

**MINIDOKA COUNTY  
RUPERT, IDAHO**

**BASIC FINANCIAL STATEMENTS  
With Supplemental Information**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010**

## TABLE OF CONTENTS

Title Page.....	1
Table of Contents.....	2
Independent Auditors' Report.....	4
Management's Discussion and Analysis.....	5
 <b>FINANCIAL SECTION</b>	
Statement of Net Assets.....	12
Statement of Activities.....	13
Balance Sheet - Governmental Funds.....	14
Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds.....	15
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	16
Statement of Fiduciary Net Assets.....	17
Statement of Changes in Fiduciary Net Assets.....	18
Claims Administration Trust Fund Statement of Revenues, Expenses and Changes in Fund Balance.....	19
Notes to the Financial Statements.....	20
 <b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual: Major Government Funds .....	33
Notes to Required Supplementary Information.....	
 <b>SUPPLEMENTARY INFORMATION</b>	
Combining Balance Sheet – Non-major Governmental Funds.....	37
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Non-major Governmental Funds.....	40
Combining Balance Sheet – Agency Funds.....	43
Combining Balance Sheet – Special Taxing Districts.....	46

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – 53  
Special Revenue Funds – Budget to Actual.....

Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Debt  
Service Fund – Budget to Actual..... 60

**COMPLIANCE SECTION**

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..... 61

**STATISTICAL SECTION**

Statement of 2009 Tax Assessment..... 63

Statement of 2009 Tax Rolls (Full Market Value)..... 64

## INDEPENDENT AUDITOR'S REPORT

Minidoka County Commissioners  
Minidoka County  
Rupert, ID 83350

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka County, as of and for the year ended September 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Minidoka County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Minidoka County Fair Board, a component unit. 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 the Minidoka County Fair Board, a component unit, 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. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provides a reasonable basis for our opinion.

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 aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Minidoka County, as of September 30, 2010, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2010 on our consideration of Minidoka County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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* and important for assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 11 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental

Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the

information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Minidoka County's basic financial statements. The introductory section, combining and individual non-major fund financial statements and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual non-major fund financial statements 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. The information has been subjected to the auditing procedures applied in the audit of the financial statements and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Garald Price & Associates

December 14, 2010

**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**MINIDOKA COUNTY**  
**Fiscal Year Ended September 30, 2010**

The Governmental Accounting Standards Board issued its Statement No. 34 in 1999 which provided for a number of significant changes in the manner in which the County's Audit Report is presented. One of those changes is this Management's Discussion and Analysis which was incorporated into the County's Audit for the first time five years ago. This report is intended to present **“an objective and easily readable analysis of the government's financial activities based on currently known facts, decisions, or conditions.”**

Some of the financial information presented in the Audit Report is re-stated here in a more personal format and, rather than duplicate the Auditor's statements, there will also be references to their findings in this report.

The three-member Board of County Commissioners (Board) is blessed with the ultimate responsibility of managing the County's finances in a sound and efficient manner. The challenge of this task is being able to satisfy the needs of 128 employees (which includes six fellow elected officials and five appointed department heads) and provide the necessary services to the public without placing an unbearable burden on the property tax payer. Hopefully, this report will illustrate the many demands impacting the County's financial condition and what the County is doing to provide the best service to the public within the confines of a restricted budget.

**OVERVIEW OF THE FINANCIAL ACTIVITIES**

The Comparison of Expenditures which follows gives a detailed picture of activities for the three basic categories of the County's funds: Current Expense (General) Fund; Justice Fund; and Other Special Revenue Funds. While the Board of County Commissioners approves each department's budget annually, their control of actual expenditures during the year is limited to an approval process only. Each elected official and department head has the authority to spend funds within their approved budget without the Board's involvement. However, the Board does have the authority to make budget reductions during the year in response to revenue shortfalls.

## Minidoka County 2009-2010 Comparison of Expenditures

	Actual Expenditures 2009	Actual Expenditures 2010	Difference Between 2009-2010
ASSESSOR	197,362.05	197,937.11	(575.06)
AUDITOR	222,179.79	206,120.02	16,059.77
BUILDING & GROUNDS	278,597.37	77,506.35	201,091.02
CIVIL DEFENSE			
COMMISSIONERS	95,619.91	96,388.60	(768.69)
CORONER	18,521.88	21,788.77	(3,266.89)
COUNTY AGENT	96,638.30	97,058.07	(419.77)
ELECTIONS	33,038.30	30,460.15	2,578.15
GENERAL ITEMS	184,100.43	154,847.08	29,253.35
JANITOR	72,849.53	75,730.13	(2,880.60)
TREASURER	189,292.64	203,922.99	(14,630.35)
VETERANS	6,656.87	6,633.09	23.78
ZONING & BUILDING	193,618.44	190,562.87	3,055.57
INFORMATION TECHNOLOGY	96,360.22	94,059.41	2,300.81
GENERAL RESERVE	39,817.89	18,508.85	21,309.04
<b>TOTAL CURRENT EXPENSE</b>	<b>1,724,653.62</b>	<b>1,471,523.49</b>	<b>253,130.13</b>
ANIMAL CONTROL	77,551.88	91,336.77	(13,784.89)
DISTRICT COURT SALARIES	366,583.48	373,737.33	(7,153.85)
JAIL	603,727.00	682,440.00	(78,713.00)
LAW ENF-COMMUNICATIONS	184,583.73	190,391.29	(5,807.56)
PROSECUTING ATTORNEY	406,225.97	433,893.27	(27,667.30)
SHERIFF	1,199,425.18	1,262,804.83	(63,379.65)
PUBLIC DEFENDER	287,964.52	286,893.63	1,070.89
JUVENILE DETENTION	776,303.02	753,648.04	22,654.98
JUVENILE PROBATION	544,038.54	570,689.59	(26,651.05)
GENERAL RESERVE	6,165.29	4,570.07	1,595.22
JOINT COUNTY OPERATIONS	440,875.00	435,980.00	4,895.00
<b>TOTAL JUSTICE FUND</b>	<b>4,893,443.61</b>	<b>5,086,384.82</b>	<b>(192,941.21)</b>
AMBULANCE	26,400.00	20,000.00	6,400.00
DISTRICT COURT	421,326.54	351,154.74	70,171.80
E911 SYSTEM	246,702.70	211,197.75	35,504.95
HEALTH	88,065.00	89,000.00	(935.00)
JR COLLEGE	289,800.00	342,400.00	(52,600.00)
PARKS & RECREATION	39,042.83	42,057.51	(3,014.68)
PEST	1,500.00	1,500.00	-
PUBLIC ASSISTANCE	376,252.89	312,173.49	64,079.40
REVALUATION	308,141.90	313,715.97	(5,574.07)
SANITARY LANDFILL	685,882.72	701,983.40	(16,100.68)
WEEDS	105,147.06	87,596.57	17,550.49
BOND REDEMPTION			
CID FUND	208.50	-	208.50
WATERWAY FUND	22,381.26	35,421.05	(13,039.79)
<b>TOTAL</b>	<b>2,610,851.40</b>	<b>2,508,200.48</b>	<b>102,650.92</b>
<b>TOTAL OPERATING BUDGET</b>	<b>9,228,948.63</b>	<b>9,066,108.79</b>	<b>162,839.84</b>

Following is a brief description of the events that caused the more significant differences in the preceding list of expenditures:

**BUILDING & GROUNDS** – For the second year in a row these expenditures have decreased more than \$200,000. Due to a lack of funds, the budgeted amount was \$183,000 less than the FY2009 Budget, mainly because no remodeling expense was included. The expenses for the year was almost \$18,000 less than the budget with energy savings, attributable to previous years' remodeling to the Courthouse, accounting for 50% of that reduction.

**GENERAL ITEMS** - The General Items Budget contains numerous line items of expenses that are not confined to any one particular department. The major expense in this budget is the cost of property and liability insurance for the County. The FY2010 Budget is comparable to the actual expenditures for FY2009. However, the \$29,000 improvement can be attributed to several expenses being reduced, including a \$14,900 savings in the County's Risk Management Program.

**JAIL** – Minidoka County participates in several two-county programs with Cassia County and the jail being one of those programs. Each year the funding for the jail budget (after deducting all other jail-related revenues) is shared by the two counties based on the percentage of inmates each county has staying in the jail. The amount of revenue received for housing State inmates continued to decline, causing each County to contribute more property tax money. However, because Minidoka County's percentage of inmates shrunk, our contribution increased less than Cassia County's contribution.

**DISTRICT COURT** – The District Court Fund realized a \$70,000 reduction in expenses. \$62,000 of that amount came as a result of the elimination of the Misdemeanor Probation Fee that the County had been collecting and remitting to Cassia County.

**JUNIOR COLLEGE** – In Idaho, counties that are not part of a community college taxing district, are required to provide tuition for its' residents that attend an Idaho community college. The amount of money that Minidoka County pays is determined by the number of credit hours taken by those students. The increase of those numbers for FY2010 was more than double the previous year's increase. This is another one of the County's many mandated expenses that is beyond our control.

**PUBLIC ASSISTANCE** - The County is statutorily obligated to pay for medical bills of residents that apply and meet the qualifications. The annual cost to the County varies, sometimes significantly, depending on the number of applications submitted and approved by the Board of County Commissioners. In 2006, payments to medical providers amounted to \$ 370,300. In 2007, that figure decreased to \$ 278,500, however, in 2008, those payments increased almost \$ 150,000 up to \$ 427,000. The roller coaster ride continued through 2009 as those payments once again fell to \$ 315,300. In 2010, the decline continued resulting in a reduction of \$64,000 from the previous year.

Overall, the expenditure functions are closely monitored at various levels. The department heads are kept informed with regular reports that reflect their spending levels and available budget. Each individual voucher requesting County payment goes through a two-step, hands on review by the Auditor's Office. The vouchers are then forwarded to the Board for their approval. The cooperation of all the players involved in this process allows for the successful compliance to a restrictive budget.

### **BUDGETARY ANALYSIS**

Each year the County Budget is approved with the knowledge that part of the funding, for all but one of the County's Funds, may come from the Beginning Fund Balance (aka Carryover). In many years the actual revenues exceed the actual expenditures and the Carryover is not used. Such was the case this year for all of the County's property tax – supported Funds except the Justice Fund, the Junior College Fund, the Ambulance Fund, and the District Court Fund.

The Statement of Revenues, Expenditures, and Changes in Fund Balances on page ~~15~~<sup>17</sup> lists the deficiencies which resulted in the use of Carryover funds. In the Justice Fund \$ 227,893 was budgeted as Carryover, but only \$118,493 was needed because the expenses were less than budgeted.

A similar situation occurred in the other three funds as well. The Junior College Fund and the Ambulance Fund budgets were approved with the expectation of using \$27,000 and \$2,200, respectively, of Carryover to fund the expenditures. However, the property tax collections were better than expected and only \$20,920 and \$915, respectively, of Carryover was used.

