

STATE OF IDAHO
CANYON COUNTY
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
September 30, 2011



CHRIS YAMAMOTO, COUNTY AUDITOR

STATE OF IDAHO

CANYON COUNTY

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

September 30, 2011

**Prepared by:
Canyon County
Auditor's Office**

INTRODUCTORY SECTION



STATE OF IDAHO
CANYON COUNTY
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For the Fiscal Year Ended September 30, 2011
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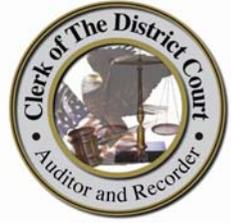
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Chief Deputy

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Zach Wagoner
Controller

To the Board of County Commissioners
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 principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Canyon County for the fiscal year ended September 30, 2011.

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, 2011, 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, 2011, 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 an estimated population of about 40,000. Nampa is the largest city in the county and the second largest in Idaho with an estimated population of 80,000. 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 183,939 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 and the charity special revenue fund, the three major funds, this comparison is presented on pages 43-51 as part of the required supplementary information. For governmental funds other than the general fund and the justice fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 63.

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 December 2011 with a civilian labor force of 85,933 the unemployment rate for Canyon County stands at 10.0%. This represents a decrease from December 2010 when the unemployment rate was 11.8%. 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 to where we are today.

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.

Major construction projects started or completed during 2011 include the completion and opening of the Hugh Nichols Public Safety Building in Nampa. The 65,000 square foot building is home to the Nampa Police Department, administrative personnel with the Fire Department and the city information technology staff.

The \$22.2 million dollar project began July 2010 of widening Interstate 84 which provides a vital link between Ada County and Canyon County is reaching completion with all lanes now open. The widening project also included the construction of two new bridges and improvements to the on and off ramps. The project will significantly improve travel between the two counties.

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. The \$33 million dollar project is scheduled to be completed by the fall of 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 counties 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 \$68,152,837 for fiscal year 2011, a decrease of \$15,131,220 or over 18%. County leaders and department heads 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 \$36,447,981 for fiscal year 2011. For fiscal year 2011 County Commissioners had the statutory authority to levy an additional \$5,009,005 in property tax but choose instead to leave that money in taxpayers' pockets.

Major initiatives. The county has taken steps to reduce expenditures including outsourcing the food service provided by the county jail and outsourcing the operations of the animal shelter. The result of these activities is an annual savings of roughly \$700,000. On the revenue side, the free fall in revenue experienced over the past few years has come to a stop. The county has seen revenue from charges for services, sales tax, and revenue sharing from the state increase slightly from the previous year.

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, 2010. This was the 22nd 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,



Chris Yamamoto
Canyon County
Clerk/Auditor/Recorder
April 30, 2012

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, 2010

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.



Linda C. Danison

President

Jeffrey R. Enen

Executive Director

**CANYON COUNTY IDAHO
ORGANIZTIONAL CHART**

VOTERS

COMMISSIONERS

SHERIFF

CLERK AUDITOR RECORDER

WATERWAYS

TREASURER TAX COLLECTOR

CORONER

ASSESSOR

PROSECUTING ATTORNEY

MOTOR VEHICLE

RISK MANAGER

WELFARE

INFORMATION TECHNOLOGIES

HUMAN RESOURCES

DEVELOPMENT SERVICES

COMMUNICATIONS OFFICER

COURTHOUSE OPERATIONS

PARKS

COUNTY AGENTS

FAIR

HISTORICAL SOCIETY

COUNTY WEED

PEST CONTROL

PUBLIC DEFENDER

JUVENILE DETENTION

DISTRICT COURT

SOLID WASTE MANAGEMENT

**STATE OF IDAHO
CANYON COUNTY
ELECTED OFFICIALS AND DEPARTMENT HEADS
September 30, 2011**

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).....	Juneal C. Kerrick
District Judge.....	Greg Culet
District Judge.....	Thomas Ryan
District Judge.....	Ranae Hoff
District Judge.....	Bradly Ford
Magistrate Judge.....	Dayo O. Onanubosi
Magistrate Judge.....	Robert Taisey
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 HEADS

Trial Court Administrator.....	Dan Kessler
Development Services Director.....	Kevin LoPiccolo
Information Technologies Director.....	Rob Hopper
Human Resources Director.....	Nancy Heck
Welfare Director.....	Leslie Pardue
Juvenile Probation Director.....	Elda Catalano
Juvenile Detention Center Director.....	Steve Jett
County Agent.....	Jerry Neufeld
Building Superintendent.....	Paul Navarro
Parks and Recreation Director.....	Tom Bicap
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



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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, 2011, 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, 2011, 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, 2012 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.



GIBBONS, SCOTT & DEAN LLP
Certified Public Accountants

April 30, 2012

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, 2011. 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 \$91,469,166 (net assets). Of this amount \$40,345,900 (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 \$1,945,906 during fiscal year 2011, most of the increase is due to cutbacks on spending combined with an increase in revenue.
- As of the close of the current fiscal year, Canyon County's governmental funds reported combined ending fund balances of \$33,546,542, an increase of \$2,443,847 from the previous fiscal year. The increase in fund balances is due to an increase in revenue from property taxes and charges for services and a reduction in expenditures. \$33,107,016 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 \$9,768,722 or 39% of the total general fund expenditures. Assigned fund balance in the justice fund was \$10,330,583 or 44% of the justice fund 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 and the charity special revenue fund all of which are considered to be major funds. Data from the other sixteen 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 82 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 56-78 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 \$91,469,166 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, 2011**

	Governmental Activities		Business-type Activities		Totals	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 39,814,565	\$ 36,241,964	\$ 13,868,772	\$ 14,423,306	\$ 53,683,337	\$ 50,665,270
Capital assets	38,973,908	38,940,131	10,217,081	9,116,762	49,190,989	48,056,893
Total assets	<u>78,788,473</u>	<u>75,182,095</u>	<u>24,085,853</u>	<u>23,540,068</u>	<u>102,874,326</u>	<u>98,722,163</u>
Long-term liabilities						
outstanding	-	-	5,646,970	5,267,731	5,646,970	5,267,731
Other liabilities	5,295,585	3,837,385	462,605	93,787	5,758,190	3,931,172
Total liabilities	<u>5,295,585</u>	<u>3,837,385</u>	<u>6,109,575</u>	<u>5,361,518</u>	<u>11,405,160</u>	<u>9,198,903</u>
Net assets:						
Invested in capital assets, net of related debt	<u>38,469,585</u>	<u>38,291,934</u>	<u>10,217,081</u>	<u>9,116,762</u>	<u>48,686,666</u>	<u>47,408,696</u>
Restricted	-	19,646	2,436,600	2,444,840	2,436,600	2,464,486
Unrestricted	35,023,303	33,033,130	5,322,597	6,616,948	40,345,900	39,650,078
Total net assets	<u>\$ 73,492,888</u>	<u>\$ 71,344,710</u>	<u>\$ 17,976,278</u>	<u>\$ 18,178,550</u>	<u>\$ 91,469,166</u>	<u>\$ 89,523,260</u>

An additional portion of Canyon County's net assets (3 percent) represent resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$40,345,900) 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.

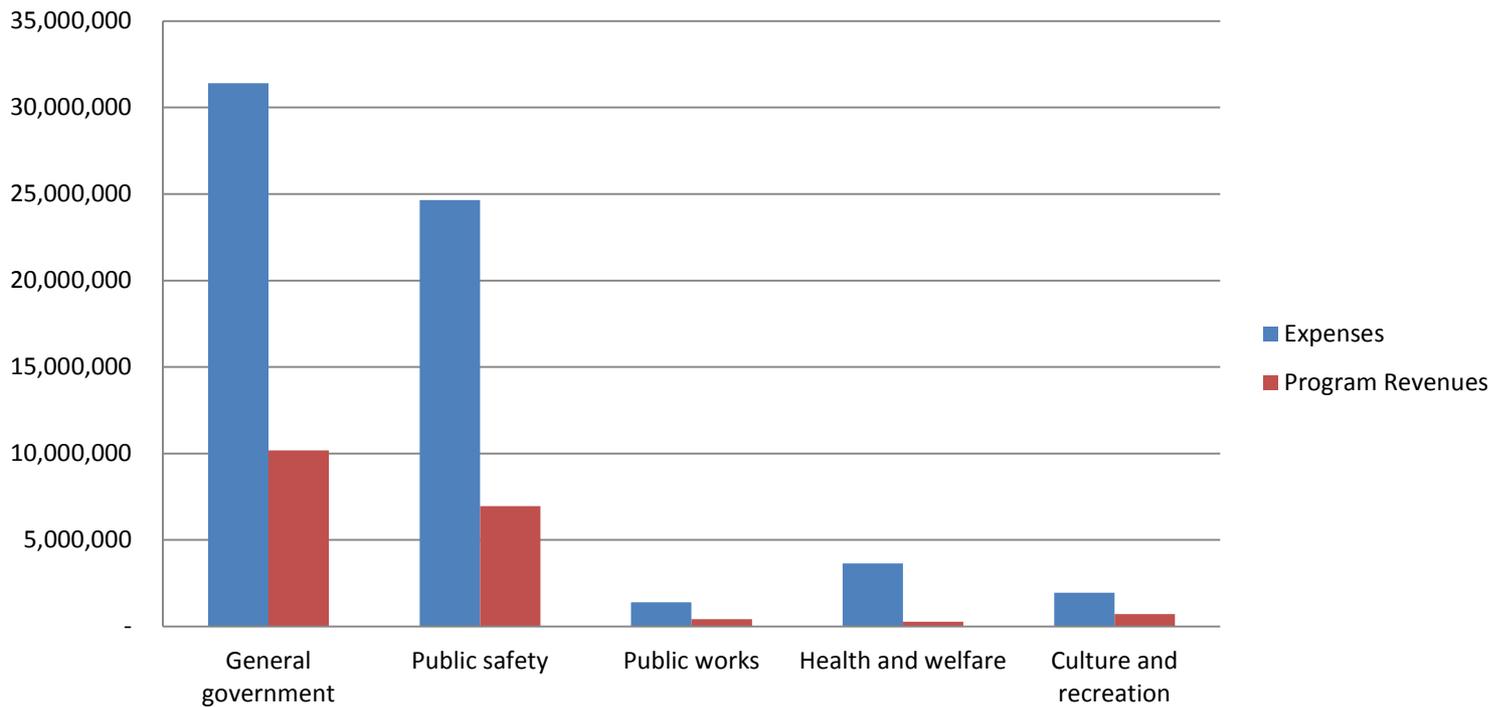
Governmental activities. Governmental activity increased Canyon County's net assets by \$2,148,178.

The following schedule outlines the changes in net assets:

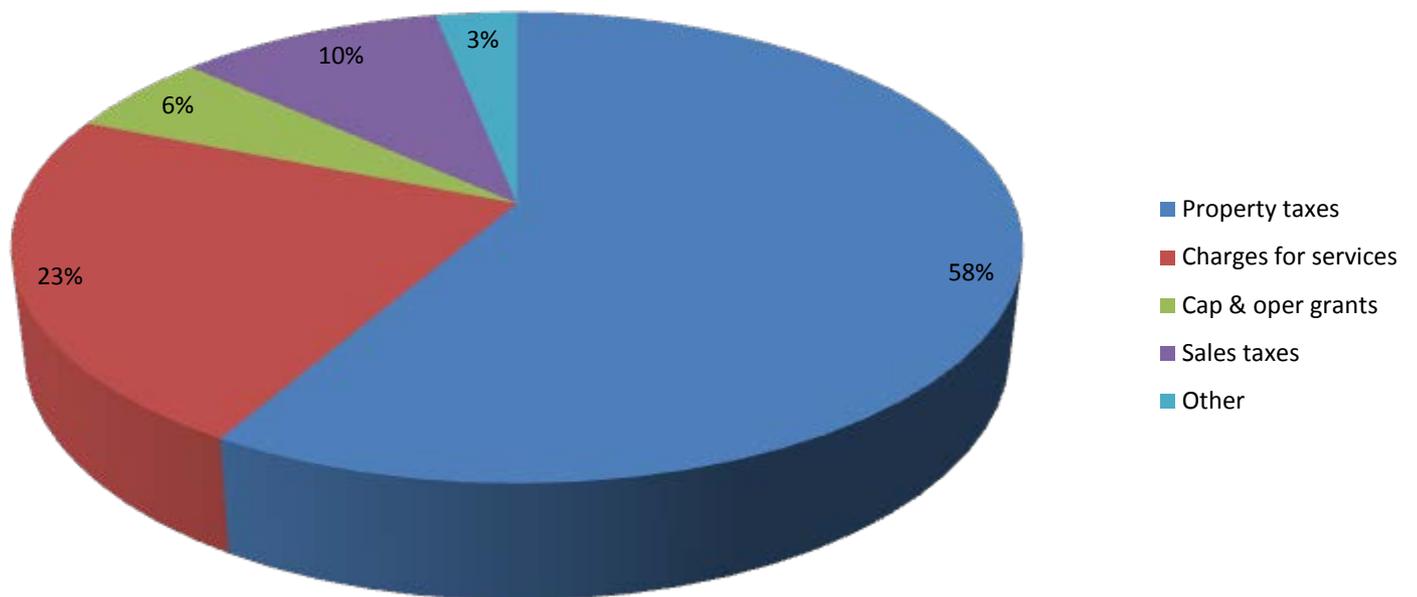
	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program revenues:						
Charges for services	\$ 14,861,835	\$ 14,089,007	\$ 2,622,142	\$ 2,747,526	\$ 17,483,977	\$ 16,836,533
Operating grants and contributions	3,052,028	1,753,582	-	-	3,052,028	1,753,582
Capital grants and contributions	618,816	1,489,478	-	5,581	618,816	1,495,059
General revenues:						
Property taxes	38,041,455	38,094,820	-	-	38,041,455	38,094,820
Other taxes	7,336,955	7,066,150	-	-	7,336,955	7,066,150
Interest on investments	359,466	378,518	264,194	185,694	623,660	564,212
Miscellaneous	914,134	828,109	2,874	4,920	917,008	833,029
Total revenues	<u>65,184,689</u>	<u>63,699,664</u>	<u>2,889,210</u>	<u>2,943,721</u>	<u>68,073,899</u>	<u>66,643,385</u>
Expenses:						
General government	31,381,459	31,250,266	-	-	31,381,459	31,250,266
Public safety	24,641,245	24,560,568	-	-	24,641,245	24,560,568
Public works	1,394,046	1,524,743	-	-	1,394,046	1,524,743
Health and welfare	3,649,490	3,404,811	-	-	3,649,490	3,404,811
Culture and recreation	1,942,736	1,757,661	-	-	1,942,736	1,757,661
Interest on long-term debt	27,535	34,127	-	-	27,535	34,127
Sanitary landfill	-	-	3,091,482	2,562,794	3,091,482	2,562,794
Total expenses	<u>63,036,511</u>	<u>62,532,176</u>	<u>3,091,482</u>	<u>2,562,794</u>	<u>66,127,993</u>	<u>65,094,970</u>
Changes in net assets	<u>2,148,178</u>	<u>1,167,488</u>	<u>(202,272)</u>	<u>380,927</u>	<u>1,945,906</u>	<u>1,548,415</u>
Net assets - 10/01	<u>71,344,710</u>	<u>70,177,222</u>	<u>18,178,550</u>	<u>17,797,623</u>	<u>89,523,260</u>	<u>87,974,845</u>
Net assets - 9/30	<u>\$ 73,492,888</u>	<u>\$ 71,344,710</u>	<u>\$ 17,976,278</u>	<u>\$ 18,178,550</u>	<u>\$ 91,469,166</u>	<u>\$ 89,523,260</u>

- Fiscal year 2011 revenue for governmental activities increased by \$1,485,025 from the previous fiscal year. The increase is due to the increase of sales tax revenue, an increase in charges for services revenue and an increase in operating grant revenue.
- Governmental activities expenses were relatively unchanged from fiscal year 2010 with a slight increase of \$504,335 or less than 1%.

