JEROME COUNTY

BASIC FINANCIAL STATEMENTS
AND
SELECTED OTHER FINANCIAL INFORMATION

FOR THE YEAR ENDED SEPTEMBER 30, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners
Jerome County
Jerome, Idaho 83338

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jerome County, as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Jerome County as of September 30, 2015, and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 5 through 12 and 38 through 44 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,

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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.

Other Information

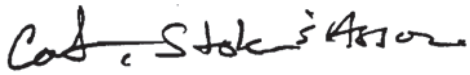
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Jerome County's financial statements as a whole. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2016, on our consideration of Jerome 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Jerome County's internal control over financial reporting and compliance.



Condie, Stoker & Associates
January 25, 2016

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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

To the Board of County Commissioners
Jerome County
Jerome, Idaho 83338

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jerome County, as of and for the year ended September 30, 2015, which collectively comprise Jerome County's basic financial statements and have issued our report thereon dated January 25, 2016. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of Jerome County, Idaho, is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Jerome 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 Jerome County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Jerome County's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jerome 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*.

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

Condie, Stoker and Associates
January 25, 2016

Management's Discussion and Analysis
For the Fiscal Year Ended September 30, 2015
(Unaudited)

The Governmental Accounting Standards Board (GASB) was created in 1984. Its mission is to determine "generally accepted accounting principles" (GAAP) for state and local government finances or reporting.

When the County hires an outside accounting firm to audit their financial statements, they are primarily paying for the auditor's opinion as to whether their financial statements fairly present the results of operations in accordance with GAAP.

In 1999, GASB issued its Statement No. 34, Basic Financial Statements and Management Discussion and Analysis for State and Local Governments which makes a number of significant changes in the way we report, such as: 1) Emphasis on the government as a whole and fund information, rather than just fund type information; 2) Changes in how governments measure what they do; and 3) requiring the reporting of infrastructure and general depreciation thereof.

Jerome County is required by GASB No. 34 to implement the above accounting practices beginning September 30, 2004.

As management of Jerome County, we offer readers of Jerome County's financial statements this narrative overview and analysis of the financial activities of Jerome County for the fiscal year ended September 30, 2015.

Financial Highlights of the Past Year

The assets of Jerome County exceeded its liabilities at the close of the 2014-15 fiscal year by $15,681,089 (Net Position). Of this amount, $6,039,684 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.

Over the past fiscal year, Jerome County's net assets increased $2,613,318.

Construction of the new jail facility began in March of 2015. The construction is 75% completed as of 12/28/2015. Occupation date is anticipated by the end of March 2016.

The repeater tower project was completed in Fiscal Year 2015. This allows for more efficient emergency communications.

The County has initiated plans in Fiscal Year 2015 to build a third courtroom at the Judicial Annex in the upcoming Fiscal Year 2016, and security enhancements to the building in Fiscal Year 2017.

The County reviewed its vacation and sick leave policy during the past fiscal year. Upon consideration, the County revamped the vacation and sick leave policy to combine the two and to implement a "paid time off" (PTO) policy.

The County also transitioned to a web based time keeping program to comply with the rules and regulations of the Affordable Health Care Act. This will allow the County to report the necessary numbers and statistics to the Federal Government in 2016.

Projects for the Jerome County Airport and Jerome County Fairgrounds are on-going. The taxiway widening project was completed this fiscal year. A topographical survey of the fairgrounds was commissioned to assist in the prevention of flooding.

Financial Statements Overview

Government-wide Financial Statements:

The government-wide financial statements are designed to provide readers with a broad overview of Jerome County's finances, in a manner that closely resembles a private-sector business.

The Statement of Net Position presents information on all of Jerome County's assets and liabilities, with the differences between the two reported as net assets. With this report readers for the first time will be able to determine whether Jerome County is better off at the end of the fiscal period than it was at the beginning.

In order to enhance analysis, comparative information is generally provided for assets, liabilities, net equity, revenues, and expenses.

JEROME COUNTY'S NET POSITION

Assets:	**2013-14**	**2014-15**
Current	9,129,173	9,754,898
Restricted Cash (Jail Bond)	10,615,789	5,704,869
Capital Assets	6,976,758	7,166,680
Construction in Progress	755,208	7,579,580
Deferred Bond Issuance Costs	242,634	232,524
Total Assets	**27,719,562**	**30,438,551**
Deferred Outflow of Resources:		**831,406**
Liabilities:		
Current Liabilities	1,304,209	1,733,703
Non-Current Liabilities	11,149,985	12,686,058
Total Liabilities	**12,454,194**	**14,419,761**
Net Assets:		
Invested in Capital Assets	7,298,415	9,641,405
Unrestricted	7,966,953	6,039,684
Deferred Inflows of Resources		**1,169,107**
Total Net Position	**15,265,368**	**15,681,089**

Jerome County's net assets are divided into two categories. Unrestricted net assets make up 39% of the total amount and represents resources that are available and may be used to meet the government's ongoing obligations to citizens and creditors. The remainder 61% reflects Jerome County's investment in capital assets (e.g. land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. Jerome County uses these capital assets to provide services to citizens. Capital assets are not available for future spending.

The Statement of Activities shows the expenses or costs to run each department in the county and compares those expenses to the revenue received by the county. All changes in net assets are reported as soon as the underlying event occurs regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

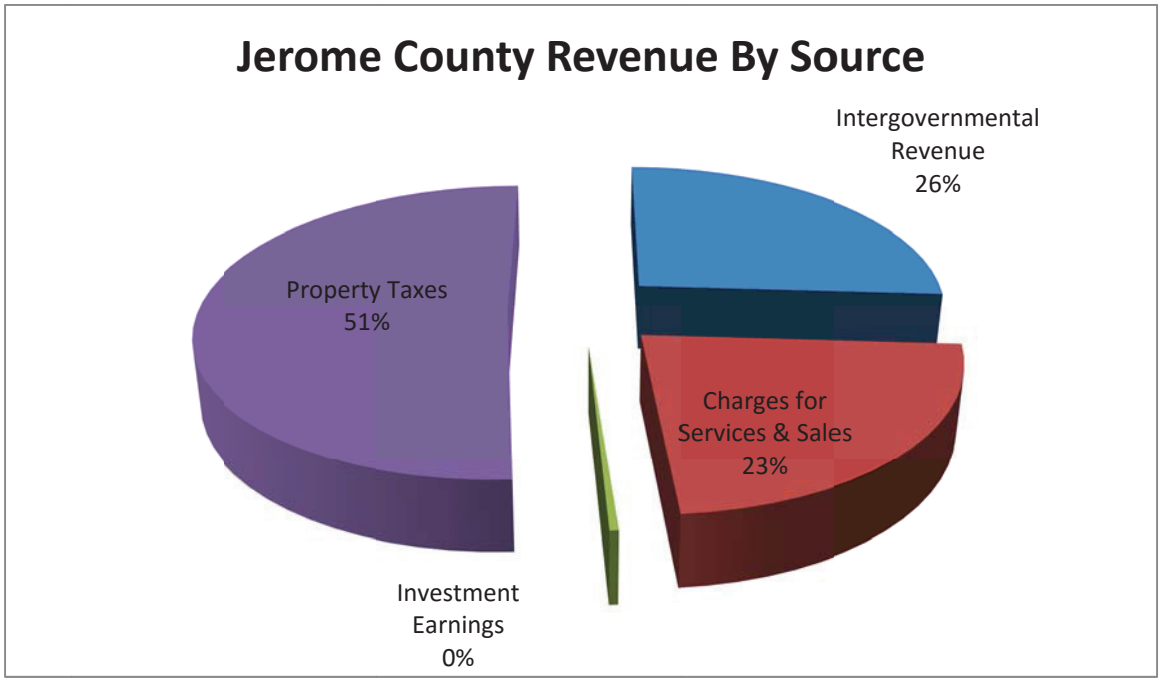
General Governmental – The General Fund (Current Expense) is the primary operating fund for the County. Jerome County's basic governmental services are reported under this fund. Complete lists of the departments that fall under this fund are reported on the Statement of Activities. Governmental Funds are accounted for by using the modified accrual basis of accounting.

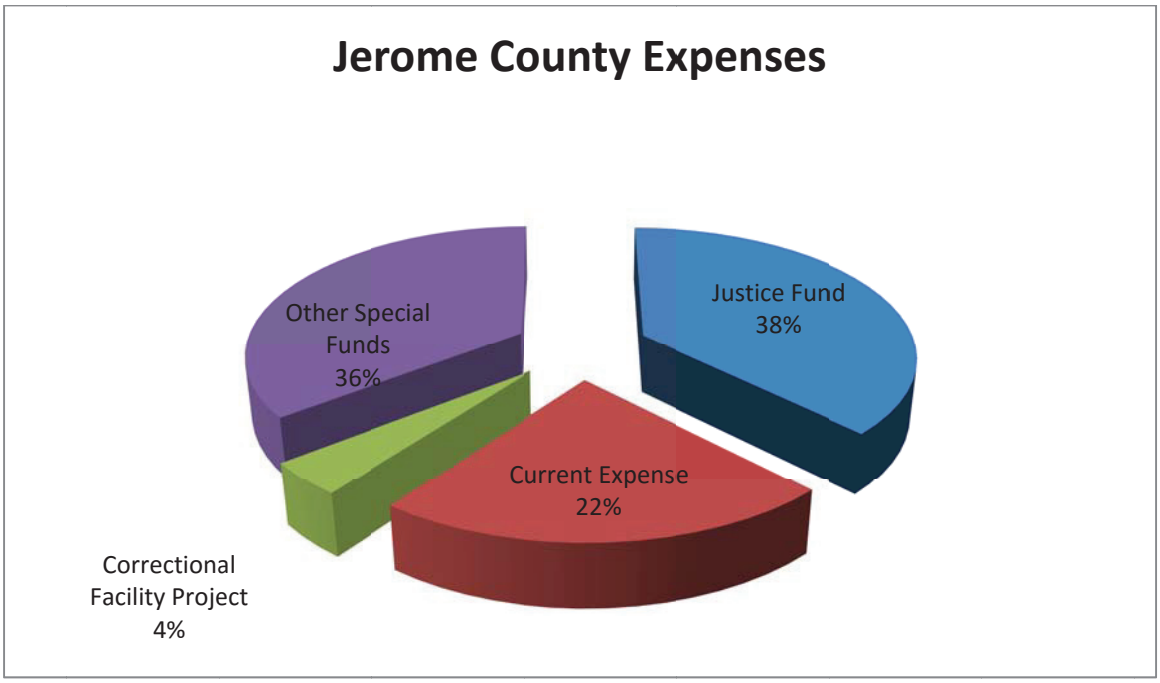
Special Services – These funds are used to account for the proceeds of specific revenue sources (other than expandable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

