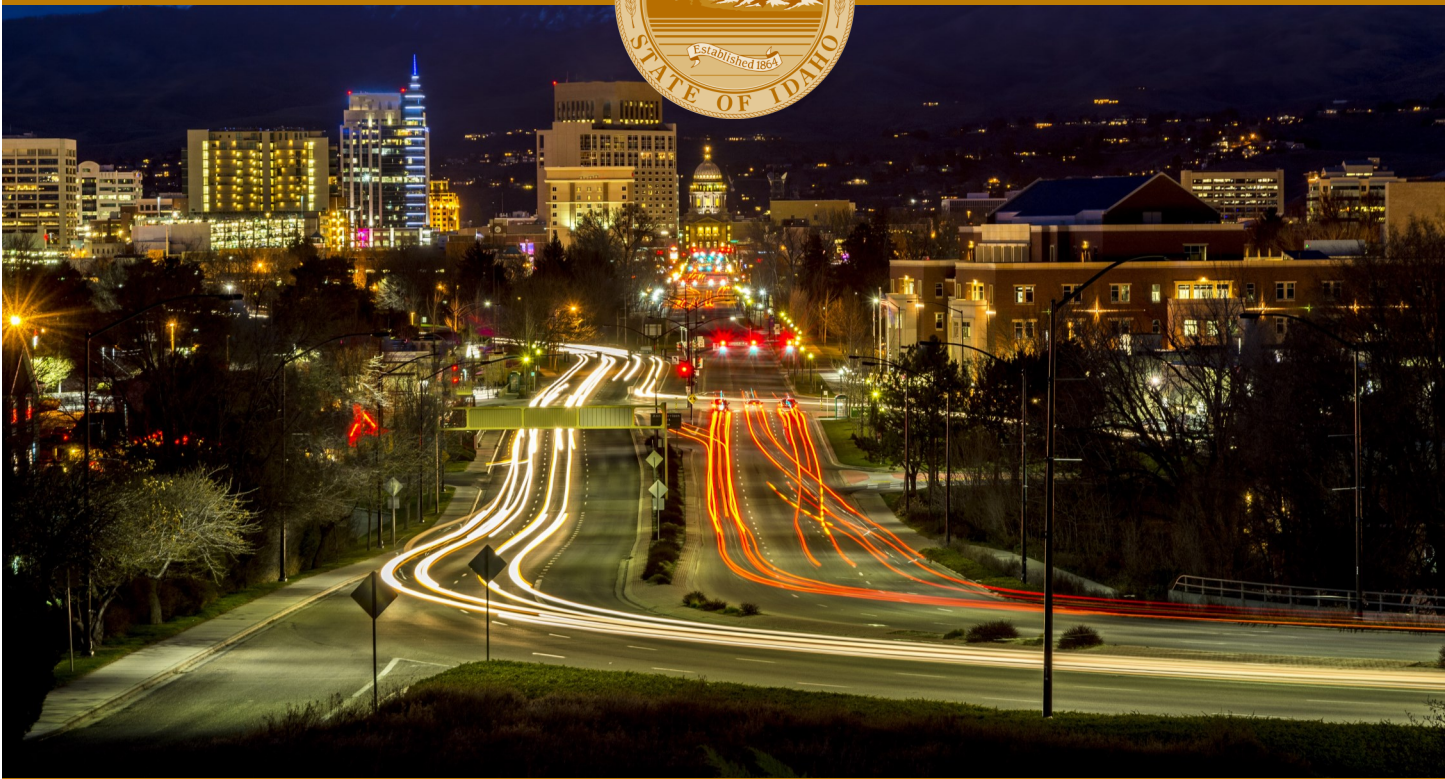


COMPREHENSIVE ANNUAL FINANCIAL REPORT



ADA COUNTY, IDAHO



FISCAL YEAR ENDING

SEPTEMBER 30, 2016

ADA COUNTY, IDAHO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2016

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, 2016**

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INTRODUCTORY SECTION



Christopher D. Rich
Clerk of the District Court

Phil McGrane
Chief Deputy

200 W Front Street, Boise, Idaho 83702

Phone (208) 287-6879

Fax (208) 287-6909

January 6, 2017

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, 2016.

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, 2016, 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, 2016, 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 requires 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 2015) is 434,211 or 412 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 financial report also includes a component entity due to its close relationship with the County. The Avimor Community Infrastructure District No. 1 assets, liabilities, fund balance, revenue and expenditures are blended into the County’s financial statements. Additional information on this entity can be found in the notes to the financial statements.

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, Debt Service 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 71.

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 66-70 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 75.

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. Five Ada County companies were recognized this year by Inc. magazine as among the 5,000 fastest growing in the country. Lonecone.com is the top ranked Ada County company at 235.

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. 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. Adjacent to JUMP is the new headquarters for the J.R. Simplot Company. Employees will begin moving into the new building at the end of the 2016 calendar year.

In January of 2014, the Greater Boise Auditorium District announced that the convention center would be expanded to an additional building. The Boise Centre East Building, as it will be called, will include a full service kitchen, meeting spaces, and a 14,000 square-foot ballroom on the fourth floor. Construction is estimated to be completed in April 2017.

Downtown Boise is experiencing a hotel boom. Hyatt Place located on Bannock Street is a 152 room hotel that is expected to be completed in the spring of 2017. The Marriott Residence Inn hotel on Capital Blvd. is a 180 room hotel that is expected to be completed in June 2017. The INN@500 which is also located on Capital Blvd is a 110 room hotel that is expected to be completed in early 2017. Along with the hotels, there have been several apartment and condominium developments that have broken ground in Ada County.

Once these projects are complete, the economy will be further strengthened by the increased employment and property valuation.

Employment in Ada County has remained steady over the past year. The County's unemployment rate is 3.3 percent as of September 30, 2016; which is lower than both the statewide and national unemployment rates of 3.4 percent and 4.8 percent, respectively.

The real estate market has fully recovered from the great recession. The average number of days on the market for residential properties has decreased to 43 days according to IMLS, a decrease of 2% from September 2015. The median sale price trend has finally reversed itself as prices have risen above pre-recession values. Also the number of newly constructed home sales increased from 1,568 in fiscal year 2015 to 2,200 in fiscal year 2016.

Long-term financial planning: The County takes a conservative approach to budgeting; revenues must cover expenses. For fiscal year 2016, the County levied for a three percent increase in taxes, the new construction roll, and an additional \$4.3M in foregone taxes to fund the final phase of the new dispatch center. The county's elected officials chose to suppress increases in operational expenditures in property tax supported departments and limit capital purchases. There was an increase of four positions that will be funded with property taxes and seventeen more positions supported by department revenue.

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 in the General Fund; also known as budget stabilization. The General Fund budget stabilization reserve at the end of fiscal 2016 was fully funded with \$7.4 million left for the government to use for future capital projects. Ada County will be using \$2.1 million of its fund balance to support the fiscal year 2017 budget.

Major initiatives: *Jail Security* – The current security system in the jail is past end of life and replacement parts are no longer available. Phase 1 of the security updated dealt with updating antiquated software and mechanics and was completed in Fiscal Year 2016. Phase 2 will replace aging cameras, outdated computer equipment and fully integrate the video and door systems. \$2,275,000 is budgeted in Fiscal Year 2017 to complete the project.

Emergency Communications – The single most critical request of the Fiscal Year 2016 budget was for a new dispatch center. The current dispatch center is nearly 40 years old and encompasses a mere 1,500 square feet. The space is over-utilized and overcrowded. Construction on the new building is on schedule and set to be opened in the summer of 2017. \$920,000 is budgeted in Fiscal Year 2017 for the acquisition and installation of fiber optic cabling, switching infrastructure, and firewalls necessary for the Dispatch Center to go live and communicate with the County's network.

Greenbelt Pathway –The pavement on the 1.14 miles of greenbelt between Warm Springs Golf Course and the East Park Center Bridge is 30 years old and is dangerously in disrepair. \$300,000 has been budgeted to repair the pathway. The project is expected to be completed during the fall of 2016.

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, 2015. This is the twenty-eighth 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,

A handwritten signature in black ink, appearing to read "Chris Rich", written over a horizontal line.

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, 2015

Executive Director/CEO

ADA COUNTY, IDAHO
ELECTED COUNTY OFFICIALS AND DEPARTMENT DIRECTORS
SEPTEMBER 30, 2016

ELECTED COUNTY OFFICIALS

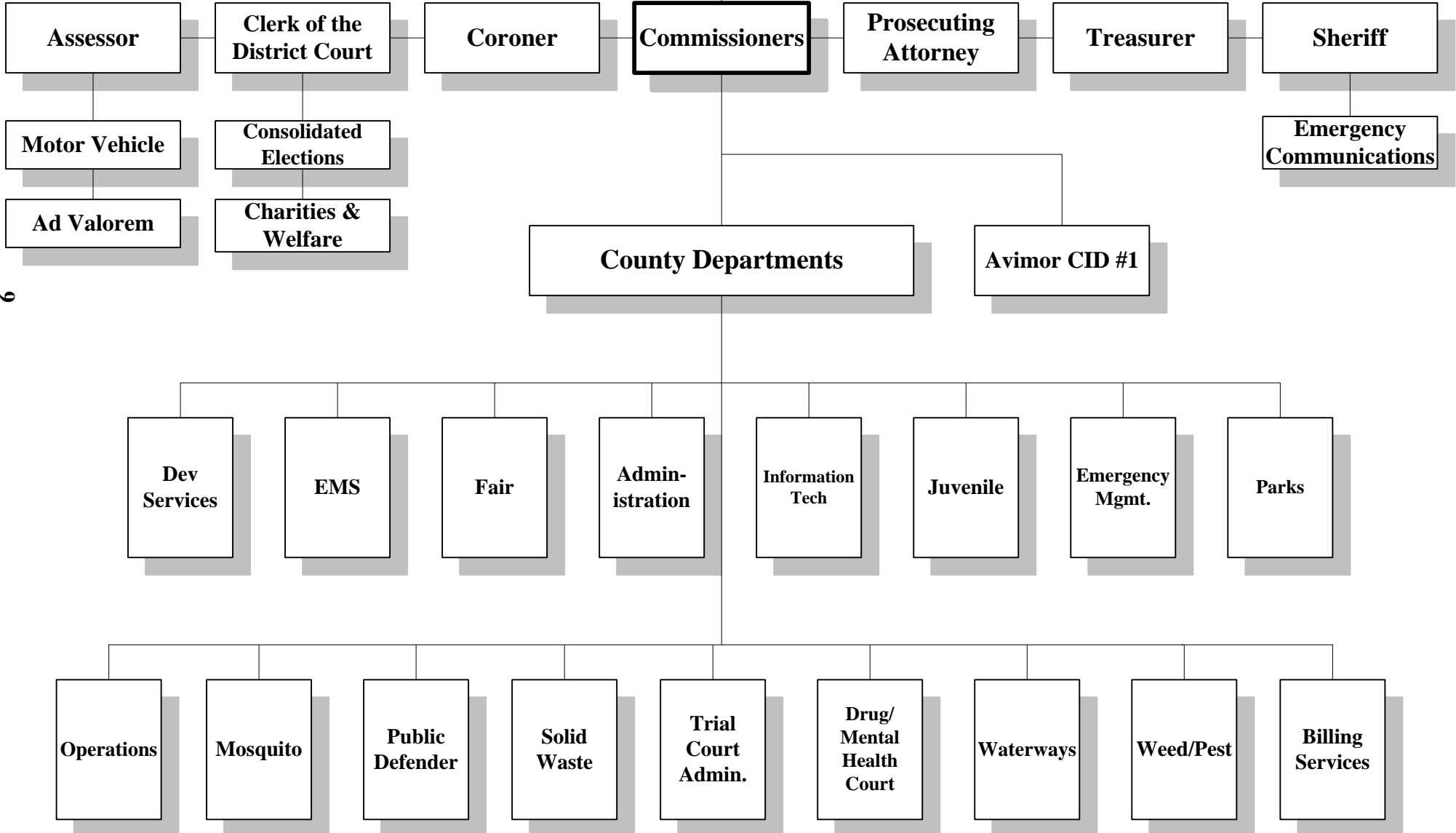
COMMISSIONER - FIRST DISTRICT-----Jim Tibbs, Chairman
COMMISSIONER - SECOND DISTRICT-----Richard L. Yzaguirre
COMMISSIONER - THIRD DISTRICT -----David L. Case
ASSESSOR-----Robert H. McQuade
CLERK/AUDITOR/RECORDER -----Christopher D. Rich
CORONER -----Dotti Owens
PROSECUTING ATTORNEY -----Jan M. Bennetts
SHERIFF -----Stephen Bartlett
TREASURER-----Vicky McIntyre

DEPARTMENT DIRECTORS

Charities and Welfare -----Christopher D. Rich
Information Technology -----Stephen G. O'Meara
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 -----Dawn Burns, Interim
Operations-----Scott Williams
Public Defender -----Anthony R. Geddes
Administration -----David L. Case, Liaison
Parks and Recreation/Waterways -----Scott Koberg
Solid Waste Management -----Scott Williams
Weed/Pest/Mosquito-----Brian K. Wilbur
Western Idaho Fair-----Robert A. Batista

ADA COUNTY, IDAHO ORGANIZATIONAL CHART

Ada County Electorate



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	Capital Projects, Consolidated Dispatch
	Debt Service	Avimor Community Infrastructure District No. 1
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



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, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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, 2016, 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, budgetary comparison information, schedule of employer's share of net pension liability – PERSI, and schedule of employer contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 dated January 6, 2017 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.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Boise, Idaho
January 6, 2017

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, 2016. 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 and deferred outflows of Ada County exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$253,985,474 (*net position*). Of this amount, \$53,308,849 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$17,418,552; \$5.8M more than the prior year. Revenue and expense increased \$16.4M and \$10.6M, respectively. The largest increase to revenues were property taxes of \$10.3M which was due to the County taking the new construction roll and the 3% increase in base as allowed by law, as well as \$4.3M of foregone taxes. Forgone taxes are those that were allowed in prior years but not taken and therefore 'banked' until a later date when needed. Operating grants and contributions increased by \$2M with \$1.1M from the Idaho State Public Defense Commission for improving the indigent defense delivery system within Ada County. Expenses across the board increased, roughly \$4M, due to the County experiencing a 27th pay period in 2016. Every eleven years, an extra pay period arises due to the mathematical calculations associated with a biweekly payroll. General government had an additional \$2.3M in expenses related to the procurement of a new elections system; along with additional costs associated with preparing for a presidential election. Health and welfare expenses increased \$1.9M because more 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 \$94,553,513, which is an increase of \$7,597,110 in comparison with the prior year. Of that total \$48,591,519 is unassigned in the general fund; however according to Ada County's financial policies \$29.2M 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, with the remaining \$7.4M available for future capital investments.

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.

Ada County

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, recreational and cultural activities and community infrastructure with the addition of the Avimor Community Infrastructure District No.1. This is a separate legal infrastructure district. However, due to the nature of the relationship between the County and the District, the assets, liabilities, deferred inflows and outflows, revenue and expenditures of this entity have met the requirements for a blended component unit presentation. 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 27-28 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 the *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the

Ada County

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 nineteen individual governmental funds. The general fund and charities and welfare, 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 seventeen 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 29-33 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.

Ada County

The basic proprietary fund descriptions and financial statements can be found on pages 34-38 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 40 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 42-65 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 66-74. 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 75-107 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 \$253,985,474 at the close of the most recent fiscal year. The largest portion of Ada County's net position (71.5%) 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.

Additionally, 7.4% of Ada County's net position are resources subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$53,308,849) 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.

Ada County's Net Position

	Governmental activities		Business-type activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 240,490,457	\$ 228,473,977	\$ 51,931,885	\$ 47,103,970	\$ 292,422,342	\$ 275,577,947
Capital assets	<u>131,474,550</u>	<u>124,827,095</u>	<u>51,178,122</u>	<u>51,974,692</u>	<u>182,652,672</u>	<u>176,801,787</u>
Total assets	<u>371,965,007</u>	<u>353,301,072</u>	<u>103,110,007</u>	<u>99,078,662</u>	<u>475,075,014</u>	<u>452,379,734</u>
Deferred Outflows	<u>18,328,010</u>	<u>17,722,564</u>	<u>2,020,189</u>	<u>1,866,115</u>	<u>20,348,199</u>	<u>19,588,679</u>
Long-term liabilities outstanding	73,042,917	53,430,520	30,413,851	27,204,475	103,456,768	80,634,995
Other liabilities	<u>11,788,861</u>	<u>14,624,409</u>	<u>2,781,312</u>	<u>3,703,495</u>	<u>14,570,173</u>	<u>18,327,904</u>
Total liabilities	<u>84,831,778</u>	<u>68,054,929</u>	<u>33,195,163</u>	<u>30,907,970</u>	<u>118,026,941</u>	<u>98,962,899</u>
Deferred Inflows	<u>117,258,035</u>	<u>128,750,358</u>	<u>6,152,763</u>	<u>7,688,234</u>	<u>123,410,798</u>	<u>136,438,592</u>
Net position						
Net investment in capital assets	130,658,570	124,827,095	51,178,122	51,974,692	181,836,692	176,801,787
Restricted	18,839,933	20,474,373	-	-	18,839,933	20,474,373
Unrestricted	<u>38,704,701</u>	<u>28,916,881</u>	<u>14,604,148</u>	<u>10,373,881</u>	<u>53,308,849</u>	<u>39,290,762</u>
Total net position	<u>\$ 188,203,204</u>	<u>\$ 174,218,349</u>	<u>\$ 65,782,270</u>	<u>\$ 62,348,573</u>	<u>\$ 253,985,474</u>	<u>\$ 236,566,922</u>

The County's business-type activities reported an overall increase of \$4,230,267 in unrestricted net position, as well as increases in each fund with the exception of the billing services fund, which decreased \$79,756 due to increased costs without an increase in fees to offset. The emergency medical services fund increased \$1,561,291 due to an increase in calls and the corresponding revenue received. Considering the solid waste management fund's change in net position was smaller than the prior year, their unrestricted net position still increased \$1,259,945 due to a substantially smaller balance in accounts payable. And the Western Idaho Fair fund increased \$656,527 mainly due to the depreciation of their capital assets. There was also an increase in internal balances related to business-type activities of \$832,260 for the year.

During the current year, the government's overall net position increased by \$17,418,552. The County's business-type activities experienced an increase of \$3,433,697 due mainly to the changes mentioned above, while governmental activities increased by \$13,984,855.

Ada County

Changes to both, are displayed on the following chart:

Ada County's Changes in Net Position

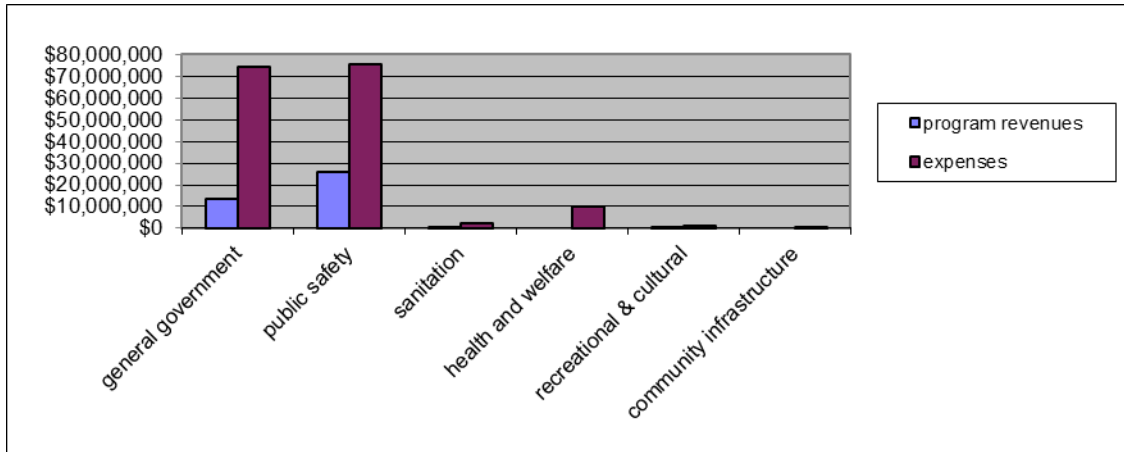
	Governmental activities		Business-type activities		Total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program revenues:						
Charges for services	\$ 34,222,810	\$ 33,173,625	\$ 33,098,229	\$ 32,241,607	\$ 67,321,039	\$ 65,415,232
Operating grants and contributions	5,513,005	3,489,218	18,751	8,098	5,531,756	3,497,316
Capital grants and contributions	81,213	24,985	98,898	-	180,111	24,985
General revenues:						
Property taxes	105,408,001	95,405,170	5,167,523	4,877,345	110,575,524	100,282,515
Other taxes	19,569,920	18,063,881	264,390	244,505	19,834,310	18,308,386
Grants and contributions not restricted to specific program	8,412,292	8,107,851	-	-	8,412,292	8,107,851
Interest & investment earnings	929,258	1,438,120	264,474	397,117	1,193,732	1,835,237
Miscellaneous	2,943,000	2,036,803	121,628	162,921	3,064,628	2,199,724
Total revenues	177,079,499	161,739,653	39,033,893	37,931,593	216,113,392	199,671,246
Expenses:						
General government	73,729,926	68,562,477	-	-	73,729,926	68,562,477
Public safety	75,584,632	72,847,031	-	-	75,584,632	72,847,031
Sanitation	2,419,442	2,179,381	-	-	2,419,442	2,179,381
Health and welfare	10,190,785	8,217,181	-	-	10,190,785	8,217,181
Recreational and cultural	1,085,473	1,062,997	-	-	1,085,473	1,062,997
Community infrastructure	54,065	246,330	-	-	54,065	-
Interest on long-term debt	30,321	1,041,490	-	-	30,321	1,041,490
Emergency Medical Svcs.	-	-	13,309,813	12,350,119	13,309,813	12,350,119
Solid Waste Mgmt.	-	-	12,844,692	12,820,260	12,844,692	12,820,260
Western Idaho Fair	-	-	4,481,978	4,139,887	4,481,978	4,139,887
Billing Svcs.	-	-	4,963,713	4,870,951	4,963,713	4,870,951
Total expenses	163,094,644	154,156,887	35,600,196	34,181,217	198,694,840	188,091,774
Increase (decrease) in net position before transfers	13,984,855	7,582,766	3,433,697	3,750,376	17,418,552	11,579,472
Transfers	-	(94,116)	-	94,116	-	-
Increase (decrease) in net position	13,984,855	7,488,650	3,433,697	3,844,492	17,418,552	11,579,472
Net position - beginning	174,218,349	166,729,699	62,348,573	58,504,081	236,566,922	225,233,780
Net position - ending	\$ 188,203,204	\$ 174,218,349	\$ 65,782,270	\$ 62,348,573	\$ 253,985,474	\$ 236,813,252

Governmental activities. Total net position for government activities increased \$13,984,855; which is \$6,496,205 more than the prior year. Key elements are:

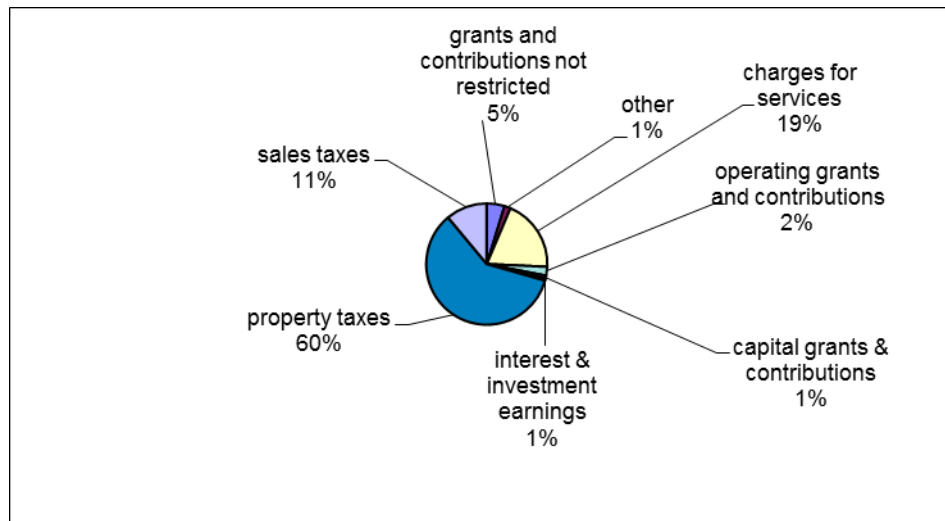
- Property taxes increased \$10,002,831. Ada County, levied the new construction roll, the 3% increase of base and \$4.3M in foregone, all of which are allowed by law.
- Other taxes increased \$1.5M due to increased sales tax and revenue sharing from the State of Idaho.
- Operating grants and contributions increased \$2M; with the biggest increase due to the addition of the Indigent Defense grant awarded to the Public Defender's Office.
- General government and public safety had the largest increase, \$6M and \$2.7M, respectively. These increases are due to the 27th pay period (\$1.6M and \$2M respectively), 10 new positions (6 for general government at a cost of \$428K and 4 for public safety for \$212K) and the procurement of a new \$2.3M elections system.

