

**LEMHI COUNTY - STATE OF IDAHO
SALMON, IDAHO
ANNUAL FINANCIAL REPORT
and
COMPLIANCE REPORTS
with
INDEPENDENT AUDITOR'S REPORT
For the Year Ended September 30, 2015**

**LEMHI COUNTY - STATE OF IDAHO
ANNUAL FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

TABLE OF CONTENTS

ITEM	PAGE NO.
Independent Auditor's Report - Basic Financial Statements	
 <i>FINANCIAL SECTION</i>	
Statement of Net Position	1 - 2
Statement of Activities	3 - 4
Balance Sheet - Governmental Funds	5 - 6
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	7
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	8 - 9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities	10
Statement of Revenues, Expenses, and Changes in Net Position Proprietary Fund Types - Component Unit - Steele Memorial Hospital	11
Statement of Cash Flows - Proprietary Fund Types - Component Unit - Steele Memorial Hospital	12 - 13
Statement of Revenues, Expenses, and Changes in Net Position Proprietary Fund Types - Component Unit - Lemhi County Airport	14
Statement of Cash Flows - Proprietary Fund Types - Component Unit - Lemhi County Airport	15
Statement of Fiduciary Net Position	16
Statement of Changes in Fiduciary Net Position	17
Index to the Notes to the Financial Statements	18
Notes to the Financial Statements	19 - 37
 <i>REQUIRED SUPPLEMENTARY INFORMATION</i>	
Budget and Actual (With Budget to GAAP Differences) - General Fund	38 - 39
Budget and Actual (With Budget to GAAP Differences) - Road and Bridge	40 - 41

**LEMHI COUNTY - STATE OF IDAHO
ANNUAL FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

TABLE OF CONTENTS

ITEM	PAGE NO.
Budget and Actual (With Budget to GAAP Differences) - Solid Waste	42 - 43
Notes to the Required Supplementary Information	44
Schedule of Employer's Share of Net Pension Liability - Persi - Base Plan	45
Schedule of Employer Contributions - Persi - Base Plan	46
<i>SUPPLEMENTARY INFORMATION</i>	
Combining Balance Sheet - Governmental Fund Types - Nonmajor Special Revenue Funds	47 - 52
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Fund Types - Nonmajor Special Revenue Funds	53 - 57
Combining Statement of Net Position - Fiduciary Fund Types - Private Purpose Trust Funds	58 - 62
Combining Statement of Changes in Net Position - Fiduciary Fund Types - Private Purpose Trust Funds	63 - 67
<i>OTHER SUPPLEMENTARY DATA</i>	
Analysis of Expenditures by Fund - Budgetary Basis	68 - 84
Reconciliation of Expenditures - Budgetary Basis to GAAP Basis	85
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	86 - 87
Report on Compliance with Requirements Applicable to each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133	88 - 89
Schedule of Expenditures of Federal Awards	90 - 91
Notes to Schedule of Expenditures of Federal Awards	92
Schedule of Findings and Questioned Costs	93
Summary Schedule of Prior Audit Findings	94

INDEPENDENT AUDITOR'S REPORT

The Honorable Board of County Commissioners
Lemhi County - State of Idaho
Salmon, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information for Lemhi County, Idaho, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise Lemhi County, Idaho'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 the 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 controls 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 did not audit the financial statements of Steele Memorial Hospital. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Steele Memorial Hospital, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund and the aggregate remaining fund information of Lemhi County, Idaho, as of September 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in note 18, the beginning net position was restated to recognize the beginning net pension liability required by Governmental Accounting Standards Board Statement No. 68 (GASB 68).

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that supplementary information, such as management's discussion and analysis and budgetary comparison information 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 response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Our opinions on the basic financial statements are not affected by this missing information.

Other Information

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

The combining and individual nonmajor fund financial statements and the Schedule of Expenditures of Federal Awards were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 taken as a whole.

The Analysis of Expenditures by fund has 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 it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our reported dated March 14, 2016, on our consideration of Lemhi County, Idaho's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lemhi County, Idaho's internal control over financial reporting and compliance.

Searle Hart + Associates, P.C.

Idaho Falls, Idaho
March 14, 2016

FINANCIAL SECTION

LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF NET POSITION
September 30, 2015

	Primary Government		Component Units		
	Governmental Activities	Total	Steel Memorial Hospital	Lemhi County Airport	Total
ASSETS					
Current assets					
Cash - County Treasurer	\$ 15,929,680	\$ 15,929,680	\$ 6,400,550	\$ 146,050	\$ 6,546,600
Short-term investments	-	-	740,414	-	740,414
Taxes receivable	107,505	107,505	-	-	-
Receivables	80,302	80,302	3,798,126	12,642	3,810,768
Internal balances	-	-	-	-	-
Due from other governmental agencies	615,516	615,516	-	-	-
Promises to give	-	-	-	-	-
Cash restricted for debt service	-	-	460,000	-	460,000
Inventories	-	-	762,012	55,908	817,920
Prepaid expenses	-	-	306,074	-	306,074
Total current assets	16,733,003	16,733,003	12,467,176	214,600	12,681,776
Non-current assets					
Cash - restricted or board designated	-	-	1,711,208	-	1,711,208
Investments in certificates of deposits	-	-	175,155	-	175,155
Investment in insurance exchange	-	-	261,697	-	261,697
Total non-current assets	-	-	2,148,060	-	2,148,060
Capital assets					
Land and improvements not being depreciated	674,407	674,407	977,582	226,923	1,204,505
Infrastructure	-	-	-	8,441,052	8,441,052
Construction in progress	1,041,756	1,041,756	173,572	-	173,572
Buildings	4,919,625	4,919,625	10,628,680	182,000	10,810,680
Equipment and furniture	5,782,785	5,782,785	8,065,730	-	8,065,730
Land improvements	-	-	189,383	-	189,383
Less: accumulated depreciation	(6,931,081)	(6,931,081)	(8,855,872)	(4,122,154)	(12,978,026)
Total capital assets	5,487,492	5,487,492	11,179,075	4,727,821	15,906,896
TOTAL ASSETS	22,220,495	22,220,495	25,794,311	4,942,421	30,736,732
DEFERRED OUTFLOWS					
Deferred outflows - Pension	694,600	694,600	-	-	-
Deferred outflows - Other	-	-	533,125	-	533,125
TOTAL DEFERRED OUTFLOWS	694,600	694,600	533,125	-	533,125

	Primary Government		Component Units		
	Governmental Activities	Total	Steel Memorial Hospital	Lemhi County Airport	Total
LIABILITIES					
Current liabilities					
Accounts payable	\$ 213,034	\$ 213,034	\$ 988,163	\$ 15,569	\$ 1,003,732
Estimated third party payor settlements	-	-	184,000	-	184,000
Due to other governmental agencies	-	-	-	-	-
Bonds, capital leases and contracts	-	-	597,770	-	597,770
Accrued interest	-	-	23,217	-	23,217
Compensated absences	15,367	15,367	1,084,320	-	1,084,320
Customer deposits	-	-	-	5,619	5,619
Claims and judgments	-	-	-	-	-
Total current liabilities	228,401	228,401	2,877,470	21,188	2,898,658
Long-term liabilities					
Bonds, capital leases and contracts	-	-	7,229,969	-	7,229,969
Accrued interest	-	-	-	-	-
Compensated absences	155,373	155,373	-	-	-
Landfill postclosure costs	385,000	385,000	-	-	-
Net pension liability	1,434,610	1,434,610	-	-	-
Total long-term liabilities	1,974,983	1,974,983	7,229,969	-	7,229,969
TOTAL LIABILITIES	2,203,384	2,203,384	10,107,439	21,188	10,128,627
DEFERRED INFLOWS - Pensions	925,344	925,344	-	-	-
NET POSITION					
Net investment in capital assets	5,102,492	5,102,492	3,512,543	4,727,821	8,240,364
Restricted for:					
Capital projects	-	-	-	-	-
Debt service	-	-	667,896	-	667,896
Other projects	-	-	-	-	-
Unrestricted	14,683,875	14,683,875	12,039,558	193,412	12,232,970
TOTAL NET POSITION	\$ 19,786,367	\$ 19,786,367	\$ 16,219,997	\$ 4,921,233	\$ 21,141,230

**LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2015**

FUNCTIONS/PROGRAMS	Expenses	Program Revenue		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities				
General government	\$ 1,689,702	\$ 448,600	\$ 60,216	\$ -
Public safety	2,415,828	506,925	59,864	-
Public works	1,563,805	115,852	2,234,782	73,932
Health, welfare and sanitation	844,350	423,338	35,051	-
Parks and recreation	99,566	12,569	-	47,504
Education	33,450	-	-	-
Conservation and economic development	682,432	1,665	303,389	-
Interest on long-term debt	-	-	-	-
TOTAL PRIMARY GOVERNMENT	\$ 7,329,133	\$ 1,508,949	\$ 2,693,302	\$ 121,436
Component Units				
Steele Memorial Hospital	\$ 21,224,489	\$ 23,102,942	\$ 16,196	\$ 202,225
Lemhi County Airport	659,698	273,207	224,273	-
TOTAL COMPONENT UNITS	\$ 21,884,187	\$ 23,376,149	\$ 240,469	\$ 202,225

General revenues:

Taxes:

Property taxes, levied for general purposes

Property taxes, levied for debt service

Franchise taxes

Public service taxes

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Miscellaneous

Special item - gain (loss) on sale of asset

Special item - gain (loss) on investment

Pension expense

Transfers

**TOTAL GENERAL REVENUES, SPECIAL ITEMS,
AND TRANSFERS**

Change in net position

Restated Net Position, October 1, 2014

NET POSITION, SEPTEMBER 30, 2015

Net (Expense) Revenue and Changes in Net Position Primary Government		Net (Expense) Revenue and Changes in Net Position Component Units		
Governmental Activities	Total	Steele Memorial Hospital	Lemhi County Airport	Total
\$ (1,180,886)	\$ (1,180,886)			
(1,849,039)	(1,849,039)			
860,761	860,761			
(385,961)	(385,961)			
(39,493)	(39,493)			
(33,450)	(33,450)			
(377,378)	(377,378)			
-	-			
<u>(3,005,446)</u>	<u>(3,005,446)</u>			
		\$ 2,096,874	\$ -	\$ 2,096,874
		-	(162,218)	(162,218)
		<u>2,096,874</u>	<u>(162,218)</u>	<u>1,934,656</u>
2,147,047	2,147,047	406,363	-	406,363
-	-	-	-	-
55,185	55,185	-	-	-
1,722,497	1,722,497	-	-	-
29,795	29,795	-	-	-
(96,090)	(96,090)	17,439	14	17,453
137,191	137,191	206,067	435	206,502
15,000	15,000	-	-	-
-	-	(3,471)	-	(3,471)
(290,542)	(290,542)	-	-	-
-	-	-	-	-
<u>3,720,083</u>	<u>3,720,083</u>	<u>626,398</u>	<u>449</u>	<u>626,847</u>
714,637	714,637	2,723,272	(161,769)	2,561,503
<u>19,071,730</u>	<u>19,071,730</u>	<u>13,496,725</u>	<u>5,083,002</u>	<u>18,579,727</u>
\$ <u>19,786,367</u>	\$ <u>19,786,367</u>	\$ <u>16,219,997</u>	\$ <u>4,921,233</u>	\$ <u>21,141,230</u>

LEMHI COUNTY - STATE OF IDAHO
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2015

	<u>GENERAL FUND</u>	<u>ROAD AND BRIDGE</u>	<u>SOLID WASTE</u>
ASSETS			
Cash and cash equivalents	\$ 2,882,803	\$ 9,921,406	\$ 162,303
Investments	-	-	-
Taxes receivable, net	69,589	-	-
Due from other funds	-	-	-
Receivable from other governments	304,704	300,252	-
Other receivables	-	-	23,038
Inventories	-	-	-
Prepaid expenses	-	-	-
TOTAL ASSETS	<u>3,257,096</u>	<u>10,221,658</u>	<u>185,341</u>
DEFERRED OUTFLOWS			
	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 3,257,096</u>	<u>\$ 10,221,658</u>	<u>\$ 185,341</u>
LIABILITIES			
Accounts payable	\$ 97,095	\$ 29,873	\$ 12,370
Due to other funds	-	-	-
Payable to other governments	-	-	-
Other accrued expenses	-	-	-
Other payables	-	-	-
TOTAL LIABILITIES	<u>97,095</u>	<u>29,873</u>	<u>12,370</u>
DEFERRED INFLOWS			
Revenue unavailable for use	64,022	-	21,195
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	-	-
Assigned	-	10,191,785	151,776
Unassigned	3,095,979	-	-
TOTAL FUND BALANCES	<u>3,095,979</u>	<u>10,191,785</u>	<u>151,776</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 3,257,096</u>	<u>\$ 10,221,658</u>	<u>\$ 185,341</u>

OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 2,963,168	\$ 15,929,680
-	-
37,916	107,505
-	-
10,560	615,516
57,264	80,302
-	-
-	-
<u>3,068,908</u>	<u>16,733,003</u>
-	-
<u>\$ 3,068,908</u>	<u>\$ 16,733,003</u>
\$ 73,696	\$ 213,034
-	-
-	-
-	-
-	-
<u>73,696</u>	<u>213,034</u>
<u>42,568</u>	<u>127,785</u>
-	-
-	-
2,952,644	13,296,205
-	<u>3,095,979</u>
<u>2,952,644</u>	<u>16,392,184</u>
<u>\$ 3,068,908</u>	<u>\$ 16,733,003</u>

THIS PAGE INTENTIONALLY LEFT BLANK

**LEMHI COUNTY - STATE OF IDAHO
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2015**

Total fund balance, governmental funds: \$ 16,392,184

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

Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position. 5,487,492

Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for current period expenditures, and therefore are reported as revenue unavailable for use in the fund financial statements. 127,785

The assets and liabilities of certain internal service funds are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position. -

A net pension liability for the measured portion of the present value of projected benefit payments is reported on the Statement of Net Position, but not in the fund financial statements.

