

**MADISON COUNTY - STATE OF IDAHO
REXBURG, IDAHO
ANNUAL FINANCIAL REPORT
and
COMPLIANCE REPORTS
with
INDEPENDENT AUDITOR'S REPORT
For the Year Ended September 30, 2018**

MADISON COUNTY - STATE OF IDAHO
BASIC FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

ITEM	TABLE OF CONTENTS	PAGE NO.
Independent Auditor's Report		
Management's Discussion & Analysis		1 - 8
<i>FINANCIAL SECTION</i>		
Statement of Net Position		9 - 10
Statement of Activities		11 - 12
Balance Sheet - Governmental Funds		13 - 14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position		15
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds		16 - 17
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities		18
Statement of Proprietary Net Position - Proprietary Fund - Solid Waste		19
Statement of Revenues, Expenses, and Changes in Fund Balance Proprietary Fund Types - Solid Waste		20
Statement of Cash Flows - All Proprietary Fund Types		21 - 22
Statement of Fiduciary Net Position		23
Statement of Changes in Fiduciary Net Position		24
Index to the Notes to the Financial Statements		25 - 26
Notes to the Financial Statements		27 - 52
<i>REQUIRED SUPPLEMENTARY INFORMATION</i>		
Budget and Actual (With Variances) - General Fund		53
Budget and Actual (With Variances) - Road and Bridge		54
Budget and Actual (With Variances) - Ambulance		55
Budget and Actual (With Variances) - Debt Service-Jail Bond		56
Budget and Actual (With Variances) - Justice Fund		57
Notes to Budget and Actual Comparison Schedules		58

MADISON COUNTY - STATE OF IDAHO
BASIC FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

ITEM	TABLE OF CONTENTS	PAGE NO.
Schedule of Employer's Share of Net Pension Liability PERSI-Base Plan		59
Schedule of Employer Contributions PERSI-Base Plan		60
Notes to PERSI Plan Schedules		61
<i>SUPPLEMENTARY INFORMATION</i>		
Governmental Fund Types		
Combining Balance Sheet - Governmental Fund Types - Nonmajor Special Revenue Funds		62 - 66
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Fund Types - Nonmajor Special Revenue Funds		67 - 71
Fiduciary Fund Types		
Combining Balance Sheet - Fiduciary Fund Types - Private Purpose Trust Funds		72 - 76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Fiduciary Fund Types - Private Purpose Trust Funds		77 - 81
Combining Balance Sheet-Fiduciary Fund Types-Agency Funds		82 - 84
<i>OTHER SUPPLEMENTARY INFORMATION</i>		
Analysis of Expenditures by Fund		85 - 103
Reconciliation of Expenditures - Cash Basis to GAAP Basis		104
Independent Auditor's 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>		105 - 106

INDEPENDENT AUDITOR'S REPORT

**To the Honorable County Commissioners
Madison County – State of Idaho
Rexburg, Idaho**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Madison County, Idaho as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Madison County, Idaho's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Madison Memorial Hospital which represent 100 percent and 100 percent respectively of the assets of net position and revenues of the component unit financial statements. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Madison Memorial Hospital in the component unit column, 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 of material misstatement.

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

We believe that our audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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 business-type activities, the aggregate discretely presented component unit, each major fund, and the remaining aggregate fund information of Madison County, Idaho as of September 30, 2018, and the respective changes in financial positions and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and budgetary comparison and schedules of employer's share of net pension liability and employer contributions PERSI information schedules on pages 1 through 8 and 53 through 61 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor funds, combining and individual private purpose trust funds, and combining and individual agency funds are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor funds, combining and individual private purpose trust funds, and combining and individual agency funds are the responsibility of management and 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 additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and the other auditors. In our opinion, the combining and individual nonmajor funds, combining and individual private purpose trust funds, and combining and individual agency funds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2019 on our consideration of Madison 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 Madison County, Idaho's internal control over financial reporting and compliance.

Searle Hart & Associates PLLC

Rexburg, Idaho

February 25, 2019

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

The discussion and analysis of Madison County, Idaho's financial performance provides an overall review of the County's financial activities for the fiscal year ended September 30, 2018. The intent of this discussion and analysis is to look at the County's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

The key financial highlights for 2018 are as follows:

At the end of the current year, the County's governmental funds reported a combined ending fund balance of \$12,771,804.

At the end of the current year, the fund balance for the General Fund was \$2,535,649, an increase of \$190,963 from the fund balance at September 30, 2017. The business-type activities reported net position of \$684,593, a decrease of \$105,963 from the prior year.

USING THE BASIC FINANCIAL STATEMENTS

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Madison County, Idaho as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole County, presenting both an aggregate view of the County's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the County's most significant funds with all other non-major funds presented in total in one column. In the case of Madison County, Idaho, the General Fund, Justice Fund, and Road & Bridge are significant funds.

REPORTING THE COUNTY AS A WHOLE

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

Statement of Net Position and Statement of Activities

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. The statement of activities presents information showing how the County's net position changed during the current year. These statements are prepared using the accrual basis of accounting similar to the accounting method used by private sector companies. The basis of accounting takes into consideration all of the current year's revenues and expenses, regardless of when the cash is received or paid.

The change in net position is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, non-financial information such as changes in the County's tax base and the condition of the County's capital assets will also need to be evaluated.

In the statement of net position and the statement of activities, the County is divided into three kinds of activities:

Governmental Activities – Most of the County's programs and services are reported here, including general government, public safety, public works, health, human services, and economic development. These services are

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues.

Business-type Activities – These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Solid Waste Fund activity is reported here.

Component Unit – The County's financial statements include financial data of the Madison Memorial Hospital. This component unit is separate and may buy, sell, lease, and mortgage property in their own name and can sue or be sued in their own name.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction of the use of the moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental funds are the General Fund, Road & Bridge, Ambulance, Jail Bond, Justice Fund, and Solid Waste.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds that focus on how much flows into and out of the funds and the year-end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided, along with the financial resources available.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-wide financial statements. By doing so, readers may better understand the long-term effect of the governmental fund statement of revenues, expenditures, and changes in fund balances through reconciliations to facilitate comparisons between governmental funds and governmental activities.

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds – The County has one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses enterprise funds to account for the Solid Waste operations.

Fiduciary Funds – Fiduciary Funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the County's programs. The accounting method used for fiduciary funds is much like that used for the proprietary funds.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided on the government-wide and fund financial statements.

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules.

Government-wide Financial Analysis

The following tables summarize the County's net position for 2018 and 2017.

	2018		
	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 14,997,057	\$ 273,516	\$ 15,270,573
Capital assets	9,059,343	1,440,317	10,499,660
Total assets	24,056,400	1,713,833	25,770,233
Deferred outflows of resources			
Expenses unavailable for use	853,593	48,797	902,390
Long-term debt outstanding	5,131,726	547,554	5,679,280
Other liabilities	2,682,257	491,664	3,173,921
Total liabilities	7,813,983	1,039,218	8,853,201
Deferred inflows of resources			
Revenue unavailable for use	679,058	38,819	717,877
Net position			
Invested in capital assets, Net of related debt	7,566,143	717,669	8,283,812
Restricted	44,438	-	44,438
Unrestricted	8,806,371	(33,076)	8,773,295
Total net position	\$ 16,416,952	\$ 684,593	\$ 17,101,545

	2017		
	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 12,748,385	\$ 469,638	\$ 13,218,023
Capital assets	8,590,201	789,217	9,379,418
Total assets	21,338,586	1,258,855	22,597,441
Deferred outflows of resources			
Expenses unavailable for use	854,427	42,045	896,472
Long-term debt outstanding	5,757,163	338,137	6,095,300
Other liabilities	1,049,196	144,086	1,193,282
Total liabilities	6,806,359	482,223	7,288,582
Deferred inflows of resources			
Revenue unavailable for use	571,483	28,121	599,604
Net position			
Invested in capital assets, Net of related debt	7,297,187	645,131	7,942,318
Restricted	43,950	-	43,950
Unrestricted	7,474,034	145,425	7,619,459
Total net position	\$ 14,815,171	\$ 790,556	\$ 15,605,727

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

Total net position of governmental activities increased by \$1,601,781. The total liabilities of governmental activities increased by \$1,007,624 due to an increase of pension liability and new leases.

The following shows the changes in net position for 2018 and 2017.

	2018		
	Governmental Activities	Business-type Activities	Total
Revenues			
Program revenues			
Charges for services	\$ 4,311,986	\$ 1,776,453	\$ 6,088,439
Operating & capital grants & contributions	3,368,080	-	3,368,080
General revenues			
Property taxes	13,191,008	-	13,191,008
Public service taxes	2,569,238	-	2,569,238
Intergovernmental revenues	1,680,211	-	1,680,211
Investment earnings	112,509	-	112,509
Other	(136,534)	-	(136,534)
Total revenues	25,096,498	1,776,453	26,872,951
Expenses			
General government	5,025,672	-	5,025,672
Public works	4,201,528	-	4,201,528
Public safety	11,020,812	-	11,020,812
Health and welfare	2,727,492	-	2,727,492
Recreation	374,763	-	374,763
Conservation	106,961	-	106,961
Interest on long-term debt	37,489	1,882,416	1,919,905
Solid waste	-	-	-
Total expenses	23,494,717	1,882,416	25,377,133
Increase (decrease) in net position	\$ 1,601,781	\$ (105,963)	\$ 1,495,818

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

	2017		
	Governmental Activities	Business-type Activities	Total
Revenues			
Program revenues			
Charges for services	\$ 4,105,135	\$ 1,654,677	\$ 5,759,812
Operating & capital grants & contributions	3,068,710	-	3,068,710
General revenues			
Property taxes	12,687,996	-	12,687,996
Public service taxes	2,400,859	-	2,400,859
Intergovernmental revenues	2,892,092	-	2,892,092
Investment earnings	37,086	-	37,086
Other	(684,694)	-	(684,694)
Total revenues	<u>24,507,184</u>	<u>1,654,677</u>	<u>26,161,861</u>
Expenses			
General government	5,587,158	-	5,587,158
Public works	3,093,166	-	3,093,166
Public safety	9,923,629	-	9,923,629
Health and welfare	2,483,842	-	2,483,842
Recreation	331,477	-	331,477
Conservation	95,174	-	95,174
Interest on long-term debt	39,061	-	39,061
Solid waste	-	1,663,324	1,663,324
Total expenses	<u>21,553,507</u>	<u>1,663,324</u>	<u>23,216,831</u>
 Increase (decrease) in net position	 <u>\$ 2,953,677</u>	 <u>\$ (8,647)</u>	 <u>\$ 2,945,030</u>

GOVERNMENTAL ACTIVITIES

The County's grant revenues from federal and state sources made up \$9,360,277 or 34.7% of total governmental revenues. The major recipient of intergovernmental program revenues was public safety.

The Road and Bridge accounted for \$4,201,528 of the \$23,494,717 total expenses for governmental activities, or 18% of total expenses.

Table 3 – for governmental activities, indicates the total cost of services and the net cost of services. The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

	Total Cost of Services	Net Cost of Service
General government	\$ 5,025,672	\$ 5,006,194
Public works	4,201,528	1,979,403
Public safety	11,020,812	6,493,245
Health and welfare	2,727,492	1,962,370
Recreation	374,763	228,989
Conservation	106,961	106,961
Interest on long-term debt	37,489	37,489
Total	<u>\$ 23,494,717</u>	<u>\$ 15,814,651</u>

Charges for services and operating and capital grants of \$7,680,066 (33% of the total costs of services) are received and used to fund the general government expenses of the County. The remaining \$15,814,651 in general government expenses is funded by property taxes, public service taxes, intergovernmental revenues, and other.

Business-type activities

The net position for business-type activities decreased by \$105,963 during 2018, and the major revenue sources were charges for services of \$1,776,453.

FINANCIAL ANALYSIS OF THE COUNTY FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

As of September 30, 2018, the County's governmental funds reported a combined ending fund balance of \$12,771,804, an increase of \$1,338,607 in comparison with the prior year. Approximately 48% of this total, \$6,082,146 constitutes unassigned fund balance, which is available for spending at the County's discretion. The remainder of the fund balance is assigned to indicate that it is not available for new spending because it has already been assigned for a variety of assigned purposes (\$6,689,658).

The General Fund is the primary operating fund of the County. At the end of 2018, unassigned fund balance was \$2,535,649. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total expenditures. Unassigned fund balance represents 42% of total General Fund expenditures.

The County's General Fund balance has increased by \$190,963 during fiscal year 2018. That increase was due to excess of revenues over expenditures.

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

Enterprise Funds

The County's enterprise funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the Solid Waste Fund at September 30, 2018, was (\$33,076). Unrestricted net position decreased by \$178,501.

BUDGETARY HIGHLIGHTS

By state statute, the Board of County Commissioners adopts the annual operating budget for the County effective the first day of October.

Capital Assets and Debt Administration

Capital Assets – Madison County's investment in capital assets for its governmental and business-type activities as of September 30, 2018, amounts to \$10,499,660 (net of depreciation). This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure (acquired since September 30, 2003) and construction in progress. (See table below.) The total increase in the County's investments in capital assets for the current fiscal year (including depreciation, additions, and deductions) was 11.94% (a 5.00% increase for governmental activities and a 6.94% increase for business-type activities).

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$ 483,235	\$ 483,235	\$ 107,973	\$ 107,973	\$ 591,208	\$ 591,208
Buildings & improvements	4,042,720	4,088,174	409,473	444,471	4,452,193	4,532,645
Machinery & equipment	3,980,772	3,452,142	922,871	236,773	4,903,643	3,688,915
Infrastructure	552,616	566,650	-	-	552,616	566,650
Construction in progress	-	-	-	-	-	-
Total	\$ 9,059,343	\$ 8,590,201	\$ 1,440,317	\$ 789,217	\$10,499,660	\$ 9,379,418

Major capital additions include the various purchases of heavy equipment.

The County has not recorded the infrastructure acquired before October 1, 2003, at this time.

Additional information on Madison County's capital assets can be found in Note 9 to the financial statements for fiscal year 2018.

Long-term Debt – At September 30, 2018, the County had total capital lease debt outstanding of \$2,037,311. The County's long-term debt increased by \$744,297 or 57.56% during fiscal year 2018, in large part explained by new leased equipment.

Madison County, Idaho

Management's Discussion & Analysis September 30, 2018

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Compensated absences	\$ 676,542	\$ 606,693	\$ 34,103	\$ 26,237	\$ 710,645	\$ 632,930
Capital leases	1,493,200	1,293,014	544,111	-	2,037,311	1,293,014
Pension liability	3,638,526	3,809,740	208,001	187,469	3,846,527	3,997,209
Total	\$ 5,808,268	\$ 5,709,447	\$ 786,215	\$ 213,706	\$ 6,594,483	\$ 5,923,153

In addition to the bonded debt, the County's long-term obligations include compensated absences and pension liability. Note 4 will provide information regarding bonded indebtedness and additional information on the County's long-term debt can be found in Note 5 of this report under the Notes to Financial Statements.

Current Financial Issues and Concerns

Financial issues and concerns for 2018 include:

Levy limits are still a concern, especially in the Courts, Ambulance and Justice Funds. We continue to monitor these closely and keep expenses to a minimum. There is current legislation being prepared to ask for increases to the Justice Fund levy. A barrage of drug cases have been coming into our system and additional staff in the prosecutors has been required.

Other items impacting the budget for 2018 are:

- The City/County have started discussions regarding moving the existing airport. Funds will need to be budgeted each year for grant matches over the next 10 years.
- The Ambulance budget is up against levy limit and new ambulances are needed.
- Grant matches for new roadways and bridge repairs that will need to be funded in the next few years.
- The implementation of Odyssey in the Courts is still requiring extra staff and overtime required to get old images updated and brought into the new system.
- The county is planning major improvements to the Courthouse HVAC system and the roof. These improvements will be implemented in three phases over the next few years. Costs required to keep the original boilers in the Courthouse were insurmountable and parts to repair them are no longer available.