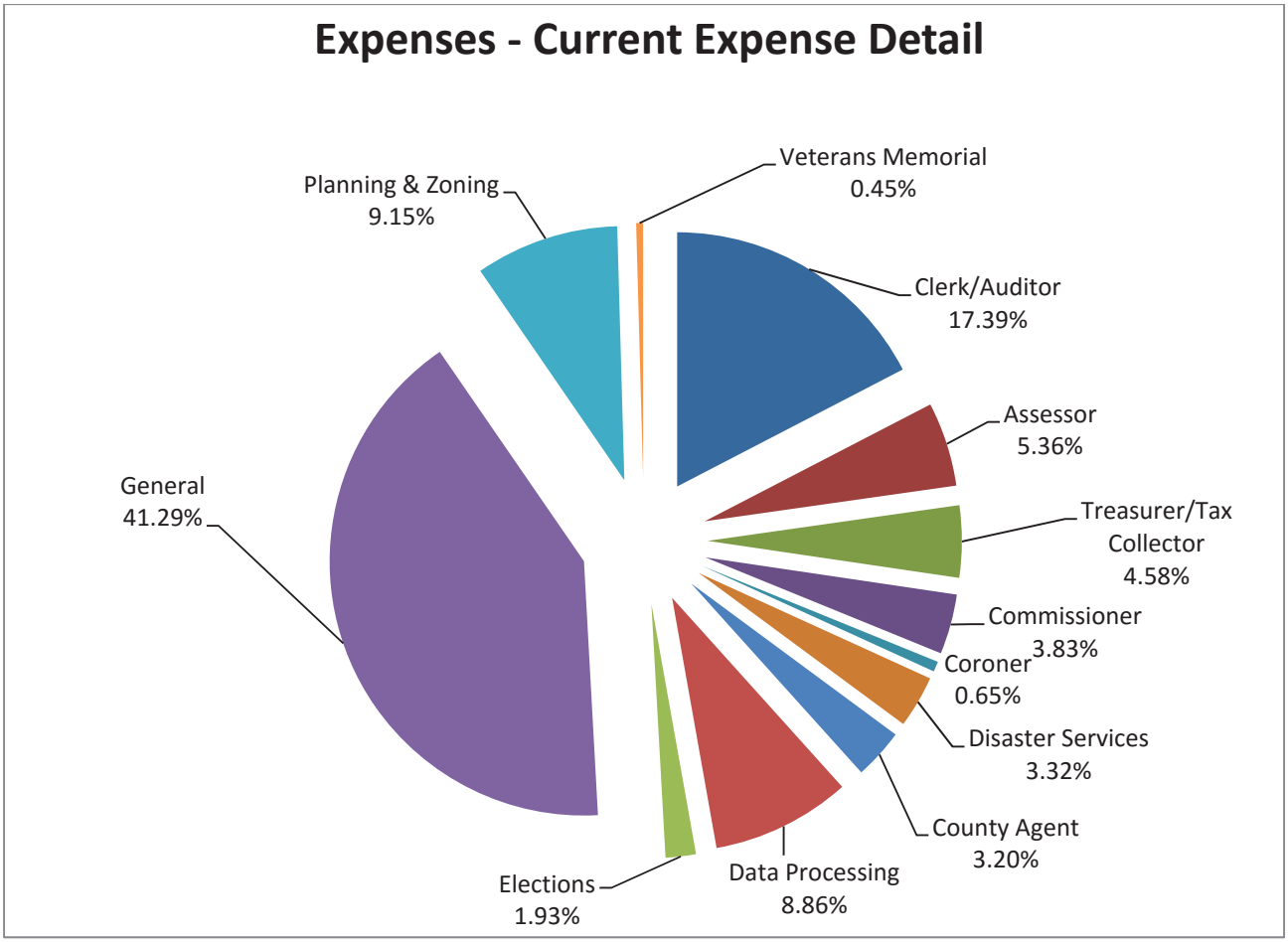
General Government and Special Service program cost (total cost minus revenue received) is presented on the following page.

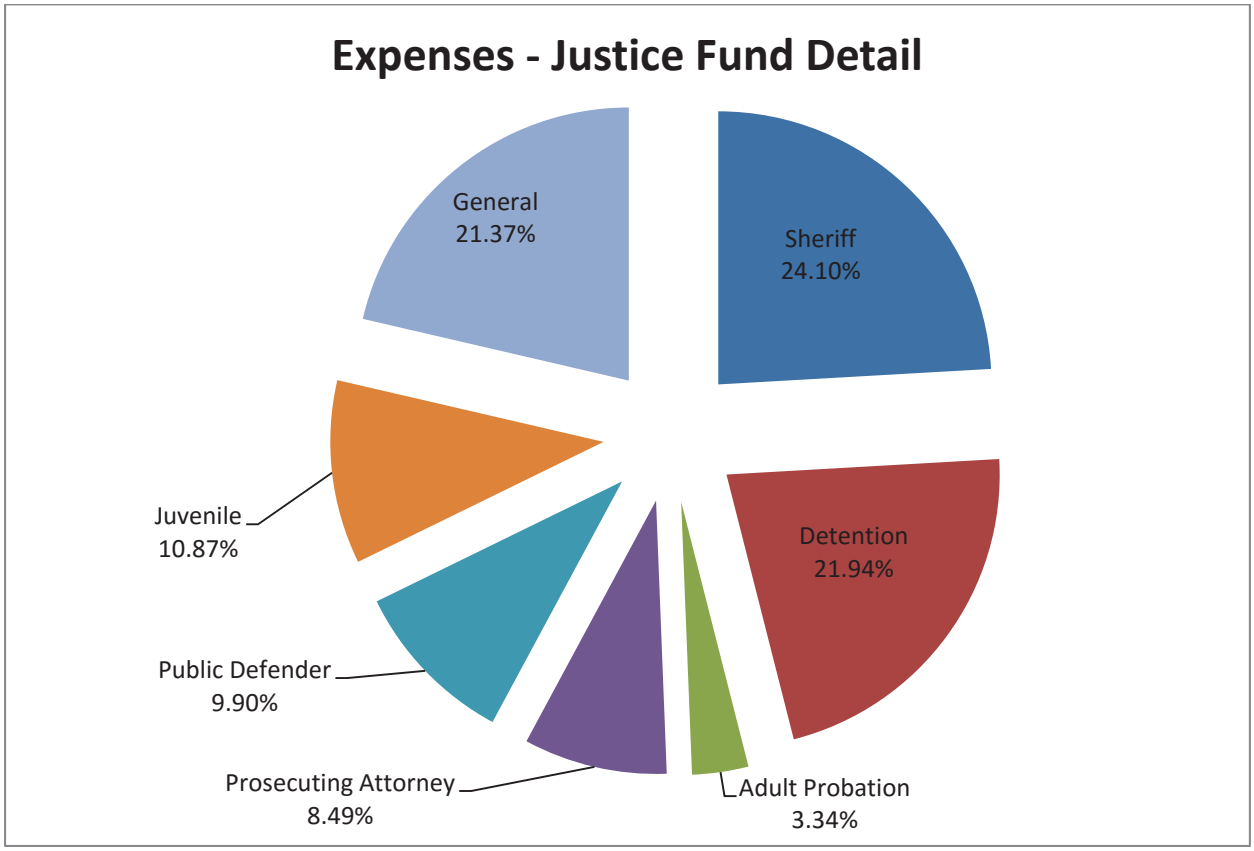
SUMMARY OF JEROME COUNTY'S STATEMENT OF ACTIVITIES

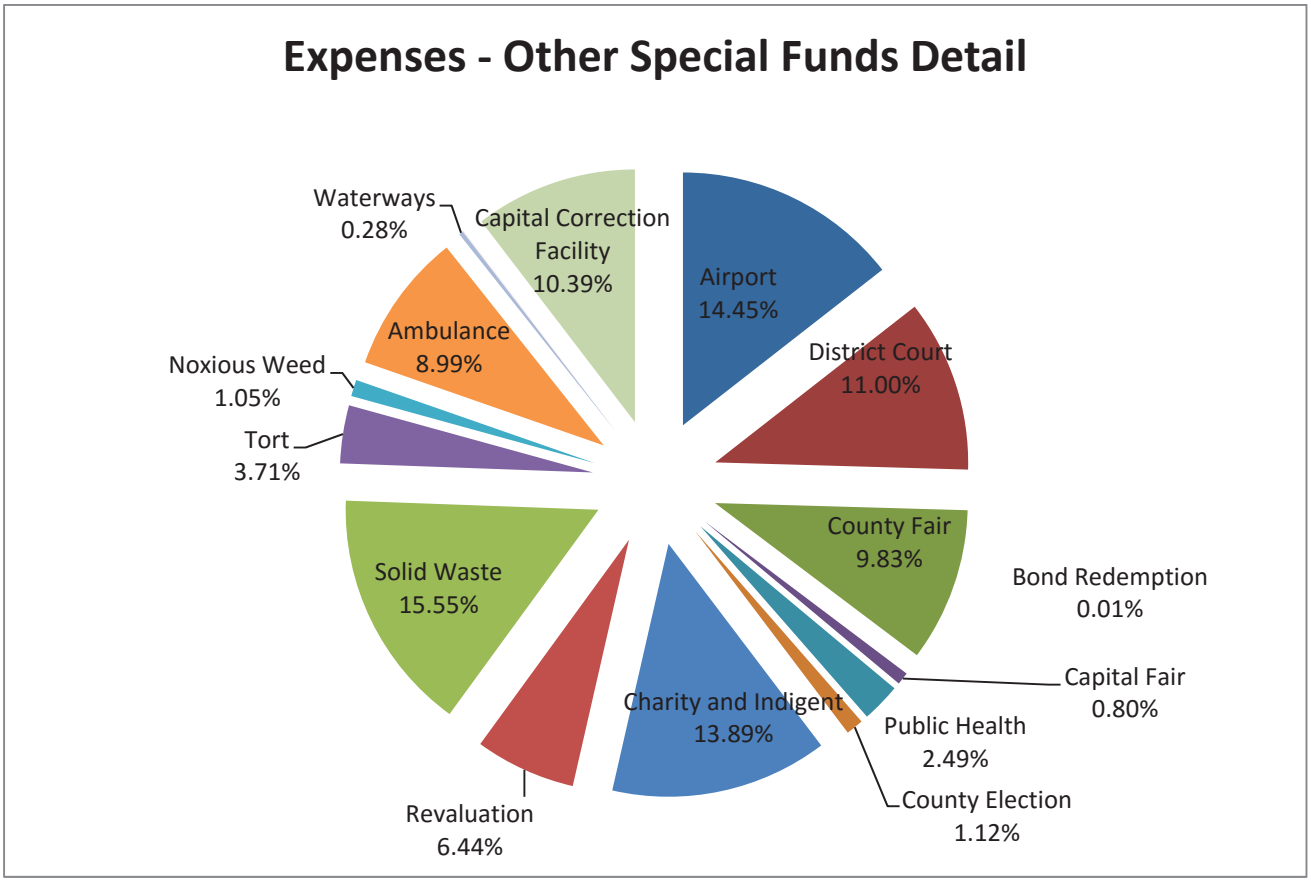
Revenues:	
Property Taxes	$ 7,209,859
Charges for Services & Sales	3,243,727
Miscellaneous Revenue	3,677,785
Investment Earnings	55,616
Total Revenue	**$14,186,987**
Program Expenses:	
General Fund:	
Clerk/Auditor	$ 454,309
Assessor	139,951
Treasurer/ Tax Collector	119,642
Commissioner	99,948
Coroner	17,093
Disaster Services	86,782
County Agent	83,647
Data Processing	231,367
Elections	50,414
General	1,078,586
Planning & Zoning	238,963
Veterans Memorial	11,625
Special Revenue Funds:	
Airport	665,564
District Court	506,702
County Fair	452,640
Justice:	
Sheriff	1,049,535
Detention	955,503
Adult Probation	145,379
Prosecuting Attorney	369,800
Public Defender	431,244
Juvenile	473,248
General	930,752
Capital Fair	36,655
Public Health	114,708
County Election	51,512
Charity and Indigent	639,886
Revaluation	296,733
Solid Waste	716,291
Tort	171,044
Noxious Weed	48,514
Ambulance	413,909
Waterways	12,690
Capital Correctional Facility	478,585
Bond Redemption	448
Total Expenditures	**$11,573,669**
Increase in Net Position	**$ 2,613,318**


