

**AUDIT REPORT
OF
SAUNDERS COUNTY**

JULY 1, 2008 THROUGH JUNE 30, 2009

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the Auditor of Public Accounts.**

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Issued on February 11, 2010

SAUNDERS COUNTY

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SAUNDERS COUNTY
LIST OF COUNTY OFFICIALS
 At June 30, 2009

| Name | Title | Term Expires |
|-------------------|--------------------------------|--------------|
| Doris Karloff | Board of Supervisors | Jan. 2013 |
| Dave Lutton | | Jan. 2011 |
| Scott Sukstorf | | Jan. 2013 |
| Kenneth Kuncel | | Jan. 2011 |
| Craig Breunig | | Jan. 2011 |
| Leroy Hanson | | Jan. 2011 |
| James Fauver | | Jan. 2013 |
| 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 and Zoning | Appointed |
| Sheri Schaeffer | Senior Services | Appointed |
| Pam Lausterer | Youth Services | Appointed |
| Terry Miller | Emergency Management | Appointed |



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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, 2009, 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, 2009, 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, 2009, 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 2, 2010, 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. The accompanying schedule of expenditures of Federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is 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

Deann Haeffner, CPA
Assistant Deputy Auditor

February 2, 2010

SAUNDERS COUNTY
STATEMENT OF NET ASSETS - CASH BASIS
 June 30, 2009

| | Governmental Activities |
|--------------------------------------|----------------------------|
| ASSETS | |
| Cash and Cash Equivalents (Note 1.D) | \$ 8,248,307 |
| TOTAL ASSETS | \$ 8,248,307 |
| NET ASSETS | |
| Restricted for: | |
| Debt Service | \$ 4,493,733 |
| E911 Services | 134,737 |
| Other Purposes | 5,806 |
| Veterans' Aid | 98,164 |
| Unrestricted | 3,515,867 |
| TOTAL NET ASSETS | \$ 8,248,307 |

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, 2009

| Functions: | Cash Disbursements | Program Cash Receipts | | Net (Disbursement) Receipts and Changes in Net Assets |
|--------------------------------------|------------------------|---|--|--|
| | | Fees, Fines, and Charges for Services | Operating Grants and Contributions | |
| Governmental Activities: | | | | |
| General Government | \$ (4,503,557) | \$ 589,196 | \$ 176,221 | \$ (3,738,140) |
| Public Safety | (2,978,766) | 108,931 | 792,554 | (2,077,281) |
| Public Works | (6,280,400) | - | 4,301,233 | (1,979,167) |
| Health and Sanitation | (28,822) | - | - | (28,822) |
| Public Assistance | (511,859) | 83,131 | 146,830 | (281,898) |
| Culture and Recreation | (48,713) | - | - | (48,713) |
| Debt Payments | (1,956,932) | - | - | (1,956,932) |
| Capital Outlay | (5,401,310) | - | - | (5,401,310) |
| Total Governmental Activities | \$ (21,710,359) | \$ 781,258 | \$ 5,416,838 | (15,512,263) |

General Receipts:

| | |
|---|---------------------|
| Property Taxes | 6,826,754 |
| Grants and Contributions Not Restricted to Specific Programs | 689,173 |
| Investment Income | 460,400 |
| Miscellaneous | 3,001,122 |
| Total General Receipts | 10,977,449 |
| Change in Net Assets | (4,534,814) |
| Net Assets - Beginning | 12,783,121 |
| Net Assets - Ending | \$ 8,248,307 |

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, 2009

| | General Fund | Road Fund | Inheritance Fund | Health Services Bond Fund | Law Enforcement & Judicial Center Construction Fund | NRD Lake Wanahoo Project Fund | Other Governmental Funds | Total Governmental Funds |
|---------------------------------------|-------------------|-------------------|---------------------|---------------------------------|---|--|--------------------------------|--------------------------------|
| ASSETS | | | | | | | | |
| Cash and cash equivalents (Note 1.D) | \$ 372,784 | \$ 262,871 | \$ 1,447,628 | \$ 4,276,775 | \$ 68,057 | \$ - | \$ 1,820,192 | \$ 8,248,307 |
| TOTAL ASSETS | <u>\$ 372,784</u> | <u>\$ 262,871</u> | <u>\$ 1,447,628</u> | <u>\$ 4,276,775</u> | <u>\$ 68,057</u> | <u>\$ -</u> | <u>\$ 1,820,192</u> | <u>\$ 8,248,307</u> |
| FUND BALANCES | | | | | | | | |
| Unreserved, reported in: | | | | | | | | |
| General fund | \$ 372,784 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 372,784 |
| Special revenue funds | - | 262,871 | 1,447,628 | - | - | - | 1,820,192 | 3,530,691 |
| Debt service funds | - | - | - | 4,276,775 | - | - | - | 4,276,775 |
| Capital project funds | - | - | - | - | 68,057 | - | - | 68,057 |
| TOTAL CASH BASIS FUND BALANCES | <u>\$ 372,784</u> | <u>\$ 262,871</u> | <u>\$ 1,447,628</u> | <u>\$ 4,276,775</u> | <u>\$ 68,057</u> | <u>\$ -</u> | <u>\$ 1,820,192</u> | <u>\$ 8,248,307</u> |

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, 2009

| | General Fund | Road Fund | Inheritance Fund | Health Services Bond Fund | Law Enforcement & Judicial Center Construction Fund | NRD Lake Wanahoo Project Fund | Other Governmental Funds | Total Governmental Funds |
|---|------------------|------------------|---------------------|---------------------------------|---|-------------------------------------|--------------------------------|--------------------------------|
| RECEIPTS | | | | | | | | |
| Property Taxes | \$ 5,095,599 | \$ 40 | \$ 1,023,635 | \$ 163,493 | \$ - | \$ - | \$ 543,987 | \$ 6,826,754 |
| Licenses and Permits | 159,322 | - | - | - | - | - | - | 159,322 |
| Interest | 208,814 | - | - | 99,770 | 137,220 | - | 14,596 | 460,400 |
| Intergovernmental | 711,934 | 2,755,811 | - | 14,805 | - | 2,300,000 | 323,461 | 6,106,011 |
| Charges for Services | 679,672 | - | - | - | - | - | 101,586 | 781,258 |
| Miscellaneous | 75,773 | 55,209 | 7 | 2,592,111 | - | - | 118,700 | 2,841,800 |
| TOTAL RECEIPTS | 6,931,114 | 2,811,060 | 1,023,642 | 2,870,179 | 137,220 | 2,300,000 | 1,102,330 | 17,175,545 |
| DISBURSEMENTS | | | | | | | | |
| General Government | 3,910,087 | - | 185,598 | 1,000 | - | - | 406,872 | 4,503,557 |
| Public Safety | 2,475,096 | - | - | - | - | - | 503,670 | 2,978,766 |
| Public Works | 103,921 | 3,656,313 | - | - | - | 2,300,000 | 220,166 | 6,280,400 |
| Health and Sanitation | 28,822 | - | - | - | - | - | - | 28,822 |
| Public Assistance | 143,463 | - | - | - | - | - | 368,396 | 511,859 |
| Culture and Recreation | 26,000 | - | - | - | - | - | 22,713 | 48,713 |
| Debt Service: | | | | | | | | |
| Principal Payments | - | - | - | 430,000 | - | - | - | 430,000 |
| Interest and Fiscal Charges | - | - | - | 1,002,615 | - | - | 524,317 | 1,526,932 |
| Capital Outlay | - | - | - | - | 5,394,310 | - | 7,000 | 5,401,310 |
| TOTAL DISBURSEMENTS | 6,687,389 | 3,656,313 | 185,598 | 1,433,615 | 5,394,310 | 2,300,000 | 2,053,134 | 21,710,359 |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | 243,725 | (845,253) | 838,044 | 1,436,564 | (5,257,090) | - | (950,804) | (4,534,814) |

(Continued)

SAUNDERS COUNTY
**STATEMENT OF CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN CASH BASIS FUND BALANCES**
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

| | General Fund | Road Fund | Inheritance Fund | Health Services Bond Fund | Law Enforcement & Judicial Center Construction Fund | NRD Lake Wanahoo Project Fund | Other Governmental Funds | Total Governmental Funds |
|---|-------------------|-------------------|---------------------|---------------------------------|---|-------------------------------------|--------------------------------|--------------------------------|
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | 824,035 | 635,839 | 141,545 | - | - | - | 829,730 | 2,431,149 |
| Transfers out | (1,382,712) | - | (945,717) | - | - | - | (102,720) | (2,431,149) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(558,677)</u> | <u>635,839</u> | <u>(804,172)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>727,010</u> | <u>-</u> |
| Net Change in Fund Balances | (314,952) | (209,414) | 33,872 | 1,436,564 | (5,257,090) | - | (223,794) | (4,534,814) |
| CASH BASIS FUND BALANCES - BEGINNING | <u>687,736</u> | <u>472,285</u> | <u>1,413,756</u> | <u>2,840,211</u> | <u>5,325,147</u> | <u>-</u> | <u>2,043,986</u> | <u>12,783,121</u> |
| CASH BASIS FUND BALANCES - ENDING | <u>\$ 372,784</u> | <u>\$ 262,871</u> | <u>\$ 1,447,628</u> | <u>\$ 4,276,775</u> | <u>\$ 68,057</u> | <u>\$ -</u> | <u>\$ 1,820,192</u> | <u>\$ 8,248,307</u> |

(Concluded)

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, 2009

| | <u>Agency Funds</u> |
|------------------------------------|---------------------|
| ASSETS | |
| Cash and cash equivalents | \$ 2,824,928 |
| LIABILITIES | |
| Due to other governments | |
| State | 312,259 |
| Schools | 1,889,392 |
| Educational Service Units | 3,960 |
| Technical College | 19,481 |
| Natural Resource Districts | 12,076 |
| Fire Districts | 14,303 |
| Municipalities | 80,122 |
| Agricultural Society | 2,429 |
| Drainage Districts | 44,352 |
| Townships | 74,541 |
| Sanitary and Improvement Districts | 317,806 |
| Hospital | |
| Others | 54,207 |
| TOTAL LIABILITIES | 2,824,928 |
| 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, 2009

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. Funding is provided by a combination of federal, state, local, and private funding. The

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

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

County contributed \$74,636 toward the operation of the Region during fiscal year 2009. 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.