Economic Factors

BYU-I which resides in Madison County continues to increase enrollment. There are a few large apartment complexes coming on the tax roll this year, which may help our budget in the next year and will have a positive impact to our local economy.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Madison County Auditor
134 East Main
Rexburg, Idaho 83440

FINANCIAL SECTION

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF NET POSITION
September 30, 2018

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
ASSETS				
Cash - County Treasurer	\$ 13,020,090	\$ 122,958	\$ 13,143,048	\$ 13,733,297
Taxes receivable	263,270	7,058	270,328	-
Receivables	502,692	143,500	646,192	11,262,204
Due from other governmental agencies	1,211,005	-	1,211,005	-
Inventories	-	-	-	1,748,857
Other assets	-	-	-	449,802
Prepays	-	-	-	2,196,919
Other assets limited as to use	-	-	-	20,697,403
Capital Assets				
Land and improvements not being depreciated	483,235	107,973	591,208	5,249,273
Infrastructure and infrastructure in progress	651,616	-	651,616	-
Buildings	10,698,021	-	10,698,021	86,125,763
Equipment and furniture	13,128,108	2,921,308	16,049,416	57,718,863
Construction in progress	-	-	-	2,223,429
Less: accumulated depreciation	<u>(15,901,637)</u>	<u>(1,588,964)</u>	<u>(17,490,601)</u>	<u>(81,259,213)</u>
Total Capital Assets	<u>9,059,343</u>	<u>1,440,317</u>	<u>10,499,660</u>	<u>70,058,115</u>
TOTAL ASSETS	\$ <u>24,056,400</u>	\$ <u>1,713,833</u>	\$ <u>25,770,233</u>	\$ <u>120,146,597</u>
Deferred outflows of resources				
Expenses unavailable for use	<u>853,593</u>	<u>48,797</u>	<u>902,390</u>	<u>-</u>

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
LIABILITIES				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 9,258,858
Warrants payable	1,827,646	64,406	1,892,052	-
Long-term liabilities				
Due within one year				
Bonds, capital leases and contracts	233,283	52,447	285,730	1,797,616
Accrued payroll & comp. absences	699,007	36,319	735,326	-
Accrued landfill closure costs	-	178,537	178,537	-
Due in more than one year				
Bonds, capital leases and contracts	1,259,917	491,664	1,751,581	44,126,915
Pension liability	3,638,526	208,001	3,846,527	-
Compensated absences	155,604	7,844	163,448	-
TOTAL LIABILITIES	7,813,983	1,039,218	8,853,201	55,183,389
Deferred inflows of resources				
Revenue unavailable for use	679,058	38,819	717,877	5,327,513
TOTAL LIABILITIES AND DEFERRED INFLOW OF RESOURCES	8,493,041	1,078,037	9,571,078	60,510,902
NET POSITION				
Invested in capital assets, net of related debt	7,566,143	717,669	8,283,812	-
Restricted for:				
Debt service	44,438	-	44,438	-
Benefit trust	-	-	-	-
Unrestricted	8,806,371	(33,076)	8,773,295	59,635,695
TOTAL NET POSITION	\$ 16,416,952	\$ 684,593	\$ 17,101,545	\$ 59,635,695

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2018

FUNCTIONS/PROGRAMS	Expenses	PROGRAM REVENUE		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities:				
General Government	\$ 5,025,672	\$ 19,478	\$ -	\$ -
Public Safety	11,020,812	3,417,405	1,110,162	-
Public Works	4,201,528	-	-	2,222,125
Health, Welfare and Sanitation	2,727,492	765,122	-	-
Culture and Recreation	374,763	109,981	35,793	-
Conservation/Economic Development	106,961	-	-	-
Interest on long-term debt	37,489	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	23,494,717	4,311,986	1,145,955	2,222,125
Business-type activities:				
Solid Waste	1,882,416	1,776,453	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	1,882,416	1,776,453	-	-
TOTAL PRIMARY GOVERNMENT	\$ 25,377,133	\$ 6,088,439	\$ 1,145,955	\$ 2,222,125
Component Units				
Madison Memorial Hospital	\$ 87,787,138	\$ 88,575,039	\$ 265,000	\$ -
TOTAL COMPONENT UNITS	\$ 87,787,138	\$ 88,575,039	\$ 265,000	\$ -
General revenues:				
Taxes:				
Property taxes, levied for general purposes				
Property taxes, levied for specific purposes				
Public service taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Miscellaneous				
Special item - gain (loss) on sale of assets				
Transfers				
TOTAL GENERAL REVENUES, SPECIAL ITEMS, AND TRANSFERS				
Change in net position				
Net Position, October 1, 2017				
NET POSITION, SEPTEMBER 30, 2018				

**NET (EXPENSE) REVENUE
AND CHANGES IN NET ASSETS**

Primary Government			
Governmental Activities	Business- type Activities	Total	Component Units
\$ (5,006,194)	\$	\$ (5,006,194)	
(6,493,245)		(6,493,245)	
(1,979,403)		(1,979,403)	
(1,962,370)		(1,962,370)	
(228,989)		(228,989)	
(106,961)		(106,961)	
(37,489)		(37,489)	
<u>(15,814,651)</u>		<u>(15,814,651)</u>	
	<u>(105,963)</u>	<u>(105,963)</u>	
	<u>(105,963)</u>	<u>(105,963)</u>	
<u>(15,814,651)</u>	<u>(105,963)</u>	<u>(15,920,614)</u>	
			\$ <u>1,052,901</u>
			<u>1,052,901</u>
2,550,205	-	2,550,205	-
10,640,803	-	10,640,803	-
2,569,238	-	2,569,238	-
1,680,211	-	1,680,211	-
112,509	-	112,509	-
354,355	-	354,355	236,940
427,740	-	427,740	-
(918,629)	-	(918,629)	-
<u>17,416,432</u>	<u>-</u>	<u>17,416,432</u>	<u>236,940</u>
1,601,781	(105,963)	1,495,818	1,289,841
<u>14,815,171</u>	<u>790,556</u>	<u>15,605,727</u>	<u>58,345,854</u>
<u>\$ 16,416,952</u>	<u>\$ 684,593</u>	<u>\$ 17,101,545</u>	<u>\$ 59,635,695</u>

MADISON COUNTY - STATE OF IDAHO
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2018

	GENERAL FUND	ROAD & BRIDGE	AMBULANCE
ASSETS			
Cash and cash equivalents	\$ 2,849,678	\$ 2,125,835	\$ 362,242
Taxes receivable, net	53,603	57,170	14,106
Due from other funds	-	-	-
Receivable from other governments	514,103	591,605	16,249
Other receivables	-	-	305,058
TOTAL ASSETS	\$ 3,417,384	\$ 2,774,610	\$ 697,655
LIABILITIES, DEFERRED AND FUND BALANCES			
Liabilities:			
Warrants payable	\$ 801,067	\$ 173,805	\$ 450,439
Accounts payable	-	-	-
Due to other funds	-	-	-
Other accrued expenses	36,325	22,273	-
TOTAL LIABILITIES	837,392	196,078	450,439
DEFERRED INFLOWS OF RESOURCES			
Revenues unavailable for use	44,343	47,622	11,776
FUND BALANCES			
Assigned to:			
Debt service	-	-	-
Other purposes	-	-	-
Unassigned	2,535,649	2,530,910	235,440
TOTAL FUND BALANCES	2,535,649	2,530,910	235,440
TOTAL LIABILITIES, DEFERRED AND FUND BALANCES	\$ 3,417,384	\$ 2,774,610	\$ 697,655

DEBT SERVICE JAIL BOND	JUSTICE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 44,438	\$ 758,342	\$ 6,879,555	\$ 13,020,090
37	71,231	67,123	263,270
-	-	-	-
-	197,445	89,237	1,408,639
-	-	-	305,058
<u>44,475</u>	<u>1,027,018</u>	<u>7,035,915</u>	<u>14,997,057</u>
\$ -	\$ 122,989	\$ 279,346	\$ 1,827,646
-	-	-	-
-	-	-	-
-	64,317	55,155	178,070
-	187,306	334,501	2,005,716
37	59,565	56,194	219,537
44,438	-	-	44,438
-	-	6,645,220	6,645,220
-	780,147	-	6,082,146
<u>44,438</u>	<u>780,147</u>	<u>6,645,220</u>	<u>12,771,804</u>
\$ <u>44,475</u>	\$ <u>1,027,018</u>	\$ <u>7,035,915</u>	\$ <u>14,997,057</u>

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MADISON COUNTY - STATE OF IDAHO
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2018

Total fund balance, governmental funds	\$	12,771,804
--	----	------------

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.		9,059,343
---	--	-----------

Certain deferred outflows are not available to pay current period expenditures and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.		853,593
---	--	---------

Certain deferred inflows are not available to pay current period expenditures and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.		(459,521)
--	--	-----------

Some liabilities, (such as Notes Payable, Capital Lease Contract Payable, Long-term Compensated Absences, Pension Liability, 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.		<u>(5,808,267)</u>
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Net Position of Governmental Activities in the Statement of Net Position	\$	<u><u>16,416,952</u></u>
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MADISON COUNTY - STATE OF IDAHO
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2018

	GENERAL FUND	ROAD & BRIDGE	AMBULANCE
REVENUES			
Property taxes	\$ 2,785,703	\$ 2,895,890	\$ 716,891
Fees and fines	197,844	-	-
Licenses and permits	374,749	-	-
Intergovernmental	2,335,851	2,143,901	47,791
Charges for services	19,478	-	756,942
Investment earnings	112,509	-	-
Miscellaneous	402,900	-	-
	<u>6,229,034</u>	<u>5,039,791</u>	<u>1,521,624</u>
EXPENDITURES			
Current:			
General government	4,464,060	-	-
Public safety	526,636	-	-
Public works	498,409	3,427,571	-
Health and sanitation	19,531	-	1,560,310
Culture and recreation	-	-	-
Conservation/economic development	105,957	-	-
Debt Service:			
Principal	-	561,712	-
Interest and other charges	-	37,489	-
Capital outlay	423,478	790,847	7,333
	<u>6,038,071</u>	<u>4,817,619</u>	<u>1,567,643</u>
Excess (deficiency) of revenues over expenditures	190,963	222,172	(46,019)
OTHER FINANCING SOURCES (USES)			
Proceeds from long-term debt, net	-	761,898	-
Transfers in	-	-	105
Transfers out	-	(929,205)	-
	-	(167,307)	105
SPECIAL ITEM			
Proceeds from sale of assets	-	462,447	-
Net change in fund balances	190,963	517,312	(45,914)
Fund Balances, October 1, 2017	<u>2,344,686</u>	<u>2,013,598</u>	<u>281,354</u>
FUND BALANCES, SEPT. 30, 2018	<u>\$ 2,535,649</u>	<u>\$ 2,530,910</u>	<u>\$ 235,440</u>

DEBT SERVICE JAIL BOND	JUSTICE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 487	\$ 3,585,970	\$ 3,441,774	\$ 13,426,715
-	-	147,179	345,023
-	-	-	374,749
1	-	2,560,679	7,088,223
-	1,339,186	1,718,147	3,833,753
-	-	-	112,509
-	10,771	28,495	442,166
<u>488</u>	<u>4,935,927</u>	<u>7,896,274</u>	<u>25,623,138</u>
-	-	668,003	5,132,063
-	4,754,674	4,484,693	9,766,003
-	-	430,616	4,356,596
-	-	1,062,299	2,642,140
-	-	250,066	250,066
-	-	-	105,957
-	-	-	561,712
-	-	-	37,489
-	140,560	376,003	1,738,221
<u>-</u>	<u>4,895,234</u>	<u>7,271,680</u>	<u>24,590,247</u>
488	40,693	624,594	1,032,891
-	-	-	761,898
-	2,265	8,206	10,576
-	-	-	(929,205)
-	2,265	8,206	(156,731)
-	-	-	462,447
488	42,958	632,800	1,338,607
<u>43,950</u>	<u>737,189</u>	<u>6,012,420</u>	<u>11,433,197</u>
<u>\$ 44,438</u>	<u>\$ 780,147</u>	<u>\$ 6,645,220</u>	<u>\$ 12,771,804</u>

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MADISON 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, 2018

Net change in fund balances - total governmental funds: \$ 1,338,607

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 amount capitalized is allocated over the assets' estimated useful lives as depreciation expense for the period. This is the amount by which capital outlays \$1,738,221 exceeded depreciation \$1,234,372 in the current period. 503,849

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 (loss) on the sale of the assets. (34,707)

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. 1,261

Governmental funds do not recognize lease payments as expenditures until they are paid. In contrast, the Statement of Activities treats leases payable as a long-term liability. This amount is the net change in the leases payable liability. (200,186)

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:

Compensated absences not reflected on Governmental funds	(69,848)
Deferred outflows of resources not reflected on Governmental funds	(834)
Deferred inflows of resources not reflected on Governmental funds	(107,575)
Net pension liability not reflected on Governmental funds	<u>171,214</u>

Change in net position of governmental activities \$ 1,601,781

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF PROPRIETARY NET POSITION
PROPRIETARY FUND - SOLID WASTE
September 30, 2018

ASSETS

Current Assets

Cash - County Treasurer	\$ 122,958
Taxes receivable-special fee	7,058
Accounts receivable	<u>143,500</u>

Total current assets	<u>273,516</u>
----------------------	----------------

Noncurrent Assets

Land	107,973
Building and equipment	2,921,308
Less accumulated depreciation	<u>(1,588,964)</u>
Total noncurrent assets	<u>1,440,317</u>

TOTAL ASSETS	<u>1,713,833</u>
--------------	------------------

DEFERRED OUTFLOWS OF RESOURCES

Expenses unavailable for use	<u>48,797</u>
------------------------------	---------------

LIABILITIES

Current Liabilities

Warrants payable	64,406
Accrued expenses	10,059
Current portion of compensated absences	26,260
Current portion lease payable	52,447
Landfill closure liability	<u>178,537</u>

Total current liabilities	<u>331,709</u>
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Long-term Liabilities

Pension liability	208,001
Compensated absences payable	7,844
Leases payable	<u>491,664</u>

Total long-term liabilities	<u>707,509</u>
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TOTAL LIABILITIES	<u>1,039,218</u>
-------------------	------------------

DEFERRED INFLOWS OF RESOURCES

Revenues unavailable for use	<u>38,819</u>
------------------------------	---------------

NET POSITION

Investment in capital assets, net of related debt	717,669
Unrestricted	<u>(33,076)</u>

TOTAL NET POSITION	<u><u>\$ 684,593</u></u>
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MADISON COUNTY - STATE OF IDAHO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPES - SOLID WASTE
For the Year Ended September 30, 2018

REVENUES, GAINS AND OTHER SUPPORT

Charges for services	\$ 1,720,956
Other revenue	<u>55,497</u>
TOTAL OPERATING REVENUES	<u>1,776,453</u>

EXPENSES

Salaries and wages	902,947
Professional fees	593,607
Supplies and other	49,634
Repairs and maintenance	138,321
Utilities	24,011
Depreciation and amortization	139,377
Provision for uncollectible accounts	-
Landfill closure and post closure expense	34,451
Miscellaneous	<u>-</u>
TOTAL OPERATING EXPENSES	<u>1,882,348</u>

INCOME (LOSS) FROM OPERATIONS (105,895)

OTHER INCOME (EXPENSE)

Investment income	-
Interest expense	<u>(68)</u>

NET OTHER INCOME AND EXPENSE (68)

CONTRIBUTIONS AND TRANSFERS

Capital contributions	-
Transfers in	-
Transfers out	<u>-</u>

NET CONTRIBUTIONS AND TRANSFERS -

EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES \$ (105,963)

CHANGES IN NET POSITION

Balance, beginning	\$ 790,556
Excess (deficiency) of revenues over expenses	<u>(105,963)</u>

ENTERPRISE NET POSITION - September 30, 2018 \$ 684,593

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
For the Year Ended September 30, 2018

	PROPRIETARY COMPONENT	
	FUND	UNIT
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from service revenues	\$ 1,721,087	\$ 84,315,618
Cash received from other operating revenues	55,497	717,693
Cash paid for salaries and benefits	(902,947)	(35,256,321)
Cash paid for supplies, professional fees and other operating expenses	(848,002)	(38,294,390)
Net cash provided by operating activities	25,635	11,482,600
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Change in deferred outflows	(6,752)	-
Change in deferred inflows	10,698	-
Change in pension liability	20,532	-
Net cash provided by noncapital financing activities	24,478	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Net members contributions (distributions)	-	(306,900)
Purchase of property and equipment	(790,147)	(3,985,872)
New borrowings of capital leases	620,944	-
Principal payments on long-term debt	-	-
Principal payments on capital lease obligations	(76,833)	(2,117,953)
Interest paid	(68)	-
Net cash used in capital and related financing activities	(246,104)	(6,410,725)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	-	(5,363,595)
Disposal of investments	-	5,210,327
Increase in notes receivable	-	-
Net cash provided by investing activities	-	(153,268)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(195,991)	4,918,607
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	318,949	13,855,465
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 122,958	\$ 18,774,072

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

	<u>FUND</u>	<u>UNIT</u>
Excess (deficiency) of revenues over expenses	\$ (105,963)	\$ 2,244,032
Adjustments to reconcile loss from operations to net cash provided by operating activities		
Depreciation and amortization	139,377	7,756,058
Minority interest	-	(226,940)
Gain on disposal of assets	-	-
Decrease (increase) in current assets		
Receivables		
Patient accounts, net	-	144,708
Other	(131)	203,411
Inventories	-	866,598
Prepaid expenses	-	(127,076)
Gain on investments	-	371,798
Increase (decrease) in current liabilities		
Accounts payable	(52,900)	(143,345)
Payroll and related liabilities	2,933	1,055,187
Accrued vacation	7,868	-
Medicaid contractual adjustment payable	-	464,074
Intercompany Elimination Adjustment	-	(1,125,905)
Landfill closure liability	34,451	-
Net cash provided by operating activities	<u>\$ 25,635</u>	<u>\$ 11,482,600</u>

SCHEDULE OF NONCASH TRANSACTIONS

In-Kind contributions to investments	\$ -	\$ -
Gain on sale of assets transferred to investments	\$ -	\$ -

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF FIDUCIARY NET POSITION
September 30, 2018

	PRIVATE PURPOSE TRUST FUNDS	AGENCY FUNDS
ASSETS		
Cash - County Treasurer	\$ 1,399,509	\$ 3,526,530
Taxes receivable	-	-
Receivables from other agencies	-	-
TOTAL ASSETS	1,399,509	3,526,530
LIABILITIES		
Warrants payable	622,103	286,881
Payable to the State of Idaho	-	660
Payable to taxing districts	-	3,238,989
TOTAL LIABILITIES	622,103	3,526,530
NET POSITION		
Held in trust for individuals, organizations and other governments	\$ <u>777,406</u>	\$ <u>-</u>

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
September 30, 2018

	PRIVATE PURPOSE TRUST FUNDS
ADDITIONS	
Taxes	\$ 222,437
Licenses and permits	4,354,072
Intergovernmental revenues	308,911
Charges for services	-
Fines and forfeitures	289,662
Investment interest	-
Misc and contributions	1,530
Transfers from other funds	-
	<hr/>
Total additions	5,176,612
	<hr/>
DEDUCTIONS	
Trust operating expenses	5,336,381
Transfers to other funds	-
	<hr/>
Total deductions	5,336,381
	<hr/>
Change in net position	(159,769)
Net position - October 1, 2017	937,175
	<hr/>
Net position - September 30, 2018	\$ 777,406
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The notes to the financial statements are an integral part of this statement.

