

STATE OF IDAHO

CANYON COUNTY

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

September 30, 2012



CHRIS YAMAMOTO, COUNTY AUDITOR

STATE OF IDAHO

CANYON COUNTY

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FOR THE FISCAL YEAR ENDED

September 30, 2012

Prepared by:
Canyon County
Auditor's Office

INTRODUCTORY SECTION



STATE OF IDAHO
CANYON COUNTY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2012
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Brad Jackson
Chief Deputy

Chris Yamamoto
Canyon County Clerk of the District Court
Ex-Officio Auditor and Recorder
1115 Albany Street, Caldwell ID 83605
Telephone: (208)454-7337 * Fax: (208)454-6689
Email: Canyoncountyclerk@canyonco.org



Zach Wagoner
Controller

To the Board of County Commissioners of Canyon County:

State law requires that all general-purpose local governments publish within nine months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principals (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 of Canyon County for the fiscal year ended September 30, 2012.

This report consists of the management's representations concerning the finances of Canyon 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, the management of Canyon 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 Canyon County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Canyon County's comprehensive framework of internal control 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.

Canyon County's financial statements have been audited by Gibbons, Scott and Dean LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Canyon County for the fiscal year ended September 30, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that Canyon County's financial statements for the fiscal year ended September 30, 2012, 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.

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. Canyon County's MD&A can be found immediately following the report of the independent auditors.

Profile of Canyon County

Canyon County was established November 19, 1892 with its County seat in Caldwell. The name probably came from the Snake River Canyon that forms the southern border of the county. The Hudson's

bay Company established Fort Boise in 1834 at the mouth of the Boise River near what is now Parma, but abandoned it in 1855. Emigrants traveled through what is now Canyon County on the Oregon Trail. It is located in the southwestern part of Idaho west of Boise, the state capitol. Canyon County is bordered on the east by Ada County, on the south by Owyhee County, on the north by Gem and Payette counties and on the west by Oregon. Canyon County has the second highest population among Idaho's 44 counties and covers 603 square miles. Caldwell is the county seat and the second largest city in the county with a population of about 46,905. Nampa is the largest city in the county and the second largest in Idaho with an estimated population of 82,755. Canyon County benefits from having these two medium sized cities in close proximity as they provide numerous urban benefits not found in the more sparsely populated counties. The current population of Canyon County is estimated to be 191,694 an increase of 48% since 2000. Canyon County is empowered to levy a property tax on real and personal property located within its boundaries. It also is empowered by state statute to extend its boundary limits by annexation.

All elected officials are constitutional officers, elected to specific terms of office and charged to perform the functions and duties of their office as outlined and enumerated in Idaho law.

Canyon County operates under a commissioner form of government with three elected commissioners. The three member board of county commissioners is the governing body of county government in Idaho. They act as both the executive branch and the legislative branch, and are responsible for all duties not specifically mandated to other elected officials. Two county commissioners are elected each biennium; one for a two year term and one for a four year term.

The County Commissioners are responsible for passing ordinances, adopting the budget, appointing board members and hiring department heads.

Canyon County provides a full range of services. These services include, police protection; sanitation services; health and social services; welfare; culture and recreation, development services and general administrative services, which include but are not limited to: judicial; tax administration; record of deeds; federal, state and local elections.

The annual budget serves as the foundation for Canyon County's financial planning and control. All departments and agencies of the County are required to submit requests for appropriations to the County Budget Officer, also known as the County Auditor, on or before the 3rd Monday in May each year. The Budget Officer uses these requests as the starting point for developing a proposed budget.

The Budget Officer then presents this proposed budget to the Board of County Commissioners for review on or before the 1st Monday of August each year. The Commissioners are required to have the budget published in a local newspaper during the 3rd week of August. They must hold a public hearing no later than Tuesday following the first Monday in September of each year. The appropriated budget is prepared under the classifications of salaries, benefits and detail of other expenses by department and fund. County Commissioners can transfer from salaries and benefits to other expenses through a Commissioners resolution. 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, the justice special revenue fund, the district court special revenue fund and the indigent special revenue fund, the four major funds, this comparison is presented on pages 43-51 as part of the required supplementary information. For governmental funds other than the major funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 62.

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 with which Canyon County operates.

Local Economy. Canyon County is endowed with rich, fertile soil and a mild climate. These factors have positioned Canyon County as an agricultural leader in the Northwest. Hops, mint, sugar beets, potatoes, fruit orchards and vineyards are just a few of the many crops grown in Canyon County. Productive farms are scattered throughout the county and provide numerous employment opportunities. Other major employers include: education, government, retail, construction, and health care.

As of November 2012 with a civilian labor force of 87,394 the unemployment rate for Canyon County stands at 7.5%. This represents a decrease from November 2011 when the unemployment rate was 10.3%. The housing boom of 2005-2007 rapidly increased the civilian labor force in the county and also was largely responsible for the record lows in unemployment over that same time period. With the burst of the housing bubble and the immediate halt of population growth unemployment began a rapid ascent and has recently begun to decline.

The construction industry is not alone when it comes to experiencing the effects of the recession. As consumers have reduced spending layoffs have taken place in multiple industries throughout Canyon County. Manufacturing, trade, finance, retail, professional and business services have all experienced decreases in employment numbers.

In June of 2012 St. Luke's opened the doors of a \$25 million dollar medical plaza in Nampa near Costco. The 120,000 square foot medical plaza includes a 24-hour 15 bed emergency department, offices for primary care providers and specialists, and medical imaging and lab services. Future potential plans for the site include a hospital with 80 to 100 beds.

In January 2012 Saint Alphonsus announced plans to build a new birthing center, comprehensive heart care center and emergency department in Nampa. It is projected that the new facilities will provide roughly 500 construction jobs and 85 new health care employment opportunities. Ground was officially broken for the \$33 million dollar project in April 2012 and is scheduled to open December 2013.

Long-term financial planning. The county continues to be cognizant of future needs and has explored ways to ensure that the county has and will have adequate facilities to meet current and future requirements. In January of 2012 Canyon County was visited by Carter Goble Lee, an expert in the field of defining and developing public facilities that provide users functionality for generations. Carter Goble Lee examined the county's current facilities, provided guidance on future facilities needs and presented options that will meet current and future facilities needs. The county is reviewing the ideas put forth, prioritizing needs and formulating a plan to meet facilities needs in an appropriate manner.

Relevant financial policies. Canyon County's budget has decreased from \$83,284,057 in fiscal year 2008 to \$67,399,807 for fiscal year 2012, a decrease of \$15,884,250 or over 19%. County leaders and department administrators have been instructed to cut back wherever possible and look for ways to continue to provide required services at a lower cost. Many previously filled positions that have been vacated have been left vacant in order to cut costs. In response to the current economic climate Canyon County Commissioners have decreased the amount of property tax requested from county taxpayers from \$37,797,834 in fiscal year 2009 to \$37,360,846 for fiscal year 2012. For fiscal year 2012 County Commissioners had the statutory authority to levy an additional \$5,781,333 in property tax; but choose instead to leave that money in taxpayers' pockets.

Major initiatives. Canyon County has entered into an arrangement with the Caldwell Urban Renewal Agency to construct a new administration building. The urban renewal agency collects tax increment revenue that would otherwise be received by the county. The urban renewal agency has entered into a long term debt obligation; with

the county's share of tax increment revenue pledged as repayment. The county anticipates having \$7.5 million dollars available to construct an administration building and remodel the existing courthouse. The county has heard presentations from architectural and construction firms regarding the feasibility of the project and it is estimated that construction will begin by the summer of 2013.

Awards and acknowledgements. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Canyon County for its comprehensive annual financial report for the fiscal year ended September 30, 2011. This was the 23rd consecutive year that Canyon County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient, effective and dedicated services of the entire staff of the Auditor's office whose continued efforts for improvement in the County's accounting and reporting system are directly responsible for the high quality of the information being reported to the Board of Commissioners of Canyon County. Credit must also be given to the Board of Commissioners for their support in planning and conducting financial operations of the County in a responsible manner.

Sincerely,

A handwritten signature in black ink that reads "Chris Yamamoto". The signature is written in a cursive, flowing style.

Chris Yamamoto
Canyon County
Clerk/Auditor/Recorder
April 30, 2013

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Canyon County
Idaho

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



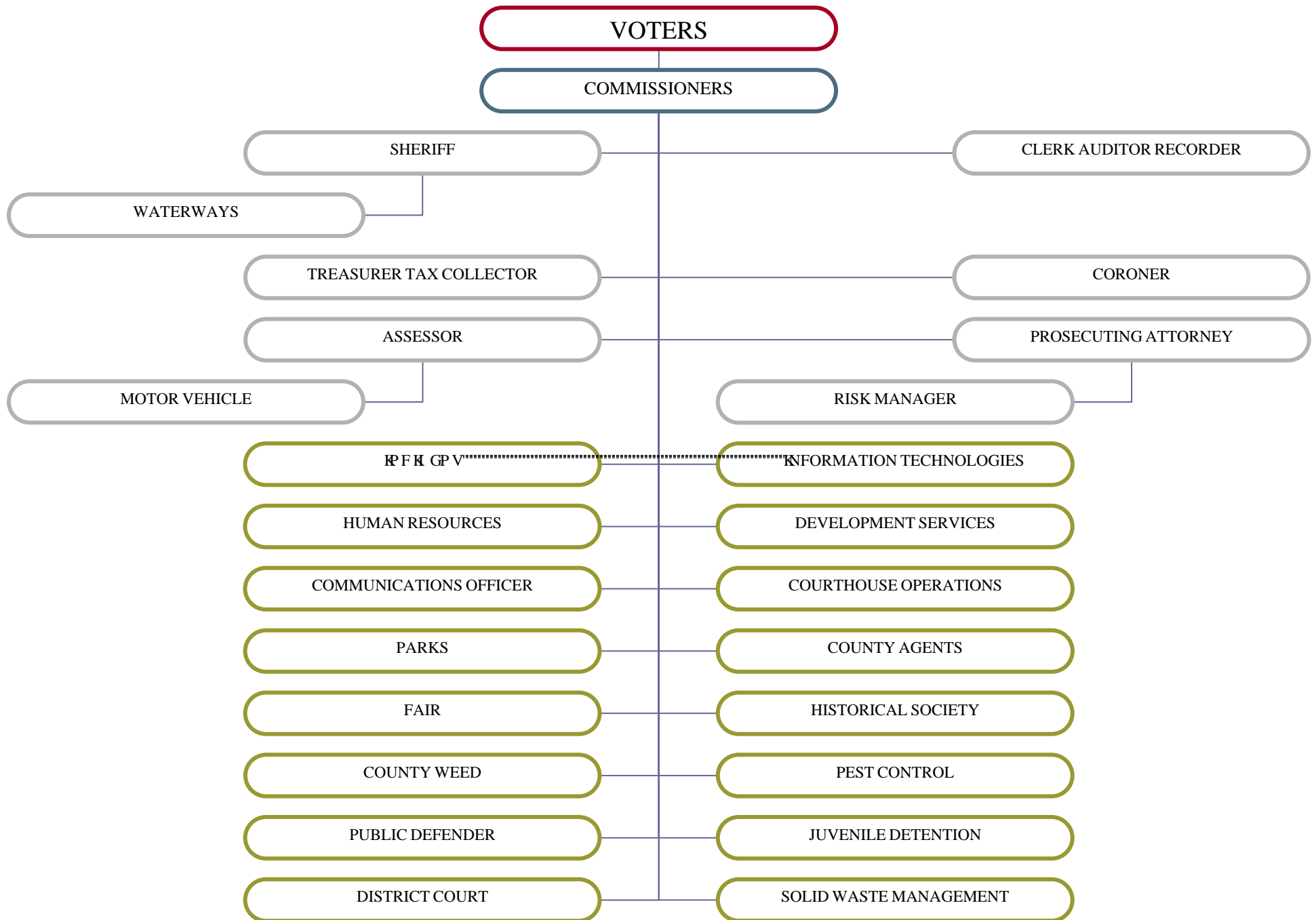
Christopher P. Morrell

President

Jeffrey R. Emer

Executive Director

CANYON COUNTY IDAHO ORGANIZTIONAL CHART



**STATE OF IDAHO
CANYON COUNTY
ELECTED OFFICIALS AND DEPARTMENT HEADS
September 30, 2012**

ELECTED OFFICIALS

Commissioner District #1.....	Steve Rule
Commissioner District #2.....	Kathy Alder
Commissioner District #3.....	David Ferdinand
County Clerk.....	Chris Yamamoto
County Treasurer.....	Tracie Lloyd
County Assessor.....	Gene Kuehn
County Sheriff.....	Chris Smith
County Prosecutor.....	Bryan Taylor
County Coroner.....	Vicki DeGeus-Morris
Administrative District Judge (1).....	Thomas Ryan
District Judge.....	Renae Hoff
District Judge.....	Juneal C. Kerrick
District Judge.....	Molly Huskey
District Judge.....	Bradly Ford
Magistrate Judge.....	Dayo O. Onanubosi
Magistrate Judge.....	Jayme B. Sullivan
Magistrate Judge.....	Gary DeMeyer
Magistrate Judge.....	Frank Kotyk
Magistrate Judge.....	Deborah Orr
Magistrate Judge.....	James R. Schiller
Magistrate Judge.....	Jerold Lee
Magistrate Judge.....	George Southworth

DEPARTMENT ADMINISTRATORS

Trial Court Administrator.....	Dan Kessler
Development Services Director.....	Kevin LoPiccolo
Information Technologies Director.....	Rob Hopper
Human Resources Director.....	Jeannine Eiband
Director of Indigent Services.....	Michele Chadwick
Juvenile Probation Director.....	Elda Catalano
Juvenile Detention Center Director.....	Steve Jett
County Agent.....	Jerry Neufeld
Building Superintendent.....	Paul Navarro
Parks and Recreation Director.....	Tom Bicak
Landfill Director.....	Jack Biddle
Weed Control Director.....	James D. Martell
County Fleet Management Director.....	Mark Tolman

(1) Canyon County is in the Third Judicial District which includes: Canyon, Adams, Gem, Payette, Washington and Owyhee Counties. Five of the six District Judges and eight of the thirteen Magistrate Judges reside in and have their chambers in Canyon County.

FINANCIAL SECTION



Gibbons, Scott & Dean LLP

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Canyon County
Caldwell, Idaho

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 Canyon County as of and for the year ended September 30, 2012, which collectively comprise Canyon County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Canyon County's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 Canyon County as of September 30, 2012, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated April 30, 2013 on our consideration of Canyon County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 13 through 21 and 43 through 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing

standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Canyon County's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in cursive script that reads "Gibbons, Scott & Dean LLP".

GIBBONS, SCOTT & DEAN LLP
Certified Public Accountants

April 30, 2013

Management's Discussion and Analysis

As management of Canyon County, we offer readers of Canyon County's financial statements this narrative overview and analysis of the financial activities of Canyon County for the fiscal year ended September 30, 2012. 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 3-6 of this report.

Financial Highlights

- The assets of Canyon County exceeded its liabilities at the close of the most recent fiscal year by \$93,570,489 (net assets). Of this amount \$44,031,357 (unrestricted net assets) may be used to meet Canyon County's ongoing obligations to citizens and creditors.
- Canyon County's total net assets increased by \$2,101,323 during fiscal year 2012. The increase is due to increases in revenue from property tax, sales tax and revenue sharing from the state, and building permits.
- As of the close of the current fiscal year, Canyon County's governmental funds reported combined ending fund balances of \$37,346,390 an increase of \$3,799,848 from the previous fiscal year. The increase in fund balances is due to an increase in revenue from property taxes and other sources combined with expenditures remaining stable compared to the prior year. \$36,723,874 of the total amount is available for spending at the County's discretion.
- At the end of the fiscal year unassigned fund balance for the general fund was \$11,823,440 or 47% of the total general fund expenditures. Assigned fund balance in the other major funds is as follows: justice special revenue fund \$12,248,827 or 59% of expenditures, \$2,029,121 in the district court special revenue fund or 33% of expenditures and \$885,656 in the indigent special revenue fund or 29% of expenditures.

Overview of the financial statements

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

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

The *statement of net assets* presents information of Canyon County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Canyon County is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of Canyon County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Canyon County include general government, public safety, public works, health and welfare, culture and recreation and education. The *business-type activities* of Canyon County include a sanitary landfill.

The government-wide financial statements can be found on pages 23-24 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. Canyon 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 Canyon County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, the readers may better understand the long-term impact of the County'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*.

Canyon County maintains nineteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the justice special revenue fund, the district court special revenue fund and the indigent special revenue fund all of which are considered to be major funds. Data from the other fifteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

Canyon County adopts an annual appropriated budget for all of its governmental funds, including the enterprise fund. A budgetary comparison statement has been provided for the governmental funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 25-27 of this report.

Proprietary funds. Canyon County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses an enterprise fund to account for its sanitary landfill operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sanitary landfill operations, which is considered to be a major fund of Canyon County.

The basic proprietary fund financial statements can be found on pages 28-30 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside Canyon County government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Canyon 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 31 of this report. The combining statement of changes in assets and liabilities is located on page 78 at the end of the combining & individual fund section.

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 can be found on pages 32-41 of this report.

Other Information. In addition to the basic financial statements and the accompanying notes, this report also presents certain *required supplementary information* which can be found on pages 43-51 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 56-76 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Canyon County, assets exceeded liabilities by \$93,570,489 at the close of the most recent fiscal year.

Over 50% of Canyon County's net assets reflect 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.

Canyon County's Net Assets September 30, 2012

	Governmental Activities		Business-type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 42,800,612	\$ 39,814,565	\$ 14,145,561	\$ 13,868,772	\$ 56,946,173	\$ 53,683,337
Capital assets	37,743,519	38,973,908	9,956,687	10,217,081	47,700,206	49,190,989
Total assets	80,544,131	78,788,473	24,102,248	24,085,853	104,646,379	102,874,326
Long-term liabilities						
outstanding	-	-	5,995,850	5,646,970	5,995,850	5,646,970
Other liabilities	4,957,256	5,295,585	122,784	462,605	5,080,040	5,758,190
Total liabilities	4,957,256	5,295,585	6,118,634	6,109,575	11,075,890	11,405,160
Net assets:						
Invested in capital assets, net of related debt	37,383,686	38,469,585	9,956,687	10,217,081	47,340,373	48,686,666
Restricted	-	-	2,198,759	2,436,600	2,198,759	2,436,600
Unrestricted	38,203,189	35,023,303	5,828,168	5,322,597	44,031,357	40,345,900
Total net assets	\$ 75,586,875	\$ 73,492,888	\$ 17,983,614	\$ 17,976,278	\$ 93,570,489	\$ 91,469,166

A portion of Canyon County's net assets (2 percent) represent resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$44,031,357) may be used to meet the county's ongoing obligation to citizens and creditors.

At the end of the current fiscal year, Canyon County is able to report positive balances in all categories of net assets, both for the county as a whole, as well as for its business-type activity.

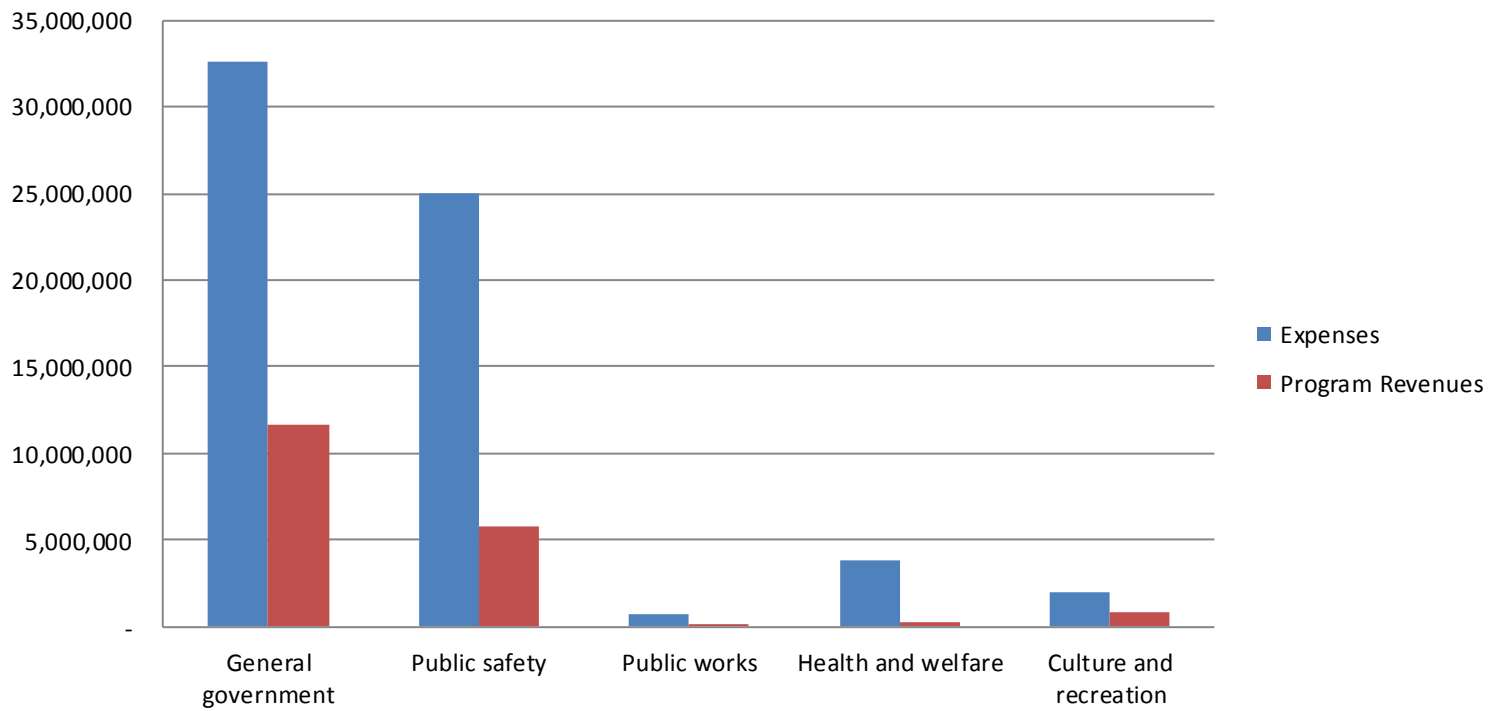
Governmental activities. Governmental activity increased Canyon County's net assets by \$2,093,987.

