

**AUDIT REPORT
OF
SAUNDERS COUNTY**

JULY 1, 2007 THROUGH JUNE 30, 2008

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the Auditor of Public Accounts.**

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Issued on February 11, 2009

SAUNDERS COUNTY

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SAUNDERS COUNTY
LIST OF COUNTY OFFICIALS
 At June 30, 2008

Name	Title	Term Expires
Doris Karloff	Board of Supervisors	Jan. 2009
Dean Busing		Jan. 2011
Scott Sukstorf		Jan. 2009
Kenneth Kuncel		Jan. 2011
Craig Breunig		Jan. 2011
Leroy Hanson		Jan. 2011
James Fauver		Jan. 2009
Scott Tingelhoff	Attorney	Jan. 2011
Patti Lindgren	Clerk Election Commissioner	Jan. 2011
Don Clark	Register of Deeds	Jan. 2011
Paul Johnson	Clerk of the District Court	Jan. 2011
Kevin Stukenholtz	Sheriff	Jan. 2011
Patricia Hunter	Treasurer	Jan. 2011
Herbert Barnes	Veterans' Service Officer	Appointed
Ed Sladky	Weed Superintendent	Appointed
Steve Mika	Highway Superintendent	Appointed
George Borreson	Planning & Zoning	Appointed
Sheri Schaeffer	Senior Services	Appointed
Pam Lausterer	Youth Services	Appointed
Terry Miller	Emergency Management	Appointed



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

Mike Foley
State Auditor

Mike.Foley@nebraska.gov
P.O. Box 98917
State Capitol, Suite 2303
Lincoln, Nebraska 68509
402-471-2111, FAX 402-471-3301
www.auditors.state.ne.us

SAUNDERS COUNTY

INDEPENDENT AUDITORS' REPORT

Board of Supervisors
Saunders County, Nebraska

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Saunders County, as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

As discussed in Note 1, these financial statements were prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than generally accepted accounting principles.

The financial statements referred to above include only the primary government of Saunders County, which consists of all funds, departments, and offices that comprise the County's legal entity. The financial statements do not include financial data for the County's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of the County's primary government. As a result, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of Saunders County as of June 30, 2008, and the changes in its financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash balances of the governmental activities, each major fund, and the aggregate remaining fund information for the primary government of Saunders County, as of June 30, 2008, and the respective changes in cash balances thereof for the year then ended in conformity with the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 3, 2009, on our consideration of Saunders County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The budgetary comparison information is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The County has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining nonmajor fund financial statement, nonmajor budgetary comparison information, schedule of office activity, and schedule of taxes certified and collected, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole on the basis of accounting described in Note 1.

Signed Original on File

February 3, 2009

Deann Haeffner, CPA
Assistant Deputy Auditor

SAUNDERS COUNTY
STATEMENT OF NET ASSETS - CASH BASIS
 June 30, 2008

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents (Note 1.D)	\$ 12,783,121
TOTAL ASSETS	<u><u>\$ 12,783,121</u></u>
NET ASSETS	
Restricted for:	
Veterans' Aid	\$ 94,702
911 Services	140,597
Other Purposes	11,350
Debt service	3,115,617
Unrestricted	<u>9,420,855</u>
TOTAL NET ASSETS	<u><u>\$ 12,783,121</u></u>

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

SAUNDERS COUNTY
STATEMENT OF ACTIVITIES - CASH BASIS
For the Year Ended June 30, 2008

Functions:	Cash Disbursements	Program Cash Receipts		Net (Disbursement)
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Receipts and Changes in Net Assets
Governmental Activities:				
General Government	\$ (3,797,708)	\$ 592,665	\$ 221,573	\$ (2,983,470)
Public Safety	(2,690,068)	93,680	162,819	(2,433,569)
Public Works	(3,580,372)	333	2,253,773	(1,326,266)
Health and Sanitation	(86,663)	-	17,197	(69,466)
Public Assistance	(419,984)	75,914	124,959	(219,111)
Culture and Recreation	(45,977)	-	-	(45,977)
Debt Payments	(1,533,912)	-	-	(1,533,912)
Capital Outlay	(10,008,512)	-	-	(10,008,512)
Total Governmental Activities	\$ (22,163,196)	\$ 762,592	\$ 2,780,321	(18,620,283)

General Receipts:

Property Taxes	6,084,847
Grants and Contributions Not Restricted to Specific Programs	690,099
Investment Income	800,342
Miscellaneous	2,807,118
Total General Receipts	10,382,406
 Change in Net Assets	 (8,237,877)
Net Assets - Beginning	21,020,998
Net Assets - Ending	\$ 12,783,121

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

SAUNDERS COUNTY
STATEMENT OF CASH BASIS ASSETS AND FUND BALANCES
GOVERNMENTAL FUNDS
June 30, 2008

	General Fund	Road Fund	Inheritance Fund	Health Services Bond Fund	Constructio n Fund	Law Enforcement Construction Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents (Note 1.D)	\$ 687,736	\$ 472,285	\$ 1,413,756	\$ 2,840,211	\$ 7,000	\$ 5,325,147	\$ 2,036,986	\$ 12,783,121
TOTAL ASSETS	\$ 687,736	\$ 472,285	\$ 1,413,756	\$ 2,840,211	\$ 7,000	\$ 5,325,147	\$ 2,036,986	\$ 12,783,121
FUND BALANCES								
Unreserved, reported in:								
General fund	\$ 687,736	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 687,736
Special revenue funds	-	472,285	1,413,756	-	-	-	1,761,580	3,647,621
Debt service funds	-	-	-	2,840,211	-	-	275,406	3,115,617
Capital project funds	-	-	-	-	7,000	5,325,147	-	5,332,147
TOTAL CASH BASIS FUND BALANCES	\$ 687,736	\$ 472,285	\$ 1,413,756	\$ 2,840,211	\$ 7,000	\$ 5,325,147	\$ 2,036,986	\$ 12,783,121

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

SAUNDERS COUNTY
**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES**
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008

	General Fund	Road Fund	Inheritance Fund	Health Services Bond Fund	Construction Fund	Law Enforcement Construction Fund	Other Governmental Funds	Total Governmental Funds
RECEIPTS								
Property Taxes	\$ 4,726,617	\$ 79	\$ 861,785	\$ 167,214	\$ -	\$ -	\$ 329,152	\$ 6,084,847
Licenses and Permits	168,353	-	-	-	-	-	-	168,353
Interest	230,665	-	-	130,210	-	5,244	434,223	800,342
Intergovernmental	515,927	2,385,596	-	15,178	-	-	553,719	3,470,420
Charges for Services	658,270	-	-	-	-	-	104,322	762,592
Miscellaneous	49,420	148,098	135	2,319,874	96,798	-	24,440	2,638,765
TOTAL RECEIPTS	6,349,252	2,533,773	861,920	2,632,476	96,798	5,244	1,445,856	13,925,319
DISBURSEMENTS								
General Government	3,226,639	-	167,887	-	-	-	403,182	3,797,708
Public Safety	1,335,552	-	-	-	-	-	1,354,516	2,690,068
Public Works	102,552	3,230,630	-	-	-	-	247,190	3,580,372
Health and Sanitation	85,663	-	-	1,000	-	-	-	86,663
Public Assistance	40,083	-	-	-	-	-	379,901	419,984
Culture and Recreation	26,000	-	-	-	-	-	19,977	45,977
Debt Service:								
Interest and Fiscal Charges	-	-	-	1,009,679	-	-	524,233	1,533,912
Capital Outlay	-	-	-	-	3,826,961	6,181,551	-	10,008,512
TOTAL DISBURSEMENTS	4,816,489	3,230,630	167,887	1,010,679	3,826,961	6,181,551	2,928,999	22,163,196
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	1,532,763	(696,857)	694,033	1,621,797	(3,730,163)	(6,176,307)	(1,483,143)	(8,237,877)
OTHER FINANCING SOURCES (USES)								
Transfers in	18,723	271,790	-	-	442,156	629,871	1,708,710	3,071,250
Transfers out	(1,719,014)	-	(259,806)	(442,156)	-	-	(650,274)	(3,071,250)
TOTAL OTHER FINANCING SOURCES (USES)	(1,700,291)	271,790	(259,806)	(442,156)	442,156	629,871	1,058,436	-
Net Change in Fund Balances	(167,528)	(425,067)	434,227	1,179,641	(3,288,007)	(5,546,436)	(424,707)	(8,237,877)
CASH BASIS FUND BALANCES - BEGINNING	855,264	897,352	979,529	1,660,570	3,295,007	10,871,583	2,461,693	21,020,998
CASH BASIS FUND BALANCES - ENDING	\$ 687,736	\$ 472,285	\$ 1,413,756	\$ 2,840,211	\$ 7,000	\$ 5,325,147	\$ 2,036,986	\$ 12,783,121

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

SAUNDERS COUNTY
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - CASH BASIS
FIDUCIARY FUNDS
June 30, 2008

	Agency Funds
ASSETS	
Cash and cash equivalents	\$ 3,211,794
 LIABILITIES	
Due to other governments	
State	340,650
Schools	1,824,599
Technical College	16,747
Natural Resource Districts	10,910
Fire Districts	11,217
Municipalities	75,996
Agricultural Society	2,278
Drainage Districts	93,917
Townships	13,923
Sanitary and Improvement Districts	775,213
Others	46,344
TOTAL LIABILITIES	3,211,794
TOTAL NET ASSETS	\$ -

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

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

For the Fiscal Year Ended June 30, 2008

1. **Summary of Significant Accounting Policies**

The following is a summary of the significant accounting policies utilized in the accounting system of Saunders County.