Jerome County Revenue By Source
Intergovernmental Revenue 26%
Property Taxes 51%
Charges for Services & Sales 23%
Investment Earnings 0%


Jerome County Expenses
Other Special Funds 36%
Justice Fund 38%
Current Expense 22%
Correctional Facility Project 4%


Expenses - Current Expense Detail
Veterans Memorial
0.45%
Planning & Zoning
9.15%
Clerk/Auditor
17.39%
Assessor
5.36%
General
41.29%
Treasurer/Tax
Collector
4.58%
Commissioner
3.83%
Coroner
0.65%
Disaster Services
3.32%
County Agent
3.20%
Data Processing
8.86%
Elections
1.93%


Expenses - Justice Fund Detail
General
21.37%
Sheriff
24.10%
Juvenile
10.87%
Detention
21.94%
Public Defender
9.90%
Prosecuting Attorney
8.49%
Adult Probation
3.34%



Capital Assets

Jerome County's investments in capital assets as of September 30, 2015 amount to $7,166,680 (net of accumulated depreciation). This capital investment includes land, buildings and improvements, machinery and equipment.

Fund Budgeting Highlights

Jerome County's budget is prepared according to Idaho Code. The County Commissioners met on the first Tuesday in September and held a public meeting for the purpose of considering and adopting the final budget and making appropriations for each department and fund.

During the course of fiscal year 2014-2015, the Jerome County Board of County Commissioners adjusted the county budgets by resolution during their regularly scheduled public meetings. These changes were made due to unanticipated revenues and expenses and Commissioner authorized transfers between county funds. These adjustments did not cause an increase/decrease in the anticipated property taxes. The resolutions can be reviewed and/or copied for the public in their entirety at the Auditor/Recorder's Office located at 300 North Lincoln, Room 301, Jerome, Idaho.

There was one fund to fund transfer during the fiscal year 2014-2015, specifically Resolution 2015-52. This resolution transferred unexpended funds from a Range Improvement Fund in the amount of $4,575.21 into the Current Expense Fund. Said range improvement funds had not been expended for several years, and said fund was no longer necessary.

Current Financial Issues and Concerns

Jerome County is in good financial standing and strives to increase its unrestricted net position each year. The increasing cost of providing services to the citizens continues to cause budgeting concerns for the County. Increased law enforcement costs, unfunded mandates, decreasing revenue, property values and liability issues cause great concern.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the county finances and to show the county accountability for the money it receives. If you have questions about this report or need additional financial information contact Michelle Emerson, Clerk/Auditor of Jerome County or the Jerome County Commissioners at Jerome County Courthouse, 300 North Lincoln, Room 300, Jerome, Idaho 83338. Report submitted by Michelle Emerson, Clerk/Auditor and Tracee McKim, Chief Deputy for Jerome County.

The County's Audit Reports for the last four (4) years and the County's approved budgets for the last four (4) years can be found on the County's website jeromecountyid.us – link Auditor/Recorder.

JEROME COUNTY, IDAHO

STATEMENT OF NET POSITION
SEPTEMBER 30, 2015

	Governmental Activities
Assets	
Current Assets:	
Cash and Investments	8,858,941
Receivables	582,637
Delinquent Taxes Receivable	313,320
Non Current Assets:	
Restricted Cash and Investments	5,704,869
Construction in Progress	7,579,580
Capital Assets, net of depreciation	7,166,680
Deferred Bond Issuance Costs	232,524
Total Assets	30,438,551
Deferred Outflow of Resources:	
Deferred Outflow of Resources From Pensions	831,406
Liabilities	
Current Liabilities:	
Warrants Payable	89,514
Vouchers Payable	1,358,961
Note Payments Due Within One Year	285,228
Non Current Liabilities:	
Note Payments Due Beyond One Year	10,757,020
Accrued Compensated Absences	149,903
Net Pension Liability	1,779,135
Total Liabilities	14,419,761
Deferred Inflows of Resources:	
Deferred Inflow of Resources From Pensions	1,169,107
Net Position	
Net Investment in Capital Assets	8,664,464
Net Restricted - Capital Projects	976,941
Unrestricted	6,039,684
Total Net Position	15,681,089

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2015

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities					
General Government:					
Clerk/Auditor	454,309	88,809	-	-	(365,500)
Assessor	139,951	157,943	-	-	17,992
Treasurer/Tax Collector	119,642	33,058	-	-	(86,584)
Commissioner	99,948	-	-	-	(99,948)
Coroner	17,093	-	-	-	(17,093)
Disaster Services	86,782	-	-	-	(86,782)
County Agent	83,647	-	-	-	(83,647)
Data Processing	231,367	-	-	-	(231,367)
Elections	50,414	-	-	-	(50,414)
General	1,078,586	42,475	61,099	-	(975,012)
Planning and Zoning	238,963	149,217	-	-	(89,746)
Veterans Memorial	11,625	-	-	-	(11,625)
Special Revenue:					
Airport	665,564	516,261	-	1,450,543	1,301,240
District Court	506,702	425,472	-	-	(81,230)
County Fair	452,640	258,207	-	-	(194,433)
Justice:					
Sheriff	1,049,535	365,035	2,478	-	(682,022)
Detention	955,503	-	-	-	(955,503)
Adult Probation	145,379	93,072	-	-	(52,307)
Prosecuting Attorney	369,800	-	-	-	(369,800)
Public Defender	431,244	46,289	-	-	(384,955)
Juvenile	473,248	17,582	-	-	(455,666)
General	930,752	25,341	198,362	-	(707,049)
Capital Fair	36,655	-	-	-	(36,655)
Public Health	114,708	16	-	-	(114,692)
County Election	51,512	-	84,505	-	32,993
Charity and Indigent	639,886	123,155	-	-	(516,731)
Revaluation	296,733	1,673	-	-	(295,060)
Solid Waste	716,291	873,280	-	-	156,989
Tort	171,044	24	-	-	(171,020)
Noxious Weed	48,514	20,226	-	-	(28,288)
Ambulance	413,909	6,592	-	-	(407,317)
Waterways	12,690	-	3,031	-	(9,659)
Capital Correctional Facility	478,585	-	-	-	(478,585)
Bond Redemption	448	-	-	-	(448)
Total Governmental Activities	11,573,669	3,243,727	349,475	1,450,543	(6,529,924)

General Revenues:	
Property Taxes Levied for General Fund	2,048,412
Property Taxes Levied for Special Revenue Funds	5,161,447
State Allocations	1,628,237
PILT Revenue	249,530
Investment Earnings	55,616
Total General Revenues	9,143,242
Change in Net Position	2,613,318
Net Position Beginning of Period	15,265,373
Prior Period Adjustment - Net Pension Liability	(2,197,602)
Net Position Beginning of Period, Restated	13,067,771
Net Position End of Period	15,681,089

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2015

	General	Airport	Justice	Correctional Facility Project	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and Investments	3,299,905	77,150	2,215,586	5,704,869	3,266,300	14,563,810
Accounts Receivable	79,699	19,296	368,691	-	114,951	582,637
Delinquent Taxes Receivable	88,018	2,068	110,944	-	112,290	313,320
Total Assets	3,467,622	98,514	2,695,221	5,704,869	3,493,541	15,459,767
Liabilities						
Warrants Payable	11,061	36,461	25,557	-	16,435	89,514
Vouchers Payable	170,311	29,928	247,368	832,044	79,310	1,358,961
Total Liabilities	181,372	66,389	272,925	832,044	95,745	1,448,475
Deferred Inflows of Resources						
Unavailable Revenue	74,816	1,758	94,304	-	145,897	316,775
Total Deferred Inflows of Resources	74,816	1,758	94,304	-	145,897	316,775
Fund Equity						
Fund Balances:						
Restricted:						
Correctional Facility Project	-	-	-	7,000,000	-	7,000,000
Committed:						
Designated for subsequent year expenditures	1,390,271	50,000	913,000	-	947,548	3,300,819
Assigned	-	(19,633)	1,414,992	(2,127,175)	2,304,351	1,572,535
Unassigned	1,821,163	-	-	-	-	1,821,163
Total Fund Balance	3,211,434	30,367	2,327,992	4,872,825	3,251,899	13,694,517
Total Liabilities and Fund Equity	3,467,622	98,514	2,695,221	5,704,869	3,493,541	15,459,767

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

RECONCILATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET POSITION SEPTEMBER 30, 2015

Total Governmental Fund Balance		13,694,517
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Property taxes collected beyond 60 days after year end are not recorded as assets in the Governmental Funds balance sheet.		316,775
Governmental fund capital assets are not financial resources and therefore are not reported in the funds. These assets consist of:		
Capital Assets	7,166,680	
Construction in Progress	7,579,580	
Total Capital Assets		14,746,260
Net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows or resources are recognized in the government-wide statements and include:		
Net Pension Liability	(1,779,135.00)	
Deferred Outflows of Resources From Pensions	831,406.00	
Deferred Inflows of Resoucres From Pensions	(1,169,107.00)	
		(2,116,836.00)
Accrued payroll, sick and personal leave liabilities are not reported in Governmental Funds.		(149,903)
Capital leases and bonds payable are not payable in the current period and thus not reported in the funds.		(11,042,248)
Bond issuance costs are treated as expenditures in the governmental funds, but are deferred to future periods in the Statement of Net Position.		232,524
Net Position of Governmental Activities		15,681,089

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUND TYPES FOR THE YEAR ENDED SEPTEMBER 30, 2015

