

COUNTY OF WOODBURY, IOWA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2017

Prepared by:

**Dennis D. Butler, Finance/Operations Controller
Office of Board of Supervisors**

CONTENTS

INTRODUCTION SECTION

| | Page |
|---------------------------------|---------|
| Table of Contents | 1 – 2 |
| Transmittal Letter | 3 – 8 |
| GFOA Certificate of Achievement | 9 |
| Vision Statement | 10 |
| County Officials | 11 – 12 |
| Organization Chart | 13 |

FINANCIAL SECTION

| | |
|--|---------|
| Independent Auditors' Report | 14 – 16 |
| A. MANAGEMENT DISCUSSION AND ANALYSIS (required supplementary information) | 17 – 24 |
| B. BASIC FINANCIAL STATEMENTS | |
| Government-Wide Financial Statements | |
| Statement of Net Position | 25 |
| Statement of Activities | 26 – 27 |
| Fund Financial Statements | |
| Governmental Fund Financial Statements | |
| Balance Sheet | 28 – 29 |
| Reconciliation of the Balance Sheet of Governmental | |
| Funds to the Statement of Net Position | 30 |
| Statement of Revenues, Expenditures, and Changes in Fund Balances | 31 – 32 |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes | |
| in Fund Balances of Government Funds to the Statement of Activities | 33 |
| Proprietary Fund Financial Statements | |
| Governmental Activities – Internal Service Fund | 34 |
| Statement of Revenues, Expenses, and Changes in Net Position | |
| Governmental Activities – Internal Service Fund | 35 |
| Statement of Cash Flows – Governmental Activities – Internal Service Fund | 36 |
| Fiduciary Fund Financial Statements | |
| Statement of Fiduciary Net Position – Agency Funds | 37 |
| Notes to Financial Statements | 38 – 56 |
| C. REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A | |
| Schedule of Revenues, Expenditures, and Changes in Fund Balance, Budget | |
| and Actual, All Governmental Funds | 57 – 58 |
| Schedule of Changes in the County's Total OPEB Liability and Related Ratios | 59 |
| Schedule of the Entity's Proportionate Share of the Net Position Liability | 60 |
| Schedule of the Entity's Contributions to Iowa Public Employee Retirement System | 61 |
| Notes to Required Supplemental Information – Pension Liability | 62 |
| D. SUPPLEMENTARY INFORMATION | |
| Governmental Nonmajor Funds | |
| Combining Balance Sheet | 63 – 66 |
| Combining Schedule of Revenues, Expenditures and Changes in Fund Balance | 67 – 70 |
| Agency Funds | |
| Combining Schedule of Fiduciary Net Position | 71 – 75 |
| Combining Schedule of Changes in Assets and Liabilities – Agency Funds | 76 – 83 |
| Component Unit Financial Statements – Governmental Activity | |
| Schedule of Net Position | 84 |
| Schedule of Activities | 85 |
| Schedule of Revenues By Source and Expenditures By Function – All | |
| Governmental Funds | 86 - 87 |

CONTENTS

STATISTICAL SECTION

| | |
|--|-----------|
| Net Position by Component | 88 – 89 |
| Changes in Net Position | 90 – 91 |
| Fund Balances, Governmental Funds | 92 – 93 |
| Changes in Fund Balances, Governmental Funds | 94 – 95 |
| Assessed and Taxable Value of Taxable Property | 96 – 97 |
| Property Tax Rates per \$1,000 Taxable Valuation, All Direct and Overlapping Governments | 98 – 101 |
| Principal Property Tax Payers | 102 |
| Property Tax Levies and Collections | 103 – 104 |
| Ratios of General Bonded Debt Outstanding | 105 |
| Legal Debt Margin Information | 106 – 107 |
| Demographic and Economic Statistics | 108 |
| Principal Employers | 109 |
| Full-time Equivalent County Government Employees by Function | 110 |
| Operating Indicators by Function | 111 |
| Capital Asset Statistics by Function | 112 |

SINGLE AUDIT SECTION

| | |
|---|-----------|
| Schedule of Expenditures of Federal Awards | 113 – 116 |
| Schedule of Findings and Questioned Costs | 117 – 120 |
| Schedule of Prior Year Findings and Questioned Costs | 121 – 122 |
| Independent Auditors' Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance | 123 – 124 |
| Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> | 125 – 126 |
| Corrective Action Plan | 127 – 129 |



Woodbury County Board of Supervisors

Courthouse • Room 104
620 Douglas Street • Sioux City, Iowa 51101
Telephone (712) 279-6525 • Fax (712) 279-6577

MEMBERS

ROCKY L. DE WITT
LAWTON

MARTY POTTEBAUM
SIOUX CITY

KEITH W. RADIG
SIOUX CITY

JEREMY J. TAYLOR
SIOUX CITY

MATTHEW A. UNG
SIOUX CITY

FINANCE / BUDGET DIRECTOR
DENNIS BUTLER

ADMINISTRATIVE ASSISTANT
KAREN JAMES

EXECUTIVE SECRETARY / PUBLIC BIDDER
HEATHER SATTERWHITE

December 12, 2017

Members of the Board of Supervisors and the
Citizens of the County of Woodbury, Iowa:

The Comprehensive Annual Financial Report of the County of Woodbury, Iowa, for the year ended June 30, 2017, is hereby submitted.

State statutes require that every general-purpose local government publish within nine months of the close of the fiscal year a complete set of audited financial statements. The County is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the Uniform Guidance. This report is published to fulfill these requirements for the fiscal year ended June 30, 2017.

The County has contracted with Williams & Company, P.C. to provide an independent audit. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the federal Single Audit Act and the related Uniform Guidance. The auditors' report on the basic financial statements, the required supplementary information, and the combining non-major fund statements and schedules are included in the financial section of this report. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the basic financial statements for the fiscal year ended June 30, 2017 are fairly presented in conformity with U.S. generally accepted accounting principles. The auditors' reports related specifically to the Single Audit are included in the Single Audit section.

Management of the County assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the

financial position and results of operations of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in connection with it.

Profile of the Government

The County of Woodbury, Iowa, is a municipal corporation governed by an elected five-member board known as the Board of Supervisors. In addition to the Board of Supervisors, there are four other elected officials, the County Attorney, the County Auditor & Recorder, the County Sheriff, and the County Treasurer. The County provides a full range of services. These services include law enforcement, health and social services, parks and cultural activities, planning and zoning, construction and maintenance of secondary roads, education and general administrative services. As required by U.S. generally accepted accounting principles, these financial statements present the County of Woodbury, Iowa, (the primary government) and its component units. Component units are legally separate entities for which the primary government is financially accountable. The County has one discretely presented component unit, Siouxland District Health, and 13 blended component units.

This report includes all the funds of the County. Included in the Public Safety and Legal Services function are the expenses of the offices of the County Attorney, the County Sheriff, the Medical Examiner and Emergency Services. Included in the Physical Health and Social Services function are Siouxland District Health Department, General Relief Department, the Department of Human Services and Veterans Affairs Department. Included in the County Environment and Education function are the expenses of the Woodbury County Conservation Commission, Planning and Zoning Department, Soil Conservation and Weed Eradication. Included in the Roads and Transportation function are the expenses of the Secondary Roads Division. Included in the Government Services to Residents function are the expenses for County Recorder's Department, Motor Vehicle Department, the Elections Department and included in the Administration and Non-program functions are the expenses for the County Treasurer's Tax Division, the Auditor's Department, the Human Resources Department, the Communications Center and the Woodbury County Information and Communication Commission.

Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. The County reports thirteen drainage districts as blended component units. Discretely presented component units are reported in a separate column in the combined financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position, results of operations and cash flows from those of the primary government.

The County maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Board of Supervisors. Activities of the general fund, special revenue funds, capital projects fund, and the debt service fund are included in the

annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the county wide function service area level. The County also maintains budgetary control beyond the State required program service area level at the major object of expenditure basis within each County department.

Local Economy

Location and Population: The County of Woodbury, Iowa, is located in northwest Iowa bounded on the west by the Missouri River which also serves as the boundary and a point of intersection for three states, Iowa, Nebraska, and South Dakota. Woodbury County borders Plymouth and Cherokee Counties to the north, Ida County to the east and Monona County to the south. The County of Woodbury's, U.S. Census Bureau's January 1, 2010 population was 102,172.

Employment Data: While the nationwide unemployment rate hovers around 4.1% and the State of Iowa's unemployment rate is 3.0%, the County of Woodbury, Iowa, had a 2.9% unemployment rate as of November 2017; 54,797 employed as of the end of the third quarter.

Major Projects and Developments: There have been a significant number of projects and events that have occurred from 2000 through 2017 that have affected the economic outlook for the County of Woodbury, Iowa:

Education: On August 11, 1998, the residents of the County of Woodbury, Iowa, passed a *school infrastructure local option sales and service tax* that provides local school districts with over \$10,000,000 of funds annually through September 30, 2008 to build new and repair existing infrastructure. This tax was re-approved by Woodbury County Voters in August of 2005 to extend through 2018.

As a result, the Sioux City Community School District continues to move forward on an aggressive plan to update its school buildings. The Sergeant Bluff/Luton Community School District has experienced phenomenal growth and continues to keep pace with its building needs.

There are two, liberal arts schools, Briar Cliff University and Morningside College and a Community College, Western Iowa Tech, located in Sioux City.

In March of 2005, the voters of the Western Iowa Tech Community College Area XII District approved an instructional equipment levy for ten years. In September of this year, voters approved the continuation of a physical plant levy for ten years beginning in 2017.

Retail/Service: Retail activity in the County of Woodbury continues to be strong and Sioux City continues to establish itself as a regional retail center. The Southern Hills Mall, containing 750,000 square feet of retail space has been an established regional shopping center for the last twenty years. Recently, the Lakeport Commons and Sunnybrook Plaza developments have added an additional 1.1 million square feet of adjacent retail space. Nearby, the Singing

Hills development area features banking, auto dealerships, additional retail outlets and restaurants.

Sioux Gateway Airport is currently serviced by American Airlines for flights in and out of Sioux City. There are currently two daily flights to Chicago, Illinois and two daily flights returning. Also there are roundtrip flights to Dallas, Texas

Development in the central business district, along Hamilton Boulevard and Floyd Boulevard, in the stockyards district and along the Missouri Riverfront continues at an aggressive rate, featuring hotel renovations and construction and the opening of several new restaurants and entertainment venues. A most significant individual project that directly impacts the County and City is the recently completed construction of the \$127 million dollar Hard Rock Hotel & Casino in downtown Sioux City. The building will increase the County property tax base through a minimum \$51 million property tax assessment. The new facility employs approximately 500 workers.

The City of Sergeant Bluff is a vibrant community bordering southern Sioux City and is experiencing rapid growth in both retail and residential areas.

Industrial and Business Parks: There are several industrial and business parks in the tri-state area that continue to see growth and new ones are being developed.

As a result of current development and growth in Sioux City, a 229-acre subdivision on the edge of Sioux City is currently under construction. The housing development, known as Eagle Ridge, is expected to bring 290 homes into the City, just east of the Whispering Creek Golf Course off old Highway 141.

First announced in 2015, a \$264 million pork processing plant that will initially employ 1,100 workers, and could eventually employ up to 2,000 workers. This joint venture between Seaboard Foods and Triumph Foods is currently under construction in the Sioux City's Bridgeport West Industrial Park and is on track for the scheduled July 31, 2017 opening. The 850,000-square-foot state-of-the art plant located on 285 acres will have a \$100 million minimum assessment.

A \$50 million development in Sunnybrook that includes a \$30 million retail shopping center and \$20 million residential development began construction in fiscal year 2016. The \$30 million retail shopping center will feature more than 20 stores and the \$20 million residential development will bring a high-end 225-unit apartment complex.

A \$48 million expansion of WestRock corrugated box operations in Bridgeport Industrial Park. The 82,000-square-foot addition would allow WestRock to modernize operations at Sioux City and consolidate its two manufacturing plants, converting one plant to a warehouse and distribution center.

Bomgaars announced the construction of a new distribution warehouse at a cost of \$10 million in the Tri View area. 15 new jobs will result from this expansion.

Total Market Valuation: An important economic indicator is the trend of market valuations. The assessed value of real property in the County of Woodbury, Iowa, grew from \$4,880,417,942 in fiscal year 2007-2008 to \$6,941,955,706 in fiscal year 2016-2017. That represents a growth of 42.24% over the ten-year period.

Transportation: A major four-lane limited access by-pass connects U.S. Highway 75 and U.S. Highway 20. It provides a four-lane artery from the northeast corner of Sioux City proceeding south, intersecting with U.S. 20, continuing south and looping around to the west and intersecting with Interstate 29 and continuing across the Missouri River into Nebraska. This route opens a huge area for further development. Woodbury County continues to push for the improvement of U.S. 20 to a four lane highway and U.S. 60 continues to see major improvements that will provide an efficient transportation route to the Twin Cities of Minnesota. Construction is scheduled to be complete 2018.

Interstate 29 is under reconstruction through downtown Sioux City. When completed in 2019 at a projected cost of \$400 million the corridor will turn 15 miles from four lane roadway into a six lane roadway. It is being done for safety and projected traffic increase. The local economy has benefited due to additional workers in the area as well as an increase demand for supplies and services from local vendors.

Conclusion: Despite economic concerns nationally, the economic indicators for the County of Woodbury, Iowa, appear to be strong. Building and construction activity are expected to remain on the increase and the employment picture also remains bright. Economic development efforts continue to focus on the diversification of the local economy while taking advantage of its tri-state location along the Missouri River.

Long-term Financial Planning

General Fund Balance: The general fund is the chief operating fund for the County and Woodbury County strives to maintain an unassigned fund balance equaling the 20 percent range of total general fund expenditures. The unassigned fund balance at the end of FY 2015-2016 was 17.4% of total general fund expenditures. That figure was slightly slightly than FY 2014-2015. The County will continue to diligently manage resources to maintain the preferred balance in this fund and is taking action during the current budget cycle to assure the County remains within the preferred range.

Major Initiatives

The Last Five Years: The County has completed several major projects in the last five years. Recent Courthouse projects include a major reconstruction effort to repair foundation walls in the lower level of the Courthouse, the replacement of the Courthouse freight elevator, the eighth floor was returned to a meeting room, restoration of the courtrooms and the Board of Supervisors meeting room and the installation of a new roof. The County Jail Facility is currently doing jail renovations updating several areas in the correctional facility. The County continues to maintain and improve a website to provide access to users and to educate the public about services offered.

The Board of Supervisors and Sheriff continue to monitor the county jail. They have been successful in identifying and implementing efforts to reduce the pressure on the jail in the short-term and continue planning a long-term solution.