Ada County

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



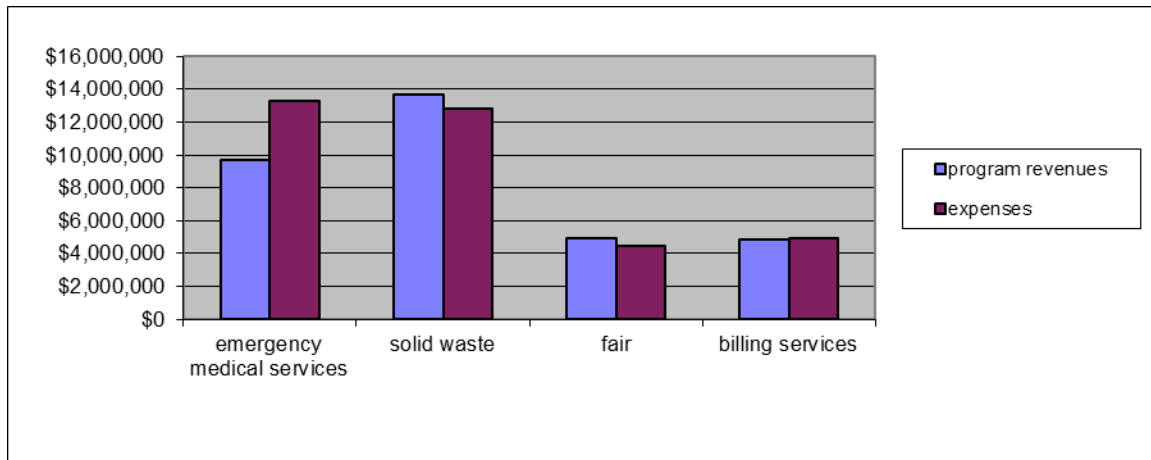
Business-type activities. Business-type activities increased the County’s net position by \$3,433,697, accounting for 20.6% of the total growth. All of the County’s Enterprise Funds incurred positive growth, with the exception of the billing services fund which had a small loss.

- Revenue and expense in the solid waste management fund remained unchanged from the prior year, allowing for an increase in net position of \$891,174.
- Emergency medical services net position increased \$1,384,033; the increase in revenue offset the increase in expenses related to the 27th pay period and the addition of 6 new positions.

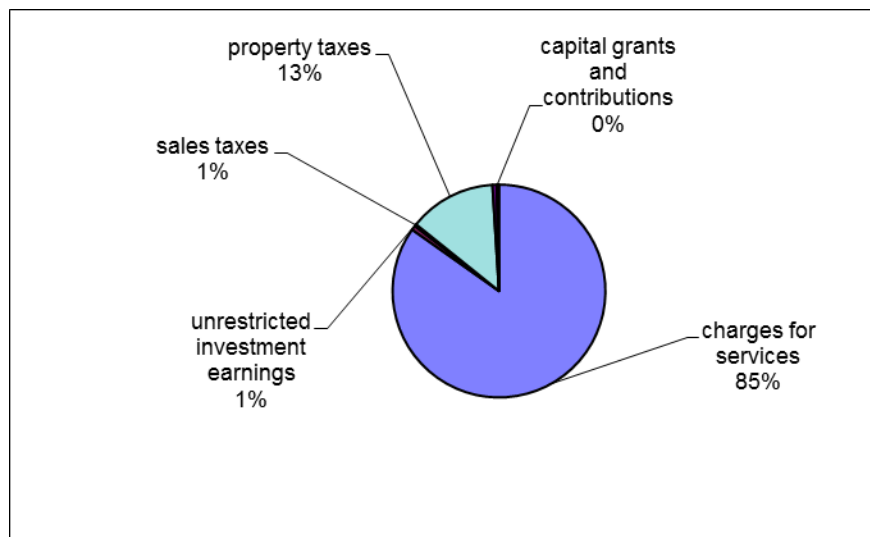
Ada County

- The Western Idaho Fair's revenue and expense both increase slightly allowing for an increase in net position of \$405,986.
- Revenue and expense in billing services increased slightly; however the increase in revenue was not enough to cover the increase in expense causing a decrease in net position of \$79,756.

Expenses and Program Revenues – Business-type Activities



Revenue by Source – Business-type Activities



Ada County

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 \$94,553,513, an increase of \$7,597,110 in comparison with the prior year. Ada County has restrictions and assignments for its fund balance. These include: \$3,000,788 restricted by granting agencies to pay for specific programs, \$15,362,824 restricted by enabling legislation and \$572,765 restricted for community infrastructure due to the County's component unit, Avimor CID No. 1. Assignments total \$27,025,617; of which \$421,190 in the general fund is assigned for future improvements to a new imaging solution for recorded documents; also \$2,110,159 in the general fund, and \$10,362,486 in all other government funds was assigned for subsequent years expenditures during the fiscal year 2017 budget process. The remaining \$14,131,782 is assigned by definition of the special revenue funds, including their minimum fund balance or budget stabilization and cash basis requirements. Total unassigned is \$48,591,519; of which \$29,164,447 is required to cover the first three months of operating expenses before property taxes are received in January (cash basis) with the remaining \$19,427,072 reserved for the minimum fund balance; which exceeds the full requirement for the general fund by \$7,427,072 and will be considered for future capital projects.

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 \$54,123,656 of which \$3,000,788 was restricted as mentioned above, \$2,531,349 was assigned and \$48,591,519 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 41 percent of total general fund expenditures while total fund balance represents 43 percent.

During the current year, the fund balance of the County's general fund increased by \$7,114,908 after transfers and for reasons similar to those described on page 19 under *Governmental activities*.

- Property taxes increased \$10,591,262 due to the County increasing taxes by the 3% increase allowed by law and the new construction roll. In addition, the County took \$4.3M in foregone taxes for the new dispatch center. These are taxes that could have been taken in prior years but weren't, they are allowed by law to be 'banked' and used at a later time.
- Intergovernmental revenue increased \$3,870,581 due to sales tax and revenue sharing from the State of Idaho, along with a \$1.1M grant from the Idaho State Public Defense Commission for improving the indigent defense delivery system.

Ada County

- Personnel costs increased \$4,423,442 due to the 27th pay period which occurs every 11 years as a result of a biweekly payroll, a 2% merit and 9 new positions.

The charities and welfare fund has an ending fund balance of \$13,550,451, an increase of \$1,367,857 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. Over the last four years, this fund has been replenished allowing for property taxes to be shifted to other funds. Even as requests for services are starting to increase, the fund continues to incur positive growth.

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 \$7,921,338; those for the solid waste management fund amounted to \$1,382,554; those for the Western Idaho Fair amounted to \$1,795,644; and those for billing services amounted to \$896,751. The change in net position for the four funds consisted of an increase of \$1,384,033, an increase of \$891,174, an increase of \$405,986, and a decrease of \$79,756, 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 18, 19 (chart), 20 and 21.

General Fund Budgetary Highlights

The final budget in the general fund was amended to reflect an increase of \$6,242,089 and can be briefly summarized as follows:

- \$ 3,810,058 in increases allocated to the juvenile department
- \$ 1,026,001 in increases allocated to the sheriff's department
- \$ 710,475 in increases allocated to the clerk's department
- \$ 691,555 in increases allocated to the prosecutor's department
- \$ 4,000 in increases allocated to the development service's department

Of the changes summarized above, increases of \$4,727,355 were from various Federal and State funding sources. The remaining \$1,514,734 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 \$4.4 million (presented on page 66). Several revenue sources had positive variances of \$650K or more. Sales tax allocation was the largest at \$911K while, charges for services, at \$735K was second and interest income was third with \$719K. The County intentionally did not budget any revenue for interest due to the reduction in cash from the prior year when the Courthouse lease was paid off and interest rates remaining extremely low.

Ada County

The difference between the final amended general fund expenditures budget and actual expenditures was a positive variance of \$8.7 million (pages 66-69). "Personnel services" accounted for \$2.4 million (28%) roughly the same as the prior year. A continued conservative approach to spending resulted in a positive variance in "other services and charges" of \$5.6 million (64%).

Contract services for the prosecutor, special department supplies, utilities, building repairs and maintenance for operations, attorney fees and professional services for the public defender and postage and contingency in the general fund were all areas that brought the general fund under budget. The general fund budget related to grants had \$3 million unspent at year-end that will be brought forward into the next year. Eighty-seven percent (\$2.6M) 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, 2016, amounts to \$182,652,672 (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 at the landfill). Overall there was a 3% increase in the County's investment in capital assets; with a 5 percent increase in governmental activities and a 2 percent decrease 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 2016):

- A new computer aided dispatch (CAD) system began in fiscal 2014, costs to date \$5M. When completed in 2017 the system will provide greater information to operate more efficiently for all dispatch, fire, law and EMS in Ada County. This provides upgrades to the dispatch center as well as the computers in the vehicle for first responders.
- Construction of a new 5,000 square foot facility for Juvenile probation services at their Meridian location began in fiscal 2015; completion occurred in September for a total cost of \$1.2M
- An investment in 'critical systems' in the sheriff's office will consolidate nine independent systems into two integrated ones which will reduce the need to input data multiple times and allow the data to be shared between law enforcement agencies, this project was started in fiscal year 2015, costs to date \$1.2M; total cost estimated at \$2.1M.
- Construction of a new consolidated dispatch facility began in fiscal 2015; costs to date \$7.8M. When completed in 2017, the building, telecommunications and dispatch infrastructure are estimated to have cost over \$9.1M.
- Replacement of current jail security system, including door, intercom and camera systems began in fiscal year 2015; costs to date \$297K. When completed total cost of replacement expected to be \$4.5M.

Ada County's Capital Assets

(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 7,657,147	\$ 7,657,147	\$ 5,052,409	\$ 5,052,409	\$ 12,709,556	\$ 12,709,556
Land improvements	781,236	985,794	29,177,547	29,637,939	29,958,783	30,623,733
Building	94,760,338	98,010,325	9,084,161	9,457,395	103,844,499	107,467,720
Infrastructure	1,036,122	1,297,082	4,482,544	4,654,584	5,518,666	5,951,666
Leased assets	806,266	-	604,147	604,147	1,410,413	604,147
Vehicles	2,099,977	1,582,178	880,225	977,763	2,980,202	2,559,941
M&E	8,107,733	8,410,479	1,592,544	1,499,908	9,700,277	9,910,387
Intangibles/software	360,120	388,000	-	-	360,120	388,000
Construction in progress	15,865,611	6,496,090	304,545	90,547	16,170,156	6,586,637
Total	\$ 131,474,550	\$ 124,827,095	\$ 51,178,122	\$ 51,974,692	\$ 182,652,672	\$ 176,801,787

Additional information on Ada County's capital assets can be found in note I-D-4, pages 47 and II-C, pages 53-54, 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. The County did enter into a lease for the procurement of election equipment and the Avimor Community Infrastructure District No. 1, a blended component unit of Ada County, issued bonds for a total of \$304,000, the total of which were outstanding at September 30, 2016.

Ada County's Outstanding Debt

	Governmental activities		Business-type activities		Total	
	2016	2015	2016	2015	2016	2015
Leases	\$ 815,980	\$ -	\$ -	\$ -	\$ 815,980	\$ -
Avimor CID No. 1 Bonds	684,369	380,800	-	-	684,369	380,800
Total	\$ 1,500,349	\$ 380,800	\$ -	\$ -	\$ 1,500,349	\$ 380,800

During the current fiscal year, the County's total debt increased by \$815,980 or 100% due to the new lease entered into this fiscal for election equipment.

Ada County maintains an 'Aa2' rating from Moody's and an 'AA' rating from Standard and Poor's for general obligation debt. 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 page 48, and notes II-G-H on pages 56-58 of this report.

Ada County

Economic Factors and Next Year's Budgets and Rates

These factors were considered in preparing the County's budget for the 2017 fiscal year:

- The unemployment rate for Ada County is currently 3.3 percent, up .2 percent from a year ago. The current rate is lower than the state's unemployment rate of 3.4 percent and lower than the national rate of 4.8 percent.
- Sale of new homes has increase slightly over last year while the average number of days residential homes are on the market decreased 3 days from the prior year to 43 days.
- Median sales price has risen above pre-recession values.
- The population in the County increased 1.8 percent from 2014 to 2015 (the most recent information available) – from 426,236 to 434,211.

Restricted, Assigned and Unassigned fund balance in the general fund (\$54.1M) consists of: \$3 million (6%) has been restricted by granting agencies for Juvenile Court Services and the Sheriff's Office. There is \$2.1 million (4%) assigned that has been appropriated for spending in the 2017 budget and \$421K (1%) for a new imaging solution for recorded documents. The remaining \$48.6 (89%) is unassigned; however based on Ada County's financial policies \$29.2M is required to cover the first three months of operating expenses before property taxes are received in January. Additionally, the remaining \$19.4M covers the reservation to meet our minimum fund balance policy, also known as budget stabilization and includes \$7.4M for future capital projects. 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 2017.

Pursuant to Resolutions adopted during the fiscal year:

- A resolution adopted to provide guidance for the application of the provisions of Title 31, Chapter 34 of the Idaho Code - Non-medical Indigent Assistance as it applies to the County's Charities and Welfare fund. The following areas are addressed in the resolution: restrictions on providing non-medical assistance, application process, investigation process, rental assistance and utility assistance.

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, 2016

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 82,784,895	\$ 26,547,905	\$ 109,332,800
Investments	39,532,016	12,770,562	52,302,578
Receivables, net	120,416,962	10,140,700	130,557,662
Internal balances	(2,419,785)	2,419,785	-
Accrued interest receivable	176,369	52,933	229,302
Capital assets, net of depreciation:			
Land, not depreciated	7,657,147	5,052,409	12,709,556
Land improvements	781,236	29,177,547	29,958,783
Building	94,760,338	9,084,161	103,844,499
Infrastructure	1,036,122	4,482,544	5,518,666
Vehicles	2,099,977	880,225	2,980,202
Machinery & equipment	8,107,733	1,592,544	9,700,277
Intangible software	360,120	-	360,120
Leased assets	806,266	604,147	1,410,413
Construction in progress	15,865,611	304,545	16,170,156
Capital assets, net	<u>131,474,550</u>	<u>51,178,122</u>	<u>182,652,672</u>
Total assets	<u>371,965,007</u>	<u>103,110,007</u>	<u>475,075,014</u>
DEFERRED OUTFLOWS			
Pension	<u>18,328,010</u>	<u>2,020,189</u>	<u>20,348,199</u>
LIABILITIES			
Accounts payable	11,728,660	2,310,484	14,039,144
Accrued interest	8,188	-	8,188
Unavailable/advanced revenue	52,013	470,828	522,841
Long-term liabilities:			
Due within one year	5,909,299	33,739	5,943,038
Due in more than one year-other liabilities	10,539,295	24,340,046	34,879,341
Due in more than one year-pension liability	56,594,323	6,040,066	62,634,389
Total liabilities	<u>84,831,778</u>	<u>33,195,163</u>	<u>118,026,941</u>
DEFERRED INFLOWS			
Property tax	110,724,182	5,454,823	116,179,005
Pension	6,533,853	697,940	7,231,793
Total deferred inflows	<u>117,258,035</u>	<u>6,152,763</u>	<u>123,410,798</u>
NET POSITION			
Net investment in capital assets	130,658,570	51,178,122	181,836,692
Restricted for:			
Grant Programs	3,000,788	-	3,000,788
Consolidated Elections	325,904	-	325,904
Court Functions	4,448,875	-	4,448,875
Public Safety	7,586,813	-	7,586,813
Weed/Pest/Mosquito Abatement	2,830,074	-	2,830,074
Welfare and Public Health	74,714	-	74,714
Community Infrastructure	572,765	-	572,765
Unrestricted	38,704,701	14,604,148	53,308,849
Total net position	<u>\$ 188,203,204</u>	<u>\$ 65,782,270</u>	<u>\$ 253,985,474</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, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 73,729,926	\$ 11,706,122	\$ 1,704,626	\$ -	\$ (60,319,178)	\$ -	\$ (60,319,178)
Sanitation	2,419,442	241,122	13,502	-	(2,164,818)	-	(2,164,818)
Public safety	75,584,632	21,985,540	3,794,877	81,213	(49,723,002)	-	(49,723,002)
Health and welfare	10,190,785	-	-	-	(10,190,785)	-	(10,190,785)
Recreational and cultural	1,085,473	290,026	-	-	(795,447)	-	(795,447)
Community infrastructure	54,065	-	-	-	(54,065)	-	(54,065)
Interest on long-term debt	30,321	-	-	-	(30,321)	-	(30,321)
Total governmental activities	<u>163,094,644</u>	<u>34,222,810</u>	<u>5,513,005</u>	<u>81,213</u>	<u>(123,277,616)</u>	<u>-</u>	<u>(123,277,616)</u>
Business-type activities:							
Emergency Medical Services	13,309,813	9,604,435	18,751	54,865	-	(3,631,762)	(3,631,762)
Solid Waste Management	12,844,692	13,691,925	-	-	-	847,233	847,233
Western Idaho Fair	4,481,978	4,923,187	-	44,033	-	485,242	485,242
Billing Services	4,963,713	4,878,682	-	-	-	(85,031)	(85,031)
Total business-type activities	<u>35,600,196</u>	<u>33,098,229</u>	<u>18,751</u>	<u>98,898</u>	<u>-</u>	<u>(2,384,318)</u>	<u>(2,384,318)</u>
Total primary government	<u>\$ 198,694,840</u>	<u>\$ 67,321,039</u>	<u>\$ 5,531,756</u>	<u>\$ 180,111</u>	<u>(123,277,616)</u>	<u>(2,384,318)</u>	<u>(125,661,934)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes					105,408,001	5,167,523	110,575,524
Sales taxes					19,569,920	264,390	19,834,310
Grants and contributions not restricted to specific programs					8,412,292	-	8,412,292
Interest and investment earnings					929,258	264,474	1,193,732
Miscellaneous					<u>2,943,000</u>	<u>121,628</u>	<u>3,064,628</u>
Total general revenues, special item and transfers					<u>137,262,471</u>	<u>5,818,015</u>	<u>143,080,486</u>
Change in net position					<u>13,984,855</u>	<u>3,433,697</u>	<u>17,418,552</u>
Net position - beginning					<u>174,218,349</u>	<u>62,348,573</u>	<u>236,566,922</u>
Net position - ending					<u>\$ 188,203,204</u>	<u>\$ 65,782,270</u>	<u>\$ 253,985,474</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.

ADA COUNTY
Balance Sheet
Governmental Funds
September 30, 2016

	General Fund	Charities and Welfare	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash	\$ 36,641,275	\$ 10,936,517	\$ 19,627,513	\$ 67,205,305
Investments	17,673,285	5,255,342	9,160,863	32,089,490
Accounts receivable	492,429	-	314,092	806,521
Property tax receivable	89,338,440	5,298,176	18,100,349	112,736,965
Accrued interest receivable	129,793	-	15,425	145,218
Due from other funds	441,406	-	8,187	449,593
Due from other agencies and units of government	6,736,363	-	137,113	6,873,476
Total assets	\$ 151,452,991	\$ 21,490,035	\$ 47,363,542	\$ 220,306,568
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 7,975,522	\$ 742,834	\$ 2,269,889	\$ 10,988,245
Due to other funds	15,373	-	61,885	77,258
Unavailable/advanced revenues	-	-	52,013	52,013
Accrued liabilities	-	1,898,574	-	1,898,574
Total liabilities	7,990,895	2,641,408	2,383,787	13,016,090
DEFERRED INFLOWS				
Property tax	89,338,440	5,298,176	18,100,349	112,736,965
FUND BALANCES				
Restricted for:				
Grants				
Juvenile court services	2,859,918	-	-	2,859,918
Sheriff	140,870	-	-	140,870
Enabling legislation				
Public health services	-	-	74,714	74,714
Weed/Pest/Mosquito	-	-	2,844,176	2,844,176
Alternative courts and facilities	-	-	4,481,660	4,481,660
Emergency communications	-	-	7,632,119	7,632,119
Consolidated elections	-	-	330,155	330,155
Community infrastructure	-	-	572,765	572,765
Assigned for:				
General government				
Recording services	421,190	-	-	421,190
Administration	1,427,166	-	-	1,427,166
Computer services	273,210	-	-	273,210
Appraisal/Land record	-	-	1,983,096	1,983,096
Public safety				
Sheriff	320,725	-	-	320,725
Juvenile court services	89,058	-	-	89,058
Emergency management	-	-	547,521	547,521
Judicial services				
District court and monitoring	-	-	4,247,331	4,247,331
Health and welfare				
Indigent services	-	13,550,451	-	13,550,451
Recreation and culture				
Parks and Waterways	-	-	1,207,690	1,207,690
Capital projects				
Consolidated dispatch	-	-	1,106,362	1,106,362
All other capital projects	-	-	1,851,817	1,851,817
Unassigned	48,591,519	-	-	48,591,519
Total fund balances	54,123,656	13,550,451	26,879,406	94,553,513
Total liabilities, deferred inflows and fund balances	\$ 151,452,991	\$ 21,490,035	\$ 47,363,542	

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, 2016

Total Fund Balances - Governmental Funds **\$ 94,553,513**

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	166,783,143	
Infrastructure	2,842,359	
Vehicles	6,966,800	
Intangible Software	622,338	
Machinery and Equipment	36,901,012	
Construction in Progress	15,865,611	
Leased Assets	815,980	
Accumulated Depreciation	<u>(109,905,302)</u>	
Total Capital Assets		131,474,550

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. 2,012,783

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:

Net Pension Liability	\$ (56,594,323)	
Accrued Interest on Bonds	(8,188)	
Lease Payable	(815,980)	
Bonds Payable	(684,369)	
Compensated Absences	<u>(5,257,092)</u>	
		(63,359,952)

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions:

Net difference between projected and actual investment earnings on pension plan investments	\$ 14,613,298	
Changes of assumptions	1,260,157	
Contributions made subsequent to measurement date	<u>2,454,555</u>	
		18,328,010

Deferred inflows of resources related to pensions:

Differences between expected and actual experience	(5,642,204)	
Changes in proportionate share	<u>(891,649)</u>	
		(6,533,853)

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. 11,728,153

Total Net Position - Governmental Activities **\$188,203,204**

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, 2016

	General Fund	Charities and Welfare	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 81,403,293	\$ 8,783,717	\$ 15,276,890	\$ 105,463,900
Licenses and permits	1,428,897	-	164,634	1,593,531
Fines and forfeitures	181,336	-	1,410,339	1,591,675
Charges for services	23,148,306	767,238	7,889,298	31,804,842
Intergovernmental	28,910,611	3,610	4,662,209	33,576,430
Interest income	470,303	116,205	184,545	771,053
Net increase (decrease) in the fair value of investments	(4,325)	(1,163)	(4,601)	(10,089)
Miscellaneous	2,997,053	400,341	1,484,160	4,881,554
Total revenues	<u>138,535,474</u>	<u>10,069,948</u>	<u>31,067,474</u>	<u>179,672,896</u>
EXPENDITURES				
Current:				
General government	51,224,720	-	17,508,727	68,733,447
Public safety	71,006,983	-	4,580,370	75,587,353
Sanitation	-	-	2,212,704	2,212,704
Health and welfare	-	8,587,049	1,935,805	10,522,854
Recreational and cultural	-	-	794,274	794,274
Community infrastructure	-	-	564,338	564,338
Capital outlay	2,837,806	-	11,655,421	14,493,227
Debt service:				
Principal retirement	-	-	431	431
Interest and other debt charges	-	-	25,802	25,802
Total expenditures	<u>125,069,509</u>	<u>8,587,049</u>	<u>39,277,872</u>	<u>172,934,430</u>
Excess (deficiency) of revenues over expenditures	<u>13,465,965</u>	<u>1,482,899</u>	<u>(8,210,398)</u>	<u>6,738,466</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	255,538	-	7,422,575	7,678,113
Transfers (out)	(7,422,575)	(115,042)	(97,832)	(7,635,449)
Lease proceeds	815,980	-	-	815,980
Total other financing sources and uses	<u>(6,351,057)</u>	<u>(115,042)</u>	<u>7,324,743</u>	<u>858,644</u>
Net change in fund balances	7,114,908	1,367,857	(885,655)	7,597,110
Fund balance, beginning of year	<u>47,008,748</u>	<u>12,182,594</u>	<u>27,765,061</u>	<u>86,956,403</u>
Fund balance, end of year	<u>\$ 54,123,656</u>	<u>\$ 13,550,451</u>	<u>\$ 26,879,406</u>	<u>\$ 94,553,513</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, 2016**

Total Net Change in Fund Balances - Governmental Funds \$ 7,597,110

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 less than Capital Outlay expense in the current year by the following amount:

Capital Outlay	\$ 14,493,227	
Depreciation Expense	<u>(8,173,589)</u>	
Excess of Depreciation Expense over Capital Outlay		6,319,638

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		327,817
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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		(55,899)
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Some of the assets acquired this year were financed with leases. The amount financed by the leases is reported in the governmental funds as a source of financing. On the other hand, the leases are not revenues in the Statement of Activities, but rather constitute long-term liabilities in the Statement of Net Assets.

