

2017 Annual Report



Edmunds County South Dakota

EDMUNDS COUNTY
COUNTY OFFICIALS
December 31, 2017

Board of Commissioners:

Robert Olson, Chairperson
Morris Grosz
Nathan Davis
Dennis Hoyle
Timothy Thomas

Auditor:

Keith Schurr

Treasurer:

Patricia Nigg

State's Attorney:

Vaughn P. Beck

Register of Deeds:

Gwen Geditz

Sheriff:

Todd Holtz

I have read the preceding list of officials and concur that it is an accurate list, including spelling of names, at December 31, 2017

Keith Schurr
County Auditor

February 23, 2018
Date

EDMUNDS COUNTY
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
MODIFIED CASH BASIS
December 31, 2017

Exhibit I
Page 1

	<u>Primary Government Governmental Activities</u>
ASSETS:	
Cash and Cash Equivalents	<u>1,520,958.72</u>
Investments	<u>1,500,000.00</u>
TOTAL ASSETS	<u>\$3,020,958.72</u>
NET POSITION:	
Restricted For:	
24/7 Sobriety Purposes	<u>2,195.18</u>
Modernization and Preservation Relief Purposes	<u>26,278.34</u>
Unrestricted	<u>2,992,485.20</u>
TOTAL NET POSITION	<u><u>\$3,020,958.72</u></u>

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

EDMUNDS COUNTY
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For the Year Ended December 31, 2017

Exhibit II
Page 1

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue & Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Primary Government Governmental Activities
Primary Government:				
Governmental Activities:				
General Government	851,134.56	117,417.17	10,060.38	(723,657.01)
Public Safety	783,852.42	44,457.14	76,534.84	(662,860.44)
Public Works	2,739,360.99	80,695.39	1,259,929.08	(1,398,736.52)
Health and Welfare	52,438.54	1,210.22		(51,228.32)
Culture and Recreation	90,508.44		3,872.92	(86,635.52)
Conservation of Natural Resources	105,836.34	6,195.51	6,381.06	(93,259.77)
Urban and Economic Development	12,173.51			(12,173.51)
Intergovernmental Expenditures	23,635.85			(23,635.85)
Total Governmental Activities	4,658,940.65	249,975.43	1,356,778.28	(3,052,186.94)

General Revenues:

Taxes:

Property Taxes	2,846,022.32
Wheel Tax	137,873.39
State Shared Revenues	54,630.19
Grants and Contributions not Restricted to Specific Programs	6,593.80
Unrestricted Investment Earnings	19,197.35
Miscellaneous Revenue	17,435.62

Total General Revenues	3,081,752.67
Change in Net Position	29,565.73
Net Position - Beginning	2,991,392.99
NET POSITION - ENDING	3,020,958.72

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

EDMUNDS COUNTY
BALANCE SHEET - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
December 31, 2017

Exhibit III
Page 1

	<u>General Fund</u>	<u>Road & Bridge Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS:				
Cash and Cash Equivalents	827,108.57	651,383.54	42,466.61	1,520,958.72
151 Investments	775,000.00	700,000.00	25,000.00	1,500,000.00
TOTAL ASSETS	<u>1,602,108.57</u>	<u>1,351,383.54</u>	<u>67,466.61</u>	<u>3,020,958.72</u>
FUND BALANCES:				
273 Nonspendable				0.00
274 Restricted:				
274.12 24/7 Sobriety Purposes			2,195.18	2,195.18
274.15 Modernization and Preservation Relief			26,278.34	26,278.34
275 Committed				0.00
276 Assigned:				
276.01 Applied to Next Year's Budget	504,227.00			504,227.00
276.03 Road and Bridge Purposes		1,351,383.54		1,351,383.54
276.05 Emergency Management Purposes			38,993.09	38,993.09
277 Unassigned	1,097,881.57			1,097,881.57
TOTAL FUND BALANCES	<u>1,602,108.57</u>	<u>1,351,383.54</u>	<u>67,466.61</u>	<u>3,020,958.72</u>

EDMUNDS COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017

Exhibit IV
Page 1

	General Fund	Road & Bridge Fund	Other Governmental Funds	Total Governmental Funds
Revenue:				
310 Taxes:				
311 General Property Taxes--Current	2,828,685.06			2,828,685.06
312 General Property Taxes-- Delinquent	8,546.81			8,546.81
313 Penalties and Interest	8,658.77			8,658.77
314 Telephone Tax (Outside)	131.68			131.68
315 Mobile Home Tax	0.00			0.00
316 Wheel Tax		137,873.39		137,873.39
318 Tax Deed Revenue	0.00			0.00
Total Taxes	2,846,022.32	137,873.39	0.00	2,983,895.71
320 Licenses and Permits	9,785.00	1,900.00	510.00	12,195.00
330 Intergovernmental Revenue:				
331 Federal Grants	6,485.27	41,249.44	30,329.41	78,064.12
332 Federal Shared Revenue	6,593.80			6,593.80
334 State Grants	6,381.06	184,639.31	0.00	191,020.37
335 State Shared Revenue:				
335.01 Bank Franchise	14,199.86			14,199.86
335.02 Motor Vehicle Licenses		980,039.25		980,039.25
335.07 Court Appointed Attorney/ Public Defender	888.39			888.39
335.09 Prorate License Fees		48,719.71		48,719.71
335.14 Telecommunications Gross Receipts Tax	12,798.83			12,798.83
335.15 Motor Vehicle 1/4%	2,686.72			2,686.72
335.17 Motor Fuel Tax		5,281.37		5,281.37
335.18 911 Remittances			43,627.97	43,627.97
335.19 Liquor Tax Reversion (25%)	27,631.50			27,631.50
Total Intergovernmental Revenue	77,665.43	1,259,929.08	73,957.38	1,411,551.89
340 Charges for Goods and Services:				
341 General Government:				
341.10 Treasurer's Fees	19,620.00			19,620.00
341.20 Register of Deeds' Fees	50,899.55		7,724.45	58,624.00
341.30 Driver's License Exam	2,670.00			2,670.00
341.40 Legal Services	12,580.95		191.00	12,771.95
341.50 Clerk of Courts Fees	4,738.00			4,738.00
341.90 Other Fees - Copies	5,243.00			5,243.00
342 Public Safety:				
342.10 Law Enforcement	11,247.52			11,247.52
342.20 Prisoner Care	17,466.00			17,466.00
342.30 Sobriety Testing			2,347.95	2,347.95
343 Public Works:				
343.10 Road Maintenance Contracts		78,795.39		78,795.39
344 Health and Welfare:				
344.10 Economic Assistance:				
344.11 Poor Lien Recoveries	1,210.22			1,210.22
344.12 Veterans Service Officer	1,875.00			1,875.00
345 Culture and Recreation				0.00
348 Conservation of Natural Resources	6,195.51			6,195.51
Total Charges for Goods and Services	133,745.75	78,795.39	10,263.40	222,804.54
350 Fines and Forfeits:				
352 Costs	11,990.67			11,990.67
353 Forfeits	625.00			625.00
Total Fines and Forfeits	12,615.67	0.00	0.00	12,615.67
360 Miscellaneous Revenue:				
361 Investment Earnings	12,324.20	6,527.53	345.62	19,197.35
362 Rent	2,360.22			2,360.22
365 Contributions and Donations	6,450.38			6,450.38

EDMUNDS COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017

Exhibit IV
Page 2

	General Fund	Road & Bridge Fund	Other Governmental Funds	Total Governmental Funds
366 Refund of Prior Year's Expenditures	1,346.67	2,571.00		3,917.67
369 Other - Equity Redemption				0.00
Total Miscellaneous Revenue	22,481.47	9,098.53	345.62	31,925.62
Total Revenue	3,102,315.64	1,487,596.39	85,076.40	4,674,988.43
Expenditures:				
100 General Government:				
110 Legislative:				
111 Board of County Commissioners	84,533.59			84,533.59
120 Elections	916.69			916.69
130 Judicial System	838.96			838.96
140 Financial Administration:				
141 Auditor	124,306.75			124,306.75
142 Treasurer	118,518.73			118,518.73
150 Legal Services:				
151 State's Attorney	66,793.76			66,793.76
153 Court Appointed Attorney	24,431.17			24,431.17
160 Other Administration:				
161 General Government Building	144,756.16			144,756.16
162 Director of Equalization	121,181.06			121,181.06
163 Register of Deeds	117,627.65		2,670.00	120,297.65
165 Veterans' Service Officer	19,133.96			19,133.96
166 Predatory Animal	4,461.08			4,461.08
170 Geographic Information System	20,965.00			20,965.00
Total General Government	848,464.56	0.00	2,670.00	851,134.56
200 Public Safety:				
210 Law Enforcement:				
211 Sheriff	547,886.63			547,886.63
212 County Jail	129,136.94		3,347.61	132,484.55
213 Coroner	2,081.98			2,081.98
220 Protective and Emergency Services:				
222 Emergency and Disaster Services			60,653.32	60,653.32
225 Communication Center			43,627.97	43,627.97
Total Public Safety	679,105.55	0.00	107,628.90	786,734.45
300 Public Works:				
310 Highways and Bridges:				
311 Highways, Roads and Bridges		2,739,360.99		2,739,360.99
Total Public Works	0.00	2,739,360.99	0.00	2,739,360.99
400 Health and Welfare:				
410 Economic Assistance:				
411 Support of Poor	602.18			602.18
419 Other - NESCAP	1,500.00			1,500.00
420 Health Assistance:				
422 Health Services	36,500.00			36,500.00
424 Ambulance	8,200.00			8,200.00
430 Social Services:				
434 Domestic Abuse			701.00	701.00
440 Mental Health Services:				
441 Mentally Ill	879.98			879.98
444 Mental Health Centers	3,500.00			3,500.00
445 Mental Illness Board	555.38			555.38