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NOTES TO THE FINANCIAL STATEMENTS

MADISON COUNTY - STATE OF IDAHO
INDEX TO NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

NOTES INDEX

1. Summary of Significant Accounting Policies
 - A. General
 - B. Reporting Entity
 - C. Discretely Presented Component Unit
 - D. Government-wide and Fund Financial Statements
 - E. Fund Accounting
 - F. Basis of Accounting
 - G. Property Taxes
 - H. Budgets
 - I. Cash and Investments
 - J. Receivables/Payables
 - K. Capital Assets
 - L. Compensated Absences
 - M. Long-Term Obligations
 - N. Prepayments and Deferrals
 - O. Capitalization of Interest
 - P. Fund Equity
 - Q. Risk Management
 - R. Estimates
 - S. Pension
2. Cash, Cash Equivalents, and Investments
3. Property Taxes
4. General Long-Term Obligations
5. Interfund Receivables and Payables/Interfund Transfers
6. Pension Plan
7. Contingencies
8. Capital Assets
9. Warrants Payable
10. Nonspendable and Spendable Fund Balances and Net Position
11. Deferred Compensation Plan
12. Closure and Postclosure Care Costs
13. Deficits Fund Balances
14. Deferred Outflows/Inflows of Resources

MADISON COUNTY - STATE OF IDAHO
INDEX TO NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

- 15. Contingent Liabilities
- 16. Joint Ventures
- 17. Accounts Receivable
- 18. Concentration of Credit Risk
- 19. Nonoperating Revenues and Expenses
- 20. Long-Term Receivables
- 21. Component Unit: Net Patient Service Revenue
- 22. Joint Venture/Jointly Governed Organization
- 23. Subsequent Events
- 24. Fair Value

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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. 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 statement include the following:

- A Management Discussion and Analysis (MD&A) section provides an analysis of the County's overall financial position and results of operations.
- Financial statements prepared using the full accrual accounting method for all County activities, including infrastructure (roads, bridges, etc.).

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

Madison County (the County) is governed by a three-member Board of County Commissioners (the Board) elected by the voters of Madison County. The Board serves as the taxing authority, the contracting body, and the chief administrators of public services for the County. Other elected officials are the Clerk, Treasurer, Assessor, Sheriff, Prosecutor, Coroner, 1 District Judge, and 1 Magistrate Judge.

The elected officials and their departments comprise the primary government unit for Madison County. As required by GAAP, the financial statements of the reporting entity include those of Madison County (the primary government) and Madison County Memorial Hospital, a component unit. Madison County Memorial Hospital is included as a discretely presented component unit in the reporting entity because of the significance of its financial relationship with the County, as discussed below in the component unit section.

C. DISCRETELY PRESENTED COMPONENT UNIT

In conformity with generally accepted accounting principles, the basic financial statements of Madison Memorial Hospital have been included in the financial reporting entity as a discretely presented component unit, emphasizing their nature as a legally separate entity from the County. It is presented as separate columns within the basic financial statements on the combined financial statements.

The members of the governing board of Madison Memorial Hospital (the Hospital) are approved by the County Commissioners. The County is responsible for general obligation bonds if issued by the Hospital.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Complete financial statements of the individual component unit can be obtained directly from its administrative office located at:

Madison Memorial Hospital
450 East Main
Rexburg, Idaho 83440

D. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. Primary government activities are distinguished between governmental and business-type activities. Government activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Net Position presents the reporting entity's non-fiduciary assets and liabilities, with the difference reported as net assets: invested in capital assets, net of debt; restricted net assets; or unrestricted net assets. Invested in capital assets, net of related debt, consists of capital assets net of accumulated depreciation and reduced by outstanding debt. Restricted net position result when constraints placed on net position use are imposed by third parties, through constitutional provisions, or enabling legislation. Expense allocation decisions are made on a program-by-program basis when both restricted and unrestricted net position are available. Restricted net position balance will fluctuate as related accounting transactions occur. Unrestricted net position consists of net position that do not meet the definition of the two preceding categories. Unrestricted net position may have constraints or designations placed upon them by management, but they can be unilaterally removed.

The statement of activities demonstrates the degree to which the direct expenses of governmental functions, business-type activities, and component units are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific governmental function, business-type activity, or component unit. Revenues are broken out by program and general designations. Program revenues display the extent to which programs are self-funded. 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, activity, or component unit, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

E. FUND ACCOUNTING

The County uses funds to report on its financial position and results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate 'fund types.'

Separate fund financial statements are presented for the governmental, proprietary, and fiduciary funds, even though fiduciary funds are excluded from the government-wide statements. The emphasis in the fund statements is on major funds. Major governmental and business-type funds are reported as separate columns in the fund statement. 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.

The County reports the following major governmental funds:

The General Fund is the County's primary operating fund. It accounts for services that include general government and liability and health insurance. The General Fund includes all financial resources of the general government except those required to be accounted for in another fund.

The Road & Bridge Fund is the fund that accounts for the County's maintenance of the roads and bridges in Madison County. Road & Bridge includes only the financial resources used for road and bridge maintenance.

The Ambulance Fund is the fund that accounts for the County's ambulance services. Ambulance only includes the financial resources used for ambulance services in the County.

The Debt Service-Jail Bond Fund is the fund that accounts for the payment of the bond issue. Jail Bond only includes the financial resources used for debt service in the County.

The Justice Fund is the fund that accounts for public safety and corrections. Justice fund includes only financial resources used for law enforcement and incarceration of inmates.

The County reports the following major proprietary fund:

The Solid Waste Fund accounts for the operation and maintenance of the County's solid waste disposal and landfill.

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. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. 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.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 specified purposes.

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).

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources and for the repayment of general long-term debt principal, interest, and related costs. The County transfers money from other funds to pay the bonded indebtedness.

Proprietary Fund Types

Proprietary Funds - Proprietary Funds account for ongoing organizations and activities of a government, which are similar to those found in the private sector. The measurement focus is upon the determination of net income. Madison County has one proprietary fund type, an enterprise fund used to account for solid waste disposal activities.

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 and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Fund Types

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

Trust and Agency Funds - Expendable Trust Funds account for funds held in a trustee capacity. The accounting is essentially the same manner used for governmental funds. Agency funds are purely custodial in nature (assets = liabilities) thus do not involve measurement of the results of operations.

F. BASIS OF ACCOUNTING

The County adopted GASB Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments, during the fiscal year ended September 30, 2003. The adoption of this statement is meant to present the information in a format more closely resembling that of the private sector and to provide the user with more managerial analysis regarding the financial results and the County's financial outlook.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include intergovernmental revenues (including state and federal grants) and charges for current services. Other revenues including licenses, permits, fines, forfeitures, and miscellaneous are not measurable until received; therefore, recognition occurs upon collection. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to debt service, compensated absences, and claims and judgments, are recorded only when payment is due.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Deferred inflows arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the revenue is recorded and the deferred inflows is reduced.

The proprietary fund is accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of the fund are included on the balance sheet. Fund equity (i.e. net total position) is segregated into contributed capital, if applicable, and retained earnings components. Proprietary fund operating statements present increases (revenues) and decreases (expenses) in net total position.

The proprietary fund is accounted for using the accrual basis of accounting. Revenue recognition occurs in the accounting period in which they are both earned and become measurable. Expenditure recognition is in the period incurred, if measurable. The proprietary fund distinguishes operating revenues and expenses as the revenues and expenses generally resulting from provision of services in connection with the operation of waste disposal. Operating expenses for the enterprise fund 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.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The agency funds are accounted for on the accrual basis of accounting. The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). 'Measurable' means the amount of the transaction can be determined and 'available' means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

G. PROPERTY TAXES

The County levies property taxes on or before the third Monday in September and billings are sent to the taxpayers in November. The taxes are due in two installments. One-half of the real property taxes and all of the personal property taxes are due by December 20. The remainder is due by the following June 20. Real property taxes not paid constitute a lien on the property when entered on the real property assessment role as delinquent on the first day of January of the succeeding year. In accordance with applicable GAAP standards, we record the property taxes collected within the sixty days following the fiscal year closing, as revenue for the period ending September 30. The related property tax levy occurred in the prior year(s). Deferred inflows include the balance of delinquent taxes, which are those not collected within the sixty-day period.

H. BUDGETS

The fiscal year for Idaho counties begins on October 1, and runs through September 30 of the ensuing calendar year. By state law, the County is required to adopt annual budgets for all funds except trust and agency funds, and does so.

Madison County employs formal budgetary accounting as a management control. The Board of County Commissioners (BOCC) adopts the annual budget via resolution and formally integrates the budget in the accounting system. The annual budget is prepared and adopted on a cash basis. Budgets for governmental funds are prepared in accordance with the cash basis, which is not the same accounting basis used to reflect actual revenues and expenditures. The enterprise fund budget is prepared on the cash basis of accounting, which is not the same basis that we use to recognize revenues and expenses.

The level of budgetary control at which expenditures may not exceed appropriations is the department level. Management can revise the budget to meet unanticipated events, but not increase the overall budget after adoption. The one budget revision exclusion is the transfer of funds between personnel and non-personnel costs. The County may only increase the total appropriations budget through the receipt of unanticipated revenue. Budget increases can only occur after advertising the proposed change, holding a public hearing, and a subsequent resolution of the BOCC.

All appropriations, other than appropriations for incomplete capital improvements, lapse at the end of the fiscal year. Appropriation accounts remain open until the first Monday in November for the payment of claims incurred against such appropriations before the close of the fiscal year. Payment of any lawful claim presented after that day comes out of the ensuing budget.

All balances in any appropriation for incomplete capital improvements carry forward and integrate into the budget for the ensuing year.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. CASH AND INVESTMENTS

Cash includes amounts in demand as well as short-term investments with a maturity date within three months of the date acquired by the County.

State statutes authorize the County to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, and repurchase agreements.

J. RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds and the General Fund for goods provided or services rendered. These receivables and payables are classified as 'due from other funds' or 'due to other funds' on the balance sheet. See Note 6 for interfund activity schedule.

Receivables in the General Fund consist primarily of fees for services and property tax. Business-type activities are reported net of an allowance for doubtful accounts. Business type receivables occur as part of the ordinary course of business.

K. CAPITAL ASSETS

Capital assets, including land, buildings and improvements, and equipment assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$10,000 for equipment, \$15,000 for vehicles, \$100,000 for buildings and land, \$500,000 for infrastructure, and an initial useful life of one year or greater. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Buildings and improvements and equipment assets are depreciated using the straight-line depreciation method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30
Equipment	3-15
Vehicles	3-4
Infrastructure	15-50

Infrastructure (roads and bridges) is presented for additions since September 30, 2002.

L. COMPENSATED ABSENCES

Government Accounting Standards Board codification specifies that a liability should be accrued for leave benefits that meet the following conditions:

- The employer's obligation relative to employee rights to receive compensation for future absences is attributable to employee services already rendered.
- The obligation related to rights that vest or accumulate.
- Payment of the obligation is probable.
- The amount can be reasonably estimated.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The County records a liability for accrued vacation and sick time when incurred in the government-wide, proprietary, and fiduciary financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The County uses the vesting method to calculate the compensated absence liability.

In proprietary funds, compensated absences are expended when earned. The entire amount of compensated absences is reported as a liability.

At September 30, 2018, total compensated absences payable by the County is \$710,645. Of this amount, \$676,542 arises from governmental activity operations, and \$34,103 is attributable to business activity operations.

M. LONG-TERM OBLIGATIONS.

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. Long-term liabilities to be repaid or financed by proprietary fund operations are accounted for in the proprietary fund.

N. PREPAYMENTS AND DEFERRALS

The County utilizes the nonallocation method of accounting for prepayments and deferrals. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

O. CAPITALIZATION OF INTEREST

County policy is to capitalize net interest on proprietary fund construction projects until substantial completion of the project. Capitalized interest is amortized over the estimated useful life of the asset on the same basis as the asset.

P. FUND EQUITY

Fund equity represents the difference between fund assets and fund liabilities. For governmental and fiduciary fund types the equity position is called fund balance, while for proprietary fund types that operate on a business basis it is called retained earnings. Contributed capital is also recorded in proprietary funds, which represents cash from other funds. Fund equity is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Restricted resources are used first to fund appropriation.

The County first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. RISK MANAGEMENT

The County is exposed to a considerable number of risks of loss, including: a) damage to and loss of property and contents; b) employee torts; c) professional liability, i.e. errors and omissions; d) environmental damage; e) workers' compensation, i.e. employee injuries; and f) medical insurance costs of employees. Commercial policies, transferring the risks of loss, except for relatively small deductible amounts, are purchased for property and content damage, employee torts, and professional liabilities. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

R. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires the County 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 expenditures during the reporting period. Actual results could differ from those estimates.

S. PENSION

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

2. CASH, CASH EQUIVALENTS, AND INVESTMENTS

The County in effect maintains a cash and investment pool that is available to funds as allocated. Cash deposits and cash investments by the County Treasurer (including \$5,070 petty cash) as of September 30, 2018, totaled \$18,069,090 of which \$13,548,030 represent demand and savings deposits and CD's and \$4,521,060 represented investments in government backed securities. Of the total deposits for the County, \$13,020,090 was allocated to governmental funds.

The deposits and simple investments by the County are not collateralized nor are they required to be by Idaho State statute.

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.

Deposits

At year end, the carrying amount of the County's deposits in financial institutions was \$13,548,030 and the bank balance was \$12,153,404. The amount not covered by FDIC insurance was \$9,865,857.

Investments

The fair value of the County's investments at year end was \$4,462,975. The amount not covered by SPIC or FDIC insurance was \$4,462,975.

Custodial Credit Risk-Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

2. CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

credit risk. As of September 30, 2018, \$9,865,857 of the government's bank balance of \$12,153,404 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized of \$9,865,857 for a total of \$9,865,857.

At year end, the County had the following investments and maturities:

Investment Type	Fair Value	< 1 year	1-5 years	> 5 years	Cost	Rating	%
						S&P	
FHLMC	\$ 534,936	\$ -	\$ 475,263	\$ 59,673	\$ 535,000	AA+	12.01%
						S&P	
FHLB	261,582	-	-	261,582	265,000	AA+	5.89%
						S&P	
FNMA	498,167	-	399,887	98,280	500,000	AA+	11.19%
						S&P	
FFCB	599,628	-	100,001	499,627	589,850	AA+	13.38%
						S&P	
Corporate Bonds	-	-	-	-	-	AA+	0.0%
						S&P	
Tennessee VY	-	-	-	-	-	AA+	0.0%
Certificates of Deposits	2,568,662	117,852	1,493,773	957,037	2,556,243	Not Rated	57.53%
Total Investments	\$ 4,462,975	\$ 117,852	\$ 2,468,924	\$ 1,876,199	\$ 4,446,093		100.00%

Component Unit:

The Hospital is authorized under Idaho Code to invest in cash, certificates of deposit, U.S. Government securities, commercial paper, and repurchase agreements. All investments must be held by or registered in the name of the Hospital.

Cash balances of most of the Hospital funds are invested. The Hospital maintains two primary checking accounts and other miscellaneous accounts with local banks where a minimum balance is maintained. These accounts invest in time certificates of deposit, local government tax anticipation notes, federal loans, U.S. treasury notes and other U.S. governmental securities. Information regarding insurance or collateralization of amounts invested in the pooled accounts is not available. All funds are invested in investments that meet the requirements of state law.

The Hospital's cash accounts are insured through the Federal Deposit Insurance Corporation up to \$250,000 per depository.

