

Fiscal Year Ended
September 30, 2014



1864 **150** 2014
Sesquicentennial

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Ada County, Idaho

ADA COUNTY, IDAHO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2014

CHRISTOPHER D. RICH, AUDITOR

Phil McGrane, Chief Deputy

Kathleen Graves, Controller

Prepared by Accounting Department

**Ada County
Comprehensive Annual Financial Report
For the Year Ended September 30, 2014**

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Ada County

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INTRODUCTORY SECTION



Christopher D. Rich
Ada County Clerk of the District Court
Ex-officio Auditor and Recorder

Ada County Courthouse #1196, 200 W. Front Street, Boise ID 83702-7300
Phone (208) 287-6879 Fax (208) 287-6909

Phil McGrane, JD
Chief Deputy

December 22, 2014

To the Citizens of Ada County, Idaho:

State law requires that all general-purpose local governments with an annual budget that exceeds two hundred fifty thousand dollars annually submit a complete set of financial statements to the State of Idaho's legislative council. The financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) of Ada County, Idaho ("County"), for the fiscal year ended September 30, 2014.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Eide Bailly LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2014, are free of material misstatement. The audit was conducted in accordance with generally accepted governmental auditing standards. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the CAFR; i.e., assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County's financial statements for the fiscal year ended September 30, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the Financial Section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent

auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and requirements involving the administration of federal awards. These reports are contained in the single audit section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Ada County, established as a political subdivision of the State of Idaho on December 22, 1864, is located in the southwestern part of the state. It is the most populous county in Idaho, as well as the center for commerce and many industries. The County covers an area of 1,055 square miles, and the most recently released estimated population (for 2013) is 416,464 or 395 persons per square mile. Boise City is the county seat of Ada County and home to the State Capitol. Other incorporated cities within its boundaries are Eagle, Garden City, Kuna, Meridian and Star. Ada County is empowered to levy a property tax on both real and personal properties located within its boundaries.

A three member elected commission with overlapping terms governs the County. Responsibilities of the County Commissioners include passing ordinances, adopting the budget, and appointing the heads of the various departments. Other elected officials within the County are the Assessor, Clerk of the District Court, Coroner, Prosecutor, Sheriff and Treasurer.

The County provides services under general governmental functions as follows: police protection, prosecution and defense services, emergency disaster preparedness, general administrative services, court services, election services, property assessment and tax collections, code enforcement, parks and recreation, and health and welfare. In addition, emergency medical services, sanitation, fair activities, and billing services are provided under an enterprise fund concept, with user charges providing revenue to pay operating expenses. The streets and sidewalks in the County are owned and maintained by the Ada County Highway District – a separately governed taxing district.

The annual budget serves as the foundation for Ada County's financial planning and control. The County budgets its revenues and expenditures, as is required by Idaho Code Section 31, Chapter 16. Following these guidelines, the County adopts annual appropriated budgets for General, Special Revenue, Capital Project and Enterprise

Funds. All appropriated budgets for Governmental and Proprietary Funds are adopted on a non-GAAP cash basis.

Prior to the third Monday in May, each elected official or department head submits to the Auditor's Office a proposed operating budget for the fiscal year commencing October 1. On or before the first Monday in August, the proposed budget is submitted to the County

Commissioners for review and tentative approval. Public budget hearings are conducted by the Tuesday after Labor Day, and, upon conclusion, the County Commissioners legally adopt the budget. Actual expenditures for the ensuing fiscal year shall not exceed the appropriations legally adopted by the Commissioners.

The budget system is integrated with the County's accounting system to ensure management control on spending throughout the year. The level of budgetary control (level at which expenditures may not legally exceed the appropriations) is established by the personal services and other charges and services (including capital outlay) within the department and fund. The budgetary process is described in more detail in *Note to Required Supplementary Information*, beginning on page 66.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and the charities and welfare fund, this comparison is presented on pages 61-65 as part of the *Required Supplementary Information* for the governmental funds. For other governmental funds with appropriated annual budgets, this comparison is presented in the "*Combining Financial Statements*" subsection of this report, which starts on page 74.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Local economy. The County has a diverse economy and has sustained solid economic growth. Ada County is the home to the world headquarters of major corporations such as J.R. Simplot, IDACORP, MWI Veterinary Supply, WinCo and Micron Technology. Advanced technology, production, education, healthcare, government, military, professional services, construction, wood products, food processing and distribution, agriculture, tourism, small manufacturing and retail establishments also provide employment for the area as well as a stable financial base for the local economy. Seven Ada County companies were recognized this year by Inc. magazine as among the 5,000 fastest growing in the country. Ataraxis is the top ranked Ada County company at 112.

Located within the County are two regional hospitals with multiple facilities and extensive associated medical services. Ada County is also home to Boise State University, the

largest university in Idaho. Additionally, Ada County is the center of governmental facilities in Idaho – federal, state and local municipalities – which comprise significant portions of the County's market value, but are exempt from ad valorem taxation under Idaho Code. Regardless of the current economic climate; healthcare, education and government have all experienced a rise in demand for services, which has led to an increase in new job creation.

Several new developments are under construction. JUMP (Jack's Urban Meeting Place in honor of JR Simplot), is a not-for-profit, interactive creative center and community gathering place in the heart of downtown Boise and also the new headquarters for the J.R. Simplot Company.

The Village at Meridian has opened for business and has become an economic center on the corner of the busiest intersection in Idaho. It is the home of several national businesses including Marshalls, Petco, Gap outlet and Chick-fil-A.

The Boise Tech Mall has been approved and development is underway for the one of a kind establishment that will house thirty different innovative companies and services dedicated to the residents and businesses of the greater Boise, Idaho area.

These projects will not only increase construction jobs but property values as well. Once these projects are complete, the economy will further strengthened by the increase in jobs these developments will provide.

Employment in Ada County is humming at rates close to those experienced before the recession. The County's unemployment rate has decreased to 3.4 percent as of September 30, 2014; which is lower than both the statewide and national unemployment rates of 4.5 percent and 5.9 percent, respectively.

The County's real estate market has improved from the financial crisis experienced by much of the nation in recent years. During the recession, residential median sale prices declined nearly 35%. Foreclosures and short-sale transactions dominated the residential market. The peak rates have been observed in high growth areas where speculative development was taking place. Overall, the market appreciation experienced during the early part of the last decade was negated by the decline in values in the past few years.

The real estate market has leveled off and improved but some leading indicators are still giving mixed messages in the Ada County Market. During fiscal year 2014 there were 632 homes placed in foreclosure, a decrease of 19.5% from the previous year. The average number of days on the market for residential properties has risen to 54 days according to IMLS, an increase of 20% from September 2013. The median sale price trend has finally reversed itself as prices have risen towards pre-recession values. Additionally, the number of newly constructed home sales decreased from 1,526 in fiscal year 2013 to 1,351 in fiscal year 2014.

Long-term financial planning: The County takes a conservative approach to budgeting; revenues must cover expenses. For fiscal year 2014, the County levied for a three percent increase in taxes and the new construction roll. Despite a brighter economic outlook for Ada County, capital purchases were limited again in fiscal year 2014 but 25 new positions (6 public safety, 13 judicial services, 4 general government and 2 sanitation) were added; 14 to directly address the mandate of three new judges assigned to Ada County by the Idaho Supreme Court.

Financial policies: The majority of the County's revenue (property tax) is received after the first quarter of the fiscal year. In order for the County to remain on a cash basis, three months' worth of expenses are reserved and unavailable for budgeting. However, some funds collect enough revenue in the first quarter that a reservation is not necessary. This policy is evaluated every budget year against every budgeted fund.

Capital projects must be funded in advance before the County will negotiate a contract; as a result, certain funds must increase their fund balance.

The County closely monitors its Minimum Fund Balance Policy by keeping a risk allowance of \$12 million of operating revenue on hand; also known as budget stabilization. The amount of the General Fund budget stabilization reserve at the end of fiscal 2014 was \$7.6 million, approximately 63% of the desired amount. Ada County will be using \$11 million of its fund balance to support the fiscal year 2015 budget.

Major initiatives: *Early Payoff of Courthouse* – Prior to the recession, year-end savings were set aside annually to facilitate an early payoff of the courthouse lease. August of 2015 will be the first date the courthouse bonds can be called. No property taxes were levied for the courthouse lease payments. Fees, rents, sales tax and savings were the county's exclusive sources of revenue for the lease payments. With the early payoff there won't be any more payments and the county will own the courthouse. Conversely, the treasurer will have less money to invest, meaning less interest revenue for the county. The most visible effect of the payoff will be our budget; it will be up \$31 million. The real benefit to the paying off the courthouse seven years early is the savings; we will avoid paying \$6.2 million in interest on the lease.

Emergency Communications – The single most critical request in the Fiscal Year 2015 budget is for a new dispatch center. The current dispatch center is 40 years old and encompasses a mere 1,500 square feet. The space is over-utilized and overcrowded. Not only is dispatch out of space, its IT infrastructure is maximized and could potentially fail from overload. The FY15 budget is the first step in a multiyear process to assure that when Ada County residents call 9-1-1 they do not get a busy signal. \$4.1 million dollars will be needed in the first year for the construction of the building and to acquire the necessary telecommunications and dispatch infrastructure, with an additional \$3.2 million needed in Fiscal Year 2016 to complete the project.

Paperless E-Court – Idaho's 44 County Clerks will benefit from the Supreme Court's transition from their paper based case management system to a paperless e-court. For the Ada County Clerk's office, this is a no cost option as they work on behalf of the court. The Prosecutor and Public Defender are not so fortunate. They will receive certain compatible software modules as part of the switch, but their data migration will not be covered and there isn't a module for the civil operation of the Prosecutor's Office. The cost to migrate both offices to the new platform and acquire a new civil module is \$672,000.

Pathway Repair – Parks and Recreation has budgeted \$600,000 to bury the Penitentiary Canal beneath the Greenbelt along the Warm Springs pathway. This part of the Greenbelt is subject to significant erosion. Completing this project would help the county

avoid the kind of emergency closures a canal leak caused this spring that not only inconvenienced recreational users but jeopardized public safety.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Ada County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2013. This is the twenty-sixth consecutive year that Ada County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized CAFR that satisfies both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to uphold the stringent guidelines the Certificate of Achievement Program requires; therefore we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report has been a team effort by the County Auditor's accounting department and could not have been accomplished without their continued dedication and professionalism. In addition, appreciation is extended to the Board of County Commissioners for their encouragement, assistance and approval.

Sincerely,



Christopher D. Rich
Ada County Auditor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Ada County
Idaho**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2013

Executive Director/CEO

ADA COUNTY, IDAHO
ELECTED COUNTY OFFICIALS AND DEPARTMENT DIRECTORS
SEPTEMBER 30, 2014

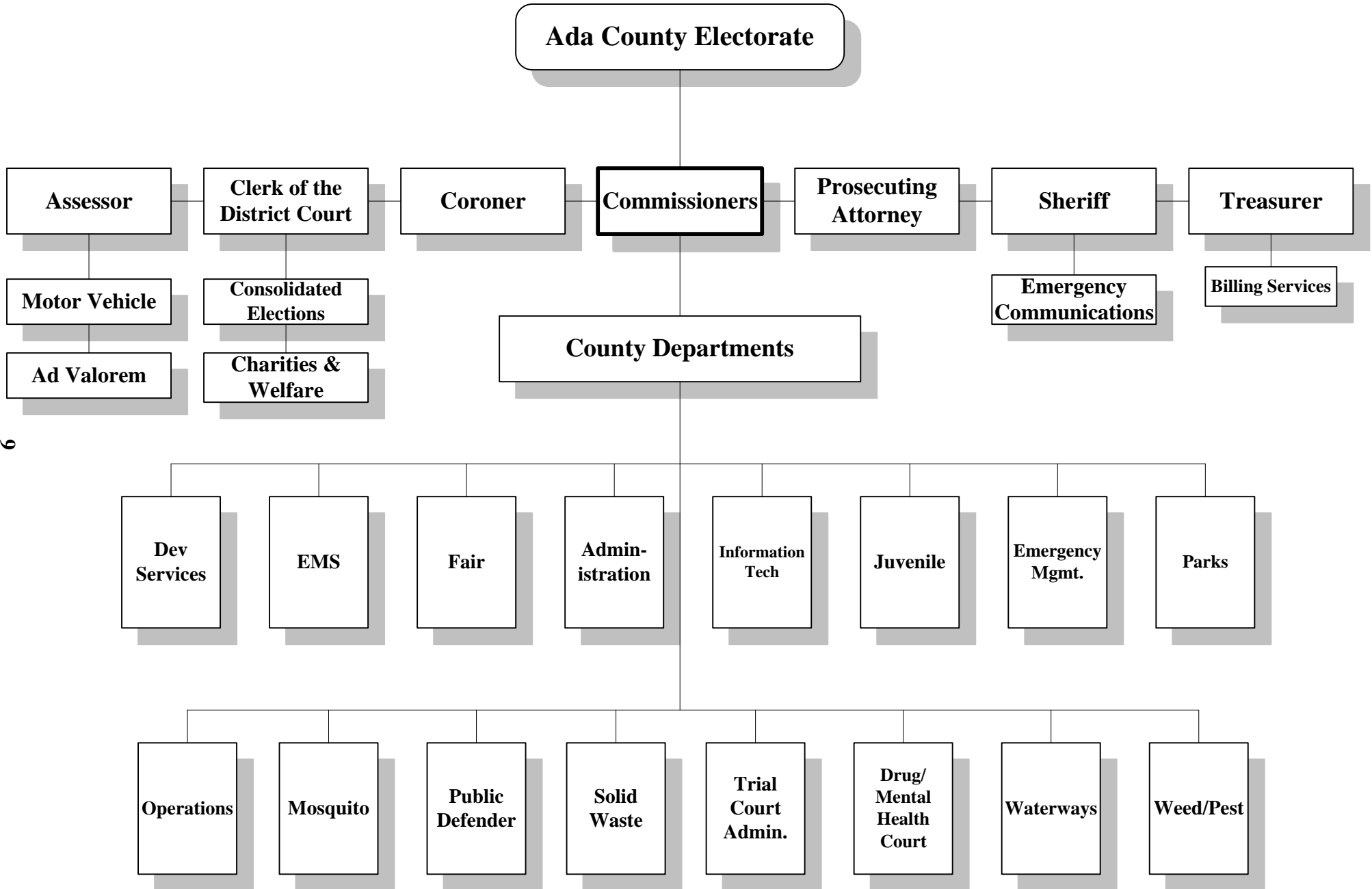
ELECTED COUNTY OFFICIALS

COMMISSIONER - FIRST DISTRICT-----Jim Tibbs
COMMISSIONER - SECOND DISTRICT-----Richard L. Yzaguirre
COMMISSIONER - THIRD DISTRICT -----David L. Case, Chairman
ASSESSOR-----Robert H. McQuade
CLERK/AUDITOR/RECORDER -----Christopher D. Rich
CORONER -----Erwin L. Sonnenberg
PROSECUTING ATTORNEY -----Greg H. Bower
SHERIFF -----Gary L. Raney
TREASURER-----Vicky McIntyre

DEPARTMENT DIRECTORS

Charities and Welfare -----Christopher D. Rich
Information Technology -----Leslie Penney
Development Services - Building and Zoning -----Megan M. Leatherman
District Court-----Larry D. Reiner
Emergency Medical Services (EMS) -----Darby Weston
Emergency Management-----Doug R. Hardman
Juvenile -----Janet M. Wallace
Operations-----David P. Logan
Public Defender -----Alan E. Trimming
Administration -----David L. Case, Liaison
Parks and Recreation/Waterways -----Scott Koberg
Solid Waste Management -----David P. Logan
Weed/Pest/Mosquito-----Brian K. Wilbur
Western Idaho Fair-----Robert A. Batista

ADA COUNTY, IDAHO ORGANIZATIONAL CHART



ADA COUNTY, IDAHO
CLASSIFICATION OF FUNDS

Category	Type	Name
GOVERNMENTAL	General	Consisting of departments: Clerk of the District Court, Sheriff, Treasurer, Assessor, Prosecutor, Juvenile, Motor Vehicle, Operations, Coroner, Information Technology, Development Services, Administration, Public Defender and General
	Special Revenue	Charities and Welfare Public Health Weed Control Pest Extermination Parks and Recreation Ad Valorem Court Monitoring District Court Drug/Mental Health Court County Court Facilities Waterways Emergency Communication Emergency Management Veterans Memorial Mosquito Abatement Consolidated Elections
	Capital Projects	Major projects: Courthouse/Corridor
PROPRIETARY	Enterprise	Emergency Medical Services Solid Waste Management Western Idaho Fair Billing Services
	Internal Service	Self Funded Health Insurance Liability Insurance
FIDUCIARY	Agency	State of Idaho Special Taxing Districts Unapportioned Account Court Suspense Restitution Accounts Sheriff's Account Other Agencies

FINANCIAL SECTION



CPAs & BUSINESS ADVISORS

Independent Auditor's Report

To the Board of Commissioners
Ada County, Idaho
Boise, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ada County, Idaho (the County), as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of September 30, 2014, and the respective changes in financial position and, where, applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion

and analysis and budgetary comparison information on pages 13 through 25 and 61 through 67 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 American, which consisted of inquires of management about the methods or preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements. The introductory section, the non-major governmental funds combining financial statements, budget and actual comparisons for governmental funds other than the general and major special revenue funds, internal service funds combining financial statements, agency funds combining financial statements, and schedule of expenditures of federal awards, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organization*, and is also not a required part of the financial statements.

The non-major governmental funds combining financial statements, budget and actual comparisons for governmental funds other than the general and major special revenue funds, internal service funds combining financial statements, agency funds combining financial statements, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the non-major governmental funds combining financial statements, budget and actual comparisons for governmental funds other than the general and major special revenue funds, internal service funds combining financial statements, agency funds combining financial statements, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report December 22, 2014 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 conducted in accordance with Government Auditing Standards in considering Ada County's internal control over financial reporting and compliance.



Boise, Idaho
December 22, 2014

Management's Discussion and Analysis

As management of Ada County, we offer readers of Ada County's financial statements this narrative overview and analysis of the financial activities of Ada County for the fiscal year ended September 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1-6 of this report.

Financial Highlights

- The assets of Ada County exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$276,250,729 (*net position*). Of this amount, \$115,568,038 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position decreased by \$2,542,154; just slightly more than the prior year. Revenue increased \$8.5M; however it was offset with an increase in expenses of the same amount. The largest increases to revenues were property taxes of \$3.7M which was due to the County not only taking the new construction roll but also taking the 3% increase in base as allowed by law. Operating grants and state shared revenues (sales tax and revenue sharing) increased \$1M each. In addition, although investments lost market value again this year, the loss was not as great as last years; therefore overall interest and investment earnings increased \$1.7M. Public safety, general government and EMS had the largest increases in expenses (\$6.2M, \$2.7M and \$1.2M, respectively). These increases were mainly due to a 3% COLA provided to employees and an increase in health care premiums. An increase in equipment costs also occurred. Health and welfare expenses decreased \$2.2M because fewer clients needed the assistance of the County's Indigent Services department.
- As of the close of the current fiscal year, Ada County's governmental funds reported combined ending fund balances of \$120,307,898, which is a decrease of \$3,056,897 in comparison with the prior year. Of that total \$29,335,340 is unassigned in the general fund; however according to Ada County's financial policies \$21.7M is required to cover the first three months of operating expenses before property taxes are received in January. Additional, \$12M should be reserved to meet our minimum fund balance policy also known as budget stabilization, however; only \$7.6M is in fact available, leaving no fund balance *available for spending* at the government's discretion.
- Ada County's capital lease debt decreased by \$3,330,000 (8.6%) during the current fiscal year due to scheduled principal payments.

Overview of the Financial Statements

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

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

The *statement of net position* presents information on all of Ada County's assets, deferred outflows as well as liabilities and deferred inflows. The difference between assets, deferred outflows and liabilities and deferred inflows is reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Ada County is improving or deteriorating.

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

Both government-wide financial statements mentioned above represent functions within Ada County. These functions can be organized into *governmental activities* and *business-type activities*. The governmental activities are principally supported by taxes and intergovernmental revenues and include general government, public safety, sanitation, health and welfare, and recreational and cultural activities. The business-type activities of Ada County include emergency medical services, solid waste management, county fair and billing services and are intended to recover all or a significant portion of their costs through user fees and charges.

The government-wide financial statements of Ada County, which include all legally and financially accountable units (known as the *primary government*), can be found on pages 26-27 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Ada County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Ada County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Ada County maintains eighteen individual governmental funds. The general fund, charities and welfare and capital projects funds, which are considered to be major funds, are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Data from the other fifteen governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Ada County adopts an annual appropriated budget for all funds except internal service funds and fiduciary funds. Budgetary comparison schedules have been provided for the funds to demonstrate compliance with this budget.

The basic governmental fund descriptions and financial statements can be found on pages 28-32 of this report.

Proprietary funds. Ada County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Ada County uses enterprise funds for its emergency medical services, solid waste management, Western Idaho Fair, and billing services functions. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among Ada County's various functions. Ada County uses internal service funds for its self-health insurance and liability insurance. Because both of these internal service funds predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

The proprietary fund statements provide the same type of information as the government-wide financial statements, only in more detail. They provide separate information for emergency medical services, solid waste management, and the Western Idaho Fair, all of which are presented as major funds. Billing services, which is presented as a non-major fund, is included for year-to-year consistency.

Both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund descriptions and financial statements can be found on pages 33-37 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are not available to support Ada County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statement can be found on page 39 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements, preceded by an index, can be found on pages 40-60 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*, which can be found on pages 61-67. The combining and individual fund statements and schedules for non-major governmental funds, internal service funds, and fiduciary funds, are presented immediately following the required supplementary information on pages 68-99 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Ada County, assets and deferred outflows exceeded liabilities and deferred inflows by \$276,250,729 at the close of the most recent fiscal year. The largest portion of Ada County's net position (50.6%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Ada County's Net Position

	Governmental activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 248,736,998	\$ 244,645,507	\$ 43,058,066	\$ 40,475,361	\$ 291,795,064	\$ 285,120,868
Capital assets	125,346,230	131,519,305	49,929,979	47,274,745	175,276,209	178,794,050
Total assets	<u>374,083,228</u>	<u>376,164,812</u>	<u>92,988,045</u>	<u>87,750,106</u>	<u>467,071,273</u>	<u>463,914,918</u>
Long-term liabilities outstanding	53,776,615	56,104,817	20,758,207	20,814,158	74,534,822	76,918,975
Other liabilities	13,044,666	12,907,149	4,041,578	2,618,603	17,086,244	15,525,752
Total liabilities	<u>66,821,281</u>	<u>69,011,966</u>	<u>24,799,785</u>	<u>23,432,761</u>	<u>91,621,066</u>	<u>92,444,727</u>
Deferred Inflows-Property Tax	94,375,432	88,092,031	4,824,046	4,585,277	99,199,478	92,677,308
Net position						
Net investment in capital assets	89,996,230	92,839,305	49,929,979	47,274,745	139,926,209	140,114,050
Restricted	20,756,482	17,750,742	-	-	20,756,482	17,750,742
Unrestricted	102,133,803	108,470,768	13,434,235	12,457,323	115,568,038	120,928,091
Total net position	<u>\$ 212,886,515</u>	<u>\$ 219,060,815</u>	<u>\$ 63,364,214</u>	<u>\$ 59,732,068</u>	<u>\$ 276,250,729</u>	<u>\$ 278,792,883</u>

Additionally, 7.5% of Ada County's net position is resources subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$115,568,038) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Ada County is able to report positive balances in all three categories of net position, for both the government as a whole and its governmental and business-type activities. The same situation held true for the prior fiscal year.

The County's business-type activities reported an overall increase of \$976,912 in unrestricted net position, as well as increases in each fund with the exception of the emergency medical services fund, which decreased \$14,092. The solid waste management fund increased \$162,416 even though there was a large increase in revenue which well covered expense; there was also the addition of \$2.7M in capital assets which reduced the amount available for unrestricted. The Western Idaho Fair increased by \$302,111 due to an increase in gate receipts and concessions, while expenses remained flat. Revenue increased slightly more than expense, yielding an increase of \$283,027 in unrestricted net position for billing services over the previous year. There was also an increase in internal balances related to business-type activities of \$243,450 for the year.

During the current year, the government's overall net position decreased by \$2,542,154. The County's business-type activities experienced an increase of \$3,632,146 due mainly to the changes mentioned above, while governmental activities decreased by \$6,174,300. Changes to both, are displayed on the following chart:

Ada County's Changes in Net Position

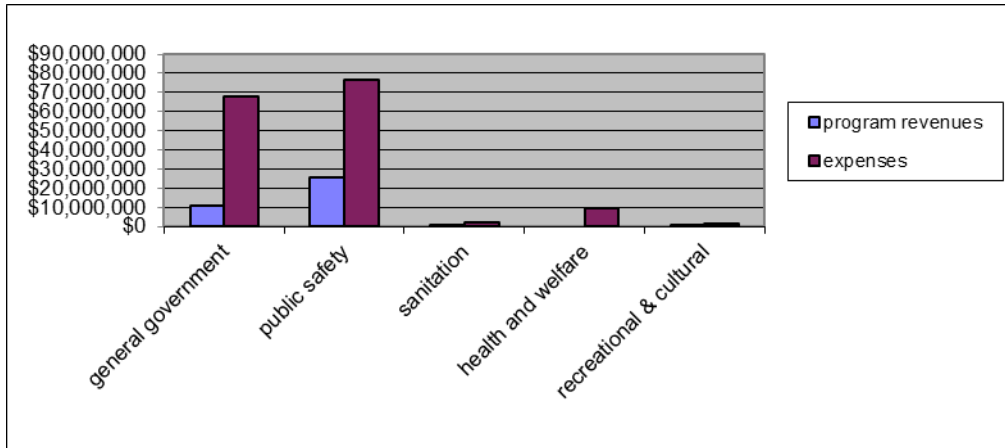
	Governmental activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 32,536,821	\$ 33,192,253	\$ 29,049,169	\$ 28,087,622	\$ 61,585,990	\$ 61,279,875
Operating grants and contributions	5,179,449	4,166,600	80,158	10,110	5,259,607	4,176,710
Capital grants and contributions	112,856	352,986	-	133,573	112,856	486,559
General revenues:						
Property taxes	88,389,228	84,799,902	4,602,005	4,444,168	92,991,233	89,244,070
Other taxes	16,507,820	15,546,807	225,723	177,636	16,733,543	15,724,443
Grants and contributions not restricted to specific programs	6,229,150	5,386,445	-	-	6,229,150	5,386,445
Interest & investment earnings (loss)	1,453,216	67,983	259,026	(24,289)	1,712,242	43,694
Miscellaneous	2,389,464	2,324,333	168,472	-	2,557,936	2,324,333
Total revenues	152,798,004	145,837,309	34,384,553	32,828,820	187,182,557	178,666,129
Expenses:						
General government	67,640,517	64,960,121	-	-	67,640,517	64,960,121
Public safety	76,746,769	70,515,247	-	-	76,746,769	70,515,247
Sanitation	2,231,017	2,270,585	-	-	2,231,017	2,270,585
Health and welfare	9,356,800	11,565,125	-	-	9,356,800	11,565,125
Recreational and cultural	1,309,584	962,831	-	-	1,309,584	962,831
Interest on long-term debt	1,687,617	1,885,319	-	-	1,687,617	1,885,319
Emergency Medical Svcs.	-	-	12,703,334	11,499,514	12,703,334	11,499,514
Solid Waste Mgmt.	-	-	9,230,298	8,841,434	9,230,298	8,841,434
Western Idaho Fair	-	-	4,194,142	4,144,628	4,194,142	4,144,628
Billing Svcs.	-	-	4,624,633	4,510,682	4,624,633	4,510,682
Total expenses	158,972,304	152,159,228	30,752,407	28,996,258	189,724,711	181,155,486
Increase (decrease) in net position	(6,174,300)	(6,321,919)	3,632,146	3,832,562	(2,542,154)	(2,489,357)
Net position - beginning	219,060,815	225,382,734	59,732,068	55,899,506	278,792,883	281,282,240
Net position - ending	\$ 212,886,515	\$ 219,060,815	\$ 63,364,214	\$ 59,732,068	\$ 276,250,729	\$ 278,792,883

Governmental activities. Total net position for government activities decreased \$6,174,300; which is \$147,619 less than the prior year's loss. Key elements are:

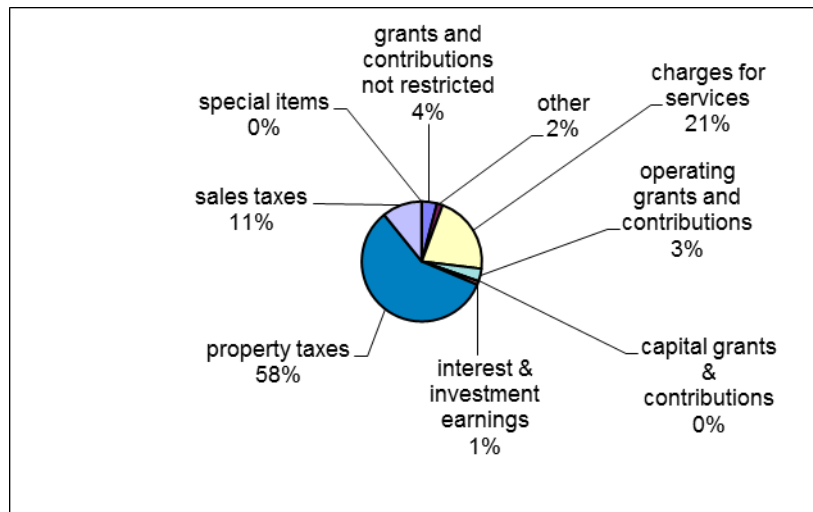
- Property taxes increased \$3,589,326. Ada County, for the first time in seven years and as allowed by law, chose to increase taxes by taking the 3% of the highest budget during the last three years which equated to \$2.5M. For the second time in as many years, the new construction roll in the amount of \$1.6M was also taken. In 2014 the legislature removed a portion of taxing districts property tax that had been derived from personal property value and replaced it with state funding; for Ada County that equated to \$710K. This was recorded as grants and contributions not restricted to specific programs, rather than property tax since it is a 'replacement tax'.
- Interest and investments earnings increased by \$1,385,233 due to the change in the market value of the County's investments as of September 30th. The loss in market value incurred this year was only \$322K compared to the loss of \$1.6M the prior year.
- Operating grants and contributions were \$1M higher due to an increase in homeland security equipment and emergency planning grants. Ada County also received increased funding from the Idaho Supreme Court for specialty courts.
- General revenues from other taxes were higher by \$961,013; sales tax and revenue sharing from the State of Idaho were more than expected.