EDMUNDS COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017

Exhibit IV
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	General Fund	Road & Bridge Fund	Other Governmental Funds	Total Governmental Funds
Total Health and Welfare	51,737.54	0.00	701.00	52,438.54
500 Culture and Recreation:				
520 Recreation:				
524 County Fair (4-H)	73,356.44			73,356.44
525 Senior Center	8,000.00			8,000.00
529 Other - TV District	9,152.00			9,152.00
Total Culture and Recreation	90,508.44	0.00	0.00	90,508.44
600 Conservation of Natural Resources:				
610 Soil Conservation:				
612 Soil Conservation Districts	16,950.00			16,950.00
615 Weed and Pest Control	88,886.34			88,886.34
Total Conservation of Natural Resources	105,836.34	0.00	0.00	105,836.34
700 Urban and Economic Development:				
710 Urban Development:				
711 Planning and Zoning	4,452.90			4,452.90
712 Urban and Rural Development	7,720.61			7,720.61
Total Urban and Economic Development	12,173.51	0.00	0.00	12,173.51
750 Intergovernmental Expenditures	2,977.00	20,658.85		23,635.85
Total Expenditures	1,790,802.94	2,760,019.84	110,999.90	4,661,822.68
Excess of Revenues Over (Under) Expenditures	1,311,512.70	(1,272,423.45)	(25,923.50)	13,165.75
Other Financing Sources (Uses):				
371 Transfers In		1,100,000.00	35,000.00	1,135,000.00
911 Transfers Out	(1,135,000.00)			(1,135,000.00)
373 Insurance Proceeds	2,882.03			2,882.03
374 Sale of County Property	2,916.55	10,601.40		13,517.95
Total Other Financing Sources (Uses)	(1,129,201.42)	1,110,601.40	35,000.00	16,399.98
(913) 376 Special Items -				0.00
Net Change in Fund Balance	182,311.28	(161,822.05)	9,076.50	29,565.73
Fund Balance - Beginning	1,419,797.29	1,513,205.59	58,390.11	2,991,392.99
Adjustments:				0.00
Adjusted Fund Balance - Beginning	1,419,797.29	1,513,205.59	58,390.11	2,991,392.99
FUND BALANCE - ENDING	1,602,108.57	1,351,383.54	67,466.61	3,020,958.72

EDMUNDS COUNTY
STATEMENT OF FIDUCIARY NET POSITION - MODIFIED CASH BASIS
FIDUCIARY FUNDS
December 31, 2017

	<u>Agency Funds</u>
ASSETS:	
Cash and Cash Equivalents	<u>284,924.02</u>
TOTAL ASSETS	<u><u>284,924.02</u></u>
 NET POSITION:	
Net Position Held in Agency Capacity	<u>284,924.02</u>
TOTAL NET POSITION	<u><u>284,924.02</u></u>

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

EDMUNDS COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - MODIFIED CASH BASIS
FIDUCIARY FUNDS
For the Year Ended December 31, 2017

	<u>Private-Purpose Trust Funds</u>
ADDITIONS:	
Contributions and Donations	
Earnings from Deposits and Investments	
Other Additions	<u>10,397,051.17</u>
Total Additions	<u>10,397,051.17</u>
DEDUCTIONS:	
Trust Deductions for _____	
Other Deductions	10,365,989.96
Total Deductions	<u>10,365,989.96</u>
Change in Net Position	31,061.21
Net Position - Beginning	<u>253,862.81</u>
NET POSITION - ENDING	<u><u>\$ 284,924.02</u></u>

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

ANNUAL REPORT FOR EDMUNDS COUNTY AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2017
GOVERNMENTAL FUNDS --- MODIFIED CASH BASIS

	General Fund	Road and Bridge Fund	Other Governmental Funds	Total Governmental Funds
Beginning Balance	\$1,419,797.29	\$1,513,205.59	\$58,390.11	\$2,991,392.99
Revenues and Other Sources (minor level):				
Taxes:				
Current Property Taxes	2,828,685.06			2,828,685.06
Delinquent Property Taxes	8,546.81			8,546.81
Penalties and Interest	8,658.77			8,658.77
Telephone Tax (Outside)	131.68			131.68
Wheel Tax		137,873.39		137,873.39
Tax Deed Revenue	0.00			0.00
Licenses and Permits	9,785.00	1,900.00	510.00	12,195.00
Intergovernmental Revenue:				
Federal Grants	6,485.27	41,249.44	30,329.41	78,064.12
Federal Shared Revenue	6,593.80			6,593.80
State Grants	6,381.06	184,639.31		191,020.37
State Shared Revenue	58,205.30	1,034,040.33	43,627.97	1,135,873.60
Charges for Goods and Services:				
General Government	95,751.50		7,915.45	103,666.95
Public Safety	28,713.52		2,347.95	31,061.47
Public Works		78,795.39		78,795.39
Health and Welfare	3,085.22			3,085.22
Conservation of Natural Resources	6,195.51			6,195.51
Fines and Forfeits:				
Costs	11,990.67			11,990.67
Forfeits	625.00			625.00
Miscellaneous Revenue and Other Sources:				
Investment Earnings	12,324.20	6,527.53	345.62	19,197.35
Rentals	2,360.22			2,360.22
Contributions and Donations	6,450.38			6,450.38
Refund of Prior Year's Expenditures	1,346.67	2,571.00		3,917.67
Insurance Proceeds	2,882.03			2,882.03
Sale of County Property	2,916.55	10,601.40		13,517.95
Total Revenue and Other Sources	3,108,114.22	1,498,197.79	85,076.40	4,691,388.41
Expenditures and Other Uses (subfunction level):				
Legislative	84,533.59			84,533.59
Elections	916.69			916.69
Judicial System	838.96			838.96
Financial Administration	242,825.48			242,825.48
Legal Services	91,224.93			91,224.93
Other Administration	428,124.91		2,670.00	430,794.91
Law Enforcement	679,105.55		3,347.61	682,453.16
Protective and Emergency Services			104,281.29	104,281.29
Highways and Bridges		2,739,360.99		2,739,360.99
Economic Assistance	2,102.18			2,102.18
Health Assistance	44,700.00			44,700.00
Social Services			701.00	701.00
Mental Health Services	4,935.36			4,935.36
Recreation	90,508.44			90,508.44
Soil Conservation	105,836.34			105,836.34
Urban Development	12,173.51			12,173.51
Intergovernmental Expenditures	2,977.00	20,658.85		23,635.85
Total Expenditures and Other Uses	1,790,802.94	2,760,019.84	110,999.90	4,661,822.68
Transfers In (Out)	(1,135,000.00)	1,100,000.00	35,000.00	0.00
Increase/Decrease in Fund Balance	182,311.28	(161,822.05)	9,076.50	29,565.73
Ending Balance:				
Nonspendable				0.00
Restricted			28,473.52	28,473.52
Committed				0.00
Assigned	504,227.00	1,351,383.54	38,993.09	1,894,603.63
Unassigned	1,097,881.57			1,097,881.57
Ending Balance (Totals)	1,602,108.57	1,351,383.54	67,466.61	\$3,020,958.72
Governmental Long-term Debt				0.00

The preceding financial data does not include fiduciary funds or component units. Information pertaining to those activities may be obtained by contacting the Edmunds County Auditor at (605) 426-6762.

Published once at the total approximate cost of \$_____.

EDMUNDS COUNTY
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS (BUDGETARY BASIS)
GENERAL FUND

For the Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue:				
310 Taxes:				
311 General Property Taxes--Current	2,842,008.00	2,842,008.00	2,828,685.06	(13,322.94)
312 General Property Taxes--Delinquent	9,000.00	9,000.00	8,546.81	(453.19)
313 Penalties and Interest	8,000.00	8,000.00	8,658.77	658.77
314 Telephone Tax (Outside)	175.00	175.00	131.68	(43.32)
315 Mobile Home Tax		0.00	0.00	0.00
318 Tax Deed Revenue	200.00	200.00	0.00	(200.00)
Total Taxes	2,859,383.00	2,859,383.00	2,846,022.32	(13,360.68)
320 Licenses and Permits	5,720.00	5,720.00	9,785.00	4,065.00
330 Intergovernmental Revenue:				
331 Federal Grants	0.00	0.00	6,485.27	6,485.27
332 Federal Shared Revenue	6,250.00	6,250.00	6,593.80	343.80
334 State Grants	6,000.00	6,000.00	6,381.06	381.06
335 State Shared Revenue:				
335.01 Bank Franchise	18,000.00	18,000.00	14,199.86	(3,800.14)
335.07 Court Appointed Attorney/ Public Defender	1,000.00	1,000.00	888.39	(111.61)
335.14 Telecommunications Gross Receipts Tax	20,000.00	20,000.00	12,798.83	(7,201.17)
335.15 Motor Vehicle 1/4%	2,300.00	2,300.00	2,686.72	386.72
335.19 Liquor Tax Reversion (25%)	28,000.00	28,000.00	27,631.50	(368.50)
339 Other Intergovernmental Revenue	0.00	0.00		0.00
Total Intergovernmental Revenue	81,550.00	81,550.00	77,665.43	(3,884.57)
340 Charges for Goods and Services:				
341 General Government:				
341.10 Treasurer's Fees	11,250.00	11,250.00	19,620.00	8,370.00
341.20 Register of Deeds' Fees	55,000.00	55,000.00	50,899.55	(4,100.45)
341.30 Driver's License Exam	2,000.00	2,000.00	2,670.00	670.00
341.40 Legal Services	9,250.00	9,250.00	12,580.95	3,330.95
341.50 Clerk of Courts Fees	4,000.00	4,000.00	4,738.00	738.00
341.90 Other Fees - Copies	1,000.00	1,000.00	5,243.00	4,243.00
342 Public Safety:				
342.10 Law Enforcement	9,000.00	9,000.00	11,247.52	2,247.52
342.20 Prisoner Care	11,000.00	11,000.00	17,466.00	6,466.00
344 Health and Welfare:				
344.10 Economic Assistance:				
344.11 Poor Lien Recoveries	1,000.00	1,000.00	1,210.22	210.22
344.12 Veterans Service Officer	1,875.00	1,875.00	1,875.00	0.00
348 Conservation of Natural Resources	4,000.00	4,000.00	6,195.51	2,195.51
Total Charges for Goods and Services	109,375.00	109,375.00	133,745.75	24,370.75
350 Fines and Forfeits:				
352 Costs	2,400.00	2,400.00	11,990.67	9,590.67
353 Forfeits	100.00	100.00	625.00	525.00
Total Fines and Forfeits	2,500.00	2,500.00	12,615.67	10,115.67