Deferred outflow associated with the net pension liability. 694,600
Deferred inflows associated with the net pension liability. (925,344)
Net pension liability. (1,434,610)

Some liabilities, (such as notes payable, capital lease contracts payable, long-term compensated absences, and bonds payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position. (555,740)

Net position of governmental activities in the Statement of Net Position: \$ 19,786,367

LEMHI COUNTY - STATE OF IDAHO
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2015

	<u>GENERAL FUND</u>	<u>ROAD AND BRIDGE</u>	<u>SOLID WASTE</u>
REVENUES			
Property taxes	\$ 1,381,089	\$ -	\$ -
Fees and fines	-	-	-
Licenses and permits	91,582	3,052	-
Intergovernmental revenues	1,856,131	2,234,782	-
Charges for services	243,029	-	437,472
Investment earnings	(96,090)	-	-
Miscellaneous and contributions	83,487	197,333	366
TOTAL REVENUES	<u>3,559,228</u>	<u>2,435,167</u>	<u>437,838</u>
EXPENDITURES			
Current:			
General government	1,695,126	-	-
Public safety	1,732,342	-	-
Public works	-	1,373,203	-
Health, welfare and sanitation	33,538	-	493,977
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt Service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	82,829	1,052,725	-
TOTAL EXPENDITURES	<u>3,543,835</u>	<u>2,425,928</u>	<u>493,977</u>
Excess (deficiency) of revenues over expenditures	15,393	9,239	(56,139)
OTHER FINANCING SOURCES (USES)			
Proceeds from long-term debt, net	-	-	-
Other sources	18,802	-	-
Transfers in	-	-	-
Transfers out	(1,000)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>17,802</u>	<u>-</u>	<u>-</u>
SPECIAL ITEM			
Proceeds from sale of assets	-	15,000	-
Net change in fund balances	33,195	24,239	(56,139)
Fund Balances, October 1, 2014	3,062,784	10,167,546	207,915
FUND BALANCES, SEPTEMBER 30, 2015	<u>\$ 3,095,979</u>	<u>\$ 10,191,785</u>	<u>\$ 151,776</u>

<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 734,110	\$ 2,115,199
34,602	34,602
12,569	107,203
316,442	4,407,355
683,399	1,363,900
-	(96,090)
<u>90,914</u>	<u>372,100</u>
 1,872,036	 8,304,269
 292,543	 1,987,669
515,640	2,247,982
139	1,373,342
250,537	778,052
84,416	84,416
33,450	33,450
661,686	661,686
-	-
-	-
<u>59,380</u>	<u>1,194,934</u>
 1,897,791	 8,361,531
 (25,755)	 (57,262)
-	-
-	18,802
51,000	51,000
<u>(50,000)</u>	<u>(51,000)</u>
 1,000	 18,802
 -	 15,000
 (24,755)	 (23,460)
<u>2,977,399</u>	<u>16,415,644</u>
<u>\$ 2,952,644</u>	<u>\$ 16,392,184</u>

**LEMHI COUNTY - STATE OF 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, 2015**

Net change in fund balances - total governmental funds: \$ (23,460)

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

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.

This is the amount by which capital outlays of \$1,194,934 exceeded depreciation of \$505,326 in the current period. 689,608

Governmental funds report the entire net sales price (proceeds) from sale of an asset as revenue because it provides current financial resources. In contrast, the Statement of Activities reports only the gain on the sale of the assets. Thus, the change in net position differs from the change in fund balance by the cost of the asset sold. -

Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned. This is the net change in revenue unavailable for use. 1,353

Governmental funds report long term debt proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of long term debt principal as an expenditure. In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities. This is the amount by which repayments exceeded proceeds. -

Some expenses reported in the Statement of Activities do not require the use of current financial resources and these are not reported as expenditures in governmental funds:

Net change in accrued interest not reflected in governmental funds -
Net change in accrued landfill postclosure costs -
Net change in pension expense not reflected in the governmental funds 58,996

Governmental funds do not recognize compensated absences as expenditures until they are paid. In contrast, the Statement of Activities treats compensated absences as a long-term liability. This is the net change in the compensated absence liability. (11,860)

Change in net position of governmental activities: \$ 714,637

**LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPES - COMPONENT UNIT
STEELE MEMORIAL HOSPITAL
For the Year Ended September 30, 2015**

OPERATING REVENUES	
Net patient service revenue, net of provision for bad debts	\$ 23,102,942
Electronic health records incentive payment	37,666
Other revenue	168,401
	<hr/>
TOTAL OPERATING INCOME	23,309,009
OPERATING EXPENSES	
Salaries and wages	7,731,291
Employee benefits	1,919,379
Physician fees and purchased services	4,050,008
Administrative and other fees	584,595
Supplies	4,127,832
Leases and rent	251,436
Repairs and maintenance	373,541
Utilities	200,373
Insurance	260,144
Travel, dues, and education	324,732
Depreciation and amortization	1,107,436
	<hr/>
TOTAL OPERATING EXPENSES	20,930,767
OPERATING INCOME (LOSS)	2,378,242
NON-OPERATING INCOME (EXPENSE)	
Interest income	17,439
Interest expense	(293,722)
Lemhi County appropriation	406,363
Gain (Loss) on investments	(3,471)
Gain (Loss) on sale of asset	-
Contributions	16,196
Contributions to others	-
Other expenses	-
Capital contributions from Steele Memorial Foundation	202,225
Contributions to Steele Memorial Hospital	-
	<hr/>
TOTAL NON-OPERATING INCOME (EXPENSE)	345,030
Change in net position	2,723,272
NET POSITION, BEGINNING OF YEAR	13,496,725
	<hr/>
NET POSITION, END OF YEAR	\$ 16,219,997
	<hr/> <hr/>

**LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE - COMPONENT UNIT
STEELE MEMORIAL HOSPITAL
For the Year Ended September 30, 2015**

OPERATING ACTIVITIES	
Receipts from and on behalf of patients	\$ 23,244,052
Receipts from electronic health records incentive activities	997,877
Payments to and on behalf of employees	(9,549,329)
Payments to suppliers and contractors	(10,728,004)
Other receipts and payments, net	168,401
	<u>4,132,997</u>
NET CASH FROM OPERATING ACTIVITIES	
NONCAPITAL FINANCING ACTIVITIES	
Receipts from grants	16,196
	<u>16,196</u>
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES	
CAPITAL AND RELATED FINANCING ACTIVITIES	
Lemhi County appropriations	406,363
Contributions from Foundation	202,225
Proceeds from long-term borrowing	-
Principal paid on long-term debt	(587,876)
Interest on long-term debt	(302,700)
Proceeds from disposition of equipment	-
Purchase of property and equipment	(549,754)
	<u>(831,742)</u>
NET CASH FROM (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	
INVESTING ACTIVITIES	
Purchases of investments	(438,623)
Proceeds from sale of investments	427,852
Distribution of surplus capital from investment in Yellowstone Insurance Exchange	9,776
Interest received	17,439
	<u>16,444</u>
CASH FROM INVESTING ACTIVITIES	
NET CHANGE IN CASH AND CASH EQUIVALENTS	
	3,333,895
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	
	<u>5,237,863</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	
	<u><u>\$ 8,571,758</u></u>

**RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO
NET CASH PROVIDED BY OPERATING ACTIVITIES**

Income (loss) from operations	\$ 2,378,242
Adjustments to reconcile income (loss) from operations to net cash provided by operating activities:	
Depreciation and amortization	1,107,436
Provision for bad debts	1,062,314
Changes in assets and liabilities:	
Receivables:	
Patient accounts, net	(817,182)
Other	(15,792)
Electronic health record incentive payment	960,211
Estimated third-party payor settlements	229,919
Inventory	(60,704)
Prepaid expenses	(40,927)
Accounts payable	(453,712)
Estimated third-party payor settlements	(333,941)
Accrued expenses	117,133

NET CASH FROM OPERATING ACTIVITIES **\$ 4,132,997**

**RECONCILIATION OF CASH AND CASH EQUIVALENTS
TO THE STATEMENT OF NET POSITION**

Cash and cash equivalents in current assets	\$ 6,400,550
Cash and cash equivalents in assets limited as to use	460,000
Cash and cash equivalents in non-current assets	1,711,208
	<u>8,571,758</u>

LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPES - COMPONENT UNIT
LEMHI COUNTY AIRPORT
For the Year Ended December 31, 2014

OPERATING REVENUES	
Fuel sales	\$ 238,291
Rent income	35,351
	<hr/>
TOTAL OPERATING REVENUE	273,642
	<hr/>
OPERATING EXPENSES	
Cost of goods sold - fuel	224,648
Vehicle expense	325
Contract services	15,269
Depreciation expense	387,295
Insurance	995
Office expense	262
Repairs and maintenance	19,773
Bank charges	3,379
Utilities	7,046
Other expenses	706
	<hr/>
TOTAL OPERATING EXPENSES	659,698
	<hr/>
OPERATING INCOME (LOSS)	(386,056)
	<hr/>
NON-OPERATING REVENUE (EXPENSE)	
Investment income	14
Grant income	224,273
	<hr/>
TOTAL NON-OPERATING REVENUE (EXPENSE)	224,287
	<hr/>
Income (loss) before contributions	(161,769)
	<hr/>
CAPTIAL CONTRIBUTIONS	
	-
	<hr/>
Change in net position	(161,769)
	<hr/>
NET POSITION, JANUARY 1, 2014	5,083,002
	<hr/>
NET POSITION, DECEMBER 31, 2014	\$ 4,921,233
	<hr/> <hr/>

**LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE - COMPONENT UNIT
LEMHI COUNTY AIRPORT
For the Year Ended December 31, 2014**

CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 350,295
Cash payments for goods and services	(224,209)
Other operating cash payments	(706)
	<hr/>
NET CASH FROM OPERATING ACTIVITIES	125,380
	<hr/>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
	-
	<hr/>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of capital assets	(326,067)
Grant income	224,273
	<hr/>
NET CASH PROVIDED (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES	(101,794)
	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES	
Investment income	14
	<hr/>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	14
	<hr/>
NET CHANGE IN CASH AND CASH EQUIVALENTS	23,600
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	122,450
	<hr/>
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 146,050
	<hr/> <hr/>
RECONCILIATION OF INCOME (LOSS) FROM OPERATIONS TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Income (loss) from operations	\$ (386,056)
Adjustments to reconcile income (loss) from operations to net cash provided by operating activities:	
Depreciation and amortization	387,295
Changes in assets and liabilities:	
Receivables	76,653
Inventory	47,606
Accounts payable	(118)
Accrued expenses	-
	<hr/>
NET CASH FROM OPERATING ACTIVITIES	\$ 125,380
	<hr/> <hr/>

LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF FIDUCIARY NET POSITION
September 30, 2015

	PRIVATE PURPOSE TRUST FUNDS	AGENCY FUNDS
ASSETS		
Cash	\$ 986,653	\$ 119,891
Receivables	21,084	182,874
TOTAL ASSETS	1,007,737	302,765
DEFERRED OUTFLOWS		
	-	-
LIABILITIES		
Negative cash	134	-
Accounts payable and accrued expenses	4,761	119,177
Due to other funds	-	-
Payable to the State of Idaho	-	714
Payable to taxing districts	-	182,874
TOTAL LIABILITIES	4,895	302,765
DEFERRED INFLOWS		
Revenue unavailable for use	-	-
NET POSITION		
Held in trust for individuals, organizations and other governments	\$ <u>1,002,842</u>	<u>-</u>

LEMHI COUNTY - STATE OF IDAHO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Year Ended September 30, 2015

	PRIVATE PURPOSE TRUST FUNDS
ADDITIONS	
Property taxes	\$ 411,514
Licenses and permits	-
Intergovernmental revenues	118,506
Charges for services	-
Fines and forfeitures	8,065
Investment interest	128
Miscellaneous and contributions	448,850
Transfers from other funds	-
	<hr/>
TOTAL ADDITIONS	987,063
	<hr/>
DEDUCTIONS	
Trust operating expenses	945,515
Transfers to other funds	-
	<hr/>
TOTAL DEDUCTIONS	945,515
	<hr/>
Change in net position	41,548
NET POSITION - OCTOBER 1, 2014	961,294
	<hr/>
NET POSITION - SEPTEMBER 30, 2015	\$ 1,002,842
	<hr/> <hr/>

THIS PAGE INTENTIONALLY LEFT BLANK

NOTES TO THE FINANCIAL STATEMENTS

**LEMHI COUNTY - STATE OF IDAHO
INDEX TO NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

NOTES INDEX

1. Summary of Significant Accounting Policies
 - A. General
 - B. Reporting Entity
 - C. Proprietary – Enterprise Funds – Component Units
 - D. Government-wide and Fund Financial Statements
 - E. Measurement Focus and Basis of Accounting
 - F. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Fund Balances/Net Position
 - G. Budgets and Budgetary Accounting
 - H. Compensated Absences and Post-Employment Benefits
 - I. Revenues and Expenditures/Expenses
 - J. Expenditure/Expense Recognition
 - K. Interfund Activity and Balances
 - L. Use of Estimates
2. Cash and Investments
3. Capital Assets
4. Pension Plan
5. Deferred Compensation Plan
6. Litigation and Contingent Liabilities
7. Long-Term Debt and Capital Leases
8. Closure and Postclosure Care Costs
9. Restricted Fund Balances/Net Position
10. Related Party Transactions
11. Material Violation of Finance-Related Legal and Contractual Provisions
12. Risk Management
13. Expenditure Budget Violations
14. Negative Cash, Deficits and Interfund Transactions
15. Interfund Transfers
16. Conduit Debt
17. Subsequent Events
18. Restatement of Beginning Net Position

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lemhi County is organized and operates under the provisions of the Idaho Constitution and the accounting policies and practices of the County conform to accounting principles generally accepted in the United States of America as applied to governments, except for the exceptions noted hereafter:

A. GENERAL

The financial statements listed in the table of contents have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

In June 1999, the GASB issued and approved Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, and GASB Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – State and Local Governments: Omnibus*. These statements establish new financial reporting requirements for state and local governments, public colleges, and universities throughout the United States. They require new information and restructure much of the information that governments have presented in the past. Certain significant changes in the statements include the following:

- Financial statements prepared using the full accrual accounting method for all County activities.

The County's basic financial statements consist of government-wide financial statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial position.

B. REPORTING ENTITY

The reporting entity does not include those funds under the direct jurisdiction of other governing boards, elected or appointed, that exercise substantially or total administrative and supervisory authority in their name and are considered to be substantially autonomous from Lemhi County government and are not included in this report except for Steele Memorial Hospital which is audited by other auditors and Lemhi County Airport which is audited by us. They are included as component units of the County. In addition, the County receives and disburses money from various agency accounts held for other entities. These accounts are maintained for others only in fiduciary capacity and beyond that capacity are not included in this report.

C. PROPRIETARY – ENTERPRISE FUNDS – COMPONENT UNITS

The component unit columns in the combined financial statements include the financial data of the County's component units. They are reported in separate columns to emphasize that they are legally separate from the County.

Steele Memorial Hospital, a nonprofit corporation, located in Salmon, Idaho, is owned and operated by Lemhi County, Idaho, with the responsibility for its operations vested in an independent board of directors. The Hospital is exempt from federal income tax pursuant to Internal Revenue Code Section 501(c)(3), and is also exempt from federal income tax filing requirements.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. PROPRIETARY – ENTERPRISE FUNDS – COMPONENT UNITS (continued)

Steele Memorial Hospital is licensed by the State of Idaho to provide certain healthcare services to area residents. The Hospital Board was created by Lemhi County in accordance with the statutes of the State of Idaho. The Board is appointed by the Board of County Commissioners. The County Commissioners have the power to approve or disapprove rules and regulations for the conduct and operations of the hospital property.

Steele Memorial Hospital Benefit Association, doing business as Steele Memorial Foundation, (the Foundation) is organized as an Idaho nonprofit corporation and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation was organized to solicit and accept charitable contributions in order to provide support to the Hospital. The financial information of the foundation is reported in the footnotes to the financial statements of the Hospital.

Complete financial statements of Steele Memorial Hospital can be obtained from their administrative office at 707 Van Dreff Street, Salmon, Idaho 83467. The Hospital has a fiscal year end of September 30.