The amount of Carryover used in the District Court Fund was \$4,503 (\$67,497 less than budgeted) due to expenditures being considerably less than the amount budgeted.

### **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As a prerequisite to discussing the overall financial position of Minidoka County, I believe it would be beneficial to consider some of the components that had or could have a significant impact on the County's financial activities.

The only source of significant revenue that the Board has control over is the property tax assessments, which accounted for 43.6% of the total revenue. Another 26.1% came from the state and federal governments with state sales tax, being the largest single component of that amount. That sales tax revenue declined by \$ 106,000 in FY2009 and by another \$47,800 in FY2010

The amount of revenue that the County derives from “Interest on Investments” continued to decline. Only \$35,000 was received in FY2010 compared to \$138,000 in FY2008. The one bright spot on the list of revenues was the Building Permit Fees total that increased from \$110,000 to \$138,000.

As you can see, economic factors (some local and some statewide) as well as legislative influences play a big part in shaping the County’s financial picture. Contending with a reduction in revenues that are beyond our control is even more challenging because of the law limiting to a 3% increase in property tax dollars levied.

The expenditure side of the scales to be balanced is where the Board’s control weighs supreme. The county budgeting process provides for departmental requests, which are based on needs/wants to be submitted to the County Auditor who then prepares a budget recommendation to the Board based on available revenues. The departmental requests along with the Budget Officer’s recommendations are then presented to the Board. It is then up to the Board to decide which requests that they can afford to include in the budget and which ones are to be considered in another year.

The Board is using a long-range plan to address its building needs that have not received enough attention in the past. The first phase of a 4 or 5 year remodeling project was completed in FY 2008. The second phase, which provides for the relocation of the Treasurer’s Office to the northwest corner of the Courthouse’s main floor, was completed during FY 2009. Unfortunately, the revenue reductions prohibited the inclusion of funding in the FY2010 Budget for phase three. And, for the first time in many years, the employees did not even receive a pay raise in FY2010.

A Comparison of Minidoka County’s Assets, Liabilities and Net Assets:

ASSETS	<u>2008-09</u>	<u>2009-10</u>
Current and Other Assets	3,661,087	3,809,571
Capital Assets	<u>2,028,830</u>	<u>1,921,791</u>
Total Assets	5,689,917	5,731,362
LIABILITIES		
Long-term Liabilities	137,548	135,489
Other Liabilities	<u>378,668</u>	<u>331,235</u>
Total Liabilities	516,216	466,724
NET ASSETS		
Invested in Capital Assets, Net of Debt	2,028,830	1,921,791
Restricted for Debt Service	0	0
Unrestricted	<u>3,144,872</u>	<u>3,342,847</u>
Total Net Assets	5,173,701	5,264,638

This brief comparison of the County’s assets and liabilities reflects several points. First of all, it is evident that the County strengthened its financial statement by continuing to

increase its Total Net Assets. A reduction in Capital Assets, combined with an increase in the Current Assets, also reflects a continued improvement in the County's liquidity. There was also a reduction in liabilities at year end which could be attributed to the cooperation of the department heads to reduce expenditures in order to deal with the County's declining revenues.

Property taxes continue to serve as an integral funding source for the County's budget. Every year the Board faces the challenge of providing for the ever-increasing demands without over-burdening the County's taxpayers. And this must be done in a way that does not negatively impact the County's financial condition. Listed below are the property tax levies which, when compared to the maximum levy allowed, reflects the importance that the County Commissioners place on the taxpayers' desire to not increase the dollar amount of property taxes levied for the County Government operation. All of the County's fund levies are substantially less than the statutory limits, with the exception of the Justice Fund (98.4%) and the Revaluation Fund (73.7%).

<u>GOVERNMENTAL FUND</u>	<u>FY</u> <u>2009-10</u>	<u>STATUTORY</u> <u>MAXIMUM</u>
General (Current Expense)	0.000844	0.00200
Justice	0.001969	0.00200
Hospital	0.000105	0.00020
District Court	0.000107	0.00040
Health	0.000081	0.00040
Parks & Rec.	0.000036	0.00010
Community College	0.000277	0.00060
Pest	0.000002	0.00020
Indigent	0.000219	0.00100
Revaluation	0.000295	0.00040
Noxious Weeds	0.000047	0.00060
Historical Society	0.000029	0.00012
Fair Operations	0.000109	0.00020
Fair Buildings	0.000036	0.00010

### **ANALYSIS OF INDIVIDUAL FUNDS**

The Governmental Funds listed above are all Special Revenue Funds, each serving a specific purpose, with the exception of the General (Current Expense) Fund and the Justice Fund. Within those two funds you will find the budgets of many departments that provide a variety of services. Some of the larger departments (as in expenses) in the General Fund are the Assessor, Treasurer, Zoning/Building, and the Clerk/Auditor/Recorder. All of the Public Safety/Law Enforcement functions are provided for in the Justice Fund.

The soundness of each individual fund can be measured two ways: 1) comparison of fund balance to prior year; and 2) comparing the fund balance to that fund's budget—more specifically, its ability to cover the first three months' expenses of the following year. The following statistics depict these two comparisons:

	<u>BEGINNING FUND BALANCE</u>	<u>ENDING FUND BALANCE</u>	<u>ESTIMATED EXPENSES OF FOLLOWING QUARTER</u>
General Fund	658,848	717,451	390,000
Justice Fund	954,057	835,565	905,000
All Other Funds	1,329,095	1,455,566	336,000

The above figures show that the year-end fund balance in the Justice Fund is below the desired level. However, all other fund balances are very healthy and the General Fund has enough cushion that more of our discretionary revenue, such as sales tax and PILT, can be re-allocated from the General Fund to the Justice Fund in FY2011.

The combined year-end fund balances of the General Fund and the Justice Fund are 3.7% less than the previous year's total. The state's economic conditions lack any indications of improved revenues to the County in the coming year, so it appears that the best opportunity to increase those fund balances will come via expense control.

### **ECONOMIC FACTS AND NEXT YEAR'S BUDGET**

The economic downturn has yet to have any significant adverse affect on the property values in Minidoka County, which could then affect our property tax revenue. Increasing the levies that generate the property taxes is a decision that rests with the Board, but they must be mindful of any statutory levy restrictions that might come into play. At the present time the cumulative amount of property taxes available to be levied is not in any danger, however, the 3% statutory limit for the overall County property tax dollar increase barely offsets the decrease in other revenues.

The other affect of the economy on the property tax revenues deals with the collection of taxes after they are assessed. The County experienced no reduction in tax collections for the first half payments due December 20, 2010.

The FY 2011 Budget will continue to be impacted by the decrease in sales tax revenue from the State as well as a continued decline in interest earnings on the County's reduced investments. The reductions in revenue will place greater importance on the County's ability to increase efficiency as well as containing expenses.

## **CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you should have questions about this report or desire additional information, please contact Patty Temple, Minidoka County Clerk, P.O. Box 368, Rupert, ID 83350. She may also be reached at 208-436-7111 or [patty.temple@co.minidoka.id.us](mailto:patty.temple@co.minidoka.id.us)

Minidoka County  
Rupert, Idaho

Statement of Net Assets  
September 30, 2010

	<u>Primary Government</u>	
	<u>Governmental Activities</u>	<u>Component Unit Fair Board</u>
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 2,738,321	\$ 39,651
Investments	234,946	
Taxes receivable	278,924	11,069
Interest receivable		
Intergovernmental receivables	503,452	
Assessment receivable Receivables	53,929	1,338
Capital assets:		
Nondepreciable	116,531	40,861
Depreciable, Net	<u>1,805,260</u>	<u>216,349</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 5,731,362</u></b>	<b><u>\$ 309,268</u></b>
<b>LIABILITIES:</b>		
Warrants payable	\$ 39,229	\$
Accounts payable	231,109	2,273
Due to others	60,957	
Due to other Governments		
Deferred revenues		
Property tax refund		
Noncurrent liabilities		
Due within one year		
Compensated Absences	<u>135,489</u>	
Total liabilities	<u>466,784</u>	<u>2,273</u>
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	1,921,791	257,210
Unrestricted	<u>3,342,786</u>	<u>49,785</u>
<b>TOTAL NET ASSETS</b>	<b><u>\$ 5,264,577</u></b>	<b><u>\$ 306,995</u></b>

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

Minidoka County  
Rupert, Idaho

STATEMENT OF ACTIVITIES  
For the year ended September 30, 2010

Functions/Programs	PROGRAM REVENUES			Net (Expense)Revenue and Changes in Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government Governmental Activities	Component Unit Fair Board
Primary Government					
Governmental activities:					
General Government	\$ 2,875,889	\$ 619,893	\$ 610,115	\$ (1,645,881)	
Public Safety	4,932,430	833,580	801,407	(3,297,443)	
Agricultural	91,611	27,832	9,793	(53,986)	
Health and Welfare	407,036	110,161	19,594	(277,281)	
Education	336,224	-	-	(336,224)	
Culture Recreation	62,229	-	-	(62,229)	
Total governmental activities	<u>8,705,419</u>	<u>1,591,466</u>	<u>1,440,908</u>	<u>(5,673,044)</u>	
Total primary government	<u>\$ 8,705,419</u>	<u>\$ 1,591,466</u>	<u>\$ 1,440,908</u>	<u>(5,673,044)</u>	
Component unit					
Fair Board	<u>\$ 270,720</u>	<u>\$ 86,947</u>	<u>\$ -</u>		<u>\$ (183,773)</u>
General Revenue:					
Taxes:					
Property tax				3,882,074	144,038
Program revenue not restricted to specific purposes				1,636,352	
Investment earnings				35,047	
Gain or (Loss) on disposal of Capital Assets				(24,062)	
Extraordinary item				(56,305)	
Miscellaneous				290,813	23,656
Total general revenues and extraordinary items				<u>5,763,920</u>	<u>167,694</u>
Change in Net Assets				90,876	(16,079)
Net assets beginning				5,173,701	323,074
Net assets ending				<u>\$ 5,264,577</u>	<u>\$ 306,995</u>