- Public safety is the only category showing a substantial increase in expense, \$6,231,522; general government is a distant second with an increase of \$2,680,396. These differences are due to the increase in personnel costs associated with 22 new positions (14 of which are for 3 new judges Ada County received in 2014), a 3% COLA provided to employees and increase in health care premiums. There were also increases in major computer and software upgrades along with tenant improvements. A reduction in clients caused indigent medical costs down and created a reduction in health and welfare of \$2.2M.

Expenses and Program Revenues – Governmental Activities



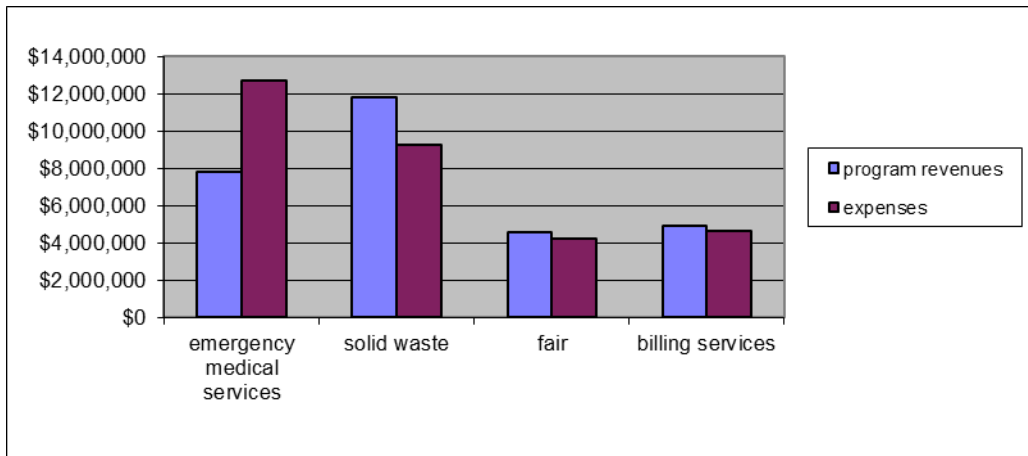
Revenues by Source – Governmental Activities



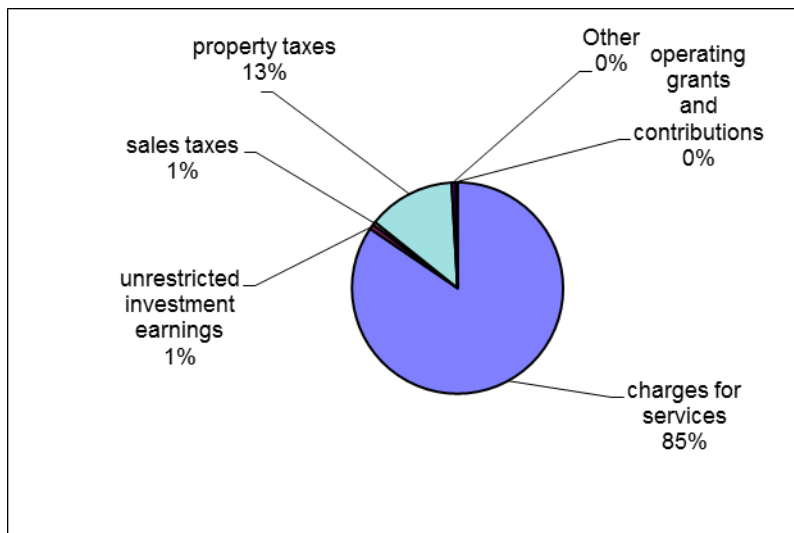
Business-type activities. Business-type activities increased the County's net position by \$3,632,146, accounting for 143 percent of the total growth. Three of the County's Enterprise Funds incurred positive growth, while one had a modest loss.

- Revenue increased in the solid waste management fund by \$893,768 due to an increase in volume. As the economy improves, economic development occurs and waste volumes increase. This increase was more than double the increase in expense creating an overall increase of \$2,881,516.
- Western Idaho Fair gate receipts and concessions during the 10 day fair along with food and beverage sales during interim events throughout the year outpaced expense, generating a modest increase of \$349,170.
- Emergency medical services expenses increased due to 3% COLA, health care premium increases and equipment purchases, while revenue was down due to an increase in bad debt associated with accounts receivable, which caused a slight decrease of \$125,017.

Expenses and Program Revenues – Business-type Activities



Revenue by Source – Business-type Activities



Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, Ada County's governmental funds reported combined ending fund balances of \$120,307,898, a decrease of \$3,056,897 in comparison with the prior year. Ada County has restrictions and assignments for its fund balance. These include: \$3,589,336 restricted by granting agencies to pay for specific programs and \$17,233,161 restricted by enabling legislation. Assignments total \$70,150,061; of which \$421,190 in the general fund is assigned for future improvements to a new imaging solution for recorded documents; also \$11,300,976 in the general fund, \$36,573,664 in the capital projects fund and \$4,808,888 in all other government funds was assigned for subsequent years expenditures during the fiscal year 2015 budget process. The remaining \$17,045,343 is assigned to the capital projects fund for the future projects and, by definition the special revenue funds, including their minimum fund balance or budget stabilization and cash basis requirements. Total unassigned is \$29,335,340; of which \$21,772,401 is required to cover the first three months of operating expenses before property taxes are received in January (cash basis) with the remaining \$7,562,939 reserved for the minimum fund balance; \$4,437,061 less than the full requirement for the general fund.

The general fund is the chief operating fund of Ada County. At the end of the current fiscal year, the total fund balance of the general fund was \$44,646,842 of which \$3,589,336 was restricted as mentioned above, \$11,722,166 was assigned and \$29,335,340 was unassigned. As a measure of the general fund's liquidity, it may be useful to compare both unrestricted fund balance (committed and assigned) and total fund balance to total fund expenditures. In the current fiscal year, unrestricted fund balance represents 35 percent of total general fund expenditures while total fund balance represents 38 percent.

During the current year, the fund balance of the County's general fund decreased by \$637,954 after a \$4M transfer back from the capital projects fund and for reasons similar to those described on pages 18-19 under *Governmental activities*.

- Property taxes increased \$5,553,282 due to the County increasing taxes by the 3% increase allowed by law and the new construction roll. In addition, the County moved \$2.1M in taxes from the charities and welfare levy to the current expense levy or general fund.
- Intergovernmental revenue increased \$1,004,924 due to the new personal property tax replacement of \$710,933 discussed on page 18 and sales tax.
- Personnel costs increased \$6,565,259 due a 3% COLA and increased health care premiums authorized by the Board during the FY15 budget process. Also 17 new positions were added to general fund departments, 9 of which are directly related to the 3 new judges the County received in 2014.

The charities and welfare fund has an ending fund balance of \$8,508,299, an increase of \$2,142,748 over last year. All resources of this fund are to be used for providing services to indigent persons according to Idaho statute. In 2012 this fund carried a negative unassigned balance as there wasn't enough available fund balance to cover the required commitment of three months operating cash on hand or minimum fund balance. In 2013, property taxes from the General fund were moved to offset the increase and build fund balance. Now, as the economy has improved, requests for services from this fund and therefore expenses have decreased \$2,230,585; and for the second year in a row this fund has had positive growth. With this in mind and the need now in the general fund, taxes were moved back to the general fund during 2014.

The capital projects fund's ending fund balance is \$42,359,789, of which \$36,573,664 is assigned based on this amount being budgeted for spending in the following fiscal year when the County will pay off the lease early; the remainder is assigned for future capital projects. The capital projects fund experienced a decrease in fund balance of \$7,845,949 after transfers due to the planned use of fund balance to support the semi-annual lease payments and with the payoff of the lease in August 2015, excess fund balance in the amount of \$4M was returned to the general fund.

Proprietary funds. Ada County's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The difference between the two perspectives is the effect of internal service fund activities related to proprietary funds. *Unrestricted* net position of emergency medical services at the end of the year amounted to \$9,632,878; those for the solid waste management fund amounted to \$(407,559); those for the Western Idaho Fair amounted to \$2,576,694; and those for billing services amounted to \$945,035. The change in net position for the four funds consisted of a decrease of \$125,017, an increase of \$2,881,516, an increase of \$349,170, and an increase of \$283,027, respectively. Factors concerning the finances of these four funds have already been addressed in the discussion of Ada County's business-type activities on pages 16 (chart), 17, 18 (chart) and 20.

General Fund Budgetary Highlights

The final budget in the general fund was amended to reflect an increase of \$5,079,116 and can be briefly summarized as follows:

- \$ 3,150,906 in increases allocated to the juvenile department
- \$ 932,812 in increases allocated to the sheriff's department
- \$ 776,259 in increases allocated to the prosecutor's department
- \$ 157,109 in increases allocated to the development service's department
- \$ 50,000 in increases allocated to the coroner's department
- \$ 12,030 in increases allocated to the clerk of the court

Of the changes summarized above, increases of \$4,296,087 were from various Federal and State funding sources. The remaining \$783,029 represents revenues received during the year that were unanticipated or that exceeded original budgetary estimates.

The difference between the final general fund amended revenue budget and actual revenue collected was a positive variance of \$4.2 million (presented on page 61). The largest was in miscellaneous revenue where the \$4 million transfer back from the capital projects fund to the general fund was recorded.

The difference between the final amended general fund expenditures budget and actual expenditures was a positive variance of \$10.5 million (pages 61-64). "Personnel services" accounted for \$3.2 million (30%), a decrease over the prior year of \$1.4million which can be attributed to budgeting personnel at 98%. An uncertain economy and a conservative approach to budgeting resulted in a positive variance in "other services and charges" of \$5.6 million (54%).

Contract services for the prosecutor, special department supplies, building repairs and maintenance for operations and contingency in the general fund were all areas that brought the general fund under budget. The general fund budget related to grants had \$4.4 million unspent at year-end that will be brought forward into the next year. Seventy-three percent (\$3.2M) of which was Cigarette/Tobacco Tax, Lottery and Juvenile Block grants where the revenue is received in advance.

Capital Asset and Debt Administration

Capital assets. Ada County's investment in capital assets for its governmental and business type activities as of September 30, 2014, amounts to \$175,276,209 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, vehicles, intangible software, construction in progress and infrastructure (sewer lines, waste water monitoring system, storm water improvements and roadways). Overall there was a 2% decrease in the County's investment in capital assets; with a 5 percent reduction in governmental activities and a 6 percent increase in business-type activities.

Major events during the current fiscal year included the following (some costs were incurred in the prior year and were in Construction in Progress (CIP) accounts until capitalized in fiscal year 2014):

- Purchase and installation of a hydrogen sulfide scrubber at the landfill began this fiscal year and will improve air quality while meeting DEQ emissions requirements for landfill gas burn off; costs incurred to date, \$2.7M.
- Tenant improvements were completed within the Courthouse; relocating and modifying offices on three of the five floors in anticipation of new courtrooms in the near future. Total cost incurred \$522K.
- Construction of the Expo Idaho Admin Building and Grand Entrance also began this fiscal year shortly after the 10 day fair ended; costs incurred to date \$343K. Completion is set for June 2015 before the start of the next fair.
- The County is investing in a "paperless" initiative by purchasing a new software product entitled 'Electronic Content Manager' that will allow multiple departments to store their documents electronically. The first phase began this fiscal year at a cost of \$258K.
- An in-house financial system software re-write has been completed for a total cost of \$418K over a three year period. This new financial system software will offer real time financial data with enhanced drill down research ability and reporting.

Ada County's Capital Assets
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 7,657,147	\$ 7,657,147	\$ 5,052,409	\$ 4,951,841	\$ 12,709,556	\$ 12,608,988
Land improvements	1,199,835	1,710,239	30,098,945	30,608,324	31,298,780	32,318,563
Building	102,420,111	106,419,963	6,771,670	7,698,317	109,191,781	114,118,280
Infrastructure	796,271	1,011,558	1,619,952	1,252,034	2,416,223	2,263,592
Leased assets	-	-	604,147	-	604,147	-
Vehicles	1,523,816	1,490,841	823,521	765,625	2,347,337	2,256,466
M&E	10,690,037	12,939,927	1,823,313	1,989,374	12,513,350	14,929,301
Intangibles/software	415,881	12,371	-	-	415,881	12,371
Construction in progress	643,132	277,259	3,136,022	9,230	3,779,154	286,489
Total	\$ 125,346,230	\$ 131,519,305	\$ 49,929,979	\$ 47,274,745	\$ 175,276,209	\$ 178,794,050

Additional information on Ada County's capital assets can be found in note I-D-4, pages 45-46 and II-C, pages 51-52, as well as in the Letter of Transmittal, page 5 of this report.

Long-term debt. At the end of the current fiscal year, Ada County had no bonded debt outstanding. Ada County's only remaining debt of \$35,350,000 as of September 30, 2014, is related to the acquisition of the county courthouse and administration building, related parking facilities, integrated retail space and other public improvements. Lease payments are considered to be obligations of the general government, paid with general governmental revenue sources.

Ada County's Outstanding Debt

	Governmental activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
Capital Leases	\$ 35,350,000	\$ 38,680,000	\$ -	\$ -	\$ 35,350,000	\$ 38,680,000
Total	\$ 35,350,000	\$ 38,680,000	\$ -	\$ -	\$ 35,350,000	\$ 38,680,000

During the current fiscal year, the County's total debt decreased by \$3,330,000 or 8%. This is due to scheduled principal payments.

Ada County maintains an 'Aa2' rating from Moody's and an 'AA' rating from Standard & Poor's for general obligation debt. The lease revenue bonds of Boise City Urban Renewal Agency (which are secured by the county's annual lease appropriation) have underlying ratings of 'Aa3' and 'AA-' by Moody's and Standard & Poor's, respectively, without regard to the Municipal Bond Insurance Policy that was purchased for this issue. Current State statutes allow for general obligation bonds to be issued without a legal limitation based on tax charges against all property and an acceptance of two-thirds of the qualified electors of Ada County. The County's last bonded debt issue, for a county jail addition, began in 1992 and ended in 2002. Additional information on the County's long-term debt can be found in note I-D-5 on pages 46-47, and notes II-G-H on pages 54-55 of this report.

Economic Factors and Next Year's Budgets and Rates

These factors were considered in preparing the County's budget for the 2015 fiscal year:

- The unemployment rate for Ada County is currently 3.4 percent, down 2.3 percent from a year ago. The current rate is lower than the state's unemployment rate of 4.5 percent and lower than the national rate of 5.9 percent.
- Sale of new homes has decreased 12 percent over last year and the average number of days residential homes are on the market increased to 54 days, 8 days longer than the prior year.
- Foreclosures decreased 80.3% from their high of 3,206 in 2010 to 632 in 2014.
- The population in the County increased 1.8 percent from 2012 to 2013 (the most recent information available) – from 409,061 to 416,464.
- The County plans on paying off the courthouse lease at the first available call of Capital City Development Corporation's (CCDC) bonds as permissible in the Courts Complex Lease Agreement between the County and CCDC. This call will occur on August 15, 2015 at which time the County intends to pay off the lease in full; which will save the County \$6.2 million in future interest payments.

Restricted, Assigned and Unassigned fund balance in the general fund (\$44.6M) consists of: \$3.6 million (8%) has been restricted by granting agencies for Juvenile Court Services. There is \$11.3 million (25.3%) assigned that has been appropriated for spending in the 2015 budget and \$421K (1%) for a new imaging solution for recorded documents. The remaining \$29.3M (65.7%) is unassigned; however based on Ada County's financial policies \$21.7M is required to cover the first three months of operating expenses before property taxes are received in January. Additionally, the remaining \$7.6M covers the reservation to meet our minimum fund balance policy, also known as budget stabilization. The minimum fund balance policy in the general fund is based on risk and reviewed during the budget process; \$12M was determined to be sufficient for 2015.

Pursuant to Resolutions adopted during the fiscal year:

- A resolution authorizing the sale and grant of the County Administration Building at 650 Main for \$1.00 occurred after the City of Boise's final \$500,000 payment was received and satisfied the lease agreement from 2002.

Requests for Information

This financial report is designed to provide a general overview of Ada County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Ada County Auditor, 200 West Front Street, Boise, Idaho, 83702.

BASIC FINANCIAL STATEMENTS

Ada County
Statement of Net Position
September 30, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 14,129,853	\$ 3,252,496	\$ 17,382,349
Investments	131,867,905	30,712,170	162,580,075
Receivables, net	102,981,458	8,549,028	111,530,486
Internal balances	(494,706)	494,706	-
Accrued interest receivable	252,488	49,666	302,154
Capital assets, net of depreciation:			
Land, not depreciated	7,657,147	5,052,409	12,709,556
Land improvements	1,199,835	30,098,945	31,298,780
Building	102,420,111	6,771,670	109,191,781
Infrastructure	796,271	1,619,952	2,416,223
Vehicles	1,523,816	823,521	2,347,337
Machinery & equipment	10,690,037	1,823,313	12,513,350
Intangible software	415,881	-	415,881
Leased assets	-	604,147	604,147
Construction in progress	643,132	3,136,022	3,779,154
Capital assets, net	<u>125,346,230</u>	<u>49,929,979</u>	<u>175,276,209</u>
Total assets	<u>374,083,228</u>	<u>92,988,045</u>	<u>467,071,273</u>
LIABILITIES			
Accounts payable	12,075,070	3,544,082	15,619,152
Accrued interest	288,777	-	288,777
Unavailable/advanced revenue	680,819	497,496	1,178,315
Long-term liabilities:			
Due within one year	8,251,395	32,352	8,283,747
Due in more than one year	45,525,220	20,725,855	66,251,075
Total liabilities	<u>66,821,281</u>	<u>24,799,785</u>	<u>91,621,066</u>
DEFERRED INFLOWS			
Property tax	<u>94,375,432</u>	<u>4,824,046</u>	<u>99,199,478</u>
NET POSITION			
Net investment in capital assets	89,996,230	49,929,979	139,926,209
Restricted for:			
Grant Programs	3,589,336	-	3,589,336
Consolidated Elections	783,643	-	783,643
Court Functions	3,240,356	-	3,240,356
Public Safety	10,594,105	-	10,594,105
Weed/Pest/Mosquito Abatement	2,454,511	-	2,454,511
Welfare and Public Health	94,531	-	94,531
Unrestricted	102,133,803	13,434,235	115,568,038
Total net position	<u>\$ 212,886,515</u>	<u>\$ 63,364,214</u>	<u>\$ 276,250,729</u>

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

Ada County
Statement of Activities
For the Year Ended September 30, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 67,640,517	\$ 10,865,803	\$ 469,725	\$ -	\$ (56,304,989)	\$ -	\$ (56,304,989)
Sanitation	2,231,017	251,487	11,095	-	(1,968,435)	-	(1,968,435)
Public safety	76,746,769	21,155,720	4,671,189	112,856	(50,807,004)	-	(50,807,004)
Health and welfare	9,356,800	-	-	-	(9,356,800)	-	(9,356,800)
Recreational and cultural	1,309,584	263,811	27,440	-	(1,018,333)	-	(1,018,333)
Interest on long-term debt	1,687,617	-	-	-	(1,687,617)	-	(1,687,617)
Total governmental activities	<u>158,972,304</u>	<u>32,536,821</u>	<u>5,179,449</u>	<u>112,856</u>	<u>(121,143,178)</u>	<u>-</u>	<u>(121,143,178)</u>
Business-type activities:							
Emergency Medical Services	12,703,334	7,817,428	80,158	-	-	(4,805,748)	(4,805,748)
Solid Waste Management	9,230,298	11,794,940	-	-	-	2,564,642	2,564,642
Western Idaho Fair	4,194,142	4,534,944	-	-	-	340,802	340,802
Billing Services	4,624,633	4,901,857	-	-	-	277,224	277,224
Total business-type activities	<u>30,752,407</u>	<u>29,049,169</u>	<u>80,158</u>	<u>-</u>	<u>-</u>	<u>(1,623,080)</u>	<u>(1,623,080)</u>
Total primary government	<u>\$ 189,724,711</u>	<u>\$ 61,585,990</u>	<u>\$ 5,259,607</u>	<u>\$ 112,856</u>	<u>(121,143,178)</u>	<u>(1,623,080)</u>	<u>(122,766,258)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes					88,389,228	4,602,005	92,991,233
Sales taxes					16,507,820	225,723	16,733,543
Grants and contributions not restricted to specific programs					6,229,150	-	6,229,150
Interest and investment earnings					1,453,216	259,026	1,712,242
Miscellaneous					2,389,464	168,472	2,557,936
Total general revenues, special item and transfers					<u>114,968,878</u>	<u>5,255,226</u>	<u>120,224,104</u>
Change in net position					(6,174,300)	3,632,146	(2,542,154)
Net position - beginning					219,060,815	59,732,068	278,792,883
Net position - ending					<u>\$ 212,886,515</u>	<u>\$ 63,364,214</u>	<u>\$ 276,250,729</u>

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

MAJOR GOVERNMENTAL FUNDS

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

The **Charities and Welfare Fund** accounts for the operations associated with administering public assistance, medical care, and other relief to eligible indigent persons. Funding is provided by property tax dollars and reimbursement payments. This fund was established by authority of Idaho Code Section 31-863.

The **Capital Projects Fund** is used to account for the acquisition and construction of major capital facilities other than those financed by Proprietary Funds.

ADA COUNTY
Balance Sheet
Governmental Funds
September 30, 2014

	General Fund	Charities and Welfare	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash	\$ 4,517,836	\$ 1,060,831	\$ 3,990,479	\$ 2,508,569	\$ 12,077,715
Investments	42,774,506	10,166,320	38,294,936	23,852,506	115,088,268
Accounts receivable	463,701	-	-	76,536	540,237
Property tax receivable	72,142,014	9,477,662	-	14,932,865	96,552,541
Accrued interest receivable	133,316	-	74,374	17,695	225,385
Due from other funds	317,067	-	-	26,336	343,403
Due from other agencies and units of government	5,795,942	-	-	92,738	5,888,680
Total assets	\$ 126,144,382	\$ 20,704,813	\$ 42,359,789	\$ 41,507,245	\$ 230,716,229
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 8,695,728	\$ 986,510	\$ -	\$ 1,684,145	\$ 11,366,383
Due to other funds	13,484	-	-	62,762	76,246
Unavailable/advanced revenues	646,314	-	-	34,505	680,819
Accrued liabilities	-	1,732,342	-	-	1,732,342
Total liabilities	9,355,526	2,718,852	-	1,781,412	13,855,790
DEFERRED INFLOWS					
Property tax	72,142,014	9,477,662	-	14,932,865	96,552,541
FUND BALANCES					
Restricted for:					
Grants					
Juvenile court services	3,589,336	-	-	-	3,589,336
Enabling legislation					
Public health services	-	-	-	94,531	94,531
Weed/Pest/Mosquito	-	-	-	2,451,711	2,451,711
Alternative courts and monitoring	-	-	-	3,265,139	3,265,139
Emergency communications	-	-	-	10,637,418	10,637,418
Consolidated elections	-	-	-	784,362	784,362
Assigned for:					
General government					
Recording services	421,190	-	-	-	421,190
Administration	8,103,843	-	-	-	8,103,843
Operations and maintenance	655,195	-	-	-	655,195
Computer services	782,338	-	-	-	782,338
Appraisal/Land record	-	-	-	2,016,953	2,016,953
Public safety					
Sheriff	1,322,909	-	-	-	1,322,909
Juvenile court services	228,842	-	-	-	228,842
Coroner	10,363	-	-	-	10,363
Emergency management	-	-	-	345,019	345,019
Judicial services					
Prosecution	115,607	-	-	-	115,607
Public defender	81,879	-	-	-	81,879
District court	-	-	-	3,788,198	3,788,198
Health and welfare					
Indigent services	-	8,508,299	-	-	8,508,299
Recreation and culture					
Parks and Waterways	-	-	-	1,409,637	1,409,637
Capital projects					
Courthouse Lease	-	-	42,359,789	-	42,359,789
Unassigned	29,335,340	-	-	-	29,335,340
Total fund balances	44,646,842	8,508,299	42,359,789	24,792,968	120,307,898
Total liabilities, deferred inflows and fund balances	\$ 126,144,382	\$ 20,704,813	\$ 42,359,789	\$ 41,507,245	

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

Ada County

**Reconciliation of the Governmental Funds Balance Sheet
To the Statement of Net Position
September 30, 2014**

Total Fund Balances - Governmental Funds \$ 120,307,898

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

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. These assets consist of the following:

Land	\$ 7,657,147	
Land Improvements	2,925,462	
Building	165,379,510	
Infrastructure	2,122,261	
Vehicles	5,998,999	
Intangible Software	622,338	
Machinery and Equipment	34,951,239	
Construction in Progress	643,132	
Accumulated Depreciation	<u>(94,953,858)</u>	
Total Capital Assets		125,346,230

Some of the County's revenue will be collected after year-end but is not available soon enough to pay for the current period's expenditures and therefore is considered unavailable in the funds. Delinquent property tax is considered unavailable. 2,177,109

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the Statement of Net Position. These liabilities consist of the following:

Capital Leases Payable	\$ (35,350,000)	
Accrued Interest on the Capital Leases	(288,777)	
Compensated Absences	<u>(4,957,457)</u>	
		(40,596,234)

Internal service funds are used by management to charge the costs of health and liability insurance to individual funds and are reported separately from governmental funds in the fund statements. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position. 5,651,512

Total Net Position - Governmental Activities \$ 212,886,515

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

Ada County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2014

	General Fund	Charities and Welfare	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 64,799,599	\$ 9,039,661	\$ -	\$ 14,857,450	\$ 88,696,710
Licenses and permits	1,250,880	-	-	157,779	1,408,659
Fines and forfeitures	116,574	-	-	1,253,493	1,370,067
Charges for services	22,370,942	717,058	201,300	7,185,853	30,475,153
Intergovernmental	23,623,892	3,610	-	4,401,773	28,029,275
Interest income	659,459	107,131	497,430	256,757	1,520,777
Net increase (decrease) in the fair value of investments	(79,658)	(33,551)	309	(76,548)	(189,448)
Micellaneous	2,231,770	2,149	-	740,033	2,973,952
Total revenues	<u>114,973,458</u>	<u>9,836,058</u>	<u>699,039</u>	<u>28,776,590</u>	<u>154,285,145</u>
EXPENDITURES					
Current:					
General government	47,249,263	-	-	15,709,895	62,959,158
Public safety	69,081,482	-	-	4,771,668	73,853,150
Sanitation	-	-	-	1,965,653	1,965,653
Health and welfare	-	7,619,730	-	1,810,039	9,429,769
Recreational and cultural	-	-	-	748,768	748,768
Capital outlay	2,666,054	-	-	388,869	3,054,923
Debt service:					
Principal retirement	-	-	3,330,000	-	3,330,000
Interest and other debt charges	-	-	1,716,213	-	1,716,213
Total expenditures	<u>118,996,799</u>	<u>7,619,730</u>	<u>5,046,213</u>	<u>25,394,892</u>	<u>157,057,634</u>
Excess (deficiency) of revenues over expenditures	<u>(4,023,341)</u>	<u>2,216,328</u>	<u>(4,347,174)</u>	<u>3,381,698</u>	<u>(2,772,489)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	4,185,387	-	500,000	-	4,685,387
Transfers (out)	<u>(800,000)</u>	<u>(73,580)</u>	<u>(3,998,775)</u>	<u>(97,440)</u>	<u>(4,969,795)</u>
Total other financing sources and uses	<u>3,385,387</u>	<u>(73,580)</u>	<u>(3,498,775)</u>	<u>(97,440)</u>	<u>(284,408)</u>
Net change in fund balances	(637,954)	2,142,748	(7,845,949)	3,284,258	(3,056,897)
Fund balance, beginning of year	<u>45,284,796</u>	<u>6,365,551</u>	<u>50,205,738</u>	<u>21,508,710</u>	<u>123,364,795</u>
Fund balance, end of year	<u>\$ 44,646,842</u>	<u>\$ 8,508,299</u>	<u>\$ 42,359,789</u>	<u>\$ 24,792,968</u>	<u>\$ 120,307,898</u>

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

Ada County

**Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2014**

Total Net Change in Fund Balances - Governmental Funds \$ (3,056,897)

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

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 and reported as depreciation expense. Depreciation expense was more than Capital Outlay expense in the current year by the following amount:

Capital Outlay	\$ 3,054,923	
Depreciation Expense	<u>(9,164,509)</u>	
Excess of Depreciation Expense over Capital Outlay		(6,109,586)

Miscellaneous transactions involving capital assets such as sales and other disposals (gain/loss), as well as donations, are reported in the Statement of Activities but only proceeds from sales are reported in the governmental funds.

Sales, disposals and donations		(63,489)
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Some revenues in the governmental funds are unavailable because they are not collected within the prescribed time period after year-end. On the accrual basis, however, those revenues would be recognized, regardless of when they are collected. Because of the "availability" criterion under the modified accrual basis of accounting the following has been recorded as unavailable:

Delinquent Property Tax		(307,482)
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A lease receivable payment is reported as revenue in the governmental funds when received. The amount representing the principal payment on the lease is reported in the Statement of Net Position as a reduction of the lease receivable.

Interest receivable on the lease is not reported in the governmental funds	\$ (480,367)	
	<u>(19,633)</u>	(500,000)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current year, these amounts consist of:

Capital Lease Payments		3,330,000
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Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. Also, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues.

Accrued interest calculated for capital leases payable	\$ 28,596	
Compensated absences	<u>(180,079)</u>	
Total Additional Expenditures		(151,483)

Internal service funds are used by management to charge the costs of health and liability insurance to individual funds and are reported separately from governmental funds in the fund statements. In the government-wide statements, internal service funds are included with governmental activities.

684,637

Change in Net Position - Governmental Activities \$ (6,174,300)

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

Proprietary Funds account for the County operations that provide goods or services to the general public and finance their operations mainly through user charges. The following provides a brief description of the proprietary funds.

MAJOR PROPRIETARY FUNDS

Emergency Medical Services - to account for the emergency medical services system of Ada County, including the operation and coordination of a 24 hour per day emergency response paramedic ambulance service. Revenue is provided by user fees and tax revenue.