Lemhi County Airport is a special purpose government entity, located in Salmon, Idaho. It is recognized as an Idaho General Aviation airport with the responsibility of its operations vested in a quasi-board of directors appointed by the Board of Lemhi County Commissioners.

Complete financial statements of the Lemhi County Airport can be obtained from their administrative office at 104 S. Warpath, Salmon, Idaho 83467. The Airport has a fiscal year end of December 31.

E. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The County's basic financial statements consist of both government-wide statements and fund statements. The government-wide statements focus on the County as a whole, while the fund statements focus on individual funds.

Government-wide Financial Statements

The government-wide statements present information on all non-fiduciary activities of the government. The County's activities are distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The effects of interfund activity have been eliminated from the government-wide statements except for the residual amounts due between governmental and business-type activities.

The Statement of Net Position presents the County's non-fiduciary assets, deferred outflows, liabilities, and deferred inflows with the difference reported as net position. Net position is restricted when constraints placed upon it are either externally imposed or are imposed by constitutional provisions or enabling legislation.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. The County does not allocate general government (indirect) expenses to other functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

Fund Financial Statements

The financial transactions of the County are recorded in individual funds. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is used to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. Separate statements are provided for *governmental*, *proprietary*, and *fiduciary funds*. For governmental and proprietary funds, the emphasis is on major funds, with each displayed in a separate column.

The County reports the following major governmental funds:

- **General Fund** - This fund is the principal operating fund of the County. It is used to account for all financial resources not required to be accounted for in another fund.
- **Road & Bridge Fund** - This fund accounts for maintenance of County roads and bridges and is funded primarily from State Highway User proceeds and from federal revenues.
- **Solid Waste** – This fund accounts for the transfer of solid waste and landfill operations of the County. It is funded primarily from user fees.

The remaining governmental and business-type funds are considered to be nonmajor funds and are consolidated in a nonmajor funds column (on the combined fund statements). The nonmajor funds are displayed individually in combining schedules.

Governmental Fund Types

Governmental funds account for the County's general activities including current expendable financial resources (except for those accounted for in proprietary funds), and are those through which most governmental functions of the County are financed. The following are the County's governmental fund types:

General Fund – The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special Revenue Funds account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specific purposes.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

Capital Projects Funds – The Capital Projects Funds are used to account for the financial resources used to acquire major capital assets (other than those financed by proprietary funds).

Proprietary Fund Types – Enterprise Funds

Enterprise Funds – Enterprise Funds account for operations that meet one of two criteria: 1) the activity runs in a manner similar to private business enterprises. Moreover, the intent of the governing body is that the ongoing operating costs (including depreciation) of providing goods or services to the public are financed or recovered primarily through user charges, or 2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Lemhi County does not have any enterprise type funds at this time.

Fiduciary Fund Types

Fiduciary Funds – Fiduciary Funds account for assets held in a trustee capacity or as an agent for individuals, private organizations, or other governments. The reporting focus is on net position and changes in net position.

Trust and Agency Funds – Private Purpose Trust Funds account for funds held in a trustee capacity. Agency funds are purely custodial in nature.

E. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the related liability is incurred, regardless of the timing of the cash flows. Property taxes are recognized as revenues in the year for which they are levied. Other revenues are recognized in the year in which the related sales or other activity has occurred. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

The proprietary and fiduciary fund statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues generally result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating items, such as interest expense and investment earnings, result from nonexchange transactions or ancillary activities.

The governmental fund financial statements are prepared and reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Expenditures are generally recorded when the related liability is incurred.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES / NET POSITION

Following are the County's significant policies regarding recognition and reporting of certain assets, deferred outflows, liabilities, deferred inflows, and equity.

Cash and Investments

Cash and cash equivalents consist primarily of demand deposits with financial institutions and short-term investments with original maturities of three months or less from the purchase date. Investments include pooled investments, certificates of deposit with original maturities greater than three months, and government securities.

Receivables

Receivables include accrued amounts for sales taxes and delinquent property taxes and ambulance receivables. Receivables from other governments are reasonably assured; accordingly, no allowance for uncollectible accounts has been established.

Taxes Receivable

Property taxes are levied in September of each year and become payable on December 20 and June 20 of the following year for real property taxes and December 20 for personal property taxes.

Property taxes attach as an enforceable lien as of December 20 following levy in September. Therefore, no amount has been set aside for an allowance for doubtful accounts. Property taxes not collected before December 1, 2015 are classified as revenue unavailable for use.

Capital Assets

The County defines a capital asset as an asset with an estimated useful life of more than one year and an initial cost of \$10,000 or more for equipment, \$50,000 or more for land and buildings, and new infrastructure with an initial cost of \$250,000 or more. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair value on the date of donation.

Capital assets purchased in governmental funds are recorded as expenditures in the governmental fund statements. Interest expense for capital asset construction related to governmental activities is not capitalized, however, interest expense incurred during construction of capital assets related to business-type activities is capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Building, equipment, infrastructure, and other depreciable assets are depreciated using the straight-line method over estimated useful lives from 5 to 70 years.

Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES / NET POSITION (Continued)

Deferred Outflows of Resources

In addition to assets, the Statement of Net Position and the Balance Sheet will sometimes report a separate section for deferred outflows of resources. This financial statement element represents a consumption of net position that applies to a future period, or periods, so it will not be recognized as an outflow of resources until that time. Deferred outflows on the Statement of Net Position are associated with net pension liability.

Long-term Obligations

In the government-wide statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities

In the governmental fund financial statements, bond premiums, discounts, and issuance costs are recognized as expenditures in the current period. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. The face amount of debt issued is reported as other financing sources.

Deferred Inflows of Resources

In addition to liabilities, the Statement of Net Position and the Balance Sheet will sometimes report a separate section for deferred inflows of resources. This financial statement element represents an acquisition of net position that applies to a future period, or periods, so it will not be recognized as an inflow of resources until that time. Revenue unavailable for use is reported as a deferred inflow on the governmental funds Balance Sheet. On the Statement of Net Position, the deferred inflow is associated with the net pension liability. These amounts are deferred and will be recognized as an inflow of resources in the period they become available.

Net Position/Fund Balances

The difference between assets, deferred outflows, liabilities, and deferred inflows is net position on the government-wide, proprietary fund, and fiduciary fund statements and fund balance on the governmental fund statements.

Nonspendable and Spendable Fund Balances

Fund balance is separated into nonspendable and spendable fund balance. The following is a list of nonspendable and spendable fund balance designations for Lemhi County:

Nonspendable: This designation segregates fund balances that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES / NET POSITION (Continued)

Restricted: This designation segregates a portion of the fund balance when constraints have been placed on the use of the resources either externally by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Committed: This designation indicates a portion of the fund balance which can only be used for specific purposes pursuant to constraints imposed by formal action of the County Commissioners. It cannot be used for any other purpose unless the County Commissioners remove or change the specified use by taking the same type of action it employed to previously commit it.

Assigned: This designation indicates a fund balance that can only be spent for purposes officially delegated by authority (the budget process) or is constrained by governmental intent, but is not restricted or committed.

Unassigned: This designation indicates a fund balance is not assigned to any specific purpose or is a negative fund balance. The County can use the positive unassigned fund balance for expenditures in the subsequent fiscal year.

G. BUDGETS AND BUDGETARY ACCOUNTING

The Idaho Constitution and the Idaho Department of Revenue and Taxation prescribe the budget process and procedures for governmental subdivisions. Lemhi County has satisfied the basic requirements prescribed in the following particulars:

- 1) Formulation of subsequent year budget requirements by internal County officers and personnel.
- 2) Perusal of formulated budgets by the County Commission and its Clerk.
- 3) Presentation of preliminary and final budget requirements in formal news media of the County.
- 4) Open hearings to permit taxpayer input before such budgets are formally adopted.

Subsequent control budgets following adoption are accomplished through a budget-expenditures control system with interim status accounting and reporting made available to officers and employees for management purposes. Budgets are adopted on the cash basis. The County does not maintain a formal encumbrance accounting system.

H. COMPENSATED ABSENCES AND POST-EMPLOYMENT BENEFITS

Accumulated unpaid vacation and other employee benefits are accrued when incurred in the government-wide and the proprietary funds on the accrual basis of accounting. Such amounts are not accrued in governmental funds on the modified accrual basis of accounting. At September 30, 2015, unrecorded fund liabilities included approximately \$170,740 of total leave time accumulations and are considered normal to County operations.

Vacation and compensatory leave are recorded as an expenditure when used in governmental funds and as an expense when earned in proprietary funds and in the government-wide statements. A liability for unused vacation and compensatory leave is recorded in the government-wide Statement of Net Position.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. REVENUES AND EXPENDITURES/EXPENSES

Under the modified accrual basis of accounting, revenues are recognized in governmental funds when measurable and available. Revenues are considered to be available when they are collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. Lemhi County considers property tax revenues to be available if they are collected within 60 days after year-end. Grants and similar items are recognized as revenue when all eligibility requirements have been met. Expenditure reimbursement and intergovernmental revenues that are received within 60 days after year-end will be booked as revenue. All other revenues are booked as revenue in the year they are received. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

In proprietary funds and government-wide statements, revenues are recognized when earned.

J. EXPENDITURE/EXPENSE RECOGNITION

In governmental funds, expenditures are generally recorded when the related liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Capital asset acquisition and construction are reported as expenditures in the period they are acquired.

In proprietary funds and government-wide statements, expenses are recorded when the related liability is incurred.

Operating expenses for enterprise funds, if applicable, include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When an expenditure or expense is incurred for purposes for which both restricted and unrestricted resources are available, the County generally uses restricted resources first, followed by committed, assigned, then unassigned resources.

K. INTERFUND ACTIVITY AND BALANCES

Government-wide Statements

In general, eliminations have been made to minimize the double-counting of internal activity. There were no interfund receivables or payables at September 30, 2015. During 2015, there were no transfers between governmental and business-type activities.

Governmental Fund Statements

Interfund transactions for goods and services provided and used are reported as revenues and expenditures/expenses in the funds involved. Cash transfers between funds of the County are reported as other financing sources and uses in the governmental fund statements.

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. USE OF ESTIMATES

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

2. CASH AND INVESTMENTS

Cash and cash equivalents are defined as those financial instruments which have a maturity date of three months or less from the date of acquisition.

The County maintains a cash pool that is available for use by all funds including fiduciary funds. The total carrying amount of deposits and investments as of September 30, 2015 was \$17,036,090. Of that amount, \$1,838,744 represented demand deposits and \$15,197,346 represented investments in certificates of deposits, government backed securities, mortgage-backed securities, and the Idaho State Investment Pool. Of the total cash, \$15,929,680 has been allocated to the governmental activities of the County.

Demand Accounts and Certificates of Deposits

The carrying amount of the County’s demand accounts and certificates of deposit with financial institutions and cash on hand was \$1,838,744 as of September 30, 2015. The bank balance was \$1,790,937.

Investments

The fair value of the County’s investments at year end was \$15,197,346.

At year end, the County had the following investments:

	<u>Fair Value</u>	<u>< 1</u>	<u>1 - 5</u>	<u>>5</u>	<u>Rating</u>	<u>%</u>
CD	\$ 2,804,580	\$ 251,440	\$ 2,553,140	\$ -	NA	18.4%
Federal Farm Cr	775,185	-	-	775,185	AAA	5.1%
FHLB	1,443,750	-	150,095	1,293,655	AAA	9.5%
FNMA	298,637	-	-	298,637	AAA	2.0%
State Invest. Pool	<u>9,875,194</u>	<u>9,875,194</u>	-	-	NA	<u>65.0%</u>
Total	<u>\$ 15,197,346</u>	<u>\$ 10,126,634</u>	<u>\$ 2,703,235</u>	<u>\$ 2,367,477</u>		<u>100%</u>

The investments in the LGIP are through the Idaho State Treasurer who provides the oversight of those monies. Monies held by the LGIP were held in the following investments: government agency notes, commercial paper, corporate bonds, money markets, U.S. treasury notes, Idaho repurchase agreements, and purchased accrued interest. All investments for the LGIP are collateralized with securities held by the LGIP’s safekeeping agent in the LGIP’s name. The investments held by the LGIP are carried at cost, which is not materially different than fair value (determined by the Idaho State Treasurer’s office). The investments in the LGIP are subject to risk from market and interest rate fluctuations. The weighted average maturity at September 30, 2015 was 96 days.

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015

2. CASH AND INVESTMENTS (Continued)

Credit Risk

Lemhi County has a formal written investment policy that addresses credit risk. The County follows the requirements of the Idaho Public Depository Law (Idaho Code Section, Title 57-100), and applicable investments rights and restrictions cited by Idaho Code Section, Title 67, 67-1210.

Interest Rate, Custodial, and Concentration of Credit Risk

Lemhi County does not have a formal written investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, that addresses custodial credit risk, or that addresses concentration of risk. The amount of deposits not covered by FDIC, SIPC insurance or collateralized at September 30, 2015 was \$15,203,930. At September 30, 2015, County funds in demand deposits were collateralized with the Federal Reserve to \$376,771.

3. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2015 was as follows:

<u>Governmental Activities</u>	Balance 10-01-2014	Additions	Deletions	Balance 09-30-2015
Capital assets, not being depreciated				
Land	\$ 674,407	\$ -	\$ -	\$ 674,407
Construction in progress	187,431	854,325	-	1,041,756
Total capital assets, not being depreciated	861,838	854,325	-	1,716,163
Capital assets, being depreciated				
Buildings and improvements	4,919,625	-	-	4,919,625
Machinery and equipment	5,487,176	340,609	(45,000)	5,782,785
Total capital assets, being depreciated	10,406,801	340,609	(45,000)	10,702,410
Less accumulated depreciation for				
Buildings and improvements	(2,864,066)	(102,754)	-	(2,966,820)
Machinery and equipment	(3,606,689)	(402,572)	45,000	(3,964,261)
Total accumulated depreciation	(6,470,755)	(505,326)	45,000	(6,931,081)
Total capital assets, being depreciated, net	3,936,046	(164,717)	-	3,771,329
Governmental activity, capital assets, net	\$ 4,797,884	\$ 689,608	\$ -	\$ 5,487,492

**LEMHI COUNTY - STATE OF IDAHO
 NOTES TO THE FINANCIAL STATEMENTS
 For the Year Ended September 30, 2015**

3. CAPITAL ASSETS (Continued)

Depreciation expense was charged to current function of the primary government as follows:

<u>Governmental activities</u>	
General government	\$ 41,722
Public safety	167,846
Public works	190,463
Health, welfare and sanitation	66,298
Parks and recreation	15,150
Conservation and economic development	<u>23,847</u>
 Total governmental activities	 <u>\$ 505,326</u>

4. RETIREMENT PLAN

Plan Description

The County contributes to the Base Plan, which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Employee membership data related to the PERSI Base Plan, as of June 30, 2015 was as follows:

	<u>2015</u>
Members:	
Active	67,008
Terminated and vested	11,859
Retirees and beneficiaries	<u>42,657</u>
 Total members	 <u>121,524</u>

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

4. PENSION PLAN (Continued)

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement of 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2015 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate of covered payroll is set by the Retirement Board and was 11.32% for general employees and 11.66% for police and firefighters. The County's contributions were \$345,427 for the year ended September 30, 2015.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2015, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2015, the County's proportion was .1089436 percent.