NRD Lake Wanahoo Project Fund. This fund is used to account for monies received and disbursed for the Lake Wanahoo Project.

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

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.

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 2009), 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 \$4,732,440 of restricted net assets, of which \$238,707 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 2009).

At year end, the County's carrying amount of deposits was \$8,248,307 for County funds and \$2,824,928 for Fiduciary funds. The bank balances for all funds totaled \$10,511,786. For purposes of classifying categories of custodial risk, the bank balances of the County's deposits as of June 30, 2009, 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 2008, for the 2008 taxes which will be materially collected in May and September, 2009, was set at \$.29822/\$100 of assessed valuation. The levy set in October 2007, for the 2007 taxes which were materially collected in May and September, 2008, was set at \$.26592/\$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 (Reissue 2007) 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 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.

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.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

4. Retirement System (Concluded)

For the year ended June 30, 2009, 178 employees contributed \$214,771; the County contributed \$322,156. Additionally, for the year ended June 30, 2009, 18 law enforcement employees and the County contributed \$6,586 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 78 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.

| | NIRMA Coverage | Maximum Coverage |
|-----------------------------|-------------------|--------------------------------------|
| General Liability Claim | \$ 300,000 | \$ 5,000,000 |
| Worker's Compensation Claim | \$ 350,000 | 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 2010. The County has not had to pay out any amounts that exceeded coverage provided by the Pool in the last three fiscal years.

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

6. Interfund Transfers

Interfund transfers for the year ended June 30, 2009, consisted of the following:

| Transfers to | Transfers from | | | Total |
|---------------------|---------------------|-------------------|-------------------|---------------------|
| | General Fund | Inheritance Fund | Nonmajor Funds | |
| General Fund | \$ - | \$ 721,315 | \$ 102,720 | \$ 824,035 |
| Inheritance Fund | 141,545 | - | - | 141,545 |
| Road Fund | 635,839 | - | - | 635,839 |
| Nonmajor Funds | 605,328 | 224,402 | - | 829,730 |
| Total | <u>\$ 1,382,712</u> | <u>\$ 945,717</u> | <u>\$ 102,720</u> | <u>\$ 2,431,149</u> |

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.

7. Interfund Loans

| Receivable Fund | Payable Fund | Amount |
|-----------------|--------------|------------|
| Building Fund | General Fund | \$ 291,543 |

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 which authorized borrowing up to \$750,000 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 within ten years, or sooner if possible. In fiscal year 2009 no additional monies were borrowed from the Building Fund. At June 30, 2009, the unpaid Building Fund loan balance totaled \$291,543.

8. Contingent Liabilities

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

9. 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, 2009, was \$21,710,000. Saunders County has the ability to levy taxes as necessary to cover the

SAUNDERS COUNTY

NOTES TO FINANCIAL STATEMENTS

(Continued)

9. Long Term Debt (Concluded)

annual required principal and interest payments over the term of these bonds. These future tax resources as well as proceeds from 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 | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-----------------------|----------------------|----------------------|----------------------|
| 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 | 515,000 | 917,469 | 1,432,469 |
| 2015-2019 | 2,905,000 | 4,252,984 | 7,157,984 |
| 2020-2036 | 16,405,000 | 7,737,766 | 24,142,766 |
| Total Payments | <u>\$ 21,710,000</u> | <u>\$ 16,759,543</u> | <u>\$ 38,469,543</u> |

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, 2009, 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> |
|-----------------------|----------------------|---------------------|----------------------|
| 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 | 610,000 | 452,191 | 1,062,191 |
| 2015-2019 | 3,470,000 | 1,889,050 | 5,359,050 |
| 2020-2036 | 7,180,000 | 1,548,656 | 8,728,656 |
| Total Payments | <u>\$ 12,990,000</u> | <u>\$ 5,897,694</u> | <u>\$ 18,887,694</u> |

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| RECEIPTS | | | | |
| Taxes | \$ 5,140,911 | \$ 5,140,911 | \$ 5,095,599 | \$ (45,312) |
| Licenses and Permits | 154,025 | 154,025 | 159,322 | 5,297 |
| Interest | 175,000 | 175,000 | 208,814 | 33,814 |
| Intergovernmental | 346,751 | 346,751 | 711,934 | 365,183 |
| Charges for Services | 996,635 | 996,635 | 679,672 | (316,963) |
| Miscellaneous | 60,000 | 60,000 | 75,773 | 15,773 |
| TOTAL RECEIPTS | 6,873,322 | 6,873,322 | 6,931,114 | 57,792 |
| DISBURSEMENTS | | | | |
| General Government: | | | | |
| County Board | 142,008 | 142,008 | 140,579 | 1,429 |
| County Clerk | 146,710 | 146,710 | 145,731 | 979 |
| County Treasurer | 275,026 | 275,026 | 275,000 | 26 |
| Register of Deeds | 98,668 | 98,668 | 99,100 | (432) |
| Election Commissioner | 78,849 | 102,849 | 102,752 | 97 |
| Building and Zoning | 83,700 | 83,700 | 81,119 | 2,581 |
| Board of Equalization | 10,825 | 13,815 | 13,805 | 10 |
| Clerk of the District Court | 84,193 | 84,193 | 83,212 | 981 |
| District Judge | 41,898 | 41,898 | 41,763 | 135 |
| Public Defender | 163,249 | 163,249 | 151,208 | 12,041 |
| Maintenance Department | | | | |
| Courthouse | 76,250 | 76,250 | 133,034 | (56,784) |
| Unemployment Compensation | - | - | 1,874 | (1,874) |
| Agricultural Extension Agent | 81,832 | 81,832 | 80,904 | 928 |
| Child Support Services -District Court | 39,701 | 39,701 | 34,012 | 5,689 |
| Child Support Services -County Attorney | 152,554 | 152,554 | 152,183 | 371 |
| Building Security | 64,598 | 64,598 | 44,361 | 20,237 |
| Miscellaneous | 2,297,894 | 2,297,894 | 2,329,450 | (31,556) |
| Public Safety | | | | |
| County Sheriff | 1,060,095 | 1,060,095 | 1,055,413 | 4,682 |
| County Attorney | 292,894 | 292,894 | 292,386 | 508 |
| County Attorney Grant | 31,551 | 31,551 | 16,387 | 15,164 |
| County Jail | 1,034,947 | 1,034,947 | 1,002,051 | 32,896 |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|--------------------|---|
| DISBURSEMENTS (Continued) | | | | |
| County Sheriff Grant | 64,641 | 64,641 | 67,574 | (2,933) |
| Miscellaneous | 122,064 | 95,074 | 41,285 | 53,789 |
| Public Works | | | | |
| County Surveyor | 89,078 | 89,078 | 87,993 | 1,085 |
| Noxious Weed Control | - | - | 15,928 | (15,928) |
| Public Health | | | | |
| Miscellaneous | 79,636 | 79,636 | 28,822 | 50,814 |
| Public Assistance | | | | |
| Veterans' Service Officer | 41,986 | 41,986 | 41,244 | 742 |
| Institutions | - | - | 1,101 | (1,101) |
| Medical Relief | - | - | 4,300 | (4,300) |
| Miscellaneous | - | - | 96,818 | (96,818) |
| Culture and Recreation | | | | |
| Miscellaneous | 26,000 | 26,000 | 26,000 | - |
| TOTAL DISBURSEMENTS | <u>6,680,847</u> | <u>6,680,847</u> | <u>6,687,389</u> | <u>(6,542)</u> |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | <u>192,475</u> | <u>192,475</u> | <u>243,725</u> | <u>51,250</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 1,676,471 | 1,676,471 | 824,035 | (852,436) |
| Transfers out | <u>(1,356,682)</u> | <u>(1,356,682)</u> | <u>(1,382,712)</u> | <u>(26,030)</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>319,789</u> | <u>319,789</u> | <u>(558,677)</u> | <u>(878,466)</u> |
| Net Change in Fund Balance | 512,264 | 512,264 | (314,952) | (827,216) |
| FUND BALANCES - BEGINNING | <u>687,736</u> | <u>687,736</u> | <u>687,736</u> | - |
| FUND BALANCES - ENDING | <u>\$ 1,200,000</u> | <u>\$ 1,200,000</u> | <u>\$ 372,784</u> | <u>\$ (827,216)</u> |