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

Minidoka County  
Rupert, Idaho

Balance Sheet  
Governmental Funds  
September 30, 2010

	Major				Non-Major Other Government Funds	Total Governmental Funds
	General Fund	Justice Fund	Health Indigent Fund	E911 Fund		
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 534,067	\$ 663,143	\$ 435,521	\$ 375,820	\$ 729,771	\$ 2,738,321
Investments	234,946	-	-	-	-	234,946
Taxes receivable	50,151	133,681	19,916	-	75,176	278,924
Intergovernmental receivables	194,001	303,673	-	-	5,778	503,451
Special assessment receivable	-	-	-	-	53,929	53,929
<b>TOTAL ASSETS</b>	<b>\$ 1,013,164</b>	<b>\$ 1,100,496</b>	<b>\$ 455,437</b>	<b>\$ 375,821</b>	<b>\$ 864,654</b>	<b>\$ 3,809,570</b>
<b>LIABILITIES &amp; FUND BALANCES</b>						
<b>LIABILITIES:</b>						
Warrants payable	\$ 6,025	\$ 11,611	\$ 18,033	\$ 986	\$ 2,161	\$ 38,816
Accounts payable	51,449	141,889	2,697	4,195	31,292	231,522
Due to others	7,324	-	53,633	-	-	60,957
Due to other Governments	-	-	-	-	-	-
Deferred revenues	230,915	111,432	16,361	-	110,988	469,696
<b>Total Liabilities</b>	<b>295,712</b>	<b>264,932</b>	<b>90,724</b>	<b>5,182</b>	<b>144,441</b>	<b>800,991</b>
<b>FUND BALANCES:</b>						
Unreserved	717,451	835,564	364,714	370,639	720,214	3,008,582
Reserved	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>717,451</b>	<b>835,564</b>	<b>364,714</b>	<b>370,639</b>	<b>720,214</b>	<b>3,008,582</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 1,013,164</b>	<b>\$ 1,100,496</b>	<b>\$ 455,437</b>	<b>\$ 375,821</b>	<b>\$ 864,655</b>	

Amount reported for governmental activities in the Statement of  
Net Assets are different because:

Capital Assets used in governmental activities are not financial  
resources and therefore are not reported in the funds

1,921,788

Other long-term assets are not available to pay for current-period  
expenditures and therefore are deferred in the funds:

Property taxes

469,696

Long-term liabilities, including bonds payable and accrued interest  
payable, are not due and payable in the current period and therefore  
are not reported in the funds

Accrued Compensated Absences

(135,489)

Net Assets of Governmental Activities

\$ 5,264,577

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

Minidoka County  
Rupert, Idaho

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Governmental Funds  
September 30, 2010

	Major				Non-Major	Total Governmental Funds
	General Fund	Justice Fund	Health Indigent Fund	E911 Fund	Other Government Funds	
<b>Revenues:</b>						
Taxes	\$ 631,507	\$ 1,956,069	\$ 333,269	\$ -	\$ 892,715	\$ 3,813,560
Intergovernmental	215,341	1,998,225			71,817	2,285,382
Charges for Services		323,815		254,071	79,219	657,106
Special Assessments					557,965	557,965
Other	682,684	247,956	125,811	20,734	353,077	1,430,262
<b>Total Revenues</b>	<b>1,529,532</b>	<b>4,526,064</b>	<b>459,080</b>	<b>274,805</b>	<b>1,954,792</b>	<b>8,744,274</b>
<b>Expenditures:</b>						
General Government	1,471,640				1,368,871	2,840,511
Public Safety		4,619,469		211,198	67,904	4,898,571
Agricultural					89,345	89,345
Health and Welfare			317,634		89,402	407,036
Education					343,674	343,674
Culture Recreation					42,251	42,251
<b>Total Expenditures</b>	<b>1,471,640</b>	<b>4,619,469</b>	<b>317,634</b>	<b>211,198</b>	<b>2,001,446</b>	<b>8,621,387</b>
<b>Excess (Deficiency) of</b>						
Revenues over Expenditures	57,892	(93,405)	141,447	63,608	(46,653)	122,889
<b>Other Financing Sources (Uses):</b>						
Transfers In	12,242	1,415,674			-	1,427,917
Transfers Out		1,415,674	-	-	12,242	1,427,917
<b>Extraordinary Item</b>	<b>11,532</b>	<b>25,089</b>	<b>3,113</b>		<b>16,571</b>	<b>56,305</b>
<b>Net Change in Fund Balances</b>	<b>58,602</b>	<b>(118,493)</b>	<b>138,334</b>	<b>63,608</b>	<b>(75,466)</b>	<b>66,584</b>
<b>Fund Balances, beginning</b>	<b>658,848</b>	<b>954,057</b>	<b>226,380</b>	<b>307,031</b>	<b>795,681</b>	<b>2,941,998</b>
<b>Fund Balances, ending</b>	<b>\$ 717,451</b>	<b>\$ 835,565</b>	<b>\$ 364,714</b>	<b>\$370,639</b>	<b>\$ 720,214</b>	<b>\$ 3,008,582</b>

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

Minidoka County  
Rupert, 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, 2010

Net Change in Fund Balances Total Governmental Funds	\$	66,584
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period:</p>		
Fixed asset additions	\$	130,832
Depreciation expense		<u>(213,809)</u>
		(82,977)
<p>Because governmental funds report capital outlays as expenditures, when capital assets are sold the proceeds are recorded as revenue. In the statement of activities, a gain or loss on sale of the asset is reported based on net proceeds and adjusted basis of the asset.</p>		
		(24,065)
<p>Because some property taxes will not be collected for several months after the County's fiscal year ends, they are not considered as "available" revenues in the governmental funds.</p>		
Property taxes		(58,949)
Southern Idaho Solid Waste District		188,223
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. Some expenditures reported in the governmental funds either increase or decrease long-term liabilities reported in the Statement of Net Assets.</p>		
<p>In the current year these consisted of :</p>		
Decrease in compensated absences		<u>2,059</u>
Change in Net Assets of Governmental Activities	\$	<u>90,876</u>

Minidoka County  
Rupert, Idaho

Statement of Fiduciary Net Assets  
September 30, 2010

	Claims Administration Trust Fund	Agency Funds
	<u>                    </u>	<u>                    </u>
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 210,948	\$ 491,511
Taxes receivable		430,967
Investments		
Interest receivable		
Intergovernmental receivables		
Assessment receivable		24,772
Capital assets:		
Nondepreciable		
Depreciable, Net		
<b>TOTAL ASSETS</b>	<b>\$ <u>210,948</u></b>	<b>\$ <u>947,250</u></b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>		
<b>LIABILITIES:</b>		
Warrants payable	\$ 84,222	\$ 44,067
Account payable	-	-
Due to other Governments		903,183
Deferred revenues		
Noncurrent liabilities		
Due within one year		
Compensated Absences		
Total liabilities	<u>84,222</u>	<u>947,250</u>
<b>NET ASSETS</b>		
Restricted	<u>126,725</u>	
Total net assets	<b>\$ <u>126,725</u></b>	<b>\$ -</b>

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

Minidoka County  
Rupert, Idaho

Claims Administration Trust Fund  
Statement of Changes in Fiduciary Net Assets  
For the year ended September 30, 2010

	Claims Administration Trust Fund
Additions:	
Employee contributions	\$ 170,106
Employer contributions	865,049
Other additions	9,387
	<hr/>
Total Revenues	1,044,542
	<hr/>
Deductions:	
Insurance premiums	973,668
Insurance buy down	43,803
Employee refund/misc.	3,856
	<hr/>
Total Deductions	1,021,327
	<hr/>
Change in Net Assets	23,215
	<hr/>
Net Assets, beginning	103,510
	<hr/>
Net Assets, ending	\$ 126,725
	<hr/> <hr/>

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

Minidoka County  
Rupert, Idaho

Claims Administration Trust Fund  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE  
For the year ended  
September 30, 2010

Revenues:		
Employee contributions	\$	170,106
Employer contributions		865,049
Other revenues		9,387
		<hr/>
Total Revenues		1,044,542
		<hr/>
Expenses:		
Insurance premiums		973,668
Insurance buy down		43,803
Employee refund/misc.		3,856
		<hr/>
Total Expenses		1,021,327
		<hr/>
Excess (Deficiency) of Revenues over Expenses		23,215
		<hr/>
Other Financing Sources (Uses):		
Transfers In		
Transfers Out		
		<hr/>
Total other financing sources (uses)		
		<hr/>
Excess (Deficiency) of Revenues Over Expenses After Other Financing Sources (Uses)		23,215
		<hr/>
Fund Balances, October 1		103,510
		<hr/>
Fund Balances, September 30	\$	126,725
		<hr/> <hr/>

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

**Minidoka County**  
Rupert, Idaho

**NOTES TO FINANCIAL STATEMENTS**  
For the Year Ended September 30, 2010

The accompanying financial statements of Minidoka County, Rupert, Idaho, have been prepared in conformity with the generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the standard-setting body for governmental accounting and financial reporting principles. The following notes to financial statements are an integral part of the County's General Purpose Financial Statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The County of Minidoka was incorporated under the laws of the State of Idaho in 1913 and operates under an elected Board of Commissioners form of government. In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include potential component units in the reporting entity was made by applying the criteria set forth in GAAP. The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criteria involves considering whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of this criterion, Minidoka County has one component unit, Minidoka County Fair Board. In conformity with generally accepted accounting principles, the basic financial statements of the Minidoka County Fair Board has been included in the financial reporting entity as a discretely presented component unit, emphasizing the nature as legally separate entity from the County. It is presented as a separate column within the basic financial statements on the combined financial statements.

The members or the governing board of The Minidoka County Fair Board are approved by the County Commissioners. Complete financial statements of the individual component unit can be obtained at:

Minidoka County Fair Board  
85 E Baseline  
Rupert, Id 83350

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation, Basis of Accounting

*Government-Wide Statements:* The Statement of Net Assets and Statement of Activities report information on non-fiduciary activities of the primary government and its component units. Primary government activities are distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Internal service funds are included with governmental activities in the government-wide statements and are included with the proprietary funds in the fund statements.

The Statement of Net Assets presents the financial condition of the governmental activities for the County at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

*Fund Financial Statement:* During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

The County reports the following major governmental funds:

*General Fund (Current Expense Fund):* The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

*Justice Fund:* The Justice Fund accounts for operation and maintenance of the Sheriff's department, juvenile and adult detention facilities.

*Indigent Fund:* This fund accounts for the County's cost of the indigent medical claims of the County's indigent residents.

*E911 Fund:* This fund accounts for the one dollar emergency communication fee ( Idaho Code 31-4804) and its related expenditures.

The County reports the following fiduciary fund types

*Agency Fund:* Agency funds are custodial in nature and do not involve the measurement of operating results. Agency funds are used to account for assets the County collects and holds on behalf of others and for taxing districts to account for the property taxes that are billed and collected by the County for various municipalities and special districts within the County.

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the 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 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 property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period and other revenues if they are collected within 90 days of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

All proprietary funds, non-expendable trust funds, and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The accrual basis of accounting is utilized by proprietary fund types, pension trust funds, and non-expendable trust funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The government reports deferred revenue on its combined balance sheet. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date of this financial statement.

The County pools cash resources of its various funds in order to facilitate the management of cash. Cash applicable to the particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the County's investments.

Receivables

All receivables are reported at their gross value and, when deemed uncollectable, reduced by the uncollectable portion. Estimated unbilled revenues are recognized at the end of each fiscal year on a pro rata basis.

Investments

In accordance with GASB Statement 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, the County reports certain investments at fair value rather than at cost.

Due To and Due From Other Funds

Inter-fund receivables and payables arise from inter-fund transactions and are recorded by all funds affected in the period in which transactions are executed.