For the year ended September 30, 2015, the County recognized pension expense (revenue) of \$290,542. At September 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 171,979
Changes in assumptions or other inputs	52,246	-
Net difference between projected and actual earnings on pension plan investments	527,976	753,365
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	21,440	-
County contributions subsequent to the measurement date	92,938	-
Total	\$ 694,600	\$ 925,344

**LEMHI COUNTY - STATE OF IDAHO
 NOTES TO THE FINANCIAL STATEMENTS
 For the Year Ended September 30, 2015**

4. PENSION PLAN (Continued)

\$92,938 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ending September 30, 2016.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2014 the beginning of the measurement period ended June 30, 2015 is 5.6 years.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expenses (revenue) as follows:

Year ended September 30:

2016	\$ (142,500)
2017	(142,500)
2018	(142,500)
2019	111,474
2020	<u>(7,655)</u>
Total	\$ <u>(323,681)</u>

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25 – 10.00%
Salary inflation	3.75%
Investment rate of return (net of investment expenses)	7.1%
Cost-of-living adjustments	1%

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015

4. PENSION PLAN (Continued)

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward on year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2015 is based on the results of an actuarial valuation date of July 1, 2015.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on the approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are show below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate of Return*
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Russell 3000	55.00%	6.9%
Developed Foreign Equities	MSCI ACWI ex USA	15.00%	7.55%
Assumed Inflation – Mean			3.25%
Assumed Inflation – Standard Deviation			2.00%
Portfolio Arithmetic Mean Return			8.42%
Portfolio Standard Deviation			13.34%
Portfolio Long-Term Expected Rate of Return			7.50%
Assumed Investment Expenses			0.40%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			<u>7.10%</u>

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

4. PENSION PLAN (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate.

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.10%, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10%) or 1-percentage-point higher (8.10%) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer's proportionate share of the net pension liability (asset)	\$3,494,189	\$1,434,610	(\$277,657)

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Payables to the pension plan

At September 30, 2015, the County reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

5. DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015

5. DEFERRED COMPENSATION PLAN (Continued)

The County funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in fixed annuity contracts administered by PEBSCO Deferred Compensation Plan Administrator.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are, (until paid or made available to the employee or other beneficiary), solely the property and rights of the County, (without being restricted to the provisions of benefits under the plan), subject only to the claims of the County's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant.

6. LITIGATION AND CONTINGENT LIABILITIES

There are occasionally claims and lawsuits pending against the County. These claims and lawsuits are presently handled by the County's insurance company and the probability of potential loss in excess of insurance coverage is remote.

7. LONG-TERM DEBT AND CAPITAL LEASES

Long-term Obligation Activity:

General long-term obligations reported by the County represent accrued liabilities for vacation pay in the amount of \$170,740, landfill closure and postclosure costs of \$385,000, and net pension liability of \$1,434,610. The County is also liable for the Steele Memorial Hospital bonded debt of \$6,855,000 which is included as a liability on the Hospital's audited financial statements. During the year ending September 30, 2015, the following changes occurred in long-term debt:

Governmental activities	Restated Balance 10-01-2014	Additions	Reductions	Balance 09-30-2015	Amounts due within one year
Compensated absences	\$ 158,880	\$ 11,860	\$ -	\$ 170,740	\$ 15,367
Landfill closure costs	385,000	-	-	385,000	-
Net pension liability	790,614	643,996	-	1,434,610	-
Total governmental activities	\$ 1,334,494	\$ 655,856	\$ -	\$ 1,990,350	\$ 15,367

Debt Service Requirements:

There are no debt service requirements on long-term debt at September 30, 2015.

Debt service for governmental fund types is budgeted and expended from the fund to which the debt belongs.

Compensated absences typically have been liquidated in the general and other governmental funds.

**LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015**

8. CLOSURE AND POSTCLOSURE CARE COSTS

Idaho IDAPA 16, Title 01, Chapter 6 and federal regulations require county governments to place a final cover on its solid waste landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste.

Lemhi County Landfill

The Lemhi County landfill was site certified in 1995 and opened for waste placement. The landfill is presently accepting waste from Lemhi and Custer Counties and has a life expectancy of 150 years. The current section of the landfill consists of 14 cells. The County is currently using cell 11.

The site is a class D approved landfill located in an arid environment with no adjacent development. As each cell is filled, the top cover is placed and seeded as a final cover. The character of the terrain is favorable to long-term containment and no spread of environmental contamination is anticipated. Test wells are in place to monitor, (favorable to the present), subsurface activity.

Estimates of closure costs are \$2,566 per year to be incurred in each cell immediately at closure. Total closure and monitoring costs are not expected to exceed \$385,000 for the entire landfill, so yearly costs are nominal.

Lemhi County is not funding the future landfill costs, except through current-year budgets. Interpretation of existing rules and regulations by county officials supports the non-funding approach. The County may, however, find that funding practices may be inadequate or that additional costs of closure and postclosure care may exceed those expected. In addition, changes in applicable laws, technology or interpretations thereof may require increased or additional future charges for landfill use, or from taxation.

The nominal annual cost projections are not amortized herein.

9. RESTRICTED FUND BALANCES/NET POSITION

There were no fund balances or net position restricted at year end.

10. RELATED PARTY TRANSACTIONS

The County has not been directly involved in related party transactions that would violate the Idaho Code or Federal Regulations.

11. MATERIAL VIOLATION OF FINANCE-RELATED LEGAL AND CONTRACTUAL PROVISIONS

There are no known violations of direct finance-related legal and contractual provisions.

12. RISK MANAGEMENT

The County is exposed to various risks related to torts; theft of, damage to, and destruction of assets, errors and omissions, and natural disasters. The County's risk management program encompasses various means of protecting the County against loss by obtaining property, casualty, and liability coverage through commercial insurance carriers.

**LEMHI COUNTY - STATE OF IDAHO
 NOTES TO THE FINANCIAL STATEMENTS
 For the Year Ended September 30, 2015**

13. EXPENDITURE BUDGET VIOLATIONS

The Weed fund expenditures exceeded the budgeted expenditures by \$54 during the 2014 – 2015 fiscal year.

14. NEGATIVE CASH, DEFICITS AND INTERFUND TRANSACTIONS

The Motor Vehicle Trust Fund had a negative cash balance at September 30, 2015 of \$134.

The Motor Vehicle Trust Fund had a deficit fund balance at September 30, 2015 of \$134.

15. INTERFUND TRANSFERS

Interfund transfers for the year ended September 30, 2015 consisted of the following:

<u>Transfer to:</u>	<u>Revolving Weed</u>	<u>Craig Wyden Title III</u>	<u>Total</u>
<u>Transfer from:</u>			
General	\$ 1,000	\$ -	\$ 1,000
Fuel Reduction	<u>-</u>	<u>50,000</u>	<u>50,000</u>
Total	<u>\$ 1,000</u>	<u>\$ 50,000</u>	<u>\$ 51,000</u>

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and 2) use unrestricted revenues collected in the various funds to finance programs accounted for in other funds in accordance with budgetary authorizations.

16. CONDUIT DEBT

Steele Memorial Hospital Construction Project and Series 2011 General Obligation Bonds:

Basis of accounting: Steele Memorial Hospital is an enterprise fund. Revenues and expenses are recognized on the accrual basis using the economic resources measurement focus.

Assets limited as to use: as reported in the component unit financial statements include cash and cash equivalents held in trust by Lemhi County under an indenture agreement related to the construction project. These cash and cash equivalents are invested with the State of Idaho Investment Pool. The County also maintains two disbursement accounts to which funds are transferred from the pooled investment accounts as construction and bond sinking obligations come due. Assets limited as to use that are available for obligations classified as current liabilities are reported in current assets.

General obligation bonds: General Obligation Refunding Bonds, Series 2011, (the Refunding Bonds), were issued by Lemhi County in the amount of \$8,215,000. The bond proceeds were used to refund the Steele Memorial Hospital Project, General Obligation Bonds, Series 2003. Through September 2027, annual principal installments ranging from \$460,000 to \$705,000 are required, plus semiannual interest payments ranging from 3% to 5%.

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2015

16. CONDUIT DEBT (Continued)

In conjunction with the bond issuance, the Board of Commissioners of Lemhi County and the Board of Trustees of the Hospital executed a Memorandum of Understanding, (the Memorandum). The Memorandum states the debt service obligation on the bonds will be funded from four sources. The Foundation anticipates receiving grant funds. The Hospital anticipates benefit of reimbursable depreciation and interest costs from the facility and the corresponding bond interest costs on the Hospital's cost reports. The County and the Hospital have agreed that no more than 60% of this benefit may be used for debt service. Amounts from Hospital operations may be budgeted for debt service upon approval by the County. Lastly, the County shall levy and cause to be levied annually upon all taxable property within the limits of the County, in addition to all other authorized taxes and assessments, a tax or assessment sufficient to meet the debt service payments. Ultimately, the full faith and credit and all taxable property in Lemhi County are pledged as security on the Refunding Bonds.

Scheduled principal and interest repayments on the general obligation refunding bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 460,000	\$ 278,600	\$ 738,600
2017	480,000	264,800	744,800
2018	490,000	250,400	740,400
2019	510,000	230,800	740,800
2020	535,000	210,400	745,400
2021 – 2025	3,000,000	714,400	3,714,400
2026 – 2027	<u>1,380,000</u>	<u>104,250</u>	<u>1,484,250</u>
Totals	\$ <u>6,855,000</u>	\$ <u>2,053,650</u>	\$ <u>8,908,650</u>

17. SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date of this report. There are no known subsequent events that will have a material impact on the operation of the County.

18. RESTATEMENT OF BEGINNING NET POSITION

The beginning net position was decreased by \$1,724,350 to reflect the implementation of Governmental Accounting Standards Board Statement No. 68 (GASB 68), *Accounting and Financial Reporting for Pensions*. GASB 68 requires the liability of employers and nonemployer contributing entities to employees for defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position.

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

LEMHI COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH BUDGET TO GAAP DIFFERENCES)
GENERAL FUND
For the year ended September 30, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS
	ORIGINAL	FINAL	
REVENUES			
Property taxes	\$ 1,362,357	\$ 1,362,357	\$ 1,383,760
Fees and fines	-	-	-
Licenses and permits	87,840	87,840	91,582
Intergovernmental	1,852,210	1,853,410	1,754,523
Charges for services	248,500	248,500	243,029
Investment earnings	60,000	60,000	65,254
Miscellaneous	93,400	92,200	81,010
TOTAL REVENUES	3,704,307	3,704,307	3,619,158
EXPENDITURES			
Current:			
General government	1,729,763	1,729,763	1,629,839
Public safety	1,805,506	1,836,506	1,702,558
Public works	-	-	-
Health, welfare and sanitation	26,295	32,741	33,538
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt Service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	241,500	241,500	157,598
TOTAL EXPENDITURES	3,803,064	3,840,510	3,523,533
Excess (deficiency) of revenues over expenditures	(98,757)	(136,203)	95,625
OTHER FINANCING SOURCES (USES)			
Other sources	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND (USES)	-	-	-
SPECIAL ITEM			
Proceeds from sale of capital assets	-	-	-
Net change in fund balances	(98,757)	(136,203)	95,625
Fund Balances, October 1, 2014	2,973,042	2,973,042	2,973,042
FUND BALANCES, SEPTEMBER 30, 2015	\$ 2,874,285	\$ 2,836,839	\$ 3,068,667

<u>GAAP DIFFERENCES</u>	<u>GAAP BASIS</u>
\$ (2,671)	\$ 1,381,089
-	-
-	91,582
101,608	1,856,131
-	243,029
(161,344)	(96,090)
<u>2,477</u>	<u>83,487</u>
<u>(59,930)</u>	<u>3,559,228</u>
65,287	1,695,126
29,784	1,732,342
-	-
-	33,538
-	-
-	-
-	-
-	-
<u>(74,769)</u>	<u>82,829</u>
<u>20,302</u>	<u>3,543,835</u>
(80,232)	15,393
18,802	18,802
-	-
<u>(1,000)</u>	<u>(1,000)</u>
<u>17,802</u>	<u>17,802</u>
-	-
(62,430)	33,195
<u>89,742</u>	<u>3,062,784</u>
<u>\$ 27,312</u>	<u>\$ 3,095,979</u>

LEMHI COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH BUDGET TO GAAP DIFFERENCES)
ROAD AND BRIDGE
For the year ended September 30, 2015

	BUDGETED AMOUNTS		BUDGETARY
	ORIGINAL	FINAL	BASIS
REVENUES			
Property taxes	\$ -	\$ -	\$ -
Fees and fines	-	-	-
Licenses and permits	750	750	3,052
Intergovernmental	1,890,000	1,890,000	2,189,101
Charges for services	-	-	-
Investment earnings	-	-	-
Miscellaneous	826,000	826,000	84,533
TOTAL REVENUES	2,716,750	2,716,750	2,276,686
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	1,605,702	1,605,702	1,344,184
Health, welfare and sanitation	-	-	-
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt Service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	1,136,000	1,706,000	1,081,744
TOTAL EXPENDITURES	2,741,702	3,311,702	2,425,928
Excess (deficiency) of revenues over expenditures	(24,952)	(594,952)	(149,242)
OTHER FINANCING SOURCES (USES)			
Other sources	-	-	-
Other uses	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND (USES)	-	-	-
SPECIAL ITEM			
Proceeds from sale of capital assets	-	-	127,800
Net change in fund balances	(24,952)	(594,952)	(21,442)
Fund Balances, October 1, 2014	9,877,240	9,877,240	9,877,240
FUND BALANCES, SEPTEMBER 30, 2015	\$ 9,852,288	\$ 9,282,288	\$ 9,855,798

<u>GAAP</u> <u>DIFFERENCES</u>		<u>GAAP</u> <u>BASIS</u>	
\$	-	\$	-
	-		-
	-		3,052
	45,681		2,234,782
	-		-
	-		-
	<u>112,800</u>		<u>197,333</u>
	<u>158,481</u>		<u>2,435,167</u>
	-		-
	-		-
	29,019		1,373,203
	-		-
	-		-
	-		-
	-		-
	<u>(29,019)</u>		<u>1,052,725</u>
	<u>-</u>		<u>2,425,928</u>
	158,481		9,239
	-		-
	-		-
	-		-
	-		-
	<u>(112,800)</u>		<u>15,000</u>
	45,681		24,239
	<u>290,306</u>		<u>10,167,546</u>
\$	<u><u>335,987</u></u>	\$	<u><u>10,191,785</u></u>

LEMHI COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH BUDGET TO GAAP DIFFERENCES)
SOLID WASTE
For the year ended September 30, 2015

	BUDGETED AMOUNTS		BUDGETARY BASIS
	ORIGINAL	FINAL	
REVENUES			
Property taxes	\$ -	\$ -	\$ -
Fees and fines	-	-	-
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Charges for services	453,400	453,400	438,879
Investment earnings	-	-	-
Miscellaneous	1,300	1,300	366
TOTAL REVENUES	454,700	454,700	439,245
EXPENDITURES			
Current:			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health, welfare and sanitation	453,005	453,005	478,269
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt Service:			
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	75,000	75,000	15,708
TOTAL EXPENDITURES	528,005	528,005	493,977
Excess (deficiency) of revenues over expenditures	(73,305)	(73,305)	(54,732)
OTHER FINANCING SOURCES (USES)			
Other sources	-	-	-
Other uses	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES AND (USES)	-	-	-
SPECIAL ITEM			
Proceeds from sale of capital assets	-	-	-
Net change in fund balances	(73,305)	(73,305)	(54,732)
Fund Balances, October 1, 2014	227,703	227,703	227,703
FUND BALANCES, SEPTEMBER 30, 2015	\$ 154,398	\$ 154,398	\$ 172,971

<u>GAAP DIFFERENCES</u>	<u>GAAP BASIS</u>
\$ -	\$ -
-	-
-	-
-	-
(1,407)	437,472
-	-
-	366
<u>(1,407)</u>	<u>437,838</u>
-	-
-	-
-	-
15,708	493,977
-	-
-	-
-	-
(15,708)	-
<u>-</u>	<u>493,977</u>
(1,407)	(56,139)
-	-
-	-
-	-
<u>-</u>	<u>-</u>
-	-
-	-
(1,407)	(56,139)
<u>(19,788)</u>	<u>207,915</u>
\$ <u><u>(21,195)</u></u>	\$ <u><u>151,776</u></u>

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended September 30, 2015

1. The legally adopted budget for Lemhi County – State of Idaho is based on the cash basis of accounting. Adjustments to the modified accrual basis of accounting are listed as GAAP differences.
2. Debt payments are reclassified from general operating expense to show principal and interest portions of cash payments.
3. Higher operating expenses may be reflected on the GAAP basis if equipment was purchased in the previous year with a partial payment budgeted in the previous year and an account payable booked to reflect the final payment in the current year's budget.
4. Capital outlays that do not meet the capitalization policy levels are reclassified out of capital outlay and into another expenditure.

