

OWYHEE COUNTY, IDAHO

Report on Audited
Basic
Financial Statements
and
Supplemental Information

For the Year Ended September 30, 2014

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Independent Auditor's Report

Board of Commissioners
Owyhee County, Idaho
Murphy, Idaho

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Owyhee County, Idaho, as of September 30, 2014, and the respective changes in financial position 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 schedule of funding progress and budgetary comparison information on pages 28 through 32 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Owyhee County, Idaho has not presented management's discussion and analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Owyhee County, Idaho's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A – 133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The supplemental information and the 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 supplemental information and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2015 on our consideration of Owyhee County, Idaho's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Owyhee County, Idaho's internal control over financial reporting and compliance.

Zwyzart & Associates PC

January 16, 2015

Owyhee County, Idaho
Statement of Net Position
September 30, 2014

	Primary Government	
	Governmental	Component
	Activities	Unit
	<u> </u>	<u> </u>
Assets		
Cash and Cash Equivalents	\$ 1,654,823	\$ 10,350
Receivables, Net:		
Property Taxes	163,827	-
Due From Other Governments	33,576	-
Prepaid Items	34,123	-
Noncurrent Cash and Cash Equivalents	3,446,301	-
Capital Assets:		
Land	726,628	-
Buildings and Improvements, Net	3,601,112	-
Equipment, Net	545,990	-
Total Capital Assets	<u>4,873,730</u>	<u>-</u>
Total Assets	<u>10,206,380</u>	<u>10,350</u>
Liabilities		
Accounts Payable and Other Current Liabilities	254,541	-
Long-Term Liabilities:		
Due Within One Year:		
Compensated Absences	40,537	-
Due in More Than One Year:		
Other Post-Employment Benefits	23,089	-
Compensated Absences	40,534	-
Total Liabilities	<u>358,701</u>	<u>-</u>
Net Position		
Invested in Capital Assets, Net of Related Debt	4,873,730	-
Restricted	2,443,220	-
Unrestricted	2,530,729	10,350
Total Net Position	<u>\$ 9,847,679</u>	<u>\$ 10,350</u>

The accompanying notes are an integral
part of the financial statements.

Owyhee County, Idaho
 Balance Sheet -
 Governmental Funds
 September 30, 2014

	General	Road and Bridge	Indigent and Charity	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and Cash Equivalents	\$ 2,631,335	\$ 849,502	\$ 512,899	\$ 1,107,388	\$ 5,101,124
Property Taxes Receivable, Net	63,399	18,818	19,502	62,108	163,827
Due From Other Governments	31,559	2,017	-	-	33,576
Prepaid Items	25,244	3,868	553	4,458	34,123
Total Assets	\$ 2,751,537	\$ 874,205	\$ 532,954	\$ 1,173,954	\$ 5,332,650
Liabilities:					
Salaries and Benefits Payable	\$ 32,538	\$ 5,854	\$ 609	\$ 7,904	\$ 46,905
Warrants and Accounts Payable	92,989	24,447	9,749	80,451	207,636
Total Liabilities	125,527	30,301	10,358	88,355	254,541
Deferred Inflows:					
Unavailable Revenue - Property Tax	59,522	18,463	19,095	59,818	156,898
Total Deferred Inflows	59,522	18,463	19,095	59,818	156,898
Fund Balances:					
Nonspendable - Prepaid Items	25,244	3,868	553	4,458	34,123
Restricted	-	821,573	502,948	1,021,323	2,345,844
Unassigned	2,541,244	-	-	-	2,541,244
Total Fund Balance	2,566,488	825,441	503,501	1,025,781	4,921,211
Total Liabilities, Deferred Inflows and Fund Balances	\$ 2,751,537	\$ 874,205	\$ 532,954	\$ 1,173,954	\$ 5,332,650

The accompanying notes are an integral
 part of the financial statements.

Owyhee County, Idaho
 Reconciliation of the Balance Sheet of the
 Governmental Funds to the Statement of Net Position
 September 30, 2014

Total Fund Balances - Governmental Funds \$ 4,921,211

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds. Those assets consist of:

Land	\$ 726,628	
Buildings and Improvements, Net of \$4,741,532 Accum. Depreciation	3,601,112	
Equipment, Net of \$3,239,376 Accumulated Depreciation	545,990	
		4,873,730

Property taxes receivable will be collected this year, but are not available soon enough to pay for current period's expenditures and, therefore, are deferred in the funds.	156,898
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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. All liabilities - both current and long-term - are reported in the Statement of Net Position.

Other Post-Employment Benefits	(23,089)	
Compensated Absences	(81,071)	
		(104,160)

Net Position of Governmental Activities	\$ 9,847,679
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The accompanying notes are an integral
 part of the financial statements.

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

	General	Road and Bridge	Indigent and Charity	Other Governmental Funds	Total Governmental Funds
Revenues					
Property Taxes	\$ 976,219	\$ 357,492	\$ 343,745	\$ 940,011	\$ 2,617,467
Intergovernmental	2,082,056	954,192	75,107	272,561	3,383,916
Grants and Contributions	52,391	-	-	62,460	114,851
Charges for Services	535,418	32,946	-	81,907	650,271
Other Revenues	228,452	140	94,345	342,180	665,117
Interest Earned	74,760	-	-	-	74,760
Total Revenues	3,949,296	1,344,770	513,197	1,699,119	7,506,382
Expenditures					
Current:					
General Government	1,813,186	-	-	785,238	2,598,424
Public Safety	2,184,287	-	-	201,599	2,385,886
Highways and Streets	-	1,184,787	-	-	1,184,787
Sanitation	-	-	-	253,573	253,573
Health	-	-	-	53,832	53,832
Welfare	-	-	245,026	-	245,026
Education	-	-	-	55,100	55,100
Culture and Recreation	-	-	-	100,569	100,569
Capital Outlay	125,498	109,233	-	85,590	320,321
Total Expenditures	4,122,971	1,294,020	245,026	1,535,501	7,197,518
Excess (Deficiency) of Revenues Over Expenditures	(173,675)	50,750	268,171	163,618	308,864
Other Financing Sources (Uses)					
Sale of Assets	11,492	420	-	-	11,912
Change in Fair Market Value of Investments	68,234	-	-	-	68,234
Transfers In	-	-	-	13,783	13,783
Transfers Out	(13,783)	-	-	-	(13,783)
Total Other Financing Sources (Uses)	65,943	420	-	13,783	80,146
Net Change in Fund Balances	(107,732)	51,170	268,171	177,401	389,010
Fund Balances - Beginning	2,674,220	774,271	235,330	848,380	4,532,201
Fund Balances - Ending	<u>\$ 2,566,488</u>	<u>\$ 825,441</u>	<u>\$ 503,501</u>	<u>\$ 1,025,781</u>	<u>\$ 4,921,211</u>

The accompanying notes are an integral
part of the financial statements.