Solid Waste Management - to account for the solid waste disposal facilities used by various participating cities and unincorporated areas of the County. Revenue is provided by user fees.

Western Idaho Fair - to account for the operations and maintenance of the Western Idaho Fairgrounds. Operations are under the direction of a Board of Directors appointed and supervised by the Ada County Commissioners. Fair operations are self-supporting.

NON-MAJOR PROPRIETARY FUND

Billing Services - to account for billing services as may be provided. Currently, the County prepares billings to the public and receives funds from the public for refuse collection by the County's contractor. The funds are used to pay the contractor, other costs, and the County for expenses related to the billing services.

Ada County
Statement of Net Position
Proprietary Funds
September 30, 2014

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
ASSETS						
Current Assets:						
Cash and cash equivalents	\$ 881,220	\$ 1,952,612	\$ 313,149	\$ 105,515	\$ 3,252,496	\$ 2,052,138
Investments	8,341,790	18,478,429	2,892,789	999,162	30,712,170	16,779,637
Receivables, net	1,872,619	366,531	48,355	376,348	2,663,853	-
Due from other funds	-	86,374	-	48	86,422	-
Due from other agencies	52,501	894,696	-	1,637	948,834	-
Property tax receivable	4,936,341	-	-	-	4,936,341	-
Accrued interest receivable	13,416	31,094	3,624	1,532	49,666	27,103
Total current assets	<u>16,097,887</u>	<u>21,809,736</u>	<u>3,257,917</u>	<u>1,484,242</u>	<u>42,649,782</u>	<u>18,858,878</u>
Noncurrent assets:						
Capital assets:						
Land	1,034,137	3,525,048	493,224	-	5,052,409	-
Land improvements	-	31,686,307	2,924,396	-	34,610,703	-
Buildings	7,054,277	1,277,017	5,391,771	-	13,723,065	-
Infrastructure	-	4,415,385	826,332	-	5,241,717	-
Vehicles	3,651,764	170,389	58,647	-	3,880,800	-
Machinery & equipment	1,206,511	1,583,964	463,774	-	3,254,249	-
Leased assets	-	-	1,840,251	-	1,840,251	-
Construction in progress	127,500	2,665,353	343,169	-	3,136,022	-
Less accumulated depreciation	(4,662,002)	(6,810,891)	(9,336,344)	-	(20,809,237)	-
Capital assets, net	<u>8,412,187</u>	<u>38,512,572</u>	<u>3,005,220</u>	<u>-</u>	<u>49,929,979</u>	<u>-</u>
Total assets	<u>24,510,074</u>	<u>60,322,308</u>	<u>6,263,137</u>	<u>1,484,242</u>	<u>92,579,761</u>	<u>18,858,878</u>
LIABILITIES						
Current liabilities:						
Accounts payable	1,055,297	1,973,406	423,794	91,585	3,544,082	708,687
Accrued liabilities	26,958	1,911	3,483	-	32,352	-
Due to other funds	90,215	33,840	62,726	92,122	278,903	74,676
Claims and judgments	-	-	-	-	-	2,700,475
Unavailable/advanced revenues	-	-	141,996	355,500	497,496	-
Total current liabilities	<u>1,172,470</u>	<u>2,009,157</u>	<u>631,999</u>	<u>539,207</u>	<u>4,352,833</u>	<u>3,483,838</u>
Noncurrent liabilities:						
Accrued liabilities	468,493	31,235	49,224	-	548,952	-
Landfill postclosure costs	-	20,176,903	-	-	20,176,903	-
Claims and judgments	-	-	-	-	-	9,036,341
Total noncurrent liabilities	<u>468,493</u>	<u>20,208,138</u>	<u>49,224</u>	<u>-</u>	<u>20,725,855</u>	<u>9,036,341</u>
Total liabilities	<u>1,640,963</u>	<u>22,217,295</u>	<u>681,223</u>	<u>539,207</u>	<u>25,078,688</u>	<u>12,520,179</u>
DEFERRED INFLOWS						
Property tax	4,824,046	-	-	-	4,824,046	-
NET POSITION						
Investment in capital assets	8,412,187	38,512,572	3,005,220	-	49,929,979	-
Unrestricted	9,632,878	(407,559)	2,576,694	945,035	12,747,048	6,338,699
Total net position	<u>\$ 18,045,065</u>	<u>\$38,105,013</u>	<u>\$ 5,581,914</u>	<u>\$ 945,035</u>	<u>62,677,027</u>	<u>\$ 6,338,699</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds: 687,187
Net position of business-type activities \$ 63,364,214

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

Ada County
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2014

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
OPERATING REVENUE						
Charges for services	\$ 7,757,211	\$ 11,523,453	\$ -	\$ 4,901,857	\$ 24,182,521	\$ 22,463,334
Concessions	-	-	1,772,301	-	1,772,301	-
Admissions	-	-	1,181,724	-	1,181,724	-
Rentals	-	-	1,222,215	-	1,222,215	-
Other	60,217	271,487	358,704	-	690,408	-
Total operating revenues	<u>7,817,428</u>	<u>11,794,940</u>	<u>4,534,944</u>	<u>4,901,857</u>	<u>29,049,169</u>	<u>22,463,334</u>
OPERATING EXPENSES						
Personal services	9,481,037	807,710	812,339	-	11,101,086	-
Other services & charges	2,750,737	6,775,454	3,090,264	4,624,633	17,241,088	-
Administration	-	-	-	-	-	3,247,517
Landfill postclosure expense	-	1,076,198	-	-	1,076,198	-
Claims	-	-	-	-	-	18,713,658
Depreciation	713,863	567,512	296,110	-	1,577,485	-
Total operating expenses	<u>12,945,637</u>	<u>9,226,874</u>	<u>4,198,713</u>	<u>4,624,633</u>	<u>30,995,857</u>	<u>21,961,175</u>
Operating income (loss)	<u>(5,128,209)</u>	<u>2,568,066</u>	<u>336,231</u>	<u>277,224</u>	<u>(1,946,688)</u>	<u>502,159</u>
NONOPERATING REVENUES (EXPENSES)						
Intergovernmental	104,908	-	-	-	104,908	-
Gain (loss) on disposition of assets	-	143,722	-	-	143,722	-
Interest and investment revenue	92,913	214,169	24,088	9,975	341,145	192,053
Net increase (decrease) in the fair value of investments	(22,357)	(44,441)	(11,149)	(4,172)	(82,119)	(50,533)
Property & other taxes	4,827,728	-	-	-	4,827,728	-
Total nonoperating revenue (expenses)	<u>5,003,192</u>	<u>313,450</u>	<u>12,939</u>	<u>5,803</u>	<u>5,335,384</u>	<u>141,520</u>
Net income (loss) before contributions and transfers	<u>(125,017)</u>	<u>2,881,516</u>	<u>349,170</u>	<u>283,027</u>	<u>3,388,696</u>	<u>643,679</u>
Transfers in	-	-	-	-	-	300,000
Transfers out	-	-	-	-	-	(15,592)
Change in net position	<u>(125,017)</u>	<u>2,881,516</u>	<u>349,170</u>	<u>283,027</u>	<u>3,388,696</u>	<u>928,087</u>
Total net position - beginning	<u>18,170,082</u>	<u>35,223,497</u>	<u>5,232,744</u>	<u>662,008</u>	<u>5,410,612</u>	<u>5,410,612</u>
Total net position - ending	<u>\$ 18,045,065</u>	<u>\$ 38,105,013</u>	<u>\$ 5,581,914</u>	<u>\$ 945,035</u>	<u>\$ 6,338,699</u>	<u>\$ 6,338,699</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

	243,450
Change in net position of business-type activities	<u>\$ 3,632,146</u>

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

Ada County
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2014

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 8,095,458	\$ 11,725,751	\$ 4,535,102	\$ 4,891,524	\$ 29,247,835	\$ 22,463,334
Cash paid to suppliers for goods and contracted services	(2,477,307)	(7,176,299)	(2,777,029)	(4,649,146)	(17,079,781)	(20,655,603)
Cash paid to employees for services	(9,370,762)	(802,440)	(808,566)	-	(10,981,768)	-
Other operating revenue	60,217	271,487	-	-	331,704	-
Net cash provided by (used for) operating activities	<u>(3,692,394)</u>	<u>4,018,499</u>	<u>949,507</u>	<u>242,378</u>	<u>1,517,990</u>	<u>1,807,731</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Property taxes and other taxes	4,839,347	-	-	-	4,839,347	-
Subsidy from federal grants	80,158	-	-	-	80,158	-
Municipal revenue	24,750	-	-	-	24,750	-
Sale of property	-	164,631	-	-	164,631	-
Transfer in	-	-	-	-	-	300,000
Transfer out	-	-	-	-	-	(15,592)
Net cash provided by (used for) noncapital financing activities	<u>4,944,255</u>	<u>164,631</u>	<u>-</u>	<u>-</u>	<u>5,108,886</u>	<u>284,408</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Purchase of capital assets	(602,938)	(3,307,524)	(343,169)	-	(4,253,631)	-
Net cash provided by (used for) capital and related financing activities	<u>(602,938)</u>	<u>(3,307,524)</u>	<u>(343,169)</u>	<u>-</u>	<u>(4,253,631)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Net (increase) decrease in investments	(869,097)	(1,431,667)	(630,944)	(249,030)	(3,180,738)	(2,287,880)
Interest income	101,176	227,797	26,547	11,535	367,055	199,303
Net cash provided by (used for) investing activities	<u>(767,921)</u>	<u>(1,203,870)</u>	<u>(604,397)</u>	<u>(237,495)</u>	<u>(2,813,683)</u>	<u>(2,088,577)</u>
Net increase (decrease) in cash	(118,998)	(328,264)	1,941	4,883	(440,438)	3,562
Cash, beginning of year	1,000,218	2,280,876	311,208	100,632	3,692,934	2,048,576
Cash, end of year	<u>\$ 881,220</u>	<u>\$ 1,952,612</u>	<u>\$ 313,149</u>	<u>\$ 105,515</u>	<u>\$ 3,252,496</u>	<u>\$ 2,052,138</u>

(Continued)

**Reconciliation of operating income (loss) to
net cash provided by (used for) operating activities**

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
Operating income (loss)	\$ (5,128,209)	\$ 2,568,066	\$ 336,231	\$ 277,224	\$ (1,946,688)	\$ 502,159
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation expense	713,863	567,512	296,110	-	1,577,485	-
Landfill postclosure expense	-	(84,595)	-	-	(84,595)	-
Change in assets and liabilities:						
(Increase) decrease in accounts receivable, net	334,467	217,911	(9,425)	(24,763)	518,190	-
(Increase) decrease in due from other agencies and units of government	3,780	(2,224)	-	(1,541)	15	-
(Increase) decrease in due from other funds	-	(13,389)	-	(43)	(13,432)	-
Increase (decrease) in accounts payable	341,000	764,968	329,601	(38,192)	1,397,377	12,996
Increase (decrease) in accrued liabilities	32,611	(202)	(3,764)	-	28,645	-
Increase (decrease) in due to other funds	10,094	452	(8,829)	13,680	15,397	17,733
Increase (decrease) in claims and judgments	-	-	-	-	-	1,274,843
Increase (decrease) in unavailable/advanced revenue	-	-	9,583	16,013	25,596	-
Total adjustments	<u>1,435,815</u>	<u>1,450,433</u>	<u>613,276</u>	<u>(34,846)</u>	<u>3,464,678</u>	<u>1,305,572</u>
Net cash provided by (used for) operating activities	<u>\$ (3,692,394)</u>	<u>\$ 4,018,499</u>	<u>\$ 949,507</u>	<u>\$ 242,378</u>	<u>\$ 1,517,990</u>	<u>\$ 1,807,731</u>

Noncash investing activities for business-type enterprise funds were:

The net decrease in the fair value of investments for Emergency Medical Services was \$22,357 for the year.

The net decrease in the fair value of investments for Solid Waste Management was \$44,441 for the year.

The net decrease in the fair value of investments for the Western Idaho Fair was \$11,149 for the year.

The net decrease in the fair value of investments for Billing Services was \$4,172 for the year.

Noncash investing activities for governmental internal service funds were:

The net decrease in the fair value of investments for Self-Funded Health Insurance was \$30,261 for the year.

The net decrease in the fair value of investments for Liability Insurance was \$20,272 for the year.

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

FIDUCIARY FUNDS

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support the County's own programs. In Ada County, there are no trust funds – but there are several agency funds. The County's agency funds are further described and presented beginning on page 95.

ADA COUNTY
Fiduciary Funds
Statement of Fiduciary Net Position
September 30, 2014

	Agency Funds
Assets	
Cash	\$ 9,928,012
Accounts receivable	722,417
Total assets	\$ 10,650,429
Liabilities	
Accounts payable	\$ 51,899
Fines and appearance bonds to be remitted	1,872,409
Fiduciary fund liabilities:	
Judgments held in trust	958,466
Tax receipts held in trust	1,887,868
Due to prisoners	124,621
Due to victims	33,623
Due to other agencies and units of government	5,721,543
Total liabilities	\$ 10,650,429

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

**NOTES TO FINANCIAL
STATEMENTS**

ADA COUNTY

**Notes to the Financial Statements
For the Year Ended September 30, 2014**

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ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of Ada County, Idaho (the "County") have been prepared in conformity with 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.

Ada County has implemented all GASB statements that are in effect for the County's 2013-2014 fiscal year.

A. Reporting Entity

Ada County was established December 22, 1864. It operates under a commissioner form of government and provides services including general government, public safety, judicial, sanitation, health and welfare, and recreational and cultural. The County follows GASB in determining the reporting entity. For financial reporting purposes, the County's reporting entity consists solely of the primary government. Accordingly, the financial statements include all funds, departments, and agencies of the primary government whose budgets are controlled or whose boards are appointed by the County's Board of Commissioners, or if exclusion of an organization would cause the County's financial statements to be misleading or incomplete. Control or dependence on the County was determined on the basis of appointment authority, budget adoption, taxing authority, outstanding debt secured by revenues or general obligations of the County, significance to the County, and legal standing. Ada County contributes to the multi-employer Public Employee Retirement System of Idaho (PERSI). PERSI is administered by the State of Idaho. A ten-year history is provided in PERSI's annual report.

B. Government-Wide and Fund Financial Statements

Government-Wide Statements

The Statement of Net Position and Statement of Activities report information on all non-fiduciary activities of the primary government, distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees and charges 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. Inter-fund activity has been eliminated from the statements, except for the residual amounts due between governmental and business-type activities. Reimbursements, which are repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them, are eliminated in the financial statements to reduce the grossing-up effect of internal transactions.

Statement of Net Position

The Statement of Net Position presents the reporting entity's non-fiduciary assets, deferred outflows, liabilities and deferred inflows, with the difference reported as net position. Net position is displayed in the following three categories:

Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation and reduced by outstanding related debt.

Restricted Net Position result when the purpose for or manner in which net position can be used is limited by an external party, a constitutional provision, or enabling legislation. Enabling legislation both authorizes the raising of new resources and imposes legally enforceable limits on how they may be used. Decisions regarding the preferred first usage of unrestricted or restricted net position are made on a program-by-program basis when both types of resources are available.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

Unrestricted Net Position consists of net position that does not meet the definition of the two preceding categories. Unrestricted net position may have constraints or designations placed upon them by management, but they can be unilaterally removed.

Statement of Activities

The Statement of Activities demonstrates the degree to which the direct expenses of governmental functions and business-type activities are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific governmental function or business-type activity. Revenues are broken out by program and general designations. Program revenues display the extent to which programs are self-funded. Program revenues include charges to customers who purchase, use, or directly benefit from goods or services provided by a given function or activity. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other revenue sources that are not attributable to specific programs are reported instead as general revenues.

Fund Statements

The financial activities of the County are recorded in individual funds to report the financial position and results of the operations of the County. Fund accounting is used to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Separate fund financial statements are presented for the governmental, proprietary, and fiduciary funds, even though fiduciary funds are excluded from the government-wide statements. The emphasis in the fund statements is on *major* funds. Major governmental and business-type funds are reported as separate columns in the fund statements. The remaining governmental and business-type funds are considered to be non-major funds and are consolidated in an "other" funds column (on the combined fund statements). If there is more than one, the non-major funds are displayed individually in combining schedules.

The County reports the following major governmental funds:

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

The *Charities and Welfare Fund* accounts for the operations of providing services to indigent persons as required by authority of Idaho Code Section 31-863. Reimbursement payments are received from clients, however the majority of funding comes in the form of property taxes.

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

The County reports the following major proprietary funds:

The *Emergency Medical Services Fund* accounts for resources used to operate a 24-hour per day emergency response paramedic ambulance service. Funding is from taxes and user charges.

The *Solid Waste Management Fund* accounts for resources used to operate the solid waste disposal facilities used by residents, businesses, various participating cities and unincorporated areas of the County. Funding is from user fees.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

The *Western Idaho Fair Fund* accounts for resources used for the operations and maintenance of the Western Idaho Fairgrounds, funded solely from user fees.

There is one additional (enterprise) fund reported as an “other fund” in the Proprietary Funds statements:

The *Billing Services Fund* accounts for resources received for billing services as may be provided – currently for billing refuse collection by the County’s contractor.

Additionally, the County reports the following fund types:

Governmental Fund Type

Special Revenue Funds account for financial resources obtained from specific revenue sources that are legally restricted to expenditures for specified purposes.

Proprietary Fund Type

Internal Service Funds account for operations that render services to the County on a cost-reimbursement basis: health insurance for employees, and property, liability, worker’s comp and other types of insurance.

Fiduciary Fund Type

The *Agency Funds* account for resources that are held by the County, acting in a custodial capacity, for distribution to other governmental units or designated beneficiaries. The majority of resources accounted for in this fund will be distributed to the State of Idaho and the various taxing districts in Ada County.

Reconciling Government-Wide Statements to the Fund Statements

The governmental fund statements include reconciliation between the fund statements and the government-wide statements. Differences that make reconciliation necessary include the two differing measurement focuses and bases of accounting between the statements and the inclusion of internal service funds with governmental activities on the governmental-wide statements.

C. 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 proprietary 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. Fiduciary (agency) fund financial statements also use the accrual basis of accounting for asset and liability recognition, even though they have no measurement focus. 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 generally considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Significant revenue sources susceptible to accrual include sales and liquor taxes, interest associated with the current fiscal period, and grants. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

accrual accounting. However, expenditures related to capital lease payments, compensated absences and most claims and judgments are recorded only when payment is due.

As a general rule the effect of interfold activity has been eliminated from the government-wide financial statements. Indirect charges have been eliminated, as well as reimbursements, which are repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them. They are eliminated in the financial statements to reduce the grossing-up effect of internal transactions. Exceptions to this general rule of elimination are inter-fund services provided and used, such as charges between the County's self-insurance programs and business-type activities, and charges between the Solid Waste function and other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include charges to customers for goods and services, operating grants and contributions, and any capital grants and contributions. All taxes as well as internally dedicated resources are reported as general revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Assets, Liabilities, Deferred Outflows, Deferred Inflows and Net Position or Equity

1. Deposits and Investments

The cash balances of substantially all funds are pooled and invested by the County Treasurer for the purpose of increasing earnings through investment activities. The pool's investments are stated at fair value at September 30, 2014, as determined by quoted market prices, except for the non-negotiable certificates of deposit - which are non-participating contracts, and are therefore carried at amortized cost. The individual funds' portions of the pool's fair value are presented as "Investments". Interest earned on the pooled funds is apportioned and paid or credited to the funds monthly based on the average daily balance of each participating fund. Interest earnings and increases or decreases in the fair value of investments in certain Special Revenue funds are transferred to the General Fund based on management policy. Idaho Code Section 67, Chapter 12, provides authorization for the investment of funds as well as to what constitutes an allowable investment. County policy is consistent with the State Code.

The Code limits investments to the following general types:

1. Certain revenue bonds, general obligation bonds, local improvement district bonds and registered warrants of state and local governmental entities.
2. Time deposit accounts, tax anticipation and interest-bearing notes.
3. Bonds, treasury bills, debentures, or other similar obligations of the United States Government and United States Government Agencies.
4. Repurchase agreements secured by the above.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

Cash and investments are pooled and invested in certificates of deposit, United States Treasury Securities, United States Government Agency Securities and repurchase agreements secured by United States Government Securities or United States Government Agencies. The County's policy has been to hold investments until maturity, in an attempt to reduce market fluctuation risk.

For purposes of the statement of cash flows, the County considers all highly liquid investments purchased with maturity of three months or less to be cash. Cash and investment balances for the Enterprise and Internal Service funds represent their allocated share of pooled cash and investments of the County and can be drawn down on demand. The investment purchases and sales information is not available for individual funds and management believes that due to the nature of the pooled investments, this information is not significant for purposes of understanding the statement of cash flows. Accordingly, the net change method is used to report cash flows from investments in these statements.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are current and referred to as "due to/from other funds" as are all other outstanding balances between funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

In the proprietary funds, receivables are shown net of an allowance for uncollectibles. In the Emergency Medical Services Fund, the allowance is based on historical data from the Fund.

Property tax revenues are recognized when received in the period for which the taxes are levied. Property taxes are accrued as assets receivable and deferred inflows on the Balance Sheet when the County has an enforceable legal claim to the taxes, which occurs on January 1 of the period prior to actual receipt of the tax payments. The County's assessment date is January 1, and property taxes, levied by the second Monday of September on a market value basis, are billed to the taxpayers in November. Half of the real, personal, and mobile home property taxes are due on December 20 and the remainder is due the following June 20. Other property taxes are due December 20. Real property taxes not paid constitute a lien on the property when entered on the real property assessment roll as delinquent on the first day of January of the succeeding year.

3. Inventories

County-wide purchases of materials and supplies are consumed shortly after purchase and are recognized as an expenditure in special revenue funds and as an expense in proprietary funds when purchased (purchases method). There are no significant accumulations of inventories for GAAP reporting purposes.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (sewer lines, access roads to the landfill, wastewater monitoring systems), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Ada County has a combined highway district that has separate taxing authority; consequently, infrastructure reporting related to streets and highways is recorded within Ada County Highway District Financial Statements. Ada County infrastructure acquired prior to fiscal years ended after June 30, 1980, are immaterial and not reported. The County defines capital assets as assets with an initial, individual cost of more than \$20,000 and an estimated useful life in excess of two years. All material capital assets are valued at historical cost. Donated capital assets are valued at their estimated fair value on the date donated. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

When an asset is disposed of, cost and related accumulated depreciation is removed, and any gain or loss arising from its disposal is credited or charged to operations.

Although not capitalized, all purchases of property, plant and equipment with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years are tracked for management control and inventory purposes. In addition, certain specific types of equipment purchases are monitored for control, as are any items management requests be monitored, regardless of cost.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Qualifying interest incurred during the construction phase of capital assets of business-type activities would be included as part of the capitalized value of the assets constructed.

For all depreciable major asset classes, depreciation is recorded by use of the straight-line method with no salvage value. The book value of each asset is reduced by equal amounts over its estimated useful life as follows:

<u>Asset Class</u>	<u>Estimated Useful Life (Years)</u>
Buildings	8-50
Improvements	8-20
Infrastructure	10-50
Equipment	2-15
Vehicles	3-10
Intangible software	2-10

5. Long-Term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

Indigent Claims - In the fund financial statements for fiscal year 2014, the County recorded an accrued liability of \$1,732,342 in the major fund "Charities and Welfare" for estimated qualifying indigent services provided prior to the fiscal year-end but which will not be paid by the County until a future budget period. The County pays for medical assistance (and certain non-medical assistance) to indigent persons, who qualify, up to an \$11,000 limit, per Idaho Code, Section 31. Some services have been provided prior to the fiscal year-end, but provider billings have not been presented to the County for payment until sometime after September 30. The Charities and Welfare Special Revenue Fund sets aside money in their current budget to fund liabilities incurred during the fiscal year that will not be liquidated until a future budget period, thereby accumulating resources in the fund that will eventually be used to liquidate the liability.

Compensated Absences - The County provides personal leave to its full time employees. It is paid to employees when taken and will be paid to employees or their beneficiaries upon the employee's termination, retirement, or death. The amount of unpaid personal leave accumulated by County employees and the associated salary-related payment is accrued as an expense in the Proprietary Funds and in the Government-wide Statements. In the Governmental Fund statements, only the amounts that are liquidated with expendable available financial resources due to termination, retirement or death during the year are accounted for as current-year expenditures. The County assumes a first-in, first-out flow.

Deferred Compensation - All assets and income of the County's 457 plan are held in a trust, custodial account or annuity contract as described in IRC Section 457(g) for the exclusive benefit

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

of the plan participants and their beneficiaries. The County is in compliance with this IRC regulation. The County has no liability for losses under the plan, and currently makes matching contributions to this plan, not to exceed three percent of participant's bi-weekly wage. Employees may make voluntary contributions to the plan within the limits allowed by IRC Section 457 after the first of the month following 30 days of continuous employment.

Bonded Indebtedness – Bond ordinances require a levy and collection of a tax without limitation, on all property subject to taxation by the County, sufficient in amount to pay the principal and interest on such bonds when they become due. The County currently has no bonded indebtedness.

6. Deferred Outflows and Deferred Inflows

Deferred outflow of resources is defined as a consumption of net position that is applicable to a future reporting period; the effect is positive, similar to an asset but is not an asset. The County has nothing that meets the definition of deferred outflow of resources. Deferred inflow of resources is an acquisition of net position that is applicable to a future reporting period; it has a negative effect, similar to a liability but is not a liability. The County's property tax receivable is considered a deferred inflow of resources therefore reducing net position.

7. Fund Equity

In the governmental fund financial statements; fund balances are classified as restricted or unrestricted (committed, assigned or unassigned).

Restricted – The portion of fund balance where limitations have been imposed by creditors, grantors, contributors or law and regulations of other governments or limitations have been imposed by law through constitutional provisions or enabling legislation.

Committed – The portion of fund balance where a self-imposed limitation is set in place prior to the end of the period. The limitation is imposed at the highest level of decision-making and requires formal action at the same level to remove. This would be done annually via resolution approved by the Board of County Commissioners.

Assigned – The portion of fund balance where a limitation results from intended uses either by: 1) highest level of decision-making or 2) body designated for that purpose or 3) official designated for that purpose. Ada County's financial policies adopted by the Board of County Commissioners allows that during the budget process the Board determine and adopt by resolution, the amount of fund balance to be re-budgeted as a funding source for the subsequent year's budget. The financial policies also allow for inquiries by financial staff, in conjunction with fiscal year end, of the Board, the other Elected Officials and Department Heads in order to determine if there are any intended uses of fund balance in future years that can be assigned, most likely for future capital improvements and replacement programs.

Unassigned – The remaining portion of fund balance in excess of the other classifications (surplus) or excess of other classifications over total fund balance (deficit).

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

II. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Idaho Code, Sections 67-1301 and 67-2328 authorizes the State Treasurer to combine the money of public agencies jointly in external investment pools, the Local Government Investment Pool (LGIP) and the Diversified Bond Fund (DBF). In order to earn a higher yield, Idaho governmental entities may voluntarily deposit moneys not needed to meet immediate operating obligations in these pools. The LGIP is a short-term investment pool. Participants have overnight availability to their funds, up to \$10 million. Withdrawals of more than \$10 million require 3 business day's notification. The DBF was created for those state and public entities able to exchange current liquidity for potentially greater returns over the long run (3.5 years or longer). Withdrawals of \$10 million or less generally require 5 business days' notification prior to the last day of the month; those in excess of \$10 million require 25 business day's notification.

The State Treasurer must operate and invest the funds of both pools for the benefit of the participants. They make investments in accordance with Idaho Code, Sections 67-1210 and 67-1210A. The Pools are not registered with the Securities and Exchange Commission or any other regulatory body. The State Treasurer does not provide any legally binding guarantees to support the value of the shares to participants.

Credit Risk. Ada County's investment policy requires individual investments to have a credit rating of A or better by Standard and Poor's Corporation or an equivalent nationally recognized statistical rating organization. All investments meet this requirement.

Concentration Credit Risk. Ada County's investment policy, where possible, allows for no more than 50% in a specific issuer and 50% in a specific class of securities. The County has less than 50% in each issuer; however it has 61% in a specific class. In addition, GASB 40 requires disclosure of concentrations over 5% in a single issuer. As of September 30, 2014 the following issuers hold more than 5% of Ada County's total portfolio. Federal Home Loan Bank – 18%, Federal National Mortgage Association – 11%, Federal Home Loan Mortgage Corp – 8%, Federal Farm Credit Bank – 10%, Boise City Urban Renewal Agency – 6%, State of Idaho Local Government Investment Pool – 25% and State of Idaho Diversified Bond Fund – 13%.

Custodial Credit Risk - investments. This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of the outside party. The County's investment policy requires working with primary or regional dealers for the purchase of its authorized securities. Investments are made with banks designated by the State Treasurer as a state depository. Through an agreement with Mountain West Bank, the Sheriff's accounts invest idle cash in uninsured repurchase agreements. The repurchase agreements are fully collateralized with an undivided, fractional interest in obligations of, or obligations that are fully guaranteed by the United States government, its agencies or instrumentalities. Title to the securities are vested in the County or in the name of the bank but held by a third party custodian in the name of the County. The bank repurchases the undivided, fractional interest from the County on the next banking day. At September 30, 2014, the market value of the repurchase agreements was \$3,080,923. The investment in repurchase agreements is uninsured and collateralized with securities.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

Custodial Credit Risk – deposits. This is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County's investment policy requires any deposits exceeding insurance limits to be fully collateralized by government and/or agency securities held by the pledging financial institutions. As of September 30, 2014, the County's deposits, over and above, the FDIC insurance limits; were covered under the Dodd-Frank Wall Street Reform and Consumer Protection Act. The County also had \$6,500,000 that were collateralized with securities held by the entity or by its agent in the entity's name and \$12,410,111 collateralized under an irrevocable letter of credit with the Federal Home Loan Bank. The remaining \$261,003 is uninsured and uncollateralized.

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from changes in interest rates, the Treasurer may invest funds of the County that are not identified as operating funds, in investments with maturities longer than 365 days, but not to exceed five years; unless there is unanimous consent of the Board of County Commissioners. The County's investments are in compliance with this policy. The County assumes that its callable investments will not be called. Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by holding all investments to maturity as permitted by cash flows and liquidity needs.