Interest Receivable

Interest on investments and certain receivables are recorded as revenue in the year the interest is earned and is available to pay liabilities of the current period.

Other Assets

Other assets held are recorded and accounted for at cost.

Use of Estimates

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

Encumbrance Accounting

Encumbrance accounting methods were not used in the preparation of the County's general purpose financial statements. Uncommitted appropriations lapse at year-end and commitments are re-appropriated in the next year's budget.

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fixed Assets

Fixed assets used in governmental fund type operations are accounted for in the applicable governmental activities columns in the government-wide financial statements. All material fixed assets are valued at historical cost. Property, plant, and equipment are stated at cost. Where cost could not be determined from available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer. When an asset is disposed of, cost and related accumulated depreciation are removed, and any gain or loss arising from its disposal is credited or charged to operations. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Since the County is a Phase 3 government according to GASB 34, the County can be exempt from retroactively capitalizing general infrastructure assets according to GASB 34 paragraphs 148 through 151. As such, the County chooses not to retroactively capitalize infrastructure assets.

Depreciation of all exhaustible fixed assets is charged as an expense against operations. Capital assets are reported net of accumulated depreciation on the statement of net assets. Depreciation has been provided over the estimated useful lives as determined by the County using the straight-line method.

2. CASH AND INVESTMENTS

Deposits

On September 30, 2010, the carrying amount of the County's deposits was \$3,675,725, and the bank balance was \$3,697,829. The difference in the amounts was attributable to transactions in transit not yet recorded at the bank.

	<u>Amount</u>
Petty Cash	\$ 3,965
Cash held by bank	2,734,356
Balance Sheet Cash Balance	<u>2,738,321</u>
Held for Agency & Taxing District	702,458
Investments	234,946
Total Government's Cash Balance	<u>\$ 3,675,725</u>

Legal provisions Governing Cash Deposits with Financial Institutions

For cash depositories with deposits in excess of federal insurance, State code requires the County obtain an annual affidavit showing the amount of the financial institution's capital stock and surplus. The County's deposit may not exceed the depository's capital stock and surplus.

Custodial Credit Risk-Deposits

Custodial credit risk is the risk that in the event of a financial institution failure, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The County does not have a deposit policy for custodial credit risk.

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

2. CASH AND INVESTMENTS - (continued)

As of September 30, 2010 \$904,351 of the government's bank balance of \$3,675,725 was exposed to custodial risk as uninsured and uncollateralized.

Deposits insured by FDIC	\$ 1,359,199
Deposits insured by a Letter of Credit	905,324
Deposits insured by Depository Pledge Agreement	225,596
US Government Securities	42,344
Uninsured & Uncollateralized Deposits	904,351
Cash Balance	\$3,436,814
Investments	234,946
Petty Cash	3,965
Bank Value of Deposits	\$3,675,725

Investments

The County Treasurer invests idle moneys in accordance with *Idaho Code* Sections 67-1210 and 67-2739. As stated in the Summary of Significant Accounting Policies, Idaho Code allows idle moneys to be invested in certain revenue bonds, general obligation bonds, local improvement district bonds, registered warrants of state and local governmental entities, time deposit accounts, tax anticipation and interest-bearing notes, bonds, treasury bills, debenture or other similar obligations of the United States Government and the Farm Credit System and repurchase agreements.

The fair value of the County's investments at year end was \$240,326, of that amount \$136,337 was not covered by SPIC or FDIC. At year end the County had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities		Cost	Rating	%
		Less than 1 year	More than 1 Year			
Certificates of Deposit	\$103,989		\$103,989	\$99,000	N/A	43.27%
Asset Backed Securities	101,022		101,022	100,000	N/A	42.04%
US Government Bonds	34,458	34,458		35,089	AAA	14.34%
Investment Pool	857	857		857	N/A	0.36%
	\$240,326	\$35,315	\$205,011	\$234,946		100%

Investments

Custodial credit risk for investments is the risk that in the event of the failure of the counterparty to a transaction, the County will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. To address custodial credit risk, the County's policy is to invest in investments which are rated in the highest tier by a nationally recognized rating agency.

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

2. CASH AND INVESTMENTS - (continued)

Interest Rate Risk

Interest Rate Risk is the risk that changes in interest rates will adversely affect the value of an investment. In accordance with investment policy, the County manages its exposure to declines in fair value by limiting the average maturity of its investments to one year or less. The segmented time distribution method has been used to disclose interest rate risk.

Concentration of Credit Risk

Concentration of Credit Risk is the risk of loss attributed to the magnitude of an investment in a single issuer. Exclusive of the investment guaranteed by the U.S. Government, the County's investment in any one issuer does not represent a concentration risk.

3. TAXES RECEIVABLE

Property taxes levied for fiscal year 2010 are recorded as receivables. Under Idaho law, property taxes levied can be used as security for tax anticipation notes, therefore providing the County with the ability to borrow against the tax levy. The County has the right to take tax deeds on property for the collection of real property taxes. The County issues Warrants of Distraint to the Sheriff on delinquent personal property which gives him the authority to seize and sale for the collection of personal property taxes.

Significant loss of delinquent taxes have been rare in past years and therefore the County does not consider it necessary to establish any allowance for uncollectible taxes receivable. The taxable value upon which the 2010 levy was based on was \$914,828,371.

Taxes are due in two equal installments on December 20 and June 20 following the levy date. Property taxes levied are recorded as receivables if uncollected and a deferred revenue amount is recorded to the extent of taxes not collected within 60 days of the end of the accounting period.

4. INTERGOVERNMENTAL RECEIVABLES

The amount due from other governments that is owed to the County consists of the following:

State of Idaho	
Liquor Apportionment	\$ 11,556
Sales Tax Base	157,968
Sales Tax Excess	18,962
Sales Tax-Revenue Sharing	126,743
Southern Idaho Regional Solid Waste District	188,222
Total	<u>\$ 503,451</u>

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

5. FIXED ASSETS

Fixed assets used in governmental fund type operations are accounted for in the applicable governmental activities columns in the government-wide financial statements. All purchased fixed assets are valued at cost when historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. When an asset is disposed of, cost and related accumulated depreciation are removed, and any gain or loss arising from its disposal is credited or charged to operations. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation of all exhaustible fixed assets is charged as an expense against operations. Capital assets are reported net of accumulated depreciation on the Statement of Net Assets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	20-40 years
Improvements	10-30 years
Equipment	5-15 years
Vehicles	5-10 years

A summary of changes in capital assets is as follows:

	Balance 9/30/09	Increases	Decreases	Balance 9/30/10
Capital assets not being depreciated:				
Land	\$ 116,531	\$	\$	\$ 116,531
Total capital assets not being depreciated	116,531			116,531
Capital assets being depreciated:				
Buildings	5,547,504			5,547,504
Other improvements	523,584	65,240	58,800	530,024
Equipment	593,438	15,085	55,310	553,213
Vehicles	939,262	91,990	209,100	822,152
Total capital assets being depreciated	7,603,788	172,315	323,210	7,452,892
Less accumulated depreciation for:				
Buildings	4,232,606	78,377		4,310,983
Other improvements	340,435	18,611	21,560	337,486
Equipment	354,890	40,035	32,115	362,810
Vehicles	763,556	76,786	203,990	636,352
Total accumulated depreciation	5,691,486	213,809	257,665	5,647,631
Total capital assets being depreciated, net	1,912,302			1,805,261
Governmental activity capital assets, net	<u>\$2,028,833</u>			<u>\$1,921,792</u>

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

5. FIXED ASSETS (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

General government	\$ 49,897
Agriculture	4,560
Public safety	145,186
Culture & recreational	19,978
Total depreciation expense	\$ 219,621

6. LONG-TERM DEBT

During the year ended September 30, 2010, the following changes occurred in liabilities reported in long-term debt:

	Balance 10-01-09	Additions	Reductions	Balance 09-30-10
Compensated Absences	\$ 137,548	\$	\$ 2,059	\$ 135,489
Totals	\$ 137,548	\$	\$ 2,059	\$ 135,489

The amount of long-term debt that is the considered current portion (due within the next fiscal year) is \$135,489. The amount due in the following fiscal year is \$0, with nothing due afterwards.

There is no Treasurer's cash available in the debt service fund to service the long-term debt.

7. RETIREMENT PLAN

The Board of Commissioners voted to join the Public Employee Retirement System of Idaho effective October 1, 2008. The Board of Commissioners terminated the Minidoka County Retirement Plan as of October 1, 2008

The Public Employee Retirement System of Idaho (PERSI), a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The plan provides benefits based on members' years of service, age, and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. Financial reports for the plan are available from PERSI upon request.

After five years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% of the average monthly salary for the highest consecutive 42 months.

For the year ended September 30, 2010, the required contribution rates for general employees were 10.39% and 6.23% and for public safety employees was 10.73% and 7.65% of covered payroll, for Minidoka County and its employees, respectively. Minidoka County contributions required and paid were \$332,333 and \$337,128 for the years ending September 30, 2010 and 2009, respectively.

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

7. RETIREMENT PLAN (continued)

The County also offers a cafeteria plan to its employees whereby they can elect to cover their children and/or spouse under the Gem Plan effective May 1, 2004, under a salary reduction agreement. The amount of the insurance premiums is a nontaxable deduction from salary.

8. CONTINGENT LIABILITIES

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

9. INDUSTRIAL DEVELOPMENT BONDS

On June 8, 1998, the Board of County Commissioners of Minidoka County, Idaho approved an ordinance authorizing and providing for the establishment of the Industrial Development Corporation of the Board of County Commissioners, Minidoka County, Idaho pursuant to Chapter 27, Title 50, Idaho Code for opportunities through financing of the project costs of industrial development facilities.

On October 1, 1998, the Corporation issued \$5,000,000 of Industrial Development Revenue Bonds, Series 1999 for the purpose of loaning the proceeds to Nature's Best Produce, Inc. to pay for costs associated with the acquisition, construction and equipping of a potato processing facility. The September 30, 2010 balance on these bonds was \$1,860,000.

The County assumes no financial responsibility for these bonds. Provisions precluding the assumption of any such responsibility are provided at Idaho Code Section 50-2706.

10. LANDFILL

Pursuant to an inter-local agreement authorized by state statutes, Minidoka County joined Cassia, Blaine, Jerome, Gooding, and Lincoln counties to establish and operate Southern Idaho Regional Solid Waste District, a sanitary landfill operation for the mutual advantage of the governments. In 1999, Twin Falls County joined the District. One member of the board of directors for the District is appointed by each county.

On November 1, 1993, the County entered into an agreement with Southern Idaho Regional Solid Waste District, an independent public body corporate and politic. The agreement provides for the closure for the existing landfill operated by Minidoka County and for the acceptance and disposal of solid waste by the District from Minidoka County.

The operating and capital budgets are funded by disposal charges to each county based on proportionate amount of solid waste received by each county over the total solid waste received. The County agreed to pay its pro rata share of direct costs and expenses, a reasonable overhead factor, a reasonable profit factor, management fees (if a manager is engaged), and a reasonable capital component.