		(815,980)
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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:

Avimor CID Bond Proceeds		(304,000)
Avimor CID Bond Payments		431

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 bonds/leases payable	\$ (4,519)	
Compensated absences	(225,905)	
Pension expenditures	(2,569,675)	
Pension contributions	<u>2,446,460</u>	
Total Additional Expenditures		(353,639)

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.

		1,269,377
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Change in Net Position - Governmental Activities

\$ 13,984,855

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, 2016

	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	\$ 7,041,270	\$ 16,903,997	\$ 1,681,399	\$ 921,239	\$ 26,547,905	\$ 15,579,590
Investments	3,388,237	8,133,904	805,152	443,269	12,770,562	7,442,526
Receivables, net	2,937,354	456,636	17,028	266,278	3,677,296	-
Due from other funds	-	67,732	-	645	68,377	-
Due from other agencies	74,087	830,570	-	2,528	907,185	-
Property tax receivable	5,556,219	-	-	-	5,556,219	-
Accrued interest receivable	14,063	33,502	3,370	1,998	52,933	31,151
Total current assets	<u>19,011,230</u>	<u>26,426,341</u>	<u>2,506,949</u>	<u>1,635,957</u>	<u>49,580,477</u>	<u>23,053,267</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	8,021,478	1,277,017	7,385,610	-	16,684,105	-
Infrastructure	-	7,779,105	826,332	-	8,605,437	-
Vehicles	4,149,374	208,319	58,647	-	4,416,340	-
Machinery & equipment	1,206,511	1,984,942	507,807	-	3,699,260	-
Leased assets	-	-	1,840,251	-	1,840,251	-
Construction in progress	304,545	-	-	-	304,545	-
Less accumulated depreciation	(6,011,929)	(8,243,838)	(9,779,161)	-	(24,034,928)	-
Capital assets, net	<u>8,704,116</u>	<u>38,216,900</u>	<u>4,257,106</u>	<u>-</u>	<u>51,178,122</u>	<u>-</u>
Total assets	<u>27,715,346</u>	<u>64,643,241</u>	<u>6,764,055</u>	<u>1,635,957</u>	<u>100,758,599</u>	<u>23,053,267</u>
DEFERRED OUTFLOWS						
Pension	<u>1,695,565</u>	<u>142,405</u>	<u>144,848</u>	<u>37,371</u>	<u>2,020,189</u>	<u>-</u>
LIABILITIES						
Current liabilities:						
Accounts payable	1,030,927	930,961	130,022	218,574	2,310,484	740,415
Accrued liabilities	27,834	2,529	3,376	-	33,739	-
Due to other funds	92,743	19,627	74,932	69,151	256,453	184,259
Claims and judgments	-	-	-	-	-	3,583,037
Unavailable/advanced revenues	-	-	112,389	358,439	470,828	-
Total current liabilities	<u>1,151,504</u>	<u>953,117</u>	<u>320,719</u>	<u>646,164</u>	<u>3,071,504</u>	<u>4,507,711</u>
Noncurrent liabilities:						
Accrued liabilities	528,169	32,348	52,117	17,497	630,131	-
Pension	5,065,608	440,014	433,255	101,189	6,040,066	-
Landfill postclosure costs	-	23,709,915	-	-	23,709,915	-
Claims and judgments	-	-	-	-	-	4,209,542
Total noncurrent liabilities	<u>5,593,777</u>	<u>24,182,277</u>	<u>485,372</u>	<u>118,686</u>	<u>30,380,112</u>	<u>4,209,542</u>
Total liabilities	<u>6,745,281</u>	<u>25,135,394</u>	<u>806,091</u>	<u>764,850</u>	<u>33,451,616</u>	<u>8,717,253</u>
DEFERRED INFLOWS						
Property tax	5,454,823	-	-	-	5,454,823	-
Pension	585,353	50,798	50,062	11,727	697,940	-
Total deferred inflows	<u>6,040,176</u>	<u>50,798</u>	<u>50,062</u>	<u>11,727</u>	<u>6,152,763</u>	<u>-</u>
NET POSITION						
Investment in capital assets	8,704,116	38,216,900	4,257,106	-	51,178,122	-
Unrestricted	7,921,338	1,382,554	1,795,644	896,751	11,996,287	14,336,014
Total net position	<u>\$ 16,625,454</u>	<u>\$ 39,599,454</u>	<u>\$ 6,052,750</u>	<u>\$ 896,751</u>	<u>63,174,409</u>	<u>\$ 14,336,014</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds 2,607,861
Net position of business-type activities \$ 65,782,270

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, 2016

	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	\$ 9,495,843	\$ 13,411,135	\$ -	\$ 4,878,682	\$ 27,785,660	\$ 24,073,341
Concessions	-	-	1,928,761	-	1,928,761	-
Admissions	-	-	1,305,547	-	1,305,547	-
Rentals	-	-	1,340,245	-	1,340,245	-
Other	108,592	280,790	348,634	-	738,016	-
Total operating revenues	<u>9,604,435</u>	<u>13,691,925</u>	<u>4,923,187</u>	<u>4,878,682</u>	<u>33,098,229</u>	<u>24,073,341</u>
OPERATING EXPENSES						
Personal services	10,395,959	896,557	949,048	217,761	12,459,325	-
Other services & charges	2,684,102	10,166,199	3,330,435	4,750,232	20,930,968	-
Landfill postclosure expense	-	1,113,402	-	-	1,113,402	-
Administration	-	-	-	-	-	4,968,690
Claims	-	-	-	-	-	17,128,644
Depreciation	854,604	779,583	294,574	-	1,928,761	-
Total operating expenses	<u>13,934,665</u>	<u>12,955,741</u>	<u>4,574,057</u>	<u>4,967,993</u>	<u>36,432,456</u>	<u>22,097,334</u>
Operating income (loss)	<u>(4,330,230)</u>	<u>736,184</u>	<u>349,130</u>	<u>(89,311)</u>	<u>(3,334,227)</u>	<u>1,976,007</u>
NONOPERATING REVENUES (EXPENSES)						
Intergovernmental	211,979	-	44,033	-	256,012	-
Capital contributions	-	-	-	-	-	-
Gain (loss) on disposition of assets	-	(16,735)	-	-	(16,735)	-
Interest and investment revenue	70,923	173,634	12,737	9,760	267,054	170,597
Net increase (decrease) in the fair value of investments	(552)	(1,909)	86	(205)	(2,580)	(2,303)
Property & other taxes	5,431,913	-	-	-	5,431,913	-
Total nonoperating revenue (expenses)	<u>5,714,263</u>	<u>154,990</u>	<u>56,856</u>	<u>9,555</u>	<u>5,935,664</u>	<u>168,294</u>
Net income (loss) before contributions and transfers	1,384,033	891,174	405,986	(79,756)	2,601,437	2,144,301
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(42,664)
Change in net position	<u>1,384,033</u>	<u>891,174</u>	<u>405,986</u>	<u>(79,756)</u>	<u>2,601,437</u>	<u>2,101,637</u>
Total net position - beginning	15,241,421	38,708,280	5,646,764	976,507	-	12,234,377
Total net position - ending	<u>\$ 16,625,454</u>	<u>\$ 39,599,454</u>	<u>\$ 6,052,750</u>	<u>\$ 896,751</u>	<u>\$ 2,601,437</u>	<u>\$ 14,336,014</u>

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

	832,260
Change in net position of business-type activities	<u>\$ 3,433,697</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, 2016

	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	\$ 9,019,143	\$ 14,314,540	\$ 4,940,123	\$ 4,928,073	\$ 33,201,879	\$ 24,073,341
Cash paid to suppliers for goods and contracted services	(2,278,715)	(11,252,101)	(3,308,596)	(4,771,085)	(21,610,497)	(23,184,395)
Cash paid to employees for services	(10,578,312)	(919,517)	(977,493)	(221,283)	(12,696,605)	-
Other operating revenue	113,154	280,790	-	-	393,944	-
Net cash provided by (used for) operating activities	<u>(3,724,730)</u>	<u>2,423,712</u>	<u>654,034</u>	<u>(64,295)</u>	<u>(711,279)</u>	<u>888,946</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Property taxes and other taxes	5,430,674	-	-	-	5,430,674	-
Subsidy from federal grants	73,616	-	-	-	73,616	-
Municipal revenue	138,363	-	-	-	138,363	-
Sale of property	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-
Transfer out	-	-	-	-	-	(42,664)
Net cash provided by (used for) noncapital financing activities	<u>5,642,653</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,642,653</u>	<u>(42,664)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Purchase of capital assets	(677,346)	(427,547)	-	-	(1,104,893)	-
Net cash provided by (used for) capital and related financing activities	<u>(677,346)</u>	<u>(427,547)</u>	<u>-</u>	<u>-</u>	<u>(1,104,893)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Net (increase) decrease in investments	4,513,360	11,691,179	753,795	786,268	17,744,602	11,513,319
Interest income	68,376	165,943	11,734	9,385	255,438	165,917
Net cash provided by (used for) investing activities	<u>4,581,736</u>	<u>11,857,122</u>	<u>765,529</u>	<u>795,653</u>	<u>18,000,040</u>	<u>11,679,236</u>
Net increase (decrease) in cash	5,822,313	13,853,287	1,419,563	731,358	21,826,521	12,525,518
Cash, beginning of year	1,218,957	3,050,710	261,836	189,881	4,721,384	3,054,072
Cash, end of year	<u>\$ 7,041,270</u>	<u>\$ 16,903,997</u>	<u>\$ 1,681,399</u>	<u>\$ 921,239</u>	<u>\$ 26,547,905</u>	<u>\$ 15,579,590</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)	\$ (4,330,230)	\$ 736,184	\$ 349,130	\$ (89,311)	\$ (3,334,227)	\$ 1,976,007
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation expense	854,604	779,583	294,574	-	1,928,761	-
Landfill postclosure expense	-	1,113,402	-	-	1,113,402	-
Pension expense	11,337	957	968	247	13,509	-
Change in assets and liabilities:						
(Increase) decrease in accounts receivable, net	(479,045)	205,357	48,272	45,487	(179,929)	-
(Increase) decrease in due from other agencies and units of government	5,805	593,425	-	1,253	600,483	-
(Increase) decrease in due from other funds	-	104,623	-	2,811	107,434	-
Increase (decrease) in accounts payable	160,284	(1,108,017)	(19,861)	76,907	(890,687)	(173,807)
Increase (decrease) in accrued liabilities	50,221	(1,923)	(1,171)	2,925	50,052	-
Increase (decrease) in due to other funds	2,294	121	13,458	(104,454)	(88,581)	72,319
Increase (decrease) in claims and judgments	-	-	-	-	-	(985,573)
Increase (decrease) in unavailable/advanced revenue	-	-	(31,336)	(160)	(31,496)	-
Total adjustments	<u>605,500</u>	<u>1,687,528</u>	<u>304,904</u>	<u>25,016</u>	<u>2,622,948</u>	<u>(1,087,061)</u>
Net cash provided by (used for) operating activities	<u>\$ (3,724,730)</u>	<u>\$ 2,423,712</u>	<u>\$ 654,034</u>	<u>\$ (64,295)</u>	<u>\$ (711,279)</u>	<u>\$ 888,946</u>

Noncash investing activities for business-type enterprise funds were:

- The net decrease in the fair value of investments for Emergency Medical Services was \$552 for the year.
- The net decrease in the fair value of investments for Solid Waste Management was \$1,909 for the year.
- The net increase in the fair value of investments for the Western Idaho Fair was \$86 for the year.
- The net decrease in the fair value of investments for Billing Services was \$205 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 \$1,271 for the year.
- The net decrease in the fair value of investments for Liability Insurance was \$1,032 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 103.

ADA COUNTY
Fiduciary Funds
Statement of Fiduciary Net Position
September 30, 2016

	Agency Funds
Assets	
Cash	\$ 12,696,447
Accounts receivable	631,094
Total assets	\$ 13,327,541
Liabilities	
Accounts payable	\$ 159,730
Fines and appearance bonds to be remitted	2,850,971
Fiduciary fund liabilities:	
Judgments held in trust	815,567
Tax receipts held in trust	3,479,429
Due to prisoners	164,220
Due to victims	43,900
Due to other agencies and units of government	5,813,724
Total liabilities	\$ 13,327,541

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, 2016**

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ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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 2015-2016 fiscal year, this includes adopting GASB Statement No. 72, *Fair Value Measurement and Application*. The implementation of this standard clarifies the definition of fair value for finance reporting purposes, establishes general principles for measuring fair value, provides additional fair value application guidance and enhances disclosure about fair value measurements. (See **Note I. D1 – Summary of Significant Accounting Policies, Assets, Liabilities, Deferred Outflows, Deferred Inflows and Net Pension or Equity, Deposits and Investments and Note II. A – Deposits and Investments**).

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.

The County has a component unit, Avimor Community Infrastructure District No. 1 (Avimor CID) that was created February 25, 2015 which provides for the construction of the infrastructure within the district. This is a separate legal entity that is duly organized and operated under Title 50, Chapter 31 of the Idaho Code. The assets, deferred outflows, liabilities, deferred inflows, revenues and expenditures of this entity are blended with the County's financial statements due to the governing bodies being the same and the County having operational responsibility over the component unit.

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. Governmental activities for this fiscal year include the assets, deferred outflows, liabilities, deferred inflows, revenues and expenditures of a legally separate

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

entity (Avimor Community Infrastructure District No 1.) that have met the requirements for a blended component unit presentation.

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.

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.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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 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.

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.

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

Debt Service Funds account for financial resources obtained mainly through debt financing for the Avimor Community Infrastructure District No. 1.

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

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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 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 interfund 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, Pension and Net Position or Equity

1. Deposits and Investments

The cash balances of substantially all funds are pooled and either deposited or invested by the County Treasurer for the purpose of increasing earnings through these activities. Cash and

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

investment balances for the funds represent their allocated share of pooled cash and investments of the County and can be drawn down on demand. 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. 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.

Pooled deposits are stated at amortized cost, which includes the balance deposited in the State of Idaho Local Government Investment Pool. Pooled investments are stated at fair value, which includes balances invested in the State of Idaho Diversified Bond Fund, which are based on the investment's net asset value.

The pooled investments are measured and recorded using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

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.

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.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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. 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

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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 2016, the County recorded an accrued liability of \$1,898,574 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 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 County - 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; however the legally separate blended component unit of the County, Avimor CID, issued both general obligation and special assessment debt in fiscal year 2015. The General Obligation Bond is paid from a levy while the Special Assessments Bonds will be paid starting in fiscal year 2017 by a special assessment lien that will be placed on 83 parcels within the district. Another Special Assessment Bond was issued in 2016 for \$304,000 and will be paid starting in fiscal year 2018 by a special assessment lien that will be placed on the 76 parcels within the district that benefited from the infrastructure this bond provided for. All debt issues of the Avimor CID are not an obligation of the County.

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. Ada County's deferred outflow of resources increasing net position is related to pension reporting. 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

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

receivable and pension expense are considered deferred inflows of resources therefore reducing net position.

7. Pensions

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

8. 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.

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).

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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.

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that GASB Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Ada County's investments' fair value measurements are as follows at September 30, 2016:

Investments	Fair Value Measurements Using			
	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Debt Securities				
US Agencies	\$45,564,701	-	\$45,564,701	-
Municipal Bonds	2,651,819	-	2,651,819	-
Total investments by fair value level	48,216,520	-	48,216,520	-
Investments measured at the net asset value (NAV)				
State of Idaho Diversified Bond Fund (DBF)	4,086,058	-	-	-
Total investments measured at the NAV	4,086,058	-	-	-
Total investments measured at fair value	\$52,302,578	-	48,216,520	-

Level 2 inputs for the investments above are based on a matrix pricing model. Investments valued using the net asset value (NAV) per share generally do not have readily obtainable market values and are instead valued based on the County's pro-rata share of the pool's fair value of the underlying assets. Ada County values these investments based on information provided by the State of Idaho Treasurer's Office. The following table presents the unfunded commitments, redemption frequency and the redemption notice period for Ada County's investments measured at NAV:

	Investments Measured at the NAV			
	Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
Diversified Bond Fund	\$4,086,058	None	Monthly	5 -25 days

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 92% in a specific class. In addition, GASB 40 requires disclosure of concentrations over 5% in a single issuer. As of September 30, 2016 the following issuers hold more than 5% of Ada County's total portfolio. Federal Home Loan Bank – 41%, Federal Home Loan Mortgage Corp – 16%, Federal Farm Credit Bank – 23%, Federal National Mortgage Association – 6%, and State of Idaho Diversified Bond Fund – 8%.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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.

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, 2016, the County had deposits of \$5,859,859 all of which were covered by FDIC insurance. 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, \$18,220,479 collateralized under an irrevocable letter of credit with the Federal Home Loan Bank and the remaining \$320,225 is uninsured and uncollateralized. 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, 2016, the market value of the repurchase agreements was \$2,078,730. The repurchase agreements are uninsured and collateralized with securities.

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.

<u>Investment Type</u>	<u>Market Value</u>	<u>Credit Rating</u>	<u>Modified Duration</u>
Ada & Canyon School District #2 GO Bond	\$ 866,851	S&P Aaa	3.635
Boise State Revenue Bonds	1,008,510	S&P A+	1.477
Federal Farm Credit Bank	12,021,225	S&P AA+	1.251
Federal Farm Credit System	250,279	S&P AA+	.183
Federal Home Loan Bank	21,675,266	S&P AA+	1.583
Federal Home Loan Mortgage Corp.	8,264,054	S&P AA+	2.143
Federal National Mortgage Assoc.	3,353,877	S&P AA+	1.799
Latah County School District 281B	164,323	S&P Aaa	.858
Minidoka Jerome County School 331	612,135	S&P Aaa	.864
State of Idaho – DBF	4,086,058	Unrated	2.81^
Total Market Value	<u>\$ 52,302,578</u>		

^ 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.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

B. Receivables

Ada County reports the General and Charities and Welfare 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, 2016, were as follows:

	<u>Accounts</u>	<u>Taxes</u>	<u>Due from Other Governments</u>	<u>Total Receivables</u>
Governmental activities:				
General	\$ 492,429	\$ 89,338,440	\$ 6,736,363	\$ 96,567,232
Charities & Welfare	-	5,298,176	-	5,298,176
Other Governmental	314,092	18,100,349	137,113	18,551,554
<i>Total - governmental activities</i>	<u>\$ 806,521</u>	<u>\$ 112,736,965</u>	<u>\$ 6,873,476</u>	<u>\$ 120,416,962</u>
Business-type activities:				
Emergency Medical Services	\$ 5,992,914	\$ 5,556,219	\$ 74,087	\$ 11,623,220
Less Allowance for Doubtful accounts:	<u>(3,055,560)</u>	-	-	<u>(3,055,560)</u>
<i>Receivables, Net</i>	2,937,354	5,556,219	74,087	8,567,660
Solid Waste Management	456,636	-	830,570	1,287,206
Western Idaho Fair	17,028	-	-	17,028
Billing Services	266,278	-	2,528	268,806
<i>Total - business-type activities</i>	<u>\$ 3,677,296</u>	<u>\$ 5,556,219</u>	<u>\$ 907,185</u>	<u>\$ 10,140,700</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	\$ 110,724,182
Current Year Delinquent Taxes	942,184
Prior Years' Delinquent Taxes	<u>1,070,599</u>
Total deferred inflow of resources for governmental funds	<u>\$ 112,736,965</u>

Unavailable/Advanced Revenue:

Unavailable Rental Revenue	\$ 52,013
Total unavailable/advanced revenue for governmental funds	<u>\$ 52,013</u>

ADA COUNTY**Notes to the Financial Statements
For the Year Ended September 30, 2016****C. Capital Assets**

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

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,657,147	\$ -	\$ -	\$ 7,657,147
Construction in progress	6,496,090	11,934,288	2,564,767	15,865,611
Total capital assets, not being depreciated	<u>14,153,237</u>	<u>11,934,288</u>	<u>2,564,767</u>	<u>23,522,758</u>
Capital assets, being depreciated:				
Land improvements	2,925,462	-	-	2,925,462
Buildings and improvements	165,579,029	1,450,591	246,477	166,783,143
Vehicles	6,191,397	1,105,328	329,925	6,966,800
Machinery and equipment	34,891,694	2,153,808	144,490	36,901,012
Intangible software	622,338	-	-	622,338
Infrastructure	2,842,359	-	-	2,842,359
Leased assets	-	815,980	-	815,980
Total capital assets being depreciated	<u>213,052,279</u>	<u>5,525,707</u>	<u>720,892</u>	<u>217,857,094</u>
Less accumulated depreciation for:				
Land improvements	1,939,668	204,558	-	2,144,226
Buildings and improvements	67,568,704	4,627,543	173,442	72,022,805
Vehicles	4,609,219	586,380	328,776	4,866,823
Machinery and equipment	26,481,215	2,456,554	144,490	28,793,279
Intangible software	234,338	27,880	-	262,218
Infrastructure	1,545,277	260,960	-	1,806,237
Leased assets	-	9,714	-	9,714
Total accumulated depreciation	<u>102,378,421</u>	<u>8,173,589</u>	<u>646,708</u>	<u>109,905,302</u>
Total capital assets, being depreciated, net	<u>110,673,858</u>	<u>(2,647,882)</u>	<u>74,184</u>	<u>107,951,792</u>
Governmental activities capital assets, net	<u>\$ 124,827,095</u>	<u>\$ 9,286,406</u>	<u>\$ 2,638,951</u>	<u>\$ 131,474,550</u>

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

Governmental activities:	
General government	\$ 4,020,144
Public safety	3,518,979
Sanitation	288,175
Recreation	346,291
Total depreciation expense - governmental activities:	<u>\$ 8,173,589</u>
Emergency Medical Services	\$ 854,604
Solid Waste	779,583
Western Idaho Fair	294,574
Total depreciation expense - business-type activities:	<u>\$ 1,928,761</u>

ADA COUNTY**Notes to the Financial Statements
For the Year Ended September 30, 2016**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 5,052,409	\$ -	\$ -	\$ 5,052,409
Construction in progress	90,547	320,111	106,113	304,545
Total capital assets, not being depreciated	<u>5,142,956</u>	<u>320,111</u>	<u>106,113</u>	<u>5,356,954</u>
Capital assets, being depreciated:				
Land improvements	34,610,703	-	-	34,610,703
Buildings and improvements	16,629,240	54,865	-	16,684,105
Vehicles	4,273,267	346,674	203,601	4,416,340
Machinery and equipment	3,303,484	427,276	31,500	3,699,260
Infrastructure	8,499,324	106,113	-	8,605,437
Leased assets	<u>1,840,251</u>	<u>-</u>	<u>-</u>	<u>1,840,251</u>
Total capital assets being depreciated	<u>69,156,269</u>	<u>934,928</u>	<u>235,101</u>	<u>69,856,096</u>
Less accumulated depreciation for:				
Land improvements	4,972,764	460,392	-	5,433,156
Buildings and improvements	7,171,845	428,099	-	7,599,944
Vehicles	3,295,504	444,212	203,601	3,536,115
Machinery and equipment	1,803,576	317,905	14,765	2,106,716
Infrastructure	3,844,740	278,153	-	4,122,893
Leased assets	<u>1,236,104</u>	<u>-</u>	<u>-</u>	<u>1,236,104</u>
Total accumulated depreciation	<u>22,324,533</u>	<u>1,928,761</u>	<u>218,366</u>	<u>24,034,928</u>
Total capital assets, being depreciated, net	<u>46,831,736</u>	<u>(993,833)</u>	<u>16,735</u>	<u>45,821,168</u>
Business-type activities capital assets, net	<u>\$ 51,974,692</u>	<u>\$ (673,722)</u>	<u>\$ 122,848</u>	<u>\$ 51,178,122</u>

ADA COUNTY

**Notes to the Financial Statements
For the Year Ended September 30, 2016**

D. Payables

Payables at September 30, 2016, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Internal Service</u>	<u>Total Payables</u>
Governmental activities:				
General	\$ 4,255,151	\$ 3,720,371	\$ -	\$ 7,975,522
Charities & Welfare	702,374	40,460	-	742,834
Other Governmental	1,587,256	682,633	-	2,269,889
Reconciliation of balances in fund financial statements to government-wide financial statements	-	-	740,415	740,415
Total - governmental activities	<u>\$ 6,544,781</u>	<u>\$ 4,443,464</u>	<u>\$ 740,415</u>	<u>\$ 11,728,660</u>
Business-type activities:				
Emergency Medical Svcs.	\$ 606,509	\$ 424,418	\$ -	\$ 1,030,927
Solid Waste Management	895,314	35,647	-	930,961
Western Idaho Fair	100,091	29,931	-	130,022
Billing Services	210,202	8,372	-	218,574
Total - business-type activities	<u>\$ 1,812,116</u>	<u>\$ 498,368</u>	<u>\$ -</u>	<u>\$ 2,310,484</u>

E. Internal Balances and Inter-fund Transfers

Due to/from other funds as of September 30, 2016 is as follows:

		Due From				
		General	Non-major	Proprietary	Internal	
		Fund	Funds	Funds	Service	Total
Due To	General Fund	\$ 14,067	\$ 58,184	\$ 184,896	\$ 184,259	\$ 441,406
	Non-major Governmental	1,306	3,701	3,180	-	8,187
	Proprietary	-	-	68,377	-	68,377
	Total	<u>\$ 15,373</u>	<u>\$ 61,885</u>	<u>\$ 256,453</u>	<u>\$ 184,259</u>	<u>\$ 517,970</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, 2016**

Inter-fund transfers for the year ended September 30, 2016, consisted of the following:

Transfer In	Transfer Out				
		Charities	Non Major	Internal	
	General Fund	& Welfare	Governmental	Service	Total
General Fund	\$ -	\$ 115,042	\$ 97,832	\$ 42,664	\$ 255,538
Non Major Governmental	7,422,575	-	-	-	7,422,575
Total	\$ 7,422,575	\$ 115,042	\$ 97,832	\$ 42,664	\$ 7,678,113

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, 2015 Ada County leased, to a private group, the County owned racetrack, known as Les Bois Park. The lease extends through December 31, 2019, 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, 2016 was \$76,263.