Awards and Acknowledgements

Awards: The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Woodbury, Iowa, for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2016. This was the fifteenth year in a row that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized CAFR. This report satisfied both the U.S. GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements: The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated services of the Auditor's office staff. We would like to express our appreciation to all members of our staff who assisted and contributed to the preparation of this report. Appreciation is also expressed for the excellent assistance received from our independent accountants, Williams & Company, P.C. We would also like to thank the Board of Supervisors of the County of Woodbury, Iowa, for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,



Dennis D. Butler
Finance/Operations Controller
County of Woodbury



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Woodbury
Iowa**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2016

Christopher P. Morrill

Executive Director/CEO

VISION STATEMENT

**WOODBURY COUNTY DEDICATES
ITSELF TO PROVIDING HIGH QUALITY
SERVICES TO MEET THE EVER-
CHANGING DEMANDS AND NEEDS OF
ITS CITIZENS**

SCHEDULE OF COUNTY OFFICIALS

July 1, 2017

Elected Officials

| | | | Term Expires |
|-------------------------|-----------------|----------|---------------------|
| Board Chairman | 4 th | District | December 31, 2018 |
| Board Member | 1 st | District | December 31, 2020 |
| Board Member | 2 nd | District | December 31, 2018 |
| Board Member | 3 rd | District | December 31, 2020 |
| Board Member | 5 th | District | December 31, 2020 |
| | | | |
| County Attorney | | | December 31, 2018 |
| County Auditor/Recorder | | | December 31, 2020 |
| County Sheriff | | | December 31, 2020 |
| County Treasurer | | | December 31, 2018 |

Appointed Officials

Date of Appointment

| | | |
|---|-------------------|------------------|
| Board Administrative Assistant | Karen James | June 1, 2000 |
| Building Services Director | Kenny Schmitz | July 14, 2015 |
| Emergency Services Director | Gary Brown | April 27, 1987 |
| Emergency Management Director | Rebecca Socknat | October 31, 2016 |
| Engineer, County | Mark Nahra | January 2, 2009 |
| Human Resources Director | Melissa Thomas | January 2, 2018 |
| Juvenile Detention Director | Ryan Weber | October 30, 2017 |
| Veteran Affairs Director | Danielle Dempster | April 14, 2010 |
| Community & Economic Development Director | David Gleiser | January 6, 2014 |

Other Departments & Satellite Group

| | |
|---------------------------|----------------|
| Conservation | Daniel Heissel |
| Assessor (County) | Julie Conolly |
| Library (County) | Donna Chapman |
| Fair (County) | Randy Hayworth |
| Siouxland District Health | Kevin Grieme |

BOARDS AND COMMISSIONS
Woodbury County, Iowa

BY IOWA CODE

Board of Adjustment
Conservation Board
DECAT Board
E911 Board
Emergency Management Commission
Soil & Water Conservation District
Third Judicial Department of Corrections
Veteran Affairs Commission
Zoning Commission
Commission to Assess Damages

CHAPTER 28E

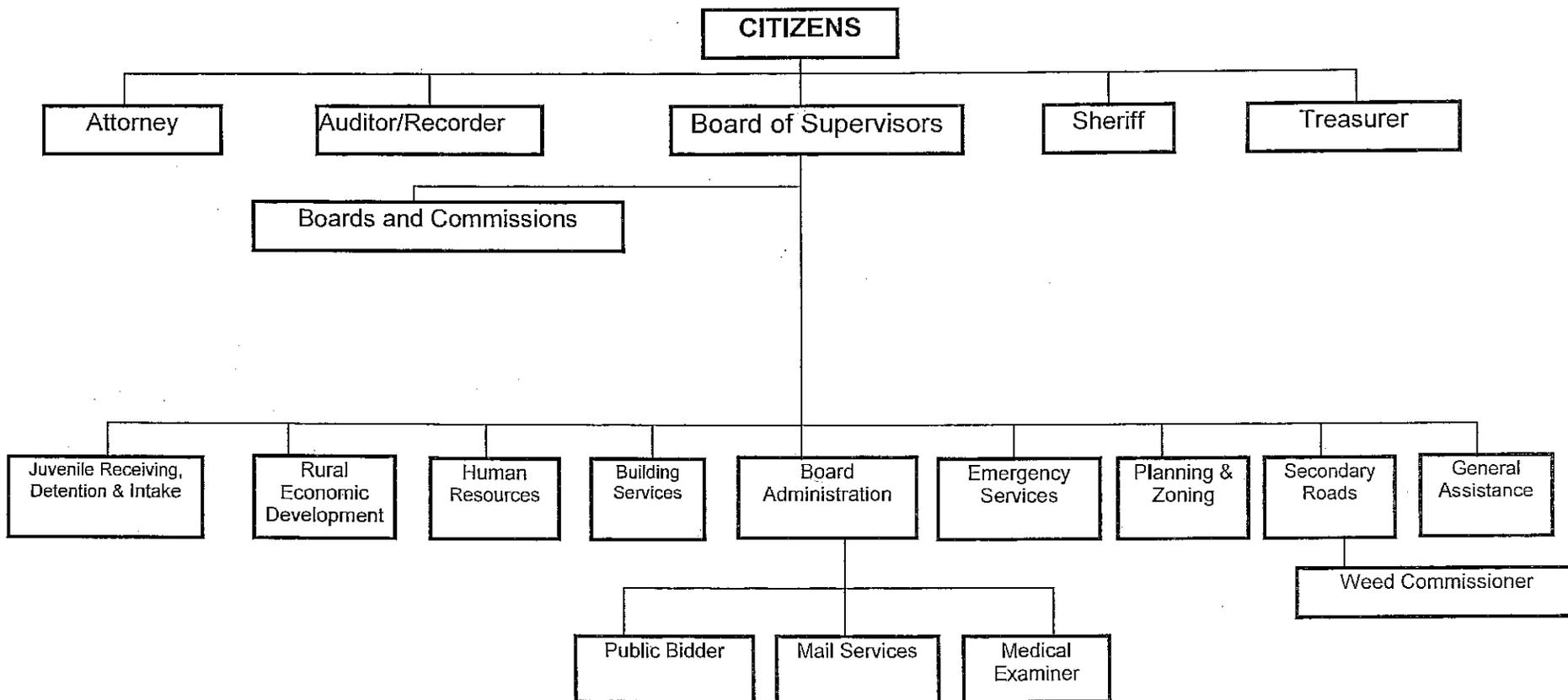
Area Solid Waste Board (Landfill)
Hazardous Materials Committee
Hungry Canyons
Loess Hills Alliance
Loess Hills Development & Conservation
Authority
Loess Hills Economic Development
Loess Hills Scenic Byway
National Resources Conservation Service
Regional Workforce Investment Board
Security Institute Commission
SIMPCO
Siouxland District Board of Health
Siouxland Human Investment Partnership
Sioux Rivers Region
WCICC
Western Iowa Tourism

BY AGREEMENT

Community Action Agency of
Siouxland Board of Directors
Highway 20 Association
Siouxland Economic
Development Corporation
STARCOM

SPECIAL PURPOSE

Health & Wellness Committee
Law Enforcement
Expansion/Prairie Hills
Policy Review Committee
Safety & Security Committee
Woodbury County Courthouse
Advisory Committee for
Historical Preservation





705 Douglas Street, Suite 214
P.O. Box 298
Sioux City, IA 51101
Phone (712) 252-5337
www.williamscpas.com

INDEPENDENT AUDITORS' REPORT

Board of Supervisors
Woodbury County, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Woodbury County, Iowa (the County) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Woodbury County, Iowa as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Notes 9 and 15, the County adopted the standards for accounting for other post employment benefits as required by GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, net pension liability information and schedule of funding progress for the retiree health plan on pages 17 through 24 and 57 through 62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. We previously audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the nine years ended June 30, 2016 (which are not presented herein) and expressed unmodified opinions on those financial statements. The introductory section, other supplementary information included on pages 64 through 88, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The other supplementary information on pages 64 through 88 and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information on pages 63 through 87 and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated December 20, 2017, on our consideration of Woodbury 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* in considering Woodbury County's internal control over financial reporting and compliance.


Certified Public Accountants

Sioux City, Iowa
December 20, 2017

Management's Discussion and Analysis

As management of the County of Woodbury, Iowa, (the County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 3-8 of this report.

Financial Highlights

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$93,697,176 (*net position*). The unrestricted net position is a deficit of \$4,568,263 due to the net pension liability and OPEB liability.
- The County's total net position increased by \$5,977,073. The largest factor in the increase in net position was the amount by which expenditures for capital assets exceeded depreciation expense.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$19,317,708 an increase of \$3,692,034 in comparison with the prior year. Approximately 22% of this total amount, \$4,217,517, is *available for spending* at the County's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$4,217,517, or 13.5% of total general fund expenditures.
- The County's total debt increased by \$5,154,000 during the current fiscal year. The key factor in this increase was that \$6,427,000 of new debt was issued during the year for county capital improvements and \$1,273,200 of principal was paid on existing capital loan notes.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the County finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the County's assets, liabilities, deferred inflows and deferred outflows with the difference between these reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing*

of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through users fees and charges (*business-type activities*). The governmental activities of the County include law enforcement, health and social services, parks and cultural activities, planning and zoning, construction and maintenance of secondary roads, education and general administrative services. The County has no business type activities.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also a legally separate health organization for which the County is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 25-27 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in *evaluating* a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains twenty-eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, mental health services fund, rural services fund, secondary roads fund, debt service fund and County Projects capital project fund, all of which are considered to be major funds. Data from the other twenty-two governmental funds are combined

into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 28-33 of this report.

Proprietary funds. The County maintains one proprietary fund. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for its self-insured health, general liability, and workers compensation insurance funds. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 34-36 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held in an agency or custodial capacity for others. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the County's own programs. The accounting used for these fiduciary funds is concentrated on the assets of the funds due to their agency nature.

The basic fiduciary fund financial statement can be found on page 37 of this report.

Component unit. As discussed earlier, Siouxland District Health is a component unit of the County. The component unit financial statements can be found on pages 85-86 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 38-55 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's actual results in comparison to their original and amended budgets and schedule of funding progress for retiree's health plans. Required supplementary information can be found on pages 57-62 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 63-88 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a County's financial position. In the case of the County, assets and deferred outflows exceeded liabilities and deferred inflows by \$93,697,176 at the close of the most recent fiscal year.

By far the largest portion of the County's net position (94%) reflects its investment in capital assets (e.g., land, buildings, infrastructure, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

County of Woodbury, Iowa, Net Position

| | 2017 | | 2016 | |
|-----------------------------------|----------------------------|-------------------|----------------------------|-------------------|
| | Governmental Activities | Component Unit | Governmental Activities | Component Unit |
| Current and other assets | \$ 58,415,590 | \$ 1264,441 | \$ 53,646,454 | \$ 1,557,827 |
| Capital assets | 94,200,103 | 587,454 | 88,390,160 | 626,404 |
| Total Assets | 152,615,693 | 1,851,895 | 142,036,614 | 2,184,231 |
| Deferred Outflows of Resources | 5,940,227 | 1,133,998 | 3,793,357 | 737,107 |
| Long-term liabilities outstanding | 23,167,726 | 2,259,615 | 16,939,667 | 1,682,297 |
| Other liabilities | 5,773,341 | 263,456 | 5,279,997 | 405,862 |
| Total liabilities | 28,941,067 | 2,523,071 | 22,219,664 | 2,088,159 |
| Deferred Inflows of Resources | 35,917,677 | 448,423 | 35,890,204 | 633,968 |
| Net position: | | | | |
| Net Investment in Capital Assets | 87,758,696 | 626,404 | 84,342,560 | 626,404 |
| Restricted | 10,506,743 | - | 9,362,825 | - |
| Unrestricted | (4,568,263) | (612,005) | (5,985,282) | (427,193) |
| Total net position | \$ 93,697,176 | \$ 14,399 | \$ 87,720,103 | \$ 199,211 |

A portion of the County's net position (11.2%) represents resources that are subject to external restrictions on how they may be used. The restricted net position saw a decrease of almost 1% due primarily to the decrease in restricted net position for secondary roads purposes, and mental health. The unrestricted net position is negative due to the recording of the net pension liability and the OPEB liability.

The County's overall net position increased by \$5,977,073 during the current year. This increase is attributable primarily to an increase in investments in capital assets. Unrestricted balances remained relatively the same and restricted balances decreased as explained above. The component unit net position decreased by \$(184,812).

Governmental activities. Governmental activities increased the County's net position by \$4,196,441. Key elements of this increase are as follows:

County of Woodbury, Iowa, Change in Net Position

| | <u>2017</u> | | <u>2016</u> | |
|---|----------------------------|-------------------|----------------------------|-------------------|
| | Governmental Activities | Component Unit | Governmental Activities | Component Unit |
| Revenue: | | | | |
| Program revenues: | | | | |
| Charges for services | \$ 3,604,169 | \$3,197,346 | \$ 4,291,848 | \$3,406,967 |
| Operating grants and contributions | 7,335,977 | 2,064,299 | 7,612,430 | 2,225,226 |
| Capital grants and contributions | 3,850,569 | - | 2,913,773 | - |
| General revenues: | | | | |
| Property taxes | 31,001,462 | - | 29,312,009 | - |
| Interest and penalties on taxes | 301,574 | - | 416,723 | - |
| Other taxes | 3,179,014 | - | 3,409,802 | - |
| State tax credits | 2,532,881 | - | 2,511,818 | - |
| Unrestricted intergovernmental revenues | 264,907 | - | 25,292 | - |
| Unrestricted investment earnings | 281,026 | - | 212,945 | - |
| Other | 1,183,988 | - | 994,778 | - |
| Total revenues | 53,535,567 | 5,261,645 | 51,701,418 | 5,632,193 |
| Expenses: | | | | |
| Public safety and legal services | 16,671,588 | - | 15,979,773 | - |
| Physical health and social services | 5,085,182 | 5,446,457 | 5,012,306 | 6,111,900 |
| Mental health | 3,245,986 | - | 6,407,719 | - |
| County environment and education | 2,807,367 | - | 2,726,732 | - |
| Roads and transportation | 11,486,973 | - | 10,655,266 | - |
| Government services to residents | 2,558,418 | - | 2,293,491 | - |
| Administration | 7,168,462 | - | 6,604,219 | - |
| Non-program | 149,783 | - | 306,953 | - |
| Unallocated Depreciation expense | 73,761 | - | 675,571 | - |
| Interest on long-term debt | 91,606 | - | 53,510 | - |
| Total Expenses | 49,389,126 | 5,446,457 | 50,715,540 | 6,111,900 |
| Increase (decrease) in net position | 4,196,441 | (184,812) | 985,878 | (479,707) |
| Net position – beginning (restated) | 89,500,735 | 199,211 | 86,734,225 | 678,918 |
| Net position – ending | \$ 93,697,176 | \$ 14,399 | \$ 87,720,103 | \$ 199,211 |

- Property taxes increased by \$1,689,453 as a result of an increase in taxable valuations.
- Capital grant and contribution revenue increased primarily due to an increase in federal and state grants received for bridge and road construction.

For the most part, expenses closely paralleled inflation and the constant demand for services. Mental Health decreased due to a change to a regional mental health services model.

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a County's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$19,317,708, an increase of \$3,692,034 in comparison with the prior year. The *unassigned fund balance*, which is available for spending at the County's discretion, remained consistent with prior years, while the nonspendable fund balance increased \$175,464, the committed fund balance remained unchanged, and the assigned fund balance increased \$3,393,048, due to timing of capital expenditures and the related debt issuance. The remainder of fund balance is restricted to indicate that it is not available for new spending. The restricted fund balance also remained consistent with prior years.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$4,217,517. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 13.5% of total general fund expenditures. Total fund balance represents 16.6% of total general fund expenditures.

The fund balance of the County's general fund decreased by \$107,539 during the current fiscal year. The primary factors for the decrease was the county used cash reserves to hold down taxes and increased medical expenses in the jail.

The mental health fund has a total fund balance of \$225,273, which is a decrease of \$65,678 from the prior year.