EDMUNDS COUNTY
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS (BUDGETARY BASIS)
GENERAL FUND

For the Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
360 Miscellaneous Revenue:				
361 Investment Earnings	6,000.00	6,000.00	12,324.20	6,324.20
362 Rent	1,500.00	1,500.00	2,360.22	860.22
365 Contributions and Donations	3,000.00	3,000.00	6,450.38	3,450.38
366 Refund of Prior Year's Expenditures	1,500.00	1,500.00	1,346.67	(153.33)
Total Miscellaneous Revenue	12,000.00	12,000.00	22,481.47	10,481.47
Total Revenue	3,070,528.00	3,070,528.00	3,102,315.64	31,787.64
Expenditures:				
100 General Government:				
110 Legislative:				
111 Board of County Commissioners	93,796.00	93,796.00	84,533.59	9,262.41
112 Contingency Amount Transferred	200,000.00	200,000.00		200,000.00
120 Elections	2,600.00	2,600.00	916.69	1,683.31
130 Judicial System	2,600.00	2,600.00	838.96	1,761.04
140 Financial Administration:				
141 Auditor	137,486.00	137,486.00	124,306.75	13,179.25
142 Treasurer	126,338.00	126,338.00	118,518.73	7,819.27
150 Legal Services:				
151 State's Attorney	71,781.00	71,781.00	66,793.76	4,987.24
153 Court Appointed Attorney	31,000.00	31,000.00	24,431.17	6,568.83
160 Other Administration:				
161 General Government Building	157,525.00	157,525.00	144,756.16	12,768.84
162 Director of Equalization	128,235.00	128,235.00	121,181.06	7,053.94
163 Register of Deeds	121,114.00	121,114.00	117,627.65	3,486.35
165 Veterans' Service Officer	20,831.00	20,831.00	19,133.96	1,697.04
166 Predatory Animal (GFP)	4,462.00	4,462.00	4,461.08	0.92
170 Geographic Information System	30,000.00	30,000.00	20,965.00	9,035.00
Geographic Information System				
Total General Government	1,127,768.00	1,127,768.00	848,464.56	279,303.44
200 Public Safety:				
210 Law Enforcement:				
211 Sheriff	560,058.00	562,940.03	547,886.63	15,053.40
212 County Jail	135,325.00	135,325.00	129,136.94	6,188.06
213 Coroner	4,175.00	4,175.00	2,081.98	2,093.02
Total Public Safety	699,558.00	702,440.03	679,105.55	23,334.48
400 Health and Welfare:				
410 Economic Assistance:				
411 Support of Poor	44,000.00	44,000.00	602.18	43,397.82
419 Other - NESCAP	1,500.00	1,500.00	1,500.00	0.00

EDMUNDS COUNTY
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS (BUDGETARY BASIS)
GENERAL FUND
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
420 Health Assistance:				
422 Health Services	37,000.00	37,000.00	36,500.00	500.00
424 Ambulance	8,200.00	8,200.00	8,200.00	0.00
440 Mental Health Services:				
441 Mentally Ill	2,000.00	2,000.00	879.98	1,120.02
444 Mental Health Centers	3,500.00	3,500.00	3,500.00	0.00
445 Mental Illness Board	2,000.00	2,000.00	555.38	1,444.62
Total Health and Welfare	98,200.00	98,200.00	51,737.54	46,462.46
500 Culture and Recreation:				
520 Recreation:				
524 County Fair	76,065.00	76,065.00	73,356.44	2,708.56
525 Senior Center	8,000.00	8,000.00	8,000.00	0.00
529 Other - TV District	9,200.00	9,200.00	9,152.00	48.00
Total Culture and Recreation	93,265.00	93,265.00	90,508.44	2,756.56
600 Conservation of Natural Resources:				
610 Soil Conservation:				
612 Soil Conservation Districts	17,250.00	17,250.00	16,950.00	300.00
615 Weed and Pest Control	92,394.00	92,394.00	88,886.34	3,507.66
Total Conservation of Natural Resources	109,644.00	109,644.00	105,836.34	3,807.66
700 Urban and Economic Development:				
710 Urban Development:				
711 Planning and Zoning	5,902.00	5,902.00	4,452.90	1,449.10
712 Urban and Rural Development	7,800.00	7,800.00	7,720.61	79.39
Total Urban and Economic Development	13,702.00	13,702.00	12,173.51	1,528.49
750 Intergovernmental Expenditures	2,977.00	2,977.00	2,977.00	0.00
Total Expenditures	2,145,114.00	2,147,996.03	1,790,802.94	357,193.09
Excess of Revenue Over (Under) Expenditures	925,414.00	922,531.97	1,311,512.70	388,980.73
Other Financing Sources (Uses):				
371 Transfers In	0.00	0.00	0.00	0.00
911 Transfers Out	(1,135,000.00)	(1,135,000.00)	(1,135,000.00)	0.00
373 Insurance Proceeds	0.00	0.00	2,882.03	2,882.03
374 Sale of County Property	500.00	500.00	2,916.55	2,416.55
Total Other Financing Sources (Uses)	(1,134,500.00)	(1,134,500.00)	(1,129,201.42)	5,298.58
Net Change in Fund Balances	(209,086.00)	(211,968.03)	182,311.28	394,279.31
Fund Balance - Beginning	1,419,797.29	1,419,797.29	1,419,797.29	0.00
FUND BALANCE - ENDING	1,210,711.29	1,207,829.26	1,602,108.57	394,279.31

EDMUNDS COUNTY
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS (BUDGETARY BASIS)
ROAD & BRIDGE FUND
For the Year Ended December 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue:				
310 Taxes:				
316 Wheel Tax	160,000.00	160,000.00	137,873.39	(22,126.61)
Total Taxes	160,000.00	160,000.00	137,873.39	(22,126.61)
320 Licenses and Permits	2,000.00	2,000.00	1,900.00	(100.00)
330 Intergovernmental Revenue:				
331 Federal Grants	0.00	0.00	41,249.44	41,249.44
334 State Grants	175,000.00	175,000.00	184,639.31	9,639.31
335 State Shared Revenue:				
335.02 Motor Vehicle Licenses	990,000.00	990,000.00	980,039.25	(9,960.75)
335.09 Prorate License Fees	50,000.00	50,000.00	48,719.71	(1,280.29)
335.17 Motor Fuel Tax	5,300.00	5,300.00	5,281.37	(18.63)
Total Intergovernmental Revenue	1,220,300.00	1,220,300.00	1,259,929.08	39,629.08
340 Charges for Goods and Services:				
343 Public Works:				
343.10 Road Maintenance Contracts	40,000.00	40,000.00	78,795.39	38,795.39
Total Charges for Goods and Services	40,000.00	40,000.00	78,795.39	38,795.39
360 Miscellaneous Revenue:				
361 Investment Earnings	3,500.00	3,500.00	6,527.53	3,027.53
366 Refund of Prior Year's Expenditures	2,500.00	2,500.00	2,571.00	71.00
369 Other - Equity Redemption	0.00	0.00		0.00
Total Miscellaneous Revenue	6,000.00	6,000.00	9,098.53	3,098.53
Total Revenue	1,428,300.00	1,428,300.00	1,487,596.39	59,296.39
Expenditures:				
300 Public Works:				
310 Highways and Bridges:				
311 Highways, Roads and Bridges	3,229,953.00	3,229,953.00	2,739,360.99	490,592.01
Total Public Works	3,229,953.00	3,229,953.00	2,739,360.99	490,592.01
750 Intergovernmental Expenditures	25,000.00	25,000.00	20,658.85	4,341.15
Total Expenditures	3,254,953.00	3,254,953.00	2,760,019.84	494,933.16
Excess of Revenue Over (Under) Expenditures	(1,826,653.00)	(1,826,653.00)	(1,272,423.45)	554,229.55
Other Financing Sources (Uses):				
371 Transfers In	1,100,000.00	1,100,000.00	1,100,000.00	0.00
373 Insurance Proceeds	100.00	100.00		(100.00)
374 Sale of County Property	30,000.00	30,000.00	10,601.40	(19,398.60)
Total Other Financing Sources (Uses)	1,130,100.00	1,130,100.00	1,110,601.40	(19,498.60)
Net Change in Fund Balances	(696,553.00)	(696,553.00)	(161,822.05)	534,730.95
Fund Balance - Beginning	1,513,205.59	1,513,205.59	1,513,205.59	0.00
FUND BALANCE - ENDING	816,652.59	816,652.59	1,351,383.54	534,730.95

EDMUNDS COUNTY
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
December 31, 2017

	E911 Service Fund	Emergency Management Fund	RCW Domestic Abuse Fund	24/7 Sobriety Fund	R.O.D. M & P Relief Fund	Total Other Governmental Funds
ASSETS:						
Cash and Cash Equivalents	0.00	26,993.09	0.00	2,195.18	13,278.34	42,466.61
151 Investments	0.00	12,000.00			13,000.00	25,000.00
107.1 Restricted Cash and Cash Equivalents						0.00
107.2 Restricted Investments						0.00
TOTAL ASSETS	<u>0.00</u>	<u>38,993.09</u>	<u>0.00</u>	<u>2,195.18</u>	<u>26,278.34</u>	<u>67,466.61</u>
 FUND BALANCES:						
273 Nonspendable						0.00
274 Restricted	0.00	9,130.00	0.00	2,195.18	26,278.34	37,603.52
275 Committed						0.00
276 Assigned	0.00	29,863.09				29,863.09
277 Unassigned						0.00
TOTAL FUND BALANCES	<u>0.00</u>	<u>38,993.09</u>	<u>0.00</u>	<u>2,195.18</u>	<u>26,278.34</u>	<u>67,466.61</u>