The Hospital adopted the provisions of GASB Statement No. 40, *Deposit and Investment Risk Disclosures* for the year ended September 30, 2018. This statement establishes and modifies disclosure requirements related to

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

2. CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

investment and deposit risk; accordingly, the note disclosures on cash and investments are in conformity with provisions of GASB Statement No. 40.

Deposits-At September 30, 2018 the carrying amounts of the Hospital's deposits were \$17,633,511 and the bank balances totaled \$18,165,515.

Custodial Credit Risk, Deposits-Custodial credit risk is the risk that in the event of a bank failure, the Hospital's deposits may not be returned. As of September 30, 2018, \$16,026,734 of the total deposits of \$18,165,515 were not covered by federal depository insurance, and thus were exposed to custodial credit risk.

Investments-As of June 30, 2018, the Hospital had the following investments and maturities:

Investment Type	Fair Value	Less than 1	1-5	6-10	More than 10
Corporate Bonds	\$ 2,971,994	\$ 786,001	\$ 2,185,993	\$ -	\$ -
US Treasuries	1,127,553	427,589	694,874	-	5,090
US Agencies	9,687,792	7,721,904	1,965,888	-	-
State Pool	296,212	296,212	-	-	-
Total Investments	<u>\$ 14,083,551</u>	<u>\$ 9,231,706</u>	<u>\$ 4,846,755</u>	<u>\$ -</u>	<u>\$ 5,090</u>

3. PROPERTY TAXES

In accordance with Idaho State Law, ad valorem property tax is levied in dollars in September for each calendar year. Taxes are recorded by the County using the modified accrual basis of accounting. Levies are made on the second Monday of September. All of the personal property tax and one-half of the real property tax are due on or before December 20. The remaining one-half of the real property tax is due on or before June 20 of the following year. Property taxes attach as an enforceable lien on property as of January 1, of the following year. Notice of foreclosure is filed with the County clerk on property three years from the date of delinquency. The property tax revenue is budgeted for the ensuing fiscal year.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

4. GENERAL LONG-TERM OBLIGATIONS

Long-term Obligation Activity:

General long-term obligations of the County include capital leases and other debt, including leases and contracts payable. During the year ending September 30, 2018, the following changes occurred in general long-term debt:

	Balance 9/30/2017	Additions	Deletions	Balance 9/30/2018	Amounts due within one year
Governmental activities					
Compensated absences	\$ 606,693	\$ 69,849	\$ -	\$ 676,542	\$ 520,937
Capital leases	1,293,014	761,898	561,712	1,493,200	233,283
Pension Liability	3,809,740	-	171,214	3,638,526	-
Total governmental act.	<u>\$ 5,709,447</u>	<u>\$ 831,747</u>	<u>\$ 732,926</u>	<u>\$ 5,808,268</u>	<u>\$ 754,220</u>
Business activities					
Compensated absences	\$ 26,237	\$ 7,866	\$ -	\$ 34,103	\$ 26,260
Capital leases	-	620,944	76,833	544,111	52,447
Pension Liability	187,469	20,532	-	208,001	-
Total business act.	<u>\$ 213,706</u>	<u>\$ 649,342</u>	<u>\$ 76,833</u>	<u>\$ 786,215</u>	<u>\$ 78,707</u>

Capital Leases:

Capital equipment leases are arranged through lease financing agreements with John Deere Finance, Summit National Bank, and Caterpillar Financial Services. The arrangements provide for an initial down payment with annual payments varying from three to five years and interest ranging from 3.45% to 5.00%. There were some new capital lease additions for equipment during the year ended September 30, 2018. All new additions to property, plant, and equipment are financed through current revenues.

The schedule below is an analysis of assets under capital leases as of September 30, 2018:

	Governmental Activities	Business-type Activities	Capital Assets Under Capital Leases
Building and Improvements	\$ -	\$ -	\$ -
Machinery, equipment, and other	2,254,458	620,944	2,875,402
Total assets under capital leases	<u>\$ 2,254,458</u>	<u>\$ 620,944</u>	<u>\$ 2,875,402</u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

4. GENERAL LONG-TERM OBLIGATIONS (Continued)

Obligations of governmental activities and business activities under capital leases and contracts as of September 30, 2018, are as follows:

Year Ended September 30,	Principal	Governmental Interest	Total	Principal	Business Interest	Total
2019	\$ 233,283	\$ 44,359	\$ 277,642	\$ 52,447	\$ 24,454	\$ 76,901
2020	82,922	39,719	122,641	54,784	22,117	76,901
2021	764,357	37,219	801,576	57,227	19,674	76,901
2022	229,438	17,488	246,926	59,779	17,122	76,901
2023	183,200	6,320	189,520	105,626	14,455	120,081
2024	-	-	-	214,248	2,572	216,820
Total	<u>\$ 1,493,200</u>	<u>\$ 145,105</u>	<u>\$ 1,638,305</u>	<u>\$ 544,111</u>	<u>\$ 100,394</u>	<u>\$ 644,505</u>

Debt service for governmental fund types is budgeted and expended from the fund to which the debt belongs. The majority of long-term debt belongs to the general fund, and is paid from that fund when due.

Component Unit:

The financial information in this report for the fiscal year ending September 30, 2018, includes discretely presented financial information from the component unit, Madison Memorial Hospital. The long-term debt for the year ended September 30, 2018, for the Hospital is \$44,150,000. The capital lease obligations, net of current maturities, is \$43,300,000 at September 30, 2018.

5. INTERFUND RECEIVABLES AND PAYABLES/ INTERFUND TRANSFERS

The County had the following interfund balances at September 30, 2018:

General Fund interfund receivable	\$	-
Proprietary Fund interfund payable	\$	-

Transfers were made to transfer money to the various funds.

The following transfers were made:

	Transfer In	Transfer Out
Road & Bridge	\$ -	\$ 929,205
Fiduciary Funds-Agency Funds	918,629	-
Ambulance	105	-
Fair Board	6,377	-
Justice	2,265	-
Snowmobile	1,829	-
Total	<u>\$ 929,205</u>	<u>\$ 929,205</u>

**MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018**

5. INTERFUND RECEIVABLES AND PAYABLES/ INTERFUND TRANSFERS (Continued)

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 general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

6. PENSION PLAN

Plan Description

The County contributes to the Base Plan, which is 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.

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.

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, 2018 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 \$946,631 for the year ended September 30, 2018.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

6. PENSION PLAN (Continued)

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

At September 30, 2018, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, 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 June 30, 2018, the County's proportion was .2607784 percent.

For the year ended September 30, 2018, the County recognized pension expense (revenue) of (\$150,682). At September 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 250,293	\$ 427,371
Changes in assumptions or other inputs	422,239	-
Net difference between projected and actual earnings on pension plan investments	(20,329)	290,506
County contributions subsequent to the measurement date	250,187	-
Total	<u>\$ 902,390</u>	<u>\$ 717,877</u>

\$250,187 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, 2018.

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, 2017 the beginning of the measurement period ended June 30, 2018 is 4.8 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:

2019	312,674
2020	36,842
2021	(315,195)
2022	(79,665)

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

6. PENSION PLAN (Continued)

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 June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of investment expenses
Cost-of-living adjustments	1.00%

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 one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed for the period 2013 through 2017 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2018 for the period from July 1, 2013 through June 30, 2017. The Total Pension Liability as of June 30, 2018 is based on the results of an actuarial valuation date of July 1, 2018.

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 shown 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, 2018:

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

6. PENSION PLAN (Continued)

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return (Arithmetic)	Long-Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	3.05%	0.80%
Broad US Equities	55.00%	8.30%	6.05%
Developed Foreign Equities	15.00%	8.45%	6.20%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.75%	4.50%
Portfolio Standard Deviation		12.54%	12.54%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.13%	3.77%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.73%	3.37%
Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.19%
Portfolio Standard Deviation			14.16%
Valuation Assumptions Chosen by PERSI Board			
Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.05%
Assumed Inflation			3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			7.05%

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. 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.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

6. PENSION PLAN (Continued)

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 7.05% for 2018, 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 (6.05%) or 1-percentage-point higher (8.05%) than the current rate:

	1% Decrease	Current	1% Increase
	(6.05%)	Discount Rate	(8.05%)
		(7.05%)	
Employer's proportionate share of the net pension liability (asset)	\$ 9,628,727	\$ 3,846,527	\$ (941,372)

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, 2018, the County reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

7. CONTINGENCIES

Various claims and lawsuits are 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.

Component Unit:

The Hospital is currently a defendant in several civil lawsuits and tort claims, the outcomes of which are not known. The Hospital denies liability and is defending against the allegations. The Hospital is unable to determine the amounts at risk in these claims.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

8. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2018 was as follows:

	Balance 10/1/2017	Additions	Deletions	Balance 9/30/2018
Governmental Activities				
Capital assets, being depreciated				
Buildings and improvements	\$ 10,698,021	\$ 244,661	\$ -	\$ 10,942,682
Machinery and equipment	11,824,630	1,493,560	(434,743)	12,883,447
Infrastructure	651,616	-	-	651,616
Total capital assets, being depreciated	23,174,267	1,738,221	(434,743)	24,477,745
Less accumulated depreciation for				
Buildings and improvements	(6,609,847)	(290,115)	-	(6,899,962)
Machinery and equipment	(8,372,488)	(964,930)	434,743	(8,902,675)
Infrastructure	(84,966)	(14,034)	-	(99,000)
Total accumulated depreciation	(15,067,301)	(1,269,079)	434,743	(15,901,637)
Total capital assets, being depreciated, net	8,106,966	469,142	-	8,576,108
Capital assets, not being depreciated				
Land	483,235	-	-	483,235
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	483,235	-	-	483,235
Government activity capital assets, net	\$ 8,590,201	\$ 469,142	\$ -	\$ 9,059,343

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

8. CAPITAL ASSETS (Continued)

	Balance 10/1/2017	Additions	Deletions	Balance 9/30/2018
Business-type Activities (Solid Waste)				
Capital assets, being depreciated				
Buildings and improvements	\$ 1,021,699	\$ -	\$ -	\$ 1,021,699
Machinery and equipment	1,084,683	814,926	-	1,899,609
Total capital assets, being depreciated	2,106,382	814,926	-	2,921,308
Less accumulated depreciation for				
Buildings and improvements	(577,228)	(34,998)	-	(612,226)
Machinery and equipment	(847,910)	(128,828)	-	(976,738)
Total accumulated depreciation	(1,425,138)	(163,826)	-	(1,588,964)
Total capital assets, being depreciated, net	681,244	651,100	-	1,332,344
Capital assets, not being depreciated				
Land	107,973	-	-	107,973
Business-type activity capital assets, net	789,217	651,100	-	1,440,317

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

Governmental Activities	
General Government	\$ 119,241
Public Safety	495,146
Public Works	584,256
Recreation	35,729
Total Governmental Activities	<u>\$ 1,234,372</u>
Business-type Activities	
Solid Waste	<u>\$ 139,377</u>
Total Business-type Activities	<u>\$ 139,377</u>

The County commissioned Valuations Northwest, an independent appraisal service, to compile a detailed record of the fixed assets for the County. The appraisal report established a detailed record as of June 24, 2002. The amount carried in the capital assets includes assets listed in the appraisal report including equipment, buildings, and transportation equipment, plus assets acquired after the date of the report. The infrastructure (i.e. roads and bridges) has been added if acquired after September 30, 2002. The County has not included infrastructure acquired prior to that date.

**MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018**

9. WARRANTS PAYABLE

The County pays its claims by issuing a warrant ordering the County treasurer to pay for the warrant upon presentation. Warrants issued but not yet presented for payment are reported as warrants payable.

10. NONSPENDABLE AND SPENDABLE FUND BALANCES AND NET POSITION

Fund Balance and net position are divided into multiple designations.

Fund balance is separated into nonspendable and spendable fund balance. Nonspendable fund balance includes amounts that cannot be spent because they are either: (1) not in spendable form; or (2) legally or contractually required to be maintained intact. Spendable amounts are classified into restricted, committed, assigned, and unassigned. The following is a list of nonspendable and spendable fund balance designations for Madison County.

Assigned for Debt Service. The fund balance is assigned by approval of the County Commissioners to the servicing of debt and will be spent for future debt services expenditures.

Assigned for Other Purposes. The fund balance is assigned by approval of the County Commissioners to various other purposes and will be spent for the various other purposes expenditures.

Unassigned. This fund balance is not assigned to any specific purpose. Madison County will use the unassigned fund balance for expenditures in the subsequent fiscal year. Unrestricted net position- No restriction. This is used for the proprietary fund. Net position invested in capital assets, net of related debt - This is used by the proprietary fund.

11. 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.

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.

The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. The County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

12. CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that Madison County, Idaho place a final cover on its Non-Municipal Solid Waste Site (NMSWS) when closed. The NMSWS is classified as a C and D site which only accepts certain types of refuse like trees, shrubs, wood, and concrete but no household refuse. In addition to operating expenses related to current activities of the NMSWS, an expense provision and related liability are being recognized based on the future closure and post closure care costs that will be incurred near or after the date the NMSWS no longer accepts waste. The recognition of these NMSWS closure and post closure care costs is based on the amount of NMSWS used during the year. The estimated liability for NMSWS closure and post closure care costs has a balance of \$178,537 as of September 30, 2018, which is based on 42.11% usage (filled) of the NMSWS. It is estimated that an additional \$254,489 will be recognized as closure and post closure care expenses between the date of the balance sheet and the date the NMSWS is expected to be filled to capacity (2034). The estimated total current cost of the NMSWS closure and post closure care (\$424,026) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the NMSWS were acquired as of September 30, 2018. However, the actual cost of closure and post closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

13. DEFICIT FUND BALANCES

The County had no deficit fund balances at September 30, 2018.

14. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expenses/expenditure) until then. The County had deferred outflows of resources related to pensions (see Note 7 for amounts).

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. See Note 7 for any deferred inflows of resources for the statement of Net Position. The County has one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. This amount is deferred and recognized as an inflow of resources in the period that amounts become available. Deferred inflows of resources at September 30, 2018 consisted of \$219,537 in governmental funds.

15. CONTINGENT LIABILITIES

The County participates in a number of federally assisted grant programs. The audits of these programs have been completed in previous years in compliance with single audit requirements. The County appears to be meeting the grant requirements. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

The County is a defendant in several lawsuits. Although the outcome of the lawsuits is not presently determinable, in the opinion of the County attorney the resolution of these matters will not have a material effect on the financial condition of the County.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

16. JOINT VENTURES

The County has entered into a joint venture, with Fremont, Teton, Clark, and Jefferson Counties, to construct and maintain a Five County Juvenile Detention Center. The construction of the Juvenile Detention Center was completed in 2003. The joint venture's new facility cost \$3,933,020 and has a debt for which the counties are jointly liable. The previous building is located in Madison County and has been converted to a women's facility. Madison County is reimbursing the other counties for their interest in the building by allowing them to pay a reduced fee for housing inmates in this facility which started in the 2004 fiscal year.

Fremont County is currently the trustee for all funds although Madison County was previously. The Detention Center is included in Fremont County's audit.

The operation of the Five County Juvenile Detention Center is funded by the five counties based on a predetermined percent.

Madison County's share of operation expenses in 2018 was \$538,964. The expense was paid out of the General fund. Total expenses for the Detention Center were \$2,541,228 for the fiscal year ended September 30, 2018.

In addition to the Five County Juvenile Detention Center, the County has entered into a joint venture with the City of Rexburg and the Fire District to construct and maintain an ambulance building. Construction was completed March 1999. The operation of the Ambulance building will be funded by the Fire District, City of Rexburg, and Madison County. The operational funds will be accounted for by the City of Rexburg. A quarterly reconciliation was completed for all expenses associated with the ambulance and fire station, and each entity will be responsible for their share of the total expenses. From October 2017 to September 2018 Madison County's share consisted of all expenses attributed to the ambulance which totaled \$1,567,643.

The Archer Fire Station was completed in 2002 by Madison County using County and grant funds. It is owned by the County and managed by the Madison Fire District, a separate entity.

17. ACCOUNTS RECEIVABLE

The County has no allowance for uncollectible accounts.

Component Unit:

Receivables at September 30, 2018, include the following:

Patients and third -party payers	\$ 25,769,011
Less allowance for doubtful accounts	<u>(14,506,807)</u>
Total	<u><u>\$ 11,262,204</u></u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

18. CONCENTRATION OF CREDIT RISK

Component Unit:

The Hospital is engaged in providing medical services to individuals throughout the Upper Snake River Valley. Fluctuations in the economy in the area can affect the profit of the Hospital. Financial instruments that potentially subject the Hospital to concentrations of credit risk consist principally of accounts receivable, which are carefully monitored to reduce such risk.

19. NONOPERATING REVENUES AND EXPENSES

Component Unit:

Nonoperating revenues and expenses for the year ended September 30, 2018, is as follows:

Interest income and finance charges	\$ 114,539
Contributions and grants	265,000
Other income	(104,539)
Interest expense	<u>(1,850,749)</u>
Total nonoperating revenues and expenses	<u>\$ (1,575,749)</u>

20. LONG-TERM RECEIVABLES

Component Unit:

The long-term receivables are from individuals. They are due within three years of the origination of the note with provisions of penalty for nonrepayment.