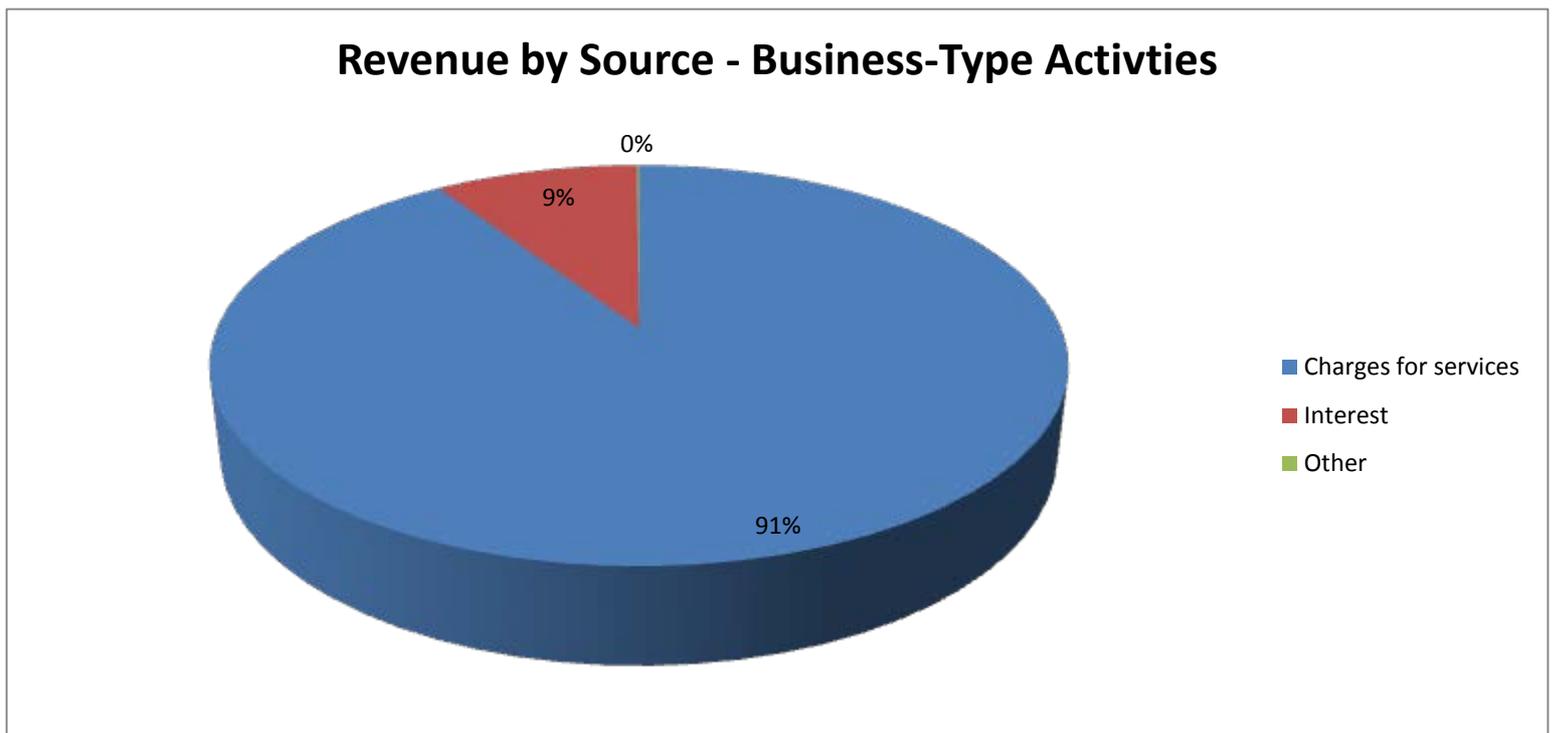
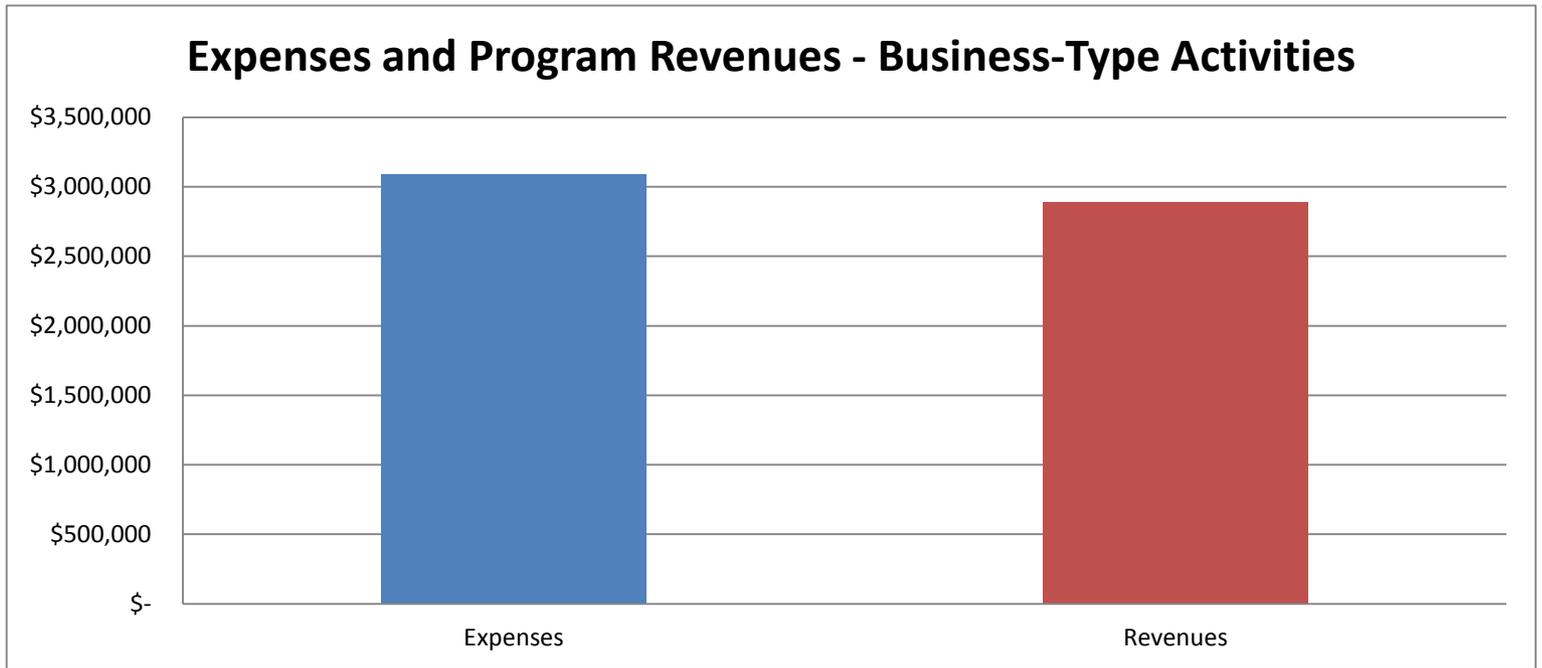
Expenses and Program Revenues - Governmental Activities



Revenues by Source - Governmental Activities



Business-Type activities. Business-type activity (sanitary landfill) net assets decreased by \$202,272 during the year. This is due to an increase in capital investments, related to the lateral expansion of the landfill.



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 \$33,546,542 an increase of \$2,443,847 from the prior year. \$26,821,351 of this constitutes unassigned and assigned fund balance, which is available for spending at the County's discretion. Unassigned and assigned fund balance increased \$3,008,907 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 (\$6,285,665) and 2) prepaids (\$439,526).

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 \$9,768,722 with a total fund balance of \$16,401,565.

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 39% of total general fund expenditures, while total fund balance represents 65% of that same amount.

The unassigned fund balance of the County's general fund decreased by \$88,477 during the current fiscal year. Expenditures exceeded revenues by \$835,767 for the current fiscal year. The combination of utilizing fund balance to fund the budget along with an increase in health care costs has resulted in expenditures exceeding revenue for the county's general fund. Beginning January 1, 2012 the county made changes to the health care benefit structure moving costs from the county to employees in an attempt to offset increased health care costs.

Total revenue in the general fund increased by \$1,564,323 from the previous year. The increase in revenue comes from multiple sources. The Idaho legislature approved an increase in recording fees that resulted in an increase in revenue, the county increased the allotment of property tax revenue to the general fund and the public defender was moved to the general fund bringing with it revenue from public defender repayments.

At the end of the fiscal year the justice fund had a total fund balance of \$10,399,372 with \$10,330,583 assigned. The net increase in total fund balance during the year was \$2,737,906. Expenditures in the justice fund decreased by \$2,278,549 from the prior year. The decrease is mainly due to public defender expenditures being moved from the justice fund to the general fund. Revenue decreased in the justice fund by \$556,716 from fiscal year 2010. Shifting the allocation of property tax revenue from the justice fund to the general fund is largely responsible for the change in revenue.

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 \$5,322,597. The unrestricted net assets decreased by \$1,294,351. 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:

- \$3,500 in the motor vehicles department was transferred from personal services to other charges & services for workstation expenses in preparation for additional staff.

- \$6,500 in the Coroner's office was transferred from other charges & services to personal services for vacation balance payout expenses associated with an employee retirement.
- \$14,500 was transferred from personal services to other charges & services in the development services department for a capital asset software purchase.
- \$58,000 was transferred from the general department other charges & services to personal services in the animal shelter for vacation balance payouts for laid-off animal shelter personnel due to the outsourcing of animal shelter operations.
- \$68,500 was transferred from the other charges and services to personal services in the animal shelter also for vacation balance payouts of laid-off animal shelter personnel.
- \$2,300 was transferred from the general department other charges and services to the public defender other charges and services for an increase in payments to conflict counsel.
- \$23,500 was transferred in the Clerk's office from other charges & services to personal services for expenses related to newly assigned consolidated election functions.

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

- \$417,249 unspent in the Clerk's office is largely due to a planned purchase of software that was not completed during the fiscal year.
- \$155,951 unspent in the Commissioners office is due to a pass-thru grant project that was not completed by the end of the fiscal year.
- \$362,815 unspent in the courthouse department is due to construction projects in the courthouse being put on hold.
- \$150,742 unspent in the development services department is due to vacant positions left unfilled as we continue to monitor the level of development and construction activity in the county.
- In the county shop department, \$428,639 unspent is due to cutbacks in spending on vehicles and upfitting of vehicles.
- \$465,022 unspent in the information technology department is due vacant positions left unfilled and cutbacks in technology spending.

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, 2011 amounted to \$49,190,989 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings and machinery and equipment. The total increase in Canyon County's investments in capital assets for the current fiscal year was 2%.

Major capital assets events during the current fiscal year included the following:

- \$1,002,056 for radios and public safety communications equipment.
- \$300,291 for the purchase of real estate in close proximity to the courthouse
- \$744,280 invested in law enforcement and other county vehicles.
- \$251,947 spent on jail improvement projects.
- \$661,131 for a new compactor for the landfill.
- \$251,700 for a grader for the landfill.
- \$1,143,809 spent on lateral expansion for the landfill.

**Canyon County's Capital Assets
(Net of depreciation)**

	Governmental		Business-type		Totals	
	Activities		Activities			
	2011	2010	2011	2010	2011	2010
Land	\$ 7,964,594	\$ 7,868,603	\$ 4,577,723	\$ 4,577,723	\$ 12,542,317	\$ 12,446,326
Building	19,423,791	19,795,097	924,075	977,698	20,347,866	20,772,795
Improvements other than buildings	702,055	709,081	1,033,388	1,066,432	1,735,443	1,775,513
Machinery and equipment	10,617,720	6,397,458	2,423,417	2,382,491	13,041,137	8,779,949
Construction in progress	<u>265,748</u>	<u>4,169,892</u>	<u>1,258,478</u>	<u>112,418</u>	<u>1,524,226</u>	<u>4,282,310</u>
Total	<u>\$ 38,973,908</u>	<u>\$ 38,940,131</u>	<u>\$ 10,217,081</u>	<u>\$ 9,116,762</u>	<u>\$ 49,190,989</u>	<u>\$ 48,056,893</u>

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

Capital Leases. The county currently has two capital leases. One was entered into in May of 2003 to purchase heating and lighting equipment for several county buildings. The other 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, 2011 the capital lease outstanding for the heating and lighting equipment is \$492,054. The capital lease outstanding for the telephone and computer equipment is \$12,269.

Additional information on Canyon County's capital leases 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 December 2011 unemployment rate in Canyon County is 10.0% compared to 11.8% a year earlier. Property values continue to decline as a significant number of foreclosed properties continue to enter the market. Previous years have seen substantial decreases in revenue from multiple sources from building permits to state shared revenues. The freefall associated with prior's years revenue has stopped, and the county has seen revenue levels remain steady to 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 an operating budget for fiscal year 2012 in the amount of \$66,762,948. This was down \$762,504 from the fiscal year 2011 operating budget. Due to the decrease in taxable property value the 2012 tax rate went up 10% to .005441676. Out of the total budget, \$37,360,846 comes from property tax. The county commissioners had the statutory authority to levy an additional \$5,781,333 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, 2011

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 18,266,769	\$ 3,091,751	\$ 21,358,520
Investments	14,559,053	2,487,936	17,046,989
Receivables (net of allowances for uncollectibles):			
Interest	35,558	5,299	40,857
Taxes-delinquent	3,099,842	-	3,099,842
Intergovernmental	2,445,574	-	2,445,574
Accounts	968,243	199,684	1,167,927
Prepays	439,526	532	440,058
Restricted assets:			
Cash and cash equivalents	-	1,791,676	1,791,676
Investments	-	6,270,504	6,270,504
Receivables (net of allowances for uncollectibles):			
Interest receivable	-	21,390	21,390
Capital assets (net of accumulated depreciation):	<u>38,973,908</u>	<u>10,217,081</u>	<u>49,190,989</u>
Total assets	<u>78,788,473</u>	<u>24,085,853</u>	<u>102,874,326</u>
LIABILITIES			
Interest payable	3,667	-	3,667
Vouchers payable	1,800,339	397,849	2,198,188
Accrued wages payable	1,339,804	31,301	1,371,105
Comptime payable	38,990	2,609	41,599
Unearned revenue	3,555	-	3,555
Noncurrent liabilities:			
Due within one year	1,369,760	25,626	1,395,386
Due in more than one year	739,470	5,220	744,690
Liabilities payable from restricted assets	<u>-</u>	<u>5,646,970</u>	<u>5,646,970</u>
Total liabilities	<u>5,295,585</u>	<u>6,109,575</u>	<u>11,405,160</u>
NET ASSETS			
Invested in capital assets, net of related debt	38,469,585	10,217,081	48,686,666
Restricted for:			
Closure costs	-	2,436,600	2,436,600
Unrestricted	<u>35,023,303</u>	<u>5,322,597</u>	<u>40,345,900</u>
Total net assets	<u>\$ 73,492,888</u>	<u>\$ 17,976,278</u>	<u>\$ 91,469,166</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, 2011