A. Reporting Entity

Saunders County, Nebraska (County) is a governmental entity established under and governed by the laws of the State of Nebraska (State). The County is managed by elected county officials who are elected on a political ballot for four-year terms. As a political subdivision of the State, the County is exempt from State and Federal income taxes. The financial statements include all funds of the County that are not legally separate. The County has also considered all potential component units for which it is financially accountable, and other organizations which are fiscally dependent on the County, or the significance of their relationship with the County is such that exclusion would be misleading or incomplete. The Governmental Accounting Standards Board (GASB) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the County to impose its will on that organization, or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County.

Component Unit. These financial statements present the County (the primary government). The Saunders County Hospital (Hospital) is a component unit of the County because of the significance of its operational and financial relationships with the County. The financial statements do not include the data of the Hospital necessary for reporting in conformity with generally accepted accounting principles (GAAP). Complete financial statements of the Hospital can be obtained from the Hospital's administrative office.

Joint Organization.

Behavioral Health Region V - The County has entered into an agreement with surrounding counties and the Nebraska Health and Human Services System to provide services to carry out the provisions of the Nebraska Behavioral Health Services Act (Act). Agreements were established under the authority of the Interlocal Cooperation Act for services to be provided under the Act. The Region consists of the following counties: Polk, Butler, Saunders, Seward, Lancaster, Otoe, Fillmore, Saline, Thayer, Jefferson, Gage, Johnson, Nemaha, Pawnee, York, and Richardson.

The governing board for the Region includes representatives from the participating county boards. Each county contributes to the financial support of the Region activities based on formulas developed by the Region governing board and as required by the Act.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Continued)

Funding is provided by a combination of federal, state, local, and private funding. The County contributed \$82,820 toward the operation of the Region during fiscal year 2008. In the event of the termination of the agreement, assets would be disposed of in accordance with the terms of the agreement. The Nebraska Health and Human Services System requires the Region to be audited annually in accordance with State Statute. Financial information for the Region is available in those audit reports.

Health Department – The County has entered into an agreement with Three Rivers Health Department to provide public health services. Agreements were established under authority of the Interlocal Cooperation Act for services to be provided per State Statutes 71-1626 to 71-1636.

The Department's governing board is established by Statute and includes representatives from the participating county boards and the health profession. Funding is provided by a combination of federal, state, local, and private funding. In the event of the termination of the agreement, assets would be disposed of in accordance with the terms of the agreement. The Department is required to be audited annually in accordance with State Statute 84-304. Financial information for the Department is available in that report.

B. Basis of Presentation

Government-wide Financial Statements. The Statement of Net Assets - Cash Basis and Statement of Activities - Cash Basis display information about the activities of the County, and are in the format of government-wide statements as required by GASB Statement Number 34. These statements include all the financial activities of the County, except for fiduciary activities and the Hospital. Internal activities in these statements have not been eliminated. Governmental GAAP would require internal activity to be eliminated to minimize double counting. The County reports governmental activities only. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. The County is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Continued)

Fund Financial Statements. The fund financial statements provide information about the County's funds, including its fiduciary funds. GAAP requires separate statements by fund category - governmental, proprietary, and fiduciary. The County uses only the governmental and fiduciary fund categories. The emphasis of fund financial statements is on major governmental funds. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

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

Road Fund. This fund is used to account for costs associated with the repair and maintenance of roads and bridges.

Inheritance Fund. This fund is used to account for the revenues generated from estate taxes.

Health Services Bond Fund. This fund accounts for the resources for, and the payment of, long-term debt principal, interest, and related costs associated with bonds issued for the construction of hospital facilities.

Construction Fund. This fund is used to account for bond proceeds and expenditures for the purpose of constructing hospital facilities.

Law Enforcement Center Construction Fund. This fund is used to account for bond proceeds and expenditures for the purpose of constructing law enforcement facilities.

The County reports the following additional fund types:

Special Revenue Funds. These funds account for the proceeds from a specific revenue source that is restricted to expenditures for a specified purpose.

Agency Funds. These funds account for assets held by the County as an agent for various local governments.

Capital Project Funds. These funds account for all resources received and used for the acquisition or development of major capital improvements.

Debt Service Funds. These funds account for the resources for, and the payment of, general long-term debt principal, interest, and related costs.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Continued)

C. Measurement Focus, Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. The accounting records of the County are maintained and the government-wide financial statements were reported on the basis of cash receipts and disbursements. As such, the measurement focus includes only those assets and fund balances arising from cash transactions on the Statement of Net Assets - Cash Basis and the Statement of Activities - Cash Basis. Revenues are recognized when received and expenditures are recognized when warrants are paid. This differs from governmental GAAP, which requires the government-wide and fiduciary fund financial statements to be reported using the economic resources measurement focus and the accrual basis of accounting. Under this measurement focus and basis of accounting revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The governmental fund financial statements were also reported on the cash receipt and disbursement basis of accounting. As such, the same measurement focus and basis of accounting were used as described above. This differs from governmental GAAP, which require governmental fund financial statements to be reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this measurement focus and basis of accounting, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

D. Assets and Net Assets

Cash and Cash Equivalents. The County's cash and cash equivalents are considered to be cash on hand and demand deposits.

Investments. The types of investments in which the County is authorized to invest funds are enumerated in Neb. Rev. Stat. §§ 77-2315, 77-2340, and 77-2341 (Reissue 2003), and generally include U.S. Government obligations, certificates of deposit, and time deposits and securities which are authorized by the Nebraska Investment Council.

Capital Assets. Under the cash receipts and disbursements basis of accounting, capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions are reflected as disbursements in governmental funds. GAAP requires capital assets, which would include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) to be reported in the applicable governmental activities columns in the government-wide financial statements.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

1. **Summary of Significant Accounting Policies** (Concluded)

Depreciation expenses on capital assets were not recorded on the cash basis financial statements. Under GAAP, depreciation expenses would be recorded in the Statement of Activities. The cost of normal maintenance and repairs that does not add to the value of the asset or extend asset life is not capitalized.

Compensated Absences. Vested or accumulated vacation leave that is liquidated with expendable available financial resources is reported as an expenditure of the County funds as paid. Upon termination, employees are paid for any unused vacation. Under the receipts and disbursements basis of accounting, the liabilities for compensated absences are not reported since they do not represent liabilities arising from cash transactions. Under GAAP, the compensated absences liability would be reported in the government-wide financial statements and would be recorded in accordance with the County's policy, which is to recognize the expense and accrued liability when vacation and compensatory leave is earned.

Restricted Net Assets. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then the unrestricted resources, as they are needed. Net assets are reported as restricted when constraints placed on their use are either externally imposed or imposed by law through constitutional provisions or enabling legislation. The government-wide statement of net assets reports \$3,362,266 of restricted net assets, of which \$246,649 is restricted by enabling legislation.

2. **Deposits and Investments**

The County has generally pooled the cash resources of the various funds for investment purposes. Interest earned on pooled funds is credited to the County General Fund in accordance with Neb. Rev. Stat. § 77-2315 (Reissue 2003).

At year end, the County's carrying amount of deposits was \$12,783,121 for County funds and \$3,211,794 for Fiduciary funds. The bank balances for all funds totaled \$15,819,530. For purposes of classifying categories of custodial risk, the bank balances of the County's deposits as of June 30, 2008, were either entirely insured or collateralized with securities held by the County's agent in the County's name.

3. **Property Taxes**

Property taxes are levied by the County Board on or before October 15 of each year for all political subdivisions in the County. Real estate and personal property taxes are due and attach as an enforceable lien on January 1 following the levy date, and become delinquent in two equal installments on May 1 and September 1. Motor vehicle taxes are due when application is made for registration of a motor vehicle.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

3. **Property Taxes** (Concluded)

Counties are permitted by the State Constitution to levy a tax of up to \$.50/\$100 of assessed valuation for general governmental services other than the payment of principal and interest on bonded debt. They may levy taxes in addition to the 50 cent limitation upon a vote of the people.

The levy set in October 2007, for the 2007 taxes which will be materially collected in May and September, 2008, was set at \$.26592/\$100 of assessed valuation. The levy set in October 2006, for the 2006 taxes which were materially collected in May and September, 2007, was set at \$.26319/\$100 of assessed valuation. The amount collected for motor vehicle tax is outlined in State Statute.

Additionally, there is currently a statutory lid limitation which limits taxation to the prior year's level, with provisions for growth. It may be increased by 1% by a three-fourths majority of the County Board.