Long-term receivables	\$ 633,539
Less current portion	<u>(433,539)</u>
Long-term receivables net of current portion	<u>\$ 200,000</u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

21. COMPONENT UNIT: NET PATIENT SERVICE REVENUE

A summary of gross and net patient service revenue for the year ended September 30, 2018 is as follows:

Gross patient service revenue	\$ 137,742,642
Deductions from revenue	
Medicare contractual adjustment	25,849,775
Medicaid contractual adjustment	9,471,439
Other deductions	18,487,643
	<u>53,808,857</u>
Net patient service revenue	<u>\$ 83,933,785</u>

22. JOINT VENTURE/JOINTLY GOVERNED ORGANIZATION

Madison County, along with three other counties, created the Eastern Idaho Regional Solid Waste District, a separate government entity. One commissioner from each county serves on the board. Clark County is where the project will be located and has spent \$178,862 as funding for the District's start-up costs. The District will repay the County through grants they receive and a revenue bond. None of the counties will be responsible for any debt or financial claims against the District.

23. SUBSEQUENT EVENTS

Subsequent events have been considered through the date of February 25, 2019. There are no known subsequent events that will have a material impact on the operation of the County.

24. FAIR VALUE

GASB Statements No. 72, *Fair Value Measurement and Application*, (Statement 72) specifies a hierarchy of valuation classifications based on whether the inputs to the valuation techniques used in each valuation classification are observable or unobservable. These classifications are summarized in the three broad levels listed below:

Level 1 – Unadjusted quoted prices for identical instruments in active markets, that the reporting entity has the ability to access at the measurement date.

Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs and significant value drivers are directly or indirectly observable. Examples would be matrix pricing, market corroborated pricing and inputs such as yield curves and indices.

Level 3 – Valuations derived from valuation techniques in which significant inputs or significant value drivers are unobservable and may rely on the reporting entity's own assumptions, but the market participant's assumptions that may be used in pricing the asset or liability.

Inputs used to measure fair value might fall in different levels of the fair value hierarchy, in which case the County defaults to the lowest level input that is significant to the fair value measurement in its entirety. These levels are not necessarily an indication of the risk or liquidity associated with the investments.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2018

24. FAIR VALUE (Continued)

The following table presents fair value measurements as of September 30, 2018:

	9/30/2018	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Instruments by fair value level				
Fixed income Securities:				
U.S. Government				
Asset backed - Securitized	\$ 1,894,313	\$ 1,894,313	\$ -	\$ -
Certificates of Deposit	2,568,662	2,568,662	-	-
Total investments by fair value level	\$ 4,462,975	\$ 4,462,975	\$ -	\$ -

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REQUIRED SUPPLEMENTARY INFORMATION

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES) - CASH BASIS
GENERAL FUND
For the year ended September 30, 2018

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 2,987,278	\$ 2,987,278	\$ 2,764,929	\$ (222,349)
Licenses and permits	300,000	300,000	374,759	74,759
Intergovernmental revenues	2,700,161	2,700,161	2,389,777	(310,384)
Charges for services	-	-	19,518	19,518
Fines and forfeitures	-	-	197,794	197,794
Investment interest	100,000	100,000	112,509	12,509
Misc. and contributions	-	-	446,118	446,118
	<u>6,087,439</u>	<u>6,087,439</u>	<u>6,305,404</u>	<u>217,965</u>
EXPENDITURES				
Current:				
General government	5,091,388	5,091,388	4,898,431	192,957
Public safety	502,305	502,305	494,486	7,819
Public health	23,755	23,755	19,531	4,224
Street and public improvement	516,975	516,975	498,409	18,566
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	107,935	107,935	105,957	1,978
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	58,000	58,000	9,929	48,071
	<u>6,300,358</u>	<u>6,300,358</u>	<u>6,026,743</u>	<u>273,615</u>
Revenues over (under) expenditures	(212,919)	(212,919)	278,661	\$ <u>491,580</u>
Estimated beginning cash balance	264,699	264,699	-	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u>51,780</u>	\$ <u>51,780</u>	278,661	
OTHER FINANCING SOURCES (USES)				
Transfers in			-	
Transfers out			-	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			(76,370)	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>(11,328)</u>	
Net change in fund balances			190,963	
Fund Balances, October 1, 2017			<u>2,344,686</u>	
FUND BALANCES, SEPT. 30, 2018			\$ <u>2,535,649</u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES) - CASH BASIS
ROAD AND BRIDGE
For the year ended September 30, 2018

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET-
			BUDGETARY	POSITIVE
			BASIS	(NEGATIVE)
REVENUES				
Taxes	\$ 2,806,202	\$ 2,806,202	\$ 2,864,908	\$ 58,706
Licenses and permits	-	-	-	-
Intergovernmental revenues	1,361,773	1,361,773	2,355,777	994,004
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>4,167,975</u>	<u>4,167,975</u>	<u>5,220,685</u>	<u>1,052,710</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public health	-	-	-	-
Street and public improvement	3,971,611	3,971,611	3,763,469	208,142
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	<u>432,000</u>	<u>432,000</u>	<u>28,949</u>	<u>403,051</u>
	<u>4,403,611</u>	<u>4,403,611</u>	<u>3,792,418</u>	<u>611,193</u>
Revenues over (under) expenditures	(235,636)	(235,636)	1,428,267	\$ <u><u>1,663,903</u></u>
Estimated beginning cash balance	<u>260,702</u>	<u>260,702</u>	<u>-</u>	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u><u>25,066</u></u>	\$ <u><u>25,066</u></u>	1,428,267	
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of assets			462,447	
Transfers in			-	
Transfers out			(929,205)	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			(180,894)	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>(263,303)</u>	
Net change in fund balances			517,312	
Fund Balances, October 1, 2017			<u>2,013,598</u>	
FUND BALANCES, SEPT. 30, 2018			\$ <u><u>2,530,910</u></u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES) - CASH BASIS
AMBULANCE
For the year ended September 30, 2018

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	BASIS	
REVENUES				
Taxes	\$ 712,890	\$ 712,890	\$ 717,323	\$ 4,433
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	42,564	42,564
Charges for services	728,943	728,943	730,454	1,511
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	105	105
	<u>1,441,833</u>	<u>1,441,833</u>	<u>1,490,446</u>	<u>48,613</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public health	1,559,900	1,559,900	1,560,310	(410)
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	<u>7,333</u>	<u>7,333</u>	<u>7,333</u>	<u>-</u>
	<u>1,567,233</u>	<u>1,567,233</u>	<u>1,567,643</u>	<u>(410)</u>
Revenues over (under) expenditures	(125,400)	(125,400)	(77,197)	\$ <u><u>48,203</u></u>
Estimated beginning cash balance	<u>-</u>	<u>-</u>	<u>-</u>	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u><u>(125,400)</u></u>	\$ <u><u>(125,400)</u></u>	(77,197)	
OTHER FINANCING SOURCES (USES)				
Transfers in			105	
Transfers out			-	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			31,178	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>-</u>	
Net change in fund balances			(45,914)	
Fund Balances, October 1, 2017			<u>281,354</u>	
FUND BALANCES, SEPT. 30, 2018			\$ <u><u>235,440</u></u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES)-CASH BASIS
DEBT SERVICE-JAIL BOND
For the year ended September 30, 2018

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET-
			BUDGETARY	POSITIVE
			BASIS	(NEGATIVE)
REVENUES				
Taxes	\$ -	\$ -	\$ 172	\$ 172
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>-</u>	<u>-</u>	<u>172</u>	<u>172</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	-	-	172	\$ <u><u>172</u></u>
Estimated beginning cash balance	<u>-</u>	<u>-</u>	<u>-</u>	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	172	
OTHER FINANCING SOURCES (USES)				
Proceeds from capital leases			-	
Transfers in			-	
Transfers out			-	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			316	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>-</u>	
Net change in fund balances			488	
Fund Balances, October 1, 2017			<u>43,950</u>	
FUND BALANCES, SEPT. 30, 2018			\$ <u><u>44,438</u></u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES)
JUSTICE FUND
For the year ended September 30, 2018

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 3,478,516	\$ 3,478,516	\$ 3,585,970	\$ 107,454
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	1,081,173	1,081,173	1,339,186	258,013
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	10,771	10,771
	<u>4,559,689</u>	<u>4,559,689</u>	<u>4,935,927</u>	<u>376,238</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	4,800,362	4,800,362	4,734,188	66,174
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	<u>167,000</u>	<u>167,000</u>	<u>161,046</u>	<u>5,954</u>
	<u>4,967,362</u>	<u>4,967,362</u>	<u>4,895,234</u>	<u>72,128</u>
Revenues over (under) expenditures	(407,673)	(407,673)	40,693	<u>448,366</u>
Estimated beginning cash balance	<u>287,759</u>	<u>287,759</u>	-	
Excess (deficiency) of revenues over expenditures	<u>(119,914)</u>	<u>(119,914)</u>	40,693	
OTHER FINANCING SOURCES (USES)				
Transfers in			2,265	
Transfers out			-	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			-	
NET (INCREASE) DECREASE IN EXPENDITURES ACCRUALS			-	
Net change in fund balances			42,958	
Fund Balances, October 1, 2017			<u>737,189</u>	
FUND BALANCES, SEPT. 30, 2018			<u>\$ 780,147</u>	

MADISON COUNTY - STATE OF IDAHO
NOTES TO BUDGET AND ACTUAL COMPARISON SCHEDULES
For the Year Ended September 30, 2018

1. The legally adopted budget for Madison County – State of Idaho is based on the cash basis of accounting which is a comprehensive basis of accounting other than GAAP. The budget to actual comparison is prepared on the cash basis of accounting.
2. The difference between the cash basis of accounting and the modified accrual basis of accounting is reconciled at the bottom of each individual Budget to Actual (With Variances) statement.
3. Actual expenditures exceeded the budgeted amount in the Ambulance Fund.

MADISON COUNTY – STATE OF IDAHO
SCHEDULE OF EMPLOYER’S SHARE OF NET PENSION LIABILITY PERSI – BASE PLAN
LAST 10 – FISCAL YEARS*

	2018	2017	2016	2015
Employer’s portion of net the pension liability	0.2607784%	0.2543032%	0.2593222%	0.2674614%
Employer’s proportionate share of the net pension liability	\$ 3,846,527	\$ 3,997,209	\$ 5,256,859	\$ 3,522,032
Employer’s covered-employee payroll	\$ 8,345,942	\$ 7,856,838	\$ 7,508,493	\$ 7,465,140
Employer’s proportional share of the net pension liability as a percentage of its covered-employee payroll	46.09%	50.88%	70.01%	47.18%
Plan fiduciary net position as a percentage of the total pension liability	91.69%	90.68%	87.26%	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 use for which information is available.

Data reported is measured as of July 1, 2018.

MADISON COUNTY – STATE OF IDAHO
SCHEDULE OF EMPLOYER CONTRIBUTIONS PERSI – BASE PLAN
LAST 10 – FISCAL YEARS*

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contribution	\$ 1,012,711	\$ 857,541	\$ 770,867	\$ 874,871
Contributions in relation to the statutorily required contribution	\$ 962,635	\$ 906,254	\$ 870,312	\$ 859,195
Contribution (deficiency) excess	\$ 50,076	\$ (48,712)	\$ (99,445)	\$ 15,677
Employer’s covered-employee payroll	\$ 8,345,942	\$ 7,856,838	\$ 7,508,493	\$ 7,465,140
Contributions as a percentage of covered-employee payroll	11.53%	11.53%	11.59%	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 use for which information is available.

Data is reported is measured as of June 30, 2018.

MADISON COUNTY – STATE OF IDAHO
NOTES TO PERSI PLAN SCHEDULES
For the Year Ended June 30, 2018

There were changes in benefit terms recognized immediately totaling \$219,575 during the Plan year ended June 30, 2018.

There were no changes in composition of the population during the Plan year ended June 30, 2018.

There were changes of amortization of changes of assumptions totaling \$98,607 during the Plan year ended June 30, 2018.

SUPPLEMENTARY INFORMATION

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2018

	DISTRICT COURT	FAIR GROUNDS & BUILDINGS	HEALTH DISTRICT	INDIGENT AND CHARITY
ASSETS				
Cash - County Treasurer	\$ 465,366	\$ 37,438	\$ 27,908	\$ 832,038
Taxes receivable	14,227	3,552	3,646	8,447
Accounts receivable	-	-	-	-
Receivables from other agencies	44,693	417	770	1,715
	<u>\$ 524,286</u>	<u>\$ 41,407</u>	<u>\$ 32,324</u>	<u>\$ 842,200</u>
LIABILITIES, DEFERRED AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 28,629	\$ 37,340	\$ -	\$ 1,303
Accounts payable	-	-	-	-
Due to other funds	-	-	-	-
Accrued expenses	9,672	1,927	-	-
	<u>38,301</u>	<u>39,267</u>	<u>-</u>	<u>1,303</u>
DEFERRED INFLOWS OF RESOURCES				
Revenues unavailable for use	<u>11,903</u>	<u>2,944</u>	<u>3,046</u>	<u>7,059</u>
FUND BALANCES				
Reserved fund balances designated for specific purposes	-	-	-	-
Unreserved fund balances	474,082	(804)	29,278	833,838
	<u>474,082</u>	<u>(804)</u>	<u>29,278</u>	<u>833,838</u>
	<u>\$ 524,286</u>	<u>\$ 41,407</u>	<u>\$ 32,324</u>	<u>\$ 842,200</u>

	PARKS AND RECREATION	RE- VALUATION	TORT	WEEDS	FEDERAL & STATE GRANTS	MENTAL HEALTH ENHANCE
\$	282,523	\$ 404,040	\$ 114,443	\$ 270,146	\$ 2,390,680	\$ 8,050
	2,288	13,776	4,075	5,159	-	-
	-	-	-	-	-	-
	<u>464</u>	<u>864</u>	<u>1,110</u>	<u>540</u>	<u>5,312</u>	<u>-</u>
\$	<u>285,275</u>	<u>\$ 418,680</u>	<u>\$ 119,628</u>	<u>\$ 275,845</u>	<u>\$ 2,395,992</u>	<u>\$ 8,050</u>
\$	1,055	\$ 75,740	\$ -	\$ 11,435	\$ 17,112	\$ -
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>600</u>	<u>4,926</u>	<u>-</u>	<u>2,577</u>	<u>6,935</u>	<u>-</u>
	<u>1,655</u>	<u>80,666</u>	<u>-</u>	<u>14,012</u>	<u>24,047</u>	<u>-</u>
	<u>1,902</u>	<u>11,551</u>	<u>3,401</u>	<u>4,320</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>281,718</u>	<u>326,463</u>	<u>116,227</u>	<u>257,513</u>	<u>2,371,945</u>	<u>8,050</u>
	<u>281,718</u>	<u>326,463</u>	<u>116,227</u>	<u>257,513</u>	<u>2,371,945</u>	<u>8,050</u>
\$	<u>285,275</u>	<u>\$ 418,680</u>	<u>\$ 119,628</u>	<u>\$ 275,845</u>	<u>\$ 2,395,992</u>	<u>\$ 8,050</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2018

	MOSQUITO	911	LAW	7TH JUDICIAL
	ABATEMENT	EMERGENCY	CLERKS	DRUG
ASSETS				COURT
Cash - County Treasurer	\$ 219,190	\$ 134,807	\$ 105,510	\$ 418,241
Taxes receivable	10,591	-	-	-
Accounts receivable	-	-	-	-
Receivables from other agencies	12,010	-	-	-
	<u>\$ 241,791</u>	<u>\$ 134,807</u>	<u>\$ 105,510</u>	<u>\$ 418,241</u>
LIABILITIES, DEFERRED AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 13,470	\$ 23,044	\$ 10,240	\$ 28,974
Accounts payable	-	-	-	-
Due to other funds	-	-	-	-
Accrued expenses	2,582	1,378	6,964	17,594
	<u>16,052</u>	<u>24,422</u>	<u>17,204</u>	<u>46,568</u>
DEFERRED INFLOWS OF RESOURCES				
Revenues unavailable for use	<u>8,872</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Reserved fund balances designated for specific purposes	-	-	-	-
Unreserved fund balances	216,867	110,385	88,306	371,673
	<u>216,867</u>	<u>110,385</u>	<u>88,306</u>	<u>371,673</u>
	<u>\$ 241,791</u>	<u>\$ 134,807</u>	<u>\$ 105,510</u>	<u>\$ 418,241</u>

<u>SNOWMOBILE</u>	<u>CLERK</u>	<u>INTERLOCK/ MONITORING</u>	<u>SHERIFF'S REVOLVING</u>	<u>WATERWAYS</u>	<u>SHERIFF GRANTS</u>
\$ 100,462	\$ 688,533	\$ 7,314	\$ 79,225	\$ 7,467	\$ 80,027
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	21,153
<u>\$ 100,462</u>	<u>\$ 688,533</u>	<u>\$ 7,314</u>	<u>\$ 79,225</u>	<u>\$ 7,467</u>	<u>\$ 101,180</u>