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

Total Net Change in Fund Balance - Governmental Funds \$ 389,010

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

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their useful lives as depreciation expense. Conversely, disposals of capital assets do not report a gain or loss in the governmental funds but in the Statement of Activities the remaining cost of the asset(s) is written off. In the current period these amounts are:

Capital Outlay	\$ 223,207	
Depreciation Expense	(349,214)	
Disposed Assets	<u>(12,500)</u>	
Net		(138,507)

Because some property taxes will not be collected for several months after the County's fiscal year ends, they are not considered as "available" revenues in the governmental funds and are, instead, counted as deferred tax revenues. They are, however, recorded as revenues in the Statement of Activities. 19,786

Compensated absences and other post-employment benefits reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount represents the net change in compensated absences and other post-employment benefits. (6,455)

Change in Net Position of Governmental Activities \$ 263,834

The accompanying notes are an integral
 part of the financial statements.

Owyhee County, Idaho
Statement of Fiduciary Net Position - Fiduciary Funds
9/30/2014

	<u>Agency Funds</u>
Assets	
Cash and Investments	\$ 2,981,413
Property Taxes Receivable	<u>194,074</u>
Total Assets	<u><u>\$ 3,175,487</u></u>
Liabilities	
Warrants and Accounts Payable	\$ 288,867
Due to Other Funds or Taxing Units	<u>2,886,620</u>
Total Liabilities	<u><u>\$ 3,175,487</u></u>

The accompanying notes are an integral
part of the financial statements.

Owyhee County, Idaho
Balance Sheet -
Component Unit
September 30, 2014

	<u>Fair Board</u>
Assets	
Cash and Cash Equivalents	\$ 10,350
Total Assets	<u>10,350</u>
Liabilities	
Accounts Payable and Other Current Liabilities	\$ -
Total Liabilities	<u>-</u>
Fund Balance	
Unassigned	10,350
Total Liabilities and Fund Balance	<u>\$ 10,350</u>

The accompanying notes are an integral
part of the financial statements

Owyhee County, Idaho
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Component Unit
For the Year Ended September 30, 2014

	Fair Board
Revenues	
Charges for Services	\$ 9,404
Grants and Contributions	25
Intergovernmental	-
Miscellaneous	173
Total Revenues	9,602
Expenditures	
Current:	
Operating Expenditures	38,518
Total Expenses	38,518
Net Change in Fund Balances	(28,916)
Fund Balances - Beginning	39,266
Fund Balances - Ending	\$ 10,350

The accompanying notes are an integral
part of the financial statements.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Owyhee County, Idaho (the County) operates under the direction of a Board of Commissioners, who are responsible for the various operations of the County. The accompanying basic financial statements present the County (the primary government) and its component units. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County.

The accounting policies of the County conform to generally accepted accounting principles as applicable to governmental units.

Discretely Presented Component Units

Component units are legally separate organizations for which the County is financially accountable. Financial accountability exists if the County appoints a voting majority of the organization's governing board and either 1) is able to impose its will on the organization or 2) a potential exists for the organization to provide financial benefits to, or impose financial burdens on, the County. Based on the foregoing criteria, the following entities are considered component units of the County:

- Owyhee County Fair Board was created for the purpose of conducting fair activities within the County. The Fair Board is governed by a board appointed by the county commissioners and the County is able to impose its will on the organization. The Fair Board was audited along with the County and its financial statements are presented as a discretely presented component unit.

B. Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The Statement of Net Position and the Statement of Activities display information about the financial activities of the overall County, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.
- Indirect expenses - expenses of the County related to the administration and support of the County's programs, such as personnel and accounting, are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the County's funds, including fiduciary funds. Separate statements for each fund category - *governmental and fiduciary* - are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

- *General fund.* This is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund.
- *Road and Bridge fund.* This fund accounts for repairs and maintenance of roads and bridges and construction of new roads and bridges.
- *Indigent and Charity fund.* This fund accounts for all medical payments on behalf of county citizens who are not able to pay for themselves.

The County reports the following fiduciary fund types:

Agency funds. These funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, and claims and judgments, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Property Taxes

In accordance with Idaho law, ad-valorem property taxes are levied in September for each calendar year. Taxes are recorded by the County using the modified accrual basis of accounting. Levies are made on or before the 2nd Monday of September. All of the personal property taxes and one-half of the real property taxes are due on or before the 20th of December. The remaining one-half of the real property tax is due on or before June 20th of the following year. A lien is filed on property three years from the date of delinquency. The property tax calendar is as follows:

Date property is valued	Second Monday of July
Date tax is levied	Second Monday of September
Date taxes are billed	November 20
Date taxes are collected	One half on December 20 and one half on the following June 20
Date taxes become a lien	First day of January of the succeeding year

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Balance Reporting in Governmental Funds

Different measurement focuses and bases of accounting are used in the government-wide Statement of Net Position and in the governmental fund Balance Sheet. The District uses the following fund balance categories in the governmental fund Balance Sheet:

- *Nonspendable*. Balances, for example, in permanent funds, prepaid expenses, and inventories that are permanently precluded from conversion to cash.
- *Restricted*. Balances constrained to a specific purpose by enabling legislation, external parties, or constitutional provisions.
- *Unassigned*. Balances available for any purpose.

The remaining fund balance classifications (committed and assigned) are either not applicable or no formal policy has yet been established to be able to utilize such classifications of fund balance. However, if there had been committed funds, these amounts would have been decided by the Board of Commissioners, the County's highest level of decision making authority, through a formal action. The Board of Commissioners would also have the authority to assign funds or authorize another official to do so.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position/fund balances available to finance the program. When both restricted and unrestricted resources are available for use, it is the government's intent to use restricted resources first, then unrestricted resources as they are needed.

There is also no formal policy regarding the use of committed, assigned, or unassigned fund balances. However, it is the County's intent that when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the County considers committed amounts to be reduced first, followed by assigned amounts, and then unassigned amounts.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The purpose of the special revenue funds that are restricted are as follows:

Fund	Purpose
Road and Bridge	Revenues in this fund come from levied property taxes, federal forest funds, other intergovernmental revenue and grants that are to be used for maintaining and improving roads and bridges within the County.
Indigent and Charity	Revenues in this fund come from levied property taxes, intergovernmental revenues, and other revenues that are to be used to provide assistance for qualified individuals for health care services.
Nonmajor Special Revenue Funds	Revenues in these funds come from levied property taxes, intergovernmental revenue, grants, charges for services, and other revenues that are to be used for items ranging from public assistance and safety, health and sanitation, maintenance and improvement of public ways and facilities, culture and recreation, and other governmental type activities.