The following schedule outlines the changes in net assets:

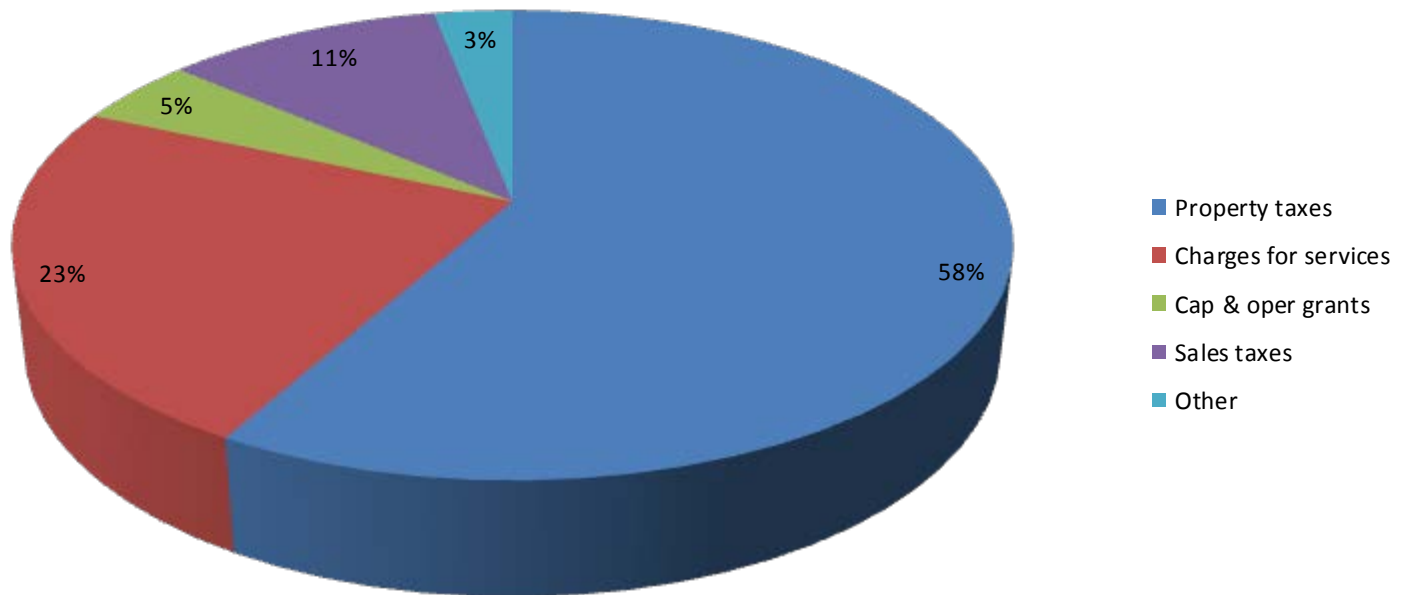
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program revenues:						
Charges for services	\$ 15,625,090	\$ 14,861,835	\$ 2,753,555	\$ 2,622,142	\$ 18,378,645	\$ 17,483,977
Operating grants and contributions	2,863,892	3,052,028	-	-	2,863,892	3,052,028
Capital grants and contributions	214,742	618,816	-	-	214,742	618,816
General revenues:						
Property taxes	38,596,396	38,041,455	-	-	38,596,396	38,041,455
Other taxes	7,879,155	7,336,955	-	-	7,879,155	7,336,955
Interest on investments	439,761	359,466	178,041	264,194	617,802	623,660
Miscellaneous	475,498	914,134	2,317	2,874	477,815	917,008
Total revenues	66,094,534	65,184,689	2,933,913	2,889,210	69,028,447	68,073,899
Expenses:						
General government	32,565,283	31,381,459	-	-	32,565,283	31,381,459
Public safety	24,901,991	24,641,245	-	-	24,901,991	24,641,245
Public works	758,201	1,394,046	-	-	758,201	1,394,046
Health and welfare	3,815,217	3,649,490	-	-	3,815,217	3,649,490
Culture and recreation	1,939,529	1,942,736	-	-	1,939,529	1,942,736
Interest on long-term debt	20,326	27,535	-	-	20,326	27,535
Sanitary landfill	-	-	2,926,577	3,091,482	2,926,577	3,091,482
Total expenses	64,000,547	63,036,511	2,926,577	3,091,482	66,927,124	66,127,993
Changes in net assets	2,093,987	2,148,178	7,336	(202,272)	2,101,323	1,945,906
Net assets - 10/01	73,492,888	71,344,710	17,976,278	18,178,550	91,469,166	89,523,260
Net assets - 9/30	<u>\$ 75,586,875</u>	<u>\$ 73,492,888</u>	<u>\$ 17,983,614</u>	<u>\$ 17,976,278</u>	<u>\$ 93,570,489</u>	<u>\$ 91,469,166</u>

- Charges for services revenue for governmental activities increased by \$763,255 from the prior fiscal year, the increase is a result of increases from building permit revenue.
- Operating and capital grants and contributions revenue decreased \$592,210 from the previous year largely due to decreases related to homeland security grant revenue.
- Overall, fiscal year 2012 revenue for governmental activities increased by \$909,845 from the previous fiscal year. The increase is due to the increase in property tax revenue, charges for services and sales tax revenue sharing monies from the state.
- Governmental activities expenses increased \$964,036 or 1% from fiscal year 2011. The increase is a result of continued increases in the cost of health care.

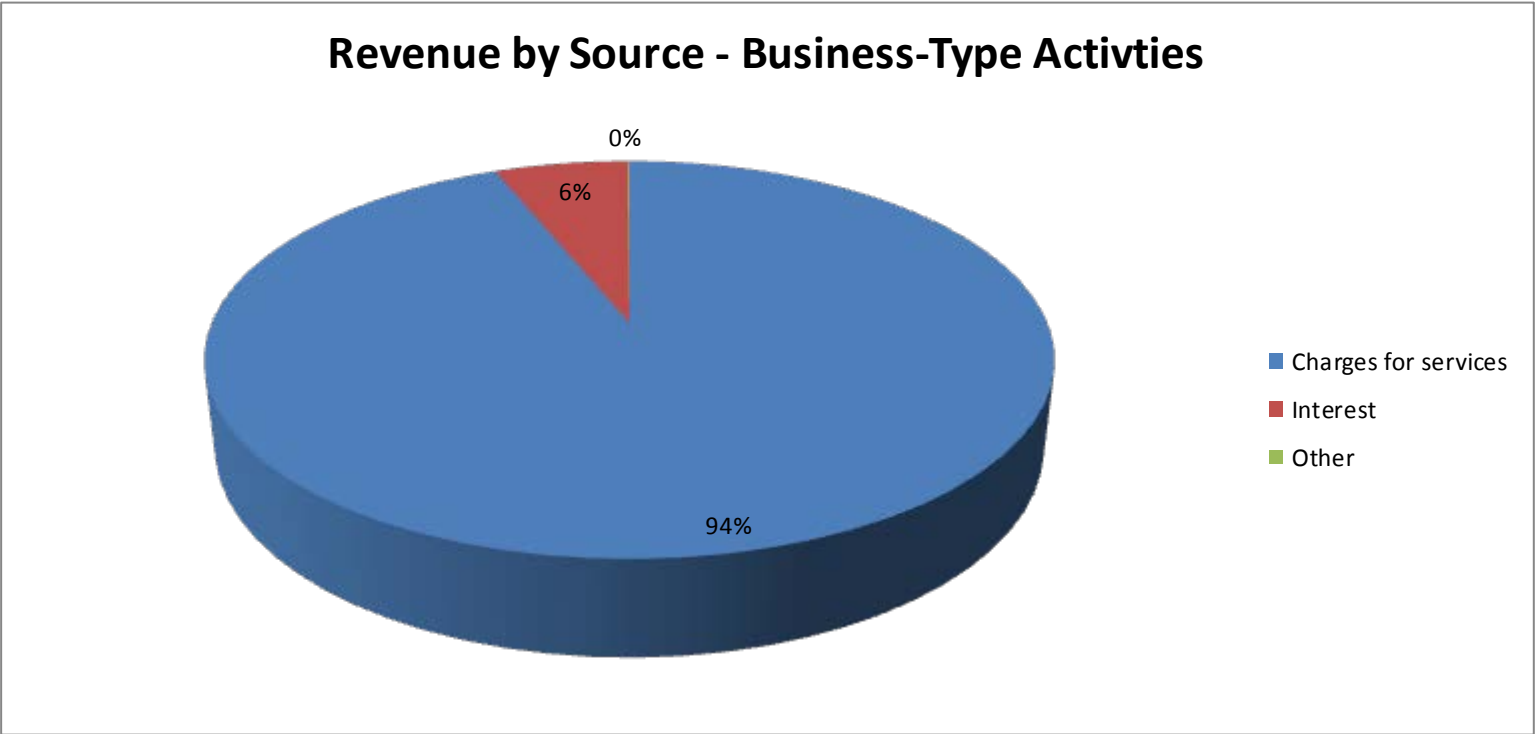
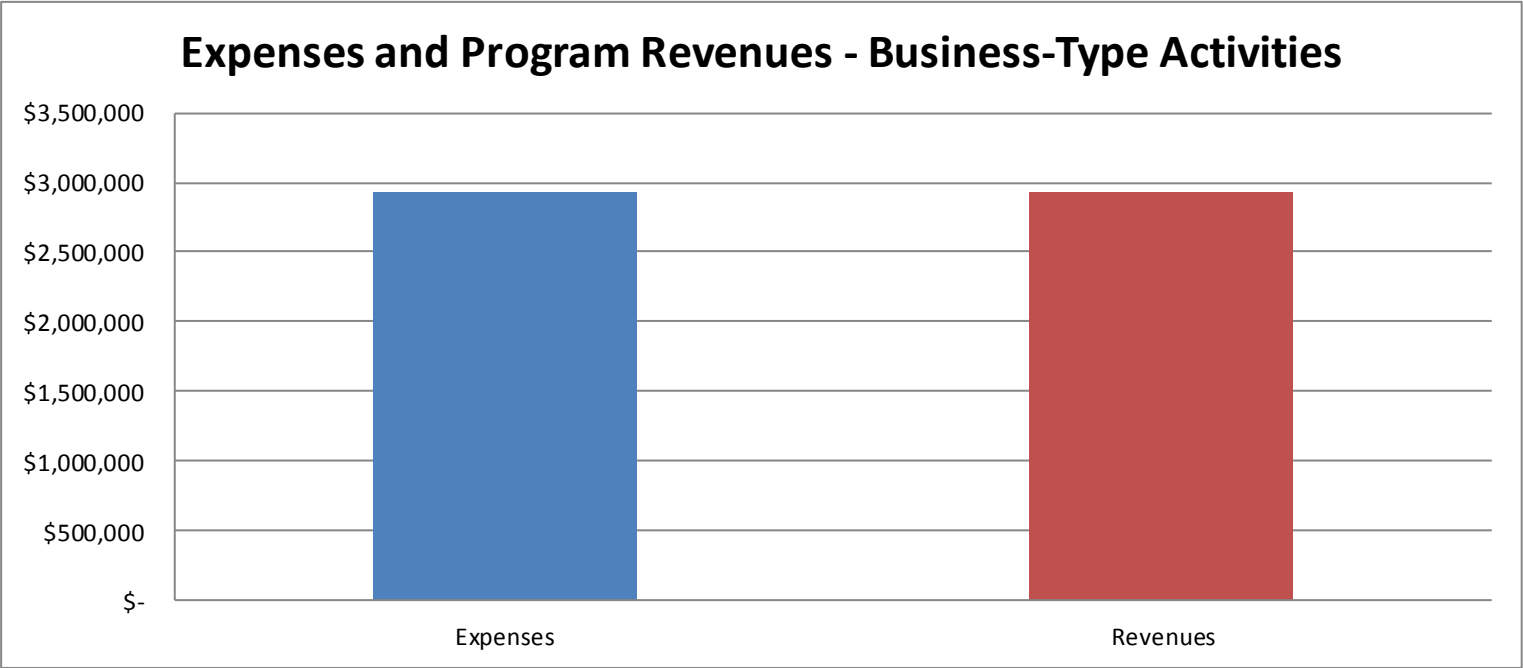
Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



Business-Type activities. Business-type activity (sanitary landfill) net assets increased \$7,336 during the year; the minor increase is due to an increase in revenue from landfill fees and expenses holding steady from the prior year.



Financial Analysis of the County's funds

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

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

As of the end of the current fiscal year, Canyon County's governmental funds reported combined ending fund balances of \$37,346,390 an increase of \$3,799,848 from the prior year. \$30,814,250 is unassigned and assigned fund balance, which is available for spending at the County's discretion. Unassigned and assigned fund balance increased \$3,992,899 during the year. The remainder of fund balance is designated to indicate that it is not available for new spending because it has already been committed to 1) health insurance (\$5,909,624) and 2) prepaids (\$622,516).

The general fund is the chief operating fund of the County. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$11,823,440 with a total fund balance of \$18,196,142.

As a measure of the general fund's liquidity, it may be useful to compare both the unassigned fund balance and the total fund balance to the total fund expenditures. Unassigned fund balance represents 47% of total general fund expenditures, while total fund balance represents 73% of that same amount.

The unassigned fund balance of the County's general fund increased \$2,054,718 during the current fiscal year; with revenues exceeding expenditures by \$1,574,891. The increase in fund balance is largely due to a greater than anticipated amount of tax collected, a portion of which came from outstanding taxes from prior years and a building project in the county bringing in a large amount of development and permitting revenue. Total revenue in the general fund increased \$1,937,021 from the previous year. Expenditures in the general fund were mostly unchanged with a decrease of 2% or \$473,637.

At the end of the fiscal year the justice special revenue fund had a total fund balance of \$12,290,385 with \$12,248,827 assigned. The net increase in total fund balance during the year was \$1,891,013. Expenditures in the justice fund decreased \$2,428,099 from the prior year. The decrease is due to Prosecuting Attorney expenditures being moved from the justice fund to the general fund. Revenue decreased in the justice fund by \$3,109,021 from fiscal year 2011. With the Prosecuting Attorney's office no longer in the justice fund, sales tax and revenue sharing monies from the state were allocated to other county funds.

Proprietary funds. Canyon County's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted assets in the Sanitary Landfill enterprise fund at the end of the year were \$5,828,168, unrestricted net assets increased by \$505,571 during the fiscal year. Factors concerning the sanitary landfill have already been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and the final budget are summarized below:

- \$10,000 in general reserves was transferred to personal services in motor vehicles for administrative salary and benefit expenditures.
- \$30,000 in general reserves was transferred to other charges & services in motor vehicles for postage expenditures previously paid from the information technologies budget.
- \$25,000 was transferred from other charges & services to personal services in human resources. This was needed for personal services costs associated with reorganizing the department.

- \$4,000 in general reserves was transferred to other charges and services in emergency management for the matching portion of the all hazard mitigation plan grant.

Differences between the final amended budget and the actual results are summarized below:

- \$256,400 unspent in the Clerk's office is due to vacant positions and a software capital acquisition project that came in under budget.
- \$258,442 unspent in the Commissioner's office is due to a pass-thru grant project that was mostly completed in the previous fiscal year.
- \$116,550 unspent in the Treasurer's office is due to vacant positions and lower than anticipated tax billing costs.
- \$912,554 unspent in the general department is due to budget set aside for reserves for unanticipated expenditures not needed during the year.
- \$468,202 unspent in the buildings and grounds budget is due to lower than anticipated maintenance costs and holdbacks on construction projects.
- In the county shop department, \$479,258 unspent is due to cutbacks in spending on vehicles and upfitting of vehicles.
- \$418,707 unspent in the information technology department is due vacant positions left unfilled and cutbacks in technology spending.
- \$194,659 unspent in development services is due to a software capital acquisition project that was completed in the previous fiscal year.

Capital Asset and Capital Lease Administration

Capital Assets. Canyon County's investment in capital assets for its governmental and business-type activities as of September 30, 2012 amounted to \$47,700,206 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings and machinery and equipment. The total decrease in Canyon County's investments in capital assets for the current fiscal year was 3%.

Major capital assets events during the fiscal year include the following:

- \$157,413 for the purchase of land in close proximity to the county courthouse.
- \$325,953 for courthouse, jail and other facilities remodeling projects.
- \$91,737 spent on a new canopy at the county fleet department, sunshades at Jubilee Park and the memorial shelter project at the courthouse.
- \$884,951 invested in radios and communications equipment, a jet boat and trailer, a vehicle, rifles and accessories, and technology equipment.
- \$416,451 for capital projects in progress including public safety vehicles, remodeling projects, the crossroads museum at Celebration Park and the potential county administration building.
- \$372,694 spent on lateral expansion for the landfill.

Canyon County's Capital Assets (Net of depreciation)

	Governmental Activities		Business-type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Land	\$ 7,968,773	\$ 7,964,594	\$ 4,577,723	\$ 4,577,723	\$ 12,546,496	\$ 12,542,317
Building	18,577,621	19,423,791	849,018	924,075	19,426,639	20,347,866
Improvements other than buildings	775,009	702,055	1,027,572	1,033,388	1,802,581	1,735,443
Machinery and equipment	9,838,389	10,617,720	1,905,392	2,423,417	11,743,781	13,041,137
Construction in progress	583,727	265,748	1,596,982	1,258,478	2,180,709	1,524,226
Total	<u>\$ 37,743,519</u>	<u>\$ 38,973,908</u>	<u>\$ 9,956,687</u>	<u>\$ 10,217,081</u>	<u>\$ 47,700,206</u>	<u>\$ 49,190,989</u>

Additional information on Canyon County's capital assets can be found in note C on page 38.

Capital Leases. The county completed one lease agreement during the fiscal year and has one remaining. The remaining lease was entered into in May of 2003 to purchase heating and lighting equipment for several county buildings. The completed capital lease was entered into in March of 2009 to purchase telephone and computer equipment for the Canyon County East Complex which was purchased December 2008. As of September 30, 2012 the capital lease outstanding for the heating and lighting equipment is \$359,833.

Additional information on Canyon County's capital lease can be found in note E on page 39.

Economic Factors and Next Year's Budgets and Rates

Economic conditions in the county continue to be challenging, but appearing to improving. The November 2012 unemployment rate in Canyon County is 7.5% compared to 10.3% a year earlier. Property values have stabilized and are increasing in certain areas of the market. In prior years we have experienced substantial decreases in revenue from multiple sources; from building permits to state shared revenues. The free fall associated with prior's years revenue has stopped, and the county has seen revenue levels increasing in certain areas.

The county has requested department heads and elected officials to look for ways to decrease spending and prioritize their capital needs and only those needs that are most urgent are currently being met. The county continues to provide mandated services at a high level, and county employees and leadership are to be commended for maintaining levels of service in spite of economic difficulty.

The County Commissioners adopted a budget for fiscal year 2013 in the amount of \$67,133,736, a decrease of \$266,071 from the fiscal year 2012 budget. Due to the decrease in taxable property value the 2013 tax rate went up 5% to .005708042. Out of the total budget, \$38,057,593 comes from property tax. The county commissioners had the statutory authority to levy an additional \$5,796,633 in property tax but chose to leave that money in taxpayer's pockets.

Requests for Information

This financial report is designed to provide a general overview of Canyon County's finances for all those with an interest in the County's finances. Questions concerning any of this information provided in this report or requests for additional financial information should be addressed to the Canyon County Auditor, Canyon County Courthouse, 1115 Albany St., Caldwell, Idaho 83605.