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Operating		Capital Grants	Primary Government		
		Charges for Services	Grants and Contributions	and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 31,381,459	\$ 9,578,365	\$ 581,720	\$ -	\$ (21,221,374)	\$ -	\$ (21,221,374)
Public safety	24,641,245	3,913,160	2,420,483	618,816	(17,688,786)	-	(17,688,786)
Public works	1,394,046	421,854	8,595	-	(963,597)	-	(963,597)
Health and welfare	3,649,490	269,281	2,450	-	(3,377,759)	-	(3,377,759)
Culture and recreation	1,942,736	679,175	38,780	-	(1,224,781)	-	(1,224,781)
Interest on long-term debt	27,535	-	-	-	(27,535)	-	(27,535)
Total government activities	<u>63,036,511</u>	<u>14,861,835</u>	<u>3,052,028</u>	<u>618,816</u>	<u>(44,503,832)</u>	<u>-</u>	<u>(44,503,832)</u>
Business-type activities:							
Sanitary landfill	<u>3,091,482</u>	<u>2,622,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(469,340)</u>	<u>(469,340)</u>
Total business-type activities	<u>3,091,482</u>	<u>2,622,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(469,340)</u>	<u>(469,340)</u>
Total primary government	<u>\$ 66,127,993</u>	<u>\$ 17,483,977</u>	<u>\$ 3,052,028</u>	<u>\$ 618,816</u>	<u>(44,503,832)</u>	<u>(469,340)</u>	<u>(44,973,172)</u>
General revenues:							
Property taxes					38,041,455	-	38,041,455
Sales tax inventory phase-out					2,207,009	-	2,207,009
Revenue sharing					4,387,535	-	4,387,535
Franchise tax					61,373	-	61,373
Liquor apportionment					681,038	-	681,038
Miscellaneous					914,134	2,874	917,008
Interest on investments					<u>359,466</u>	<u>264,194</u>	<u>623,660</u>
Total general revenues					<u>46,652,010</u>	<u>267,068</u>	<u>46,919,078</u>
Change in net assets					2,148,178	(202,272)	1,945,906
Net assets - beginning					<u>71,344,710</u>	<u>18,178,550</u>	<u>89,523,260</u>
Net assets - ending					<u>\$ 73,492,888</u>	<u>\$ 17,976,278</u>	<u>\$ 91,469,166</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, 2011**

ASSETS	Major Special Revenue Funds				Total
	General Fund	Justice	Charity	Other Funds	Total
Current assets					
Cash and cash equivalents	\$ 9,178,565	\$ 5,117,079	\$ 853,306	\$ 3,117,819	\$ 18,266,769
Investments	7,057,042	4,060,094	680,743	2,761,174	14,559,053
Receivables (net of allowances for uncollectibles):					
Interest	23,086	7,481	1,559	3,432	35,558
Taxes-delinquent	1,222,546	1,215,383	224,237	437,676	3,099,842
Intergovernmental	245,023	2,074,008	-	126,543	2,445,574
Accounts	666,969	179,088	-	122,186	968,243
Prepays	347,178	68,789	36	23,523	439,526
Total assets	\$ 18,740,409	\$ 12,721,922	\$ 1,759,881	\$ 6,592,353	\$ 39,814,565
LIABILITIES AND FUND BALANCES					
Liabilities:					
Vouchers payable	\$ 679,544	\$ 412,517	\$ 445,561	\$ 262,717	\$ 1,800,339
Compensated absences payable	9,195	9,283	-	6,005	24,483
Accrued wages payable	427,559	685,367	15,191	211,687	1,339,804
Deferred revenue	1,222,546	1,215,383	224,237	441,231	3,103,397
Total liabilities	2,338,844	2,322,550	684,989	921,640	6,268,023
Fund balances:					
Nonspendable:					
Prepays	347,178	68,789	36	23,523	439,526
Committed to:					
Health Insurance	6,285,665	-	-	-	6,285,665
Assigned to:					
Justice fund	-	10,330,583	-	-	10,330,583
Charity fund	-	-	1,074,856	-	1,074,856
Other governmental funds	-	-	-	5,647,190	5,647,190
Unassigned	9,768,722	-	-	-	9,768,722
Total fund balances	16,401,565	10,399,372	1,074,892	5,670,713	33,546,542
Total liabilities and fund balances	\$ 18,740,409	\$ 12,721,922	\$ 1,759,881	\$ 6,592,353	

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.	38,973,908
Other long-term assets are not available to pay current period expenditures and, therefore, are deferred in the funds.	3,099,842
Long-term liabilities, including capital leases payable, are not due and payable in the current period and therefore not included in the funds.	(2,127,404)

Net assets of governmental activities	\$ 73,492,888
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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, 2011**

	<u>General</u>	<u>Justice</u>	<u>Charity</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Taxes	\$ 14,772,892	\$ 15,064,620	\$ 2,984,435	\$ 5,836,713	\$ 38,658,660
Licenses and permits	623,365	330,212	-	100,462	1,054,039
Intergovernmental	677,582	7,737,686	2,450	1,741,481	10,159,199
Charges for services	7,253,307	2,347,069	269,281	2,541,140	12,410,797
Fines and forfeits	118,164	-	-	495,963	614,127
Miscellaneous	937,850	409,179	18,155	653,854	2,019,038
Total revenues	<u>24,383,160</u>	<u>25,888,766</u>	<u>3,274,321</u>	<u>11,369,613</u>	<u>64,915,860</u>
EXPENDITURES					
Current:					
General government	22,154,052	4,826,068	-	6,386,657	33,366,777
Public safety	2,115,512	18,449,214	-	1,575,359	22,140,085
Public works	949,363	-	-	439,135	1,388,498
Health	-	-	-	806,586	806,586
Welfare	-	-	2,841,340	-	2,841,340
Culture & recreation	-	-	-	1,945,727	1,945,727
Total expenditures	<u>25,218,927</u>	<u>23,275,282</u>	<u>2,841,340</u>	<u>11,153,464</u>	<u>62,489,013</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(835,767)</u>	<u>2,613,484</u>	<u>432,981</u>	<u>216,149</u>	<u>2,426,847</u>
Other financing sources (uses):					
Sale of capital assets	17,000	-	-	-	17,000
Transfers in	183,153	124,422	-	-	307,575
Transfers out	-	-	-	(307,575)	(307,575)
Total other financing sources (uses)	<u>200,153</u>	<u>124,422</u>	<u>-</u>	<u>(307,575)</u>	<u>17,000</u>
Net change in fund balances	<u>(635,614)</u>	<u>2,737,906</u>	<u>432,981</u>	<u>(91,426)</u>	<u>2,443,847</u>
Fund balances - beginning	<u>17,037,179</u>	<u>7,661,466</u>	<u>641,911</u>	<u>5,762,139</u>	<u>31,102,695</u>
Fund balances - ending	<u>\$ 16,401,565</u>	<u>\$ 10,399,372</u>	<u>\$ 1,074,892</u>	<u>\$ 5,670,713</u>	<u>\$ 33,546,542</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, 2011**

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)	\$ 2,443,847
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.	(472,963)
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.	618,816
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.	(112,078)
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.	143,873
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.	143,887
Other long-term assets are not available to pay for current period expenditures, and, therefore, are deferred in the funds.	<u>(617,204)</u>
Change in net assets of governmental activities (page 24)	<u>\$ 2,148,178</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, 2011

	Business-type Activities - Enterprise Fund
	Sanitary <u>Landfill</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 3,091,751
Investments	2,487,936
Accounts receivable	199,684
Interest receivable	5,299
Prepays	532
Total current assets	5,785,202
Noncurrent assets:	
Cash and cash equivalents	1,791,676
Investments	6,270,504
Interest receivable	21,390
Total restricted assets	8,083,570
Capital assets:	
Capital assets (net of accumulated depreciation)	10,217,081
Total noncurrent assets	18,300,651
Total assets	24,085,853
LIABILITIES	
Current liabilities:	
Vouchers payable	397,849
Accrued wages payable	31,301
Comptime payable	2,609
Compensated absences payable	30,846
Total current liabilities	462,605
Noncurrent liabilities (payable from restricted assets) :	
Closure costs payable	5,646,970
Total liabilities	6,109,575
NET ASSETS	
Invested in capital assets	10,217,081
Restricted for closure costs	2,436,600
Unrestricted	5,322,597
Total net assets	\$ 17,976,278

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, 2011

	Business-type activities - Enterprise Fund
Operating revenues:	
Charges for services	\$ 2,622,142
Miscellaneous	<u>2,874</u>
Total operating revenues	<u>2,625,016</u>
Operating expenses:	
Administration	995,009
Costs of sales and services	875,447
Depreciation	635,848
Landfill closure and post-closure costs	<u>379,239</u>
Total operating expenses	<u>2,885,543</u>
Operating income	<u>(260,527)</u>
Nonoperating revenues (expenses):	
Interest on investments	264,194
Loss on capital assets	<u>(205,939)</u>
Total nonoperating revenues (expenses)	<u>58,255</u>
Change in net assets	(202,272)
Total net assets - beginning	<u>18,178,550</u>
Total net assets - ending	<u>\$ 17,976,278</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, 2011
Increase (Decrease) in Cash and Cash Equivalents

	Business-type activities- Enterprise Fund
Cash flows from operating activities:	
Receipts from customers	\$ 2,617,634
Payments to suppliers	(542,005)
Payments to employees	(960,165)
Other operating revenues	<u>2,873</u>
Net cash provided (used) by operating activities	<u>1,118,337</u>
Cash flows from capital and related financing activities	
Proceeds from sale of capital assets	94,400
Acquisition of capital assets	<u>(2,036,506)</u>
Net cash provided (used) by capital and related financing activities	<u>(1,942,106)</u>
Cash flows from Investing activities:	
Proceeds from sales and maturities of investments	6,750,207
Purchase of investments	(8,676,688)
Interest and dividends received	<u>178,856</u>
Net cash provided (used) by investing activities	<u>(1,747,625)</u>
Net increase (decrease) in cash and cash equivalents	(2,571,394)
Cash and cash equivalents, October 1	<u>7,454,821</u>
Cash and cash equivalents, September 30	<u><u>\$ 4,883,427</u></u>
Reconciliation of operating income to net cash provided (used) by operating activities:	
Operating income	\$ <u>(260,527)</u>
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation expense	635,848
Increase in accounts receivable	(4,508)
Increase in prepaids	(531)
Increase in vouchers payable	332,697
Increase in accrued wages payable	31,301
Increase in comp absences payable	4,119
Increase in comp time payable	699
Increase in closure costs payable	<u>379,239</u>
Total adjustments	<u>1,378,864</u>
Net cash provided (used) by operating activities	<u><u>\$ 1,118,337</u></u>
Noncash investing, capital , and financing activities:	
Capital assets purchased through trade-in	\$ 77,500

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, 2011

		<u>Agency Funds</u>
ASSETS		
Cash and cash equivalents	\$	3,113,250
Receivables (net of allowance for uncollectibles):		
Taxes-delinquent		9,186,312
Accounts		<u>7,870,810</u>
Total assets	\$	<u>20,170,372</u>
 LIABILITIES		
Accounts payable	\$	9,503,658
Due to other agencies		719,333
Due to other taxing districts		<u>9,947,381</u>
Total liabilities	\$	<u>20,170,372</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, 2011**

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 are 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, the operation of the prosecuting attorney's office and the public defender.

The *charity special revenue fund* accounts for providing suitable provisions for the care and medical needs of indigent persons of 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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a 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 \$(472,963) difference are as follows:

Capital outlay	\$ 2,047,215
Depreciation expense	<u>(2,520,178)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (472,963)</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 \$143,887 difference are as follows:

2010 compensated absences	\$ 1,722,891
2010 comptime	39,463
2011 compensated absences	(1,581,476)
2011 comptime	(37,938)
2010 interest on lease	4,614
2011 interest on lease	<u>(3,667)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 143,887</u>

III. Detailed notes on all funds

A. Deposits and investments

As of September 30, 2011 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	\$ 3,176,812	4.10
U.S. Government and agency securities	16,672,625	6.75
Certificates of deposit	<u>3,468,056</u>	0.53
Sub total	<u>23,317,493</u>	
Included in cash and cash equivalents:		
State Treasurer's investment pool	54,797	0.31
Repurchase agreement	<u>308,302</u>	0.00
Sub total	<u>363,099</u>	
Total fair value	<u>\$ 23,680,592</u>	
Portfolio weighted average maturity		5.38

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, 2011 \$11,995,889 of the County's bank balance of \$30,829,513 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	\$ 23,086	\$ 12,472	\$ 26,689	\$ -	\$ 62,247
Taxes	1,222,546	1,877,296	-	9,186,312	12,286,154
Intergovernmental	245,023	2,200,551	-	-	2,445,574
Accounts	<u>666,969</u>	<u>594,673</u>	<u>199,684</u>	<u>45,251,801</u>	<u>46,713,127</u>
Gross receivables	2,157,624	4,684,992	226,373	54,438,113	61,507,102
Less: allowance for uncollectibles	<u>-</u>	<u>(293,399)</u>	<u>-</u>	<u>(37,380,991)</u>	<u>(37,674,390)</u>
Net total receivables	<u>\$ 2,157,624</u>	<u>\$ 4,391,593</u>	<u>\$ 226,373</u>	<u>\$ 17,057,122</u>	<u>\$ 23,832,712</u>

Receivables not expected to be collected within one year include taxes receivable, \$61,127 in the general fund, \$93,865 in the special revenue funds, and in court collections receivable in the agency funds, \$42,989,211. The special revenue funds receivable amount under accounts includes \$293,399 owed to Canyon County by the previous Prosecuting Attorney, at this time it is projected that none of that amount will be collected.

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)	\$ -	\$ 1,222,546
Delinquent property taxes receivable (justice fund)	-	1,215,383
Delinquent property taxes receivable (charity fund)	-	224,237
Delinquent property taxes receivable (other governmental funds)	-	437,676
Prepaid building rent (other governmental funds)	<u>3,555</u>	<u>-</u>
	<u>\$ 3,555</u>	<u>\$ 3,099,842</u>

Interfund Transfers

The amount transferred to the general fund from special revenue funds:	\$ 183,153
The amount transferred to the justice fund from the general fund:	<u>124,422</u>
	<u>\$ 307,575</u>

The transfer to the general fund was a result of a resolution authorized by the Board of Commissioners to close funds no longer operational. The transfer between the justice and general funds was necessary to account for revenue and expenditures that were moved between the two funds from fiscal year 2010 to fiscal year 2011.

C. Capital Assets

Capital asset activity for the year ended September 30, 2011 was as follows:

Primary Government	<u>Beginning</u> <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending</u> <u>Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 7,868,603	\$ 95,991	\$ -	\$ 7,964,594
Construction in progress	4,169,891	343,406	4,247,549	265,748
Total capital assets, not being depreciated	<u>12,038,494</u>	<u>439,397</u>	<u>4,247,549</u>	<u>8,230,342</u>
Capital assets, being depreciated:				
Buildings	35,182,744	518,868	-	35,701,612
Improvements other than buildings	1,219,818	61,484	-	1,281,302
Machinery and equipment	12,698,637	5,832,651	1,888,168	16,643,120
Total capital assets being depreciated	<u>49,101,199</u>	<u>6,413,003</u>	<u>1,888,168</u>	<u>53,626,034</u>
Less accumulated depreciation for:				
Buildings	(15,387,649)	(890,172)	-	(16,277,821)
Improvements other than buildings	(510,736)	(68,511)	-	(579,247)
Machinery and equipment	(6,301,177)	(1,561,495)	1,837,272	(6,025,400)
Total accumulated depreciation	<u>(22,199,562)</u>	<u>(2,520,178)</u>	<u>1,837,272</u>	<u>(22,882,468)</u>
Total capital assets, being depreciated, net	<u>26,901,637</u>	<u>3,892,825</u>	<u>50,896</u>	<u>30,743,566</u>
Governmental activities capital assets, net	<u>\$ 38,940,131</u>	<u>\$ 4,332,222</u>	<u>\$ 4,298,445</u>	<u>\$ 38,973,908</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 4,577,723	\$ -	\$ -	\$ 4,577,723
Construction in progress	112,418	1,146,060	-	1,258,478
Total capital assets not being depreciated	<u>4,690,141</u>	<u>1,146,060</u>	<u>-</u>	<u>5,836,201</u>
Capital assets, being depreciated:				
Buildings	1,627,537	3,080	-	1,630,617
Improvements other than buildings	1,612,558	3,400	-	1,615,958
Machinery and equipment	3,901,850	961,466	856,359	4,006,957
Total capital assets being depreciated	<u>7,141,945</u>	<u>967,946</u>	<u>856,359</u>	<u>7,253,532</u>
Less accumulated depreciation for:				
Buildings	(649,840)	(56,703)	-	(706,543)
Improvements other than buildings	(546,126)	(36,444)	-	(582,570)
Machinery and equipment	(1,519,358)	(542,701)	478,520	(1,583,539)
Total accumulated depreciation	<u>(2,715,324)</u>	<u>(635,848)</u>	<u>478,520</u>	<u>(2,872,652)</u>
Total capital assets, being depreciated, net	<u>4,426,621</u>	<u>332,098</u>	<u>377,839</u>	<u>4,380,880</u>
Business-type activities capital assets, net	<u>\$ 9,116,762</u>	<u>\$ 1,478,158</u>	<u>\$ 377,839</u>	<u>\$ 10,217,081</u>

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

Governmental activities:	
General government	\$ 878,998
Public safety	1,514,527
Public works	63,355
Culture and recreation	63,298
Total depreciation expense - governmental activities	<u>\$ 2,520,178</u>
Business-type activities:	
Pickles Butte Sanitary Landfill	<u>\$ 635,848</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, 2011 amounted to \$494,621.