C. Assets and Liabilities

Cash Equivalents

The County requires all cash belonging to the County to be placed in custody of the Treasurer. A "Pooled Cash" concept is therefore used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in the pooled cash and investment accounts are considered to be cash and cash equivalents. See Note 2.

Capital Assets

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are shown below:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

	Capitalization <u>Policy</u>	Depreciation <u>Method</u>	Estimated <u>Useful Life</u>
Buildings and Improvements	\$5,000	Straight-Line	15 – 40 Years
Equipment	\$5,000	Straight-Line	5 – 15 Years

The County (a phase three government) has elected not to report major general infrastructure assets retroactively. General infrastructure assets include all roads and bridges and other infrastructure assets acquired subsequent to October 1, 2003. Since October 1, 2003, the County has acquired no new infrastructure assets.

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

Accounts Receivable

Accounts receivable of the governmental activities consists of property taxes, sales taxes, use taxes, state grants, federal grants and other miscellaneous receivables. The allowance for doubtful accounts for the governmental activities is zero as of September 30, 2014.

Warrants and Accounts Payable

Warrants and accounts payable represent debt obligations that will be paid within the next billing cycle. Amounts shown are not over 60 days past due.

Compensated Absences

The total portion of unpaid personal leave is budgeted in the next year's budget. Personal leave compensation is calculated on an individual basis according to an employee's total years worked and total hours worked per week.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

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

2. CASH AND INVESTMENTS

Deposits

As of September 30, 2014, the carrying amount of the County's deposits was \$2,361,872 and the respective bank balances totaled \$1,676,911. All of the total bank balance was insured or collateralized with pooled securities held by the pledging institution in the name of the County.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. As of September 30, 2014, none of the County's deposits were not covered by the federal depository insurance or by collateral held by the County's agent or pledging financial institution's trust department or agent in the name of the County, and thus were not exposed to custodial credit risk. The County does not have a formal policy limiting its exposure to custodial credit risk.

Custodial Credit Risk – Investments

Custodial credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. The U.S. government bonds, the asset back securities, and all of the certificates of deposit are held by Multi-Bank Securities, Inc. totaling \$3,932,080. The certificates of deposits are issued through FDIC insured banks and, therefore, are insured. The County does not have a formal policy limiting its custodial credit risk for investments.

Interest Rate Risk

The County does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Investments

The County voluntarily participates in the State of Idaho Investment Pool, which was not rated. The pool is not registered with the Securities and Exchange Commission or any other regulatory body. Oversight of the pool is with the State Treasurer, and Idaho Code defines allowable investments. The fair value of the County's investment in the pool is the same as the value of the pool shares.

The County also holds other investments. The County follows Idaho Statute that outlines qualifying investment options as follows:

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

2. CASH AND INVESTMENTS (continued)

Idaho Code authorizes the County to invest any available funds in obligations issued or guaranteed by the United States Treasury, the State of Idaho, local Idaho municipalities and taxing districts, the Farm Credit System, or Idaho public corporations, as well as time deposit accounts and repurchase agreements.

The County's investments at September 30, 2014, are summarized below:

Investment Type	Rating	Fair Value	Investment Maturities (in Years)		
			Less than 1	1 - 5	>5
External Investment Pool	None	\$ 1,538,580	\$ 1,538,580	\$ 0	\$ 0
Certificates of Deposit	N/A	628,198	485,779	142,419	0
U.S. Government Bonds	AAA	2,780,592	0	38,412	2,742,180
Asset Backed Securities	N/A	523,290	0	0	523,290
Money Market	N/A	250,000	250,000	0	0
		<u>\$ 5,720,660</u>	<u>\$ 2,274,359</u>	<u>\$ 180,831</u>	<u>\$ 3,265,470</u>

At year-end, the cash and cash equivalents reported in the basic financial statements are made up of the following categories:

	Governmental Activities	Component Unit	Total	Fiduciary Funds
Cash and cash equivalents	\$ (619,536)	\$ 10,350	\$ (609,186)	\$ 2,981,413
Investments categorized as deposits	5,720,660	0	5,720,660	0
	<u>\$ 5,101,124</u>	<u>\$ 10,350</u>	<u>\$ 5,111,474</u>	<u>\$ 2,981,413</u>

The following accounts are not recorded on the County's books:

	<u>Book Balance</u>	<u>Bank Balance</u>
Tax Collector	\$ 1,016	\$ 13,744
Tax Collector Trust	22,448	22,448
Inmate Trust	22,811	23,726
	<u>\$ 46,275</u>	<u>\$ 59,918</u>

3. DUE FROM OTHER GOVERNMENTS

Amounts due from other governments consists of ag replacement tax revenue of \$33,576 due from the State of Idaho.

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

4. CAPITAL ASSETS

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

	<u>Balance</u> 10/1/2013	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> 9/30/2014
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 626,628	\$ 100,000	\$ -	\$ 726,628
Capital Assets Being Depreciated:				
Buildings and Improvements	8,544,814	-	-	8,544,814
Equipment	<u>3,821,703</u>	<u>123,207</u>	<u>77,695</u>	<u>3,867,215</u>
Total Historical Cost	<u>12,366,517</u>	<u>123,207</u>	<u>77,695</u>	<u>12,412,029</u>
Less: Accumulated Depreciation				
Buildings and Improvements	4,741,532	202,170	-	4,943,702
Equipment	<u>3,239,376</u>	<u>147,044</u>	<u>65,195</u>	<u>3,321,225</u>
Total Acc. Depr.	<u>7,980,908</u>	<u>349,214</u>	<u>65,195</u>	<u>8,264,927</u>
Net Depreciable Assets	<u>4,385,609</u>	<u>(226,007)</u>	<u>12,500</u>	<u>4,147,102</u>
Governmental Activities				
Capital Assets - Net	<u>\$ 5,012,237</u>	<u>\$ (126,007)</u>	<u>\$ 12,500</u>	<u>\$ 4,873,730</u>

Depreciation expense was charged to the functions of the County as follows:

<u>Governmental Activities:</u>	
General Government	\$ 112,077
Public Safety	146,881
Sanitation	4,682
Highways and Streets	65,714
Culture and Recreation	19,860
	<u>\$ 349,214</u>

5. PENSION PLAN

Public Employee Retirement System of Idaho (PERSI) - The PERSI Base Plan, a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the

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

5. PENSION PLAN (continued)

employer contribute. The Plan provides benefits based on members' years of service, age, and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. After five years of credit service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% (2.3% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

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

The actuarially determined contribution requirements of the County and its employees are established and may be amended by the PERSI Board of Trustees. For the year ended June 30, 2014, the required contribution rate as a percentage of covered payrolls for members was 6.79% for general members and 8.36% for police/firefighters. The employer rate as a percentage of covered payroll was 11.32% for general members and 11.66% for police/firefighter members. The County employer contributions required and paid were \$283,243, \$247,104, and \$238,709 for the three years ended September 30, 2014, 2013, and 2012, respectively.