BASIC FINANCIAL STATEMENTS



STATE OF IDAHO
CANYON COUNTY
STATEMENT OF NET ASSETS
September 30, 2012

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 20,510,791	\$ 2,977,947	\$ 23,488,738
Investments	15,594,917	2,776,204	18,371,121
Receivables (net of allowance for uncollectibles):			
Interest	39,235	4,980	44,215
Taxes-delinquent	2,507,052	-	2,507,052
Intergovernmental	2,575,505	-	2,575,505
Accounts	950,596	191,024	1,141,620
Prepays	622,516	797	623,313
Restricted assets:			
Cash and cash equivalents	-	4,245,815	4,245,815
Investments	-	3,925,262	3,925,262
Receivables (net of allowances for uncollectibles):			
Interest receivable	-	23,532	23,532
Capital assets not being depreciated:			
Land	7,968,773	4,577,723	12,546,496
Construction in progress	583,727	1,596,982	2,180,709
Capital assets, net of accumulated depreciation			
Buildings	18,577,621	849,018	19,426,639
Improvements other than buildings	775,009	1,027,572	1,802,581
Machinery and equipment	9,838,389	1,905,392	11,743,781
Total assets	<u>80,544,131</u>	<u>24,102,248</u>	<u>104,646,379</u>
LIABILITIES			
Interest payable	2,678	-	2,678
Vouchers payable	1,608,032	58,544	1,666,576
Accrued wages payable	1,317,786	30,361	1,348,147
Comp time payable	22,784	1,921	24,705
Unearned revenue	9,675	-	9,675
Noncurrent liabilities:			
Due within one year	1,390,145	26,525	1,416,670
Due in more than one year	606,156	5,433	611,589
Liabilities payable from restricted assets	-	5,995,850	5,995,850
Total liabilities	<u>4,957,256</u>	<u>6,118,634</u>	<u>11,075,890</u>
NET ASSETS			
Invested in capital assets, net of related debt	37,383,686	9,956,687	47,340,373
Restricted for:			
Closure costs	-	2,198,759	2,198,759
Unrestricted	38,203,189	5,828,168	44,031,357
Total net assets	<u>\$ 75,586,875</u>	<u>\$ 17,983,614</u>	<u>\$ 93,570,489</u>

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

**STATE OF IDAHO
CANYON COUNTY
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended September 30, 2012**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Primary Government					
		Charges for	Operating	Capital Grants	Governmental	Business-type	Total
		Services	Grants and	and	Activities	Activities	
		Contributions	Contributions	Contributions			
Primary government:							
Governmental activities:							
General government	\$ 32,565,283	\$ 10,454,905	\$ 1,226,908	\$ 10,000	\$ (20,873,470)	\$ -	\$ (20,873,470)
Public safety	24,901,991	4,070,343	1,555,800	150,773	(19,125,075)	-	(19,125,075)
Public works	758,201	91,278	-	-	(666,923)	-	(666,923)
Health and welfare	3,815,217	251,649	26,728	-	(3,536,840)	-	(3,536,840)
Culture and recreation	1,939,529	756,915	54,456	53,969	(1,074,189)	-	(1,074,189)
Interest on long-term debt	20,326	-	-	-	(20,326)	-	(20,326)
Total government activities	64,000,547	15,625,090	2,863,892	214,742	(45,296,823)	-	(45,296,823)
Business-type activities:							
Sanitary landfill	2,926,577	2,753,555	-	-	-	(173,022)	(173,022)
Total business-type activities	2,926,577	2,753,555	-	-	-	(173,022)	(173,022)
Total primary government	<u>\$ 66,927,124</u>	<u>\$ 18,378,645</u>	<u>\$ 2,863,892</u>	<u>\$ 214,742</u>	<u>(45,296,823)</u>	<u>(173,022)</u>	<u>(45,469,845)</u>
General revenues:							
Property taxes					38,596,396	-	38,596,396
Sales tax & revenue sharing					7,093,371	-	7,093,371
Franchise tax					57,879	-	57,879
Liquor apportionment					727,905	-	727,905
Miscellaneous					475,498	2,317	477,815
Interest on investments					439,761	178,041	617,802
Total general revenues					<u>47,390,810</u>	<u>180,358</u>	<u>47,571,168</u>
Change in net assets					2,093,987	7,336	2,101,323
Net assets - beginning					<u>73,492,888</u>	<u>17,976,278</u>	<u>91,469,166</u>
Net assets - ending					<u>\$ 75,586,875</u>	<u>\$ 17,983,614</u>	<u>\$ 93,570,489</u>

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

**STATE OF IDAHO
CANYON COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2012**

ASSETS	Major Special Revenue Funds					Total
	General Fund	Justice	District Court	Indigent	Other Funds	
Current assets						
Cash and cash equivalents	\$ 8,578,149	\$ 7,392,089	\$ 766,603	\$ 416,338	\$ 3,357,612	\$ 20,510,791
Investments	9,199,225	3,919,347	1,143,143	816,531	516,671	15,594,917
Receivables (net of allowances for uncollectibles):						
Interest	27,614	7,031	2,051	1,465	1,074	39,235
Taxes-delinquent	1,003,788	911,968	131,581	170,570	289,145	2,507,052
Intergovernmental	569,057	1,600,356	375,326	-	30,766	2,575,505
Accounts	668,508	145,908	-	-	136,180	950,596
Prepays	463,078	41,558	9,152	-	108,728	622,516
Total assets	<u>\$ 20,509,419</u>	<u>\$ 14,018,257</u>	<u>\$ 2,427,856</u>	<u>\$ 1,404,904</u>	<u>\$ 4,440,176</u>	<u>\$ 42,800,612</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Vouchers payable	\$ 858,279	\$ 255,944	\$ 87,796	\$ 319,314	\$ 86,699	\$ 1,608,032
Compensated absences payable	579	9,043	237	-	1,818	11,677
Accrued wages payable	450,631	550,917	169,969	29,364	116,905	1,317,786
Deferred revenue	1,003,788	911,968	131,581	170,570	298,820	2,516,727
Total liabilities	<u>2,313,277</u>	<u>1,727,872</u>	<u>389,583</u>	<u>519,248</u>	<u>504,242</u>	<u>5,454,222</u>
Fund balances:						
Nonspendable:						
Prepays	463,078	41,558	9,152	-	108,728	622,516
Committed to:						
Health Insurance	5,909,624	-	-	-	-	5,909,624
Assigned to:						
Justice fund	-	12,248,827	-	-	-	12,248,827
District Court fund	-	-	2,029,121	-	-	2,029,121
Charity fund	-	-	-	885,656	-	885,656
Other governmental funds	-	-	-	-	3,827,206	3,827,206
Unassigned	11,823,440	-	-	-	-	11,823,440
Total fund balances	<u>18,196,142</u>	<u>12,290,385</u>	<u>2,038,273</u>	<u>885,656</u>	<u>3,935,934</u>	<u>37,346,390</u>
Total liabilities and fund balances	<u>\$ 20,509,419</u>	<u>\$ 14,018,257</u>	<u>\$ 2,427,856</u>	<u>\$ 1,404,904</u>	<u>\$ 4,440,176</u>	

Amounts reported for governmental activities in the statement of net
assets are different because:

Capital assets used in governmental activities are not financial resources
and, therefore are not reported in the funds.

37,743,519

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

2,507,052

Long-term liabilities, including capital leases payable, are not due and payable
in the current period and therefore not included in the funds.

(2,010,086)

Net assets of governmental activities

\$ 75,586,875

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

**STATE OF IDAHO
CANYON COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2012**

	<u>General</u>	<u>Justice</u>	<u>District Court</u>	<u>Indigent</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES						
Taxes	\$ 14,954,560	\$ 14,117,042	\$ 3,132,154	\$ 2,533,243	\$ 4,452,190	\$ 39,189,189
Licenses and permits	941,102	346,999	-	-	122,072	1,410,173
Intergovernmental	2,025,206	5,722,669	2,080,984	26,728	708,983	10,564,570
Charges for services	7,249,421	2,021,772	545,822	251,649	2,078,123	12,146,787
Fines and forfeits	-	110,980	508,366	-	355	619,701
Miscellaneous	<u>1,149,892</u>	<u>460,283</u>	<u>40,146</u>	<u>10,911</u>	<u>761,259</u>	<u>2,422,491</u>
Total revenues	<u>26,320,181</u>	<u>22,779,745</u>	<u>6,307,472</u>	<u>2,822,531</u>	<u>8,122,982</u>	<u>66,352,911</u>
EXPENDITURES						
Current:						
General government	22,425,404	2,157,021	4,415,612	-	3,342,722	32,340,759
Public safety	2,019,886	18,690,162	1,699,815	-	1,538,698	23,948,561
Public works	300,000	-	-	-	441,771	741,771
Health	-	-	-	-	803,056	803,056
Welfare	-	-	-	3,011,767	-	3,011,767
Culture & recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,988,785</u>	<u>1,988,785</u>
Total expenditures	<u>24,745,290</u>	<u>20,847,183</u>	<u>6,115,427</u>	<u>3,011,767</u>	<u>8,115,032</u>	<u>62,834,699</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,574,891</u>	<u>1,932,562</u>	<u>192,045</u>	<u>(189,236)</u>	<u>7,950</u>	<u>3,518,212</u>
Other financing sources (uses):						
Sale of capital assets	281,636	-	-	-	-	281,636
Transfers in	-	-	-	-	333,775	333,775
Transfers out	<u>(61,950)</u>	<u>(41,549)</u>	<u>(230,276)</u>	<u>-</u>	<u>-</u>	<u>(333,775)</u>
Total other financing sources (uses)	<u>219,686</u>	<u>(41,549)</u>	<u>(230,276)</u>	<u>-</u>	<u>333,775</u>	<u>281,636</u>
Net change in fund balances	<u>1,794,577</u>	<u>1,891,013</u>	<u>(38,231)</u>	<u>(189,236)</u>	<u>341,725</u>	<u>3,799,848</u>
Fund balances - beginning	<u>16,401,565</u>	<u>10,399,372</u>	<u>2,076,504</u>	<u>1,074,892</u>	<u>3,594,209</u>	<u>33,546,542</u>
Fund balances - ending	<u>\$ 18,196,142</u>	<u>\$ 12,290,385</u>	<u>\$ 2,038,273</u>	<u>\$ 885,656</u>	<u>\$ 3,935,934</u>	<u>\$ 37,346,390</u>

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

**STATE OF IDAHO
CANYON COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended September 30, 2012**

Amounts reported for governmental activities (page 24) in the statement of activities are different because:

Net change in fund balances - total government funds (page 26)	\$ 3,799,848
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. This is the amount by which depreciation exceeded capital outlays in the current period.	(885,337)
Donations of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.	72,944
The statement of activities reports losses arising from the trade-in of existing capital assets to acquire new capital assets and deleted capital assets. Conversely, governmental funds do not report any loss on trade-in or deleted capital assets.	(417,993)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. This is the payment of the County's lease.	144,490
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(27,172)
Other long-term assets are not available to pay for current period expenditures, and, therefore, are deferred in the funds.	<u>(592,793)</u>
Change in net assets of governmental activities (page 24)	<u>\$ 2,093,987</u>

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

STATE OF IDAHO
CANYON COUNTY
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
September 30, 2012

	Business-type Activities - Enterprise Fund
	<u>Sanitary</u> <u>Landfill</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 2,977,947
Investments	2,776,204
Accounts receivable	191,024
Interest receivable	4,980
Prepays	<u>797</u>
Total current assets	<u>5,950,952</u>
Noncurrent assets:	
Cash and cash equivalents	4,245,815
Investments	3,925,262
Interest receivable	<u>23,532</u>
Total restricted assets	<u>8,194,609</u>
Capital assets:	
Capital assets (net of accumulated depreciation)	<u>9,956,687</u>
Total noncurrent assets	<u>18,151,296</u>
Total assets	<u>24,102,248</u>
LIABILITIES	
Current liabilities:	
Vouchers payable	58,544
Accrued wages payable	30,361
Comptime payable	1,921
Compensated absences payable	<u>26,525</u>
Total current liabilities	<u>117,351</u>
Noncurrent liabilities	
Compensated absences payable	5,433
Closure costs (payable from restricted assets)	<u>5,995,850</u>
Total noncurrent liabilities	<u>6,001,283</u>
Total liabilities	<u>6,118,634</u>
NET ASSETS	
Invested in capital assets	9,956,687
Restricted for closure costs	2,198,759
Unrestricted	<u>5,828,168</u>
Total net assets	<u>\$ 17,983,614</u>

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

**STATE OF IDAHO
CANYON COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended September 30, 2012**

	Business-type activities - Enterprise Fund
Operating revenues:	
Charges for services	\$ 2,753,555
Miscellaneous	<u>2,317</u>
Total operating revenues	<u>2,755,872</u>
Operating expenses:	
Administration	1,008,224
Costs of sales and services	910,571
Depreciation	658,175
Landfill closure and post-closure costs	<u>348,880</u>
Total operating expenses	<u>2,925,850</u>
Operating income	<u>(169,978)</u>
Nonoperating revenues (expenses):	
Interest on investments	178,041
Loss on capital assets	<u>(727)</u>
Total nonoperating revenues (expenses)	<u>177,314</u>
Change in net assets	7,336
Total net assets - beginning	<u>17,976,278</u>
Total net assets - ending	<u><u>\$ 17,983,614</u></u>

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

STATE OF IDAHO
CANYON COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUND

For the Fiscal Year Ended September 30, 2012
Increase (Decrease) in Cash and Cash Equivalents

	<u>Business-type activities- Enterprise Fund</u>
Cash flows from operating activities:	
Receipts from customers	\$ 2,762,214
Payments to suppliers	(1,260,576)
Payments to employees	(998,305)
Other operating revenues	<u>2,317</u>
Net cash provided (used) by operating activities	<u>505,650</u>
Cash flows from capital and related financing activities	
Proceeds from sale of capital assets	-
Acquisition of capital assets	<u>(408,844)</u>
Net cash provided (used) by capital and related financing activities	<u>(408,844)</u>
Cash flows from Investing activities:	
Proceeds from sales and maturities of investments	10,258,305
Purchase of investments	(8,239,440)
Interest and dividends received	<u>224,664</u>
Net cash provided (used) by investing activities	<u>2,243,529</u>
Net increase (decrease) in cash and cash equivalents	2,340,335
Cash and cash equivalents, October 1	<u>4,883,427</u>
Cash and cash equivalents, September 30	<u><u>\$ 7,223,762</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income	<u>\$ (169,978)</u>
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation expense	658,175
Decrease in accounts receivable	8,659
Increase in prepaids	(265)
Decrease in vouchers payable	(339,306)
Decrease in accrued wages payable	(940)
Increase in comp absences payable	1,113
Decrease in comp time payable	(688)
Increase in closure costs payable	<u>348,880</u>
Total adjustments	<u>675,628</u>
Net cash provided (used) by operating activities	<u><u>\$ 505,650</u></u>
Noncash investing, capital , and financing activities:	
Capital assets purchased through trade-in	\$ 10,500

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

STATE OF IDAHO
CANYON COUNTY
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
September 30, 2012

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 2,899,979
Receivables (net of allowance for uncollectibles):	
Taxes-delinquent	7,269,943
Accounts	<u>9,100,442</u>
Total assets	<u><u>\$ 19,270,364</u></u>
LIABILITIES	
Accounts payable	\$ 10,935,984
Due to other agencies	698,846
Due to other taxing districts	<u>7,635,534</u>
Total liabilities	<u><u>\$ 19,270,364</u></u>

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

**STATE OF IDAHO
CANYON COUNTY
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2012**

I. Summary of significant accounting policies

The financial statements of Canyon County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting entity

Canyon County was incorporated in 1892 and operates under a commissioner form of government with supervision of various departments by elected officials as provided by the constitution. The accompanying financial statements present Canyon County government. The County has no component units.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of Canyon County. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and the enterprise fund are reported as separate columns in the fund financial 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. The agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes and all other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

The *justice special revenue fund* accounts for the County's sheriff's office, construction, remodeling, operation and maintenance of the County jail, and the functions of the public defender.

The *district court special revenue fund* accounts for the functions of the district court and the magistrate division of the district court.

The *indigent special revenue fund* accounts for providing suitable provisions for the care and medical needs of indigent persons in Canyon County, and safeguarding the public health, safety and welfare.

The County reports the following major proprietary fund:

The *sanitary landfill enterprise fund* accounts for the provisions of sanitary landfill services throughout the County. All activities necessary to provide such services are accounted for in this fund, including administration, operations and maintenance.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payments-in-lieu of taxes and other charges between the sanitary landfill operation and various 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 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than program revenues. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating 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 Pickles Butte sanitary landfill enterprise fund are fees collected for dumping trash. Operating expenses for this fund 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 nonoperating revenues and expenses.

Fiduciary funds account for assets held by the county in a trustee capacity or as an agent on behalf of others. The agency funds are custodial in nature and do not present results in operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the county holds for others in an agency capacity. They are used to account for the collection to be paid to other taxing districts, cities, State of Idaho, private individuals and or other government agencies from property taxes or other legal assessments.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned, or unassigned amounts are available for use it is the County's policy to use committed resources first, assigned resources second and unassigned resources as needed.

D. Assets, liabilities, and net assets or equity

1. Deposits and investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in certain revenue bonds, general obligation bonds, local improvement district bonds, registered warrants of state and local governmental entities, time deposit

accounts, tax anticipation and interest-bearing notes, bonds, treasury bills, debentures or other similar obligations of the United States Government and the Farm Credit System and repurchase agreements.

All investments are stated at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate State laws and regulations. The reported value of the pool is the same as the fair value of the pooled shares.

2. Receivables

Property tax receivables are shown net of an allowance for uncollectibles and are shown on the balance sheet as deferred revenue. Property taxes are levied on the 3rd Monday of September of each year. All of the personal property taxes and one-half of the real property taxes are due on or before December 20 of each year. The remaining one-half of the real property tax is due on or before June 20 of the following year. A lien is placed on property three years from the date the taxes become delinquent. The County bills and collects its own property taxes and also collects taxes for all other taxing districts within its boundaries.

3. Prepaids

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid in both government-wide and fund financial statements. Prepaid items are recorded as expenditures when consumed and are valued at cost using the specific identification method.

4. Restricted assets

The restricted cash, investments and interest receivable in the sanitary landfill enterprise fund on the statement of net assets is being set aside for closure and post-closure care costs.

5. Capital assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$15,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	10-40
Improvements other than buildings	5-50
Machinery and equipment	5-15

6. Compensated absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the county does not have a policy to pay any amounts when employees separate from service with the County. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. Compensatory time

Nonadministrative employees may accumulate compensatory time for overtime hours worked over 40 hours in one week. Unused compensatory time is paid out only at termination. It is management's policy to keep compensatory time at fairly low levels.

8. Long-term obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Fund equity

In the fund financial statements, unassigned fund balance is the residual classification for the general fund and represents fund balance that has not been assigned to other funds or restricted, committed or assigned to specific purposes within the general fund. Assigned fund balances in funds other than the general fund include fund balances that are assigned by the finance officer with authorization from the governing board. Assigned fund balance may be used to cover budgetary gaps between projected revenues and expenditures for special revenue funds established in accordance with Idaho code. Committed fund balance represents amounts that cannot be used for any other purpose without a formal resolution approved by the County's highest level of decision-making authority, the Board of County Commissioners.

10. Infrastructure

Canyon County has no infrastructure for reporting under GASB Statement 34.

11. Net assets restricted by enabling legislature

The government-wide statement of net assets reports \$2,198,759 of restricted net assets, of which \$2,198,759 is restricted by enabling legislation.

II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes reconciliation between fund balance – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities, including capital lease payable are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$2,010,086 difference are as follows:

Capital lease payable	\$ 359,833
Interest payable	2,678
Compensated absences payable	1,624,791
Comptime payable	<u>22,784</u>
Net adjustment to reduce fund balance- total governmental funds to arrive at net assets- governmental activities	<u>\$ 2,010,086</u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “governmental funds report capital outlay 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.” The details of this \$(885,337) difference are as follows:

Capital outlay	\$ 1,769,221
Depreciation expense	<u>(2,654,558)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (885,337)</u>

Another element of that reconciliation states that “some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$(27,172) difference are as follows:

2011 compensated absences	\$ 1,581,476
2011 comptime	37,938
2012 compensated absences	(1,624,791)
2012 comptime	(22,784)
2011 interest on lease	3,667
2012 interest on lease	<u>(2,678)</u>
Net adjustment to net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (27,172)</u>

III. Detailed notes on all funds

A. Deposits and investments

As of September 30, 2012 Canyon County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
State Treasurer's diversified bond fund	\$ 5,192,763	3.80
U.S. Government and agency securities	15,702,128	7.95
Certificates of deposit	<u>1,401,492</u>	2.51
Sub total	<u>22,296,383</u>	
Included in cash and cash equivalents:		
State Treasurer's investment pool	24,765	0.36
Repurchase agreement	<u>309,072</u>	-
Sub total	<u>333,837</u>	
Total fair value	<u>\$ 22,630,220</u>	
Portfolio weighted average maturity		6.54

Credit risk. The State Treasurer's investment pool and the diversified bond fund are not registered with the Securities and Exchange Commission or any other regulatory body. It also does not have a credit quality rating. The county does not have a policy regarding credit risk of investments. The County's investment in U.S. government agencies were rated AA+.