Future minimum lease payments for these leases are as follows:

<u>Year Ending</u>	<u>Amount</u>
2012	\$ 352,000
2013	352,000
2014	352,000
2015	<u>352,000</u>
Total	<u>\$ 1,408,000</u>

E. Capital leases

Canyon County has entered into two lease agreements. One as lessee for the acquisition of lighting and electrical equipment for several County buildings, the other for the acquisition of telephone and computer equipment.

The assets acquired through this capital lease are as follows:

	<u>Governmental Activities</u>
Electrical & heating equipment	\$ 1,370,552
Less accumulated depreciation	<u>(308,374)</u>
Net assets	<u>\$ 1,062,178</u>
Telephone & computer equipment	\$ 55,880
Less accumulated depreciation	<u>(20,622)</u>
Net assets	<u>\$ 35,258</u>

Future minimum lease payments as of September 30, 2011 were as follows:

<u>Electrical and heating equipment lease</u>	
2012	\$ 153,705
2013	153,705
2014	153,705
2015	<u>76,853</u>
Total lease payments	537,968
Less amount of interest	<u>(45,914)</u>
Present value of lease payments	<u>\$ 492,054</u>
 <u>Telephone & computer equipment lease</u>	
2012	\$ 12,432
Total lease payments	12,432
Less amount of interest	<u>(163)</u>
Present value of lease payments	<u>\$ 12,269</u>

F. Long-term debt

Long-term liability activity for the year ended September 30, 2011 was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Due Within</u> <u>One year</u>
Governmental activities:					
Capital lease payable-long-term	\$ 648,196	\$ -	\$ 143,873	\$ 504,323	\$ 144,491
Compensated absences	<u>1,734,123</u>	<u>1,598,605</u>	<u>1,727,821</u>	<u>1,604,907</u>	<u>1,225,269</u>
Governmental activity					
Long-term liabilities	<u>\$ 2,382,319</u>	<u>\$ 1,598,605</u>	<u>\$ 1,871,694</u>	<u>\$ 2,109,230</u>	<u>\$ 1,369,760</u>
Business-type activities:					
Compensated absences	<u>\$ 26,727</u>	<u>\$ 36,696</u>	<u>\$ 32,577</u>	<u>\$ 30,846</u>	<u>\$ 25,626</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	\$ 1,791,676
Investments	6,270,504
Interest receivable	<u>21,390</u>
	<u>\$ 8,083,570</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 county was not reimbursed in full and is currently owed \$293,399. 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.

\$5,646,970 reported as landfill closure and post-closure care liability at September 30, 2011 represents the cumulative amount reported to date based on the use of 32 percent of the estimated capacity of the landfill site. The current liability reflects an increase of \$379,239 from the previous year.

The County will recognize the remaining estimated cost of closure and post-closure care of \$5,519,308 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 2011. 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, 2011 cash and cash equivalents and investments of \$8,083,570 (with a fair value of \$8,083,570) 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 2.000% (2.300% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

For the year ended September 30, 2011, 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 \$3,002,556, \$3,101,910 and \$2,982,509 for the three years ended September 30, 2011, 2010, and 2009 respectively.

V. Stewardship, compliance and accountability

A. Excess of expenditures of appropriations

For the year ended September 30, 2011, expenditures exceeded appropriations in the county fair special revenue fund by \$117,626 and in the insurance department of the general fund by \$240,486. In both cases the overexpenditures 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, 2011**

REVENUES	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	Original	Final		
Taxes:				
Property taxes	\$ 13,970,165	\$ 13,970,165	\$ 14,540,987	\$ 570,822
Cost/delinquent collections	150,000	150,000	231,905	81,905
Total Taxes	14,120,165	14,120,165	14,772,892	652,727
Licenses and permits:				
Alcoholic beverage license	40,500	40,500	44,500	4,000
Auctioneer/pawnbroker license	200	200	316	116
Catering permits	200	200	180	(20)
CATV license	67,500	67,500	61,373	(6,127)
Building permits	273,413	273,413	241,562	(31,851)
Conditional use permits	43,470	43,470	15,194	(28,276)
Plan review fees	51,014	51,014	55,157	4,143
Temp residence permits/renewal	43,221	43,221	29,200	(14,021)
Mobile home permits	3,700	3,700	3,050	(650)
Mechanical permits	75,429	75,429	40,681	(34,748)
Dog license	50,000	50,000	100,956	50,956
Trailer house license	13,500	13,500	-	(13,500)
Recreational vehicle license	21,000	21,000	31,196	10,196
Total licenses and permits	683,147	683,147	623,365	(59,782)
Intergovernmental:				
Mineral leasing	27	27	160	133
Geo thermal leasing	-	-	728	728
Civil defense grant	61,000	61,000	123,631	62,631
Citizens corp grant	-	-	3,530	3,530
National school breakfast	23,000	23,000	21,125	(1,875)
National school lunch	35,000	35,000	32,318	(2,682)
Wilder fire grant	300,000	300,000	147,595	(152,405)
Parma senior center grant	-	-	3,750	3,750
Juvenile center grant	-	-	5,000	5,000
Consolidated elections	278,000	278,000	279,375	1,375
Community development	61,996	61,996	-	(61,996)
Inheritance taxes	-	-	178	178
Cigarette tax	10,000	10,000	10,000	-
Federal pilt	44,178	44,178	45,136	958
State pilt	4,600	4,600	5,056	456
Total intergovernmental	817,801	817,801	677,582	(140,219)
Charges for services:				
Recording fees	975,000	975,000	816,130	(158,870)
Recorder imaging fees	25,000	25,000	21,436	(3,564)
Miscellaneous recorder fees	\$ -	\$ -	\$ 7,100	\$ 7,100

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, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
Charges for services continued:				
Research fees	\$ -	\$ -	\$ 1,729	\$ 1,729
Passports	100,000	100,000	158,444	58,444
Title fees	229,000	229,000	204,559	(24,441)
Sales tax	24,000	24,000	25,447	1,447
Postage	55,000	55,000	62,891	7,891
Motor vehicle administrative fees	594,000	594,000	642,432	48,432
Public defender fees	180,000	180,000	234,924	54,924
Divorce certificate	1,000	1,000	1,012	12
Certified copies & miscellaneous	40,000	40,000	47,791	7,791
Court surcharge/handling fees	190,000	190,000	160,262	(29,738)
Subdivision plat check fees	16,560	16,560	8,280	(8,280)
Non-sufficient funds fees	3,000	3,000	1,710	(1,290)
Zoning appeals fees	1,500	1,500	1,500	-
Administrative splits	12,304	12,304	13,150	846
Zoning compliance	28,030	28,030	32,995	4,965
Rezone fees	14,509	14,509	11,395	(3,114)
Shop fees	28,000	28,000	5,579	(22,421)
Other misc charges & services	20,000	20,000	17,807	(2,193)
Board & room of juveniles	200,000	200,000	242,567	42,567
Animal control fees	262,867	262,867	255,060	(7,807)
Interfund charges	<u>4,643,804</u>	<u>4,643,804</u>	<u>4,279,107</u>	<u>(364,697)</u>
Total charges for services	<u>7,643,574</u>	<u>7,643,574</u>	<u>7,253,307</u>	<u>(390,267)</u>
Fines and forfeits:				
Driver's license reinstatement	130,000	130,000	113,640	(16,360)
BUI (boating under influence)	<u>10,000</u>	<u>10,000</u>	<u>4,524</u>	<u>(5,476)</u>
Total fines and forfeits	<u>140,000</u>	<u>140,000</u>	<u>118,164</u>	<u>(21,836)</u>
Miscellaneous:				
Interest earnings	275,000	275,000	218,184	(56,816)
Rent on real estate	2,000	2,000	6,780	4,780
Donations - state of the county	3,000	3,000	6,400	3,400
Shelter donations	1,000	1,000	4,668	3,668
Copy machines	-	-	10,954	10,954
Pay phones	-	-	2,117	2,117
Precinct maps	-	-	28	28
P&Z maps	100	100	-	(100)
Voter lists	-	-	35	35
Damage to property	-	-	369	369
Other miscellaneous revenue	250,500	250,500	298,843	48,343
Damage to vehicles	75,000	75,000	8,843	(66,157)
Fuel reimbursement	<u>\$ 430,000</u>	<u>\$ 430,000</u>	<u>\$ 374,452</u>	<u>\$ (55,548)</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, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Miscellaneous continued:				
Printing	\$ -	\$ -	\$ 5,952	\$ 5,952
Copies - development services	141	141	225	84
Total Miscellaneous	<u>1,036,741</u>	<u>1,036,741</u>	<u>937,850</u>	<u>(98,891)</u>
Total general fund revenue	<u>24,441,428</u>	<u>24,441,428</u>	<u>24,383,160</u>	<u>(58,268)</u>
EXPENDITURES				
General government:				
Clerk:				
Personal services	3,888,326	3,888,326	3,631,935	256,391
Other charges & services	414,642	414,642	235,593	179,049
Capital outlay	291,728	291,728	31,919	259,809
Total Clerk	<u>4,594,696</u>	<u>4,594,696</u>	<u>3,899,447</u>	<u>695,249</u>
Commissioners:				
Personal services	313,413	313,413	310,807	2,606
Other charges & services	344,000	344,000	190,655	153,345
Total Commissioners	<u>657,413</u>	<u>657,413</u>	<u>501,462</u>	<u>155,951</u>
Treasurer:				
Personal services	470,457	470,457	448,233	22,224
Other charges & services	132,100	132,100	94,417	37,683
Total Treasurer	<u>602,557</u>	<u>602,557</u>	<u>542,650</u>	<u>59,907</u>
Motor Vehicle:				
Personal Services	467,995	464,495	445,702	18,793
Other charges & services	3,900	7,400	6,279	1,121
Total Motor Vehicle	<u>471,895</u>	<u>471,895</u>	<u>451,981</u>	<u>19,914</u>
Coroner:				
Personal services	414,639	421,139	420,027	1,112
Other charges & services	38,200	31,700	28,720	2,980
Total coroner	<u>452,839</u>	<u>452,839</u>	<u>448,747</u>	<u>4,092</u>
General:				
Other charges & services	\$ 1,338,604	\$ 1,278,304	\$ 648,652	\$ 629,652

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, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final budget - Positive (Negative)</u>
Courthouse:				
Personal services	\$ 1,253,869	\$ 1,253,869	\$ 1,228,618	\$ 25,251
Other charges & services	1,661,865	1,661,865	1,220,223	441,642
Capital outlay	<u>380,000</u>	<u>380,000</u>	<u>484,078</u>	<u>(104,078)</u>
Total courthouse	<u>3,295,734</u>	<u>3,295,734</u>	<u>2,932,919</u>	<u>362,815</u>
Development services:				
Personal services	1,011,765	997,265	848,168	149,097
Other charges & services	116,863	116,863	110,125	6,738
Capital Outlay	<u>-</u>	<u>14,500</u>	<u>19,593</u>	<u>(5,093)</u>
Total development services	<u>1,128,628</u>	<u>1,128,628</u>	<u>977,886</u>	<u>150,742</u>
Information technology:				
Personal services	1,743,246	1,743,246	1,480,716	262,530
Other charges & services	1,448,482	1,448,482	1,323,521	124,961
Capital outlay	<u>231,000</u>	<u>231,000</u>	<u>153,469</u>	<u>77,531</u>
Total information technology	<u>3,422,728</u>	<u>3,422,728</u>	<u>2,957,706</u>	<u>465,022</u>
Human resources:				
Personal services	185,306	185,306	183,908	1,398
Other charges & services	<u>32,800</u>	<u>32,800</u>	<u>22,391</u>	<u>10,409</u>
Total human resources	<u>218,106</u>	<u>218,106</u>	<u>206,299</u>	<u>11,807</u>
County shop:				
Personal services	248,147	248,147	234,083	14,064
Other charges & services	852,700	852,700	555,628	297,072
Capital outlay	<u>298,600</u>	<u>298,600</u>	<u>181,097</u>	<u>117,503</u>
Total county shop	<u>1,399,447</u>	<u>1,399,447</u>	<u>970,808</u>	<u>428,639</u>
Communications officer:				
Personal services	78,074	78,074	-	78,074
Other charges & services	<u>1,100</u>	<u>1,100</u>	<u>-</u>	<u>1,100</u>
Total communications officer	<u>79,174</u>	<u>79,174</u>	<u>-</u>	<u>79,174</u>
Public defender:				
Other charges & services	<u>2,004,000</u>	<u>2,006,300</u>	<u>2,006,205</u>	<u>95</u>
Insurance:				
Other charges & services	<u>5,368,804</u>	<u>5,368,804</u>	<u>5,609,290</u>	<u>(240,486)</u>
Total general government	<u>\$ 25,034,625</u>	<u>\$ 24,976,625</u>	<u>\$ 22,154,052</u>	<u>\$ 2,822,573</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, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public Safety:				
Emergency management				
Personal services	\$ 106,701	\$ 106,701	\$ 84,747	\$ 21,954
Other charges & services	63,557	63,557	6,213	57,344
Capital outlay	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total emergency management	<u>172,758</u>	<u>172,758</u>	<u>90,960</u>	<u>81,798</u>
Juvenile detention center:				
Personal services	2,099,947	2,099,947	1,909,461	190,486
Other charges & services	<u>162,160</u>	<u>162,160</u>	<u>115,091</u>	<u>47,069</u>
Total juvenile detention center	<u>2,262,107</u>	<u>2,262,107</u>	<u>2,024,552</u>	<u>237,555</u>
Total public safety	<u>2,434,865</u>	<u>2,434,865</u>	<u>2,115,512</u>	<u>319,353</u>
Public works:				
Animal control:				
Personal services	687,050	813,550	808,068	5,482
Other charges & services	188,950	144,450	141,295	3,155
Capital outlay	<u>24,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total animal control	<u>900,000</u>	<u>958,000</u>	<u>949,363</u>	<u>8,637</u>
Total general fund	<u>28,369,490</u>	<u>28,369,490</u>	<u>25,218,927</u>	<u>3,150,563</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,928,062)</u>	<u>(3,928,062)</u>	<u>(835,767)</u>	<u>3,092,295</u>
Other financing sources (uses):				
Sale of capital assets	350,000	350,000	17,000	(333,000)
Transfers in (out)	<u>-</u>	<u>-</u>	<u>183,153</u>	<u>183,153</u>
Total other financing sources (uses)	<u>350,000</u>	<u>350,000</u>	<u>200,153</u>	<u>(149,847)</u>
Net change in fund balances	(3,578,062)	(3,578,062)	(635,614)	2,942,448
Fund balances - beginning	<u>17,037,179</u>	<u>17,037,179</u>	<u>17,037,179</u>	<u>-</u>
Fund balances - ending	<u>\$ 13,459,117</u>	<u>\$ 13,459,117</u>	<u>\$ 16,401,565</u>	<u>\$ 2,942,448</u>

