

**MADISON COUNTY - STATE OF IDAHO
REXBURG, IDAHO
ANNUAL FINANCIAL REPORT
and
COMPLIANCE REPORTS
with
INDEPENDENT AUDITOR'S REPORT
For the Year Ended September 30, 2016**

MADISON COUNTY - STATE OF IDAHO
BASIC FINANCIAL STATEMENTS
For the Year Ended September 30, 2016

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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, 2016, 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, 2016, 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 9 and 54 through 62 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 27, 2017 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 27, 2017

Madison County, Idaho

Management's Discussion & Analysis *September 30, 2016*

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, 2016. 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 2016 are as follows:

At the end of the current year, the County's governmental funds reported a combined ending fund balance of \$9,456,816.

At the end of the current year, the fund balance for the General Fund was \$2,292,417, an increase from the fund balance at September 30, 2015. The business-type activities reported net position of \$799,203, a decrease of \$9,364 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, 2016

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, 2016

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 2016 and 2015.

	2016		
	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 10,476,406	\$ 332,723	\$ 10,809,129
Capital assets	8,123,184	875,804	8,998,988
Total assets	18,599,590	1,208,527	19,808,117
Deferred outflows of resources			
Expenses unavailable for use	2,754,850	138,521	2,893,371
Long-term debt outstanding	6,563,125	355,377	6,918,502
Other liabilities	1,293,608	109,367	1,402,975
Total liabilities	7,856,733	464,744	8,321,477
Deferred inflows of resources			
Revenue unavailable for use	1,636,213	83,101	1,719,314
Net position			
Invested in capital assets, Net of related debt	6,565,324	772,021	7,337,345
Restricted	22,065	-	22,065
Unrestricted	5,274,105	27,182	5,301,287
Total net position	\$ 11,861,494	\$ 799,203	\$ 12,660,697

	2015		
	Governmental Activities	Business-type Activities	Total
Current and other assets	\$ 9,449,972	\$ 217,464	\$ 9,667,436
Capital assets	7,925,258	909,902	8,835,160
Total assets	17,375,230	1,127,366	18,502,596
Deferred outflows of resources			
Expenses unavailable for use	1,565,441	79,103	1,644,544
Long-term debt outstanding	5,425,919	278,434	5,704,353
Other liabilities	1,197,974	10,196	1,208,170
Total liabilities	6,623,893	288,630	6,912,523
Deferred inflows of resources			
Revenue unavailable for use	2,162,489	109,272	2,271,761
Net position			
Invested in capital assets, Net of related debt	6,550,149	831,964	7,382,113
Restricted	1,541	-	1,541
Unrestricted	3,602,599	(23,397)	3,579,202
Total net position	10,154,289	808,567	10,962,856

Madison County, Idaho

Management's Discussion & Analysis September 30, 2016

Total net position of governmental activities increased by \$1,707,205. The total liabilities of governmental activities increased by \$1,232,840 from an increase of pension liability.

The following shows the changes in net position for 2016 and 2015.

	2016		
	Governmental Activities	Business-type Activities	Total
Revenues			
Program revenues			
Charges for services	\$ 3,951,003	\$ 1,527,081	\$ 5,478,084
Operating & capital grants & contributions	3,148,186	-	3,148,186
General revenues			
Property taxes	11,727,592	-	11,727,592
Public service taxes	2,330,870	-	2,330,870
Intergovernmental revenues	1,968,203	-	1,968,203
Investment earnings	83,153	-	83,153
Other	(431,454)	-	(431,454)
Total revenues	<u>22,777,553</u>	<u>1,527,081</u>	<u>24,304,634</u>
Expenses			
General government	4,650,442	-	4,650,442
Public works	4,266,499	-	4,266,499
Public safety	9,320,711	-	9,320,711
Health and welfare	2,418,568	-	2,418,568
Recreation	269,607	-	269,607
Conservation	90,812	-	90,812
Interest on long-term debt	53,709	-	53,709
Solid waste	-	1,536,445	1,536,445
Total expenses	<u>21,070,348</u>	<u>1,536,445</u>	<u>22,606,793</u>
Increase (decrease) in net position	<u>\$ 1,707,205</u>	<u>\$ (9,364)</u>	<u>\$ 1,697,841</u>

Madison County, Idaho

Management's Discussion & Analysis September 30, 2016

	2015		
	Governmental Activities	Business-type Activities	Total
Revenues			
Program revenues			
Charges for services	\$ 4,045,407	\$ 1,453,599	\$ 5,499,006
Operating & capital grants & contributions	2,574,161	-	2,574,161
General revenues			
Property taxes	10,709,007	-	10,709,007
Public service taxes	2,193,370	-	2,193,370
Intergovernmental revenues	2,259,356	-	2,259,356
Investment earnings	85,793	-	85,793
Other	(494,874)	-	(494,874)
Total revenues	21,372,220	1,453,599	\$ 22,825,819
Expenses			
General government	4,615,982	-	4,615,982
Public works	4,176,557	-	4,176,557
Public safety	9,468,329	-	9,468,329
Health and welfare	2,370,851	-	2,370,851
Recreation	173,899	-	173,899
Conservation	83,093	-	83,093
Interest on long-term debt	811,300	-	811,300
Solid waste	-	1,364,407	1,364,407
Total expenses	21,700,011	1,364,407	23,064,418
Increase (decrease) in net position	\$ (327,791)	\$ 89,192	\$ (238,599)

GOVERNMENTAL ACTIVITIES

The County's grant revenues from federal and state sources made up \$6,945,023 or 30% of total governmental revenues. The major recipient of intergovernmental program revenues was public safety.

The Road and Bridge accounted for \$4,257,682 of the \$21,621,570 total expenses for governmental activities, or 20% 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, 2016

	Total Cost of Services	Net Cost of Service
General government	\$ 4,650,442	\$ 4,637,473
Public works	4,266,499	2,237,151
Public safety	9,320,711	5,099,639
Health and welfare	2,418,568	1,698,918
Recreation	269,607	153,457
Conservation	90,812	90,812
Interest on long-term debt	53,709	53,709
Total	<u>\$ 21,070,348</u>	<u>\$ 13,971,159</u>

Charges for services and operating and capital grants of \$7,099,189 (34% of the total costs of services) are received and used to fund the general government expenses of the County. The remaining \$13,971,159 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 \$9,364 during 2016, and the major revenue sources were charges for services of \$1,527,081.

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, 2016, the County's governmental funds reported a combined ending fund balance of \$9,456,816, an increase of \$1,533,639 in comparison with the prior year. Approximately 53% of this total, \$5,011,678 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 (\$4,445,138).

The General Fund is the primary operating fund of the County. At the end of 2016, unassigned fund balance was \$2,292,417. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total expenditures. Unassigned fund balance represents 48% of total General Fund expenditures.

The County's General Fund balance has increased by \$193,232 during fiscal year 2016. That increase was due to excess of revenues over expenditures.

Madison County, Idaho

Management's Discussion & Analysis September 30, 2016

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, 2016, was \$27,182. Unrestricted net position increased by \$50,579.

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, 2016, amounts to \$8,998,988 (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 1.85% (a 2.24% increase for governmental activities and a 0.39% decrease for business-type activities).

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 483,235	\$ 483,235	\$ 107,973	\$ 107,973	\$ 591,208	\$ 591,208
Buildings & improvements	3,099,383	3,288,046	480,077	515,992	3,579,460	3,804,038
Machinery & equipment	3,959,646	3,558,787	287,754	285,937	4,247,400	3,844,721
Infrastructure	580,920	595,190	-	-	580,920	595,190
Construction in progress	-	-	-	-	-	-
Total	\$ 8,123,184	\$ 7,925,258	\$ 875,804	\$ 909,902	\$ 8,998,988	\$ 8,835,157

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 2016.

Long-term Debt – At September 30, 201, the County had total capital lease debt outstanding of \$1,557,860. The County's long-term debt increased by \$182,750 or 13.29% during fiscal year 2016, in large part explained by acquiring new equipment for Road & Bridge through capital leases.

Madison County, Idaho

Management's Discussion & Analysis September 30, 2016

	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Compensated absences	\$ 510,827	\$ 617,243	\$ 25,793	\$ 37,032	\$ 536,620	\$ 654,275
Capital leases	1,557,860	1,375,110	-	-	1,557,860	1,375,110
Pension liability	5,005,265	3,352,622	251,591	169,410	5,256,859	3,522,032
Contracts payable	-	-	-	-	-	-
Bonds	-	-	-	-	-	-
Total	\$ 7,073,952	\$ 5,344,975	\$ 277,384	\$ 206,442	\$ 7,351,339	\$ 5,551,417

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 2016 include:

Madison County insurance and prescription drug price increases have been a concern with the implementation of the Affordable Care Act. We have increased the employee contribution for dependents the past few years to help meet costs, but are restricted further because keeping our grandfathering status provides better future benefits.

Madison County is nearly finished with the replacement of the control panel in the jail. Work began in the fall, of 2016 and is nearly complete. This project has included much needed enhancements to the security of the Court House and Sheriff's Office as well.

Levy limits are still a concern, especially in the Courts, Juvenile Probation and Justice Funds. We continue to monitor these closely and keep expenses to a minimum. Probation numbers and cases being prosecuted are slowly increasing and we are hopeful that we will see revenue increase to balance the extra expense.

Other items impacting the budget for 2016 are:

- The City/County have started discussions regarding moving the existing airport to have enough land for future expansion. Money should be saved each year for grant matches over the next 10 years.
- New Fair Board and their desire to upgrade broken restrooms and badly needed building upgrades to old buildings.
- Ambulance budget is running in the red and is up against levy limit.
- Grant matches for new roadways and bridge repairs that will need to be funded in early 2017 budget.
- Election equipment to handle 4 big elections including the General Election.
- Aging buildings and the maintenance required to keep them up. Old original boilers in the Courthouse are failing and parts to repair them are no longer available. Replacement is inevitable. Roof repairs will also need to be completed in the next few years.

Madison County, Idaho

Management's Discussion & Analysis *September 30, 2016*

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

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FINANCIAL SECTION

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF NET POSITION
September 30, 2016

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
ASSETS				
Cash - County Treasurer	\$ 8,567,930	\$ 228,839	\$ 8,796,769	\$ 7,935,687
Taxes receivable	252,035	-	252,035	-
Receivables	459,389	103,884	563,273	9,825,983
Internal balances	-	-	-	-
Due from other governmental agencies	1,197,052	-	1,197,052	-
Inventories	-	-	-	5,009,261
Other assets	-	-	-	290,996
Other assets limited as to use	-	-	-	18,683,309
Capital Assets				
Land and improvements not being depreciated	483,235	107,973	591,208	5,220,283
Infrastructure and infrastructure in progress	651,616	-	651,616	-
Buildings	9,423,221	1,021,699	10,444,920	84,744,189
Equipment and furniture	11,753,773	1,084,683	12,838,456	47,695,491
Construction in progress	-	-	-	2,473,169
Less: accumulated depreciation	<u>(14,188,661)</u>	<u>(1,338,551)</u>	<u>(15,527,212)</u>	<u>(67,294,433)</u>
Total Capital Assets	<u>8,123,184</u>	<u>875,804</u>	<u>8,998,988</u>	<u>72,838,699</u>
TOTAL ASSETS	<u>\$ 18,599,590</u>	<u>\$ 1,208,527</u>	<u>\$ 19,808,117</u>	<u>\$ 114,583,935</u>
Deferred outflows of resources				
Expenses unavailable for use	<u>2,754,850</u>	<u>138,521</u>	<u>2,893,371</u>	<u>-</u>

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	COMPONENT UNIT
LIABILITIES				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ 6,038,056
Warrants payable	677,712	78,648	756,360	-
Long-term liabilities				
Due within one year				
Bonds, capital leases and contracts	264,849	-	264,849	418,394
Accrued interest	-	-	-	-
Accrued payroll & comp. absences	498,406	24,787	523,193	-
Accrued landfill closure costs	-	103,783	103,783	-
Due in more than one year				
Bonds, capital leases and contracts	1,293,011	-	1,293,011	44,420,000
Pension liability	5,005,265	251,594	5,256,859	-
Compensated absences	117,490	5,932	123,422	-
TOTAL LIABILITIES	7,856,733	464,744	8,321,477	50,876,450
Deferred inflows of resources				
Revenue unavailable for use	1,636,213	83,101	1,719,314	5,890,775
TOTAL LIABILITIES AND DEFERRED INFLOW OF RESOURCES	9,492,946	547,845	10,040,791	56,767,225
NET POSITION				
Invested in capital assets, net of related debt	6,565,324	772,021	7,337,345	-
Restricted for:				
Debt service	22,065	-	22,065	-
Unrestricted	5,274,105	27,182	5,301,287	57,816,710
TOTAL NET POSITION	\$ 11,861,494	\$ 799,203	\$ 12,660,697	\$ 57,816,710