**LEMHI COUNTY – STATE OF IDAHO
 SCHEDULE OF EMPLOYER’S SHARE OF NET PENSION LIABILITY
 PERSI – BASE PLAN
 Last 10 Fiscal Years***

	<u>2015</u>
Employer’s portion of net pension liability	.1089436%
Employer’s proportionate share of the net pension liability	\$ 1,434,610
Employer’s covered employee payroll	\$ 3,040,735
Employer’s proportional share of the net pension liability as a percentage of its covered payroll	47.18%
Plan fiduciary net position as a percentage of the total pension liability	91.38%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Data reported is measured as of June 30, 2015.

**LEMHI COUNTY – STATE OF IDAHO
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 PERSI – BASE PLAN
 Last 10 Fiscal Years***

	<u>2015</u>
Statutorily required contribution	\$ 356,357
Contribution in relation to the statutorial required contribution	\$ 349,971
Contribution (deficiency) excess	\$ (6,386)
Employer's covered employee payroll	\$ 3,040,735
Contributions as a percentage of covered employee payroll	11.51%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Data reported is measured as of June 30, 2015.

SUPPLEMENTARY INFORMATION

THIS PAGE INTENTIONALLY LEFT BLANK

LEMHI COUNTY - STATE OF IDAHO
 COMBINING BALANCE SHEET - GOVERNMENTAL FUND TYPES
 NONMAJOR SPECIAL REVENUE FUNDS
 September 30, 2015

	<u>AIRPORT</u>	<u>AMBULANCE</u>	<u>DISTRICT COURT</u>
ASSETS			
Cash - County Treasurer	\$ 647	\$ 987,765	\$ 148,705
Taxes receivable	-	-	7,589
Accounts receivable	-	57,264	-
TOTAL ASSETS	<u>647</u>	<u>1,045,029</u>	<u>156,294</u>
DEFERRED OUTFLOWS			
	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOW:	<u>\$ 647</u>	<u>\$ 1,045,029</u>	<u>\$ 156,294</u>
LIABILITIES			
Warrants payable	\$ 14	\$ 8,333	\$ 6,666
Due to other funds	-	-	-
TOTAL LIABILITIES	<u>14</u>	<u>8,333</u>	<u>6,666</u>
DEFERRED INFLOWS			
Revenue unavailable for use	-	7,685	6,982
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	-	-
Assigned	633	1,029,011	142,646
Unassigned	-	-	-
TOTAL FUND BALANCES	<u>633</u>	<u>1,029,011</u>	<u>142,646</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 647</u>	<u>\$ 1,045,029</u>	<u>\$ 156,294</u>

**LEMHI COUNTY - STATE OF IDAHO
 COMBINING BALANCE SHEET - GOVERNMENTAL FUND TYPES
 NONMAJOR SPECIAL REVENUE FUNDS
 September 30, 2015**

	<u>COUNTY FAIR</u>	<u>HEALTH DISTRICT</u>	<u>HISTORICAL SOCIETY</u>
ASSETS			
Cash - County Treasurer	\$ 13,519	\$ 28,682	\$ 10,000
Taxes receivable	3,201	2,116	-
Accounts receivable	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>16,720</u>	<u>30,798</u>	<u>10,000</u>
DEFERRED OUTFLOWS			
	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOW:	<u>\$ 16,720</u>	<u>\$ 30,798</u>	<u>\$ 10,000</u>
LIABILITIES			
Warrants payable	\$ 35	\$ 10,467	\$ 10,000
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>35</u>	<u>10,467</u>	<u>10,000</u>
DEFERRED INFLOWS			
Revenue unavailable for use	<u>2,945</u>	<u>1,947</u>	<u>-</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	-	-
Assigned	13,740	18,384	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCES	<u>13,740</u>	<u>18,384</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 16,720</u>	<u>\$ 30,798</u>	<u>\$ 10,000</u>

<u>INDIGENT</u>	<u>REVALUATION</u>	<u>TORT</u>	<u>WEEDS</u>	<u>DRUG COURT</u>
\$ 409,292	\$ 89,464	\$ 39,109	\$ 19,077	\$ 14,811
6,937	9,309	4,454	4,310	-
-	-	-	-	-
<u>416,229</u>	<u>98,773</u>	<u>43,563</u>	<u>23,387</u>	<u>14,811</u>
-	-	-	-	-
<u>\$ 416,229</u>	<u>\$ 98,773</u>	<u>\$ 43,563</u>	<u>\$ 23,387</u>	<u>\$ 14,811</u>
\$ 10,391	\$ 4,793	\$ -	\$ 250	\$ 2,557
-	-	-	-	-
<u>10,391</u>	<u>4,793</u>	<u>-</u>	<u>250</u>	<u>2,557</u>
-	-	-	-	-
<u>6,382</u>	<u>8,564</u>	<u>4,098</u>	<u>3,965</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
399,456	85,416	39,465	19,172	12,254
-	-	-	-	-
<u>399,456</u>	<u>85,416</u>	<u>39,465</u>	<u>19,172</u>	<u>12,254</u>
\$ <u>416,229</u>	\$ <u>98,773</u>	\$ <u>43,563</u>	\$ <u>23,387</u>	\$ <u>14,811</u>

LEMHI COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - GOVERNMENTAL FUND TYPES
NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2015

	<u>FUEL REDUCTION</u>	<u>911 ENHANCED FUND</u>	<u>COUNTY COURT FACILITIES</u>
ASSETS			
Cash - County Treasurer	\$ 36,527	\$ 246,084	\$ 435,355
Taxes receivable	-	-	-
Accounts receivable	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	<u>36,527</u>	<u>246,084</u>	<u>435,355</u>
DEFERRED OUTFLOWS			
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS AND DEFERRED OUTFLOW:	<u>\$ 36,527</u>	<u>\$ 246,084</u>	<u>\$ 435,355</u>
LIABILITIES			
Warrants payable	\$ 605	\$ 2,201	\$ -
Due to other funds	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES	<u>605</u>	<u>2,201</u>	<u>-</u>
DEFERRED INFLOWS			
Revenue unavailable for use	<hr/>	<hr/>	<hr/>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	-	-
Assigned	35,922	243,883	435,355
Unassigned	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL FUND BALANCES	<u>35,922</u>	<u>243,883</u>	<u>435,355</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 36,527</u>	<u>\$ 246,084</u>	<u>\$ 435,355</u>

<u>CRAIG WYDEN TITLE III</u>	<u>COURT INTERLOCK DEVICE</u>	<u>JUNIOR COLLEGE</u>	<u>SNOWMOBILE FUND</u>	<u>PROBATION OFFICER TRUST</u>	<u>WATERWAYS</u>
\$ 353,070	\$ 3,948	\$ 29,501	\$ 21,035	\$ 1,915	\$ 18,845
-	-	-	-	-	-
-	-	8,286	-	-	2,274
<u>353,070</u>	<u>3,948</u>	<u>37,787</u>	<u>21,035</u>	<u>1,915</u>	<u>21,119</u>
-	-	-	-	-	-
<u>\$ 353,070</u>	<u>\$ 3,948</u>	<u>\$ 37,787</u>	<u>\$ 21,035</u>	<u>\$ 1,915</u>	<u>\$ 21,119</u>
\$ 472	\$ -	\$ -	\$ -	\$ 41	\$ -
-	-	-	-	-	-
<u>472</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
352,598	3,948	37,787	21,035	1,874	21,119
-	-	-	-	-	-
<u>352,598</u>	<u>3,948</u>	<u>37,787</u>	<u>21,035</u>	<u>1,874</u>	<u>21,119</u>
<u>\$ 353,070</u>	<u>\$ 3,948</u>	<u>\$ 37,787</u>	<u>\$ 21,035</u>	<u>\$ 1,915</u>	<u>\$ 21,119</u>

LEMHI COUNTY - STATE OF IDAHO
 COMBINING BALANCE SHEET - GOVERNMENTAL FUND TYPES
 NONMAJOR SPECIAL REVENUE FUNDS
 September 30, 2015

	<u>WORKMAN'S COMP/COMM. SERVICE</u>	<u>REVOLVING WEED FUND</u>	<u>TOTALS</u>
ASSETS			
Cash - County Treasurer	\$ 11,840	\$ 43,977	\$ 2,963,168
Taxes receivable	-	-	37,916
Accounts receivable	-	-	67,824
TOTAL ASSETS	<u>11,840</u>	<u>\$ 43,977</u>	<u>\$ 3,068,908</u>
DEFERRED OUTFLOWS			
	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOW:	<u>\$ 11,840</u>	<u>\$ 43,977</u>	<u>\$ 3,068,908</u>
LIABILITIES			
Warrants payable	\$ -	\$ 16,871	\$ 73,696
Due to other funds	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>16,871</u>	<u>73,696</u>
DEFERRED INFLOWS			
Revenue unavailable for use	-	-	42,568
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	-	-
Assigned	11,840	27,106	2,952,644
Unassigned	-	-	-
TOTAL FUND BALANCES	<u>11,840</u>	<u>27,106</u>	<u>2,952,644</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	<u>\$ 11,840</u>	<u>\$ 43,977</u>	<u>\$ 3,068,908</u>

LEMHI COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPES - NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2015

	<u>AIRPORT</u>	<u>AMBULANCE</u>	<u>DISTRICT COURT</u>	<u>COUNTY FAIR</u>
REVENUES				
Taxes	\$ -	\$ -	\$ 151,533	\$ 61,853
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	5,427	18
Charges for services	-	236,715	13,530	-
Fines and forfeitures	-	-	34,602	-
Investment interest	-	-	-	-
Miscellaneous and contributions	-	-	3,407	-
TOTAL REVENUES	<u>-</u>	<u>236,715</u>	<u>208,499</u>	<u>61,871</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	-	119,742	215,059	-
Public works	139	-	-	-
Health, welfare and sanitation	-	-	-	-
Parks and recreation	-	-	-	65,559
Education	-	-	-	-
Conservation and economic development	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	<u>139</u>	<u>119,742</u>	<u>215,059</u>	<u>65,559</u>
Excess (deficiency) of revenues over expenditures	(139)	116,973	(6,560)	(3,688)
OTHER FINANCIAL SOURCES (USES)				
Other sources (uses)	-	-	-	-
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	(139)	116,973	(6,560)	(3,688)
Fund Balances, October 1, 2014	<u>772</u>	<u>912,038</u>	<u>149,206</u>	<u>17,428</u>
FUND BALANCES, September 30, 2015	<u>\$ 633</u>	<u>\$ 1,029,011</u>	<u>\$ 142,646</u>	<u>\$ 13,740</u>

LEMHI COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPES - NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2015

	<u>HEALTH DISTRICT</u>	<u>HISTORICAL SOCIETY</u>	<u>INDIGENT</u>	<u>REVALUATION</u>
REVENUES				
Taxes	\$ 40,584	\$ -	\$ 132,967	\$ 182,419
Licenses and permits	-	-	-	-
Intergovernmental revenues	12	10,000	75,399	54
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Miscellaneous and contributions	-	-	123	-
TOTAL REVENUES	<u>40,596</u>	<u>10,000</u>	<u>208,489</u>	<u>182,473</u>
EXPENDITURES				
General government	-	-	-	194,314
Public safety	-	-	-	-
Public works	-	-	-	-
Health, welfare and sanitation	41,869	-	208,668	-
Parks and recreation	-	10,000	-	-
Education	-	-	-	-
Conservation and economic development	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	<u>41,869</u>	<u>10,000</u>	<u>208,668</u>	<u>194,314</u>
Excess (deficiency) of revenues over expenditures	(1,273)	-	(179)	(11,841)
OTHER FINANCIAL SOURCES (USES)				
Other sources (uses)	-	-	-	-
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	(1,273)	-	(179)	(11,841)
Fund Balances, October 1, 2014	<u>19,657</u>	<u>-</u>	<u>399,635</u>	<u>97,257</u>
FUND BALANCES, September 30, 2015	<u>\$ 18,384</u>	<u>\$ -</u>	<u>\$ 399,456</u>	<u>\$ 85,416</u>

<u>TORT</u>	<u>WEEDS</u>	<u>DRUG COURT</u>	<u>FUEL REDUCTION</u>	<u>911 ENHANCED</u>	<u>COUNTY COURT</u>
\$ 81,616	\$ 83,138	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
24	24	-	-	13,507	-
-	1,665	765	-	127,335	-
-	-	-	-	-	-
-	-	-	82,669	-	2,680
<u>81,640</u>	<u>84,827</u>	<u>765</u>	<u>82,669</u>	<u>140,842</u>	<u>2,680</u>
98,229	-	-	-	-	-
-	-	1,782	-	167,224	-
-	-	-	-	-	-
-	-	-	-	-	-
-	95,230	-	124,692	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>98,229</u>	<u>95,230</u>	<u>1,782</u>	<u>124,692</u>	<u>167,224</u>	<u>-</u>
(16,589)	(10,403)	(1,017)	(42,023)	(26,382)	2,680
-	-	-	-	-	-
-	-	-	50,000	-	-
-	-	-	-	-	-
<u>(16,589)</u>	<u>(10,403)</u>	<u>(1,017)</u>	<u>7,977</u>	<u>(26,382)</u>	<u>2,680</u>
<u>56,054</u>	<u>29,575</u>	<u>13,271</u>	<u>27,945</u>	<u>270,265</u>	<u>432,675</u>
<u>\$ 39,465</u>	<u>\$ 19,172</u>	<u>\$ 12,254</u>	<u>\$ 35,922</u>	<u>\$ 243,883</u>	<u>\$ 435,355</u>