The table below presents the County's exposure to credit and interest rate risk in accordance with the Modified Duration method.

Investment Type	Market Value	Credit Rating	Modified Duration
Ada & Canyon School District #2 Gen Ob	\$ 1,980,197	S&P A+	3.370
Bonneville & Bingham School District #93	444,282	Fitch Aaa	.942
Boise City Idaho Arpt. Rev, DS	46,878	Fitch A+	.902
Boise City Urban Renewal Agency	8,775,180	S&P AA-	2.333
Boise State Revenue Bonds	249,383	S&P A+	3.388
Federal Farm Credit Bank	17,058,190	S&P AA+	1.618
Federal Farm Credit System	4,984,500	S&P AA+	1.607
Federal Home Loan Bank	29,852,299	S&P AA+	1.519
Federal Home Loan Mortgage Corp.	12,769,151	S&P AA+	.413
Federal National Mortgage Assoc.	17,979,367	S&P AA+	.826
Idaho Housing	370,323	Fitch A+	1.045
Idaho State Building Authority	402,051	S&P AA	1.210
Latah County School District 281B	174,962	Moody's Aaa	2.726
Minidoka Jerome County School 331	612,568	Fitch Aaa	2.804
Nez Perce County, Idaho	1,579,460	S&P A+	.336
Payette County Idaho School District 373	156,096	Moody's Aaa	.943
University of Idaho	30,465	S&P A+	.498
State of Idaho – DBF	20,531,035	Unrated	3.61 ^
State of Idaho – LGIP	41,502,765	Unrated	^
Mountain West Repurchase Sweep	3,080,923	Unrated	^
Total Market Value	<u>\$ 162,580,075</u>		
Portfolio Duration			1.558

^ Modified duration cannot be calculated on these investments due to incomplete market price data. The State of Idaho – DBF is reported above as 'effective' duration, the weighted average maturity of the State of Idaho – LGIP is 144 days and the Mountain West Repurchase Sweep is overnight repurchase agreements.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

B. Receivables

Ada County reports the General, Charities and Welfare, and Capital Projects funds as major governmental funds - and Emergency Medical Services, Solid Waste Management, and Western Idaho Fair as major enterprise funds. The "allowance for doubtful accounts" is immaterial except for Emergency Medical Services. All receivables are expected to be collected within one year.

Receivables at September 30, 2014, were as follows:

	Accounts	Taxes	Due from Other Governments	Interest	Total Receivables
Governmental activities:					
General	\$ 463,701	\$ 72,142,014	\$ 5,795,942	\$ 133,316	\$ 78,534,973
Charities & Welfare	-	9,477,662	-	-	9,477,662
Capital Projects	-	-	-	74,374	74,374
Other Governmental	76,536	14,932,865	92,738	17,695	15,119,834
<i>Total receivables</i>	<u>540,237</u>	<u>96,552,541</u>	<u>5,888,680</u>	<u>225,385</u>	<u>103,206,843</u>
Reconciliation of balances in fund financial statements to government-wide financial statements:					
Internal Service				27,103	27,103
<i>Total - governmental activities</i>	<u>\$ 540,237</u>	<u>\$ 96,552,541</u>	<u>\$ 5,888,680</u>	<u>\$ 252,488</u>	<u>\$ 103,233,946</u>
<hr/>					
Business-type activities:					
Emergency Medical Services	\$ 3,900,816	\$ 4,936,341	\$ 52,501	\$ 13,416	\$ 8,903,074
Less Allowance for Doubtful accounts:	<u>(2,028,197)</u>	-	-	-	<u>(2,028,197)</u>
<i>Receivables, Net</i>	1,872,619	4,936,341	52,501	13,416	6,874,877
Solid Waste Management	366,531	-	894,696	31,094	1,292,321
Western Idaho Fair	48,355	-	-	3,624	51,979
Billing Services	376,348	-	1,637	1,532	379,517
<i>Total - business-type activities</i>	<u>\$ 2,663,853</u>	<u>\$ 4,936,341</u>	<u>\$ 948,834</u>	<u>\$ 49,666</u>	<u>\$ 8,598,694</u>

Governmental funds report deferred inflow of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period, i.e. property taxes. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred inflow of resources and unavailable/advanced revenue reported in the governmental funds were as follows:

Deferred Inflow of Resources:

Taxes Levied for Subsequent Period	\$ 94,375,432
Current Year Delinquent Taxes	994,026
Prior Years' Delinquent Taxes	<u>1,183,083</u>
Total deferred inflow of resources for governmental funds	<u>\$ 96,552,541</u>

Unavailable/Advanced Revenue:

Unavailable Rental Revenue	\$ 34,505
Advanced Grant Revenue	<u>646,314</u>
Total unavailable/advanced revenue for governmental funds	<u>\$ 680,819</u>

ADA COUNTY**Notes to the Financial Statements
For the Year Ended September 30, 2014****C. Capital Assets**

Capital asset activity for the year ended September 30, 2014 was as follows:

Primary Government	2014 Beginning Balance	Increases	Decreases	2014 Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,657,147	\$ -	\$ -	\$ 7,657,147
Construction in progress	277,259	1,758,973	1,393,100	643,132
Total capital assets, not being depreciated	<u>7,934,406</u>	<u>1,758,973</u>	<u>1,393,100</u>	<u>8,300,279</u>
Capital assets, being depreciated:				
Land improvements	3,683,381	-	757,919	2,925,462
Buildings and improvements	164,798,610	580,900	-	165,379,510
Vehicles	5,488,877	762,290	252,168	5,998,999
Machinery and equipment	34,067,554	1,162,721	279,036	34,951,239
Intangible software	204,134	418,204	-	622,338
Infrastructure	2,122,261	-	-	2,122,261
Total capital assets being depreciated	<u>210,364,817</u>	<u>2,924,115</u>	<u>1,289,123</u>	<u>211,999,809</u>
Less accumulated depreciation for:				
Land improvements	1,973,142	267,239	514,754	1,725,627
Buildings and improvements	58,378,647	4,580,752	-	62,959,399
Vehicles	3,998,036	683,175	206,028	4,475,183
Machinery and equipment	21,127,627	3,403,362	269,787	24,261,202
Intangible software	191,763	14,694	-	206,457
Infrastructure	1,110,703	215,287	-	1,325,990
Total accumulated depreciation	<u>86,779,918</u>	<u>9,164,509</u>	<u>990,569</u>	<u>94,953,858</u>
Total capital assets, being depreciated, net	<u>123,584,899</u>	<u>(6,240,394)</u>	<u>298,554</u>	<u>117,045,951</u>
Governmental activities capital assets, net	<u>\$ 131,519,305</u>	<u>\$ (4,481,421)</u>	<u>\$ 1,691,654</u>	<u>\$ 125,346,230</u>

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

Governmental activities:	
General government	\$ 3,803,804
Public safety	4,664,663
Sanitation	293,057
Recreation	<u>402,985</u>
Total depreciation expense - governmental activities:	<u>\$ 9,164,509</u>
Emergency Medical Services	\$ 713,863
Solid Waste	567,512
Western Idaho Fair	<u>296,110</u>
Total depreciation expense - business-type activities:	<u>\$ 1,577,485</u>

ADA COUNTY**Notes to the Financial Statements
For the Year Ended September 30, 2014**

	2014 Beginning Balance	Increases	Adjustments/ Decreases	2014 Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 4,951,841	\$ 112,311	\$ 11,743	\$ 5,052,409
Construction in progress	9,230	3,239,103	112,311	3,136,022
Total capital assets, not being depreciated	4,961,071	3,351,414	124,054	8,188,431
Capital assets, being depreciated:				
Land improvements	34,737,557	-	126,854	34,610,703
Buildings and improvements	15,263,508	-	1,540,443	13,723,065
Vehicles	3,866,634	372,357	358,191	3,880,800
Machinery and equipment	3,078,823	200,365	24,939	3,254,249
Infrastructure	5,243,068	441,806	443,157	5,241,717
Leased assets	-	-	(1,840,251)	1,840,251
Total capital assets being depreciated	62,189,590	1,014,528	653,333	62,550,785
Less accumulated depreciation for:				
Land improvements	4,129,233	472,311	89,786	4,511,758
Buildings and improvements	7,565,191	359,568	973,364	6,951,395
Vehicles	3,101,009	305,291	349,021	3,057,279
Machinery and equipment	1,089,449	366,426	24,939	1,430,936
Infrastructure	3,991,034	73,889	443,158	3,621,765
Leased assets	-	-	(1,236,104)	1,236,104
Total accumulated depreciation	19,875,916	1,577,485	644,164	20,809,237
Total capital assets, being depreciated, net	42,313,674	(562,957)	9,169	41,741,548
Business-type activities capital assets, net	\$ 47,274,745	\$ 2,788,457	\$ 133,223	\$ 49,929,979

ADA COUNTY

**Notes to the Financial Statements
For the Year Ended September 30, 2014**

D. Payables

Payables at September 30, 2014, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Accrued Interest</u>	<u>Internal Service</u>	<u>Total Payables</u>
Governmental activities:					
General	\$ 2,418,255	\$ 6,277,473	\$ -	\$ -	\$ 8,695,728
Charities & Welfare	909,336	77,174	-	-	986,510
Other Governmental	610,944	1,073,201	-	-	1,684,145
Reconciliation of balances in fund financial statements to government-wide financial statements	-	-	288,777	708,687	997,464
Total - governmental activities	<u>\$ 3,938,535</u>	<u>\$ 7,427,848</u>	<u>\$ 288,777</u>	<u>\$ 708,687</u>	<u>\$ 12,363,847</u>

Business-type activities:

Emergency Medical Svcs.	\$ 405,783	\$ 649,514	\$ -	\$ -	\$ 1,055,297
Solid Waste Management	1,920,255	53,151	-	-	1,973,406
Western Idaho Fair	370,703	53,091	-	-	423,794
Billing Services	91,585	-	-	-	91,585
Total - business-type activities	<u>\$ 2,788,326</u>	<u>\$ 755,756</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,544,082</u>

E. Internal Balances and Inter-fund Transfers

Due to/from other funds as of September 30, 2014 is as follows:

		Due From				
		General	Non-major	Proprietary	Internal	
		Fund	Funds	Funds	Service	Total
Due To	General Fund	\$ 9,496	\$ 48,456	\$ 184,439	\$ 74,676	\$ 317,067
	Non-major Governmental	3,988	14,306	8,042	-	26,336
	Proprietary	-	-	86,422	-	86,422
	Total	<u>\$ 13,484</u>	<u>\$ 62,762</u>	<u>\$ 278,903</u>	<u>\$ 74,676</u>	<u>\$ 429,825</u>

These balances result from the time lag between the dates that: (1) inter-fund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made. All balances will be repaid within one year.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

Inter-fund transfers for the year ended September 30, 2014, consisted of the following:

		Transfer Out					Total
		Charities	Non Major	Internal	Capital		
Transfer In		General Fund	& Welfare	Governmental	Service	Projects	
		General Fund	\$ -	\$ 73,580	\$ 97,440	\$ 15,592	\$ 3,998,775
	Capital Projects Fund	500,000	-	-	-	-	500,000
	Internal Service	300,000	-	-	-	-	300,000
	Total	\$ 800,000	\$ 73,580	\$ 97,440	\$ 15,592	\$ 3,998,775	\$ 4,985,387

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

F. Operating Lease

January 1, 2014 Ada County leased, to a private group, the County owned racetrack, known as Les Bois Park. The lease extends through December 31, 2018, and can be extended three additional years by mutual agreement of the parties. The facilities leased include the Turf Club, grandstands and pavilion area, racetrack, horse barns, paddock and adjoining jockeys' room and various related equipment and furnishings.

The leased assets are reported at their historical cost less accumulated depreciation, \$604,147. No additional depreciation expense is recorded. The estimated net realizable value of these leased assets exceeds their carrying value at historical cost. The lessee is required to return the leased assets in proper working condition, good appearance and good repair at the termination of the lease. To that end, and to protect the County's interest, the lessee at the onset of the lease was required to establish a performance bond in the County's name. The value of the bond at September 30, 2014 was \$75,826.

Future minimum lease payments are as follows: \$115,000 for 2015, \$130,000 for 2016, \$145,000 for 2017 and \$160,000 for 2018. In addition, beginning January 1, 2015 the County is entitled to contingent rental payments of five one hundreds of one percent (0.05%) of gross daily receipts of the historical horse races, race meets, pari-mutuel, and simulcast; payable following the completion of each calendar year and due not later than April 30. The first contingent payment is due on or before April 30, 2016.

G. Capital Lease Payable

In fiscal 2000, the County entered into a capital lease (Court Complex Lease Agreement) for the construction and acquisition of a new courthouse/administration building complex which also includes parking facilities, integrated retail space and other public improvements (**See Note M – Contingencies and Commitments**). The lease term was 30 years with a series of one-year leases subject to annual appropriation of funds by the County. During fiscal 2005, the County renegotiated the lease, resulting in a reduction of 7 years on the lease term, and a favorable imputed interest rate based on the lease payments – from 6.46% over the initial 30-year term to 5.92% over the revised 23-year term – resulting in overall interest savings of \$22,891,186. During fiscal year 2007, the County paid \$3,285,582 toward reducing future interest on the lease, resulting in additional savings over the remaining term of \$5,947,580. During fiscal 2014, the County incurred net lease payments totaling \$5,046,213 for the Facility, and the County's

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

remaining obligation at September 30 is \$35,350,000. Upon satisfaction of the County's outstanding lease obligation, the County may purchase the Facilities for \$1.00. The historical cost and accumulated amortization of the Facilities are \$69,328,654 and \$17,858,437, respectively.

The following chart represents the County's future lease payments based on the September 30 obligation, amortized according to the Bond document lease payment schedule until the incurred obligation is satisfied.

Year Ending Sept. 30	Court Complex Lease		
	Principal	Interest	Total
2015	\$ 3,580,000	\$ 1,732,663	\$ 5,312,663
2016	3,925,000	1,547,150	5,472,150
2017	4,285,000	1,351,550	5,636,550
2018	4,665,000	1,137,300	5,802,300
2019	4,640,000	909,050	5,549,050
2020-2022	14,255,000	1,287,650	15,542,650
Total	\$ 35,350,000	\$ 7,965,363	\$ 43,315,363

H. Long-Term Debt

Changes in long-term liabilities: Long-term liability activity for the year ended September 30, 2014, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Capital leases	\$ 38,680,000	\$ -	\$ 3,330,000	\$ 35,350,000	\$ 3,580,000
Compensated absences	4,777,378	416,968	236,889	4,957,457	238,578
Claims and judgments	12,647,439	5,531,270	4,709,551	13,469,158	4,432,817
<i>Governmental activity</i>					
<i>Long-term liabilities</i>	<u>\$ 56,104,817</u>	<u>\$ 5,948,238</u>	<u>\$ 8,276,440</u>	<u>\$ 53,776,615</u>	<u>\$ 8,251,395</u>
Business-type activities:					
Compensated absences	\$ 552,660	\$ 54,946	\$ 26,302	\$ 581,304	\$ 32,352
Landfill closure	20,261,498	-	84,595	20,176,903	-
<i>Business-type activity</i>					
<i>Long-term liabilities</i>	<u>\$ 20,814,158</u>	<u>\$ 54,946</u>	<u>\$ 110,897</u>	<u>\$ 20,758,207</u>	<u>\$ 32,352</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$11,736,816 of internal service fund claim liabilities for the County's self-insurance programs are included in the above amounts. For the governmental activities, approximately 92 percent of compensated absences are generally liquidated by the general fund, and the remainder by special revenue funds. In addition to compensated absences, claims in the business-type funds represent the landfill closure/post closure liability, inclusive of any liabilities for groundwater contamination.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

I. Solid Waste Landfill Closure and Post-Closure Costs

The County owns and operates a landfill site located in the northern portion of the County. State and federal laws will require the County to close the landfill once its capacity is reached and to monitor and maintain the site for 30 subsequent years. The County recognizes a portion of the closure and post-closure care costs in each operating period even though actual payouts will not occur until the landfill is closed. The amount recognized each year is based on the landfill capacity used as of the balance sheet date. As of September 30, 2014, the County has recorded a combined liability of \$20,176,903, which represents the estimated closure and post-closure costs based on 97% of landfill capacity used to date in the Hidden Hollow Cell and 3% capacity used to date in the new North Ravine Cell. The remaining estimated liability for these costs is \$904,441 and \$31,495,581, respectively, which will be recognized as the remaining capacity is used (estimated to be 6 years for Hidden Hollow and 93 years for the North Ravine Cell). The estimated costs are subject to change from year to year as the effects of inflation, revision of laws and other variables occur. The County has demonstrated closure, post-closure care, and/or corrective action financial assurance by satisfying the financial ratio alternative method prescribed by Title 40 Part 258.74 of the Code of Federal Regulations.

J. Retirement Plan

The Public Employee Retirement System of Idaho (PERSI) – The PERSI Base Plan, 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. The authority to establish and amend benefit provisions is established in Idaho Code. 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.

After 5 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% or 2.3% (depending upon employee classification) of the average monthly salary for the highest consecutive 42 months.

PERSI issues publicly available stand alone financial reports that include audited financial statements and required supplementary information. These reports may be obtained from PERSI's website www.persi.idaho.gov.

The actuarially determined contribution requirements of the County and its employees are established and may be amended by the PERSI Board of Trustees. For the year ended September 30, 2014, the required contribution rate as a percentage of covered payroll for members was 6.79% for general members and 8.36% for sheriff employees. The employer rate as a percentage of covered payroll was 11.32% for general members and 11.66% for sheriff employees.

Ada County's contributions required and paid were \$9,879,447, \$8,800,530 and \$8,023,420 for the three years ended September 30, 2014, 2013, and 2012, respectively.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

K. Insurance

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; and errors or omissions. Idaho Code Title 6, Chapter 9, authorizes political subdivisions of the State of Idaho to "levy an annual property tax in the amount necessary to provide for a comprehensive liability plan whether by the purchase of insurance or otherwise". In 1986, the County established a Liability Insurance Fund (an Internal Service Fund) to account for and finance its insured and uninsured risks of loss. Ada County's Department of Administration - Risk Management division, as authorized by Resolution, manages the Fund. Under its self-insurance plan, it is the intent of the County to provide amounts to the Insurance Fund through an annual levy not to exceed \$300,000, until the fund balance is sufficient to provide adequate reserves for known and incurred but not reported claims and a reserve for future catastrophic losses, not to exceed \$15,000,000. In fiscal 2014, an operating transfer of \$300,000 was made into the Fund for future catastrophic losses. At September 30, 2014, the Liability Insurance Fund had net position of \$390,015.

In prior years and for the period of October 1, 2003 to January 1, 2004, the County purchased workers' compensation insurance from the State of Idaho in accordance with State requirements. Effective January 1, 2004, the County became self-insured for workers' compensation as authorized by the Idaho Industrial Commission. The program is administered by a third party and the County purchases excess workers' compensation insurance (with an aggregate limit of \$1,000,000) to provide coverage for individual claims above the county's self-insured retention (SIR). The County retains responsibility for the first \$600,000 of each claim for all employees.

The County purchases property insurance from Idaho Counties Risk Management Program (ICRMP). The County has property insurance coverage up to \$211,182,625 with a \$25,000 deductible. All funds of the County participate in the self-insurance program and make premium payments to the Liability Insurance Fund based on historical cost and loss information, adjusted annually.

There have been no significant reductions in insurance coverage from the previous year, and no settlements in excess of insurance coverage in any of the prior three fiscal years.

Beginning in fiscal year 2000, the County established a Self-Funded Health Fund (an Internal Service Fund) for risks associated with the employee's health insurance plan where assets are set aside for claim settlements. All funds with employees eligible for benefits participate, and make payments to the Health Insurance Fund based on the number of qualifying employees in each fund and on estimates of potential usage. The County funded an initial reserve of \$1.2 million through a transfer from the General Fund, based on advice from actuarial consultants and in accordance with State requirements. Provisions are also made for unexpected and unusual claims. Third parties administer the plan, covering medical, dental and vision claims. Stop-loss coverage for medical claims exceeding \$150,000 per employee is purchased from the third party administrator, and at September 30, 2014, the Self-Funded Health Insurance Fund had net position of \$5,948,684.

A liability for a claim in either insurance fund is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated based on the estimated ultimate cost of settling the claim, considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and social factors. Claim liabilities include any specific, incremental claim adjustment expense, and any material estimated recoveries are deducted from the liability for unpaid claims.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

Changes in the balances of claims liabilities during the past two fiscal years are as follows:

	<u>Liability Insurance</u>		<u>Self Funded Health</u>	
	Fiscal Year		Fiscal Year	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Unpaid claims as of October 1	\$ 9,351,797	\$ 9,152,037	\$ 1,110,176	\$ 1,505,447
Total incurred claims (including IBNRs) and prior period changes in claim estimates	2,857,246	1,855,044	15,856,412	14,254,939
Total payments	<u>1,679,697</u>	<u>1,655,284</u>	<u>15,759,118</u>	<u>14,650,210</u>
Unpaid claims as of September 30	<u>\$10,529,346</u>	<u>\$ 9,351,797</u>	<u>\$ 1,207,470</u>	<u>\$ 1,110,176</u>

L. Fund Equity

Ada County's financial policies outline the following classifications of fund balance that are reported on the governmental funds' balance sheet (page 29):

Assigned – This portion of fund balance reflects the amount of FY2014 fund balance that has been re-budgeted as a funding source for the County's FY2015 budget; also known as 'subsequent years' expenditures'. Future capital improvements that are in the planning stages and any replacement programs are also included. If the County had any special revenue funds that did not meet the definition of a special revenue fund they would be combined with the General Fund and their total fund balance would be considered "assigned" for their fund. Currently, all special revenue funds meet the definition and stand alone.

Unassigned – This portion of fund balance reflects the amount of FY2014 fund balance that is needed to fund the first three months of FY2015 because the first-half property taxes are not due until December 20; known as 'cash basis'. Also included in this classification is the amount of 'minimum fund balance' the County desires to keep on hand to mitigate current and future risks and ensures service levels. Minimum fund balance in the General Fund is set based on the risk of a reduction to major revenue sources (property tax, state shared revenues and charge for service revenues) as well as fund balance in other county funds, investment variance and general uncertainty. Minimum fund balance is 15% of operating revenues for all other funds. Finally, any residual net resources or total fund balance in excess of the other classifications; also known as 'surplus' that is available for any purpose is included here.

The General Fund is the only fund that reflects a positive "unassigned" since any surplus within a special revenue fund is automatically "assigned" to that fund per the definition of a special revenue fund. Any negative "unassigned" amounts would reflect 'deficits' where there is an excess of other classifications over total fund balance. Ada County does not have any negative "unassigned" fund balance.

M. Contingencies and Commitments

The County has assumed responsibility for groundwater contamination that has been identified near its sanitary landfill. Based on recommendations and evaluative advice from Consultants, the Solid Waste Management Fund initiated remediation procedures – the cost of which is included in the liability described in **Note I-Solid Waste Landfill Closure and Post-Closure Costs**.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

Also, the County is contingently liable with respect to certain lawsuits and other claims that have arisen in the ordinary course of its operations. County officials believe that potential claims resulting from such litigation would not materially affect the financial condition or results of operations. Reserves for contingent liabilities and conservative revenue accruals are routinely evaluated. The County is a recipient of federal funds and is subject to audits by governmental agencies. County officials are of the opinion that findings, if any, resulting from these audits, will not materially affect the financial condition of the County. The estimated liabilities for lawsuits and claims are accounted for in the internal service funds.

Litigation has been instituted by Hidden Hollow Energy, LLC and Hidden Hollow Energy 2, LLC, claiming that Ada County anticipatorily breached express or implied terms of the franchise agreements for the consumption of landfill gas produced by Ada County's Hidden Hollow municipal waste facilities. Ada County has filed an answer to the Plaintiff's complaint and has commenced the discovery process. Ada County believes it has meritorious defenses against the \$30 million claim and an estimate of possible loss cannot be made.

The Urban Renewal Agency of Boise City, Idaho, also known as the Capital City Development Corporation (CCDC), is an urban renewal agency, and is an independent public body corporate and politic of the State of Idaho. The County has leased to CCDC approximately 10.3 acres of land owned by the County. CCDC had obtained Urban Renewal Lease Revenue Bonds, Series 1999 (advance refunded during 2005 as Urban Renewal Lease Revenue Refunding Bonds, Series 2005) for the Ada County Courts Complex Project in order to finance the acquisition, construction and improvement of a new county courthouse and administration building for use by Ada County, and related parking facilities, integrated retail space and other public improvements. The Bonds are obligations of CCDC, payable from and secured solely by lease payments made by the County under a Courts Complex Lease Agreement between CCDC and the County. In the Agreement, the County is obligated to pay the lease payments only to the extent that funds for the lease payments are budgeted and appropriated each year by the County. According to the 2005 renegotiated lease agreement, the County leases the Courthouse/ Administration Building portion of the project over an overall remaining, as of September 30, 2014, 8-year term from the CCDC, with title reverting to the County at the end of the lease term. A special payment by the County in fiscal year 2007 reduced future interest payments on the lease by over five million dollars and resulted in a revised lease agreement. The remaining term of the lease is unchanged. The lease payments, which began in fiscal year 2000 under the prior lease agreement, are considered obligations of Ada County, and are paid from the Capital Projects Fund with general governmental revenue sources. Some of these revenues are legislatively restricted for Courthouse facilities, and some have been obtained from the sale of County-owned buildings. At the end of fiscal year 2011, the County transferred their ownership right to a future income stream from CCDC for the parking garage facilities and their related operations and maintenance. At the end of 30 years (9/30/42) the County has the option to purchase the Avenue A East Garage for \$1. **(See Note G – Capital Leases Payable).**

As of September 30, 2014, the County had the following outstanding contractual commitments:

<u>Project Name</u>	<u>Contract Amount</u>	<u>Paid to Date</u>	<u>Remaining Commitment</u>
911 Computer Rack System	\$ 657,739	\$ 6,484	\$ 651,255
Harris Ranch Communications	246,031	69,333	176,698
EMS Ridenbaugh	66,600	44,298	22,302
WIF Front Entry & Admin Building	2,033,791	298,209	1,735,582
Landfill Scrubber	3,247,079	2,662,579	584,500
Total Remaining Commitments			<u>\$ 3,170,337</u>

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2014

N. Other Post-Employment Benefits

The County provides postemployment health care to its retirees and their enrolled dependents at the time of their retirement up to age 65 (Medicare eligible). To be eligible for the benefits, an employee must be at least 55 years of age, or at least 50 if they qualify under PERSI's "Rule of 80", and have accrued at least 10 years of continuous service as a County employee. Benefits include medical coverage, vision and dental.

Ada County made significant changes to its plan in fiscal year 2012. The County provides and maintains a flat \$3,600 subsidy for retirees, with no increase for inflation, and provides no subsidy for spouses or dependents of retirees. The County uses a third-party to recalculate the required monthly contribution every year and requires retirees to pay the entire true cost that was calculated. Currently, 39 participants take advantage of this benefit and pay the total cost of the premium (employer and employee portions). In fiscal year 2014, 10 employees were added, 10 become Medicare eligible and were removed and 1 dropped coverage.

After the changes to the plan Ada County initiated an actuarial study by Buck Consultants regarding the County's OPEB liability. Calculations were obtained using the "Projected Unit Credit" method. At that time, the County's Actuarial Accrued Liability (AAL) was \$1,875,000 and the Annual Required Contribution (ARC) was \$174,000.

It is the County's position the AAL will be maintained at the above level in future years and is not significant to the financial statements. As such, the County did not accrue a liability in this fiscal year and does not anticipate accruing any liability in future years.