Interest rate risk. The County does not have a policy regarding interest rate risk for investments.

Custodial credit risk – deposits. In the case of 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 does not have a deposit policy for custodial credit risk. As of September 30, 2012 \$10,462,341 of the County's bank balance of \$33,014,722 was exposed to custodial credit risk because it was uninsured and uncollateralized.

B. Receivables

Receivables at year end, including applicable allowances for uncollectibles are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Enterprise</u>	<u>Agency</u>	<u>Total</u>
Receivables:					
Interest	\$ 27,614	\$ 11,621	\$ 28,512	\$ -	\$ 67,747
Taxes	1,003,788	1,503,264	-	7,269,943	9,776,995
Intergovernmental	569,057	2,006,448	-	-	2,575,505
Accounts	<u>668,508</u>	<u>282,088</u>	<u>191,024</u>	<u>48,879,299</u>	<u>50,020,919</u>
Gross receivables	2,268,967	3,803,421	219,536	56,149,242	62,441,166
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>(39,778,857)</u>	<u>(39,778,857)</u>
Net total receivables	<u>\$ 2,268,967</u>	<u>\$ 3,803,421</u>	<u>\$ 219,536</u>	<u>\$ 16,370,385</u>	<u>\$ 22,662,309</u>

Receivables not expected to be collected within one year include taxes receivable: \$50,189 in the general fund, \$75,163 in the special revenue funds and \$363,497 in the agency funds. Also, collections receivable in the agency funds, \$46,435,334 related to court collections.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. 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 revenue reported in the governmental funds were as follows:

	<u>Unearned</u>	<u>Unavailable</u>
Delinquent property taxes receivable (general fund)	\$ -	\$ 1,003,788
Delinquent property taxes receivable (justice fund)	-	911,968
Delinquent property taxes receivable (district court fund)	-	131,581
Delinquent property taxes receivable (indigent fund)	-	170,570
Delinquent property taxes receivable (other governmental funds)	-	289,145
Prepaid building rent (other governmental funds)	<u>9,675</u>	<u>-</u>
	<u>\$ 9,675</u>	<u>\$ 2,507,052</u>

Interfund Transfers

The amount transferred from the general fund to special revenue funds:	\$ 61,950
The amount transferred from the justice fund to the general fund:	41,549
The amount transferred from the district court fund to special revenue funds:	<u>230,276</u>
	<u>\$ 333,775</u>

The transfers were necessary to account for revenue and expenditures that were moved between funds from fiscal year 2011 to fiscal year 2012.

C. Capital Assets

Capital asset activity for the year ended September 30, 2012 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Primary Government				
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,964,594	\$ 186,152	\$ 181,974	\$ 7,968,772
Construction in progress	265,748	684,574	366,595	583,727
Total capital assets, not being depreciated	<u>8,230,342</u>	<u>870,726</u>	<u>548,569</u>	<u>8,552,499</u>
Capital assets, being depreciated:				
Buildings	35,701,612	254,190	204,300	35,751,502
Improvements other than buildings	1,281,302	134,761	-	1,416,063
Machinery and equipment	16,643,120	915,068	60,695	17,497,493
Total capital assets being depreciated	<u>53,626,034</u>	<u>1,304,019</u>	<u>264,995</u>	<u>54,665,058</u>
Less accumulated depreciation for:				
Buildings	(16,277,821)	(902,032)	5,972	(17,173,881)
Improvements other than buildings	(579,247)	(62,137)	331	(641,053)
Machinery and equipment	(6,025,400)	(1,690,389)	56,685	(7,659,104)
Total accumulated depreciation	<u>(22,882,468)</u>	<u>(2,654,558)</u>	<u>62,988</u>	<u>(25,474,038)</u>
Total capital assets, being depreciated, net	<u>30,743,566</u>	<u>(1,350,539)</u>	<u>202,007</u>	<u>29,191,020</u>
Governmental activities capital assets, net	<u>\$ 38,973,908</u>	<u>\$ (479,813)</u>	<u>\$ 750,576</u>	<u>\$ 37,743,519</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 4,577,723	\$ -	\$ -	\$ 4,577,723
Construction in progress	1,258,478	372,694	34,190	1,596,982
Total capital assets not being depreciated	<u>5,836,201</u>	<u>372,694</u>	<u>34,190</u>	<u>6,174,705</u>
Capital assets, being depreciated:				
Buildings	1,630,617	-	7,217	1,623,400
Improvements other than buildings	1,615,958	34,190	1,168	1,648,980
Machinery and equipment	4,006,957	36,314	65,605	3,977,666
Total capital assets being depreciated	<u>7,253,532</u>	<u>70,504</u>	<u>73,990</u>	<u>7,250,046</u>
Less accumulated depreciation for:				
Buildings	(706,543)	(75,056)	7,217	(774,382)
Improvements other than buildings	(582,570)	(40,006)	1,168	(621,408)
Machinery and equipment	(1,583,539)	(543,113)	54,378	(2,072,274)
Total accumulated depreciation	<u>(2,872,652)</u>	<u>(658,175)</u>	<u>62,763</u>	<u>(3,468,064)</u>
Total capital assets, being depreciated, net	<u>4,380,880</u>	<u>(587,671)</u>	<u>11,227</u>	<u>3,781,982</u>
Business-type activities capital assets, net	<u>\$ 10,217,081</u>	<u>\$ (214,977)</u>	<u>\$ 45,417</u>	<u>\$ 9,956,687</u>

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

Governmental activities:	
General government	\$ 900,126
Public safety	1,664,953
Public works	21,624
Culture and recreation	67,855
Total depreciation expense - governmental activities	<u>\$ 2,654,558</u>
Business-type activities:	
Pickles Butte Sanitary Landfill	<u>\$ 658,175</u>

D. Operating leases

The county has several operating leases for land, buildings, road right-of-way and equipment. Lease expenditures for the year ended September 30, 2012 amounted to \$394,304.

Future minimum lease payments for these leases are as follows:

<u>Year Ending</u>	<u>Amount</u>
2013	\$ 352,000
2014	352,000
2015	352,000
Total	<u>\$ 1,056,000</u>

E. Capital leases

Canyon County has entered into a lease agreement for the acquisition of lighting and electrical equipment for several County buildings.

The assets acquired through this capital lease are as follows:

	<u>Governmental Activities</u>
Electrical & heating equipment	\$ 1,370,552
Less accumulated depreciation	<u>(342,683)</u>
Net assets	<u>\$ 1,027,869</u>

Future minimum lease payments as of September 30, 2012 are as follows:

<u>Electrical and heating equipment lease</u>	
2013	\$ 153,705
2014	153,705
2015	<u>76,853</u>
Total lease payments	384,263
Less amount of interest	<u>(24,430)</u>
Present value of lease payments	<u>\$ 359,833</u>

F. Long-term debt

Long-term liability activity for the year ended September 30, 2012 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One year</u>
Governmental activities:					
Capital lease payable-long-term	\$ 504,323	\$ -	\$ 144,490	\$ 359,833	\$ 138,752
Compensated absences	<u>1,604,907</u>	<u>1,446,316</u>	<u>1,414,755</u>	<u>1,636,468</u>	<u>1,251,393</u>
Governmental activity					
Long-term liabilities	<u>\$ 2,109,230</u>	<u>\$ 1,446,316</u>	<u>\$ 1,559,245</u>	<u>\$ 1,996,301</u>	<u>\$ 1,390,145</u>
Business-type activities:					
Compensated absences	<u>\$ 30,846</u>	<u>\$ 35,961</u>	<u>\$ 34,849</u>	<u>\$ 31,958</u>	<u>\$ 26,525</u>

Funds used in prior years to liquidate compensated absences were general, justice, all special revenue funds and the enterprise fund.

G. Restricted assets

The balances of the restricted assets accounts in the sanitary landfill enterprise fund are as follows:

Cash and cash equivalents	\$ 4,245,815
Investments	3,925,262
Interest receivable	<u>23,532</u>
	<u>\$ 8,194,609</u>

IV. Other information

A. Risk management

The county is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which we carry commercial insurance. During the last three years no claim settlements and or judgments have exceeded Canyon County's limits of insurance.

B. Contingent liabilities

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

Canyon County is defendant in several lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County Prosecutor, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

In July of 2009 the Canyon County Prosecuting Attorney entered into a contract with the city of Nampa to provide prosecutorial services on their behalf. It was understood that the Prosecuting Attorney would reimburse the county for services used by September 30, 2010. The Prosecuting Attorney resigned his position September 30, 2010 and thereafter filed bankruptcy under chapter 7. Canyon County received 2 reimbursements totaling \$171,000 from the previous Prosecutor within 90 days of the bankruptcy filing. The county has enlisted outside counsel to assist in retaining the funds, however at present it is not known whether or not the county will be able to keep the reimbursements in question.

C. Landfill closure and post-closure care cost

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure.

Although closure and post-closure care costs will be paid near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

\$5,995,850 reported as landfill closure and post-closure care liability at September 30, 2012 represents the cumulative amount reported to date based on the use of 34% of the estimated capacity of the landfill site. The current liability reflects an increase of \$348,880 from the previous year.

The County will recognize the remaining estimated cost of closure and post-closure care of \$5,284,328 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2012. The County expects to close the landfill in the year 2025. Actual cost may be higher because of inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to a restricted account to finance closure and post-closure care. The County is in compliance with these requirements, and

at September 30, 2012 cash and cash equivalents and investments of \$8,194,609 (with a fair value of \$8,194,609) are held for these purposes.

These are reported as restricted assets on the balance sheet. The County expects future inflation costs to be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional post-closure care requirements are determined (because of changes in technology or applicable laws and regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenue.

D. Defined benefit pension plan

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

After five years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% (2.3% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

For the year ended September 30, 2012, the required contribution rate for general employees was 10.39% and 6.23% of covered payroll for Canyon County and its employees, respectively, and 10.73% and 7.65% for police/firefighter employees, for Canyon County and its employees, respectively. Canyon County contributions required and paid were \$2,963,665, \$3,002,556, and \$3,101,910 for the three years ended September 30, 2012, 2011, and 2010 respectively.

V. Stewardship, compliance and accountability

A. Excess of expenditures of appropriations

For the year ended September 30, 2012, expenditures exceeded appropriations in the county fair special revenue fund by \$46,190 and in the insurance department of the general fund by \$43,258. In both cases the over expenditures were funded by available fund balance.

REQUIRED SUPPLEMENTARY INFORMATION



**STATE OF IDAHO
CANYON COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the fiscal year ended September 30, 2012**

REVENUES	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Taxes:				
Property taxes	\$ 14,189,360	\$ 14,189,360	\$ 14,653,972	\$ 464,612
Cost/delinquent collections	125,000	125,000	300,588	175,588
Total Taxes	<u>14,314,360</u>	<u>14,314,360</u>	<u>14,954,560</u>	<u>640,200</u>
Licenses and permits:				
Alcoholic beverage license	41,000	41,000	44,798	3,798
Auctioneer/pawnbroker license	100	100	100	-
Catering permits	-	-	160	160
CATV license	67,500	67,500	57,879	(9,621)
Development services permits	284,584	284,584	807,547	522,963
Recreational vehicle license	25,000	25,000	30,618	5,618
Total licenses and permits	<u>418,184</u>	<u>418,184</u>	<u>941,102</u>	<u>522,918</u>
Intergovernmental:				
Civil defense grant	61,000	103,157	153,095	49,938
COPS grant	211,963	211,963	238,930	26,967
Wilder fire grant	250,000	250,000	10,449	(239,551)
Parma senior center grant	160,000	160,000	146,250	(13,750)
Juvenile center	58,000	58,000	67,955	9,955
Special assistant US attorney	90,700	90,700	100,000	9,300
Community development	61,996	61,996	-	(61,996)
Sales tax revenue sharing	1,100,000	1,100,000	1,237,666	137,666
PILT	44,500	44,500	51,753	7,253
Miscellaneous	-	-	19,108	19,108
Total intergovernmental	<u>2,038,159</u>	<u>2,080,316</u>	<u>2,025,206</u>	<u>(55,110)</u>
Charges for services:				
Recorder fees	870,000	870,000	943,768	73,768
Passports	118,000	118,000	149,750	31,750
Shop fees	12,000	12,000	6,504	(5,496)
Motor vehicle fees	989,000	989,000	1,012,887	23,887
Attorney fees	607,957	607,957	607,958	1
Development services fees	54,855	54,855	56,381	1,526
Court surcharge/handling fees	180,000	180,000	-	(180,000)
Other misc. charges & services	10,000	10,000	28,309	18,309
Board & room of juveniles	210,000	210,000	172,056	(37,944)
Interfund charges	4,509,556	4,509,556	4,271,808	(237,748)
Total charges for services	<u>\$ 7,561,368</u>	<u>\$ 7,561,368</u>	<u>\$ 7,249,421</u>	<u>\$ (311,947)</u>

Continued:

**STATE OF IDAHO
CANYON COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the fiscal year ended September 30, 2012**

	Budgeted Amounts		Actual	Variance with Final budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
Fines and forfeits:				
Driver's license reinstatement	\$ 120,000	\$ 120,000	\$ -	\$ (120,000)
BUI (boating under influence)	5,000	5,000	-	(5,000)
Total fines and forfeits	125,000	125,000	-	(125,000)
Miscellaneous:				
Interest earnings	140,000	140,000	285,175	145,175
Rent on real estate	2,000	2,000	3,415	1,415
Donations - state of the county	-	-	6,400	6,400
Prosecuting Attorney asset forfeiture	40,000	40,000	-	(40,000)
Copy machines	5,150	5,150	5,316	166
Miscellaneous maintenance revenue	-	-	15,032	15,032
Drug rebate	30,000	30,000	36,120	6,120
Other miscellaneous revenue	250,000	262,200	357,148	94,948
Damage to vehicles	75,000	75,000	25,555	(49,445)
Fuel reimbursement	430,000	430,000	413,136	(16,864)
Printing	-	-	2,595	2,595
Total Miscellaneous	972,150	984,350	1,149,892	165,542
Total general fund revenue	25,429,221	25,483,578	26,320,181	836,603
EXPENDITURES				
General government:				
Clerk:				
Personal services	1,050,023	1,050,023	954,445	95,578
Other charges & services	452,526	452,526	357,024	95,502
Capital outlay	101,320	101,320	36,000	65,320
Total Clerk	1,603,869	1,603,869	1,347,469	256,400
Commissioners:				
Personal services	319,279	319,279	312,974	6,305
Other charges & services	454,360	454,360	195,918	258,442
Total Commissioners	773,639	773,639	508,892	264,747
Treasurer:				
Personal services	494,639	494,639	440,810	53,829
Other charges & services	187,300	187,300	124,579	62,721
Total Treasurer	681,939	681,939	565,389	116,550
Motor Vehicle:				
Personal Services	547,847	557,847	555,419	2,428
Other charges & services	39,700	69,700	64,302	5,398
Total Motor Vehicle	\$ 587,547	\$ 627,547	\$ 619,721	\$ 7,826

Continued:

**STATE OF IDAHO
CANYON COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the fiscal year ended September 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Prosecuting Attorney:				
Personal services	\$ 4,797,953	\$ 4,797,953	\$ 4,754,516	\$ 43,437
Other charges & services	329,581	329,581	297,019	32,562
Capital outlay	30,000	30,000	15,068	14,932
Total Prosecuting Attorney	<u>5,157,534</u>	<u>5,157,534</u>	<u>5,066,603</u>	<u>90,931</u>
Coroner:				
Personal services	423,817	423,817	420,489	3,328
Other charges & services	33,200	45,400	40,481	4,919
Total coroner	<u>457,017</u>	<u>469,217</u>	<u>460,970</u>	<u>8,247</u>
General:				
Other charges & services	<u>1,687,029</u>	<u>1,643,029</u>	<u>730,475</u>	<u>912,554</u>
Buildings & grounds:				
Personal services	1,324,395	1,324,395	1,228,097	96,298
Other charges & services	1,503,050	1,503,050	1,206,004	297,046
Capital outlay	191,000	471,940	397,082	74,858
Total courthouse	<u>3,018,445</u>	<u>3,299,385</u>	<u>2,831,183</u>	<u>468,202</u>
Development services:				
Personal services	925,204	925,204	837,162	88,042
Other charges & services	171,750	171,750	165,133	6,617
Capital outlay	100,000	100,000	-	100,000
Total development services	<u>1,196,954</u>	<u>1,196,954</u>	<u>1,002,295</u>	<u>194,659</u>
Information technology:				
Personal services	1,769,577	1,769,577	1,543,392	226,185
Other charges & services	947,080	947,080	877,749	69,331
Capital outlay	344,000	344,000	220,809	123,191
Total information technology	<u>3,060,657</u>	<u>3,060,657</u>	<u>2,641,950</u>	<u>418,707</u>
County fleet:				
Personal services	249,890	249,890	235,548	14,342
Other charges & services	781,900	781,900	545,825	236,075
Capital outlay	378,600	378,600	149,759	228,841
Total county fleet	<u>1,410,390</u>	<u>1,410,390</u>	<u>931,132</u>	<u>479,258</u>
Insurance:				
Other charges & services	<u>\$ 5,250,400</u>	<u>\$ 5,250,400</u>	<u>\$ 5,293,658</u>	<u>\$ (43,258)</u>

Continued:

**STATE OF IDAHO
CANYON COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the fiscal year ended September 30, 2012**

	Budgeted Amounts		Actual	Variance with
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final budget - Positive (Negative)</u>
Human resources:				
Personal services	\$ 187,011	\$ 212,011	\$ 211,429	\$ 582
Other charges & services	183,320	158,320	157,202	1,118
Total human resources	370,331	370,331	368,631	1,700
Public information officer:				
Personal services	79,493	79,493	56,351	23,142
Other charges & services	1,100	1,100	685	415
Total communications officer	80,593	80,593	57,036	23,557
Total general government	25,336,344	25,625,484	22,425,404	3,200,080
Public Safety:				
Emergency management				
Personal services	89,135	89,135	87,281	1,854
Other charges & services	8,123	54,280	53,052	1,228
Total emergency management	97,258	143,415	140,333	3,082
Juvenile detention center:				
Personal services	2,021,194	2,021,197	1,752,798	268,399
Other charges & services	177,070	177,070	117,848	59,222
Capital outlay	-	-	8,907	(8,907)
Total juvenile detention center	2,198,264	2,198,267	1,879,553	318,714
Total public safety	2,295,522	2,341,682	2,019,886	321,796
Public works:				
Animal shelter:				
Other charges & services	300,000	300,000	300,000	-
Total general fund	27,931,866	28,267,166	24,745,290	3,521,876
Excess (deficiency) of revenues over (under) expenditures	(2,502,645)	(2,783,588)	1,574,891	4,358,479
Other financing sources (uses):				
Sale of capital assets	-	280,940	281,636	696
Transfers in (out)	-	-	(61,950)	(61,950)
Total other financing sources (uses)	-	280,940	219,686	(61,254)
Net change in fund balances	(2,502,645)	(2,502,648)	1,794,577	4,297,225
Fund balances - beginning	16,401,565	16,401,565	16,401,565	-
Fund balances - ending	\$ 13,898,920	\$ 13,898,917	\$ 18,196,142	\$ 4,297,225

**STATE OF IDAHO
CANYON COUNTY
JUSTICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the fiscal year ended September 30, 2012**

REVENUES	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	Original	Final		
Taxes:				
Property taxes	\$ 13,652,578	\$ 13,652,578	\$ 14,117,042	\$ 464,464
Licenses and permits:				
Drivers licensing	240,000	240,000	298,418	58,418
Concealed weapons	30,000	30,000	48,581	18,581
Total licenses and permits	270,000	270,000	346,999	76,999
Intergovernmental:				
Highway safety grant	10,000	10,000	8,670	(1,330)
Scaap grant	-	-	38,054	38,054
Justice overtime grant	6,000	6,000	39,120	33,120
DEA organized crime grant	-	-	6,673	6,673
Miscellaneous capital grants	-	27,275	29,775	2,500
Sales tax revenue sharing	5,100,000	5,100,000	5,600,377	500,377
Total intergovernmental	5,116,000	5,143,275	5,722,669	579,394
Charges for services:				
Court surcharge	-	-	148,429	148,429
Animal control fees	77,000	77,000	-	(77,000)
Sheriff's fees	250,000	250,000	368,312	118,312
Dealer identification cards	3,000	3,000	2,750	(250)
Law enforcement services	200,000	200,000	289,406	89,406
Board & room prisoners	632,000	632,000	670,246	38,246
Jail bond fees	50,000	50,000	63,775	13,775
SILD	128,500	128,500	139,200	10,700
Jail inmate fees	41,500	41,500	58,033	16,533
Sex offender registration & inquiry	18,000	18,000	22,930	4,930
Public defender repayment	200,000	200,000	249,063	49,063
Miscellaneous other fees	6,000	6,000	9,628	3,628
Total charges for services	1,606,000	1,606,000	2,021,772	415,772
Fines & forfeits:				
Driver's license reinstatement	-	-	107,360	107,360
Boating under the influence	-	-	3,620	3,620
Total fines & forfeits	-	-	110,980	110,980
Miscellaneous:				
Interest earnings	65,000	65,000	92,098	27,098
TV metro rent	18,000	18,000	18,000	-
Pay phones	90,000	90,000	154,682	64,682
Commissary receipts	\$ 50,000	\$ 50,000	\$ 73,565	\$ 23,565