4. **Retirement System**

The Retirement System for Nebraska Counties (the Plan) is a multiple-employer plan administered by the Public Employees Retirement Board in accordance with the provisions of the County Employees Retirement Act. The plan consists of a defined contribution option and a cash balance benefit. The cash balance benefit is a type of defined benefit plan. The Plan provisions are established under Neb. Rev. Stat. §§ 23-2301 through 23-2335 and may be amended through legislative action.

Participation in the Plan is required of all full time employees. Part time (working less than one-half of the regularly scheduled hours) employees may elect voluntary participation upon reaching age 20. Part time elected officials may exercise the option to join.

County employees and elected officials contribute 4.5% of their total compensation. In addition, the County contributes an amount equal to 150% of the employee's contribution. The contribution rates are established by Neb. Rev. Stat. §§ 23-2307 and 23-2308 (Reissue 2007), and may be amended through legislative action. The employee's and employer's contributions are kept in separate accounts. The employee's account is fully vested. The employer's account is fully vested after three years of participation in the system, including the twelve month eligibility period or credit for participation in another governmental plan prior to actual contribution to the Plan. Prior service benefits are paid directly by the County to the retired employee.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. **Retirement System** (Concluded)

A supplemental retirement plan was established on January 1, 2003, for the benefit of all present and future commissioned law enforcement personnel employed by the County. Employees contribute 1% of their salary and the County contributes an amount equal to 100% of the employee's contribution. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings.

For the year ended June 30, 2008, 144 employees contributed \$186,726; the County contributed \$280,088. Additionally, for the year ended June 30, 2008, 19 law enforcement employees and the County contributed \$5,905 in cash contributions for the supplemental law enforcement plan. Lastly, the County paid \$1,452 directly to 15 retired employees for prior service benefits.

5. **Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County is a member of the Nebraska Intergovernmental Risk Management Association (NIRMA), a public entity risk pool currently operating as a common risk management and insurance program for 77 counties throughout Nebraska.

The County pays an annual deposit premium as calculated by the administrator of the pool. The premium is based on the losses and exposures of each County and the entire Pool. If the Pool becomes insolvent or is otherwise unable to discharge its legal liabilities and other obligations, the County may be assessed by the Board for an additional contribution equal to its contribution for the current fiscal year, divided by the contribution of all participants for such year, times the amount of such deficiency. Each such assessment, and the manner of calculating the same, shall be sent to each county in writing, and each county shall thereafter have sixty (60) days in which to pay the amount of such assessment. Each county shall remain liable for such assessments, regardless of such county's withdrawal from participation or the termination of the agreement, and for liabilities of the Pool incurred during such county's period of membership.

The agreement with NIRMA provides that NIRMA will provide coverage for up to a maximum amount per occurrence and purchase commercial insurance for claims in excess of coverage provided. In the event of a liability exceeding the commercial insurance, the County would be responsible for funding the excess amount.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

5. Risk Management (Concluded)

	NIRMA Coverage	Maximum Coverage
General Liability Claim	\$ 300,000	\$ 5,000,000
Worker's Compensation Claim	\$ 300,000	Statutory Limits
Property Damage Claim	\$ 250,000	Insured Value at Replacement Cost

The County has not paid any additional assessments to the Pool in the last three fiscal years and no assessments are anticipated for fiscal year 2009. The County has not had to pay out any amounts that exceeded coverage provided by the Pool in the last three fiscal years.

6. Interfund Transfers

Interfund transfers for the year ended June 30, 2008, consisted of the following:

Transfers to	Transfers from				Total
	General Fund	Inheritance Fund	Health Services Bond Fund	Nonmajor Funds	
General Fund	\$ -	\$ -	\$ -	\$ 18,723	\$ 18,723
Road Fund	271,790	-	-	-	271,790
Construction Fund	-	-	442,156	-	442,156
Law Enforcement Construction Fund	-	-	-	629,871	629,871
Nonmajor Funds	1,447,224	259,806	-	1,680	1,708,710
Total	\$ 1,719,014	\$ 259,806	\$ 442,156	\$ 650,274	\$ 3,071,250

Transfers are used to move unrestricted revenues collected in the General Fund and Inheritance Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

7. Interfund Loans

Receivable Fund	Payable Fund	Amount
Building Fund	General Fund	\$ 523,535

In the fiscal year ended June 30, 2003, the County experienced a cash flow problem in its General Fund and adopted a resolution in September 2002 authorizing borrowing up to \$750,000 of funds from the Building Fund. Subsequent resolutions authorized borrowing against remaining funds not borrowed. The County's intent, as stated in its authorizing resolution, was that the Building Fund was to be repaid in ten years or sooner if possible. In fiscal year 2008, no additional monies were borrowed from the Building Fund and \$50,000 of the outstanding loan balance was repaid. At June 30, 2008, the unpaid Building Fund loan balance totaled \$523,535.

8. Long Term Debt

Hospital Bond. The County issued bonds in November 2005 in the amount of \$9,400,000 and in January 2006 in the amount of \$12,740,000; a total of \$22,140,000 for the purpose of paying the costs of acquiring a site and constructing and equipping a new hospital clinic, and long-term care facility. The bond payable balance as of June 30, 2008, was \$22,140,000. Saunders County has the ability to levy taxes as necessary to cover the annual required principal and interest payments over the term of these bonds. These future tax resources as well as proceeds for said facility will be used to pay off the bonds. Complete financial statements of the Hospital can be obtained from the Hospital's administrative office.

Future Payments:

Year	Principal	Interest	Total
2009	\$ 430,000	\$ 1,002,641	\$ 1,432,641
2010	445,000	987,809	1,432,809
2011	465,000	971,879	1,436,879
2012	480,000	954,865	1,434,865
2013	495,000	936,771	1,431,771
2014-2018	2,790,000	4,368,671	7,158,671
2019-2036	17,035,000	8,539,548	25,574,548
Total Payments	\$ 22,140,000	\$ 17,762,184	\$ 39,902,184

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

8. Long Term Debt (Concluded)

Law Enforcement Center Bond. The County issued bonds in December 2006 in the amount of \$7,990,000 and in January 2007 in the amount of \$5,000,000; a total of \$12,990,000 for the purpose of paying the costs of acquiring a site and constructing and equipping a new law enforcement facility. The bond payable balance as of June 30, 2008, was \$12,990,000. Saunders County has the ability to levy taxes as necessary to cover the annual required principal and interest payments over the term of these bonds. Future tax resources will be used to pay off the bonds.

Future Payments:

Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ -	\$ 524,365	\$ 524,365
2010	-	524,365	524,365
2011	555,000	514,706	1,069,706
2012	580,000	494,809	1,074,809
2013	595,000	473,917	1,068,917
2014-2018	3,340,000	2,018,333	5,358,333
2019-2036	7,920,000	1,871,565	9,791,565
Total Payments	\$ 12,990,000	\$ 6,422,060	\$ 19,412,060

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
RECEIPTS				
Taxes	\$ 4,569,341	\$ 4,569,341	\$ 4,726,617	\$ 157,276
Licenses and Permits	174,000	174,000	168,353	(5,647)
Interest	150,000	150,000	230,665	80,665
Intergovernmental	247,451	247,451	515,927	268,476
Charges for Services	578,725	578,725	658,270	79,545
Miscellaneous	60,000	60,000	49,420	(10,580)
TOTAL RECEIPTS	5,779,517	5,779,517	6,349,252	569,735
DISBURSEMENTS				
General Government:				
County Board	137,976	137,976	135,282	2,694
County Clerk	141,948	141,948	141,938	10
County Treasurer	267,800	267,800	267,137	663
Register of Deeds	90,280	91,183	91,183	-
Election Commissioner	76,959	91,084	103,133	(12,049)
Building and Zoning	81,576	81,576	78,726	2,850
Board of Equalization	10,825	10,974	10,974	-
Clerk of the District Court	81,805	81,805	81,143	662
District Judge	40,960	40,960	39,672	1,288
Public Defender	149,000	151,136	151,136	-
Building and Grounds	90,678	90,678	85,082	5,596
Agricultural Extension Agent	80,066	80,066	79,398	668
Miscellaneous	2,038,894	1,999,622	1,961,835	37,787
Public Safety				
County Sheriff	975,000	975,000	966,363	8,637
County Attorney	277,500	277,500	277,500	-
County Jail	-	18,016	18,016	-
Emergency Management	19,000	19,000	16,183	2,817
County Attorney Grant	10,110	10,110	6,603	3,507
County Sheriff Grant	64,641	64,641	12,590	52,051
Miscellaneous	45,879	45,879	38,297	7,582
Public Works				
County Surveyor	86,546	86,546	85,561	985
Highway Department	13,049	16,992	16,991	1
Public Health				
Miscellaneous	67,288	67,288	85,663	(18,375)
Public Assistance				
Veterans' Service Officer	40,870	40,870	40,083	787
Culture and Recreation				
Miscellaneous	26,000	26,000	26,000	-
TOTAL DISBURSEMENTS	4,914,650	4,914,650	4,816,489	98,161

(Continued)