	General	Airport	Justice	Correctional Facility Project	Other Governmental Funds	Total Governmental Funds
Revenues						
Property Taxes	2,044,626	47,053	2,485,336	-	2,605,849	7,182,864
Licenses and Permits	149,217	-	-	-	-	149,217
Intergovernmental	304,108	1,459,540	1,497,996	-	614,998	3,876,642
Charges for Services	279,810	514,685	510,234	-	927,605	2,232,334
Fines and Forfeitures	-	-	-	-	184,880	184,880
Interest from Investments	31,787	-	-	-	-	31,787
Miscellaneous	42,475	1,576	37,085	21,496	400,302	502,934
Total Revenues	2,852,023	2,022,854	4,530,651	21,496	4,733,634	14,160,658
Expenditures						
Salaries and Wages	1,231,845	52,793	2,085,216	-	584,430	3,954,284
Payroll Expenses and Benefits	532,888	20,030	705,401	-	178,288	1,436,607
General and Administrative	544,602	461,808	235,564	-	54,952	1,296,926
Health Care	-	-	-	-	696,063	696,063
Contracted Services	123,095	-	-	-	1,694,442	1,817,537
Law Enforcement	8,393	-	1,247,480	-	163,909	1,419,782
Capital Expenditures	243,458	1,601,693	128,040	5,491,214	50,144	7,514,549
Capital Leases:						
Principal	1,070	-	-	-	257,453	258,523
Interest	17	-	-	-	492,699	492,716
Total Expenditures	2,685,368	2,136,324	4,401,701	5,491,214	4,172,380	18,886,987
Excess Revenues Over Expenditures	166,655	(113,470)	128,950	(5,469,718)	561,254	(4,726,329)
Other Financing Sources (Uses):						
Fund Transfers In (Out)	-	-	-	(21,496)	21,496	-
Excess (Deficit) Revenues and Other Sources Over Expenditures	166,655	(113,470)	128,950	(5,491,214)	582,750	(4,726,329)
Fund Balance at Beginning of Year	3,044,779	143,837	2,199,042	10,364,039	2,669,149	18,420,846
Fund Balance at End of Year	3,211,434	30,367	2,327,992	4,872,825	3,251,899	13,694,517

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED SEPTEMBER 30, 2015

Excess (Deficit) Revenue over Expenditures - Total Governmental Funds	(4,726,329)
Amounts reported for governmental activities in the statement of activities are different because:	
Property tax revenues that are not received within sixty days after year end do not provide current financial resources and thus are not recorded as revenue in the Governmental Funds.This is the change in deferrred revenue.	26,330
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. Also, governmentall funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	
This is the amount of current year debt principal repayment.	250,000
This is the amount of current year amortized bond payable premiums.	17,069
This is the amount of current year amortized deferred bond issuance costs.	(10,110)
This is the amount of current year debt proceeds.	(25,870)
Governmental funds report capital outlays as current expenditures. In the Statement of activities, the cost of assets over $5,000 is allocated over their estimated useful lives as depreciation expense.	
This is the amount of current year capital asset expenditures.	699,364
This is the change in construction in progress.	6,824,372
This is the amount of current year depreciation.	(493,556)
This is the net book value of assets disposed of during the year.	(15,886)
Net differences between pension system contributions recognized	80,766
Repayment of long-term debt is reported as an expenditure in the governmental funds, but repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of capital lease principal payments.	8,528
Liability for accrued vacation pay is not recorded in the Governmental Funds. This is the increase in leave during the year.	(21,360)
Change in Net Position of Governmental Activities	2,613,318

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

STATEMENT OF NET POSITION - FIDUCIARY FUNDS
SEPTEMBER 30, 2015

	Payroll Cafeteria Trust	Private Purpose Trust	Agency
Assets			
Equity in Pooled Cash and Cash Equivalents	145,838	134	637,223
Delinquent Property Taxes	-	-	619,525
Total Assets	145,838	134	1,256,748
Liabilities			
Warrants Payable	836	-	18,547
Vouchers Payable	-	-	47,822
Due to Taxing Districts	-	-	619,502
Due to Others	-	-	570,878
Total Liabilities	836	-	1,256,748
Net Position			
Held in Trust	145,002	134	-

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Payroll Cafeteria Trust	Private Purpose Trust
Additions		
Trust Amounts Received	64,922	243
Deletions		
Trust Amounts Remitted	50,557	593
Change in Net Position	14,365	(350)
Net Position Beginning of Year	130,637	484
Net Position End of Year	145,002	134

See accompanying notes to financial statements.

JEROME COUNTY, IDAHO

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Jerome County is governed by the statute for Idaho counties and is located in the South Central portion of Idaho. The County provides various general services as authorized and the various special revenue funds: charities and indigent, weed control, ambulance, landfill, preventive health, airport, and disaster relief. The County acts as a collecting agent for taxing districts which are separate from this report.

The accounting policies of the County are to conform to generally accepted accounting principles. The following is a summary of the more significant policies:

1. The Financial Reporting Entity

For financial reporting purposes, management has considered potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in generally accepted accounting principles. The basic criterion for including a potential component unit within the reporting entity is the governing body's responsibility for financial accountability. Financial accountability is defined as the level of accountability that exists if a primary government appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

Blended Component Units - The County Fair Fund is legally separate from Jerome County and is governed by a board appointed by the Commissioners of Jerome County. For financial reporting purposes, this entity is reported as if it were part of the County's operations because its purpose is to provide the citizenry with special services.

2. Basis of Accounting/Measurement Focus

The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operation of each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

a. Government-wide Financial Statements:

The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net position presents the financial condition of the governmental activities of the County at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the County.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities.

b. Fund Financial Statements:

Governmental Funds Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the Government-Wide Financial Statements.

Governmental funds are accounted for using the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheet. Under modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Available for purposes of revenue recognition is defined as sixty days. Revenue sources susceptible to accrual include property taxes and intergovernmental revenues. Expenditures are recognized when the related fund liability is incurred. Exceptions to this general rule include the accrual of payroll, vacation and sick pay and the related payroll liabilities associated with these items.

The following is a description of the activities accounted for as major funds and fiduciary fund types used by the County:

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

Airport Fund – This fund provides for the operation of the County airport. This includes the collection of revenues for landing fees, rentals, property taxes and fuel sales. Also, this fund accounts for the related airport operating and development expenses.

Justice Fund – This fund provides the functions of administering, delivering and accounting for law enforcement services provided to the County.

Correctional Facility Project – This fund provides the functions of administering, delivering and accounting for the construction of the correctional facility.

c. Fund Equity Classification

GASB Statement No. 54 provided new categories for reporting fund balances in governmental funds. The categories and descriptions are as follows:

Non-spendable Fund Balance – Amounts which are considered non-spendable because they are not available for current use (such as fund balance associated with inventories, long-term receivables, and prepaid expenditures).

Restricted Fund Balance – Amounts which are constrained by externally imposed legal restrictions, or by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Amounts which are constrained for specific purposes imposed by formal action of the County Commissioners by ordinance or resolution. Committed fund balances cannot be used for other purposes unless the government uses that same action to modify or rescind a fund balance commitment.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Assigned Fund Balance – Amounts which have been established by County Commissioners' as intended for a specific purpose, usually through the appropriation process of approving the County's budget. Additionally, funds in special revenue, debt service and capital project funds are by their nature assigned to the purpose of those respective funds.

Unassigned Fund Balance – Amounts in the General Fund which are neither restricted, committed or assigned. They may be used for any governmental purpose.

The County Commissioners are the entity's highest level of decision-making authority. When an expenditure is incurred for purposes for which there is fund balance available in more than one fund balance classification, the general rule is that budgeted amounts shall be expended first, followed by contingent amounts.

d. Fiduciary Fund Financial Statements:

Fiduciary Fund Financial Statements include a Statement of Net Position. The County's fiduciary funds are comprised of the following:

Agency Funds – These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Private-Purpose Trust Funds – These funds report trust arrangements under which the principal will benefit individuals, private organizations or other governments.

Pension Trust Funds – These funds report resources that are required to be held in trust for the members and beneficiaries of employee benefit plans (e.g. cafeteria).

3. Budgeting

The budgets are set based on resources available and/or appropriations necessary for each fiscal year by program and fund.

The County Commissioners meet the second Monday of September in the courthouse for the purpose of considering and fixing a final budget and making appropriations for each department, and fund.

Budgetary data is prepared on the basis of accounting used by a particular fund. A copy of the budget shall be available for public inspection and a summary statement of the budget for the ensuing year shall be published, including amounts budgeted for the prior year, which shall be included for purposes of comparison. Taxpayers are invited to attend a public hearing to express their views concerning the proposed budget. After this public meeting, the budget is approved and is legally enacted through the passage of an ordinance.

The ordinance is subject to amendment by the Board of Commissioners throughout the year. The amounts reported as original budget reflect the initial budget adopted and the final budget represents the final amounts passed by the Commissioners during the year.

4. Encumbrances

Encumbrances are not liabilities and they are not recorded as expenditures until receipt of material or services. For budgetary purposes, appropriations lapse at year end and are re-budgeted the following year. The County does not reserve fund balance for outstanding encumbrances at year end.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

5. Capital Assets

The County's assets are capitalized at historic cost or estimated historic cost. Gifts or contributions of assets are recorded at fair market value when received. Depreciation is recorded on the straight-line basis over the estimated useful lives of the assets as follows: Buildings 30-50 years, Equipment 5-10 years, Infrastructure 30- 40 years.

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34 which requires the inclusion of infrastructure, buildings and land in local government's basic financial statements. The County has elected to use the basic approach as defined by Statement No. 34 for asset reporting. Historical cost records do not exist for all of the County's assets dating back to 1930. For those assets where actual cost records could not be located, the County estimated cost using standard unit costs appropriate for the acquisition date. Accumulated depreciation was computed based on the life of the assets. Book value is computed by deducting the accumulated depreciation from the original cost.

6. General Long-Term Debt

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

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

7. Cash and Cash Equivalents

Cash equivalents consist primarily of cash on deposit and certificates of deposit. All are stated at cost that is not materially different from market.

8. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principals requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

9. Inventory

Inventory is expensed when purchased. The County has no significant inventories.

10. Deferred Outflows / Inflows of Resources

The County has implemented GASB No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position and No. 65, Items Previously Reported as Assets and Liabilities, as of October 1, 2012. These new standards establish accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The County has items that qualify for reporting in this category related to pensions which are reported only in the government-wide financial statements, on the statement of net position.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has one item, which arises only under a modified accrual basis of accounting that qualifies for reporting under this category. Accordingly, unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. Deferred inflows related to pensions are reported only in the government-wide financial statements on the statement of net position.

11. Pensions

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

12. New Accounting Standards

GASB Statement No. 68, which was adopted during the year ended September 30, 2015, addresses accounting and financial reporting requirements for employers participating in pension plans. The requirements for GASB No. 68 require changes in presentation of the notes to the financial statements and required supplementary information. Significant changes include an actuarial calculation of total and net pension liability. It also includes comprehensive footnote disclosure regarding the pension liability, the sensitivity of the net pension liability to the discount rate, and increased investment activity disclosures. The implementation of GASB No. 68 did not impact the accounting for funding or the determination of contribution requirements, nor does it change the actual pension liability, but rather it changes where and how pension costs are accounted for in financial statements. The County's share of net pension liability, determined in accordance with GASB No. 68, is presented in Note J and in the Required Supplementary Information on page 38.

NOTE B - CASH AND INVESTMENTS

The County is authorized to invest funds in accordance with Idaho Code §67-1210. The County maintains a cash and investment pool that is available for use by all funds within the County.

Interest Rate Risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – The County has no investment policy which would further limit its investment choices beyond those stated in the Idaho Code. The maturity dates of investments are listed below.

Concentration of Credit Risk – The County places no limit on the amount the Treasurer may invest in any one issuer.