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2016

FUNCTIONS/PROGRAMS	Expenses	PROGRAM REVENUE		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities:				
General Government	\$ 4,650,442	\$ 12,969	\$ -	\$ -
Public Safety	9,320,711	3,137,937	1,083,135	-
Public Works	4,266,499	-	-	2,029,348
Health, Welfare and Sanitation	2,418,568	719,650	-	-
Culture and Recreation	269,607	80,447	35,703	-
Conservation/Economic Development	90,812	-	-	-
Interest on long-term debt	53,709	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	21,070,348	3,951,003	1,118,838	2,029,348
Business-type activities:				
Solid Waste	1,536,445	1,527,081	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	1,536,445	1,527,081	-	-
TOTAL PRIMARY GOVERNMENT	\$ 22,606,793	\$ 5,478,084	\$ 1,118,838	\$ 2,029,348
Component Units				
Madison Memorial Hospital	\$ 81,063,342	\$ 81,028,944	\$ 320,860	\$ -
TOTAL COMPONENT UNITS	\$ 81,063,342	\$ 81,028,944	\$ 320,860	\$ -
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, 2015				
NET POSITION, SEPTEMBER 30, 2016				

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

Primary Government			
Governmental Activities	Business- type Activities	Total	Component Units
\$ (4,637,473)	\$	\$ (4,637,473)	
(5,099,639)		(5,099,639)	
(2,237,151)		(2,237,151)	
(1,698,918)		(1,698,918)	
(153,457)		(153,457)	
(90,812)		(90,812)	
(53,709)		(53,709)	
<u>(13,971,159)</u>		<u>(13,971,159)</u>	
	<u>(9,364)</u>	<u>(9,364)</u>	
	<u>(9,364)</u>	<u>(9,364)</u>	
<u>(13,971,159)</u>	<u>(9,364)</u>	<u>(13,980,523)</u>	
			\$ <u>286,462</u>
			<u>286,462</u>
2,209,701	-	2,209,701	-
9,517,891	-	9,517,891	-
2,330,870	-	2,330,870	-
1,968,203	-	1,968,203	-
83,153	-	83,153	-
443,189	-	443,189	409,049
-	-	-	-
(874,643)	-	(874,643)	-
<u>15,678,364</u>	<u>-</u>	<u>15,678,364</u>	<u>409,049</u>
1,707,205	(9,364)	1,697,841	695,511
<u>10,154,289</u>	<u>808,567</u>	<u>10,962,856</u>	<u>57,121,199</u>
<u>\$ 11,861,494</u>	<u>\$ 799,203</u>	<u>\$ 12,660,697</u>	<u>\$ 57,816,710</u>

MADISON COUNTY - STATE OF IDAHO
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2016

	GENERAL FUND	ROAD & BRIDGE	AMBULANCE
ASSETS			
Cash and cash equivalents	\$ 2,155,265	\$ 1,406,889	\$ -
Taxes receivable, net	49,499	58,146	11,795
Due from other funds	145,968	-	-
Receivable from other governments	493,797	538,289	7,054
Other receivables	-	-	266,901
TOTAL ASSETS	\$ 2,844,529	\$ 2,003,324	\$ 285,750
LIABILITIES, DEFERRED AND FUND BALANCES			
Liabilities:			
Warrants payable	\$ 485,910	\$ 19,097	\$ 20,000
Accounts payable	-	-	-
Due to other funds	-	-	145,968
Other accrued expenses	20,125	13,129	-
TOTAL LIABILITIES	506,035	32,226	165,968
DEFERRED INFLOWS OF RESOURCES			
Revenues unavailable for use	46,077	54,887	11,039
FUND BALANCES			
Assigned to:			
Debt service	-	-	-
Other purposes	-	-	-
Unassigned	2,292,417	1,916,211	108,743
TOTAL FUND BALANCES	2,292,417	1,916,211	108,743
TOTAL LIABILITIES, DEFERRED AND FUND BALANCES	\$ 2,844,529	\$ 2,003,324	\$ 285,750

DEBT SERVICE JAIL BOND	JUSTICE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 21,752	\$ 674,125	\$ 4,309,899	\$ 8,567,930
2,207	67,806	62,582	252,035
-	-	-	145,968
-	68,644	281,756	1,389,540
-	-	-	266,901
<u>\$ 23,959</u>	<u>\$ 810,575</u>	<u>\$ 4,654,237</u>	<u>\$ 10,622,374</u>
\$ -	\$ 16,018	\$ 136,687	\$ 677,712
-	-	-	-
-	-	-	145,968
-	36,238	35,577	105,069
-	52,256	172,264	928,749
<u>1,894</u>	<u>64,012</u>	<u>58,900</u>	<u>236,809</u>
22,065	-	-	22,065
-	-	4,423,073	4,423,073
-	694,307	-	5,011,678
<u>22,065</u>	<u>694,307</u>	<u>4,423,073</u>	<u>9,456,816</u>
<u>\$ 23,959</u>	<u>\$ 810,575</u>	<u>\$ 4,654,237</u>	<u>\$ 10,622,374</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, 2016

Total fund balance, governmental funds	\$	9,456,816
--	----	-----------

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.		8,123,184
---	--	-----------

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.		2,754,850
---	--	-----------

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.		(1,399,404)
--	--	-------------

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>(7,073,952)</u>
--	--	--------------------

Net Position of Governmental Activities in the Statement of Net Position	\$	<u><u>11,861,494</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, 2016

	GENERAL FUND	ROAD & BRIDGE	AMBULANCE
REVENUES			
Property taxes	\$ 2,235,329	\$ 2,755,158	\$ 641,400
Fees and fines	160,103	-	-
Licenses and permits	333,056	-	-
Intergovernmental	2,117,516	1,819,225	34,602
Charges for services	19,895	-	715,267
Investment earnings	83,153	-	-
Miscellaneous	253,925	6,746	65
	<u>5,202,977</u>	<u>4,581,129</u>	<u>1,391,334</u>
EXPENDITURES			
Current:			
General government	3,814,713	-	-
Public safety	395,082	-	-
Public works	463,371	2,581,182	-
Health and sanitation	18,831	-	1,269,082
Culture and recreation	-	-	-
Conservation/economic development	89,312	-	-
Debt Service:			
Principal	-	567,566	-
Interest and other charges	-	53,709	-
Capital outlay	28,436	1,055,225	-
	<u>4,809,745</u>	<u>4,257,682</u>	<u>1,269,082</u>
Excess (deficiency) of revenues over expenditures	393,232	323,447	122,252
OTHER FINANCING SOURCES (USES)			
Proceeds from long-term debt, net	-	750,316	-
Transfers in	-	-	200,000
Transfers out	(200,000)	(874,643)	-
	(200,000)	(124,327)	200,000
SPECIAL ITEM			
Proceeds from sale of assets	-	-	-
Net change in fund balances	193,232	199,120	322,252
Fund Balances, October 1, 2015	<u>2,099,185</u>	<u>1,717,091</u>	<u>(213,509)</u>
FUND BALANCES, SEPT. 30, 2016	<u>\$ 2,292,417</u>	<u>\$ 1,916,211</u>	<u>\$ 108,743</u>

DEBT SERVICE JAIL BOND	JUSTICE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 7,118	\$ 3,187,892	\$ 2,926,428	\$ 11,753,325
-	-	63,020	223,123
-	-	-	333,056
13,406	-	2,960,274	6,945,023
-	1,027,001	1,680,693	3,442,856
-	-	-	83,153
-	14,865	223,399	499,000
<u>20,524</u>	<u>4,229,758</u>	<u>7,853,814</u>	<u>23,279,536</u>
-	-	925,677	4,740,390
-	3,868,967	4,340,265	8,604,314
-	-	373,620	3,418,173
-	-	1,030,656	2,318,569
-	-	193,942	193,942
-	-	-	89,312
-	-	-	567,566
-	-	-	53,709
-	216,529	335,405	1,635,595
<u>-</u>	<u>4,085,496</u>	<u>7,199,565</u>	<u>21,621,570</u>
20,524	144,262	654,249	1,657,966
-	-	-	750,316
-	-	-	200,000
-	-	-	(1,074,643)
-	-	-	(124,327)
-	-	-	-
20,524	144,262	654,249	1,533,639
<u>1,541</u>	<u>550,045</u>	<u>3,768,824</u>	<u>7,923,177</u>
<u>\$ 22,065</u>	<u>\$ 694,307</u>	<u>\$ 4,423,073</u>	<u>\$ 9,456,816</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, 2016

Net change in fund balances - total governmental funds: \$ 1,533,639

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 \$1,870,285 exceeded depreciation \$1,073,828 in the current period.

796,457

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.

(25,628)

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.

(567,565)

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

(92,740)

Deferred outflows of resources not reflected on Governmental funds

1,189,409

Deferred inflows of resources not reflected on Governmental funds

526,276

Net pension liability not reflected on Governmental funds

(1,652,643)

Change in net position of governmental activities

\$ 1,707,205

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF PROPRIETARY NET POSITION
PROPRIETARY FUND - SOLID WASTE
September 30, 2016

ASSETS

Current Assets

Cash - County Treasurer	\$ 228,839
Taxes receivable-special fee	7,827
Accounts receivable	<u>96,057</u>

Total current assets	<u>332,723</u>
----------------------	----------------

Noncurrent Assets

Land	107,973
Building and equipment	2,106,382
Less accumulated depreciation	<u>(1,338,551)</u>

Total noncurrent assets	<u>875,804</u>
-------------------------	----------------

TOTAL ASSETS	<u>1,208,527</u>
--------------	------------------

DEFERRED OUTFLOWS OF RESOURCES

Expenses unavailable for use	<u>138,521</u>
------------------------------	----------------

LIABILITIES

Current Liabilities

Warrants payable	78,648
Accounts payable	-
Accrued expenses	4,926
Current portion of compensated absences	19,861
Landfill closure liability	<u>103,783</u>

Total current liabilities	<u>207,218</u>
---------------------------	----------------

Long-term Liabilities

Pension liability	251,594
Compensated absences payable	<u>5,932</u>

Total long-term liabilities	<u>257,526</u>
-----------------------------	----------------

TOTAL LIABILITIES	<u>464,744</u>
-------------------	----------------

DEFERRED INFLOWS OF RESOURCES

Revenues unavailable for use	<u>83,101</u>
------------------------------	---------------

NET POSITION

Investment in capital assets, net of related debt	772,021
Unrestricted	<u>27,182</u>

TOTAL NET POSITION	<u><u>\$ 799,203</u></u>
--------------------	--------------------------

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, 2016

REVENUES, GAINS AND OTHER SUPPORT

Charges for services	\$ 1,526,583
Other revenue	498
	<hr/>
TOTAL OPERATING REVENUES	1,527,081
	<hr/>

EXPENSES

Salaries and wages	600,915
Professional fees	625,261
Supplies and other	73,093
Repairs and maintenance	90,269
Utilities	26,164
Depreciation and amortization	94,898
Provision for uncollectible accounts	-
Landfill closure and post closure expense	25,845
Miscellaneous	-
	<hr/>
TOTAL OPERATING EXPENSES	1,536,445
	<hr/>

INCOME (LOSS) FROM OPERATIONS	(9,364)
-------------------------------	---------

OTHER INCOME (EXPENSE)

Investment income	-
Interest expense	-
	<hr/>
NET OTHER INCOME AND EXPENSE	-
	<hr/>

CONTRIBUTIONS AND TRANSFERS

Capital contributions	-
Transfers in	-
Transfers out	-
	<hr/>
NET CONTRIBUTIONS AND TRANSFERS	-
	<hr/>

EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$ (9,364)
	<hr/> <hr/>

CHANGES IN NET POSITION

Balance, beginning	\$ 808,567
Excess (deficiency) of revenues over expenses	(9,364)
	<hr/>

ENTERPRISE NET POSITION - September 30, 2016	\$ 799,203
	<hr/> <hr/>

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
For the Year Ended September 30, 2016

	PROPRIETARY COMPONENT	
	FUND	UNIT
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from service revenues	\$ 1,516,578	\$ 75,355,429
Cash received from other operating revenues	-	38,118
Cash paid for salaries and benefits	(600,915)	(32,247,909)
Cash paid for supplies, professional fees and other operating expenses	(747,667)	(36,779,133)
Net cash provided by operating activities	167,996	6,366,505
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Change in deferred outflows	(59,418)	
Change in deferred inflows	(26,171)	
Change in pension liability	83,149	-
Net cash provided by noncapital financing activities	(2,440)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Net members contributions (distributions)	-	(430,801)
Purchase of property and equipment	(60,800)	(7,168,658)
Principal payments on long-term debt	-	(10,466)
Principal payments on capital lease obligations	-	(335,141)
Interest paid	-	-
Net cash used in capital and related financing activities	(60,800)	(7,945,066)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	-	(23,790,945)
Disposal of investments	-	23,396,044
Increase in notes receivable	-	578,621
Net cash provided by investing activities	-	183,720
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	104,756	(1,394,841)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	124,083	11,803,790
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 228,839	\$ 10,408,949

The notes to the financial statements are an integral part of this statement.