EDMUNDS COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017

	E911 Service Fund	Emergency Management Fund	RCW Domestic Abuse Fund	24/7 Sobriety Fund	R.O.D. M & P Relief Fund	Total Nonmajor Governmental Funds
Revenue:						
320 Licenses and Permits			510.00			510.00
330 Intergovernmental Revenue:						
331 Federal Grants		30,329.41				30,329.41
334 State Grants						0.00
335 State Shared Revenue:						
335.18 911 Remittances	43,627.97					43,627.97
339 Other Intergovernmental Revenue						0.00
Total Intergovernmental Revenue	43,627.97	30,329.41	0.00	0.00	0.00	73,957.38
340 Charges for Goods and Services:						
341 General Government:						
341.20 Register of Deeds' Fees					7,724.45	7,724.45
341.40 Legal Services			191.00			191.00
342 Public Safety:						
342.30 Sobriety Testing				2,347.95		2,347.95
Total Charges for Goods and Services	0.00	0.00	191.00	2,347.95	7,724.45	10,263.40
360 Miscellaneous Revenue:						
361 Investment Earnings		208.64		27.62	109.36	345.62
366 Refund of Prior Year's Expenditures						0.00
Total Miscellaneous Revenue	0.00	208.64	0.00	27.62	109.36	345.62
Total Revenue	43,627.97	30,538.05	701.00	2,375.57	7,833.81	85,076.40
Expenditures:						
100 General Government:						
160 Other Administration:					2,670.00	2,670.00
163 Register of Deeds						
Total General Government	0.00	0.00	0.00	0.00	2,670.00	2,670.00

EDMUNDS COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
OTHER GOVERNMENTAL FUNDS
For the Year Ended December 31, 2017

	E911 Service Fund	Emergency Management Fund	RCW Domestic Abuse Fund	24/7 Sobriety Fund	R.O.D. M & P Relief Fund	Total Nonmajor Governmental Funds
200 Public Safety:						
210 Law Enforcement:						
212 County Jail				3,347.61		3,347.61
220 Protective and Emergency Services:						
222 Emergency and Disaster Services		60,653.32				60,653.32
225 Communication Center	43,627.97					43,627.97
Total Public Safety	43,627.97	60,653.32	0.00	3,347.61	0.00	107,628.90
400 Health and Welfare:						
430 Social Services:						
434 Domestic Abuse			701.00			701.00
Total Health and Welfare	0.00	0.00	701.00	0.00	0.00	701.00
Total Expenditures	43,627.97	60,653.32	701.00	3,347.61	2,670.00	110,999.90
Excess of Revenues Over (Under) Expenditures	0.00	(30,115.27)	0.00	(972.04)	5,163.81	(25,923.50)
Other Financing Sources (Uses):						
371 Transfers In		35,000.00				35,000.00
373 Insurance Proceeds						0.00
374 Sale of County Property						0.00
Total Other Financing Sources (Uses)	0.00	35,000.00	0.00	0.00	0.00	35,000.00
Net Change in Fund Balances	0.00	4,884.73	0.00	(972.04)	5,163.81	9,076.50
Fund Balance - Beginning	0.00	34,108.36	0.00	3,167.22	21,114.53	58,390.11
FUND BALANCE - ENDING	0.00	38,993.09	0.00	2,195.18	26,278.34	67,466.61

EDMUNDS COUNTY
STATEMENT OF NET POSITION WORKSHEET - MODIFIED CASH BASIS
December 31, 2017

Page 1

	Totals Fund Statement	Adjustments			Total Government Wide Statement	How Reported on Government Wide Financial Statements (suggested)
		Debit	ref.	Credit	ref.	
ASSETS:						
Cash and Cash Equivalents	1,520,958.72				1,520,958.72	Cash and Cash Equivalents
151 Investments	1,500,000.00				1,500,000.00	Investments
TOTAL ASSETS	3,020,958.72	0.00		0.00	3,020,958.72	Total Assets
FUND BALANCES:						
273 Nonspendable	0.00				0.00	
274 Restricted	28,473.52	28,473.52			0.00	
275 Committed	0.00				0.00	
276 Assigned	1,894,603.63	1,894,603.63			0.00	
277 Unassigned	1,097,881.57	1,097,881.57			0.00	
NET POSITION:						
Restricted for:						
Road and Bridge Purposes				0.00	0.00	Net Position - Restricted For Road and Bridge
Capital Project Funds				0.00	0.00	Net Position - Restricted For Capital Projects
Debt Service Funds				0.00	0.00	Net Postion - Restricted for Debt Service
Other Purposes				28,473.52	28,473.52	Net Position - Restricted for Other Purposes
Unrestricted (Deficit)				2,992,485.20	2,992,485.20	Net Position - Unrestricted
TOTAL NET POSITION	3,020,958.72	3,020,958.72		3,020,958.72	3,020,958.72	Total Net Position

EDMUNDS COUNTY
STATEMENT OF ACTIVITIES WORKSHEET - MODIFIED CASH BASIS
For the Year Ended December 31, 2017

Page 1

	Totals Fund Statement	Adjustments		Total Government Wide Statement	HOW RECORDED ON GOVERNMENT-WIDE STATEMENT OF ACTIVITIES (Suggested)
		Debit	Credit		
Revenue:					
310 Taxes:					
311 General Property Taxes--Current	2,828,685.06			2,828,685.06	General Revenue - Property Taxes
312 General Property Taxes-Delinquent	8,546.81			8,546.81	General Revenue - Property Taxes
313 Penalties and Interest	8,658.77			8,658.77	General Revenue - Property Taxes
314 Telephone Tax (Outside)	131.68			131.68	General Revenue - Property Taxes
316 Wheel Tax	137,873.39			137,873.39	General Revenue - Wheel Taxes
318 Tax Deed Revenue	0.00			0.00	General Revenue - Property Taxes
320 Licenses and Permits	12,195.00	12,195.00		0.00	Program Revenue-Charges for Services-Various
General Govt.			9,515.00	9,515.00	Program Revenue-Charges for Services-General Govt.
Public Safety			780.00	780.00	Program Revenue-Charges for Services-Public Safety
Public Works			1,900.00	1,900.00	Program Revenue-Charges for Services-Public Works
330 Intergovernmental Revenue:					
331 Federal Grants	78,064.12	78,064.12		0.00	Prog Rev-Op Grants or Capital Grants-Various
Homeland Security			30,329.41	30,329.41	Program Revenue-Operating Grants-Public Safety
HAVA			6,485.27	6,485.27	Program Revenue-Operating Grants - General Govt
Highway Traffic & Safety				0.00	Program Revenue-Operating Grants-Public Safety
FEMA Disaster Hwy			41,249.44	41,249.44	Program Revenue-Operating Grants-Public Works
332 Federal Shared Revenue	6,593.80			6,593.80	General Revenue-Grants and Contributions
334 State Grants	191,020.37	191,020.37		0.00	Prog Rev-Op Grants or Capital Grants-Various
Weed & Pest			6,381.06	6,381.06	Program Revenue-Operating Grants-Conservation
Highway			184,639.31	184,639.31	Program Revenue-Operating Grants-Public Works
Sheriff				0.00	Program Revenue-Operating Grants-Public Safety
LEPC				0.00	Program Revenue-Operating Grants-Public Safety
24/7 Sobriety				0.00	Program Revenue-Operating Grants-Public Safety
335 State Shared Revenue:					
335.01 Bank Franchise	14,199.86			14,199.86	General Revenue-State Shared Revenue
335.02 Motor Vehicle Licenses	980,039.25			980,039.25	Program Revenue-Operating Grants-Public Works
335.07 Court Appointed Attorney/ Public Defender	888.39			888.39	Program Revenue-Operating Grants - General Govt
335.09 Prorate License Fees	48,719.71			48,719.71	Program Revenue-Operating Grants-Public Works
335.14 Telecommunications Gross Receipts Tax	12,798.83			12,798.83	General Revenue-State Shared Revenue
335.15 Motor Vehicle 1/4%	2,686.72			2,686.72	Program Revenue-Operating Grants - General Govt
335.17 Motor Fuel Tax	5,281.37			5,281.37	Program Revenue-Operating-Public Works
335.18 911 Remittances	43,627.97			43,627.97	Program Revenue-Operating-Public Safety
335.19 Liquor Tax Reversion (25%)	27,631.50			27,631.50	General Revenue-State Shared Revenue
340 Charges for Goods and Services:					
341 General Government:					
341.10 Treasurer's Fees	19,620.00			19,620.00	Program Revenue-General Government
341.20 Register of Deeds' Fees	58,624.00			58,624.00	Program Revenue-General Government
341.30 Driver's License Exam	2,670.00			2,670.00	Program Revenue-General Government
341.40 Legal Services	12,771.95			12,771.95	Program Revenue-General Government
341.50 Clerk of Courts Fees	4,738.00			4,738.00	Program Revenue-General Government
341.90 Other Fees - Copies	5,243.00			5,243.00	Program Revenue-General Government
342 Public Safety:					
342.10 Law Enforcement	11,247.52			11,247.52	Program Revenue-Public Safety
342.20 Prisoner Care	17,466.00			17,466.00	Program Revenue-Public Safety
342.30 Sobriety Testing	2,347.95			2,347.95	Program Revenue-Public Safety
343 Public Works:					
343.10 Road Maintenance Contracts	78,795.39			78,795.39	Program Revenue-Public Works
344 Health and Welfare:					
344.10 Economic Assistance:					
344.11 Poor Lien Recoveries	1,210.22			1,210.22	Program Revenue-Health and Welfare
344.12 Veterans Service Officer	1,875.00			1,875.00	Program Revenue-General Government
345 Culture and Recreation	0.00			0.00	Program Revenue-Culture and Recreation
348 Conservation of Natural Resources	6,195.51			6,195.51	Program Revenue-Conservation and Natural Resources
350 Fines and Forfeits:					
352 Costs	11,990.67			11,990.67	Program Revenue-Charges for Services-Public Safety
353 Forfeits	625.00			625.00	Program Revenue-Charges for Services-Public Safety
360 Miscellaneous Revenue:					
361 Investment Earnings	19,197.35			19,197.35	General Revenue-Unrestricted Investment Earnings
362 Rent	2,360.22			2,360.22	Program Revenue-Charges for Services-General Govt
365 Contributions and Donations	6,450.38	6,450.38		0.00	Prog Revenue-(Operating)Contributions-General Govt
Sheriff Special Events			2,577.46	2,577.46	Program Revenue - Contribution - Public Safety
4-H Summer Help			3,872.92	3,872.92	Program Revenue - Contribution - Culture & Rec
366 Refund of Prior Year's Expenditures	3,917.67			3,917.67	General Revenue-Miscellaneous
Total Revenue	4,674,988.43	287,729.87	287,729.87	4,674,988.43	