Future minimum lease payments are as follows: \$145,000 for 2017, \$160,000 for 2018 and \$175,000 for 2019. 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. Payment was made in the amount of \$48,282 in FY16. Lessee has ceased operations of the facility; however the agreement remains in effect.

G. Capital Lease Payable

In fiscal 2016, the County entered into a lease with principal payments totaling \$815,980 for election equipment which is being accounted for in the General Fund. The lease term is seven years with a series of one year leases subject to annual appropriation of funds by the County, with an interest rate of 1.710%. The first lease payment is due in 2017. Ownership of the election equipment will transfer to the County upon the payment of the outstanding lease obligation on any given date. The historical cost and accumulated depreciation of the equipment are \$815,980 and \$9,714, respectively.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

The following is a summary of minimum lease payments exclusive of insurance, maintenance and repairs:

Year Ending Sept. 30	Principal	Interest	Total Lease Payment
2017	\$ 110,533	\$ 13,677	\$ 124,210
2018	112,627	11,584	124,211
2019	114,561	9,650	124,211
2020	116,528	7,682	124,210
2021	118,530	5,681	124,211
2022-2023	243,201	5,220	248,421
Total	<u>\$ 815,980</u>	<u>\$ 53,494</u>	
Total minimum lease payments			869,474
Less: Amount representing interest			<u>53,494</u>
Present value of net minimum lease payments			<u>\$ 815,980</u>

H. Long-Term Debt

On July 30, 2015 the Avimor Community Infrastructure District No. 1 (Avimor CID No1) issued a \$48,800 General Obligation Bond. The bond matures in fiscal year 2045, and bears an interest rate of 8%. Proceeds from the bond were used to set up the infrastructure district and issue bonds.

Avimor CID No. 1 also issued \$332,000 in Special Assessment Bonds September 30, 2015. These bonds mature in fiscal 2045 as well, and bear interest rates of 6% for those tax exempt and 8% for those that are taxable. Proceeds from these bonds were used to pay off the promissory note that was used for interim financing for roadwork and landscaping.

Again in 2016, \$304,000 in taxable Special Assessment Bonds was issued by Avimor CID No. 1. These bonds mature in fiscal 2046 and bear an interest rate of 6%. One year of capitalized interest will be used to pay the interest payment due in 2017. Proceeds from these bonds are being used for extension of McCloud Way within the infrastructure district.

The following charts represent Avimor's future bond payments based on the September 30 obligation, amortized according to the Bond document debt schedules until the incurred obligation is satisfied.

Year Ending Sept. 30	Avimor General Obligation Bond		
	Principal	Interest	Total
2017	\$ 465	\$ 3,870	\$ 4,335
2018	502	3,832	4,334
2019	543	3,792	4,335
2020	586	3,749	4,335
2021	633	3,702	4,335
2022-2026	4,010	17,663	21,673
2027-2031	5,893	15,781	21,674
2032-2036	8,658	13,016	21,674
2037-2041	12,721	8,952	21,673
2042-2045	14,358	2,983	17,341
Total	<u>\$ 48,369</u>	<u>\$ 77,340</u>	<u>\$ 125,709</u>

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

Year Ending Sept. 30	Avimor Special Assessment Bonds 2015			Year Ending Sept. 30	Avimor Special Assessment Bonds 2016		
	Principal	Interest	Total		Principal	Interest	Total
2017	\$ 4,048	\$ 22,111	\$ 26,159	2017	\$ -	\$ 18,240	\$ 18,240
2018	4,313	21,837	26,150	2018	4,128	18,116	22,244
2019	4,597	21,545	26,142	2019	4,376	17,861	22,237
2020	4,898	21,233	26,131	2020	4,638	17,591	22,229
2021	5,221	20,900	26,121	2021	4,917	17,304	22,221
2022-2026	31,741	98,671	130,412	2022-2026	29,379	81,581	110,960
2027-2031	43,741	86,267	130,008	2027-2031	39,316	71,346	110,662
2032-2036	60,388	69,052	129,440	2032-2036	52,612	57,650	110,262
2037-2041	83,539	45,109	128,648	2037-2041	70,409	39,320	109,729
2042-2045	89,514	12,627	102,141	2042-2046	94,225	14,791	109,016
Total	\$ 332,000	\$ 419,352	\$ 751,352	Total	\$ 304,000	\$ 353,800	\$ 657,800

Changes in long-term liabilities: Long-term liability activity for the year ended September 30, 2016, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Avimor general obligation bond 2015	\$ 48,800	\$ -	\$ 431	\$ 48,369	\$ 465
Avimor special assessment bond 2015	332,000	-	-	332,000	4,048
Avimor special assessment bond 2016	-	304,000	-	304,000	-
Elections equipment lease	-	815,980	-	815,980	110,533
Compensated absences	5,031,188	496,156	270,252	5,257,092	312,642
Claims and judgments	10,086,024	3,643,836	4,038,707	9,691,153	5,481,611
<i>Governmental activity</i>					
<i>Long-term liabilities</i>	<u>\$ 15,498,012</u>	<u>\$ 5,259,972</u>	<u>\$ 4,309,390</u>	<u>\$ 16,448,594</u>	<u>\$ 5,909,299</u>
Business-type activities:					
Compensated absences	\$ 613,818	\$ 81,705	\$ 31,653	\$ 663,870	\$ 33,739
Landfill closure	22,596,513	1,113,402	-	23,709,915	-
<i>Business-type activity</i>					
<i>Long-term liabilities</i>	<u>\$ 23,210,331</u>	<u>\$ 1,195,107</u>	<u>\$ 31,653</u>	<u>\$ 24,373,785</u>	<u>\$ 33,739</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, \$7,792,579 of internal service fund claim liabilities for the County's self-insurance programs are included in the above amounts. For the governmental activities, approximately 91 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.

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, 2016 the County has recorded

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

a combined liability of \$23,709,915, which represents the estimated closure and post-closure costs based on 99% of landfill capacity used to date in the Hidden Hollow Cell and 4% capacity used to date in the new North Ravine Cell. The remaining estimated liability for these costs is \$266,274 and \$31,590,793, respectively, which will be recognized as the remaining capacity is used (estimated to be 2 years for Hidden Hollow and 91 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. 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 2016, based on management's decision, an operating transfer of \$300,000 was not made into the Fund for future catastrophic losses. At September 30, 2016, the Liability Insurance Fund had net position of \$6,095,433.

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 \$250,594,240 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, 2016, the Self-Funded Health Insurance Fund had net position of \$8,240,581.

ADA COUNTY

**Notes to the Financial Statements
For the Year Ended September 30, 2016**

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.

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

	Liability Insurance		Self-Funded Health	
	Fiscal Year		Fiscal Year	
	2016	2015	2016	2015
Unpaid claims as of October 1	\$ 7,579,128	\$ 10,529,346	\$ 1,199,023	\$ 1,207,470
Total incurred claims (including IBNRs) and prior period changes in claim estimates	(338,811)	(1,110,313)	17,467,455	15,135,205
Total payments	1,420,558	1,839,905	16,693,658	15,143,652
Unpaid claims as of September 30	\$ 5,819,759	\$ 7,579,128	\$ 1,972,820	\$ 1,199,023

K. Fund Equity

Ada County's financial policies outline the following classifications of fund balance that are reported on the governmental funds' balance sheet (page 30):

Assigned – This portion of fund balance reflects the amount of FY2016 fund balance that has been re-budgeted as a funding source for the County's FY2017 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 FY2016 fund balance that is needed to fund the first three months of FY2017 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.

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

L. 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**.

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.

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 in exchange for a 17% ownership interest in the Avenue A East Garage valued at \$2,260,336. In conjunction with this transaction, the County received a note receivable from CCDC maturing September 30, 2042. Upon maturity of the note receivable, the County has the option to purchase the remaining 83% of the garage for the redemption of the note plus \$1. No value has been assigned to the note as it has a 100% allowance based on the contingent nature of the transaction.

As of September 30, 2016, 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>
Jail Security Upgrade	\$ 3,761,900	\$ 294,457	\$ 3,467,443
Dispatch Center	8,311,368	7,601,090	710,278
Computer Aided Dispatch	274,060	216,964	57,096
Greenbelt Pathway	254,713	171,545	83,168
Weed/Pest/Mosquito Addition	611,750	54,200	557,550
EMS Glenwood	866,950	293,669	573,281
Sheriff Security Gate	68,870	9,336	59,534
Morris Hill/Juvenile Reroof	22,000	17,504	4,496
Jail RTU Replacement	92,500	6,786	85,714
Juvenile RTU Replacement	8,100	6,258	1,842
Drug Treatment Facility	9,952	4,495	5,457
Total Remaining Commitments			<u>\$ 5,605,859</u>

M. 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

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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, 41 participants take advantage of this benefit and pay the total cost of the premium (employer and employee portions). In fiscal year 2016, 5 employees were added, 6 became Medicare eligible and were removed and 2 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.

N. Pension Plan

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

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

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

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

Member and Employer Contributions – Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the PERSI Board with limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2016 it was 6.79% for general

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% general employees and 11.66% for police and firefighters. Ada County contributions were \$10,669,350 for the year ended September 30, 2016.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflow of Resources Related to Pensions – At September 30, 2016, Ada County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Ada County's proportion of the net pension liability was based on Ada County's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2016, Ada County's proportion was 3.0897702%.

For the year ended September 30, 2016, Ada County recognized pension expense (revenue) of \$2,851,393. At September 30, 2016, Ada County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows Of Resources</u>	<u>Deferred Inflows Of Resources</u>
Differences between expected and actual experience	\$ -	\$ 6,241,052
Changes in assumptions or other inputs	1,392,320	-
Net difference between projected and actual earnings on pension plan investments	16,241,210	-
Employer change in proportionate share	-	990,741
Employer contributions subsequent to the measurement date	<u>2,714,669</u>	<u>-</u>
Total	<u>\$ 20,348,199</u>	<u>\$ 7,231,793</u>

\$2,714,669 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the pension expense in the year ending September 30, 2017.

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

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

Year ended September 30:

2017	\$ (210,425)
2018	(210,425)
2019	7,154,574
2020	3,807,792
2021	(139,779)

Actuarial Assumptions – Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the July 1, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

Experience studies were performed for the period 2007 through 2013 for the PERSI Base Plan. These studies reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013 for all funds.

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

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

ADA COUNTY

Notes to the Financial Statements For the Year Ended September 30, 2016

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

Capital Market Assumptions

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

Actuarial Assumptions

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

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

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer's proportionate share of the net Pension liability (asset)	\$122,866,439	\$62,634,389	\$12,544,785

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

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

**REQUIRED SUPPLEMENTARY
INFORMATION**

Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 80,715,305	\$ 80,715,305	\$ 81,403,293	\$ 687,988
Sales tax allocation	17,500,000	17,500,000	18,411,541	911,541
State shared	5,570,060	5,570,060	5,896,857	326,797
Payments in lieu of taxes	578,400	578,400	841,085	262,685
Licenses and permits	1,282,884	1,299,591	1,428,898	129,307
Charges for services	22,026,492	22,486,562	23,221,714	735,152
Grants	719,756	2,145,659	2,808,375	662,716
Interest income	-	-	719,304	719,304
Miscellaneous	2,348,932	2,935,740	2,896,035	(39,705)
Total general fund revenues	\$ 130,741,829	\$ 133,231,317	\$ 137,627,102	\$ 4,395,785
Expenditures:				
General Government				
Clerk of the District Court:				
Personal services	\$ 2,652,699	\$ 2,652,699	\$ 2,475,387	\$ 177,312
Other services and charges	1,283,890	1,982,568	1,845,194	137,374
Capital outlays	14,000	25,797	22,223	3,574
Total clerk of the district court	3,950,589	4,661,064	4,342,804	318,260
Treasurer:				
Personal services	887,005	887,005	747,221	139,784
Other services and charges	329,136	335,086	315,557	19,529
Capital outlays	8,750	2,800	-	2,800
Total treasurer	1,224,891	1,224,891	1,062,778	162,113
Assessor:				
Personal services	700,081	700,081	700,075	6
Other services and charges	90,532	90,532	59,099	31,433
Capital outlays	-	-	-	-
Total assessor	790,613	790,613	759,174	31,439
Assessor Motor Vehicle:				
Personal services	2,124,379	2,124,379	2,066,167	58,212
Other services and charges	504,506	504,506	454,476	50,030
Capital outlays	4,000	4,000	-	4,000
Total assessor motor vehicle	2,632,885	2,632,885	2,520,643	112,242
Prosecuting Attorney:				
Personal services	13,204,035	13,472,130	13,152,611	319,519
Other services and charges	843,971	1,290,430	887,492	402,938
Capital outlays	23,000	1	-	1
Total prosecuting attorney	14,071,006	14,762,561	14,040,103	722,458

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

**Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<u>General Government (Continued)</u>				
Operations:				
Personal services	2,333,778	2,333,778	2,214,077	119,701
Other services and charges	5,760,864	6,153,355	5,227,084	926,271
Capital outlays	622,500	230,009	23,500	206,509
Total operations	<u>8,717,142</u>	<u>8,717,142</u>	<u>7,464,661</u>	<u>1,252,481</u>
Development Services:				
Personal services	1,891,306	1,891,306	1,814,484	76,822
Other services and charges	124,745	130,348	119,036	11,312
Capital outlays	2,500	897	-	897
Total development services	<u>2,018,551</u>	<u>2,022,551</u>	<u>1,933,520</u>	<u>89,031</u>
Information Technology:				
Personal services	4,481,519	4,481,519	4,257,637	223,882
Other services and charges	2,089,541	2,452,144	2,307,133	145,011
Capital outlays	463,492	100,889	77,555	23,334
Total information technology	<u>7,034,552</u>	<u>7,034,552</u>	<u>6,642,325</u>	<u>392,227</u>
Public Defender:				
Personal services	6,492,943	6,492,943	6,421,828	71,115
Other services and charges	2,282,188	2,417,011	1,875,694	541,317
Capital outlays	153,400	18,577	-	18,577
Total public defender	<u>8,928,531</u>	<u>8,928,531</u>	<u>8,297,522</u>	<u>631,009</u>
Department of Administration:				
Personal Services	2,253,930	2,253,930	2,223,988	29,942
Other services and charges	2,173,752	2,186,991	2,108,315	78,676
Capital outlays	17,260	4,021	-	4,021
Total administration	<u>4,444,942</u>	<u>4,444,942</u>	<u>4,332,303</u>	<u>112,639</u>

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

**Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<u>General Government (Continued)</u>				
General:				
Personal services	590,000	590,000	6,547	583,453
Other services and charges	1,664,000	9,086,575	8,418,065	668,510
Capital outlays	7,422,575	-	-	-
Total general	<u>9,676,575</u>	<u>9,676,575</u>	<u>8,424,612</u>	<u>1,251,963</u>
Total general government (including capital outlays)	63,490,277	64,896,307	59,820,445	5,075,862
Less: capital outlays	8,731,477	386,991	123,278	263,713
Total general government (excluding capital outlays)	<u>\$ 54,758,800</u>	<u>\$ 64,509,316</u>	<u>\$ 59,697,167</u>	<u>\$ 4,812,149</u>
<u>Public Safety</u>				
Sheriff:				
Personal services	\$ 53,720,775	\$ 54,124,399	\$ 53,963,767	\$ 160,632
Other services and charges	8,302,287	8,724,391	8,478,981	245,410
Capital outlays	786,136	986,409	885,246	101,163
Total sheriff	<u>62,809,198</u>	<u>63,835,199</u>	<u>63,327,994</u>	<u>507,205</u>
Coroner:				
Personal services	1,627,102	1,627,102	1,616,225	10,877
Other services and charges	192,538	200,641	197,569	3,072
Capital outlays	8,224	121	-	121
Total coroner	<u>1,827,864</u>	<u>1,827,864</u>	<u>1,813,794</u>	<u>14,070</u>
Juvenile:				
Personal services	8,175,073	8,403,781	7,901,800	501,981
Other services and charges	732,182	3,050,729	710,492	2,340,237
Capital outlays	25,000	1,287,803	1,013,301	274,502
Total juvenile	<u>8,932,255</u>	<u>12,742,313</u>	<u>9,625,593</u>	<u>3,116,720</u>
Total public safety (including capital outlays)	73,569,317	78,405,376	74,767,381	3,637,995
Less: capital outlays	819,360	2,274,333	1,898,547	375,786
Total public safety (excluding capital outlays)	<u>\$ 72,749,957</u>	<u>\$ 76,131,043</u>	<u>\$ 72,868,834</u>	<u>\$ 3,262,209</u>
Total general fund expenditures (excluding capital outlays)	<u>\$ 127,508,757</u>	<u>\$ 140,640,359</u>	<u>\$ 132,566,001</u>	<u>\$ 8,074,358</u>
Add: capital outlays	9,550,837	2,661,324	2,021,825	639,499
Total general fund expenditures (including capital outlays)	<u>\$ 137,059,594</u>	<u>\$ 143,301,683</u>	<u>\$ 134,587,826</u>	<u>\$ 8,713,857</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 Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2016**

	Budgeted Amounts	Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final	
Revenue Over (Under) Expenditures		3,039,276	
OTHER FINANCING SOURCES (USES)			
Transfers In		255,538	
Transfers Out		<u>(7,422,575)</u>	
Total Other Financing Sources (Uses)		<u>(7,167,037)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		(4,127,761)	
Reconciling Items			
Changes Affected by Accrued Revenues		908,372	
Changes Affected by Accrued Expenditures		10,334,297	
Fund Balances - Beginning of Year		<u>47,008,748</u>	
Fund Balances - End of Year		<u><u>\$ 54,123,656</u></u>	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 8,661,720	\$ 8,661,720	\$ 8,783,717	\$ 121,997
Intergovernmental	-	-	3,610	3,610
Charges for services	600,000	600,000	767,238	167,238
Miscellaneous	-	-	400,341	400,341
Total revenues	<u>9,261,720</u>	<u>9,261,720</u>	<u>9,954,906</u>	<u>693,186</u>
Expenditures:				
Current-				
Health and welfare				
Personal services	1,312,217	1,312,217	1,094,160	218,057
Other services and charges	8,453,900	8,458,700	6,693,649	1,765,051
Capital outlays	7,000	2,200	-	2,200
Total expenditures	<u>9,773,117</u>	<u>9,773,117</u>	<u>7,787,809</u>	<u>1,985,308</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>2,167,097</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(115,042)</u>	
Total Other Financing Sources (Uses)			<u>(115,042)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			2,052,055	
Reconciling Items				
Changes Affected by Accrued Revenues			115,042	
Changes Affected by Accrued Expenditures			(799,240)	
Fund Balances - Beginning of Year			<u>12,182,594</u>	
Fund Balance - End of Year			<u>\$ 13,550,451</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, 2016**

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 2016 budget by \$18,257,902 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.

Ada County

**Required Supplementary Information
Schedule of Employer's Share of Net Pension Liability - PERSI
For the Year Ended September 30, 2016**

Last Two Fiscal Years ⁽¹⁾

(dollars in thousands)

	<u>2015 ⁽²⁾</u>		<u>2016</u>
Proportion of the net pension liability (asset)	3.18%		3.09%
Proportionate share of the net pension liability (asset)	\$ 41,927	\$	62,634
Covered-employee payroll	\$ 89,374	\$	90,793
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	46.91%		68.99%
Plan fiduciary net position as a percentage of the total pension liability	91.38%		87.26%

(1) The County will continue to annually report information until this schedule includes 10 fiscal years.

(2) Amounts as of the measurement date of June 30.

Ada County
Required Supplementary Information
Schedule of Employer Contributions
For the Year Ended September 30, 2016

Last Two Fiscal Years ⁽¹⁾
(dollars in thousands)

	<u>2015</u>	<u>2016</u>
Contractually required contribution	\$ 10,049	10,669
Contributions in relation to the contractually required contribution	<u>(10,049)</u>	<u>(10,669)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>-</u>
Covered-employee payroll	\$ 89,209	94,563
Contributions as a percentage of covered-employee payroll	11.26%	11.28%

(1) The County will continue to annually report information until this schedule includes 10 fiscal years.

**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.

CAPTIAL PROJECTS FUND

Capital Projects – to account for the asquisition and construction of major capital initiatives other than those financed by Proprietary Funds.

DEBT SERVICE FUND

Avimor Community Infrastructure District No. 1 – to account for administration and debt associated with infrastructure improvements made within the district. Funding is provided by a levy for administrative costs and general obligation bonds and special assessments. This fund was authorized by authority of Idaho Code Title 50, Chapter 31.