\$ 500	\$ 390	\$ -	\$ -	\$ -	\$ 700
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>500</u>	<u>390</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>700</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>99,962</u>	<u>688,143</u>	<u>7,314</u>	<u>79,225</u>	<u>7,467</u>	<u>100,480</u>
<u>99,962</u>	<u>688,143</u>	<u>7,314</u>	<u>79,225</u>	<u>7,467</u>	<u>100,480</u>
<u>\$ 100,462</u>	<u>\$ 688,533</u>	<u>\$ 7,314</u>	<u>\$ 79,225</u>	<u>\$ 7,467</u>	<u>\$ 101,180</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2018

	SHERIFF'S CONCEALED WEAPONS	FAIR BOARD	SEARCH & RESCUE	TOTAL NONMAJOR SPECIAL REVENUE
ASSETS				
Cash - County Treasurer	\$ 19,759	\$ 172,794	\$ 13,594	\$ 6,879,555
Taxes receivable	-	1,362	-	67,123
Accounts receivable	-	-	-	-
Receivables from other agencies	-	189	-	89,237
	<u>\$ 19,759</u>	<u>\$ 174,345</u>	<u>\$ 13,594</u>	<u>\$ 7,035,915</u>
LIABILITIES, DEFERRED AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 114	\$ 29,300	\$ -	\$ 279,346
Accounts payable	-	-	-	-
Due to other funds	-	-	-	-
Accrued expenses	-	-	-	55,155
	<u>114</u>	<u>29,300</u>	<u>-</u>	<u>334,501</u>
DEFERRED INFLOWS OF RESOURCES				
Revenues unavailable for use	-	1,196	-	56,194
FUND BALANCES				
Reserved fund balances designated for specific purposes	-	-	-	-
Unreserved fund balances	19,645	143,849	13,594	6,645,220
	<u>19,645</u>	<u>143,849</u>	<u>13,594</u>	<u>6,645,220</u>
	<u>\$ 19,759</u>	<u>\$ 174,345</u>	<u>\$ 13,594</u>	<u>\$ 7,035,915</u>

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MADISON COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2018

	<u>DISTRICT COURT</u>	<u>FAIR GROUNDS & BUILDINGS</u>	<u>HEALTH DISTRICT</u>	<u>INDIGENT AND CHARITY</u>
REVENUES				
Taxes	\$ 717,017	\$ 179,933	\$ 183,934	\$ 400,170
Licenses and permits	-	-	-	-
Intergovernmental revenues	166,347	2,245	3,081	6,557
Charges for services	-	-	-	-
Fines and forfeitures	147,179	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	13,364	2,615	-	48,449
	<u>1,043,907</u>	<u>184,793</u>	<u>187,015</u>	<u>455,176</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	872,854	-	-	-
Public health	-	-	183,750	326,948
Street and public improvement	-	205,259	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	17,085	4,423	-	-
Trust remittance	-	-	-	-
	<u>889,939</u>	<u>209,682</u>	<u>183,750</u>	<u>326,948</u>
Excess (deficiency) of revenues over expenditures	153,968	(24,889)	3,265	128,228
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	153,968	(24,889)	3,265	128,228
Fund Balances, Oct. 1, 2017	<u>320,114</u>	<u>24,085</u>	<u>26,013</u>	<u>705,610</u>
FUND BALANCES, Sept. 30, 2018	<u>\$ 474,082</u>	<u>\$ (804)</u>	<u>\$ 29,278</u>	<u>\$ 833,838</u>

<u>PARKS AND RECREATION</u>	<u>RE- VALUATION</u>	<u>TORT</u>	<u>WEEDS</u>	<u>FEDERAL & STATE GRANTS</u>	<u>MENTAL HEALTH ENHANCE</u>
\$ 105,521	\$ 690,001	\$ 204,956	\$ 268,497	\$ -	\$ -
-	-	-	-	-	-
1,856	3,456	4,441	2,057	1,077,782	-
10,594	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
101	-	-	8,508	-	-
<u>118,072</u>	<u>693,457</u>	<u>209,397</u>	<u>279,062</u>	<u>1,077,782</u>	<u>-</u>
-	639,049	-	-	-	-
-	-	205,771	-	845,887	-
-	-	-	-	-	-
-	-	-	225,357	-	-
71,849	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,377	-	-	-	-	-
-	-	-	-	-	-
<u>88,226</u>	<u>639,049</u>	<u>205,771</u>	<u>225,357</u>	<u>845,887</u>	<u>-</u>
29,846	54,408	3,626	53,705	231,895	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>29,846</u>	<u>54,408</u>	<u>3,626</u>	<u>53,705</u>	<u>231,895</u>	<u>-</u>
<u>251,872</u>	<u>272,055</u>	<u>112,601</u>	<u>203,808</u>	<u>2,140,050</u>	<u>8,050</u>
\$ <u><u>281,718</u></u>	\$ <u><u>326,463</u></u>	\$ <u><u>116,227</u></u>	\$ <u><u>257,513</u></u>	\$ <u><u>2,371,945</u></u>	\$ <u><u>8,050</u></u>

MADISON COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2018

	MOSQUITO	911	LAW	7TH JUDICIAL
	ABATEMENT	EMERGENCY	CLERKS	DRUG COURT
REVENUES				
Taxes	\$ 605,215	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	41,277	-	-	934,414
Charges for services	8,180	479,812	449,815	575,844
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	760	-	-	-
	<u>655,432</u>	<u>479,812</u>	<u>449,815</u>	<u>1,510,258</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	-	420,100	446,263	1,543,493
Public health	551,601	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	78,019	185,973	-	-
Trust remittance	-	-	-	-
	<u>629,620</u>	<u>606,073</u>	<u>446,263</u>	<u>1,543,493</u>
Excess (deficiency) of revenues over expenditures	25,812	(126,261)	3,552	(33,235)
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	25,812	(126,261)	3,552	(33,235)
Fund Balances, Oct. 1, 2017	<u>191,055</u>	<u>236,646</u>	<u>84,754</u>	<u>404,908</u>
FUND BALANCES, Sept. 30, 2018	<u><u>\$ 216,867</u></u>	<u><u>\$ 110,385</u></u>	<u><u>\$ 88,306</u></u>	<u><u>\$ 371,673</u></u>

<u>SNOWMOBILE</u>	<u>CLERK</u>	<u>INTERLOCK/ MONITORING</u>	<u>SHERIFF'S REVOLVING</u>	<u>WATERWAYS</u>	<u>SHERIFF GRANTS</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
38,145	149,409	-	79,225	3,350	39,847
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	569	-	-	-
<u>38,145</u>	<u>149,409</u>	<u>569</u>	<u>79,225</u>	<u>3,350</u>	<u>39,847</u>
-	28,954	-	-	-	-
-	-	-	72,541	-	53,577
-	-	-	-	-	-
-	-	-	-	-	-
44,252	-	-	-	8,692	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,800	-	-	-	-	-
-	-	-	-	-	-
<u>50,052</u>	<u>28,954</u>	<u>-</u>	<u>72,541</u>	<u>8,692</u>	<u>53,577</u>
(11,907)	120,455	569	6,684	(5,342)	(13,730)
1,829	-	-	-	-	-
-	-	-	-	-	-
(10,078)	120,455	569	6,684	(5,342)	(13,730)
<u>110,040</u>	<u>567,688</u>	<u>6,745</u>	<u>72,541</u>	<u>12,809</u>	<u>114,210</u>
\$ <u><u>99,962</u></u>	\$ <u><u>688,143</u></u>	\$ <u><u>7,314</u></u>	\$ <u><u>79,225</u></u>	\$ <u><u>7,467</u></u>	\$ <u><u>100,480</u></u>

MADISON COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2018

	SHERIFF'S CONCEALED WEAPONS	FAIR BOARD	SEARCH & RESCUE	TOTAL NONMAJOR SPECIAL REVENUE
REVENUES				
Taxes	\$ -	\$ 86,530	\$ -	\$ 3,441,774
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	777	6,413	2,560,679
Charges for services	25,027	93,685	-	1,642,957
Fines and forfeitures	-	-	-	147,179
Investment interest	-	-	-	-
Misc. and contributions	-	25,962	3,357	103,685
	<u>25,027</u>	<u>206,954</u>	<u>9,770</u>	<u>7,896,274</u>
EXPENDITURES				
General government	-	-	-	668,003
Public safety	20,817	-	4,925	4,486,228
Public health	-	-	-	1,062,299
Street and public improvement	-	-	-	430,616
Parks, recreation, public property	-	125,273	-	250,066
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	66,791	-	374,468
Trust remittance	-	-	-	-
	<u>20,817</u>	<u>192,064</u>	<u>4,925</u>	<u>7,271,680</u>
Excess (deficiency) of revenues over expenditures	4,210	14,890	4,845	624,594
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	6,377	-	8,206
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	4,210	21,267	4,845	632,800
Fund Balances, Oct. 1, 2017	<u>15,435</u>	<u>122,582</u>	<u>8,749</u>	<u>6,012,420</u>
FUND BALANCES, Sept. 30, 2018	<u>\$ 19,645</u>	<u>\$ 143,849</u>	<u>\$ 13,594</u>	<u>\$ 6,645,220</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
September 30, 2018

	COURT FACILITY TRUST	DISTRICT COURT TRUST	MAGISTRATE COURT TRUST	PROSECUTOR TRUST
ASSETS				
Cash - County Treasurer	\$ 129,756	\$ 102,788	\$ 303,235	\$ 7,433
	<u>\$ 129,756</u>	<u>\$ 102,788</u>	<u>\$ 303,235</u>	<u>\$ 7,433</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ -	\$ -	\$ 303,235	\$ -
Accrued expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>303,235</u>	<u>-</u>
FUND BALANCES				
Unreserved fund balances	<u>129,756</u>	<u>102,788</u>	<u>0</u>	<u>7,433</u>
	<u>\$ 129,756</u>	<u>\$ 102,788</u>	<u>\$ 303,235</u>	<u>\$ 7,433</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
September 30, 2018

	PLANNING			
	JUVENILE PROBATION TRUST	AND ZONING TRUST	UNCLAIMED PROPERTY TRUST	JAIL BOND TRUST
ASSETS				
Cash - County Treasurer	\$ 39,902	\$ 9,575	\$ 3,733	\$ 21,484
	<u>\$ 39,902</u>	<u>\$ 9,575</u>	<u>\$ 3,733</u>	<u>\$ 21,484</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ -	\$ -	\$ -	\$ -
Accrued expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Unreserved fund balances	<u>39,902</u>	<u>9,575</u>	<u>3,733</u>	<u>21,484</u>
	<u>\$ 39,902</u>	<u>\$ 9,575</u>	<u>\$ 3,733</u>	<u>\$ 21,484</u>

	FAIR BOARD TRUST	TAYLOR GRAZING TRUST	AMBULANCE TRUST	VETERANS TRUST	MOODY BRIDGE TRUST	DISTRICT COURT INV. POOL TRUST
\$	<u>5,000</u>	\$ <u>2,000</u>	\$ <u>-</u>	\$ <u>142,009</u>	\$ <u>150,000</u>	\$ <u>-</u>
\$	<u><u>5,000</u></u>	\$ <u><u>2,000</u></u>	\$ <u><u>-</u></u>	\$ <u><u>142,009</u></u>	\$ <u><u>150,000</u></u>	\$ <u><u>-</u></u>
\$	<u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>5,000</u>	<u>2,000</u>	<u>-</u>	<u>142,009</u>	<u>150,000</u>	<u>-</u>
\$	<u><u>5,000</u></u>	\$ <u><u>2,000</u></u>	\$ <u><u>-</u></u>	\$ <u><u>142,009</u></u>	\$ <u><u>150,000</u></u>	\$ <u><u>-</u></u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
September 30, 2018

	TAX COLLECTOR'S TRUST	TAX REFUND TRUST	HOMELAND SECURITY TRUST	SHERIFF'S TRUST
ASSETS				
Cash - County Treasurer	\$ 147,483	\$ -	\$ 6	\$ 14,776
	<u>\$ 147,483</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 14,776</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ -	\$ -	\$ -	\$ -
Accrued expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Unreserved fund balances	<u>147,483</u>	<u>-</u>	<u>6</u>	<u>14,776</u>
	<u>\$ 147,483</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 14,776</u>

MOTOR VEHICLES AND DL TRUST	TOTAL PRIVATE PURPOSE TRUST FUNDS
\$ <u>320,329</u>	\$ <u>1,399,509</u>
\$ <u><u>320,329</u></u>	\$ <u><u>1,399,509</u></u>
\$ 318,868	\$ 622,103
<u>-</u>	<u>-</u>
<u>318,868</u>	<u>622,103</u>
<u>1,461</u>	<u>777,406</u>
\$ <u><u>320,329</u></u>	\$ <u><u>1,399,509</u></u>

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MADISON COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
For the Year Ended September 30, 2018

	COURT FACILITY TRUST	DISTRICT COURT TRUST	MAGISTRATE COURT TRUST	PROSECUTOR TRUST
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	25,000	-	-
Charges for services	-	-	-	-
Fines and forfeitures	7,720	2,710	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>7,720</u>	<u>27,710</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General government	-	-	352,688	-
Public safety	-	-	-	-
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	-	-	-
Trust remittance	-	-	-	-
	<u>-</u>	<u>-</u>	<u>352,688</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	7,720	27,710	(352,688)	-
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses	7,720	27,710	(352,688)	-
Fund Balances, Oct. 1, 2017	<u>122,036</u>	<u>75,078</u>	<u>352,688</u>	<u>7,433</u>
FUND BALANCES, Sept. 30, 2018	<u>\$ 129,756</u>	<u>\$ 102,788</u>	<u>\$ 0</u>	<u>\$ 7,433</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
For the Year Ended September 30, 2018

	JUVENILE PROBATION TRUST	PLANNING AND ZONING TRUST	UNCLAIMED PROPERTY TRUST	JAIL BOND TRUST
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	39,902	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	1,530	-	-
	<u>39,902</u>	<u>1,530</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General government	-	(6,875)	-	-
Public safety	28,838	-	-	-
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	-	-	-
Trust remittance	-	-	-	-
	<u>28,838</u>	<u>(6,875)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	11,064	8,405	-	-
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	11,064	8,405	-	-
Fund Balances, Oct. 1, 2017	<u>28,838</u>	<u>1,170</u>	<u>3,733</u>	<u>21,484</u>
FUND BALANCES, Sept. 30, 2018	<u>\$ 39,902</u>	<u>\$ 9,575</u>	<u>\$ 3,733</u>	<u>\$ 21,484</u>

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MADISON COUNTY - STATE OF IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
For the Year Ended September 30, 2018

	TAX COLLECTOR'S TRUST	TAX REFUND TRUST	HOMELAND SECURITY TRUST	SHERIFF'S TRUST
REVENUES				
Taxes	\$ 222,437	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	279,232
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>222,437</u>	<u>-</u>	<u>-</u>	<u>279,232</u>
EXPENDITURES				
General government	189,956	-	-	-
Public safety	-	-	-	274,139
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	-	-	-
Trust remittance	-	-	-	-
	<u>189,956</u>	<u>-</u>	<u>-</u>	<u>274,139</u>
Excess (deficiency) of revenues over expenditures	32,481	-	-	5,093
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses	32,481	-	-	5,093
Fund Balances, Oct. 1, 2017	<u>115,002</u>	<u>-</u>	<u>6</u>	<u>9,683</u>
FUND BALANCES, Sept. 30, 2018	<u>\$ 147,483</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 14,776</u>

MOTOR VEHICLES AND DL TRUST	TOTAL PRIVATE PURPOSE TRUST FUNDS
\$ -	\$ 222,437
4,354,072	4,354,072
-	308,911
-	-
-	289,662
-	-
-	1,530
<u>4,354,072</u>	<u>5,176,612</u>
4,353,377	5,031,458
-	302,977
-	-
-	-
-	1,946
-	-
-	-
-	-
-	-
-	-
<u>4,353,377</u>	<u>5,336,381</u>
695	(159,769)
-	-
-	-
<u>695</u>	<u>(159,769)</u>
766	937,175
<u>1,461</u>	<u>777,406</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - AGENCY FUNDS
September 30, 2018

	DEPARTMENT OF			
	STATE	TRANS-	CITIES	SCHOOL
	REMITTANCE	PORTATION		DISTRICTS
ASSETS				
Cash - County Treasurer	\$ 48,645	\$ 187,761	\$ 17,588	\$ 19,129
Taxes receivable	-	-	-	-
Receivables from other agencies	-	-	-	-
	<u>\$ 48,645</u>	<u>\$ 187,761</u>	<u>\$ 17,588</u>	<u>\$ 19,129</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 47,985	\$ 187,761	\$ 17,588	\$ 19,129
Due to other agencies	660	-	-	-
	<u>\$ 48,645</u>	<u>\$ 187,761</u>	<u>\$ 17,588</u>	<u>\$ 19,129</u>