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	\$ (9,364)	\$ 1,255,206
Adjustments to reconcile loss from operations to net cash provided by operating activities		
Depreciation and amortization	94,898	7,192,373
Minority interest	-	(344,326)
Gain on disposal of assets	-	-
Decrease (increase) in current assets		
Receivables		
Patient accounts, net	-	741,962
Other	(10,503)	(161,288)
Inventories	-	80,392
Prepaid expenses	-	(1,199,561)
Gain on investments	-	-
Increase (decrease) in current liabilities		
Accounts payable	73,921	(991,479)
Payroll and related liabilities	(5,469)	-
Accrued vacation	(1,332)	1,545,937
Medicaid contractual adjustment payable	-	(1,752,711)
Landfill closure liability	25,845	-
Net cash provided by operating activities	<u>\$ 167,996</u>	<u>\$ 6,366,505</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, 2016

	PRIVATE PURPOSE TRUST FUNDS	AGENCY FUNDS
ASSETS		
Cash - County Treasurer	\$ 1,862,404	\$ 1,374,016
Taxes receivable	-	297,680
Receivables from other agencies		140,535
	<hr/>	<hr/>
TOTAL ASSETS	1,862,404	1,812,231
	<hr/>	<hr/>
LIABILITIES		
Warrants payable	399,183	267,727
Payable to the State of Idaho	-	660
Payable to taxing districts	-	1,543,844
	<hr/>	<hr/>
TOTAL LIABILITIES	399,183	1,812,231
	<hr/>	<hr/>
NET POSITION		
Held in trust for individuals, organizations and other governments	\$ 1,463,221	\$ -
	<hr/> <hr/>	<hr/> <hr/>

MADISON COUNTY - STATE OF IDAHO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
September 30, 2016

	PRIVATE PURPOSE TRUST FUNDS
ADDITIONS	
Taxes	\$ 200,998
Licenses and permits	3,707,649
Intergovernmental revenues	58,475
Charges for services	-
Fines and forfeitures	1,276,807
Investment interest	-
Misc and contributions	40,401
Transfers from other funds	-
	<hr/>
Total additions	5,284,330
	<hr/>
DEDUCTIONS	
Trust operating expenses	5,452,186
Transfers to other funds	-
	<hr/>
Total deductions	5,452,186
	<hr/>
Change in net position	(167,856)
Net position - October 1, 2015	1,631,077
	<hr/>
Net position - September 30, 2016	\$ 1,463,221
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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, 2016

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1. Summary of Significant Accounting Policies
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MADISON COUNTY - STATE OF IDAHO
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For the Year Ended September 30, 2016

- 16. Contingent Liabilities
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- 22. Component Unit: Net Patient Service Revenue
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MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

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
September 30, 2016

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 consist 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
September 30, 2016

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, public safety and corrections, 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 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
September 30, 2016

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
September 30, 2016

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
September 30, 2016

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
September 30, 2016

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:

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

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

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, 2016, total compensated absences payable by the County is \$536,620. Of this amount, \$510,827 arises from governmental activity operations, and \$25,793 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
September 30, 2016

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, 2016, totaled \$12,033,189 of which \$8,542,129 represent demand and savings deposits and CD's and \$3,491,060 represented investments in government backed securities. Of the total deposits for the County, \$8,567,930 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 \$8,542,129 and the bank balance was \$7,868,991. The amount not covered by FDIC insurance was \$6,000,042.

Investments

The fair value of the County's investments at year end was \$3,491,060. The amount not covered by SPIC or FDIC insurance was \$2,517,304.

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
September 30, 2016

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

credit risk. As of September 30, 2016, \$6,000,042 of the government's bank balance of \$7,868,991 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized of \$6,000,042 for a total of \$6,000,042.

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+	15.32%
						S&P	
FHLB	261,582	-	-	261,582	265,000	AA+	7.49%
						S&P	
FNMA	498,167	-	399,887	98,280	500,000	AA+	14.27%
						S&P	
FFCB	599,628	-	100,001	499,627	589,850	AA+	17.18%
						S&P	
Corporate Bonds	-	-	-	-	-	AA+	0.0%
						S&P	
Tennessee VY	-	-	-	-	-	AA+	0.0%
Certificates of Deposits	1,596,747	117,852	826,310	652,585	1,584,328	Not Rated	45.74%
Total Investments	\$ 3,491,060	\$ 117,852	\$1,801,461	\$1,571,747	\$ 3,474,178		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, 2016. This statement establishes and modifies disclosure requirements related to

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

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, 2016 the carrying amounts of the Hospital's deposits were \$8,161,447 and the bank balances totaled \$10,433,831.

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, 2016, \$5,588,452 of the total deposits of \$10,433,831 were not covered by federal depository insurance, and thus were exposed to custodial credit risk.

Investments-As of June 30, 2016, the Hospital had the following investments and maturities:

Investment Type	Fair Value	Less than 1	1-5	6-10	More than 10
Corporate Bonds	\$ 3,059,514	\$ 1,138,898	\$ 1,920,616	\$ -	\$ -
Municipal Bonds	687,088	437,258	249,830	-	-
US Treasuries	1,265,029	100,109	301,911	-	863,009
US Agencies	9,686,302	7,573,248	2,104,977	-	8,077
State Pool	289,219	289,219	-	-	-
Total Investments	<u>\$ 14,987,152</u>	<u>\$ 9,538,732</u>	<u>\$ 4,577,334</u>	<u>\$ -</u>	<u>\$ 871,086</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.

4. BONDS PAYABLE

In June of 2003, the County issued refunding bonds in the amount of \$3,355,000 to refinance the General Obligation Bonds dated September 12, 1995 for the jail construction and renovation. Principal and interest on the bonds are payable February 1 and August 1 (interest payable February 1 and August 1 of each year is computed at various rates from 2.0% to 3.3%).

In a prior year, the County defeased certain bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased debt is not included in these financial statements. Outstanding at September 30, 2016 is the General Obligation Bonds, 1995 series in the amount of \$0, which is considered defeased.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

4. BONDS PAYABLE (Continued)

Principal is due August 1, of each year in the following amounts over the remaining life of the bonds.

Year Ended September 30,	2003 Refunding Bonds	Interest	Total Principal and Interest
2017	\$ -	\$ -	\$ -
2018	-	-	-
2019	-	-	-
2020	-	-	-
2021	-	-	-
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

5. 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, 2016, the following changes occurred in general long-term debt:

	Balance 9/30/2015	Additions	Deletions	Balance 9/30/2016	Amounts due within one year
Governmental activities					
Bonds payable	\$ -	\$ -	\$ -	\$ -	\$ -
Compensated absences	617,243	-	106,416	510,827	393,337
Capital leases	1,375,110	750,316	567,566	1,557,860	264,849
Leases	-	-	-	-	-
Pension Liability	<u>3,352,622</u>	<u>1,652,643</u>	<u>-</u>	<u>5,005,265</u>	<u>-</u>
Total governmental act.	<u>\$ 5,344,975</u>	<u>\$ 2,402,959</u>	<u>\$ 673,982</u>	<u>\$ 7,073,952</u>	<u>\$ 658,186</u>
Business activities					
Compensated absences	\$ 27,125	\$ -	\$ 1,332	\$ 25,793	\$ 19,861
Pension Liability	<u>169,410</u>	<u>82,184</u>	<u>-</u>	<u>251,594</u>	<u>-</u>
Total business act.	<u>\$ 196,535</u>	<u>\$ 82,184</u>	<u>\$ 1,332</u>	<u>\$ 277,387</u>	<u>\$ 19,861</u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

5. GENERAL LONG-TERM OBLIGATIONS (Continued)

Capital Leases:

Capital equipment leases are arranged through lease financing agreements with Wells Fargo, Zions Bank, Summit National Bank, US Bank, Citizens Community Bank, Citicapital Commercial Corporation, 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 3.60% to 6.95%. There were three capital lease additions for equipment during the year ended September 30, 2016. 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, 2016:

	Governmental Activities	Business-type Activities	Capital Assets Under Capital Leases
Building and Improvements	\$ -	\$ -	\$ -
Machinery, equipment, and other	2,548,798	-	2,548,798
Total assets under capital leases	<u>\$ 2,548,798</u>	<u>\$ -</u>	<u>\$ 2,548,798</u>

Obligations of governmental activities under capital leases and contracts as of September 30, 2016, are as follows:

Year Ended September 30,	Principal	Interest	Total
2017	\$ 264,849	\$ 37,126	\$ 301,975
2018	243,817	34,309	278,126
2019	299,460	31,615	331,075
2020	199,753	21,078	220,831
2021	549,981	15,019	565,000
Total	<u>\$ 1,557,860</u>	<u>\$ 139,147</u>	<u>\$ 1,697,007</u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

5. GENERAL LONG-TERM OBLIGATIONS (Continued)

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, 2016, includes discretely presented financial information from the component unit, Madison Memorial Hospital. The long-term debt for the year ended September 30, 2016, for the Hospital is \$44,150,000. The capital lease obligations, net of current maturities, is \$44,150,000 at September 30, 2016.

6. INTERFUND RECEIVABLES AND PAYABLES/ INTERFUND TRANSFERS

The County had the following interfund balances at September 30, 2016:

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

Transfers were made to transfer money to the various funds.

The following transfers were made:

	<u>Transfer In</u>	<u>Transfer Out</u>
Road & Bridge	\$ -	\$ 874,643
Fiduciary Funds-Agency Funds	874,643	-
General Fund	-	200,000
Ambulance	<u>200,000</u>	<u>-</u>
Total	<u>\$ 1,074,643</u>	<u>\$ 1,074,643</u>

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

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

7. 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, 2016 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 \$872,432 for the year ended September 30, 2016.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

7. PENSION PLAN (Continued)

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

At September 30, 2016, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, 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, 2016, the County's proportion was .2593222 percent.

For the year ended September 30, 2016, the County recognized pension expense (revenue) of (\$71,879). At September 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 523,807
Changes in assumptions or other inputs	116,856	-
Net difference between projected and actual earnings on pension plan investments	2,558,620	1,195,507
County contributions subsequent to the measurement date	<u>217,895</u>	<u>-</u>
Total	<u>\$ 2,893,371</u>	<u>\$ 1,719,314</u>

\$217,895 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ending September 30, 2016.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2015 the beginning of the measurement period ended June 30, 2016 is 4.9 and 5.5 for the measurement period June 30, 2015.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

7. PENSION PLAN (Continued)

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:

2017	\$ 5,342
2018	5,342
2019	609,884
2020	335,593

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, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25 - 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of-living adjustments	1%

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 July 1, 2007 through June 30, 2013 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2016 is based on the results of an actuarial valuation date of July 1, 2016.

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.

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

7. PENSION PLAN (Continued)

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

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2016.

Capital Market Assumptions

Asset Class	Expected Return	Expected Risk	Strategic Normal	Strategic Ranges
Equities			70%	66% - 77%
Broad Domestic Equity	9.15%	19.00%	55%	50% - 65%
International	9.25%	20.20%	15%	10% - 20%
Fixed Income	3.05%	3.75%	30%	23% - 33%
Cash	2.25%	0.90%	0%	0% - 5%
Total Fund	Expected Return	Expected Inflation	Expected Real Return	Expected Risk
Actuary	7.00%	3.25%	3.75%	N/A
Portfolio	6.58%	2.25%	4.33%	12.67%

* Expected arithmetic return net of fees and expenses

Actuarial Assumptions	
Assumed Inflation - Standard Deviation	3.25%
Portfolio Arithmetic Mean	2.00%
Return	8.42%
Portfolio Long-Term Expected Geometric Rate of Return	7.50%
Assumed Investment Expenses	0.40%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	7.10%

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

7. PENSION PLAN (Continued)

Discount Rate

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

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

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer's proportionate share of the net pension liability (asset)	\$10,312,092	\$5,256,859	\$1,052,875

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, 2016, 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.

8. 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
September 30, 2016

9. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2016 was as follows:

	Balance 10/1/2015	Additions	Deletions	Balance 9/30/2016
Governmental Activities				
Capital assets, being depreciated				
Buildings and improvements	\$ 9,349,221	\$ 74,000	\$ -	\$ 9,423,221
Machinery and equipment	10,823,762	1,796,285	(866,274)	11,753,773
Infrastructure	651,616	-	-	651,616
Total capital assets, being depreciated	20,824,599	1,870,285	(866,274)	21,828,610
Less accumulated depreciation for				
Buildings and improvements	(6,061,175)	(262,663)	-	(6,323,838)
Machinery and equipment	(7,264,975)	(796,895)	267,743	(7,794,127)
Infrastructure	(56,426)	(14,270)	-	(70,696)
Total accumulated depreciation	(13,382,576)	(1,073,828)	267,743	(14,188,661)
Total capital assets, being depreciated, net	7,442,023	796,457	(598,531)	7,639,949
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	<u>\$ 7,925,258</u>	<u>\$ 796,457</u>	<u>\$ (598,531)</u>	<u>\$ 8,123,184</u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

9. CAPITAL ASSETS (Continued)

Business-type Activities (Solid Waste)	Balance 10/1/2015	Additions	Deletions	Balance 9/30/2016
Capital assets, being depreciated				
Buildings and improvements	\$ 1,021,699	\$ -	\$ -	\$ 1,021,699
Machinery and equipment	1,023,883	60,800	-	1,084,683
Total capital assets, being depreciated	2,045,582	60,800	-	2,106,382
Less accumulated depreciation for				
Buildings and improvements	(505,707)	(35,915)	-	(541,622)
Machinery and equipment	(737,946)	(58,983)	-	(796,929)
Total accumulated depreciation	(1,243,653)	(94,898)	-	(1,338,551)
Total capital assets, being depreciated, net	801,929	(34,098)	-	767,831
Capital assets, not being depreciated				
Land	107,973	-	-	107,973
Business-type activity capital assets, net	<u>\$ 909,902</u>	<u>\$ (34,098)</u>	<u>\$ -</u>	<u>\$ 875,804</u>

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

Governmental Activities	
General Government	\$ 71,091
Public Safety	523,577
Public Works	424,874
Recreation	54,286
Total Governmental Activities	<u>\$ 1,073,828</u>
Business-type Activities	
Solid Waste	<u>\$ 94,898</u>
Total Business-type Activities	<u>\$ 94,898</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
September 30, 2016

10. 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.