SAUNDERS COUNTY
**BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	864,867	864,867	1,532,763	667,896
OTHER FINANCING SOURCES (USES)				
Transfers in	1,180,504	1,180,504	18,723	(1,161,781)
Transfers out	(1,788,900)	(1,788,900)	(1,719,014)	69,886
TOTAL OTHER FINANCING SOURCES (USES)	(608,396)	(608,396)	(1,700,291)	(1,091,895)
Net Change in Fund Balance	256,471	256,471	(167,528)	(423,999)
FUND BALANCES - BEGINNING	855,264	855,264	855,264	-
FUND BALANCES - ENDING	<u>\$ 1,111,735</u>	<u>\$ 1,111,735</u>	<u>\$ 687,736</u>	<u>\$ (423,999)</u>

(Concluded)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
ROAD FUND				
RECEIPTS				
Taxes	\$ -	\$ -	\$ 79	\$ 79
Intergovernmental	2,380,400	2,380,400	2,385,596	5,196
Charges for Services	10,000	10,000	-	(10,000)
Miscellaneous	166,500	166,500	148,098	(18,402)
TOTAL RECEIPTS	<u>2,556,900</u>	<u>2,556,900</u>	<u>2,533,773</u>	<u>(23,127)</u>
DISBURSEMENTS	<u>3,726,042</u>	<u>3,726,042</u>	<u>3,230,630</u>	<u>495,412</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(1,169,142)	(1,169,142)	(696,857)	472,285
OTHER FINANCING SOURCES (USES)				
Transfers in	271,790	271,790	271,790	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>271,790</u>	<u>271,790</u>	<u>271,790</u>	<u>-</u>
Net Change in Fund Balance	(897,352)	(897,352)	(425,067)	472,285
FUND BALANCE - BEGINNING	897,352	897,352	897,352	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 472,285</u>	<u>\$ 472,285</u>
INHERITANCE FUND				
RECEIPTS				
Taxes	\$ 352,001	\$ 352,001	\$ 861,785	\$ 509,784
Miscellaneous	-	-	135	135
TOTAL RECEIPTS	<u>352,001</u>	<u>352,001</u>	<u>861,920</u>	<u>509,919</u>
DISBURSEMENTS	<u>197,279</u>	<u>197,279</u>	<u>167,887</u>	<u>29,392</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	154,722	154,722	694,033	539,311
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,134,251)	(1,134,251)	(259,806)	874,445
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,134,251)</u>	<u>(1,134,251)</u>	<u>(259,806)</u>	<u>874,445</u>
Net Change in Fund Balance	(979,529)	(979,529)	434,227	1,413,756
FUND BALANCE - BEGINNING	979,529	979,529	979,529	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,413,756</u>	<u>\$ 1,413,756</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
HEALTH SERVICES BOND FUND				
RECEIPTS				
Taxes	\$ 175,400	\$ 175,400	\$ 167,214	\$ (8,186)
Interest	150,200	150,200	130,210	(19,990)
Intergovernmental	300	300	15,178	14,878
Miscellaneous	-	-	2,319,874	2,319,874
TOTAL RECEIPTS	325,900	325,900	2,632,476	2,306,576
DISBURSEMENTS	1,686,469	1,686,469	1,010,679	675,790
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(1,360,569)	(1,360,569)	1,621,797	2,982,366
OTHER FINANCING SOURCES (USES)				
Transfers out	(300,001)	(300,001)	(442,156)	(142,155)
TOTAL OTHER FINANCING SOURCES (USES)	(300,001)	(300,001)	(442,156)	(142,155)
Net Change in Fund Balance	(1,660,570)	(1,660,570)	1,179,641	2,840,211
FUND BALANCE - BEGINNING	1,660,570	1,660,570	1,660,570	-
FUND BALANCE - ENDING	\$ -	\$ -	\$ 2,840,211	\$ 2,840,211
CONSTRUCTION FUND				
RECEIPTS				
Miscellaneous	\$ -	\$ -	\$ 96,798	\$ 96,798
TOTAL RECEIPTS	-	-	96,798	96,798
DISBURSEMENTS	3,595,008	4,037,164	3,826,961	210,203
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(3,595,008)	(4,037,164)	(3,730,163)	307,001
OTHER FINANCING SOURCES (USES)				
Transfers in	300,001	300,001	442,156	142,155
TOTAL OTHER FINANCING SOURCES (USES)	300,001	300,001	442,156	142,155
Net Change in Fund Balance	(3,295,007)	(3,737,163)	(3,288,007)	449,156
FUND BALANCE - BEGINNING	3,295,007	3,295,007	3,295,007	-
FUND BALANCE - ENDING	\$ -	\$ (442,156)	\$ 7,000	\$ 449,156

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
LAW ENFORCEMENT CENTER CONSTRUCTION FUND				
RECEIPTS				
Interest	\$ -	\$ -	\$ 5,244	\$ 5,244
TOTAL RECEIPTS	<u>-</u>	<u>-</u>	<u>5,244</u>	<u>5,244</u>
DISBURSEMENTS	<u>10,872,083</u>	<u>10,872,083</u>	<u>6,181,551</u>	<u>4,690,532</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(10,872,083)	(10,872,083)	(6,176,307)	4,695,776
OTHER FINANCING SOURCES (USES)				
Transfers in	500	500	629,871	629,371
TOTAL OTHER FINANCING SOURCES (USES)	<u>500</u>	<u>500</u>	<u>629,871</u>	<u>629,371</u>
Net Change in Fund Balance	(10,871,583)	(10,871,583)	(5,546,436)	5,325,147
FUND BALANCE - BEGINNING	<u>10,871,583</u>	<u>10,871,583</u>	<u>10,871,583</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,325,147</u>	<u>\$ 5,325,147</u>

(Concluded)

SAUNDERS COUNTY

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2008

BUDGETARY COMPARISON SCHEDULES

GAAP Requirements

Generally Accepted Accounting Principles (GAAP) requires budgetary comparison schedules for the General Fund, and for each major special revenue fund that has a legally adopted annual budget. GAAP further requires the budgetary comparison schedules to include the *original budget* and *final budget* amounts. The *original budget* is the first complete appropriated budget adjusted by reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes *before* the beginning of the fiscal year. The original budget would also include actual appropriation amounts automatically carried over from prior years when required by law. The *final budget* is the original budget adjusted by all reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes applicable to the fiscal year as approved by the County Board or otherwise legally authorized.

Budgetary Process

The County adopts an annual budget in accordance with the statutory requirements of the Nebraska Budget Act. The budget is prepared on the cash receipts and disbursements basis of accounting. The budget contains only those revenues which have actually been received by the County Treasurer. The County does not utilize an encumbrance accounting system. All appropriated spending authority lapses at the end of the fiscal year.

On or before August 1, the county budget-making authority prepares and transmits a budget for each County fund to the County Board. The budget includes the requirements, the outstanding warrants, the operating reserves to be maintained, the cash on hand at the close of the preceding fiscal year, the revenue from sources other than taxation, and the amount to be raised by taxation. The County Board must hold at least one public hearing on the proposed budget. On or before September 20, the County Board shall adopt the budget and appropriate the amounts specified in the budget for the departments, offices, activities, and funds of the County.

The County Board is authorized to transfer budgeted amounts between departments within any fund through resolution; however, if revisions are made that alter the total expenditures of any fund, an additional public hearing be held. The legal level of budgetary control for the General Fund is at the function level, and the special revenue fund types are at the fund level. The County Board is also authorized to budget for the transfer of money between County funds.

Excess of Expenditures Over Appropriations

For the year ended June 30, 2008, expenditures exceeded budgeted appropriations in the Election Commissioner function of the General Fund by \$12,049, and in the Correctional Center Commissary and Child Support Agreement Attorney Funds by \$863, and \$6,069, respectively. These over-expenditures were funded by greater than anticipated revenues in the case of the Child Support Agreement Attorney Fund and by the available fund balance in the General and Correctional Center Commissary Funds.

SAUNDERS COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2008

	Special Road Fund	Road/Bridge Sinking Fund	Transportation Fund	Unemployment Fund	Medical Relief Fund	Institutions Fund	Veterans' Aid Fund
RECEIPTS							
Property Taxes	\$ -	\$ -	\$ -	\$ 4,392	\$ 15,058	\$ 11,330	\$ -
Interest	-	-	-	-	-	-	4,111
Intergovernmental	244	-	60,401	287	1,379	1,534	-
Charges for Services	-	-	1,968	-	-	-	-
Miscellaneous	-	-	-	2	8,451	1	-
TOTAL RECEIPTS	<u>244</u>	<u>-</u>	<u>62,369</u>	<u>4,681</u>	<u>24,888</u>	<u>12,865</u>	<u>4,111</u>
DISBURSEMENTS							
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	584	-	-	-
Public Works	189,702	-	-	-	-	-	-
Public Assistance	-	-	72,904	-	34,946	9,981	-
Culture and Recreation	-	-	-	-	-	-	-
Debt Service:							
Interest and Fiscal Charges	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>189,702</u>	<u>-</u>	<u>72,904</u>	<u>584</u>	<u>34,946</u>	<u>9,981</u>	<u>-</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>(189,458)</u>	<u>-</u>	<u>(10,535)</u>	<u>4,097</u>	<u>(10,058)</u>	<u>2,884</u>	<u>4,111</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	189,458	145,877	11,698	-	14,476	-	-
Transfers out	-	-	(6,791)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>189,458</u>	<u>145,877</u>	<u>4,907</u>	<u>-</u>	<u>14,476</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	145,877	(5,628)	4,097	4,418	2,884	4,111
FUND BALANCES - BEGINNING	<u>-</u>	<u>111,290</u>	<u>11,819</u>	<u>27,064</u>	<u>6,425</u>	<u>10,360</u>	<u>90,591</u>
FUND BALANCES - ENDING	<u>\$ -</u>	<u>\$ 257,167</u>	<u>\$ 6,191</u>	<u>\$ 31,161</u>	<u>\$ 10,843</u>	<u>\$ 13,244</u>	<u>\$ 94,702</u>