The rural services fund has a total fund balance of \$379,178, which is an increase of \$99,903 from the prior year.

The secondary roads fund has a total fund balance of \$5,787,971, which is an increase of \$341,281 from the prior year.

The debt service fund has a total fund balance of \$398,897, which is an increase of \$36,079 from the prior year.

The county projects capital project fund has a total fund balance of \$4,037,657, which is an increase of \$3,403,218 from the prior year, due to the issuance of debt for capital projects that were not completed at the end of the fiscal year.

General Budgetary Highlights

Differences between the original budget and the final amended budget resulted from an amendment which increased revenues by \$2,113,944. This amendment increased budgeted expenditures by \$4,051,727. The amendments can be briefly summarized as follows:

- \$1,765,275 increase in intergovernmental revenues
- \$132,000 increase in licenses and permits,
- \$216,669 increase in miscellaneous revenue,
- \$289,124 increase in public safety and legal services expenditures,
- \$42,000 increase in physical health and social services,
- \$489,757 increase in county environment and education,
- \$635,000 increase in roads and transportation,
- \$2,550,000 increase in capital projects,
- \$45,846 for non-program services

The \$635,000 increase in roads and transportation was funded by carryover funds from projects not completed in previous fiscal years but completed during the current fiscal year 2017. The remaining amount was to be budgeted from available fund balance.

The County had budget variances in the public safety and legal services, physical health and social services, County environment and education, non-program services and capital projects due to major renovations to County properties, additional grants for new employees and increases in wages.

Capital Asset and Debt Administration

Capital assets. The County's, investment in capital assets for its governmental activities as of June 30, 2017 amounts to \$94,200,103 (net of accumulated depreciation of \$67,787,108). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total increase in the County's investment in capital assets for the current fiscal year was 6.6%.

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

- The construction of bridges and roads total \$3,796,761 for the Secondary Roads Fund.
- The acquisition of a road grader, vehicles, and other equipment for the secondary roads fund in the amount of \$826,134.

County of Woodbury, Iowa, Capital Assets

| | 2017 | | 2016 | |
|-------------------------------|-------------------------|----------------|-------------------------|----------------|
| | Governmental Activities | Component Unit | Governmental Activities | Component Unit |
| Land | \$ 6,096,175 | \$ - | \$ 5,661,356 | \$ - |
| Construction in Progress | 5,391,088 | - | 3,420,707 | - |
| Land Improvements | 4,441,913 | - | 4,441,913 | - |
| Buildings and structures | 31,698,011 | 842,814 | 28,962,011 | 842,814 |
| Machinery and equipment | 19,581,922 | 569,051 | 18,648,357 | 544,080 |
| Infrastructure | 94,778,102 | - | 91,252,797 | - |
| | 161,987,211 | 1411,865 | 152,387,141 | 1,386,894 |
| Less accumulated depreciation | (67,787,108) | (824,411) | (63,996,981) | (760,490) |
| Net capital assets | \$ 94,200,103 | \$ 587,454 | \$ 88,390,160 | \$ 626,404 |

Additional information on the County's capital assets can be found in note 5 of the financial statements.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$9,201,804.

County of Woodbury, Iowa, Outstanding Debt

| | 2017 | | 2016 | |
|---------------|----------------------------|-------------------|----------------------------|-------------------|
| | Governmental Activities | Component Unit | Governmental Activities | Component Unit |
| Bonds payable | 9,201,804 | \$ - | \$4,047,600 | \$ - |
| Total | \$9,201,804 | \$ - | \$4,047,600 | \$ - |

The County's total debt increased by \$5,154,204 during the current fiscal year. The key factor of this increase was that new debt for County capital improvements was issued in fiscal year 2017 for \$6,427,000, however, principal repayments during fiscal 2017 totaled \$1,273,200.

The County maintains an "A" rating from Standard & Poor's and an "A" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5% of its total assessed valuation. The current debt limitation for the County is \$347,097,785 which is significantly in excess of the County's outstanding general obligation debt.

Additional information on the County's long-term debt can be found in note 6 of the financial statements.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 2.9%, which is down from a rate of 4.0% a year ago. This compares favorably to the state's average unemployment rate of 3.0% and the national average rate of 4.1%.
- Total assessed valuation, including tax increment financing values, for the County increased from \$6,546,726 in 2015-2016, to \$6,941,955,706 in 2016-2017, for an average annual increase of 5.1%.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the County's budget for the 2017 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Woodbury County Board of Supervisors, 620 Douglas Street, Sioux City, IA 51101.

COUNTY OF WOODBURY, IOWA
STATEMENT OF NET POSITION
JUNE 30, 2017

| | Primary Government Governmental Activities | Component Unit Siouxland District Health |
|--|--|--|
| ASSETS | | |
| Cash and Pooled Investments | \$ 20,917,754 | \$ 927,550 |
| Receivables: | | |
| Property Tax | 225,769 | - |
| Future Property Tax | 33,326,965 | - |
| Accrued Interest | 133,241 | - |
| Accounts | 80,027 | 496 |
| Assessments | 7,478 | - |
| Notes Receivable | 171,885 | - |
| Due from Other Governmental Agencies | 2,032,969 | 336,395 |
| Prepaid Items | 84,015 | - |
| Inventories | 1,435,487 | - |
| Land | 6,096,175 | - |
| Construction in Progress | 5,391,088 | - |
| Infrastructure, Property and Equipment, Net of Accumulated Depreciation | 82,712,840 | 587,454 |
| Total Assets | <u>152,615,693</u> | <u>1,851,895</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Pension Related Deferred Outflows | <u>3,925,505</u> | <u>749,385</u> |
| LIABILITIES | | |
| Accounts Payable | 1,761,691 | 114,882 |
| Unearned Revenue | 78,783 | - |
| Accrued Interest Payable | 12,590 | - |
| Accrued Claims Payable | 1,078,088 | - |
| Salaries and Benefits Payable | 560,022 | 55,440 |
| Noncurrent Liabilities: | | |
| Due within one year: | | |
| General Obligation Bonds | 1,473,340 | - |
| Compensated Absences | 808,827 | 93,134 |
| Due in more than one year: | | |
| General Obligation Bonds | 7,728,464 | - |
| Compensated Absences | 539,218 | 62,089 |
| Net Pension Liability | 11,361,650 | 2,197,526 |
| OPEB Liability | 3,538,394 | - |
| Total Liabilities | <u>28,941,067</u> | <u>2,523,071</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Unavailable Revenue - Future Property Tax | 33,326,965 | - |
| OPEB Related Deferred Inflows | 241,736 | - |
| Pension Related Deferred Inflows | 334,254 | 63,810 |
| Total Deferred Inflows of Resources | <u>33,902,955</u> | <u>63,810</u> |
| NET POSITION | | |
| Net Investment in Capital Assets | 87,758,696 | 587,454 |
| Restricted for: | | |
| Supplemental Levy Purposes | 720,319 | - |
| Mental Health Purposes | 742,400 | - |
| Rural Services Purposes | 297,199 | - |
| Secondary Roads Purposes | 4,637,467 | - |
| Conservation Purposes | 638,246 | - |
| Debt Service | 391,729 | - |
| Records Management Purposes | 187,035 | - |
| Capital Improvement | 2,456,182 | - |
| Other Purposes | 400,261 | - |
| Endowments: | | |
| Nonexpendable | 35,905 | - |
| Unrestricted | (4,568,263) | (573,055) |
| Total Net Position | <u>\$ 93,697,176</u> | <u>\$ 14,399</u> |

See Accompanying Notes to Financial Statements

COUNTY OF WOODBURY, IOWA
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017

| <u>Functions/Programs</u> | <u>Expenses</u> | <u>Program Revenues</u> |
|-------------------------------------|---------------------|-----------------------------|
| | | <u>Charges for Services</u> |
| Primary Government: | | |
| Governmental Activities: | | |
| Public safety and legal services | \$ 16,671,588 | \$ 1,552,721 |
| Physical health and social services | 5,085,182 | - |
| Mental health | 3,245,986 | - |
| County environment and education | 2,807,367 | 479,562 |
| Roads and transportation | 11,486,973 | 75,945 |
| Government services to residents | 2,558,418 | 1,420,756 |
| Administration | 7,168,462 | 75,185 |
| Non-program | 149,783 | - |
| Unallocated depreciation expense | 73,761 | - |
| Interest on long-term debt | 91,606 | - |
| Total governmental activities | <u>49,339,126</u> | <u>3,604,169</u> |
| Component Unit: | | |
| Siouxland District Health | <u>\$ 5,446,457</u> | <u>\$ 3,197,346</u> |

See Accompanying Notes to Financial Statements

| Program Revenues | | Net (Expense) Revenue and Changes in Net Position | |
|--------------------------------------|------------------------------------|--|---------------------|
| Operating Grants Contributions | Capital Grants Contributions | Governmental Activities | Component Unit |
| \$ 506,146 | \$ - | \$ (14,612,721) | |
| 360,831 | - | (4,724,351) | |
| 7,587 | - | (3,238,399) | |
| 204,198 | 260,501 | (1,863,106) | |
| 6,257,215 | 3,590,068 | (1,563,745) | |
| - | - | (1,137,662) | |
| - | - | (7,093,277) | |
| - | - | (149,783) | |
| - | - | (73,761) | |
| - | - | (91,606) | |
| <u>7,335,977</u> | <u>3,850,569</u> | <u>(34,548,411)</u> | |
| <u>\$ 2,064,299</u> | <u>\$ -</u> | | <u>\$ (184,812)</u> |

General Revenues:

| | | | |
|---|----------------------|------------------|--|
| Property tax levied for: | | | |
| General Purposes | 29,913,309 | - | |
| Debt Service | 1,088,153 | - | |
| Interest and penalties on taxes | 301,574 | - | |
| State tax credits | 2,532,881 | - | |
| Local option sales tax | 2,728,684 | - | |
| Gambling Taxes | 450,330 | - | |
| Unrestricted Intergovernmental revenues | 264,907 | - | |
| Unrestricted investment earnings | 281,026 | - | |
| Miscellaneous | 1,183,988 | - | |
| Total general revenues | <u>38,744,852</u> | <u>-</u> | |
| Change in net position | 4,196,441 | (184,812) | |
| Net position - beginning | 87,720,103 | 199,211 | |
| Prior Period Adjustment | 1,780,632 | - | |
| Net position - beginning, as restated | <u>89,500,735</u> | <u>199,211</u> | |
| Net position - ending | <u>\$ 93,697,176</u> | <u>\$ 14,399</u> | |

See Accompanying Notes to Financial Statements

COUNTY OF WOODBURY, IOWA
BALANCE SHEET
Governmental Funds
JUNE 30, 2017

| | General | Mental Health | Rural Services |
|--|----------------------|---------------------|---------------------|
| Assets | | | |
| Cash and Pooled Investments | \$ 5,116,950 | \$ 232,389 | \$ 428,488 |
| Receivables: | | | |
| Property Tax | 178,656 | 12,240 | 21,556 |
| Future Property Tax | 26,372,283 | 1,806,855 | 3,182,052 |
| Accrued Interest | 126,872 | - | - |
| Accounts | 65,380 | - | 741 |
| Assessments | - | - | - |
| Notes Receivable | - | - | - |
| Due from Other Funds | - | - | - |
| Due from Other Governmental Agencies | 865,850 | - | - |
| Inventories | - | - | - |
| Total Assets | <u>32,725,991</u> | <u>2,051,484</u> | <u>3,632,837</u> |
| Liabilities | | | |
| Accounts Payable | 542,604 | 1,157 | 25,820 |
| Due to Other Funds | - | - | - |
| Unearned Revenue | - | - | - |
| Salaries and Benefits Payable | 418,159 | 6,219 | 24,933 |
| Total Liabilities | <u>960,763</u> | <u>7,376</u> | <u>50,753</u> |
| Deferred Inflows of Resources | | | |
| Unavailable Revenue - Future Property Tax | 26,372,283 | 1,806,855 | 3,182,052 |
| Unavailable Revenue - Delinquent Property Tax | 174,863 | 11,980 | 20,854 |
| Total Deferred Inflows of Resources | <u>26,547,146</u> | <u>1,818,835</u> | <u>3,202,906</u> |
| Fund Balances | | | |
| Nonspendable: | | | |
| Inventory | - | - | - |
| Anderson Trust | - | - | - |
| Restricted for: | | | |
| Supplemental Levy Purposes | 942,349 | - | - |
| Mental Health Purposes | - | 225,273 | - |
| Rural Services Purposes | - | - | 379,178 |
| Secondary Roads Purposes | - | - | - |
| Conservation Purposes | - | - | - |
| Debt Service | - | - | - |
| Records Management Purposes | - | - | - |
| Capital Improvement | - | - | - |
| Other Purposes | - | - | - |
| Committed for: | | | |
| EMS Loans | - | - | - |
| Assigned for: | | | |
| Computer Equipment | 58,216 | - | - |
| Capital Improvement | - | - | - |
| Unassigned | 4,217,517 | - | - |
| Total Fund Balances (Deficits) | <u>5,218,082</u> | <u>225,273</u> | <u>379,178</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 32,725,991</u> | <u>\$ 2,051,484</u> | <u>\$ 3,632,837</u> |

| Secondary Roads | Debt Service | County Projects | Other Governmental Funds | Total Governmental Funds |
|--------------------|-----------------|--------------------|--------------------------------|--------------------------------|
| \$ 4,383,406 | \$ 368,564 | \$ 4,297,187 | \$ 2,985,304 | \$ 17,812,288 |
| - | 13,317 | - | - | 225,769 |
| - | 1,965,775 | - | - | 33,326,965 |
| - | 4,926 | - | 1,443 | 133,241 |
| - | - | - | 11,399 | 77,520 |
| - | - | - | 7,478 | 7,478 |
| - | - | - | 171,885 | 171,885 |
| - | 13,356 | - | - | 13,356 |
| 911,851 | 11,788 | - | 243,480 | 2,032,969 |
| 1,435,487 | - | - | - | 1,435,487 |
| 6,730,744 | 2,377,726 | 4,297,187 | 3,420,989 | 55,236,958 |
| 840,427 | - | 259,530 | 51,120 | 1,720,658 |
| - | - | - | 13,356 | 13,356 |
| - | - | - | 78,783 | 78,783 |
| 102,346 | - | - | 7,080 | 558,737 |
| 942,773 | - | 259,530 | 150,339 | 2,371,534 |
| - | 1,965,775 | - | - | 33,326,965 |
| - | 13,054 | - | - | 220,751 |
| - | 1,978,829 | - | - | 33,547,716 |
| 1,435,487 | - | - | - | 1,435,487 |
| - | - | - | 35,905 | 35,905 |
| - | - | - | 99,259 | 1,041,608 |
| - | - | - | 532,184 | 757,457 |
| - | - | - | - | 379,178 |
| 3,405,558 | - | - | - | 3,405,558 |
| - | - | - | 638,246 | 638,246 |
| - | 398,897 | - | - | 398,897 |
| - | - | - | 187,035 | 187,035 |
| - | - | - | 1,173,976 | 1,173,976 |
| - | - | - | 400,261 | 400,261 |
| - | - | - | 198,838 | 198,838 |
| - | - | - | - | 58,216 |
| 946,926 | - | 4,037,657 | 4,946 | 4,989,529 |
| - | - | - | - | 4,217,517 |
| 5,787,971 | 398,897 | 4,037,657 | 3,270,650 | 19,317,708 |
| \$ 6,730,744 | \$ 2,377,726 | \$ 4,297,187 | \$ 3,420,989 | \$ 55,236,958 |