<u>LIBRARIES</u>	<u>CEMETERIES</u>	<u>FIRE DISTRICTS</u>	<u>FLOOD DISTRICTS</u>	<u>FAIR BOARD</u>	<u>HISTORICAL SOCIETY</u>
\$ 2,942	\$ 1,706	\$ 6,528	\$ -	\$ -	\$ 7
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 2,942</u>	<u>\$ 1,706</u>	<u>\$ 6,528</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7</u>

\$ 2,942	\$ 1,706	\$ 6,528	\$ -	\$ -	\$ 6
-	-	-	-	-	1
<u>\$ 2,942</u>	<u>\$ 1,706</u>	<u>\$ 6,528</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - AGENCY FUNDS
September 30, 2018

	VETERAN'S MEMORIAL	AIRPORT	VARIOUS OTHER AGENCY FUNDS	TOTAL AGENCY FUNDS
ASSETS				
Cash - County Treasurer	\$ 23	\$ 7	\$ 3,242,194	\$ 3,526,530
Taxes receivable	-	-	-	-
Receivables from other agencies	-	-	-	-
	<u>\$ 23</u>	<u>\$ 7</u>	<u>\$ 3,242,194</u>	<u>\$ 3,526,530</u>

LIABILITIES AND FUND BALANCES

LIABILITIES				
Warrants payable	\$ 23	\$ 7	\$ 3,206	\$ 286,881
Due to other agencies	-	-	3,238,988	3,239,649
	<u>\$ 23</u>	<u>\$ 7</u>	<u>\$ 3,242,194</u>	<u>\$ 3,526,530</u>

OTHER SUPPLEMENTARY INFORMATION

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE			
<i>Clerk/Auditor</i>			
Salary - officer	\$ 66,196	\$ 66,096	\$ 100
Salary - deputies	152,311	116,526	35,785
Total A	218,507	182,622	35,885
Travel	4,183	3,493	690
Supplies	5,600	5,677	(77)
Repairs & maintenance	5,100	4,958	142
Dues/membership	740	780	(40)
Microfilm/microfiche	20,000	19,857	143
Miscellaneous	-	-	-
Utilities	1,084	1,065	19
Capital outlay	-	-	-
Total B	36,707	35,830	877
Department totals	255,214	218,452	36,762
<i>Assessor</i>			
Salary - officer	63,330	63,715	(385)
Salary - deputy	199,092	183,996	15,096
Total A	262,422	247,711	14,711
Travel	-	-	-
Supplies	-	-	-
Repairs & maintenance	2,500	2,836	(336)
State Unemployment	5,000	-	5,000
Miscellaneous	7,000	5,954	1,046
Utilities	3,500	2,369	1,131
Capital outlay	-	-	-
Total B	18,000	11,159	6,841
Department totals	\$ 280,422	\$ 258,870	\$ 21,552

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE (Continued)			
<i>Treasurer/Tax Collector</i>			
Salary - officer	\$ 63,330	\$ 63,991	\$ (661)
Salary - deputies	97,280	66,842	30,438
Salary - employee, part-time	1,435	-	1,435
Salary - overtime	-	-	-
Total A	162,045	130,833	31,212
Travel	2,000	1,150	850
Supplies	4,291	3,685	606
Professional services-tax billing	4,545	4,545	-
Repairs & maintenance	1,000	50	950
Advertising	1,000	-	1,000
Dues/membership	150	150	-
Miscellaneous	1,300	1,252	48
Capital outlay	-	-	-
Total B	14,286	10,832	3,454
Department Totals	176,331	141,665	34,666
<i>Commissioners</i>			
Salary - commissioners	100,280	98,767	1,513
Total A	100,280	98,767	1,513
Travel	9,000	7,431	1,569
Supplies	1,000	801	199
Vehicles fuel	940	-	940
Dues/membership	1,550	1,630	(80)
Utilities	3,000	2,701	299
Centennial fund	-	-	-
Capital outlay	-	-	-
Total B	15,490	12,563	2,927
Department Totals	\$ 115,770	\$ 111,330	\$ 4,440

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>Coroner</i>			
Salary - coroner	\$ 14,060	\$ 14,035	\$ 25
Salary - deputy	1,045	1,043	2
Total A	15,105	15,078	27
Travel	1,000	586	414
Supplies	650	705	(55)
Utilities/telephone	1,000	219	781
Coroner	6,000	2,943	3,057
Capital outlay	-	-	-
Total B	8,650	4,453	4,197
Department Totals	23,755	19,531	4,224
<i>Building & Grounds</i>			
Salary - supervisor	48,950	45,068	3,882
Salary - asst maint	88,685	88,035	650
Salary - other personnel	4,000	-	4,000
Total A	141,635	133,103	8,532
Supplies	6,000	5,175	825
Utilities	224,550	181,689	42,861
Repairs & maintenance	118,960	151,572	(32,612)
Miscellaneous	-	-	-
Contracts	25,830	26,870	(1,040)
Capital outlay	-	-	-
Total B	375,340	365,306	10,034
Department Totals	516,975	498,409	18,566
<i>Prosecuting Attorney</i>			
Salary - officer	116,392	116,217	175
Salary - deputies	78,570	78,450	120
Salary-civil attorney	66,970	66,862	108
Salary-other	56,000	52,358	3,642
Salary - employee, full-time	87,323	85,801	1,522
Total A	405,255	399,688	5,567
Travel	15,000	13,093	1,907
Supplies	9,000	9,547	(547)
Repairs & maintenance	1,500	1,494	6
Dues/membership	6,300	9,004	(2,704)
State Unemployment	3,000	20	2,980
Miscellaneous	2,850	2,960	(110)
Capital outlay	5,000	5,560	(560)
Total B	42,650	41,678	972
Department Totals	\$ 447,905	\$ 441,366	\$ 6,539

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>County Agent</i>			
Salary - deputies	\$ 39,560	\$ 39,502	\$ 58
Salary - employee, part-time	<u>41,825</u>	<u>41,351</u>	<u>474</u>
Total A	<u>81,385</u>	<u>80,853</u>	<u>532</u>
County Agent expenses	3,000	2,977	23
Supplies	2,000	2,607	(607)
Vehicles	3,000	2,408	592
Repairs & maintenance	500	295	205
4-H expense	2,000	6,223	(4,223)
FF Agent expenses	3,000	2,884	116
Contracts	3,000	2,159	841
Cell phones	1,700	1,420	280
Fair expense	8,350	4,131	4,219
Capital outlay	<u>1,000</u>	<u>1,004</u>	<u>(4)</u>
Total B	<u>27,550</u>	<u>26,108</u>	<u>1,442</u>
Department Totals	<u>108,935</u>	<u>106,961</u>	<u>1,974</u>
<i>Data Processing</i>			
Salary - supervisor	-	-	-
Salary - employee, part-time	<u>-</u>	<u>-</u>	<u>-</u>
Total A	<u>-</u>	<u>-</u>	<u>-</u>
Travel	-	-	-
Supplies	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>-</u>	<u>-</u>	<u>-</u>
Department Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE (Continued)			
<i>Elections</i>			
Salary - employee, full-time	\$ 32,631	\$ 35,119	\$ (2,488)
Salary - employee, part-time	9,400	866	8,534
Total A	42,031	35,985	6,046
Travel	500	-	500
Repairs & maintenance	9,000	9,000	-
Election-workers	18,000	8,410	9,590
Election-expenses	30,000	44,917	(14,917)
Capital outlay	2,500	-	2,500
Total B	60,000	62,327	(2,327)
Department Totals	102,031	98,312	3,719
<i>County General</i>			
Personnel benefits	295,000	297,074	(2,074)
Insurance	1,162,200	1,202,970	(40,770)
Medical insurance buydown	150,000	150,000	-
Professional services	31,000	30,500	500
Contingency account	220,000	221,435	(1,435)
Dues & membership	28,102	16,306	11,796
Postage	15,000	16,064	(1,064)
Printing	9,000	2,579	6,421
Miscellaneous	24,000	21,545	2,455
Cloud seeding and legislative tour	4,000	4,000	-
Special funds	90,000	119,400	(29,400)
Soil Conservation	6,000	6,000	-
Senior Citizens Center	13,000	12,000	1,000
City Airport construction	10,000	10,000	-
City Airport OP deficit	2,000	2,000	-
City Golf debt	20,000	20,000	-
City Airport Legacy Flight Museum	13,000	12,975	25
New Airport construction	300,000	300,000	-
Fair Ground improvements	100,000	100,000	-
HVAC Courthouse	200,000	146,815	53,185
D.A.R.E. program	8,500	8,500	-
City-Golf Course	14,000	14,000	-
Project funds	29,000	8,682	20,318
Commissioner's reserve	315,000	315,855	(855)
Juvenile detention	539,000	538,964	36
Capital outlay	50,000	4,134	45,866
Total B	3,647,802	3,581,798	66,004
Department Totals	\$ 3,647,802	\$ 3,581,798	\$ 66,004

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE (Continued)			
<i>Planning and Zoning</i>			
Salary - building inspector	\$ 25,028	\$ 25,028	\$ -
Salary - employee, full time	63,873	68,150	(4,277)
Salary - other	33,155	33,106	49
Total A	122,056	126,284	(4,228)
Travel	10,000	6,620	3,380
Supplies	1,300	2,258	(958)
Dues & membership	1,000	318	682
Printing	3,800	2,322	1,478
Miscellaneous	1,000	1,129	(129)
Education & training	4,500	4,619	(119)
Contracts - other	59,000	35,531	23,469
Utilities	2,600	1,068	1,532
Surveyor	-	-	-
Total B	83,200	53,865	29,335
Department Totals	205,256	180,149	25,107
<i>Homeland Security</i>			
Salary - officer	34,000	34,000	-
Salary - employee, part-time	-	-	-
Total A	34,000	34,000	-
Travel	-	-	-
Administrative fees	1,000	1,000	-
Repairs, maintenance & fuel	-	-	-
Fringe Benefits-Other	15,300	15,300	-
Contracts	-	64	(64)
Capital outlay	2,500	2,436	64
Total B	18,800	18,800	-
Department Totals	\$ 52,800	\$ 52,800	\$ -

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE (Continued)			
<i>Information Technology</i>			
Salary - employee, full time	52,569	54,255	(1,686)
Salary - employee supervisor	71,943	72,531	(588)
Total A	124,512	126,786	(2,274)
Travel	7,000	-	7,000
Supplies	4,000	1,858	2,142
Project - Law Enforcement	15,800	15,800	-
Software & hardware	-	-	-
Project	15,000	15,000	-
Software & hardware - Law Enforcement	175,750	131,723	44,027
Total B	217,550	164,381	53,169
Department Totals	\$ 342,062	\$ 291,167	\$ 50,895
<i>Service officer</i>			
Salary - supervisor	18,550	20,822	(2,272)
Salary - employee, full time	4,200	1,997	2,203
Total A	22,750	22,819	(69)
Travel	700	799	(99)
Supplies	1,200	2,315	(1,115)
Utilities	450	-	450
Miscellaneous	-	-	-
Total B	2,350	3,114	(764)
Department Totals	25,100	25,933	(833)
Adjustments	-	-	-
TOTAL CURRENT EXPENSE	\$ 6,300,358	\$ 6,026,743	\$ 273,615

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
ROAD AND BRIDGE			
Salary - supervisor	\$ 53,080	\$ 54,349	\$ (1,269)
Salary - foreman	53,080	54,349	(1,269)
Salary - employee, full time	892,181	874,710	17,471
Salary - employee, part-time	15,370	12,128	3,242
	<u>1,013,711</u>	<u>995,536</u>	<u>18,175</u>
Total A			
Personnel benefits	660,600	648,013	12,587
Travel	-	-	-
Supplies	7,500	7,683	(183)
Utilities	51,000	60,207	(9,207)
Vehicles	390,000	393,059	(3,059)
Repairs & maintenance	433,000	346,761	86,239
Rent/lease	267,000	168,983	98,017
Transportation plan	462,000	516,466	(54,466)
Freight	1,500	625	875
Computer software	-	-	-
Dues	-	-	-
Miscellaneous	45,000	41,096	3,904
Education	7,000	8,195	(1,195)
Signs	15,000	15,143	(143)
Road oil	268,300	304,643	(36,343)
Repairs/maint-Moody Bridge	50,000	50,000	-
LRIP Grant	-	-	-
Culverts	-	-	-
Crushed gravel	-	-	-
Plant asphalt mix	-	-	-
Contracts	-	-	-
Grant match	-	-	-
HB 312	300,000	205,343	94,657
UST testing & leak detection	-	-	-
Contingency account	-	1,716	(1,716)
Capital outlay	432,000	28,949	403,051
	<u>3,389,900</u>	<u>2,796,882</u>	<u>593,018</u>
Total B			
Total Road and Bridge	\$ <u>4,403,611</u>	\$ <u>3,792,418</u>	\$ <u>611,193</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
AMBULANCE			
Salary - employee, part time	\$ -	\$ -	\$ -
Salary - overtime	-	-	-
Salary - employee, full time	<u>847,000</u>	<u>847,000</u>	<u>-</u>
Total A	<u>847,000</u>	<u>847,000</u>	<u>-</u>
Personnel benefits	405,950	405,950	-
Supplies	-	-	-
Travel	-	-	-
Uniforms	-	-	-
Miscellaneous	306,950	302,827	4,123
Utilities	-	-	-
Repairs & maintenance	-	-	-
Refunds	-	4,533	(4,533)
Contingency account	-	-	-
Capital outlay	<u>7,333</u>	<u>7,333</u>	<u>-</u>
Total B	<u>720,233</u>	<u>720,643</u>	<u>(410)</u>
Total Ambulance	<u>\$ 1,567,233</u>	<u>\$ 1,567,643</u>	<u>\$ (410)</u>
FAIR, GROUNDS AND BUILDINGS			
Salary - employee, full time	\$ 32,455	\$ 32,420	\$ 35
Salary-supervisor	47,188	49,574	(2,386)
Salary - employee, part-time	<u>50,000</u>	<u>48,886</u>	<u>1,114</u>
Total A	<u>129,643</u>	<u>130,880</u>	<u>(1,237)</u>
Personnel benefits	68,500	57,224	11,276
Utilities	13,500	12,986	514
Vehicles	2,500	2,513	(13)
Repairs & maintenance	-	1,200	(1,200)
Miscellaneous	-	-	-
Capital outlay	<u>4,856</u>	<u>4,423</u>	<u>433</u>
Total B	<u>89,356</u>	<u>78,346</u>	<u>11,010</u>
Total Fair, Grounds and Buildings	<u>\$ 218,999</u>	<u>\$ 209,226</u>	<u>\$ 9,773</u>
CERT TRAINING/EQUIP			
Supplies	\$ -	\$ 5,915	\$ (5,915)
Total Cert Training/Equip	<u>\$ -</u>	<u>\$ 5,915</u>	<u>\$ (5,915)</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
DISTRICT COURT			
<i>District & Magistrate</i>			
Salary - employee, full time	\$ 258,481	\$ 219,774	\$ 38,707
Total A	<u>258,481</u>	<u>219,774</u>	<u>38,707</u>
Personnel benefits	168,384	159,559	8,825
Travel	1,100	1,506	(406)
Supplies	16,000	11,265	4,735
Repairs	500	296	204
Professional services	3,500	1,544	1,956
Contingency account	45,581	9,287	36,294
Law library	16,000	1,367	14,633
Postage	15,000	14,614	386
Reimbursement-General Fund	-	-	-
Workman's comp. insurance	600	550	50
Witness fees	10,000	1,302	8,698
Jury	104,096	97,999	6,097
Public defender	10,000	1,098	8,902
Utilities	3,000	2,201	799
Contracts	45,000	45,299	(299)
Capital outlay	<u>1,288</u>	<u>-</u>	<u>1,288</u>
Total B	<u>440,049</u>	<u>347,887</u>	<u>92,162</u>
Department Totals	<u>698,530</u>	<u>567,661</u>	<u>130,869</u>
<i>Juvenile Probation</i>			
Salary - supervisor	70,550	70,440	110
Salary - employee, full time	47,659	47,581	78
Intensive officer	43,207	43,138	69
Intensive secretary	16,336	16,308	28
Salary - employee, part-time	<u>22,182</u>	<u>13,211</u>	<u>8,971</u>
Total A	<u>199,934</u>	<u>190,678</u>	<u>9,256</u>
Personnel benefits	98,955	85,322	13,633
Travel	500	667	(167)
Supplies	1,000	908	92
Cell phones	4,000	3,700	300
Printing	100	-	100
Vehicles	6,700	3,333	3,367
Miscellaneous	19,014	12,081	6,933
Drug screens	300	-	300
Training	4,000	2,177	1,823
Grants and assesement	3,500	3,561	(61)
Capital outlay	<u>17,500</u>	<u>17,085</u>	<u>415</u>
Total B	<u>155,569</u>	<u>128,834</u>	<u>26,735</u>
Department Totals	<u>355,503</u>	<u>319,512</u>	<u>35,991</u>
Total District Court	<u>\$ 1,054,033</u>	<u>\$ 887,173</u>	<u>\$ 166,860</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
HEALTH DISTRICT			
Utilities	\$ -	\$ -	\$ -
Repairs & maintenance	-	-	-
Miscellaneous	-	-	-
Building payments	183,750	183,750	-
Capital outlay	-	-	-
Total B	183,750	183,750	-
Total Health District	\$ 183,750	\$ 183,750	\$ -
INDIGENT AND CHARITY			
Salary - employee, full time	\$ 34,510	\$ 34,832	\$ (322)
Salary - employee, part time	36,230	-	36,230
Total A	70,740	34,832	35,908
Personnel benefits	47,738	23,777	23,961
Travel	1,400	488	912
Supplies	8,000	3,454	4,546
Hospital	252,300	104,223	148,077
Miscellaneous	50,000	50,191	(191)
Medical	8,000	-	8,000
Public Defender	90,000	89,573	427
Contingency	65,000	-	65,000
Food & housing	8,000	3,165	4,835
Utilities	8,000	953	7,047
Burials	15,000	4,200	10,800
Crisis Center	2,500	1,315	1,185
Catastrophic	120,000	11,334	108,666
Capital outlay	-	-	-
Total B	675,938	292,673	383,265
Total Indigent	\$ 746,678	\$ 327,505	\$ 419,173
SEARCH & RESCUE			
Supplies	\$ 2,000	\$ 2,127	\$ (127)
Repairs and maintenance	1,500	1,263	237
Capital outlay	6,500	1,535	4,965
Total Search & Rescue	\$ 10,000	\$ 4,925	\$ 5,075