(Continued)

SAUNDERS COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2008

	Child Support Agreement - Clerk of the District Court Fund	Child Support Agreement - Attorney Fund	Visitor Promotion Fund	Visitor Improvement Fund	Senior Citizen Services Center Fund	Diversion Program Fund	Weed Fund	STOP Fund
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ 7,217	\$ 7,217	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-	-	-	-	400
Intergovernmental	45,406	176,167	-	-	81,755	18,774	-	-
Charges for Services	-	-	-	-	73,946	6,600	333	17,175
Miscellaneous	-	-	-	-	6,403	160	1,221	-
TOTAL RECEIPTS	<u>45,406</u>	<u>176,167</u>	<u>7,217</u>	<u>7,217</u>	<u>162,104</u>	<u>25,534</u>	<u>1,554</u>	<u>17,575</u>
DISBURSEMENTS								
General Government	43,813	164,079	-	-	-	-	-	-
Public Safety	-	-	-	-	-	103,905	-	30,790
Public Works	-	-	-	-	-	-	57,488	-
Public Assistance	-	-	-	-	262,070	-	-	-
Culture and Recreation	-	-	8,356	6,500	-	-	-	-
Debt Service:								
Interest and Fiscal Charges	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>43,813</u>	<u>164,079</u>	<u>8,356</u>	<u>6,500</u>	<u>262,070</u>	<u>103,905</u>	<u>57,488</u>	<u>30,790</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>1,593</u>	<u>12,088</u>	<u>(1,139)</u>	<u>717</u>	<u>(99,966)</u>	<u>(78,371)</u>	<u>(55,934)</u>	<u>(13,215)</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	1,538	8,550	-	-	101,473	77,835	55,934	-
Transfers out	(1,715)	(10,217)	-	-	(1,680)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(177)</u>	<u>(1,667)</u>	<u>-</u>	<u>-</u>	<u>99,793</u>	<u>77,835</u>	<u>55,934</u>	<u>-</u>
Net Change in Fund Balances	1,416	10,421	(1,139)	717	(173)	(536)	-	(13,215)
FUND BALANCES - BEGINNING	<u>13,331</u>	<u>37,837</u>	<u>2,624</u>	<u>3,733</u>	<u>9,159</u>	<u>1,074</u>	<u>-</u>	<u>30,335</u>
FUND BALANCES - ENDING	<u>\$ 14,747</u>	<u>\$ 48,258</u>	<u>\$ 1,485</u>	<u>\$ 4,450</u>	<u>\$ 8,986</u>	<u>\$ 538</u>	<u>\$ -</u>	<u>\$ 17,120</u>

(Continued)

SAUNDERS COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2008

	<u>Drug Fund</u>	<u>Drug Testing Fund</u>	<u>Federal Drug Enforcement Fund</u>	<u>Federal Grant Fund</u>	<u>Federal Grant Emergency Fund</u>	<u>Federal Grant CDBG Fund</u>	<u>Correctional Center Commissary Fund</u>	<u>Law Enforcement Center Bond Fund</u>
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 160,698
Interest	-	-	-	9	-	-	-	427,906
Intergovernmental	-	-	-	-	27,625	26,000	-	14,815
Charges for Services	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	1,000	3
TOTAL RECEIPTS	<u>-</u>	<u>-</u>	<u>-</u>	<u>9</u>	<u>27,625</u>	<u>26,000</u>	<u>1,000</u>	<u>603,422</u>
DISBURSEMENTS								
General Government	-	-	-	-	-	26,000	-	-
Public Safety	-	1,934	-	-	27,625	-	6,863	1,000
Public Works	-	-	-	-	-	-	-	-
Public Assistance	-	-	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Debt Service:								
Interest and Fiscal Charges	-	-	-	-	-	-	-	524,233
TOTAL DISBURSEMENTS	<u>-</u>	<u>1,934</u>	<u>-</u>	<u>-</u>	<u>27,625</u>	<u>26,000</u>	<u>6,863</u>	<u>525,233</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>-</u>	<u>(1,934)</u>	<u>-</u>	<u>9</u>	<u>-</u>	<u>-</u>	<u>(5,863)</u>	<u>78,189</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	5,863	-
Transfers out	-	-	-	-	-	-	-	(629,871)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,863</u>	<u>(629,871)</u>
Net Change in Fund Balances	-	(1,934)	-	9	-	-	-	(551,682)
FUND BALANCES - BEGINNING	<u>1,576</u>	<u>11,869</u>	<u>2,106</u>	<u>1,663</u>	<u>-</u>	<u>2,167</u>	<u>-</u>	<u>827,088</u>
FUND BALANCES - ENDING	<u>\$ 1,576</u>	<u>\$ 9,935</u>	<u>\$ 2,106</u>	<u>\$ 1,672</u>	<u>\$ -</u>	<u>\$ 2,167</u>	<u>\$ -</u>	<u>\$ 275,406</u>

(Continued)

SAUNDERS COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended June 30, 2008

	Building Fund	Jail Fund	Flood Control Fund	Youth Camp Fund	911 Emergency Services Fund	Emergency Management Fund	Total Nonmajor Governmental Funds
RECEIPTS							
Property Taxes	\$ 10,605	\$ 7,702	\$ 21,104	\$ -	\$ 83,829	\$ -	\$ 329,152
Interest	1,785	-	-	12	-	-	434,223
Intergovernmental	962	705	421	-	-	97,244	553,719
Charges for Services	-	4,300	-	-	-	-	104,322
Miscellaneous	3	1	8	6,884	303	-	24,440
TOTAL RECEIPTS	<u>13,355</u>	<u>12,708</u>	<u>21,533</u>	<u>6,896</u>	<u>84,132</u>	<u>97,244</u>	<u>1,445,856</u>
DISBURSEMENTS							
General Government	169,290	-	-	-	-	-	403,182
Public Safety	-	1,059,496	-	-	34,771	87,548	1,354,516
Public Works	-	-	-	-	-	-	247,190
Public Assistance	-	-	-	-	-	-	379,901
Culture and Recreation	-	-	-	5,121	-	-	19,977
Debt Service:							
Interest and Fiscal Charges	-	-	-	-	-	-	524,233
TOTAL DISBURSEMENTS	<u>169,290</u>	<u>1,059,496</u>	<u>-</u>	<u>5,121</u>	<u>34,771</u>	<u>87,548</u>	<u>2,928,999</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>(155,935)</u>	<u>(1,046,788)</u>	<u>21,533</u>	<u>1,775</u>	<u>49,361</u>	<u>9,696</u>	<u>(1,483,143)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	50,000	1,043,191	-	-	-	2,817	1,708,710
Transfers out	-	-	-	-	-	-	(650,274)
TOTAL OTHER FINANCING SOURCES (USES)	<u>50,000</u>	<u>1,043,191</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,817</u>	<u>1,058,436</u>
Net Change in Fund Balances	(105,935)	(3,597)	21,533	1,775	49,361	12,513	(424,707)
FUND BALANCES - BEGINNING	<u>890,958</u>	<u>4,132</u>	<u>270,440</u>	<u>2,816</u>	<u>91,236</u>	<u>-</u>	<u>2,461,693</u>
FUND BALANCES - ENDING	<u>\$ 785,023</u>	<u>\$ 535</u>	<u>\$ 291,973</u>	<u>\$ 4,591</u>	<u>\$ 140,597</u>	<u>\$ 12,513</u>	<u>\$ 2,036,986</u>