**REQUIRED SUPPLEMENTARY
INFORMATION**

**Ada County
General Fund
Schedule of Revenue, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 64,742,990	\$ 64,742,990	\$ 64,675,187	\$ (67,803)
Sales tax allocation	15,300,000	15,300,000	15,625,729	325,729
State shared	4,497,622	4,497,622	5,454,569	956,947
Payments in lieu of taxes	570,000	570,000	768,397	198,397
Licenses and permits	1,241,325	1,256,015	1,250,880	(5,135)
Charges for services	22,276,343	22,795,859	22,391,235	(404,624)
Grants	696,397	2,194,239	1,296,628	(897,611)
Interest income	1,000,000	1,000,411	930,543	(69,868)
Miscellaneous	1,840,323	1,855,864	5,995,274	4,139,410
Total general fund revenues	\$ 112,165,000	\$ 114,213,000	\$ 118,388,442	\$ 4,175,442
Expenditures:				
General Government				
Clerk of the District Court:				
Personal services	\$ 2,398,894	\$ 2,398,894	\$ 2,297,662	\$ 101,232
Other services and charges	849,480	989,212	827,665	161,547
Capital outlays	564,000	436,298	128,500	307,798
Total clerk of the district court	3,812,374	3,824,404	3,253,827	570,577
Treasurer:				
Personal services	952,633	952,633	865,403	87,230
Other services and charges	325,887	330,482	229,299	101,183
Capital outlays	4,950	355	-	355
Total treasurer	1,283,470	1,283,470	1,094,702	188,768
Assessor:				
Personal services	700,377	700,377	660,905	39,472
Other services and charges	94,070	94,070	60,657	33,413
Capital outlays	-	-	-	-
Total assessor	794,447	794,447	721,562	72,885
Assessor Motor Vehicle:				
Personal services	2,041,631	2,041,631	1,981,936	59,695
Other services and charges	453,058	466,644	372,271	94,373
Capital outlays	23,500	9,914	-	9,914
Total assessor motor vehicle	2,518,189	2,518,189	2,354,207	163,982
Prosecuting Attorney:				
Personal services	12,249,901	12,272,650	12,011,192	261,458
Other services and charges	843,098	1,598,994	897,746	701,248
Capital outlays	33,600	31,214	25,000	6,214
Total prosecuting attorney	13,126,599	13,902,858	12,933,938	968,920

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

(Continued)

**Ada County
General Fund
Schedule of Revenue, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<u>General Government (Continued)</u>				
Operations:				
Personal services	2,235,372	2,235,372	2,194,305	41,067
Other services and charges	5,741,750	5,565,425	4,824,702	740,723
Capital outlays	763,000	939,325	880,885	58,440
Total operations	<u>8,740,122</u>	<u>8,740,122</u>	<u>7,899,892</u>	<u>840,230</u>
Development Services:				
Personal services	1,782,436	1,782,436	1,608,204	174,232
Other services and charges	106,337	122,401	117,490	4,911
Capital outlays	10,100	151,145	-	151,145
Total development services	<u>1,898,873</u>	<u>2,055,982</u>	<u>1,725,694</u>	<u>330,288</u>
Information Technology:				
Personal services	3,950,523	3,950,523	3,859,486	91,037
Other services and charges	1,363,387	2,224,162	2,145,242	78,920
Capital outlays	959,768	98,993	48,276	50,717
Total information technology	<u>6,273,678</u>	<u>6,273,678</u>	<u>6,053,004</u>	<u>220,674</u>
Public Defender:				
Personal services	6,009,261	6,009,261	5,561,007	448,254
Other services and charges	2,195,725	2,208,008	1,727,436	480,572
Capital outlays	18,784	6,501	-	6,501
Total public defender	<u>8,223,770</u>	<u>8,223,770</u>	<u>7,288,443</u>	<u>935,327</u>
Department of Administration:				
Personal Services	2,236,383	2,236,383	2,120,989	115,394
Other services and charges	2,199,004	2,202,656	2,019,036	183,620
Capital outlays	15,236	11,584	-	11,584
Total administration	<u>4,450,623</u>	<u>4,450,623</u>	<u>4,140,025</u>	<u>310,598</u>

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

**Ada County
General Fund
Schedule of Revenue, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<u>General Government (Continued)</u>				
General:				
Personal services	500,000	500,000	-	500,000
Other services and charges	1,851,830	1,985,127	1,612,200	372,927
Capital outlays	380,000	246,703	235,740	10,963
Total general	<u>2,731,830</u>	<u>2,731,830</u>	<u>1,847,940</u>	<u>883,890</u>
Total general government (including capital outlays)	53,853,975	54,799,373	49,313,234	5,486,139
Less: capital outlays	2,772,938	1,932,032	1,318,401	613,631
Total general government (excluding capital outlays)	<u>\$ 51,081,037</u>	<u>\$ 52,867,341</u>	<u>\$ 47,994,833</u>	<u>\$ 4,872,508</u>
<u>Public Safety</u>				
Sheriff:				
Personal services	\$ 51,449,966	\$ 51,903,927	\$ 51,129,871	\$ 774,056
Other services and charges	7,504,324	8,224,992	7,767,270	457,722
Capital outlays	1,135,956	894,139	767,143	126,996
Total sheriff	<u>60,090,246</u>	<u>61,023,058</u>	<u>59,664,284</u>	<u>1,358,774</u>
Coroner:				
Personal services	1,474,272	1,474,272	1,434,189	40,083
Other services and charges	183,125	231,392	205,402	25,990
Capital outlays	38,672	40,405	38,021	2,384
Total coroner	<u>1,696,069</u>	<u>1,746,069</u>	<u>1,677,612</u>	<u>68,457</u>
Juvenile:				
Personal services	7,593,422	7,786,087	7,330,451	455,636
Other services and charges	679,885	2,859,595	687,960	2,171,635
Capital outlays	174,100	952,631	-	952,631
Total juvenile	<u>8,447,407</u>	<u>11,598,313</u>	<u>8,018,411</u>	<u>3,579,902</u>
Total public safety (including capital outlays)	70,233,722	74,367,440	69,360,307	5,007,133
Less: capital outlays	1,348,728	1,887,175	805,164	1,082,011
Total public safety (excluding capital outlays)	<u>\$ 68,884,994</u>	<u>\$ 72,480,265</u>	<u>\$ 68,555,143</u>	<u>\$ 3,925,122</u>
Total general fund expenditures (excluding capital outlays)	\$ 119,966,031	\$ 125,347,606	\$ 116,549,976	\$ 8,797,630
Add: capital outlays	4,121,666	3,819,207	2,123,565	1,695,642
Total general fund expenditures (including capital outlays)	<u>\$ 124,087,697</u>	<u>\$ 129,166,813</u>	<u>\$ 118,673,541</u>	<u>\$ 10,493,272</u>

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

(Continued)

**Ada County
General Fund
Schedule of Revenue, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts	Actual Amounts	Variance with
	Original	Final	Final Budget
Revenue Over (Under) Expenditures		(285,099)	
OTHER FINANCING SOURCES (USES)			
Transfers In		4,185,387	
Transfers Out		(800,000)	
Total Other Financing Sources (Uses)		3,385,387	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		3,100,288	
Reconciling Items			
Changes Affected by Accrued Revenues		(3,414,984)	
Changes Affected by Accrued Expenditures		(323,258)	
Fund Balances - Beginning of Year		45,284,796	
Fund Balances - End of Year		\$ 44,646,842	

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

Ada County
Charities and Welfare
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 8,943,673	\$ 8,943,673	\$ 9,020,111	\$ 76,438
Intergovernmental	-	-	3,610	3,610
Charges for services	500,000	500,000	717,058	217,058
Miscellaneous	-	-	2,149	2,149
Total revenues	<u>9,443,673</u>	<u>9,443,673</u>	<u>9,742,928</u>	<u>299,255</u>
Expenditures:				
Current-				
Health and welfare				
Personal services	1,548,626	1,548,626	1,265,599	283,027
Other services and charges	10,461,843	10,461,843	6,980,492	3,481,351
Capital outlays	-	-	-	-
Total expenditures	<u>12,010,469</u>	<u>12,010,469</u>	<u>8,246,091</u>	<u>3,764,378</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>1,496,837</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(73,580)</u>	
Total Other Financing Sources (Uses)			<u>(73,580)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			1,423,257	
Reconciling Items				
Changes Affected by Accrued Revenues			93,131	
Changes Affected by Accrued Expenditures			626,360	
Fund Balances - Beginning of Year			<u>6,365,551</u>	
Fund Balance - End of Year			<u>\$ 8,508,299</u>	

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

Ada County

Required Supplementary Information

**Note to Required Supplementary Information – Basis of Budgetary Reporting,
Stewardship, Compliance, and Accountability
For the Year Ended September 30, 2014**

Basis of Budgetary Accounting

The County's legal budget is prepared using cash basis records. Encumbrances are allowed for budgetary control purposes, but lapse at the close of the year. The Budget and Actual Schedules are prepared on the budgetary basis and include this variation from GAAP. The reconciliation at the bottom of the budget and actual statements shows the difference between the basis of budgeting and GAAP.

Stewardship, Compliance, and Accountability

Budgetary Information

The County budgets its revenues and expenditures, as is required by Idaho Code Section 31, Chapter 16. Following these guidelines, the County adopts annual appropriated budgets for General, Special Revenue, Capital Project and Enterprise Funds. All appropriated budgets for Governmental and Proprietary Funds are adopted on a non-GAAP cash basis. The following is a summary of the budgetary process for the County:

Prior to the third Monday in May, each elected official or department head submits to the Auditor's Office a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures by department categorized by personal services and other charges and services (including capital outlay) and the means of financing them. The Auditor's office assures the budgets are balanced. Budget hearings, give the County departments an opportunity to present their proposed budgets to the County Commissioners and the public at large.

On or before the first Monday in August, the proposed budget is submitted to the County Commissioners for review and tentative approval. When the tentative budget has been approved it must be published in the newspaper. Public budget hearings are conducted by the County on or before the Tuesday after Labor Day to obtain taxpayer comments, and upon conclusion of the hearing, the County Commissioners legally adopt the budget by a resolution in the official minutes of the board.

The budget in no event shall be greater than the amount of the advertised tentative budget. Per Idaho Code Section 31, the actual expenditures for the ensuing fiscal year shall not exceed the appropriations legally adopted by the Commissioners. The County's policy is that amounts may not be transferred between personal services and other charges and services (including capital outlay) and amounts may not be transferred between departments or funds.

Ada County may increase the total appropriations budget during the current year as grants are subsequently awarded by federal or state agencies, for donations to various departments, for carrying forward prior year incomplete major capital construction project balances and for receipt of unscheduled and/or unanticipated revenue, provided that there is no increase in anticipated property taxes. The appropriations budget may only be increased by the amount of actual revenues

received or carried forward in the case of major capital construction projects. Such budget revisions must be advertised, discussed in a public hearing, and adopted by a resolution from the Board of County Commissioners. The County increased the total 2014 budget by \$13,294,494 which had no impact on property taxes.

The level of budgetary control (level at which expenditures may not legally exceed the appropriations) is established by the personal services and other charges and services (including capital outlay) within the department and fund.

The County employs budgetary integration as a management control device during the year for all Governmental and Proprietary Funds. All appropriations, other than those for capital improvements not yet completed, lapse at the end of the fiscal year and become null and void. However, appropriation accounts may remain open until the first Monday in November for the payment of claims incurred prior to the close of the fiscal year. Lawful claims presented thereafter against any subsequent appropriation will be provided for in the ensuing budget.

Encumbrance accounting, the recording of purchase orders, contracts and other commitments for the expenditure of monies to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in all Governmental Funds. All encumbrances are canceled when appropriations lapse.

**COMBINING FINANCIAL
STATEMENTS**

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Public Health - to account for the County's portion of services provided on a regional basis by the State of Idaho. Funding is provided by property tax dollars. This fund was established by authority of Idaho Code Section 31-862.

Weed Control - to account for operations of noxious weed control throughout the County. Revenues are provided primarily from user fees and property tax dollars. This fund was established by authority of Idaho Code Section 22-2406.

Pest Extermination - to account for the operation of the extermination of pests, primarily gophers, in the unincorporated areas of the County. Funding is provided by property tax dollars and minimal user fees. This fund was established by authority of Idaho Code Section 25-2601,2602,2604.

Parks and Recreation - to account for the operation and maintenance of Barber Park as well as other recreational projects. Initial capital expenditures have been provided by federal grants. Revenues are provided by user fees and property tax dollars. This fund was established by authority of Idaho Code Section 63-805.4a.

Ad Valorem - to account for operations of the reappraisal division of the assessor's office which provides a continuing program of valuation of all properties. All parcels of property under the assessor's jurisdiction are appraised at current market value for assessment purposes. This fund was established by authority of Idaho Code Section 63-314.3.

Court Monitoring - to account for a surcharge collected on all fines for persons violating the state law against driving a motor vehicle while under the influence of alcohol, drugs or other intoxicating substance, monies may be utilized for the purchase of ignition interlock and electronic devices. The court may also utilize moneys in this fund for alcohol or drug abuse related probation, treatment or prevention programs for adults or juveniles. This fund was established by authority of Idaho Code Section 18-8010.

District Court - to account for operations of the court exclusive of courthouse construction and remodeling costs. Funding is provided by property tax dollars, court filing fees, fines and forfeitures. This fund was established by authority of Idaho Code Section 31- 867.

Drug Court & Mental Health Court – to accumulate funds from fees charged to persons admitted into a drug court or mental health court. Moneys in this fund shall be expended exclusively for expenses incurred in connection with the drug court or mental health court programs, such as treatment, testing, and private counseling. A fee may be ordered as a condition of probation and is in addition to all other fines and fees levied. This fund was established by authority of Idaho Code Section 31-3201E.

SPECIAL REVENUE FUNDS (CONTINUED)

County Court Facilities - to account for court planning, remodeling and construction of court facilities. The County Court Facilities fund is separate and distinct from the District Court fund. At the discretion of the Board of County Commissioners, funds deposited in the County Court Facilities fund may be accumulated from year to year. Revenue is provided by an administrative surcharge on each civil case. This fund was established by authority of Idaho Code Section 31-867.3.

Waterways - to account for operations of the County boat patrol and other expenditures related to improvements of public waterways within the County. Revenue is provided by user fees. This fund was established by authority of Idaho Code Section 57-1501 and 67-7013.

Emergency Communications - to account for initiation, maintenance and enhancement of a consolidated emergency communications system (911) within Ada County. A telephone user fee of seventy five cents (\$.75) was authorized by the electorate of the County to provide for the funding of a consolidated communications system which is vital to enhancing the public health, safety and welfare of the residents. This fund was established by authority of Idaho Code Section 31-48.

Emergency Management Fund – to account for operations of the “Emergency Resources Management Plan” pursuant to Idaho Code Section 46, Chapter 1009. All cities within the County participate along with the County to finance the disaster preparedness plan. Revenues are also received from the Federal government.

Veterans Memorial - to assist in the maintenance, upkeep and repair of servicemen’s memorials within Ada County. This fund was established by authority of Idaho Code Section 65-102,103.

Mosquito Abatement – to account for the abatement of mosquitoes and/or other vermin of public health importance. Revenue is provided by a levy upon taxable property within the boundaries of the district. Authorization to form a mosquito abatement district is established by Idaho Code Section 39-2801,2805.

Consolidated Elections – to account for all costs related to conducting political subdivision elections with the exception of the Ada County Highway District. Funding is provided through distribution of sales tax. This fund was established by authority of Idaho Code Section 31-809A.

Ada County
Combining Balance Sheet
Non-major Governmental Funds
September 30, 2014

Special Revenue Funds

	Public Health Fund	Weed Control Fund	Pest Extermination Fund	Parks and Recreation Fund	Ad Valorem Fund	Court Monitoring Fund	District Court Fund
ASSETS							
Cash and cash equivalents	\$ 8,932	\$ 58,986	\$ 68,335	\$ 122,116	\$ 206,735	\$ 2,606	\$ 429,274
Investments	85,599	562,414	647,088	1,169,225	1,980,257	24,978	4,073,634
Accounts receivable	-	6,495	41	-	-	-	-
Property tax receivable	1,840,930	491,419	564,888	168,533	2,894,678	-	8,018,462
Accrued interest receivable	-	-	1,033	-	-	-	-
Due from other funds	-	26,316	20	-	-	-	-
Due from other agencies and units of government	-	5,021	6,995	-	-	-	17,193
Total assets	<u>\$ 1,935,461</u>	<u>\$1,150,651</u>	<u>\$ 1,288,400</u>	<u>\$1,459,874</u>	<u>\$5,081,670</u>	<u>\$ 27,584</u>	<u>\$12,538,563</u>
LIABILITIES							
Accounts payable	\$ -	\$ 57,647	\$ 25,302	\$ 48,678	\$ 170,039	\$ -	\$ 758,872
Due to other funds	-	3,128	3,879	991	-	-	615
Unavailable/advanced revenue	-	-	-	34,505	-	-	-
Total liabilities	<u>-</u>	<u>60,775</u>	<u>29,181</u>	<u>84,174</u>	<u>170,039</u>	<u>-</u>	<u>759,487</u>
DEFERRED INFLOWS							
Property tax	<u>1,840,930</u>	<u>491,419</u>	<u>564,888</u>	<u>168,533</u>	<u>2,894,678</u>	<u>-</u>	<u>8,018,462</u>
FUND BALANCES							
Restricted for:							
Enabling Legislation	94,531	598,457	694,331	-	-	-	-
Assigned for:							
General government	-	-	-	-	2,016,953	-	-
Public safety	-	-	-	-	-	-	-
Judicial services	-	-	-	-	-	27,584	3,760,614
Recreation and culture	-	-	-	1,207,167	-	-	-
Total Fund Balances	<u>94,531</u>	<u>598,457</u>	<u>694,331</u>	<u>1,207,167</u>	<u>2,016,953</u>	<u>27,584</u>	<u>3,760,614</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 1,935,461</u>	<u>\$1,150,651</u>	<u>\$ 1,288,400</u>	<u>\$1,459,874</u>	<u>\$5,081,670</u>	<u>\$ 27,584</u>	<u>\$12,538,563</u>

Ada County
Combining Balance Sheet
Non-major Governmental Funds
September 30, 2014

Special Revenue Funds								Total
Drug/Mental Health Court Fund	County Court Facilities Fund	Waterways Fund	Emergency Communications Fund	Emergency Management Fund	Veterans Memorial Fund	Mosquito Abatement Fund	Consolidated Elections Fund	Non-major Governmental Funds
\$ 319,546	\$ 1,758	\$ 22,023	\$ 1,040,250	\$ 33,669	\$ 133	\$ 114,539	\$ 79,667	\$ 2,508,569
3,062,315	16,852	208,543	9,850,543	321,700	1,271	1,084,613	763,474	23,852,506
-	-	-	70,000	-	-	-	-	76,536
-	-	-	-	-	19,400	934,555	-	14,932,865
-	-	378	14,445	-	-	1,839	-	17,695
-	-	-	-	-	-	-	-	26,336
-	-	-	892	54,769	-	7,868	-	92,738
<u>\$3,381,861</u>	<u>\$ 18,610</u>	<u>\$ 230,944</u>	<u>\$ 10,976,130</u>	<u>\$ 410,138</u>	<u>\$ 20,804</u>	<u>\$ 2,143,414</u>	<u>\$ 843,141</u>	<u>\$ 41,507,245</u>
\$ 135,332	\$ -	\$ 9,378	\$ 316,232	\$ 65,005	\$ -	\$ 38,881	\$ 58,779	\$ 1,684,145
-	-	20,500	22,480	114	-	11,055	-	62,762
-	-	-	-	-	-	-	-	34,505
<u>135,332</u>	<u>-</u>	<u>29,878</u>	<u>338,712</u>	<u>65,119</u>	<u>-</u>	<u>49,936</u>	<u>58,779</u>	<u>1,781,412</u>
-	-	-	-	-	19,400	934,555	-	14,932,865
3,246,529	18,610	-	10,637,418	-	-	1,158,923	784,362	17,233,161
-	-	-	-	-	-	-	-	2,016,953
-	-	-	-	345,019	-	-	-	345,019
-	-	-	-	-	-	-	-	3,788,198
-	-	201,066	-	-	1,404	-	-	1,409,637
<u>3,246,529</u>	<u>18,610</u>	<u>201,066</u>	<u>10,637,418</u>	<u>345,019</u>	<u>1,404</u>	<u>1,158,923</u>	<u>784,362</u>	<u>24,792,968</u>
<u>\$3,381,861</u>	<u>\$ 18,610</u>	<u>\$ 230,944</u>	<u>\$ 10,976,130</u>	<u>\$ 410,138</u>	<u>\$ 20,804</u>	<u>\$ 2,143,414</u>	<u>\$ 843,141</u>	<u>\$ 41,507,245</u>

Ada County
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2014

Special Revenue Funds

	Public Health Fund	Weed Control Fund	Pest Extermination Fund	Parks and Recreation Fund	Ad Valorem Fund	Court Monitoring Fund	District Court Fund
REVENUES							
Taxes	\$ 1,788,118	\$ 490,050	\$ 529,082	\$ 157,736	\$ 2,681,700	\$ -	\$ 8,289,889
Licenses and permits	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	1,253,493
Charges for services	-	250,791	696	106,032	96,935	-	782,879
Intergovernmental	1,033	11,435	28,338	106	1,582	-	1,273,752
Interest income	2,274	5,850	7,465	11,653	22,863	261	43,835
Net increase (decrease) in the fair value of investments	32	(1,375)	(2,206)	(2,810)	(4,056)	(29)	(12,367)
Miscellaneous	-	15,267	3,600	312,390	-	37,340	136,727
Total revenues	<u>1,791,457</u>	<u>772,018</u>	<u>566,975</u>	<u>585,107</u>	<u>2,799,024</u>	<u>37,572</u>	<u>11,768,208</u>
EXPENDITURES							
Current:							
General government	-	-	-	-	2,741,547	-	11,170,407
Sanitation	-	741,338	421,432	-	-	-	-
Public safety	-	-	-	-	-	39,200	-
Health and welfare	1,810,039	-	-	-	-	-	-
Recreational and cultural	-	-	-	532,611	-	-	-
Capital outlay	-	26,704	46,433	-	-	-	26,817
Total expenditures	<u>1,810,039</u>	<u>768,042</u>	<u>467,865</u>	<u>532,611</u>	<u>2,741,547</u>	<u>39,200</u>	<u>11,197,224</u>
Excess (deficiency) of revenues over expenditures	<u>(18,582)</u>	<u>3,976</u>	<u>99,110</u>	<u>52,496</u>	<u>57,477</u>	<u>(1,628)</u>	<u>570,984</u>
OTHER FINANCING SOURCES (USES)							
Transfers (out)	(2,306)	(4,475)	-	(8,843)	(18,807)	(232)	(31,468)
Total other financing sources and uses	<u>(2,306)</u>	<u>(4,475)</u>	<u>-</u>	<u>(8,843)</u>	<u>(18,807)</u>	<u>(232)</u>	<u>(31,468)</u>
Net change in fund balance	(20,888)	(499)	99,110	43,653	38,670	(1,860)	539,516
Fund balance, beginning of year	<u>115,419</u>	<u>598,956</u>	<u>595,221</u>	<u>1,163,514</u>	<u>1,978,283</u>	<u>29,444</u>	<u>3,221,098</u>
Fund balance, end of year	<u>\$ 94,531</u>	<u>\$ 598,457</u>	<u>\$ 694,331</u>	<u>\$ 1,207,167</u>	<u>\$ 2,016,953</u>	<u>\$ 27,584</u>	<u>\$ 3,760,614</u>

Ada County
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2014

Special Revenue Funds							Total	
Drug/Mental Health Court Fund	County Court Facilities Fund	Waterways Fund	Emergency Communications Fund	Emergency Management Fund	Veterans Memorial Fund	Mosquito Abatement Fund	Consolidated Election Fund	Non-major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,547	\$ 901,328	\$ -	\$ 14,857,450
-	-	157,779	-	-	-	-	-	157,779
-	-	-	-	-	-	-	-	1,253,493
394,085	3,930	-	5,550,505	-	-	-	-	7,185,853
1,495,352	-	27,440	-	914,662	16	33,687	614,370	4,401,773
31,955	35	2,554	102,298	4,065	49	13,002	8,598	256,757
(10,743)	(66)	(385)	(36,816)	(228)	2	(3,143)	(2,358)	(76,548)
-	-	153	229,259	-	-	5,297	-	740,033
<u>1,910,649</u>	<u>3,899</u>	<u>187,541</u>	<u>5,845,246</u>	<u>918,499</u>	<u>19,614</u>	<u>950,171</u>	<u>620,610</u>	<u>28,776,590</u>
1,319,740	-	-	-	-	-	-	478,201	15,709,895
-	-	-	-	-	-	802,883	-	1,965,653
41,197	-	-	3,744,156	947,115	-	-	-	4,771,668
-	-	-	-	-	-	-	-	1,810,039
-	-	196,157	-	-	20,000	-	-	748,768
-	-	-	266,063	-	-	22,852	-	388,869
<u>1,360,937</u>	<u>-</u>	<u>196,157</u>	<u>4,010,219</u>	<u>947,115</u>	<u>20,000</u>	<u>825,735</u>	<u>478,201</u>	<u>25,394,892</u>
<u>549,712</u>	<u>3,899</u>	<u>(8,616)</u>	<u>1,835,027</u>	<u>(28,616)</u>	<u>(386)</u>	<u>124,436</u>	<u>142,409</u>	<u>3,381,698</u>
(21,212)	31	-	-	(3,837)	(51)	-	(6,240)	(97,440)
<u>(21,212)</u>	<u>31</u>	<u>-</u>	<u>-</u>	<u>(3,837)</u>	<u>(51)</u>	<u>-</u>	<u>(6,240)</u>	<u>(97,440)</u>
528,500	3,930	(8,616)	1,835,027	(32,453)	(437)	124,436	136,169	3,284,258
<u>2,718,029</u>	<u>14,680</u>	<u>209,682</u>	<u>8,802,391</u>	<u>377,472</u>	<u>1,841</u>	<u>1,034,487</u>	<u>648,193</u>	<u>21,508,710</u>
<u>\$ 3,246,529</u>	<u>\$ 18,610</u>	<u>\$ 201,066</u>	<u>\$ 10,637,418</u>	<u>\$ 345,019</u>	<u>\$ 1,404</u>	<u>\$ 1,158,923</u>	<u>\$ 784,362</u>	<u>\$ 24,792,968</u>

BUDGET AND ACTUAL COMPARISONS
FOR GOVERNMENTAL FUNDS
OTHER THAN THE
GENERAL AND MAJOR SPECIAL REVENUE FUNDS

Ada County
Capital Projects
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	197,000	197,000	201,300	4,300
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Interest	481,500	481,500	541,027	59,527
Miscellaneous	500,000	500,000	500,000	-
Total revenues	<u>1,178,500</u>	<u>1,178,500</u>	<u>1,242,327</u>	<u>63,827</u>
Expenditures:				
General Government				
Other services and charges	30,000	30,000	-	30,000
Debt Service-				
Principal retirement	3,330,000	3,330,000	3,330,000	-
Interest and other debt charges	1,904,238	1,904,238	1,716,214	188,024
Total expenditures	<u>5,264,238</u>	<u>5,264,238</u>	<u>5,046,214</u>	<u>218,024</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(3,803,887)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			500,000	
Transfers Out			<u>(3,998,775)</u>	
Total Other Financing Sources (Uses)			<u>(3,498,775)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(7,302,662)	
Reconciling Items				
Changes Affected by Accrued Revenues			(543,287)	
Changes Affected by Accrued Expenditures/Capital Outlay			-	
Fund Balances - Beginning of Year			<u>50,205,738</u>	
Fund Balance - End of Year			<u>\$ 42,359,789</u>	

(Continued)

**Ada County
Public Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 1,776,039	\$ 1,776,039	\$ 1,784,625	\$ 8,586
Intergovernmental	-	-	1,033	1,033
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>1,776,039</u>	<u>1,776,039</u>	<u>1,785,658</u>	<u>9,619</u>
Expenditures:				
Current - Health and welfare				
Other services and charges	<u>1,810,039</u>	<u>1,810,039</u>	<u>1,810,039</u>	<u>-</u>
Total expenditures	<u>1,810,039</u>	<u>1,810,039</u>	<u>1,810,039</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(24,381)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(2,306)</u>	
Total Other Financing Sources (Uses)			<u>(2,306)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(26,687)	
Reconciling Items				
Changes Affected by Accrued Revenues			5,799	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>115,419</u>	
Fund Balance - End of Year			<u>\$ 94,531</u>	

**Ada County
Weed Control
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 486,886	\$ 486,886	\$ 489,106	\$ 2,220
Intergovernmental	-	14,625	3,965	(10,660)
Charges for services	505,295	505,295	308,431	(196,864)
Miscellaneous	-	-	15,867	15,867
Total revenues	<u>992,181</u>	<u>1,006,806</u>	<u>817,369</u>	<u>(189,437)</u>
Expenditures:				
Current -				
Sanitation				
Personal services	508,630	508,630	471,183	37,447
Other services and charges	446,251	465,493	264,053	201,440
Capital outlays	39,000	34,383	26,704	7,679
Total expenditures	<u>993,881</u>	<u>1,008,506</u>	<u>761,940</u>	<u>246,566</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>55,429</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(4,475)</u>	
Total Other Financing Sources (Uses)			<u>(4,475)</u>	
Revenues and Other Financing Sources Over (Under)			50,954	
Expenditures and Other Financing Uses				
Reconciling Items				
Changes Affected by Accrued Revenues			(45,349)	
Changes Affected by Accrued Expenditures			(6,104)	
Fund Balances - Beginning of Year			<u>598,956</u>	
Fund Balance - End of Year			<u>\$ 598,457</u>	

(Continued)

Ada County
Pest Extermination
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 527,467	\$ 527,467	\$ 528,278	\$ 811
Intergovernmental	16,588	16,588	28,039	11,451
Charges for services	2,375	2,375	615	(1,760)
Miscellaneous	-	-	3,600	3,600
Interest	1,986	1,986	7,890	5,904
Total revenues	<u>548,416</u>	<u>548,416</u>	<u>568,422</u>	<u>20,006</u>
Expenditures:				
Current -				
Sanitation				
Personal services	150,785	150,785	122,098	28,687
Other services and charges	391,248	368,794	301,079	67,715
Capital outlays	24,000	46,454	46,433	21
Total expenditures	<u>566,033</u>	<u>566,033</u>	<u>469,610</u>	<u>96,423</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>98,812</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			-	
Total Other Financing Sources (Uses)			<u>-</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			98,812	
Reconciling Items				
Changes Affected by Accrued Revenues			(1,447)	
Changes Affected by Accrued Expenditures			1,745	
Fund Balances - Beginning of Year			<u>595,221</u>	
Fund Balance - End of Year			<u>\$ 694,331</u>	

Ada County
Parks and Recreation
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 156,413	\$ 156,413	\$ 157,420	\$ 1,007
Intergovernmental	-	-	106	106
Charges for services	98,000	98,000	106,032	8,032
Miscellaneous	301,500	301,500	343,502	42,002
Total revenues	<u>555,913</u>	<u>555,913</u>	<u>607,060</u>	<u>51,147</u>
Expenditures:				
Current -				
Recreational and cultural				
Personal services	300,675	300,675	280,544	20,131
Other services and charges	260,728	280,660	265,943	14,717
Capital outlays	20,000	68	-	68
Total expenditures	<u>581,403</u>	<u>581,403</u>	<u>546,487</u>	<u>34,916</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>60,573</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(8,843)</u>	
Total Other Financing Sources (Uses)			<u>(8,843)</u>	
Revenues and Other Financing Sources Over (Under)			51,730	
Expenditures and Other Financing Uses				
Reconciling Items				
Changes Affected by Accrued Revenues			(21,954)	
Changes Affected by Accrued Expenditures			13,877	
Fund Balances - Beginning of Year			<u>1,163,514</u>	
Fund Balance - End of Year			<u>\$ 1,207,167</u>	

(Continued)

Ada County
Ad Valorem
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 2,662,027	\$ 2,662,027	\$ 2,676,351	\$ 14,324
Intergovernmental	-	-	1,582	1,582
Charges for services	57,000	57,000	96,936	39,936
Miscellaneous	-	-	50	50
Total revenues	<u>2,719,027</u>	<u>2,719,027</u>	<u>2,774,919</u>	<u>55,892</u>
Expenditures:				
Current -				
General government				
Personal services	2,758,936	2,758,936	2,500,964	257,972
Other services and charges	231,317	285,270	230,170	55,100
Capital outlays	64,712	10,759	-	10,759
Total expenditures	<u>3,054,965</u>	<u>3,054,965</u>	<u>2,731,134</u>	<u>323,831</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>43,785</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(18,807)</u>	
Total Other Financing Sources (Uses)			<u>(18,807)</u>	
Revenues and Other Financing Sources Over (Under)			24,978	
Expenditures and Other Financing Uses				
Reconciling Items				
Changes Affected by Accrued Revenues			24,107	
Changes Affected by Accrued Expenditures			(10,415)	
Fund Balances - Beginning of Year			<u>1,978,283</u>	
Fund Balance - End of Year			<u>\$ 2,016,953</u>	