6. COMPENSATED ABSENCES

The County presently accumulates unused vacation days and compensatory time calculated on an individual basis according to an employee's total years worked and total hours per week worked. All accumulated vacation time and compensatory time represents a potential liability to the County.

	<u>10/1/2013</u>	<u>Increase</u>	<u>Decrease</u>	<u>9/30/2014</u>	<u>Current</u>
Governmental Activities	<u>\$ 76,644</u>	<u>\$ 107,286</u>	<u>\$ (102,859)</u>	<u>\$ 81,071</u>	<u>\$ 40,537</u>

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

7. LEASE COMMITMENTS

The County entered into a lease for 40 acres of land in April 2005. The lease is for 120 months ending May 2014.

The County also entered into a lease for a copier in September 2011. The lease is for 60 months ending August 2015.

Future minimum lease payments are as follows:

Year Ending September 30,	Amount
2014	\$ 32,008
2015	31,804
2016	29,560
2015	<u>28,428</u>
	<u>\$ 121,800</u>

Rent expenditures for the year ended September 30, 2014, were \$52,571.

8. DEFERRED COMPENSATION PLAN

Permanent employees of the County may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until withdrawal at a later date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The County has no liability for losses under the plan but it does have the obligation of due care in selecting the third party administrator. For the year ended September 30, 2014, the County made no employer contributions to the plan.

9. OTHER POST-EMPLOYMENT BENEFITS

The County's Post-Retirement Healthcare Plan is a single-employer defined benefit healthcare plan administered by GemPlan. GemPlan contracts with Blue Cross of Idaho to provide medical and prescription drug insurance benefits to eligible retirees and their eligible dependents. A retiree who retires while participating in the Public

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

9. OTHER POST-EMPLOYMENT BENEFITS (continued)

Employee Retirement System of Idaho (PERSI) is eligible to keep the County's health insurance until age 65 or until the retiree is eligible for coverage under Medicare. Retirement eligibility is determined based on a minimum age of 55 with at least five years of service with an employer that participates in PERSI. Retirees are on the same medical plan as the County's active employees. No financial reports, other than the information provided herein, have been issued.

Other post-employment benefits (OPEB) have historically been funded on a pay-as-you-go basis. Under government accounting standards, plan sponsors may set up a trust and pre-fund benefits. There is no requirement to pre-fund benefits. However, if benefits are not pre-funded, a net OPEB obligation is created and will grow over time. The County has not pre-funded these benefits. The contribution requirement of plan members is established by the Board of Commissioners in conjunction with the insurance provider. Monthly contribution rates in effect for retirees under age 65 during fiscal year 2014 were \$498 for a single person or \$980 with a spouse.

Post-employment benefits are determined on an actuarial basis. Actuarial valuations of these benefits were done as of October 1, 2012, and are determined on a prospective basis. The County's plan is considered unfunded, since there are no plan assets. Therefore, the actuarial accrued liability and the unfunded actuarially accrued liability are equal. The unfunded actuarially accrued liability is \$93,694 or 5.1% of covered payroll. The annual required contribution (ARC) for fiscal year 2014 is \$10,903. The ARC is made up of benefits earned in the current period and an amortized portion of the unfunded actuarially accrued liability. The expense and offsetting liability are reflected in the government-wide financial statements. The table below summarizes the OPEB costs.

Annual required contribution	\$	10,903
Interest on net OPEB obligation		948
ARC adjustment with interest		(1,299)
Estimated employer contribution		<u>(8,524)</u>
Increase in net OPEB obligation		2,028
Net OPEB obligation - beginning of year		<u>21,061</u>
Net OPEB obligation - end of year	\$	<u><u>23,089</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost to be contributed to the plan, and the net OPEB obligation for the current and two preceding fiscal years are as follows:

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

9. OTHER POST-EMPLOYMENT BENEFITS (continued)

Year Ending September 30,	Annual OPEB Cost	Estimated Contribution as a % of Annual OPEB Cost	Net OPEB Obligation
2013	\$ 10,623	67%	\$ 21,061
2014	10,552	81%	23,089
2015	10,498	99%	23,205

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision, as actual results are compared with past expectations and new estimates are made about the future.

The required schedule of funding progress immediately following the notes is intended to present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of calculations.

In the October 1, 2012, actuarial valuation the Projected Unit Credit actuarial cost method was used. The actuarial assumptions included a 4.5% discount rate assuming the County will fund the retirement benefit on a pay-as-you-go basis. The valuation assumes 30% of eligible retirees and, of that 30%, 25% of their spouses will participate in the plan; an initial annual healthcare cost trend rate of 8%, decreasing gradually over sixteen years until reaching an ultimate rate of 5%; and the UAAL is being amortized as a level dollar of projected payrolls over a thirty year period on a closed basis.

10. OTHER COMMITMENTS

The County currently holds several credit cards with a combined credit limit of \$26,000. As of September 30, 2014, \$5,363 of the available credit was in use.

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

11. RISK MANAGEMENT

The County is exposed to a considerable number of risks of loss including, but not limited to, a) damage to and loss of property and contents, b) employee torts, c) professional liabilities, i.e. errors and omissions, d) environmental damage, e) worker's compensation, i.e. employee injuries, and f) medical insurance costs of its employees. Commercial insurance policies are purchased to transfer the risk of loss for property and content damage, employee torts, and professional liabilities.

12. RELATED ORGANIZATIONS

The Owyhee County Historical Society (a nonprofit organization) preserves and displays historical artifacts of the County. In return, the County provides use of a building, payment of utilities, and payment of the payroll and related benefits of the Museum Director. The amounts paid for the Society consist of the expenditures in the Historical Society fund (a nonmajor special revenue fund), which amounted to \$48,554.

13. TRANSFERS

Transfer activity for the year was as follows:

\$ 13,783 From the General fund to nonmajor funds to cover operational expenses.