11. 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.

12. 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
September 30, 2016

13. 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 \$103,783 as of September 30, 2016, which is based on 25.97% usage (filled) of the NMSWS. It is estimated that an additional \$295,902 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 (\$399,685) 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, 2016. 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.

14. DEFICIT FUND BALANCES

The County had no deficit fund balances at September 30, 2016.

15. 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, 2016 consisted of \$236,809 in governmental funds.

16. 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
September 30, 2016

17. 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 beginning 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 2016 was \$449,137. The expense was paid out of the District Court special revenue fund. Total expenses for the Detention Center were \$2,394,000 for the fiscal year ended September 30, 2016.

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 2015 to September 2016 Madison County's share consisted of all expenses attributed to the ambulance which totaled \$1,269,082.

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.

18. ACCOUNTS RECEIVABLE

The County has no allowance for uncollectible accounts.

Component Unit:

Receivables at September 30, 2016, include the following:

Patients and third party payers	\$ 19,786,421
Less allowance for doubtful accounts	<u>(9,960,438)</u>
Total	<u><u>\$ 9,825,983</u></u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

19. 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.

20. NONOPERATING REVENUES AND EXPENSES

Component Unit:

Nonoperating revenues and expenses for the year ended September 30, 2016, is as follows:

Interest income and finance charges	\$ 605,882
Contributions and grants	320,860
Other income	18,536
Minority interest	344,326
Interest expense	<u>(2,877,634)</u>
Total nonoperating revenues and expenses	<u>\$ (1,588,030)</u>

21. 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	\$ 940,658
Less current portion	<u>(277,714)</u>
Long-term receivables net of current portion	<u>\$ 662,944</u>

MADISON COUNTY – STATE OF IDAHO
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2016

22. COMPONENT UNIT: NET PATIENT SERVICE REVENUE

A summary of gross and net patient service revenue for the year ended September 30, 2016 is as follows:

Gross patient service revenue	\$ 116,135,260
Deductions from revenue	
Medicare contractual adjustment	17,687,217
Medicaid contractual adjustment	7,076,410
Other deductions	<u>15,716,471</u>
	<u>40,480,098</u>
Net patient service revenue	<u>\$ 75,655,162</u>

23. 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.

24. SUBSEQUENT EVENTS

Subsequent events have been considered through the date of February 27, 2017. There are no known subsequent events that will have a material impact on the operation of the County.

25. RECENT ACCOUNTING PRONOUNCEMENTS

In March 2011, the GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Statement No. 65 which is effective for financial statements for periods beginning after December 15, 2012, amends or supersedes accounting and financial reporting guidance for certain items previously reported as assets or liabilities.

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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, 2016

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 2,183,911	\$ 2,183,911	\$ 2,212,303	\$ 28,392
Licenses and permits	300,000	300,000	339,842	39,842
Intergovernmental revenues	2,100,000	2,100,000	2,062,628	(37,372)
Charges for services	13,000	13,000	13,109	109
Fines and forfeitures	155,000	155,000	160,103	5,103
Investment interest	80,000	80,000	83,153	3,153
Misc. and contributions	389,247	389,247	345,957	(43,290)
	<u>5,221,158</u>	<u>5,221,158</u>	<u>5,217,095</u>	<u>(4,063)</u>
EXPENDITURES				
Current:				
General government	4,306,201	4,306,201	3,829,280	476,921
Public safety	403,900	403,900	389,518	14,382
Public health	21,750	21,750	18,831	2,919
Street and public improvement	491,735	491,735	463,371	28,364
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	90,722	90,722	89,312	1,410
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	33,000	33,000	28,436	4,564
	<u>5,347,308</u>	<u>5,347,308</u>	<u>4,818,748</u>	<u>528,560</u>
Revenues over (under) expenditures	(126,150)	(126,150)	398,347	\$ <u>524,497</u>
Estimated beginning cash balance	<u>126,150</u>	<u>126,150</u>	<u>-</u>	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u>-</u>	\$ <u>-</u>	398,347	
OTHER FINANCING SOURCES (USES)				
Transfers in			-	
Transfers out			(200,000)	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			(14,118)	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>9,003</u>	
Net change in fund balances			193,232	
Fund Balances, October 1, 2015			<u>2,099,185</u>	
FUND BALANCES, SEPT. 30, 2016			\$ <u>2,292,417</u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES) - CASH BASIS
ROAD AND BRIDGE
For the year ended September 30, 2016

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET-
			BUDGETARY	POSITIVE
			BASIS	(NEGATIVE)
REVENUES				
Taxes	\$ 2,708,327	\$ 2,708,327	\$ 2,733,843	\$ 25,516
Licenses and permits	-	-	-	-
Intergovernmental revenues	743,304	1,358,304	2,170,725	812,421
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	6,746	6,746
	<u>3,451,631</u>	<u>4,066,631</u>	<u>4,911,314</u>	<u>844,683</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public health	-	-	-	-
Street and public improvement	3,474,631	4,089,631	3,868,752	220,879
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	<u>77,000</u>	<u>77,000</u>	<u>61,299</u>	<u>15,701</u>
	<u>3,551,631</u>	<u>4,166,631</u>	<u>3,930,051</u>	<u>236,580</u>
Revenues over (under) expenditures	(100,000)	(100,000)	981,263	\$ <u><u>1,081,263</u></u>
Estimated beginning cash balance	<u>100,000</u>	<u>100,000</u>	<u>-</u>	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u>-</u>	\$ <u>-</u>	981,263	
OTHER FINANCING SOURCES (USES)				
Proceeds from capital leases			750,316	
Transfers in			-	
Transfers out			(874,643)	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			(330,185)	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>(327,631)</u>	
Net change in fund balances			199,120	
Fund Balances, October 1, 2015			<u>1,717,091</u>	
FUND BALANCES, SEPT. 30, 2016			\$ <u><u>1,916,211</u></u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES) - CASH BASIS
AMBULANCE
For the year ended September 30, 2016

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 630,298	\$ 630,298	\$ 643,338	\$ 13,040
Licenses and permits	-	-	-	-
Intergovernmental revenues	30,283	30,283	37,060	6,777
Charges for services	680,000	680,000	642,417	(37,583)
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>1,340,581</u>	<u>1,340,581</u>	<u>1,322,815</u>	<u>(17,766)</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public health	1,294,114	1,294,114	1,269,082	25,032
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	<u>46,467</u>	<u>46,467</u>	<u>-</u>	<u>46,467</u>
	<u>1,340,581</u>	<u>1,340,581</u>	<u>1,269,082</u>	<u>71,499</u>
Revenues over (under) expenditures	-	-	53,733	\$ <u><u>53,733</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>	53,733	
OTHER FINANCING SOURCES (USES)				
Transfers in			-	
Transfers out			200,000	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			68,519	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>-</u>	
Net change in fund balances			322,252	
Fund Balances, October 1, 2015			<u>(213,509)</u>	
FUND BALANCES, SEPT. 30, 2016			\$ <u><u>108,743</u></u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES)-CASH BASIS
DEBT SERVICE-JAIL BOND
For the year ended September 30, 2016

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET-
			BUDGETARY	POSITIVE
			BASIS	(NEGATIVE)
REVENUES				
Taxes	\$ -	\$ -	\$ 2,907	\$ 2,907
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	13,406	13,406
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>-</u>	<u>-</u>	<u>16,313</u>	<u>16,313</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	-	-	16,313	\$ <u><u>16,313</u></u>
Estimated beginning cash balance	-	-	-	
Excess (deficiency) of revenues and cash balance over expenditures	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	16,313	
OTHER FINANCING SOURCES (USES)				
Proceeds from capital leases			-	
Transfers in			-	
Transfers out			-	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			4,211	
NET (INCREASE) DECREASE IN EXPENDITURE ACCRUALS			<u>-</u>	
Net change in fund balances			20,524	
Fund Balances, October 1, 2015			<u>1,541</u>	
FUND BALANCES, SEPT. 30, 2016			\$ <u><u>22,065</u></u>	

MADISON COUNTY - STATE OF IDAHO
BUDGET AND ACTUAL (WITH VARIANCES)
JUSTICE FUND
For the year ended September 30, 2016

	BUDGETED AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET- POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 3,151,495	\$ 3,151,495	\$ 3,187,892	\$ 36,397
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	1,366,680	1,366,680	1,027,001	(339,679)
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	10,000	10,000	14,865	4,865
	<u>4,528,175</u>	<u>4,528,175</u>	<u>4,229,758</u>	<u>(298,417)</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	4,370,175	4,370,175	3,851,644	518,531
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	158,000	158,000	233,852	(75,852)
	<u>4,528,175</u>	<u>4,528,175</u>	<u>4,085,496</u>	<u>442,679</u>
Revenues over (under) expenditures	-	-	144,262	<u>144,262</u>
Estimated beginning cash balance	-	-	-	
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	144,262	
OTHER FINANCING SOURCES (USES)				
Transfers in			-	
Transfers out			-	
NET INCREASE (DECREASE) IN REVENUE ACCRUALS			-	
NET (INCREASE) DECREASE IN EXPENDITURES ACCRUALS			<u>-</u>	
Net change in fund balances			144,262	
Fund Balances, October 1, 2015			<u>550,045</u>	
FUND BALANCES, SEPT. 30, 2016			<u>\$ 694,307</u>	\$

MADISON COUNTY - STATE OF IDAHO
NOTES TO BUDGET AND ACTUAL COMPARISON SCHEDULES
For the Year Ended September 30, 2016

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 did not exceed budgeted amounts in any of the major funds.

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

	<u>2016</u>
Employer’s portion of net the pension liability	0.2593222%
Employer’s proportionate share of the net pension liability	\$ 5,256,859
Employer’s covered-employee payroll	\$ 7,508,493
Employer’s proportional share of the net pension liability as a percentage of its covered-employee payroll	70.01%
Plan fiduciary net position as a percentage of the total pension liability	87.26%
	<u>2015</u>
Employer’s portion of net the pension liability	0.2674614%
Employer’s proportionate share of the net pension liability	\$ 3,522,032
Employer’s covered-employee payroll	\$ 7,465,140
Employer’s proportional share of the net pension liability as a percentage of its covered-employee payroll	47.18%
Plan fiduciary net position as a percentage of the total pension liability	91.38%

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

Data reported is measured as of July 1, 2016

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

	2016
Statutorily required contribution	\$ 770,867
Contributions in relation to the statutorily required contribution	\$ 870,312
Contribution (deficiency) excess	\$ (99,445)
Employer’s covered-employee payroll	\$ 7,508,493
Contributions as a percentage of covered-employee payroll	11.59%
	2015
Statutorily required contribution	\$ 874,871
Contributions in relation to the statutorily required contribution	\$ 859,195
Contribution (deficiency) excess	\$ 15,677
Employer’s covered-employee payroll	\$ 7,465,140
Contributions as a percentage of covered-employee payroll	11.51%

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

Data is reported is measured as of June 30, 2016.

MADISON COUNTY – STATE OF IDAHO
NOTES TO PERSI PLAN SCHEDULES
For the Year Ended June 30, 2016

1. There were no changes in benefit terms during the Plan year ended June 30, 2016.
2. There were no changes in composition of the population during the Plan year ended June 30, 2016.
3. There were no changes in assumptions during the Plan year ended June 30, 2016.