Custodial Credit Risk, Deposits – Custodial credit risk 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. The County's pooled deposits are categorized to give an indication of the level of risk assumed by the County at fiscal year-end. The cash is recorded in terms of United States currency.

NOTE B - CASH AND INVESTMENTS (Cont.)

Cash and investments at year end are summarized as follows:

	Market Value/Bank Balance	Book Balance: Collateralized Or FDIC Insured and Held in County's Name	Book Balance: Uncollateralized, uninsured, or Unregistered and Held in County's Name	Book Balance: Total		Average Maturity	Credit Rating
Cash:							
Petty Cash	300	300	-	300		N/A	N/A
Checking Accounts:							
DL Evans	9,872	9,872	-	9,872		N/A	N/A
Savings and Investments:							
Banner Bank	-	-	-	-	(2)	N/A	N/A
Magic Valley Bank	250,939	250,000	-	250,000	(2)	N/A	N/A
Idaho Central Credit Union	259,998	250,000	25	250,025	(2)	N/A	N/A
Zions Bank	250,584	250,000	-	250,000	(2)	N/A	N/A
DL Evans Repo	8,444,467	8,464,176	-	8,464,176	(1)	Daily	AAA
DL Evans Jail Bond	5,732,514	5,709,764	-	5,709,764	(1)	Daily	AAA
Multi Bank /Securities	350,091	250,000	100,621	350,621		Variable	AAA
Component Unit - Fair	62,247	62,247	-	62,247		N/A	N/A
Total	15,361,012	15,246,359	100,646	15,347,005			

Summary:	
Governmental Activities	8,858,941
Governmental Activities - Restricted	5,704,869
Fiduciary Activities	783,195
Total	15,347,005

(1) Investments are held by and are in the name of a third party
(2) Over the FDIC limit.

Time Certificates and repurchase agreements are stated at cost, which approximate market. The County has no restrictions in depositing public funds with State depositories except that the total aggregate deposit should not exceed the total capital and surplus reserves of such depository. The State of Idaho does not require collateralization of public funds.

Restricted cash and investments are related to the bond issuance and are restricted for construction and furnishing of a jail facility. A portion of the restricted cash is related to the remaining cash from the bond premium of $503,695. This amount can be used for either construction of jail or debt service.

NOTE C – INTERGOVERNMENTAL AND ASSESSMENTS RECEIVABLE

Intergovernmental receivables are primarily comprised of amounts due from other governments for the quarter ended September 30, as well as grant amounts due from the federal government or a pass-through agency. Special assessments of the Landfill (Refuse) Fund consist of charges assessed each household for costs associated with the landfill. These charges are billed with the property tax notices.

NOTE C – INTERGOVERNMENTAL AND ASSESSMENTS RECEIVABLE (Cont.)

These receivables are as follows:

	General Fund	Airport	Justice	Other Funds	Total
PILT	19,596	-	-	-	19,596
State Liquor	-	-	16,420	-	16,420
State Cigarette Tax	-	-	12,569	-	12,569
State Sales Tax	30,361	-	273,246	3,126	306,733
State Ag Replacement	19,313	2,143	20,623	10,065	52,144
State Lottery Money	-	-	1,452	-	1,452
Federal Grants	-	11,048	20,999	-	32,047
County Office Remittances	10,429	6,106	23,382	22,253	62,170
Reimbursements	-	-	-	20,150	20,150
Regional Landfill	-	-	-	605	605
Solid Waste Assessments	-	-	-	58,752	58,752
Total Receivables	79,699	19,296	368,691	114,951	582,637

NOTE D - DELINQUENT TAXES RECEIVABLE

Property taxes are levied in November of each year and recognized as revenue when the tax notices are printed. Taxes are due in two equal installments at December 20 and June 20 following the levy date. If payment is not received upon the due dates, a 2% penalty is charged and taxes are classified as past due subject to 12% interest.

Taxes receivable are stated at taxes levied less amounts collected and canceled. Individual taxpayer records are maintained by the County. Although small amounts of delinquent taxes are collected within 60 days following the close of the County's fiscal year (September 30), the County feels secure in the right to take tax deeds on property for the collection of real property taxes and the County's ability to take tax anticipation notes if needed to finance liabilities of the current period. Therefore, deferred revenue has been recorded as recommended by NCGA Interpretation #3 - "Revenue Recognition", but an allowance for uncollectible taxes receivable has not been established.

	Levy Year					
	2014	2013	2012	2011	Prior	Total
Total Taxes Receivable	188,714	86,280	36,840	1,426	60	313,320

NOTE E – CONSTRUCTION IN PROGRESS

The County has started several projects that were not completed as of September 30. The construction in progress amount represents the construction cost for these projects. Once the projects are complete these costs along with subsequent costs will be added to the County's capital assets. The detail of the construction in progress amount is as follows:

Correctional Facility Project	5,997,632
Airport Project	1,578,758
Annex Remodel	3,190
	7,579,580

NOTE F – CAPITAL ASSETS

Summary of capital asset activity for the year ended is as follows:

	Balance 9/30/2014	Additions	Disposals	Balance 9/30/2015
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	1,160,338	-	-	1,160,338
Capital Assets, Being Depreciated:				
Buildings and Improvements	6,455,548	447,661	-	6,903,209
Furniture and Equipment	2,657,279	74,246	(71,359)	2,660,166
Trucks and Vehicles	1,105,355	177,457	(64,141)	1,218,671
Total Depreciated Capital Assets	11,378,520	699,364	(135,500)	11,942,384
Less Accumulated Depreciation				
Building and Improvements	(1,847,477)	(208,561)	-	(2,056,038)
Furniture and Equipment	(1,763,401)	(183,490)	61,192	(1,885,699)
Trucks and Vehicles	(790,884)	(101,505)	58,422	(833,967)
Total Accumulated Depreciation	(4,401,762)	(493,556)	119,614	(4,775,704)
Capital Assets Net of Depreciation	6,976,758	205,808	(15,886)	7,166,680

Depreciation expense was charged to functions as follows:

General Fund:	
Clerk	100
Treasurer	929
Disaster Services	20,857
County Agent	4,763
Data Processing	28,184
Planning and Zoning	2,180
General	136,196
Airport	115,640
District Court	26,722
Fair	22,642
Justice Fund:	
Sheriff	98,572
Adult Probation	3,320
Prosecuting Attorney	334
Juvenile	7,786
General	1,700
Revaluation	1,594
Ambulance	13,014
Fair Capital Outlay	2,225
Election	6,252
Waterways	546
Total Depreciation	493,556

NOTE G - WARRANTS PAYABLE

Warrants payable represent outstanding and unpaid orders authorized by the County Commissioners to have the Treasurer pay the bearer thereof the amount specified on the warrant. The County maintains a detailed listing of all unpaid warrants.

NOTE H - VOUCHERS PAYABLE

This account represents liabilities for goods and services evidenced by claims and dated prior to year end. All have been approved for payment by the Commissioners during October 2015.

NOTE I - COMPENSATED ABSENCES

The County previously accrued vacation and sick pay for its employees based upon length of service. Effective June 1, 2015 the county transitioned to a Paid Time Off (PTO) policy, an alternative to categorized vacation and sick leave accruals. PTO is accrued based on length of service. Employees may carry up to 40 hours of PTO into the subsequent year, excess hours are paid out at the employees base rate. PTO is payable at the employees base rate upon termination. PTO earned and unpaid as of September 30, 2015 has been accrued. In addition, employees are encouraged to accept compensatory time off in lieu of monetary compensation for overtime hours worked and such time earned and unpaid as of September 30, 2015 has been accrued.

NOTE J - PENSION PLAN

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

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

Employee membership data related to the PERSI Base Plan, as of June 30, 2015 was as follows:

Retirees and beneficiaries currently receiving benefits	42,657
Terminated employees entitled to but not yet receiving benefits	11,859
Active plan members	67,008
	121,524

Pension Benefits
The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

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

NOTE J - PENSION PLAN (Cont.)

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

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of September 30, 2015 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% for general employees and 11.66% for police and firefighters. The County's contributions were $427,689 for the year ended September 30, 2015.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
At September 30, 2015, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2015, the County's proportion was .1351067 percent,

For the year ended September 30, 2015, the County recognized pension expense (revenue) of $346,923. At September 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	$ 213,280
Changes in assumptions or other inputs	$ 64,793	-
Net difference between projected and actual earnings on pension plan investments	$ 654,771	$ 934,288
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	$ 21,539
Employer contributions subsequent to the measurement date	$ 111,842	-
Total	$ 831,406	$1,169,107

$111,842 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2015.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2014 the beginning of the measurement period ended June 30, 2015 is 5.5 years.

NOTE J - PENSION PLAN (Cont.)

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

Year ended September 30:	
2016	$ (186,418)
2017	$ (186,418)
2018	$ (186,418)
2019	$ 128,548
2020	$ (16,878)
Thereafter	$ (1,959)

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25 – 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%
Cost-of-living adjustments	1%

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

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

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2015 is based on the results of an actuarial valuation date of July 1, 2015.

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

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

NOTE J - PENSION PLAN (Cont.)

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate Of Return*
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Wilshire 5000 / Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI EAFE	15.00%	7.55%

* Arithmetic return

Actuarial Assumptions	
Assumed Inflation - Mean	3.25%
Assumed Inflation – Standard Deviation	2.00%
Portfolio Arithmetic Mean Return	8.42%
Portfolio Long-Term Expected Geometric Rate of Return	7.50%
Assumed Investment Expenses	.40%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	**7.10%**

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

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

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer's proportionate share of the net pension liability (asset)	$4,333,328	$1,779,135	$ (344,337)

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

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

NOTE K – REGIONAL E-911

Jerome County has entered into a Joint Powers Agreement with Gooding, Lincoln, and Twin Falls Counties to establish and operate an Enhanced 911 Emergency Dispatch System (E-911) to meet the needs of the citizens of the participating counties. Financing for the system is through the collection of a telephone fee. Any County may withdraw from the agreement following a 2 year written notice period. However, if a debt financing agreement is outstanding, a County may only withdraw upon payment of its pro-rata share of the financing obligation remaining, based upon their share of the total surcharge collected from the four Counties. Jerome County's percentage of participation for the year ending September 30, 2014 was 10.4 %.

Separate financial statements of the joint venture are available from the South Central Region E-911 upon request. The following information was taken from the financial statements for fiscal year ended September 30, 2014:

Beginning Net Position	5,349,146
Change in Net Position	345,886
Ending Net Position	5,695,032

NOTE L - SOLID WASTE DISTRICT

Jerome County has entered into a Joint Powers Agreement with Blaine, Cassia, Lincoln, Gooding and Minidoka Counties. Through their joint power they have established the Southern Idaho Regional Solid Waste District with each County appointing one member to the District's Board.

Under this agreement each County will pay a fee per ton of waste it deposits in the landfill. Along with the fee, each participating County has agreed not to dump solid waste in any other location. For the year ending September 30, 2015, the County paid fees to the Solid Waste District totaling $716,291 or approximately 7.9% of the total operating revenue. These fees cover both fee usage cost and anticipated closure costs.