(Concluded)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
SPECIAL ROAD FUND				
RECEIPTS				
Intergovernmental	\$ 75	\$ 75	\$ 244	\$ 169
TOTAL RECEIPTS	<u>75</u>	<u>75</u>	<u>244</u>	<u>169</u>
DISBURSEMENTS	<u>294,038</u>	<u>294,038</u>	<u>189,702</u>	<u>104,336</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	293,963	293,963	189,458	(104,505)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>293,963</u>	<u>293,963</u>	<u>189,458</u>	<u>(104,505)</u>
Net Change in Fund Balance	-	-	-	-
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - ENDING	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
ROAD/BRIDGE SINKING FUND				
RECEIPTS				
TOTAL RECEIPTS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
DISBURSEMENTS	<u>194,290</u>	<u>194,290</u>	<u>-</u>	<u>194,290</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	126,963	126,963	145,877	18,914
Transfers out	(43,963)	(43,963)	-	43,963
TOTAL OTHER FINANCING SOURCES (USES)	<u>83,000</u>	<u>83,000</u>	<u>145,877</u>	<u>62,877</u>
Net Change in Fund Balance	(111,290)	(111,290)	145,877	257,167
FUND BALANCE - BEGINNING	<u>111,290</u>	<u>111,290</u>	<u>111,290</u>	<u>-</u>
FUND BALANCE - ENDING	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 257,167</u></u>	<u><u>\$ 257,167</u></u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
TRANSPORTATION FUND				
RECEIPTS				
Intergovernmental	\$ 45,100	\$ 45,100	\$ 60,401	\$ 15,301
Charges for Services	2,250	2,250	1,968	(282)
Miscellaneous	250	250	-	(250)
TOTAL RECEIPTS	<u>47,600</u>	<u>47,600</u>	<u>62,369</u>	<u>14,769</u>
DISBURSEMENTS	<u>84,241</u>	<u>84,241</u>	<u>72,904</u>	<u>11,337</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	32,472	32,472	11,698	(20,774)
Transfers out	(7,650)	(7,650)	(6,791)	859
TOTAL OTHER FINANCING SOURCES (USES)	<u>24,822</u>	<u>24,822</u>	<u>4,907</u>	<u>(19,915)</u>
Net Change in Fund Balance	(11,819)	(11,819)	(5,628)	6,191
FUND BALANCE - BEGINNING	11,819	11,819	11,819	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,191</u>	<u>\$ 6,191</u>
UNEMPLOYMENT FUND				
RECEIPTS				
Taxes	\$ 2,861	\$ 2,861	\$ 4,392	\$ 1,531
Intergovernmental	75	75	287	212
Miscellaneous	-	-	2	2
TOTAL RECEIPTS	<u>2,936</u>	<u>2,936</u>	<u>4,681</u>	<u>1,745</u>
DISBURSEMENTS	<u>30,000</u>	<u>30,000</u>	<u>584</u>	<u>29,416</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(27,064)	(27,064)	4,097	31,161
FUND BALANCE - BEGINNING	27,064	27,064	27,064	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,161</u>	<u>\$ 31,161</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
MEDICAL RELIEF FUND				
RECEIPTS				
Taxes	\$ 14,366	\$ 14,366	\$ 15,058	\$ 692
Intergovernmental	120	120	1,379	1,259
Miscellaneous	-	-	8,451	8,451
TOTAL RECEIPTS	<u>14,486</u>	<u>14,486</u>	<u>24,888</u>	<u>10,402</u>
DISBURSEMENTS	<u>50,000</u>	<u>50,000</u>	<u>34,946</u>	<u>15,054</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	29,089	29,089	14,476	(14,613)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>29,089</u>	<u>29,089</u>	<u>14,476</u>	<u>(14,613)</u>
Net Change in Fund Balance	(6,425)	(6,425)	4,418	10,843
FUND BALANCE - BEGINNING	6,425	6,425	6,425	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,843</u>	<u>\$ 10,843</u>
INSTITUTIONS FUND				
RECEIPTS				
Taxes	\$ 14,465	\$ 14,465	\$ 11,330	\$ (3,135)
Intergovernmental	175	175	1,534	1,359
Miscellaneous	-	-	1	1
TOTAL RECEIPTS	<u>14,640</u>	<u>14,640</u>	<u>12,865</u>	<u>(1,775)</u>
DISBURSEMENTS	<u>25,000</u>	<u>25,000</u>	<u>9,981</u>	<u>15,019</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(10,360)	(10,360)	2,884	13,244
FUND BALANCE - BEGINNING	10,360	10,360	10,360	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,244</u>	<u>\$ 13,244</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
VETERANS' AID FUND				
RECEIPTS				
Interest	\$ 1,001	\$ 1,001	\$ 4,111	\$ 3,110
TOTAL RECEIPTS	1,001	1,001	4,111	3,110
DISBURSEMENTS	91,592	91,592	-	91,592
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Net Change in Fund Balance	(90,591)	(90,591)	4,111	94,702
FUND BALANCE - BEGINNING	90,591	90,591	90,591	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 94,702</u>	<u>\$ 94,702</u>
CHILD SUPPORT AGREEMENT - CLERK OF THE DISTRICT COURT FUND				
RECEIPTS				
Intergovernmental	\$ 38,999	\$ 38,999	\$ 45,406	\$ 6,407
TOTAL RECEIPTS	38,999	38,999	45,406	6,407
DISBURSEMENTS	47,470	47,470	43,813	3,657
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,538	1,538
Transfers out	(4,860)	(4,860)	(1,715)	3,145
TOTAL OTHER FINANCING SOURCES (USES)	(4,860)	(4,860)	(177)	4,683
Net Change in Fund Balance	(13,331)	(13,331)	1,416	14,747
FUND BALANCE - BEGINNING	13,331	13,331	13,331	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,747</u>	<u>\$ 14,747</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
CHILD SUPPORT AGREEMENT - ATTORNEY FUND				
RECEIPTS				
Intergovernmental	\$ 132,173	\$ 132,173	\$ 176,167	\$ 43,994
TOTAL RECEIPTS	<u>132,173</u>	<u>132,173</u>	<u>176,167</u>	<u>43,994</u>
DISBURSEMENTS	<u>158,010</u>	<u>158,010</u>	<u>164,079</u>	<u>(6,069)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	8,550	8,550
Transfers out	(12,000)	(12,000)	(10,217)	1,783
TOTAL OTHER FINANCING SOURCES (USES)	<u>(12,000)</u>	<u>(12,000)</u>	<u>(1,667)</u>	<u>10,333</u>
Net Change in Fund Balance	(37,837)	(37,837)	10,421	48,258
FUND BALANCE - BEGINNING	<u>37,837</u>	<u>37,837</u>	<u>37,837</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,258</u>	<u>\$ 48,258</u>
VISITOR PROMOTION FUND				
RECEIPTS				
Taxes	\$ 7,376	\$ 7,376	\$ 7,217	\$ (159)
TOTAL RECEIPTS	<u>7,376</u>	<u>7,376</u>	<u>7,217</u>	<u>(159)</u>
DISBURSEMENTS	<u>10,000</u>	<u>10,000</u>	<u>8,356</u>	<u>1,644</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(2,624)	(2,624)	(1,139)	1,485
FUND BALANCE - BEGINNING	<u>2,624</u>	<u>2,624</u>	<u>2,624</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,485</u>	<u>\$ 1,485</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>VISITOR IMPROVEMENT FUND</u>				
RECEIPTS				
Taxes	\$ 6,267	\$ 6,267	\$ 7,217	\$ 950
TOTAL RECEIPTS	<u>6,267</u>	<u>6,267</u>	<u>7,217</u>	<u>950</u>
DISBURSEMENTS	<u>10,000</u>	<u>10,000</u>	<u>6,500</u>	<u>3,500</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(3,733)	(3,733)	717	4,450
FUND BALANCE - BEGINNING	3,733	3,733	3,733	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,450</u>	<u>\$ 4,450</u>
<u>SENIOR CITIZEN SERVICES CENTER FUND</u>				
RECEIPTS				
Intergovernmental	\$ 84,092	\$ 84,092	\$ 81,755	\$ (2,337)
Charges for Services	76,337	76,337	73,946	(2,391)
Miscellaneous	6,000	6,000	6,403	403
TOTAL RECEIPTS	<u>166,429</u>	<u>166,429</u>	<u>162,104</u>	<u>(4,325)</u>
DISBURSEMENTS	<u>267,969</u>	<u>267,969</u>	<u>262,070</u>	<u>5,899</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	92,381	92,381	101,473	9,092
Transfers out	-	-	(1,680)	(1,680)
TOTAL OTHER FINANCING SOURCES (USES)	<u>92,381</u>	<u>92,381</u>	<u>99,793</u>	<u>7,412</u>
Net Change in Fund Balance	(9,159)	(9,159)	(173)	8,986
FUND BALANCE - BEGINNING	9,159	9,159	9,159	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,986</u>	<u>\$ 8,986</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>DIVERSION PROGRAM FUND</u>				
RECEIPTS				
Intergovernmental	\$ 21,582	\$ 21,582	\$ 18,774	\$ (2,808)
Charges for Services	7,200	7,200	6,600	(600)
Miscellaneous	-	-	160	160
TOTAL RECEIPTS	<u>28,782</u>	<u>28,782</u>	<u>25,534</u>	<u>(3,248)</u>
DISBURSEMENTS	<u>110,661</u>	<u>110,661</u>	<u>103,905</u>	<u>6,756</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	80,805	80,805	77,835	(2,970)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>80,805</u>	<u>80,805</u>	<u>77,835</u>	<u>(2,970)</u>
Net Change in Fund Balance	(1,074)	(1,074)	(536)	538
FUND BALANCE - BEGINNING	1,074	1,074	1,074	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 538</u>	<u>\$ 538</u>