LEMHI COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUND TYPES - NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2015

	<u>CRAIG WYDEN TITLE III</u>	<u>COURT INTERLOCK DEVICE</u>	<u>JUNIOR COLLEGE</u>	<u>SNOWMOBILE FUND</u>
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	4,666
Intergovernmental revenues	101,994	472	48,601	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Miscellaneous and contributions	-	-	-	-
TOTAL REVENUES	<u>101,994</u>	<u>472</u>	<u>48,601</u>	<u>4,666</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	472	500	-	-
Public works	-	-	-	-
Health, welfare and sanitation	-	-	-	-
Parks and recreation	-	-	-	2,560
Education	-	-	33,450	-
Conservation and economic development	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	<u>472</u>	<u>500</u>	<u>33,450</u>	<u>2,560</u>
Excess (deficiency) of revenues over expenditures	101,522	(28)	15,151	2,106
OTHER FINANCIAL SOURCES (USES)				
Other sources (uses)	-	-	-	-
Statutory transfers in	-	-	-	-
Statutory transfers out	(50,000)	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	51,522	(28)	15,151	2,106
Fund Balances, October 1, 2014	<u>301,076</u>	<u>3,976</u>	<u>22,636</u>	<u>18,929</u>
FUND BALANCES, September 30, 2015	<u>\$ 352,598</u>	<u>\$ 3,948</u>	<u>\$ 37,787</u>	<u>\$ 21,035</u>

<u>PROBATION OFFICER</u>	<u>WATERWAYS</u>	<u>WORKMAN'S COMP/COMM. SERVICE</u>	<u>REVOLVING WEED FUND</u>	<u>TOTALS</u>
\$ -	\$ -	\$ -	\$ -	\$ 734,110
-	7,903	-	-	12,569
11,132	49,778	-	-	316,442
-	-	-	303,389	683,399
-	-	-	-	34,602
-	-	-	-	-
24	-	2,011	-	90,914
<u>11,156</u>	<u>57,681</u>	<u>2,011</u>	<u>303,389</u>	<u>1,872,036</u>
-	-	-	-	292,543
10,861	-	-	-	515,640
-	-	-	-	139
-	-	-	-	250,537
-	6,297	-	-	84,416
-	-	-	-	33,450
-	-	-	441,764	661,686
-	-	-	-	-
-	-	-	-	-
-	59,380	-	-	59,380
<u>10,861</u>	<u>65,677</u>	<u>-</u>	<u>441,764</u>	<u>1,897,791</u>
295	(7,996)	2,011	(138,375)	(25,755)
-	-	-	-	-
-	-	-	1,000	51,000
-	-	-	-	(50,000)
295	(7,996)	2,011	(137,375)	(24,755)
<u>1,579</u>	<u>29,115</u>	<u>9,829</u>	<u>164,481</u>	<u>2,977,399</u>
<u>\$ 1,874</u>	<u>\$ 21,119</u>	<u>\$ 11,840</u>	<u>\$ 27,106</u>	<u>\$ 2,952,644</u>

**LEMHI COUNTY - STATE OF IDAHO
 COMBINING STATEMENT OF NET POSITION -
 FIDUCIARY FUND TYPES
 PRIVATE PURPOSE TRUST FUNDS
 September 30, 2015**

	<u>MOTOR VEHICLE TRUST</u>	<u>AUDITOR TRUST</u>	<u>DRIVERS' LICENSE TRUST</u>
ASSETS			
Cash - County Treasurer	\$ -	\$ 26,546	\$ -
Receivables	-	-	-
TOTAL ASSETS	<u>-</u>	<u>26,546</u>	<u>-</u>
DEFERRED OUTFLOWS			
	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ -</u>	<u>\$ 26,546</u>	<u>\$ -</u>
LIABILITIES			
Negative cash	\$ 134	\$ -	\$ -
Warrants payable	-	1,412	-
Due to other funds	-	-	-
TOTAL LIABILITIES	<u>134</u>	<u>1,412</u>	<u>-</u>
DEFERRED INFLOWS			
Revenue unavailable for use	-	-	-
NET POSITION			
Restricted net position	-	-	-
Unrestricted net position	(134)	25,134	-
TOTAL NET POSITION	<u>(134)</u>	<u>25,134</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ -</u>	<u>\$ 26,546</u>	<u>\$ -</u>

<u>INDIGENT DONATION TRUST</u>	<u>HOSPITAL BOND PROJECT TRUST</u>	<u>HOSPITAL BOND PAYMENT TRUST</u>	<u>COURT TRUST DISTRICT COURT</u>	<u>ECONOMIC DEVELOPMENT TRUST</u>
\$ 4	\$ 184,424	\$ 668,034	\$ 16,879	\$ -
-	-	21,084	-	-
4	184,424	689,118	16,879	-
-	-	-	-	-
<u>\$ 4</u>	<u>\$ 184,424</u>	<u>\$ 689,118</u>	<u>\$ 16,879</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	3,349	-
-	-	-	-	-
-	-	-	3,349	-
-	-	-	-	-
4	184,424	689,118	13,530	-
4	184,424	689,118	13,530	-
<u>\$ 4</u>	<u>\$ 184,424</u>	<u>\$ 689,118</u>	<u>\$ 16,879</u>	<u>\$ -</u>

**LEMHI COUNTY - STATE OF IDAHO
 COMBINING STATEMENT OF NET POSITION -
 FIDUCIARY FUND TYPES
 PRIVATE PURPOSE TRUST FUNDS
 September 30, 2015**

	<u>DRUG ENFORCEMENT TRUST</u>	<u>PARENT PROJECT TRUST</u>	<u>KLT FOUNDATION TRUST</u>
ASSETS			
Cash - County Treasurer	\$ 1,790	\$ 53,198	\$ 1,897
Receivables	-	-	-
TOTAL ASSETS	<u>1,790</u>	<u>53,198</u>	<u>1,897</u>
DEFERRED OUTFLOWS			
	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 1,790</u>	<u>\$ 53,198</u>	<u>\$ 1,897</u>
LIABILITIES			
Negative cash	\$ -	\$ -	\$ -
Warrants payable	-	-	-
Due to other funds	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS			
Revenue unavailable for use	-	-	-
NET POSITION			
Restricted net position	-	-	-
Unrestricted net position	<u>1,790</u>	<u>53,198</u>	<u>1,897</u>
TOTAL NET POSITION	<u>1,790</u>	<u>53,198</u>	<u>1,897</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 1,790</u>	<u>\$ 53,198</u>	<u>\$ 1,897</u>

<u>GRANT TRUST</u>	<u>CATASTROPHIC REPAYMENT TRUST</u>	<u>ALTERNATE MOBILITY/ TRANSP TRUST</u>	<u>WOLF STUDY TRUST</u>	<u>TAX SALE EXCESS TRUST</u>
\$ 5,002	\$ 13,964	\$ 10,921	\$ 1,526	\$ 2,244
-	-	-	-	-
<u>5,002</u>	<u>13,964</u>	<u>10,921</u>	<u>1,526</u>	<u>2,244</u>
-	-	-	-	-
<u>\$ 5,002</u>	<u>\$ 13,964</u>	<u>\$ 10,921</u>	<u>\$ 1,526</u>	<u>\$ 2,244</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>5,002</u>	<u>13,964</u>	<u>10,921</u>	<u>1,526</u>	<u>2,244</u>
<u>5,002</u>	<u>13,964</u>	<u>10,921</u>	<u>1,526</u>	<u>2,244</u>
<u>\$ 5,002</u>	<u>\$ 13,964</u>	<u>\$ 10,921</u>	<u>\$ 1,526</u>	<u>\$ 2,244</u>

**LEMHI COUNTY - STATE OF IDAHO
 COMBINING STATEMENT OF NET POSITION -
 FIDUCIARY FUND TYPES
 PRIVATE PURPOSE TRUST FUNDS
 September 30, 2015**

	<u>SANTA FOR SENIORS</u>	<u>TOTALS</u>
ASSETS		
Cash - County Treasurer	\$ 224	\$ 986,653
Receivables	-	21,084
	<u>224</u>	<u>1,007,737</u>
TOTAL ASSETS		
	<u>224</u>	<u>1,007,737</u>
DEFERRED OUTFLOWS		
	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS	<u>\$ 224</u>	<u>\$ 1,007,737</u>
LIABILITIES		
Negative cash	\$ -	\$ 134
Warrants payable	-	4,761
Due to other funds	-	-
	<u>-</u>	<u>-</u>
TOTAL LIABILITIES		
	<u>-</u>	<u>4,895</u>
DEFERRED INFLOWS		
Revenue unavailable for use	-	-
	<u>-</u>	<u>-</u>
NET POSITION		
Restricted net position	-	-
Unrestricted net position	224	1,002,842
	<u>224</u>	<u>1,002,842</u>
TOTAL NET POSITION		
	<u>224</u>	<u>1,002,842</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 224</u>	<u>\$ 1,007,737</u>

**LEMHI COUNTY - STATE OF IDAHO
 COMBINING STATEMENT OF CHANGES IN NET POSITION
 FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
 For the Year Ended September 30, 2015**

	<u>MOTOR VEHICLE TRUST</u>	<u>AUDITOR TRUST</u>	<u>DRIVERS' LICENSE TRUST</u>
ADDITIONS			
Taxes	\$ -	\$ 105	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	-	2,000	-
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment interest	-	-	-
Miscellaneous and contributions	-	66,836	-
	<u>-</u>	<u>68,941</u>	<u>-</u>
TOTAL ADDITIONS	<u>-</u>	<u>68,941</u>	<u>-</u>
DEDUCTIONS			
General government	-	-	-
Public safety	-	5,949	-
Public works	-	-	-
Health, welfare and sanitation	-	-	-
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	-	-	-
Trust remittance	134	74,240	-
	<u>134</u>	<u>80,189</u>	<u>-</u>
TOTAL DEDUCTIONS	<u>134</u>	<u>80,189</u>	<u>-</u>
Excess (deficiency) of additions over deductions	(134)	(11,248)	-
Net Position, October 1, 2014	<u>-</u>	<u>36,382</u>	<u>-</u>
NET POSITION, September 30, 2015	<u>\$ (134)</u>	<u>\$ 25,134</u>	<u>\$ -</u>

LEMHI COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
For the Year Ended September 30, 2015

	<u>INDIGENT DONATION TRUST</u>	<u>HOSPITAL BOND PROJECT TRUST</u>	<u>HOSPITAL BOND PAYMENT TRUST</u>
ADDITIONS			
Taxes	\$ -	\$ -	\$ 411,409
Licenses and permits	-	-	-
Intergovernmental revenues	-	-	119
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment interest	-	18	110
Miscellaneous and contributions	-	-	357,000
	<u>-</u>	<u>18</u>	<u>768,638</u>
TOTAL ADDITIONS	<u>-</u>	<u>18</u>	<u>768,638</u>
DEDUCTIONS			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health, welfare and sanitation	-	450	747,636
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	-	-	-
Trust remittance	-	-	-
	<u>-</u>	<u>450</u>	<u>747,636</u>
TOTAL DEDUCTIONS	<u>-</u>	<u>450</u>	<u>747,636</u>
Excess (deficiency) of additions over deductions	-	(432)	21,002
Net Position, October 1, 2014	<u>4</u>	<u>184,856</u>	<u>668,116</u>
NET POSITION, September 30, 2015	<u>\$ 4</u>	<u>\$ 184,424</u>	<u>\$ 689,118</u>

<u>COURT TRUST DISTRICT COURT</u>	<u>ECONOMIC DEVELOPMENT TRUST</u>	<u>DRUG ENFORCEMENT TRUST</u>	<u>PARENT PROJECT TRUST</u>	<u>KLT FOUNDATION TRUST</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	28,000	-	333	-
8,065	-	-	-	-
-	-	-	-	-
-	-	2,222	-	-
<u>8,065</u>	<u>28,000</u>	<u>2,222</u>	<u>333</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	28,000	818	554	-
-	<u>28,000</u>	<u>818</u>	<u>554</u>	<u>-</u>
8,065	-	1,404	(221)	-
<u>5,465</u>	<u>-</u>	<u>386</u>	<u>53,419</u>	<u>1,897</u>
<u>\$ 13,530</u>	<u>\$ -</u>	<u>\$ 1,790</u>	<u>\$ 53,198</u>	<u>\$ 1,897</u>

LEMHI COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
For the Year Ended September 30, 2015

	<u>GRANT TRUST</u>	<u>CATASTROPHIC REPAYMENT TRUST</u>	<u>ALTERNATE MOBILITY/ TRANSP TRUST</u>
ADDITIONS			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	76,214	-	11,840
Charges for services	-	-	-
Fines and forfeitures	-	-	-
Investment interest	-	-	-
Miscellaneous and contributions	-	13,964	5,200
	<u>76,214</u>	<u>13,964</u>	<u>17,040</u>
TOTAL ADDITIONS	76,214	13,964	17,040
DEDUCTIONS			
General government	-	-	-
Public safety	-	-	-
Public works	-	-	-
Health, welfare and sanitation	-	-	-
Parks and recreation	-	-	-
Education	-	-	-
Conservation and economic development	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	-	-	-
Trust remittance	68,274	-	17,040
	<u>68,274</u>	<u>-</u>	<u>17,040</u>
TOTAL DEDUCTIONS	68,274	-	17,040
Excess (deficiency) of additions over deductions	7,940	13,964	-
Net Position, October 1, 2014	<u>(2,938)</u>	<u>-</u>	<u>10,921</u>
NET POSITION, September 30, 2015	\$ <u>5,002</u>	\$ <u>13,964</u>	\$ <u>10,921</u>

<u>WOLF STUDY TRUST</u>	<u>TAX SALE EXCESS TRUST</u>	<u>SANTA FOR SENIORS</u>	<u>TOTALS</u>
\$ -	\$ -	\$ -	\$ 411,514
-	-	-	-
-	-	-	118,506
-	-	-	-
-	-	-	8,065
-	-	-	128
-	3,628	-	448,850
-	3,628	-	987,063
-	-	-	-
-	-	-	5,949
-	-	-	-
-	-	-	748,086
-	-	-	-
-	-	-	-
-	-	-	-
-	2,420	-	191,480
-	2,420	-	945,515
-	1,208	-	41,548
1,526	1,036	224	961,294
\$ 1,526	\$ 2,244	\$ 224	\$ 1,002,842