**Ada County
Court Monitoring
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	45,000	45,000	37,203	(7,797)
Total revenues	<u>45,000</u>	<u>45,000</u>	<u>37,203</u>	<u>(7,797)</u>
Expenditures:				
Current -				
Public safety				
Personal services	-	-	-	-
Other services and charges	45,000	45,000	39,200	5,800
Capital outlays	-	-	-	-
Total expenditures	<u>45,000</u>	<u>45,000</u>	<u>39,200</u>	<u>5,800</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(1,997)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(232)</u>	
Total Other Financing Sources (Uses)			<u>(232)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(2,229)	
Reconciling Items				
Changes Affected by Accrued Revenues			369	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>29,444</u>	
Fund Balance - End of Year			<u>\$ 27,584</u>	

(Continued)

**Ada County
District Court
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenue:				
Taxes	\$ 8,246,897	\$ 8,246,897	\$ 8,273,659	\$ 26,762
Intergovernmental	1,235,471	1,601,471	1,254,139	(347,332)
Charges for services	850,049	850,049	776,585	(73,464)
Fines and forfeitures	1,404,751	1,404,751	1,262,299	(142,452)
Miscellaneous	112,527	112,527	136,828	24,301
Total revenues	<u>11,849,695</u>	<u>12,215,695</u>	<u>11,703,510</u>	<u>(512,185)</u>
Expenditures:				
Current -				
General government				
Personal services	10,320,490	10,320,490	9,757,971	562,519
Other services and charges	1,520,429	1,920,428	1,372,467	547,961
Capital outlays	81,966	47,967	26,817	21,150
Total expenditures	<u>11,922,885</u>	<u>12,288,885</u>	<u>11,157,255</u>	<u>1,131,630</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>546,255</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(31,468)	
Total Other Financing Sources (Uses)			<u>(31,468)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			514,787	
Reconciling Items				
Changes Affected by Accrued Revenues			64,697	
Changes Affected by Accrued Expenditures			(39,968)	
Fund Balances - Beginning of Year			<u>3,221,098</u>	
Fund Balance - End of Year			<u>\$ 3,760,614</u>	

Ada County
Drug Court/Mental Health Court
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,266,010	1,266,010	1,495,352	229,342
Charges for services	129,500	129,500	394,035	264,535
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>1,395,510</u>	<u>1,395,510</u>	<u>1,889,387</u>	<u>493,877</u>
Expenditures:				
Current -				
Public safety				
Personal services	1,063,675	1,122,249	1,036,974	85,275
Other services and charges	337,686	367,414	313,791	53,623
Capital outlays	2,600	-	-	-
Total expenditures	<u>1,403,961</u>	<u>1,489,663</u>	<u>1,350,765</u>	<u>138,898</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>538,622</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(21,212)</u>	
Total Other Financing Sources (Uses)			<u>(21,212)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			517,410	
Reconciling Items				
Changes Affected by Accrued Revenues			21,262	
Changes Affected by Accrued Expenditures			(10,172)	
Fund Balances - Beginning of Year			<u>2,718,029</u>	
Fund Balance - End of Year			<u>\$ 3,246,529</u>	

(Continued)

Ada County
County Court Facilities
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current -				
General government				
Personal services	-	-	-	-
Other services and charges	-	-	-	-
Capital outlays	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>-</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>31</u>	
Total Other Financing Sources (Uses)			<u>31</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			31	
Reconciling Items				
Changes Affected by Accrued Revenues			3,899	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>14,680</u>	
Fund Balance - End of Year			<u>\$ 18,610</u>	

**Ada County
Waterways
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	27,575	27,440	(135)
Charges for services	-	-	-	-
Licenses and permits	173,500	173,500	157,779	(15,721)
Interest	2,000	2,000	2,846	846
Miscellaneous	-	-	153	153
Total revenues	<u>175,500</u>	<u>203,075</u>	<u>188,218</u>	<u>(14,857)</u>
Expenditures:				
Current -				
Recreational and cultural				
Personal services	-	-	-	-
Other services and charges	175,500	203,075	196,156	6,919
Capital outlays	-	-	-	-
Total expenditures	<u>175,500</u>	<u>203,075</u>	<u>196,156</u>	<u>6,919</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(7,938)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			-	
Total Other Financing Sources (Uses)			<u>-</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(7,938)	
Reconciling Items				
Changes Affected by Accrued Revenues			(678)	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>209,682</u>	
Fund Balance - End of Year			<u>\$ 201,066</u>	

(Continued)

Ada County
Emergency Communications
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	5,655,550	5,655,550	5,572,830	(82,720)
Interest	57,600	57,600	107,073	49,473
Miscellaneous	2,000	2,000	229,259	227,259
Total revenues	<u>5,715,150</u>	<u>5,715,150</u>	<u>5,909,162</u>	<u>194,012</u>
Expenditures:				
Current -				
Public safety				
Personal services	817,975	817,975	718,837	99,138
Other services and charges	3,195,729	4,109,033	3,103,021	1,006,012
Capital outlays	2,130,000	1,216,696	179,277	1,037,419
Total expenditures	<u>6,143,704</u>	<u>6,143,704</u>	<u>4,001,135</u>	<u>2,142,569</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>1,908,027</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			-	
Total Other Financing Sources (Uses)			<u>-</u>	
Revenues and Other Financing Sources Over (Under)			1,908,027	
Expenditures and Other Financing Uses				
Reconciling Items				
Changes Affected by Accrued Revenues			(63,916)	
Changes Affected by Accrued Expenditures			(9,084)	
Fund Balances - Beginning of Year			<u>8,802,391</u>	
Fund Balance - End of Year			<u>\$ 10,637,418</u>	

Ada County
Emergency Management
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	480,551	1,228,107	755,199	(472,908)
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	480,551	1,228,107	755,199	(472,908)
Expenditures:				
Current -				
Public safety				
Personal services	437,045	532,590	455,628	76,962
Other services and charges	78,998	595,586	366,926	228,660
Capital outlays	-	40,365	-	40,365
Total expenditures	516,043	1,168,541	822,554	345,987
Excess (deficiency) of revenues over expenditures and other uses, cash basis			(67,355)	
 OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(3,837)	
Total Other Financing Sources (Uses)			(3,837)	
 Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(71,192)	
 Reconciling Items				
Changes Affected by Accrued Revenues			156,318	
Changes Affected by Accrued Expenditures			(117,579)	
 Fund Balances - Beginning of Year				
			377,472	
 Fund Balance - End of Year				
			\$ 345,019	

(Continued)

**Ada County
Veterans Memorial
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 19,400	\$ 19,400	\$ 19,508	\$ 108
Intergovernmental	-	-	16	16
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>19,400</u>	<u>19,400</u>	<u>19,524</u>	<u>124</u>
Expenditures:				
Current -				
Recreational and cultural				
Personal services	-	-	-	-
Other services and charges	20,000	20,000	20,000	-
Capital outlays	-	-	-	-
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(476)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(51)</u>	
Total Other Financing Sources (Uses)			<u>(51)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(527)	
Reconciling Items				
Changes Affected by Accrued Revenues			90	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>1,841</u>	
Fund Balance - End of Year			<u><u>\$ 1,404</u></u>	

Ada County
Mosquito Abatement
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 894,622	\$ 894,622	\$ 899,499	\$ 4,877
Intergovernmental	13,269	13,269	33,136	19,867
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Interest	-	-	13,835	13,835
Miscellaneous	-	-	5,297	5,297
Total revenues	<u>907,891</u>	<u>907,891</u>	<u>951,767</u>	<u>43,876</u>
Expenditures:				
Current -				
Sanitation				
Personal services	404,959	404,959	384,090	20,869
Other services and charges	477,272	483,837	421,884	61,953
Capital outlays	48,000	41,435	22,853	18,582
Total expenditures	<u>930,231</u>	<u>930,231</u>	<u>828,827</u>	<u>101,404</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>122,940</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			-	
Total Other Financing Sources (Uses)			<u>-</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			122,940	
Reconciling Items				
Changes Affected by Accrued Revenues			(1,596)	
Changes Affected by Accrued Expenditures			3,092	
Fund Balances - Beginning of Year			<u>1,034,487</u>	
Fund Balance - End of Year			<u>\$ 1,158,923</u>	

(Continued)

Ada County
Consolidated Elections
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	513,300	513,300	614,370	101,070
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	513,300	513,300	614,370	101,070
Expenditures:				
Current-				
General Government				
Personal services	-	-	-	-
Other services and charges	513,300	588,300	557,491	30,809
Capital outlays	-	-	-	-
Total expenditures	513,300	588,300	557,491	30,809
Excess (deficiency) of revenues over expenditures and other uses, cash basis			56,879	
 OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(6,240)	
Total Other Financing Sources (Uses)			(6,240)	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			50,639	
Reconciling Items				
Changes Affected by Accrued Revenues			6,240	
Changes Affected by Accrued Expenditures			79,290	
Fund Balances - Beginning of Year			648,193	
Fund Balance - End of Year			\$ 784,362	

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the County.

Self-Funded Health Insurance - to account for the County's self-funded health insurance program, consisting of medical, dental and vision coverage. The County became self-insured for health insurance in fiscal year 2000.

Liability Insurance - to account for the County's self-insurance for liability and auto coverage, purchased insurance for property losses, and worker's compensation insurance.

Ada County
Internal Service Funds
Combining Statement of Net Position
September 30, 2014

	Self-Funded Health Insurance	Liability Insurance	Total
ASSETS			
Cash	\$ 741,569	\$ 1,310,569	\$ 2,052,138
Investments	7,022,216	9,757,421	16,779,637
Accrued interest receivable	10,124	16,979	27,103
	<u>7,773,909</u>	<u>11,084,969</u>	<u>18,858,878</u>
Total current assets			
	<u>7,773,909</u>	<u>11,084,969</u>	<u>18,858,878</u>
LIABILITIES			
Current liabilities:			
Accounts payable	617,755	90,932	708,687
Due to other funds	-	74,676	74,676
Claims and judgments	1,207,470	1,493,005	2,700,475
	<u>1,825,225</u>	<u>1,658,613</u>	<u>3,483,838</u>
Total current liabilities			
	<u>1,825,225</u>	<u>1,658,613</u>	<u>3,483,838</u>
Noncurrent liabilities:			
Claims and judgments	-	9,036,341	9,036,341
	<u>-</u>	<u>9,036,341</u>	<u>9,036,341</u>
Total noncurrent liabilities			
	<u>-</u>	<u>9,036,341</u>	<u>9,036,341</u>
Total liabilities	<u>1,825,225</u>	<u>10,694,954</u>	<u>12,520,179</u>
NET POSITION			
Unrestricted	5,948,684	390,015	6,338,699
Total net position	<u>\$ 5,948,684</u>	<u>\$ 390,015</u>	<u>\$ 6,338,699</u>

Ada County
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended September 30, 2014

	<u>Self-Funded Health Insurance</u>	<u>Liability Insurance</u>	<u>Total</u>
OPERATING REVENUES			
Charges for services	\$ 20,205,500	\$ 2,257,834	\$ 22,463,334
Total operating revenues	<u>20,205,500</u>	<u>2,257,834</u>	<u>22,463,334</u>
OPERATING EXPENSES			
Claims	15,856,412	2,857,246	18,713,658
Administration	<u>2,674,359</u>	<u>573,158</u>	<u>3,247,517</u>
Total operating expenses	<u>18,530,771</u>	<u>3,430,404</u>	<u>21,961,175</u>
Income (loss) before nonoperating income (expense) and transfers	<u>1,674,729</u>	<u>(1,172,570)</u>	<u>502,159</u>
NONOPERATING REVENUES (EXPENSES)			
Interest income	74,757	117,296	192,053
Net increase (decrease) in the fair value of investments	<u>(30,261)</u>	<u>(20,272)</u>	<u>(50,533)</u>
Total nonoperating income	<u>44,496</u>	<u>97,024</u>	<u>141,520</u>
Income (loss) before operating transfers	<u>1,719,225</u>	<u>(1,075,546)</u>	<u>643,679</u>
Transfers in	-	300,000	300,000
Transfers out	<u>-</u>	<u>(15,592)</u>	<u>(15,592)</u>
Change in net position	<u>1,719,225</u>	<u>(791,138)</u>	<u>928,087</u>
Total net position - beginning	<u>4,229,459</u>	<u>1,181,153</u>	<u>5,410,612</u>
Total net position - ending	<u>\$ 5,948,684</u>	<u>\$ 390,015</u>	<u>\$ 6,338,699</u>

Ada County
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2014

	Self-Funded Health Insurance	Liability Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from services provided to other funds	\$ 20,205,500	\$ 2,257,834	\$ 22,463,334
Cash paid to suppliers for goods and contracted services	<u>(18,391,799)</u>	<u>(2,263,804)</u>	<u>(20,655,603)</u>
Net cash provided by (used for) operating activities	<u>1,813,701</u>	<u>(5,970)</u>	<u>1,807,731</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer in	-	300,000	300,000
Transfer out	<u>-</u>	<u>(15,592)</u>	<u>(15,592)</u>
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>284,408</u>	<u>284,408</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Net (increase) decrease in investments	(1,841,948)	(445,932)	(2,287,880)
Interest income	<u>74,677</u>	<u>124,626</u>	<u>199,303</u>
Net cash provided by (used for) investing activities	<u>(1,767,271)</u>	<u>(321,306)</u>	<u>(2,088,577)</u>
Net increase (decrease) in cash	46,430	(42,868)	3,562
Cash, beginning of year	<u>695,139</u>	<u>1,353,437</u>	<u>2,048,576</u>
Cash, end of year	<u><u>\$ 741,569</u></u>	<u><u>\$ 1,310,569</u></u>	<u><u>\$ 2,052,138</u></u>

(Continued)

Reconciliation of operating income to net cash
provided (used) by operating activities

	Self-Funded Health Insurance	Liability Insurance	Total
Operating income (loss)	\$ 1,674,729	\$ (1,172,570)	\$ 502,159
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Increase (decrease) in accounts payable	41,678	(28,682)	12,996
Increase (decrease) in due to other funds	-	17,733	17,733
Increase (decrease) in claims and judgments	97,294	1,177,549	1,274,843
Total adjustments	138,972	1,166,600	1,305,572
Net cash provided by (used for) operating activities	\$ 1,813,701	\$ (5,970)	\$ 1,807,731

Noncash investing activities for governmental internal service funds were:

The net decrease in the fair value of investments for Self-Funded Health Insurance was \$30,261 for the year.

The net decrease in the fair value of investments for Liability Insurance was \$20,272 for the year.

AGENCY FUNDS

Agency Funds account for the receipt and disbursement of various monies and property collected by the County, acting in the capacity of an agent, for distribution to other governmental units, organizations, or individuals.

State of Idaho - to account for monies received from court collections, sales tax, motor vehicle licenses, property tax collection for water pollution and unclaimed money.

Special Taxing Districts - to account for monies from property tax collection due to the following taxing districts: libraries, school districts, cities, cemeteries, fire protection, sewers, drainage and other miscellaneous districts.

Unapportioned Account - to account for tax and other revenues turned to the County from the Tax Collector and State of Idaho.

Court Suspense - to account for the monies received by the courts (traffic, magistrate and district) primarily comprised of filing fees, fines and bonds.

Restitution Accounts - to account for the non-treasury monies received and disbursed by the Public Defender, Prosecuting Attorney and Juvenile Departments.

Sheriff's Account - to account for non-treasury monies collected by the sheriff from writs, garnishments and delinquent property taxes (civil) and prisoner funds.

ADA COUNTY, IDAHO
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
September 30, 2014

	<u>State of Idaho</u>	<u>Special Taxing Districts</u>	<u>Unappor- tioned Account</u>	<u>Court Suspense</u>	<u>Resti- tution Accounts</u>	<u>Sheriff's Account</u>	<u>Total</u>
Assets							
Cash	\$ 3,431,002	\$ 866,467	\$ 1,887,868	\$ 2,625,965	\$ 33,623	\$ 1,083,087	\$ 9,928,012
Accounts Receivable	<u>633,730</u>	<u>88,687</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>722,417</u>
Total assets	<u>\$ 4,064,732</u>	<u>\$ 955,154</u>	<u>\$ 1,887,868</u>	<u>\$ 2,625,965</u>	<u>\$ 33,623</u>	<u>\$ 1,083,087</u>	<u>\$ 10,650,429</u>
Liabilities							
Accounts payable	\$ 15,499	\$ 5,261	\$ -	\$ 31,139	\$ -	\$ -	\$ 51,899
Fines and appearance bonds to be remitted	-	-	-	1,872,409	-	-	1,872,409
Fiduciary fund liabilities:							
Judgements held in trust	-	-	-	-	-	958,466	958,466
Tax receipts held in trust	-	-	1,887,868	-	-	-	1,887,868
Due to prisoners	-	-	-	-	-	124,621	124,621
Due to victims	-	-	-	-	33,623	-	33,623
Due to other agencies and units of government	<u>4,049,233</u>	<u>949,893</u>	<u>-</u>	<u>722,417</u>	<u>-</u>	<u>-</u>	<u>5,721,543</u>
Total liabilities	<u>\$ 4,064,732</u>	<u>\$ 955,154</u>	<u>\$ 1,887,868</u>	<u>\$ 2,625,965</u>	<u>\$ 33,623</u>	<u>\$ 1,083,087</u>	<u>\$ 10,650,429</u>

ADA COUNTY, IDAHO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

FUND	Balance 9/30/13	Additions	Deductions	Balance 9/30/14
State of Idaho				
Assets:				
Cash	\$ 3,088,892	\$ 46,419,155	\$ 46,077,045	\$ 3,431,002
Accounts Receivable	430,327	633,730	430,327	633,730
Total Assets	\$ 3,519,219	\$ 47,052,885	\$ 46,507,372	\$ 4,064,732
Liabilities:				
Accounts payable	\$ 33,361	\$ 43,003,652	\$ 43,021,514	\$ 15,499
Due to other agencies and units of government	3,485,858	4,049,233	3,485,858	4,049,233
Total liabilities	\$ 3,519,219	\$ 47,052,885	\$ 46,507,372	\$ 4,064,732
Special Taxing Districts				
Assets:				
Cash	\$ 661,375	\$ 380,577,170	\$ 380,372,078	\$ 866,467
Accounts Receivable	69,013	88,687	69,013	88,687
	\$ 730,388	\$ 380,665,857	\$ 380,441,091	\$ 955,154
Liabilities:				
Accounts payable	\$ 20,622	\$ 5,261	\$ 20,622	\$ 5,261
Due to other agencies and units of government	709,766	380,660,596	380,420,469	949,893
	\$ 730,388	\$ 380,665,857	\$ 380,441,091	\$ 955,154
Unapportioned				
Assets:				
Cash	\$ 1,605,746	\$ 1,653,029,391	\$ 1,652,747,269	\$ 1,887,868
	\$ 1,605,746	\$ 1,653,029,391	\$ 1,652,747,269	\$ 1,887,868
Liabilities:				
Tax receipts held in trust	\$ 1,605,746	\$ 1,653,029,391	\$ 1,652,747,269	\$ 1,887,868
	\$ 1,605,746	\$ 1,653,029,391	\$ 1,652,747,269	\$ 1,887,868

ADA COUNTY, IDAHO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

<u>FUND</u>	<u>Balance 9/30/13</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 9/30/14</u>
<u>Court Suspense</u>				
Assets:				
Cash	\$ 4,117,724	\$ 17,570,402	\$ 19,062,161	\$ 2,625,965
Total Assets	<u>\$ 4,117,724</u>	<u>\$ 17,570,402</u>	<u>\$ 19,062,161</u>	<u>\$ 2,625,965</u>
Liabilities:				
Accounts payable	\$ 546,070	\$ 14,975,576	\$ 15,490,507	\$ 31,139
Due to agencies	499,340	722,417	499,340	722,417
Fines and appearance bonds to be remitted	<u>3,072,314</u>	<u>1,872,409</u>	<u>3,072,314</u>	<u>1,872,409</u>
Total liabilities	<u>\$ 4,117,724</u>	<u>\$ 17,570,402</u>	<u>\$ 19,062,161</u>	<u>\$ 2,625,965</u>
<u>Restitution Accounts</u>				
Assets:				
Cash	\$ 29,016	\$ 1,849,509	\$ 1,844,902	\$ 33,623
	<u>\$ 29,016</u>	<u>\$ 1,849,509</u>	<u>\$ 1,844,902</u>	<u>\$ 33,623</u>
Liabilities:				
Due victims	\$ 29,016	\$ 1,849,509	\$ 1,844,902	\$ 33,623
	<u>\$ 29,016</u>	<u>\$ 1,849,509</u>	<u>\$ 1,844,902</u>	<u>\$ 33,623</u>
<u>Sheriff's Accounts</u>				
Assets:				
Cash	\$ 955,350	\$ 15,404,017	\$ 15,276,280	\$ 1,083,087
	<u>\$ 955,350</u>	<u>\$ 15,404,017</u>	<u>\$ 15,276,280</u>	<u>\$ 1,083,087</u>
Liabilities:				
Due to prisoners	\$ 99,472	\$ 1,344,738	\$ 1,319,589	\$ 124,621
Judgment held in trust	<u>855,878</u>	<u>14,059,279</u>	<u>13,956,691</u>	<u>958,466</u>
	<u>\$ 955,350</u>	<u>\$ 15,404,017</u>	<u>\$ 15,276,280</u>	<u>\$ 1,083,087</u>

(Continued)

ADA COUNTY, IDAHO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

FUND	Balance 9/30/13	Additions	Deductions	Balance 9/30/14
TOTAL ALL AGENCY FUNDS:				
Assets:				
Cash	\$ 10,458,103	\$ 2,114,849,644	\$ 2,115,379,735	\$ 9,928,012
Accounts Receivable	499,340	722,417	499,340	722,417
	<u>\$ 10,957,443</u>	<u>\$ 2,115,572,061</u>	<u>\$ 2,115,879,075</u>	<u>\$ 10,650,429</u>
Liabilities:				
Accounts payable	\$ 600,053	\$ 57,984,489	\$ 58,532,643	\$ 51,899
Fines and appearance bonds to be remitted	3,072,314	1,872,409	3,072,314	1,872,409
Judgments held in trust	855,878	14,059,279	13,956,691	958,466
Tax receipts held in trust	1,605,746	1,653,029,391	1,652,747,269	1,887,868
Due to prisoners	99,472	1,344,738	1,319,589	124,621
Due to victims	29,016	1,849,509	1,844,902	33,623
Due to other agencies and units of government	4,694,964	385,432,246	384,405,667	5,721,543
	<u>\$ 10,957,443</u>	<u>\$ 2,115,572,061</u>	<u>\$ 2,115,879,075</u>	<u>\$ 10,650,429</u>

STATISTICAL SECTION

This part of Ada County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Pages</u>
Financial Trends (Schedules 1 – 4) <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	100-105
Revenue Capacity (Schedules 5 – 8) <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	106-109
Debt Capacity (1) (Schedules 9 – 13) <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	110-114
Demographic and Economic Information (Schedules 14 – 15) <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	115-116
Operating Information (Schedules 16 – 18) <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i>	117-119

(1) Although Ada County has no legal margin pertaining to the issuance of debt, a hypothetical margin has been computed on Schedule 12 utilizing legal maximum property tax.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

Schedule 1
 Ada County
 Net Position by Component,
 Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Years			
	2005	2006	2007	2008
Governmental activities				
Net investment in capital assets	\$ 50,761,483	\$ 54,745,311	\$ 77,996,260	\$ 87,719,664
Restricted	60,873,439	27,339,891	20,562,666	23,166,023
Unrestricted	40,748,998	99,934,565	109,397,452	110,577,070
Total governmental activities net position	<u>\$ 152,383,920</u>	<u>\$ 182,019,767</u>	<u>\$ 207,956,378</u>	<u>\$ 221,462,757</u>
Business-type activities				
Net investment in capital assets	\$ 13,046,297	\$ 28,144,613	\$ 31,370,655	\$ 32,861,601
Unrestricted	18,915,611	11,368,331	11,044,254	8,687,207
Total business-type activities net position	<u>\$ 31,961,908</u>	<u>\$ 39,512,944</u>	<u>\$ 42,414,909</u>	<u>\$ 41,548,808</u>
Primary government				
Net investment in capital assets	\$ 63,807,780	\$ 82,889,924	\$ 109,366,915	\$ 120,581,265
Restricted	60,873,439	27,339,891	20,562,666	23,166,023
Unrestricted	59,664,609	111,302,896	120,441,706	119,264,277
Total primary government net position	<u>\$ 184,345,828</u>	<u>\$ 221,532,711</u>	<u>\$ 250,371,287</u>	<u>\$ 263,011,565</u>

Fiscal Years					
2009	2010	2011	2012	2013	2014
\$ 90,423,756	\$ 88,847,732	\$ 89,750,109	\$ 91,217,513	\$ 92,839,305	\$ 89,996,230
18,833,918	19,766,888	11,602,787	14,257,039	17,750,742	20,756,482
113,753,487	115,463,248	126,125,797	119,908,182	108,470,768	102,133,803
<u>\$ 223,011,161</u>	<u>\$ 224,077,868</u>	<u>\$ 227,478,693</u>	<u>\$ 225,382,734</u>	<u>\$ 219,060,815</u>	<u>\$ 212,886,515</u>
\$ 41,505,019	\$ 44,217,618	\$ 48,798,551	\$ 47,883,817	\$ 47,274,745	\$ 49,929,979
3,760,014	2,926,742	880,345	8,015,689	12,457,323	13,434,235
<u>\$ 45,265,033</u>	<u>\$ 47,144,360</u>	<u>\$ 49,678,896</u>	<u>\$ 55,899,506</u>	<u>\$ 59,732,068</u>	<u>\$ 63,364,214</u>
\$ 131,928,775	\$ 133,065,350	\$ 138,548,660	\$ 139,101,330	\$ 140,114,050	\$ 139,926,209
18,833,918	19,766,888	11,602,787	14,257,039	17,750,742	20,756,482
117,513,501	118,389,990	127,006,142	127,923,871	120,928,091	115,568,038
<u>\$ 268,276,194</u>	<u>\$ 271,222,228</u>	<u>\$ 277,157,589</u>	<u>\$ 281,282,240</u>	<u>\$ 278,792,883</u>	<u>\$ 276,250,729</u>

Schedule 2
 Ada County
 Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Years			
	2005	2006	2007	2008
Expenses				
Governmental activities:				
General government	\$ 45,539,444	\$ 46,977,794	\$ 52,170,385	\$ 56,754,618
Public safety	44,102,776	48,083,014	52,647,819	60,025,033
Sanitation	1,516,825	1,291,724	2,024,030	2,137,534
Health and Welfare	7,562,599	4,792,298	5,287,717	6,788,432
Recreational & Cultural	771,402	925,717	883,819	1,035,666
Education	205,473	185,584	230,756	153,879
Interest on long-term debt	3,005,333	2,061,611	2,599,255	1,974,928
Total governmental activities expenses	<u>102,703,852</u>	<u>104,317,742</u>	<u>115,843,781</u>	<u>128,870,090</u>
Business-type Activities:				
Emergency Medical Services	8,815,039	9,187,061	8,697,888	9,760,710
Solid Waste Management	109,108	6,768,032	8,824,916	17,424,254
Western Idaho Fair	3,126,586	3,431,519	3,511,749	3,692,851
Billing Services	3,388,534	3,283,362	3,509,084	3,810,141
Total Business-type Activities Expenses	<u>15,439,267</u>	<u>22,669,974</u>	<u>24,543,637</u>	<u>34,687,956</u>
Total Primary Government Expenses	<u>\$ 118,143,119</u>	<u>\$ 126,987,716</u>	<u>\$ 140,387,418</u>	<u>\$ 163,558,046</u>
Program Revenues				
Governmental activities:				
Charges for services:				
General government	\$ 11,975,216	\$ 13,145,778	\$ 12,500,483	\$ 10,071,190
Sanitation	385,591	347,019	369,165	365,455
Public safety	14,752,609	15,996,195	17,595,763	21,271,616
Recreational and cultural	376,537	405,336	540,643	300,632
Operating grants and contributions	6,422,511	7,043,774	5,512,550	3,705,763
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	<u>33,912,464</u>	<u>36,938,102</u>	<u>36,518,604</u>	<u>35,714,656</u>
Business-type Activities:				
Charges for services:				
Emergency Medical Services	5,679,540	8,341,010	6,366,450	7,487,474
Solid Waste Management	7,458,910	10,051,962	9,545,456	13,602,397
Western Idaho Fair	3,009,623	3,517,297	3,693,718	3,644,401
Billing Services	3,413,900	3,227,213	3,297,502	4,186,425
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	<u>19,561,973</u>	<u>25,137,482</u>	<u>22,903,126</u>	<u>28,920,697</u>
Total primary government program revenues	<u>\$ 53,474,437</u>	<u>\$ 62,075,584</u>	<u>\$ 59,421,730</u>	<u>\$ 64,635,353</u>
Net (Expense)/Revenue				
Governmental activities	\$ (68,791,388)	\$ (67,379,640)	\$ (79,325,177)	\$ (93,155,434)
Business-type Activities	4,122,706	2,467,508	(1,640,511)	(5,767,259)
Total primary government net expense	<u>\$ (64,668,682)</u>	<u>\$ (64,912,132)</u>	<u>\$ (80,965,688)</u>	<u>\$ (98,922,693)</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes	\$ 64,199,339	\$ 71,357,699	\$ 75,125,349	\$ 79,689,693
Sales taxes	12,045,623	13,731,326	14,795,681	14,459,564
Unrestricted grants and contributions	2,516,646	2,763,521	4,760,277	4,608,140
Investment earnings	3,258,628	7,387,507	9,151,715	6,354,998
Miscellaneous	757,874	1,006,073	1,428,766	1,549,418
Transfers	-	(139,418)	-	-
Special items	-	908,779	-	-
Total governmental activities	<u>82,778,110</u>	<u>97,015,487</u>	<u>105,261,788</u>	<u>106,661,813</u>
Business-type Activities:				
Taxes				
Property Taxes	2,712,800	2,987,616	3,275,673	3,567,680
Sales taxes	148,114	167,427	183,519	173,859
Investment earnings	611,726	1,232,764	998,511	919,235
Miscellaneous	-	556,303	84,773	240,384
Transfers	105,617	139,418	-	-
Total Business-type activities	<u>3,578,257</u>	<u>5,083,528</u>	<u>4,542,476</u>	<u>4,901,158</u>
Total primary government	<u>\$ 86,356,367</u>	<u>\$ 102,099,015</u>	<u>\$ 109,804,264</u>	<u>\$ 111,562,971</u>
Change in Net Position				
Governmental activities	\$ 13,986,722	\$ 29,635,847	\$ 25,936,611	\$ 13,506,379
Business-type activities	7,700,963	7,551,036	2,901,965	(866,101)
Total primary government	<u>\$ 21,687,685</u>	<u>\$ 37,186,883</u>	<u>\$ 28,838,576</u>	<u>\$ 12,640,278</u>