(Concluded)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|--------------------|---------------------|---|
| ROAD FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ - | \$ - | \$ 40 | \$ 40 |
| Intergovernmental | 2,210,000 | 2,210,000 | 2,755,811 | 545,811 |
| Charges for Services | 15,000 | 15,000 | - | (15,000) |
| Miscellaneous | 31,500 | 31,500 | 55,209 | 23,709 |
| TOTAL RECEIPTS | 2,256,500 | 2,256,500 | 2,811,060 | 554,560 |
| DISBURSEMENTS | 3,748,754 | 3,748,754 | 3,656,313 | 92,441 |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | (1,492,254) | (1,492,254) | (845,253) | 647,001 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 1,019,969 | 1,019,969 | 635,839 | (384,130) |
| TOTAL OTHER FINANCING SOURCES (USES) | 1,019,969 | 1,019,969 | 635,839 | (384,130) |
| Net Change in Fund Balance | (472,285) | (472,285) | (209,414) | 262,871 |
| FUND BALANCE - BEGINNING | 472,285 | 472,285 | 472,285 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 262,871</u> | <u>\$ 262,871</u> |
| INHERITANCE FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 352,000 | \$ 352,000 | \$ 1,023,635 | \$ 671,635 |
| Miscellaneous | - | - | 7 | 7 |
| TOTAL RECEIPTS | 352,000 | 352,000 | 1,023,642 | 671,642 |
| DISBURSEMENTS | 199,216 | 199,216 | 185,598 | 13,618 |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | 152,784 | 152,784 | 838,044 | 685,260 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 141,545 | 141,545 |
| Transfers out | (1,566,540) | (1,566,540) | (945,717) | 620,823 |
| TOTAL OTHER FINANCING SOURCES (USES) | (1,566,540) | (1,566,540) | (804,172) | 762,368 |
| Net Change in Fund Balance | (1,413,756) | (1,413,756) | 33,872 | 1,447,628 |
| FUND BALANCE - BEGINNING | 1,413,756 | 1,413,756 | 1,413,756 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,447,628</u> | <u>\$ 1,447,628</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
MAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------------|---------------------|---|
| HEALTH SERVICES BOND FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 175,400 | \$ 175,400 | \$ 163,493 | \$ (11,907) |
| Interest | 200 | 200 | 99,770 | 99,570 |
| Intergovernmental | 300 | 300 | 14,805 | 14,505 |
| Miscellaneous | 2,375,384 | 2,375,384 | 2,592,111 | 216,727 |
| TOTAL RECEIPTS | 2,551,284 | 2,551,284 | 2,870,179 | 318,895 |
| DISBURSEMENTS | 5,391,495 | 5,391,495 | 1,433,615 | 3,957,880 |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | (2,840,211) | (2,840,211) | 1,436,564 | 4,276,775 |
| Net Change in Fund Balance | (2,840,211) | (2,840,211) | 1,436,564 | 4,276,775 |
| FUND BALANCE - BEGINNING | 2,840,211 | 2,840,211 | 2,840,211 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,276,775</u> | <u>\$ 4,276,775</u> |
| LAW ENFORCEMENT & JUDICIAL CENTER CONSTRUCTION FUND | | | | |
| RECEIPTS | | | | |
| Interest | \$ 40,001 | \$ 69,163 | \$ 137,220 | \$ 68,057 |
| TOTAL RECEIPTS | 40,001 | 69,163 | 137,220 | 68,057 |
| DISBURSEMENTS | 5,365,148 | 5,394,310 | 5,394,310 | - |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | (5,325,147) | (5,325,147) | (5,257,090) | 68,057 |
| Net Change in Fund Balance | (5,325,147) | (5,325,147) | (5,257,090) | 68,057 |
| FUND BALANCE - BEGINNING | 5,325,147 | 5,325,147 | 5,325,147 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 68,057</u> | <u>\$ 68,057</u> |
| NRD LAKE WANAHOO PROJECT FUND | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ 2,300,000 | \$ 2,300,000 | \$ 2,300,000 | \$ - |
| TOTAL RECEIPTS | 2,300,000 | 2,300,000 | 2,300,000 | - |
| DISBURSEMENTS | 2,300,000 | 2,300,000 | 2,300,000 | - |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | - | - | - | - |
| Net Change in Fund Balance | - | - | - | - |
| FUND BALANCE - BEGINNING | - | - | - | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

(Concluded)

SAUNDERS COUNTY

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2009

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, 2009, expenditures exceeded budgeted appropriations in the Register of Deeds, Maintenance Department Courthouse, and the Sheriff Grant functions of the General Fund by \$432, \$56,784 and \$2,933, respectively. These over-expenditures were funded by the available fund balance in the General Fund.

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

For the Year Ended June 30, 2009

| | Special Road Fund | Road/Bridge Sinking Fund | Unemployment Fund | Medical Relief Fund | Institutions Fund | Veterans' Aid Fund | Child Support Agreement - Clerk of the District Court | Child Support Agreement - Attorney Fund |
|---|----------------------|-----------------------------|----------------------|------------------------|----------------------|-----------------------|--|---|
| RECEIPTS | | | | | | | | |
| Property Taxes | \$ - | \$ - | \$ 1,189 | \$ 14,764 | \$ 13,194 | \$ - | \$ - | \$ - |
| Interest | - | - | - | - | - | 3,462 | - | - |
| Intergovernmental | 244 | - | 24 | 1,343 | 1,330 | - | - | 21,709 |
| Charges for Services | - | - | - | - | - | - | - | - |
| Miscellaneous | - | - | 2 | 2 | 1 | - | - | - |
| TOTAL RECEIPTS | 244 | - | 1,215 | 16,109 | 14,525 | 3,462 | - | 21,709 |
| DISBURSEMENTS | | | | | | | | |
| General Government | - | - | 2,956 | - | - | - | 4,792 | 13,515 |
| Public Safety | - | - | - | - | - | - | - | - |
| Public Works | 181,580 | - | - | - | - | - | - | - |
| Public Assistance | - | - | - | 7,306 | 7,251 | - | - | - |
| Culture and Recreation | - | - | - | - | - | - | - | - |
| Debt Service: | | | | | | | | |
| Interest and Fiscal Charges | - | - | - | - | - | - | - | - |
| Capital Projects | - | - | - | - | - | - | - | - |
| TOTAL DISBURSEMENTS | 181,580 | - | 2,956 | 7,306 | 7,251 | - | 4,792 | 13,515 |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | (181,336) | - | (1,741) | 8,803 | 7,274 | 3,462 | (4,792) | 8,194 |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | 181,336 | 126,962 | - | - | - | - | - | - |
| Transfers out | - | - | (29,420) | (19,646) | (20,518) | - | (9,955) | (16,525) |
| TOTAL OTHER FINANCING SOURCES (USES) | 181,336 | 126,962 | (29,420) | (19,646) | (20,518) | - | (9,955) | (16,525) |
| Net Change in Fund Balances | - | 126,962 | (31,161) | (10,843) | (13,244) | 3,462 | (14,747) | (8,331) |
| FUND BALANCES - BEGINNING | - | 257,167 | 31,161 | 10,843 | 13,244 | 94,702 | 14,747 | 48,258 |
| FUND BALANCES - ENDING | \$ - | \$ 384,129 | \$ - | \$ - | \$ - | \$ 98,164 | \$ - | \$ 39,927 |

(Continued)

SAUNDERS COUNTY
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2009

| | Visitor Promotion Fund | Visitor Improvement Fund | Transpor- tation Fund | Senior Citizen Services Fund | Diversion Program Fund | STOP Fund | Drug Law Enforcement Fund | Drug Testing Fund |
|---|------------------------------|--------------------------------|--------------------------|---------------------------------------|------------------------------|------------------|---------------------------------|-------------------------|
| RECEIPTS | | | | | | | | |
| Property Taxes | \$ 7,003 | \$ 7,003 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Interest | - | - | - | - | - | 241 | - | - |
| Intergovernmental | - | - | 59,677 | 87,153 | 21,618 | - | - | - |
| Charges for Services | - | - | 1,668 | 81,463 | 6,735 | 10,950 | - | - |
| Miscellaneous | - | - | 50 | 10,303 | - | - | - | - |
| TOTAL RECEIPTS | <u>7,003</u> | <u>7,003</u> | <u>61,395</u> | <u>178,919</u> | <u>28,353</u> | <u>11,191</u> | <u>-</u> | <u>-</u> |
| DISBURSEMENTS | | | | | | | | |
| General Government | - | - | - | - | - | - | - | - |
| Public Safety | - | - | - | - | 107,092 | 9,817 | 517 | 2,435 |
| Public Works | - | - | - | - | - | - | - | - |
| Public Assistance | - | - | 71,839 | 282,000 | - | - | - | - |
| Culture and Recreation | 6,694 | 8,500 | - | - | - | - | - | - |
| Debt Service: | | | | | | | | |
| Interest and Fiscal Charges | - | - | - | - | - | - | - | - |
| Capital Projects | - | - | - | - | - | - | - | - |
| TOTAL DISBURSEMENTS | <u>6,694</u> | <u>8,500</u> | <u>71,839</u> | <u>282,000</u> | <u>107,092</u> | <u>9,817</u> | <u>517</u> | <u>2,435</u> |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | <u>309</u> | <u>(1,497)</u> | <u>(10,444)</u> | <u>(103,081)</u> | <u>(78,739)</u> | <u>1,374</u> | <u>(517)</u> | <u>(2,435)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | | |
| Transfers in | - | - | 7,293 | 103,059 | 83,178 | - | - | - |
| Transfers out | - | - | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>7,293</u> | <u>103,059</u> | <u>83,178</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | 309 | (1,497) | (3,151) | (22) | 4,439 | 1,374 | (517) | (2,435) |
| FUND BALANCES - BEGINNING | <u>1,485</u> | <u>4,450</u> | <u>6,191</u> | <u>8,986</u> | <u>538</u> | <u>17,120</u> | <u>1,576</u> | <u>9,935</u> |
| FUND BALANCES - ENDING | <u>\$ 1,794</u> | <u>\$ 2,953</u> | <u>\$ 3,040</u> | <u>\$ 8,964</u> | <u>\$ 4,977</u> | <u>\$ 18,494</u> | <u>\$ 1,059</u> | <u>\$ 7,500</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, 2009