EDMUNDS COUNTY
STATEMENT OF ACTIVITIES WORKSHEET - MODIFIED CASH BASIS
For the Year Ended December 31, 2017

Page 2

	Totals Fund Statement	Adjustments				Total Government Wide Statement	HOW RECORDED ON GOVERNMENT-WIDE STATEMENT OF ACTIVITIES (Suggested)
		Debit	ref	Credit	ref		
Expenditures:							
100 General Government:							
110 Legislative:							
111 Board of County Commissioners	84,533.59					84,533.59	
120 Elections	916.69					916.69	
130 Judicial System	838.96					838.96	
140 Financial Administration:							
141 Auditor	124,306.75					124,306.75	
142 Treasurer	118,518.73					118,518.73	
150 Legal Services:							
151 State's Attorney	66,793.76					66,793.76	
153 Court Appointed Attorney	24,431.17					24,431.17	
160 Other Administration:							
161 General Government Building	144,756.16					144,756.16	
162 Director of Equalization	121,181.06					121,181.06	
163 Register of Deeds	120,297.65					120,297.65	
165 Veterans' Service Officer	19,133.96					19,133.96	
166 Predatory Animal (GFP)	4,461.08					4,461.08	
170 Geographic Information System	20,965.00					20,965.00	
Total General Government	851,134.56	0.00		0.00		851,134.56	General Government
200 Public Safety:							
210 Law Enforcement:							
211 Sheriff	547,886.63					547,886.63	
212 County Jail	132,484.55					132,484.55	
213 Coroner	2,081.98					2,081.98	
220 Protective and Emergency Services:							
222 Emergency and Disaster Services	60,653.32					60,653.32	
225 Communication Center	43,627.97					43,627.97	
Total Public Safety	786,734.45	0.00		0.00		786,734.45	Public Safety
300 Public Works:							
310 Highways and Bridges:							
311 Highways, Roads and Bridges	2,739,360.99					2,739,360.99	Public Works
400 Health and Welfare:							
410 Economic Assistance:							
411 Support of Poor	602.18					602.18	
419 Other - NESCAP	1,500.00					1,500.00	
420 Health Assistance:							
422 Health Services	36,500.00					36,500.00	
424 Ambulance	8,200.00					8,200.00	
430 Social Services:							
434 Domestic Abuse	701.00					701.00	
440 Mental Health Services:							
441 Mentally Ill	879.98					879.98	
444 Mental Health Centers	3,500.00					3,500.00	
445 Mental Illness Board	555.38					555.38	
Total Health and Welfare	52,438.54	0.00		0.00		52,438.54	Health and Welfare
500 Culture and Recreation:							
520 Recreation:							
524 County Fair	73,356.44					73,356.44	
525 Senior Center	8,000.00					8,000.00	
529 Other - TV District	9,152.00					9,152.00	
Total Culture and Recreation	90,508.44	0.00		0.00		90,508.44	Culture and Recreation

EDMUNDS COUNTY
STATEMENT OF ACTIVITIES WORKSHEET - MODIFIED CASH BASIS
For the Year Ended December 31, 2017

Page 3

	Totals Fund Statement	Adjustments		Total Government Wide Statement	HOW RECORDED ON GOVERNMENT-WIDE STATEMENT OF ACTIVITIES (Suggested)
		Debit	ref Credit ref		
600 Conservation of Natural Resources:					
610 Soil Conservation:					
612 Soil Conservation Districts	16,950.00			16,950.00	
615 Weed and Pest Control	88,886.34			88,886.34	
Total Conservation of Natural Resources	105,836.34	0.00	0.00	105,836.34	Conservation of Natural Resources
700 Urban and Economic Development:					
710 Urban Development:					
711 Planning and Zoning	4,452.90			4,452.90	
712 Urban and Rural Development	7,720.61			7,720.61	
Total Urban and Economic Development	12,173.51	0.00	0.00	12,173.51	Urban and Economic Development
750 Intergovernmental Expenditures	23,635.85			23,635.85	Intergovernmental Expenditures
800 Debt Service				0.00	Interest on Long-term Debt
890 Capital Outlay	0.00		0.00	0.00	Reported within respective function except for unallocated buildings
Total Expenditures	4,661,822.68	0.00	0.00	4,661,822.68	
Excess of Revenues Over (Under) Expenditures	13,165.75	287,729.87	287,729.87	13,165.75	
Other Financing Sources (Uses):					
371 Transfers In	1,135,000.00			1,135,000.00	Transfers - Net
911 Transfers Out	(1,135,000.00)			(1,135,000.00)	Transfers - Net
373 Insurance Proceeds	2,882.03			2,882.03	General Revenue-Miscellaneous
374 Sale of County Property	13,517.95			13,517.95	General Revenue-Miscellaneous
Total Other Financing Sources (Uses)	16,399.98			16,399.98	
Net Change in Fund Balance	29,565.73			29,565.73	Change in Net Position
Fund Balance - Beginning	2,991,392.99			2,991,392.99	Beginning Net Position
FUND BALANCE - ENDING	3,020,958.72	0.00	0.00	3,020,958.72	Ending Net Position

PROGRAM/GENERAL REVENUE WORKSHEET - MODIFIED CASH BASIS
EDMUNDS COUNTY - FOR THE YEAR ENDED DECEMBER 31, 2017

CHARGES FOR SERVICES

GENERAL GOVERNMENT	PUBLIC SAFETY	PUBLIC WORKS	HEALTH & WELFARE	CULTURE & RECREATION	CONSERVATION OF NATURAL RESOURCES	URBAN AND ECONOMIC DEVELOPMENT	PAYMENTS TO LOCAL EDUCATION AGENCIES	CAPITAL OUTLAY- UNALLOCATED	DEBT SERVICE	TOTAL CHARGES FOR SERVICES
9,515.00	11,247.52	1,900.00	1,210.22		6,195.51					
19,620.00	17,466.00	78,795.39								
58,624.00	2,347.95									
2,670.00	11,990.67									
12,771.95	780.00									
4,738.00	625.00									
5,243.00										
2,360.22										
1,875.00										
117,417.17	44,457.14	80,695.39	1,210.22	0.00	6,195.51	0.00	0.00	0.00	0.00	249,975.43

OPERATING GRANTS AND CONTRIBUTIONS

GENERAL GOVERNMENT	PUBLIC SAFETY	PUBLIC WORKS	HEALTH & WELFARE	CULTURE & RECREATION	CONSERVATION OF NATURAL RESOURCES	URBAN AND ECONOMIC DEVELOPMENT	PAYMENTS TO LOCAL EDUCATION AGENCIES	CAPITAL OUTLAY- UNALLOCATED	DEBT SERVICE	TOTAL OPERATING GRANTS AND CONTRIBUTIONS
888.39	30,329.41	980,039.25		3,872.92	6,381.06					
2,686.72	43,627.97	48,719.71								
	2,577.46	5,281.37								
6,485.27		184,639.31								
		41,249.44								
10,060.38	76,534.84	1,259,929.08	0.00	3,872.92	6,381.06	0.00	0.00	0.00	0.00	1,356,778.28

CAPITAL GRANTS AND CONTRIBUTIONS

GENERAL GOVERNMENT	PUBLIC SAFETY	PUBLIC WORKS	HEALTH & WELFARE	CULTURE & RECREATION	CONSERVATION OF NATURAL RESOURCES	URBAN AND ECONOMIC DEVELOPMENT	PAYMENTS TO LOCAL EDUCATION AGENCIES	CAPITAL OUTLAY- UNALLOCATED	DEBT SERVICE	TOTAL CAPITAL GRANTS AND CONTRIBUTIONS
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

GENERAL REVENUES

PROPERTY TAXES	WHEEL TAX	911 SURCHARGE	STATE SHARED REVENUE	UNRESTRICTED GRANTS AND CONTRIBUTIONS	INVESTMENT EARNINGS	DEBT ISSUED	MISC REVENUE	TOTAL GENERAL REVENUE	
2,828,685.06	137,873.39		14,199.86	6,593.80	19,197.35		3,917.67		
8,546.81			12,798.83				0.00		
8,658.77			27,631.50				16,399.98 *		
131.68									
2,846,022.32	137,873.39	0.00	54,630.19	6,593.80	19,197.35	0.00	20,317.65	3,084,634.70	
									less
									4,691,388.41
									16,399.98
									4,674,988.43

Edmunds County
Determination of Major Funds
December 31, 2017

Fund Title	Assets plus Deferred Outflows of Resources	Liabilities plus Deferred Inflows of Resources	Revenues	Expenditures/ Expenses	Exceeds		Qualifies as a Major Fund?
					10%	5%	
General Fund	\$ 1,602,109		\$ 3,102,316	\$ 1,790,803	N/A	N/A	Always
Special Revenue Funds:							
Road & Bridge	\$ 1,351,384		\$ 1,487,596	\$ 2,760,020	Yes	Yes	Yes
Emergency Management (CD)	\$ 38,993		\$ 30,538	\$ 60,653	No	N/A	No
E911 Service	\$ -		\$ 43,628	\$ 43,628	No	N/A	No
Domestic Abuse	\$ -		\$ 701	\$ 701	No	N/A	No
24/7 Sobriety	\$ 2,195		\$ 2,376	\$ 3,348	No	N/A	No
M & P Relief R.O.D.	\$ 26,278		\$ 7,834	\$ 2,670	No	N/A	No
Permanent Fund:					No	N/A	No
Debt Service Fund							
Debt Service TIF #	\$ -			\$ -	No	N/A	No
Debt Service TIF #	\$ -			\$ -	No	N/A	No
Capital Projects Fund							
Capital Projects TIF #1	\$ -		\$ -	\$ -	No	N/A	No
Capital Projects TIF #2	\$ -		\$ -	\$ -	No	N/A	No
Total Governmental Funds	\$ 3,020,959	\$ -	\$ 4,674,989	\$ 4,661,823			
10% of Total Governmental Funds	\$ 302,096	\$ -	\$ 467,499	\$ 466,182			
Enterprise Funds:					No	N/A	If only one Enterprise Report as Major
Total Enterprise Funds	\$ -	\$ -	\$ -	\$ -			
10% Total Enterprise Funds	\$ -	\$ -	\$ -	\$ -			
Total Governmental and Enterprise Funds	\$ 3,020,959	\$ -	\$ 4,674,989	\$ 4,661,823			
5% of Total Governmental and Enterprise Funds	\$ 151,048	\$ -	\$ 233,749	\$ 233,091			

NOTE: Internal Service Funds are not included in the calculation of Major Funds. A major fund must meet BOTH the 10% and 5% criteria for the same column.
Governmental funds must not include other financing sources and uses.
Extraordinary items and transfers in & out should not be included.