**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, 2011**

REVENUES	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	Original	Final		
Taxes:				
Property taxes	\$ 14,487,103	\$ 14,487,103	\$ 15,064,620	\$ 577,517
Licenses and permits:				
Drivers license	200,000	200,000	253,643	53,643
Drivers training	6,000	6,000	8,965	2,965
Identification cards	30,000	30,000	32,245	2,245
Concealed weapons	30,000	30,000	30,664	664
Youth plates	4,000	4,000	4,695	695
Total licenses and permits	270,000	270,000	330,212	60,212
Intergovernmental:				
Highway safety grant	5,000	5,000	8,154	3,154
Scaap grant	-	-	78,009	78,009
Justice overtime grant	6,000	6,000	36,717	30,717
Byrne jag overtime grant	-	-	6,660	6,660
Byrne jag equipment	21,602	21,602	1,029	(20,573)
Fed/state buy money	-	-	10,000	10,000
DEA organized crime grant	-	-	12,070	12,070
COPS grant	-	281,037	226,108	(54,929)
Special assistant US attorney	90,700	90,700	100,000	9,300
Liquor apportionment	450,000	450,000	681,038	231,038
Sales tax inventory phase-out	2,000,000	2,000,000	2,190,366	190,366
Special revenue sharing	4,000,000	4,000,000	4,387,535	387,535
Total intergovernmental	6,573,302	6,854,339	7,737,686	883,347
Charges for services:				
Attorney's fees city	9,600	9,600	10,000	400
Attorney's fees city of Nampa	561,613	561,613	598,358	36,745
Non-sufficient funds	-	-	660	660
Sheriff's fees	250,000	250,000	294,647	44,647
Dealer identification cards	3,000	3,000	2,810	(190)
Law enforcement services	200,000	200,000	426,620	226,620
Board & room state prisoners	180,000	180,000	183,160	3,160
Ua fees (drug urinalysis)	1,000	1,000	195	(805)
Extradition reimbursement	200	200	1,021	821
Jail bond fees	50,000	50,000	66,050	16,050
Sild (adult)	120,000	120,000	119,013	(987)
Inmate medical fees	5,000	5,000	4,653	(347)
Inmate Rx reimbursement	10,000	10,000	10,360	360
State inmate Rx reimbursement	1,500	1,500	2,227	727
SSA inmate	\$ 13,000	\$ 13,000	\$ 20,870	\$ 7,870

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, 2011**

	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	Original	Final		
Charges for services continued:				
Non-indigent inmate reimbursement	\$ 7,000	\$ 7,000	\$ 11,102	\$ 4,102
Sild (juvenile)	7,500	7,500	6,440	(1,060)
Reschedule fee - sild	1,000	1,000	5	(995)
Work release	200,000	200,000	122,134	(77,866)
Board & room US marshal	210,000	210,000	363,754	153,754
Board & room immigration	60,000	60,000	49,086	(10,914)
Sex offender registration & inquiry	18,000	18,000	23,410	5,410
Board & room bureau of prisons	40,000	40,000	18,564	(21,436)
Processing fees	5,000	5,000	2,280	(2,720)
Lab fees	-	-	1,951	1,951
US marshal inmate transport	5,000	5,000	7,676	2,676
Miscellaneous other fees	-	-	23	23
Total charges for services	<u>1,958,413</u>	<u>1,958,413</u>	<u>2,347,069</u>	<u>388,656</u>
Miscellaneous:				
Interest earnings	50,000	50,000	87,138	37,138
TV metro rent	18,000	18,000	22,500	4,500
Unclaimed property	-	-	69	69
Private grants	-	-	4,425	4,425
Pay phones	90,000	90,000	153,614	63,614
Commissary receipts	50,000	50,000	45,036	(4,964)
Payment of judgment	10,000	10,000	12,137	2,137
Other miscellaneous revenue	1,000	1,000	16,420	15,420
CCSO training reimbursement	-	-	1,600	1,600
ID cards for other agencies	-	-	81	81
Coin op laundry	1,400	1,400	1,067	(333)
Photo request	-	-	222	222
Fingerprints	-	-	3,320	3,320
Drug forfeiture money	32,000	32,000	53,118	21,118
PA's asset forfeiture	40,000	40,000	-	(40,000)
Metro task force	-	-	8,432	8,432
Total miscellaneous	<u>292,400</u>	<u>292,400</u>	<u>409,179</u>	<u>116,779</u>
Total justice fund revenue	<u>\$ 23,581,218</u>	<u>\$ 23,862,255</u>	<u>\$ 25,888,766</u>	<u>\$ 2,026,511</u>

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, 2011**

EXPENDITURES	Budgeted Amounts		Actual Amounts	Variance with Final budget - Positive (Negative)
	Original	Final		
General Government:				
Prosecuting Attorney:				
Personal services	\$ 4,559,986	\$ 4,711,019	\$ 4,497,245	\$ 213,774
Other charges & services	291,018	396,222	302,632	93,590
Capital outlay	50,595	75,395	26,191	49,204
Total prosecuting attorney	4,901,599	5,182,636	4,826,068	356,568
Contingent:				
Other charges & services	650,000	650,000	-	650,000
Total general government	5,551,599	5,832,636	4,826,068	1,006,568
Public Safety:				
Sheriff:				
Personal services	16,591,020	16,591,020	15,988,784	602,236
Other charges & services	2,295,837	2,295,837	1,840,207	455,630
Capital outlay	369,000	369,000	477,903	(108,903)
Total sheriff	19,255,857	19,255,857	18,306,894	948,963
Courthouse security:				
Personal services	94,718	94,718	48,810	45,908
CCNU:				
Other charges & services	102,400	102,400	88,610	13,790
Capital outlay	-	-	4,900	(4,900)
Total CCNU	102,400	102,400	93,510	8,890
Total public safety	19,452,975	19,452,975	18,449,214	1,003,761
Total justice special revenue fund	25,004,574	25,285,611	23,275,282	2,010,329
Excess (deficiency) of revenues over (under) expenditures	(1,423,356)	(1,423,356)	2,613,484	4,036,840
Other financing sources (uses)				
Transfers in	-	-	124,422	124,422
Total other financing sources (uses)	-	-	124,422	124,422
Net change in fund balances	(1,423,356)	(1,423,356)	2,737,906	4,161,262
Fund balances - beginning	7,661,466	7,661,466	7,661,466	-
Fund balances - ending	\$ 6,238,110	\$ 6,238,110	\$ 10,399,372	\$ 4,161,262

**STATE OF IDAHO
CANYON COUNTY
CHARITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2011**

REVENUES	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Taxes:				
Property taxes	\$ 2,930,162	\$ 2,930,162	\$ 2,984,435	\$ 54,273
Intergovernmental:				
Medical review reimbursement	-	-	2,450	2,450
Charges for services:				
Hospital repayment	125,000	125,000	269,281	144,281
Miscellaneous:				
Interest earnings	-	-	18,155	18,155
Total charity fund revenue	<u>3,055,162</u>	<u>3,055,162</u>	<u>3,274,321</u>	<u>219,159</u>
 EXPENDITURES				
Health & Welfare				
Charity:				
Personal services	480,245	480,245	474,462	5,783
Other charges & services	<u>2,537,750</u>	<u>2,537,750</u>	<u>2,366,878</u>	<u>170,872</u>
Total charity fund	<u>3,017,995</u>	<u>3,017,995</u>	<u>2,841,340</u>	<u>176,655</u>
Excess (deficiency) of revenues over (under) expenditures	<u>37,167</u>	<u>37,167</u>	<u>432,981</u>	<u>395,814</u>
Net change in fund balances	<u>37,167</u>	<u>37,167</u>	<u>432,981</u>	<u>395,814</u>
Fund balances - beginning	<u>641,911</u>	<u>641,911</u>	<u>641,911</u>	<u>-</u>
Fund balances - ending	<u>\$ 679,078</u>	<u>\$ 679,078</u>	<u>\$ 1,074,892</u>	<u>\$ 395,814</u>

**STATE OF IDAHO
CANYON COUNTY
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
September 30, 2011**

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 2011, \$178,800 of appropriations was amended between departments and \$627,385 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: (.0007134%) .000007134

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: (.0335116%) .000335116

District Court Fund - This fund was established by the authority of Idaho Code 31-867, to pay for all court expenditures other than courthouse construction or remodeling and the salaries of the deputies of the District Court Clerk.

The maximum property tax levy of this fund is: (.04%) .000400
The current levy is: (.0145934%) .000145934

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: (.0115678%) .000115678

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: (.0081821%) .000081821

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: (.0046746%) .000046746

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: (.0011231%) .000011231

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: (.0078059%) .000078059

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: (.0168508%) .000168508

Continued:

Nonmajor governmental funds continued:

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.

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.

Technology Fund - This fund is used to account for users fees for various program applications throughout county departments.

This fund does not levy a tax.

Interim Mosquito Abatement Fund – This fund was established by the authority of Idaho Code 39-2812 for the timely response to an elevated pest population that may constitute a risk to public health.

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

This fund did not levy a tax for 2011.

Debt Service Fund

The debt service fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

There is no limit to the amount that can be levied for this fund.

This fund did not levy for 2011.

STATE OF IDAHO
CANYON COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2011

	Special Revenue				
	<u>Weed Control</u>	<u>Assessor's Reappraisal</u>	<u>District Court</u>	<u>Health District</u>	<u>County Fair</u>
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 41,548	\$ 512,799	\$ 1,236,955	\$ 121,884	\$ 113,753
Investments	34,395	409,879	988,869	97,454	634,121
Receivables (net of allowance for uncollectibles):					
Interest	-	-	2,182	-	1,250
Taxes-delinquent	15,493	162,875	99,845	68,766	35,604
Accounts	10,879	-	856	-	3,682
Intergovernmental	-	-	122,110	-	-
Prepaid items	<u>164</u>	<u>1,892</u>	<u>5,547</u>	<u>-</u>	<u>1,551</u>
Total assets	<u>\$ 102,479</u>	<u>\$ 1,087,445</u>	<u>\$ 2,456,364</u>	<u>\$ 288,104</u>	<u>\$ 789,961</u>
LIABILITIES					
Liabilities:					
Vouchers payable	\$ 14,468	\$ 12,323	\$ 174,168	\$ -	\$ 27,601
Compensated absences payable	-	1,911	-	-	-
Accrued wages payable	5,909	65,491	105,847	-	9,470
Deferred revenue	<u>15,493</u>	<u>162,875</u>	<u>99,845</u>	<u>68,766</u>	<u>39,159</u>
Total liabilities	<u>35,870</u>	<u>242,600</u>	<u>379,860</u>	<u>68,766</u>	<u>76,230</u>
FUND BALANCES					
Nonspendable:					
Prepays	164	1,892	5,547	-	1,551
Assigned:	<u>66,445</u>	<u>842,953</u>	<u>2,070,957</u>	<u>219,338</u>	<u>712,180</u>
Total fund balances	<u>66,609</u>	<u>844,845</u>	<u>2,076,504</u>	<u>219,338</u>	<u>713,731</u>
Total liabilities and fund balances	<u>\$ 102,479</u>	<u>\$ 1,087,445</u>	<u>\$ 2,456,364</u>	<u>\$ 288,104</u>	<u>\$ 789,961</u>

Continued:

STATE OF IDAHO
CANYON COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2011

	<u>Special Revenue</u>				
Continued:	<u>Parks and Recreation</u>	<u>Historical Society</u>	<u>Pest Control</u>	<u>Melba Gopher</u>	<u>Court Device</u>
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 133,552	\$ 3,102	\$ 156,222	\$ 2,558	\$ 7,686
Investments	106,053	2,866	124,683	2,866	7,166
Receivables (net of allowance for uncollectibles):					
Interest	-	-	-	-	-
Taxes-delinquent	32,605	6,411	15,470	607	-
Accounts	378	-	-	-	-
Intergovernmental	-	-	4,270	163	-
Prepaid items	309	-	-	-	-
	<u>309</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 272,897</u>	<u>\$ 12,379</u>	<u>\$ 300,645</u>	<u>\$ 6,194</u>	<u>\$ 14,852</u>
LIABILITIES					
Liabilities:					
Vouchers payable	\$ 11,318	\$ -	\$ 6,952	\$ -	\$ -
Compensated absences payable	-	-	-	-	4,094
Accrued wages payable	12,561	-	2,731	-	-
Deferred revenue	32,605	6,411	15,470	607	-
	<u>32,605</u>	<u>6,411</u>	<u>15,470</u>	<u>607</u>	<u>-</u>
Total liabilities	<u>56,484</u>	<u>6,411</u>	<u>25,153</u>	<u>607</u>	<u>4,094</u>
FUND BALANCES					
Nonspendable:					
Prepays	309	-	-	-	-
Assigned:	216,104	5,968	275,492	5,587	10,758
	<u>216,104</u>	<u>5,968</u>	<u>275,492</u>	<u>5,587</u>	<u>10,758</u>
Total fund balances	<u>216,413</u>	<u>5,968</u>	<u>275,492</u>	<u>5,587</u>	<u>10,758</u>
Total liabilities and fund balances	<u>\$ 272,897</u>	<u>\$ 12,379</u>	<u>\$ 300,645</u>	<u>\$ 6,194</u>	<u>\$ 14,852</u>

Continued:

STATE OF IDAHO
CANYON COUNTY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2011

	<u>Special Revenue</u>			<u>Total Nonmajor Governmental</u>
	<u>Waterways</u>	<u>Court Facilities</u>	<u>Emergency Communications Center</u>	
Continued:				
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 55,602	\$ 214,390	\$ 517,768	\$ 3,117,819
Investments	44,427	171,977	136,418	2,761,174
Receivables (net of allowance for uncollectibles):				
Interest	-	-	-	3,432
Taxes-delinquent	-	-	-	437,676
Accounts	4,183	-	102,208	122,186
Intergovernmental	-	-	-	126,543
Prepaid items	-	-	14,060	23,523
 Total assets	 <u>\$ 104,212</u>	 <u>\$ 386,367</u>	 <u>\$ 770,454</u>	 <u>\$ 6,592,353</u>
LIABILITIES				
Liabilities:				
Vouchers payable	\$ 2,391	\$ 285	\$ 13,211	\$ 262,717
Compensated absences payable	-	-	-	6,005
Accrued wages payable	4,265	-	5,413	211,687
Deferred revenue	-	-	-	441,231
 Total liabilities	 <u>6,656</u>	 <u>285</u>	 <u>18,624</u>	 <u>921,640</u>
FUND BALANCES				
Nonspendable:				
Prepays	-	-	14,060	23,523
Assigned:	97,556	386,082	737,770	5,647,190
 Total fund balances	 <u>97,556</u>	 <u>386,082</u>	 <u>751,830</u>	 <u>5,670,713</u>
 Total liabilities and fund balances	 <u>\$ 104,212</u>	 <u>\$ 386,367</u>	 <u>\$ 770,454</u>	 <u>\$ 6,592,353</u>