SUPPLEMENTARY INFORMATION

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

	DISTRICT COURT	FAIR GROUNDS & BUILDINGS	HEALTH DISTRICT	INDIGENT AND CHARITY
ASSETS				
Cash - County Treasurer	\$ 130,110	\$ 6,271	\$ 22,903	\$ 601,154
Taxes receivable	13,607	3,362	3,604	8,443
Accounts receivable	-	-	-	-
Receivables from other agencies	43,984	-	-	1,590
	<u>\$ 187,701</u>	<u>\$ 9,633</u>	<u>\$ 26,507</u>	<u>\$ 611,187</u>
LIABILITIES, DEFERRED AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 11,622	\$ 11	\$ -	\$ 4
Accounts payable	-	-	-	-
Due to other funds	-	-	-	-
Accrued expenses	4,670	1,126	-	451
	<u>16,292</u>	<u>1,137</u>	<u>-</u>	<u>455</u>
DEFERRED INFLOWS OF RESOURCES				
Revenues unavailable for use	<u>12,836</u>	<u>3,168</u>	<u>3,401</u>	<u>8,132</u>
FUND BALANCES				
Reserved fund balances designated for specific purposes	-	-	-	-
Unreserved fund balances	<u>158,573</u>	<u>5,328</u>	<u>23,106</u>	<u>602,600</u>
	<u>158,573</u>	<u>5,328</u>	<u>23,106</u>	<u>602,600</u>
	<u>\$ 187,701</u>	<u>\$ 9,633</u>	<u>\$ 26,507</u>	<u>\$ 611,187</u>

	PARKS AND RECREATION	RE- VALUATION	TORT	WEEDS	FEDERAL & STATE GRANTS	MENTAL HEALTH ENHANCE
\$	214,031	\$ 225,355	\$ 108,844	\$ 162,710	\$ 1,471,193	\$ 8,050
	2,411	12,972	4,046	4,570	-	-
	-	-	-	-	-	-
	-	-	-	655	53,724	-
\$	<u>216,442</u>	<u>\$ 238,327</u>	<u>\$ 112,890</u>	<u>\$ 167,935</u>	<u>\$ 1,524,917</u>	<u>\$ 8,050</u>
\$	3,841	\$ 57,523	\$ -	\$ 534	\$ 12,796	\$ -
	-	-	-	-	-	-
	-	-	-	-	-	-
	467	2,621	-	686	5,293	-
	<u>4,308</u>	<u>60,144</u>	<u>-</u>	<u>1,220</u>	<u>18,089</u>	<u>-</u>
	<u>2,262</u>	<u>11,976</u>	<u>3,812</u>	<u>4,298</u>	<u>-</u>	<u>-</u>
	-	-	-	-	-	-
	<u>209,872</u>	<u>166,207</u>	<u>109,078</u>	<u>162,417</u>	<u>1,506,828</u>	<u>8,050</u>
	<u>209,872</u>	<u>166,207</u>	<u>109,078</u>	<u>162,417</u>	<u>1,506,828</u>	<u>8,050</u>
\$	<u>216,442</u>	<u>\$ 238,327</u>	<u>\$ 112,890</u>	<u>\$ 167,935</u>	<u>\$ 1,524,917</u>	<u>\$ 8,050</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

	MOSQUITO		911		LAW		7TH JUDICIAL
	ABATEMENT		EMERGENCY		CLERKS		DRUG
ASSETS							COURT
Cash - County Treasurer	\$	332,447	\$	132,419	\$	75,487	\$ 424,453
Taxes receivable		9,211		-		-	-
Accounts receivable		-		-		-	-
Receivables from other agencies		8,552		45,167		-	123,674
	\$	<u>350,210</u>	\$	<u>177,586</u>	\$	<u>75,487</u>	\$ <u>548,127</u>
LIABILITIES, DEFERRED AND FUND BALANCES							
LIABILITIES							
Warrants payable	\$	10,694	\$	20,230	\$	4,142	\$ 10,020
Accounts payable		-		-		-	-
Due to other funds		-		-		-	-
Accrued expenses		2,049		722		4,237	13,255
		<u>12,743</u>		<u>20,952</u>		<u>8,379</u>	<u>23,275</u>
DEFERRED INFLOWS OF RESOURCES							
Revenues unavailable for use		<u>8,674</u>		<u>-</u>		<u>-</u>	<u>-</u>
FUND BALANCES							
Reserved fund balances designated for specific purposes		-		-		-	-
Unreserved fund balances		<u>328,793</u>		<u>156,634</u>		<u>67,108</u>	<u>524,852</u>
		<u>328,793</u>		<u>156,634</u>		<u>67,108</u>	<u>524,852</u>
	\$	<u>350,210</u>	\$	<u>177,586</u>	\$	<u>75,487</u>	\$ <u>548,127</u>

<u>SNOWMOBILE</u>	<u>CLERK</u>	<u>INTERLOCK/ MONITORING</u>	<u>SHERIFF'S REVOLVING</u>	<u>WATERWAYS</u>	<u>SHERIFF GRANTS</u>
\$ 108,913	\$ 69,574	\$ 6,145	\$ 75,176	\$ 14,763	\$ 61,955
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	4,240
<u>108,913</u>	<u>69,574</u>	<u>6,145</u>	<u>75,176</u>	<u>14,763</u>	<u>66,195</u>

\$ -	\$ 3,606	\$ -	\$ -	\$ -	\$ 2
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,606	-	-	-	2

-	-	-	-	-	-
108,913	65,968	6,145	75,176	14,763	66,193
108,913	65,968	6,145	75,176	14,763	66,193
<u>108,913</u>	<u>69,574</u>	<u>6,145</u>	<u>75,176</u>	<u>14,763</u>	<u>66,195</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
September 30, 2016

	SHERIFF'S CONCEALED WEAPONS	FAIR BOARD	TOTAL NONMAJOR SPECIAL REVENUE
ASSETS			
Cash - County Treasurer	\$ 9,094	\$ 48,852	\$ 4,309,899
Taxes receivable	-	356	62,582
Accounts receivable	-	-	-
Receivables from other agencies	-	170	281,756
	<u>\$ 9,094</u>	<u>\$ 49,378</u>	<u>\$ 4,654,237</u>
LIABILITIES, DEFERRED AND FUND BALANCES			
LIABILITIES			
Warrants payable	\$ 70	\$ 1,592	\$ 136,687
Accounts payable	-	-	-
Due to other funds	-	-	-
Accrued expenses	-	-	35,577
	<u>70</u>	<u>1,592</u>	<u>172,264</u>
DEFERRED INFLOWS OF RESOURCES			
Revenues unavailable for use	-	341	58,900
FUND BALANCES			
Reserved fund balances designated for specific purposes	-	-	-
Unreserved fund balances	9,024	47,445	4,423,073
	<u>9,024</u>	<u>47,445</u>	<u>4,423,073</u>
	<u>\$ 9,094</u>	<u>\$ 49,378</u>	<u>\$ 4,654,237</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, 2016

	<u>DISTRICT COURT</u>	<u>FAIR GROUNDS & BUILDINGS</u>	<u>HEALTH DISTRICT</u>	<u>INDIGENT AND CHARITY</u>
REVENUES				
Taxes	\$ 631,660	\$ 156,988	\$ 168,292	\$ 405,221
Licenses and permits	-	-	-	-
Intergovernmental revenues	179,899	1,210	2,310	6,737
Charges for services	-	-	-	-
Fines and forfeitures	63,020	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	9,382	148	-	66,356
	<u>883,961</u>	<u>158,346</u>	<u>170,602</u>	<u>478,314</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	833,820	-	-	-
Public health	-	-	170,020	375,464
Street and public improvement	-	174,111	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	4,461	16,680	-	-
Trust remittance	-	-	-	-
	<u>838,281</u>	<u>190,791</u>	<u>170,020</u>	<u>375,464</u>
Excess (deficiency) of revenues over expenditures	45,680	(32,445)	582	102,850
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	45,680	(32,445)	582	102,850
Fund Balances, Oct. 1, 2015	<u>112,893</u>	<u>37,773</u>	<u>22,524</u>	<u>499,750</u>
FUND BALANCES, Sept. 30, 2016	<u>\$ 158,573</u>	<u>\$ 5,328</u>	<u>\$ 23,106</u>	<u>\$ 602,600</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>
\$ 119,525	\$ 592,644	\$ 191,058	\$ 220,273	\$ -	\$ -
-	-	-	-	-	-
1,392	2,592	3,330	2,171	1,273,550	-
11,723	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,824	-	-	16,127	44,017	-
<u>134,464</u>	<u>595,236</u>	<u>194,388</u>	<u>238,571</u>	<u>1,317,567</u>	<u>-</u>
-	570,339	-	-	50,000	-
-	-	194,070	-	892,671	-
-	-	-	-	-	-
-	-	-	199,509	-	-
88,690	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,879	-	-	-	-	-
-	-	-	-	-	-
<u>99,569</u>	<u>570,339</u>	<u>194,070</u>	<u>199,509</u>	<u>942,671</u>	<u>-</u>
34,895	24,897	318	39,062	374,896	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>34,895</u>	<u>24,897</u>	<u>318</u>	<u>39,062</u>	<u>374,896</u>	<u>-</u>
174,977	141,310	108,760	123,355	1,131,932	8,050
<u>\$ 209,872</u>	<u>\$ 166,207</u>	<u>\$ 109,078</u>	<u>\$ 162,417</u>	<u>\$ 1,506,828</u>	<u>\$ 8,050</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, 2016

	MOSQUITO	911	LAW	7TH JUDICIAL
	ABATEMENT	EMERGENCY	CLERKS	DRUG COURT
REVENUES				
Taxes	\$ 422,524	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	31,832	-	-	990,629
Charges for services	4,383	472,762	446,689	689,643
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	634	-	-	-
	<u>459,373</u>	<u>472,762</u>	<u>446,689</u>	<u>1,680,272</u>
EXPENDITURES				
General government	-	-	-	-
Public safety	-	281,330	426,830	1,521,962
Public health	485,172	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	99,999	192,886	-	-
Trust remittance	-	-	-	-
	<u>585,171</u>	<u>474,216</u>	<u>426,830</u>	<u>1,521,962</u>
Excess (deficiency) of revenues over expenditures	(125,798)	(1,454)	19,859	158,310
OTHER FINANCIAL SOURCES (USES)				
Statutory transfers in	-	-	-	-
Statutory transfers out	-	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	(125,798)	(1,454)	19,859	158,310
Fund Balances, Oct. 1, 2015	<u>454,591</u>	<u>158,088</u>	<u>47,249</u>	<u>366,542</u>
FUND BALANCES, Sept. 30, 2016	<u><u>\$ 328,793</u></u>	<u><u>\$ 156,634</u></u>	<u><u>\$ 67,108</u></u>	<u><u>\$ 524,852</u></u>

<u>SNOWMOBILE</u>	<u>CLERK</u>	<u>INTERLOCK/ MONITORING</u>	<u>SHERIFF'S REVOLVING</u>	<u>WATERWAYS</u>	<u>SHERIFF GRANTS</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
32,109	297,857	-	84,436	3,795	43,221
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	552	-	-	-
<u>32,109</u>	<u>297,857</u>	<u>552</u>	<u>84,436</u>	<u>3,795</u>	<u>43,221</u>
-	305,338	-	-	-	-
-	-	-	97,516	-	67,138
-	-	-	-	-	-
-	-	-	-	-	-
26,788	-	-	-	2,792	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>26,788</u>	<u>305,338</u>	<u>-</u>	<u>97,516</u>	<u>2,792</u>	<u>67,138</u>
5,321	(7,481)	552	(13,080)	1,003	(23,917)
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
5,321	(7,481)	552	(13,080)	1,003	(23,917)
<u>103,592</u>	<u>73,449</u>	<u>5,593</u>	<u>88,256</u>	<u>13,760</u>	<u>90,110</u>
\$ <u><u>108,913</u></u>	\$ <u><u>65,968</u></u>	\$ <u><u>6,145</u></u>	\$ <u><u>75,176</u></u>	\$ <u><u>14,763</u></u>	\$ <u><u>66,193</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, 2016

	SHERIFF'S CONCEALED WEAPONS	FAIR BOARD	TOTAL NONMAJOR SPECIAL REVENUE
REVENUES			
Taxes	\$ -	\$ 18,243	\$ 2,926,428
Licenses and permits	-	-	-
Intergovernmental revenues	-	3,204	2,960,274
Charges for services	21,536	68,523	1,715,259
Fines and forfeitures	-	-	63,020
Investment interest	-	-	-
Misc. and contributions	6,146	43,647	188,833
	<u>27,682</u>	<u>133,617</u>	<u>7,853,814</u>
EXPENDITURES			
General government	-	-	925,677
Public safety	24,928	-	4,340,265
Public health	-	-	1,030,656
Street and public improvement	-	-	373,620
Parks, recreation, public property	-	75,672	193,942
Conservation/Economic development	-	-	-
Intergovernment expenditures	-	-	-
Sanitation	-	-	-
Capital outlay	-	10,500	335,405
Trust remittance	-	-	-
	<u>24,928</u>	<u>86,172</u>	<u>7,199,565</u>
Excess (deficiency) of revenues over expenditures	2,754	47,445	654,249
OTHER FINANCIAL SOURCES (USES)			
Statutory transfers in	-	-	-
Statutory transfers out	-	-	-
Excess (deficiency) of revenues over expenditures and other uses	2,754	47,445	654,249
Fund Balances, Oct. 1, 2015	6,270	-	3,768,824
FUND BALANCES, Sept. 30, 2016	<u>\$ 9,024</u>	<u>\$ 47,445</u>	<u>\$ 4,423,073</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
September 30, 2016

	COURT FACILITY TRUST	DISTRICT COURT TRUST	MAGISTRATE COURT TRUST	PROSECUTOR TRUST
ASSETS				
Cash - County Treasurer	\$ 114,956	\$ 47,072	\$ 335,894	\$ 7,433
	<u>\$ 114,956</u>	<u>\$ 47,072</u>	<u>\$ 335,894</u>	<u>\$ 7,433</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ -	\$ -	\$ 100,198	\$ -
Accrued expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>100,198</u>	<u>-</u>
FUND BALANCES				
Unreserved fund balances	<u>114,956</u>	<u>47,072</u>	<u>235,696</u>	<u>7,433</u>
	<u>\$ 114,956</u>	<u>\$ 47,072</u>	<u>\$ 335,894</u>	<u>\$ 7,433</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
September 30, 2016

	JUVENILE PROBATION TRUST	PLANNING AND ZONING TRUST	UNCLAIMED PROPERTY TRUST	CLOUD SEEDING TRUST
ASSETS				
Cash - County Treasurer	\$ 17,041	\$ 756	\$ 2,230	\$ 748,790
	<u>\$ 17,041</u>	<u>\$ 756</u>	<u>\$ 2,230</u>	<u>\$ 748,790</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 233	\$ -	\$ -	\$ -
Accrued expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>233</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Unreserved fund balances	<u>16,808</u>	<u>756</u>	<u>2,230</u>	<u>748,790</u>
	<u>\$ 17,041</u>	<u>\$ 756</u>	<u>\$ 2,230</u>	<u>\$ 748,790</u>