Separate September 30, 2015 year-end financial statements of the Solid Waste District are available direct from the district upon request – these are the latest available audited financial statements. They contain the following information on the total equity of the District:

Beginning Net Assets (Restated)	12,790,235
Change in Net Assets	1,459,116
Ending Net Assets	14,249,351

NOTE M - OPERATING LEASES

The County is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore the results of the lease agreements are not reflected in the County's capital assets. The following is a schedule by years of future minimum rental payments required under operating leases that have initial or remaining lease terms in excess of one year as of September 30, 2015:

Governmental Activities:

Year Ended	
2016	15,114
2017	14,934
2018	10,901
2019	4,762
2020	1,915
Thereafter	-
Total	47,626

NOTE N – BONDS PAYABLE/CAPITAL LEASES/LONG-TERM LIABLILITIES

Long-Term Liabilities

Long-Term Liabilities of the County include capital leases and bonds payable. During the year ending September 30, 2015, the following changes occurred in long term liabilities:

Governmental Activities:

Description	Initial Rate	Fund	Maturity Date	Amount Outstanding 9/30/2014	Additions	Deductions	Amount Outstanding 9/30/2015	Amount Due In One Year
Sharp MX-M260	6.50%	General	4/1/2015	720	-	720	-	-
Toshiba e-Studio 355	6.50%	General	12/1/2014	355	-	355	-	-
Kubota Tractor	8.47%	Fair	9/1/2019	-	25,870	5,059	20,811	4,738
Fair Building	8.30%	Fair	11/1/2029	65,747	-	2,394	63,353	2,600
Total-Capital Lease				66,822	25,870	8,528	84,164	7,338
Bond			9/15/2038	10,485,000	-	250,000	10,235,000	260,000
Bond-Premium			9/15/2038	740,153	-	17,069	723,084	17,890
Total-Bonds				11,225,153	-	267,069	10,958,084	277,890
Total Debt				11,291,975	25,870	275,597	11,042,248	285,228

Bonds Payable

In August of 2013, the County issued general obligation bonds in the amount of $10,700,000 for the purpose of the construction and furnishing of a jail facility. Interest on the bonds computed at various rates from 2.0% to 5.0% is payable March 15 and September 15. Principal on the bonds are payable September 15.

NOTE N – BONDS PAYABLE/CAPITAL LEASES/LONG-TERM LIABLILITIES (Cont.)

Bond service requirements at the balance sheet date were as follows:

Year Ended	Principle	Interest
2016	260,000	475,544
2017	270,000	465,144
2018	285,000	451,644
2019	295,000	443,094
2020	310,000	428,344
Thereafter	8,815,000	4,456,805
Total	10,235,000	6,720,575

Capital Leases

Leases that in substance are purchases are classified as capital lease. At September 30, 2015, the historical cost and accumulated depreciation of equipment acquired under capital lease were $122,373 and $22,326, respectively.

Interest expense related to capital leases for the year was charged to the following departments and funds on the Statement of Activities:

County Fair	7,155
Treasurer/Tax Collector	13
County Agent	4
Total	7,172

Future minimum capital lease payments are as follows:

Year Ended	Principle	Interest
2016	7,338	6,743
2017	7,981	6,102
2018	8,678	5,403
2019	8,640	4,646
2020	3,620	4,141
Thereafter	47,907	42,835
Total	84,164	69,870

NOTE O - RISK MANAGEMENT

The County carries commercial insurance to cover employee health care, worker's compensation, liability and property. There has been no significant reduction in insurance coverage in the current year. Settlement amounts have not exceeded insurance coverage for the current year or the four prior years.

Part of the health insurance program is a deductible buy down program. This program places the County's insurance cost savings from having a higher deductible in trust, along with employee contributed amounts for covered family members, and self administers the employee reimbursement to a $300 deductible.

The County belongs to the risk management pool, ICRMP. This is an association of Public entities who insure together to reduce cost while limiting liability.

NOTE P - DEFERRED INFLOWS OF RESOURCES - UNAVAILABLE REVENUE

Deferred inflow of resources, as of September 30, 2015, consists of property taxes, solid waste district dividends not collected within sixty days of year-end, and grant funds received but not yet used. The funds with deferred revenue are as follows:

Fund	Property Taxes	Fees & Services	Total
General	74,816		74,816
Airport	1,758		1,758
Justice	94,304		94,304
Other Governmental	95,444	50,453	145,897
	266,322	50,453	316,775

NOTE Q – INTERFUND TRANSFERS

Transfer From Fund	Purpose	Transfer To Fund	Amount
Bond Redemption	Interest Income	Correctional Facility	21,496

NOTE R – EXCESS EXPENDITURES OVER APPROPRIATIONS

The county controls expenditures at the fund level. The county fair fund experienced expenditures which exceeded appropriations. The detail of excess expenditures can be found in the county's year-end budget comparison schedule.

NOTE S – SUBSEQUENT EVENTS

As of January 25, 2016 the County did not have any significant subsequent events that need to be disclosed.

REQUIRED SUPPLEMENTARY INFORMATION

JEROME COUNTY, IDAHO

PENSION PLAN REQUIRED SUPPLEMENTARY INFORMATION
FOR YEAR ENDED SEPTEMBER 30, 2015 WITH JUNE 30, 2015 PERSI DATA

Schedule of Employer's Share of Net Pension Liability
PERSI - Base Plan
Last 10 Fiscal Years *

	2015
Employer's portion of net pension liability	0.1351067%
Employer's proportionate share of the net pension liability	$1,779,135
Employer's covered-employee payroll	$3,810,770
Employer's proportional share of the net pension liability as a percentage of its covered-employee payroll	46.69%
Plan fiduciary net position as a percenage of the total pension liability	91.38%

* GASB Statement No. 68 requires ten years of information to be presented in the table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

Data reported is measured as of July 1, 2015

Schedule of Employer Contributions
PERSI - Base Plan
Last 10 Fiscal Years *

	2015
Statutorily required contribution	$441,937
Contributions in relation to the statutorily required contribution	$434,018
Contribution (deficiency) excess	($7,919)
Employer's covered-employee payroll	$3,810,770
Contributions as a percentage of covered-employee payroll	11.39%

* GASB Statement No. 68 requires ten years of information to be presented in the table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

Data reported is measured as of July 1, 2015

JEROME COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	2,319,846	2,342,703	2,044,626	(298,077)
PILT	-	-	19,596	19,596.00
Other	725,000	725,000	787,801	62,801
Total Revenues	3,044,846.00	3,067,703.00	2,852,023	(215,680)
Expenditures				
Salaries and Wages	1,310,691	1,310,691	1,231,845	78,846
Payroll Expenses and Benefits	623,750	623,750	532,888	90,862
General and Administrative	804,337	827,194	544,602	282,592
Contracted Services	140,100	140,100	123,095	17,005
Law Enforcement	8,600	8,600	8,393	207
Capital Expenditures	502,000	502,000	244,545	257,455
Total Expenditures	3,389,478	3,412,335	2,685,368	726,967
Excess (Deficit) Revenues Over Expenditures	(344,632)	(344,632)	166,655	511,287
Fund Balance at Beginning of Year	344,632	344,632	3,044,779	2,700,147
Fund Balance at End of Year	-	-	3,211,434	3,211,434

See independent auditor's report on other financial information.

JEROME COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL BY OFFICE - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	2,319,846	2,342,703	2,044,626	(298,077)
Payment in Lieu of Taxes	-	-	19,596	19,596
Other	725,000	725,000	787,801	62,801
Total Revenues	3,044,846	3,067,703	2,852,023	(215,680)
Expenditures				
Clerk, Auditor, Recorder Salaries	488,466	488,466	448,089	40,377
Clerk, Auditor, Recorder Other	8,300	8,300	4,118	4,182
Assessor Salaries	139,164	139,164	138,726	438
Assessor Other	5,900	5,900	1,849	4,051
Treasurer Salaries	118,212	118,212	112,110	6,102
Treasurer Other	8,217	8,217	7,112	1,105
Commissioners Salaries	88,920	88,920	87,948	972
Commissioners Other	25,000	25,000	12,000	13,000
Coroner Salaries	8,700	8,700	8,700	-
Coroner Other	9,500	9,500	8,393	1,107
Disaster Services Salaries	37,387	37,387	36,848	539
Disaster Services Other	16,470	28,470	28,783	(313)
County Agent Salaries	62,678	62,678	61,432	1,246
County Agent Other	35,600	35,600	28,860	6,740
Data Processing Salaries	28,596	28,596	28,596	-
Data Processing Other	189,100	189,100	174,005	15,095
Election Salaries	36,530	36,530	19,280	17,250
Elections	53,650	53,650	30,531	23,119
General Accounts (Salaries)	72,976	72,976	63,554	9,422
General Accounts (Other)	1,687,050	1,697,907	1,137,657	560,250
Planning and Zoning Salaries	216,972	216,972	215,975	997
Planning and Zoning Other	33,400	33,400	19,177	14,223
Reserve	5,000	5,000	-	5,000
Veterans' Memorial Salaries	12,090	12,090	10,587	1,503
Veterans' Memorial Other	1,600	1,600	1,038	562
Total Expenditures	3,389,478	3,412,335	2,685,368	726,967
Excess (Deficit) Revenues Over Expenditures	(344,632)	(344,632)	166,655	511,287
Fund Balance at Beginning of Year	344,632	344,632	3,044,779	2,700,147
Fund Balance at End of Year	-	-	3,211,434	3,211,434

See independent auditor's report on other financial information.

JEROME COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - AIRPORT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	46,330	46,330	47,053	723
Other	475,000	2,039,994	1,975,801	(64,193)
Total Revenues	521,330.00	2,086,324	2,022,854	(63,470)
Expenditures				
Salaries and Wages	57,996	57,996	52,793	5,203.00
Payroll Expense and Benefits	26,665	26,665	20,030	6,635
Utilities	16,444	16,444	18,689	(2,245)
Maintenance	60,000	60,000	57,470	2,530
Miscellaneous	10,475	12,681	13,006	(325)
Petroleum	250,000	372,643	372,643	-
Capital Outlay	149,750	1,589,895	1,601,693	(11,798)
Total Expenditures	571,330	2,136,324	2,136,324	-
Excess (Deficit) Revenues Over Expenditures	(50,000)	(50,000)	(113,470)	(63,470)
Fund Balance at Beginning of Year	50,000	50,000	143,837	93,837
Fund Balance at End of Year	-	-	30,367	30,367

JEROME COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - JUSTICE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	2,449,795	2,449,795	2,485,336	35,541
Other	1,749,000	1,904,513	2,045,315	140,802
Total Revenues	4,198,795	4,354,308	4,530,651	176,343
Expenditures				
Sheriff Department Salaries	781,474	799,891	771,995	27,896
Sheriff Department Other	256,100	335,973	307,536	28,437
Detention Salaries	666,736	666,736	629,277	37,459
Detention Other	389,000	389,000	321,707	67,293
Prosecuting Attorney Salaries	369,924	369,924	355,838	14,086
Prosecuting Attorney Other	24,700	24,700	12,285	12,415
Public Defender	432,000	432,000	431,244	756
Juvenile Salaries	229,096	240,361	219,723	20,638
Juvenile Other	306,127	409,552	243,536	166,016
Adult Probation Salaries	158,716	158,716	108,383	50,333
Adult Probation Other	49,239	49,239	28,962	20,277
General	1,297,183	1,239,716	971,215	268,501
Total Expenditures	4,960,295	5,115,808	4,401,701	714,107
Excess (Deficit) Revenues and Other Sources Over Expenditures	(761,500)	(761,500)	128,950	890,450
Fund Balance at Beginning of Year	761,500	761,500	2,199,042	1,437,542
Fund Balance at End of Year	-	-	2,327,992	2,327,992

See independent auditor's report on other financial information.