The County shall pay one-half of projected solid waste disposal charges for such disposal period semi-annually on the fourth Monday in January during such disposal period and the remaining one-

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

10. LANDFILL (continued)

half of said projected county solid waste disposal charges on the fourth Monday in July immediately following such disposal period. The agreement shall be effective through May 31, 2014.

There were no additional estimated costs of closure at September 30, 2010, including final cover or seeding costs for the County's prior landfill. The County believes it is exempt for post closure care costs regarding the prior landfill because they believe it was closed within the required exemption period.

11. DEFERRED COMPENSATION PLAN

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

12. RISK MANAGEMENT/INSURANCE COVERAGE

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of asset; errors and omissions; employee injuries, employee health, and natural disaster. Risks of loss are insured by the purchase of commercial insurance through participation in the Idaho Counties Risk Management Program. Under the terms of the ICRMP policy, Minidoka County's liability is limited to the amount of annual financial membership contributions plus \$1,000 per occurrence deductible.

The County's insurance coverage is as follows:

General Liability	
General liability	\$ 3,000,000
Premises medical (per person)	5,000
Premises medical (per accident)	100,000
Law enforcement liability	3,000,000
Automobile	
Automobile liability	3,000,000
Automobile medical (per person)	5,000
Automobile medical (per accident)	100,000
Uninsured motorist	500,000
Errors & Omissions	3,000,000
Crime	500,000
Boiler & Machinery	
Damaged property (up to)	5,000,000
Expediting expenses	2,500,000
Spoilage damage	1,000,000
Utility interruption	2,500,000
Newly acquired premises	5,000,000
Ordinance or law	5,000,000
Errors and omissions	10,000,000
Overall aggregate equipment breakdown limit	100,000,000

**Minidoka County**  
Rupert, Idaho

NOTES TO FINANCIAL STATEMENTS  
For the Year Ended September 30, 2010

12. RISK MANAGEMENT/INSURANCE COVERAGE (continued)

Beginning May 1, 2004, Minidoka County became a member of the Government Employees Medical Plan (GemPlan). This legal entity was created by state of Idaho political subdivisions under Idaho Code 67-2326 through 67-2333 to provide a partially self-funded employee health benefits pooling program. Each member's rate of contribution to the plan is determined annually. The County's GemPlan has a deductible of \$2,000 per year, per covered individual. The employee of the County has a deductible of \$400 plus 20% of \$1,600 (\$2,000-\$400) per year, per covered individual. The County is self-insured for the 80% of the \$1,600 (\$1,440) per year, per covered individual.

13. EXTRAORDINARY ITEM

The County has a taxpayer who has declared bankruptcy. This taxpayer has delinquent taxes due, on personal property, for the years 2007, 2008 and 2009 as of September 30, 2010, of \$432,045 including penalties and interest. The equipment and real property was subsequently sold at auction on November 10, 2010. Part of the assets were sold as a group to one bidder who is to pay \$248,596.03 in taxes, interest, and penalty at the closing date. According to the bankruptcy attorney, the other assets were sold to multiple bidders with the bankruptcy administration costs being paid first. The proceeds from the sale of these assets will barely cover the administrative costs. As such the bankruptcy attorney feels that the money paid for the County's claim for the taxes will be minimal. The County's portion of these taxes is \$56,305.

Accordingly, the amount that was put into bad debt expense for each of the following County funds is as follows:

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>Total</u>
Minidoka County funds:				
General	\$ 10,331	\$ 554	\$ 647	\$ 11,532
Special Revenue funds:				
Indigent	2,647	297	168	3,113
Justice	21,844	1,736	1,509	25,089
Ambulance	215	10	-	225
District Court	2,276	94	82	2,451
Health	975	72	62	1,108
Parks	389	34	27	450
Revaluation	3,947	283	226	4,456
Weeds	811	44	36	892
Junior College	1,896	227	212	2,335
Pest	20	1	1	22
BTA Ordered Refund	4,393	-	-	4,393
Sanitary Landfill fees	88	79	70	238
Total Minidoka County funds	<u>49,832</u>	<u>3,433</u>	<u>3,040</u>	<u>56,305</u>
Other taxing districts:	<u>109,397</u>	<u>9,317</u>	<u>8,429</u>	<u>127,144</u>
Total all funds	<u>\$ 159,229</u>	<u>\$12,750</u>	<u>\$11,469</u>	<u>\$ 183,449</u>

If the County does receive some of the payment it will distribute the funds according to the proportion above.

Minidoka, County  
Rupert, Idaho  
Major Government Funds  
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the year ended September 30, 2010

GENERAL FUND				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Taxes	\$ 602,350	\$ 602,350	\$ 631,507	\$ 29,157
Other	863,820	863,820	898,026	34,206
TOTAL REVENUES	1,466,170	1,466,170	1,529,532	63,362
EXPENDITURES:				
Salaries	739,670	739,670	718,032	21,638
Other	829,450	836,050	753,608	82,442
TOTAL EXPENDITURES	1,569,120	1,575,720	1,471,640	104,080
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES	(102,950)	(109,550)	57,892	167,442
OTHER FINANCING SOURCES (USES):				
Transfers in			12,242	12,242
Transfers out				
EXTRAORDINARY ITEM			11,532	(11,532)
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES AFTER OTHER FINANCING SOURCES (USES)	(102,950)	(109,550)	58,602	168,152
FUND BALANCE - beginning	658,848	658,848	658,848	
FUND BALANCE - ending	\$ 555,898	\$ 549,298	\$ 717,451	\$ 168,153

The notes to the required supplementary information are an integral part of this statement.

Minidoka, County  
Rupert, Idaho  
Major Government Funds  
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the year ended September 30, 2010

JUSTICE FUND				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Taxes	\$ 1,886,027	\$ 1,886,027	\$ 1,956,069	\$ 70,042
Other	3,291,210	3,291,210	2,569,995	(721,215)
TOTAL REVENUES	<u>5,177,237</u>	<u>5,177,237</u>	<u>4,526,064</u>	<u>(651,173)</u>
EXPENDITURES:				
Salaries	2,273,755	2,273,755	2,201,549	72,206
Other	3,127,195	3,131,375	2,417,920	713,455
TOTAL EXPENDITURES	<u>5,400,950</u>	<u>5,405,130</u>	<u>4,619,469</u>	<u>785,661</u>
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES	(223,713)	(227,893)	(93,404)	134,488
OTHER FINANCING SOURCES (USES):				
Transfers in			1,415,674	1,415,674
Transfers out			1,415,674	(1,415,674)
EXTRAORDINARY ITEM			25,089	(25,089)
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES AFTER OTHER FINANCING SOURCES (USES)	(223,713)	(227,893)	(118,492)	109,400
FUND BALANCE - beginning	954,057	954,057	954,057	-
FUND BALANCE - ending	<u>\$ 730,344</u>	<u>\$ 726,164</u>	<u>\$ 835,565</u>	<u>\$ 109,400</u>

The notes to the required supplementary information are an integral part of this statement.

Minidoka, County  
Rupert, Idaho  
Major Government Funds  
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the year ended September 30, 2010

INDIGENT FUND				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Taxes	\$ 323,060	\$ 323,060	\$ 333,269	\$ 10,209
Other	142,000	142,000	125,811	(16,189)
TOTAL REVENUES	465,060	465,060	459,080	(5,980)
EXPENDITURES:				
Salaries	28,000	28,000	27,555	445
Other	477,060	477,060	290,079	186,981
TOTAL EXPENDITURES	505,060	505,060	317,634	187,426
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES	(40,000)	(40,000)	141,447	181,446
OTHER FINANCING SOURCES (USES):				
Transfers in				
Transfers out			-	-
EXTRAORDINARY ITEM			3,113	(3,113)
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES AFTER OTHER FINANCING SOURCES (USES)	(40,000)	(40,000)	138,334	178,333
FUND BALANCE - beginning	226,380	226,380	226,380	-
FUND BALANCE - ending	\$ 186,380	\$ 186,380	\$ 364,714	\$ 178,333

The notes to the required supplementary information are an integral part of this statement.

Minidoka, County  
Rupert, Idaho  
Major Government Funds  
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the year ended September 30, 2010

E911 SYSTEM				
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Other	222,000	222,000	274,805	52,805
TOTAL REVENUES	222,000	222,000	274,805	52,805
EXPENDITURES:				
Salaries	60,000	60,000	58,531	1,469
Other	218,980	218,980	152,666	66,314
TOTAL EXPENDITURES	278,980	278,980	211,198	67,782
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES	(56,980)	(56,980)	63,607	120,587
OTHER FINANCING SOURCES (USES):				
Transfers in				
Transfers out			-	
EXTRAORDINARY ITEM				
EXCESS (DEFICIT) REVENUES OVER EXPENDITURES AFTER OTHER FINANCING SOURCES (USES)	(56,980)	(56,980)	63,607	120,587
FUND BALANCE - beginning	307,031	307,031	307,031	-
FUND BALANCE - ending	\$ 250,051	\$ 250,051	\$ 370,638	\$ 120,587

The notes to the required supplementary information are an integral part of this statement.

**Minidoka County**  
Rupert, Idaho

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
For the Year Ended September 30, 2010

1. BUDGETARY DATA

Formal budgetary accounting is employed as a management control for general and special revenue funds of the County. Annual operating budgets are adopted each fiscal year through passage of an annual budget ordinance and amended as required for the General Fund, Special Revenue Funds, and Debt Service Funds. The same basis of accounting is used to reflect actual revenues and expenditures recognized on a generally accepted accounting principles basis. Budgets for certain special revenue funds and capital project funds are made on a project basis, spanning more than one fiscal year. Budgetary control is exercised at the departmental level or by projects.

Except as provided in Idaho Code Section 31.1608, expenditures may not legally exceed budgeted appropriations at the activity level. The level at which expenditures may not legally exceed appropriations for each budget is as follows:

General (Current Expense)	\$ 1,635,020
Special Revenue:	
Ambulance	20,000
District Court	451,195
Preventive Health	89,000
E911 System	277,880
Junior College	343,000
Parks & Recreation	41,670
Pest Control	2,000
Indigent	504,960
Revaluation	306,757
Sanitary Landfill	701,860
Noxious Weed	122,285
Justice	5,242,805
Waterway	109,000
Total	<u>\$ 9,847,432</u>

2. LEGAL COMPLIANCE - BUDGETS

On or before the third Monday in May of each year, all agencies of the government submit their requests for appropriation to the budget officer so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past two years, current year estimates, and requested appropriations for the next fiscal year.

In July, the proposed budget is presented to the government's commissioners for review. Following their approval, a proposed budget is published in the official newspaper of the County by the third week of August along with a Notice of Public Hearing. At the conclusion of the Public Hearing the commissioners may adopt the published budget or one with reduced amounts. In no case are the commissioners allowed to increase the published budget or the property tax revenue portion thereof.