FAIR BOARD TRUST	TAYLOR GRAZING TRUST	AMBULANCE TRUST	VETERANS TRUST	EMERGENCY FOOD AND SHELTER TRUST	DISTRICT COURT INV. POOL TRUST
\$ 5,000	\$ 1,946	\$ -	\$ 139,887	\$ -	\$ -
<u>\$ 5,000</u>	<u>\$ 1,946</u>	<u>\$ -</u>	<u>\$ 139,887</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>1,946</u>	<u>-</u>	<u>139,887</u>	<u>-</u>	<u>-</u>
<u>\$ 5,000</u>	<u>\$ 1,946</u>	<u>\$ -</u>	<u>\$ 139,887</u>	<u>\$ -</u>	<u>\$ -</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - PRIVATE PURPOSE TRUST FUNDS
September 30, 2016

	TAX COLLECTOR'S TRUST	TAX REFUND TRUST	HOMELAND SECURITY TRUST	SHERIFF'S TRUST
ASSETS				
Cash - County Treasurer	\$ 120,622	\$ -	\$ 5,195	\$ 16,305
	<u>\$ 120,622</u>	<u>\$ -</u>	<u>\$ 5,195</u>	<u>\$ 16,305</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>120,622</u>	<u>-</u>	<u>5,195</u>	<u>16,305</u>
	<u>\$ 120,622</u>	<u>\$ -</u>	<u>\$ 5,195</u>	<u>\$ 16,305</u>

MOTOR VEHICLES AND DL TRUST	TOTAL PRIVATE PURPOSE TRUST FUNDS
\$ <u>299,277</u>	\$ <u>1,862,404</u>
\$ <u><u>299,277</u></u>	\$ <u><u>1,862,404</u></u>
\$ 298,752	\$ 399,183
<u>-</u>	<u>-</u>
<u>298,752</u>	<u>399,183</u>
<u>525</u>	<u>1,463,221</u>
\$ <u><u>299,277</u></u>	\$ <u><u>1,862,404</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, 2016

	COURT FACILITY TRUST	DISTRICT COURT TRUST	MAGISTRATE COURT TRUST	PROSECUTOR TRUST
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	7,270	3,503	936,125	-
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>7,270</u>	<u>3,503</u>	<u>936,125</u>	<u>-</u>
EXPENDITURES				
General government	-	361	912,828	-
Public safety	-	-	-	-
Public health	-	-	-	901
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	-	-	-
Trust remittance	-	-	-	-
	<u>-</u>	<u>361</u>	<u>912,828</u>	<u>901</u>
Excess (deficiency) of revenues over expenditures	7,270	3,142	23,297	(901)
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	7,270	3,142	23,297	(901)
Fund Balances, Oct. 1, 2015	<u>107,686</u>	<u>43,930</u>	<u>212,399</u>	<u>8,334</u>
FUND BALANCES, Sept. 30, 2016	<u>\$ 114,956</u>	<u>\$ 47,072</u>	<u>\$ 235,696</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, 2016

	JUVENILE PROBATION TRUST	PLANNING AND ZONING TRUST	UNCLAIMED PROPERTY TRUST	CLOUD SEEDING TRUST
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	39,023	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment interest	-	-	-	-
Misc. and contributions	-	1,873	-	38,528
	<u>39,023</u>	<u>1,873</u>	<u>-</u>	<u>38,528</u>
EXPENDITURES				
General government	-	1,280	-	149,973
Public safety	22,215	-	-	-
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	-	-	-
Trust remittance	-	-	-	-
	<u>22,215</u>	<u>1,280</u>	<u>-</u>	<u>149,973</u>
Excess (deficiency) of revenues over expenditures	16,808	593	-	(111,445)
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	16,808	593	-	(111,445)
Fund Balances, Oct. 1, 2015	-	163	2,230	860,235
FUND BALANCES, Sept. 30, 2016	<u>\$ 16,808</u>	<u>\$ 756</u>	<u>\$ 2,230</u>	<u>\$ 748,790</u>

FAIR BOARD TRUST	TAYLOR GRAZING TRUST	AMBULANCE TRUST	VETERANS TRUST	EMERGENCY FOOD AND SHELTER TRUST	DISTRICT COURT INV. POOL TRUST
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	326	-	10,056	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	326	-	10,056	-	-
-	-	-	-	-	-
-	-	-	7,990	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	326	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	326	-	7,990	-	-
-	-	-	-	-	-
-	-	-	2,066	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	2,066	-	-
5,000	1,946	-	137,821	-	-
\$ 5,000	\$ 1,946	\$ -	\$ 139,887	\$ -	\$ -

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, 2016

	TAX COLLECTOR'S TRUST	TAX REFUND TRUST	HOMELAND SECURITY TRUST	SHERIFF'S TRUST
REVENUES				
Taxes	\$ 200,998	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	9,070	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	329,909
Investment interest	-	-	-	-
Misc. and contributions	-	-	-	-
	<u>200,998</u>	<u>-</u>	<u>9,070</u>	<u>329,909</u>
EXPENDITURES				
General government	310,299	-	-	-
Public safety	-	-	3,875	334,786
Public health	-	-	-	-
Street and public improvement	-	-	-	-
Parks, recreation, public property	-	-	-	-
Conservation/Economic development	-	-	-	-
Intergovernment expenditures	-	-	-	-
Sanitation	-	-	-	-
Capital outlay	-	-	-	-
Trust remittance	-	-	-	-
	<u>310,299</u>	<u>-</u>	<u>3,875</u>	<u>334,786</u>
Excess (deficiency) of revenues over expenditures	(109,301)	-	5,195	(4,877)
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	(109,301)	-	5,195	(4,877)
Fund Balances, Oct. 1, 2015	<u>229,923</u>	<u>-</u>	<u>-</u>	<u>21,182</u>
FUND BALANCES, Sept. 30, 2016	<u><u>\$ 120,622</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 5,195</u></u>	<u><u>\$ 16,305</u></u>

MOTOR VEHICLES AND DL TRUST	TOTAL PRIVATE PURPOSE TRUST FUNDS
\$ -	\$ 200,998
3,707,649	3,707,649
-	58,475
-	-
-	1,276,807
-	-
-	40,401
<u>3,707,649</u>	<u>5,284,330</u>
3,707,352	5,090,083
-	360,876
-	901
-	-
-	326
-	-
-	-
-	-
-	-
<u>3,707,352</u>	<u>5,452,186</u>
297	(167,856)
-	-
-	-
<u>297</u>	<u>(167,856)</u>
228	1,631,077
<u>525</u>	<u>1,463,221</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - AGENCY FUNDS
September 30, 2016

	DEPARTMENT OF			
	STATE	TRANS-	CITIES	SCHOOL
	REMITTANCE	PORTATION		DISTRICTS
ASSETS				
Cash - County Treasurer	\$ 49,577	\$ 181,504	\$ 12,122	\$ 16,614
Taxes receivable	-	-	64,875	160,998
Receivables from other agencies	-	-	115,556	-
	<u>\$ 49,577</u>	<u>\$ 181,504</u>	<u>\$ 192,553</u>	<u>\$ 177,612</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Warrants payable	\$ 48,917	\$ 181,504	\$ 12,122	\$ 16,614
Due to other agencies	660	-	180,431	160,998
	<u>\$ 49,577</u>	<u>\$ 181,504</u>	<u>\$ 192,553</u>	<u>\$ 177,612</u>

<u>LIBRARIES</u>	<u>CEMETERIES</u>	<u>FIRE DISTRICTS</u>	<u>FLOOD DISTRICTS</u>	<u>FAIR BOARD</u>	<u>HISTORICAL SOCIETY</u>
\$ 2,645	\$ 633	\$ 2,695	\$ 4	\$ -	\$ 47
25,614	3,405	21,973	18	-	175
<u>13,112</u>	<u>2,119</u>	<u>9,597</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 41,371</u>	<u>\$ 6,157</u>	<u>\$ 34,265</u>	<u>\$ 22</u>	<u>\$ -</u>	<u>\$ 222</u>

\$ 2,645	\$ 631	\$ 2,695	\$ 4	\$ -	\$ 47
<u>38,726</u>	<u>5,526</u>	<u>31,570</u>	<u>18</u>	<u>-</u>	<u>175</u>
<u>\$ 41,371</u>	<u>\$ 6,157</u>	<u>\$ 34,265</u>	<u>\$ 22</u>	<u>\$ -</u>	<u>\$ 222</u>

MADISON COUNTY - STATE OF IDAHO
COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES - AGENCY FUNDS
September 30, 2016

	VETERAN'S MEMORIAL	AIRPORT	VARIOUS OTHER AGENCY FUNDS	TOTAL AGENCY FUNDS
ASSETS				
Cash - County Treasurer	\$ 22	\$ 6	\$ 1,108,147	\$ 1,374,016
Taxes receivable	206	62	20,354	297,680
Receivables from other agencies	<u>-</u>	<u>-</u>	<u>151</u>	<u>140,535</u>
	<u>\$ 228</u>	<u>\$ 68</u>	<u>\$ 1,128,652</u>	<u>\$ 1,812,231</u>

LIABILITIES AND FUND BALANCES

LIABILITIES				
Warrants payable	\$ 22	\$ 6	\$ 2,520	\$ 267,727
Due to other agencies	<u>206</u>	<u>62</u>	<u>1,126,132</u>	<u>1,544,504</u>
	<u>\$ 228</u>	<u>\$ 68</u>	<u>\$ 1,128,652</u>	<u>\$ 1,812,231</u>

OTHER SUPPLEMENTARY INFORMATION

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE			
<i>Clerk/Auditor</i>			
Salary - officer	\$ 62,372	\$ 62,278	\$ 94
Salary - deputies	<u>145,200</u>	<u>113,751</u>	<u>31,449</u>
Total A	<u>207,572</u>	<u>176,029</u>	<u>31,543</u>
Travel	4,183	2,926	1,257
Supplies	5,600	11,362	(5,762)
Repairs & maintenance	5,100	3,304	1,796
Dues/membership	700	1,025	(325)
Microfilm/microfiche	20,000	16,937	3,063
Miscellaneous	-	-	-
Utilities	1,084	957	127
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>36,667</u>	<u>36,511</u>	<u>156</u>
Department totals	<u>244,239</u>	<u>212,540</u>	<u>31,699</u>
<i>Assessor</i>			
Salary - officer	57,000	55,992	1,008
Salary - deputy	<u>138,000</u>	<u>123,268</u>	<u>14,732</u>
Total A	<u>195,000</u>	<u>179,260</u>	<u>15,740</u>
Travel	-	-	-
Supplies	-	-	-
Repairs & maintenance	1,500	1,750	(250)
Dues/membership	-	-	-
Miscellaneous	6,750	5,901	849
Utilities	3,000	2,646	354
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>11,250</u>	<u>10,297</u>	<u>953</u>
Department totals	<u>\$ 206,250</u>	<u>\$ 189,557</u>	<u>\$ 16,693</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>Treasurer/Tax Collector</i>			
Salary - officer	\$ 60,000	\$ 59,433	\$ 567
Salary - deputies	88,400	60,245	28,155
Salary - employee, part-time	1,435	-	1,435
Salary - overtime	-	-	-
Total A	<u>149,835</u>	<u>119,678</u>	<u>30,157</u>
Travel	2,000	689	1,311
Supplies	3,875	5,427	(1,552)
Professional services-tax billing	4,545	3,593	952
Repairs & maintenance	1,000	326	674
Advertising	1,000	852	148
Dues/membership	150	197	(47)
Miscellaneous	1,300	1,290	10
Capital outlay	-	-	-
Total B	<u>13,870</u>	<u>12,374</u>	<u>1,496</u>
Department Totals	<u>163,705</u>	<u>132,052</u>	<u>31,653</u>
<i>Commissioners</i>			
Salary - commissioners	<u>94,500</u>	<u>94,272</u>	<u>228</u>
Total A	<u>94,500</u>	<u>94,272</u>	<u>228</u>
Travel	9,000	5,398	3,602
Supplies	1,000	890	110
Vehicles fuel	940	-	940
Dues/membership	1,550	1,505	45
Utilities	3,000	3,240	(240)
Centennial fund	-	-	-
Capital outlay	-	-	-
Total B	<u>15,490</u>	<u>11,033</u>	<u>4,457</u>
Department Totals	<u>\$ 109,990</u>	<u>\$ 105,305</u>	<u>\$ 4,685</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE (Continued)			
<i>Coroner</i>			
Salary - coroner	\$ 13,250	\$ 13,224	\$ 26
Salary - deputy	1,000	983	17
Total A	14,250	14,207	43
Travel	1,000	563	437
Supplies	500	499	1
Utilities/telephone	1,000	662	338
Repairs & maintenance	-	-	-
Coroner	5,000	2,900	2,100
Capital outlay	-	-	-
Total B	7,500	4,624	2,876
Department Totals	21,750	18,831	2,919
<i>Building & Grounds</i>			
Salary - supervisor	46,060	43,153	2,907
Salary - asst maint	92,650	86,083	6,567
Salary - other personnel	5,383	-	5,383
Total A	144,093	129,236	14,857
Supplies	6,000	-	6,000
Utilities	229,550	199,282	30,268
Repairs & maintenance	91,092	104,821	(13,729)
Miscellaneous	-	-	-
Contracts	21,000	30,032	(9,032)
Capital outlay	-	-	-
Total B	347,642	334,135	13,507
Department Totals	491,735	463,371	28,364
<i>Prosecuting Attorney</i>			
Salary - officer	109,700	109,503	197
Salary - deputies	74,100	73,947	153
Salary-civil attorney	58,000	57,870	130
Salary-other	-	-	-
Salary - employee, full-time	75,678	68,554	7,124
Total A	317,478	309,874	7,604
Travel	14,000	13,399	601
Supplies	7,000	7,739	(739)
Repairs & maintenance	1,200	3,047	(1,847)
Dues/membership	4,600	4,856	(256)
Miscellaneous	2,850	2,466	384
Capital outlay	5,000	3,111	1,889
Total B	34,650	34,618	32
Department Totals	\$ 352,128	\$ 344,492	\$ 7,636