<u>WEED FUND</u>				
RECEIPTS				
Charges for Services	\$ 4,000	\$ 4,000	\$ 333	\$ (3,667)
Miscellaneous	2,300	2,300	1,221	(1,079)
TOTAL RECEIPTS	<u>6,300</u>	<u>6,300</u>	<u>1,554</u>	<u>(4,746)</u>
DISBURSEMENTS	<u>63,140</u>	<u>63,140</u>	<u>57,488</u>	<u>5,652</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	56,840	56,840	55,934	(906)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>56,840</u>	<u>56,840</u>	<u>55,934</u>	<u>(906)</u>
Net Change in Fund Balance	-	-	-	-
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
STOP FUND				
RECEIPTS				
Interest	\$ 465	\$ 465	\$ 400	\$ (65)
Charges for Services	21,200	21,200	17,175	(4,025)
TOTAL RECEIPTS	<u>21,665</u>	<u>21,665</u>	<u>17,575</u>	<u>(4,090)</u>
 DISBURSEMENTS	 <u>52,000</u>	 <u>52,000</u>	 <u>30,790</u>	 <u>21,210</u>
 OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balance	 (30,335)	 (30,335)	 (13,215)	 17,120
FUND BALANCE - BEGINNING	30,335	30,335	30,335	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,120</u>	<u>\$ 17,120</u>
 DRUG FUND				
RECEIPTS				
Miscellaneous	\$ 3,424	\$ 3,424	\$ -	\$ (3,424)
TOTAL RECEIPTS	<u>3,424</u>	<u>3,424</u>	<u>-</u>	<u>(3,424)</u>
 DISBURSEMENTS	 <u>5,000</u>	 <u>5,000</u>	 <u>-</u>	 <u>5,000</u>
 OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net Change in Fund Balance	 (1,576)	 (1,576)	 -	 1,576
FUND BALANCE - BEGINNING	1,576	1,576	1,576	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,576</u>	<u>\$ 1,576</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
DRUG TESTING FUND				
RECEIPTS				
Charges for Services	\$ 3,131	\$ 3,131	\$ -	\$ (3,131)
TOTAL RECEIPTS	<u>3,131</u>	<u>3,131</u>	<u>-</u>	<u>(3,131)</u>
DISBURSEMENTS	<u>15,000</u>	<u>15,000</u>	<u>1,934</u>	<u>13,066</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(11,869)	(11,869)	(1,934)	9,935
FUND BALANCE - BEGINNING	11,869	11,869	11,869	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,935</u>	<u>\$ 9,935</u>
FEDERAL DRUG ENFORCEMENT FUND				
RECEIPTS				
Intergovernmental	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)
Miscellaneous	7,501	7,501	-	(7,501)
TOTAL RECEIPTS	<u>12,501</u>	<u>12,501</u>	<u>-</u>	<u>(12,501)</u>
DISBURSEMENTS	<u>14,607</u>	<u>14,607</u>	<u>-</u>	<u>14,607</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(2,106)	(2,106)	-	2,106
FUND BALANCE - BEGINNING	2,106	2,106	2,106	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,106</u>	<u>\$ 2,106</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
FEDERAL GRANT FUND				
RECEIPTS				
Interest	\$ -	\$ -	\$ 9	\$ 9
Intergovernmental	41,601	41,601	-	(41,601)
TOTAL RECEIPTS	<u>41,601</u>	<u>41,601</u>	<u>9</u>	<u>(41,592)</u>
DISBURSEMENTS	<u>33,264</u>	<u>33,264</u>	<u>-</u>	<u>33,264</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(10,000)	(10,000)	-	10,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
Net Change in Fund Balance	(1,663)	(1,663)	9	1,672
FUND BALANCE - BEGINNING	1,663	1,663	1,663	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,672</u>	<u>\$ 1,672</u>
FEDERAL GRANT EMERGENCY FUND				
RECEIPTS				
Intergovernmental	\$ 200,000	\$ 200,000	\$ 27,625	\$ (172,375)
TOTAL RECEIPTS	<u>200,000</u>	<u>200,000</u>	<u>27,625</u>	<u>(172,375)</u>
DISBURSEMENTS	<u>200,000</u>	<u>200,000</u>	<u>27,625</u>	<u>172,375</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
FEDERAL GRANT CDBG FUND				
RECEIPTS				
Intergovernmental	\$ 28,333	\$ 28,333	\$ 26,000	\$ (2,333)
TOTAL RECEIPTS	<u>28,333</u>	<u>28,333</u>	<u>26,000</u>	<u>(2,333)</u>
DISBURSEMENTS	<u>30,500</u>	<u>30,500</u>	<u>26,000</u>	<u>4,500</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(2,167)	(2,167)	-	2,167
FUND BALANCE - BEGINNING	2,167	2,167	2,167	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,167</u>	<u>\$ 2,167</u>
CORRECTIONAL CENTER COMMISSARY FUND				
RECEIPTS				
Miscellaneous	\$ 6,000	\$ 6,000	\$ 1,000	\$ (5,000)
TOTAL RECEIPTS	<u>6,000</u>	<u>6,000</u>	<u>1,000</u>	<u>(5,000)</u>
DISBURSEMENTS	<u>6,000</u>	<u>6,000</u>	<u>6,863</u>	<u>(863)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	5,863	5,863
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>5,863</u>	<u>5,863</u>
Net Change in Fund Balance	-	-	-	-
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>LAW ENFORCEMENT CENTER BOND FUND</u>				
RECEIPTS				
Taxes	\$ 171,664	\$ 171,664	\$ 160,698	\$ (10,966)
Interest	150,500	150,500	427,906	277,406
Intergovernmental	100	100	14,815	14,715
Miscellaneous	-	-	3	3
TOTAL RECEIPTS	322,264	322,264	603,422	281,158
DISBURSEMENTS	1,148,852	1,148,852	525,233	623,619
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(500)	(500)	(629,871)	(629,371)
TOTAL OTHER FINANCING SOURCES (USES)	(500)	(500)	(629,871)	(629,371)
Net Change in Fund Balance	(827,088)	(827,088)	(551,682)	275,406
FUND BALANCE - BEGINNING	827,088	827,088	827,088	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 275,406</u>	<u>\$ 275,406</u>
<u>BUILDING FUND</u>				
RECEIPTS				
Taxes	\$ 10,020	\$ 10,020	\$ 10,605	\$ 585
Interest	-	-	1,785	1,785
Intergovernmental	90	90	962	872
Miscellaneous	2,000	2,000	3	(1,997)
TOTAL RECEIPTS	12,110	12,110	13,355	1,245
DISBURSEMENTS	677,589	677,589	169,290	508,299
OTHER FINANCING SOURCES (USES)				
Transfers in	50,000	50,000	50,000	-
Transfers out	(275,479)	(275,479)	-	275,479
TOTAL OTHER FINANCING SOURCES (USES)	(225,479)	(225,479)	50,000	275,479
Net Change in Fund Balance	(890,958)	(890,958)	(105,935)	785,023
FUND BALANCE - BEGINNING	890,958	890,958	890,958	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 785,023</u>	<u>\$ 785,023</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
JAIL FUND				
RECEIPTS				
Taxes	\$ 8,018	\$ 8,018	\$ 7,702	\$ (316)
Intergovernmental	14,355	14,355	705	(13,650)
Charges for Services	4,260	4,260	4,300	40
Miscellaneous	-	-	1	1
TOTAL RECEIPTS	<u>26,633</u>	<u>26,633</u>	<u>12,708</u>	<u>(13,925)</u>
DISBURSEMENTS	<u>1,074,521</u>	<u>1,074,521</u>	<u>1,059,496</u>	<u>15,025</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,062,296	1,062,296	1,043,191	(19,105)
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,062,296</u>	<u>1,062,296</u>	<u>1,043,191</u>	<u>(19,105)</u>
Net Change in Fund Balance	14,408	14,408	(3,597)	(18,005)
FUND BALANCE - BEGINNING	4,132	4,132	4,132	-
FUND BALANCE - ENDING	<u>\$ 18,540</u>	<u>\$ 18,540</u>	<u>\$ 535</u>	<u>\$ (18,005)</u>
FLOOD CONTROL FUND				
RECEIPTS				
Taxes	\$ 35	\$ 35	\$ 21,104	\$ 21,069
Intergovernmental	350	350	421	71
Miscellaneous	-	-	8	8
TOTAL RECEIPTS	<u>385</u>	<u>385</u>	<u>21,533</u>	<u>21,148</u>
DISBURSEMENTS	<u>270,825</u>	<u>270,825</u>	<u>-</u>	<u>270,825</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(270,440)	(270,440)	21,533	291,973
FUND BALANCE - BEGINNING	270,440	270,440	270,440	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 291,973</u>	<u>\$ 291,973</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
YOUTH CAMP FUND				
RECEIPTS				
Interest	\$ 10	\$ 10	\$ 12	\$ 2
Miscellaneous	5,215	5,215	6,884	1,669
TOTAL RECEIPTS	<u>5,225</u>	<u>5,225</u>	<u>6,896</u>	<u>1,671</u>
DISBURSEMENTS	<u>8,041</u>	<u>8,041</u>	<u>5,121</u>	<u>2,920</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(2,816)	(2,816)	1,775	4,591
FUND BALANCE - BEGINNING	2,816	2,816	2,816	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,591</u>	<u>\$ 4,591</u>
911 EMERGENCY SERVICES FUND				
RECEIPTS				
Taxes	\$ 75,000	\$ 75,000	\$ 83,829	\$ 8,829
Miscellaneous	500	500	303	(197)
TOTAL RECEIPTS	<u>75,500</u>	<u>75,500</u>	<u>84,132</u>	<u>8,632</u>
DISBURSEMENTS	<u>166,736</u>	<u>166,736</u>	<u>34,771</u>	<u>131,965</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(91,236)	(91,236)	49,361	140,597
FUND BALANCE - BEGINNING	91,236	91,236	91,236	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 140,597</u>	<u>\$ 140,597</u>