See Accompanying Notes to Financial Statements

COUNTY OF WOODBURY, IOWA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

Amounts reported for governmental activities in the statement of net position are different because:

| | | | |
|--|--------------------------|--------------|---------------------|
| Total Fund Balance - Governmental Funds (page 29) | | \$ | 19,317,708 |
| Infrastructure, property, and equipment used in governmental activities are not financial resources and, therefore, are not reported in the funds. | | | 94,200,103 |
| Deferred outflows from the balance sheet that provide current financial resources for governmental activities, pension related deferred outflows | | | 3,925,505 |
| Internal service funds used by management to charge the costs of self-insured health, general liability, and worker compensation are included in the statement of net position. | | | (1,708,548) |
| Deferred inflows from the balance sheet that provide current financial resources for governmental activities, including delinquent property tax and pension related deferred inflows | | | (113,503) |
| Accrued expenses from the balance sheet that require current financial resources for governmental activities. | | | (12,590) |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | | | |
| | General Obligation Bonds | (9,201,804) | |
| | Net Pension Liability | (11,361,650) | |
| | Compensated Absences | (1,348,045) | (21,911,499) |
| | | | <u>(21,911,499)</u> |
| Total Net Position - Governmental Activities (page 25) | | \$ | <u>93,697,176</u> |

COUNTY OF WOODBURY, IOWA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
Governmental Funds
Year Ended June 30, 2017

| | General | Mental Health | Rural Services | Secondary Roads |
|---|---------------------|-------------------|--------------------|---------------------|
| Revenue: | | | | |
| Property and other county tax | \$ 24,329,342 | \$ 2,680,857 | \$ 3,134,782 | \$ 2,182,946 |
| Interest and penalty on property tax | 301,574 | - | - | - |
| Intergovernmental | 3,479,873 | 214,569 | 134,758 | 6,885,554 |
| Licenses and permits | 111,110 | - | 17,600 | 29,660 |
| Charges for services | 2,376,222 | - | - | 33,633 |
| Use of money and property | 294,858 | - | - | - |
| Miscellaneous | 183,594 | 1,613 | 31 | 22,763 |
| Total Revenue | <u>31,076,573</u> | <u>2,897,039</u> | <u>3,287,171</u> | <u>9,154,556</u> |
| Expenditures: | | | | |
| Current operating: | | | | |
| Public safety and legal services | 15,370,092 | - | 927,422 | - |
| Physical health and social services | 4,969,510 | - | - | - |
| Mental health | - | 2,962,717 | - | - |
| County environment and education | 1,779,930 | - | 534,231 | - |
| Roads and transportation | - | - | - | 8,469,376 |
| Government services to residents | 2,483,528 | - | 5,606 | - |
| Administration | 6,561,319 | - | - | - |
| Non-program services | 37,099 | - | - | - |
| Capital projects | 150,745 | - | - | 3,821,875 |
| Debt service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total Expenditures | <u>31,352,223</u> | <u>2,962,717</u> | <u>1,467,259</u> | <u>12,291,251</u> |
| Excess (deficiency) of revenues over expenditures | <u>(275,650)</u> | <u>(65,678)</u> | <u>1,819,912</u> | <u>(3,136,695)</u> |
| Other financing sources (uses): | | | | |
| Transfers in | 181,004 | - | 348,018 | 3,625,357 |
| Transfers (out) | (12,893) | - | (2,068,027) | (147,381) |
| Issuance of debt | - | - | - | - |
| Total other financing sources (uses) | <u>168,111</u> | <u>-</u> | <u>(1,720,009)</u> | <u>3,477,976</u> |
| Net Change in Fund Balances | (107,539) | (65,678) | 99,903 | 341,281 |
| Fund balances - beginning of year | <u>5,325,621</u> | <u>290,951</u> | <u>279,275</u> | <u>5,446,690</u> |
| Fund balances - end of year | <u>\$ 5,218,082</u> | <u>\$ 225,273</u> | <u>\$ 379,178</u> | <u>\$ 5,787,971</u> |

See Accompanying Notes to Financial Statements

| Debt Service | County Projects | Other Governmental Funds | Total Governmental Funds |
|--------------|-----------------|--------------------------|--------------------------|
| \$ 1,082,743 | \$ - | \$ 1,004,421 | \$ 34,415,091 |
| - | - | - | 301,574 |
| 93,537 | - | 364,076 | 11,172,367 |
| - | - | - | 158,370 |
| - | - | 382,505 | 2,792,360 |
| 83,721 | - | 6,897 | 385,476 |
| 11,788 | 445,611 | 640,730 | 1,306,130 |
| 1,271,789 | 445,611 | 2,398,629 | 50,531,368 |
| - | - | 110,430 | 16,407,944 |
| - | - | - | 4,969,510 |
| - | - | 282,358 | 3,245,075 |
| - | - | 238,390 | 2,552,551 |
| - | - | - | 8,469,376 |
| - | - | - | 2,489,134 |
| - | - | - | 6,561,319 |
| - | - | 112,684 | 149,783 |
| - | 1,938,056 | 1,154,336 | 7,065,012 |
| 1,273,200 | - | - | 1,273,200 |
| 83,834 | - | - | 83,834 |
| 1,357,034 | 1,938,056 | 1,898,198 | 53,266,738 |
| (85,245) | (1,492,445) | 500,431 | (2,735,370) |
| 121,324 | 179,984 | 560,567 | 5,016,254 |
| - | (1,725) | (2,786,228) | (5,016,254) |
| - | 4,717,404 | 1,710,000 | 6,427,404 |
| 121,324 | 4,895,663 | (515,661) | 6,427,404 |
| 36,079 | 3,403,218 | (15,230) | 3,692,034 |
| 362,818 | 634,439 | 3,285,880 | 15,625,674 |
| \$ 398,897 | \$ 4,037,657 | \$ 3,270,650 | \$ 19,317,708 |

See Accompanying Notes to Financial Statements

COUNTY OF WOODBURY, IOWA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2017

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds (page 32) \$ 3,692,034

Governmental funds report capital outlays, including infrastructure, as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Capital outlays exceeded depreciation expense in the current year as follows:

| | | |
|---------------------------------|--------------------|-----------|
| Expenditures for capital assets | \$ 9,939,421 | |
| Depreciation expense | <u>(4,129,271)</u> | 5,810,150 |

Revenues reported in the funds that are not available to provide current financial resources. 4,319

Accrued interest expense that does not require current financial resources. (7,772)

Proceeds from issuance of long term debt. (6,427,404)

Change in net pension liability and related deferred inflows and outflows that do not affect current financial resources 65,265

Internal service funds are used by management to charge the costs of self-insured health, general liability, and worker compensation are included in the statement of net position. The net revenue of the internal service funds is reported with governmental activities. (119,720)

Compensated absences that do not require current financial resources. (93,631)

The repayment of the principal of bonded long-term debt consumes the current financial resources of governmental funds without affecting the net position. The statement of activities does not reflect the payment of principal on bonded long-term debt. The principal paid on bonded long-term debt during the current year was: 1,273,200

Change in net position of governmental activities (page 27) \$ 4,196,441

COUNTY OF WOODBURY, IOWA
STATEMENT OF NET POSITION
Governmental Activities - Internal Service Fund
June 30, 2017

ASSETS

Current Assets

| | |
|-----------------------------|-------------------------|
| Cash and Pooled Investments | \$ 3,105,466 |
| Receivables: | |
| Accounts Receivable | 2,507 |
| Prepaid Items | 84,015 |
| Total Assets | <u>3,191,988</u> |

LIABILITIES

Current Liabilities

| | |
|----------------------------------|-------------------------|
| Accounts Payable | 41,033 |
| Salaries and Wages Payable | 1,285 |
| Accrued Claims | 1,078,088 |
| Total Current Liabilities | <u>1,120,406</u> |

Noncurrent Liabilities

| | |
|-------------------------------------|-------------------------|
| OPEB Liability | 3,538,394 |
| Total Noncurrent Liabilities | <u>3,538,394</u> |
| Total Liabilities | <u>4,658,800</u> |

DEFERRED INFLOWS OF RESOURCES

| | |
|-------------------------------|----------------|
| OPEB Related Deferred Inflows | <u>241,736</u> |
|-------------------------------|----------------|

NET POSITION (DEFICIT)

| | |
|------------------------|------------------------------|
| Unrestricted (Deficit) | <u>\$ (1,708,548)</u> |
|------------------------|------------------------------|

COUNTY OF WOODBURY, IOWA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
Governmental Activities - Internal Service Fund
Year Ended June 30, 2017

| | |
|--|-----------------------|
| Operating revenues: | |
| Charges for services to operating funds | \$ 6,694,630 |
| Reimbursement from employees/insurance | 549,142 |
| Miscellaneous | 1,765,786 |
| Total operating revenue | <u>9,009,558</u> |
| Operating expenses: | |
| Claims paid | 7,591,509 |
| Insurance premiums | 1,113,534 |
| Administrative fees | 121,673 |
| Legal fees | 300,582 |
| Miscellaneous | 1,980 |
| Total operating expenses | <u>9,129,278</u> |
| Change in Net Position | (119,720) |
| Net position (Deficit) - beginning | (3,369,460) |
| Prior Period Adjustment | 1,780,632 |
| Net position (Deficit) - beginning (restated) | <u>(1,588,828)</u> |
| Net position (Deficit) - ending | <u>\$ (1,708,548)</u> |

COUNTY OF WOODBURY, IOWA
STATEMENT OF CASH FLOWS
Governmental Activities - Internal Service Fund
For the Year Ended June 30, 2017

| | |
|--|-------------------------|
| Cash flows from operating activities: | |
| Cash received from employer contributions | \$ 6,694,630 |
| Cash received from retiree/other contribution | 548,616 |
| Other operating revenue | 10,402 |
| Cash payments for insurance premiums and services | <u>(7,177,876)</u> |
| Net cash provided by operating activities | <u><u>75,772</u></u> |
| | |
| Net increase in cash and cash equivalents | 75,772 |
| | |
| Cash and pooled investments - beginning of year | <u>3,029,694</u> |
| | |
| Cash and pooled investments - end of year | <u><u>3,105,466</u></u> |
| | |
| Reconciliation of operating income to net cash provided by operating activities: | |
| Operating Income | (119,720) |
| Change in assets and liabilities: | |
| (Increase) in accounts receivable | (526) |
| (Increase) in prepaid expenses | (23,803) |
| Increase in accounts payable | 16,654 |
| Increase in Accrued Salaries | 178 |
| Increase in OPEB deferred inflows | 241,736 |
| (Decrease) in claims payable | (63,995) |
| Increase in OPEB payable | <u>25,248</u> |
| | |
| Net cash (provided) by operating activities | <u><u>\$ 75,772</u></u> |

COUNTY OF WOODBURY, IOWA
STATEMENT OF FIDUCIARY NET POSITION
Agency Funds
June 30, 2017

| ASSETS | |
|-------------------------------|-----------------------|
| Cash and Pooled Investments | \$ 11,378,360 |
| Receivables: | |
| Property Tax | 808,676 |
| Future Property Tax | 119,911,647 |
| Accounts | 168,272 |
| Assessments | 2,148,263 |
| Interest | 1,874 |
| Due from Other Governments | 12,340 |
| Total Assets | <u>134,429,432</u> |
| | |
| LIABILITIES | |
| Accounts Payable | 485,271 |
| Due to Other Governments | 133,835,257 |
| Trusts Payable | 19,412 |
| Compensated Absences | 34,402 |
| Salaries and Benefits Payable | 55,090 |
| Total Liabilities | <u>\$ 134,429,432</u> |

See Accompanying Notes to Financial Statements

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies

The County of Woodbury, Iowa (the County) is a political subdivision of the State of Iowa and operates under the Home Rule provisions of the Constitution of Iowa. The County operates under the Board of Supervisors form of government. Elections are on a partisan basis. Other elected officials operate independently with the Board of Supervisors. These officials are the Auditor/Recorder, Treasurer, Sheriff, and Attorney. The County provides numerous services to citizens, including law enforcement, health and social services, parks and cultural activities, planning and zoning, roadway construction and maintenance, and general administrative services.

The County's financial statements are prepared in accordance with U.S. generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, the County has included all funds, organizations, agencies, boards, commissions and authorities. The County has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board 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 benefits to or impose specific financial burdens on the County.

These financial statements present Woodbury County (the primary government) and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Blended Component Units are entities that are legally separate from the County, but are so intertwined with the County that they are, in substance, the same as the County. They are reported as part of the County and blended into the appropriate funds. Thirteen drainage districts have been established pursuant to Chapter 468 of the Code of Iowa for the drainage of surface waters from agricultural and other lands or the protection of such lands from overflow. Although these districts are legally separate from the County, they are controlled, managed, and supervised by the Woodbury County Board of Supervisors, which is the same governing board as the primary government and pose a potential financial burden on the County. The drainage districts are reported as a special revenue fund. Financial information of the individual drainage districts can be obtained from the Woodbury County Auditor's Office.

Discretely Presented Component Unit – Siouxland District Health is presented in a separate column to emphasize that it is legally separate from the County, but is fiscally dependent on the County. The County is financially accountable for the Siouxland District Health because the County levies taxes (if necessary) and must approve any debt issuances. In addition, the component unit can pose a potential financial burden on the County. Separate financial statements for Siouxland District Health are not issued.

Jointly Governed Organizations - The County also participates in several jointly governed organizations that provide goods or services to the citizenry of the County but do not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The County Board of Supervisors are

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies – (Continued)

members of or appoint representatives to the following boards and commissions: Woodbury County Assessor's Conference Board, Woodbury County and Municipal Joint Disaster Services Commission, County Joint E911 Service Board, and the Woodbury County Courthouse Foundation. Financial transactions of these organizations are included in the County's financial statements only to the extent of the County's fiduciary relationship with the organization and, as such, are reported in an Agency Fund of the County.

B. Basic Financial Statements – Government-Wide Statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds). Both the government-wide and fund financial statements categorize primary activities as governmental. The County has no business-type activities. The County's Public Safety and Legal Services, Physical Health and Social Services, County Environment and Education, and Government Services to Residents are classified as governmental activities. The County's internal service fund is classified as a primarily governmental type activity.

The Statement of Net Position and the Statement of Activities report information on all of the nonfiduciary activities of the County and its component units. In the government-wide Statement of Net Position, the governmental activities column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position is reported in three parts – net investment in capital assets; restricted net assets; and unrestricted net assets. The County first uses restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions (administration, law enforcement, courts, roads, etc.). The functions are also supported by general government revenues (property taxes, fines, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating grants, and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The County does not allocate indirect costs. Certain expenses of the County are accounted for through the internal service fund on a cost-reimbursement basis.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund services provided; eliminations of these charges would distort the direct costs and program revenues reported for the various functions concerned.

This government-wide focus is more on the sustainability of the County as an entity and the change in the County's net position resulting from the current year's activities.

C. Basis of Presentation - Fund Accounting

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies – (Continued)

The emphasis in fund financial statements is on the major funds in the governmental category. Nonmajor funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria for the determination of major funds. The County electively added funds, as major funds, which had a specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

Governmental Fund Types – The focus of the governmental funds' measurement (in the fund statements) is upon the determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The County reports the following major governmental funds.