**SUPPLEMENTARY INFORMATION
EDMUNDS COUNTY
SCHEDULE OF CHANGES IN LONG-TERM DEBT
For the Year Ended December 31, 2017**

Indebtedness	Long-Term Debt January 1, 2017	Add New Debt	Less Debt Retired	Long-Term Debt December 31, 2017
Governmental Long-Term Debt:	** NONE **	** NONE **	** NONE **	** NONE **
241 Bonds Payable				
242 Advance from Other Funds				
243 Special Assessment Debt with Governmental Commitment				
245 Other Long-Term Debt Payable				
246 Net OPEB Obligation				
Enterprise Long-Term Debt: (Only cash basis entities need to complete the enterprise section)				
241 Bonds Payable				
242 Advance from Other Funds				
243 Special Assessment Debt with Governmental Commitment				
245 Other Long-Term Debt Payable				
246 Net OPEB Obligation				
247 Accrued Landfill Closure and Postclosure Care Costs				
	** NONE **	** NONE **	** NONE **	** NONE **
Total	0.00	0.00	0.00	0.00

EDMUNDS COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2017

Federal Grantor/Pass-Through Grantor Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures 2015
US Department of Interior - Direct Programs:				
Bureau of Land Management, Payments in Lieu of Taxes (Note 3)	15.226	CFDA #15.659 County Portion = \$6,593.80	14,915.20	21,509.00
Subtotal US Department of Interior - Direct Programs			14,915.20	21,509.00
Total US Department of the Interior			14,915.20	21,509.00
Federal Transit Cluster:				
Other Programs:				
US Department of Transportation - Direct Programs: HEMP Planning & Training	20.703			2,048.28
Total US Department of Transportation			0.00	2,048.28
US Department of Health and Human Services - Pass-Through Programs:				
SD Secretary of State, Voting Access for Individuals with Disabilities - Grants to States	93.617			6,485.27
Total US Department of Health and Human Services			0.00	6,485.27
US Department of Homeland Security - Pass-Through Programs:				
SD Department of Public Safety - Office of Emergency Management, Disaster Grants-Public Assistance (Presidentially Declared Disasters)	97.036			41,508.69
Hazard Mitigation Grant	97.039			10,125.00
Emergency Management Performance Grants	97.042			
Homeland Security Grant Program	97.067			17,896.88
Total US Department of Homeland Security			0.00	69,530.57
GRAND TOTAL			\$14,915.20	\$99,573.12

Note 1: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the County under programs of the federal government for the year ended December 31, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The County has elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3: Federal Reimbursement

Federal reimbursements are not based upon specific expenditures. Therefore, the amounts reported here represent cash received rather than federal expenditures.

EDMUNDS COUNTY
NOTES TO THE MODIFIED CASH BASIS FINANCIAL STATEMENTS
DECEMBER 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 1.c, these financial statements are presented on a modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

a. Financial Reporting Entity:

The reporting entity of Edmunds County, (County) consists of the primary government (which includes all of the funds, organizations, institutions, agencies, departments, and offices that make up the legal entity, plus those funds for which the primary government has a fiduciary responsibility, even though those fiduciary funds may represent organizations that do not meet the criteria for inclusion in the financial reporting entity); those organizations for which the primary government is financially accountable; and other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete.

The County organized the Edmunds County Housing and Redevelopment Commission solely for abdicating its authority over the non-city housing projects within the County to the Mobridge Housing Commission organized by the City of Mobridge. Therefore, this component unit's financial activity was not included on the County's annual report. The financial activity of this component unit is to be included as a component unit on the Municipality of Mobridge's annual report.

The County participates in two cooperative units. See detailed note entitled "Joint Ventures" for specific disclosures. Joint ventures do not meet the criteria for inclusion in the financial reporting entity as a component unit, but are discussed in these notes because of the nature of their relationship with the County.

b. Basis of Presentation:

Government-wide Financial Statements:

The Statement of Net Position and Statement of Activities display information about the reporting entity as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by recipients of goods and services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and fiduciary. An emphasis is placed on major funds within the governmental categories. A fund is considered major if it is the primary operating fund of the County or it meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined, or
3. Management has elected to classify one or more governmental or enterprise funds as major for consistency in reporting from year to year, or because of public interest in the fund's operations.

The funds of the County financial reporting entity are described below:

Governmental Funds:

General Fund – the General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is always considered to be a major fund.

Special Revenue Funds – special revenue funds are used to account for the proceeds of specific revenue sources (other than trusts for individuals, private organizations, or other governments or for major capital projects) that are legally restricted to expenditures for specified purposes.

Road and Bridge Fund - to account for funds credited to the road and bridge fund pursuant to SDCL 32-11-4.2 to be used by the board of county commissioners for grading, constructing, planing, dragging, and maintaining county highways and also for dragging, maintaining and grading secondary roads. Proper equipment for dragging grading, and maintaining highways, such as graders, tractors, drags, maintainers, and planers may be purchased from the road and bridge fund. (SDCL 32-11-2 and 32-11-4.2) This is a major fund.

The remaining Special Revenue funds are not considered major funds: 911 Service, Emergency Management, Domestic Abuse, 24/7 Sobriety, and Modernization and Preservation Relief. These funds are reported on the fund financial statements as "Other Governmental Funds".

Fiduciary Funds:

Fiduciary funds consist of the following sub-category and are never considered to be major funds:

Agency funds - Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are used to account for the accumulation and distribution of property tax revenues and various pass through funds.

c. Measurement Focus and Basis of Accounting:

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

The County's basis of accounting is the modified cash basis, which is a basis of accounting other than USGAAP. Under USGAAP, transactions are recorded in the accounts when revenues are earned and liabilities are incurred. Under the modified cash basis, transactions are recorded when cash is received or disbursed.

Measurement Focus:

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the economic resources measurement focus, applied within the limitations of the modified cash basis of accounting as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used, applied within the limitations of the modified cash basis of accounting.

Basis of Accounting:

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using a modified cash basis of accounting.

The modified cash basis of accounting involves the measurement of cash and cash equivalents and changes in cash and cash equivalents resulting from cash receipt and disbursement transactions. Under the modified cash basis of accounting, the statement of financial position reports only cash and cash equivalents (those investments with terms to maturity of 90 days (three months) or less at the date of acquisition). Under the modified cash basis of accounting, transactions are recorded in the accounts when cash and/or cash equivalents are received or disbursed and assets and liabilities are recognized to the extent that cash has been received or disbursed. The acceptable modification to the cash basis of accounting implemented by the County in these financial statements is:

Recording long-term investments in marketable securities (those with maturities more than 90-days (three months) from the date of acquisition) acquired with cash assets at cost.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the County applied USGAAP, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

d. Deposits and Investments:

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with a term to maturity at date of acquisition of three months or less. Investments in open-end mutual fund shares, or similar investments in external investment pools, are also considered to be cash equivalents.

Investments classified in the financial statements consist entirely of certificates of deposit whose term to maturity at date of acquisition exceeds three months, and/or those types of investment authorized by South Dakota Codified Laws (SDCL) 4-5-6. Under the modified cash basis of accounting, investments are carried at cost.

e. Capital Assets:

Capital assets include land, buildings, machinery and equipment, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period. *Infrastructure assets* are long-lived capital assets that normally are stationary in nature and normally can be preserved for significantly greater number of years than most capital assets.

As discussed in Note 1.c. above, the government-wide Statement of Net Position and Statement of Activities and the fund financial statements are presented using a modified cash basis of accounting. The County has not elected to modify their cash basis presentation by recording capital assets arising from cash transactions and depreciating those assets where appropriate so any capital assets owned by the County and the related depreciation are not reported on the financial statements of the County.

f. Program Revenues:

Program revenues derive directly from the program itself or from parties other than the County's taxpayers or citizenry, as a whole. Program revenues are classified into three categories, as follows:

1. Charges for services – These arise from charges to customers, applicants, or others who purchase, use, or directly benefit from the goods, services, or privileges provided, or are otherwise directly affected by the services.
2. Program-specific operating grants and contributions – These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program.
3. Program-specific capital grants and contributions – These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for the acquisition of capital assets for use in a particular program.

g. Equity Classifications:

Government-wide Financial Statements:

Equity is classified as Net Position and is displayed in two components:

1. Restricted Net Position – Consists of net position with constraints placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws and

regulations of other governments; or (b) law through constitutional provisions or enabling legislation.