Ada County
Combining Balance Sheet
Non-major Governmental Funds
September 30, 2016

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	Drug/Mental Health Court Fund
ASSETS								
Cash and cash equivalents	\$ 50,464	\$ 366,450	\$ 646,181	\$ 803,146	\$ 1,450,284	\$ 23,209	\$ 3,265,393	\$ 2,963,038
Investments	24,250	175,947	310,954	385,884	696,860	11,153	1,567,107	1,423,834
Accounts receivable	-	13,071	62	-	-	-	-	-
Property tax receivable	1,978,163	550,815	629,565	628,729	3,117,984	-	10,116,433	-
Accrued interest receivable	-	-	1,360	-	-	-	-	-
Due from other funds	-	8,167	20	-	-	-	-	-
Due from other agencies and units of government	-	10,926	8,825	-	-	-	22,000	-
Total assets	<u>\$ 2,052,877</u>	<u>\$ 1,125,376</u>	<u>\$ 1,596,967</u>	<u>\$ 1,817,759</u>	<u>\$ 5,265,128</u>	<u>\$ 34,362</u>	<u>\$ 14,970,933</u>	<u>\$ 4,386,872</u>
LIABILITIES								
Accounts payable	\$ -	\$ 50,304	\$ 22,276	\$ 103,460	\$ 164,048	\$ 2,000	\$ 639,127	\$ 102,007
Due to other funds	-	1,006	878	-	-	-	404	-
Unavailable/advanced revenue	-	-	-	52,013	-	-	-	-
Total liabilities	<u>-</u>	<u>51,310</u>	<u>23,154</u>	<u>155,473</u>	<u>164,048</u>	<u>2,000</u>	<u>639,531</u>	<u>102,007</u>
DEFERRED INFLOWS								
Property tax	<u>1,978,163</u>	<u>550,815</u>	<u>629,565</u>	<u>628,729</u>	<u>3,117,984</u>	<u>-</u>	<u>10,116,433</u>	<u>-</u>
FUND BALANCES								
Restricted for:								
Enabling Legislation	74,714	523,251	944,248	-	-	-	-	4,284,865
Community infrastructure	-	-	-	-	-	-	-	-
Assigned for:								
General government	-	-	-	-	1,983,096	-	-	-
Public safety	-	-	-	-	-	-	-	-
Judicial services	-	-	-	-	-	32,362	4,214,969	-
Recreation and culture	-	-	-	1,033,557	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-
Total Fund Balances	<u>74,714</u>	<u>523,251</u>	<u>944,248</u>	<u>1,033,557</u>	<u>1,983,096</u>	<u>32,362</u>	<u>4,214,969</u>	<u>4,284,865</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 2,052,877</u>	<u>\$ 1,125,376</u>	<u>\$ 1,596,967</u>	<u>\$ 1,817,759</u>	<u>\$ 5,265,128</u>	<u>\$ 34,362</u>	<u>\$ 14,970,933</u>	<u>\$ 4,386,872</u>

Ada County
Combining Balance Sheet
Non-major Governmental Funds
September 30, 2016

Special Revenue Funds							Capital Projects Fund	Debt Service Fund	Total
County Court Facilities Fund	Waterways Fund	Emergency Communications Fund	Emergency Management Fund	Veterans Memorial Fund	Mosquito Abatement Fund	Consolidated Elections Fund	Capital Projects Fund	Avimor CID No. 1 Fund	Non-major Governmental Funds
\$ 132,922	\$ 151,489	\$ 5,301,993	\$ 332,766	\$ 686	\$ 954,963	\$ 256,318	\$ 2,351,857	\$ 576,354	\$ 19,627,513
63,873	72,899	2,551,412	159,856	329	459,545	123,169	1,130,842	2,949	9,160,863
-	-	300,959	-	-	-	-	-	-	314,092
-	-	-	-	19,700	1,054,323	-	-	4,637	18,100,349
-	314	11,625	-	-	2,114	-	-	12	15,425
-	-	-	-	-	-	-	-	-	8,187
-	-	-	84,866	-	10,496	-	-	-	137,113
<u>\$ 196,795</u>	<u>\$ 224,702</u>	<u>\$ 8,165,989</u>	<u>\$ 577,488</u>	<u>\$ 20,715</u>	<u>\$ 2,481,441</u>	<u>\$ 379,487</u>	<u>\$ 3,482,699</u>	<u>\$ 583,952</u>	<u>\$ 47,363,542</u>
\$ -	\$ 15,353	\$ 518,807	\$ 29,774	\$ -	\$ 46,014	\$ 49,332	\$ 524,520	\$ 2,867	\$ 2,269,889
-	36,231	15,063	193	-	4,427	-	-	3,683	61,885
-	-	-	-	-	-	-	-	-	52,013
-	51,584	533,870	29,967	-	50,441	49,332	524,520	6,550	2,383,787
-	-	-	-	19,700	1,054,323	-	-	4,637	18,100,349
196,795	-	7,632,119	-	-	1,376,677	330,155	-	-	15,362,824
-	-	-	-	-	-	-	-	572,765	572,765
-	-	-	-	-	-	-	-	-	1,983,096
-	-	-	547,521	-	-	-	-	-	547,521
-	-	-	-	-	-	-	-	-	4,247,331
-	173,118	-	-	1,015	-	-	-	-	1,207,690
-	-	-	-	-	-	-	2,958,179	-	2,958,179
<u>196,795</u>	<u>173,118</u>	<u>7,632,119</u>	<u>547,521</u>	<u>1,015</u>	<u>1,376,677</u>	<u>330,155</u>	<u>2,958,179</u>	<u>572,765</u>	<u>26,879,406</u>
<u>\$ 196,795</u>	<u>\$ 224,702</u>	<u>\$ 8,165,989</u>	<u>\$ 577,488</u>	<u>\$ 20,715</u>	<u>\$ 2,481,441</u>	<u>\$ 379,487</u>	<u>\$ 3,482,699</u>	<u>\$ 583,952</u>	<u>\$ 47,363,542</u>

Ada County
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2016

	Special Revenue Funds							
	Public	Weed	Pest	Parks and	Ad	Court	District	Drug/Mental
	Health	Control	Extermination	Recreation	Valorem	Monitoring	Court	Health Court
	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund
REVENUES								
Taxes	\$ 1,925,023	\$ 538,821	\$ 583,564	\$ 177,524	\$ 2,569,792	\$ -	\$ 8,476,244	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	1,410,339	-
Charges for services	-	239,561	1,561	125,392	115,458	-	744,708	276,119
Intergovernmental	1,033	13,842	33,026	106	1,582	-	1,352,640	1,522,221
Interest income	780	3,824	7,187	7,987	16,069	226	32,554	30,845
Net increase (decrease) in the fair value of investments	(15)	(135)	(59)	(238)	(454)	(1)	(424)	(330)
Miscellaneous	-	10,129	-	289,443	600	33,820	84,621	200
Total revenues	1,926,821	806,042	625,279	600,214	2,703,047	34,045	12,100,682	1,829,055
EXPENDITURES								
Current:								
General government	-	-	-	-	2,966,137	-	11,610,536	1,397,736
Sanitation	-	863,102	444,164	-	-	-	-	-
Public safety	-	-	-	-	-	30,800	-	5,920
Health and welfare	1,935,805	-	-	-	-	-	-	-
Recreational and cultural	-	-	-	619,246	-	-	-	-
Community infrastructure	-	-	-	-	-	-	-	-
Capital outlay	-	20,000	59,697	171,545	-	-	-	4,495
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and other debt charges	-	-	-	-	-	-	-	-
Total expenditures	1,935,805	883,102	503,861	790,791	2,966,137	30,800	11,610,536	1,408,151
Excess (deficiency) of revenues over expenditures	(8,984)	(77,060)	121,418	(190,577)	(263,090)	3,245	490,146	420,904
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers (out)	(765)	(3,689)	-	(7,749)	(15,615)	(225)	(32,130)	(30,515)
Total other financing sources and uses	(765)	(3,689)	-	(7,749)	(15,615)	(225)	(32,130)	(30,515)
Net change in fund balance	(9,749)	(80,749)	121,418	(198,326)	(278,705)	3,020	458,016	390,389
Fund balance, beginning of year	84,463	604,000	822,830	1,231,883	2,261,801	29,342	3,756,953	3,894,476
Fund balance, end of year	\$ 74,714	\$ 523,251	\$ 944,248	\$ 1,033,557	\$ 1,983,096	\$ 32,362	\$ 4,214,969	\$ 4,284,865

Ada County
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2016

Special Revenue Funds							Capital Projects Fund	Debt Service Fund	Total
County Court Facilities Fund	Waterways Fund	Emergency Communications Fund	Emergency Management Fund	Veterans Memorial Fund	Mosquito Abatement Fund	Consolidated Election Fund	Capital Projects Fund	Avimor CID No.1 Fund	Total Non-major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 19,940	\$ 981,638	\$ -	\$ -	\$ 4,344	\$ 15,276,890
-	164,634	-	-	-	-	-	-	-	164,634
-	-	-	-	-	-	-	-	-	1,410,339
182,975	-	6,203,524	-	-	-	-	-	-	7,889,298
-	-	-	1,047,023	16	42,174	648,546	-	-	4,662,209
975	1,546	64,029	3,502	16	11,436	4,323	(1,218)	464	184,545
-	-	-	-	-	-	-	-	-	-
83	(37)	(1,810)	(49)	-	(175)	(489)	(471)	3	(4,601)
-	-	42,434	1,230	-	12	78	-	1,021,593	1,484,160
184,033	166,143	6,308,177	1,051,706	19,972	1,035,085	652,458	(1,689)	1,026,404	31,067,474
-	-	-	-	-	-	1,240,128	294,190	-	17,508,727
-	-	-	-	-	905,438	-	-	-	2,212,704
-	-	3,640,055	903,595	-	-	-	-	-	4,580,370
-	-	-	-	-	-	-	-	-	1,935,805
-	155,028	-	-	20,000	-	-	-	-	794,274
-	-	-	-	-	-	-	-	564,338	564,338
-	40,189	3,944,676	37,180	-	58,598	155,000	7,164,041	-	11,655,421
-	-	-	-	-	-	-	-	431	431
-	-	-	-	-	-	-	-	25,802	25,802
-	195,217	7,584,731	940,775	20,000	964,036	1,395,128	7,458,231	590,571	39,277,872
184,033	(29,074)	(1,276,554)	110,931	(28)	71,049	(742,670)	(7,459,920)	435,833	(8,210,398)
-	-	-	-	-	-	-	7,422,575	-	7,422,575
(1,058)	-	-	(3,453)	(16)	-	(3,834)	1,217	-	(97,832)
(1,058)	-	-	(3,453)	(16)	-	(3,834)	7,423,792	-	7,324,743
182,975	(29,074)	(1,276,554)	107,478	(44)	71,049	(746,504)	(36,128)	435,833	(885,655)
13,820	202,192	8,908,673	440,043	1,059	1,305,628	1,076,659	2,994,307	136,932	27,765,061
<u>\$ 196,795</u>	<u>\$ 173,118</u>	<u>\$ 7,632,119</u>	<u>\$ 547,521</u>	<u>\$ 1,015</u>	<u>\$ 1,376,677</u>	<u>\$ 330,155</u>	<u>\$ 2,958,179</u>	<u>\$ 572,765</u>	<u>\$ 26,879,406</u>

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

**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, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 1,901,805	\$ 1,901,805	\$ 1,925,023	\$ 23,218
Intergovernmental	-	-	1,033	1,033
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>1,901,805</u>	<u>1,901,805</u>	<u>1,926,056</u>	<u>24,251</u>
Expenditures:				
Current -				
Health and welfare				
Other services and charges	<u>1,935,805</u>	<u>1,935,805</u>	<u>1,935,805</u>	<u>-</u>
Total expenditures	<u>1,935,805</u>	<u>1,935,805</u>	<u>1,935,805</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(9,749)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(765)</u>	
Total Other Financing Sources (Uses)			<u>(765)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(10,514)	
Reconciling Items				
Changes Affected by Accrued Revenues			765	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>84,463</u>	
Fund Balance - End of Year			<u>\$ 74,714</u>	

(Continued)

**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, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 532,559	\$ 532,559	\$ 538,821	\$ 6,262
Intergovernmental	-	18,321	7,091	(11,230)
Charges for services	362,221	362,221	246,350	(115,871)
Miscellaneous	-	-	10,128	10,128
Total revenues	<u>894,780</u>	<u>913,101</u>	<u>802,390</u>	<u>(110,711)</u>
Expenditures:				
Current -				
Sanitation				
Personal services	531,975	531,975	510,907	21,068
Other services and charges	364,550	491,457	370,123	121,334
Capital outlays	154,700	39,793	20,000	19,793
Total expenditures	<u>1,051,225</u>	<u>1,063,225</u>	<u>901,030</u>	<u>162,195</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(98,640)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(3,689)</u>	
Total Other Financing Sources (Uses)			<u>(3,689)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(102,329)	
Reconciling Items				
Changes Affected by Accrued Revenues			3,652	
Changes Affected by Accrued Expenditures			17,928	
Fund Balances - Beginning of Year			<u>604,000</u>	
Fund Balance - End of Year			<u>\$ 523,251</u>	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 578,158	\$ 578,158	\$ 583,564	\$ 5,406
Intergovernmental	22,308	22,308	32,255	9,947
Charges for services	424	424	1,186	762
Miscellaneous	-	-	-	-
Interest	-	-	6,819	6,819
Total revenues	<u>600,890</u>	<u>600,890</u>	<u>623,824</u>	<u>22,934</u>
Expenditures:				
Current -				
Sanitation				
Personal services	159,478	159,478	134,216	25,262
Other services and charges	402,764	372,229	309,680	62,549
Capital outlays	43,200	73,735	59,697	14,038
Total expenditures	<u>605,442</u>	<u>605,442</u>	<u>503,593</u>	<u>101,849</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>120,231</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			120,231	
Reconciling Items				
Changes Affected by Accrued Revenues			1,455	
Changes Affected by Accrued Expenditures			(268)	
Fund Balances - Beginning of Year			<u>822,830</u>	
Fund Balance - End of Year			<u>\$ 944,248</u>	

(Continued)

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 175,403	\$ 175,403	\$ 177,524	\$ 2,121
Intergovernmental	-	-	106	106
Charges for services	98,000	98,000	125,392	27,392
Miscellaneous	249,641	249,641	320,761	71,120
Total revenues	523,044	523,044	623,783	100,739
 Expenditures:				
Current -				
Recreational and cultural				
Personal services	349,937	349,937	349,787	150
Other services and charges	299,210	319,582	298,792	20,790
Capital outlays	781,500	761,128	171,545	589,583
Total expenditures	1,430,647	1,430,647	820,124	610,523
Excess (deficiency) of revenues over expenditures and other uses, cash basis			(196,341)	
 OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(7,749)	
Total Other Financing Sources (Uses)			(7,749)	
 Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(204,090)	
 Reconciling Items				
Changes Affected by Accrued Revenues			(23,569)	
Changes Affected by Accrued Expenditures			29,333	
 Fund Balances - Beginning of Year			1,231,883	
 Fund Balance - End of Year			\$ 1,033,557	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 2,534,136	\$ 2,534,136	\$ 2,569,792	\$ 35,656
Intergovernmental	-	-	1,582	1,582
Charges for services	103,000	103,000	115,458	12,458
Miscellaneous	-	-	600	600
Total revenues	<u>2,637,136</u>	<u>2,637,136</u>	<u>2,687,432</u>	<u>50,296</u>
Expenditures:				
Current -				
General government				
Personal services	2,893,533	2,893,533	2,816,956	76,577
Other services and charges	208,834	237,459	218,970	18,489
Capital outlays	32,840	4,215	-	4,215
Total expenditures	<u>3,135,207</u>	<u>3,135,207</u>	<u>3,035,926</u>	<u>99,281</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(348,494)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(15,615)</u>	
Total Other Financing Sources (Uses)			<u>(15,615)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(364,109)	
Reconciling Items				
Changes Affected by Accrued Revenues			15,615	
Changes Affected by Accrued Expenditures			69,789	
Fund Balances - Beginning of Year			<u>2,261,801</u>	
Fund Balance - End of Year			<u>\$ 1,983,096</u>	

(Continued)

**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, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	40,000	40,000	33,941	(6,059)
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>33,941</u>	<u>(6,059)</u>
Expenditures:				
Current -				
Public safety				
Personal services	-	-	-	-
Other services and charges	40,000	40,000	30,800	9,200
Capital outlays	-	-	-	-
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>30,800</u>	<u>9,200</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>3,141</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(225)</u>	
Total Other Financing Sources (Uses)			<u>(225)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			2,916	
Reconciling Items				
Changes Affected by Accrued Revenues			104	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>29,342</u>	
Fund Balance - End of Year			<u>\$ 32,362</u>	

**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, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenue:				
Taxes	\$ 8,371,753	\$ 8,371,753	\$ 8,476,244	\$ 104,491
Intergovernmental	1,264,641	1,541,389	1,412,220	(129,169)
Charges for services	773,267	773,267	745,951	(27,316)
Fines and forfeitures	1,250,000	1,250,000	1,291,204	41,204
Miscellaneous	94,156	94,156	84,620	(9,536)
Total revenues	11,753,817	12,030,565	12,010,239	(20,326)
 Expenditures:				
Current -				
General government				
Personal services	10,529,852	10,529,852	10,278,569	251,283
Other services and charges	1,525,686	1,747,395	1,618,211	129,184
Capital outlays	13,770	3,506	-	3,506
Total expenditures	12,069,308	12,280,753	11,896,780	383,973
Excess (deficiency) of revenues over expenditures and other uses, cash basis			113,459	
 OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(32,130)	
Total Other Financing Sources (Uses)			(32,130)	
 Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			81,329	
 Reconciling Items				
Changes Affected by Accrued Revenues			90,443	
Changes Affected by Accrued Expenditures			286,244	
 Fund Balances - Beginning of Year			3,756,953	
Fund Balance - End of Year			\$ 4,214,969	

(Continued)

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,338,755	1,338,755	1,522,221	183,466
Charges for services	233,800	233,800	269,918	36,118
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	200	200
Total revenues	<u>1,572,555</u>	<u>1,572,555</u>	<u>1,792,339</u>	<u>219,784</u>
Expenditures:				
Current -				
Public safety				
Personal services	1,283,223	1,283,223	1,126,629	156,594
Other services and charges	430,101	646,228	311,942	334,286
Capital outlays	<u>2,805,759</u>	<u>2,804,471</u>	<u>4,495</u>	<u>2,799,976</u>
Total expenditures	<u>4,519,083</u>	<u>4,733,922</u>	<u>1,443,066</u>	<u>3,290,856</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>349,273</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(30,515)</u>	
Total Other Financing Sources (Uses)			<u>(30,515)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			318,758	
Reconciling Items				
Changes Affected by Accrued Revenues			36,715	
Changes Affected by Accrued Expenditures			34,916	
Fund Balances - Beginning of Year			<u>3,894,476</u>	
Fund Balance - End of Year			<u>\$ 4,284,865</u>	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	181,572	181,572
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>181,572</u>	<u>181,572</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>181,572</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(1,058)</u>	
Total Other Financing Sources (Uses)			<u>(1,058)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			180,514	
Reconciling Items				
Changes Affected by Accrued Revenues			2,461	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>13,820</u>	
Fund Balance - End of Year			<u>\$ 196,795</u>	

(Continued)

**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, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	173,500	173,500	164,633	(8,867)
Interest	-	-	1,552	1,552
Miscellaneous	-	-	-	-
Total revenues	<u>173,500</u>	<u>173,500</u>	<u>166,185</u>	<u>(7,315)</u>
Expenditures:				
Current -				
Recreational and cultural				
Personal services	70,567	70,567	58,284	12,283
Other services and charges	107,791	118,991	93,006	25,985
Capital outlays	<u>85,000</u>	<u>73,800</u>	<u>40,189</u>	<u>33,611</u>
Total expenditures	<u>263,358</u>	<u>263,358</u>	<u>191,479</u>	<u>71,879</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(25,294)</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			(25,294)	
Reconciling Items				
Changes Affected by Accrued Revenues			(43)	
Changes Affected by Accrued Expenditures			(3,737)	
Fund Balances - Beginning of Year			<u>202,192</u>	
Fund Balance - End of Year			<u>\$ 173,118</u>	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	5,373,792	5,373,792	5,968,176	594,384
Interest	-	-	64,061	64,061
Miscellaneous	500	500	42,434	41,934
Total revenues	<u>5,374,292</u>	<u>5,374,292</u>	<u>6,074,671</u>	<u>700,379</u>
Expenditures:				
Current -				
Public safety				
Personal services	1,007,089	1,007,089	882,593	124,496
Other services and charges	2,654,533	3,332,040	2,773,850	558,190
Capital outlays	7,429,281	6,751,774	3,944,676	2,807,098
Total expenditures	<u>11,090,903</u>	<u>11,090,903</u>	<u>7,601,119</u>	<u>3,489,784</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(1,526,448)</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			(1,526,448)	
Reconciling Items				
Changes Affected by Accrued Revenues			233,506	
Changes Affected by Accrued Expenditures			16,388	
Fund Balances - Beginning of Year			<u>8,908,673</u>	
Fund Balance - End of Year			<u>\$ 7,632,119</u>	

(Continued)

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	529,519	1,176,718	869,605	(307,113)
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1,230	1,230
Total revenues	529,519	1,176,718	870,835	(305,883)
Expenditures:				
Current -				
Public safety				
Personal services	468,551	486,551	470,782	15,769
Other services and charges	80,840	586,826	346,860	239,966
Capital outlays	-	73,846	37,180	36,666
Total expenditures	549,391	1,147,223	854,822	292,401
Excess (deficiency) of revenues over expenditures and other uses, cash basis			16,013	
 OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(3,453)	
Total Other Financing Sources (Uses)			(3,453)	
 Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			12,560	
 Reconciling Items				
Changes Affected by Accrued Revenues			218,051	
Changes Affected by Accrued Expenditures			(123,133)	
 Fund Balances - Beginning of Year				
			440,043	
 Fund Balance - End of Year				
			\$ 547,521	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 19,700	\$ 19,700	\$ 19,940	\$ 240
Intergovernmental	-	-	16	16
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>19,700</u>	<u>19,700</u>	<u>19,956</u>	<u>256</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>(44)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(16)</u>	
Total Other Financing Sources (Uses)			<u>(16)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(60)	
Reconciling Items				
Changes Affected by Accrued Revenues			16	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>1,059</u>	
Fund Balance - End of Year			<u><u>\$ 1,015</u></u>	

(Continued)

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 969,818	\$ 969,818	\$ 981,638	\$ 11,820
Intergovernmental	20,299	20,299	40,829	20,530
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Interest	-	-	11,078	11,078
Miscellaneous	-	-	12	12
Total revenues	<u>990,117</u>	<u>990,117</u>	<u>1,033,557</u>	<u>43,440</u>
Expenditures:				
Current -				
Sanitation				
Personal services	412,223	412,223	394,768	17,455
Other services and charges	609,830	703,876	519,729	184,147
Capital outlays	60,372	166,326	58,598	107,728
Total expenditures	<u>1,082,425</u>	<u>1,282,425</u>	<u>973,095</u>	<u>309,330</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>60,462</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			60,462	
Reconciling Items				
Changes Affected by Accrued Revenues			1,528	
Changes Affected by Accrued Expenditures			9,059	
Fund Balances - Beginning of Year			<u>1,305,628</u>	
Fund Balance - End of Year			<u><u>\$ 1,376,677</u></u>	

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, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	594,741	594,741	648,546	53,805
Charges for services	-	-	-	-
Miscellaneous	-	-	78	78
Total revenues	<u>594,741</u>	<u>594,741</u>	<u>648,624</u>	<u>53,883</u>
Expenditures:				
Current-				
General Government				
Personal services	154,598	154,598	154,593	5
Other services and charges	438,450	1,221,312	1,089,524	131,788
Capital outlays	700,000	156,264	155,000	1,264
Total expenditures	<u>1,293,048</u>	<u>1,532,174</u>	<u>1,399,117</u>	<u>133,057</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(750,493)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(3,834)</u>	
Total Other Financing Sources (Uses)			<u>(3,834)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(754,327)	
Reconciling Items				
Changes Affected by Accrued Revenues			3,834	
Changes Affected by Accrued Expenditures			3,989	
Fund Balances - Beginning of Year			<u>1,076,659</u>	
Fund Balance - End of Year			<u>\$ 330,155</u>	

(Continued)

