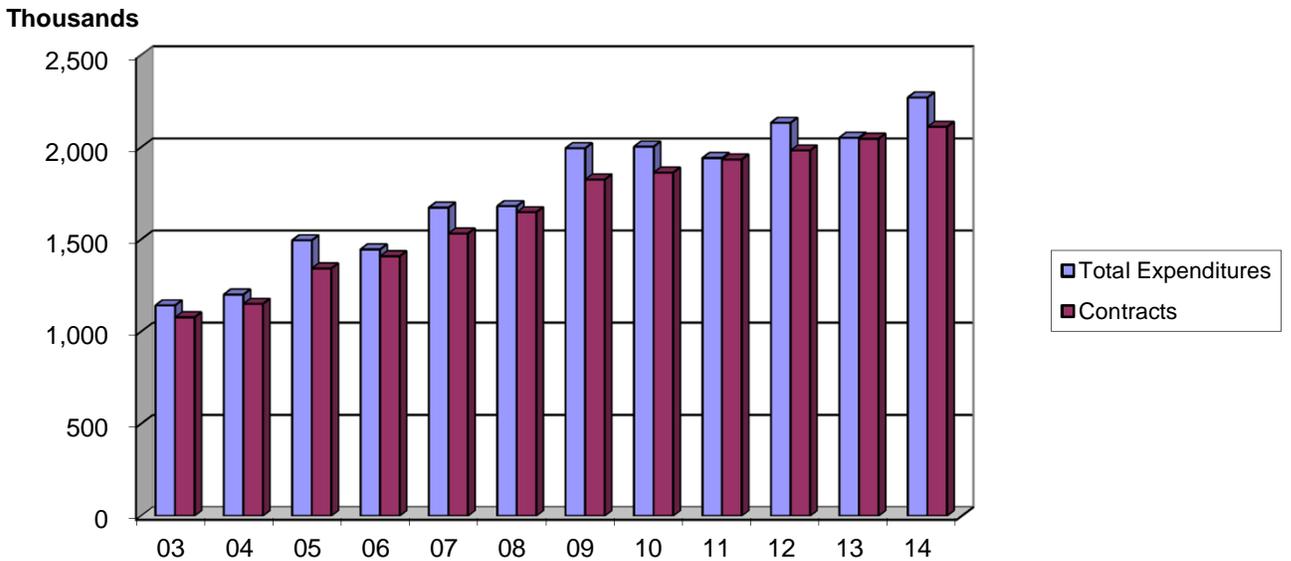
BLAINE COUNTY, IDAHO

TEN YEAR COMPARITIVE GRAPHS - BUDGETARY DATA
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Ambulance Revenues



Ambulance Expenditures



See independent auditor's report on other financial information.

BLAINE COUNTY
OMB CIRCULAR A-133
SUPPLEMENTARY FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

**OMB CIRCULAR A-133
SUPPLEMENTARY FINANCIAL REPORT**

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Condie
Stoker &
Associates

CERTIFIED PUBLIC ACCOUNTANTS



A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

To The Board of County Commissioners
Blaine County
Hailey, Idaho 83333

Report on Compliance for Each Major Federal Program

We have audited the Blaine 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. Blaine 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 Blaine 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 Blaine 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 Blaine County's compliance.

Opinion on Each Major Federal Program

In our opinion, Blaine 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.

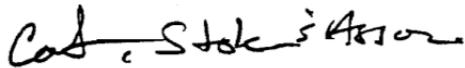
Report on Internal Control Over Compliance

Management of Blaine County, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Blaine County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 Blaine 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 with a type of compliance requirement of a federal program 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 on 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.



Condie, Stoker & Associates
March 7, 2015

BLAINE COUNTY, IDAHO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED SEPTEMBER 30, 2014

Description	Federal CFDA Number	Accrued (Deferred) Grant Revenue 9/30/2013	Cash/ Commodities Received 10/01/2013 thru 9/30/2014	Expenditures	Accrued (Deferred) Grant Revenue 9/30/2014
Department of Homeland Security					
Homeland Security Grant Program	97.067	(7,679)	103,755	111,434	-
Military Division	97.042	-	18,557	18,557	-
Pre-Disaster Mitigation	97.047	-	10,000	10,000	-
Boating Safety Financial Assistance	97.012	(21,020)	19,751	3,822	(36,949)
Total Department of Homeland Security		(28,699)	152,063	143,813	(36,949)
United States Department of Justice					
State Criminal Alien Assistance Program	16.606	-	24,463	24,463	-
Total United States Department of Justice		-	24,463	24,463	-
Other Programs					
Edward Byrne Memorial Justice Assistance Grant	16.803	(2,817)	-	2,817	-
Edward Byrne Memorial Justice Assistance Grant	16.738	-	10,000	10,000	-
Highway Planning and Construction*	20.205	5,283	128,129	138,279	15,433
Juvenile Accountability Block Grants	16.523	-	33,754	44,437	10,683
Election Reform Payments	39.011	-	-	77,539	77,539
U.S. Geological Survey_ Research and Data Collection -Bug Study	15.808	-	7,840	7,840	-
Community Development Block Grants*	14.228	-	40,500	60,500	20,000
Forest Health Protection	10.680	-	5,639	5,639	-
Cooperative Forestry Assistance	10.664	(944)	18,537	22,300	2,819
Total Other Programs		1,522	244,399	369,351	126,474
<hr/>					
Total Federal Financial Assistance		(27,177)	420,925	537,627	89,525

* Major Program

BLAINE COUNTY**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the County's federal award programs presented on the accrual basis of accounting in accordance with generally accepted accounting principles. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operation of the County, it is not intended to and does not present the financial position, changes in net position of Blaine County.

NOTE B – NON-MONETARY ASSISTANCE

Homeland Security Equipment is reported in the schedule at the fair market value of equipment received.

**BLAINE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2014**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of Blaine County.
2. No instances of noncompliance material to the financial statements were disclosed during the audit.
3. No material reportable conditions were discovered during the audit of the Major Federal Award Programs.
4. The auditor's report on compliance for the Major Federal Award Programs for Blaine County expresses an unqualified opinion.
5. The audit did not disclose any audit findings.
6. The programs tested as major programs are 20.205 Highway Planning and Construction and 14.228 Community Development Block Grant.
7. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
8. Blaine County was determined to be a low-risk Auditee.

B. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

<u>Finding</u>	<u>Reportable Condition</u>	<u>Questioned Cost</u>
None	None	None

C. FINDINGS - FINANCIAL STATEMENTS AUDIT

None