1) General Fund – The General Fund is the general operating fund of the County. All general tax revenues and other revenues not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating expenditures, the fixed charges and the capital improvement costs that are not paid from other funds.

2) Special Revenue Funds

The Mental Health Fund is used to account for property tax and other revenues to be used to fund mental health, mental retardation, and developmental disabilities services.

The Rural Services Fund is used to account for property tax and other revenues to provide services which are primarily intended to benefit those persons residing in the county outside of incorporated city areas.

The Secondary Roads Fund is used to account for secondary road construction and maintenance. Revenues come from state fuel taxes and other restricted taxes.

3) Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources to retire general obligation debt.

4) Capital Project Fund – The County Project Fund is used to account for various County wide projects including roads and courthouse improvements and jail improvements.

Proprietary Fund Types – The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles used are those applicable to similar businesses in the private sector. The County reports the following proprietary fund:

1) Internal Service Fund – Accounts for the County's self-insured health, general liability and workers compensation insurance funds.

The County's internal service fund is presented in the proprietary fund financial statements. Because the principal users of the internal services are the County's governmental activities, the financial statements of the internal service fund is consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies – (Continued)

Fiduciary Fund Types - Fiduciary funds are used to report assets held in an agency or custodial capacity for others and therefore not available to support County programs. Since agency funds are custodial in nature, they do not involve the measurement of results of operations and are not incorporated into the government-wide statements.

The agency funds of the County account for the property taxes levied by political subdivisions within the county, collections of those amounts by the county, and the remittance of the collected amounts to the subdivisions.

D. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Accrual accounting is used for all activities in the government-wide financial statements and for the proprietary and fiduciary activities in the fund financial statements.

Revenues are recognized when earned and expenses are recognized when incurred.

Modified accrual is used by all governmental funds in the fund financial statements. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The government considers property taxes as available if they are collected within 60 days after year-end. A 60-day availability period is used for revenue recognition for all other governmental fund revenues with the exception of expenditure-driven grants. A one-year availability period is used for expenditure-driven grants.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the County.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments and compensated absences are recorded as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants and then by general revenues.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the County's policy is to pay the expenditure from restricted fund balance and then from less-restrictive classifications – committed, assigned and then unassigned fund balances.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies – (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's internal service fund is charges to customers for sales and services. Operating expenses for internal service funds include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

- E. Budgets – The budgetary comparison and related disclosures are reported as Required Supplementary Information. During the year ended June 30, 2017, disbursements exceeded the amounts budgeted in the mental health, administration, the non program, and debt service functions.
- F. Cash and Pooled Investments – The cash balances of most County funds along with its component unit are pooled and invested. The County has defined cash and cash equivalents to include cash on hand and demand deposits. In addition, each fund's equity in the county's investment pool is treated as a cash equivalent because the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

Interest earned on investments is recorded in the General Fund, unless otherwise provided by law. The County and its component unit use the following method in determining the reported amounts:

| <u>Type</u> | <u>Method</u> |
|-------------------------|---------------|
| Certificates of Deposit | Cost |

- G. Property Tax Receivable - The County's property tax rates were extended against the assessed valuation of the County as of January 1, 2015 to compute the amounts that became liens on property on the date the tax asking was certified by the County Board of Supervisors. These taxes were due and payable in two installments on September 30, 2016 and March 31, 2017 at the County Treasurer's Office. Property tax receivable represents taxes that are due and payable but have not been collected.
- H. Future Property Taxes Receivable – This represents taxes certified by the Board of Supervisors to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the Board of Supervisors is required to certify its budget in March of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year.

Although the succeeding year property tax receivable has been recorded, the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied. For agency funds, as no revenues are recorded, the amounts are reflected as being due to other governments.

- I. Due to/from Other Funds - During the course of operations numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.
- J. Due to/from Other Governments - Due to/from other governments represents state tax credits due from the State of Iowa, various shared revenues, grants, and reimbursements receivable and taxes and other revenues collected by the County which will be remitted to other governments.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies – (Continued)

- K. Inventories - Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

- L. Compensated Absences - County employees accumulate a limited amount of earned but unused vacation and sick leave hours for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide and fiduciary fund financial statements. A liability for these amounts is reported in the governmental fund financial statements only for employees that have resigned or retired. The compensated absence liability has been computed based on rates of pay in effect at June 30, 2017. The compensated absence liability attributable to the governmental activities will be paid primarily by the General, Mental Health, Rural Services and Secondary Roads Fund.

- M. Deferred Outflows / Inflows of Resources – In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County currently has pension related deferred outflows.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflow of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has three types of items that qualify for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported in the governmental funds financial statements and in the governmental activities of the government-wide financial statements. The governmental activities in the government-wide statements report unavailable revenues from subsequent year property taxes, pension related and OPEB related deferred inflows. The governmental funds report unavailable revenues from subsequent year property taxes, delinquent property taxes, and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

- N. Capital Assets – Capital assets, which include property, equipment and vehicles, and infrastructure assets (e.g., roads, bridges, curbs, gutters, sidewalks, and similar items which are immovable and of value only to the government), are reported in the governmental activities column in the government-wide statement of net position. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Reportable capital assets are defined by the County as assets with initial, individual costs in excess of \$5,000. Property and equipment of the County is depreciated using the straight line method over the following estimated useful lives:

| | |
|--------------------------|---------------|
| Buildings and Structures | 39 – 50 Years |
| Infrastructure | 15 – 70 Years |
| Machinery and Equipment | 3 – 10 Years |

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 1 - Summary of Significant Accounting Policies – (Continued)

- O. Landfill – The County participates in a 28E agreement with Woodbury County Solid Waste Agency and therefore, is not required to account for landfill post closure costs.
- P. Long-Term Liabilities – In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund Statement of Net Position. Bond issuance costs are expensed in the year a loan originates.

In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

- Q. Fund Equity – In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable – Amounts which cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or are imposed by law through constitutional provisions or enabling legislation.

Committed – Amounts which can be used only for specific purposes pursuant to constraints formally imposed by the Board of Supervisors through an ordinance approved prior to year end. Committed amounts cannot be used for any other purpose unless the Board of Supervisors removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned – Amounts the Board of Supervisors intend to use for specific purposes. The Board of Supervisors through resolution has authorized the finance/operations controller to assign fund balance. Unlike commitments, assignments generally only exist temporarily.

Unassigned – All amounts not included in other classifications.

- R. Net Position – The net position of the Internal Service Fund is designated for anticipated future catastrophic losses of the County.

Note 2 - Deposits and Pooled Investments

The County's deposits in banks at June 30, 2017 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The County is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Board of Supervisors; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; and certain joint investment trusts; and warrants or improvement certificates of a drainage district.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 2 - Deposits and Pooled Investments – (Continued)

Both the primary government and the component unit have non-negotiable certificates of deposits only as of June 30, 2017 with various maturities extending no later than October, 2018.

Custodial Credit Risk – The County has no policy in place regarding custodial credit risk and deposits with financial institutions, however, deposits are insured by the state sinking fund, which provides for additional assessments against depositories to avoid loss of public funds.

Interest Rate Risk – This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The County's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) to instruments that mature within 397 days. Funds not identified as operating funds may be invested in investments with maturities longer than 397 days, but the maturities shall be consistent with the needs and use of the County.

As of June 30, 2017, the County held no investments that meet the disclosure requirement of GASB 72.

Note 3 - Interfund Receivables and Payables

As of June 30, 2017, short-term interfund borrowings for operating purposes were as follows:

| <u>Fund Due to</u> | <u>Fund Due From</u> | <u>Amount</u> |
|--------------------|------------------------------------|---------------|
| Debt Service | Nonmajor – Tax Increment Financing | \$ 13,356 |

This interfund balance represents reclassification of misposted funds.

Note 4 - Interfund Transfers

The detail of interfund transfers for the year ended June 30, 2017 is as follows:

| | <u>General</u> | <u>Rural</u> | <u>Secondary</u> | <u>County</u> | <u>Nonmajor</u> | <u>Total</u> |
|---------------------------|------------------|---------------------|-------------------|-----------------|---------------------|---------------------|
| | <u>Fund</u> | <u>Services</u> | <u>Roads</u> | <u>Projects</u> | <u>Governmental</u> | <u>Transfer</u> |
| | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>Funds</u> | <u>In</u> |
| Transfer In: | | | | | | |
| General Fund | \$ - | \$ - | \$ - | \$ - | \$ 181,004 | \$ 181,004 |
| Secondary Roads | - | 1,915,357 | - | - | 1,710,000 | 3,625,357 |
| Rural Services | - | - | - | - | 348,018 | 348,018 |
| Debt Service | - | - | - | - | 121,324 | 121,324 |
| County Projects | - | - | - | - | 179,984 | 179,984 |
| Nonmajor | | | | | | |
| Governmental Funds | 12,893 | 152,670 | 147,381 | 1,725 | 245,898 | 560,567 |
| Total Transfer Out | \$ 12,893 | \$ 2,068,027 | \$ 147,381 | \$ 1,725 | \$ 2,786,228 | \$ 5,016,254 |

Transfers are used to:

1. Move resources from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources.
2. Move revenues collected in the infrastructure development fund to finance various programs and capital projects accounted for in other funds in accordance with budgetary authorizations.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 5 - Capital Assets

A summary of changes in capital assets, including the component unit, is as follows:

| | Balance July 1, 2016 | Additions | Deletions | Balance June 30, 2017 |
|---|----------------------------|----------------------|---------------------|-----------------------------|
| Governmental Activities: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 5,661,356 | \$ 434,819 | \$ - | \$ 6,096,175 |
| Construction in Progress | 3,420,706 | 8,231,687 | 6,261,305 | 5,391,088 |
| Total capital assets not being depreciated | <u>9,082,062</u> | <u>8,666,506</u> | <u>6,261,305</u> | <u>11,487,263</u> |
| Capital assets being depreciated: | | | | |
| Improvements Other than Buildings | 4,441,913 | - | - | 4,441,913 |
| Buildings and Structures | 28,962,011 | 2,736,000 | - | 31,698,011 |
| Machinery and Equipment | 18,648,327 | 1,272,946 | 339,351 | 19,581,922 |
| Infrastructure | 91,252,797 | 3,525,305 | - | 94,778,102 |
| Total capital assets being depreciated | <u>143,305,048</u> | <u>7,534,251</u> | <u>339,351</u> | <u>150,499,948</u> |
| Less accumulated depreciation for: | | | | |
| Improvements Other than Buildings | 922,913 | 282,200 | - | 1,205,113 |
| Buildings and Structures | 13,421,089 | 877,878 | - | 14,298,967 |
| Machinery and Equipment | 14,966,818 | 1,151,021 | 339,144 | 15,778,695 |
| Infrastructure | 34,686,161 | 1,818,172 | - | 36,504,333 |
| Total accumulated depreciation | <u>63,996,981</u> | <u>4,129,271</u> | <u>339,441</u> | <u>67,787,108</u> |
| Total capital assets being depreciated, net | <u>79,308,067</u> | <u>3,404,980</u> | <u>207</u> | <u>82,712,840</u> |
| Governmental activities capital assets, net | <u>\$ 88,390,129</u> | <u>\$ 12,071,486</u> | <u>\$ 6,261,512</u> | <u>\$ 94,200,103</u> |
| Component Unit: | | | | |
| Capital assets being depreciated: | | | | |
| Buildings and Structures | \$ 842,814 | \$ - | \$ - | \$ 842,814 |
| Equipment | 544,081 | 24,970 | - | 569,051 |
| Total capital assets being depreciated | <u>1,386,895</u> | <u>24,970</u> | <u>-</u> | <u>1,411,865</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and Structures | 387,003 | 42,970 | - | 429,973 |
| Equipment | 373,487 | 20,951 | - | 394,438 |
| Total accumulated depreciation | <u>760,490</u> | <u>63,921</u> | <u>-</u> | <u>824,411</u> |
| Total capital assets being depreciated, net | <u>\$ 626,405</u> | <u>\$ (38,951)</u> | <u>\$ -</u> | <u>\$ 587,454</u> |

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

| | |
|-------------------------------------|---------------------|
| Public safety and legal services | \$ 449,849 |
| Physical health and social services | 93,133 |
| County environment and education | 409,215 |
| Roads and transportation | 2,432,554 |
| Government services to residents | 66,582 |
| Administration | 604,177 |
| Unallocated depreciation expense | <u>73,761</u> |
| | <u>\$ 4,129,271</u> |

Reconciliation of Investments in Capital Assets:

| | Governmental Activities | Component Unit |
|--|----------------------------|-------------------|
| Land | \$ 6,096,175 | \$ - |
| Construction in Progress | 5,391,088 | - |
| Capital Assets (Net of Accumulated Depreciation) | 82,712,840 | 587,454 |
| Less: Unspent Bond Proceeds | 2,760,397 | - |
| Less: Bonds Payable | 9,201,804 | - |
| Net Investment in Capital Assets | <u>\$ 87,758,696</u> | <u>\$ 587,454</u> |

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 6 - Long-Term Liabilities

The County's computed legal debt limit as of June 30, 2017, is \$347,097,785 of which \$9,201,804 is committed for outstanding general obligation debt.

The following is a summary of changes in long-term liability for the year ended June 30, 2017:

| | General Obligation Capital Loan Notes | TIF Revenue Bonds | Compensated Absences | OPEB | Net Pension Liability | Total |
|---------------------------|--|-------------------------|-------------------------|---------------------|-----------------------------|---------------------|
| Balance beginning of year | \$ 4,047,600 | \$ - | \$ 1,254,414 | \$ 5,293,778 | \$ 8,688,345 | \$19,284,137 |
| Increases | 4,717,404 | 1,710,000 | 846,279 | - | 2,673,305 | 9,946,988 |
| Decreases | (1,273,200) | - | (752,648) | (1,755,384) | - | (3,781,232) |
| Balance end of year | <u>\$ 7,491,804</u> | <u>\$ 1,710,000</u> | <u>\$ 1,348,045</u> | <u>\$ 3,538,394</u> | <u>\$ 11,361,650</u> | <u>\$25,449,893</u> |
| Due within one year | <u>\$ 1,473,340</u> | <u>\$ -</u> | <u>\$ 808,827</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,282,167</u> |

The following is a summary of changes in long-term liabilities of the component unit for the year ended June 30, 2017:

| | Compensated Absences | Net Pension Liability |
|---------------------------|-------------------------|--------------------------|
| Balance beginning of year | \$ 139,836 | \$ 1,626,363 |
| Increases | 99,289 | 571,163 |
| Decreases | (83,902) | - |
| Balance end of year | <u>\$ 155,223</u> | <u>\$ 2,197,526</u> |
| Due within one year | <u>\$ 93,134</u> | <u>\$ -</u> |

Bonds Payable

A summary of the County's June 30, 2017 general obligation bonded indebtedness is as follows:

| | Date Of Issue | Interest Rates | Annual Payments | Amount Originally Issued | Outstanding June 30, 2017 |
|--|---------------------|-------------------|--------------------|--------------------------------|---------------------------------|
| <i>General Obligation Bonds/ Capital Loan Notes:</i> | | | | | |
| Series 2009 B | 2010 | 2.95% | \$ 87,000-104,000 | \$ 900,000 | \$ 205,000 |
| Series 2014 | 2014 | 1.42% | 169,000 | 845,000 | 169,000 |
| Series 2014 B | 2015 | 1.74% | 180,000 | 900,000 | 540,000 |
| Series 2015 | 2015 | 1.39% | 173,000 | 865,000 | 346,000 |
| Series 2016 | 2016 | 1.19% | 378,600 | 1,893,000 | 1,514,000 |
| Series 2017 | 2017 | 1.99% | 471,740 | 4,717,404 | 4,717,804 |
| | | | | | <u>\$ 7,491,804</u> |
| Series 2017 TIF Revenue | 2017 | 1.91% | 375,000 | 1,710,000 | <u>\$ 1,710,000</u> |

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 6 - Long-Term Liabilities (Continued)

The annual requirements to amortize all bonds outstanding as of June 30, 2017, are as follows:

| Fiscal Year | General Obligations Bonds | | TIF Revenue Bonds | |
|-------------|---------------------------|-------------------|---------------------|-------------------|
| | Principal | Interest | Principal | Interest |
| 2018 | \$ 1,473,340 | \$ 126,988 | \$ - | \$ 31,650 |
| 2019 | 1,307,340 | 109,741 | 210,000 | 31,650 |
| 2020 | 1,030,340 | 87,245 | 375,000 | 28,500 |
| 2021 | 850,341 | 70,219 | 375,000 | 22,500 |
| 2022 | 471,740 | 56,326 | 375,000 | 15,750 |
| 2023-2027 | 2,358,703 | 140,814 | 375,000 | 8,250 |
| | <u>\$ 7,491,804</u> | <u>\$ 591,333</u> | <u>\$ 1,710,000</u> | <u>\$ 138,300</u> |

\$398,897 is available in the Debt Service Fund to service the General Obligation Bonds. The general obligation bonds are to be retired through property tax levies and the TIF revenue bonds to be retired through related TIF revenues.