**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, 2016**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
General Government				
Other services and charges	-	10,415,707	7,455,750	2,959,957
Debt Service-				
Principal retirement	-	-	-	-
Interest and other debt charges	-	-	-	-
Total expenditures	<u>-</u>	<u>10,415,707</u>	<u>7,455,750</u>	<u>2,959,957</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(7,455,750)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			7,422,575	
Transfers Out			1,217	
Total Other Financing Sources (Uses)			<u>7,423,792</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(31,958)	
Reconciling Items				
Changes Affected by Accrued Revenues			(1,690)	
Changes Affected by Accrued Expenditures/Capital Outlay			(2,480)	
Fund Balances - Beginning of Year			<u>2,994,307</u>	
Fund Balance - End of Year			<u>\$ 2,958,179</u>	

Ada County
Avimor CID #1
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2016

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 4,344	\$ 4,344	\$ 4,344	\$ -
Charges for services	10,000	10,000	20,000	10,000
Miscellaneous	383,300	383,300	207,539	(175,761)
Total revenues	<u>397,644</u>	<u>397,644</u>	<u>231,883</u>	<u>(165,761)</u>
Expenditures:				
Current -				
General government				
Personal services	-	-	-	-
Other services and charges	397,644	397,644	231,820	165,824
Capital outlays	-	-	-	-
Total expenditures	<u>397,644</u>	<u>397,644</u>	<u>231,820</u>	<u>165,824</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>63</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			63	
Reconciling Items				
Changes Affected by Accrued Revenues			794,520	
Changes Affected by Accrued Expenditures			(358,750)	
Fund Balances - Beginning of Year			<u>136,932</u>	
Fund Balance - End of Year			<u>\$ 572,765</u>	

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, 2016

	Self-Funded Health Insurance	Liability Insurance	Total
ASSETS			
Cash	\$ 7,377,057	\$ 8,202,533	\$ 15,579,590
Investments	3,549,967	3,892,559	7,442,526
Accrued interest receivable	15,266	15,885	31,151
	<u>10,942,290</u>	<u>12,110,977</u>	<u>23,053,267</u>
Total current assets			
	<u>10,942,290</u>	<u>12,110,977</u>	<u>23,053,267</u>
Total assets			
	<u>10,942,290</u>	<u>12,110,977</u>	<u>23,053,267</u>
LIABILITIES			
Accounts payable	728,889	11,526	740,415
Due to other funds	-	184,259	184,259
Claims and judgments	1,972,820	1,610,217	3,583,037
	<u>2,701,709</u>	<u>1,806,002</u>	<u>4,507,711</u>
Total current liabilities			
	<u>2,701,709</u>	<u>1,806,002</u>	<u>4,507,711</u>
Noncurrent liabilities:			
Claims and judgments	-	4,209,542	4,209,542
	<u>-</u>	<u>4,209,542</u>	<u>4,209,542</u>
Total noncurrent liabilities			
	<u>-</u>	<u>4,209,542</u>	<u>4,209,542</u>
Total liabilities			
	<u>2,701,709</u>	<u>6,015,544</u>	<u>8,717,253</u>
NET POSITION			
Unrestricted	8,240,581	6,095,433	14,336,014
Total net position	<u>\$ 8,240,581</u>	<u>\$ 6,095,433</u>	<u>\$ 14,336,014</u>

Ada County
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended September 30, 2016

	Self-Funded Health Insurance	Liability Insurance	Total
OPERATING REVENUES			
Charges for services	\$ 21,441,659	\$ 2,631,682	\$ 24,073,341
Total operating revenues	21,441,659	2,631,682	24,073,341
OPERATING EXPENSES			
Claims	17,467,455	(338,811)	17,128,644
Administration	4,538,246	430,444	4,968,690
Total operating expenses	22,005,701	91,633	22,097,334
Income (loss) before nonoperating income (expense) and transfers	(564,042)	2,540,049	1,976,007
NONOPERATING REVENUES (EXPENSES)			
Interest income	83,803	86,794	170,597
Net increase (decrease) in the fair value of investments	(1,271)	(1,032)	(2,303)
Total nonoperating income	82,532	85,762	168,294
Income (loss) before operating transfers	(481,510)	2,625,811	2,144,301
Transfers out	-	(42,664)	(42,664)
Change in net position	(481,510)	2,583,147	2,101,637
Total net position - beginning	8,722,091	3,512,286	12,234,377
Total net position - ending	\$ 8,240,581	\$ 6,095,433	\$ 14,336,014

Ada County
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2016

	Self-Funded Health Insurance	Liability Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from services provided to other funds	\$ 21,441,659	\$ 2,631,682	\$ 24,073,341
Cash paid to suppliers for goods and contracted services	<u>(21,314,541)</u>	<u>(1,869,854)</u>	<u>(23,184,395)</u>
Net cash provided by (used for) operating activities	<u>127,118</u>	<u>761,828</u>	<u>888,946</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer out	<u>-</u>	<u>(42,664)</u>	<u>(42,664)</u>
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>(42,664)</u>	<u>(42,664)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Net (increase) decrease in investments	5,744,100	5,769,219	11,513,319
Interest income	<u>80,026</u>	<u>85,891</u>	<u>165,917</u>
Net cash provided by (used for) investing activities	<u>5,824,126</u>	<u>5,855,110</u>	<u>11,679,236</u>
Net increase (decrease) in cash	5,951,244	6,574,274	12,525,518
Cash, beginning of year	<u>1,425,813</u>	<u>1,628,259</u>	<u>3,054,072</u>
Cash, end of year	<u>\$ 7,377,057</u>	<u>\$ 8,202,533</u>	<u>\$ 15,579,590</u>

(Continued)

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

	Self-Funded Health Insurance	Liability Insurance	Total
Operating income (loss)	\$ (564,042)	\$ 2,540,049	\$ 1,976,007
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Increase (decrease) in accounts payable	(82,638)	(91,169)	(173,807)
Increase (decrease) in due to other funds	-	72,319	72,319
Increase (decrease) in claims and judgments	773,798	(1,759,371)	(985,573)
Total adjustments	691,160	(1,778,221)	(1,087,061)
Net cash provided by (used for) operating activities	\$ 127,118	\$ 761,828	\$ 888,946

Noncash investing activities for governmental internal service funds were:

The net decrease in the fair value of investments for Self-Funded Health Insurance was \$1,271 for the year.

The net decrease in the fair value of investments for Liability Insurance was \$1,032 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, 2016

	<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	\$ 4,492,433	\$ 204,339	\$ 3,479,429	\$ 3,496,559	\$ 43,900	\$ 979,787	\$ 12,696,447
Accounts Receivable	<u>554,489</u>	<u>76,605</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>631,094</u>
Total assets	<u><u>\$ 5,046,922</u></u>	<u><u>\$ 280,944</u></u>	<u><u>\$ 3,479,429</u></u>	<u><u>\$ 3,496,559</u></u>	<u><u>\$ 43,900</u></u>	<u><u>\$ 979,787</u></u>	<u><u>\$ 13,327,541</u></u>
Liabilities							
Accounts payable	\$ 64,016	\$ 81,220	\$ -	\$ 14,494	\$ -	\$ -	\$ 159,730
Fines and appearance bonds to be remitted	-	-	-	2,850,971	-	-	2,850,971
Fiduciary fund liabilities:							
Judgements held in trust	-	-	-	-	-	815,567	815,567
Tax receipts held in trust	-	-	3,479,429	-	-	-	3,479,429
Due to prisoners	-	-	-	-	-	164,220	164,220
Due to victims	-	-	-	-	43,900	-	43,900
Due to other agencies and units of government	<u>4,982,906</u>	<u>199,724</u>	<u>-</u>	<u>631,094</u>	<u>-</u>	<u>-</u>	<u>5,813,724</u>
Total liabilities	<u><u>\$ 5,046,922</u></u>	<u><u>\$ 280,944</u></u>	<u><u>\$ 3,479,429</u></u>	<u><u>\$ 3,496,559</u></u>	<u><u>\$ 43,900</u></u>	<u><u>\$ 979,787</u></u>	<u><u>\$ 13,327,541</u></u>

ADA COUNTY, IDAHO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

FUND	Balance 9/30/15	Additions	Deductions	Balance 9/30/16
<u>State of Idaho</u>				
Assets:				
Cash	\$ 4,032,526	\$ 60,044,825	\$ 59,584,918	\$ 4,492,433
Accounts Receivable	541,154	554,489	541,154	554,489
Total Assets	<u>\$ 4,573,680</u>	<u>\$ 60,599,314</u>	<u>\$ 60,126,072</u>	<u>\$ 5,046,922</u>
Liabilities:				
Accounts payable	\$ 24,741	\$ 55,616,408	\$ 55,577,133	\$ 64,016
Due to other agencies and units of government	4,548,939	4,982,906	4,548,939	4,982,906
Total liabilities	<u>\$ 4,573,680</u>	<u>\$ 60,599,314</u>	<u>\$ 60,126,072</u>	<u>\$ 5,046,922</u>
<u>Special Taxing Districts</u>				
Assets:				
Cash	\$ 147,291	\$ 420,406,855	\$ 420,349,807	\$ 204,339
Accounts Receivable	67,887	76,605	67,887	76,605
	<u>\$ 215,178</u>	<u>\$ 420,483,460</u>	<u>\$ 420,417,694</u>	<u>\$ 280,944</u>
Liabilities:				
Accounts payable	\$ 72,441	\$ 81,220	\$ 72,441	\$ 81,220
Due to other agencies and units of government	142,737	420,402,240	420,345,253	199,724
	<u>\$ 215,178</u>	<u>\$ 420,483,460</u>	<u>\$ 420,417,694</u>	<u>\$ 280,944</u>
<u>Unapportioned</u>				
Assets:				
Cash	\$ 3,305,210	\$ 1,558,685,237	\$ 1,558,511,018	\$ 3,479,429
	<u>\$ 3,305,210</u>	<u>\$ 1,558,685,237</u>	<u>\$ 1,558,511,018</u>	<u>\$ 3,479,429</u>
Liabilities:				
Tax receipts held in trust	\$ 3,305,210	\$ 1,558,685,237	\$ 1,558,511,018	\$ 3,479,429
	<u>\$ 3,305,210</u>	<u>\$ 1,558,685,237</u>	<u>\$ 1,558,511,018</u>	<u>\$ 3,479,429</u>

ADA COUNTY, IDAHO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

FUND	Balance 9/30/15	Additions	Deductions	Balance 9/30/16
<u>Court Suspense</u>				
Assets:				
Cash	\$ 3,781,024	\$ 18,987,951	\$ 19,272,416	\$ 3,496,559
Total Assets	<u>\$ 3,781,024</u>	<u>\$ 18,987,951</u>	<u>\$ 19,272,416</u>	<u>\$ 3,496,559</u>
Liabilities:				
Accounts payable	\$ 36,242	\$ 15,505,886	\$ 15,527,634	\$ 14,494
Due to agencies	609,042	631,094	609,042	631,094
Fines and appearance bonds to be remitted	<u>3,135,740</u>	<u>2,850,971</u>	<u>3,135,740</u>	<u>2,850,971</u>
Total liabilities	<u>\$ 3,781,024</u>	<u>\$ 18,987,951</u>	<u>\$ 19,272,416</u>	<u>\$ 3,496,559</u>
<u>Restitution Accounts</u>				
Assets:				
Cash	\$ 18,209	\$ 2,182,098	\$ 2,156,407	\$ 43,900
	<u>\$ 18,209</u>	<u>\$ 2,182,098</u>	<u>\$ 2,156,407</u>	<u>\$ 43,900</u>
Liabilities:				
Due victims	\$ 18,209	\$ 2,182,098	\$ 2,156,407	\$ 43,900
	<u>\$ 18,209</u>	<u>\$ 2,182,098</u>	<u>\$ 2,156,407</u>	<u>\$ 43,900</u>
<u>Sheriff's Accounts</u>				
Assets:				
Cash	\$ 732,539	\$ 16,639,422	\$ 16,392,174	\$ 979,787
	<u>\$ 732,539</u>	<u>\$ 16,639,422</u>	<u>\$ 16,392,174</u>	<u>\$ 979,787</u>
Liabilities:				
Due to prisoners	\$ 117,259	\$ 1,392,101	\$ 1,345,140	\$ 164,220
Judgements held in trust	<u>615,280</u>	<u>15,247,321</u>	<u>15,047,034</u>	<u>815,567</u>
	<u>\$ 732,539</u>	<u>\$ 16,639,422</u>	<u>\$ 16,392,174</u>	<u>\$ 979,787</u>

(Continued)

ADA COUNTY, IDAHO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016

FUND	Balance 9/30/15	Additions	Deductions	Balance 9/30/16
TOTAL ALL AGENCY FUNDS:				
Assets:				
Cash	\$ 12,016,799	\$ 2,076,946,388	\$ 2,076,266,740	\$ 12,696,447
Accounts Receivable	609,041	631,094	609,041	631,094
	<u>\$ 12,625,840</u>	<u>\$ 2,077,577,482</u>	<u>\$ 2,076,875,781</u>	<u>\$ 13,327,541</u>
Liabilities:				
Accounts payable	\$ 133,424	\$ 71,203,514	\$ 71,177,208	\$ 159,730
Fines and appearance bonds to be remitted	3,135,740	2,850,971	3,135,740	2,850,971
Judgements held in trust	615,280	15,247,321	15,047,034	815,567
Tax receipts held in trust	3,305,210	1,558,685,237	1,558,511,018	3,479,429
Due to prisoners	117,259	1,392,101	1,345,140	164,220
Due to victims	18,209	2,182,098	2,156,407	43,900
Due to other agencies and units of government	5,300,718	426,016,240	425,503,234	5,813,724
	<u>\$ 12,625,840</u>	<u>\$ 2,077,577,482</u>	<u>\$ 2,076,875,781</u>	<u>\$ 13,327,541</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>	108-113
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>	114-117
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>	118-122
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>	123-124
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>	125-127

(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			
	2007	2008	2009	2010
Governmental activities				
Net investment in capital assets	\$ 77,996,260	\$ 87,719,664	\$ 90,423,756	\$ 88,847,732
Restricted	20,562,666	23,166,023	18,833,918	19,766,888
Unrestricted	109,397,452	110,577,070	113,753,487	115,463,248
Total governmental activities net position	<u>\$ 207,956,378</u>	<u>\$ 221,462,757</u>	<u>\$ 223,011,161</u>	<u>\$ 224,077,868</u>
Business-type activities				
Net investment in capital assets	\$ 31,370,655	\$ 32,861,601	\$ 41,505,019	\$ 44,217,618
Unrestricted	11,044,254	8,687,207	3,760,014	2,926,742
Total business-type activities net position	<u>\$ 42,414,909</u>	<u>\$ 41,548,808</u>	<u>\$ 45,265,033</u>	<u>\$ 47,144,360</u>
Primary government				
Net investment in capital assets	\$ 109,366,915	\$ 120,581,265	\$ 131,928,775	\$ 133,065,350
Restricted	20,562,666	23,166,023	18,833,918	19,766,888
Unrestricted	120,441,706	119,264,277	117,513,501	118,389,990
Total primary government net position	<u>\$ 250,371,287</u>	<u>\$ 263,011,565</u>	<u>\$ 268,276,194</u>	<u>\$ 271,222,228</u>

Fiscal Years					
2011	2012	2013	2014	2015	2016
\$ 89,750,109	\$ 91,217,513	\$ 92,839,305	\$ 89,996,230	\$ 124,827,095	\$ 130,658,570
11,602,787	14,257,039	17,750,742	20,756,482	20,474,373	18,839,933
126,125,797	119,908,182	108,470,768	102,133,803	28,916,881	38,704,701
<u>\$ 227,478,693</u>	<u>\$ 225,382,734</u>	<u>\$ 219,060,815</u>	<u>\$ 212,886,515</u>	<u>\$ 174,218,349</u>	<u>\$ 188,203,204</u>
\$ 48,798,551	\$ 47,883,817	\$ 47,274,745	\$ 49,929,979	\$ 51,974,692	\$ 51,178,122
880,345	8,015,689	12,457,323	13,434,235	10,373,881	14,604,148
<u>\$ 49,678,896</u>	<u>\$ 55,899,506</u>	<u>\$ 59,732,068</u>	<u>\$ 63,364,214</u>	<u>\$ 62,348,573</u>	<u>\$ 65,782,270</u>
\$ 138,548,660	\$ 139,101,330	\$ 140,114,050	\$ 139,926,209	\$ 176,801,787	\$ 181,836,692
11,602,787	14,257,039	17,750,742	20,756,482	20,474,373	18,839,933
127,006,142	127,923,871	120,928,091	115,568,038	39,290,762	53,308,849
<u>\$ 277,157,589</u>	<u>\$ 281,282,240</u>	<u>\$ 278,792,883</u>	<u>\$ 276,250,729</u>	<u>\$ 236,566,922</u>	<u>\$ 253,985,474</u>

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

	Fiscal Years			
	2007	2008	2009	2010
Expenses				
Governmental activities:				
General government	\$ 52,170,385	\$ 56,754,618	\$ 60,278,077	\$ 58,584,760
Public safety	52,647,819	60,025,033	66,365,684	64,925,425
Sanitation	2,024,030	2,137,534	2,389,758	2,532,523
Health and Welfare	5,287,717	6,788,432	9,327,152	9,948,451
Recreational & Cultural	883,819	1,035,666	1,270,222	1,080,420
Education	230,756	153,879	-	-
Community infrastructure	-	-	-	-
Interest on long-term debt	2,599,255	1,974,928	1,943,494	2,190,645
Total governmental activities expenses	<u>115,843,781</u>	<u>128,870,090</u>	<u>141,574,387</u>	<u>139,262,224</u>
Business-type Activities:				
Emergency Medical Services	8,697,888	9,760,710	9,891,228	10,308,696
Solid Waste Management	8,824,916	17,424,254	9,948,898	9,599,649
Western Idaho Fair	3,511,749	3,692,851	3,528,574	3,742,215
Billing Services	3,509,084	3,810,141	4,190,431	4,408,850
Total Business-type Activities Expenses	<u>24,543,637</u>	<u>34,687,956</u>	<u>27,559,131</u>	<u>28,059,410</u>
Total Primary Government Expenses	<u>\$ 140,387,418</u>	<u>\$ 163,558,046</u>	<u>\$ 169,133,518</u>	<u>\$ 167,321,634</u>
Program Revenues				
Governmental activities:				
Charges for services:				
General government	\$ 12,500,483	\$ 10,071,190	\$ 8,431,614	\$ 8,684,928
Sanitation	369,165	365,455	629,343	663,617
Public safety	17,595,763	21,271,616	21,473,736	20,759,001
Recreational and cultural	540,643	300,632	281,368	276,481
Operating grants and contributions	5,512,550	3,705,763	6,679,011	5,074,372
Capital grants and contributions	-	-	-	459,381
Total governmental activities program revenues	<u>36,518,604</u>	<u>35,714,656</u>	<u>37,495,072</u>	<u>35,917,780</u>
Business-type Activities:				
Charges for services:				
Emergency Medical Services	6,366,450	7,487,474	7,137,575	7,543,075
Solid Waste Management	9,545,456	13,602,397	12,210,403	11,054,437
Western Idaho Fair	3,693,718	3,644,401	3,298,213	3,275,178
Billing Services	3,297,502	4,186,425	3,990,866	3,683,752
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	<u>22,903,126</u>	<u>28,920,697</u>	<u>26,637,057</u>	<u>25,556,442</u>
Total primary government program revenues	<u>\$ 59,421,730</u>	<u>\$ 64,635,353</u>	<u>\$ 64,132,129</u>	<u>\$ 61,474,222</u>
Net (Expense)/Revenue				
Governmental activities	\$ (79,325,177)	\$ (93,155,434)	\$ (104,079,315)	\$ (103,344,444)
Business-type Activities	(1,640,511)	(5,767,259)	(922,074)	(2,502,968)
Total primary government net expense	<u>\$ (80,965,688)</u>	<u>\$ (98,922,693)</u>	<u>\$ (105,001,389)</u>	<u>\$ (105,847,412)</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes	\$ 75,125,349	\$ 79,689,693	\$ 82,630,115	\$ 84,021,542
Sales taxes	14,795,681	14,459,564	12,411,494	11,998,048
Unrestricted grants and contributions	4,760,277	4,608,140	4,384,595	3,937,492
Investment earnings	9,151,715	6,354,998	4,229,018	1,696,044
Miscellaneous	1,428,766	1,549,418	1,972,497	2,758,025
Transfers	-	-	-	-
Special items	-	-	-	-
Total governmental activities	<u>105,261,788</u>	<u>106,661,813</u>	<u>105,627,719</u>	<u>104,411,151</u>
Business-type Activities:				
Taxes				
Property Taxes	3,275,673	3,567,680	3,810,007	3,988,094
Sales taxes	183,519	173,859	146,670	142,264
Investment earnings	998,511	919,235	678,622	216,437
Miscellaneous	84,773	240,384	3,000	35,500
Transfers	-	-	-	-
Total Business-type activities	<u>4,542,476</u>	<u>4,901,158</u>	<u>4,638,299</u>	<u>4,382,295</u>
Total primary government	<u>\$ 109,804,264</u>	<u>\$ 111,562,971</u>	<u>\$ 110,266,018</u>	<u>\$ 108,793,446</u>
Change in Net Position				
Governmental activities	\$ 25,936,611	\$ 13,506,379	\$ 1,548,404	\$ 1,066,707
Business-type activities	2,901,965	(866,101)	3,716,225	1,879,327
Total primary government	<u>\$ 28,838,576</u>	<u>\$ 12,640,278</u>	<u>\$ 5,264,629</u>	<u>\$ 2,946,034</u>

Fiscal Years					
2011	2012	2013	2014	2015	2016
\$ 58,526,634	\$ 61,484,228	\$ 64,960,121	\$ 67,640,517	\$ 68,562,477	\$ 73,729,926
68,724,187	69,645,805	70,515,247	76,746,769	72,847,031	75,584,632
2,262,190	2,177,501	2,270,585	2,231,017	2,179,381	2,419,442
10,084,812	10,458,674	11,565,125	9,356,800	8,217,181	10,190,785
1,096,802	933,979	962,831	1,309,584	1,062,997	1,085,473
-	-	-	-	-	-
-	-	-	-	246,330	54,065
2,140,307	2,022,206	1,885,319	1,687,617	1,041,490	30,321
<u>142,834,932</u>	<u>146,722,393</u>	<u>152,159,228</u>	<u>158,972,304</u>	<u>154,156,887</u>	<u>163,094,644</u>
11,363,354	11,467,618	11,499,514	12,703,334	12,350,119	13,309,813
8,013,967	5,542,775	8,841,434	9,230,298	12,820,260	12,844,692
3,810,884	3,842,484	4,144,628	4,194,142	4,139,887	4,481,978
2,395,015	4,276,903	4,510,682	4,624,633	4,870,951	4,963,713
<u>25,583,220</u>	<u>25,129,780</u>	<u>28,996,258</u>	<u>30,752,407</u>	<u>34,181,217</u>	<u>35,600,196</u>
<u>\$ 168,418,152</u>	<u>\$ 171,852,173</u>	<u>\$ 181,155,486</u>	<u>\$ 189,724,711</u>	<u>\$ 188,338,104</u>	<u>\$ 198,694,840</u>
\$ 9,854,503	\$ 10,420,478	\$ 11,217,971	\$ 10,865,803	\$ 11,619,898	\$ 11,706,122
410,989	433,674	433,548	251,487	263,898	241,122
20,855,993	21,155,331	21,263,277	21,155,720	21,004,133	21,985,540
249,440	299,805	277,457	263,811	285,696	290,026
6,344,399	4,817,043	4,166,600	5,179,449	3,489,218	5,513,005
319,840	172,020	352,986	112,856	24,985	81,213
<u>38,035,164</u>	<u>37,298,351</u>	<u>37,711,839</u>	<u>37,829,126</u>	<u>36,687,828</u>	<u>39,817,028</u>
7,673,408	7,662,036	8,229,702	7,817,428	9,014,090	9,604,435
11,079,603	10,652,812	10,901,172	11,794,940	13,790,499	13,691,925
3,312,926	3,779,678	4,205,818	4,534,944	4,644,525	4,923,187
1,969,200	4,453,337	4,750,930	4,901,857	4,792,493	4,878,682
37,506	39,172	10,110	80,158	8,098	18,751
50,078	-	133,573	-	-	98,898
<u>24,122,721</u>	<u>26,587,035</u>	<u>28,231,305</u>	<u>29,129,327</u>	<u>32,249,705</u>	<u>33,215,878</u>
<u>\$ 62,157,885</u>	<u>\$ 63,885,386</u>	<u>\$ 65,943,144</u>	<u>\$ 66,958,453</u>	<u>\$ 68,937,533</u>	<u>\$ 73,032,906</u>
\$ (104,799,768)	\$ (109,424,042)	\$ (114,447,389)	\$ (121,143,178)	\$ (117,469,059)	\$ (123,277,616)
<u>(1,460,499)</u>	<u>1,457,255</u>	<u>(764,953)</u>	<u>(1,623,080)</u>	<u>(1,931,512)</u>	<u>(2,384,318)</u>
<u>\$ (106,260,267)</u>	<u>\$ (107,966,787)</u>	<u>\$ (115,212,342)</u>	<u>\$ (122,766,258)</u>	<u>\$ (119,400,571)</u>	<u>\$ (125,661,934)</u>
\$ 83,715,268	\$ 83,732,818	\$ 84,799,902	\$ 88,389,228	\$ 95,405,170	\$ 105,408,001
13,071,774	14,228,023	15,546,807	16,507,820	18,063,881	19,569,920
4,035,220	5,201,959	5,386,445	6,229,150	8,107,851	8,412,292
1,940,852	2,073,274	67,983	1,453,216	1,438,120	929,258
3,177,143	2,092,009	2,324,333	2,389,464	2,036,803	2,943,000
-	-	-	-	(94,116)	-
2,260,336	-	-	-	-	-
<u>108,200,593</u>	<u>107,328,083</u>	<u>108,125,470</u>	<u>114,968,878</u>	<u>124,957,709</u>	<u>137,262,471</u>
4,142,323	4,309,024	4,444,168	4,602,005	4,877,345	5,167,523
149,631	163,094	177,636	225,723	244,505	264,390
225,485	287,237	(24,289)	259,026	397,117	264,474
(522,404)	4,000	-	168,472	162,921	121,628
-	-	-	-	94,116	-
<u>3,995,035</u>	<u>4,763,355</u>	<u>4,597,515</u>	<u>5,255,226</u>	<u>5,776,004</u>	<u>5,818,015</u>
<u>\$ 112,195,628</u>	<u>\$ 112,091,438</u>	<u>\$ 112,722,985</u>	<u>\$ 120,224,104</u>	<u>\$ 130,733,713</u>	<u>\$ 143,080,486</u>
\$ 3,400,825	\$ (2,095,959)	\$ (6,321,919)	\$ (6,174,300)	\$ 7,488,650	\$ 13,984,855
<u>2,534,536</u>	<u>6,220,610</u>	<u>3,832,562</u>	<u>3,632,146</u>	<u>3,844,492</u>	<u>3,433,697</u>
<u>\$ 5,935,361</u>	<u>\$ 4,124,651</u>	<u>\$ (2,489,357)</u>	<u>\$ (2,542,154)</u>	<u>\$ 11,333,142</u>	<u>\$ 17,418,552</u>