JEROME COUNTY, IDAHO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - CORRECTIONAL FACILITY FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Other	-	-	21,496	21,496
Total Revenues	-	-	21,496	21,496
Expenditures				
Capital Outlay	10,663,944	10,663,944	5,491,214	5,172,730
Miscellaneous	-	-	-	-
Total Expenditures	10,663,944	10,663,944	5,491,214	5,172,730
Excess (Deficit) Revenues Over Expenditures	(10,663,944)	(10,663,944)	(5,469,718)	5,194,226
Other Financing Sources (Uses):				
Transfers In (Out)	-	-	(21,496)	(21,496)
Excess (Deficit) Revenues and Other Sources Over Expenditures	(10,663,944)	(10,663,944)	(5,491,214)	5,172,730
Fund Balance at Beginning of Year	10,663,944	10,663,944	10,364,039	(299,905)
Fund Balance at End of Year	-	-	4,872,825	4,872,825

JEROME COUNTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

Basis of Presentation

The Schedules of Revenues, Expenditures and Changes in Fund Balance have been prepared on the modified accrual basis of accounting.

Budgetary Legal Requirements

Idaho codified law prescribes the budgetary procedures to be followed by Counties as follows:

A. On or before the first Monday in May of each year the county budget officer shall notify, in writing, each county official, elective or appointive, in charge of any office, department, service, agency or institution of the county, to file with such budget officer, on or before the third Monday in May thereafter, an itemized estimate showing both the probable revenues from sources other than taxation that will accrue to his office.
B. The county budget officer (Clerk) then submits to the board of county commissioners on or before the first Monday in August of each year; county commissioners shall convene to consider the proposed budget in detail and make any alterations allowable by law and which they deem necessary.
C. When the commissioners have agreed on such tentative appropriations, the county budget officer, not later than the third week in August, shall cause notice to be published setting forth the amount of anticipated revenue from property taxes and the total of revenues anticipated from sources other than property taxes and the amount proposed to be appropriated to each office.
D. On or before the Tuesday following the first Monday in September of each year the board of county commissioners shall meet at the time and place designated in said notice. 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 but must be concluded by the second Monday in September.
E. During the year the county commissioners may proceed to adjust the budget as adopted to reflect the receipt of unscheduled revenue, grants, or donations from federal, state or local governments or private sources, provided that there shall be no increase in anticipated property taxes.

OTHER SUPPLEMENTARY INFORMATION

JEROME COUNTY, IDAHO

COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2015

	District Court	Ambulance	Fair	Fair Capital	Charity and Indigent	Public Health
Assets						
Cash and Investments	614,121	670,435	98,351	23,825	558,131	22,525
Accounts Receivable	31,679	3,125	11,943	239	2,502	1,343
Delinquent Taxes Receivable	-	21,260	8,006	2,164	26,465	3,742
Total Assets	645,800	694,820	118,300	26,228	587,098	27,610
Liabilities						
Warrants Payable	5,454	-	-	-	9,405	-
Vouchers Payable	21,518	-	16,941	2,975	4,984	-
Total Liabilities	26,972	-	16,941	2,975	14,389	-
Deferred Inflows of Resources						
Unavailable Revenue	-	18,071	6,804	1,841	22,495	3,181
Total Deferred Inflows of Resources	-	18,071	6,804	1,841	22,495	3,181
Fund Balances						
Committed:						
Designated for subsequent year expenditures	400,000	32,548	11,000	5,000	200,000	15,000
Assigned	218,828	644,201	83,555	16,412	350,214	9,429
Total Fund Balances	618,828	676,749	94,555	21,412	550,214	24,429
Total Liabilities and Fund Balances	645,800	694,820	118,300	26,228	587,098	27,610

Revaluation	Solid Waste	Tort	Noxious Weed	County Election	Waterway	Bond Redemption	Totals
357,985	476,214	152,579	78,350	133,903	19,156	60,725	3,266,300
3,247	59,357	1,352	164	-	-	-	114,951
13,470	-	7,652	2,312	-	-	27,219	112,290
374,702	535,571	161,583	80,826	133,903	19,156	87,944	3,493,541
703	-	-	-	873	-	-	16,435
13,099	-	-	19,250	543	-	-	79,310
13,802	-	-	19,250	1,416	-	-	95,745
11,448	50,453	6,504	1,965	-	-	23,135	145,897
11,448	50,453	6,504	1,965	-	-	23,135	145,897
150,000	105,000	10,000	15,000	-	4,000	-	947,548
199,452	380,118	145,079	44,611	132,487	15,156	64,809	2,304,351
349,452	485,118	155,079	59,611	132,487	19,156	64,809	3,251,899
374,702	535,571	161,583	80,826	133,903	19,156	87,944	3,493,541

See independent auditor's report.

JEROME COUNTY, IDAHO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2015

	District Court	Ambulance	Fair	Fair Capital	Charity and Indigent	Public Health
Revenues						
Property Taxes	-	480,631	164,714	44,766	581,456	85,019
Intergovernmental	428,789	16,506	7,581	1,878	18,788	6,472
Charges for Services	-	-	73,097	-	-	-
Fines and Forfeitures	184,880	-	-	-	-	-
Miscellaneous	41,737	6,592	185,110	5	123,155	16
Total Revenues	655,406	503,729	430,502	46,649	723,399	91,507
Expenditures						
Salaries and Wages	242,870	-	72,292	-	43,775	-
Payroll Expenses and Benefits	63,157	-	25,174	-	16,732	-
General and Administrative	-	895	8,985	-	-	-
Health Care	-	-	-	-	581,355	114,708
Contracted Services	-	400,000	346,167	-	-	-
Law Enforcement	163,909	-	-	-	-	-
Capital Expenditures	7,214	-	8,500	34,430	-	-
Debt Service						
Principal Payments	-	-	7,453	-	-	-
Interest Payments	-	-	7,155	-	-	-
Total Expenditures	477,150	400,895	475,726	34,430	641,862	114,708
Excess (Deficit) Revenues	178,256	102,834	(45,224)	12,219	81,537	(23,201)
Other Financing Sources (Uses)						
Fund Transfer In (Out)	-	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-	-
Excess (Deficit) Revenues and Other Sources Over Expenditures	178,256	102,834	(45,224)	12,219	81,537	(23,201)
Fund Balance at Beginning of Year	440,572	573,915	139,779	9,193	468,677	47,630
Fund Balance at Year End	618,828	676,749	94,555	21,412	550,214	24,429

Revaluation	Solid Waste	Tort	Noxious Weed	County Election	Waterway	Bond Redemption	Totals
280,137	-	175,999	72,847	-	-	720,280	2,605,849
17,433	-	7,878	867	84,505	13,786	10,515	614,998
-	854,508	-	-	-	-	-	927,605
-	-	-	-	-	-	-	184,880
1,673	19,431	24	20,226	-	-	2,333	400,302
299,243	873,939	183,901	93,940	84,505	13,786	733,128	4,733,634
206,754	-	-	-	18,739	-	-	584,430
68,713	-	-	-	4,512	-	-	178,288
22,110	-	-	-	12,514	10,000	448	54,952
-	-	-	-	-	-	-	696,063
-	716,291	171,044	48,514	10,282	2,144	-	1,694,442
-	-	-	-	-	-	-	163,909
-	-	-	-	-	-	-	50,144
-	-	-	-	-	-	250,000	257,453
-	-	-	-	-	-	485,544	492,699
297,577	716,291	171,044	48,514	46,047	12,144	735,992	4,172,380
1,666	157,648	12,857	45,426	38,458	1,642	(2,864)	561,254
-	-	-	-	-	-	21,496	21,496
-	-	-	-	-	-	21,496	21,496
1,666	157,648	12,857	45,426	38,458	1,642	18,632	582,750
347,786	327,470	142,222	14,185	94,029	17,514	46,177	2,669,149
349,452	485,118	155,079	59,611	132,487	19,156	64,809	3,251,899

See independent auditor's report.

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - DISTRICT COURT FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Other	400,000	400,000	655,406	255,406
Total Revenues	400,000	400,000	655,406	255,406
Expenditures				
Salaries and Wages	210,984	246,431	242,870	3,561
Payroll Expense and Benefits	75,400	75,400	63,157	12,243
Supplies	31,250	31,250	25,157	6,093
Postage	20,000	20,000	15,616	4,384
Telephone and Utilities	55,600	55,600	45,596	10,004
Jury and Witness Fees and Expense	12,000	12,000	15,229	(3,229)
Travel	800	800	171	629
Lodging, Meals and Mileage for Jurors	2,000	2,000	1,029	971
Judicial Education	2,500	2,500	1,505	995
Contracts	125,572	90,125	59,606	30,519
Contingency	12,000	12,000	-	12,000
Capital Outlay	20,000	20,000	7,214	12,786
Total Expenditures	568,106	568,106	477,150	90,956
Excess (Deficit) Revenues Over Expenditures	(168,106)	(168,106)	178,256	346,362
Fund Balance at Beginning of Year	168,106	168,106	440,572	272,466
Fund Balance at End of Year	-	-	618,828	618,828

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - AMBULANCE DISTRICT FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Property Taxes	480,489	480,489	480,631	142
Other	-	-	23,098	23,098
Total Revenues	480,489.00	480,489.00	503,729	23,240
Expenditures				
Contingency	92,600	92,600	895	91,705
Ambulance Contracts	400,000	400,000	400,000	-
Total Expenditures	492,600	492,600	400,895	91,705
Excess (Deficit) Revenues Over Expenditures	(12,111)	(12,111)	102,834	114,945
Fund Balance at Beginning of Year	12,111	12,111	573,915	561,804
Fund Balance at End of Year	-	-	676,749	676,749

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - COUNTY FAIR FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	160,958	160,958	164,714	3,756
Other	152,000	152,000	265,788	113,788
Total Revenues	312,958	312,958	430,502	117,544
Expenditures				
Salaries and Wages	86,522	86,522	72,292	14,230
Employee Benefits	30,070	30,070	25,174	4,896
Supplies	2,575	2,575	3,650	(1,075)
Utilities	26,316	26,316	30,392	(4,076)
Contracted Services	6,256	6,256	5,335	921
Repairs and Maintenance	49,362	49,362	54,564	(5,202)
Miscellaneous	156,192	156,192	261,211	(105,019)
Capital Outlay	15,665	15,665	23,108	(7,443)
Total Expenditures	372,958	372,958	475,726	(102,768)
Excess (Deficit) Revenues Over Expenditures	(60,000)	(60,000)	(45,224)	14,776
Fund Balance at Beginning of Year	60,000	60,000	139,779	79,779
Fund Balance at End of Year	-	-	94,555	94,555