Note 7 - Risk Management

The County is self-insured for health insurance and has purchased a Stop Loss Policy for medical insurance in excess of \$100,000 per covered employee. A premium is charged to each fund that has employees and is calculated using trends in actual claims experience. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. Changes in the balances of claims liabilities follow:

| | 2017 | 2016 |
|---|----------------|----------------|
| Unpaid claims, beginning of fiscal year | \$ 819,458 | \$ 719,027 |
| Incurred claims (including IBNR's) | 5,107,836 | 5,563,485 |
| Claim payments | (5,154,169) | (5,463,054) |
| Unpaid claims, end of fiscal year | <u>773,125</u> | <u>819,458</u> |

The County also self-insures for worker's compensation and personal injury liability. Incurred but not reported claims for these coverages are estimated based on historical costs. Changes in balances of the claims liabilities follow:

| | | |
|---|-------------------|-------------------|
| Unpaid claims, beginning of fiscal year | 322,625 | 280,927 |
| Incurred claims (including IBNR's) | 124,640 | 189,777 |
| Claim payments | (142,302) | (148,079) |
| Unpaid claims, end of fiscal year | <u>\$ 304,963</u> | <u>\$ 322,625</u> |

Total unpaid claims for the years ended June 30, 2017 and 2016 were \$1,078,088 and \$1,142,083, respectively.

Property coverage, boiler, and elected officials errors and omissions policies are purchased by the County from an insurer.

The self-insurance funds are accounted for in the Internal Service Fund. There have been no significant changes in insurance coverage from prior year, nor were there settlements in excess of coverage the last three years.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 8 - Pension Plan

Plan description – IPERS membership is mandatory for employees of the County. Employees of the County are provided with pensions through a cost-sharing multiple employer defined benefit pension plan administered by Iowa Public Employees' Retirement System (IPERS). IPERS issues a stand-alone financial report which is available to the public by mail at 7401 Register Drive, P.O. Box 9117, Des Moines, Iowa 50306-9117 or at www.ipers.org.

IPERS benefits are established under Iowa Code chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan documents. The following brief description is provided for general informational purposes only. Refer to the plan documents for more information.

Pension Benefits

A Regular member may retire at normal retirement age and receive monthly benefits without an early-retirement reduction. Normal retirement age is age 65, anytime after reaching age 62 with 20 or more years of covered employment, or when the member's years of service plus the member's age at the last birthday equals or exceeds 88, whichever comes first. (These qualifications must be met on the member's first month of entitlement to benefits.) Members cannot begin receiving retirement benefits before age 55.

The formula used to calculate a Regular member's monthly IPERS benefit includes:

- A multiplier (based on years of service).
- The member's highest five-year average salary. (For members with service before June 30, 2012, the highest three-year average salary as of that date will be used if it is greater than the highest five-year average salary).

Sheriff and deputy and protection occupation members may retire at normal retirement age which is generally at age 55. Sheriffs, deputies and protection occupation members may retire any time after reaching age 50 with 22 or more years of covered employment. The formula used to calculate a sheriff's, deputy or protection occupation members' monthly IPERS benefit includes:

- 60% of average salary after completion of 22 years of service, plus an additional 1.5% of average salary for years of service greater than 22 but not more than 30 years of service.
- The member's highest three-year average salary.

If a member retires before normal retirement age, the member's monthly retirement benefit will be permanently reduced by an early-retirement reduction. The early-retirement reduction is calculated differently for service earned before and after July 1, 2012. For service earned before July 1, 2012, the reduction is 0.25% for each month that the member receives benefits before the member's earliest normal retirement age. For service earned starting July 1, 2012, the reduction is 0.50% for each month that the member receives benefits before age 65.

Generally, once a member selects a benefit option, a monthly benefit is calculated and remains the same for the rest of the member's lifetime. However, to combat the effects of inflation, retirees who began receiving benefits prior to July 1990 receive a guaranteed dividend with their regular November benefit payments.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 8 - Pension Plan (Continued)

Disability and Death Benefits

A vested member who is awarded federal Social Security disability or Railroad Retirement disability benefits is eligible to claim IPERS benefits regardless of age. Disability benefits are not reduced for early retirement. If a member dies before retirement, the member's beneficiary will receive a lifetime annuity or a lump-sum payment equal to the present actuarial value of the member's accrued benefit or calculated with a set formula, whichever is greater. When a member dies after retirement, death benefits depend on the benefit option the member selected at retirement.

Contributions

Contribution rates are established by IPERS following the annual actuarial valuation, which applies IPERS' Contribution Rate Funding Policy and Actuarial Amortization Method. State statute limits the amount rates can increase or decrease each year to 1 percentage point. IPERS Contribution Rate Funding Policy requires that the actuarial contribution rate be determined using the "entry age normal" actuarial cost method and the actuarial assumptions and methods approved by the IPERS Investment Board. The actuarial contribution rate covers normal cost plus the unfunded actuarial liability payment based on a 30 year amortization period. The payment to amortize the unfunded actuarial liability is determined as a level percentage of payroll based on the Actuarial Amortization Method adopted by the Investment Board.

In fiscal year 2017, pursuant to the required rate, Regular members contributed 5.95 percent of covered payroll and the County contributed 8.93 percent of covered payroll, for a total rate of 14.88 percent. The Sheriff and deputies and the County each contributed 9.63 percent of covered payroll, for a total rate of 19.26 percent. Protection occupation members contributed 6.56 percent of covered payroll and the County contributed 9.84 percent of covered payroll for a total rate of 16.40 percent.

The County's total contributions to IPERS for the year ended June 30, 2017 were \$1,566,428 and the component unit contributions totaled \$299,034.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the County reported a liability of \$11,361,650 for its proportionate share of the net pension liability and the component unit reported \$2,197,526. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contributions of all IPERS participating employers. At June 30, 2016, the County's collective proportion including the component unit was 0.2154536 percent, which was an increase of 0.013124 percent from proportion measured as of June 30, 2015. The County combines the County and Component Unit together for reporting to IPERS and therefore, combined reporting is done here.

For the year ended June 30, 2017, the County and component unit recognized pension expense of \$1,562,312 and \$298,247, respectively. At June 30, 2017 the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 8 - Pension Plan (Continued)

| | County's Share | |
|--|---|--|
| | Deferred Outflows of Resources | Deferred Inflows of Resources |
| Differences between expected and actual experience | \$ 91,958 | \$ 282,224 |
| Changes of assumptions | 158,747 | 52,030 |
| Net difference between projected and actual earnings on pension plan investments | 2,387,702 | - |
| Changes in proportion and differences between County contributions and proportionate share of contributions | (279,330) | - |
| County contributions subsequent to the measurement date | 1,566,428 | - |
| Total | \$ 3,925,505 | \$ 334,254 |

| | Component Unit's Share | |
|--|---|--|
| | Deferred Outflows of Resources | Deferred Inflows of Resources |
| Differences between expected and actual experience | \$ 17,555 | \$ 53,877 |
| Changes of assumptions | 30,305 | 9,933 |
| Net difference between projected and actual earnings on pension plan investments | 455,816 | - |
| Changes in proportion and differences between Agency contributions and proportionate share of contributions | (53,325) | - |
| Agency contributions subsequent to the measurement date | 299,034 | - |
| Total | \$ 749,385 | \$ 63,810 |

\$1,566,428 and \$299,034 reported as deferred outflows of resources related to pensions resulting from the County and component unit contributions, respectively, subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ended June 30, | County | Component Unit |
|--------------------------------|---------------------|---------------------------|
| 2018 | \$ 127,109 | \$ 24,265 |
| 2019 | 127,109 | 24,265 |
| 2020 | 1,152,657 | 220,044 |
| 2021 | 647,638 | 123,635 |
| 2022 | (29,690) | (5,668) |
| | \$ 2,024,823 | \$ 386,541 |

Actuarial assumptions – The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|--|---|
| Rate of Inflation (effective June 30, 2014) | 3.00% per annum |
| Rates of Salary Increase (effective June 30, 2010) | 4.00 to 17.00% average, including inflation. Rates vary by membership group. |
| Long-term Investment Rate of Return (effective June 30, 1996) | 7.50% compounded annually, net of investment expense, and including inflation |
| Wage Growth (effective June 30, 1990) | 4.00% per annum, based on 3.00% inflation and 1.00% real wage inflation |

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 8 - Pension Plan (Continued)

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of actuarial experience studies with dates corresponding to those listed above.

Mortality rates were based on the RP-2000 Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates (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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|------------------------|--------------------------|---|
| Core Plus Fixed Income | 28% | 1.90% |
| Domestic Equity | 24 | 5.85 |
| International Equity | 16 | 6.32 |
| Private Equity/Debt | 11 | 10.31 |
| Real Estate | 8 | 3.87 |
| Credit Opportunities | 5 | 4.48 |
| U.S. TIPS | 5 | 1.36 |
| Other Real Assets | 2 | 6.42 |
| Cash | 1 | (0.26) |
| Total | 100% | |

Discount rate – The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the contractually required rate and that contributions from the County will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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.

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate. The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50 percent) or 1 percentage point higher (8.5 percent) than the current rate.

| | 1% Decrease 6.5% | Discount Rate 7.5% | 1% Increase 8.5% |
|----------------|-----------------------------|-------------------------------|-----------------------------|
| County | \$ 21,264,070 | \$ 11,361,650 | \$ 3,057,139 |
| Component Unit | 4,059,343 | 2,197,526 | 583,612 |

Pension plan fiduciary net position – Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report which is available on IPERS' website at www.ipers.org.

There were no material outstanding contributions to the plan at June 30, 2017.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9 - Other Postemployment Benefits (OPEB)

Plan Description – The County operates a single-employer retiree benefit plan which provides medical/prescription drug benefits for employees, retirees and their spouses. There are 364 active and 31 inactive participants in the plan. Participants must be age 55 or older at retirement.

Benefits Provided - The medical/prescription drug coverage which is a self-funded medical plan, is administered by First Administrators, Inc. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability. The plan also consists of an explicit subsidy for Medicare eligible retirees enrolling in a Medicare supplement program.

No stand alone financial report is issued, the plan is self-funded and included in the County's financial statements.

Funding Policy – The contribution requirements of plan members are established and may be amended by the County. The County currently finances the retiree benefit plan on a pay-as-you-go basis.

The County's total OPEB liability of \$3,538,394 was measured as of June 30, 2017, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions: The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement unless otherwise specified:

| | |
|------------------|--|
| Inflation | 3.0 percent, per annum |
| Discount Rate | 3.58 percent, per annum |
| Salary Increases | 3.5 percent, per annum |
| Healthcare Costs | 3.0 percent, per annum |
| Mortality Rates | RP-2014 Generational Mortality Table projected using Scale MP-16, applied on a gender specific basis |

A discount rate of 3.58% was applied in the measurement of the total OPEB liability. The discount rate is based on the bond buyer 20-bond general obligation index municipal bonds with an average rating of AA/Aa or higher.

There are no current plan assets.

Sensitivity of the total OPEB Liability and changes in the discount rate - in thousands:

| | 1% Decrease | Discount Rate | 1% Increase |
|----------------------|--------------------|----------------------|--------------------|
| | (2.58%) | (3.58%) | (4.58%) |
| Total OPEB Liability | \$ 3,023 | \$ 3,538 | \$ 4,110 |

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 9 - Other Postemployment Benefits (OPEB) (Continued)

Sensitivity of the total OPEB Liability and changes in healthcare cost trends - in thousands:

| | 1% Decrease | Discount Rate | 1% Increase |
|----------------------|--------------------|----------------------|--------------------|
| Total OPEB Liability | \$ 3,115 | \$ 3,538 | \$ 3,980 |

OPEB Expense and Deferred Inflows of Resources

For the year ended June 31, 2017, the County recognized OPEB expense of \$364,564. The County reported deferred inflows of resources related to OPEB from a change in assumptions/inputs of \$241,736.

| | |
|--------------------------------------|---------------------|
| Balance July 1, 2017 | \$ 3,513,146 |
| Changes for the Year: | |
| Service Costs | 259,156 |
| Interest Costs | 133,294 |
| Change in Assumption or Other Inputs | (269,623) |
| Benefit Payments | (97,579) |
| Net Change | <u>\$ 3,538,394</u> |

Amounts reported as deferred inflows of resources:

| For Fiscal Year Ending: | |
|------------------------------------|---------------------|
| 2018 | \$ (27,887) |
| 2019 | (27,887) |
| 2020 | (27,887) |
| 2021 | (27,887) |
| 2022 | (27,887) |
| Thereafter | (102,301) |
| | <u>\$ (241,736)</u> |

There were no outstanding contributions to the plan at June 30, 2017.

Note 10 - Contingencies

The County receives significant financial assistance from the U.S. government. Entitlement to the resources is generally based on compliance with terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to financial and compliance audits by the grantors. Any disallowances as a result of these audits become a liability of the fund that receives the grant. As of June 30, 2017, the County estimates that no material liabilities will result from such audits.

Pending Litigation

The County is a defendant in several lawsuits in the course of operations. The outcome of these lawsuits is not presently determinable and an estimate of possible losses cannot be made.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 11 - Conduit Debt Obligations

From time to time, the County has issued Industrial Development Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and payable solely from the private-sector entity. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2017, Industrial Revenue Bonds outstanding had an original issue amount of \$16,500,000. The outstanding balance at June 30, 2017 was \$11,546,068.