2. Unrestricted Net Position – All other net position that do not meet the definition of Restricted Net Position.

Fund Financial Statements:

Governmental fund equity is classified as fund balance, and may distinguish between "Nonspendable", "Restricted", "Committed", "Assigned" and "Unassigned" components. Agency Funds have no fund equity. The Net Position is reported as Net Position Held in Agency Capacity.

h. Application of Net Position:

It is the County's policy to first use restricted net position, prior to the use of unrestricted net position, when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

i. Fund Balance Classification Policies and Procedures:

In accordance with Government Accounting Standards Board (GASB) No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the County classifies governmental fund balances as follows:

- Nonspendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the County Commissioners.
- Unassigned – includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The County uses *restricted /committed* amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the Government would first use *committed*, then *assigned*, and lastly *unassigned amounts* of unrestricted fund balance when expenditures are made.

The Government does not have a formal minimum fund balance policy.
The purpose of each major special revenue fund and revenue source is listed below:

Major Special Revenue Fund

Road and Bridge Fund

Revenue Source

Federal and State Grants, and Motor
Vehicle License s

2. DEPOSITS AND INVESTMENTS CREDIT RISK, CONCENTRATIONS OF CREDIT RISK AND INTEREST RATE RISK

The County follows the practice of aggregating the cash assets of various funds to maximize cash management efficiency and returns. Various restrictions on deposits and investments are imposed by statutes. These restrictions are summarized below:

Deposits - The County's cash deposits are made in qualified public depositories as defined by SDCL 4-6A-1, 7-20-1, 7-20-1.1 and 7-20-1.2, and may be in the form of demand or time deposits. Qualified depositories are required by SDCL 4-6A-3 to maintain at all times, segregated from their other assets, eligible collateral having a value equal to at least 100 percent of the public deposit accounts which exceed deposit insurance such as the FDIC and NCUA. In lieu of pledging eligible securities, a qualified public depository may furnish irrevocable standby letters of credit issued by federal home loan banks accompanied by written evidence of that bank's public debt rating which may not be less than "AA" or a qualified public depository may furnish a corporate surety bond of a corporation authorized to do business in South Dakota.

Investments - In general, SDCL 4-5-6 permits County funds to be invested only in (a) securities of the United States and securities guaranteed by the United States Government either directly or indirectly; or (b) repurchase agreements fully collateralized by securities described in (a) above; or in shares of an open-end, no-load fund administered by an investment company whose investments are in securities described in (a) above and repurchase agreements described in (b) above. Also, SDCL 4-5-9 requires investments to be in the physical custody of the political subdivision or may be deposited in a safekeeping account with any bank or trust company designated by the political subdivision as its fiscal agent.

Credit Risk - State law limits eligible investments for the County, as discussed above. The County has no investment policy that would further limit its investment choices.

Concentration of Credit Risk - The County places no limit on the amount that may be invested in any one issuer.

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

Assignment of Investment Income - State law allows income from deposits and investments to be credited to either the General Fund or the fund making the investment. The County's policy is to credit all income from investments to the fund making the investment.

3. PROPERTY TAXES

Property taxes are levied on or before October 1, of the year preceding the start of the fiscal year. They attach as an enforceable lien on property, and become due and payable as of the following January 1, the first day of the fiscal year. Taxes are payable in two installments on or before April 30 and October 31 of the fiscal year.

The County is permitted by several state statutes to levy varying amounts of taxes per \$1,000 of taxable valuation on taxable real property in the County.

4. INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2017 were as follows:

Transfers From:	Transfers To:			Total
	General Fund	Road and Bridge Fund	Other Governmental Funds	
Major Funds:				
General Fund	\$	\$1,100,000.00	\$35,000.00	\$1,135,000.00
Total	\$	\$1,100,000.00	\$35,000.00	\$1,135,000.00

Interfund transfers for the year ended December 31, 2016 were as follows:

Transfers From:	Transfers To:			Total
	General Fund	Road and Bridge Fund	Other Governmental Funds	
Major Funds:				
General Fund	\$	\$1,272,000.00	\$28,000.00	\$1,300,000.00
Total	\$	\$1,272,000.00	\$28,000.00	\$1,300,000.00

The County typically budgets transfers to the Road and Bridge Fund and the Emergency Management Fund (Other Governmental Funds) to conduct the indispensable functions of the County.

5. PENSION PLAN

Plan Information:

All employees, working more than 20 hours per week during the year, participate in the South Dakota Retirement System (SDRS), a cost sharing, multiple employer defined benefit pension plan administered by SDRS to provide retirement benefits for employees of the State of South Dakota and its political subdivisions. The SDRS provides retirement, disability, and survivor benefits. The right to receive retirement benefits vests after three years of credited service. Authority for establishing, administering and amending plan provisions are found in SDCL 3-12. The SDRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at <http://sdrs.sd.gov/publications.aspx> or by writing to the SDRS, P.O. Box 1098, Pierre, SD 57501-1098 or by calling (605) 773-3731.

Benefits Provided:

SDRS has three different classes of employees, Class A, Class B public safety and Class B judicial. Class A retirement benefits are determined as 1.7 percent prior to 2008 and 1.55 percent thereafter of the employee's final 3-year average compensation times the employee's years of service. Employees with 3 years of service are eligible to retire at age 55. Class B public safety benefits are determined as 2.4 percent for service prior to 2008 and 2.0 percent thereafter of employee final average compensation. Class B judicial benefits are determined as 3.733 percent for service prior to 2008 and 3.333 percent thereafter of employee final average compensation. All Class B employees with 3 years of service are eligible to retire at age 45. Employees are eligible for service-related disability benefits regardless of length of service. Three years of service is required for nonservice-related disability eligibility. Disability benefits are determined in the same

manner as retirement benefits but are payable immediately without an actuarial reduction. Death benefits are a percent of the employee's final average salary.

The annual increase in the amount of the SDRS benefits payable on each July 1st is indexed to the consumer price index (CPI) based on SDRS funded status:

- If the SDRS market value funded ratio is 100% or more – 3.1% COLA
- If the SDRS market value funded ratio is 80.0% to 99.9%, index with the CPI
 - 90.0% to 99.9% funded — 2.1% minimum and 2.8% maximum COLA
 - 80.0% to 90.0% funded — 2.1% minimum and 2.4% maximum COLA
- If the SDRS market value funded ratio is less than 80% -- 2.1% COLA

The 2017 legislation modified the COLA, effective for the July 1, 2018 increase:

- Baseline actuarial accrued liabilities will be calculated assuming the COLA is equal to the long-term inflation assumption of 2.25%
- If the fair value of assets is greater or equal to the baseline actuarial accrued liabilities, the COLA will be:
 - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than 3.5%.
- If the fair value of assets is less than the baseline actuarial accrued liabilities, the COLA will be:
 - The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than a restricted maximum such that, that if the restricted maximum is assumed for future COLAs, the fair value of assets will be greater or equal to the accrued liabilities.

All benefits except those depending on the Member's Accumulated Contributions are annually increased by the Cost-of-Living Adjustment.

Contributions:

Per SDCL 3-12, contribution requirements of the active employees and the participating employers are established and may be amended by the SDRS Board. Covered employees are required by state statute to contribute the following percentages of their salary to the plan; Class A Members, 6.0% of salary; Class B Judicial Members, 9.0% of salary; and Class B Public Safety Members, 8.0% of salary. State statute also requires the employer to contribute an amount equal to the employee's contribution. State statute also requires the employer to make an additional contribution in the amount of 6.2 percent for any compensation exceeding the maximum taxable amount for social security for general employees only. The County's share of contributions to the SDRS for the fiscal years ended December 31, 2017, 2016, and 2015, equal to the required contributions each year, were as follows:

<u>Year</u>	<u>Amount</u>
2017	\$ 85,758.06
2016	\$ 81,932.31
2015	\$ 77,815.64

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resource and Deferred Inflows or Resources to Pensions:

At June 30, 2017, SDRS is 100.1% funded and accordingly has a net pension asset. The proportionate shares of the components of the net pension asset of South Dakota Retirement System, for the County as a measurement period ending June 30, 2017 and reported by the County as of December 31, 2017 are as follows:

Proportionate share of pension liability	\$8,019,794.18
Less proportionate share of net pension restricted for pension benefits	\$8,026,049.51

Proportionate share of net pension liability (asset)	\$ (6,255.32)
	=====

At December 31, 2017 the County reported a liability (asset) of \$ (6,255.32)

The net pension asset was measured as of June 30, 2017 and the total pension asset used to calculate the net pension asset was based on a projection of the County's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2017, the County's proportion was 0.0689284%, which is a decrease of 0.0018145% from its proportion measured as of June 30, 2016.

Actuarial Assumptions:

The total pension liability (asset) in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 percent
Salary Increases	Graded by years of service, from 6.50% at entry to 3.00%
Discount rate	6.50% net of plan investment expense

Mortality rates were based on 97% of the RP-2014 Mortality Table, projected generationally with Scale MP-2016, white collar rates for females and total dataset rates for males. Morality rates for disabled members were based on the RP-2014 Disabled Retiree Mortality Table, projected generationally with Scale MP-2016.

Investment portfolio management is the statutory responsibility of the South Dakota Investment Council (SDIC), which may utilize the services of external money managers for management of a portion of the portfolio. SDIC is governed by the Prudent Man Rule (i.e., the council should use the same degree of care as a prudent man). Current SDIC investment policies dictate limits on the percentage of assets invested in various types of vehicles (equities, fixed income securities, real estate, cash, private equity, etc.). The long-term expected rate of return on pension plan investments was determined using a method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 (see the discussion of the pension plan's investment policy) are summarized in the following table using geometric means:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	58.0%	4.8%
Fixed Income	30.0%	1.8%
Real Estate	10.0%	4.6%
Cash	2.0%	0.7%

Total	100%	
	=====	

Discount Rate:

The discount rate used to measure the total pension liability (asset) was 6.50%.