Continued:

**STATE OF IDAHO
CANYON COUNTY
JUSTICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the fiscal year ended September 30, 2012**

	Budgeted Amounts		Actual	Variance with Final budget - Positive (Negative)
Miscellaneous continued:	Original	Final	Amounts	
Other miscellaneous revenue	\$ 12,400	\$ 12,400	\$ 77,340	\$ 64,940
Drug forfeiture money	32,000	32,000	44,598	12,598
Total miscellaneous	267,400	267,400	460,283	192,883
Total justice fund revenue	20,911,978	20,939,253	22,779,745	1,840,492
EXPENDITURES				
General Government:				
Public defender				
Other charges & services	2,053,007	2,203,007	2,157,021	45,986
Contingent				
Other charges & services	650,000	500,000	-	500,000
Total general government	2,703,007	2,703,007	2,157,021	545,986
Public Safety:				
Sheriff:				
Personal services	16,869,833	16,869,833	16,136,498	733,335
Other charges & services	2,168,087	2,168,087	2,049,902	118,185
Capital outlay	345,000	372,275	421,179	(48,904)
Total sheriff	19,382,920	19,410,195	18,607,579	802,616
CCNU:				
Other charges & services	102,400	102,400	82,583	19,817
Total public safety	19,485,320	19,512,595	18,690,162	822,433
Total justice special revenue fund	22,188,327	22,215,602	20,847,183	1,368,419
Excess (deficiency) of revenues over (under) expenditures	(1,276,349)	(1,276,349)	1,932,562	3,208,911
Other financing sources (uses)				
Transfers in (out)	-	-	(41,549)	(41,549)
Total other financing sources (uses)	-	-	(41,549)	(41,549)
Net change in fund balances	(1,276,349)	(1,276,349)	1,891,013	3,167,362
Fund balances - beginning	10,399,372	10,399,372	10,399,372	-
Fund balances - ending	\$ 9,123,023	\$ 9,123,023	\$ 12,290,385	\$ 3,167,362

**STATE OF IDAHO
CANYON COUNTY
DISTRICT COURT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012**

REVENUES	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	Original	Final		
Taxes:				
Property taxes	\$ 3,136,586	\$ 3,136,586	\$ 3,132,154	\$ (4,432)
Intergovernmental:				
Sales tax revenue sharing	200,000	200,000	238,013	38,013
Liquor apportionment	625,000	625,000	727,905	102,905
Supreme court	51,000	66,000	86,249	20,249
Juvenile probation	947,168	947,168	1,028,817	81,649
Total intergovernmental	1,823,168	1,838,168	2,080,984	242,816
Charges for services:				
Court costs & fees	326,000	326,000	349,560	23,560
Trial court administrator fees	122,490	122,490	127,239	4,749
Juvenile probation fees	83,000	83,000	69,023	(13,977)
Total charges for services	531,490	531,490	545,822	14,332
Fines & forfeits				
District court fines	525,000	525,000	508,236	(16,764)
Juvenile curfew fine	500	500	130	(370)
Total fines & forfeits	525,500	525,500	508,366	(17,134)
Miscellaneous:				
Interest earnings	20,000	20,000	32,739	12,739
Other miscellaneous revenue	-	-	7,407	7,407
Total miscellaneous revenue	20,000	20,000	40,146	20,146
Total district court fund revenue	6,036,744	6,051,744	6,307,472	255,728
EXPENDITURES				
General government:				
Trial Court Administrator				
Personal services	1,209,307	1,181,307	1,178,422	2,885
Other charges & services	644,680	687,680	674,033	13,647
Total Trial Court Administrator	1,853,987	1,868,987	1,852,455	16,532
Clerk of the Court				
Personal services	2,717,241	2,717,241	2,563,157	154,084
Total general government	\$ 4,571,228	\$ 4,586,228	\$ 4,415,612	\$ 170,616

Continued:

**STATE OF IDAHO
CANYON COUNTY
DISTRICT COURT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final budget - Positive (Negative)
Public safety:				
Juvenile probation				
Personal services	\$ 1,502,831	\$ 1,502,831	\$ 1,416,470	\$ 86,361
Other charges & services	405,126	405,126	283,345	121,781
Capital outlay	450,000	450,000	-	450,000
Total juvenile probation	<u>2,357,957</u>	<u>2,357,957</u>	<u>1,699,815</u>	<u>658,142</u>
Total district court fund expenditures	<u>6,929,185</u>	<u>6,944,185</u>	<u>6,115,427</u>	<u>828,758</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(892,441)</u>	<u>(892,441)</u>	<u>192,045</u>	<u>1,084,486</u>
Other financing sources (uses)				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>(230,276)</u>	<u>(230,276)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(230,276)</u>	<u>(230,276)</u>
Net change in fund balances	<u>(892,441)</u>	<u>(892,441)</u>	<u>(38,231)</u>	<u>854,210</u>
Fund balances - beginning	<u>2,076,504</u>	<u>2,076,504</u>	<u>2,076,504</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,184,063</u>	<u>\$ 1,184,063</u>	<u>\$ 2,038,273</u>	<u>\$ 854,210</u>

**STATE OF IDAHO
CANYON COUNTY
INDIGENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final budget - Positive (Negative)
REVENUES				
Taxes:				
Property taxes	\$ 2,449,530	\$ 2,449,530	\$ 2,533,243	\$ 83,713
Intergovernmental:				
Medical review reimbursement	-	-	26,728	26,728
Charges for services:				
Hospital repayment	125,000	125,000	251,649	126,649
Miscellaneous:				
Interest earnings	10,000	10,000	10,911	911
Total indigent fund revenue	2,584,530	2,584,530	2,822,531	238,001
EXPENDITURES				
Health & Welfare				
Indigent:				
Personal services	589,986	589,986	530,770	59,216
Other charges & services	2,613,450	2,613,450	2,480,997	132,453
Total indigent fund expenditures	3,203,436	3,203,436	3,011,767	191,669
Excess (deficiency) of revenues over (under) expenditures	(618,906)	(618,906)	(189,236)	429,670
Net change in fund balances	(618,906)	(618,906)	(189,236)	429,670
Fund balances - beginning	1,074,892	1,074,892	1,074,892	-
Fund balances - ending	\$ 455,986	\$ 455,986	\$ 885,656	\$ 429,670

**STATE OF IDAHO
CANYON COUNTY
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2012**

I Stewardship, compliance, and accountability

A. Budgetary information

The County is required by State law to adopt annual appropriated budgets for general, special revenue, debt service and enterprise funds. All appropriated budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Enterprise fund budgets are adopted on a non-gaap budgetary basis. The annual appropriated budget covers a period from October 1 through September 30.

All appropriations other than appropriations for incomplete improvements in progress in construction lapse at the end of the fiscal year. Appropriation accounts remain open until the first Monday in November for payment of claims incurred against such appropriations prior to the close of the fiscal year. After the first Monday in November, the appropriations except for the incomplete improvements become null and void and any lawful claims presented thereafter against any subsequent appropriation will be provided for in the ensuing budget. All balances in any appropriation for incomplete improvements in progress in construction are carried forward and shown in the appropriated budget for the ensuing year.

All County department heads are required to submit their annual budget requests to the County Auditor. The County Auditor is the Budget Officer, and as such budget officer, it is his duty to compile and prepare a preliminary budget for consideration by the County Commissioners. The budget is prepared by fund, department, activity and object and includes expenditures for the prior two years, year to date, the prior year appropriated budget and requested appropriations for the next fiscal year. On or before the first Monday in August, the County Budget Officer submits the proposed budget to the County Commissioners for review and approval. When the tentative budget has been approved it must be published in a newspaper. On or before the Tuesday following the first Monday in September of each year, the Board of Commissioners shall meet and hold a public budget hearing at which time any taxpayer may appear and be heard upon any part or parts of said tentative budget. Such hearing may be continued from day to day until concluded, but not to exceed a total of five (5) days.

Upon the conclusion of such hearing, the County Commissioners shall fix and determine the amount of the appropriated budget for each department of the County, separately, which in no event shall be greater than the amount of the tentative budget and by resolution adopt the appropriated budget as the official minutes of the board.

During the fiscal year only the Board of County Commissioners may amend the annual appropriated budget by unanimous resolution, through the courts or by the budget hearing process. The appropriated budget can be adjusted to reflect receipt of unscheduled revenue, grants or donations from Federal, State or local governments or private sources, provided that previously budgeted funds are not increased and that there shall be no increase in anticipated property taxes. The legal level of budgetary control is at the object level (personal services and other charges and services; including capital outlay) within each department. During the fiscal year 2012, \$309,500 of appropriations was amended between departments and \$636,859 was added to appropriations through budget hearings.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not utilized by Canyon County because it is at the present considered not necessary to assure effective budgetary control or facilitate effective cash planning control.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



Nonmajor Governmental Funds

Special Revenue Funds

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

Weed Control Fund - This fund was established by the authority of Idaho Code 22-2406, in order to control the spread of and to eradicate noxious weeds on lands in Canyon County.

The maximum property tax levy of this fund is: (.06%) .000600
The current levy is: (.0018192%) .000018192

Assessor's Reappraisal Fund - This fund was established by the authority of Idaho Code 63-221, in order to provide a continuing program of valuation of all properties and that all parcels of property under the Assessor's jurisdiction in Canyon County are appraised at current market value for assessment purposes.

The maximum property tax levy of this fund is: (.04%) .000400
The current levy is: (.0350811%) .000350811

Health District Fund - This fund was established by the authority of Idaho Code 31-862, to be expended solely and exclusively for preventive health services.

The maximum property tax levy of this fund is: (.04%) .000400
The current levy is: (.0115303%) .000115303

County Fair Fund - This fund was established by the authority of Idaho Code 31-823, for the purpose of collection, preparing and maintaining an exhibition of the products and industries of Canyon County at the County Fair.

The maximum property tax levy of this fund is: (.02%) .000200
The current levy is: (.0054163%) .000054163

Parks and Recreation Fund - This fund was established by the authority of Idaho Code 63-908, for the use and purpose of public parks and public recreation facilities.

The maximum property tax levy for this fund is: (.01%) .000100
The current levy is: (.005127%) .00005127

Historical Society Fund - This fund was established by the authority of Idaho Code 31-864, for the support of County or local historical societies.

The maximum property tax levy for this fund is: (.012%) .000120
The current levy is: (.0013192%) .000013192

Pest Control Fund - This fund was established by the authority of Idaho Code 25-2604, for the purpose of taking all steps the Board may deem necessary for the extermination of pests.

The maximum property tax levy for this fund is: (.02%) .000200
The current levy is: (.0084545%) .000084545

Melba Gopher Fund - This fund was established by the authority of Idaho Code 25-2619, for the purpose of taking all steps the Board may deem necessary for the extermination of pests.

The maximum property tax levy for this fund is: (.02%) .000200
The current levy is: (.0188601%) .000188601

Court Device Fund - This fund was established by the authority of Idaho Code 18-8008, to assist a defendant in paying for ignition interlock or electronic monitoring devices.

This fund does not levy a tax.

Continued:

Nonmajor governmental funds continued:

Waterways Fund - This fund is used to account for the maintenance and improvements of the public waters of the State which are within the County and for law enforcement activities related to enforcement on public waterways.

This fund does not levy a tax.

Court Facilities Fund - This fund was established by the authority of Idaho Code 31-867 and shall be used for the expenditures for planning, remodeling and construction of court facilities.

This fund does not levy a tax.

Emergency Communications - This fund is used to account for the purchases of 911 communications equipment and enhancements.

This fund does not levy a tax.

Specialty Courts Fund - This fund is used to account for the operations of specialty courts including; misdemeanor DUI court, mental health court, veterans court and drug court.

This fund does not levy a tax.

Misdemeanor Probation Fund – This fund accounts for revenues and expenditures for adult misdemeanor probation functions.

This fund does not levy a tax.

Consolidated Elections Fund – This fund is utilized to account for the County Clerk's functions to administer elections for multiple county taxing districts.

This fund does not levy a tax.

STATE OF IDAHO
CANYON COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2012

Special Revenue

	<u>Weed Control</u>	<u>Assessor's Reappraisal</u>	<u>Health District</u>	<u>County Fair</u>	<u>Parks and Recreation</u>
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 62,845	\$ 1,331,806	\$ 230,354	\$ 196,983	\$ 169,306
Investments	-	-	-	383,293	-
Receivables (net of allowance for uncollectibles):					
Interest	-	-	-	635	-
Taxes-delinquent	16,830	149,307	52,703	27,590	23,279
Accounts	20,064	20	-	11,392	366
Intergovernmental	-	-	-	-	26,098
Prepaid items	<u>27</u>	<u>66,293</u>	<u>-</u>	<u>922</u>	<u>-</u>
Total assets	<u>\$ 99,766</u>	<u>\$ 1,547,426</u>	<u>\$ 283,057</u>	<u>\$ 620,815</u>	<u>\$ 219,049</u>
LIABILITIES					
Liabilities:					
Vouchers payable	\$ 5,275	\$ 14,596	\$ -	\$ 21,618	\$ 8,224
Compensated absences payable	-	1,818	-	-	-
Accrued wages payable	3,619	52,229	-	10,731	14,260
Deferred revenue	<u>16,830</u>	<u>149,307</u>	<u>52,703</u>	<u>37,265</u>	<u>23,279</u>
Total liabilities	<u>25,724</u>	<u>217,950</u>	<u>52,703</u>	<u>69,614</u>	<u>45,763</u>
FUND BALANCES					
Nonspendable:					
Prepays	27	66,293	-	922	-
Assigned:	<u>74,015</u>	<u>1,263,183</u>	<u>230,354</u>	<u>550,279</u>	<u>173,286</u>
Total fund balances	<u>74,042</u>	<u>1,329,476</u>	<u>230,354</u>	<u>551,201</u>	<u>173,286</u>
Total liabilities and fund balances	<u>\$ 99,766</u>	<u>\$ 1,547,426</u>	<u>\$ 283,057</u>	<u>\$ 620,815</u>	<u>\$ 219,049</u>

Continued:

STATE OF IDAHO
CANYON COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2012

	Special Revenue					
Continued:	Historical Society	Pest Control	Melba Gopher	Court Device	Waterways	Court Facilities
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 7,896	\$ 300,747	\$ 4,030	\$ 18,090	\$ 37,767	\$ 448,283
Investments	-	-	-	-	-	-
Receivables (net of allowance for uncollectibles):						
Interest	-	-	-	-	-	-
Taxes-delinquent	5,370	13,543	523	-	-	-
Accounts	-	970	-	-	2,981	1,118
Intergovernmental	-	4,494	174	-	-	-
Prepaid items	-	-	-	-	-	156
Total assets	<u>\$ 13,266</u>	<u>\$ 319,754</u>	<u>\$ 4,727</u>	<u>\$ 18,090</u>	<u>\$ 40,748</u>	<u>\$ 449,557</u>
LIABILITIES						
Liabilities:						
Vouchers payable	\$ -	\$ 9,223	\$ -	\$ -	\$ 2,745	\$ 3,682
Compensated absences payable	-	-	-	-	-	-
Accrued wages payable	-	3,949	-	-	2,815	-
Deferred revenue	<u>5,370</u>	<u>13,543</u>	<u>523</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>5,370</u>	<u>26,715</u>	<u>523</u>	<u>-</u>	<u>5,560</u>	<u>3,682</u>
FUND BALANCES						
Nonspendable:						
Prepays	-	-	-	-	-	156
Assigned:	<u>7,896</u>	<u>293,039</u>	<u>4,204</u>	<u>18,090</u>	<u>35,188</u>	<u>445,719</u>
Total fund balances	<u>7,896</u>	<u>293,039</u>	<u>4,204</u>	<u>18,090</u>	<u>35,188</u>	<u>445,875</u>
Total liabilities and fund balances	<u>\$ 13,266</u>	<u>\$ 319,754</u>	<u>\$ 4,727</u>	<u>\$ 18,090</u>	<u>\$ 40,748</u>	<u>\$ 449,557</u>

Continued:

STATE OF IDAHO
CANYON COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2012

	Special Revenue					
	Emergency					
	Communications	Specialty	Misdemeanor	Consolidated		Total Nonmajor
Continued:	Center	Courts	Probation	Elections		Governmental
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 186,590	\$ 208,756	\$ 134,128	\$ 20,031	\$	3,357,612
Investments	133,378	-	-	-		516,671
Receivables (net of allowance for uncollectibles):						
Interest	439	-	-	-		1,074
Taxes-delinquent	-	-	-	-		289,145
Accounts	99,269	-	-	-		136,180
Intergovernmental	-	-	-	-		30,766
Prepaid items	29,216	-	2,100	10,014		108,728
Total assets	\$ 448,892	\$ 208,756	\$ 136,228	\$ 30,045	\$	4,440,176
LIABILITIES						
Liabilities:						
Vouchers payable	\$ 2,585	\$ 15,379	\$ 2,362	\$ 1,010	\$	86,699
Compensated absences payable	-	-	-	-		1,818
Accrued wages payable	5,644	7,088	16,570	-		116,905
Deferred revenue	-	-	-	-		298,820
Total liabilities	8,229	22,467	18,932	1,010		504,242
FUND BALANCES						
Nonspendable:						
Prepays	29,216	-	2,100	10,014		108,728
Assigned:	411,447	186,289	115,196	19,021		3,827,206
Total fund balances	440,663	186,289	117,296	29,035		3,935,934
Total liabilities and fund balances	\$ 448,892	\$ 208,756	\$ 136,228	\$ 30,045	\$	4,440,176

**STATE OF IDAHO
CANYON COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2012**

	<u>Special Revenue</u>				
	<u>Weed Control</u>	<u>Assessor's Reappraisal</u>	<u>Health District</u>	<u>County Fair</u>	<u>Parks & Recreation</u>
REVENUES					
Taxes	\$ 132,792	\$ 2,441,988	\$ 814,072	\$ 383,321	\$ 363,863
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	53,970
Charges for services	81,850	87,742	-	-	4,358
Fines and forfeits	-	-	-	-	-
Miscellaneous	333	20	-	610,585	35,385
Total revenues	<u>214,975</u>	<u>2,529,750</u>	<u>814,072</u>	<u>993,906</u>	<u>457,576</u>
EXPENDITURES					
Current:					
General government	-	2,045,119	-	-	-
Public safety	-	-	-	-	-
Public works	207,542	-	-	-	-
Health	-	-	803,056	-	-
Culture and recreation	-	-	-	1,156,436	500,703
Total expenditures	<u>207,542</u>	<u>2,045,119</u>	<u>803,056</u>	<u>1,156,436</u>	<u>500,703</u>
Excess (deficiency) of revenues over (under) expenditures	7,433	484,631	11,016	(162,530)	(43,127)
Other financing sources (uses):					
Transfers in (out)	-	-	-	-	-
Net change in fund balances	7,433	484,631	11,016	(162,530)	(43,127)
Fund balances, October 1	<u>66,609</u>	<u>844,845</u>	<u>219,338</u>	<u>713,731</u>	<u>216,413</u>
Fund balances, September 30	<u>\$ 74,042</u>	<u>\$ 1,329,476</u>	<u>\$ 230,354</u>	<u>\$ 551,201</u>	<u>\$ 173,286</u>

Continued:

**STATE OF IDAHO
CANYON COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2012**

	Special Revenue					
Continued:	Historical Society	Pest Control	Melba Gopher	Court Device	Waterways	Court Facilities
REVENUES						
Taxes	\$ 92,169	\$ 214,004	\$ 9,981	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	122,072	-
Intergovernmental	-	16,677	636	-	54,456	10,000
Charges for services	-	9,095	-	17,274	-	99,550
Fines and forfeits	-	-	-	355	-	-
Miscellaneous	-	-	-	-	2,509	1,118
Total revenues	<u>92,169</u>	<u>239,776</u>	<u>10,617</u>	<u>17,629</u>	<u>179,037</u>	<u>110,668</u>
EXPENDITURES						
Current:						
General government	-	-	-	-	-	50,875
Public safety	-	-	-	10,297	-	-
Public works	-	222,229	12,000	-	-	-
Health	-	-	-	-	-	-
Culture and recreation	<u>90,241</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,405</u>	<u>-</u>
Total expenditures	<u>90,241</u>	<u>222,229</u>	<u>12,000</u>	<u>10,297</u>	<u>241,405</u>	<u>50,875</u>
Excess (deficiency) of revenues over (under) expenditures	1,928	17,547	(1,383)	7,332	(62,368)	59,793
Other financing sources (uses):						
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,928	17,547	(1,383)	7,332	(62,368)	59,793
Fund balances, October 1	<u>5,968</u>	<u>275,492</u>	<u>5,587</u>	<u>10,758</u>	<u>97,556</u>	<u>386,082</u>
Fund balances, September 30	<u>\$ 7,896</u>	<u>\$ 293,039</u>	<u>\$ 4,204</u>	<u>\$ 18,090</u>	<u>\$ 35,188</u>	<u>\$ 445,875</u>