The County Commissioners meet on or before the Tuesday following the first Monday in September in the courthouse for the purpose of considering and fixing a final budget and making appropriations to each office, department, as well as the General fund (Current Expense) and Special Revenue Funds. The budget can be amended during the year by a court order through the District Judge or by advertising and holding a public hearing, preceding the County Commissioners' approval.

**Minidoka County**  
Rupert, Idaho

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
For the Year Ended September 30, 2010

3. EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget for the year ended September 30, 2010:

<u>Fund</u>	<u>Excess</u>
Health district	\$ 402
Ambulance	\$ 57
Junior College	\$ 674

Minidoka County  
Rupert, Idaho

COMBINING BALANCE SHEET  
Nonmajor Governmental Funds  
September 30, 2010

	Ambulance Fund	District Court Fund	Court Interlock Device	Sanitary Landfill Fund	Health District Fund
<b>ASSETS:</b>					
Cash	\$ 8,918	\$ 218,763	\$ 18,042	\$ 224,427	\$ 18,485
Investments					
Taxes receivable	1,256	11,325			5,795
Intergovernmental receivables					
Special assessment receivable				53,047	
<b>TOTAL ASSETS</b>	<b>\$ 10,173</b>	<b>\$ 230,088</b>	<b>\$ 18,042</b>	<b>\$ 277,475</b>	<b>\$ 24,280</b>
<b>LIABILITIES &amp; FUND BALANCES</b>					
<b>LIABILITIES:</b>					
Warrants payable	\$ -	\$ 794	\$ -	\$ -	\$ -
Account payable	-	12,559			
Due to other governments					
Deferred revenues	1,073	9,746		45,952	4,856
<b>Total Liabilities</b>	<b>1,073</b>	<b>23,100</b>	<b>-</b>	<b>45,952</b>	<b>4,856</b>
<b>FUND BALANCES:</b>					
Unreserved	9,101	206,988	18,042	231,523	19,424
<b>Total Fund Balances</b>	<b>9,101</b>	<b>206,988</b>	<b>18,042</b>	<b>231,523</b>	<b>19,424</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 10,173</b>	<b>\$ 230,088</b>	<b>\$ 18,042</b>	<b>\$ 277,475</b>	<b>\$ 24,280</b>

Minidoka County  
Rupert, Idaho

COMBINING BALANCE SHEET  
Nonmajor Governmental Funds  
September 30, 2010

	Debt Service Fund	Junior College Fund	Parks & Recreation Fund	Pest Control Fund	Revaluation Fund
<b>ASSETS:</b>					
Cash	\$ -	\$ 9,774	\$ 24,972	\$ 1,581	\$ 107,304
Investments					
Taxes receivable	-	14,784	2,599	113	23,029
Intergovernmental receivables		5,778			
Special assessment receivable					
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 30,336</b>	<b>\$ 27,571</b>	<b>\$ 1,694</b>	<b>\$ 130,333</b>
<b>LIABILITIES &amp; FUND BALANCES</b>					
<b>LIABILITIES:</b>					
Warrants payable	\$ -	\$ -	\$ 820	\$ -	\$ 455
Account payable			2,067	-	11,741
Due to other governments					
Deferred revenues	-	12,093	2,158	96	19,320
<b>Total Liabilities</b>	<b>-</b>	<b>12,093</b>	<b>5,046</b>	<b>96</b>	<b>31,516</b>
<b>FUND BALANCES:</b>					
Unreserved	-	18,243	22,525	1,598	98,817
<b>Total Fund Balances</b>	<b>-</b>	<b>18,243</b>	<b>22,525</b>	<b>1,598</b>	<b>98,817</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 30,336</b>	<b>\$ 27,571</b>	<b>\$ 1,694</b>	<b>\$ 130,333</b>

Minidoka County  
Rupert, Idaho

COMBINING BALANCE SHEET  
Nonmajor Governmental Funds  
September 30, 2010

	Noxious Weeds Fund	Waterways Fund	BTA Ordered Refund	Court Facility Fund	Nonmajor Governmental Funds
<b>ASSETS:</b>					
Cash	\$ 74,012	\$ 6,667	\$ -	\$ 16,826	\$ 729,771
Investments					-
Taxes receivable	4,155		12,120		75,176
Intergovernmental receivables					-
Special assessment receivable	881				5,778
					-
					53,929
<b>TOTAL ASSETS</b>	<b>\$ 79,049</b>	<b>\$ 6,667</b>	<b>\$ 12,120</b>	<b>\$ 16,826</b>	<b>\$ 864,655</b>
<b>LIABILITIES &amp; FUND BALANCES</b>					
<b>LIABILITIES:</b>					
Warrants payable	\$ 25	\$ -	\$ -	\$ 66	\$ 2,161
Account payable	3,682	1,243		-	31,292
Due to other governments					
Deferred revenues	4,428		11,266		110,988
<b>Total Liabilities</b>	<b>8,135</b>	<b>1,243</b>	<b>11,266</b>	<b>66</b>	<b>144,441</b>
<b>FUND BALANCES:</b>					
Unreserved	70,913	5,424	854	16,760	720,214
<b>Total Fund Balances</b>	<b>70,913</b>	<b>5,424</b>	<b>854</b>	<b>16,760</b>	<b>720,214</b>
<b>TOTAL LIABILITIES &amp; FUND BALANCES</b>	<b>\$ 79,049</b>	<b>\$ 6,667</b>	<b>\$ 12,120</b>	<b>\$ 16,826</b>	<b>\$ 864,656</b>

Minidoka County  
Rupert, Idaho  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Nonmajor Governmental Funds  
For the year ended September 30, 2010

	Ambulance Fund	Court Interlock Device	District Court Fund	Sanitary Landfill Fund	Health District Fund
<b>Revenues:</b>					
Taxes	\$ 11,926	\$ 2,692	\$ 111,339	\$ -	\$ 81,073
Intergovernmental			10,171		9,454
Charges for Services				51,388	
Special Assessments				557,965	
Other	7,215		225,570	38,973	-
<b>Total Revenues</b>	<b>19,142</b>	<b>2,692</b>	<b>347,080</b>	<b>648,325</b>	<b>90,527</b>
<b>Expenditures:</b>					
General Government			351,583	701,983	
Public Safety	20,057	-			
Agricultural					
Health and Welfare					89,402
Education					
Culture Recreation					
<b>Total Expenditures</b>	<b>20,057</b>	<b>-</b>	<b>351,583</b>	<b>701,983</b>	<b>89,402</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(915)</b>	<b>2,692</b>	<b>(4,503)</b>	<b>(53,659)</b>	<b>1,126</b>
<b>Other Financing Sources (Uses):</b>					
Transfers In			-		
Transfers Out	-		-		-
Extraordinary item	225		2,451	238	1,108
<b>Net Change in Fund Balances</b>	<b>(1,141)</b>	<b>2,692</b>	<b>(6,954)</b>	<b>(53,896)</b>	<b>17</b>
Fund Balances, beginning	10,241	15,350	213,944	285,419	19,406
<b>Fund Balances, ending</b>	<b>\$ 9,101</b>	<b>\$ 18,042</b>	<b>\$ 206,989</b>	<b>\$ 231,523</b>	<b>\$ 19,424</b>

Minidoka County  
Rupert, Idaho  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Nonmajor Governmental Funds  
For the year ended September 30, 2010

	Junior College Fund	Parks & Recreation Fund	Pest Control Fund	Revaluation Fund	Noxious Weeds Fund
<b>Revenues:</b>					
Taxes	\$ 254,013	\$ 38,782	\$ 1,554	\$ 320,406	\$ 51,727
Intergovernmental	28,891	3,593		19,708	-
Charges for Services					27,832
Special Assessments					
Other	39,850	-	6		15,354
<b>Total Revenues</b>	<b>322,754</b>	<b>42,375</b>	<b>1,560</b>	<b>340,114</b>	<b>94,913</b>
<b>Expenditures:</b>					
General Government				315,304	
Public Safety					
Agricultural			1,500		87,845
Health and Welfare					
Education	343,674				
Culture Recreation		42,251			
<b>Total Expenditures</b>	<b>343,674</b>	<b>42,251</b>	<b>1,500</b>	<b>315,304</b>	<b>87,845</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(20,920)</b>	<b>124</b>	<b>60</b>	<b>24,810</b>	<b>7,068</b>
<b>Other Financing Sources (Uses):</b>					
Transfers In					
Transfers Out	-	-	-	-	-
<b>Extraordinary item</b>	<b>2,335</b>	<b>450</b>	<b>22</b>	<b>4,456</b>	<b>892</b>
<b>Net Change in Fund Balances</b>	<b>(23,255)</b>	<b>(327)</b>	<b>38</b>	<b>20,354</b>	<b>6,176</b>
<b>Fund Balances, beginning</b>	<b>41,498</b>	<b>22,852</b>	<b>1,560</b>	<b>78,463</b>	<b>64,737</b>
<b>Fund Balances, ending</b>	<b>\$ 18,243</b>	<b>\$ 22,525</b>	<b>\$ 1,598</b>	<b>\$ 98,817</b>	<b>\$ 70,913</b>

Minidoka County  
Rupert, Idaho  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
Nonmajor Governmental Funds  
For the year ended September 30, 2010

	Waterways Fund	Debt Service Fund	BTA Ordered Refund	Court Facility Fund	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$ -	\$ -	\$ 11,881	\$ 7,320	\$ 892,715
Intergovernmental					71,817
Charges for Services					79,219
Special Assessments					557,965
Other	26,109		-	-	353,077
<b>Total Revenues</b>	<b>26,109</b>	<b>-</b>	<b>11,881</b>	<b>7,320</b>	<b>1,954,793</b>
Expenditures:					
General Government					1,368,871
Public Safety	35,421			12,427	67,904
Agricultural					89,345
Health and Welfare					89,402
Education					343,674
Culture Recreation					42,251
<b>Total Expenditures</b>	<b>35,421</b>	<b>-</b>	<b>-</b>	<b>12,427</b>	<b>2,001,446</b>
Excess (Deficiency) of Revenues over Expenditures	(9,312)	-	11,881	(5,107)	(46,655)
Other Financing Sources (Uses):					
Transfers In					-
Transfers Out		4,134	8,108	-	12,242
Extraordinary item			4,393		16,571
<b>Net Change in Fund Balances</b>	<b>(9,312)</b>	<b>(4,134)</b>	<b>(620)</b>	<b>(5,107)</b>	<b>(75,468)</b>
Fund Balances, beginning	14,735	4,134	1,474	21,868	795,681
<b>Fund Balances, ending</b>	<b>\$ 5,424</b>	<b>\$ -</b>	<b>\$ 854</b>	<b>\$ 16,760</b>	<b>\$ 720,214</b>