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that matching employer contributions from will be made at rates equal to the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan

investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

Sensitivity of asset to changes in the discount rate:

The following presents the County's proportionate share of net pension liability (asset) calculated using the discount rate of 6.50%, as well as what the County's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
County's proportionate share of the net pension liability (asset)	\$1,145,661.38	\$ (6,255.32)	\$ 944,290.13

Pension Plan Fiduciary Net Position:

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

6. JOINT VENTURES

The County participates in two joint ventures to provide services to the regional areas encompassing each of the joint ventures. These are:

Five County Television Translator District
North Central Regional E-911 Center

Five County Television Translator District:

The County participates in a joint venture, known as the Five County Television Translator District, formed for the purpose of providing television program distribution services to the citizens within the Translator District.

The members of the Five County Television Translator District and their percentage of participation are as follows:

Campbell County	10%	Potter County	15%
Edmunds County	25%	Walworth County	34%
McPherson County	16%		

The joint powers agreement is formulated in accordance with South Dakota Codified Laws (SDCL) 1-24 and 49-32A. The governing board consists of five representatives, one appointed by each of the five participating counties.

Pursuant to SDCL 49-32A-14, the operations and activities of the television district shall be financed by appropriations from the participating counties from the county general funds in the same proportion that the population of each county is to the total district population.

The County retains no equity interest in the net position of the joint venture, but does have a responsibility to fund its proportionate share of deficits of the joint venture. The proportionate share varies in percentage based upon the respective populations of the five counties.

Separate financial statements for this joint venture are available from Walworth County.

At December 31, 2017, this joint venture had total assets of \$85,752.12, no liabilities, and total net position of \$85,752.12.

North Central Regional E-911 Center

The County participates in a joint venture, known as the North Central Regional E-911 Center, formed for the purpose of providing efficient and consolidated E-911 services to the citizens of the member counties.

The members of the North Central Regional E-911 Center are as follows:

<u>Original Members</u>	<u>Contracting Members</u>
Corson County	Campbell County
Edmunds County	McPherson County
Perkins County	Harding County
Walworth County	Potter County
	Sioux County, North Dakota

The joint powers agreement is formulated in accordance with South Dakota Codified Law (SDCL) 34-45. The governing board consists of two members from each governmental entity entering the joint agreement. The War Hawk Civil Defense Coordinator, as well as a responder from the Standing Rock Emergency Services are permanent nonvoting board members.

The operations and activities of the center are financed by the telephone surcharge, less the state coordinator fee per phone of the participating government entity. Members receive collected surcharge funds from the South Dakota Department of Public Safety monthly and in turn remit all of those funds to the North Central Regional E911 Center.

The County retains no equity interest in the net position of the joint venture, but does have a responsibility to fund its proportionate share of deficits of the joint venture.

Separate financial statements for this joint venture are available from the Municipality of Mobridge.

At December 31, 2017, this joint venture had total assets of \$553,417.03, total liabilities of \$1,359.92, and total net position of \$552,057.11.

7. **SIGNIFICANT CONTINGENCIES – LITIGATION**

At December 31, 2017, the County was involved in the litigation noted below:

At December 31, 2017, the County was involved in one lawsuit. No determination can be made at this time regarding the potential outcome of this lawsuit. However, as discussed in the Risk Management note, the County has liability coverage for itself and its employees with South Dakota Public Assurance Alliance. Therefore, no material effect is anticipated to the County as a result of the potential outcome of this lawsuits.

At December 31, 2017, the County had pending indigent claims. There was approximately \$157,595.31 requested in county poor relief. Of that amount, approximately \$18,451.53 has been pursued by the hospital attorneys. The claims that have been pursued arise out of the medical bills of four different people. The County is still investigating any potential liability for these claims; however the maximum liability per person during a twelve month period would be \$20,000 + 10% of any claims submitted.

8. 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. During the period ended December 31, 2017, the County managed its risks as follows:

Employee Health Insurance:

The county joined the South Dakota School Benefits Fund. This is a public entity risk pool currently operating as a common risk management and insurance program for South Dakota local government entities. The county pays a monthly premium to the pool to provide health insurance coverage for its employees. The pool purchases reinsurance coverage with the premiums it receives from the members. The coverage provides a deductible of \$1,000 per person up to \$3,000 per family. This Health Insurance is administered by Wellmark Blue Cross Blue Shield of South Dakota and has an unlimited lifetime accumulation benefit.

Liability Insurance:

The County joined the South Dakota Public Assurance Alliance (SDPAA), a public entity risk pool currently operating as a common risk management and insurance program for South Dakota local government entities. The objective of the SDPAA is to administer and provide risk management services and risk sharing facilities to the members and to defend and protect the members against liability, to advise members on loss control guidelines and procedures, and provide them with risk management services, loss control and risk reduction information and to obtain lower costs for that coverage. The County's responsibility is to promptly report to and cooperate with the SDPAA to resolve any incident which could result in a claim being made by or against the County. The County pays an annual premium, to provide liability coverage detailed below, under a claims-made policy and the premiums are accrued based on the ultimate cost of the experience to date of the SDPAA member, based on their exposure or type of coverage. The County pays an annual premium to the pool to provide coverage for:

- a. general liability;
- b. automobile liability;
- c. officials liability;
- d. law enforcement liability;
- e. automobile physical damage;
- f. boiler and equipment;
- g. building and property coverage;
- h. miscellaneous property; and
- i. flood & earthquake damage.

The agreement with the SDPAA provides that the above coverages will be provided to a \$2,000,000 limit. Member premiums are used by the pool for payment of claims and to pay for reinsurance for claims in excess of \$250,000 for property coverage and \$500,000 for liability coverage to the upper limit. A portion of the member premiums are also allocated to a cumulative reserve fund. The County would be eligible to receive a refund for a percentage of the amount allocated to the cumulative reserve fund on the following basis:

End of County's First Full Year	50%
End of County's Second Full Year	60%
End of County's Third Full Year	70%
End of County's Fourth Full Year	80%
End of County's Fifth Full Year	90%

End of County's Sixth Full Year and Thereafter 100%

As of December 31, 2017, the County has vested balance in the cumulative reserve fund of \$51,729.99. The County is fully vested.

The County carries no deductibles for general and automobile liability coverages, a \$500 deductible for the officials liability coverage, a \$5,000 deductible for the law enforcement liability coverage, a \$250 comprehensive and \$1,000 collision deductible for the automobile physical damage coverage, a \$1,500 deductible for boiler and equipment coverage, a \$2,500 deductible for building coverage, a \$250 deductible for miscellaneous property coverage, and a \$250,000 deductible for flood & earthquake coverage.

The County does not carry additional insurance to cover claims in excess of the upper limit. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

Worker's Compensation:

The County joined the South Dakota Municipal League Worker's Compensation Fund (Fund), a public entity risk pool currently operating as a common risk management and insurance program for South Dakota local government entities. The objective of the Fund is to formulate, develop, and administer, on behalf of the member organizations, a program of worker's compensation coverage, to obtain lower costs for that coverage, and to develop a comprehensive loss control program. The County's responsibility is to initiate and maintain a safety program to give its employees safe and sanitary working conditions and to promptly report to and cooperate with the Fund to resolve any worker's compensation claims. The County pays an annual premium, to provide worker's compensation coverage for its employees, under a self-funded program and the premiums are accrued based on the ultimate cost of the experience to date of the Fund members. Coverage limits are set by state statute. The pool pays the first \$650,000 of any claim per individual. The pool has reinsurance which covers up to statutory limits in addition to a separate combined employer liability limit of \$2,000,000 per incident.


The County does not carry additional insurance to cover claims in excess of the upper limit. Settled claims resulting from these risks have not exceeded the liability coverage over the past three years.

Unemployment Benefits:

On January 1, 2010, the County elected to be self-insured and retain all risk for liabilities resulting from claims for unemployment benefits.

During the two years ended December 31, 2017, four claims were filed for unemployment benefits. These claims resulted in the payment of benefits in the amount of \$1,251.65, for one claim and the other three were determined ineligible. At December 31, 2017, no claims had been filed and were outstanding. It is not anticipated that any additional claims for unemployment benefits will be filed in the next year.

I have prepared the preceding notes to the financial statements.


Keith Schurr, Edmunds County Auditor

February 23, 2018

EDMUNDS COUNTY

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Schedules of Budgetary Comparisons for the General Fund
and for each major Special Revenue Fund with a legally required budget

Note 1. Budgets and Budgetary Accounting:

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Between the fifteenth and thirtieth days of July in each year the Board of County commissioners prepares and files with the County Auditor a provisional budget for the following year, containing a detailed estimate of cash balances, revenues and expenditures.
2. Prior to the first Tuesday in September in each year a notice of budget hearing is published once each week for two successive weeks, and the text of the provisional budget is published with the first publication.
3. The Board of County Commissioners holds a meeting for the purpose of considering the provisional budget on or prior to the first Tuesday in September in each year. Such hearings must be concluded by October first. Changes made to the provisional budget are entered at length in the minutes of the Board of County Commissioners.
4. Before October first of each year the Board of County Commissioners adopts an annual budget for the ensuing year. The adopted budget is filed in the office of the County Auditor.
5. After adoption by the Board of County Commissioners, the operating budget is legally binding and actual expenditures for each purpose cannot exceed the amounts budgeted, except as indicated in number 7.
6. A line item for contingencies may be included in the annual budget. Such a line item may not exceed 5 percent of the total county budget.
7. If it is determined during the year that sufficient amounts have not been budgeted, state statute allows the adoption of supplemental budgets.
8. Unexpended appropriations lapse at year end unless encumbered by resolution of the Board of County Commissioners.
9. Formal budgetary integration is employed as a management control device during the year for the General Fund and special revenue funds.

Note 2. Other Comprehensive Basis of Accounting Modified Cash Basis/Budgetary Accounting Basis Differences.

The financial statements prepared in conformity with USGAAP applied within the context of the modified cash basis of accounting present capital outlay expenditure information in a separate category of expenditures. Under the budgetary basis of accounting, capital outlay expenditures are reported within the function to which they relate. For example, the purchase of a new sheriff's patrol car would be reported as a capital outlay expenditure on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, however in the Budgetary RSI Schedule, the purchase of a new sheriff's patrol car would be reported as an expenditure of the Public Safety/Law Enforcement function of government, along with all other current Law Enforcement Department related expenditures.