Note 12 - Joint Venture

The Woodbury County Information and Communication Commission (WCICC) was formed in fiscal year 1988. WCICC was established to operate a combined data processing and communications center for the City and the County. Each governmental unit selects two of its members to serve on the commission and the fifth member is selected by the commission. The operating budget is approved by both governments with contributions for operations from both. All assets, liabilities and equity are owned on a 60/40 basis. Summary financial information as of, and for the fiscal year ended June 30, 2017 is presented as follows:

| | |
|------------------------------|--------------|
| Total Assets | \$ 1,460,282 |
| Total Liabilities | 2,705,818 |
| Fund Equity (Deficit) | (1,243,536) |
| Total Liabilities and Equity | 1,460,282 |
| | |
| Total Revenue | 3,057,415 |
| Total Expenditures | (2,884,723) |
| Net Increase in Fund Balance | \$ 172,692 |

The Woodbury County Information and Communication Commission does not publish separate financial statements. The County's share of the equity is reported in the government-wide financial statements as an investment in joint venture. The net equity for the current year ended in a negative balance and therefore is not recorded in the County's financial statements as of June 30, 2017.

| | |
|----------------------------------|-----|
| County's Share of Joint Venture: | |
| Assets | 40% |
| Liabilities | 40% |
| Equity | 40% |

Note 13 - Construction Commitment

The County has entered into contracts totaling \$4.9 million for bridge construction and other various building improvements. As of June 30, 2017, costs of \$1.5 million had been incurred against the contracts. The balance of \$3.4 million remaining at June 30, 2017 will be paid as work on the projects progress.

COUNTY OF WOODBURY, IOWA
Notes to Financial Statements
June 30, 2017

Note 14 – Tax Abatements

Governmental Accounting Standards Board Statement No. 77 defines tax abatements as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

County Tax Abatements –

The County provides tax abatements for urban renewal and economic development projects with tax increment financing as provided for in Chapters 15A and 403 of the Code of Iowa. For these types of projects, the County enters into agreements with developers which require the County, after developers meet the terms of the agreements, to rebate a portion of the property tax paid by the developers, to pay the developers an economic development grant or to pay the developers a predetermined dollar amount. No other commitments were made by the County as part of these agreements.

For the year ended June 30, 2017, the County abated \$98,233 of property tax under the urban renewal and economic development projects. In addition, County property taxes were reduced by \$132,252 by the City of Sioux City for various urban renewal and economic development programs.

Note 15 - New Accounting Pronouncements

The County adopted the tax abatement disclosure guidance set forth in Governmental Accounting Standards Board Statement No. 77, *Tax Abatement Disclosures*. The statement sets forth guidance for the disclosure of information about the nature and magnitude of tax abatements which will make these transactions more transparent to financial statement users. Adoption of the guidance did not have an impact on amounts reported in the financial statements. The Notes to Financial Statements include information about the County's tax abatements and tax abatements of other entities which impact the County.

The County adopted guidance set forth in Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The revised requirements establish new financial reporting requirements for state and local governments which provide their employees with postemployment benefits other than pensions, including additional note disclosures and required supplementary information. Adoption of this standard required a prior period adjustment of \$1,780,632 which increased the governmental activities and the internal service fund beginning net positions.

COUNTY OF WOODBURY, IOWA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE, BUDGET
AND ACTUAL, ALL GOVERNMENTAL FUND TYPES, BUDGETARY BASIS
Year Ended June 30, 2017

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|--|-----------------------|-----------------------|--------------------|---|
| | Original | Amended | | |
| Revenue: | | | | |
| Property and other county tax | \$ 34,571,290 | \$ 34,571,290 | \$ 34,415,091 | \$ (156,199) |
| Interest and penalty on property tax | 356,000 | 356,000 | 301,574 | (54,426) |
| Intergovernmental | 9,467,132 | 11,232,407 | 11,172,367 | (60,040) |
| Licenses and permits | 763,450 | 895,450 | 158,370 | (737,080) |
| Charges for services | 2,223,734 | 2,223,734 | 2,792,360 | 568,626 |
| Use of money and property | 279,500 | 279,500 | 385,476 | 105,976 |
| Miscellaneous | 218,900 | 435,569 | 1,306,130 | 870,561 |
| Total Revenue | 47,880,006 | 49,993,950 | 50,531,368 | 537,418 |
| Expenditures: | | | | |
| Current operating: | | | | |
| Public safety and legal services | 16,977,353 | 17,266,477 | 16,407,944 | 858,533 |
| Physical health and social services | 4,954,560 | 4,996,560 | 4,969,510 | 27,050 |
| Mental health | 2,854,210 | 2,854,210 | 3,245,075 | (390,865) |
| County environment and education | 2,582,947 | 3,072,704 | 2,552,551 | 520,153 |
| Roads and transportation | 8,465,786 | 9,100,786 | 8,469,376 | 631,410 |
| Government services to residents | 2,620,650 | 2,620,650 | 2,489,134 | 131,516 |
| Administration | 6,427,628 | 6,427,628 | 6,561,319 | (133,691) |
| Non-program services | 20,000 | 65,846 | 149,783 | (83,937) |
| Capital projects | 9,069,041 | 11,619,041 | 7,065,012 | 4,554,029 |
| Debt service: | | | | |
| Principal | 1,273,200 | 1,273,200 | 1,273,200 | - |
| Interest | 67,350 | 67,350 | 83,834 | (16,484) |
| Total Expenditures | 55,312,725 | 59,364,452 | 53,266,738 | 6,097,714 |
| Excess (deficiency) of revenues over expenditures | (7,432,719) | (9,370,502) | (2,735,370) | 6,635,132 |
| Other financing sources (uses): | | | | |
| Transfers in | 9,399,770 | 9,399,770 | 5,016,254 | (4,383,516) |
| Transfers out | (9,399,770) | (9,399,770) | (5,016,254) | 4,383,516 |
| Issuance of bonds | 5,719,302 | 7,429,302 | 6,427,404 | (1,001,898) |
| Total other financing sources (uses) | 5,719,302 | 7,429,302 | 6,427,404 | (1,001,898) |
| Net Change in Fund Balances | \$ (1,713,417) | \$ (1,941,200) | 3,692,034 | \$ 5,633,234 |
| Fund balances - beginning of year | | | <u>15,625,674</u> | |
| Fund balances - end of year | | | | <u>\$ 19,317,708</u> |

See Accompanying Independent Auditors' Report

COUNTY OF WOODBURY, IOWA
Notes to Required Supplementary Information – Budgetary Reporting
June 30, 2017

The budgetary comparison is presented as Required Supplementary Information in accordance with Governmental Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and each major Special Revenue Fund.

In accordance with the Code of Iowa, the County Board of Supervisors annually adopts a budget on the modified accrual basis following required public notice and hearing for all funds except Agency Funds and the Internal Service Fund, and appropriates the amount deemed necessary for each of the different County offices and departments. The budget may be amended during the year utilizing similar statutorily prescribed procedures. Encumbrances are not recognized in the modified accrual budget and appropriations lapse at year end.

Formal and legal budgetary control is based upon 10 major classes of expenditures known as functions, not by fund. These 10 functions are: public safety and legal services, physical health and social services, mental health, county environment and education, roads and transportation, governmental services to residents, administration, non-program, debt service and capital projects. Function disbursements required to be budgeted include disbursements for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds. Although the budget document presents function disbursements by fund, the legal level of control is at the aggregated function level, not by fund. Legal budgetary control is also based upon the appropriation to each office or department. During the year, one budget amendment increased budgeted disbursements by \$4,051,727. The budget amendments are reflected in the final budgeted amounts.

In addition, annual budgets are similarly adopted in accordance with the Code of Iowa by the appropriate governing body as indicated: for the County Extension Office by the County Agricultural Extension Council, for the County Assessor by the County Conference Board, for the E911 System by the Joint E911 Service Board and for Emergency Management Services by the County Emergency Management Commission.

During the year ended June 30, 2017, disbursements exceeded the amounts budgeted in the mental health, administration, non-program and debt service functions.

COUNTY OF WOODBURY, IOWA
SCHEDULE OF CHANGES IN THE COUNTY'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
For the Year Ended June 30, 2017

REQUIRED SUPPLEMENTARY INFORMATION

| | <u>2017</u> |
|---|---------------------|
| Total OPEB Liability | |
| Service Costs | \$ 259,156 |
| Interest Costs | 133,294 |
| Change in Assumptions or other inputs | (269,623) |
| Benefit Payments | (97,579) |
| | <hr/> |
| Net Change in OPEB liability | 25,248 |
| | <hr/> |
| Total OPEB liability beginning | 3,513,146 |
| Total OPEB liability ending | <u>\$ 3,538,394</u> |
| | <hr/> |
| Covered employee payroll | \$ 19,263,721 |
| | <hr/> |
| OPEB liability as a percentage of covered payroll | 18% |

Note: GASB 75 requires ten years of information be presented in this table. However, until a full ten years trend is compiled, the County will present information for those years for which information is available. The County combines the County and Component unit together for reporting OPEB

COUNTY OF WOODBURY, IOWA
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM LAST FISCAL YEAR*
(IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017

| | 2015 | 2016 | 2017 |
|---|------------|-----------|-----------|
| County's proportion of the net pension liability | 0.1878591% | 0.202330% | 0.2154536 |
| County's proportionate share of the net pension liability | \$ 7,450 | \$ 9,996 | \$ 11,362 |
| County's covered-employee payroll | \$ 20,387 | \$ 20,956 | \$ 19,372 |
| County's proportionate share of the net pension liability as a percentage of its covered employee payroll | 36.54% | 47.6% | 58.65% |
| Plan fiduciary net pension as a percentage of the total pension liability | 87.61% | 85.19% | 81.82% |

*The amounts presented for each fiscal year were determined as of June 30.

Note: GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available. The County combines the County and Component Unit together for reporting to IPERS and therefore combined reporting is done here.

**COUNTY OF WOODBURY, IOWA
SCHEDULE OF THE COUNTY'S CONTRIBUTIONS
IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN YEARS (IN THOUSANDS)
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017**

| | 2016 | 2016 | 2015 | 2014 | 2013 |
|---|------------|-----------|-----------|-----------|-----------|
| Statutorily required contribution | \$ 1,865 | \$ 1,911 | \$ 1,945 | \$ 1,893 | \$ 1,747 |
| Contributions in relation to the statutorily required contribution | (1,865) | (1,911) | (1,945) | (1,893) | (1,747) |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| County's covered employee payroll | \$ 21,195 | \$ 19,372 | \$ 20,956 | \$ 20,387 | \$ 19,208 |
| Contributions as a percentage of covered-employee payroll | 8.80% | 9.86% | 9.29% | 9.29% | 9.10% |
| | 2012 | 2011 | 2010 | 2009 | 2008 |
| Statutorily required contribution | \$ 1,666 | \$ 1,456 | \$ 1,354 | \$ 1,254 | \$ 1,072 |
| Contributions in relation to the statutorily required contribution | \$ (1,666) | (1,456) | (1,354) | (1,254) | (1,072) |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| County's covered employee payroll | \$ 19,331 | \$ 18,852 | \$ 18,715 | \$ 18,215 | \$ 17,099 |
| Contributions as a percentage of covered-employee payroll | 8.62% | 7.72% | 7.72% | 6.88% | 6.27% |

See accompanying independent auditors' report

**COUNTY OF WOODBURY, IOWA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION –
PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2017**

Changes of Benefit Terms:

Legislation passed in 2010 modified benefit terms for current Regular members. The definition of final average salary changed from the highest three to the highest five years of covered wages. The vesting requirement changed from four years of service to seven years. The early retirement reduction increased from 3 percent per year measured from the member's first unreduced retirement age to a 6 percent reduction for each year of retirement before age 65.

In 2008, legislative action transferred four groups – emergency medical service providers, county jailers, county attorney investigators, and National Guard installation security officers – from Regular membership to the protection occupation group for future service only.

Changes of Assumptions

The 2014 valuation implemented the following refinements as a result of a quadrennial experience study:

- Decreased the inflation assumption from 3.25 percent to 3.00 percent.
- Decreased the assumed rate of interest on member accounts from 4.00 percent to 3.75 percent per year.
- Adjusted male mortality rates for retirees in the Regular membership group.
- Reduced retirement rates for sheriffs and deputies between the ages of 55 and 64.
- Moved from an open 30 year amortization period to a closed 30 year amortization period for the UAL beginning June 30, 2014. Each year thereafter, changes in the UAL from plan experience will be amortized on a separate closed 20 year period.

The 2010 valuation implemented the following refinements as a result of a quadrennial experience study:

- Adjusted retiree mortality assumptions.
- Modified retirement rates to reflect fewer retirements.
- Lowered disability rates at most ages.
- Lowered employment termination rates.
- Generally increased the probability of terminating members receiving a deferred retirement benefit.
- Modified salary increase assumptions based on various service duration.

OTHER SUPPLEMENTARY INFORMATION

COUNTY OF WOODBURY, IOWA
COMBINING BALANCE SHEET
Governmental Nonmajor Funds
JUNE 30, 2017

| | Special Revenue Funds | | |
|---------------------------------------|--|--|------------------------------|
| | Recorder Records Management | Recorder Electronic Transaction Fee | EMS Loan Fund |
| Assets | | | |
| Cash and Pooled Investments | \$ 183,275 | \$ 18,612 | \$ 192,388 |
| Receivables: | | | |
| Accrued Interest | 20 | - | 450 |
| Accounts | - | - | 6,000 |
| Assessments | - | - | - |
| Notes Receivable | - | - | - |
| Due from Other Governmental Agencies | 3,740 | - | - |
| Total Assets | <u>187,035</u> | <u>18,612</u> | <u>198,838</u> |
| Liabilities | | | |
| Accounts Payable | - | - | - |
| Due to Other Funds | - | - | - |
| Unearned Revenue | - | - | - |
| Salaries and Benefits Payable | - | - | - |
| Total Liabilities | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances | | | |
| Nonspendable: | | | |
| Anderson Trust | - | - | - |
| Restricted for: | | | |
| Supplemental Levy Purposes | - | - | - |
| Mental Health Purposes | - | - | - |
| Conservation Purposes | - | - | - |
| Records Management Purposes | 187,035 | - | - |
| Capital Improvement | - | - | - |
| Other Purposes | - | 18,612 | - |
| Committed for: | | | |
| EMS Loans | - | - | 198,838 |
| Assigned for: | | | |
| Capital Improvement | - | - | - |
| Total Fund Balances (Deficits) | <u>187,035</u> | <u>18,612</u> | <u>198,838</u> |
| Total Liabilities | | | |
| and Fund Balances | <u>\$ 187,035</u> | <u>\$ 18,612</u> | <u>\$ 198,838</u> |

| Special Revenue Funds | | | | | | | | |
|-----------------------|--|--------------------|---------------------|-----------------|------------|-------------------------|------------------------|---|
| Invest in Woodbury | Infrastructure Economic Development Fund | Tax Increment Fund | County Library Fund | Forfeiture Fund | REAP Fund | Drainage Districts Fund | Sheriff's Reserve Fund | |
| \$ - | \$ 963,100 | \$ 112,615 | \$ 185,106 | \$ 93,154 | \$ 104,829 | \$ 40,119 | \$ 17,947 | |
| - | - | - | - | - | 155 | - | - | - |
| - | - | - | - | - | - | - | 284 | - |
| - | - | - | - | - | - | 7,478 | - | - |
| - | 171,885 | - | - | - | - | - | - | - |
| - | 62,346 | - | - | 2,394 | - | - | - | - |
| - | 1,197,331 | 112,615 | 185,106 | 95,548 | 104,984 | 47,597 | 18,231 | |
| - | 23,355 | - | 3,405 | 648 | - | 6,716 | - | - |
| - | - | 13,356 | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | 2,502 | - | - | - | - | - |
| - | 23,355 | 13,356 | 5,907 | 648 | - | 6,716 | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | 99,259 | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | 104,984 | - | - | - |
| - | 1,173,976 | - | - | - | - | - | - | - |
| - | - | - | 179,199 | 94,900 | - | 40,881 | 18,231 | - |
| - | - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - | - |
| - | 1,173,976 | 99,259 | 179,199 | 94,900 | 104,984 | 40,881 | 18,231 | |
| \$ - | \$ 1,197,331 | \$ 112,615 | \$ 185,106 | \$ 95,548 | \$ 104,984 | \$ 47,597 | \$ 18,231 | |