Minidoka County  
Rupert, Idaho

Combining Balance Sheet  
Agency Funds  
September 30, 2010

	Assessor Trust Fund	Trial Court Administrative Trust	Tax Anticipation Trust Fund	Court Trust Fund	Sales Tax Trust Fund
<b>ASSETS:</b>					
Cash	\$ 29,060	\$ 6,992	\$ 38,858	\$ 210,668	\$ 59
Investments					
Taxes receivable					
Intergovernmental receivables					
Special assessment receivable					
<b>TOTAL ASSETS</b>	<b>\$ 29,060</b>	<b>\$ 6,992</b>	<b>\$ 38,858</b>	<b>\$ 210,668</b>	<b>\$ 59</b>
<b>LIABILITIES:</b>					
Warrants payable	29,060	576		2,348	
Account payable	-			-	
Intergovernmental payable		6,417	38,858	208,320	59
<b>Total Liabilities</b>	<b>\$ 29,060</b>	<b>\$ 6,992</b>	<b>\$ 38,858</b>	<b>\$ 210,668</b>	<b>\$ 59</b>

Minidoka County  
Rupert, Idaho

Combining Balance Sheet  
Agency Funds  
September 30, 2010

	Sheriff's Civil Trust Fund	Unclaimed Property Fund	State Fund	Sheriff Forfeiture Fund	Extension Educator Fund
<b>ASSETS:</b>					
Cash	\$ 12,809	\$ -	\$ 118,543	\$ 999	\$ 11,272
Investments					
Taxes receivable					
Intergovernmental receivables					
Special assessment receivable					
<b>TOTAL ASSETS</b>	<b>\$ 12,809</b>	<b>\$ -</b>	<b>\$ 118,543</b>	<b>\$ 999</b>	<b>\$ 11,272</b>
<b>LIABILITIES:</b>					
Warrants payable	11,823				260
Account payable					
Intergovernmental payable	986		118,543	999	11,012
<b>Total Liabilities</b>	<b>\$ 12,809</b>	<b>\$ -</b>	<b>\$ 118,543</b>	<b>\$ 999</b>	<b>\$ 11,272</b>

Minidoka County  
Rupert, Idaho

Combining Balance Sheet  
Agency Funds  
September 30, 2010

	Pros.Atty. Forfeiture Fund	Catastrophic Insurance Trust Fund	Distribution Trust Fund	Taxing Districts	Total Agency Funds
<b>ASSETS:</b>					
Cash	\$ 12,814	\$ 7,353	\$ -	\$ 42,084	\$ 491,511
Investments				430,967	430,967
Taxes receivable					
Intergovernmental receivables					
Special assessment receivable				24,772	24,772
				-	-
<b>TOTAL ASSETS</b>	<b>\$ 12,814</b>	<b>\$ 7,353</b>	<b>\$ -</b>	<b>\$ 497,823</b>	<b>\$ 947,250</b>
<b>LIABILITIES:</b>					
Warrants payable					44,067
Account payable		-			-
Intergovernmental payable	12,814	7,353	-	497,823	903,183
<b>Total Liabilities</b>	<b>\$ 12,814</b>	<b>\$ 7,353</b>	<b>\$ -</b>	<b>\$ 497,823</b>	<b>\$ 947,250</b>

Minidoka, County  
Rupert, Idaho

Special Taxing Districts Combining Balance Sheet  
September 30, 2010

	Minidoka Historical Society Fund	Wayside Sewer District Fund	Minidoka County Hospital Fund	West End Fire District Fund	Minidoka Fire District Fund
<b>ASSETS:</b>					
Cash	\$ 119	\$ 10	\$ 910	\$ 1,067	\$ 2,650
Taxes receivable	1,678	48	12,820	13,481	28,520
Intergovernmental receivables					
Interfund receivable					
Assessment receivable					
<b>TOTAL ASSETS</b>	<b>\$ 1,798</b>	<b>\$ 58</b>	<b>\$ 13,730</b>	<b>\$ 14,548</b>	<b>\$ 31,170</b>
<b>LIABILITIES:</b>					
Warrants payable					
Intergovernmental payable	1,798	58	13,730	14,548	31,170
<b>TOTAL LIABILITIES</b>	<b>\$ 1,798</b>	<b>\$ 58</b>	<b>\$ 13,730</b>	<b>\$ 14,548</b>	<b>\$ 31,170</b>

Minidoka, County  
Rupert, Idaho

Special Taxing Districts Combining Balance Sheet  
September 30, 2010

	City of Rupert Fund	City of Heyburn Fund	City of Paul Fund	City of Acequia Fund	City of Burley Fund	City of Minidoka Fund
<b>ASSETS:</b>						
Cash	\$ 5,820	\$ 9,288	\$ 1,044	\$ 11	\$ -	\$ 490
Taxes receivable	52,101	76,265	6,225	613	15,885	2,858
Intergovernmental receivables						
Interfund receivable						
Assessment receivable	1,562	712	-			
<b>TOTAL ASSETS</b>	<b>\$ 59,483</b>	<b>\$ 86,264</b>	<b>\$ 7,268</b>	<b>\$ 624</b>	<b>\$ 15,885</b>	<b>\$ 3,348</b>
<b>LIABILITIES:</b>						
Warrants payable						
Intergovernmental payable	59,483	86,264	7,268	624	15,885	3,348
<b>TOTAL LIABILITIES</b>	<b>\$ 59,483</b>	<b>\$ 86,264</b>	<b>\$ 7,268</b>	<b>\$ 624</b>	<b>\$ 15,885</b>	<b>\$ 3,348</b>

Minidoka, County  
Rupert, Idaho

Special Taxing Districts Combining Balance Sheet  
September 30, 2010

	Minidoka Highway District Fund	Cemetery District No. 1 Fund	Cemetery District No. 2 Fund	Cemetery District No. 3 Fund	Minidoka County Fair Board Fund
<b>ASSETS:</b>					
Cash	\$ 4,575	\$ 705	\$ 148	\$ 3,284	\$ 625
Taxes receivable	64,856	6,329	3,453	3,128	9,381
Intergovernmental receivables					
Interfund receivable					
Assessment receivable					
<b>TOTAL ASSETS</b>	<b>\$ 69,431</b>	<b>\$ 7,034</b>	<b>\$ 3,602</b>	<b>\$ 6,412</b>	<b>\$ 10,006</b>
<b>LIABILITIES:</b>					
Warrants payable					
Intergovernmental payable	69,431	7,034	3,602	6,412	10,006
<b>TOTAL LIABILITIES</b>	<b>\$ 69,431</b>	<b>\$ 7,034</b>	<b>\$ 3,602</b>	<b>\$ 6,412</b>	<b>\$ 10,006</b>

Minidoka, County  
Rupert, Idaho

Special Taxing Districts Combining Balance Sheet  
September 30, 2010

	School District #331 Fund	M V Groundwater District Fund	Total Special Taxing Districts
ASSETS:			
Cash	\$ 9,564	\$ 1,773	\$ 42,084
Taxes receivable	133,325		430,967
Intergovernmental receivables			
Interfund receivable			
Assessment receivable		22,497	24,772
TOTAL ASSETS	<u>\$ 142,889</u>	<u>\$ 24,270</u>	<u>\$ 497,823</u>
LIABILITIES:			
Warrants payable			
Intergovernmental payable	142,889	24,270	497,823
TOTAL LIABILITIES	<u>\$ 142,889</u>	<u>\$ 24,270</u>	<u>\$ 497,823</u>

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	Ambulance Fund				District Court Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ 10,970	\$ 10,970	\$ 11,926	\$ 956	\$ 102,215	\$ 102,215	\$ 111,339	\$ 9,124
Other	6,830	6,830	7,215	385	279,280	279,280	235,741	(43,539)
Total Revenues	17,800	17,800	19,142	1,342	381,495	381,495	347,080	(34,415)
Expenditures								
Salaries					95,000	95,000	98,977	(3,977)
Other	20,000	20,000	20,057	(57)	358,495	358,495	252,606	105,889
Total Expenditures	20,000	20,000	20,057	(57)	453,495	453,495	351,583	101,912
Excess (Deficiency) of Revenues over Expenditures	(2,200)	(2,200)	(915)	1,285	(72,000)	(72,000)	(4,503)	67,497
Other Financing Sources (Uses):								
Transfers In							-	-
Transfers Out							-	-
Extraordinary item			225	(225)			2,451	(2,451)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	(4,000)	(2,200)	(1,141)	(1,141)	(72,000)	(72,000)	(6,955)	65,045
Fund Balances, beginning	10,241	10,241	10,241		213,944	213,944	213,944	
Fund Balances, ending	\$ 6,241	\$ 8,041	\$ 9,101	\$ (1,141)	\$ 141,944	\$ 141,944	\$ 206,989	\$ 65,045

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	Court Interlock Device				Sanitary Landfill Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	2,000	2,000	2,692	692	632,850	632,850	648,325	15,475
Total Revenues	2,000	2,000	2,692	692	632,850	632,850	648,325	15,475
Expenditures								
Salaries								
Other	12,000	12,000	-	12,000	711,860	711,860	701,983	9,877
Total Expenditures	12,000	12,000	-	12,000	711,860	711,860	701,983	9,877
Excess (Deficiency) of Revenues over Expenditures	(10,000)	(10,000)	2,692	12,692	(79,010)	(79,010)	(53,659)	25,351
Other Financing Sources (Uses):								
Transfers In								
Transfers Out								
Extraordinary item							238	(238)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	(10,000)	(10,000)	2,692	12,692	(79,010)	(79,010)	(53,896)	25,114
Fund Balances, beginning	15,350	15,350	15,350		285,419	285,419	285,419	
Fund Balances, ending	\$ 5,350	\$ 5,350	\$ 18,042	\$ 12,692	\$ 206,409	\$ 206,409	\$ 231,523	\$ 25,114

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	Health District Fund				Junior College Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ 77,750	\$ 77,750	\$ 81,073	\$ 3,323	\$ 246,550	\$ 246,550	\$ 254,013	\$ 7,463
Other	9,750	9,750	9,454	(296)	68,750	68,750	68,741	(9)
Total Revenues	87,500	87,500	90,527	3,027	315,300	315,300	322,754	7,454
Expenditures								
Salaries								
Other	89,000	89,000	89,402	(402)	343,000	343,000	343,674	(674)
Total Expenditures	89,000	89,000	89,402	(402)	343,000	343,000	343,674	(674)
Excess (Deficiency) of Revenues over Expenditures	(1,500)	(1,500)	1,126	-	(27,700)	(27,700)	(20,920)	6,780
Other Financing Sources (Uses):								
Transfers In								
Transfers Out								
Extraordinary item			1,108	(1,108)			2,335	(2,335)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	(1,500)	(1,500)	17	1,517	(27,700)	(27,700)	(23,255)	4,445
Fund Balances, beginning	19,406	19,406	19,406		41,498	41,498	41,498	
Fund Balances, ending	\$ 17,906	\$ 17,906	\$ 19,424	\$ 1,517	\$ 13,798	\$ 13,798	\$ 18,243	\$ 4,445