| | Federal Drug Enforcement Fund | Correctional Center Commissary Fund | Law Enforcement Center & Jail Bond Fund | County Building Fund | Health Services Construction Fund | Jail Fund | Youth Camp Fund |
|---|-------------------------------------|--|--|----------------------------|--|------------------|-----------------------|
| RECEIPTS | | | | | | | |
| Property Taxes | \$ - | \$ - | \$ 407,007 | \$ 10,346 | \$ - | \$ 3,264 | \$ - |
| Interest | - | - | 10,303 | 569 | - | - | 13 |
| Intergovernmental | - | - | 49,559 | 931 | - | 68 | - |
| Charges for Services | - | - | - | - | - | 770 | - |
| Miscellaneous | - | 10,218 | - | 55,957 | - | 95 | 6,983 |
| TOTAL RECEIPTS | <u>-</u> | <u>10,218</u> | <u>466,869</u> | <u>67,803</u> | <u>-</u> | <u>4,197</u> | <u>6,996</u> |
| DISBURSEMENTS | | | | | | | |
| General Government | - | 8,114 | 1,000 | 352,662 | - | - | - |
| Public Safety | - | - | - | - | - | 180,339 | - |
| Public Works | - | - | - | - | - | - | - |
| Public Assistance | - | - | - | - | - | - | - |
| Culture and Recreation | - | - | - | - | - | - | 7,519 |
| Debt Service: | | | | | | | |
| Interest and Fiscal Charges | - | - | 524,317 | - | - | - | - |
| Capital Projects | - | - | - | - | 7,000 | - | - |
| TOTAL DISBURSEMENTS | <u>-</u> | <u>8,114</u> | <u>525,317</u> | <u>352,662</u> | <u>7,000</u> | <u>180,339</u> | <u>7,519</u> |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | <u>-</u> | <u>2,104</u> | <u>(58,448)</u> | <u>(284,859)</u> | <u>(7,000)</u> | <u>(176,142)</u> | <u>(523)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | - | - | - | 92,490 | - | 179,497 | - |
| Transfers out | - | - | - | - | - | (3,890) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> | <u>92,490</u> | <u>-</u> | <u>175,607</u> | <u>-</u> |
| Net Change in Fund Balances | - | 2,104 | (58,448) | (192,369) | (7,000) | (535) | (523) |
| FUND BALANCES - BEGINNING | <u>2,106</u> | <u>-</u> | <u>275,406</u> | <u>785,023</u> | <u>7,000</u> | <u>535</u> | <u>4,591</u> |
| FUND BALANCES - ENDING | <u>\$ 2,106</u> | <u>\$ 2,104</u> | <u>\$ 216,958</u> | <u>\$ 592,654</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,068</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, 2009

| | Weed Fund | E911 Emergency Services Fund | Flood Control Projects Fund | Federal Grant Fund | Federal Grant CDBG Fund | Emergency Management Fund | Total Nonmajor Governmental Funds |
|---|-----------------|---------------------------------------|--------------------------------------|--------------------------|----------------------------------|---------------------------------|---|
| RECEIPTS | | | | | | | |
| Property Taxes | \$ - | \$ 80,133 | \$ 84 | \$ - | \$ - | \$ - | \$ 543,987 |
| Interest | - | - | - | 8 | - | - | 14,596 |
| Intergovernmental | - | - | - | - | - | 79,805 | 323,461 |
| Charges for Services | - | - | - | - | - | - | 101,586 |
| Miscellaneous | 1,507 | 11,909 | 7 | - | 21,666 | - | 118,700 |
| TOTAL RECEIPTS | <u>1,507</u> | <u>92,042</u> | <u>91</u> | <u>8</u> | <u>21,666</u> | <u>79,805</u> | <u>1,102,330</u> |
| DISBURSEMENTS | | | | | | | |
| General Government | - | - | - | - | 23,833 | - | 406,872 |
| Public Safety | - | 97,902 | 3,026 | - | - | 102,542 | 503,670 |
| Public Works | 38,586 | - | - | - | - | - | 220,166 |
| Public Assistance | - | - | - | - | - | - | 368,396 |
| Culture and Recreation | - | - | - | - | - | - | 22,713 |
| Debt Service: | | | | | | | |
| Interest and Fiscal Charges | - | - | - | - | - | - | 524,317 |
| Capital Projects | - | - | - | - | - | - | 7,000 |
| TOTAL DISBURSEMENTS | <u>38,586</u> | <u>97,902</u> | <u>3,026</u> | <u>-</u> | <u>23,833</u> | <u>102,542</u> | <u>2,053,134</u> |
| EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS | <u>(37,079)</u> | <u>(5,860)</u> | <u>(2,935)</u> | <u>8</u> | <u>(2,167)</u> | <u>(22,737)</u> | <u>(950,804)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | 38,165 | - | - | - | - | 17,750 | 829,730 |
| Transfers out | (1,086) | - | - | (1,680) | - | - | (102,720) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>37,079</u> | <u>-</u> | <u>-</u> | <u>(1,680)</u> | <u>-</u> | <u>17,750</u> | <u>727,010</u> |
| Net Change in Fund Balances | - | (5,860) | (2,935) | (1,672) | (2,167) | (4,987) | (223,794) |
| FUND BALANCES - BEGINNING | <u>-</u> | <u>140,597</u> | <u>291,973</u> | <u>1,672</u> | <u>2,167</u> | <u>12,513</u> | <u>2,043,986</u> |
| FUND BALANCES - ENDING | <u>\$ -</u> | <u>\$ 134,737</u> | <u>\$ 289,038</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 7,526</u> | <u>\$ 1,820,192</u> |