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>County Agent</i>			
Salary - deputies	\$ 36,920	\$ 37,219	\$ (299)
Salary - employee, part-time	<u>36,502</u>	<u>34,973</u>	<u>1,529</u>
Total A	<u>73,422</u>	<u>72,192</u>	<u>1,230</u>
County Agent expenses	2,900	2,360	540
Supplies	1,800	2,982	(1,182)
Vehicles	3,600	2,984	616
Repairs & maintenance	500	153	347
4-H expense	1,200	545	655
FF Agent expenses	2,800	3,268	(468)
Contracts	3,000	3,375	(375)
Cell phones	1,500	1,453	47
Capital outlay	<u>1,000</u>	<u>1,500</u>	<u>(500)</u>
Total B	<u>18,300</u>	<u>18,620</u>	<u>(320)</u>
Department Totals	<u>91,722</u>	<u>90,812</u>	<u>910</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, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>Elections</i>			
Salary - employee, full-time	\$ 32,795	\$ 18,251	\$ 14,544
Salary - employee, part-time	8,800	8,682	118
	<u>41,595</u>	<u>26,933</u>	<u>14,662</u>
Total A			
Travel	500	-	500
Repairs & maintenance	9,000	9,761	(761)
Election-workers	13,000	18,331	(5,331)
Election-expenses	23,000	31,407	(8,407)
Capital outlay	2,500	2,500	-
	<u>48,000</u>	<u>61,999</u>	<u>(13,999)</u>
Total B			
Department Totals	<u>89,595</u>	<u>88,932</u>	<u>663</u>
<i>County General</i>			
Personnel benefits	256,500	246,500	10,000
Insurance	1,038,000	961,596	76,404
Medical insurance buydown	150,000	150,000	-
Professional services	30,000	29,500	500
Contingency account	382,302	377,340	4,962
Dues & membership	29,952	17,854	12,098
Postage	15,000	15,599	(599)
Printing	9,000	2,481	6,519
Miscellaneous	24,000	19,228	4,772
Cloud seeding and legislative tour	3,500	6,500	(3,000)
Special funds	65,000	64,050	950
Soil Conservation	6,000	6,000	-
Senior Citizens Center	13,000	12,000	1,000
City Airport construction	35,000	35,000	-
City Airport OP deficit	12,800	8,875	3,925
City Golf debt	15,000	15,000	-
City Airport Legacy Flight Museum	13,000	11,000	2,000
D.A.R.E. program	8,500	8,500	-
Capital crimes defense fund	13,102	13,102	-
Project funds	28,000	29,519	(1,519)
Commissioner's reserve	382,301	384,755	(2,454)
Juvenile detention	450,110	449,137	973
Capital outlay	25,000	20,480	4,520
	<u>3,005,067</u>	<u>2,884,016</u>	<u>121,051</u>
Total B			
Department Totals	<u>\$ 3,005,067</u>	<u>\$ 2,884,016</u>	<u>\$ 121,051</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CURRENT EXPENSE (Continued)			
<i>Planning and Zoning</i>			
Salary - building inspector	\$ 24,100	\$ 23,555	\$ 545
Salary - employee, full time	23,300	21,068	2,232
Salary - other	53,500	42,314	11,186
	<u>100,900</u>	<u>86,937</u>	<u>13,963</u>
Total A			
Travel	10,000	5,318	4,682
Supplies	1,300	1,154	146
Dues & membership	1,000	845	155
Printing	3,800	3,283	517
Miscellaneous	1,000	708	292
Education & training	4,500	602	3,898
Contracts - other	59,000	72,822	(13,822)
Utilities	2,600	1,807	793
Surveyor	-	-	-
	<u>83,200</u>	<u>86,539</u>	<u>(3,339)</u>
Total B			
Department Totals	<u>184,100</u>	<u>173,476</u>	<u>10,624</u>
<i>Homeland Security</i>			
Salary - officer	31,922	30,642	1,280
Salary - employee, part-time	-	-	-
	<u>31,922</u>	<u>30,642</u>	<u>1,280</u>
Total A			
Travel	1,500	366	1,134
Supplies	4,000	1,160	2,840
Repairs, maintenance & fuel	2,400	1,657	743
Dues	500	325	175
Contracts	600	-	600
Capital outlay	2,500	2,004	496
	<u>11,500</u>	<u>5,512</u>	<u>5,988</u>
Total B			
Department Totals	<u>\$ 43,422</u>	<u>\$ 36,154</u>	<u>\$ 7,268</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CURRENT EXPENSE (Continued)			
<i>Information Technology</i>			
Salary - employee, full time	49,600	49,543	57
Salary - employee supervisor	67,900	67,699	201
Total A	117,500	117,242	258
Travel	7,000	4,260	2,740
Supplies	4,000	2,663	1,337
Project - Law Enforcement	15,800	2,760	13,040
Software & hardware	-	-	-
Project	15,000	15,250	(250)
Software & hardware - Law Enforcement	171,405	124,207	47,198
Total B	213,205	149,140	64,065
Department Totals	\$ 330,705	\$ 266,382	\$ 64,323
<i>Service officer</i>			
Salary - employee, full time	12,000	12,000	-
Total A	12,000	12,000	-
Travel	550	423	127
Supplies	250	405	(155)
Utilities	50	-	50
Miscellaneous	50	-	50
Total B	900	828	72
Department Totals	12,900	12,828	72
Adjustments	-	-	-
TOTAL CURRENT EXPENSE	\$ 5,347,308	\$ 5,018,748	\$ 328,560

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
ROAD AND BRIDGE			
Salary - supervisor	\$ 42,900	\$ -	\$ 42,900
Salary - foreman	48,750	49,917	(1,167)
Salary - employee, full time	885,000	887,711	(2,711)
Salary - employee, part-time	-	-	-
Total A	976,650	937,628	39,022
Personnel benefits	654,981	471,374	183,607
Travel	-	-	-
Supplies	7,500	7,872	(372)
Utilities	45,000	46,444	(1,444)
Vehicles	364,000	377,312	(13,312)
Repairs & maintenance	292,000	266,104	25,896
Rent/lease	265,000	270,811	(5,811)
Transportation plan	472,000	624,043	(152,043)
Freight	1,500	490	1,010
Computer software	-	-	-
Dues	-	-	-
Miscellaneous	45,000	40,050	4,950
Education	5,000	6,799	(1,799)
Signs	16,000	13,966	2,034
Road oil	280,000	382,350	(102,350)
Concrete	-	-	-
Paint	-	-	-
Culverts	-	-	-
Crushed gravel	-	-	-
Plant asphalt mix	-	-	-
Contracts	-	-	-
Grant match	215,000	215,347	(347)
HB 312	400,000	199,793	200,207
UST testing & leak detection	-	-	-
Contingency account	50,000	8,369	41,631
Capital outlay	77,000	61,299	15,701
Total B	3,189,981	2,992,423	197,558
Total Road and Bridge	\$ 4,166,631	\$ 3,930,051	\$ 236,580

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
AMBULANCE			
Salary - employee, part time	\$ -	\$ -	\$ -
Salary - overtime	-	-	-
Salary - employee, full time	684,350	684,350	-
Total A	684,350	684,350	-
Personnel benefits	357,197	344,893	12,304
Supplies	-	-	-
Travel	-	-	-
Uniforms	-	-	-
Miscellaneous	252,567	239,839	12,728
Utilities	-	-	-
Repairs & maintenance	-	-	-
Printing	-	-	-
Education	-	-	-
Contingency account	-	-	-
Capital outlay	46,467	-	46,467
Total B	656,231	584,732	71,499
Total Ambulance	\$ <u>1,340,581</u>	\$ <u>1,269,082</u>	\$ <u>71,499</u>
FAIR, GROUNDS AND BUILDINGS			
Salary - employee, full time	\$ 32,000	\$ 28,933	\$ 3,067
Salary-supervisor	45,000	44,403	597
Salary - employee, part-time	17,500	17,191	309
Total A	94,500	90,527	3,973
Personnel benefits	56,232	47,451	8,781
Utilities	11,300	15,058	(3,758)
Vehicles	1,500	1,743	(243)
Repairs & maintenance	7,850	9,889	(2,039)
Miscellaneous	10,000	10,000	-
Capital outlay	15,000	16,680	(1,680)
Total B	101,882	100,821	1,061
Total Fair, Grounds and Buildings	\$ <u>196,382</u>	\$ <u>191,348</u>	\$ <u>5,034</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
DISTRICT COURT			
<i>District & Magistrate</i>			
Salary - employee, full time	\$ 164,400	\$ 141,678	\$ 22,722
Total A	164,400	141,678	22,722
Personnel benefits	101,795	79,859	21,936
Travel	1,000	1,196	(196)
Supplies	16,000	15,866	134
Repairs	3,500	3,264	236
Professional services	1,500	6,492	(4,992)
Contingency account	15,581	3,484	12,097
Law library	16,000	16,364	(364)
Postage	15,000	14,710	290
Reimbursement-General Fund	30,000	30,000	-
Workman's comp. insurance	500	500	-
Jury	115,063	118,203	(3,140)
Public defender	85,000	73,340	11,660
Utilities	3,000	2,283	717
Contracts	44,121	28,833	15,288
Capital outlay	1,288	200	1,088
Total B	449,348	394,594	54,754
Department Totals	613,748	536,272	77,476
<i>Juvenile Probation</i>			
Salary - supervisor	66,600	66,385	215
Salary - employee, full time	45,000	44,840	160
Intensive officer	40,719	40,685	34
Intensive secretary	15,067	15,076	(9)
Salary - employee, part-time	18,806	18,004	802
Total A	186,192	184,990	1,202
Personnel benefits	85,965	84,035	1,930
Travel	500	673	(173)
Supplies	700	965	(265)
Cell phones	4,500	3,326	1,174
Printing	4,300	138	4,162
Vehicles	6,000	4,045	1,955
Miscellaneous	26,220	17,753	8,467
Professional services	-	-	-
Drug screens	300	359	(59)
Training	4,000	3,014	986
Grants and assesement	7,379	3,105	4,274
Capital outlay	6,500	4,302	2,198
Total B	146,364	121,715	24,649
Department Totals	332,556	306,705	25,851
Total District Court	\$ 946,304	\$ 842,977	\$ 103,327

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
HEALTH DISTRICT			
Utilities	\$ -	\$ -	\$ -
Repairs & maintenance	-	-	-
Miscellaneous	-	-	-
Building payments	170,020	170,020	-
Capital outlay	-	-	-
Total B	170,020	170,020	-
Total Health District	\$ 170,020	\$ 170,020	\$ -
INDIGENT AND CHARITY			
Salary - employee, full time	\$ 31,870	\$ 31,625	\$ 245
Salary - employee, part time	20,600	20,807	(207)
Total A	52,470	52,432	38
Personnel benefits	34,415	30,164	4,251
Travel	1,400	942	458
Supplies	8,000	1,205	6,795
Hospital	250,000	204,175	45,825
Miscellaneous	50,000	50,000	-
Medical	8,000	-	8,000
Senior Citizens	-	-	-
Contingency	65,000	-	65,000
Food & housing	8,000	1,869	6,131
Utilities	8,000	400	7,600
Burials	5,000	1,950	3,050
Crisis Center	2,500	1,932	568
Catastrophic	120,000	31,910	88,090
Capital outlay	-	-	-
Total B	560,315	324,547	235,768
Total Indigent	\$ 612,785	\$ 376,979	\$ 235,806

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
PARKS AND RECREATION			
Salary - employee, full-time	\$ 24,440	\$ 18,478	\$ 5,962
Salary - employee, part-time	13,000	11,156	1,844
Total A	37,440	29,634	7,806
Personnel benefits	34,635	25,724	8,911
Travel	-	-	-
Supplies - other	20,100	20,182	(82)
Utilities	1,150	1,093	57
Vehicles	5,000	4,977	23
Repairs & maintenance	7,000	7,061	(61)
Miscellaneous	4,000	-	4,000
Contingency	-	-	-
Grant expenditures	-	-	-
Insurance	100	-	100
Capital outlay	20,000	10,879	9,121
Total B	91,985	69,916	22,069
Total Parks and Recreation	\$ 129,425	\$ 99,550	\$ 29,875
REVALUATION			
Salary - employee, full-time	\$ 182,480	\$ 182,528	\$ (48)
Salary - employee, part-time	118,500	118,277	223
Salary - officer	-	-	-
Total A	300,980	300,805	175
Personnel benefits	146,520	137,808	8,712
Travel	10,500	8,827	1,673
Supplies	10,900	10,905	(5)
Cell phone	1,700	1,045	655
Insurance	-	-	-
Vehicles	3,000	1,852	1,148
Miscellaneous	20,000	20,000	-
Contracts - appraisals	44,000	44,355	(355)
Dues	1,400	1,455	(55)
GIS expenses	53,800	44,706	9,094
Capital outlay	-	-	-
Total B	291,820	270,953	20,867
Total Revaluation	\$ 592,800	\$ 571,758	\$ 21,042