**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, 2011**

Special Revenue

	<u>Weed Control</u>	<u>Assessor's Reappraisal</u>	<u>District Court</u>	<u>Health District</u>	<u>County Fair</u>
REVENUES					
Taxes	\$ 70,972	\$ 2,483,378	\$ 1,127,782	\$ 877,680	\$ 601,614
Licenses and permits	-	-	-	-	-
Intergovernmental	3,926	-	1,682,133	-	-
Charges for services	62,607	49,388	1,084,710	-	-
Fines and forfeits	-	-	495,823	-	-
Miscellaneous	-	-	32,678	-	574,489
Total revenues	<u>137,505</u>	<u>2,532,766</u>	<u>4,423,126</u>	<u>877,680</u>	<u>1,176,103</u>
EXPENDITURES					
Current:					
General government	-	2,168,241	4,132,673	-	-
Public safety	-	-	-	-	-
Public works	210,381	-	-	-	-
Health	-	-	-	806,586	-
Welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	1,175,261
Total expenditures	<u>210,381</u>	<u>2,168,241</u>	<u>4,132,673</u>	<u>806,586</u>	<u>1,175,261</u>
Excess (deficiency) of revenues over (under) expenditures	(72,876)	364,525	290,453	71,094	842
Other financing sources (uses):					
Transfers in (out)	-	-	-	-	(80)
Net change in fund balances	(72,876)	364,525	290,453	71,094	762
Fund balances, October 1	<u>139,485</u>	<u>480,320</u>	<u>1,786,051</u>	<u>148,244</u>	<u>712,969</u>
Fund balances, September 30	<u>\$ 66,609</u>	<u>\$ 844,845</u>	<u>\$ 2,076,504</u>	<u>\$ 219,338</u>	<u>\$ 713,731</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, 2011**

	<u>Special Revenue</u>				
	<u>Parks & Recreation</u>	<u>Historical Society</u>	<u>Pest Control</u>	<u>Melba Gopher</u>	<u>Court Device</u>
Continued:					
REVENUES					
Taxes	\$ 364,718	\$ 87,015	\$ 209,003	\$ 9,542	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	16,036	606	-
Charges for services	4,249	-	3,232	-	32,035
Fines and forfeits	-	-	-	-	140
Miscellaneous	35,000	-	-	-	-
Total revenues	<u>403,967</u>	<u>87,015</u>	<u>228,271</u>	<u>10,148</u>	<u>32,175</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	54,928
Public works	-	-	217,754	11,000	-
Health	-	-	-	-	-
Welfare	-	-	-	-	-
Culture and recreation	446,298	90,241	-	-	-
Total expenditures	<u>446,298</u>	<u>90,241</u>	<u>217,754</u>	<u>11,000</u>	<u>54,928</u>
Excess (deficiency) of revenues over (under) expenditures	(42,331)	(3,226)	10,517	(852)	(22,753)
Other financing sources (uses):					
Transfers in (out)	-	-	-	-	-
Net change in fund balances	(42,331)	(3,226)	10,517	(852)	(22,753)
Fund balances, October 1	<u>258,744</u>	<u>9,194</u>	<u>264,975</u>	<u>6,439</u>	<u>33,511</u>
Fund balances, September 30	<u>\$ 216,413</u>	<u>\$ 5,968</u>	<u>\$ 275,492</u>	<u>\$ 5,587</u>	<u>\$ 10,758</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, 2011**

	<u>Special Revenue</u>			
	<u>Waterways</u>	<u>Court Facilities</u>	<u>Emergency Communications Center</u>	<u>Technology</u>
Continued:				
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	100,462	-	-	-
Intergovernmental	38,780	-	-	-
Charges for services	-	102,980	1,201,939	-
Fines and forfeits	-	-	-	-
Miscellaneous	-	-	11,687	-
Total revenues	<u>139,242</u>	<u>102,980</u>	<u>1,213,626</u>	<u>-</u>
EXPENDITURES				
Current:				
General government	-	85,743	-	-
Public safety	-	-	1,520,431	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	233,927	-	-	-
Total expenditures	<u>233,927</u>	<u>85,743</u>	<u>1,520,431</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(94,685)	17,237	(306,805)	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	(145,608)
Net change in fund balances	(94,685)	17,237	(306,805)	(145,608)
Fund balances, October 1	<u>192,241</u>	<u>368,845</u>	<u>1,058,635</u>	<u>145,608</u>
Fund balances, September 30	<u>\$ 97,556</u>	<u>\$ 386,082</u>	<u>\$ 751,830</u>	<u>\$ -</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, 2011**

Continued:	Special Revenue		Debt Service	Total Nonmajor Governmental
	Interim Mosquito Abatement	Totals		
REVENUES				
Taxes	\$ 5,009	\$ 5,836,713	\$ -	\$ 5,836,713
Licenses and permits	-	100,462	-	100,462
Intergovernmental	-	1,741,481	-	1,741,481
Charges for services	-	2,541,140	-	2,541,140
Fines and forfeits	-	495,963	-	495,963
Miscellaneous	-	653,854	-	653,854
Total revenues	5,009	11,369,613	-	11,369,613
EXPENDITURES				
Current:				
General government	-	6,386,657	-	6,386,657
Public safety	-	1,575,359	-	1,575,359
Public works	-	439,135	-	439,135
Health	-	806,586	-	806,586
Welfare	-	-	-	-
Culture and recreation	-	1,945,727	-	1,945,727
Total expenditures	-	11,153,464	-	11,153,464
Excess (deficiency) of revenues over (under) expenditures	5,009	216,149	-	216,149
Other financing sources (uses):				
Transfers in (out)	(142,241)	(287,929)	(19,646)	(307,575)
Fund balances, October 1	137,232	5,742,493	19,646	5,762,139
Fund balances, September 30	\$ -	\$ 5,670,713	\$ -	\$ 5,670,713

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, 2011

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Taxes	\$ 52,444	\$ 70,972	\$ 18,528
Intergovernmental	-	3,926	3,926
Charges for services	70,000	62,607	(7,393)
Total revenues	122,444	137,505	15,061
EXPENDITURES			
Current:			
Personal services	150,085	149,856	229
Other charges & services	62,365	60,525	1,840
Total expenditures	212,450	210,381	2,069
Excess (deficiency) of revenues over (under) expenditures	(90,006)	(72,876)	17,130
Fund balances - beginning	139,485	139,485	-
Fund balances - ending	\$ 49,479	\$ 66,609	\$ 17,130

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, 2011

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Taxes	\$ 2,463,428	\$ 2,483,378	\$ 19,950
Charges for Services	<u>28,400</u>	<u>49,388</u>	<u>20,988</u>
Total revenues	<u>2,491,828</u>	<u>2,532,766</u>	<u>40,938</u>
 EXPENDITURES			
Current:			
Personal services	2,243,327	2,063,728	179,599
Other charges & services	<u>165,700</u>	<u>104,513</u>	<u>61,187</u>
Total expenditures	<u>2,409,027</u>	<u>2,168,241</u>	<u>240,786</u>
 Excess (deficiency) of revenues over (under) expenditures	 82,801	 364,525	 281,724
Fund balances - beginning	<u>480,320</u>	<u>480,320</u>	<u>-</u>
 Fund balances - ending	 <u>\$ 563,121</u>	 <u>\$ 844,845</u>	 <u>\$ 281,724</u>

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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 1,072,755	\$ 1,072,755	\$ 1,127,782	\$ 55,027
Intergovernmental	984,122	1,246,572	1,682,133	435,561
Charges for services	1,167,220	1,187,220	1,084,710	(102,510)
Fines and forfeits	500,250	500,250	495,823	(4,427)
Miscellaneous	20,500	20,500	32,678	12,178
Total revenues	<u>3,744,847</u>	<u>4,027,297</u>	<u>4,423,126</u>	<u>395,829</u>
EXPENDITURES				
Current:				
Personal services	3,388,408	3,408,408	3,137,051	271,357
Other charges & services	985,059	1,047,509	848,774	198,735
Capital outlay	-	200,000	146,848	53,152
Total expenditures	<u>4,373,467</u>	<u>4,655,917</u>	<u>4,132,673</u>	<u>523,244</u>
Excess (deficiency) of revenues over (under) expenditures	(628,620)	(628,620)	290,453	919,073
Fund balances - beginning	<u>1,786,051</u>	<u>1,786,051</u>	<u>1,786,051</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,157,431</u>	<u>\$ 1,157,431</u>	<u>\$ 2,076,504</u>	<u>\$ 919,073</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, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 850,346	\$ 877,680	\$ 27,334
Total revenues	<u>850,346</u>	<u>877,680</u>	<u>27,334</u>
EXPENDITURES			
Current:			
Other charges & services	<u>806,586</u>	<u>806,586</u>	<u>-</u>
Total expenditures	<u>806,586</u>	<u>806,586</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	43,760	71,094	27,334
Fund balances - beginning	<u>148,244</u>	<u>148,244</u>	<u>-</u>
Fund balances - ending	<u>\$ 192,004</u>	<u>\$ 219,338</u>	<u>\$ 27,334</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, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 601,463	\$ 601,614	\$ 151
Miscellaneous	<u>565,726</u>	<u>574,489</u>	<u>8,763</u>
Total revenues	<u>1,167,189</u>	<u>1,176,103</u>	<u>8,914</u>
EXPENDITURES			
Current:			
Personal services	340,119	352,594	(12,475)
Other charges & services	717,516	822,667	(105,151)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,057,635</u>	<u>1,175,261</u>	<u>(117,626)</u>
Excess (deficiency) of revenues over (under) expenditures	109,554	842	(108,712)
Other financing sources (uses) Transfers in (out)	<u>-</u>	<u>(80)</u>	<u>(80)</u>
Net change in fund balances	109,554	762	(108,792)
Fund balances - beginning	<u>712,969</u>	<u>712,969</u>	<u>-</u>
Fund balances - ending	<u>\$ 822,523</u>	<u>\$ 713,731</u>	<u>\$ (108,792)</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 343,626	\$ 343,626	\$ 364,718	\$ 21,092
Intergovernmental	-	28,845	-	(28,845)
Charges for services	5,000	5,000	4,249	(751)
Miscellaneous	34,000	34,000	35,000	1,000
Total revenues	<u>382,626</u>	<u>411,471</u>	<u>403,967</u>	<u>(7,504)</u>
EXPENDITURES				
Current:				
Personal services	433,021	433,021	393,116	39,905
Other charges & services	71,500	71,500	53,182	18,318
Capital Outlay	-	28,845	-	28,845
Total expenditures	<u>504,521</u>	<u>533,366</u>	<u>446,298</u>	<u>87,068</u>
Excess (deficiency) of revenues over (under) expenditures	(121,895)	(121,895)	(42,331)	79,564
Fund balances - beginning	<u>258,744</u>	<u>258,744</u>	<u>258,744</u>	<u>-</u>
Fund balances - ending	<u>\$ 136,849</u>	<u>\$ 136,849</u>	<u>\$ 216,413</u>	<u>\$ 79,564</u>

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, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 82,559	\$ 87,015	\$ 4,456
Total revenues	<u>82,559</u>	<u>87,015</u>	<u>4,456</u>
EXPENDITURES			
Current:			
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	(7,682)	(3,226)	4,456
Fund balances - beginning	<u>9,194</u>	<u>9,194</u>	<u>-</u>
Fund balances - ending	<u><u>\$ 1,512</u></u>	<u><u>\$ 5,968</u></u>	<u><u>\$ 4,456</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 201,000	\$ 201,000	\$ 209,003	\$ 8,003
Intergovernmental	14,000	14,000	16,036	2,036
Charges for services	<u>3,000</u>	<u>3,000</u>	<u>3,232</u>	<u>232</u>
Total revenues	<u>218,000</u>	<u>218,000</u>	<u>228,271</u>	<u>10,271</u>
EXPENDITURES				
Current:				
Personal services	113,275	115,275	113,091	2,184
Other charges & services	172,323	170,323	80,224	90,099
Capital outlay	<u>4,000</u>	<u>4,000</u>	<u>24,439</u>	<u>(20,439)</u>
Total expenditures	<u>289,598</u>	<u>289,598</u>	<u>217,754</u>	<u>71,844</u>
Excess (deficiency) of revenues over (under) expenditures	(71,598)	(71,598)	10,517	82,115
Fund balances - beginning	<u>264,975</u>	<u>264,975</u>	<u>264,975</u>	<u>-</u>
Fund balances - ending	<u>\$ 193,377</u>	<u>\$ 193,377</u>	<u>\$ 275,492</u>	<u>\$ 82,115</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, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ 9,384	\$ 9,542	\$ 158
Intergovernmental	<u>600</u>	<u>606</u>	<u>6</u>
Total revenues	<u>9,984</u>	<u>10,148</u>	<u>164</u>
EXPENDITURES			
Current:			
Other charges & services	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Total expenditures	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(1,016)	(852)	164
Fund balances - beginning	<u>6,439</u>	<u>6,439</u>	<u>-</u>
Fund balances - ending	<u>\$ 5,423</u>	<u>\$ 5,587</u>	<u>\$ 164</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, 2011

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Charges for services	\$ 36,000	\$ 32,035	\$ (3,965)
Fines & forfeits	<u> -</u>	<u> 140</u>	<u> 140</u>
Total revenues	<u> 36,000</u>	<u> 32,175</u>	<u> (3,825)</u>
EXPENDITURES			
Current:			
Personal services	57,189	54,438	2,751
Other charges & services	<u> 1,000</u>	<u> 490</u>	<u> 510</u>
Total expenditures	<u> 58,189</u>	<u> 54,928</u>	<u> 3,261</u>
Excess (deficiency) of revenues over (under) expenditures	(22,189)	(22,753)	(564)
Fund balances - beginning	<u> 33,511</u>	<u> 33,511</u>	<u> -</u>
Fund balances - ending	<u> \$ 11,322</u>	<u> \$ 10,758</u>	<u> \$ (564)</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 70,000	\$ 70,000	\$ 100,462	\$ 30,462
Intergovernmental	<u>50,000</u>	<u>85,053</u>	<u>38,780</u>	<u>(46,273)</u>
Total revenues	<u>120,000</u>	<u>155,053</u>	<u>139,242</u>	<u>(15,811)</u>
EXPENDITURES				
Current:				
Personal services	207,191	207,191	166,400	40,791
Other charges & services	52,400	52,400	6,042	46,358
Capital outlay	<u>65,000</u>	<u>100,053</u>	<u>61,485</u>	<u>38,568</u>
Total expenditures	<u>324,591</u>	<u>359,644</u>	<u>233,927</u>	<u>125,717</u>
Excess (deficiency) of revenues over (under) expenditures	(204,591)	(204,591)	(94,685)	109,906
Fund balances - beginning	<u>192,241</u>	<u>192,241</u>	<u>192,241</u>	<u>-</u>
Fund balances - ending	<u>\$ (12,350)</u>	<u>\$ (12,350)</u>	<u>\$ 97,556</u>	<u>\$ 109,906</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, 2011

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Charges for services	\$ 100,000	\$ 102,980	\$ 2,980
Total revenues	<u>100,000</u>	<u>102,980</u>	<u>2,980</u>
EXPENDITURES			
Current:			
Other charges & services	350,000	3,514	346,486
Capital outlay	<u>-</u>	<u>82,229</u>	<u>(82,229)</u>
Total expenditures	<u>350,000</u>	<u>85,743</u>	<u>264,257</u>
Excess (deficiency) of revenues over (under) expenditures	(250,000)	17,237	267,237
Fund balances - beginning	<u>368,845</u>	<u>368,845</u>	<u>-</u>
Fund balances - ending	<u>\$ 118,845</u>	<u>\$ 386,082</u>	<u>\$ 267,237</u>