(Concluded)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|------------------|-------------------|---|
| SPECIAL ROAD FUND | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ 75 | \$ 75 | \$ 244 | \$ 169 |
| TOTAL RECEIPTS | 75 | 75 | 244 | 169 |
| DISBURSEMENTS | 294,037 | 294,037 | 181,580 | 112,457 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 293,962 | 293,962 | 181,336 | (112,626) |
| Transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | 293,962 | 293,962 | 181,336 | (112,626) |
| Net Change in Fund Balance | - | - | - | - |
| FUND BALANCE - BEGINNING | - | - | - | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| ROAD/BRIDGE SINKING FUND | | | | |
| RECEIPTS | | | | |
| | \$ - | \$ - | \$ - | \$ - |
| DISBURSEMENTS | - | - | - | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 126,963 | 126,963 | 126,962 | (1) |
| Transfers out | (384,130) | (384,130) | - | 384,130 |
| TOTAL OTHER FINANCING SOURCES (USES) | (257,167) | (257,167) | 126,962 | 384,129 |
| Net Change in Fund Balance | (257,167) | (257,167) | 126,962 | 384,129 |
| FUND BALANCE - BEGINNING | 257,167 | 257,167 | 257,167 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 384,129</u> | <u>\$ 384,129</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-----------------|---|
| UNEMPLOYMENT FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ - | \$ - | \$ 1,189 | \$ 1,189 |
| Intergovernmental | 45 | 45 | 24 | (21) |
| Miscellaneous | - | - | 2 | 2 |
| TOTAL RECEIPTS | 45 | 45 | 1,215 | 1,170 |
| DISBURSEMENTS | 31,206 | 31,206 | 2,956 | 28,250 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | - | - |
| Transfers out | - | - | (29,420) | (29,420) |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | (29,420) | (29,420) |
| Net Change in Fund Balance | (31,161) | (31,161) | (31,161) | - |
| FUND BALANCE - BEGINNING | 31,161 | 31,161 | 31,161 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| MEDICAL RELIEF FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 14,361 | \$ 14,361 | \$ 14,764 | \$ 403 |
| Intergovernmental | 120 | 120 | 1,343 | 1,223 |
| Miscellaneous | 2,000 | 2,000 | 2 | (1,998) |
| TOTAL RECEIPTS | 16,481 | 16,481 | 16,109 | (372) |
| DISBURSEMENTS | 50,000 | 50,000 | 7,306 | 42,694 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 22,676 | 22,676 | - | (22,676) |
| Transfers out | - | - | (19,646) | (19,646) |
| TOTAL OTHER FINANCING SOURCES (USES) | 22,676 | 22,676 | (19,646) | (42,322) |
| Net Change in Fund Balance | (10,843) | (10,843) | (10,843) | - |
| FUND BALANCE - BEGINNING | 10,843 | 10,843 | 10,843 | - |
| 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, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|------------------|---|
| INSTITUTIONS FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 11,581 | \$ 11,581 | \$ 13,194 | \$ 1,613 |
| Intergovernmental | 175 | 175 | 1,330 | 1,155 |
| Miscellaneous | - | - | 1 | 1 |
| TOTAL RECEIPTS | <u>11,756</u> | <u>11,756</u> | <u>14,525</u> | <u>2,769</u> |
| DISBURSEMENTS | <u>25,000</u> | <u>25,000</u> | <u>7,251</u> | <u>17,749</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | - | - |
| Transfers out | - | - | (20,518) | (20,518) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>(20,518)</u> | <u>(20,518)</u> |
| Net Change in Fund Balance | (13,244) | (13,244) | (13,244) | - |
| FUND BALANCE - BEGINNING | 13,244 | 13,244 | 13,244 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| VETERANS' AID FUND | | | | |
| RECEIPTS | | | | |
| Interest | \$ 1,000 | \$ 1,000 | \$ 3,462 | \$ 2,462 |
| TOTAL RECEIPTS | <u>1,000</u> | <u>1,000</u> | <u>3,462</u> | <u>2,462</u> |
| DISBURSEMENTS | <u>95,702</u> | <u>95,702</u> | <u>-</u> | <u>95,702</u> |
| Net Change in Fund Balance | (94,702) | (94,702) | 3,462 | 98,164 |
| FUND BALANCE - BEGINNING | 94,702 | 94,702 | 94,702 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 98,164</u> | <u>\$ 98,164</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|-----------|---|
| CHILD SUPPORT AGREEMENT - CLERK OF THE DISTRICT COURT | | | | |
| RECEIPTS | \$ - | \$ - | \$ - | \$ - |
| DISBURSEMENTS | 4,792 | 4,792 | 4,792 | - |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | - | - |
| Transfers out | (9,955) | (9,955) | (9,955) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (9,955) | (9,955) | (9,955) | - |
| Net Change in Fund Balance | (14,747) | (14,747) | (14,747) | - |
| FUND BALANCE - BEGINNING | 14,747 | 14,747 | 14,747 | - |
| FUND BALANCE - ENDING | \$ - | \$ - | \$ - | \$ - |
| CHILD SUPPORT AGREEMENT - ATTORNEY FUND | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ - | \$ - | \$ 21,709 | \$ 21,709 |
| TOTAL RECEIPTS | - | - | 21,709 | 21,709 |
| DISBURSEMENTS | 31,733 | 31,733 | 13,515 | 18,218 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | - | - |
| Transfers out | (16,525) | (16,525) | (16,525) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | (16,525) | (16,525) | (16,525) | - |
| Net Change in Fund Balance | (48,258) | (48,258) | (8,331) | 39,927 |
| FUND BALANCE - BEGINNING | 48,258 | 48,258 | 48,258 | - |
| FUND BALANCE - ENDING | \$ - | \$ - | \$ 39,927 | \$ 39,927 |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-----------------|---|
| <u>VISITOR PROMOTION FUND</u> | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 8,515 | \$ 8,515 | \$ 7,003 | \$ (1,512) |
| TOTAL RECEIPTS | 8,515 | 8,515 | 7,003 | (1,512) |
| DISBURSEMENTS | | | | |
| Net Change in Fund Balance | (1,485) | (1,485) | 309 | 1,794 |
| FUND BALANCE - BEGINNING | 1,485 | 1,485 | 1,485 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,794</u> | <u>\$ 1,794</u> |
| <u>VISITOR IMPROVEMENT FUND</u> | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 7,550 | \$ 7,550 | \$ 7,003 | \$ (547) |
| TOTAL RECEIPTS | 7,550 | 7,550 | 7,003 | (547) |
| DISBURSEMENTS | | | | |
| Net Change in Fund Balance | (4,450) | (4,450) | (1,497) | 2,953 |
| FUND BALANCE - BEGINNING | 4,450 | 4,450 | 4,450 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,953</u> | <u>\$ 2,953</u> |
| <u>TRANSPORTATION FUND</u> | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ 52,575 | \$ 52,575 | \$ 59,677 | \$ 7,102 |
| Charges for Services | 2,000 | 2,000 | 1,668 | (332) |
| Miscellaneous | 100 | 100 | 50 | (50) |
| TOTAL RECEIPTS | 54,675 | 54,675 | 61,395 | 6,720 |
| DISBURSEMENTS | | | | |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 36,092 | 36,092 | 7,293 | (28,799) |
| Transfers out | (8,500) | (8,500) | - | 8,500 |
| TOTAL OTHER FINANCING SOURCES (USES) | 27,592 | 27,592 | 7,293 | (20,299) |
| Net Change in Fund Balance | (6,191) | (6,191) | (3,151) | 3,040 |
| FUND BALANCE - BEGINNING | 6,191 | 6,191 | 6,191 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,040</u> | <u>\$ 3,040</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-----------------|---|
| SENIOR CITIZEN SERVICES FUND | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ 92,253 | \$ 92,253 | \$ 87,153 | \$ (5,100) |
| Charges for Services | 77,000 | 77,000 | 81,463 | 4,463 |
| Miscellaneous | 6,200 | 10,000 | 10,303 | 303 |
| TOTAL RECEIPTS | <u>175,453</u> | <u>179,253</u> | <u>178,919</u> | <u>(334)</u> |
| DISBURSEMENTS | <u>278,221</u> | <u>282,021</u> | <u>282,000</u> | <u>21</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 93,782 | 93,782 | 103,059 | 9,277 |
| Transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>93,782</u> | <u>93,782</u> | <u>103,059</u> | <u>9,277</u> |
| Net Change in Fund Balance | (8,986) | (8,986) | (22) | 8,964 |
| FUND BALANCE - BEGINNING | 8,986 | 8,986 | 8,986 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 8,964</u> | <u>\$ 8,964</u> |
| DIVERSION PROGRAM FUND | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ 20,582 | \$ 20,582 | \$ 21,618 | \$ 1,036 |
| Charges for Services | 7,200 | 7,200 | 6,735 | (465) |
| TOTAL RECEIPTS | <u>27,782</u> | <u>27,782</u> | <u>28,353</u> | <u>571</u> |
| DISBURSEMENTS | <u>113,024</u> | <u>113,024</u> | <u>107,092</u> | <u>5,932</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 84,704 | 84,704 | 83,178 | (1,526) |
| Transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>84,704</u> | <u>84,704</u> | <u>83,178</u> | <u>(1,526)</u> |
| Net Change in Fund Balance | (538) | (538) | 4,439 | 4,977 |
| FUND BALANCE - BEGINNING | 538 | 538 | 538 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,977</u> | <u>\$ 4,977</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|----------------------------------|--------------------|-----------------|------------------|---|
| STOP FUND | | | | |
| RECEIPTS | | | | |
| Interest | \$ 465 | \$ 465 | \$ 241 | \$ (224) |
| Charges for Services | 18,300 | 18,300 | 10,950 | (7,350) |
| TOTAL RECEIPTS | <u>18,765</u> | <u>18,765</u> | <u>11,191</u> | <u>(7,574)</u> |
| | | | | |
| DISBURSEMENTS | <u>35,885</u> | <u>35,885</u> | <u>9,817</u> | <u>26,068</u> |
| | | | | |
| Net Change in Fund Balance | (17,120) | (17,120) | 1,374 | 18,494 |
| FUND BALANCE - BEGINNING | <u>17,120</u> | <u>17,120</u> | <u>17,120</u> | <u>-</u> |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 18,494</u> | <u>\$ 18,494</u> |
| | | | | |
| DRUG LAW ENFORCEMENT 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>517</u> | <u>4,483</u> |
| | | | | |
| Net Change in Fund Balance | (1,576) | (1,576) | (517) | 1,059 |
| FUND BALANCE - BEGINNING | <u>1,576</u> | <u>1,576</u> | <u>1,576</u> | <u>-</u> |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,059</u> | <u>\$ 1,059</u> |
| | | | | |
| DRUG TESTING FUND | | | | |
| RECEIPTS | | | | |
| Charges for Services | \$ 3,130 | \$ 3,130 | \$ - | \$ (3,130) |
| TOTAL RECEIPTS | <u>3,130</u> | <u>3,130</u> | <u>-</u> | <u>(3,130)</u> |
| | | | | |
| DISBURSEMENTS | <u>13,065</u> | <u>13,065</u> | <u>2,435</u> | <u>10,630</u> |
| | | | | |
| Net Change in Fund Balance | (9,935) | (9,935) | (2,435) | 7,500 |
| FUND BALANCE - BEGINNING | <u>9,935</u> | <u>9,935</u> | <u>9,935</u> | <u>-</u> |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 7,500</u> | <u>\$ 7,500</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--------------------------------------|--------------------|-----------------|-----------------|---|
| 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> |
| 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> |

**CORRECTIONAL CENTER
COMMISSARY FUND**

| | | | | |
|----------------------------|--------------|--------------|-----------------|-----------------|
| RECEIPTS | | | | |
| Miscellaneous | \$ 6,000 | \$ 8,150 | \$ 10,218 | \$ 2,068 |
| TOTAL RECEIPTS | <u>6,000</u> | <u>8,150</u> | <u>10,218</u> | <u>2,068</u> |
| DISBURSEMENTS | <u>6,000</u> | <u>8,150</u> | <u>8,114</u> | <u>36</u> |
| Net Change in Fund Balance | - | - | 2,104 | 2,104 |
| FUND BALANCE - BEGINNING | - | - | - | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,104</u> | <u>\$ 2,104</u> |