Fiscal Years						
2009	2010	2011	2012	2013	2014	
\$ 60,278,077	\$ 58,584,760	\$ 58,526,634	\$ 61,484,228	\$ 64,960,121	\$ 67,640,517	
66,365,684	64,925,425	68,724,187	69,645,805	70,515,247	76,746,769	
2,389,758	2,532,523	2,262,190	2,177,501	2,270,585	2,231,017	
9,327,152	9,948,451	10,084,812	10,458,674	11,565,125	9,356,800	
1,270,222	1,080,420	1,096,802	933,979	962,831	1,309,584	
-	-	-	-	-	-	
1,943,494	2,190,645	2,140,307	2,022,206	1,885,319	1,687,617	
<u>141,574,387</u>	<u>139,262,224</u>	<u>142,834,932</u>	<u>146,722,393</u>	<u>152,159,228</u>	<u>158,972,304</u>	
9,891,228	10,308,696	11,363,354	11,467,618	11,499,514	12,703,334	
9,948,898	9,599,649	8,013,967	5,542,775	8,841,434	9,230,298	
3,528,574	3,742,215	3,810,884	3,842,484	4,144,628	4,194,142	
4,190,431	4,408,850	2,395,015	4,276,903	4,510,682	4,624,633	
27,559,131	28,059,410	25,583,220	25,129,780	28,996,258	30,752,407	
<u>\$ 169,133,518</u>	<u>\$ 167,321,634</u>	<u>\$ 168,418,152</u>	<u>\$ 171,852,173</u>	<u>\$ 181,155,486</u>	<u>\$ 189,724,711</u>	
\$ 8,431,614	\$ 8,684,928	\$ 9,854,503	\$ 10,420,478	\$ 11,217,971	\$ 10,865,803	
629,343	663,617	410,989	433,674	433,548	251,487	
21,473,736	20,759,001	20,855,993	21,155,331	21,263,277	21,155,720	
281,368	276,481	249,440	299,805	277,457	263,811	
6,679,011	5,074,372	6,344,399	4,817,043	4,166,600	5,179,449	
-	459,381	319,840	172,020	352,986	112,856	
<u>37,495,072</u>	<u>35,917,780</u>	<u>38,035,164</u>	<u>37,298,351</u>	<u>37,711,839</u>	<u>37,829,126</u>	
7,137,575	7,543,075	7,673,408	7,662,036	8,229,702	7,817,428	
12,210,403	11,054,437	11,079,603	10,652,812	10,901,172	11,794,940	
3,298,213	3,275,178	3,312,926	3,779,678	4,205,818	4,534,944	
3,990,866	3,683,752	1,969,200	4,453,337	4,750,930	4,901,857	
-	-	37,506	39,172	10,110	80,158	
-	-	50,078	-	133,573	-	
26,637,057	25,556,442	24,122,721	26,587,035	28,231,305	29,129,327	
<u>\$ 64,132,129</u>	<u>\$ 61,474,222</u>	<u>\$ 62,157,885</u>	<u>\$ 63,885,386</u>	<u>\$ 65,943,144</u>	<u>\$ 66,958,453</u>	
\$ (104,079,315)	\$ (103,344,444)	\$ (104,799,768)	\$ (109,424,042)	\$ (114,447,389)	\$ (121,143,178)	
(922,074)	(2,502,968)	(1,460,499)	1,457,255	(764,953)	(1,623,080)	
<u>\$ (105,001,389)</u>	<u>\$ (105,847,412)</u>	<u>\$ (106,260,267)</u>	<u>\$ (107,966,787)</u>	<u>\$ (115,212,342)</u>	<u>\$ (122,766,258)</u>	
\$ 82,630,115	\$ 84,021,542	\$ 83,715,268	\$ 83,732,818	\$ 84,799,902	\$ 88,389,228	
12,411,494	11,998,048	13,071,774	14,228,023	15,546,807	16,507,820	
4,384,595	3,937,492	4,035,220	5,201,959	5,386,445	6,229,150	
4,229,018	1,696,044	1,940,852	2,073,274	67,983	1,453,216	
1,972,497	2,758,025	3,177,143	2,092,009	2,324,333	2,389,464	
-	-	-	-	-	-	
-	-	2,260,336	-	-	-	
<u>105,627,719</u>	<u>104,411,151</u>	<u>108,200,593</u>	<u>107,328,083</u>	<u>108,125,470</u>	<u>114,968,878</u>	
3,810,007	3,988,094	4,142,323	4,309,024	4,444,168	4,602,005	
146,670	142,264	149,631	163,094	177,636	225,723	
678,622	216,437	225,485	287,237	(24,289)	259,026	
3,000	35,500	(522,404)	4,000	-	168,472	
-	-	-	-	-	-	
4,638,299	4,382,295	3,995,035	4,763,355	4,597,515	5,255,226	
<u>\$ 110,266,018</u>	<u>\$ 108,793,446</u>	<u>\$ 112,195,628</u>	<u>\$ 112,091,438</u>	<u>\$ 112,722,985</u>	<u>\$ 120,224,104</u>	
\$ 1,548,404	\$ 1,066,707	\$ 3,400,825	\$ (2,095,959)	\$ (6,321,919)	\$ (6,174,300)	
3,716,225	1,879,327	2,534,536	6,220,610	3,832,562	3,632,146	
<u>\$ 5,264,629</u>	<u>\$ 2,946,034</u>	<u>\$ 5,935,361</u>	<u>\$ 4,124,651</u>	<u>\$ (2,489,357)</u>	<u>\$ (2,542,154)</u>	

Schedule 3
 Ada County
 Fund Balances, Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

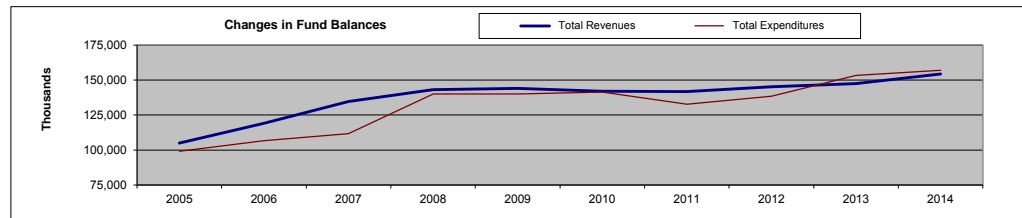
	Fiscal Years									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Restricted	\$ 2,726,322	\$ 2,961,143	\$ 1,775,181	\$ 1,438,037	\$ 1,189,823	\$ 1,216,216	\$ 2,722,455	\$ 2,993,967	\$ 3,271,693	\$ 3,589,336
Assigned	6,435,150	22,385,777	20,249,494	2,349,002	159,900	13,271,925	18,145,965	14,482,549	12,343,887	11,722,166
Unassigned	<u>41,359,125</u>	<u>28,887,248</u>	<u>30,728,649</u>	<u>30,291,603</u>	<u>38,675,681</u>	<u>34,933,700</u>	<u>36,021,439</u>	<u>33,073,659</u>	<u>29,669,216</u>	<u>29,335,340</u>
Total general fund	<u>\$ 50,520,597</u>	<u>\$ 54,234,168</u>	<u>\$ 52,753,324</u>	<u>\$ 34,078,642</u>	<u>\$ 40,025,404</u>	<u>\$ 49,421,841</u>	<u>\$ 56,889,859</u>	<u>\$ 50,550,175</u>	<u>\$ 45,284,796</u>	<u>\$ 44,646,842</u>
All Other Governmental Funds										
Nonspendable	\$ 75,779	\$ 47,720	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	4,906,165	4,263,416	5,372,051	7,692,971	9,701,445	11,239,328	11,648,347	11,276,393	14,527,376	17,233,161
Assigned	32,086,858	52,632,979	55,861,205	76,126,011	68,750,220	66,918,888	65,417,987	69,094,990	63,552,623	58,427,895
Unassigned	-	-	-	-	-	-	(1,075,123)	-	-	-
Total all other governmental funds	<u>\$ 37,068,802</u>	<u>\$ 56,944,115</u>	<u>\$ 61,233,256</u>	<u>\$ 83,818,982</u>	<u>\$ 78,451,665</u>	<u>\$ 78,158,216</u>	<u>\$ 75,991,211</u>	<u>\$ 80,371,383</u>	<u>\$ 78,079,999</u>	<u>\$ 75,661,056</u>
Grand Total Governmental Funds	<u>\$ 87,589,399</u>	<u>\$ 111,178,283</u>	<u>\$ 113,986,580</u>	<u>\$ 117,897,624</u>	<u>\$ 118,477,069</u>	<u>\$ 127,580,057</u>	<u>\$ 132,881,070</u>	<u>\$ 130,921,558</u>	<u>\$ 123,364,795</u>	<u>\$ 120,307,898</u>

Schedule 4
 Ada County
 Changes in Fund Balances, Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	Fiscal Years									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Property Taxes	\$ 64,310,738	\$ 71,376,370	\$ 74,823,351	\$ 78,690,959	\$ 81,084,044	\$ 83,818,073	\$ 84,061,312	\$ 84,460,830	\$ 85,200,788	\$ 88,696,710
Licenses and Permits	1,163,233	1,120,437	1,267,325	1,364,599	1,397,900	1,266,905	1,357,644	1,451,436	1,459,086	1,408,659
Intergovernmental	20,984,780	23,538,621	25,068,508	22,773,467	23,475,100	21,469,293	23,771,233	24,419,045	25,452,838	28,029,275
Charges for Services	26,028,315	28,542,424	28,854,813	29,581,174	28,008,592	27,808,125	28,775,816	30,065,568	31,121,804	30,475,153
Fines and Forfeitures	1,153,574	1,321,227	1,996,638	1,738,443	1,916,172	1,847,861	1,542,318	1,365,628	1,513,577	1,370,067
Miscellaneous	2,601,927	2,397,689	3,193,850	4,501,933	2,449,872	4,071,422	4,006,810	3,262,916	2,609,493	2,973,952
Interest Income	3,550,187	5,946,970	7,620,065	5,850,773	2,977,295	1,932,897	1,709,444	1,856,012	1,627,736	1,520,777
Net Change in Fair Value of Investments	(668,647)	551,582	441,475	(337,454)	737,725	(381,744)	84,402	61,090	(1,518,931)	(189,448)
Total Revenues	119,124,107	134,795,320	143,266,025	144,163,894	142,046,700	141,832,832	145,308,979	146,942,525	147,466,391	154,285,145
Expenditures										
General Government	44,337,748	45,068,796	48,903,489	54,064,422	54,291,715	53,306,533	51,833,010	55,684,557	59,656,125	62,959,158
Public Safety	43,166,037	47,795,451	50,647,989	56,848,717	62,361,569	60,118,064	62,303,788	64,698,759	67,345,531	73,853,150
Sanitation	1,507,314	1,219,396	1,889,501	1,959,076	2,214,515	2,302,103	1,993,245	1,972,854	1,995,693	1,965,653
Recreational and Cultural	687,664	750,010	713,009	734,038	948,947	710,245	727,596	578,605	601,178	748,768
Education	205,473	185,584	230,756	153,879	-	-	-	-	-	-
Health and Welfare	8,240,817	5,677,477	6,195,072	7,253,842	9,598,295	7,732,560	12,570,816	10,458,699	11,599,625	9,429,769
Capital Outlay	5,473,069	8,235,136	28,491,005	15,625,440	8,423,950	4,506,044	4,564,967	8,850,103	7,321,002	3,054,923
Debt Service										
Interest	3,005,333	2,061,611	2,714,185	1,974,928	1,953,264	2,204,295	2,158,989	2,043,022	1,911,736	1,716,213
Principal	(6,423)	682,336	394,338	1,510,000	1,675,000	1,850,000	2,415,000	2,665,000	3,025,000	3,330,000
Total expenditures	106,617,032	111,675,797	140,179,344	140,124,342	141,467,255	132,729,844	138,567,411	146,951,599	153,455,890	157,057,634
Excess of revenues over (under) expenditures	12,507,075	23,119,523	3,086,681	4,039,552	579,445	9,102,988	6,741,568	(9,074)	(5,989,499)	(2,772,489)
Other Financing Sources (Uses)										
Proceeds from sale (1)	-	908,779	-	-	-	-	-	-	-	-
Transfers in	3,861,358	16,372,819	27,285,697	39,379,319	5,962,638	3,829,413	2,444,485	8,029,146	1,312,238	4,685,387
Transfers out	(4,080,544)	(16,812,237)	(27,564,081)	(39,507,827)	(5,962,638)	(3,829,413)	(3,885,040)	(9,979,584)	(2,879,502)	(4,969,795)
Proceeds from Capital lease	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(219,186)	469,361	(278,384)	(128,508)	-	-	(1,440,555)	(1,950,438)	(1,567,264)	(284,408)
Net change in fund balances	\$ 12,287,889	\$ 23,588,884	\$ 2,808,297	\$ 3,911,044	\$ 579,445	\$ 9,102,988	\$ 5,301,013	\$ (1,959,512)	\$ (7,556,763)	\$ (3,056,897)
Debt service as a percentage of noncapital expenditures (2)	3.0%	2.7%	2.8%	2.8%	2.7%	3.2%	3.4%	3.4%	3.4%	3.3%

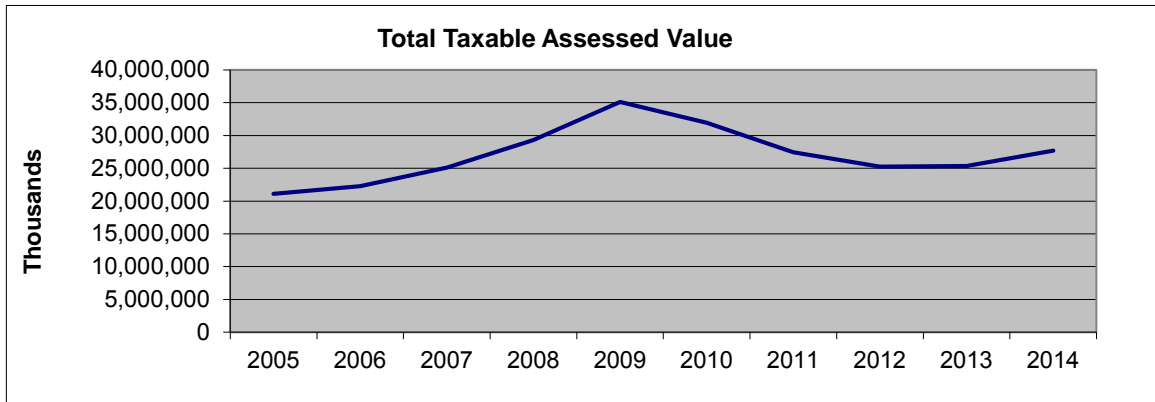
(1) Proceeds from sale of real property
 Proceeds from sale of land

(2) Debt service represents debt service principal and interest expenditures presented above.
 Noncapital expenditures represents Total Expenditures above, less the category of Capital Outlay
 expenditures (which represents all capital asset expenditures for all governmental functions).



Schedule 5
 Ada County
 Assessed Value and Actual Value of Taxable Property ⁽¹⁾
 Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Real Property	⁽³⁾ Personal Property	Mobile Home Property	Public Utilities	Total Actual Value	⁽²⁾ Less: Homeowner Tax Exemption	Total Taxable Assessed Value	Total Direct Tax Rate
2005	\$ 24,573,709	\$ 934,873	\$ 81,397	\$ 565,068	\$ 26,155,047	\$ 3,862,769	\$ 22,292,278	\$ 3.12
2006	27,462,027	1,095,288	77,413	573,664	29,208,391	4,084,464	25,123,927	3.10
2007	34,046,274	1,264,355	68,126	570,031	35,948,786	6,622,739	29,326,047	2.82
2008	41,118,797	1,442,401	67,227	604,277	43,232,702	8,123,941	35,108,762	2.52
2009	42,835,490	1,501,000	68,601	651,623	45,056,714	9,039,771	36,016,943	2.56
2010	38,415,658	1,572,854	59,756	650,489	40,698,757	8,769,962	31,928,795	2.93
2011	33,479,770	1,297,866	52,404	631,305	35,461,345	8,001,348	27,459,997	3.39
2012	30,484,252	1,203,166	48,295	701,621	32,437,334	7,171,652	25,265,682	3.70
2013	30,198,562	1,209,710	45,551	711,453	32,165,276	6,816,148	25,349,128	3.74
2014	32,925,255	1,147,483	46,242	686,358	34,805,338	7,131,066	27,674,272	3.56



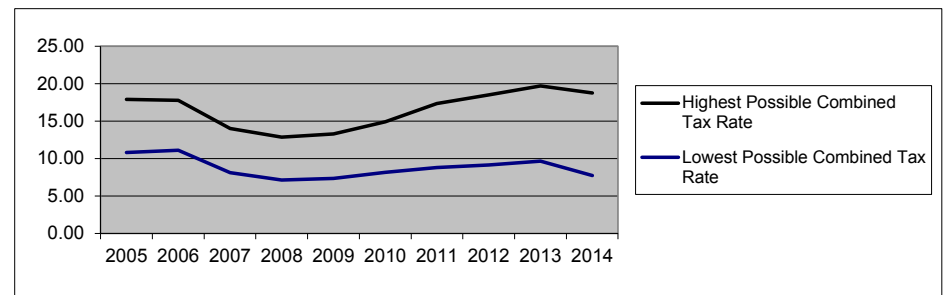
Notes:

- (1) Property is assessed at 100% of actual value; therefore, the assessed values are equal to actual value.
- (2) An initiative was passed by the Idaho electorate in 1983 which exempts certain taxable assessed value by 50% or \$50,000, whichever is less. By special session in 2006, the \$50,000 was changed to \$75,000 for fiscal 2007 and indexed to the Federal House Price Index for each year thereafter. The new indexed amount for fiscal year 2008 was \$89,325, fiscal 2009 was \$100,938, fiscal 2010 was \$104,471, fiscal 2011 was \$101,153, fiscal 2012 was \$92,040, fiscal 2013 was \$83,974, and fiscal 2014 was \$81,000.
- (3) Idaho Legislature for FY2014 exempted the first \$100,000 of personal property taxable value per company or owner.

Schedule 6
 Ada County
 Direct and Overlapping Property Tax Rates,
 Last Ten Fiscal Years
(rate per \$1000 of assessed value)

	Fiscal Years									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
County direct rates										
General	\$ 2.86	\$ 2.83	\$ 2.56	\$ 2.28	\$ 2.30	\$ 2.63	\$ 3.06	\$ 3.32	\$ 3.36	\$ 3.20
Emergency Medical Services	0.12	0.12	0.11	0.10	0.11	0.13	0.15	0.17	0.18	0.17
Pest Extermination	0.11	0.12	0.12	0.11	0.12	0.14	0.15	0.17	0.16	0.16
Mosquito Abatement	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.04	0.04	0.03
Total Direct rate	3.12	3.10	2.82	2.52	2.56	2.93	3.39	3.70	3.74	3.56
Ada County Highway district rate	1.03	1.01	0.95	0.87	0.91	1.02	1.19	1.29	1.29	1.19
City rates										
Boise	5.79	5.74	5.49	5.03	5.15	5.87	6.98	7.78	8.32	8.04
Eagle	1.06	1.01	0.86	0.78	0.83	1.00	1.01	1.01	1.01	0.86
Garden City	3.02	3.07	2.93	2.70	2.72	2.99	3.57	4.06	4.24	3.93
Kuna	2.33	2.18	2.11	1.94	2.06	2.60	3.16	3.63	4.01	3.74
Meridian	3.11	3.01	2.81	2.67	2.86	3.49	4.09	4.48	4.55	4.26
Star	2.35	2.39	2.18	1.82	2.04	2.73	3.16	3.58	3.49	3.00
Average of the 6 City rates	2.94	2.90	2.73	2.49	2.61	3.11	3.66	4.09	4.27	3.97
School district rates ⁽¹⁾										
College of Western Idaho ⁽²⁾	n/a	n/a	n/a	n/a	0.11	0.13	0.16	0.18	0.19	0.18
Boise Ind School Dist #1	7.94	7.92	4.74	4.43	4.56	4.92	5.58	5.50	6.11	5.71
Meridian Jt School Dist #2	6.69	6.56	3.89	3.65	3.58	3.51	3.49	3.40	4.60	4.64
Kuna Jt School Dist #3	6.53	6.48	3.86	3.32	3.33	4.63	5.03	4.79	7.86	7.41
Melba Jt School Dist #136	6.69	7.98	5.41	5.35	5.34	4.92	5.00	5.51	4.46	2.85
Average Rate of 8 Fire districts	1.46	1.53	1.54	1.44	1.54	1.74	1.96	2.09	2.11	2.08
Average Rate of 3 Library districts	0.57	0.55	0.53	0.46	0.50	0.58	0.66	0.66	0.66	0.66
Average Rate of 7 Cemetery districts	0.08	0.07	0.07	0.06	0.06	0.07	0.07	0.08	0.08	0.08
Average Rate of 4 Sewer districts ⁽³⁾	0.26	0.26	0.24	0.22	0.24	0.33	0.39	1.62	1.68	1.48
Average Rate of Miscellaneous districts	0.09	0.09	0.08	0.07	0.08	0.09	0.11	0.11	0.12	0.12
Highest Possible Combined Tax Rate	17.93	17.80	14.03	12.87	13.29	14.91	17.37	18.53	19.72	18.76
Lowest Possible Combined Tax Rate	10.81	11.10	8.12	7.13	7.33	8.18	8.82	9.14	9.64	7.75

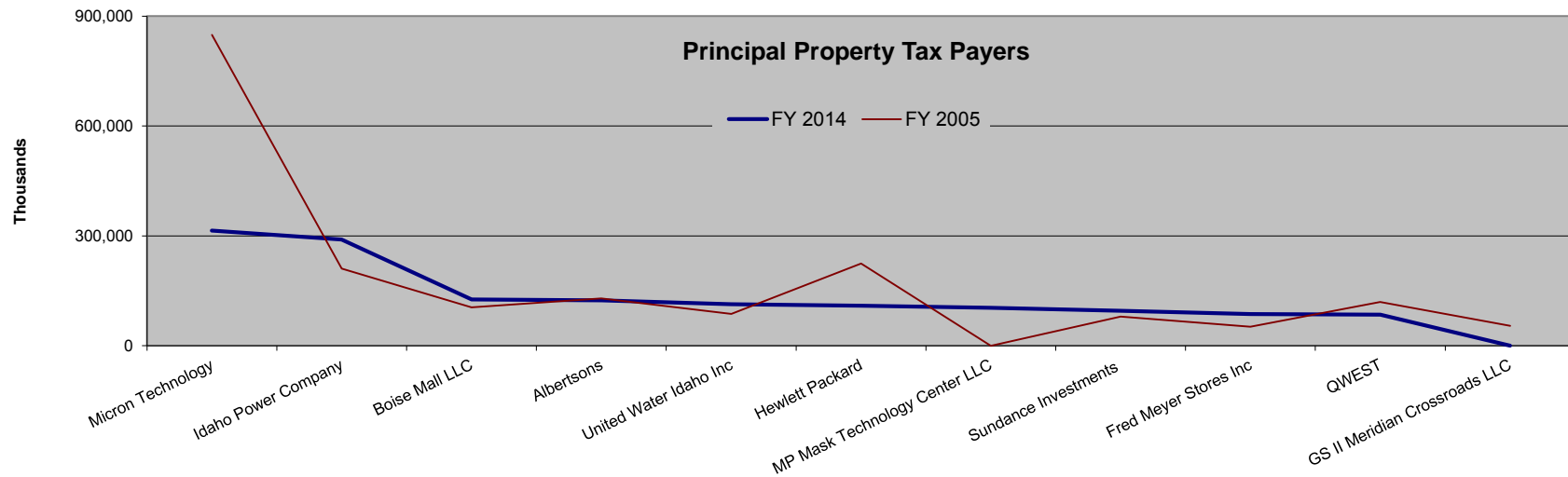
- (1) By special Idaho legislative session in 2006, funding for all School District's Maintenance & Operations changed it's revenue source from levy to a one cent state sales tax increase. Also, public support for tax relief caused other Districts to request lower funding amounts.
- (2) A new district, College of Western Idaho, first levied in FY 2009.
- (3) A new district, Meridian Heights Sewer, levied 5.34 in FY 2013, significantly raising the average sewer levy.



Schedule 7
 Ada County
 Principal Property Tax Payers,
 Fiscal Year and Nine Years Ago

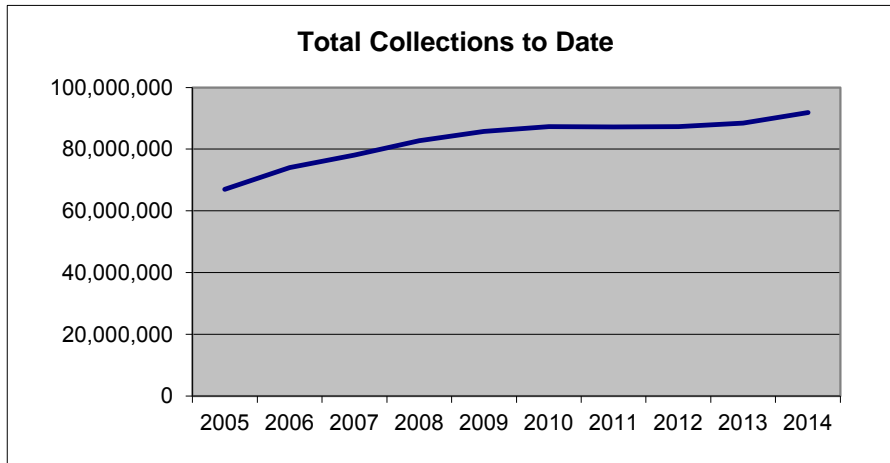
Taxpayer	Type of Business	Fiscal Year 2014			Fiscal Year 2005		
		Taxable Assessed Valuation	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage of Total County Taxable Assessed Value
Micron Technology	Electronics Manufacturer	\$ 314,184,700	1	1.14 %	\$ 849,277,500	1	3.81 %
Idaho Power Company	Electric Utility	289,904,270	2	1.05	210,546,603	3	0.94
Boise Mall LLC	Real Estate Holding	126,777,600	3	0.46	105,237,100	6	0.47
Albertsons	Retail Grocery	123,731,400	4	0.45	129,231,000	4	0.58
United Water Idaho Inc	Water Utility	113,611,774	5	0.41	86,681,538	7	0.39
Hewlett Packard	Electronics Manufacturer	109,400,900	6	0.40	224,705,000	2	1.01
MP Mask Technology Center LLC	Electronics Manufacturer	103,574,300	7	0.37	-----	----	----
Sundance Investments	Commercial Construction	95,431,100	8	0.34	79,305,100	8	0.36
Fred Meyer Stores Inc	Retail Grocery	86,274,800	9	0.31	51,801,000	10	0.23
QWEST	Telephone Utility	84,829,793	10	0.31	119,257,467	5	----
GS II Meridian Crossroads LLC	Real Estate Holding	-----	----	----	54,334,900	9	0.24
Ten Largest Taxpayers		1,447,720,637		5.23 %	1,910,377,208		8.03 %
All Other Taxpayers		26,226,552,011		94.77 %	20,381,901,090		91.97 %
Total Ada County Market Valuation		<u>\$ 27,674,272,648</u>		<u>100.00 %</u>	<u>\$ 22,292,278,298</u>		<u>100.00 %</u>

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Schedule 8
 Ada County
 Property Tax Levies and Collections,
 Last Ten Fiscal Years

Fiscal Year Ended Sept 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 67,012,955	\$ 66,352,900	99.02 %	\$ 606,948	\$ 66,959,848	99.92 %
2006	74,121,204	73,457,192	99.10	623,050	74,080,242	99.94
2007	78,254,651	77,198,247	98.65	847,027	78,045,274	99.73
2008	83,063,301	81,224,050	97.79	1,518,824	82,742,874	99.61
2009	86,148,471	83,321,611	96.72	2,434,612	85,756,223	99.54
2010	87,575,480	85,215,903	97.31	2,056,252	87,272,155	99.65
2011	87,408,655	85,532,876	97.85	1,666,623	87,199,499	99.76
2012	87,718,521	86,245,350	98.32	1,048,036	87,293,386	99.52
2013	89,114,534	87,818,040	98.55	614,547	88,432,587	99.23
2014	92,962,182	91,874,310	98.83	-	91,874,310	98.83



Schedule 9
 Ada County
 Ratios of Outstanding Debt by Type,
 Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		Total Primary Government	Percentage of Personal Income ⁽²⁾	Per Capita ⁽²⁾
	Gross Bonded Debt	Capital Leases ⁽¹⁾	Gross Bonded Debt	Capital Leases			
2005	\$ -	\$ 54,010	\$ -	\$ -	\$ 54,010	0.44 %	\$ 162
2006	-	52,784	-	-	52,784	0.39	153
2007	-	51,820	-	-	51,820	0.35	144
2008	-	50,310	-	-	50,310	0.31	135
2009	-	48,635	-	-	48,635	0.30	128
2010	-	46,785	-	-	46,785	0.31	122
2011	-	44,370	-	-	44,370	0.29	113
2012	-	41,705	-	-	41,705	0.26	104
2013	-	38,680	-	-	38,680	0.23	95
2014	-	35,350	-	-	35,350	0.20	85

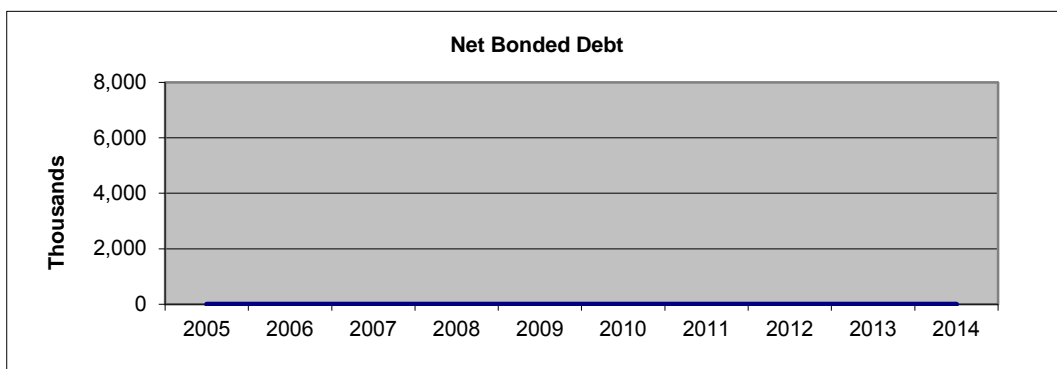
Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

(1) In fiscal 2000, the county entered into the Court Complex Lease Agreement for 30 years of one year leases. In fiscal 2005, the Court Complex Lease Agreement was renegotiated, resulting in a revised 23-year term of one year leases.