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
PARKS AND RECREATION			
Salary - employee, full-time	\$ 0	\$ -	\$ -
Salary - employee, part-time	<u>40,000</u>	<u>22,793</u>	<u>17,207</u>
Total A	<u>40,000</u>	<u>22,793</u>	<u>17,207</u>
Personnel benefits	14,900	12,744	2,156
Travel	-	-	-
Supplies - other	20,100	20,430	(330)
Utilities	1,150	1,077	73
Vehicles	5,000	6,556	(1,556)
Repairs & maintenance	7,000	7,989	(989)
Miscellaneous	4,000	31	3,969
Contingency	-	-	-
Grant expenditures	-	-	-
Insurance	100	-	100
Capital outlay	<u>25,000</u>	<u>16,377</u>	<u>8,623</u>
Total B	<u>77,250</u>	<u>65,204</u>	<u>12,046</u>
Total Parks and Recreation	<u>\$ 117,250</u>	<u>\$ 87,997</u>	<u>\$ 29,253</u>
REVALUATION			
Salary - employee, full-time	\$ 230,000	\$ 209,069	\$ 20,931
Salary - employee, part-time	94,150	94,150	-
Salary - officer	<u>-</u>	<u>-</u>	<u>-</u>
Total A	<u>324,150</u>	<u>303,219</u>	<u>20,931</u>
Personnel benefits	176,920	161,442	15,478
Travel	11,500	9,252	2,248
Supplies	12,500	11,476	1,024
Cell phone	3,300	6,679	(3,379)
Contract labor	20,000	20,000	-
Vehicles	5,000	1,646	3,354
Miscellaneous	20,000	20,000	-
Contracts - appraisals	50,000	49,960	40
Dues	1,500	1,173	327
GIS expenses	55,950	52,391	3,559
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>356,670</u>	<u>334,019</u>	<u>22,651</u>
Total Revaluation	<u>\$ 680,820</u>	<u>\$ 637,238</u>	<u>\$ 43,582</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
TORT LIABILITY			
Insurance-liability	\$ 205,771	\$ 205,771	\$ -
Judgements	-	-	-
Miscellaneous	-	-	-
Total Tort Liability	<u>\$ 205,771</u>	<u>\$ 205,771</u>	<u>\$ -</u>
WEEDS			
Salary - employee, full and part-time	\$ 112,572	\$ 79,876	\$ 32,696
Salary - supervisor	<u>15,887</u>	<u>15,887</u>	<u>-</u>
Total A	<u>128,459</u>	<u>95,763</u>	<u>32,696</u>
Personnel benefits	72,681	54,449	18,232
Travel	2,000	1,189	811
Supplies	2,200	1,500	700
Utilities	4,100	3,058	1,042
Vehicles	7,500	3,658	3,842
Repairs & maintenance	9,425	7,935	1,490
Contingency account	-	-	-
Miscellaneous	10,000	10,000	-
Information and education	-	-	-
Chemicals/Contracts	40,850	48,167	(7,317)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>148,756</u>	<u>129,956</u>	<u>18,800</u>
Total Weeds	<u>\$ 277,215</u>	<u>\$ 225,719</u>	<u>\$ 51,496</u>
DRUG COURT GRANT			
Salaries - supervisor	\$ 59,755	\$ 59,662	\$ 93
Salary - other	<u>-</u>	<u>-</u>	<u>-</u>
Total A	<u>59,755</u>	<u>59,662</u>	<u>93</u>
Personnel benefits	28,340	25,802	2,538
Medical-drug testing	39,500	18,592	20,908
Insurance	710	500	210
Supplies	2,500	1,523	977
Travel	27,234	1,051	26,183
District Drug Court manager	1,175	95	1,080
Utilities	684	583	101
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total B	<u>105,143</u>	<u>48,146</u>	<u>56,997</u>
Total Drug Court Grant	<u>\$ 164,898</u>	<u>\$ 107,808</u>	<u>\$ 57,090</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
JUSTICE FUND			
Salaries - sheriff	\$ 75,511	\$ 76,973	\$ (1,462)
Salaries - employees	<u>2,941,979</u>	<u>2,899,683</u>	<u>42,296</u>
Total A	<u>3,017,490</u>	<u>2,976,656</u>	<u>40,834</u>
Personnel benefits	877,172	886,629	(9,457)
HRA funding	50,000	50,000	-
Extradition	2,000	209	1,791
Utilities	26,500	21,185	5,315
Vehicles	123,000	118,290	4,710
Information technology	121,000	122,344	(1,344)
Repairs and maintenance	5,500	3,601	1,899
Jail	408,000	372,845	35,155
Dues/membership	5,000	4,030	970
Uniforms	17,700	16,407	1,293
Weapons/ammunition	14,000	12,851	1,149
Miscellaneous	6,000	6,067	(67)
SWAT team	2,500	2,565	(65)
Supplies	56,500	54,116	2,384
Training	50,000	50,000	-
Contracts	13,000	12,670	330
Community watch	1,000	1,057	(57)
Body/vehicle camera	20,000	20,486	(486)
Juvenile expenses	4,000	4,278	(278)
Capital outlay	<u>147,000</u>	<u>140,560</u>	<u>6,440</u>
Total B	<u>1,949,872</u>	<u>1,900,190</u>	<u>49,682</u>
Total Justice Fund	<u>\$ 4,967,362</u>	<u>\$ 4,876,846</u>	<u>\$ 90,516</u>
CONSOLIDATED ELECTIONS			
Salaries - employees	\$ <u>48,425</u>	\$ <u>28,301</u>	\$ <u>20,124</u>
Total A	<u>48,425</u>	<u>28,301</u>	<u>20,124</u>
Personnel benefits	44,125	20,724	23,401
Travel	2,000	-	2,000
Repairs & maintenance	9,000	9,430	(430)
Administration fees	40,000	40,000	-
Election expenses	<u>40,000</u>	<u>18,730</u>	<u>21,270</u>
Total B	<u>135,125</u>	<u>88,884</u>	<u>46,241</u>
Total Consolidated Elections	<u>\$ 183,550</u>	<u>\$ 117,185</u>	<u>\$ 66,365</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
TRI-COUNTY MSD. PROBATION			
Salaries	\$ 223,980	\$ 222,633	\$ 1,347
Salary - other	-	-	-
Total A	223,980	222,633	1,347
Personnel benefits	162,828	105,147	57,681
Travel	17,000	11,337	5,663
Supplies	6,500	1,673	4,827
Consultants	81,000	-	81,000
Operating expenses	13,600	17,253	(3,653)
Training	5,000	-	5,000
Testing lab	50,000	54,478	(4,478)
Utilities	5,900	5,320	580
Capital outlay	21,000	15,200	5,800
Total B	362,828	210,408	152,420
Total Tri-County Msd. Probation	\$ 586,808	\$ 433,041	\$ 153,767
MOSQUITO ABATEMENT			
Salaries-supervisor	\$ 15,887	\$ 15,887	\$ -
Salary - employee, full and part-time	88,200	107,135	(18,935)
Total A	104,087	123,022	(18,935)
Travel-meetings	3,500	3,317	183
Supplies-office	2,300	2,401	(101)
Personnel benefits	63,700	61,194	2,506
State unemployment	4,000	4,494	(494)
Vehicles	13,000	12,288	712
Chemicals	220,000	230,824	(10,824)
Miscellaneous	60,000	60,403	(403)
Repairs & maintenance	55,000	48,536	6,464
Utilities	7,219	4,464	2,755
Capital outlay	100,000	78,019	21,981
Total B	528,719	505,940	22,779
Total Mosquito Abatement	\$ 632,806	\$ 628,962	\$ 3,844

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
LAW CLERKS			
Salary - employees	\$ 331,781	\$ 308,178	\$ 23,603
Total A	<u>331,781</u>	<u>308,178</u>	<u>23,603</u>
Personnel benefits	174,240	127,326	46,914
Supplies	-	-	-
Operating expenses	8,719	4,166	4,553
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>182,959</u>	<u>131,492</u>	<u>51,467</u>
Total Law Clerks	<u>\$ 514,740</u>	<u>\$ 439,670</u>	<u>\$ 75,070</u>
FEDERAL TRANSPORT			
Salaries	\$ 15,000	\$ 15,056	\$ (56)
Total A	<u>15,000</u>	<u>15,056</u>	<u>(56)</u>
Personnel benefits	5,100	2,908	2,192
Travel	-	-	-
Vehicle	-	-	-
Miscellaneous	5,400	872	4,528
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>10,500</u>	<u>3,780</u>	<u>6,720</u>
Total Federal Transport	<u>\$ 25,500</u>	<u>\$ 18,836</u>	<u>\$ 6,664</u>
911 EMERGENCY			
Salaries - director	\$ 43,000	\$ 35,033	\$ 7,967
Salaries - employees	<u>64,099</u>	<u>78,911</u>	<u>(14,812)</u>
Total A	<u>107,099</u>	<u>113,944</u>	<u>(6,845)</u>
Personnel benefits	54,518	47,465	7,053
Travel	5,000	3,405	1,595
Training	5,000	6,645	(1,645)
Contracts	200,000	236,023	(36,023)
Supplies	2,000	1,189	811
Dues	1,000	485	515
Miscellaneous	-	-	-
Repairs & maintenance	10,000	11,274	(1,274)
Capital outlay	<u>230,000</u>	<u>185,973</u>	<u>44,027</u>
Total B	<u>507,518</u>	<u>492,459</u>	<u>15,059</u>
Total Enhanced 911 Emergency	<u>\$ 614,617</u>	<u>\$ 606,403</u>	<u>\$ 8,214</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
FAIR BOARD			
Rodeo	\$ 35,000	\$ 42,697	\$ (7,697)
Contract labor	5,000	-	5,000
Fair expenses	20,000	49,009	(29,009)
Rent	4,900	5,553	(653)
Repairs/maint	8,000	8,666	(666)
Admin fees	10,000	10,000	-
Sales tax	5,000	5,091	(91)
Advertising	15,000	615	14,385
Miscellaneous	3,000	3,642	(642)
Capital outlay	85,099	66,791	18,308
Total Cert Training/Equipment	<u>\$ 190,999</u>	<u>\$ 192,064</u>	<u>\$ (1,065)</u>
SNOWMOBILE			
Salaries - employee, part-time	\$ 4,000	\$ -	\$ 4,000
Salaries - other	<u>12,000</u>	<u>9,426</u>	<u>2,574</u>
Total A	<u>16,000</u>	<u>9,426</u>	<u>6,574</u>
Personnel benefits	1,730	1,221	509
Supplies	1,500	436	1,064
Vehicle	12,000	3,486	8,514
Repairs & maintenance	22,000	26,671	(4,671)
Utilities	1,800	1,512	288
Miscellaneous	1,500	1,500	-
Capital outlay	<u>6,000</u>	<u>5,800</u>	<u>200</u>
Total B	<u>46,530</u>	<u>40,626</u>	<u>5,904</u>
Total Snowmobile	<u>\$ 62,530</u>	<u>\$ 50,052</u>	<u>\$ 12,478</u>
7TH JUDICIAL DRUG COURT TREATMENT			
Salaries - clinical director	\$ 80,800	\$ 80,800	\$ -
Salary - other personnel	<u>843,750</u>	<u>832,894</u>	<u>10,856</u>
Total A	<u>924,550</u>	<u>913,694</u>	<u>10,856</u>
Personnel benefits	507,094	351,233	155,861
Travel	39,100	43,996	(4,896)
HRA	20,000	20,000	-
Supplies	40,000	34,668	5,332
Utilities	24,000	20,565	3,435
Contingency	20,000	2,550	17,450
Rent	92,584	93,253	(669)
Professional services	27,800	33,684	(5,884)
Dues	15,000	9,904	5,096
Capital outlay	<u>15,000</u>	<u>17,255</u>	<u>(2,255)</u>
Total B	<u>800,578</u>	<u>627,108</u>	<u>173,470</u>
Total 7th Judicial Drug Court Treatment	<u>\$ 1,725,128</u>	<u>\$ 1,540,802</u>	<u>\$ 184,326</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CLERK			
General government	\$ -	\$ 28,954	\$ (28,954)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total Clerk	<u>\$ -</u>	<u>\$ 28,954</u>	<u>\$ (28,954)</u>
INTERLOCK/MONITORING			
Public safety	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Total Interlock/Monitoring	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
SHERIFF'S REVOLVING			
Public safety	\$ <u>-</u>	\$ <u>72,541</u>	\$ <u>(72,541)</u>
Total Sheriff's Revolving	<u>\$ -</u>	<u>\$ 72,541</u>	<u>\$ (72,541)</u>
WATERWAYS TRUST			
Salaries	\$ 5,500	\$ -	\$ 5,500
Personnel benefits	2,454	-	2,454
Supplies	2,000	1,949	51
Repair & maintenance	2,000	1,718	282
Miscellaneous	1,100	25	1,075
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Total Waterways Trust	<u>\$ 18,054</u>	<u>\$ 8,692</u>	<u>\$ 9,362</u>
SHERIFF'S CONCEALED WEAPONS			
Public safety	\$ <u>35,000</u>	\$ <u>20,817</u>	\$ <u>14,183</u>
Total Sheriff's Concealed Weapons	<u>\$ 35,000</u>	<u>\$ 20,817</u>	<u>\$ 14,183</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2018

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CONTRACT CARRY OVER			
Salaries	\$ 52,856	\$ 41,257	\$ 11,599
Personnel benefits	<u>35,910</u>	<u>20,317</u>	<u>15,593</u>
Total Contract Carry Over	<u>\$ 88,766</u>	<u>\$ 61,574</u>	<u>\$ 27,192</u>
GRANTS-EQUIPMENT			
Travel	\$ -	\$ -	\$ -
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Grants-Equipment	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
SHERIFF GRANTS & CONTRACTS			
Salaries - employee, full-time	<u>\$ 140,000</u>	<u>\$ 44,957</u>	<u>\$ 95,043</u>
Total A	<u>140,000</u>	<u>44,957</u>	<u>95,043</u>
Personnel benefits	30,000	8,620	21,380
Travel	-	-	-
Supplies	-	-	-
Project-E ticketing	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>30,000</u>	<u>8,620</u>	<u>21,380</u>
Total Sheriff Grants & Contracts	<u>\$ 170,000</u>	<u>\$ 53,577</u>	<u>\$ 116,423</u>
TOTAL SPECIAL REVENUE	<u>\$ 19,446,118</u>	<u>\$ 17,393,104</u>	<u>\$ 2,053,014</u>
JAIL BOND REDEMPTION			
Jail Bond Payment	\$ -	\$ -	\$ -
Total Jail Bond Redemption	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
TOTAL GOVERNMENTAL FUND TYPES	<u>\$ 25,746,476</u>	<u>\$ 23,419,847</u>	<u>\$ 2,326,629</u>

MADISON COUNTY - STATE OF IDAHO
RECONCILIATION OF EXPENDITURES - CASH BASIS TO GAAP BASIS
For the Year Ended September 30, 2018

Total expenditures - cash basis	\$ 23,419,847
Increase in expenditure accruals	<u>1,170,400</u>
Total expenditures - GAAP basis	<u><u>24,590,247</u></u>

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

INDEPENDENT AUDITOR'S REPORT

**The Honorable Board of Commissioners
Madison County – State of Idaho
Rexburg, Idaho**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the remaining fund information of Madison County, Idaho as of and for the year ended September 30, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated February 25, 2019. Our report includes a reference to other auditors who audit the financial statements of Madison Memorial Hospital, as described in our report on Madison County, Idaho's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Madison 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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Madison County, Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of Madison 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Madison 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 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 our testing of internal control and compliance and the result 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

Rexburg, Idaho

February 25, 2019