**LAW ENFORCEMENT CENTER &
JAIL BOND FUND**

| | | | | |
|----------------------------|------------------|------------------|-------------------|-------------------|
| RECEIPTS | | | | |
| Taxes | \$ 576,962 | \$ 576,962 | \$ 407,007 | \$ (169,955) |
| Interest | 500 | 500 | 10,303 | 9,803 |
| Intergovernmental | 100 | 100 | 49,559 | 49,459 |
| TOTAL RECEIPTS | <u>577,562</u> | <u>577,562</u> | <u>466,869</u> | <u>(110,693)</u> |
| DISBURSEMENTS | <u>800,531</u> | <u>800,531</u> | <u>525,317</u> | <u>275,214</u> |
| Net Change in Fund Balance | (222,969) | (222,969) | (58,448) | 164,521 |
| FUND BALANCE - BEGINNING | 275,406 | 275,406 | 275,406 | - |
| FUND BALANCE - ENDING | <u>\$ 52,437</u> | <u>\$ 52,437</u> | <u>\$ 216,958</u> | <u>\$ 164,521</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|------------------|-------------------|---|
| COUNTY BUILDING FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 10,020 | \$ 10,020 | \$ 10,346 | \$ 326 |
| Interest | - | - | 569 | 569 |
| Intergovernmental | 90 | 90 | 931 | 841 |
| Miscellaneous | 2,000 | 2,000 | 55,957 | 53,957 |
| TOTAL RECEIPTS | <u>12,110</u> | <u>12,110</u> | <u>67,803</u> | <u>55,693</u> |
| DISBURSEMENTS | <u>521,654</u> | <u>521,654</u> | <u>352,662</u> | <u>168,992</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 50,000 | 50,000 | 92,490 | 42,490 |
| Transfers out | (325,479) | (325,479) | - | 325,479 |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(275,479)</u> | <u>(275,479)</u> | <u>92,490</u> | <u>367,969</u> |
| Net Change in Fund Balance | (785,023) | (785,023) | (192,369) | 592,654 |
| FUND BALANCE - BEGINNING | 785,023 | 785,023 | 785,023 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 592,654</u> | <u>\$ 592,654</u> |
| HEALTH SERVICES CONSTRUCTION FUND | | | | |
| RECEIPTS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| DISBURSEMENTS | <u>7,000</u> | <u>7,000</u> | <u>7,000</u> | <u>-</u> |
| Net Change in Fund Balance | (7,000) | (7,000) | (7,000) | - |
| FUND BALANCE - BEGINNING | 7,000 | 7,000 | 7,000 | - |
| 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, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|--------------------|--------------------|---|
| JAIL FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ - | \$ - | \$ 3,264 | \$ 3,264 |
| Intergovernmental | - | - | 68 | 68 |
| Charges for Services | - | - | 770 | 770 |
| Miscellaneous | - | - | 95 | 95 |
| TOTAL RECEIPTS | <u>-</u> | <u>-</u> | <u>4,197</u> | <u>4,197</u> |
| DISBURSEMENTS | <u>180,340</u> | <u>180,340</u> | <u>180,339</u> | <u>1</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 179,805 | 179,805 | 179,497 | (308) |
| Transfers out | <u>-</u> | <u>-</u> | <u>(3,890)</u> | <u>(3,890)</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>179,805</u> | <u>179,805</u> | <u>175,607</u> | <u>(4,198)</u> |
| Net Change in Fund Balance | (535) | (535) | (535) | - |
| FUND BALANCE - BEGINNING | 535 | 535 | 535 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| YOUTH CAMP FUND | | | | |
| RECEIPTS | | | | |
| Interest | \$ 11 | \$ 11 | \$ 13 | \$ 2 |
| Miscellaneous | <u>5,215</u> | <u>5,215</u> | <u>6,983</u> | <u>1,768</u> |
| TOTAL RECEIPTS | <u>5,226</u> | <u>5,226</u> | <u>6,996</u> | <u>1,770</u> |
| DISBURSEMENTS | <u>9,817</u> | <u>9,817</u> | <u>7,519</u> | <u>2,298</u> |
| Net Change in Fund Balance | (4,591) | (4,591) | (523) | 4,068 |
| FUND BALANCE - BEGINNING | 4,591 | 4,591 | 4,591 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,068</u> | <u>\$ 4,068</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-------------------|---|
| WEED FUND | | | | |
| RECEIPTS | | | | |
| Charges for Services | \$ 3,500 | \$ 3,500 | \$ - | \$ (3,500) |
| Miscellaneous | 1,500 | 1,500 | 1,507 | 7 |
| TOTAL RECEIPTS | <u>5,000</u> | <u>5,000</u> | <u>1,507</u> | <u>(3,493)</u> |
| DISBURSEMENTS | <u>64,365</u> | <u>64,365</u> | <u>38,586</u> | <u>25,779</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 59,365 | 59,365 | 38,165 | (21,200) |
| Transfers out | - | - | (1,086) | (1,086) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>59,365</u> | <u>59,365</u> | <u>37,079</u> | <u>(22,286)</u> |
| Net Change in Fund Balance | - | - | - | - |
| FUND BALANCE - BEGINNING | - | - | - | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| E911 EMERGENCY SERVICES FUND | | | | |
| RECEIPTS | | | | |
| Taxes | \$ 75,000 | \$ 75,000 | \$ 80,133 | \$ 5,133 |
| Miscellaneous | 301 | 301 | 11,909 | 11,608 |
| TOTAL RECEIPTS | <u>75,301</u> | <u>75,301</u> | <u>92,042</u> | <u>16,741</u> |
| DISBURSEMENTS | <u>215,898</u> | <u>215,898</u> | <u>97,902</u> | <u>117,996</u> |
| Net Change in Fund Balance | (140,597) | (140,597) | (5,860) | 134,737 |
| FUND BALANCE - BEGINNING | 140,597 | 140,597 | 140,597 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 134,737</u> | <u>\$ 134,737</u> |

(Continued)

SAUNDERS COUNTY
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-------------------|---|
| <u>FLOOD CONTROL PROJECTS FUND</u> | | | | |
| RECEIPTS | | | | |
| Taxes | \$ - | \$ - | \$ 84 | \$ 84 |
| Miscellaneous | - | - | 7 | 7 |
| TOTAL RECEIPTS | <u>-</u> | <u>-</u> | <u>91</u> | <u>91</u> |
| | | | | |
| DISBURSEMENTS | <u>291,973</u> | <u>291,973</u> | <u>3,026</u> | <u>288,947</u> |
| | | | | |
| Net Change in Fund Balance | (291,973) | (291,973) | (2,935) | 289,038 |
| FUND BALANCE - BEGINNING | <u>291,973</u> | <u>291,973</u> | <u>291,973</u> | <u>-</u> |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 289,038</u> | <u>\$ 289,038</u> |
| | | | | |
| <u>FEDERAL GRANT FUND</u> | | | | |
| RECEIPTS | | | | |
| Interest | \$ - | \$ - | \$ 8 | \$ 8 |
| Intergovernmental | <u>36,600</u> | <u>36,600</u> | <u>-</u> | <u>(36,600)</u> |
| TOTAL RECEIPTS | <u>36,600</u> | <u>36,600</u> | <u>8</u> | <u>(36,592)</u> |
| | | | | |
| DISBURSEMENTS | <u>28,272</u> | <u>28,272</u> | <u>-</u> | <u>28,272</u> |
| | | | | |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | - | - |
| Transfers out | <u>(10,000)</u> | <u>(10,000)</u> | <u>(1,680)</u> | <u>8,320</u> |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(10,000)</u> | <u>(10,000)</u> | <u>(1,680)</u> | <u>8,320</u> |
| | | | | |
| Net Change in Fund Balance | (1,672) | (1,672) | (1,672) | - |
| FUND BALANCE - BEGINNING | <u>1,672</u> | <u>1,672</u> | <u>1,672</u> | <u>-</u> |
| 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, 2009

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|--------------------|-----------------|-----------------|---|
| FEDERAL GRANT CDBG FUND | | | | |
| RECEIPTS | | | | |
| Miscellaneous | \$ 30,333 | \$ 30,333 | \$ 21,666 | \$ (8,667) |
| TOTAL RECEIPTS | <u>30,333</u> | <u>30,333</u> | <u>21,666</u> | <u>(8,667)</u> |
| DISBURSEMENTS | <u>32,500</u> | <u>32,500</u> | <u>23,833</u> | <u>8,667</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>\$ -</u> | <u>\$ -</u> |
| EMERGENCY MANAGEMENT FUND | | | | |
| RECEIPTS | | | | |
| Intergovernmental | \$ 301,000 | \$ 301,000 | \$ 79,805 | \$ (221,195) |
| TOTAL RECEIPTS | <u>301,000</u> | <u>301,000</u> | <u>79,805</u> | <u>(221,195)</u> |
| DISBURSEMENTS | <u>347,535</u> | <u>347,535</u> | <u>102,542</u> | <u>244,993</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 34,022 | 34,022 | 17,750 | (16,272) |
| Transfers out | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>34,022</u> | <u>34,022</u> | <u>17,750</u> | <u>(16,272)</u> |
| Net Change in Fund Balance | (12,513) | (12,513) | (4,987) | 7,526 |
| FUND BALANCE - BEGINNING | 12,513 | 12,513 | 12,513 | - |
| FUND BALANCE - ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 7,526</u> | <u>\$ 7,526</u> |

(Concluded)