Continued:

**STATE OF IDAHO
CANYON COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2012**

Continued:	Special Revenue				Total Nonmajor Governmental
	Emergency Communications	Specialty Courts	Misdemeanor	Consolidated	
	Center		Probation	Elections	
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 4,452,190
Licenses and permits	-	-	-	-	122,072
Intergovernmental	-	273,586	-	299,658	708,983
Charges for services	1,107,032	121,747	549,475	-	2,078,123
Fines and forfeits	-	-	-	-	355
Miscellaneous	110,202	1,107	-	-	761,259
Total revenues	1,217,234	396,440	549,475	299,658	8,122,982
EXPENDITURES					
Current:					
General government	-	338,152	533,444	375,132	3,342,722
Public safety	1,528,401	-	-	-	1,538,698
Public works	-	-	-	-	441,771
Health	-	-	-	-	803,056
Culture and recreation	-	-	-	-	1,988,785
Total expenditures	1,528,401	338,152	533,444	375,132	8,115,032
Excess (deficiency) of revenues over (under) expenditures	(311,167)	58,288	16,031	(75,474)	7,950
Other financing sources (uses):					
Transfers in (out)	-	128,001	101,265	104,509	333,775
Net change in fund balances	(311,167)	186,289	117,296	29,035	341,725
Fund balances, October 1	751,830	-	-	-	3,594,209
Fund balances, September 30	\$ 440,663	\$ 186,289	\$ 117,296	\$ 29,035	\$ 3,935,934

STATE OF IDAHO
CANYON COUNTY
WEED CONTROL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 124,448	\$ 132,792	\$ 8,344
Intergovernmental	5,000	-	(5,000)
Charges for services	70,000	81,850	11,850
Miscellaneous	-	333	333
	<u>199,448</u>	<u>214,975</u>	<u>15,527</u>
Total revenues			
EXPENDITURES			
Current:			
Public works:			
Personal services	154,719	144,409	10,310
Other charges & services	65,425	63,133	2,292
	<u>220,144</u>	<u>207,542</u>	<u>12,602</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	(20,696)	7,433	28,129
Fund balances - beginning	66,609	66,609	-
Fund balances - ending	<u>\$ 45,913</u>	<u>\$ 74,042</u>	<u>\$ 28,129</u>

STATE OF IDAHO
CANYON COUNTY
ASSESSOR'S REAPPRAISAL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 2,399,793	\$ 2,441,988	\$ 42,195
Charges for Services	35,500	87,742	52,242
Miscellaneous	-	20	20
Total revenues	<u>2,435,293</u>	<u>2,529,750</u>	<u>94,457</u>
EXPENDITURES			
Current:			
General government:			
Personal services	2,296,808	1,897,780	399,028
Other charges & services	<u>321,900</u>	<u>147,339</u>	<u>174,561</u>
Total expenditures	<u>2,618,708</u>	<u>2,045,119</u>	<u>573,589</u>
Excess (deficiency) of revenues over (under) expenditures	(183,415)	484,631	668,046
Fund balances - beginning	<u>844,845</u>	<u>844,845</u>	<u>-</u>
Fund balances - ending	<u>\$ 661,430</u>	<u>\$ 1,329,476</u>	<u>\$ 668,046</u>

STATE OF IDAHO
CANYON COUNTY
HEALTH DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 788,753	\$ 814,072	\$ 25,319
Total revenues	<u>788,753</u>	<u>814,072</u>	<u>25,319</u>
EXPENDITURES			
Current:			
Health:			
Other charges & services	<u>803,056</u>	<u>803,056</u>	<u>-</u>
Total expenditures	<u>803,056</u>	<u>803,056</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(14,303)	11,016	25,319
Fund balances - beginning	<u>219,338</u>	<u>219,338</u>	<u>-</u>
Fund balances - ending	<u>\$ 205,035</u>	<u>\$ 230,354</u>	<u>\$ 25,319</u>

STATE OF IDAHO
CANYON COUNTY
COUNTY FAIR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 370,515	\$ 383,321	\$ 12,806
Miscellaneous	<u>615,751</u>	<u>610,585</u>	<u>(5,166)</u>
Total revenues	<u>986,266</u>	<u>993,906</u>	<u>7,640</u>
EXPENDITURES			
Current:			
Culture & recreation:			
Personal services	356,355	362,063	(5,708)
Other charges & services	729,890	794,373	(64,483)
Capital outlay	<u>24,001</u>	<u>-</u>	<u>24,001</u>
Total expenditures	<u>1,110,246</u>	<u>1,156,436</u>	<u>(46,190)</u>
Excess (deficiency) of revenues over (under) expenditures	(123,980)	(162,530)	(38,550)
Fund balances - beginning	<u>713,731</u>	<u>713,731</u>	<u>-</u>
Fund balances - ending	<u><u>\$ 589,751</u></u>	<u><u>\$ 551,201</u></u>	<u><u>\$ (38,550)</u></u>

STATE OF IDAHO
CANYON COUNTY
PARKS AND RECREATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
REVENUES				
Taxes	\$ 350,722	\$ 350,722	\$ 363,863	\$ 13,141
Intergovernmental	-	51,428	53,970	2,542
Charges for services	12,000	12,000	4,358	(7,642)
Miscellaneous	35,000	35,000	35,385	385
Total revenues	397,722	449,150	457,576	8,426
EXPENDITURES				
Current:				
Culture & recreation:				
Personal services	439,115	439,115	388,995	50,120
Other charges & services	69,200	69,200	61,409	7,791
Capital Outlay	-	51,428	50,299	1,129
Total expenditures	508,315	559,743	500,703	59,040
Excess (deficiency) of revenues over (under) expenditures	(110,593)	(110,593)	(43,127)	67,466
Fund balances - beginning	216,413	216,413	216,413	-
Fund balances - ending	\$ 105,820	\$ 105,820	\$ 173,286	\$ 67,466

STATE OF IDAHO
CANYON COUNTY
HISTORICAL SOCIETY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 90,241	\$ 92,169	\$ 1,928
Total revenues	<u>90,241</u>	<u>92,169</u>	<u>1,928</u>
EXPENDITURES			
Current:			
Culture & recreation			
Other charges & services	<u>90,241</u>	<u>90,241</u>	<u>-</u>
Total expenditures	<u>90,241</u>	<u>90,241</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	1,928	1,928
Fund balances - beginning	<u>5,968</u>	<u>5,968</u>	<u>-</u>
Fund balances - ending	<u><u>\$ 5,968</u></u>	<u><u>\$ 7,896</u></u>	<u><u>\$ 1,928</u></u>

STATE OF IDAHO
CANYON COUNTY
PEST CONTROL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget -</u>
				<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Taxes	\$ 209,194	\$ 209,194	\$ 214,004	\$ 4,810
Intergovernmental	15,000	15,000	16,677	1,677
Charges for services	<u>4,000</u>	<u>4,000</u>	<u>9,095</u>	<u>5,095</u>
Total revenues	<u>228,194</u>	<u>228,194</u>	<u>239,776</u>	<u>11,582</u>
EXPENDITURES				
Current:				
Public works:				
Personal services	119,223	134,223	132,360	1,863
Other charges & services	161,925	146,925	82,869	64,056
Capital outlay	<u>4,500</u>	<u>4,500</u>	<u>7,000</u>	<u>(2,500)</u>
Total expenditures	<u>285,648</u>	<u>285,648</u>	<u>222,229</u>	<u>63,419</u>
Excess (deficiency) of revenues over (under) expenditures	(57,454)	(57,454)	17,547	75,001
Fund balances - beginning	<u>275,492</u>	<u>275,492</u>	<u>275,492</u>	<u>-</u>
Fund balances - ending	<u>\$ 218,038</u>	<u>\$ 218,038</u>	<u>\$ 293,039</u>	<u>\$ 75,001</u>

STATE OF IDAHO
CANYON COUNTY
MELBA GOPHER SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 9,800	\$ 9,981	\$ 181
Intergovernmental	600	636	36
Total revenues	<u>10,400</u>	<u>10,617</u>	<u>217</u>
EXPENDITURES			
Current:			
Public works:			
Other charges & services	<u>12,000</u>	<u>12,000</u>	<u>-</u>
Total expenditures	<u>12,000</u>	<u>12,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(1,600)	(1,383)	217
Fund balances - beginning	<u>5,587</u>	<u>5,587</u>	<u>-</u>
Fund balances - ending	<u>\$ 3,987</u>	<u>\$ 4,204</u>	<u>\$ 217</u>

STATE OF IDAHO
CANYON COUNTY
COURT DEVICE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services	\$ 36,000	\$ 17,274	\$ (18,726)
Fines & forfeits	<u>-</u>	<u>355</u>	<u>355</u>
Total revenues	<u>36,000</u>	<u>17,629</u>	<u>(18,371)</u>
EXPENDITURES			
Current:			
Public safety:			
Personal services	58,197	10,246	47,951
Other charges & services	<u>1,000</u>	<u>51</u>	<u>949</u>
Total expenditures	<u>59,197</u>	<u>10,297</u>	<u>48,900</u>
Excess (deficiency) of revenues over (under) expenditures	(23,197)	7,332	30,529
Fund balances - beginning	<u>10,758</u>	<u>10,758</u>	<u>-</u>
Fund balances - ending	<u><u>\$ (12,439)</u></u>	<u><u>\$ 18,090</u></u>	<u><u>\$ 30,529</u></u>

**STATE OF IDAHO
CANYON COUNTY
WATERWAYS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
REVENUES				
Licenses and permits	\$ 100,000	\$ 100,000	\$ 122,072	\$ 22,072
Intergovernmental	50,000	85,072	54,456	(30,616)
Miscellaneous	-	-	2,509	2,509
Total revenues	<u>150,000</u>	<u>185,072</u>	<u>179,037</u>	<u>(6,035)</u>
EXPENDITURES				
Current:				
Culture & recreation:				
Personal services	201,152	176,152	149,171	26,981
Other charges & services	27,700	27,700	21,372	6,328
Capital outlay	<u>10,000</u>	<u>70,072</u>	<u>70,862</u>	<u>(790)</u>
Total expenditures	<u>238,852</u>	<u>273,924</u>	<u>241,405</u>	<u>32,519</u>
Excess (deficiency) of revenues over (under) expenditures	(88,852)	(88,852)	(62,368)	26,484
Fund balances - beginning	<u>97,556</u>	<u>97,556</u>	<u>97,556</u>	<u>-</u>
Fund balances - ending	<u>\$ 8,704</u>	<u>\$ 8,704</u>	<u>\$ 35,188</u>	<u>\$ 26,484</u>

STATE OF IDAHO
CANYON COUNTY
COURT FACILITIES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Intergovernmental	\$ -	\$ 10,000	\$ 10,000
Charges for services	100,000	99,550	(450)
Miscellaneous	-	1,118	1,118
Total revenues	100,000	110,668	10,668
EXPENDITURES			
Current:			
General government:			
Other charges & services	400,000	10,440	389,560
Capital outlay	-	40,435	(40,435)
Total expenditures	400,000	50,875	349,125
Excess (deficiency) of revenues over (under) expenditures	(300,000)	59,793	359,793
Fund balances - beginning	386,082	386,082	-
Fund balances - ending	\$ 86,082	\$ 445,875	\$ 359,793

STATE OF IDAHO
CANYON COUNTY
EMERGENCY COMMUNICATIONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services	\$ 1,200,000	\$ 1,107,032	\$ (92,968)
Miscellaneous	<u>10,000</u>	<u>110,202</u>	<u>100,202</u>
Total revenues	<u>1,210,000</u>	<u>1,217,234</u>	<u>7,234</u>
EXPENDITURES			
Current:			
Public safety:			
Personal services	178,906	172,006	6,900
Other charges & services	824,160	988,202	(164,042)
Capital outlay	<u>552,400</u>	<u>368,193</u>	<u>184,207</u>
Total expenditures	<u>1,555,466</u>	<u>1,528,401</u>	<u>27,065</u>
Excess (deficiency) of revenues over (under) expenditures	(345,466)	(311,167)	34,299
Fund balances - beginning	<u>751,830</u>	<u>751,830</u>	<u>-</u>
Fund balances - ending	<u>\$ 406,364</u>	<u>\$ 440,663</u>	<u>\$ 34,299</u>

STATE OF IDAHO
CANYON COUNTY
SPECIALTY COURTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
REVENUES				
Intergovernmental	\$ 199,698	\$ 234,485	\$ 273,586	\$ 39,101
Charges for services	105,400	105,400	121,747	16,347
Miscellaneous	-	-	1,107	1,107
Total revenues	<u>305,098</u>	<u>339,885</u>	<u>396,440</u>	<u>56,555</u>
EXPENDITURES				
Current:				
General government:				
Personal services	164,563	172,063	170,429	1,634
Other charges & services	<u>148,250</u>	<u>175,537</u>	<u>167,723</u>	<u>7,814</u>
Total expenditures	<u>312,813</u>	<u>347,600</u>	<u>338,152</u>	<u>9,448</u>
Excess (deficiency) of revenues over (under) expenditures	(7,715)	(7,715)	58,288	66,003
Other financing sources (uses)				
Transfers in (out)	<u>-</u>	<u>-</u>	<u>128,001</u>	<u>128,001</u>
Net change in fund balance	(7,715)	(7,715)	186,289	194,004
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ (7,715)</u>	<u>\$ (7,715)</u>	<u>\$ 186,289</u>	<u>\$ 194,004</u>

STATE OF IDAHO
CANYON COUNTY
MISDEMEANOR PROBATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
REVENUES				
Charges for services	\$ 527,274	\$ 549,274	\$ 549,475	\$ 201
Total revenues	527,274	549,274	549,475	201
EXPENDITURES				
Current:				
General government:				
Personal services	481,118	518,118	514,722	3,396
Other charges & services	43,884	28,884	18,722	10,162
Total expenditures	525,002	547,002	533,444	13,558
Excess (deficiency) of revenues over (under) expenditures	2,272	2,272	16,031	13,759
Other financing sources (uses)				
Transfers in (out)	-	-	101,265	101,265
Net change in fund balances	2,272	2,272	117,296	115,024
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ 2,272	\$ 2,272	\$ 117,296	\$ 115,024

STATE OF IDAHO
CANYON COUNTY
CONSOLIDATED ELECTIONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
REVENUES				
Intergovernmental	\$ 278,000	\$ 298,000	\$ 299,658	\$ 1,658
Total revenues	278,000	298,000	299,658	1,658
EXPENDITURES				
Current:				
General government:				
Personal services	161,837	161,837	154,911	6,926
Other charges & services	148,967	264,967	220,221	44,746
Total expenditures	310,804	426,804	375,132	51,672
Excess (deficiency) of revenues over (under) expenditures	(32,804)	(128,804)	(75,474)	53,330
Other financing sources (uses)				
Transfers in (out)	-	-	104,509	104,509
Net change in fund balances	(32,804)	(128,804)	29,035	157,839
Fund balances - beginning	-	-	-	-
Fund balances - ending	\$ (32,804)	\$ (128,804)	\$ 29,035	\$ 157,839

AGENCY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Agency Funds:

Taxing Districts - This fund is used to account for the collection of property tax and other revenues billed and collected by the County on taxing districts behalf.

Court Fund - This fund is used to account for the collection of fines and fees to be distributed to other agencies and private persons.

Sheriff Fund - This fund is used to account for the collection of monies to be distributed to other funds and private persons.

Motor Vehicle Fund - This fund is used to account for the collection of automobile licenses and fees to be distributed to other funds and agencies.

State Fund - This fund is used to account for the collection of monies to be paid to the State.

Unapp Other Fund - This fund is used to account for the collection of taxes and other monies to be distributed to other funds.

CCNU (City-County Narcotics Unit) - This fund is used to account for drug forfeiture money to be distributed to other funds and private persons.

STATE OF IDAHO
CANYON COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended September 30, 2012

	Balance 10/01/11	Additions	Deductions	Balance 09/30/12
<u>TAXING DISTRICTS</u>				
Assets				
Cash in bank/investments	\$ 761,069	\$ 118,722,575	\$ 119,118,053	\$ 365,591
Receivables (net of allowances for uncollectibles):				
Taxes-delinquent	<u>9,186,312</u>	<u>111,073,812</u>	<u>112,990,181</u>	<u>7,269,943</u>
Total assets	<u>\$ 9,947,381</u>	<u>\$ 229,796,387</u>	<u>\$ 232,108,234</u>	<u>\$ 7,635,534</u>
Liabilities				
Due to other taxing districts	<u>\$ 9,947,381</u>	<u>\$ 229,796,387</u>	<u>\$ 232,108,234</u>	<u>\$ 7,635,534</u>
Total liabilities	<u>\$ 9,947,381</u>	<u>\$ 229,796,387</u>	<u>\$ 232,108,234</u>	<u>\$ 7,635,534</u>
<u>COURT</u>				
Assets				
Cash in bank/investments	\$ 303,514	\$ 6,220,130	\$ 6,225,605	\$ 298,039
Receivables (net of allowances for uncollectibles):				
Accounts	<u>7,870,810</u>	<u>9,100,442</u>	<u>7,870,810</u>	<u>9,100,442</u>
Total assets	<u>\$ 8,174,324</u>	<u>\$ 15,320,572</u>	<u>\$ 14,096,415</u>	<u>\$ 9,398,481</u>
Liabilities				
Accounts payable	<u>\$ 8,174,324</u>	<u>\$ 15,320,572</u>	<u>\$ 14,096,415</u>	<u>\$ 9,398,481</u>
<u>SHERIFF</u>				
Assets				
Cash in bank/investments	<u>\$ 248,671</u>	<u>\$ 4,281,261</u>	<u>\$ 4,253,228</u>	<u>\$ 276,704</u>
Liabilities				
Accounts payable	<u>\$ 248,671</u>	<u>\$ 4,281,261</u>	<u>\$ 4,253,228</u>	<u>\$ 276,704</u>

Continued:

STATE OF IDAHO
CANYON COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended September 30, 2012

Continued:

	<u>Balance</u> <u>10/1/2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>9/30/2012</u>
<u>MOTOR VEHICLE</u>				
Assets				
Cash in bank/investments	\$ 186,077	\$ 12,775,348	\$ 12,791,385	\$ 170,040
Liabilities				
Accounts payable	\$ 186,077	\$ 12,775,348	\$ 12,791,385	\$ 170,040

STATE FUND

Assets				
Cash in bank/investments	\$ 719,333	\$ 9,690,352	\$ 9,710,839	\$ 698,846
Liabilities				
Due to other agencies	\$ 719,333	\$ 9,690,352	\$ 9,710,839	\$ 698,846

UNAPP. OTHER

Assets				
Cash in bank/investments	\$ 693,329	\$ 7,167,960	\$ 7,011,362	\$ 849,927
Liabilities				
Accounts payable	\$ 693,329	\$ 7,167,960	\$ 7,011,362	\$ 849,927

CCNU

Assets				
Cash in bank/investments	\$ 201,257	\$ 121,218	\$ 81,643	\$ 240,832
Liabilities				
Accounts payable	\$ 201,257	\$ 121,218	\$ 81,643	\$ 240,832

Continued:

STATE OF IDAHO
CANYON COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended September 30, 2012

Continued:

	Balance 10/01/11	Additions	Deductions	Balance 09/30/12
<u>All Agency Funds</u>				
Assets				
Cash in bank/investments	\$ 3,113,250	\$ 158,978,844	\$ 159,192,115	\$ 2,899,979
Receivables (net of allowances for uncollectibles):				
Taxes-delinquent	9,186,312	111,073,812	112,990,181	7,269,943
Accounts	<u>7,870,810</u>	<u>9,100,442</u>	<u>7,870,810</u>	<u>9,100,442</u>
Total assets	<u>\$ 20,170,372</u>	<u>\$ 279,153,098</u>	<u>\$ 280,053,106</u>	<u>\$ 19,270,364</u>
Liabilities				
Accounts payable	\$ 9,503,658	\$ 39,666,359	\$ 38,234,033	\$ 10,935,984
Due to other agencies	719,333	9,690,352	9,710,839	698,846
Due to other taxing districts	<u>9,947,381</u>	<u>229,796,387</u>	<u>232,108,234</u>	<u>7,635,534</u>
Total liabilities	<u>\$ 20,170,372</u>	<u>\$ 279,153,098</u>	<u>\$ 280,053,106</u>	<u>\$ 19,270,364</u>