REQUIRED SUPPLEMENTARY INFORMATION

Owyhee County, Idaho
 Schedule of Funding Progress
 For the Year Ended September 30, 2014

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
10/1/2012	\$ -	\$ 93,694	\$ 93,694	0%	\$ 1,824,000	5.1%

Owyhee County, Idaho
 Budgetary (GAAP Basis) Comparison Schedule
 General Fund
 For the Year Ended September 30, 2014

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues				
Property Taxes	\$ 986,950	\$ 986,950	\$ 976,219	\$ (10,731)
Intergovernmental	1,839,236	1,839,236	2,082,056	242,820
Grants and Contributions	82,000	82,000	52,391	(29,609)
Charges for Services	508,000	508,000	535,418	27,418
Other Revenues	184,655	184,655	228,452	43,797
Interest Earned	50,000	50,000	74,760	24,760
Total Revenues	<u>3,650,841</u>	<u>3,650,841</u>	<u>3,949,296</u>	<u>298,455</u>
Expenditures				
Current:				
Salaries	2,129,361	2,129,361	1,950,603	178,758
Benefits	836,856	836,856	754,200	82,656
Operating Expenses	1,462,319	1,462,319	1,292,670	169,649
Capital Outlay	128,500	128,500	125,498	3,002
Total Expenditures	<u>4,557,036</u>	<u>4,557,036</u>	<u>4,122,971</u>	<u>434,065</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(906,195)</u>	<u>(906,195)</u>	<u>(173,675)</u>	<u>732,520</u>
Other Financing Sources (Uses)				
Sale of Assets	2,500	2,500	11,492	8,992
Change in Fair Market Value of Investments	-	-	68,234	68,234
Transfers In	-	-	-	-
Transfers Out	-	-	(13,783)	(13,783)
Total Other Financing Sources	<u>2,500</u>	<u>2,500</u>	<u>65,943</u>	<u>63,443</u>
Net Change in Fund Balances	(903,695)	(903,695)	(107,732)	795,963
Fund Balances - Beginning	903,695	903,695	2,674,220	1,770,525
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,566,488</u>	<u>\$ 2,566,488</u>

Owyhee County, Idaho
 Budgetary (GAAP Basis) Comparison Schedule
 Road and Bridge
 For the Year Ended September 30, 2014

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues				
Property Taxes	\$ 360,829	\$ 360,829	\$ 357,492	\$ (3,337)
Intergovernmental	988,100	988,100	954,192	(33,908)
Grants and Contributions	-	-	-	-
Charges for Services	31,500	31,500	32,946	1,446
Other Revenues	2,000	2,000	140	(1,860)
Total Revenues	<u>1,382,429</u>	<u>1,382,429</u>	<u>1,344,770</u>	<u>(37,659)</u>
Expenditures				
Current:				
Salaries	293,055	293,055	261,329	31,726
Benefits	136,804	136,804	122,116	14,688
Operating Expenses	1,012,371	1,012,371	801,342	211,029
Capital Outlay	127,000	127,000	109,233	17,767
Total Expenditures	<u>1,569,230</u>	<u>1,569,230</u>	<u>1,294,020</u>	<u>275,210</u>
Net Change in Fund Balances	(186,801)	(186,801)	51,170	237,971
Fund Balances - Beginning	186,801	186,801	774,271	587,470
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 825,441</u>	<u>\$ 825,441</u>

Owyhee County, Idaho
 Budgetary (GAAP Basis) Comparison Schedule
 Indigent and Charity
 For the Year Ended September 30, 2014

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues				
Property Taxes	\$ 349,386	\$ 349,386	\$ 343,745	\$ (5,641)
Intergovernmental	68,000	68,000	75,107	7,107
Charges for Services	-	-	-	-
Other Revenues	50,000	50,000	94,345	44,345
Total Revenues	<u>467,386</u>	<u>467,386</u>	<u>513,197</u>	<u>45,811</u>
Expenditures				
Current:				
Salaries	28,698	28,698	27,690	1,008
Benefits	13,163	13,163	13,025	138
Operating Expenses	483,025	483,025	204,311	278,714
Capital Outlay	-	-	-	-
Total Expenditures	<u>524,886</u>	<u>524,886</u>	<u>245,026</u>	<u>279,860</u>
Net Change in Fund Balances	(57,500)	(57,500)	268,171	325,671
Fund Balances - Beginning	57,500	57,500	235,330	177,830
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 503,501</u>	<u>\$ 503,501</u>

Owyhee County, Idaho
Notes to Required Supplementary Information
For the Year Ended September 30, 2014

1. OPEB TRENDS

Future schedules may present factors that significantly affect the identification of trends in the amounts reported, such as changes in benefit provisions, the size or composition of the employee group covered by the plan, or the actuarial methods and assumptions used. Prior year amounts will not be restated.

2. BUDGETS AND BUDGETARY ACCOUNTING

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- A. Prior to September 1, the County Clerk and County Commissioners prepare a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
- B. Public hearings are conducted at the County Courthouse to obtain taxpayer comments.
- C. Prior to October 1, the budget is legally enacted through passage of an ordinance.
- D. The County is authorized to transfer budgeted amounts between departments within any fund; however, no revision can be made to increase the overall tax supported funds except when federal or state grants are approved. The County, however, must follow the same budgetary procedures as they followed when the original budget was approved.
- E. Formal budgetary integration is employed as a management control device during the year for the General fund and Special Revenue funds.
- F. The budget for the General fund and Special Revenue funds are adopted on a basis consistent with generally accepted accounting principles.
- G. Expenditures may not legally exceed budgeted appropriations at the fund level.
- H. The County does not use the encumbrance method of accounting.

SUPPLEMENTAL INFORMATION

Owyhee County, Idaho
 Supplemental Schedule of Revenues by Source
 - Budget (GAAP Basis) and Actual - General Fund
 For the Year Ended September 30, 2014

	Budget	Actual	Variance
Revenues			
Property Taxes	986,950	976,219	(10,731)
Intergovernmental	1,839,236	2,082,056	242,820
Grants and Contributions	82,000	52,391	(29,609)
Charges for Services	508,000	535,418	27,418
Other Revenues	184,655	228,452	43,797
Interest Earned	50,000	74,760	24,760
Disposition of Assets	2,500	11,492	8,992
Change in Fair Market Value of Investments	-	68,234	68,234
Total Revenues	\$ 3,653,341	\$ 4,029,022	\$ 375,681

Owyhee County, Idaho
Supplemental Schedule of Expenditures by Object of Expenditure
- Budget (GAAP Basis) and Actual - General Fund
For the Year Ended September 30, 2014