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

	Fiscal Years									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Fund										
Restricted	\$ 1,775,181	\$ 1,438,037	\$ 1,189,823	\$ 1,216,216	\$ 2,722,455	\$ 2,993,967	\$ 3,271,693	\$ 3,589,336	\$ 3,708,927	\$ 3,000,788
Assigned	20,249,494	2,349,002	159,900	13,271,925	18,145,965	14,482,549	12,343,887	11,722,166	6,738,955	2,531,349
Unassigned	30,728,649	30,291,603	38,675,681	34,933,700	36,021,439	33,073,659	29,669,216	29,335,340	36,560,866	48,591,519
Total general fund	<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>	<u>\$ 47,008,748</u>	<u>\$ 54,123,656</u>
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	5,372,051	7,692,971	9,701,445	11,239,328	11,648,347	11,276,393	14,527,376	17,233,161	16,847,481	15,935,589
Assigned	55,861,205	76,126,011	68,750,220	66,918,888	65,417,987	69,094,990	63,552,623	58,427,895	23,100,174	24,494,268
Unassigned	-	-	-	-	(1,075,123)	-	-	-	-	-
Total all other governmental funds	<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>	<u>\$ 39,947,655</u>	<u>\$ 40,429,857</u>
Grand Total Governmental Funds	<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>	<u>\$ 86,956,403</u>	<u>\$ 94,553,513</u>

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

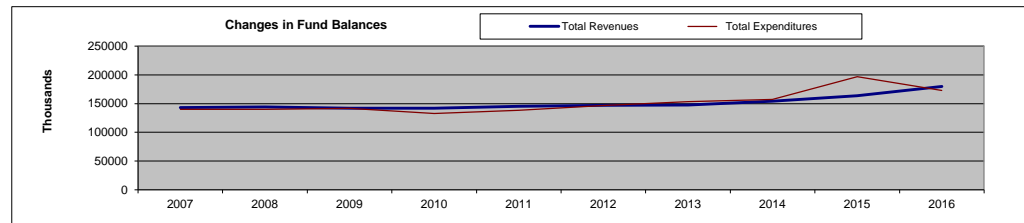
	Fiscal Years									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues										
Property Taxes	\$ 74,823,351	\$ 78,690,959	\$ 81,084,044	\$ 83,818,073	\$ 84,061,312	\$ 84,460,830	\$ 85,200,788	\$ 88,696,710	\$ 95,513,597	\$ 105,463,900
Licenses and Permits	1,267,325	1,364,599	1,397,900	1,266,905	1,357,644	1,451,436	1,459,086	1,408,659	1,631,087	1,593,531
Intergovernmental	25,068,508	22,773,467	23,475,100	21,469,293	23,771,233	24,419,045	25,452,838	28,029,275	29,685,935	33,576,430
Charges for Services	28,854,813	29,581,174	28,008,592	27,808,125	28,775,816	30,065,568	31,121,804	30,475,153	30,968,602	31,804,842
Fines and Forfeitures	1,996,638	1,738,443	1,916,172	1,847,861	1,542,318	1,365,628	1,513,577	1,370,067	1,220,426	1,591,675
Miscellaneous	3,193,850	4,501,933	2,449,872	4,071,422	4,006,810	3,262,916	2,609,493	2,973,952	2,764,306	4,881,554
Interest Income	7,620,065	5,850,773	2,977,295	1,932,897	1,709,444	1,856,012	1,627,736	1,520,777	(221,739)	771,053
Net Change in Fair Value of Investments	441,475	(337,454)	737,725	(381,744)	84,402	61,090	(1,518,931)	(189,448)	1,440,765	(10,089)
Total Revenues	143,266,025	144,163,894	142,046,700	141,832,832	145,308,979	146,942,525	147,466,391	154,285,145	163,002,979	179,672,896
Expenditures										
General Government	48,903,489	54,064,422	54,291,715	53,306,533	51,833,010	55,684,557	59,656,125	62,959,158	65,622,107	70,381,890
Public Safety	50,647,989	56,848,717	62,361,569	60,118,064	62,303,788	64,698,759	67,345,531	73,853,150	74,332,774	80,942,450
Sanitation	1,889,501	1,959,076	2,214,515	2,302,103	1,993,245	1,972,854	1,995,693	1,965,653	2,013,518	2,212,704
Recreational and Cultural	713,009	734,038	948,947	710,245	727,596	578,605	601,178	748,768	790,690	794,274
Education	230,756	153,879	-	-	-	-	-	-	-	-
Health and Welfare	6,195,072	7,253,842	9,598,295	7,732,560	12,570,816	10,458,699	11,599,625	9,429,769	8,307,923	10,522,854
Community Infrastructure	-	-	-	-	-	-	-	-	321,213	564,338
Capital Outlay	28,491,005	15,625,440	8,423,950	4,506,044	4,564,967	8,850,103	7,321,002	3,054,923	8,599,680	7,489,687
Debt Service	-	-	-	-	-	-	-	-	-	-
Interest	2,714,185	1,974,928	1,953,264	2,204,295	2,158,989	2,043,022	1,911,736	1,716,213	1,326,598	25,802
Principal	394,338	1,510,000	1,675,000	1,850,000	2,415,000	2,665,000	3,025,000	3,330,000	35,350,000	431
Total expenditures	140,179,344	140,124,342	141,467,255	132,729,844	138,567,411	146,951,599	153,455,890	157,057,634	196,664,503	172,934,430
Excess of revenues over (under) expenditures	3,086,681	4,039,552	579,445	9,102,988	6,741,568	(9,074)	(5,989,499)	(2,772,489)	(33,661,524)	6,738,466
Other Financing Sources (Uses)										
Proceeds from sale (1)	-	-	-	-	-	-	-	-	-	-
Transfers in	27,285,697	39,379,319	5,962,638	3,829,413	2,444,485	8,029,146	1,312,238	4,685,387	15,139,240	7,678,113
Transfers out	(27,564,081)	(39,507,827)	(5,962,638)	(3,829,413)	(3,885,040)	(9,979,584)	(2,879,502)	(4,969,795)	(15,210,011)	(7,635,449)
Bond proceeds	-	-	-	-	-	-	-	-	380,800	-
Proceeds from capital lease	-	-	-	-	-	-	-	-	-	815,980
Total other financing sources (uses)	(278,384)	(128,508)	-	-	(1,440,555)	(1,950,438)	(1,567,264)	(284,408)	310,029	858,644
Net change in fund balances	\$ 2,808,297	\$ 3,911,044	\$ 579,445	\$ 9,102,988	\$ 5,301,013	\$ (1,959,512)	\$ (7,556,763)	\$ (3,056,897)	\$ (33,351,495)	\$ 7,597,110
Debt service as a percentage of noncapital expenditures (2)	2.8%	2.8%	2.7%	3.2%	3.4%	3.4%	3.4%	3.3%	19.5%	0.0%

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

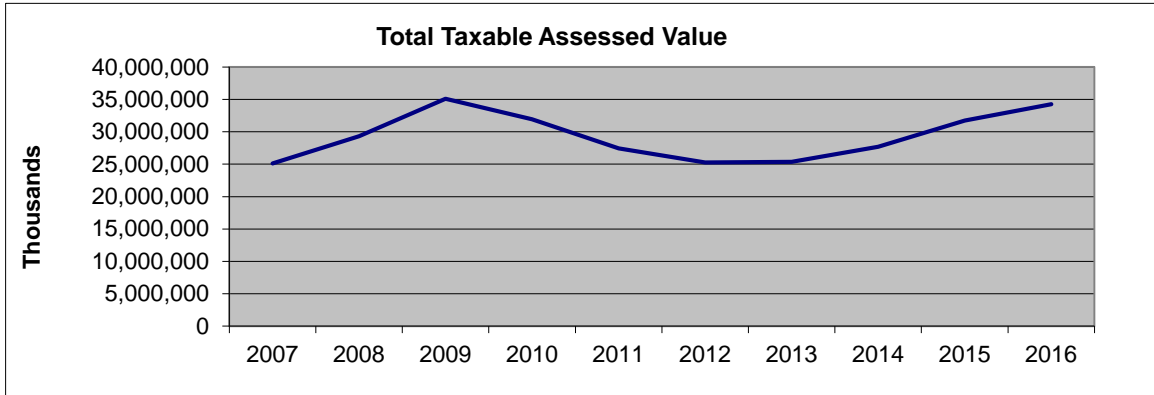
(2) Debt service represents debt service principal and interest expenditures presented above.
 Noncapital expenditures represents Total Expenditures above, less the category of Capital Outlay
 expenditures (which represents all capital asset expenditures for all governmental functions).

The anomaly in 2015 is a result of the payoff of the Courthouse Corridor Capital Lease.



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
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
2015	37,746,378	1,124,068	48,589	705,318	39,624,353	7,894,125	31,730,228	3.35
2016	41,085,666	1,093,415	51,948	709,812	42,940,841	8,677,999	34,262,842	3.44



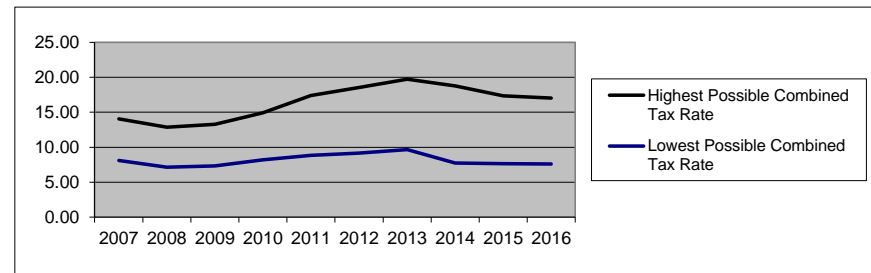
Notes:

- (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 historical amounts are as follows: fiscal year 2008 (\$89,325), fiscal 2009 (\$100,938), fiscal 2010 (\$104,471), fiscal 2011 (\$101,153), fiscal 2012 (\$92,040), fiscal 2013 (\$83,974), fiscal 2014 (\$81,000), fiscal 2015 (\$83,920).
- (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 Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
County direct rates										
General	\$ 2.56	\$ 2.28	\$ 2.30	\$ 2.63	\$ 3.06	\$ 3.32	\$ 3.36	\$ 3.20	\$ 3.02	\$ 3.11
Emergency Medical Services	0.11	0.10	0.11	0.13	0.15	0.17	0.18	0.17	0.14	0.15
Pest Extermination	0.12	0.11	0.12	0.14	0.15	0.17	0.16	0.16	0.16	0.15
Mosquito Abatement	0.03	0.03	0.03	0.03	0.03	0.04	0.04	0.03	0.03	0.03
Total Direct rate	2.82	2.52	2.56	2.93	3.39	3.70	3.74	3.56	3.35	3.44
Ada County Highway district rate	0.95	0.87	0.91	1.02	1.19	1.29	1.29	1.19	1.08	1.01
City rates										
Boise	5.49	5.03	5.15	5.87	6.98	7.78	8.32	8.04	7.48	7.35
Eagle	0.86	0.78	0.83	1.00	1.01	1.01	1.01	0.86	0.86	1.02
Garden City	2.93	2.70	2.72	2.99	3.57	4.06	4.24	3.93	3.72	3.64
Kuna	2.11	1.94	2.06	2.60	3.16	3.63	4.01	3.74	3.20	3.12
Meridian	2.81	2.67	2.86	3.49	4.09	4.48	4.55	4.26	4.01	3.94
Star	2.18	1.82	2.04	2.73	3.16	3.58	3.49	3.00	2.51	2.19
Average of the 6 City rates	2.73	2.49	2.61	3.11	3.66	4.09	4.27	3.97	3.63	3.54
School district rates ⁽¹⁾										
College of Western Idaho ⁽²⁾	n/a	n/a	0.11	0.13	0.16	0.18	0.19	0.18	0.17	0.16
Boise Ind School Dist #1	4.74	4.43	4.56	4.92	5.58	5.50	6.11	5.71	5.23	5.05
West Ada Jt School Dist #2	3.89	3.65	3.58	3.51	3.49	3.40	4.60	4.64	4.09	4.22
Kuna Jt School Dist #3	3.86	3.32	3.33	4.63	5.03	4.79	7.86	7.41	6.65	6.17
Melba Jt School Dist #136	5.41	5.35	5.34	4.92	5.00	5.51	4.46	2.85	3.08	3.02
Average Rate of 8 Fire districts	1.54	1.44	1.54	1.74	1.96	2.09	2.11	2.08	1.94	1.90
Average Rate of 3 Library districts	0.53	0.46	0.50	0.58	0.66	0.66	0.66	0.66	0.60	0.58
Average Rate of 7 Cemetery districts	0.07	0.06	0.06	0.07	0.07	0.08	0.08	0.08	0.08	0.07
Average Rate of 2 Sewer districts ⁽³⁾	0.24	0.22	0.24	0.33	0.39	1.62	1.68	1.48	0.47	0.46
Average Rate of Miscellaneous districts	0.08	0.07	0.08	0.09	0.11	0.11	0.12	0.12	0.11	0.11
Highest Possible Combined Tax Rate	14.03	12.87	13.29	14.91	17.37	18.53	19.72	18.76	17.35	17.04
Lowest Possible Combined Tax Rate	8.12	7.13	7.33	8.18	8.82	9.14	9.64	7.75	7.66	7.61

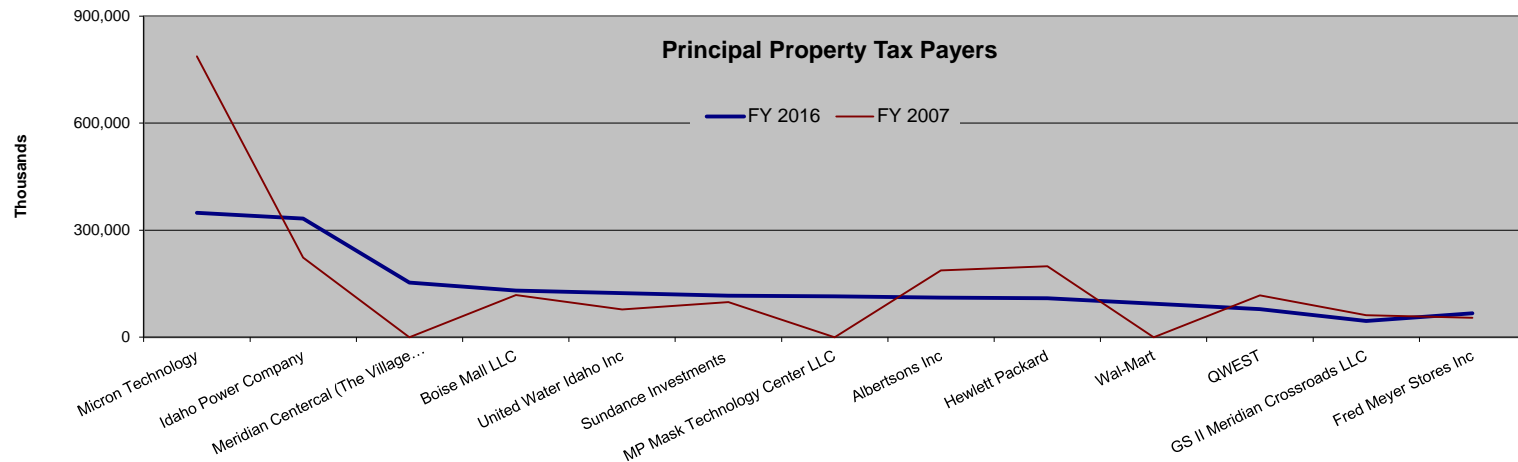
- (1) By special Idaho legislative session in 2006, funding for all School District's Maintenance & Operations changed it's revenue source from levy to a one cent state sales tax increase. Also, public support for tax relief caused other Districts to request lower funding amounts.
- (2) A new district, College of Western Idaho, first levied in FY 2009.
- (3) A new district, Meridian Heights Sewer, levied 5.13 in FY 2012, 5.34 in FY 2013, and 4.66 in FY 2014, significantly raising the average sewer levy. Both Meridian Heights Sewer and Northwest Boise Sewer dissolved after FY 2014, leaving Eagle and Star Sewer as the only two remaining taxing sewer districts.



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

Taxpayer	Type of Business	Fiscal Year 2016			Fiscal Year 2007		
		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	\$ 348,363,600	1	1.02 %	\$ 786,982,400	1	2.68 %
Idaho Power Company	Electric Utility	332,006,939	2	0.97	222,707,043	2	0.76
Meridian Central (The Village at Meridian)	Real Estate Holding	152,881,600	3	0.45	-----	----	----
Boise Mall LLC	Real Estate Holding	130,747,500	4	0.38	118,236,700	5	0.40
United Water Idaho Inc	Water Utility	123,199,999	5	0.36	77,930,696	8	0.27
Sundance Investments	Commercial Construction	116,472,100	6	0.34	98,809,100	7	0.34
MP Mask Technology Center LLC	Electronics Manufacturer	114,945,600	7	0.34	-----	----	----
Albertsons Inc	Retail Grocery	111,346,300	8	0.32	187,412,800	4	0.64
Hewlett Packard	Electronics Manufacturer	109,274,300	9	0.32	198,407,000	3	0.68
Wal-Mart	Retail Grocery	93,613,000	10	0.27	-----	----	----
QWEST	Telephone Utility	78,753,506 ⁽¹⁾	----	----	117,487,593	6	0.40
GS II Meridian Crossroads LLC	Real Estate Holding	45,300,000 ⁽¹⁾	----	----	61,337,900	9	0.21
Fred Meyer Stores Inc	Retail Grocery	67,029,900 ⁽¹⁾	----	----	54,894,100	10	0.19
Ten Largest Taxpayers		1,632,850,938		4.77 %	1,924,205,332		6.56 %
All Other Taxpayers		32,629,991,259		95.23 %	27,401,841,748		93.44 %
Total Ada County Market Valuation		\$ 34,262,842,197		100.00 %	\$ 29,326,047,080		100.00 %

116

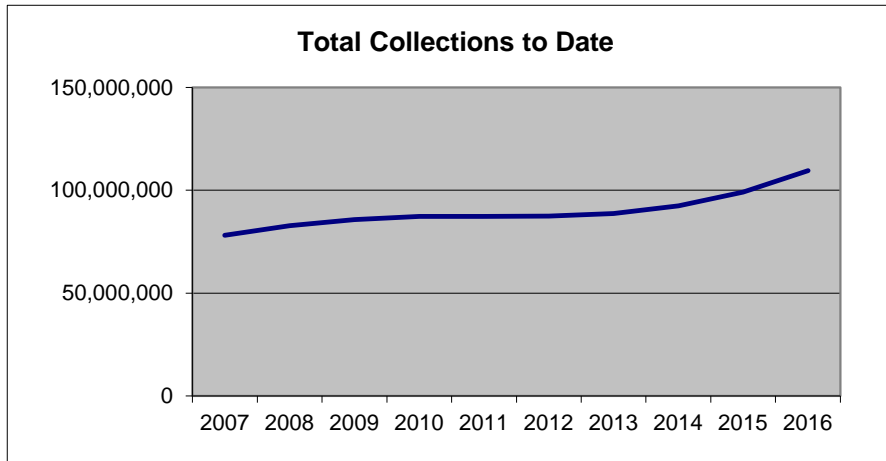


(1) Taxable Assessed Valuation for Informational purposes only. Not used to calculate Ten Largest Taxpayers total valuation, but is included in total for All Other Taxpayers.

Source: Ada County Treasurer.

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
2007	\$ 78,254,651	\$ 77,198,247	98.65 %	\$ 846,824	\$ 78,045,071	99.73 %
2008	83,063,301	81,224,050	97.79	1,518,609	82,742,659	99.61
2009	86,148,471	83,321,611	96.72	2,434,499	85,756,110	99.54
2010	87,575,480	85,215,903	97.31	2,057,477	87,273,380	99.66
2011	87,408,655	85,532,876	97.85	1,673,585	87,206,461	99.77
2012	87,718,521	86,245,350	98.32	1,239,826	87,485,176	99.73
2013	89,114,534	87,818,040	98.55	1,046,703	88,864,743	99.72
2014	92,962,182	91,874,310	98.83	803,860	92,678,170	99.69
2015	100,147,405	99,030,085	98.88	540,299	99,570,384	99.42
2016	110,560,776	109,522,351	99.06	-	109,522,351	99.06



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

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income ⁽²⁾	Per Capita ⁽²⁾
	Gross Bonded Debt	Capital Leases ⁽¹⁾	Gross Bonded Debt	Capital Leases			
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
2015	-	-	-	-	-	0.00	0
2016	-	816	-	-	816	0.00	2

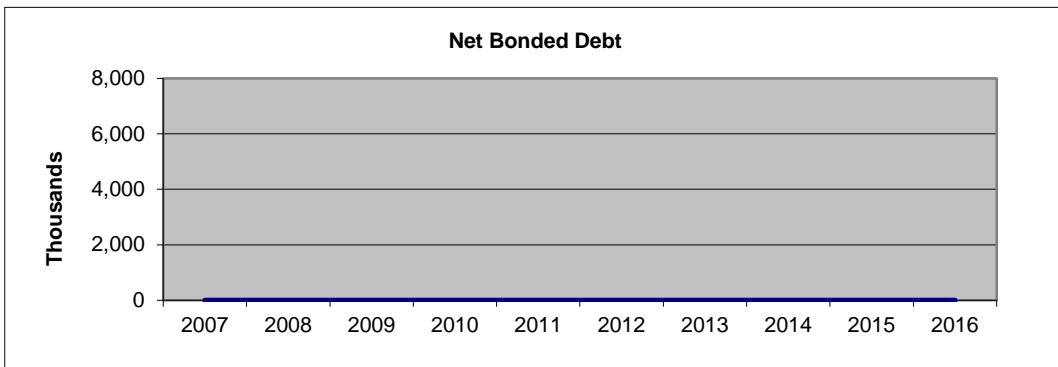
Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

(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. In 2015, the bonds CCDC held related to this lease were called and paid off early. In fiscal 2016, the County entered into 7 years of one year capital leases for election equipment.