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, 2011

	Original and Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services	\$ 1,300,000	\$ 1,201,939	\$ (98,061)
Miscellaneous	<u>20,000</u>	<u>11,687</u>	<u>(8,313)</u>
Total revenues	<u>1,320,000</u>	<u>1,213,626</u>	<u>(106,374)</u>
EXPENDITURES			
Current:			
Personal services	178,714	161,502	17,212
Other charges & services	730,560	979,297	(248,737)
Capital outlay	<u>638,400</u>	<u>379,632</u>	<u>258,768</u>
Total expenditures	<u>1,547,674</u>	<u>1,520,431</u>	<u>27,243</u>
Excess (deficiency) of revenues over (under) expenditures	(227,674)	(306,805)	(79,131)
Fund balances - beginning	<u>1,058,635</u>	<u>1,058,635</u>	<u>-</u>
Fund balances - ending	<u>\$ 830,961</u>	<u>\$ 751,830</u>	<u>\$ (79,131)</u>

STATE OF IDAHO
CANYON COUNTY
TECHNOLOGY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
Current:			
Personal services	-		-
Other charges & services	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Other financing sources (uses)			
Transfers in (out)	<u>-</u>	<u>(145,608)</u>	<u>(145,608)</u>
Net change in fund balances	-	(145,608)	(145,608)
Fund balances - beginning	<u>145,608</u>	<u>145,608</u>	<u>-</u>
Fund balances - ending	<u>\$ 145,608</u>	<u>\$ -</u>	<u>\$ (145,608)</u>

STATE OF IDAHO
CANYON COUNTY
INTERIM MOSQUITO ABATEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ -	\$ 5,009	\$ 5,009
Total revenues	<u>-</u>	<u>5,009</u>	<u>5,009</u>
EXPENDITURES			
Current:			
Other charges & services	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	5,009	5,009
Other financing sources (uses)			
Transfers in (out)	<u>-</u>	<u>(142,241)</u>	<u>(142,241)</u>
Net change in fund balances	-	(137,232)	(137,232)
Fund balances - beginning	<u>137,232</u>	<u>137,232</u>	<u>-</u>
Fund balances - ending	<u>\$ 137,232</u>	<u>\$ -</u>	<u>\$ (137,232)</u>

STATE OF IDAHO
CANYON COUNTY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
For the Fiscal Year Ended September 30, 2011

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Taxes	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)			
Transfers in (out)	<u>-</u>	<u>(19,646)</u>	<u>(19,646)</u>
Net change in fund balances	-	(19,646)	(19,646)
Fund balances - beginning	<u>19,646</u>	<u>19,646</u>	<u>-</u>
Fund balances - ending	<u>\$ 19,646</u>	<u>\$ -</u>	<u>\$ (19,646)</u>

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, 2011

	<u>Balance</u> <u>10/01/10</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>09/30/11</u>
<u>TAXING DISTRICTS</u>				
Assets				
Cash and cash equivalents	\$ 757,465	\$ 120,076,432	\$ 120,072,828	\$ 761,069
Receivables (net of allowances for uncollectibles):				
Taxes-delinquent	<u>10,831,741</u>	<u>112,948,195</u>	<u>114,593,624</u>	<u>9,186,312</u>
Total assets	<u>\$ 11,589,206</u>	<u>\$ 233,024,627</u>	<u>\$ 234,666,452</u>	<u>\$ 9,947,381</u>
Liabilities				
Due to other taxing districts	<u>\$ 11,589,206</u>	<u>\$ 233,024,627</u>	<u>\$ 234,666,452</u>	<u>\$ 9,947,381</u>
Total liabilities	<u>\$ 11,589,206</u>	<u>\$ 233,024,627</u>	<u>\$ 234,666,452</u>	<u>\$ 9,947,381</u>
<u>COURT</u>				
Assets				
Cash and cash equivalents	\$ 314,396	\$ 5,967,524	\$ 5,978,406	\$ 303,514
Receivables (net of allowances for uncollectibles):				
Accounts	<u>8,041,834</u>	<u>7,870,810</u>	<u>8,041,834</u>	<u>7,870,810</u>
Total assets	<u>\$ 8,356,230</u>	<u>\$ 13,838,334</u>	<u>\$ 14,020,240</u>	<u>\$ 8,174,324</u>
Liabilities				
Accounts payable	<u>\$ 8,356,230</u>	<u>\$ 13,838,334</u>	<u>\$ 14,020,240</u>	<u>\$ 8,174,324</u>
<u>SHERIFF</u>				
Assets				
Cash and cash equivalents	<u>\$ 287,803</u>	<u>\$ 3,533,463</u>	<u>\$ 3,572,595</u>	<u>\$ 248,671</u>
Liabilities				
Accounts payable	<u>\$ 287,803</u>	<u>\$ 3,533,463</u>	<u>\$ 3,572,595</u>	<u>\$ 248,671</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, 2011

Continued:

	<u>Balance</u> <u>10/1/2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>9/30/2011</u>
<u>MOTOR VEHICLE</u>				
Assets				
Cash and cash equivalents	\$ 175,941	\$ 12,313,898	\$ 12,303,762	\$ 186,077
Liabilities				
Accounts payable	\$ 175,941	\$ 12,313,898	\$ 12,303,762	\$ 186,077
<u>STATE FUND</u>				
Assets				
Cash and cash equivalents	\$ 709,013	\$ 9,598,129	\$ 9,587,809	\$ 719,333
Liabilities				
Due to other agencies	\$ 709,013	\$ 9,598,129	\$ 9,587,809	\$ 719,333
<u>UNAPP. OTHER</u>				
Assets				
Cash and cash equivalents	\$ 565,670	\$ 13,446,669	\$ 13,319,010	\$ 693,329
Liabilities				
Accounts payable	\$ 565,670	\$ 13,446,669	\$ 13,319,010	\$ 693,329
<u>CCNU</u>				
Assets				
Cash in bank/investments	\$ 242,720	\$ 79,749	\$ 121,212	\$ 201,257
Liabilities				
Accounts payable	\$ 242,720	\$ 79,749	\$ 121,212	\$ 201,257

Continued:

STATE OF IDAHO
CANYON COUNTY
ALL AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended September 30, 2011

Continued:

	<u>Balance</u> <u>10/01/10</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>09/30/11</u>
<u>All Agency Funds</u>				
Assets				
Cash and cash equivalents	\$ 3,053,008	\$ 165,015,864	\$ 164,955,622	\$ 3,113,250
Receivables (net of allowances for uncollectibles):				
Taxes-delinquent	10,831,741	112,948,195	114,593,624	9,186,312
Accounts	<u>8,041,834</u>	<u>7,870,810</u>	<u>8,041,834</u>	<u>7,870,810</u>
Total assets	<u>\$ 21,926,583</u>	<u>\$ 285,834,869</u>	<u>\$ 287,591,080</u>	<u>\$ 20,170,372</u>
Liabilities				
Accounts payable	\$ 9,628,364	\$ 43,212,113	\$ 43,336,819	\$ 9,503,658
Due to other agencies	709,013	9,598,129	9,587,809	719,333
Due to other taxing districts	<u>11,589,206</u>	<u>233,024,627</u>	<u>234,666,452</u>	<u>9,947,381</u>
Total liabilities	<u>\$ 21,926,583</u>	<u>\$ 285,834,869</u>	<u>\$ 287,591,080</u>	<u>\$ 20,170,372</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.	84
Revenue Capacity	
These schedules contain information to help the reader assess the county's most significant local revenue source, the property tax.	89
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.	93
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.	96
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.	98

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>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>
Governmental activities									
Invested in capital assets, net of related debt	\$ 38,469,585	\$ 38,291,934	\$ 35,096,290	\$ 29,752,579	\$ 28,487,805	\$ 22,872,844	\$ 21,823,084	\$ 20,489,475	\$ 19,006,999
Restricted	-	19,646	19,543	9,010,223	8,699,749	7,479,949	6,058,336	5,003,518	3,053,445
Unrestricted	<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>	<u>16,233,801</u>
Total governmental activities net assets	<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>	<u>\$ 38,294,245</u>
Business-type activities									
Invested in capital assets, net of related debt	\$ 10,217,081	\$ 9,116,762	\$ 9,109,534	\$ 9,153,741	\$ 5,413,412	\$ 5,611,790	\$ 4,515,626	\$ 4,368,728	\$ 4,177,808
Restricted	2,436,600	2,444,840	2,382,387	2,375,770	5,996,757	5,200,770	4,423,851	3,754,431	3,166,673
Unrestricted	<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>	<u>3,381,350</u>
Total business-type activities net assets	<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>	<u>\$ 10,725,831</u>
Primary government									
Invested in capital assets, net of related debt	\$ 48,686,666	\$ 47,408,696	\$ 44,205,824	\$ 38,906,320	\$ 33,901,217	\$ 28,484,634	\$ 26,338,710	\$ 24,858,203	\$ 23,184,807
Restricted	2,436,600	2,464,486	2,401,930	11,385,993	14,696,506	12,680,719	10,482,187	8,757,949	6,220,118
Unrestricted	<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>	<u>19,615,151</u>
Total primary government net assets	<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>	<u>\$ 49,020,076</u>

Note: Accrual-basis financial information for Canyon County as a whole is only available back to 2003, the year GASB Statement 34 was implemented.

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

Expenses	Fiscal Year								
	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental activities:									
General government	\$ 31,381,459	\$ 31,250,266	\$ 28,700,368	\$ 30,628,992	\$ 28,485,593	\$ 25,097,052	\$ 19,980,040	\$ 19,442,385	\$ 18,903,954
Public safety	24,641,245	24,560,568	24,270,127	25,914,836	23,421,269	22,301,187	19,037,818	18,203,219	17,510,703
Public works	1,394,046	1,524,743	1,598,490	1,609,574	1,481,915	1,477,204	1,474,379	1,394,986	1,237,991
Health and welfare	3,649,490	3,404,811	3,307,658	2,843,036	2,635,085	2,121,511	3,525,675	3,368,729	3,105,532
Culture and recreation	1,942,736	1,757,661	1,796,288	1,860,171	1,637,167	1,475,421	1,344,837	1,179,725	1,203,487
Education	-	-	-	38,541	60,000	67,252	107,260	60,000	92,000
Interest on long-term debt	27,535	34,127	39,057	43,862	49,032	87,855	133,126	200,941	163,557
Total governmental activities expenses	63,036,511	62,532,176	59,711,988	62,939,012	57,770,061	52,627,482	45,603,135	43,849,985	42,217,224
Business-type activities:									
Sanitary landfill	3,091,482	2,562,794	2,720,110	2,697,219	2,407,924	2,257,506	1,838,856	1,634,259	1,538,119
Total business-type activities expenses	3,091,482	2,562,794	2,720,110	2,697,219	2,407,924	2,257,506	1,838,856	1,634,259	1,538,119
Total primary government expenses	\$ 66,127,993	\$ 65,094,970	\$ 62,432,098	\$ 65,636,231	\$ 60,177,985	\$ 54,884,988	\$ 47,441,991	\$ 45,484,244	\$ 43,755,343
Program revenues									
Governmental activities:									
Charges for services:									
General government	\$ 9,578,365	\$ 9,382,482	\$ 7,699,922	\$ 8,711,472	\$ 11,152,478	\$ 11,262,475	\$ 8,953,916	\$ 9,187,737	\$ 8,020,609
Public safety	3,913,160	3,607,161	4,413,874	4,991,949	5,022,278	4,559,619	4,235,090	3,777,620	2,819,351
Public works	421,854	484,709	440,117	452,285	452,954	409,144	650,613	646,193	578,509
Health and welfare	269,281	-	-	-	-	-	-	-	-
Culture and recreation	679,175	614,655	682,427	703,461	595,116	516,556	355,620	294,232	68,215
Operating grants and contributions	3,052,028	1,753,582	1,855,751	1,969,065	1,622,228	1,698,763	2,320,943	1,510,187	1,313,435
Capital grants and contributions	618,816	1,489,478	2,701,734	740,236	81,698	196,049	834,616	-	119,723
Total governmental activities program revenues	18,532,679	17,332,067	17,793,825	17,568,468	18,926,752	18,642,606	17,350,798	15,415,969	12,919,842
Business-type activities:									
Charges for services:									
Landfill fees	2,622,142	2,747,526	2,716,487	3,136,680	3,387,569	3,433,846	2,955,004	2,676,573	2,547,406
Total business-type activities program revenues	2,622,142	2,747,526	2,716,487	3,136,680	3,387,569	3,433,846	2,955,004	2,676,573	2,547,406
Total primary government program revenues	\$ 21,154,821	\$ 20,079,593	\$ 20,510,312	\$ 20,705,148	\$ 22,314,321	\$ 22,076,452	\$ 20,305,802	\$ 18,092,542	\$ 15,467,248
Net (expense)/Revenue									
Governmental activities	\$ (44,503,832)	\$ (45,200,109)	\$ (41,918,163)	\$ (45,370,544)	\$ (38,843,309)	\$ (33,984,876)	\$ (28,252,337)	\$ (28,434,016)	\$ (29,297,382)
Business-type activities	(469,340)	184,732	(3,623)	439,461	979,645	1,176,340	1,116,148	1,042,314	1,009,287
Total primary government net expense	\$ (44,973,172)	\$ (45,015,377)	\$ (41,921,786)	\$ (44,931,083)	\$ (37,863,664)	\$ (32,808,536)	\$ (27,136,189)	\$ (27,391,702)	\$ (28,288,095)

Continued:

Changes in net assets continued:

	Fiscal Year								
	<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 Revenues and Other Changes in Net Assets									
Governmental activities:									
Property taxes	\$ 38,041,455	\$ 38,094,820	\$ 39,719,187	\$ 36,754,510	\$ 32,428,125	\$ 30,880,758	\$ 27,281,862	\$ 24,126,315	\$ 23,841,443
Intergovernmental	7,336,955	7,066,150	7,259,264	8,155,246	8,217,016	7,493,555	6,571,690	5,908,846	5,452,828
Interest earnings	359,466	378,518	766,455	1,441,447	2,405,064	1,942,876	845,672	635,120	719,316
Miscellaneous	914,134	828,109	783,455	781,755	677,896	981,151	839,287	865,124	745,032
Gain/loss on sale of capital assets	-	-	2,638	871,853	12,310	-	-	1,571	(34,316)
Total governmental activities	<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>	<u>30,724,303</u>
Business-type activities:									
Intergovernmental	-	5,581	-	-	-	-	-	-	-
Interest earnings	264,194	185,694	281,259	440,351	645,907	330,431	325,606	114,876	112,678
Gain or loss on sale of capital assets	-	-	-	(1,905)	117,371	-	762	7,390	1,005
Miscellaneous	2,874	4,920	40	25,020	3,139	30,310	-	950	4,744
Total business-type activities	<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>	<u>118,427</u>
Total primary government	<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>	<u>\$ 30,842,730</u>
Change in Net Assets									
Governmental activities	\$ 2,148,178	\$ 1,167,488	\$ 6,612,836	\$ 2,634,267	\$ 4,897,102	\$ 7,313,464	\$ 7,286,174	\$ 3,102,960	\$ 1,426,921
Business-type activities	<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>	<u>1,127,714</u>
Total primary government	<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>	<u>\$ 2,554,635</u>

Note: Accrual-basis financial information for Canyon County as a whole is only available back to 2003, the year GASB 34 was implemented.