	Budget	Actual	Variance
Clerk/Auditor			
Salaries	\$ 252,488	\$ 238,884	\$ 13,604
Benefits	105,010	101,695	3,315
Operating Expenses	15,430	5,960	9,470
	<u>372,928</u>	<u>346,539</u>	<u>26,389</u>
Assessor			
Salaries	159,424	153,463	5,961
Benefits	65,599	67,433	(1,834)
Operating Expenses	16,450	8,076	8,374
	<u>242,973</u>	<u>228,972</u>	<u>14,001</u>
Treasurer/Tax Collector			
Salaries	100,516	88,668	11,848
Benefits	42,312	34,043	8,269
Operating Expenses	13,050	7,449	5,601
	<u>155,878</u>	<u>130,160</u>	<u>25,718</u>
Sheriff			
Salaries	643,416	583,078	60,338
Benefits	243,497	217,897	25,600
Operating Expenses	314,074	305,487	8,587
Capital Outlay	75,000	75,000	-
	<u>1,275,987</u>	<u>1,181,462</u>	<u>94,525</u>
Commissioners			
Salaries	74,139	74,139	-
Benefits	35,753	35,132	621
Operating Expenses	75,750	56,441	19,309
	<u>185,642</u>	<u>165,712</u>	<u>19,930</u>
Coroner			
Salaries	20,600	20,600	-
Benefits	10,639	10,645	(6)
Operating Expenses	27,300	16,040	11,260
	<u>58,539</u>	<u>47,285</u>	<u>11,254</u>
Prosecuting Attorney			
Salaries	155,124	138,237	16,887
Benefits	45,000	40,093	4,907
Operating Expenses	19,400	16,657	2,743
	<u>219,524</u>	<u>194,987</u>	<u>24,537</u>

Owyhee County, Idaho
Supplemental Schedule of Expenditures by Object of Expenditure
- Budget (GAAP Basis) and Actual - General Fund
For the Year Ended September 30, 2014
(continued)

	Budget	Actual	Variance
Buildings and Grounds			
Salaries	32,238	31,013	1,225
Benefits	14,378	13,924	454
Operating Expenses	166,200	139,815	26,385
Capital Outlay	10,000	9,591	409
	<u>222,816</u>	<u>194,343</u>	<u>28,473</u>
Civil Defense			
Operating Expenses	21,000	10,000	11,000
Capital Outlay	40,000	39,722	278
	<u>61,000</u>	<u>49,722</u>	<u>11,278</u>
County Agent			
Salaries	69,604	65,532	4,072
Benefits	27,859	27,582	277
Operating Expenses	35,600	30,073	5,527
Capital Outlay	2,000	1,185	815
	<u>135,063</u>	<u>124,372</u>	<u>10,691</u>
Taxing District Elections			
Salaries	36,125	28,559	7,566
Benefits	13,139	13,112	27
Operating Expenses	15,495	6,155	9,340
	<u>64,759</u>	<u>47,826</u>	<u>16,933</u>
Elections			
Salaries	15,000	15,622	(622)
Operating Expenses	14,550	16,197	(1,647)
	<u>29,925</u>	<u>31,819</u>	<u>(1,894)</u>
Building Department			
Salaries	14,200	9,442	4,758
Benefits	6,736	1,466	5,270
Operating Expenses	48,000	21,415	26,585
	<u>68,936</u>	<u>32,323</u>	<u>36,613</u>
Planning and Zoning			
Salaries	50,671	44,088	6,583
Benefits	20,466	17,186	3,280
Operating Expenses	11,925	3,492	8,433
	<u>83,062</u>	<u>64,766</u>	<u>18,296</u>

Owyhee County, Idaho
 Supplemental Schedule of Expenditures by Object of Expenditure
 - Budget (GAAP Basis) and Actual - General Fund
 For the Year Ended September 30, 2014
 (continued)

	Budget	Actual	Variance
General			
Operating Expenses	339,255	322,595	16,660
	<u>339,255</u>	<u>322,595</u>	<u>16,660</u>
Technology			
Operating Expenses	162,500	134,535	27,965
	<u>162,500</u>	<u>134,535</u>	<u>27,965</u>
Jail			
Salaries	505,816	459,278	46,538
Benefits	206,093	173,992	32,101
Operating Expenses	166,340	192,283	(25,943)
	<u>878,249</u>	<u>825,553</u>	<u>52,696</u>
 Total Expenditures	 <u>\$ 4,557,036</u>	 <u>\$ 4,122,971</u>	 <u>\$ 417,132</u>

Owyhee County, Idaho
Combining Balance Sheet - Nonmajor Governmental Funds
September 30, 2014

	Airport	Bond Redemption	County Court	County Fair	Fair Grounds
Assets					
Cash and Cash Equivalents	\$ 24,062	\$ 34	\$ 196,098	\$ 43,629	\$ 53,187
Property Taxes Receivable	-	-	152	2,036	2,268
Prepaid Items	-	-	-	-	-
Total Assets	\$ 24,062	\$ 34	\$ 196,250	\$ 45,665	\$ 55,455
Liabilities					
Salaries and Benefits Payable	\$ -	\$ -	\$ -	\$ 479	\$ -
Warrants and Accounts Payable	-	-	8,063	25,230	1,548
Total Liabilities	-	-	8,063	25,709	1,548
Deferred Inflows:					
Unavailable Revenue - Property Tax	-	-	-	1,925	2,122
Total Deferred Inflows	-	-	-	1,925	2,122
Fund Balances					
Nonspendable - Prepaid Items	-	-	-	-	-
Restricted	24,062	34	188,187	18,031	51,785
Total Fund Balances	24,062	34	188,187	18,031	51,785
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 24,062	\$ 34	\$ 196,250	\$ 45,665	\$ 55,455

Owyhee County, Idaho
Combining Balance Sheet - Nonmajor Governmental Funds
September 30, 2014
(continued)

	Probation	Health County	Historical Society	Junior College	Pest
Assets					
Cash and Cash Equivalents	\$ 33,967	\$ 22,116	\$ 32,925	\$ 88,098	\$ 921
Property Taxes Receivable	10,666	2,764	3,073	-	15
Prepaid Items	1,658	-	-	-	-
Total Assets	\$ 46,291	\$ 24,880	\$ 35,998	\$ 88,098	\$ 936
Liabilities					
Salaries and Benefits Payable	\$ 2,352	\$ -	\$ 660	\$ -	\$ -
Warrants and Accounts Payable	5,281	-	183	-	-
Total Liabilities	7,633	-	843	-	-
Deferred Inflows:					
Unavailable Revenue - Property Tax	10,593	2,696	3,003	-	13
Total Deferred Inflows	10,593	2,696	3,003	-	13
Fund Balances					
Nonspendable - Prepaid Items	1,658	-	-	-	-
Restricted	26,407	22,184	32,152	88,098	923
Total Fund Balances	28,065	22,184	32,152	88,098	923
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 46,291	\$ 24,880	\$ 35,998	\$ 88,098	\$ 936

Owyhee County, Idaho
Combining Balance Sheet - Nonmajor Governmental Funds
September 30, 2014
(continued)