(2) See Schedule 14 for personal income and population data used to calculate percentage and per capita.

Schedule 10
 Ada County
 Ratios of Net General Bonded Debt Outstanding,
 Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	Gross Bonded Debt	Debt Service Monies Available	Net Bonded Debt	Percentage of Actual Taxable Value ⁽¹⁾ of Property	Per Capita ⁽²⁾
2005	0	0	0	0.00	0
2006	0	0	0	0.00	0
2007	0	0	0	0.00	0
2008	0	0	0	0.00	0
2009	0	0	0	0.00	0
2010	0	0	0	0.00	0
2011	0	0	0	0.00	0
2012	0	0	0	0.00	0
2013	0	0	0	0.00	0
2014	0	0	0	0.00	0



Notes:

- (1) See Schedule 5 for property value data.
- (2) Population data can be found in Schedule 14.

Schedule 11
 Ada County
 Direct and Overlapping Governmental Activities Debt,
 As of September 30, 2014
 (dollars in thousands)

<u>Government Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ⁽¹⁾</u>	<u>Estimated Share of Overlapping Debt</u>
<i><u>Ada County Direct Indebtedness:</u></i>			
Capital Leases	\$ 35,350	100.000 %	\$ 35,350
<i><u>Overlapping Bonded Indebtedness:</u></i>			
School District No. 1	\$ 72,490	99.998 %	\$ 72,489
School District No. 2	133,492	99.075 %	132,257
School District No. 3	38,698	84.538 %	32,715
School District No. 136J	2,007	19.659 %	395
Boise City	67,822	100.000 %	67,822
Eagle City	1,939	100.000 %	1,939
Garden City	1,670	100.000 %	1,670
Kuna Fire	70	93.278 %	65
Eagle Sewer	4,459	100.000 %	4,459
Kuna Library	284	84.538 %	240
Meridian Library	290	100.000 %	290
Subtotal, overlapping debt	<u>323,221</u>		<u>314,340</u>
Total direct and overlapping debt	<u>\$ 358,571</u>		<u>\$ 349,690</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Ada County Board of Equalization and assessment. Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Ada County. This process recognizes that, when considering the county's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the county's boundaries and dividing it by each unit's total taxable assessed value.

Schedule 12
 Ada County
 Legal Debt Margin Information,
 Last Ten Fiscal Years
(dollars in thousands)

Legal Debt Margin Calculation for Fiscal Year 2014	
Maximum Property Tax for Ada County Governmental Funds	\$111,279
Debt Limit (could exceed above with 2/3 vote of qualified electors)	\$111,279
Debt applicable to limit:	
General obligation bonds	-
Less: amount set aside for repayment of debt	-
Total net debt applicable to limit	-
Legal debt margin	\$111,279

	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Debt limit ⁽¹⁾	\$ 63,234	\$ 68,494	\$ 75,407	\$ 82,576	\$ 87,879	\$ 91,895	\$ 98,566	\$ 101,987	\$ 106,086	\$ 111,279
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 63,234	\$ 68,494	\$ 75,407	\$ 82,576	\$ 87,879	\$ 91,895	\$ 98,566	\$ 101,987	\$ 106,086	\$ 111,279
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Schedule 10 - Net Debt, Idaho Code 31-Chapter 19; 57-Chapter 2, and Maximum Allowable Non-exempt Property Tax Budget

Note: Under Idaho State Code, bonded debt may be incurred by Counties when authorized by a vote of 2/3 of qualified electors, as a levy on all taxable property within the county - with no other limitations. Debt may be offset by amounts set aside for repaying general obligation bonds.

(1) Although voters could authorize bonded indebtedness in excess of current statutory property tax limits, the County has no such debt - therefore, the amounts shown for debt limit are equal to the County's legal property tax limit.

Schedule 13
 Ada County
 Pledged-Revenue Coverage,
 Last Ten Fiscal Years
(dollars in thousands)

Fiscal Year	Courthouse Corridor Capital Lease											
	Sales	Rent	Bldg. Sales	Charge	Gen'l		Less:	Net	Debt Service		Coverage	
	Tax	Savings	& Lease Revenue	for Services	Interest	Fund Bal. Transfer	Total Revenue	Operating Expenses	Available Revenue	Principal		Interest
2005	2,000	141	500	869	582	91	4,183	16	4,167	(6)	3,005	1.39
2006	2,000	145	500	955	1,231	-	4,831	27	4,804	682	2,062	1.75
2007	2,000	148	500	1,054	3,600	-	7,302	25	7,277	394	2,714	2.34
2008	2,000	121	500	1,072	1,464	2,675	7,832	25	7,807	1,510	1,975	2.24
2009	2,000	124	500	1,106	1,565	-	5,295	25	5,270	1,675	1,953	1.45
2010	2,000	128	500	1,100	574	-	4,302	25	4,277	1,850	2,204	1.06
2011 ⁽¹⁾	-	-	500	990	645	-	2,135	2	2,133	2,415	2,159	0.47
2012	-	-	500	940	654	-	2,094	-	2,094	2,665	2,043	0.44
2013	-	-	500	875	(40)	-	1,335	-	1,335	3,025	1,912	0.27
2014 ⁽²⁾	-	-	500	201	499	(4,000)	(2,800)	-	(2,800)	3,330	1,716	-0.55

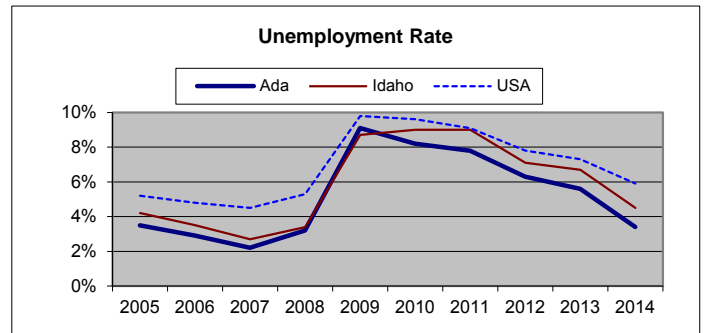
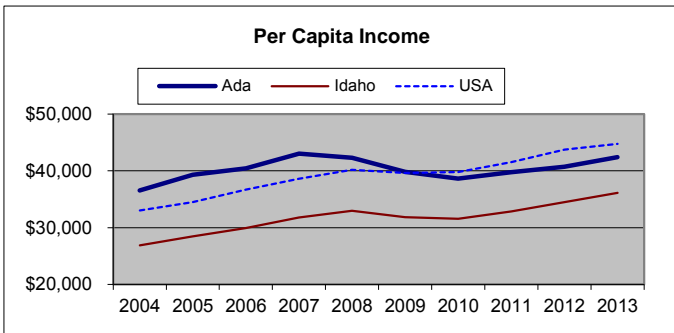
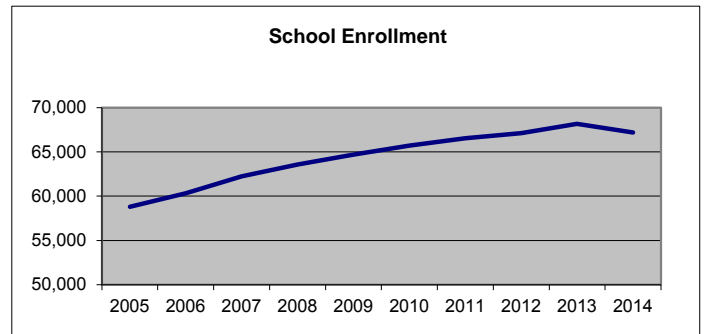
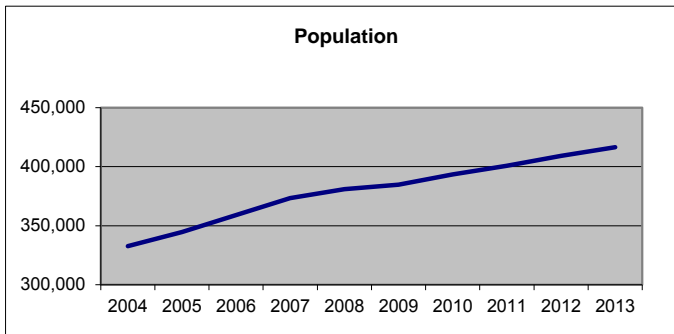
Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) Ada County's planned use of fund balance to cover the increasing lease payments begins.

(2) Ada County's planned transfer back to the General Fund begins; payoff of lease August 15, 2015.

Schedule 14
 Ada County
 Demographic and Economic Statistics,
 Last Ten Calendar and Fiscal Years

Calendar Year	Population ⁽¹⁾	Personal Income <i>(in thousands of dollars)</i> ⁽²⁾	Per Capita Personal Income ⁽²⁾	Median Age ⁽³⁾	Fiscal Year	School Enrollment ⁽⁴⁾	Unemployment Rate ⁽⁵⁾
2004	332,523	12,152,307	36,543	34.4	2005	58,790	3.5
2005	344,727	13,575,500	39,302	34.9	2006	60,326	2.9
2006	359,035	14,626,750	40,445	34.6	2007	62,249	2.2
2007	373,406	16,056,425	43,028	34.6	2008	63,594	3.2
2008	380,920	16,036,284	42,273	34.7	2009	64,714	9.1
2009	384,656	15,319,574	39,827	34.3	2010	65,706	8.2
2010	393,531	15,200,836	38,633	35.0	2011	66,564	7.8
2011	400,842	15,927,071	39,734	35.2	2012	67,133	6.3
2012	409,061	16,665,376	40,741	35.4	2013	68,191	5.6
2013	416,464	17,656,163	42,395	36.2	2014	67,191	3.4



Notes:

Calendar Year is from January to December. For example, the last Calendar Year shown above (2013) is from 1/1/13 - 12/31/13.

Fiscal Year is from October to September. For example, the last Fiscal Year shown above (2014) is from 10/1/13 - 9/30/14.

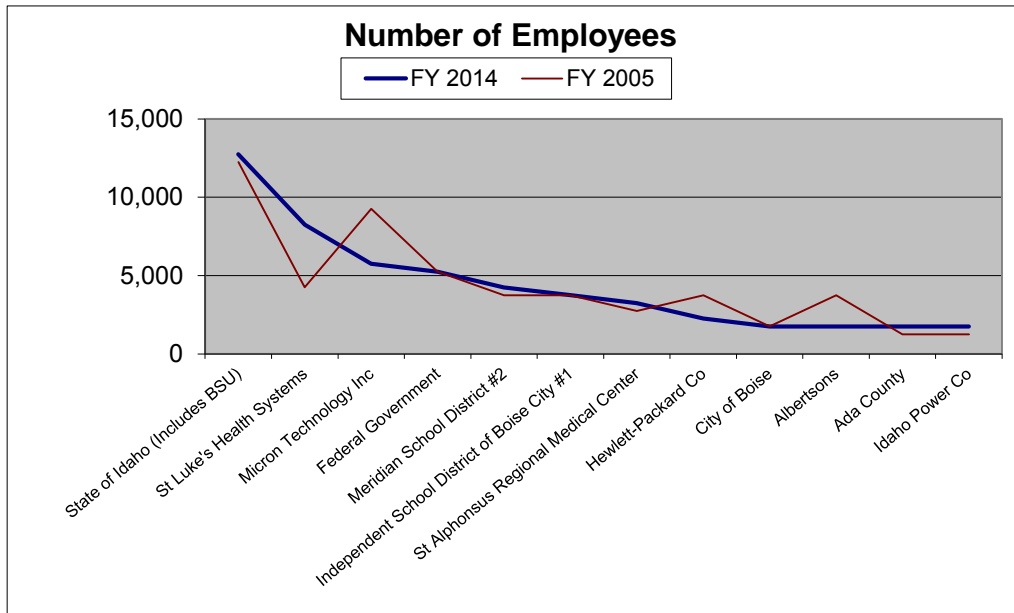
Sources:

- (1) Population Division, U.S. Census Bureau for July 1, 2013, release date September, 2014.
- (2) Bureau of Economic Accounts (BEA) for 2013, release date November 20, 2014.
- (3) U.S. Census Bureau American Community Survey for 2013, release date September 18, 2014.
- (4) Idaho State Dept of Education for the 2013-2014 School Year.
- (5) Idaho Department of Labor, Public Affairs. Beginning fiscal 2009, the reported unemployment rate changed from a 12 month average to the single last month of the fiscal year (FY 2013 = September 2013). This provides a better reflection of the present economy.

Schedule 15
 Ada County
 Principal Employers,
 Fiscal Year and Nine Years ago

Employer	Fiscal Year 2014			Fiscal Year 2005		
	Employees	Rank	Percentage of Total County Employment ⁽¹⁾	Employees	Rank	Percentage of Total County Employment ⁽¹⁾
State of Idaho (Includes BSU)	12,500 - 13,000	1	5.89%	12,000 - 12,500	1	6.17%
St Luke's Health Systems	8,000 - 8,500	2	3.81%	4,000 - 4,500	4	2.14%
Micron Technology Inc	5,500 - 6,000	3	2.66%	9,000 - 9,500	2	4.66%
Federal Government	5,000 - 5,500	4	2.42%	5,000 - 5,500	3	2.64%
Meridian School District #2	4,000 - 4,500	5	1.96%	3,500 - 4,000	5	1.89%
Independent School District of Boise City #1	3,500 - 4,000	6	1.73%	3,500 - 4,000	5	1.89%
St Alphonsus Regional Medical Center	3,000 - 3,500	7	1.50%	2,500 - 3,000	9	1.38%
Hewlett-Packard Co	2,000 - 2,500	8	1.04%	3,500 - 4,000	5	1.89%
City of Boise	1,500 - 2,000	10	0.81%	1,500 - 2,000	10	0.88%
Albertsons	1,500 - 2,000	10	0.81%	3,500 - 4,000	5	1.89%
Ada County	1,500 - 2,000	10	0.81%	1,000 - 1,500	-	0.63%
Idaho Power Co	1,500 - 2,000	10	0.81%	1,000 - 1,500	-	0.63%
Totals	<u>49,500 - 55,500</u>		<u>24.25%</u>	<u>50,000 - 56,000</u>		<u>26.69%</u>

Total Number of Ada County Nonfarm Jobs 216,500 198,700



(1) Percentage calculated from the mid-point of the given range of Employees and from the total Nonfarm Jobs in Ada County

Source: Idaho Department of Labor, Communications & Research Bureau
 November 17, 2014

Schedule 16
 Ada County
 Full-time Equivalent County Government Employees by Function/Program,
 Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of September 30									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<i>Governmental Activities</i>										
General Government										
Clerk/Auditor	125	129	136	136	133	133	136	141	144	139
Treasurer	12	12	12	12	12	12	12	14	14	14
Assessor	12	11	12	12	12	11	11	9	11	11
Prosecutor	115	123	130	139	140	132	135	137	138	139
Motor Veh.	46	47	48	51	42	39	38	38	38	38
Operations	29	31	34	34	33	33	33	36	36	36
Information Technology	40	41	44	43	43	43	43	46	46	45
Development Services	51	59	54	37	21	19	18	19	22	22
Public Defender	48	50	55	58	59	58	60	63	67	67
Ad Valorem	43	46	46	47	45	45	44	44	44	44
District Court	75	79	88	88	88	83	84	92	99	100
Other	25	28	28	29	27	27	26	29	27	30
Public Safety										
Sheriff	494	512	526	593	577	577	595	611	631	637
Juvenile	132	128	125	143	130	130	131	139	139	138
Other	20	22	23	27	28	27	28	33	33	33
Sanitation										
Weed	15	17	17	20	20	21	17	20	19	19
Health & Welfare										
Charities	22	22	21	22	21	22	23	23	23	22
Recreation & Culture										
Parks & Waterways	<u>6</u>	<u>7</u>	<u>6</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>6</u>	<u>6</u>	<u>5</u>	<u>6</u>
Total Governmental Activities	1310	1364	1405	1496	1436	1417	1440	1500	1536	1540
<i>Business-type Activities</i>										
Emerg Medical Svcs	105	110	127	122	122	122	123	126	127	127
Solid Waste Mgmt	12	12	12	12	12	13	12	14	16	16
Western Idaho Fair	<u>15</u>	<u>16</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>	<u>14</u>
Total Business-Type Activities	132	138	153	148	148	149	149	154	157	157
Grand Total	1,442	1,502	1,558	1,644	1,584	1,566	1,589	1,654	1,693	1,697

Source: Ada County Auditors Office

Schedule 17
 Ada County
 Operating Indicators by Function/Program,
 Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities:										
General government										
Number of recorded documents	186,104	209,802	181,285	145,792	140,572	124,804	110,723	131,044	148,428	107,584
Primary election, May										
Number of registered voters at cutoff	----	179,457	----	184,624	----	198,302	----	204,112	----	203,963
Additional election day registrants (1)	----	2,892	----	2,562	----	3,011	----	1,544	----	3,259
Percentage voting in:	----	21.2%	----	21.1%	----	21.8%	----	16.4%	----	21.3%
General election, November										
Number of registered voters at cutoff	169,413	----	181,741	----	194,758	----	200,250	----	212,950	----
Additional election day registrants (1)	38,755	----	20,332	----	38,279	----	15,107	----	38,517	----
Percentage voting in:	75.8%	----	61.1%	----	78.0%	----	56.7%	----	73.2%	----
Building permits issued (outside cities)										
Residential	1,512	1,359	598	459	176	193	160	308	431	396
Commercial	25	31	37	19	8	3	13	12	5	20
Combined value of Building permits (in 1,000's)	\$ 319,012	\$ 323,530	\$ 169,064	\$ 117,609	\$ 37,753	\$ 45,108	\$ 34,305	\$ 62,915	\$ 91,399	\$ 102,231
County-wide new construction value (in 1,000's)	\$ 1,182,393	\$ 1,720,591	\$ 1,952,266	\$ 1,311,835	\$ 701,031	\$ 370,451	\$ 259,291	\$ 291,989	\$ 482,194	\$ 809,255
Number of Taxable property parcels assessed	168,269	178,567	186,359	186,806	190,097	189,734	190,236	191,154	191,186	192,659
Motor vehicles registered (Calendar Year) (2)	304,185	311,451	309,164	311,489	299,807	312,324	317,490	361,810	333,918	n/a
Drivers licenses in force (Calendar Year) (2)	242,653	251,822	259,768	265,195	269,456	274,164	280,056	285,790	292,728	n/a
Sanitation										
Acres sprayed for weed control	7,500	5,800	6,000	4,272	3,261	5,915	4,535	3,601	3,980	2,542
Acres sprayed for pest control	65,000	50,000	76,000	106,668	125,548	42,322	51,927	37,022	14,145	7,611
Acres sprayed for mosquito abatement (3)	31,493	141,526	48,939	68,135	105,609	57,744	54,258	56,651	105,262	78,865
Public Safety										
Traffic violations issued	58,738	61,729	63,682	68,311	62,648	61,276	60,358	66,533	57,717	59,765
Physical arrests	23,386	26,704	24,857	25,038	24,672	21,502	20,455	18,647	16,599	17,042
Average jail population	949	916	923	946	887	879	892	865	787	865
Health and welfare										
Number of cases processed	2,429	2,075	2,401	2,485	2,477	2,893	2,699	2,605	2,590	2,177
Recreational and cultural										
Barber Park Number of Visitors (4)	78,454	75,747	94,253	127,507	111,338	113,275	110,800	111,399	159,136	154,491
Education										
Amount of tuition assistance to county residents for community college (5)	\$ 205,473	\$ 185,584	\$ 230,756	\$ 153,879	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Business-type activities:										
Number of emergency responses	18,268	20,147	21,221	22,803	20,018	21,157	22,370	22,132	23,365	24,328
Cubic Yards of trash deposited at landfill (in 1,000's)	1,884	1,846	1,917	1,580	1,340	1,211	1,195	1,177	1,198	1,263
Western Idaho Fair attendance	219,601	228,836	243,610	232,674	225,046	217,769	224,731	233,523	222,461	223,335

- (1) Information of same day election registrants has been added to this schedule.
 (2) Calendar year information for 2014 not available as of September 30, 2014
 (3) In 2004, a more effective adulticiding formula was used to treat acres after mosquitos became resistant to the previous formula.
 In 2006, Ada County had the highest number of West Nile reported cases in the nation. An emergency aerial application covering 84,366 acres was completed.
 (4) In 2005, an alcohol ban on the Boise River by the City of Boise caused a drop in visitors. In 2008, off season and event center users were tracked and counted for the first time. In 2013, shuttle riders were tracked and counted for the first time.
 (5) Beginning with the fall semester of 2008, tuition assistance has been discontinued due to the formation of local taxing district College of Western Idaho.

Sources: Various county departments, Idaho Transportation Department and Idaho Secretary of State Website

Schedule 18
 Ada County
 Capital Asset Statistics by Function/Program,
 Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities:										
General Government										
Land (acres) ⁽¹⁾	27	27	27	32	27	27	27	284	284	284
Buildings	5	5	6	7	8	8	9	9	9	9
Vehicles	13	14	17	16	15	15	16	16	16	16
Public Safety										
Land (acres)	28	28	28	28	29	29	29	29	29	29
Buildings	11	11	11	11	11	11	11	11	11	11
Patrol Vehicles	80	96	97	106	115	116	119	122	118	132
Other Vehicles	24	27	33	39	42	40	42	47	49	52
Boats	2	2	2	3	3	3	2	3	3	3
Sanitation										
Land (acres)	2	2	2	2	2	2	2	2	2	2
Buildings	2	0	3	3	3	3	3	3	3	3
Vehicles	9	9	11	12	13	14	14	16	17	19
Recreational and Cultural										
Land (acres)	68	82	82	82	106	106	106	106	124	124
Buildings	4	4	5	5	5	5	5	5	5	5
Vehicles	2	2	2	2	2	2	2	2	2	2
Boats	1	1	1	1	1	1	1	1	1	1
Business-type activities:										
Emergency Medical Services										
Land (acres)	0	0	0	1	3	4	4	4	4	4
Buildings	4	4	4	6	5	5	8	8	7	7
Ambulances	21	23	24	26	27	26	26	28	30	29
Other Vehicles	9	9	9	10	10	10	12	13	14	16
Solid Waste Management										
Land (acres)	2713	2,716	2,716	2,716	2,716	2,716	2,716	2,716	2,716	2,667
Buildings	3	3	3	3	3	3	3	3	3	3
Vehicles	4	4	4	4	4	4	7	6	7	6
Western Idaho Fair										
Land (acres)	240	240	240	240	240	240	240	240	240	240
Buildings	11	13	13	13	13	13	13	13	13	13
Vehicles	2	2	2	2	2	2	2	2	2	2

(1) Ada County purchased 256.5 acres called Red Hawks Estate in 2012.

Source: Capital Asset Reports and Various County Departments

SINGLE AUDIT



Independent Auditor's Report on Internal control over Financial Reporting and on Compliance with Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Commissioners
Ada County, Idaho

We have audited, in accordance with the auditing standards generally accepted in the United States of American and in standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ada County, Idaho, (County) as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 22, 2014.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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*.

Purpose of this Report

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

A handwritten signature in black ink that reads "Eide Sully LLP". The signature is written in a cursive, flowing style.

Boise, Idaho
December 22, 2014



Independent Auditor's Report on Compliance for the Major Program and Report on Internal Control over Compliance Required by OMB Circular A-133

To the Board of Commissioners
Ada County, Idaho

Report on Compliance for the Major Federal Program

We have audited Ada County, Idaho's (County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2014. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on the compliance for each of Ada County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Ada County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on the Major Federal Program

In our opinion, Ada County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major Federal program for the year ended September 30, 2014.

Report on Internal Control over Compliance

Management of Ada County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered Ada County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on

compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance.

Accordingly, we do not express an opinion on the effectiveness of the Ada County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Boise, Idaho
December 22, 2014

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<i>Department of Agriculture</i>			
<u>Pass Through Payments From State of Idaho Superintendent of Public Instruction:</u>			
Cash Assistance:			
School Breakfast Program (a)	10.553	-	\$ 20,331
National School Lunch Program (a)	10.555	-	36,843
Non-Cash Assistance (Commodities):			
National School Lunch Program (a)	10.555	-	<u>4,893</u>
Total Department of Agriculture			<u>62,067</u>
<i>Department of the Interior-Bureau of Land Mgmt</i>			
<u>Pass Through Payments From State of Idaho Department of Agriculture:</u>			
Invasive and Noxious Plant Management	15.230	L11AC20096	<u>8,304</u>
<i>Department of the Interior-National Park Service</i>			
<u>Pass Through Payments From State of Idaho Department of Historic Preservation:</u>			
Historic Preservation Fund Grants-In-Aid	15.904	16-13-31919 PA-AF-00052	<u>7,000</u>
<i>Department of Justice</i>			
Violence Against Women Act Court Training and Improvement	16.013	2013-FL-AX-0002	21,471
Violence Against Women Act Court Training and Improvement- Mentor Court	16.013	2013-FL-AX-0004	12,543
Violence Against Women Act Court Training and Improvement - Total	16.013		<u>34,014</u>
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Prosecutor	16.590	2007-WE-AX-0012	96,616
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Prosecutor	16.590	2013-WE-AX-0048	64,584
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Sheriff	16.590	2007-WE-AX-0012	14,049
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Total	16.590		<u>175,249</u>

(continued)

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0769	39,799
Edward Byrne Memorial Justice Assistance Grant Program (b)	16.738	2011-DJ-BX-2485	83,598
<u>Pass Through Payments From City of Boise:</u>			
Edward Byrne Memorial Justice Assistance Grant Program (b)	16.738	2013-DJ-BX-0886	24,915
<u>Pass Through Payments From State of Idaho Department of Juvenile Corrections:</u>			
Juvenile Accountability Block Grant	16.523	11-JA41-01 12-JA41-01	20,624
Juvenile Justice & Delinquency Prevention-Allocation to States	16.540	11-JJ41-01	5,474
<u>Pass Through Payments From State of Idaho State Police:</u>			
Edward Byrne Memorial Justice Assistance Grant (b)	16.738	13-BJAGPP	49,950
Total Department of Justice			433,623
 <i>Department of Transportation</i>			
<u>Pass Through Payments From State of Idaho Department of Transportation:</u>			
Highway Planning & Construction	20.205	V119120 V139900	492
National Priority Safety Programs	20.616		1,157
Total Department of Transportation			1,649
 <i>Department of Health & Human Services</i>			
<u>Pass Through Payments From State of Idaho Department of Health and Welfare:</u>			
National Bioterrorism Hospital Preparedness Program - Coroner	93.889	-	47,621
National Bioterrorism Hospital Preparedness Program - EMS	93.889	-	1,500
National Bioterrorism Hospital Preparedness Program - Total	93.889		49,121
Centers for Disease Control and Prevention-Chronic Disease Prevention and Control	93.945	HC818300	1,120
Total Department of Health & Human Services			50,241

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<i>United States Coast Guard</i>			
<u>Pass Through Payments From State of Idaho</u> <u>Department of Parks and Recreation:</u>			
Boating Safety Financial Assistance	97.012	-	<u>29,221</u>
<i>Department of Homeland Security</i>			
<u>Pass Through Payments From State of Idaho</u> <u>Military Division:</u>			
Emergency Management Performance Grant	97.042	EMW-2012-EP-00065 EMW-2013-EP-00061	245,428
Homeland Security Grant Program - State Preparedness Equipment Grant	97.067	EMW-2011-SS-00018 EMW-2012-SS-00136 EMW-2013-SS-00149	345,456
Homeland Security Grant Program - Training & Exercise	97.067	EMW-2011-SS-00018	35,365
Homeland Security Grant Program - Training & Exercise Shared	97.067	EMW-2011-SS-00018	34,638
Homeland Security Grant Program - Administration	97.067	EMW-2012-SS-00136	4,152
Homeland Security Grant Program - Citizen Corp	97.067	EMW-2011-SS-00018	10,016
Homeland Security Grant Program - Emergency Planning	97.067	EMW-2011-SS-00018	159,636
Homeland Security Grant Program - Community Preparedness	97.067	EMW-2012-SS-00136	12,684
Homeland Security Grant Program - 2013 Homeland Security	97.067	EMW-2013-SS-00149	<u>56,532</u>
Homeland Security Grant Program - Total	97.067		658,479
Total Department of Homeland Security			<u>903,907</u>
<i>Other Federal Assistance</i>			
<u>Pass Through Payments From State of Idaho</u> <u>Secretary of State:</u>			
Help America Vote Act	93.617	-	<u>9,328</u>
	TOTAL FEDERAL ASSISTANCE		<u>\$ 1,505,340</u>

- (a) School Lunch Cluster - \$62,067
- (b) Justice Assistance Cluster - \$158,463

See Notes to the Schedule of Expenditures of Federal Awards.

ADA COUNTY, IDAHO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

1. The Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Ada County, Idaho. The reporting entity is defined in Note I-A to the County's basic financial statements.
2. The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting as described in Note I-C to the County's basic financial statements.
3. The major program is identified in the Schedule of Findings and Questioned Costs.

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

SECTION I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal Control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)?	No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
97.067	U.S. Department of Homeland Security – Homeland Security Grant Program

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 300,000
Auditee qualified as low-risk auditee?	Yes

SECTION II - Financial Statement Findings None

SECTION III - Federal Award Findings and Questioned Costs None