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
EMERGENCY MANAGEMENT FUND				
RECEIPTS				
Intergovernmental	\$ -	\$ 200,000	\$ 97,244	\$ (102,756)
Miscellaneous	-	2,817	-	(2,817)
TOTAL RECEIPTS	<u>-</u>	<u>202,817</u>	<u>97,244</u>	<u>(105,573)</u>
DISBURSEMENTS	<u>-</u>	<u>202,817</u>	<u>87,548</u>	<u>115,269</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,817	2,817
Transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>2,817</u>	<u>2,817</u>
Net Change in Fund Balance	-	-	12,513	12,513
FUND BALANCE - BEGINNING	-	-	-	-
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,513</u>	<u>\$ 12,513</u>

(Concluded)

SAUNDERS COUNTY
SCHEDULE OF OFFICE ACTIVITIES
For the Year Ended June 30, 2008

	County Clerk	Register of Deeds	Clerk of the District Court	County Sheriff	County Attorney	Weed Superintendent	Highway Superintendent
BALANCE JULY 1, 2007	\$ 21,413	\$ 25,427	\$ 137,366	\$ 10,044	\$ 9,415	\$ -	\$ 100
RECEIPTS							
Property Taxes	5,855	-	-	46,159	-	-	-
Licenses and Permits	6,893	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	142,323
Charges for Services	47,071	138,544	29,170	68,591	-	1,554	-
Miscellaneous	300	-	100	-	-	-	148,098
State Fees	63,232	169,389	33,500	-	-	-	-
Other Liabilities	-	-	291,241	229,475	40,411	-	-
TOTAL RECEIPTS	123,351	307,933	354,011	344,225	40,411	1,554	290,421
DISBURSEMENTS							
Payments to County Treasurer	59,765	140,187	32,965	112,256	-	1,554	290,421
Payments to State Treasurer	63,132	172,002	32,285	222,789	-	-	-
Other Liabilities	-	-	368,837	-	47,298	-	-
TOTAL DISBURSEMENTS	122,897	312,189	434,087	335,045	47,298	1,554	290,421
BALANCE JUNE 30, 2008	<u>\$ 21,867</u>	<u>\$ 21,171</u>	<u>\$ 57,290</u>	<u>\$ 19,224</u>	<u>\$ 2,528</u>	<u>\$ -</u>	<u>\$ 100</u>
BALANCE CONSISTS OF:							
Due to County Treasurer	\$ 3,780	\$ 9,978	\$ 1,304	\$ 7,738	\$ -	\$ -	\$ 100
Petty Cash	12,500	500	200	4,300	200	-	-
Due to State Treasurer	5,587	10,693	3,375	-	-	-	-
Due to Others	-	-	52,411	7,186	2,328	-	-
BALANCE JUNE 30, 2008	<u>\$ 21,867</u>	<u>\$ 21,171</u>	<u>\$ 57,290</u>	<u>\$ 19,224</u>	<u>\$ 2,528</u>	<u>\$ -</u>	<u>\$ 100</u>

(Continued)

SAUNDERS COUNTY
SCHEDULE OF OFFICE ACTIVITIES
For the Year Ended June 30, 2008

	Veterans' Service Officer	County Surveyor	County Planning and Zoning	County Transportation	County Senior Services	County Youth Services	Total
BALANCE JULY 1, 2007	\$ 7,107	\$ -	\$ 100	\$ 17	\$ 511	\$ 100	\$ 211,600
RECEIPTS							
Property Taxes	-	-	-	-	-	-	52,014
Licenses and Permits	-	-	88,767	-	-	-	95,660
Intergovernmental	-	-	-	60,345	81,755	18,934	303,357
Charges for Services	-	1,855	-	2,007	74,143	6,600	369,535
Miscellaneous	15	-	70	-	6,403	7,889	162,875
State Fees	-	-	-	-	-	-	266,121
Other Liabilities	-	-	-	-	-	-	561,127
TOTAL RECEIPTS	15	1,855	88,837	62,352	162,301	33,423	1,810,689
DISBURSEMENTS							
Payments to County Treasurer	-	1,855	88,837	62,369	162,104	32,418	984,731
Payments to State Treasurer	-	-	-	-	-	-	490,208
Other Liabilities	1,800	-	-	-	240	1,005	419,180
TOTAL DISBURSEMENTS	1,800	1,855	88,837	62,369	162,344	33,423	1,894,119
BALANCE JUNE 30, 2008	\$ 5,322	\$ -	\$ 100	\$ -	\$ 468	\$ 100	\$ 128,170
BALANCE CONSISTS OF:							
Due to County Treasurer	\$ 5,322	\$ -	\$ -	\$ -	\$ 438	\$ -	\$ 28,660
Petty Cash	-	-	100	-	30	100	17,930
Due to State Treasurer	-	-	-	-	-	-	19,655
Due to Others	-	-	-	-	-	-	61,925
BALANCE JUNE 30, 2008	\$ 5,322	\$ -	\$ 100	\$ -	\$ 468	\$ 100	\$ 128,170

(Concluded)

SAUNDERS COUNTY
SCHEDULE OF TAXES CERTIFIED AND COLLECTED FOR
ALL POLITICAL SUBDIVISIONS IN THE COUNTY
June 30, 2008

Item	2003	2004	2005	2006	2007
Tax Certified by Assessor					
Real Estate	\$ 23,345,155	\$ 24,803,834	\$ 25,849,052	\$ 28,546,112	\$ 29,034,755
Personal and Specials	1,453,006	1,524,049	1,478,487	1,563,216	1,582,402
Total	<u>24,798,161</u>	<u>26,327,883</u>	<u>27,327,539</u>	<u>30,109,328</u>	<u>30,617,157</u>
Corrections					
Additions	30,819	24,441	41,869	45,745	34,158
Deductions	<u>(53,111)</u>	<u>(17,814)</u>	<u>(18,511)</u>	<u>(15,785)</u>	<u>(6,599)</u>
Net Additions/ (Deductions)	<u>(22,292)</u>	<u>6,627</u>	<u>23,358</u>	<u>29,960</u>	<u>27,559</u>
Corrected Certified Tax	<u>24,775,869</u>	<u>26,334,510</u>	<u>27,350,897</u>	<u>30,139,288</u>	<u>30,644,716</u>
Net Tax Collected by County Treasurer during Fiscal Year Ending:					
June 30, 2004	13,778,715	-	-	-	-
June 30, 2005	10,929,183	14,772,552	-	-	-
June 30, 2006	55,049	11,526,909	15,261,311	-	-
June 30, 2007	6,628	25,289	12,053,079	16,967,358	-
June 30, 2008	<u>2,310</u>	<u>2,334</u>	<u>29,994</u>	<u>13,130,131</u>	<u>17,094,699</u>
Total Net Collections	<u>24,771,885</u>	<u>26,327,084</u>	<u>27,344,384</u>	<u>30,097,489</u>	<u>17,094,699</u>
Total Uncollected Tax	<u>\$ 3,984</u>	<u>\$ 7,426</u>	<u>\$ 6,513</u>	<u>\$ 41,799</u>	<u>\$ 13,550,017</u>
Percentage Uncollected Tax	<u>0.02%</u>	<u>0.03%</u>	<u>0.02%</u>	<u>0.14%</u>	<u>44.22%</u>



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

Mike Foley
State Auditor

Mike.Foley@nebraska.gov
P.O. Box 98917
State Capitol, Suite 2303
Lincoln, Nebraska 68509
402-471-2111, FAX 402-471-3301
www.auditors.state.ne.us

SAUNDERS COUNTY
**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Board of Supervisors
Saunders County, Nebraska

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Saunders County as of and for the year ended June 30, 2008, and have issued our report thereon dated February 3, 2009. The report notes the financial statements were prepared on the basis of cash receipts and disbursements and do not include the financial data of the Saunders County Hospital, a component unit of Saunders County. Except as noted above, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider to be a significant deficiency.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination

of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiency to be a significant deficiency in internal control over financial reporting:

- The County offices had a lack of segregation of duties since one person could handle all aspects of processing a transaction from beginning to end. Good internal control includes a plan of organization, procedures, and records designed to safeguard assets and provide reliable financial records. Due to a limited number of personnel, an adequate segregation of duties may not be possible without additional cost.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we consider the significant deficiency described above to be a material weakness.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Saunders County in a separate letter dated February 3, 2009.

This report is intended solely for the information and use of management, the County Board, others within the entity, the State Legislature, the appropriate Federal and regulatory agencies, and citizens of the State of Nebraska, and is not intended to be and should not be used by anyone other than these specified parties.

Signed Original on File

February 3, 2009

Deann Haeffner, CPA
Assistant Deputy Auditor