	Revaluation	Solid Waste	Tort	Veterans Memorial	Weeds
Assets					
Cash and Cash Equivalents	\$ 121,444	\$ 138,393	\$ 166,077	\$ 2,896	\$ 14,650
Property Taxes Receivable	9,010	23,461	8,602	27	34
Prepaid Items	1,658	28	-	-	-
Total Assets	\$ 132,112	\$ 161,882	\$ 174,679	\$ 2,923	\$ 14,684
Liabilities					
Salaries and Benefits Payable	\$ 2,581	\$ 931	\$ 29	\$ -	\$ -
Warrants and Accounts Payable	1,501	16,278	-	1,200	-
Total Liabilities	4,082	17,209	29	1,200	-
Deferred Inflows:					
Unavailable Revenue - Property Tax	8,796	22,225	8,400	26	19
Total Deferred Inflows	8,796	22,225	8,400	26	19
Fund Balances					
Nonspendable - Prepaid Items	1,658	28	-	-	-
Restricted	117,576	122,420	166,250	1,697	14,665
Total Fund Balances	119,234	122,448	166,250	1,697	14,665
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 132,112	\$ 161,882	\$ 174,679	\$ 2,923	\$ 14,684

Owyhee County, Idaho
Combining Balance Sheet - Nonmajor Governmental Funds
September 30, 2014
(continued)

	911	County Vessel	Waterway	Off Highway Vehicles	Taxing District Election
Assets					
Cash and Cash Equivalents	\$ 49,001	\$ 35,577	\$ 227	\$ 12,341	\$ 64,561
Property Taxes Receivable	-	-	-	-	-
Prepaid Items	561	-	-	-	-
Total Assets	\$ 49,562	\$ 35,577	\$ 227	\$ 12,341	\$ 64,561
Liabilities					
Salaries and Benefits Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Warrants and Accounts Payable	3,951	15,577	227	90	-
Total Liabilities	3,951	15,577	227	90	-
Deferred Inflows:					
Unavailable Revenue - Property Tax	-	-	-	-	-
Total Deferred Inflows	-	-	-	-	-
Fund Balances					
Nonspendable - Prepaid Items	561	-	-	-	-
Restricted	45,050	20,000	-	12,251	64,561
Total Fund Balances	45,611	20,000	-	12,251	64,561
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 49,562	\$ 35,577	\$ 227	\$ 12,341	\$ 64,561

Owyhee County, Idaho
Combining Balance Sheet - Nonmajor Governmental Funds
September 30, 2014
(continued)

	<u>Economic</u>	<u>Total</u>
	<u>Development</u>	
Assets		
Cash and Cash Equivalents	\$ 7,184	\$ 1,107,388
Property Taxes Receivable	-	62,108
Prepaid Items	553	4,458
Total Assets	<u>\$ 7,737</u>	<u>\$ 1,173,954</u>
 Liabilities		
Salaries and Benefits Payable	\$ 872	\$ 7,904
Warrants and Accounts Payable	1,322	80,451
Total Liabilities	<u>2,194</u>	<u>88,355</u>
 Deferred Inflows:		
Unavailable Revenue - Property Tax	-	59,818
Total Deferred Inflows	<u>-</u>	<u>59,818</u>
 Fund Balances		
Nonspendable - Prepaid Items	553	4,458
Restricted	4,990	1,021,323
Total Fund Balances	<u>5,543</u>	<u>1,025,781</u>
 Total Liabilities, Deferred Inflows, and Fund Balances	 <u>\$ 7,737</u>	 <u>\$ 1,173,954</u>

Owyhee County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2014

	Airport	Bond Redemption	County Court	County Fair	Fair Grounds
Revenues					
Property Taxes	\$ -	\$ -	\$ 79,675	\$ 32,782	\$ 37,290
Intergovernmental	-	-	29,738	12,813	13,248
Grants and Contributions	-	-	-	-	-
Charges for Services	-	-	41,727	-	-
Other Revenues	-	-	3,885	-	-
Total Revenues	-	-	155,025	45,595	50,538
Expenditures					
Current:					
Salaries	-	-	-	17,252	-
Benefits	-	-	-	-	-
Operating Expenses	-	-	151,464	27,905	6,858
Capital Outlay	-	-	212	-	8,993
Total Expenditures	-	-	151,676	45,157	15,851
Excess (Deficiency) of Revenues Over Expenditures	-	-	3,349	438	34,687
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-
Net Change in Fund Balances	-	-	3,349	438	34,687
Fund Balances - Beginning	24,062	34	184,838	17,593	17,098
Fund Balances - Ending	\$ 24,062	\$ 34	\$ 188,187	\$ 18,031	\$ 51,785

Owyhee County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2014
(continued)

	Probation	Health County	Historical Society	Junior College	Pest
Revenues					
Property Taxes	\$ 105,377	\$ 51,549	\$ 56,962	\$ -	\$ 63
Intergovernmental	13,628	14,470	15,070	51,486	-
Grants and Contributions	62,460	-	-	-	-
Charges for Services	16,795	-	-	-	-
Other Revenues	85	-	-	100	1,128
Total Revenues	198,345	66,019	72,032	51,586	1,191
Expenditures					
Current:					
Salaries	107,037	-	21,725	-	-
Benefits	47,461	-	9,422	-	-
Operating Expenses	46,611	53,832	17,407	55,100	3,200
Capital Outlay	-	-	-	-	-
Total Expenditures	201,109	53,832	48,554	55,100	3,200
Excess (Deficiency) of Revenues Over Expenditures	(2,764)	12,187	23,478	(3,514)	(2,009)
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-
Net Change in Fund Balances	(2,764)	12,187	23,478	(3,514)	(2,009)
Fund Balances - Beginning	30,829	9,997	8,674	91,612	2,932
Fund Balances - Ending	\$ 28,065	\$ 22,184	\$ 32,152	\$ 88,098	\$ 923

Owyhee County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2014
(continued)

	Revaluation	Solid Waste	Tort	Veterans Memorial	Weeds
Revenues					
Property Taxes	\$ 149,852	\$ 256,425	\$ 169,983	\$ 25	\$ 28
Intergovernmental	50,971	18,271	32,710	235	8,599
Grants and Contributions	-	-	-	-	-
Charges for Services	-	785	-	-	22,600
Other Revenues	-	270	-	-	-
Total Revenues	200,823	275,751	202,693	260	31,227
Expenditures					
Current:					
Salaries	135,178	40,755	600	-	-
Benefits	58,296	12,007	46	-	982
Operating Expenses	25,282	176,040	109,289	1,200	212
Capital Outlay	-	60,000	-	-	16,385
Total Expenditures	218,756	288,802	109,935	1,200	17,579
Excess (Deficiency) of Revenues Over Expenditures	(17,933)	(13,051)	92,758	(940)	13,648
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-
Net Change in Fund Balances	(17,933)	(13,051)	92,758	(940)	13,648
Fund Balances - Beginning	137,167	135,499	73,492	2,637	1,017
Fund Balances - Ending	\$ 119,234	\$ 122,448	\$ 166,250	\$ 1,697	\$ 14,665

Owyhee County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2014
(continued)