STATISTICAL SECTION

This part of Canyon 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.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the county's financial performance and well-being have changed over time.	82
Revenue Capacity	
These schedules contain information to help the reader assess the county's most significant local revenue source, the property tax.	87
Debt Capacity	
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.	91
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place.	94
Operating Information	
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.	96

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**STATE OF IDAHO
CANYON COUNTY
NET ASSETS BY COMPONENT
Last Nine Fiscal Years
(Accrual Basis of Accounting)**

	Fiscal Year								
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Governmental activities									
Invested in capital assets, net of related debt	\$ 37,383,686	\$ 38,469,585	\$ 38,291,934	\$ 35,096,290	\$ 29,752,579	\$ 28,487,805	\$ 22,872,844	\$ 21,823,084	\$ 20,489,475
Restricted	-	-	19,646	19,543	9,010,223	8,699,749	7,479,949	6,058,336	5,003,518
Unrestricted	<u>38,203,189</u>	<u>35,023,303</u>	<u>33,033,130</u>	<u>35,061,389</u>	<u>24,801,583</u>	<u>23,742,565</u>	<u>25,680,224</u>	<u>20,838,133</u>	<u>15,940,386</u>
Total governmental activities net assets	<u>\$ 75,586,875</u>	<u>\$ 73,492,888</u>	<u>\$ 71,344,710</u>	<u>\$ 70,177,222</u>	<u>\$ 63,564,386</u>	<u>\$ 60,930,119</u>	<u>\$ 56,033,017</u>	<u>\$ 48,719,553</u>	<u>\$ 41,433,379</u>
Business-type activities									
Invested in capital assets, net of related debt	\$ 9,956,687	\$ 10,217,081	\$ 9,116,762	\$ 9,109,534	\$ 9,153,741	\$ 5,413,412	\$ 5,611,790	\$ 4,515,626	\$ 4,368,728
Restricted	2,198,759	2,436,600	2,444,840	2,382,387	2,375,770	5,996,757	5,200,770	4,423,851	3,754,431
Unrestricted	<u>5,828,168</u>	<u>5,322,597</u>	<u>6,616,948</u>	<u>6,305,702</u>	<u>5,990,436</u>	<u>5,206,851</u>	<u>4,058,398</u>	<u>4,394,400</u>	<u>3,768,202</u>
Total business-type activities net assets	<u>\$ 17,983,614</u>	<u>\$ 17,976,278</u>	<u>\$ 18,178,550</u>	<u>\$ 17,797,623</u>	<u>\$ 17,519,947</u>	<u>\$ 16,617,020</u>	<u>\$ 14,870,958</u>	<u>\$ 13,333,877</u>	<u>\$ 11,891,361</u>
Primary government									
Invested in capital assets, net of related debt	\$ 47,340,373	\$ 48,686,666	\$ 47,408,696	\$ 44,205,824	\$ 38,906,320	\$ 33,901,217	\$ 28,484,634	\$ 26,338,710	\$ 24,858,203
Restricted	2,198,759	2,436,600	2,464,486	2,401,930	11,385,993	14,696,506	12,680,719	10,482,187	8,757,949
Unrestricted	<u>44,031,357</u>	<u>40,345,900</u>	<u>39,650,078</u>	<u>41,367,091</u>	<u>30,792,019</u>	<u>28,949,416</u>	<u>29,738,622</u>	<u>25,232,533</u>	<u>19,708,588</u>
Total primary government net assets	<u>\$ 93,570,489</u>	<u>\$ 91,469,166</u>	<u>\$ 89,523,260</u>	<u>\$ 87,974,845</u>	<u>\$ 81,084,333</u>	<u>\$ 77,547,139</u>	<u>\$ 70,903,975</u>	<u>\$ 62,053,430</u>	<u>\$ 53,324,740</u>

**STATE OF IDAHO
CANYON COUNTY
CHANGES IN NET ASSETS
Last Nine Fiscal Years
(Accrual Basis of Accounting)**

	Fiscal Year								
Expenses	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Governmental activities:									
General government	\$ 32,565,283	\$ 31,381,459	\$ 31,250,266	\$ 28,700,368	\$ 30,628,992	\$ 28,485,593	\$ 25,097,052	\$ 19,980,040	\$ 19,442,385
Public safety	24,901,991	24,641,245	24,560,568	24,270,127	25,914,836	23,421,269	22,301,187	19,037,818	18,203,219
Public works	758,201	1,394,046	1,524,743	1,598,490	1,609,574	1,481,915	1,477,204	1,474,379	1,394,986
Health and welfare	3,815,217	3,649,490	3,404,811	3,307,658	2,843,036	2,635,085	2,121,511	3,525,675	3,368,729
Culture and recreation	1,939,529	1,942,736	1,757,661	1,796,288	1,860,171	1,637,167	1,475,421	1,344,837	1,179,725
Education	-	-	-	-	38,541	60,000	67,252	107,260	60,000
Interest on long-term debt	20,326	27,535	34,127	39,057	43,862	49,032	87,855	133,126	200,941
Total governmental activities expenses	<u>64,000,547</u>	<u>63,036,511</u>	<u>62,532,176</u>	<u>59,711,988</u>	<u>62,939,012</u>	<u>57,770,061</u>	<u>52,627,482</u>	<u>45,603,135</u>	<u>43,849,985</u>
Business-type activities:									
Sanitary landfill	<u>2,926,577</u>	<u>3,091,482</u>	<u>2,562,794</u>	<u>2,720,110</u>	<u>2,697,219</u>	<u>2,407,924</u>	<u>2,257,506</u>	<u>1,838,856</u>	<u>1,634,259</u>
Total business-type activities expenses	<u>2,926,577</u>	<u>3,091,482</u>	<u>2,562,794</u>	<u>2,720,110</u>	<u>2,697,219</u>	<u>2,407,924</u>	<u>2,257,506</u>	<u>1,838,856</u>	<u>1,634,259</u>
Total primary government expenses	<u>\$ 66,927,124</u>	<u>\$ 66,127,993</u>	<u>\$ 65,094,970</u>	<u>\$ 62,432,098</u>	<u>\$ 65,636,231</u>	<u>\$ 60,177,985</u>	<u>\$ 54,884,988</u>	<u>\$ 47,441,991</u>	<u>\$ 45,484,244</u>
Program revenues									
Governmental activities:									
Charges for services:									
General government	\$ 10,454,905	\$ 9,578,365	\$ 9,382,482	\$ 7,699,922	\$ 8,711,472	\$ 11,152,478	\$ 11,262,475	\$ 8,953,916	\$ 9,187,737
Public safety	4,070,343	3,913,160	3,607,161	4,413,874	4,991,949	5,022,278	4,559,619	4,235,090	3,777,620
Public works	91,278	421,854	484,709	440,117	452,285	452,954	409,144	650,613	646,193
Health and welfare	251,649	269,281	-	-	-	-	-	-	-
Culture and recreation	756,915	679,175	614,655	682,427	703,461	595,116	516,556	355,620	294,232
Operating grants and contributions	2,863,892	3,052,028	1,753,582	1,855,751	1,969,065	1,622,228	1,698,763	2,320,943	1,510,187
Capital grants and contributions	<u>214,742</u>	<u>618,816</u>	<u>1,489,478</u>	<u>2,701,734</u>	<u>740,236</u>	<u>81,698</u>	<u>196,049</u>	<u>834,616</u>	<u>-</u>
Total governmental activities program revenues	<u>18,703,724</u>	<u>18,532,679</u>	<u>17,332,067</u>	<u>17,793,825</u>	<u>17,568,468</u>	<u>18,926,752</u>	<u>18,642,606</u>	<u>17,350,798</u>	<u>15,415,969</u>
Business-type activities:									
Charges for services:									
Landfill fees	<u>2,753,555</u>	<u>2,622,142</u>	<u>2,747,526</u>	<u>2,716,487</u>	<u>3,136,680</u>	<u>3,387,569</u>	<u>3,433,846</u>	<u>2,955,004</u>	<u>2,676,573</u>
Total business-type activities program revenues	<u>2,753,555</u>	<u>2,622,142</u>	<u>2,747,526</u>	<u>2,716,487</u>	<u>3,136,680</u>	<u>3,387,569</u>	<u>3,433,846</u>	<u>2,955,004</u>	<u>2,676,573</u>
Total primary government program revenues	<u>\$ 21,457,279</u>	<u>\$ 21,154,821</u>	<u>\$ 20,079,593</u>	<u>\$ 20,510,312</u>	<u>\$ 20,705,148</u>	<u>\$ 22,314,321</u>	<u>\$ 22,076,452</u>	<u>\$ 20,305,802</u>	<u>\$ 18,092,542</u>
Net (expense)/Revenue									
Governmental activities	<u>\$ (45,296,823)</u>	<u>\$ (44,503,832)</u>	<u>\$ (45,200,109)</u>	<u>\$ (41,918,163)</u>	<u>\$ (45,370,544)</u>	<u>\$ (38,843,309)</u>	<u>\$ (33,984,876)</u>	<u>\$ (28,252,337)</u>	<u>\$ (28,434,016)</u>
Business-type activities	<u>(173,022)</u>	<u>(469,340)</u>	<u>184,732</u>	<u>(3,623)</u>	<u>439,461</u>	<u>979,645</u>	<u>1,176,340</u>	<u>1,116,148</u>	<u>1,042,314</u>
Total primary government net expense	<u>\$ (45,469,845)</u>	<u>\$ (44,973,172)</u>	<u>\$ (45,015,377)</u>	<u>\$ (41,921,786)</u>	<u>\$ (44,931,083)</u>	<u>\$ (37,863,664)</u>	<u>\$ (32,808,536)</u>	<u>\$ (27,136,189)</u>	<u>\$ (27,391,702)</u>

Continued:

Changes in net assets continued:

	Fiscal Year								
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
General Revenues and Other Changes in Net Assets									
Governmental activities:									
Property taxes	\$ 38,596,396	\$ 38,041,455	\$ 38,094,820	\$ 39,719,187	\$ 36,754,510	\$ 32,428,125	\$ 30,880,758	\$ 27,281,862	\$ 24,126,315
Intergovernmental	7,879,155	7,336,955	7,066,150	7,259,264	8,155,246	8,217,016	7,493,555	6,571,690	5,908,846
Interest earnings	439,761	359,466	378,518	766,455	1,441,447	2,405,064	1,942,876	845,672	635,120
Miscellaneous	475,498	914,134	828,109	783,455	781,755	677,896	981,151	839,287	865,124
Gain/loss on sale of capital assets	-	-	-	2,638	871,853	12,310	-	-	1,571
Total governmental activities	<u>47,390,810</u>	<u>46,652,010</u>	<u>46,367,597</u>	<u>48,530,999</u>	<u>48,004,811</u>	<u>43,740,411</u>	<u>41,298,340</u>	<u>35,538,511</u>	<u>31,536,976</u>
Business-type activities:									
Intergovernmental	-	-	5,581	-	-	-	-	-	-
Interest earnings	178,041	264,194	185,694	281,259	440,351	645,907	330,431	325,606	114,876
Gain or loss on sale of capital assets	-	-	-	-	(1,905)	117,371	-	762	7,390
Miscellaneous	<u>2,317</u>	<u>2,874</u>	<u>4,920</u>	<u>40</u>	<u>25,020</u>	<u>3,139</u>	<u>30,310</u>	<u>-</u>	<u>950</u>
Total business-type activities	<u>180,358</u>	<u>267,068</u>	<u>196,195</u>	<u>281,299</u>	<u>463,466</u>	<u>766,417</u>	<u>360,741</u>	<u>326,368</u>	<u>123,216</u>
Total primary government	<u>\$ 47,571,168</u>	<u>\$ 46,919,078</u>	<u>\$ 46,563,792</u>	<u>\$ 48,812,298</u>	<u>\$ 48,468,277</u>	<u>\$ 44,506,828</u>	<u>\$ 41,659,081</u>	<u>\$ 35,864,879</u>	<u>\$ 31,660,192</u>
Change in Net Assets									
Governmental activities	\$ 2,093,987	\$ 2,148,178	\$ 1,167,488	\$ 6,612,836	\$ 2,634,267	\$ 4,897,102	\$ 7,313,464	\$ 7,286,174	\$ 3,102,960
Business-type activities	<u>7,336</u>	<u>(202,272)</u>	<u>380,927</u>	<u>277,676</u>	<u>902,927</u>	<u>1,746,062</u>	<u>1,537,081</u>	<u>1,442,516</u>	<u>1,165,530</u>
Total primary government	<u>\$ 2,101,323</u>	<u>\$ 1,945,906</u>	<u>\$ 1,548,415</u>	<u>\$ 6,890,512</u>	<u>\$ 3,537,194</u>	<u>\$ 6,643,164</u>	<u>\$ 8,850,545</u>	<u>\$ 8,728,690</u>	<u>\$ 4,268,490</u>

**STATE OF IDAHO
CANYON COUNTY
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified accrual basis of accounting)**

	Fiscal Year									
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General fund										
Nondisposable	\$ 463,078	\$ 347,178	\$ 222,263	\$ 185,207	\$ 123,117	\$ 90,325	\$ -	\$ -	\$ 455,916	\$ 93,363
Committed	5,909,624	-	-	-	-	-	-	-	-	-
Assigned	-	6,285,665	6,957,717	-	-	-	-	-	-	-
Unassigned	<u>11,823,440</u>	<u>9,768,722</u>	<u>9,857,199</u>	<u>18,336,978</u>	<u>19,123,918</u>	<u>13,854,912</u>	<u>14,872,747</u>	<u>10,427,607</u>	<u>7,711,967</u>	<u>6,752,865</u>
Total general fund	<u>\$ 18,196,142</u>	<u>\$ 16,401,565</u>	<u>\$ 17,037,179</u>	<u>\$ 18,522,185</u>	<u>\$ 19,247,035</u>	<u>\$ 13,945,237</u>	<u>\$ 14,872,747</u>	<u>\$ 10,427,607</u>	<u>\$ 8,167,883</u>	<u>\$ 6,846,228</u>
All other governmental funds										
Nondisposable	\$ 159,438	\$ 92,348	\$ 90,625	\$ 1,618,354	\$ 114,585	\$ 127,678	\$ 235,019	\$ 448,231	\$ 669,433	\$ 674,256
Restricted	-	-	19,646	-	-	-	-	-	-	-
Assigned, reported in										
Special revenue funds	<u>18,990,810</u>	<u>17,052,629</u>	<u>13,955,245</u>	<u>13,093,017</u>	<u>13,799,796</u>	<u>18,795,533</u>	<u>18,329,263</u>	<u>16,043,540</u>	<u>13,345,057</u>	<u>11,490,286</u>
Total all other government funds	<u>\$ 19,150,248</u>	<u>\$ 17,144,977</u>	<u>\$ 14,065,516</u>	<u>\$ 14,711,371</u>	<u>\$ 13,914,381</u>	<u>\$ 18,923,211</u>	<u>\$ 18,564,282</u>	<u>\$ 16,491,771</u>	<u>\$ 14,014,490</u>	<u>\$ 12,164,542</u>

**STATE OF IDAHO
CANYON COUNTY
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)**

	Fiscal Year									
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Revenues										
Taxes	\$ 39,189,189	\$ 38,658,660	\$ 37,953,330	\$ 38,647,113	\$ 35,509,034	\$ 32,383,342	\$ 30,896,385	\$ 27,360,709	\$ 24,275,785	\$ 23,785,194
Licenses & permits	1,410,173	1,054,039	1,080,923	1,222,581	1,584,497	2,374,839	2,254,858	2,151,738	1,828,780	1,516,417
Intergovernmental	10,564,570	10,159,199	9,582,198	10,961,076	10,592,375	10,161,138	9,161,714	8,872,566	7,475,711	6,870,955
Charges for services	12,146,787	12,410,797	11,780,144	11,302,389	12,027,630	12,055,329	13,550,276	11,394,493	11,357,026	9,405,394
Fines and forfeits	619,701	614,127	802,858	794,335	725,589	627,657	707,235	611,086	614,136	622,439
Miscellaneous	<u>2,422,491</u>	<u>2,019,038</u>	<u>1,646,531</u>	<u>2,045,002</u>	<u>2,639,344</u>	<u>3,426,750</u>	<u>3,181,361</u>	<u>1,742,949</u>	<u>1,549,402</u>	<u>1,414,498</u>
Total revenues	<u>66,352,911</u>	<u>64,915,860</u>	<u>62,845,984</u>	<u>64,972,496</u>	<u>63,078,469</u>	<u>61,029,055</u>	<u>59,751,829</u>	<u>52,133,541</u>	<u>47,100,840</u>	<u>43,614,897</u>
Expenditures										
General government	32,174,289	33,194,423	32,995,291	33,205,819	36,395,834	28,837,944	25,217,959	19,357,363	20,686,987	20,505,299
Public safety	23,948,561	22,140,085	23,518,304	24,948,713	23,522,185	20,228,112	20,803,128	18,539,757	15,904,856	15,111,579
Public works	741,771	1,388,498	1,476,729	1,528,496	1,588,589	1,413,775	1,413,873	1,406,436	1,305,093	918,320
Health and welfare	3,814,823	3,647,926	3,402,831	3,310,958	2,837,674	2,638,188	2,119,606	3,521,275	3,370,093	3,100,576
Culture & recreation	1,988,785	1,945,727	3,411,336	1,764,334	1,839,531	1,573,983	1,425,132	1,293,654	1,139,310	1,056,570
Education	-	-	-	-	38,541	60,000	67,252	107,260	60,000	92,000
Capital outlay	-	-	-	-	-	6,842,944	1,346,728	2,089,791	318,296	922,832
Debt service										
Principal	144,824	143,873	137,326	121,675	-	-	900,000	900,000	1,020,000	980,000
Interest	<u>21,646</u>	<u>28,481</u>	<u>35,028</u>	<u>39,886</u>	-	-	<u>40,500</u>	<u>81,000</u>	<u>124,602</u>	<u>163,557</u>
Total expenditures	<u>62,834,699</u>	<u>62,489,013</u>	<u>64,976,845</u>	<u>64,919,881</u>	<u>66,222,354</u>	<u>61,594,946</u>	<u>53,334,178</u>	<u>47,296,536</u>	<u>43,929,237</u>	<u>42,850,733</u>
Excess of revenues										
over(under)expenditures	<u>3,518,212</u>	<u>2,426,847</u>	<u>(2,130,861)</u>	<u>52,615</u>	<u>(3,143,885)</u>	<u>(565,891)</u>	<u>6,417,651</u>	<u>4,837,005</u>	<u>3,171,603</u>	<u>764,164</u>
Other financing sources(uses)										
Sale of capital assets	281,636	17,000	-	19,602	3,421,853	12,310	-	-	-	7,314
Transfers in	333,775	307,575	46,678	16,031	-	235,019	-	-	-	29,224
Transfers out	<u>(333,775)</u>	<u>(307,575)</u>	<u>(46,678)</u>	<u>(16,031)</u>	-	<u>(235,019)</u>	-	-	-	<u>(29,224)</u>
Total other financing sources(uses)	<u>281,636</u>	<u>17,000</u>	-	<u>19,602</u>	<u>3,421,853</u>	<u>12,310</u>	-	-	-	<u>7,314</u>
Net change in fund balances	<u>\$ 3,799,848</u>	<u>\$ 2,443,847</u>	<u>\$ (2,130,861)</u>	<u>\$ 72,217</u>	<u>\$ 277,968</u>	<u>\$ (553,581)</u>	<u>\$ 6,417,651</u>	<u>\$ 4,837,005</u>	<u>\$ 3,171,603</u>	<u>\$ 771,478</u>
Debt service as a percentage of noncapital expenditures	0.27%	0.28%	0.27%	0.25%	-	-	1.81%	2.17%	2.62%	2.73%

**STATE OF IDAHO
CANYON COUNTY
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY (1)
Last Ten Fiscal Years**

Fiscal Year	Real Property				Personal Property	Total	Total Direct Tax rate(2)
	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Manufacturing Property</u>	<u>Other(4)</u>			
2003	2,797,386,654	2,003,345,243	81,109,312	162,089,665	665,096,198	5,709,027,072	0.44
2004	3,242,087,556	1,954,991,828	74,578,716	162,801,115	592,889,496	6,027,348,711	0.46
2005	3,636,952,601	2,031,244,322	73,582,156	164,773,380	584,516,273	6,491,068,732	0.47
2006	3,856,677,436	2,374,036,037	71,200,815	164,639,760	643,919,077	7,110,473,125	0.46
2007	6,251,694,646	2,153,792,734	- (3)	174,563,980	636,930,104	9,216,981,464	0.39
2008	6,839,158,426	2,414,985,985	- (3)	174,111,630	888,568,255	10,316,824,296	0.39
2009	5,695,753,778	2,021,774,944	- (3)	180,269,275	687,208,390	8,585,006,387	0.42
2010	4,347,501,102	1,990,911,693	- (3)	172,664,954	878,495,029	7,389,572,778	0.50
2011	3,874,629,380	2,121,924,061	- (3)	181,350,874	662,801,195	6,840,705,510	0.54
2012	3,637,129,304	1,956,921,449	(3)	213,765,770	825,716,466	6,633,532,989	0.57