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	<u>Parks &amp; Recreation Fund</u>				<u>Pest Control Fund</u>			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ 37,420	\$ 37,420	\$ 38,782	\$ 1,362	\$ 1,500	\$ 1,500	\$ 1,554	\$ 54
Other	53,350	53,350	3,593	(49,757)			6	
<b>Total Revenues</b>	<b>90,770</b>	<b>90,770</b>	<b>42,375</b>	<b>(48,395)</b>	<b>1,500</b>	<b>1,500</b>	<b>1,560</b>	<b>54</b>
Expenditures								
Salaries	13,500	13,500	13,462					
Other	81,570	81,570	28,788	52,782	2,000	2,000	1,500	500
<b>Total Expenditures</b>	<b>95,070</b>	<b>95,070</b>	<b>42,251</b>	<b>52,819</b>	<b>2,000</b>	<b>2,000</b>	<b>1,500</b>	<b>500</b>
Excess (Deficiency) of Revenues over Expenditures	(4,300)	(4,300)	124	4,424	(500)	(500)	60	560
Other Financing Sources (Uses):								
Transfers In								
Transfers Out								
Extraordinary item			450	(450)			22	(22)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	(4,300)	(4,300)	(327)	3,973	(500)	(500)	38	(462)
Fund Balances, beginning	22,852	22,852	22,852		1,560	1,560	1,560	
Fund Balances, ending	\$ 18,552	\$ 18,552	\$ 22,526	\$ 3,973	\$ 1,060	\$ 1,060	\$ 1,598	\$ (462)

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	Revaluation Fund				Noxious Weed Fund			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ 307,365	\$ 307,365	\$ 320,406	\$ 13,041	\$ 48,010	\$ 48,010	\$ 51,727	\$ 3,717
Other	20,050	20,050	19,708	(342)	20,900	20,900	43,186	22,286
<b>Total Revenues</b>	<b>327,415</b>	<b>327,415</b>	<b>340,114</b>	<b>12,699</b>	<b>68,910</b>	<b>68,910</b>	<b>94,913</b>	<b>26,003</b>
Expenditures								
Salaries	193,000	193,000	169,992	23,008	50,180	55,480	49,721	5,759
Other	134,415	134,415	145,312	(10,897)	43,930	46,960	38,124	8,836
<b>Total Expenditures</b>	<b>327,415</b>	<b>327,415</b>	<b>315,304</b>	<b>12,111</b>	<b>94,110</b>	<b>102,440</b>	<b>87,845</b>	<b>14,595</b>
Excess (Deficiency) of Revenues over Expenditures	-	-	24,810	24,810	(25,200)	(33,530)	7,068	40,598
Other Financing Sources (Uses):								
Transfers In								
Transfers Out								
Extraordinary item			4,456	(4,456)			892	(892)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	-	-	20,354	20,354	(25,200)	(33,530)	6,176	39,706
Fund Balances, beginning	78,463	78,463	78,463		64,737	64,737	64,737	
Fund Balances, ending	\$ 78,463	\$ 78,463	\$ 98,818	\$ 20,354	\$ 39,537	\$ 31,207	\$ 70,913	\$ 39,706

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	<u>Waterways Fund</u>				<u>BTA Ordered Refund</u>			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,881	\$ 11,881
Other	110,000	110,000	26,109	(83,891)	-	-	-	-
Total Revenues	110,000	110,000	26,109	(83,891)	-	-	11,881	11,881
Expenditures								
Salaries	20,000	20,000	15,318	4,682	-	-	-	-
Other	99,000	99,000	20,103	78,897	-	-	-	-
Total Expenditures	119,000	119,000	35,421	83,579	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	(9,000)	(9,000)	(9,312)	(312)	-	-	11,881	11,881
Other Financing Sources (Uses):								
Transfers In								
Transfers Out							8,108	(8,108)
Extraordinary item							4,393	(4,393)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	(9,000)	(9,000)	(9,312)	(312)			(620)	(620)
Fund Balances, beginning	14,735	14,735	14,735		1,474	1,474	1,474	
Fund Balances, ending	\$ 5,735	\$ 5,735	\$ 5,424	\$ (312)	\$ -	\$ -	\$ 854	\$ (620)

Minidoka County  
Rupert, Idaho

SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES BUDGETED ACTUAL - ALL SPECIAL REVENUE FUNDS  
For the year ended September 30, 2010

	Court Facility Fund				Total			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:								
Taxes	\$ -	\$ -			\$ 831,780	\$ 831,780	\$ 882,703	\$ 50,923
Other			7,320	7,320	1,203,760	1,203,760	1,072,090	(131,670)
<b>Total Revenues</b>	-	-	7,320	7,320	2,035,540	2,035,540	1,954,792	(80,748)
Expenditures								
Salaries					376,980	376,980	347,471	29,509
Other			12,427	(12,427)	1,898,300	1,898,300	1,653,976	244,324
<b>Total Expenditures</b>	-	-	12,427	(12,427)	2,275,280	2,275,280	2,001,447	273,833
Excess (Deficiency) of Revenues over Expenditures			(5,107)	(5,107)	(239,740)	(239,740)	(46,655)	193,085
Other Financing Sources (Uses):								
Transfers In							-	-
Transfers Out							-	-
Extraordinary item							16,571	(16,571)
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)	-	-	(5,107)	(5,107)	(233,210)	(239,740)	(71,335)	168,405
Fund Balances, beginning			21,868		768,205	768,205	791,547	23,341
Fund Balances, ending			\$ 16,760	\$ (5,107)	\$ 534,995	\$ 528,465	\$ 720,212	\$ 191,746

Mindoka County  
Rupert, Idaho

DEBT SERVICE FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETED AND ACTUAL  
For the year ended September 30, 2010

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Other				-
Total Revenues	-	-	-	-
Expenditures:				
Salaries				
Other				
Total Expenditures	-	-		
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
Other Financing Sources (Uses):				
Transfers In				
Transfers Out			4,134	
Total other financing sources (uses)	-	-		
Excess (Deficiency) of Revenues Over Expenditures After Other Financing Sources (Uses)			(4,134)	(4,134)
Fund Balances, beginning	4,134	4,134	4,134	
Fund Balances, ending	\$ 4,134	\$ 4,134	\$ -	\$ (4,134)

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

To the County Commissioners  
Minidoka County, Idaho

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Minidoka County as of and for the year ended September 30, 2010 which collectively comprise the Minidoka County's basic financial statements and have issued our report thereon dated December 14, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Minidoka County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Minidoka County, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Minidoka County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiency.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Minidoka County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Minidoka County's financial statements that is more than inconsequential will not be prevented or detected by Minidoka County's internal control. We consider the deficiency described below to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Minidoka County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, the significant deficiency described below, we consider to be a material weakness.

The *County* personnel does not have the skills and competencies necessary to prepare their financial statement in accordance with generally accepted accounting principles or to prevent, detect, and correct material misstatements in a financial statement prepared for them.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Minidoka County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, The County Commissioners, others within the entity, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Garald Price & Associates

Burley, ID  
December 14, 2010

Minidoka County  
Rupert, Idaho  
Statement of 2009 Tax Assessment - Minidoka County

County Taxes

<u>County Funds</u>	<u>Amount</u>
Current Expense	\$ 817,421
Indigent	212,510
Hospital	101,475
District Court	103,498
Pest	1,500
Weed	46,008
Ambulance Service	0
Fair Board	140,000
Historical Society	27,823
Jr. College Tuition	267,950
Revaluation	286,012
Justice	1,907,024
Health	78,020
Parks & Recreation	34,545
Judgement	<u>0</u>
Total	<u><u>\$ 4,023,786</u></u>

Minidoka County  
Statement of 2009 Tax Rolls  
September 30, 2010

Category	Quantity	Abstract Value	Count	Market	H-Homeowner
1 Irrigated Agriculture Land	190,100	136,361,576		295,904,620	
2 Irrigated Pasture Land	1,328	544,697		1,388,977	
3 Non-Irrigated Agricultural Land	1,458,105	138,714		485,499	
5 Dry Grazing Land	4,850,120	185,128		573,897	
10 Homesite Value/Rural Invest. Land	826	10,650,321		14,446,800	
12 Rural Residential Tracts	5,038	38,649,409		52,248,351	
13 Rural Commerical Tracts	547	11,366,137		11,366,137	
14 Rural Industrial Tracts	542	4,460,879		4,460,879	
15 Rural Subdivision - Residential Lots/Acreages	708	13,104,943		16,993,303	
16 Rural Subdivision - Commercial Lots/Acreages	46	1,105,079		1,105,079	
17 Rural Subdivision - Industrial Lots/Acreages	1	681,495		681,495	
18 Other Land	11,195	4,838,885		4,838,885	
19 Waste	5,817	0			
20 Residential Lots/Acreages (Inside City)	309	22,092,483		33,208,879	
21 Commercial Lots/Acreages (Inside City)	419	28,417,055		28,652,420	
22 Industrial Lots/Acreages (Inside City)	55	2,099,153		2,099,153	
25 Common Areas	22	8,889		8,889	
30 Non-Residential Bldg		46,270		46,270	
31 Rural residential buildings		40,373,488		62,121,800	
32 Ruraal improvements on ag.		12,665,800		12,665,800	
34 Building residential tracts		103,858,952		176,537,200	
35 Building commercial tracts		20,882,205		20,894,400	
36 Building industrial tracts		7,174,643		7,174,643	
37 Building residential subdivision		36,814,902		59,386,280	
38 Building commercial subdivision		1,696,610		1,696,610	
40 Other rural buildings		30,636,837		30,636,837	
41 Residential Building		147,585,780		243,991,370	
42 Commercial buildings		62,331,552		66,591,512	
43 Industrial building		25,127,884		25,127,884	
45 Utility Systems		44,207		44,207	
46 Manufactured Housing		8,069,478		11,743,100	
47 Improvements - Manufactured Housing		1,104,017		1,790,080	
48 Manufactured Housing with SID		15,640,644		28,923,100	
50 Residential improvements/leased land		106,690		112,270	
51 Commercial improvements/leased land		6,859,526		6,859,526	
Total Real Property		<u>795,724,328</u>		<u>1,224,806,152</u>	0
56 Const. Machinery, Tools and Equipment		4,681		4,681	
59 Furniture & Fixtures		3,686,070		3,910,491	
68 Other Misc. Machinery, Tools, and Equipment		113,350,655		131,561,477	
69 Recreational Vehicles		3,915		3,915	
70 Reservations & Easements	1,653,000	8,264		8,264	
71 Signs & Signboards		1,184,109		1,184,109	
72 Tanks, Cylinders, and Vessels		876,349		876,349	
81 Exempt		0		0	
Total Personal Property		<u>119,114,043</u>		<u>137,549,286</u>	0
Total Assessed Market Value		<u>\$914,838,371</u>		<u>\$1,362,355,438</u>	\$0