SAUNDERS COUNTY
SCHEDULE OF OFFICE ACTIVITIES
For the Year Ended June 30, 2009

| | County Clerk | Register of Deeds | Clerk of the District Court | County Sheriff | County Attorney | Weed Superintendent | Highway Superintendent |
|------------------------------|-----------------|----------------------|-----------------------------------|-------------------|--------------------|------------------------|---------------------------|
| BALANCE JULY 1, 2008 | \$ 21,867 | \$ 21,171 | \$ 57,290 | \$ 19,224 | \$ 2,528 | \$ - | \$ 100 |
| RECEIPTS | | | | | | | |
| Property Taxes | 7,055 | - | - | 26,267 | - | - | - |
| Licenses and Permits | 6,904 | - | - | - | - | - | - |
| Intergovernmental | 8,619 | - | - | - | - | - | 74,099 |
| Charges for Services | 45,962 | 122,729 | 29,068 | 79,489 | - | 1,541 | - |
| Miscellaneous | - | - | - | - | - | - | 55,209 |
| State Fees | 57,793 | 129,524 | 31,162 | - | - | - | - |
| Other Liabilities | - | - | 262,836 | 326,356 | 125,572 | - | - |
| TOTAL RECEIPTS | 126,333 | 252,253 | 323,066 | 432,112 | 125,572 | 1,541 | 129,308 |
| DISBURSEMENTS | | | | | | | |
| Payments to County Treasurer | 69,175 | 121,521 | 26,942 | 102,205 | - | 1,541 | 129,308 |
| Payments to State Treasurer | 58,623 | 131,026 | 30,548 | - | - | - | - |
| Other Liabilities | - | - | 212,606 | 316,454 | 127,896 | - | - |
| TOTAL DISBURSEMENTS | 127,798 | 252,547 | 270,096 | 418,659 | 127,896 | 1,541 | 129,308 |
| BALANCE JUNE 30, 2009 | \$ 20,402 | \$ 20,877 | \$ 110,260 | \$ 32,677 | \$ 204 | \$ - | \$ 100 |
| BALANCE CONSISTS OF: | | | | | | | |
| Due to County Treasurer | \$ 3,128 | \$ 11,185 | \$ 3,430 | \$ 13,225 | \$ 4 | \$ - | \$ - |
| Petty Cash | 12,500 | 500 | 200 | 4,300 | 200 | - | 100 |
| Due to State Treasurer | 4,774 | 9,192 | 3,989 | - | - | - | - |
| Due to Others | - | - | 102,641 | 15,152 | - | - | - |
| BALANCE JUNE 30, 2009 | \$ 20,402 | \$ 20,877 | \$ 110,260 | \$ 32,677 | \$ 204 | \$ - | \$ 100 |

(Continued)

SAUNDERS COUNTY
SCHEDULE OF OFFICE ACTIVITIES
For the Year Ended June 30, 2009

| | Veterans' Service Officer | County Surveyor | County Planning and Zoning | County Transportation | County Senior Services | County Youth Services | Total |
|------------------------------|---------------------------------|--------------------|-------------------------------------|--------------------------|------------------------------|-----------------------------|-------------------|
| BALANCE JULY 1, 2008 | \$ 5,322 | \$ - | \$ 100 | \$ - | \$ 468 | \$ 100 | \$ 128,170 |
| RECEIPTS | | | | | | | |
| Property Taxes | - | - | - | - | - | - | 33,322 |
| Licenses and Permits | - | - | 83,709 | - | - | - | 90,613 |
| Intergovernmental | - | - | - | 59,542 | 87,154 | 21,618 | 251,032 |
| Charges for Services | - | 50 | - | 1,803 | 81,276 | 6,735 | 368,653 |
| Miscellaneous | 13 | - | - | 50 | 10,303 | 8,202 | 73,777 |
| State Fees | - | - | - | - | - | - | 218,479 |
| Other Liabilities | - | - | - | - | - | - | 714,764 |
| TOTAL RECEIPTS | 13 | 50 | 83,709 | 61,395 | 178,733 | 36,555 | 1,750,640 |
| DISBURSEMENTS | | | | | | | |
| Payments to County Treasurer | - | 50 | 83,709 | 61,395 | 178,920 | 35,336 | 810,102 |
| Payments to State Treasurer | - | - | - | - | - | - | 220,197 |
| Other Liabilities | 300 | - | - | - | - | 1,219 | 658,475 |
| TOTAL DISBURSEMENTS | 300 | 50 | 83,709 | 61,395 | 178,920 | 36,555 | 1,688,774 |
| BALANCE JUNE 30, 2009 | <u>\$ 5,035</u> | <u>\$ -</u> | <u>\$ 100</u> | <u>\$ -</u> | <u>\$ 281</u> | <u>\$ 100</u> | <u>\$ 190,036</u> |
| BALANCE CONSISTS OF: | | | | | | | |
| Due to County Treasurer | \$ 5,035 | \$ - | \$ - | \$ - | \$ 251 | \$ - | \$ 36,258 |
| Petty Cash | - | - | 100 | - | 30 | 100 | 18,030 |
| Due to State Treasurer | - | - | - | - | - | - | 17,955 |
| Due to Others | - | - | - | - | - | - | 117,793 |
| BALANCE JUNE 30, 2009 | <u>\$ 5,035</u> | <u>\$ -</u> | <u>\$ 100</u> | <u>\$ -</u> | <u>\$ 281</u> | <u>\$ 100</u> | <u>\$ 190,036</u> |

(Concluded)

SAUNDERS COUNTY
SCHEDULE OF TAXES CERTIFIED AND COLLECTED FOR
ALL POLITICAL SUBDIVISIONS IN THE COUNTY

June 30, 2009

| Item | 2004 | 2005 | 2006 | 2007 | 2008 |
|---|-------------------|-------------------|-------------------|---------------------|----------------------|
| Tax Certified by Assessor | | | | | |
| Real Estate | \$ 24,803,834 | \$ 25,849,052 | \$ 28,546,112 | \$ 29,034,755 | \$ 32,836,739 |
| Personal and Specials | 1,524,049 | 1,478,487 | 1,563,216 | 1,582,402 | 1,814,229 |
| Total | 26,327,883 | 27,327,539 | 30,109,328 | 30,617,157 | 34,650,968 |
| Corrections | | | | | |
| Additions | 24,442 | 44,234 | 154,881 | 455,341 | 460,172 |
| Deductions | (17,815) | (18,905) | (16,342) | (7,783) | (8,181) |
| Net Additions/ (Deductions) | 6,627 | 25,329 | 138,539 | 447,558 | 451,991 |
| Corrected Certified Tax | 26,334,510 | 27,352,868 | 30,247,867 | 31,064,715 | 35,102,959 |
| Net Tax Collected by County Treasurer during Fiscal Year Ending: | | | | | |
| June 30, 2005 | 14,758,925 | - | - | - | - |
| June 30, 2006 | 11,527,456 | 15,242,857 | - | - | - |
| June 30, 2007 | 25,384 | 12,047,270 | 16,947,897 | - | - |
| June 30, 2008 | 2,334 | 29,994 | 13,125,084 | 17,074,580 | - |
| June 30, 2009 | 2,123 | 16,506 | 36,721 | 12,940,603 | 19,143,756 |
| Total Net Collections | 26,316,222 | 27,336,627 | 30,109,702 | 30,015,183 | 19,143,756 |
| Total Uncollected Tax | \$ 18,288 | \$ 16,241 | \$ 138,165 | \$ 1,049,532 | \$ 15,959,203 |
| Percentage Uncollected Tax | 0.07% | 0.06% | 0.46% | 3.38% | 45.46% |

SAUNDERS COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2009

| Federal Grantor/Pass-Through Grantor/Program Title | Federal CFDA Number | Federal Expenditures |
|--|------------------------|--------------------------|
| U.S. DEPARTMENT OF AGRICULTURE | | |
| Passed through Lincoln Area Agency on Aging Nutrition Services Incentive Program | 10.570 | \$ 18,861 |
| Total U.S. Department of Agriculture | | <u>18,861</u> |
| U.S. DEPARTMENT OF HOMELAND SECURITY | | |
| Passed through Nebraska Military Department State Homeland Security | 97.073 | 5,375 |
| Disaster Grants - Public Assistance | 97.036 | * 647,351 |
| Emergency Management Performance Grants | 97.042 | <u>20,636</u> |
| Total U.S. Department of Homeland Security | | <u>673,362</u> |
| U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES | | |
| Passed through Nebraska Department of Health and Human Services Child Support Enforcement | 93.563 | 154,753 |
| Medical Assistance Program | 93.778 | 9,998 |
| Voting Access for Individuals with Disabilities | 93.617 | 8,619 |
| Social Services Block Grant (Title XX) | 93.667 | <u>9,153</u> |
| Total U.S. Department of Health and Human Services | | <u>182,523</u> |
| U.S. DEPARTMENT OF TRANSPORTATION | | |
| Passed through Nebraska Department of Motor Vehicles Safety Incentive Grants for Use of Seatbelts | 20.604 | 7,750 |
| Highway Planning and Construction | 20.205 | 5,120 |
| Alcohol Impaired Driving Counter Measures Incentive Grants | 20.601 | 6,649 |
| Public Transportation Assistance | 20.509 | <u>41,197</u> |
| Total U.S. Department of Transportation | | <u>60,716</u> |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | <u><u>\$ 935,462</u></u> |

SAUNDERS COUNTY

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. General

The accompanying schedule of expenditures of Federal awards (the Schedule) presents the activity of all Federal awards programs of Saunders County (the County), except as noted in Note 2 below. The County's reporting entity is defined in Note 1.A. to the County's financial statements. Federal awards received directly from Federal agencies, as well as those passed through other government agencies, are included in the Schedule. Unless otherwise noted on the Schedule, all programs are received directly from the respective Federal agency. Due to the operations of the County, the accumulation of amounts passed to subrecipients by the County is not practical.

2. Summary of Significant Accounting Policies

A. **Reporting Entity**

The County's reporting entity is defined in Note 1.A. to the financial statements. The accompanying Schedule includes the Federal awards programs administered by the County for the fiscal year ended June 30, 2009.

B. **Basis of Presentation**

The accompanying Schedule presents total expenditures for each Federal awards program in accordance with Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements. Federal program titles are reported as presented in the Catalog of Federal Domestic Assistance (CFDA), whenever possible.