- Notes:
- (1) Assessed and actual values are the same
 - (2) Per \$1.00 of market value
 - (3) Manufactured property included with personal property
 - (4) Agricultural property

Source: Property values from Canyon County property tax rolls

**STATE OF IDAHO
CANYON COUNTY
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years**

	Year Taxes Are Payable									
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
County Direct Rates										
Operating rate	0.57	0.54	0.50	0.42	0.39	0.39	0.46	0.46	0.45	0.42
Debt service rate	-	-	-	-	-	-	-	0.01	0.01	0.02
Total County Direct Rate	<u>0.57</u>	<u>0.54</u>	<u>0.50</u>	<u>0.42</u>	<u>0.39</u>	<u>0.39</u>	<u>0.46</u>	<u>0.47</u>	<u>0.46</u>	<u>0.44</u>
City Rates										
Caldwell	1.28	1.19	1.10	0.93	0.82	0.89	0.96	0.92	0.89	0.88
Nampa	1.16	1.11	1.02	0.83	0.71	0.72	0.80	0.87	0.86	0.86
Melba	0.74	0.64	0.60	0.44	0.38	0.41	0.45	0.47	0.45	0.44
Middleton	0.78	0.71	0.59	0.46	0.34	0.37	0.40	0.40	0.39	0.38
Notus	0.45	0.54	0.47	0.39	0.32	0.37	0.35	0.33	0.31	0.35
Parma	1.08	1.01	0.91	0.80	0.70	0.80	0.78	0.76	0.74	0.73
Wilder	1.37	0.90	0.90	0.86	0.80	0.81	0.79	0.82	0.80	0.79
Greenleaf	0.39	0.34	0.28	0.23	0.18	0.19	0.21	0.20	0.22	0.22
Star	0.35	0.36	0.32	0.27	0.20	0.00	0.00	0.00	0.00	0.00
School District Rates										
Meridian #2	0.46	0.34	0.35	0.35	0.36	0.37	0.39	0.67	0.63	0.65
Kuna #3	0.79	0.48	0.50	0.46	0.33	0.33	0.39	0.65	0.65	0.66
Nampa #131	0.39	0.35	0.38	0.33	0.37	0.34	0.40	0.68	0.72	0.70
Caldwell #132	0.49	0.55	0.53	0.37	0.40	0.45	0.45	0.68	0.68	0.73
Wilder #133	0.81	0.72	0.59	0.51	0.49	0.43	0.36	0.79	0.71	0.77
Middleton #134	0.49	0.49	0.44	0.44	0.44	0.44	0.44	0.72	0.74	0.76
Notus #135	0.20	0.47	0.48	0.40	0.22	0.28	0.35	0.74	0.79	0.78
Melba #136	0.45	0.55	0.50	0.49	0.53	0.53	0.54	0.67	0.68	0.63
Parma #137	0.59	0.59	0.53	0.53	0.53	0.56	0.64	0.79	0.79	0.74
Vallivue #139	0.55	0.52	0.51	0.51	0.52	0.52	0.53	0.79	0.81	0.79
Marsing #363	0.32	0.59	0.54	0.41	0.11	0.42	0.50	0.76	0.73	0.67
Homedale #370	0.45	0.41	0.52	0.42	0.31	0.29	0.37	0.67	0.68	0.64
Other District Rates	3.56	3.41	3.17	2.69	2.27	2.12	2.48	2.27	2.24	2.21

Note: Property tax rates are expressed as \$1.00 per market value.

Source: Canyon County property tax rolls

**STATE OF IDAHO
CANYON COUNTY
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago**

Taxpayer	Fiscal Year 2012			Fiscal Year 2003		
	Taxable Assessed <u>Value</u>	<u>Rank</u>	Percentage of total Co Taxable Assessed <u>Value</u>	Taxable Assessed <u>Value</u>	<u>Rank</u>	Percentage of total Co Taxable Assessed <u>Value</u>
JR Simplot Co.	\$ 117,501,601	1	1.77%	\$ 105,905,235	1	1.86%
Idaho Power	106,696,860	2	1.61%	53,972,156	6	0.91%
Sorrento Lactalis	86,908,108	3	1.31%	66,532,335	3	1.17%
DDR Nampa LLC	67,907,340	4	1.02%	-	-	-
SSI Food Services	44,609,101	5	0.67%	22,556,101	9	0.40%
Micron Technology Inc	43,701,469	6	0.66%	76,263,039	2	1.34%
Amalgamated Sugar Co LLC	38,028,479	7	0.57%	61,253,344	4	1.07%
Union Pacific Railroad	33,855,964	8	0.51%	-	-	-
QWEST Corporation	32,591,894	9	0.49%	55,565,736	5	0.97%
WAL-MART	32,215,771	10	0.49%	23,232,325	8	0.36%
Nestle Food Company	-	-	-	30,896,904	7	0.74%
Boise Cascade Corporation	-	-	-	20,543,207	10	0.36%
Total	<u>\$ 604,016,587</u>		<u>9.10%</u>	<u>\$ 516,720,382</u>		<u>9.18%</u>

Source: Canyon County Assessor's office

**STATE OF IDAHO
CANYON COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years**

Fiscal Year	Total Tax Levy for		Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
	Fiscal Year		Amount	Percentage of Levy		Amount	Percentage of Levy
2003	\$ 25,703,819	\$	21,726,992	84.5%	\$ 834,839	\$ 22,561,831	87.8%
2004	26,759,066		22,406,819	83.7%	892,035	23,298,854	87.1%
2005	29,651,996		25,191,194	85.0%	509,761	25,700,955	86.7%
2006	30,812,201		28,875,138	93.7%	704,339	29,579,477	96.0%
2007	32,745,792		30,292,790	92.5%	1,108,800	31,401,590	95.9%
2008	36,078,372		34,020,954	94.3%	1,753,086	35,774,040	99.2%
2009	38,618,191		36,086,011	93.4%	2,342,490	38,428,501	99.5%
2010	36,903,996		34,997,184	94.8%	1,573,052	36,570,236	99.1%
2011	36,944,702		35,440,938	95.9%	791,963	36,232,901	98.1%
2012	37,508,988		36,300,173	96.8%	-	36,300,173	96.8%

Source: Canyon County property tax rolls

**STATE OF IDAHO
CANYON COUNTY
RATIOS OF OUTSTANDING DEBT
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less Amounts Restricted to Repaying Principal</u>	<u>Capital Leases</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of property</u>	<u>Total Debt Per Capita</u>	<u>Percentage of Total Debt to Personal Income</u> (1)
2003	\$ 2,820,000	\$ 674,256	\$ -	\$ 2,145,744	0.04%	\$ 14.80	0.08%
2004	1,800,000	669,433	1,258,833	2,389,400	0.04%	15.77	0.08%
2005	900,000	448,231	1,164,482	1,616,251	0.02%	9.67	0.05%
2006	-	-	1,065,472	1,065,472	0.01%	6.06	0.03%
2007	-	-	961,571	961,571	0.01%	5.47	0.03%
2008	-	-	852,537	852,537	0.01%	4.75	0.02%
2009	-	-	785,523	785,523	0.01%	4.27	0.02%
2010	-	-	648,197	648,197	0.01%	3.47	0.02%
2011	-	-	504,323	504,323	0.01%	2.67	0.01%
2012	-	-	359,833	359,833	0.01%	1.88	0.01%

Note: Bond was paid off in August of 2006

Source: (1) Idaho department of commerce and labor

**STATE OF IDAHO
CANYON COUNTY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
As of September 30, 2012**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Cities:			
Caldwell	\$ 2,315,001	15.06%	\$ 348,639
Nampa	26,680,000	44.48%	11,867,264
Total cities	28,995,001		12,215,903
Fire Districts:			
Wilder	737,023	2.71%	19,973
Kuna	200,000	0.61%	1,220
Middleton	950,000	7.09%	67,355
Total fire districts	1,887,023		88,548
School Districts:			
Meridian #2	162,440,000	1.76%	2,858,944
Kuna #3	44,315,000	1.77%	784,376
Nampa #131	117,645,000	44.17%	51,963,797
Caldwell #132	37,305,000	13.25%	4,942,913
Wilder #133	7,380,000	2.18%	160,884
Middleton #134	53,665,000	8.67%	4,652,756
Notus #135	867,715	1.05%	9,111
Melba #136	3,375,000	1.63%	55,013
Parma #137	8,320,000	3.19%	265,408
Vallivue #139	54,145,000	21.22%	11,489,569
Marsing #363	2,545,000	0.27%	6,872
Homedale #370	1,755,000	0.85%	14,918
Total school districts	493,757,715		77,204,558
Library districts:			
Kuna	500,000	1.77%	8,850
Lizard Butte Library	635,500	1.44%	9,151
Total library districts	1,135,500		18,001
Subtotal, overlapping debt	525,775,239		89,527,010
Total direct debt	-		-
Total direct and overlapping debt	\$ 525,775,239		\$ 89,527,010

Note: Percentage of overlap based on property market value
Source: Outstanding debt supplied by the governmental agencies

**STATE OF IDAHO
CANYON COUNTY
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Assessed value of property	<u>\$ 6,633,532,989</u>	<u>\$ 6,840,705,510</u>	<u>\$ 7,389,572,778</u>	<u>\$ 8,585,006,387</u>	<u>\$ 10,316,824,296</u>	<u>\$ 9,216,981,464</u>	<u>\$ 7,110,473,125</u>	<u>\$ 6,491,068,732</u>	<u>\$ 6,027,348,711</u>	<u>\$ 5,709,027,072</u>
Debt limit 2% of assessed value	<u>132,670,660</u>	<u>136,814,110</u>	<u>\$ 147,791,456</u>	<u>\$ 171,700,128</u>	<u>\$ 206,336,486</u>	<u>\$ 184,339,629</u>	<u>\$ 142,209,463</u>	<u>\$ 129,821,375</u>	<u>\$ 120,546,974</u>	<u>\$ 114,180,541</u>
Amount of debt applicable to limit										
General obligation Bonds	-	-	-	-	-	-	-	900,000	1,800,000	2,820,000
Less: Resources Restricted to paying Principal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(448,231)</u>	<u>(669,433)</u>	<u>(674,256)</u>
Total net debt Applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>451,769</u>	<u>1,130,567</u>	<u>2,145,744</u>
Legal debt margin	<u>\$ 132,670,660</u>	<u>\$ 136,814,110</u>	<u>\$ 147,791,456</u>	<u>\$ 171,700,128</u>	<u>\$ 206,336,486</u>	<u>\$ 184,339,629</u>	<u>\$ 142,209,463</u>	<u>\$ 129,369,606</u>	<u>\$ 119,416,407</u>	<u>\$ 112,034,797</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%	0.35%	0.94%	1.88%

Note: State law limits the county's outstanding general obligation long-term debt (less debt service reserves) to no more than 2 percent of the assessed value of property.
The legal debt margin is the difference between the debt limit and the county's net outstanding applicable to the limit, and represents the county's legal borrowing authority.

**STATE OF IDAHO
CANYON COUNTY
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per capita personal income</u>	<u>Unemployment rate</u>
	(1)	(2)	(2)	(1)
2003	144,983	2,817,310	19,432	7.0%
2004	151,508	2,944,104	19,432	6.1%
2005	167,141	3,247,884	19,432	4.3%
2006	175,781	3,415,776	19,432	3.5%
2007	175,781	3,464,165	20,397	3.6%
2008	179,381	3,690,863	21,511	9.1%
2009	183,939	3,980,637	22,278	11.8%
2010	186,615	4,266,614	23,173	11.9%
2011	188,923	4,257,624	22,815	10.3%
2012	191,694	4,519,099	23,575	7.5%

Sources:

(1) Idaho department of labor

(2) U.S. Department of Commerce

**STATE OF IDAHO
CANYON COUNTY
PRINCIPAL EMPLOYERS
Current Year and Nine Years ago**

	2012	Percentage to	2003	Percentage to
	<u>Employees</u>	<u>total</u>	<u>Employees</u>	<u>total</u>
	(1)	employees		(1)
Nampa School District	1,750	19.05%	1,450	20.28%
J R Simplot Company	1,350	14.70%	1,450	20.28%
Wal-Mart Associates Inc	1,150	12.52%	850	11.89%
Vallivue School District	850	9.26%	450	6.29%
College of Western Idaho	750	8.17%	-	0.00%
Caldwell School District	750	8.17%	750	10.49%
Canyon County	734	7.99%	550	7.69%
City of Nampa	650	7.08%	550	7.69%
St Alphonsus Medical Center	650	7.08%	650	9.09%
Sorrento Lactalis Inc	<u>550</u>	<u>5.99%</u>	<u>450</u>	<u>6.29%</u>
Total	<u>9,184</u>	<u>100.00%</u>	<u>7,150</u>	<u>100.00%</u>

Notes: (1) Idaho Department of Labor - these are the top employers that have given us permission to release their employment data, the number of employees are given only as ranges i.e. 700-800

Sources: Idaho Department of Labor, Communications & Research

**STATE OF IDAHO
CANYON COUNTY
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years**

<u>Function/Program</u>	<u>Full-time Equivalent Employees as of September 30</u>									
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Public Safety	342	339	348	342	361	347	333	323	292	280
Health and Welfare	13	10	10	10	10	9	8	7	7	6
Culture and Recreation	12	11	11	11	13	11	11	10	10	9
Public Works	6	25	25	25	26	26	26	25	24	23
General Government	<u>341</u>	<u>340</u>	<u>340</u>	<u>338</u>	<u>320</u>	<u>317</u>	<u>287</u>	<u>265</u>	<u>240</u>	<u>229</u>
Total Governmental Activities	<u>714</u>	<u>725</u>	<u>734</u>	<u>726</u>	<u>730</u>	<u>710</u>	<u>665</u>	<u>630</u>	<u>573</u>	<u>547</u>
Business Type Activities										
Sanitary Landfill	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>18</u>	<u>16</u>	<u>16</u>	<u>16</u>
Grand Total	<u>734</u>	<u>745</u>	<u>754</u>	<u>746</u>	<u>750</u>	<u>730</u>	<u>683</u>	<u>646</u>	<u>589</u>	<u>563</u>

Source: County Auditor's office

**STATE OF IDAHO
CANYON COUNTY
OPERATING INDICATORS BY FUNCTION
Last Ten Fiscal Years**

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Public Safety										
Jail bookings	7,787	8,248	8,544	11,542	12,184	12,504	12,869	10,723	9,840	8,522
Average daily population (all facilities)	386	396	382	462	630	826	585	583	489	471
General Government										
Building permits issued	443	411	403	421	607	931	1192	1195	1031	1007
Number of recorded documents	79,815	70,884	62,701	65,520	68,227	83,487	102,741	87,727	71,522	79,798
Culture and Recreation										
Annual boat stickers	4,079	3,978	4,003	4,163	4,050	4,071	4,077	3,927	3,777	3,659
Sanitation										
Refuse collected daily/tons	568	540	572	563	653	710	729	625	571	541
Refuse collected/annually tons	177,938	169,137	179,175	176,372	204,433	222,475	228,320	195,572	178,582	169,182

Sources: Individual County Departments

**STATE OF IDAHO
CANYON COUNTY
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years**

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Public Safety										
Patrol units	65	65	65	65	65	58	58	58	58	58
Detention centers	4	4	4	4	4	4	4	4	3	3
Culture and Recreation										
Number of county parks	5	5	5	5	5	4	4	4	4	4
Acreage of parks	1,579	1,579	1,579	1,579	1,579	759	759	759	759	759
Sanitation										
Number of trash compactors	2	2	2	2	2	2	2	2	2	2

Sources: County departments
County Auditor's office

SINGLE AUDIT SECTION



**STATE OF IDAHO
CANYON COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended September 30, 2012**

<u>Federal Grantor/Pass-through Grantor Program Title</u>	<u>Federal CFDA Number</u>	<u>Disbursements/ Expenditures</u>
<u>US Department of Agriculture</u>		
Passed through Idaho Department of Education:		
School Breakfast Program	10.553	\$ 18,871
National School Lunch Program	10.555	28,729
Team Nutrition Grants	10.574	355
		<u>47,955</u>
 <u>US Department of Housing and Urban Development</u>		
Passed through Idaho Department of Commerce and Labor		
Community Development Block Grant	14.228	<u>156,699</u>
 <u>US Department of Justice</u>		
Equitable sharing	N/A	12,619
DEA overtime	N/A	6,673
Justice overtime - US Marshal Service	N/A	39,120
State Criminal Alien Assistance (SCAAP)	16.606	38,054
COPS Child Sexual Predator Program (CSPP)	16.710	238,930
Passed through Idaho State Police:		
Edward Byrne Memorial Justice Assistance Grant	16.738	98,048
NICS Act Record Improvement Program	16.813	29,775
Passed through Idaho Department of Juvenile Corrections		
Juvenile Justice and Delinquency Prevention	16.540	<u>20,000</u>
		<u>483,219</u>
 <u>US Department of Transportation</u>		
Passed through Idaho Transportation Department:		
Highway Planning and Construction	20.205	660
State & Community Highway Safety	20.600	4,142
Alcohol Traffic Safety & Drunk Driving Prevention	20.601	1,057
Crossroads Transportation Museum Grant	N/A	<u>26,099</u>
		<u>31,958</u>
 <u>US Department of Health and Human Services</u>		
Passed through the Idaho Secretary of State		
Voting Access for Individuals with Disabilities	93.617	<u>1,269</u>
 <u>General Services Administration</u>		
Passed through the Idaho Secretary of State		
Election Reform Payments	39.011	<u>3,780</u>
 <u>US Department of Homeland Security</u>		
Passed through Idaho Department of Parks and Recreation:		
Boating Safety Financial Assurance	97.012	19,385
Passed through Idaho Military Division:		
Emergency Preparedness Demonstration Program	97.001	81,784
Emergency Management Performance Grant	97.042	116,938
Pre-disaster Mitigation	97.047	36,158
Homeland Security Grant Program	97.067	<u>247,529</u>
		<u>501,794</u>
Total federal awards		<u>\$ 1,226,674</u>

STATE OF IDAHO
CANYON COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended September 30, 2012

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Canyon County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, federal financial reports and the state's single audit report and the basic financial statements.

CANYON COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2012

I. Summary of Auditor's Results

- A. The auditor's report expresses an unqualified opinion on the financial statements of Canyon County.
- B. No instances of significant deficiencies in internal control were disclosed during the audit.
- C. No instances of noncompliance material to the financial statements of Canyon County were disclosed during the audit.
- D. No instances of significant deficiencies in internal control over major federal award programs were disclosed during the audit.
- E. The auditor's report on compliance for the major federal award programs for Canyon County expresses an unqualified opinion on all major federal programs.
- F. There are no audit findings that are required to be reported in this schedule in accordance with Section 510(a) on the OMB circular A-133.
- G. The programs tested as major programs included:

<u>Program Name</u>	<u>CFDA#</u>
COPS Child Sexual Predator Program (CSPP)	16.710
Homeland Security Grant Program	97.067

- H. The threshold for distinguishing Types A and B programs was \$300,000.
- I. Canyon County was determined to be a low-risk auditee.

Gibbons, Scott & Dean LLP

Certified Public Accountants

Terry L. Scott, CPA
John P. Dean, CPA

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Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

Board of County Commissioners
Canyon County
Caldwell, Idaho

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Canyon County as of and for the year ended September 30, 2012, which collectively comprise Canyon County's basic financial statements and have issued our report thereon dated April 30, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Canyon 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.

MEMBER OF
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
IDAHO SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

We noted certain matters that we reported to management of Canyon County in a separate letter dated April 30, 2013.

This report is intended solely for the information and use of the County Commissioners, management and any applicable governmental agencies and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Gibbons, Scott & Dean LLP".

GIBBONS, SCOTT & DEAN LLP
Certified Public Accountants

April 30, 2013

Gibbons, Scott & Dean LLP

Certified Public Accountants

Terry L. Scott, CPA
John P. Dean, CPA

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Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

Board of County Commissioners
Canyon County
Caldwell, Idaho

Compliance

We have audited Canyon County's compliance with the types of compliance requirements described in the Circular A-133 Compliance Supplement that could have a direct and material effect on each of Canyon County's major federal programs for the year ended September 30, 2012. Canyon County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Canyon County's management. Our responsibility is to express an opinion on Canyon County's compliance based on our audit.

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 Canyon County'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. Our audit does not provide a legal determination of Canyon County's compliance with those requirements.

In our opinion, Canyon 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, 2012.

Internal Control over Compliance

Management of Canyon County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Canyon County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance 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 Canyon 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 type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the County Commissioners, management and any applicable governmental agencies and is not intended to be and should not be used by anyone other than these specified parties.



GIBBONS, SCOTT & DEAN LLP
Certified Public Accountants

April 30, 2013