	911	County Vessel	Waterway	Off Highway Vehicles	Taxing District Election
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	11,322	-
Grants and Contributions	-	-	-	-	-
Charges for Services	-	-	-	-	-
Other Revenues	146,687	24,713	20,377	-	64,561
Total Revenues	146,687	24,713	20,377	11,322	64,561
Expenditures					
Current:					
Salaries	24,254	-	10,779	8,706	-
Benefits	10,002	-	1,503	1,419	-
Operating Expenses	154,489	18,071	8,095	2,729	-
Capital Outlay	-	-	-	-	-
Total Expenditures	188,745	18,071	20,377	12,854	-
Excess (Deficiency) of Revenues Over Expenditures	(42,058)	6,642	-	(1,532)	64,561
Other Financing Sources (Uses)					
Transfers In	-	-	-	13,783	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources	-	-	-	13,783	-
Net Change in Fund Balances	(42,058)	6,642	-	12,251	64,561
Fund Balances - Beginning	87,669	13,358	-	-	-
Fund Balances - Ending	\$ 45,611	\$ 20,000	\$ -	\$ 12,251	\$ 64,561

Owyhee County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2014
(continued)

	Economic Development	Total
Revenues		
Property Taxes	\$ -	\$ 940,011
Intergovernmental	-	272,561
Grants and Contributions	-	62,460
Charges for Services	-	81,907
Other Revenues	80,374	342,180
	<hr/>	<hr/>
Total Revenues	80,374	1,699,119
	<hr/>	<hr/>
Expenditures		
Current:		
Salaries	39,675	405,961
Benefits	15,639	156,777
Operating Expenses	29,389	887,173
Capital Outlay	-	85,590
	<hr/>	<hr/>
Total Expenditures	84,703	1,535,501
	<hr/>	<hr/>
Excess (Deficiency) of Revenues Over Expenditures	(4,329)	163,618
	<hr/>	<hr/>
Other Financing Sources (Uses)		
Transfers In	-	13,783
Transfers Out	-	-
Total Other Financing Sources	-	13,783
	<hr/>	<hr/>
Net Change in Fund Balances	(4,329)	177,401
	<hr/>	<hr/>
Fund Balances - Beginning	9,872	848,380
Fund Balances - Ending	<u>\$ 5,543</u>	<u>\$ 1,025,781</u>

Owyhee County, Idaho
Combining Statement of Fiduciary Assets and Liabilities - Agency Funds
September 30, 2014

	State of Idaho	Special Taxing County	Miscellaneous Trust	Sensitive Species Research
Assets				
Cash and Cash Equivalents	\$ 82,051	\$ 85,354	\$ 1,945,216	\$ 23,523
Property Taxes Receivable	-	194,074	-	-
Total Assets	<u>\$ 82,051</u>	<u>\$ 279,428</u>	<u>\$ 1,945,216</u>	<u>\$ 23,523</u>
 Liabilities				
Warrants and Accounts Payable	\$ 82,051	\$ 10,990	\$ 194,926	\$ -
Due to Other Funds or Taxing Units	-	268,438	1,750,290	23,523
Total Liabilities	<u>\$ 82,051</u>	<u>\$ 279,428</u>	<u>\$ 1,945,216</u>	<u>\$ 23,523</u>

Owyhee County, Idaho
 Combining Statement of Fiduciary Assets and Liabilities - Agency Funds (continued)
 September 30, 2014

	911 Trust Account	Hazardous Waste	Owyhee County Initiative	Total
Assets				
Cash and Cash Equivalents	\$ 382,544	\$ 460,773	\$ 1,952	\$ 2,981,413
Property Taxes Receivable	-	-	-	194,074
Total Assets	<u>\$ 382,544</u>	<u>\$ 460,773</u>	<u>\$ 1,952</u>	<u>\$ 3,175,487</u>
Liabilities				
Warrants and Accounts Payable	\$ -	\$ 900	\$ -	\$ 288,867
Due to Other Funds or Taxing Units	382,544	459,873	1,952	2,886,620
Total Liabilities	<u>\$ 382,544</u>	<u>\$ 460,773</u>	<u>\$ 1,952</u>	<u>\$ 3,175,487</u>

Owyhee County, Idaho
Schedule of Expenditures of Federal Awards
For the Year Ended September 30,2014

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
<u>U.S. Department of Housing & Urban Development</u>		
Passed through State Department of Commerce:		
Community Development Block Grant	14.228	\$ 145,238
Total U.S. Department of Housing & Urban Development		<u>145,238</u>
<u>U.S. Department of the Interior</u>		
Direct:		
Payment in Lieu of Taxes	15.226	1,303,868
Total U.S. Department of the Interior		<u>1,303,868</u>
<u>U.S. Department of Transportation</u>		
Passed through State Department of Transportation		
Highway Planning and Construction	20.205	3,746
State & Community Highway Safety	20.600	9,489
Alcohol Traffic Safety & Drunk Driving	20.601	9,131
Total U.S. Department of Transportation		<u>22,366</u>
<u>U.S. Department of Homeland Security</u>		
Passed through State Military Division:		
Emergency Management Performance	97.042	26,596
Homeland Security Grant Program	97.067	45,375
Passed through Department of Park and Recreation:		
Boating Safety	97.012	29,352
Total U.S. Department of Homeland Security		<u>101,323</u>
Total Federal Financial Assistance Expended		<u>\$ 1,572,795</u>

Note: The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting

FEDERAL REPORTS

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

Board of Commissioners
Owyhee County
Murphy, 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Owyhee County, Idaho, as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise Owyhee County, Idaho's basic financial statements and have issued our report thereon dated January 16, 2015.

Internal Control Over Financial Reporting

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

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

Our consideration of 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 that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

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

Zwysart & Associates PC

January 16, 2015

**Independent Auditor's Report on Compliance for Each Major Program and on
Internal Control Over Compliance Required By *OMB Circular A-133***

Board of Commissioners
Owyhee County
Murphy, Idaho

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, Owyhee County, Idaho, complied, in all material respects, with the types of 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, 2014.

Report on Internal Control over Compliance

Management of Owyhee County, Idaho, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Owyhee County, Idaho's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Owyhee County, Idaho'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 type of compliance requirement of a federal program 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 over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Zwyzart & Associates PC

January 16, 2015

Owyhee County, Idaho
Schedule of Findings and Questioned Costs
For the Year Ended September 30,2014

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Significant deficiency(ies) disclosed? yes none reported

Material weakness(es) disclosed? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

Significant deficiency(ies) disclosed? yes none reported

Material weakness(es) disclosed? yes none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? yes no

Identification of major programs:

CFDA Numbers	Name of Federal Program
15.226	Payment in Lieu of Taxes

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? yes no

Section II - Financial Statement Findings

None reported.

Section III - Findings and Questioned Costs for Federal Awards

None reported.