Federal Awards. Pursuant to OMB Circular A-133, Federal awards are defined as assistance provided by a Federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance, or direct appropriations.

Major Programs. In accordance with OMB Circular A-133, major programs are determined using a risk-based approach. Programs in the accompanying Schedule denoted with an asterisk (*) are considered major programs.

C. **Basis of Accounting**

The accompanying schedule was prepared on the cash basis of accounting.

Matching Costs. The Schedule does not include matching expenditures from general revenues of the County.



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

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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, 2009, and have issued our report thereon dated February 2, 2010. 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 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 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 2, 2010.

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

Deann Haeffner, CPA
Assistant Deputy Auditor

February 2, 2010



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

Mike Foley
State Auditor

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SAUNDERS COUNTY
**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Supervisors
Saunders County, Nebraska

Compliance

We have audited the compliance of Saunders County with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major Federal programs for the year ended June 30, 2009. Saunders County's major Federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major Federal programs is the responsibility of Saunders County's management. Our responsibility is to express an opinion on Saunders County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about Saunders County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Saunders County's compliance with those requirements.

In our opinion, Saunders County complied, in all material respects, with the requirements referred to above that are applicable to each of its major Federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Saunders 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 Saunders County's internal control over compliance with 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, 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 the County's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a Federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a Federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a Federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a Federal program will not be prevented or detected by the entity's internal control.

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

This report is intended solely for the information and use of management, the County Board, others within the entity, the State Legislature, and Federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Signed Original on File

Deann Haeffner, CPA
Assistant Deputy Auditor

February 2, 2010

SAUNDERS COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SECTION I. SUMMARY OF AUDITOR'S RESULTS

Type of auditor's report issued: **Unqualified**

Internal control over financial reporting:

Material weaknesses identified? X Yes No

Significant Deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

Noncompliance material to financial statements noted? Yes X No

Internal control over major programs:

Material weaknesses identified? Yes X No

Significant Deficiencies identified that are not considered to be material weaknesses? Yes X None Reported

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

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133: Yes X No

Major programs: **Disaster Grants – Public Assistance, CFDA #97.036**

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

Auditee qualified as low-risk auditee: Yes X No

SECTION II. FINANCIAL STATEMENT FINDINGS

Condition - There is a lack of segregation of accounting functions among various County offices and personnel. This is a continuing item from the prior year.

Criteria - Authorization or approval of transactions, recording of transactions, and custody of assets should normally be segregated from each other.

SAUNDERS COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SECTION II. FINANCIAL STATEMENT FINDINGS (Concluded)

Effect of the Condition - This lack of segregation of duties results in an inadequate overall internal control structure design.

Cause of the Condition - The County does not employ sufficient office personnel to properly segregate accounting functions.

Recommendation - The County should be aware of the inherent risks associated with improper segregation of accounting functions. The County should also develop mitigating controls to reduce the risk of errors or fraud associated with improper segregation of accounting functions.

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None Noted.



NEBRASKA AUDITOR OF PUBLIC ACCOUNTS

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February 2, 2010

Board of Supervisors
Saunders County, Nebraska

Dear Supervisors:

We have audited the basic financial statements of Saunders County (County) for the fiscal year ended June 30, 2009, and have issued our report thereon dated February 2, 2010. In planning and performing our audit of the basic financial statements of the County, we considered internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements. An audit does not include examining the effectiveness of internal control and does not provide assurance on internal control. We also performed tests of the County's compliance with certain provisions of laws, regulations, contracts, and grants.

During our audit, we noted certain matters involving internal control over financial reporting and other operational matters that are presented here. These comments and recommendations are intended to improve the internal control over financial reporting or result in operational efficiencies in the areas as follows:

COUNTY OVERALL

Segregation of Duties

Good internal control includes a plan of organization, procedures, and records designed to safeguard assets and provide reliable financial records. A system of internal control should include a proper segregation of duties so no one individual is capable of handling all phases of a transaction from beginning to end.

We noted the offices of the County each had a lack of segregation of duties since one person could handle all aspects of processing a transaction from beginning to end. Due to a limited number of personnel, an adequate segregation of duties is not possible without additional cost. This was also noted in prior audits.

We recommend the County review this situation. As always, the County must weigh the cost of hiring additional personnel versus the benefit of a proper segregation of duties.

COUNTY BOARD

Overspent Budgets

Neb. Rev. Stat. § 23-916 (Reissue 2007) states “After the adoption of the county budget, no officer, department or other expending agency shall expend or contract to expend any money...in excess of the amounts provided in said budget for such office, department or other expending agency.”

For the fiscal year ended June 30, 2009, expenditures exceeded budgeted appropriations in the Register of Deeds, Maintenance Department Courthouse, and Sheriff Grant functions of the General Fund by \$432, \$56,784, and \$2,933 respectively. A similar issue was noted in the prior year audit.

When actual expenditures exceed budgeted expenditures, the County is not in compliance with State Statute.

We recommend the County monitor actual expenditures in comparison to budgeted expenditures throughout the year to ensure compliance with State Statute.

Inventory Statements

Neb. Rev. Stat. § 23-347 (Reissue 2007) states “Within two calendar months after the close of each fiscal year, each county officer shall make, acknowledge under oath, and file with the county board of his or her county an inventory statement of all county personal property in the custody and possession of said county officer. The county board in each county shall examine into each inventory statement so filed, and, if said statement is correct and proper in every particular, the county board shall deliver each of said inventory statements to the clerk of the county for filing as a public record in said county clerk's office in a manner convenient for reference.”

During review of County inventory procedures, the following was noted:

- Inventory statements for fiscal year 2009, which would have included officer oaths and acceptance/approval of filing, were required to be filed by August 31, 2009. Fifteen of 26 offices did not file the inventory statements by the date required.
- Testing of the completeness and accuracy of fiscal year 2009 filed inventory statements noted one laptop computer in the office of the Sheriff and one personal computer in the office of the Register of Deeds which were not included on the offices' inventory statements.

When complete and accurate inventory statements are not filed in accordance with State Statute there is an increased risk of loss, theft, or misuse of County-owned assets.

We recommend the County implement procedures to ensure the complete, accurate, and timely filing of inventory statements.

Imprest Account Reconciliations

Good internal controls and sound accounting practice requires that imprest bank accounts be reconciled at the end of each month.

During our review, we noted the Imprest vendor/payroll bank account was not reconciled to the book balance at June 30, 2009, a variance of \$228 was noted.

When these accounts are not reconciled at the end of each month, there is an increased risk of the loss or misuse of County funds.

We recommend the County reconcile the Imprest bank account balance to the book balance each month.

REGISTER OF DEEDS

Cash Refunds

Good internal control requires refunds be made in check format to document the refund went to the correct individual or entity. Good internal control and sound accounting practice requires that checks be restrictively endorsed at the time of receipt.

We continue to note the Register of Deeds refunds overpayments to individuals and entities with cash. These refunds are made via the postal system. We noted \$600 was withdrawn from the checking account to make refunds during the fiscal year. Additionally, during an audit cash count, we noted 16 of 54 checks were not restrictively endorsed.

Cash refunds and not restrictively endorsing checks at the time of receipt increases the risk of loss, theft, or misuse of County funds.

We continue to strongly recommend the Register of Deeds issue checks when refunding money via the postal system. We also recommend the Register of Deeds implement procedures to ensure checks are restrictively endorsed at the time of receipt.

COUNTY SHERIFF

Balancing Procedures

Sound accounting practice and good internal control require procedures be in place to ensure office assets (cash on hand, reconciled bank balance, accounts receivable, etc.) are in agreement with office liabilities (fees and trust accounts) on at least a monthly basis. Balancing procedures should include the timely identification and resolution of all variances noted.

During the audit we noted the County Sheriff's office assets to be long \$48.

Failure to determine asset-to-liability balancing variances can result in an increased risk of loss, theft, or misuse of funds and allows errors to more easily go undetected.

We recommend the County Sheriff ensure procedures are in place to balance assets to liabilities.

COUNTY ATTORNEY

Check Signing Procedures

Good internal controls and sound accounting practice requires that checks be completely filled out prior to the signing of the check.

During our review we noted two checks were signed by the County Attorney prior to the check being completely filled out for the Youth Services Restitution Bank Account.

When checks are signed prior to being completely filled out, there is an increased risk of loss, theft, or misuse of County funds.

We recommend the County Attorney implement procedures to prohibit the signing of checks in advance of being completely filled out.

COUNTY TREASURER

Inadequate Pledged Collateral

Neb. Rev. Stat. § 77-2318 (Supp 2009) and Neb. Rev. Stat. § 77-2318.01 (Reissue 2007) require the County Treasurer to not have on deposit more money than the amount insured by the Federal Deposit Insurance Corporation (FDIC) plus the maximum amount of any pledged securities.

At June 30, 2009, the County Treasurer's deposits in one of its County banks exceeded the total of FDIC and pledged securities by \$140,767.

When deposits are not fully secured at all times, there is an increased risk of loss.

We recommend the County Treasurer implement procedures to ensure bank accounts are adequately collateralized at all times.

It should be noted this report is critical in nature since it contains only our comments and recommendations on the areas noted for improvement and does not include our observations on any strong features of the County.

Draft copies of this report were furnished to the County to provide them an opportunity to review the report and to respond to the comments and recommendations included in this report. The County declined to respond.

We appreciate the cooperation and courtesy extended to our auditors during the course of the audit.

This report is intended solely for the information and use of the County, 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.

Sincerely,

Signed Original on File

Deann Haeffner, CPA
Assistant Deputy Auditor