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - COUNTY FAIR CAPITAL FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	44,000	44,000	44,766	766
Other	-	-	1,883	1,883
Total Revenues	44,000	44,000	46,649	2,649
Expenditures				
Capital Outlay	50,000	50,000	34,430	15,570
Total Expenditures	50,000	50,000	34,430	15,570
Excess (Deficit) Revenues Over Expenditures	(6,000)	(6,000)	12,219	18,219
Fund Balance at Beginning of Year	6,000	6,000	9,193	3,193
Fund Balance at End of Year	-	-	21,412	21,412

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - CHARITY AND INDIGENT FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	572,219	572,219	581,456	9,237
Other	112,500	112,500	141,943	29,443
Total Revenues	684,719	684,719	723,399	38,680
Expenditures				
Salaries	57,696	57,696	43,775	13,921
Payroll Expenses and Benefits	17,100	17,100	16,732	368
Travel	1,000	1,000	1,805	(805)
Medical - Hospitals	300,000	300,000	220,335	79,665
Medical - Jail	79,323	79,323	41,489	37,834
Medical - Professional Services	353,000	353,000	303,011	49,989
Medical - Medications	800	800	-	800
Medical - Transportation	9,500	9,500	7,750	1,750
Non-Medical Care	9,300	9,300	6,675	2,625
Insurance	5,000	5,000	-	5,000
Miscellaneous	2,000	2,000	290	1,710
Total Expenditures	834,719	834,719	641,862	192,857
Excess (Deficit) Revenues Over Expenditures	(150,000)	(150,000)	81,537	231,537
Fund Balance at Beginning of Year	150,000	150,000	468,677	318,677
Fund Balance at End of Year	-	-	550,214	550,214

See independent auditor's report.

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - PUBLIC HEALTH FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	83,708	83,708	85,019	1,311
Other	-	-	6,488	6,488
Total Revenues	83,708	83,708	91,507	7,799
Expenditures				
Health Care Contracts	114,708	114,708	114,708	-
Total Expenditures	114,708	114,708	114,708	-
Excess (Deficit) Revenues Over Expenditures	(31,000)	(31,000)	(23,201)	7,799
Fund Balance at Beginning of Year	31,000	31,000	47,630	16,630
Fund Balance at End of Year	-	-	24,429	24,429

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - REVALUATION FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	274,160	274,160	280,137	5,977
Other	15,000	15,000	19,106	4,106
Total Revenues	289,160	289,160	299,243	10,083
Expenditures				
Salaries and Wages	253,860	253,860	206,754	47,106
Payroll Expenses and Benefits	95,600	95,600	68,713	26,887
Contracted Services	10,000	10,000	5,450	4,550
Miscellaneous	23,600	23,600	12,124	11,476
Education	6,100	6,100	4,536	1,564
Total Expenditures	389,160	389,160	297,577	91,583
Excess (Deficit) Revenues Over Expenditures	(100,000)	(100,000)	1,666	101,666
Fund Balance at Beginning of Year	100,000	100,000	347,786	247,786
Fund Balance at End of Year	-	-	349,452	349,452

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - SOLID WASTE FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Other	725,000	725,000	873,939	148,939
Total Revenues	725,000	725,000	873,939	148,939
Expenditures				
Solid Waste Contract	833,500	833,500	716,291	117,209
Contingency	30,000	30,000	-	30,000
Total Expenditures	863,500	863,500	716,291	147,209
Excess (Deficit) Revenues Over Expenditures	(138,500)	(138,500)	157,648	296,148
Fund Balance at Beginning of Year	138,500	138,500	327,470	188,970
Fund Balance at End of Year	-	-	485,118	485,118

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - TORT FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	174,000	174,000	175,999	1,999
Other	-	-	7,902	7,902
Total Revenues	174,000	174,000	183,901	9,901
Expenditures				
Insurance Liability Coverage	174,000	174,000	171,044	2,956
Total Expenditures	174,000	174,000	171,044	2,956
Excess (Deficit) Revenues Over Expenditures	-	-	12,857	12,857
Fund Balance at Beginning of Year	-	-	142,222	142,222
Fund Balance at End of Year	-	-	155,079	155,079

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - NOXIOUS WEED FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	73,185	73,185	72,847	(338)
Other	14,000	14,000	21,093	7,093
Total Revenues	87,185	87,185	93,940	6,755
Expenditures				
Salaries and Wages	17,500	17,500	-	17,500
Payroll Expense and Benefits	11,121	11,121	-	11,121
Contracts	68,564	68,564	48,514	20,050
Total Expenditures	97,185	97,185	48,514	48,671
Excess (Deficit) Revenues Over Expenditures	(10,000)	(10,000)	45,426	55,426
Fund Balance at Beginning of Year	10,000	10,000	14,185	4,185
Fund Balance at End of Year	-	-	59,611	59,611

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - COUNTY ELECTION FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Other	100,251	102,912	84,505	(18,407)
Total Revenues	100,251	102,912	84,505	(18,407)
Expenditures				
Salaries and Wages	36,530	36,530	18,739	17,791.00
Payroll Expenses and Benefits	22,500	22,500	4,512	17,988
General and Administrative	34,476	34,476	12,514	21,962
Miscellaneous	7,511	10,172	10,282	(110)
Total Expenditures	101,017	103,678	46,047	57,631
Excess (Deficit) Revenues Over Expenditures	(766)	(766)	38,458	39,224
Fund Balance at Beginning of Year	766	766	94,029	93,263
Fund Balance at End of Year	-	-	132,487	132,487

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - WATERWAYS FUND FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Other	9,000	9,000	13,786	4,786
Total Revenues	9,000	9,000	13,786	4,786
Expenditures				
Repairs and Maintenance	13,000	13,000	12,144	856
Miscellaneous	-	-	-	-
Total Expenditures	13,000	13,000	12,144	856
Excess (Deficit) Revenues Over Expenditures	(4,000)	(4,000)	1,642	5,642
Fund Balance at Beginning of Year	4,000	4,000	17,514	13,514
Fund Balance at End of Year	-	-	19,156	19,156

See independent auditor's report.

JEROME COUNTY, IDAHO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - BOND REDEMPTION FOR THE YEAR ENDED SEPTEMBER 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
	735,544	735,096	720,280	(14,816)
Other	-	-	12,848	12,848
Total Revenues	735,544	735,096	733,128	(1,968)
Expenditures				
Principal Payments	735,544	735,096	250,000	485,096
Interest Payments	-	-	485,544	(485,544)
Miscellaneous	-	-	448	(448)
Total Expenditures	735,544	735,096	735,992	(896)
Excess (Deficit) Revenues Over Expenditures	-	-	(2,864)	(2,864)
Other Financing Sources (Uses):				
Transfers In (Out)	-	-	21,496	21,496
Excess (Deficit) Revenues and Other Sources Over Expenditures	-	-	18,632	18,632
Fund Balance at Beginning of Year	-	-	46,177	46,177
Fund Balance at End of Year	-	-	64,809	64,809

JEROME COUNTY

OMB CIRCULAR A-133
SUPPLEMENTARY FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

OMB CIRCULAR A-133
SUPPLEMENTARY FINANCIAL REPORT

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Board of County Commissioners
Jerome County
Jerome, Idaho 83338

Report on Compliance for Each Major Federal Program

We have audited the Jerome County's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the County's major federal programs for the year ended September 30, 2015. Jerome County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Jerome County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the 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 Jerome 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 on compliance for each major federal program. However, our audit does not provide a legal determination of Jerome County's compliance.

Opinion on Each Major Federal Program

In our opinion, Jerome County, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2015.

PO Box 513 • Rupert, Idaho 83350 • 208 436-9911 • FAX 208 436-9914
info@condiestoker.com • www.condiestoker.com

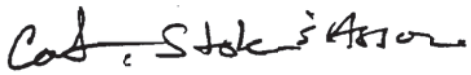
Report on Internal Control Over Compliance

Management of Jerome 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 Jerome 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 Jerome County's internal control over compliance.

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

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

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



Condie, Stoker & Associates

January 25, 2016

JEROME COUNTY, IDAHO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2015

Description	Federal CFDA Number	Accrued (Deferred) Grant Revenue 9/30/2014	Cash/ Commodities Received 10/01/2014 thru 9/30/2015	Expenditures	Accrued (Deferred) Grant Revenue 9/30/2015
Pass-Through State of Idaho:					
Department of Justice:					
State of Idaho-Juvenile Accountability Block Grant	16.523	-	11,265	11,265	-
Total Department of Justice Pass-Through		-	11,265	11,265	-
Department of Transportation:					
State of Idaho National Priority Safety Programs	20.616	-	22,469	33,468	10,999
State of Idaho State and Community Highway Safety	20.600	(13,334)	-	13,334	-
State of Idaho Alcohol Impaired Driving Countermeasures Grant	20.601	(4,480)	-	4,480	-
State of Idaho National Motor Carrier Safety	20.218	(3,312)	-	3,312	-
Total Department of Transportation Pass-Through		(21,126)	22,469	54,594	10,999
Secretary of State:					
HAVA Grant Fund	39.011	-	2,661	2,661	-
Department of Homeland Security:					
State of Idaho Emergency Management Performance Grants	97.042	-	22,865	22,865	-
State of Idaho Mitigation Planning Grant (HSGP)	97.039	-	13,000	13,000	-
State of Idaho Homeland Security Grant Program	97.067	-	61,099	61,099	-
Total Department of Homeland Security Pass-Through		-	96,964	96,964	-
Department of Transportation Direct Programs:					
Airport Improvement Program*	20.106	-	1,384,798	1,395,846	11,048
Department of Justice Direct Programs					
State Criminal Alien Assistance Program	16.606	13,793	13,125	9,332	10,000
Total Federal Financial Assistance		(7,333)	1,531,282	1,570,662	32,047

* Major Programs

JEROME COUNTY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2015

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the County's federal award programs presented on the accrual basis of accounting in accordance with generally accepted accounting principles. The information in this Schedule is presented in accordance with the requirements of OMB CircularA-133, *Audit of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operation of the County, it is not intended to and does not present the financial position, changes in net assets of Jerome County.

JEROME COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2015

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of Jerome County.

2. No reportable deficiencies were disclosed during the audit of the financial statements reported in the report of internal control dated January 25, 2016.

3. No instances of noncompliance material to the financial statements were disclosed during the audit.

4. No material reportable conditions were discovered during the audit of the Major Federal Award Programs.

5. The auditor's report on compliance for the Major Federal Award Programs for Jerome County expresses an unqualified opinion.

6. The audit did not disclose any audit findings.

7. The programs tested as major programs include: Airport Improvement Program 20.106.

8. The dollar threshold used to distinguish between Type A and Type B programs was $300,000.

9. Jerome County was determined not to be a low-risk Auditee.

B. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

Finding	Reportable Condition	Questioned Cost
None	None	None

C. FINDINGS - FINANCIAL STATEMENTS AUDIT

None