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

	Fiscal Year									
	<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>	<u>2002</u>
General fund										
Nonspendable	\$ 347,178	\$ 222,263	\$ 185,207	\$ 123,117	\$ 90,325	\$ -	\$ -	\$ 455,916	\$ 93,363	\$ 56,597
Assigned	6,285,665	6,957,717	-	-	-	-	-	-	-	-
Unassigned	<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>	<u>6,833,906</u>
Total general fund	<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>	<u>\$ 6,890,503</u>
All other governmental funds										
Nonspendable	\$ 92,348	\$ 90,625	\$ 1,618,354	\$ 114,585	\$ 127,678	\$ 235,019	\$ 448,231	\$ 669,433	\$ 674,256	\$ 423,402
Restricted	-	19,646	-	-	-	-	-	-	-	-
Assigned, reported in										
Special revenue funds	<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>	<u>10,925,673</u>
Total all other government funds	<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>	<u>\$ 11,349,075</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>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>	<u>2002</u>
Revenues										
Taxes	\$ 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	\$ 21,751,347
Licenses & permits	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	1,014,241
Intergovernmental	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	6,528,750
Charges for services	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	8,800,292
Fines and forfeits	614,127	802,858	794,335	725,589	627,657	707,235	611,086	614,136	622,439	594,457
Miscellaneous	<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>	<u>1,637,441</u>
Total revenues	<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>	<u>40,326,528</u>
Expenditures										
General government	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	20,971,757
Public safety	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	14,722,638
Public works	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	1,010,826
Health and welfare	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	2,933,798
Culture & recreation	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	1,102,818
Education	-	-	-	38,541	60,000	67,252	107,260	60,000	92,000	92,000
Capital outlay	-	-	-	-	6,842,944	1,346,728	2,089,791	318,296	922,832	267,063
Debt service										
Principal	143,873	137,326	121,675	-	-	900,000	900,000	1,020,000	980,000	940,000
Interest	<u>28,481</u>	<u>35,028</u>	<u>39,886</u>	<u>-</u>	<u>-</u>	<u>40,500</u>	<u>81,000</u>	<u>124,602</u>	<u>163,557</u>	<u>202,350</u>
Total expenditures	<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>	<u>42,243,250</u>
Excess of revenues over(under)expenditures	<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>	<u>(1,916,722)</u>
Other financing sources(uses)										
Sale of capital assets	17,000	-	19,602	3,421,853	12,310	-	-	-	7,314	21,340
Transfers in	307,575	46,678	16,031	-	235,019	-	-	-	29,224	53,241
Transfers out	<u>(307,575)</u>	<u>(46,678)</u>	<u>(16,031)</u>	<u>-</u>	<u>(235,019)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(29,224)</u>	<u>(55,178)</u>
Total other financing sources(uses)	<u>17,000</u>	<u>-</u>	<u>19,602</u>	<u>3,421,853</u>	<u>12,310</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,314</u>	<u>19,403</u>
Net change in fund balances	<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>	<u>\$ (1,897,319)</u>
Debt service as a percentage of noncapital expenditures	0.28%	0.27%	0.25%	-	-	1.81%	2.17%	2.62%	2.73%	2.72%

**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)
	Residential Property	Commercial Property	Manufacturing Property	Other(4)			
2002	2,443,104,042	2,040,078,532	88,511,703	160,892,365	692,351,229	5,424,937,871	0.44
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

- 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>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>	<u>2002</u>
County Direct Rates										
Operating rate	0.54	0.50	0.42	0.39	0.39	0.46	0.46	0.45	0.42	0.41
Debt service rate	-	-	-	-	-	-	0.01	0.01	0.02	0.03
Total County Direct Rate	<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>	<u>0.44</u>
City Rates										
Caldwell	1.19	1.10	0.93	0.82	0.89	0.96	0.92	0.89	0.88	0.84
Nampa	1.11	1.02	0.83	0.71	0.72	0.80	0.87	0.86	0.86	0.87
Melba	0.64	0.60	0.44	0.38	0.41	0.45	0.47	0.45	0.44	0.42
Middleton	0.71	0.59	0.46	0.34	0.37	0.40	0.40	0.39	0.38	0.41
Notus	0.54	0.47	0.39	0.32	0.37	0.35	0.33	0.31	0.35	0.36
Parma	1.01	0.91	0.80	0.70	0.80	0.78	0.76	0.74	0.73	0.77
Wilder	0.90	0.90	0.86	0.80	0.81	0.79	0.82	0.80	0.79	0.78
Greenleaf	0.34	0.28	0.23	0.18	0.19	0.21	0.20	0.22	0.22	0.22
Star	0.36	0.32	0.27	0.20	0.00	0.00	0.00	0.00	0.00	0.00
School District Rates										
Meridian #2	0.34	0.35	0.35	0.36	0.37	0.39	0.67	0.63	0.65	0.66
Kuna #3	0.48	0.50	0.46	0.33	0.33	0.39	0.65	0.65	0.66	0.68
Nampa #131	0.35	0.38	0.33	0.37	0.34	0.40	0.68	0.72	0.70	0.70
Caldwell #132	0.55	0.53	0.37	0.40	0.45	0.45	0.68	0.68	0.73	0.73
Wilder #133	0.72	0.59	0.51	0.49	0.43	0.36	0.79	0.71	0.77	0.88
Middleton #134	0.49	0.44	0.44	0.44	0.44	0.44	0.72	0.74	0.76	0.56
Notus #135	0.47	0.48	0.40	0.22	0.28	0.35	0.74	0.79	0.78	0.78
Melba #136	0.55	0.50	0.49	0.53	0.53	0.54	0.67	0.68	0.63	0.64
Parma #137	0.59	0.53	0.53	0.53	0.56	0.64	0.79	0.79	0.74	0.72
Vallivue #139	0.52	0.51	0.51	0.52	0.52	0.53	0.79	0.81	0.79	0.81
Marsing #363	0.59	0.54	0.41	0.11	0.42	0.50	0.76	0.73	0.67	0.74
Homedale #370	0.41	0.52	0.42	0.31	0.29	0.37	0.67	0.68	0.64	0.66
Other District Rates	3.41	3.17	2.69	2.27	2.12	2.48	2.27	2.24	2.21	2.71

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 2011			Fiscal Year 2002		
	Taxable Assessed	Rank	Percentage of total Co Taxable Assessed Value	Taxable Assessed	Rank	Percentage of total Co Taxable Assessed Value
	<u>Value</u>		<u>Value</u>	<u>Value</u>		<u>Value</u>
JR Simplot Co.	\$ 115,407,586	1	1.69%	\$ 110,676,065	2	2.04%
Idaho Power	101,314,925	2	1.48%	52,945,664	6	0.98%
Sorrento Lactalis	84,219,433	3	1.23%	62,019,031	4	1.14%
DDR Nampa LLC	69,660,460	4	0.62%	-	-	-
SSI Food Services	42,230,060	5	0.66%	36,698,287	7	0.68%
Micron Technology Inc	40,310,313	6	0.59%	121,803,269	1	2.25%
Qwest Corporation	36,762,440	7	0.54%	64,574,477	3	1.19%
WAL-MART	32,391,891	8	0.47%	23,520,275	10	0.43%
Union Pacific Railroad	30,760,840	9	0.45%	-	-	-
Amalgamated Sugar Co LLC	28,199,122	10	0.41%	61,027,250	5	1.13%
MCMS	-	-	-	36,628,121	8	0.74%
Zilog, Inc (1)	-	-	-	26,366,482	9	0.49%
Total	<u>\$ 581,257,070</u>		<u>8.14%</u>	<u>\$ 596,258,921</u>		<u>11.07%</u>

Notes: (1) Zilog went out of business in 2003
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 Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2002	23,859,869	19,795,338	83.0%	763,848	20,559,186	86.2%
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%	1,737,500	35,758,454	99.1%
2009	38,618,191	36,086,011	93.4%	2,163,290	38,249,301	99.0%
2010	36,903,996	34,997,184	94.8%	929,024	35,926,208	97.4%
2011	36,944,702	35,440,938	95.9%	-	35,440,938	95.9%

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)
2002	\$ 3,800,000	\$ 423,116	\$ -	\$ 3,376,884	0.06%	\$ 24.00	0.12%
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%

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, 2011

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Cities:			
Caldwell	\$ 2,625,000	15.50%	\$ 406,875
Nampa	<u>28,230,000</u>	44.51%	<u>12,565,173</u>
Total cities	<u>30,855,000</u>		<u>12,972,048</u>
Fire Districts:			
Wilder	756,384	2.54%	19,212
Kuna	260,000	0.60%	1,560
Middleton	<u>1,035,000</u>	6.97%	<u>72,140</u>
Total fire districts	<u>2,051,384</u>		<u>92,912</u>
School Districts:			
Meridian #2	176,190,000	1.69%	2,977,611
Kuna #3	46,155,000	1.73%	798,482
Nampa #131	137,370,000	44.54%	61,184,598
Caldwell #132	39,425,000	13.71%	5,405,168
Wilder #133	7,720,000	2.06%	159,032
Middleton #134	51,440,000	8.44%	4,341,536
Notus #135	1,018,673	0.99%	10,085
Melba #136	3,710,000	1.58%	58,618
Parma #137	8,995,000	3.03%	272,549
Vallivue #139	59,245,000	21.08%	12,488,846
Marsing #363	2,900,000	0.28%	8,120
Homedale #370	<u>2,060,000</u>	0.88%	<u>18,128</u>
Total school districts	<u>536,228,673</u>		<u>87,722,771</u>
Library districts:			
Kuna	570,000	1.73%	9,861
Lizard Butte Library	<u>665,700</u>	1.47%	<u>9,786</u>
Total library districts	<u>1,235,700</u>		<u>19,647</u>
Subtotal, overlapping debt	<u>570,370,757</u>		<u>100,807,378</u>
Total direct debt	<u>-</u>		<u>-</u>
Total direct and overlapping debt	<u>\$ 570,370,757</u>		<u>\$ 100,807,378</u>

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>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>	<u>2002</u>
Assessed value of property	\$ 6,840,705,510	\$ 7,389,572,778	\$ 8,585,006,387	\$ 10,316,824,296	\$ 9,216,981,464	\$ 7,110,473,125	\$ 6,491,068,732	\$ 6,027,348,711	\$ 5,709,027,072	\$ 5,424,937,871
Debt limit										
2% of assessed value	136,814,110	147,791,456	171,700,128	206,336,486	184,339,629	142,209,463	129,821,375	120,546,974	114,180,541	108,498,757
Amount of debt applicable to limit										
General obligation										
Bonds	-	-	-	-	-	-	900,000	1,800,000	2,820,000	3,800,000
Less: Resources										
Restricted to paying										
Principal	-	-	-	-	-	-	(448,231)	(669,433)	(674,256)	(423,116)
Total net debt										
Applicable to limit	-	-	-	-	-	-	451,769	1,130,567	2,145,744	3,376,884
Legal debt margin	\$ 136,814,110	\$ 147,791,456	\$ 171,700,128	\$ 206,336,486	\$ 184,339,629	\$ 142,209,463	\$ 129,369,606	\$ 119,416,407	\$ 112,034,797	\$ 105,121,873
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%	0.35%	0.94%	1.88%	3.11%

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)
2002	140,680	2,733,694	19,432	6.5%
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%

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**

	2011	Percentage to total	2002	Percentage to total
	<u>Employees</u>	<u>employees</u>	<u>Employees</u>	<u>employees</u>
	(1)			(1)
Nampa School District	1,750	19.90%	1,450	20.28%
J R Simplot Company	1,250	14.21%	1,450	20.28%
Wal-Mart Associates Inc	1,150	13.08%	850	11.89%
Vallivue School District	850	9.66%	450	6.29%
Caldwell School District	750	8.53%	750	10.49%
Canyon County	745	8.47%	550	7.69%
City of Nampa	650	7.39%	550	7.69%
St Alphonsus Medical Center	550	6.25%	650	9.09%
College of Western Idaho	550	6.25%	-	0.00%
Sorrento Lactalis Inc	<u>550</u>	<u>6.25%</u>	<u>450</u>	<u>6.29%</u>
Total	<u><u>8,795</u></u>	<u><u>100.00%</u></u>	<u><u>7,150</u></u>	<u><u>100.00%</u></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>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>	<u>2002</u>
Public Safety	339	348	342	361	347	333	323	292	280	277
Health and Welfare	10	10	10	10	9	8	7	7	6	6
Culture and Recreation	11	11	11	13	11	11	10	10	9	9
Public Works	25	25	25	26	26	26	25	24	23	23
General Government	<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>	<u>224</u>
 Total Governmental Activities	 <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>	 <u>539</u>
 Business Type Activities										
Sanitary Landfill	<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>	<u>16</u>
 Grand Total	 <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>	 <u>555</u>

Source: County Auditor's office

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

<u>Function/Program</u>	Fiscal Year									
	<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>	<u>2002</u>
Public Safety										
Jail bookings	8,248	8,544	11,542	12,184	12,504	12,869	10,723	9,840	8,522	7,768
Average daily population	396	382	462	630	826	585	583	489	471	439
General Government										
Building permits issued	411	403	421	607	931	1192	1195	1031	1007	977
Number of recorded documents	70,884	62,701	65,520	68,227	83,487	102,741	87,727	71,522	79,798	62,387
Culture and Recreation										
Annual boat stickers	3,978	4,003	4,163	4,050	4,071	4,077	3,927	3,777	3,659	3,604
Sanitation										
Refuse collected daily/tons	540	572	563	653	710	729	625	571	541	498
Refuse collected/annually tons	169,137	179,175	176,372	204,433	222,475	228,320	195,572	178,582	169,182	155,874

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>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>	<u>2002</u>
Public Safety										
Patrol units	65	65	65	65	58	58	58	58	58	58
Detention centers	4	4	4	4	4	4	4	3	3	3
Culture and Recreation										
Number of county parks	5	5	5	5	4	4	4	4	4	3
Acreage of parks	1,579	1,579	1,579	1,579	759	759	759	759	759	754
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, 2011**

<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	\$ 21,125
National School Lunch Program	10.555	32,318
Team Nutrition Grants	10.574	2,000
		<u>55,443</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>151,345</u>
 <u>US Department of the Interior</u>		
Passed through Idaho Department of Agriculture		
ARRA - Rush Skeleton Weed Control	15.231	<u>3,927</u>
 <u>US Department of Justice</u>		
Equitable Sharing	N/A	12,095
DEA overtime	N/A	12,070
Justice overtime - US Marshal Service	N/A	36,717
State Criminal Alien Assistance (SCAAP)	16.606	78,009
COPS Child Sexual Predator Program (CSPP)	16.710	226,108
Passed through Idaho State Police:		
Edward Byrne Memorial Justice Assistance Grant	16.738	6,660
Passed through Idaho Department of Juvenile Corrections		
Juvenile Justice and Delinquency Prevention	16.540	3,000
Passed through the City of Caldwell:		
Edward Byrne Memorial Justice Assistance Grant	16.738	1,029
		<u>375,688</u>
 <u>US Department of Transportation</u>		
Passed through Idaho Transportation Department:		
Highway Planning and Construction	20.205	1,052
State & Community Highway Safety	20.600	5,488
Alcohol Traffic Safety & Drunk Driving Prevention	20.601	1,614
		<u>8,154</u>
 <u>US Department of Homeland Security</u>		
Passed through Idaho Department of Parks and Recreation:		
Boating Safety Financial Assurance	97.012	38,780
Passed through Idaho Military Division:		
Emergency Preparedness Demonstration Program	97.001	158,851
Interoperable Emergency Communications	97.055	468
Emergency Management Performance Grant	97.042	123,631
Homeland Security Grant Program	97.067	709,402
		<u>1,031,132</u>
Total federal awards		<u>\$ 1,625,689</u>

STATE OF IDAHO
CANYON COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended September 30, 2011

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, 2011

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>
Emergency Preparedness Demonstration Program	97.001
Homeland Security Grant Program	97.067

- H. The threshold for distinguishing Types A and B programs was \$300,000.

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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, 2011, which collectively comprise Canyon County's basic financial statements and have issued our report thereon dated April 30, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered 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 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.

We noted certain matters that we reported to management of Canyon County in a separate letter dated April 30, 2012.

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

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, 2012

Gibbons, Scott & Dean LLP

Certified Public Accountants

Terry L. Scott, 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, 2011. 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, 2011.

Internal Control over Compliance

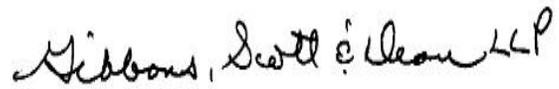
Management of Canyon County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Canyon County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our 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.

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

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, 2012