(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⁾
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
2015	0	0	0	0.00	0
2016	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, 2016
 (dollars in thousands)

Government Unit	Debt Outstanding	Estimated Percentage Applicable ⁽¹⁾	Estimated Share of Overlapping Debt
<i>Overlapping Bonded Indebtedness:</i>			
School District No. 1	\$ 54,219	99.998 %	\$ 54,218
School District No. 2	182,616	99.075 %	180,927
School District No. 3	31,665	84.538 %	26,769
School District No. 136J	9,442	19.659 %	1,856
Boise City	79,335	100.000 %	79,335
Eagle City	1,267	100.000 %	1,267
Garden City	1,295	100.000 %	1,295
Eagle Sewer	3,931	100.000 %	3,931
Kuna Library	<u>0</u>	84.538 %	<u>0</u>
Total direct and overlapping debt	<u>\$ 363,770</u>		<u>\$ 349,598</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 2016	
Maximum Property Tax for Ada County Governmental Funds	\$123,751
Debt Limit (could exceed above with 2/3 vote of qualified electors)	\$123,751
Debt applicable to limit:	
General obligation bonds	-
Less: amount set aside for repayment of debt	-
Total net debt applicable to limit	-
Legal debt margin	<u>\$123,751</u>

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Debt limit ⁽¹⁾	\$ 75,407	\$ 82,576	\$ 87,879	\$ 91,895	\$ 98,566	\$ 101,987	\$ 106,086	\$ 111,279	\$ 116,824	\$ 123,751
Total net debt applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 75,407</u>	<u>\$ 82,576</u>	<u>\$ 87,879</u>	<u>\$ 91,895</u>	<u>\$ 98,566</u>	<u>\$ 101,987</u>	<u>\$ 106,086</u>	<u>\$ 111,279</u>	<u>\$ 116,824</u>	<u>\$ 123,751</u>
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)

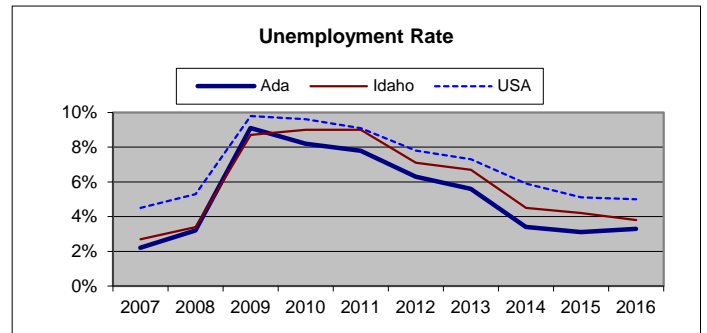
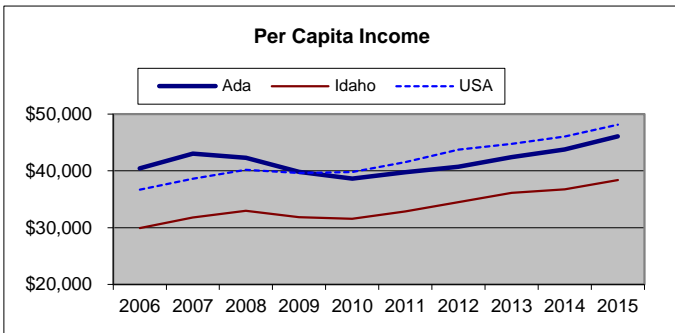
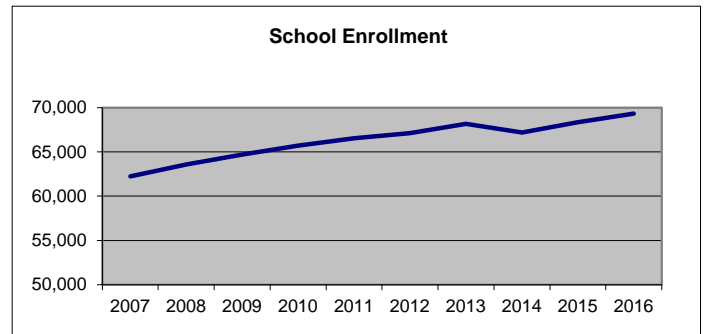
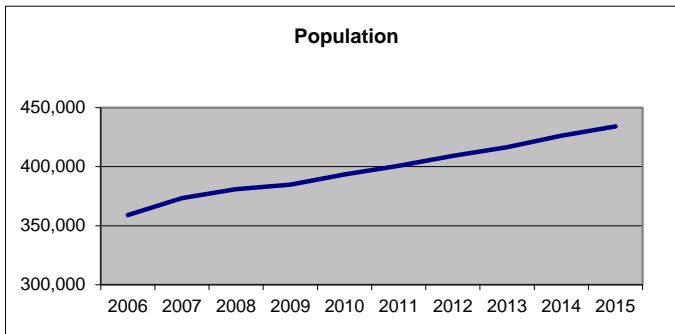
Fiscal Year	Courthouse Corridor Capital Lease											
	Sales	Rent	Bldg. Sales	Charge	Gen'l		Total	Less:	Net	Debt Service		Coverage
	Tax	Savings	& Lease Revenue	for Services	Interest	Fund Bal. Transfer	Revenue	Operating Expenses	Available Revenue	Principal	Interest	
2007	2,000	148	500	1,054	3,600	-	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
2015 ⁽³⁾	-	-	-	185	386	(6,175)	(5,604)	79	(5,683)	35,350	1,326	-0.15
2016	-	-	-	-	-	-	-	-	-	-	-	0.00

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.
- (3) Ada County paid off lease August 15, 2015; transfer back to General Fund complete.

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> ⁽¹⁾	Per Capita Personal Income ⁽¹⁾	Median Age	Fiscal Year	School Enrollment ⁽²⁾	Unemployment Rate ⁽³⁾
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
2014	426,236	18,642,514	43,738	36.4	2015	68,354	3.1
2015	434,211	19,996,512	46,053	35.5	2016	69,318	3.3



Notes:

Calendar Year is from January to December. For example, the last Calendar Year shown above (2015) is from 1/1/15 - 12/31/15.

Fiscal Year is from October to September. For example, the last Fiscal Year shown above (2016) is from 10/1/15 - 9/30/16.

Sources:

(1) Bureau of Economic Accounts (BEA) for 2015, release date November 17, 2016.

(2) Idaho State Dept of Education for the 2015-2016 School Year.

(3) 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 2016 = September 2016). This provides a better reflection of the present economy.

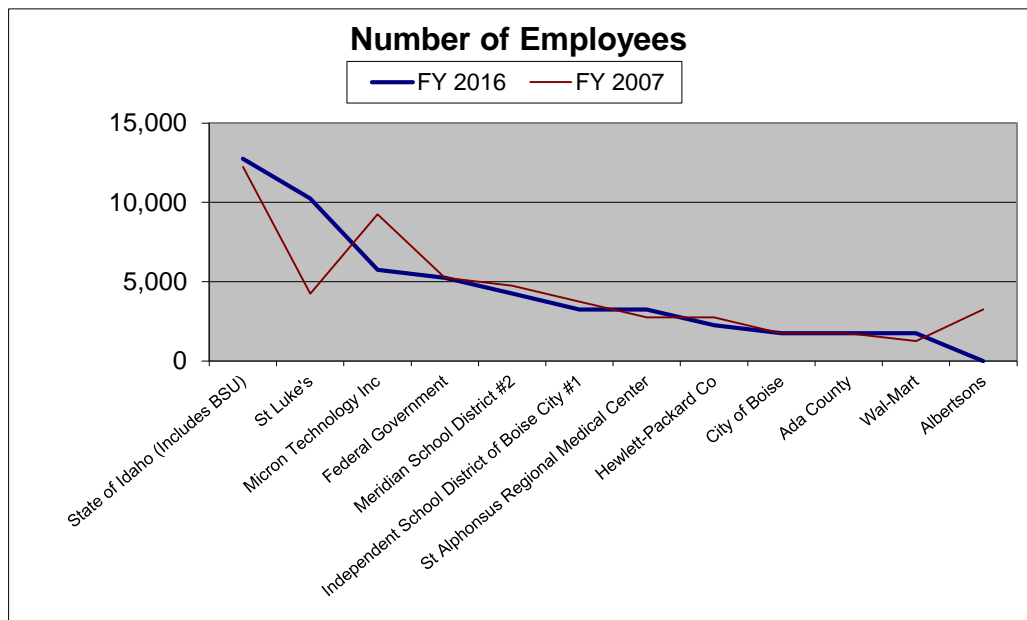
Schedule 15
 Ada County
 Principal Employers,
 Fiscal Year and Nine Years ago

<u>Employer</u>	<u>Fiscal Year 2016</u>			<u>Fiscal Year 2007</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment ⁽¹⁾</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment ⁽¹⁾</u>
State of Idaho (Includes BSU)	12,500 - 12,999	1	5.57%	12,000 - 12,499	1	5.72%
St Luke's	10,000 - 10,499	2	4.47%	4,000 - 4,499	5	1.99%
Micron Technology Inc	5,500 - 5,999	3	2.51%	9,000 - 9,499	2	4.32%
Federal Government	5,000 - 5,499	4	2.29%	5,000 - 5,499	3	2.45%
Meridian School District #2	4,000 - 4,499	5	1.85%	4,500 - 4,999	4	2.22%
Independent School District of Boise City #1	3,000 - 3,499	6	1.42%	3,500 - 3,999	6	1.75%
St Alphonsus Regional Medical Center	3,000 - 3,499	6	1.42%	2,500 - 2,999	8	1.28%
Hewlett-Packard Co	2,000 - 2,499	8	0.98%	2,500 - 2,999	8	1.28%
City of Boise	1,500 - 1,999	10	0.76%	1,500 - 1,999	10	0.82%
Ada County	1,500 - 1,999	10	0.76%	1,500 - 1,999	10	0.82%
Wal-Mart	1,500 - 1,999	10	0.76%	1,000 - 1,499	-	0.58%
Albertsons	N/A ⁽²⁾	-	-	3,000 - 3,499	7	1.52%
Totals	49,500 - 54,989		22.79%	50,000 - 55,988		24.75%

Total Number of Ada County Nonfarm Jobs

229,100

214,000



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

(2) The Idaho Department of Labor did not receive permission from Albertsons, Inc to release this information

Source: Idaho Department of Labor, Communications & Research Bureau
 December 22, 2016

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									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental Activities										
General Government										
Clerk/Auditor	136	136	133	133	136	141	144	139	139	142
Treasurer	12	12	12	12	12	14	14	14	12	10
Assessor	12	12	12	11	11	9	11	11	11	11
Prosecutor	130	139	140	132	135	137	138	139	139	140
Motor Veh.	48	51	42	39	38	38	38	38	38	38
Operations	34	34	33	33	33	36	36	36	36	36
Information Technology	44	43	43	43	43	46	46	45	45	47
Development Services	54	37	21	19	18	19	22	22	22	24
Public Defender	55	58	59	58	60	63	67	67	67	68
Ad Valorem	46	47	45	45	44	44	44	44	44	44
District Court	88	88	88	83	84	92	99	100	99	101
Other	28	29	27	27	26	29	27	30	29	29
Public Safety										
Sheriff	526	593	577	577	595	611	631	637	629	638
Juvenile	125	143	130	130	131	139	139	138	137	139
Other	23	27	28	27	28	33	33	33	35	36
Sanitation										
Weed	17	20	20	21	17	20	19	19	19	19
Health & Welfare										
Charities	21	22	21	22	23	23	23	22	22	21
Recreation & Culture										
Parks & Waterways	6	5	5	5	6	6	5	6	6	7
Total Governmental Activities	1,405	1,496	1,436	1,417	1,440	1,500	1,536	1,540	1,529	1,550
Business-type Activities										
Emerg Medical Svcs	127	122	122	122	123	126	127	127	127	133
Solid Waste Mgmt	12	12	12	13	12	14	16	16	16	17
Western Idaho Fair	14	14	14	14	14	14	14	14	14	15
Billing Services	-	-	-	-	-	-	-	-	3	3
Total Business-Type Activities	153	148	148	149	149	154	157	157	160	168
Grand Total	1,558	1,644	1,584	1,566	1,589	1,654	1,693	1,697	1,689	1,718

Source: Ada County Auditors Office

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

Function/Program	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
General government										
Number of recorded documents	181,285	145,792	140,572	124,804	110,723	131,044	148,428	107,584	116,341	122,201
Primary election, May										
Number of registered voters at cutoff	----	184,624	----	198,302	----	204,112	----	203,963	----	216,874
Additional election day registrants	----	2,562	----	3,011	----	1,544	----	3,259	----	1,295
Percentage voting in:	----	21.1%	----	21.8%	----	16.4%	----	21.3%	----	16.2%
General election, November										
Number of registered voters at cutoff	181,741	----	194,758	----	200,250	----	212,950	----	209,431	----
Additional election day registrants	20,332	----	38,279	----	15,107	----	38,517	----	17,205	----
Percentage voting in:	61.1%	----	78.0%	----	56.7%	----	73.2%	----	57.8%	----
Building permits issued (outside cities)										
Residential	598	459	176	193	160	308	431	396	404	476
Commercial	37	19	8	3	13	12	5	20	17	23
Combined value of Building permits (in 1,000's)	\$ 169,064	\$ 117,609	\$ 37,753	\$ 45,108	\$ 34,305	\$ 62,915	\$ 91,399	\$ 102,231	\$ 139,293	\$ 127,608
County-wide new construction value (in 1,000's)	\$ 1,952,266	\$ 1,311,835	\$ 701,031	\$ 370,451	\$ 259,291	\$ 291,989	\$ 482,194	\$ 809,255	\$ 904,363	\$ 1,227,074
Number of Taxable property parcels assessed	186,359	186,806	190,097	189,734	190,236	191,154	191,186	192,659	194,621	197,990
Motor vehicles registered (Calendar Year) (1)	309,164	311,489	299,807	312,324	317,490	361,810	333,918	345,203	348,003	n/a
Drivers licenses in force (Calendar Year) (1)	259,768	265,195	269,456	274,164	280,056	285,790	292,728	298,696	304,149	n/a
Sanitation										
Acres sprayed for weed control	6,000	4,272	3,261	5,915	4,535	3,601	3,980	2,542	2,466	2,958
Acres sprayed for pest control	76,000	106,668	125,548	42,322	51,927	37,022	14,145	7,611	9,357	5,736
Acres sprayed for mosquito abatement	48,939	68,135	105,609	57,744	54,258	56,651	105,262	78,865	98,584	64,840
Public Safety										
Traffic violations issued	63,682	68,311	62,648	61,276	60,358	66,533	57,717	59,765	51,312	46,519
Physical arrests	24,857	25,038	24,672	21,502	20,455	18,647	16,599	17,042	16,782	15,654
Average jail population	923	946	887	879	892	865	787	865	857	905
Health and welfare										
Number of cases processed	2,401	2,485	2,477	2,893	2,699	2,605	2,590	2,177	1,983	2,066
Recreational and cultural										
Barber Park Number of Visitors (2)	94,253	127,507	111,338	113,275	110,800	111,399	159,136	154,491	165,845	158,282
Education										
Amount of tuition assistance to county residents for community college (3)	\$ 230,756	\$ 153,879	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Business-type activities:										
Number of emergency responses	21,221	22,803	20,018	21,157	22,370	22,132	23,365	24,328	25,981	27,906
Cubic Yards / Tons deposited at landfill (in 1,000's) (4)	1,917	1,580	1,340	1,211	1,195	1,177	1,198	1,263	447	656
Western Idaho Fair attendance	243,610	232,674	225,046	217,769	224,731	233,523	222,461	223,335	233,140	243,474

- (1) Calendar year information for 2016 not available as of September 30, 2016
 (2) 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.
 (3) Beginning with the fall semester of 2008, tuition assistance has been discontinued due to the formation of local taxing district College of Western Idaho.
 (4) In 2015, data collection changed from volume (cubic yards) to weight (tonnage received). Note: In 2015, two-thirds of trash deposited was compacted waste.

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									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
General Government										
Land (acres) ⁽¹⁾	27	32	27	27	27	284	284	284	284	284
Buildings	6	7	8	8	9	9	9	9	9	9
Vehicles	17	16	15	15	16	16	16	16	16	17
Public Safety										
Land (acres)	28	28	29	29	29	29	29	29	29	29
Buildings	11	11	11	11	11	11	11	11	11	11
Patrol Vehicles	97	106	115	116	119	122	118	132	136	137
Other Vehicles	33	39	42	40	42	47	49	52	50	53
Boats	2	3	3	3	2	3	3	3	3	3
Sanitation										
Land (acres)	2	2	2	2	2	2	2	2	2	2
Buildings	3	3	3	3	3	3	3	3	3	3
Vehicles	11	12	13	14	14	16	17	19	21	23
Recreational and Cultural										
Land (acres)	82	82	106	106	106	106	124	124	124	124
Buildings	5	5	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	2
Business-type activities:										
Emergency Medical Services										
Land (acres)	0	1	3	4	4	4	4	4	4	4
Buildings	4	6	5	5	8	8	7	7	8	8
Ambulances	24	26	27	26	26	28	30	29	31	29
Other Vehicles	9	10	10	10	12	13	14	16	18	17
Solid Waste Management										
Land (acres)	2,716	2,716	2,716	2,716	2,716	2,716	2,716	2,667	2,667	2,667
Buildings	3	3	3	3	3	3	3	3	3	3
Vehicles	4	4	4	4	7	6	7	6	7	8
Western Idaho Fair										
Land (acres)	240	240	240	240	240	240	240	240	240	240
Buildings	13	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
Boise, Idaho

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ada County, Idaho, (County) as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated January 6, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ada 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 Ada County's internal control. Accordingly, we do not express an opinion on the effectiveness of Ada 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 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. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be significant deficiencies. Findings 2016-A and 2016-B.

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 cursive script that reads "Eide Sully LLP".

Boise, Idaho
January 6, 2017

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance Required by the Uniform Guidance

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

Report on Compliance for Each Major Federal Program

We have audited Ada County, Idaho's (the County) compliance with the types of compliance requirements described in the *OMB 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, 2016. 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 Each 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 each of its major Federal programs for the year ended September 30, 2016.

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 the Uniform Guidance, 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Boise, Idaho
January 6, 2017

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<i>Department of Agriculture</i>			
<u>Pass Through Payments From State of Idaho</u> <u>Superintendent of Public Instruction:</u>			
Cash Assistance:			
School Breakfast Program (a)	10.553	201616IN109947	\$ 22,762
National School Lunch Program (a)	10.555	201616IN109947	41,435
Non-Cash Assistance (Commodities):			
National School Lunch Program (a)	10.555	201616IN109947	<u>5,522</u>
Total Department of Agriculture			<u>69,719</u>
<i>Department of the Interior-Bureau of Land Mgmt.</i>			
<u>Pass Through Payments From State of Idaho</u> <u>Department of Agriculture:</u>			
Invasive and Noxious Plant Management	15.230	L11AC20096	<u>8,594</u>
<i>Department of Justice</i>			
Violence Against Women Act Court Training and Improvement	16.013	2013-FL-AX-0002	68,128
Justice for Families, Domestic Violence Mentor Court Initiative	16.021	2014-FJ-AX-0035	12,990
Enhanced Training and Services to End Violence and Abuse of Women Later in Life	16.528	2011-EW-AX-K003	122,770
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program - Prosecutor	16.590	2013-WE-AX-0048	67,432
State Criminal Alien Assistance Program	16.606	2015-H1822-ID-AP	51,772
<u>Pass Through Payments From</u> <u>City of Boise:</u>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2013-DJ-BX-0886 2015-DJ-BX-0982	12,600
<u>Pass Through Payments From State of Idaho</u> <u>Department of Juvenile Corrections:</u>			
Juvenile Accountability Block Grant	16.523	13-JA41-01	12,867
<u>Pass Through Payments From State of Idaho</u> <u>Attorney General:</u>			
Missing Children's Assistance	16.543	2013-MC-FX-K024	<u>4,361</u>
Total Department of Justice			<u>352,920</u>

(continued)

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2016**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<i>Department of Health & Human Services</i>			
<u>Pass Through Payments From State of Idaho</u> <u>Department of Health and Welfare:</u>			
ACA-State Innovation Models: Model Design and Model Testing Assistance	93.624	1G1CMS331399-01-00	<u>18,751</u>
<i>Executive Office of the President</i>			
<u>Pass Through Payments From State of Oregon</u> <u>Office of National Drug Control Policy:</u>			
High Intensity Drug Trafficking Areas Program	95.001	G14OR0002A G15OR0002A	<u>106,799</u>
<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>23,278</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-2015-EP-00058 EMS-2016-EP-00004	261,240
Homeland Security Grant Program - Pre-Disaster Mitigation	97.047	PDMC-PL-10-ID-2014-002	26,250
Homeland Security Grant Program - State Preparedness Equipment Grant	97.067	EMW-2014-SS-00084 EMW-2015-SS-00091	235,702
Homeland Security Grant Program - Training & Exercise	97.067	EMW-2014-SS-00084 EMW-2015-SS-00091	72
Homeland Security Grant Program - 2014 Homeland Security	97.067	EMW-2014-SS-00084	237,342
Homeland Security Grant Program - 2015 Homeland Security	97.067	EMW-2015-SS-00091	<u>31,528</u>
Homeland Security Grant Program - Total	97.067		<u>504,644</u>
Total Department of Homeland Security			<u>792,134</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 1,372,195</u>

(a) School Lunch Cluster - \$69,719

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, 2016

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 programs are identified in the Schedule of Findings and Questioned Costs.
4. For the year ended September 30, 2016, there were no pass-through expenditures to sub-recipients.

ADA COUNTY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED SEPTEMBER 30, 2016

SECTION I - Summary of Auditor's Results

Financial Statements

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

Federal Awards

Internal Control over major programs:	
Material weaknesses identified?	None reported
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 Uniform Guidance 2 CFR 200.516?	No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
97.042	Emergency Management Performance Grant
97.067	Homeland Security

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 750,000
Auditee qualified as low-risk auditee?	No

SECTION II - Financial Statement Findings

2016-A

Criteria:

A system of internal controls and segregation of duties should be in place to prevent errors and misappropriation of assets within the Ada County Treasurer's Office.

Condition:

The functions within the Ada County Treasurer's Office lacks proper segregation of duties and an internal control structure that would prevent errors and misappropriation of assets.

Effect:

The effects include multiple personnel having access to multiple systems and authorizations which circumvents the authorization controls within the various IT systems, the same person performing incompatible functions for proper segregation of duties, and high levels of employee turnover resulting in inexperienced personnel performing functions with limited documented policies and procedures.

Cause:

A proper internal control system that includes documented policies and procedures that are up to date and accurate, proper segregation of duties, and an internal control structure that would prevent errors and misappropriation of assets has not been implemented in the Ada County Treasurer's Office.

Recommendation:

We recommend a proper internal control system be implemented in the Ada County Treasurer's Office which includes documented policies and procedures that are updated and accurate, proper segregation of duties, and an internal control structure that would prevent errors and misappropriation of assets.

SECTION II - Financial Statement Findings, Continued

2016-B

Criteria:

An organization's information technology (IT) system should include general controls, control environment, policies, and procedures related to the following areas: security management, access control, configuration management and software development, segregation of duties, and contingency planning.

Condition:

The County's IT systems lacks certain documented policies and procedures, internal controls and segregation of duties.

Effect:

The County's IT systems, data, and assets are potentially vulnerable to compromise.

Cause:

The County has historically allowed IT policy and staffing requirements to remain stagnant while the technology landscape has changed as best practices for security and development have evolved, the County has not kept pace with the modern requirements.

Recommendation:

We recommend best practices be reviewed and theoretically applied to the County's IT systems.

SECTION III - Federal Award Findings and Questioned Costs

None reported