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
TORT LIABILITY			
Insurance-liability	\$ 194,070	\$ 194,070	\$ -
Judgements	-	-	-
Miscellaneous	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Tort Liability	\$ <u>194,070</u>	\$ <u>194,070</u>	\$ <u>-</u>
WEEDS			
Salary - employee, full and part-time	\$ 87,000	\$ 66,768	\$ 20,232
Salary - supervisor	23,300	23,300	-
	<u> </u>	<u> </u>	<u> </u>
Total A	<u>110,300</u>	<u>90,068</u>	<u>20,232</u>
Personnel benefits	62,440	43,190	19,250
Travel	2,500	2,145	355
Supplies	2,200	1,807	393
Utilities	4,600	4,536	64
Vehicles	7,500	6,583	917
Repairs & maintenance	6,500	7,210	(710)
Contingency account	-	-	-
Miscellaneous	10,000	10,000	-
Information and education	-	-	-
Chemicals/Contracts	36,000	36,113	(113)
Capital outlay	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total B	<u>131,740</u>	<u>111,584</u>	<u>20,156</u>
Total Weeds	\$ <u>242,040</u>	\$ <u>201,652</u>	\$ <u>40,388</u>
DRUG COURT GRANT			
Salaries - supervisor	\$ 21,387	\$ 18,958	\$ 2,429
Salary - other	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total A	<u>21,387</u>	<u>18,958</u>	<u>2,429</u>
Personnel benefits	9,094	7,655	1,439
Medical-drug testing	39,191	13,081	26,110
Insurance	325	-	325
Supplies	1,500	1,015	485
Travel	10,000	6,539	3,461
District Drug Court manager	933	906	27
Capital outlay	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total B	<u>61,043</u>	<u>29,196</u>	<u>31,847</u>
Total Drug Court Grant	\$ <u>82,430</u>	\$ <u>48,154</u>	\$ <u>34,276</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
JUSTICE FUND			
Salaries - sheriff	\$ 74,100	\$ 73,974	\$ 126
Salaries - employees	<u>2,750,000</u>	<u>2,508,673</u>	<u>241,327</u>
Total A	<u>2,824,100</u>	<u>2,582,647</u>	<u>241,453</u>
Personnel benefits	679,875	644,720	35,155
HRA funding	50,000	50,000	-
Extradition	2,000	190	1,810
Utilities	29,000	21,491	7,509
Vehicles	143,000	97,286	45,714
Information technology	71,000	71,069	(69)
Repairs and maintenance	5,500	3,643	1,857
Jail	408,000	352,789	55,211
Dues/membership	3,200	3,750	(550)
Uniforms	19,000	18,850	150
Weapons/ammunition	14,000	13,864	136
Miscellaneous	6,000	4,394	1,606
SWAT team	2,500	1,745	755
Supplies	60,000	52,666	7,334
Training	35,000	33,627	1,373
Contracts	13,000	8,501	4,499
Community watch	1,000	-	1,000
Body/vehicle camera	20,000	17,323	2,677
Juvenile expenses	4,000	1,846	2,154
Capital outlay	<u>138,000</u>	<u>128,503</u>	<u>9,497</u>
Total B	<u>1,704,075</u>	<u>1,526,257</u>	<u>177,818</u>
Total Justice Fund	<u>\$ 4,528,175</u>	<u>\$ 4,108,904</u>	<u>\$ 419,271</u>
CONSOLIDATED ELECTIONS			
Salaries - employees	\$ <u>45,600</u>	\$ <u>34,905</u>	\$ <u>10,695</u>
Total A	<u>45,600</u>	<u>34,905</u>	<u>10,695</u>
Personnel benefits	22,605	19,908	2,697
Travel	2,000	-	2,000
Repairs & maintenance	9,000	-	9,000
Administration fees	40,000	40,000	-
Election expenses	<u>40,000</u>	<u>29,121</u>	<u>10,879</u>
Total B	<u>113,605</u>	<u>89,029</u>	<u>24,576</u>
Total Consolidated Elections	<u>\$ 159,205</u>	<u>\$ 123,934</u>	<u>\$ 35,271</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
TRI-COUNTY MSD. PROBATION			
Salaries	\$ 283,525	\$ 267,613	\$ 15,912
Salary - other	-	-	-
Total A	<u>283,525</u>	<u>267,613</u>	<u>15,912</u>
Personnel benefits	179,767	139,573	40,194
Travel	20,000	11,611	8,389
Supplies	7,500	4,637	2,863
Consultants	81,000	-	81,000
Operating expenses	13,600	5,489	8,111
Education classes	2,700	2,250	450
Testing lab	40,000	23,788	16,212
Utilities	5,500	6,455	(955)
Capital outlay	<u>53,000</u>	<u>19,849</u>	<u>33,151</u>
Total B	<u>403,067</u>	<u>213,652</u>	<u>189,415</u>
Total Tri-County Msd. Probation	<u>\$ 686,592</u>	<u>\$ 481,265</u>	<u>\$ 205,327</u>
MOSQUITO ABATEMENT			
Salaries-supervisor	\$ 23,500	\$ 24,001	\$ (501)
Salary - employee, full and part-time	<u>113,600</u>	<u>104,578</u>	<u>9,022</u>
Total A	<u>137,100</u>	<u>128,579</u>	<u>8,521</u>
Travel-meetings	3,500	3,500	-
Supplies-office	2,300	1,928	372
Personnel benefits	48,300	56,661	(8,361)
State unemployment	4,000	1,005	2,995
Vehicles	13,000	13,077	(77)
Chemicals	160,000	160,000	-
Miscellaneous	84,000	84,111	(111)
Repairs & maintenance	30,000	29,325	675
Utilities	6,420	6,690	(270)
Capital outlay	<u>100,000</u>	<u>99,999</u>	<u>1</u>
Total B	<u>451,520</u>	<u>456,296</u>	<u>(4,776)</u>
Total Mosquito Abatement	<u>\$ 588,620</u>	<u>\$ 584,875</u>	<u>\$ 3,745</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
LAW CLERKS			
Salary - employees	\$ 325,224	\$ 307,563	\$ 17,661
Total A	325,224	307,563	17,661
Personnel benefits	152,616	116,236	36,380
Supplies	-	-	-
Operating expenses	8,718	5,371	3,347
Miscellaneous	-	-	-
Total B	161,334	121,607	39,727
Total Law Clerks	\$ 486,558	\$ 429,170	\$ 57,388
FEDERAL TRANSPORT			
Salaries	\$ 10,000	\$ 11,509	\$ (1,509)
Total A	10,000	11,509	(1,509)
Personnel benefits	5,000	2,231	2,769
Travel	-	-	-
Vehicle	-	-	-
Miscellaneous	5,500	759	4,741
Capital outlay	-	-	-
Total B	10,500	2,990	7,510
Total Federal Transport	\$ 20,500	\$ 14,499	\$ 6,001
911 EMERGENCY			
Salaries - director	\$ 34,185	\$ 32,820	\$ 1,365
Salaries - employees	53,535	52,782	753
Total A	87,720	85,602	2,118
Personnel benefits	45,500	27,899	17,601
Travel	5,000	1,524	3,476
Training	5,000	1,461	3,539
Contracts	175,000	154,994	20,006
Supplies	2,000	1,966	34
Dues	500	695	(195)
Miscellaneous	-	-	-
Repairs & maintenance	8,000	8,058	(58)
Capital outlay	245,000	192,886	52,114
Total B	486,000	389,483	96,517
Total Enhanced 911 Emergency	\$ 573,720	\$ 475,085	\$ 98,635

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
FAIR BOARD			
Rodeo	\$ 31,000	\$ 32,113	\$ (1,113)
Contract labor	3,000	407	2,593
Fair expenses	17,000	20,633	(3,633)
Rent	4,300	3,115	1,185
Reimbursement	-	150	(150)
Sales tax	1,500	4,093	(2,593)
Advertising	12,000	12,257	(257)
Miscellaneous	3,000	2,904	96
Capital outlay	5,700	10,500	(4,800)
Total Cert Training/Equipment	<u>\$ 77,500</u>	<u>\$ 86,172</u>	<u>\$ (8,672)</u>
SNOWMOBILE			
Salaries - employee, part-time	\$ 4,000	\$ -	\$ 4,000
Salaries - other	<u>9,000</u>	<u>11,528</u>	<u>(2,528)</u>
Total A	<u>13,000</u>	<u>11,528</u>	<u>1,472</u>
Personnel benefits	1,705	1,302	403
Supplies	1,500	505	995
Vehicle	12,000	5,279	6,721
Repairs & maintenance	22,000	5,999	16,001
Utilities	750	675	75
Miscellaneous	1,500	1,500	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>39,455</u>	<u>15,260</u>	<u>24,195</u>
Total Snowmobile	<u>\$ 52,455</u>	<u>\$ 26,788</u>	<u>\$ 25,667</u>
7TH JUDICIAL DRUG COURT TREATMENT			
Salaries - clinical director	\$ 73,500	\$ 80,000	\$ (6,500)
Salary - other personnel	<u>799,000</u>	<u>828,854</u>	<u>(29,854)</u>
Total A	<u>872,500</u>	<u>908,854</u>	<u>(36,354)</u>
Personnel benefits	498,493	347,690	150,803
Travel	35,500	29,635	5,865
HRA	15,000	17,250	(2,250)
Supplies	40,000	37,112	2,888
Utilities	20,000	24,766	(4,766)
Contingency	20,000	-	20,000
Rent	103,001	93,406	9,595
Professional services	60,141	38,028	22,113
Dues	12,000	12,994	(994)
Capital outlay	<u>20,000</u>	<u>18,844</u>	<u>1,156</u>
Total B	<u>824,135</u>	<u>619,725</u>	<u>204,410</u>
Total 7th Judicial Drug Court Treatment	<u>\$ 1,696,635</u>	<u>\$ 1,528,579</u>	<u>\$ 168,056</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CLERK			
General government	\$ -	\$ 305,338	\$ (305,338)
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total Clerk	<u>\$ -</u>	<u>\$ 305,338</u>	<u>\$ (305,338)</u>
INTERLOCK/MONITORING			
Public safety	\$ -	\$ -	\$ -
Total Interlock/Monitoring	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
SHERIFF'S REVOLVING			
Public safety	\$ -	\$ 97,516	\$ (97,516)
Total Sheriff's Revolving	<u>\$ -</u>	<u>\$ 97,516</u>	<u>\$ (97,516)</u>
WATERWAYS TRUST			
Salaries	\$ 5,500	\$ 2,109	\$ 3,391
Personnel benefits	2,454	407	2,047
Supplies	2,000	-	2,000
Repair & maintenance	2,000	276	1,724
Miscellaneous	1,100	-	1,100
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Waterways Trust	<u>\$ 18,054</u>	<u>\$ 2,792</u>	<u>\$ 15,262</u>
SHERIFF'S CONCEALED WEAPONS			
Public safety	\$ 35,000	\$ 24,928	\$ 10,072
Total Sheriff's Concealed Weapons	<u>\$ 35,000</u>	<u>\$ 24,928</u>	<u>\$ 10,072</u>

MADISON COUNTY - STATE OF IDAHO
ANALYSIS OF EXPENDITURES BY FUND
For the Year Ended September 30, 2016

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
CONTRACT CARRY OVER			
Salaries	\$ 52,856	\$ 43,784	\$ 9,072
Personnel benefits	<u>25,400</u>	<u>20,424</u>	<u>4,976</u>
Total Contract Carry Over	<u>\$ 78,256</u>	<u>\$ 64,208</u>	<u>\$ 14,048</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	\$ 140,000	\$ 56,269	\$ 83,731
Total A	<u>140,000</u>	<u>56,269</u>	<u>83,731</u>
Personnel benefits	30,000	10,869	19,131
Travel	-	-	-
Supplies	-	-	-
Project-E ticketing	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total B	<u>30,000</u>	<u>10,869</u>	<u>19,131</u>
Total Sheriff Grants & Contracts	<u>\$ 170,000</u>	<u>\$ 67,138</u>	<u>\$ 102,862</u>
TOTAL SPECIAL REVENUE	<u>\$ 17,844,738</u>	<u>\$ 16,316,832</u>	<u>\$ 1,527,906</u>
JAIL BOND REDEMPTION			
Jail Bond Payment	\$ -	\$ -	\$ -
Total Jail Bond Redemption	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
TOTAL GOVERNMENTAL FUND TYPES	<u>\$ 23,192,046</u>	<u>\$ 21,335,580</u>	<u>\$ 1,856,466</u>

MADISON COUNTY - STATE OF IDAHO
RECONCILIATION OF EXPENDITURES - CASH BASIS TO GAAP BASIS
For the Year Ended September 30, 2016

Total expenditures - cash basis	\$ 21,335,580
Increase in expenditure accruals	<u>285,990</u>
Total expenditures - GAAP basis	<u><u>21,621,570</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, 2016, 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 27, 2017. 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 27, 2017