THIS PAGE INTENTIONALLY LEFT BLANK

OTHER SUPPLEMENTARY INFORMATION

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

CURRENT EXPENSE	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Clerk/Auditor</i>			
Salary - officer	\$ 56,804	\$ 56,650	\$ 154
Salary - deputies	45,719	45,713	6
Total A	102,523	102,363	160
Benefits	32,787	32,637	150
Travel	2,200	919	1,281
Supplies	2,500	1,619	881
Utilities	-	-	-
Professional services	-	-	-
Repairs and maintenance	-	-	-
Dues and memberships	-	-	-
Postage	-	-	-
Subscriptions	-	-	-
Miscellaneous	-	-	-
Capital outlay	-	-	-
Total B	37,487	35,175	2,312
Department totals	140,010	137,538	2,472
<i>Assessor</i>			
Salary - officer	56,650	56,650	-
Salary - deputy	64,394	62,962	1,432
Total A	121,044	119,612	1,432
Benefits	45,240	43,617	1,623
Travel	2,800	3,013	(213)
Supplies	1,800	534	1,266
Utilities	-	-	-
Postage	-	-	-
Capital outlay	-	-	-
Total B	49,840	47,164	2,676
Department totals	\$ 170,884	\$ 166,776	\$ 4,108

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

CURRENT EXPENSE (Continued)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Treasurer/Tax Collector</i>			
Salary - officer	\$ 56,650	\$ 56,650	\$ -
Salary - deputies	94,756	93,982	774
Total A	151,406	150,632	774
Benefits	48,772	48,407	365
Travel	3,498	1,730	1,768
Supplies	2,650	2,449	201
Utilities	-	-	-
Repairs and maintenance	-	-	-
Dues and memberships	-	-	-
Postage	5,600	5,600	-
Printing	-	-	-
Subscriptions	-	-	-
Contracts	-	-	-
Miscellaneous	500	-	500
Capital outlay	-	-	-
Total B	61,020	58,186	2,834
Department Totals	212,426	208,818	3,608
<i>Commissioners</i>			
Salary - commissioners	76,317	76,318	(1)
Total A	76,317	76,318	(1)
Benefits	34,528	34,455	73
Travel	-	-	-
Supplies	-	-	-
Utilities	-	-	-
Contingency account	-	-	-
Dues and memberships	-	-	-
Publications	-	-	-
Miscellaneous	5,500	3,598	1,902
Total B	40,028	38,053	1,975
Department Totals	\$ 116,345	\$ 114,371	\$ 1,974

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

CURRENT EXPENSE (Continued)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Sheriff</i>			
Salary - officer	\$ 56,650	\$ 56,650	\$ -
Salary - deputies	408,640	376,628	32,012
Total A	465,290	433,278	32,012
Benefits	139,059	132,309	6,750
Travel	3,000	2,423	577
Supplies	2,500	2,640	(140)
Utilities	3,500	2,700	800
Vehicles	55,000	38,615	16,385
Repairs and maintenance	1,000	467	533
Professional services	-	-	-
Rent/lease vehicles	-	-	-
Weapons/ammunition	10,000	9,005	995
Miscellaneous	28,000	16,544	11,456
Contracts - Ilets	8,000	7,049	951
Uniforms	2,200	1,481	719
Education - other	4,200	296	3,904
Capital - vehicles	60,000	56,141	3,859
Capital outlay	2,500	888	1,612
Total B	318,959	270,558	48,401
Department Totals	784,249	703,836	80,413
<i>Building and Grounds</i>			
Salary - employee, full-time	59,988	59,851	137
Total A	59,988	59,851	137
Benefits	24,746	24,582	164
Supplies	8,500	6,043	2,457
Utilities	58,000	52,051	5,949
Repairs and maintenance	25,000	24,858	142
Miscellaneous	1,000	1,067	(67)
Contract labor	5,000	-	5,000
Capital outlay	100,000	34,152	65,848
Total B	222,246	142,753	79,493
Department Totals	\$ 282,234	\$ 202,604	\$ 79,630

**LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015**

CURRENT EXPENSE (Continued)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Prosecuting Attorney</i>			
Salary - officer	\$ 92,124	\$ 92,124	\$ -
Salary - deputy	60,183	52,790	7,393
Total A	152,307	144,914	7,393
Benefits	39,967	38,602	1,365
Travel	4,000	2,154	1,846
Supplies	4,330	4,645	(315)
Utilities	2,500	2,978	(478)
Contracts - other	3,000	-	3,000
Contingency account	3,000	1,195	1,805
Computer software	-	-	-
Miscellaneous	3,000	1,500	1,500
Rent	4,900	4,896	4
Capital outlay	-	-	-
Total B	64,697	55,970	8,727
Department Totals	217,004	200,884	16,120
<i>Jail Administration</i>			
Salary - deputies	644,609	615,651	28,958
Salary - grants	-	-	-
Total A	644,609	615,651	28,958
Benefits	218,037	205,924	12,113
Jail food	109,000	113,324	(4,324)
Clothing and medical	34,650	23,178	11,472
Supplies	12,800	4,771	8,029
Maintenance	-	-	-
Board - out of County	4,000	3,780	220
Miscellaneous	10,000	11,935	(1,935)
Capital - equipment	2,000	3,086	(1,086)
Capital - vehicles	30,000	27,901	2,099
Total B	420,487	393,899	26,588
Department Totals	\$ 1,065,096	\$ 1,009,550	\$ 55,546

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

CURRENT EXPENSE (Continued)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Adult/Juvenile Probation</i>			
Salary - deputies	\$ 41,080	\$ 40,404	\$ 676
Salary - grants	62,400	59,198	3,202
Salary - JPO assistant	-	-	-
Total A	103,480	99,602	3,878
Benefits	40,066	39,125	941
State block funds	-	-	-
Travel	1,500	1,303	197
Education	750	-	750
Utilities	750	580	170
Supplies	2,500	2,275	225
Miscellaneous	8,100	9,492	(1,392)
Total B	53,666	52,775	891
Department Totals	157,146	152,377	4,769
<i>Coroner</i>			
Salary - coroner	8,000	7,984	16
Total A	8,000	7,984	16
Benefits	8,541	7,752	789
Dues and memberships	4,000	3,751	249
Miscellaneous	2,000	1,633	367
Laboratory expenses	-	-	-
Autopsies	10,200	12,418	(2,218)
Jury and witnesses	-	-	-
Total B	24,741	25,554	(813)
Department Totals	\$ 32,741	\$ 33,538	\$ (797)

**LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015**

CURRENT EXPENSE (Continued)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Emergency Services</i>			
Salary - supervisor	\$ 42,848	\$ 42,848	\$ -
Total A	<u>42,848</u>	<u>42,848</u>	<u>-</u>
Personnel benefits	14,813	14,783	30
State unemployment	-	-	-
Terrorism grant	-	-	-
Additional compensation (FEMA)	-	-	-
Miscellaneous	24,000	19,557	4,443
Capital - vehicles	-	-	-
Capital - communications equipment	11,000	3,295	7,705
Total B	<u>49,813</u>	<u>37,635</u>	<u>12,178</u>
Department Totals	<u>92,661</u>	<u>80,483</u>	<u>12,178</u>
<i>County Agent</i>			
Salary - officer	3,000	2,500	500
Salary - employee, full-time	50,607	44,251	6,356
Salary - employee, part-time	1,400	-	1,400
Total A	<u>55,007</u>	<u>46,751</u>	<u>8,256</u>
Benefits	16,391	15,076	1,315
Travel	9,000	6,501	2,499
Supplies	3,850	3,229	621
Utilities	-	-	-
Vehicles	4,500	2,997	1,503
Capital - vehicles	-	-	-
Capital - office equipment	1,000	689	311
Total B	<u>34,741</u>	<u>28,492</u>	<u>6,249</u>
Department Totals	<u>\$ 89,748</u>	<u>\$ 75,243</u>	<u>\$ 14,505</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

CURRENT EXPENSE (Continued)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
<i>Data Processing</i>			
Supplies - computer	\$ 8,000	\$ 6,127	\$ 1,873
Computer software	4,000	3,693	307
Repairs and maintenance	12,000	12,016	(16)
Miscellaneous	1,000	86	914
Contracts - computer services	10,000	10,171	(171)
Capital - computers	15,000	12,162	2,838
Department totals	50,000	44,255	5,745
<i>Election</i>			
Salaries	15,080	15,080	-
Benefits	9,544	9,497	47
Consolidated election	6,000	4,216	1,784
Supplies	17,000	11,614	5,386
Miscellaneous	2,500	70	2,430
Contracts - labor	6,000	4,702	1,298
Department Totals	56,124	45,179	10,945
<i>County General</i>			
State unemployment	12,193	11,584	609
Workman's compensation	25,000	22,917	2,083
ECIPDA	-	-	-
Supplies	-	-	-
Insurance - bond on officers	100	240	(140)
Insurance deductibles	2,000	1,000	1,000
Utilities	26,000	28,081	(2,081)
Professional services	16,000	15,000	1,000
Repairs and maintenance - office equipment	10,500	10,427	73
Other funds	20,200	20,000	200
Dues and membership	13,500	7,919	5,581
Postage	17,500	18,113	(613)
Publications	7,000	7,387	(387)
Miscellaneous	2,500	936	1,564
Contracts	9,500	9,500	-
Refunding bond - 1999	-	-	-
Interest expense	-	-	-
Rifle range	1,000	361	639
Capital - other	20,000	19,284	716
Total B	\$ 182,993	\$ 172,749	\$ 10,244

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>Planning and Zoning</i>			
Salary - employee, full-time	\$ 117,229	\$ 116,329	\$ 900
Total A	<u>117,229</u>	<u>116,329</u>	<u>900</u>
Benefits	42,299	42,057	242
Travel	5,964	7,188	(1,224)
Supplies	2,169	429	1,740
Publications	2,103	1,403	700
Miscellaneous	1,085	-	1,085
Capital - vehicles	-	-	-
Total B	<u>53,620</u>	<u>51,077</u>	<u>2,543</u>
Department Totals	<u>170,849</u>	<u>167,406</u>	<u>3,443</u>
<i>Contingency - Reserve Fund</i>			
Miscellaneous	20,000	7,926	12,074
Capital outlay	-	-	-
Total B	<u>20,000</u>	<u>7,926</u>	<u>12,074</u>
Department Totals	<u>20,000</u>	<u>7,926</u>	<u>12,074</u>
TOTAL CURRENT EXPENSE	<u><u>\$ 3,840,510</u></u>	<u><u>\$ 3,523,533</u></u>	<u><u>\$ 316,977</u></u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
ROAD AND BRIDGE			
Salary - deputies	\$ -	\$ -	\$ -
Salary - supervisor	52,271	53,470	(1,199)
Salary - mechanic supervisor	-	-	-
Salary - employee, full-time	588,511	502,352	86,159
Salary - mechanics	-	-	-
	<u>640,782</u>	<u>555,822</u>	<u>84,960</u>
Total A			
Personnel benefits	208,435	185,365	23,070
State unemployment	4,485	3,607	878
Workman's compensation	32,000	30,344	1,656
Insurance - liability	-	-	-
Freight	400	241	159
Utilities	20,900	17,237	3,663
Vehicles	165,000	105,316	59,684
Shop tools	6,000	3,577	2,423
Repairs and maintenance	91,000	131,665	(40,665)
Professional services	10,000	20,030	(10,030)
Miscellaneous	10,000	12,229	(2,229)
Dues	5,000	4,136	864
Concrete	1,500	-	1,500
Crushed rock and gravel	150,000	38,124	111,876
Road oil	180,000	184,420	(4,420)
Surveys	4,000	14,253	(10,253)
Signs	4,000	1,426	2,574
Contracts	1,000	-	1,000
Culverts	10,000	-	10,000
Other construction material	50,000	27,516	22,484
Plant asphalt mix	1,200	1,376	(176)
Transportation plan	-	-	-
Public transportation	10,000	7,500	2,500
Capital outlay	1,706,000	1,081,744	624,256
	<u>2,670,920</u>	<u>1,870,106</u>	<u>800,814</u>
Total B			
Total Road and Bridge	<u>\$ 3,311,702</u>	<u>\$ 2,425,928</u>	<u>\$ 885,774</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
AIRPORT			
Miscellaneous expense	\$ 500	\$ 139	\$ 361
Total Airport	<u>\$ 500</u>	<u>\$ 139</u>	<u>\$ 361</u>
AMBULANCE			
Personnel benefits	\$ -	\$ -	\$ -
State unemployment	-	-	-
Workman's compensation	1,500	1,500	-
Travel	200	-	200
Supplies	18,000	24,765	(6,765)
Utilities	10,500	4,840	5,660
Vehicles	20,500	7,680	12,820
Repairs and maintenance	1,500	2,299	(799)
Miscellaneous	6,000	5,517	483
Education	2,000	150	1,850
Administrative services	14,210	14,210	-
Contracts - labor	65,000	58,781	6,219
Capital outlay	13,000	-	13,000
Total B	<u>152,410</u>	<u>119,742</u>	<u>32,668</u>
Total Ambulance	<u>\$ 152,410</u>	<u>\$ 119,742</u>	<u>\$ 32,668</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
DISTRICT COURT			
Salary - employee, full-time	\$ 75,733	\$ 75,732	\$ 1
Total A	<u>75,733</u>	<u>75,732</u>	<u>1</u>
Personnel benefits	27,733	27,639	94
State unemployment	517	516	1
Workman's compensation	500	500	-
Travel	2,250	-	2,250
Supplies	3,250	3,736	(486)
Utilities	-	-	-
Professional services	110,000	85,780	24,220
Contingency account	10,000	6,095	3,905
Law library	1,292	1,292	-
Law clerk	8,709	8,769	(60)
Transcripts	750	-	750
Miscellaneous	1,500	220	1,280
Jury	7,100	2,142	4,958
Court administrator	2,750	2,638	112
Capital outlay	-	-	-
Total B	<u>176,351</u>	<u>139,327</u>	<u>37,024</u>
Total District Court	<u>\$ 252,084</u>	<u>\$ 215,059</u>	<u>\$ 37,025</u>
COUNTY FAIR			
Salary - employee, part-time	\$ 9,000	\$ 8,996	\$ 4
Total A	<u>9,000</u>	<u>8,996</u>	<u>4</u>
Personnel benefits	689	688	1
State unemployment	63	63	-
Workman's compensation	1,500	1,500	-
Premiums and awards	10,000	10,000	-
District fair	1,312	1,312	-
Miscellaneous	28,000	28,000	-
Capital outlay	15,000	15,000	-
Total B	<u>56,564</u>	<u>56,563</u>	<u>1</u>
Total County Fair	<u>\$ 65,564</u>	<u>\$ 65,559</u>	<u>\$ 5</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
HEALTH DISTRICT			
Miscellaneous	\$ 41,869	\$ 41,869	\$ -
Total Health District	<u>\$ 41,869</u>	<u>\$ 41,869</u>	<u>\$ -</u>
INDIGENT			
Salary - deputies	\$ 53,227	\$ 53,227	\$ -
Total A	<u>53,227</u>	<u>53,227</u>	<u>-</u>
Personnel benefits	16,781	16,665	116
State unemployment	373	362	11
Workman's compensation	500	500	-
Travel	2,300	1,063	1,237
Supplies	750	586	164
Utilities	750	712	38
Miscellaneous	43,600	25,936	17,664
Medical	195,900	106,017	89,883
Non-medical	<u>4,650</u>	<u>3,600</u>	<u>1,050</u>
Total B	<u>265,604</u>	<u>155,441</u>	<u>110,163</u>
Total Indigent	<u>\$ 318,831</u>	<u>\$ 208,668</u>	<u>\$ 110,163</u>
HISTORICAL SOCIETY AND MUSEUM			
Miscellaneous	\$ 10,000	\$ 10,000	\$ -
Total Historical Society & Museum	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVALUATION			
Salary - deputies	\$ 104,775	\$ 104,407	\$ 368
Total A	<u>104,775</u>	<u>104,407</u>	<u>368</u>
Personnel benefits	43,150	34,015	9,135
State unemployment	853	697	156
Workman's compensation	750	750	-
Supplies	3,000	2,753	247
Vehicles	4,000	817	3,183
Education	4,500	1,190	3,310
Contracts - appraisals	38,500	40,215	(1,715)
Interest expense	-	-	-
Miscellaneous	-	-	-
Capital outlay	<u>10,000</u>	<u>9,470</u>	<u>530</u>
Total B	<u>104,753</u>	<u>89,907</u>	<u>14,846</u>
Total Revaluation	<u>\$ 209,528</u>	<u>\$ 194,314</u>	<u>\$ 15,214</u>
SOLID WASTE			
Salary - supervisor	\$ 41,600	\$ 41,600	\$ -
Salary - employee, full-time	193,440	191,940	1,500
Salary - employee, part-time	<u>-</u>	<u>-</u>	<u>-</u>
Total A	<u>235,040</u>	<u>233,540</u>	<u>1,500</u>
Personnel benefits	91,369	90,875	494
State unemployment	1,646	1,575	71
Workman's compensation	10,000	8,790	1,210
Supplies	4,450	824	3,626
Travel	3,000	2,131	869
Utilities	5,000	5,102	(102)
Vehicles	46,500	42,025	4,475
Repairs and maintenance	46,500	83,178	(36,678)
Miscellaneous	6,000	8,303	(2,303)
Contracts	3,500	1,926	1,574
Interest expense	-	-	-
Capital outlay	<u>75,000</u>	<u>15,708</u>	<u>59,292</u>
Total B	<u>292,965</u>	<u>260,437</u>	<u>32,528</u>
Total Solid Waste	<u>\$ 528,005</u>	<u>\$ 493,977</u>	<u>\$ 34,028</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
TORT LIABILITY			
Insurance - liability	\$ 98,229	\$ 98,229	\$ -
Total Tort Liability	<u>\$ 98,229</u>	<u>\$ 98,229</u>	<u>\$ -</u>
WEEDS			
Salary - employee, full-time	\$ 40,000	\$ 40,000	\$ -
Salary - employee, part-time	15,500	15,500	-
Total A	<u>55,500</u>	<u>55,500</u>	<u>-</u>
Personnel benefits	10,192	10,192	-
State unemployment	384	384	-
Workman's compensation	5,000	5,000	-
Vehicles	5,500	5,500	-
Repairs and maintenance	2,000	1,995	5
Miscellaneous	1,600	1,622	(22)
Chemicals	12,000	11,936	64
Rent	3,000	3,101	(101)
Capital outlay	-	-	-
Total B	<u>39,676</u>	<u>39,730</u>	<u>(54)</u>
Total Weeds	<u>\$ 95,176</u>	<u>\$ 95,230</u>	<u>\$ (54)</u>
DRUG COURT			
Other expenses	\$ -	\$ 1,782	\$ (1,782)
Drug testing reimbursement	-	-	-
Total Drug Court	<u>\$ -</u>	<u>\$ 1,782</u>	<u>\$ (1,782)</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
FUEL REDUCTION			
Salary - employee, full-time	\$ -	\$ 31,824	\$ (31,824)
Total A	<u>-</u>	<u>31,824</u>	<u>(31,824)</u>
Personnel benefits	-	12,686	(12,686)
State unemployment	-	220	(220)
Workman's compensation	-	-	-
Miscellaneous	-	29,962	(29,962)
Capital outlay	-	-	-
Total B	<u>-</u>	<u>42,868</u>	<u>(42,868)</u>
Total Fuel Reduction	<u>\$ -</u>	<u>\$ 74,692</u>	<u>\$ (74,692)</u>
911 ENHANCED FUND			
Salary - employee, part-time	\$ -	\$ -	\$ -
Total A	<u>-</u>	<u>-</u>	<u>-</u>
Personnel benefits	-	-	-
State unemployment	-	-	-
Workman's compensation	-	-	-
Miscellaneous	-	167,224	(167,224)
Total B	<u>-</u>	<u>167,224</u>	<u>(167,224)</u>
Total 911 Enhanced Fund	<u>\$ -</u>	<u>\$ 167,224</u>	<u>\$ (167,224)</u>
COUNTY COURT FACILITIES			
Miscellaneous	\$ -	\$ -	\$ -
Capital outlay	-	-	-
Total County Court Facilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
CRAIG WYDEN TITLE III			
Miscellaneous	\$ -	\$ 50,472	\$ (50,472)
Total Craig Wyden Title III	<u>\$ -</u>	<u>\$ 50,472</u>	<u>\$ (50,472)</u>

LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
COURT INTERLOCK DEVICE FUND			
Miscellaneous	\$ -	\$ 500	\$ (500)
Total Court Interlock Device Fund	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ (500)</u>
JUNIOR COLLEGE FUND			
Miscellaneous	\$ -	\$ 33,450	\$ (33,450)
Total Junior College Fund	<u>\$ -</u>	<u>\$ 33,450</u>	<u>\$ (33,450)</u>
SNOWMOBILE FUND			
Fees from registration	\$ -	\$ 2,560	\$ (2,560)
Total Snowmobile Fund	<u>\$ -</u>	<u>\$ 2,560</u>	<u>\$ (2,560)</u>
PROBATION OFFICER			
Salary - employee, part-time	\$ -	\$ 8,710	\$ (8,710)
Total A	<u>-</u>	<u>8,710</u>	<u>(8,710)</u>
Personnel benefits	-	666	(666)
State unemployment	-	61	(61)
Workman's compensation	-	-	-
Miscellaneous	-	1,424	(1,424)
Total B	<u>-</u>	<u>2,151</u>	<u>(2,151)</u>
Total Probation Officer	<u>\$ -</u>	<u>\$ 10,861</u>	<u>\$ (10,861)</u>
WATERWAYS FUND			
Salary - employee, part-time	\$ -	\$ 2,922	\$ (2,922)
Total A	<u>-</u>	<u>2,922</u>	<u>(2,922)</u>
Personnel benefits	-	564	(564)
State unemployment	-	-	-
Workman's compensation	-	-	-
Miscellaneous	-	14,687	(14,687)
Total B	<u>-</u>	<u>15,251</u>	<u>(15,251)</u>
Total Waterways Fund	<u>\$ -</u>	<u>\$ 18,173</u>	<u>\$ (18,173)</u>

**LEMHI COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND - BUDGETARY BASIS
For the Year Ended September 30, 2015**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
WORKER'S COMP./ COMM. SERVICE			
Miscellaneous	\$ -	\$ -	\$ -
Total Worker's Comp./Comm. Service	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
REVOLVING WEED FUND			
Salary - employee, full-time	\$ -	\$ 133,897	\$ (133,897)
Total A	<u>-</u>	<u>133,897</u>	<u>(133,897)</u>
Personnel benefits	-	31,553	(31,553)
State unemployment	-	901	(901)
Workman's compensation	-	-	-
Miscellaneous	-	275,413	(275,413)
Total B	<u>-</u>	<u>307,867</u>	<u>(307,867)</u>
Total Revolving Weed Fund	<u>\$ -</u>	<u>\$ 441,764</u>	<u>\$ (441,764)</u>
TOTAL SPECIAL REVENUE	<u>\$ 5,083,898</u>	<u>\$ 4,770,192</u>	<u>\$ 313,706</u>
TOTAL GOVERNMENTAL FUND TYPES	<u>\$ 8,924,408</u>	<u>\$ 8,293,725</u>	<u>\$ 630,683</u>

LEMHI COUNTY - STATE OF IDAHO
RECONCILIATION OF EXPENDITURES - BUDGETARY BASIS TO GAAP BASIS
For the Year Ended September 30, 2015

Total expenditures - budgetary basis	\$	8,293,725
Reclassification of expenditures posted to revenue		47,504
Prior year accounts payable		-
Capital outlay acquired by sale of assets		2,500
Transfer reclassification		(1,000)
Supplies and capital outlay acquired by other sources		<u>18,802</u>
Total expenditures - GAAP basis	\$	<u><u>8,361,531</u></u>

THIS PAGE INTENTIONALLY LEFT BLANK

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Board of County Commissioners
Lemhi County, Idaho
Salmon, Idaho

We have audited, 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, the financial statements of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Lemhi County, Idaho as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise Lemhi County, Idaho's basic financial statements, and have issued our report thereon dated March 14, 2016. Our report includes a reference to other auditors who audited the financial statements of the Steele Memorial Hospital, as described in our report on Lemhi County's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lemhi County, Idaho's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of

financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests and those of other auditors disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Searle Hart + Associates, PLLC

Idaho Falls, Idaho
March 14, 2016

**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL
EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

INDEPENDENT AUDITOR'S REPORT

The Honorable Board of County Commissioners
Lemhi County, Idaho
Salmon, Idaho

Compliance

We have audited the compliance of Lemhi County with the types of compliance requirements described in the U.S. Office of Management and Budget 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, 2015. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the County's management.

Auditor's Responsibility

Our responsibility is to express an opinion on Lemhi County's compliance with the applicable compliance requirements based on our compliance audit.

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 U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and Circular A-133 require that we plan and perform the compliance 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. A compliance audit includes examining, on a test basis, evidence about Lemhi County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our compliance audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Lemhi County's compliance with those requirements.

Opinion

In our opinion, Lemhi County complied, in all material respects, with the 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, 2015.

Internal Control over Compliance

The management of Lemhi County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our compliance audit, we considered Lemhi County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our compliance 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 Lemhi 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 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 compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the 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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we considered to be material weaknesses, as defined above.

Restricted Use

The purpose of this report is 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 Lemhi County's internal control over financial reporting or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lemhi County's internal control over financial reporting and compliance. Accordingly, this report is not suitable for any other purpose.

Searle Hart + Associates, PLLC

Idaho Falls, Idaho
March 14, 2016

THIS PAGE INTENTIONALLY LEFT BLANK

LEMHI COUNTY - STATE OF IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
MODIFIED ACCRUAL BASIS
For the Year Ended September 30, 2015

<u>FEDERAL GRANTOR PASS THROUGH STATE OF IDAHO PROGRAM TITLE</u>	<u>FEDERAL CFDA NO.</u>	<u>PASS THROUGH GRANTOR NO.</u>	<u>EXPENDED</u>
INDIRECT GRANTS			
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Passed Through State Department of Lands Cooperative Forestry Assistance	10.664	10-DG-11010000-010	\$ 6,532
Passed Through State Department of Agriculture Forest Health Protection	10.680	11-DG-11046000-613 12-DG-11046000-609 13-DG-11046000-604 14-DG-11046000-607	<u>42,670</u>
Total - U.S. Department of Agriculture			<u>49,202</u>
<u>DEPARTMENT OF JUSTICE</u>			
Passed Through State Department of Juvenile Corrections Juvenile Accountability Incentive Block Grant	16.523	2012JBFX0046 2013JBFX0007	<u>8,440</u>
Total - Department of Justice			<u>8,440</u>
<u>DEPARTMENT OF TRANSPORTATION</u>			
Passed Through State Department of Transportation New Freedom Program	20.521	ID-57-X005 ID-57-X006	<u>17,040</u>
Total - Department of Transportation			<u>17,040</u>
<u>DEPARTMENT OF HOMELAND SECURITY</u>			
Passed Through State Military Division Emergency Management Performance	97.042	EMW2014EP00058 EMW2013EP00061	13,280
Homeland Security Grant Program	97.067	EMW2013SS00149 EMW2014SS00084	10,316
Homeland Security Grant Program - Direct	97.067		<u>22,202</u>
Total - Department of Homeland Security			<u>45,798</u>

FEDERAL GRANTOR PASS THROUGH STATE OF IDAHO PROGRAM TITLE	FEDERAL CFDA NO.	PASS THROUGH GRANTOR NO.	EXPENDED
DIRECT GRANTS			
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Federal Forest Funds	10.665		<u>1,267,502</u>
Total - U.S. Department of Agriculture			<u>1,267,502</u>
<u>DEPARTMENT OF THE INTERIOR</u>			
Payment in Lieu of Taxes	15.226		<u>950,429</u>
Total - U.S. Department of the Interior			<u>950,429</u>
<u>DEPARTMENT OF TRANSPORTATION</u>			
Highway Planning & Construction	20.205		130,604
Federal Lands and Access Program	20.205		<u>68,274</u>
Total - Department of Transportation			<u>198,878</u>
TOTAL FEDERAL AWARDS			\$ <u><u>2,537,289</u></u>

LEMHI COUNTY - STATE OF IDAHO
NOTES TO THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS - MODIFIED ACCRUAL BASIS
For the Year Ended September 30, 2015

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting as described in Note 1 to the financial statements.

NOTE 2- NONMONETARY TRANSACTIONS

Nonmonetary assistance is reported for some of the Homeland Security Program equipment which was acquired through the State of Idaho.

**LEMHI COUNTY - STATE OF IDAHO
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For the Year Ended September 30, 2015**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued: Unqualified

Internal Control Over Financial Reporting:

Material Weaknesses Identified	<u> </u> YES	<u> X </u> NO
Significant Deficiencies Identified that are not considered to be material weaknesses	<u> </u> YES	<u> X </u> None Reported
Noncompliance Material to financial statements noted	<u> </u> YES	<u> X </u> NO

Federal Awards

Internal Control Over Major Programs:

Material Weaknesses Identified	<u> </u> YES	<u> X </u> NO
Significant Deficiencies Identified that are not considered to be material weaknesses	<u> </u> YES	<u> X </u> None Reported

Type of Auditor's Report Issued on Compliance For Major Programs: Unqualified

Audit Findings Required to be reported in accordance with section 510(a) of Circular A-133	<u> </u> YES	<u> X </u> NO
--------------------------------------------------------------------------------------------	-------------------	-----------------

Identification of Major Programs:

15.226	Payment in Lieu of Taxes	\$	950,429
--------	--------------------------	----	---------

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee Qualified as Low-Risk Auditee	<u> X </u> YES	<u> </u> NO
---------------------------------------	------------------	------------------

SECTION II - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

**LEMHI COUNTY - STATE OF IDAHO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended September 30, 2015**

PRIOR YEAR FEDERAL AWARD QUESTIONED COSTS

None

FINDINGS

None