COUNTY OF WOODBURY, IOWA
 COMBINING BALANCE SHEET - (Continued)
 Governmental Nonmajor Funds
 JUNE 30, 2016

| | Special Revenue Funds | | | | |
|--|-------------------------------|-----------------|--------------------|------------------|------------------|
| | Sheriff's Donation Fund | DARE Fund | Case Management | LLEBG Fund | County Fines |
| Assets | | | | | |
| Cash and Pooled Investments | \$ 7,049 | \$ 1,065 | \$ 541,918 | \$ 78,783 | \$ 35,239 |
| Receivables: | | | | | |
| Accrued Interest | - | - | - | - | - |
| Accounts | - | - | - | - | 5,115 |
| Assessments | - | - | - | - | - |
| Notes Receivable | - | - | - | - | - |
| Due from Other Governmental Agencies | - | - | - | - | - |
| Total Assets | <u>7,049</u> | <u>1,065</u> | <u>541,918</u> | <u>78,783</u> | <u>40,354</u> |
| Liabilities | | | | | |
| Accounts Payable | 30 | - | 9,734 | - | - |
| Due to Other Funds | - | - | - | - | - |
| Unearned Revenue | - | - | - | 78,783 | - |
| Salaries and Benefits Payable | - | - | - | - | - |
| Total Liabilities | <u>30</u> | <u>-</u> | <u>9,734</u> | <u>78,783</u> | <u>-</u> |
| Fund Balances | | | | | |
| Nonspendable: | | | | | |
| Anderson Trust | - | - | - | - | - |
| Restricted for: | | | | | |
| Supplemental Levy Purposes | - | - | - | - | - |
| Mental Health Purposes | - | - | 532,184 | - | - |
| Conservation Purposes | - | - | - | - | - |
| Records Management Purposes | - | - | - | - | - |
| Capital Improvement | - | - | - | - | - |
| Other Purposes | 7,019 | 1,065 | - | - | 40,354 |
| Committed for: | | | | | |
| EMS Loans | - | - | - | - | - |
| Assigned for: | | | | | |
| Capital Improvement | - | - | - | - | - |
| Total Fund Balances (Deficits) | <u>7,019</u> | <u>1,065</u> | <u>532,184</u> | <u>-</u> | <u>40,354</u> |
| Total Liabilities and Fund Balances | <u>\$ 7,049</u> | <u>\$ 1,065</u> | <u>\$ 541,918</u> | <u>\$ 78,783</u> | <u>\$ 40,354</u> |

| Capital Projects | | | | | | | |
|----------------------|------------|--------------|--------------|-----------------|----------------|------------------|--|
| Conservation Reserve | 2011 Flood | Liberty Park | LEC | CF Road Project | Permanent Fund | Total | |
| \$ 364,978 | \$ - | \$ - | \$ 9,232 | \$ - | \$ 35,895 | \$ 2,985,304 | |
| 808 | - | - | - | - | 10 | 1,443 | |
| - | - | - | - | - | - | 11,399 | |
| - | - | - | - | - | - | 7,478 | |
| - | - | - | - | - | - | 171,885 | |
| 175,000 | - | - | - | - | - | 243,480 | |
| <u>540,786</u> | - | - | <u>9,232</u> | - | <u>35,905</u> | <u>3,420,989</u> | |
| 2,946 | - | - | 4,286 | - | - | 51,120 | |
| - | - | - | - | - | - | 13,356 | |
| - | - | - | - | - | - | 78,783 | |
| 4,578 | - | - | - | - | - | 7,080 | |
| <u>7,524</u> | - | - | <u>4,286</u> | - | - | <u>150,339</u> | |
| - | - | - | - | - | 35,905 | 35,905 | |
| - | - | - | - | - | - | 99,259 | |
| - | - | - | - | - | - | 532,184 | |
| 533,262 | - | - | - | - | - | 638,246 | |
| - | - | - | - | - | - | 187,035 | |
| - | - | - | - | - | - | 1,173,976 | |
| - | - | - | - | - | - | 400,261 | |
| - | - | - | - | - | - | 198,838 | |
| - | - | - | 4,946 | - | - | 4,946 | |
| <u>533,262</u> | - | - | <u>4,946</u> | - | <u>35,905</u> | <u>3,270,650</u> | |
| \$ 540,786 | \$ - | \$ - | \$ 9,232 | \$ - | \$ 35,905 | \$ 3,420,989 | |

COUNTY OF WOODBURY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
Governmental Nonmajor Funds
Year Ended June 30, 2017

| | Special Revenue Funds | | |
|--|-----------------------------------|--|---------------------|
| | Recorder Records Management | Recorder Electronic Transaction Fee | EMS Loan Fund |
| Revenue: | | | |
| Property and other county tax | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - |
| Licenses and permits | - | - | - |
| Charges for services | 14,924 | - | - |
| Use of money and property | 247 | 2 | 1,613 |
| Miscellaneous | - | - | - |
| Total Revenue | 15,171 | 2 | 1,613 |
| Expenditures: | | | |
| Current operating: | | | |
| Public safety and legal services | - | - | 527 |
| Mental health | - | - | - |
| County environment and education | - | - | - |
| Non-program services | 588 | - | - |
| Capital projects | - | - | - |
| Total Expenditures | 588 | - | 527 |
| Excess (deficiency) of revenues over expenditures | 14,583 | 2 | 1,086 |
| Other financing sources (uses): | | | |
| Transfers in | - | - | - |
| Transfers (out) | - | - | - |
| Issuance of debt | - | - | - |
| Total other financing sources (uses) | - | - | - |
| Net Change in Fund Balances | 14,583 | 2 | 1,086 |
| Fund balances - beginning of year | 172,452 | 18,610 | 197,752 |
| Fund balances (deficits) - end of year | \$ 187,035 | \$ 18,612 | \$ 198,838 |

(Continued)

| Special Revenue Funds | | | | | | | |
|-----------------------|--|--------------------|---------------------|-----------------|------------|-------------------------|------------------------|
| Invest in Woodbury | Infrastructure Economic Development Fund | Tax Increment Fund | County Library Fund | Forfeiture Fund | REAP Fund | Drainage Districts Fund | Sheriff's Reserve Fund |
| \$ - | \$ 784,627 | \$ 219,794 | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | 25,988 | 71,613 | - | - | - | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | (4,953) | - |
| - | 4,040 | - | - | - | 373 | - | - |
| - | 62,216 | - | 2,674 | 10,209 | 42,587 | - | 30,273 |
| - | 850,883 | 245,782 | 74,287 | 10,209 | 42,960 | (4,953) | 30,273 |
| - | - | - | - | 31,562 | - | - | 20,855 |
| - | - | - | - | - | - | - | - |
| - | - | - | 185,765 | - | - | - | - |
| - | - | 112,096 | - | - | - | - | - |
| - | 461,897 | - | - | - | 69,317 | 21,703 | - |
| - | 461,897 | 112,096 | 185,765 | 31,562 | 69,317 | 21,703 | 20,855 |
| - | 388,986 | 133,686 | (111,478) | (21,353) | (26,357) | (26,656) | 9,418 |
| - | 260,516 | - | 152,670 | - | - | - | - |
| (256,282) | (471,247) | (1,723,356) | - | - | - | (34,000) | - |
| - | - | 1,710,000 | - | - | - | - | - |
| (256,282) | (210,731) | (13,356) | 152,670 | - | - | (34,000) | - |
| (256,282) | 178,255 | 120,330 | 41,192 | (21,353) | (26,357) | (60,656) | 9,418 |
| 256,282 | 995,721 | (21,071) | 138,007 | 116,253 | 131,341 | 101,537 | 8,813 |
| \$ - | \$ 1,173,976 | \$ 99,259 | \$ 179,199 | \$ 94,900 | \$ 104,984 | \$ 40,881 | \$ 18,231 |

(Continued)

COUNTY OF WOODBURY, IOWA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - (Continued)
Governmental Nonmajor Funds
Year Ended June 30, 2016

| | Special Revenue Funds | | | | |
|--|--|----------------------|----------------------------|-----------------------|-------------------------|
| | Sheriff's Donation Fund | DARE Fund | Case Management | LLEBG Fund | County Fines |
| Revenue: | | | | | |
| Property and other county tax | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | 5,974 | - | - |
| Licenses and permits | - | - | - | - | - |
| Charges for services | - | - | - | - | - |
| Use of money and property | - | - | - | - | - |
| Miscellaneous | 7,121 | - | - | 50,077 | 28,074 |
| Total Revenue | <u>7,121</u> | <u>-</u> | <u>5,974</u> | <u>50,077</u> | <u>28,074</u> |
| Expenditures: | | | | | |
| Current operating: | | | | | |
| Public safety and legal services | 7,409 | - | - | 50,077 | - |
| Mental health | - | - | 282,358 | - | - |
| County environment and education | - | - | - | - | - |
| Non-program services | - | - | - | - | - |
| Capital projects | - | - | - | - | - |
| Total Expenditures | <u>7,409</u> | <u>-</u> | <u>282,358</u> | <u>50,077</u> | <u>-</u> |
| Excess (deficiency) of revenues over expenditures | <u>(288)</u> | <u>-</u> | <u>(276,384)</u> | <u>-</u> | <u>28,074</u> |
| Other financing sources (uses): | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - |
| Issuance of bonds | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balances | (288) | - | (276,384) | - | 28,074 |
| Fund balances - beginning of year | <u>7,307</u> | <u>1,065</u> | <u>808,568</u> | <u>-</u> | <u>12,280</u> |
| Fund balances - end of year | <u>\$ 7,019</u> | <u>\$ 1,065</u> | <u>\$ 532,184</u> | <u>\$ -</u> | <u>\$ 40,354</u> |

| Capital Projects | | | | | | |
|----------------------|------------|--------------|----------|-----------------|----------------|--------------|
| Conservation Reserve | 2011 Flood | Liberty Park | LEC | CF Road Project | Permanent Fund | Total |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,004,421 |
| 260,501 | - | - | - | - | - | 364,076 |
| - | - | - | - | - | - | - |
| 372,534 | - | - | - | - | - | 382,505 |
| 504 | - | - | - | - | 118 | 6,897 |
| 255,252 | - | - | 152,247 | - | - | 640,730 |
| 888,791 | - | - | 152,247 | - | 118 | 2,398,629 |
| - | - | - | - | - | - | 110,430 |
| - | - | - | - | - | - | 282,358 |
| 52,625 | - | - | - | - | - | 238,390 |
| - | - | - | - | - | - | 112,684 |
| 419,723 | - | - | 117,689 | 64,007 | - | 1,154,336 |
| 472,348 | - | - | 117,689 | 64,007 | - | 1,898,198 |
| 416,443 | - | - | 34,558 | (64,007) | 118 | 500,431 |
| - | - | - | - | 147,381 | - | 560,567 |
| (286,227) | (5,986) | (9,130) | - | - | - | (2,786,228) |
| - | - | - | - | - | - | 1,710,000 |
| (286,227) | (5,986) | (9,130) | - | 147,381 | - | (515,661) |
| 130,216 | (5,986) | (9,130) | 34,558 | 83,374 | 118 | (15,230) |
| 403,046 | 5,986 | 9,130 | (29,612) | (83,374) | 35,787 | 3,285,880 |
| \$ 533,262 | \$ - | \$ - | \$ 4,946 | \$ - | \$ 35,905 | \$ 3,270,650 |

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 Agency Funds
 JUNE 30, 2016

| | County Recorder/ Auditor | County Sheriff | Ag Extension Education | County Assessor |
|-------------------------------|--------------------------------|-------------------|------------------------------|--------------------|
| ASSETS | | | | |
| Cash and Pooled Investments | \$ 428,897 | \$ 183,792 | \$ 4,017 | \$ 202,819 |
| Receivables: | | | | |
| Property Tax | - | - | 3,658 | 430 |
| Future Property Tax | - | - | 540,000 | 603,450 |
| Accounts | 4,161 | - | - | - |
| Assessments | - | - | - | - |
| Interest | - | - | - | - |
| Due from Other Governments | - | - | - | - |
| Total Assets | <u>433,058</u> | <u>183,792</u> | <u>547,675</u> | <u>806,699</u> |
| LIABILITIES | | | | |
| Accounts Payable | - | - | - | 3,428 |
| Due to Other Governments | 433,058 | 164,380 | 547,675 | 776,281 |
| Trusts Payable | - | 19,412 | - | - |
| Compensated Absences | - | - | - | 22,938 |
| Salaries and Benefits Payable | - | - | - | 4,052 |
| Total Liabilities | <u>\$ 433,058</u> | <u>\$ 183,792</u> | <u>\$ 547,675</u> | <u>\$ 806,699</u> |

| City Assessor | Schools | Area Schools | Corporations | Townships | City Special Assessments | Auto License-Use Tax |
|---------------------|----------------------|---------------------|----------------------|-------------------|--------------------------|----------------------|
| \$ 535,349 | \$ 438,941 | \$ 22,691 | \$ 333,539 | \$ 6,023 | \$ 33,586 | \$ 2,104,248 |
| 6,097 | 389,606 | 21,865 | 382,309 | 4,606 | - | - |
| 900,000 | 57,511,801 | 3,230,572 | 56,434,593 | 678,640 | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | 2,130,213 | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>1,441,446</u> | <u>58,340,348</u> | <u>3,275,148</u> | <u>57,150,441</u> | <u>689,269</u> | <u>2,163,799</u> | <u>2,104,248</u> |
| 88,484 | - | - | - | - | - | - |
| 1,290,460 | 58,340,348 | 3,275,148 | 57,150,441 | 689,269 | 2,163,799 | 2,104,248 |
| - | - | - | - | - | - | - |
| 11,464 | - | - | - | - | - | - |
| 51,038 | - | - | - | - | - | - |
| <u>\$ 1,441,446</u> | <u>\$ 58,340,348</u> | <u>\$ 3,275,148</u> | <u>\$ 57,150,441</u> | <u>\$ 689,269</u> | <u>\$ 2,163,799</u> | <u>\$ 2,104,248</u> |

(continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION - (Continued)
 Agency Funds
 JUNE 30, 2016

| | EMS Training | Joint Disaster | Bankruptcy | Drainage Districts | Property Tax | Unclaimed Property |
|-------------------------------|------------------|-------------------|-----------------|-----------------------|------------------|-----------------------|
| ASSETS | | | | | | |
| Cash and Pooled Investments | \$ 76,025 | \$ - | \$ 6,018 | \$ 95,142 | \$ 100 | \$ 3,747 |
| Receivables: | | | | | | |
| Property Tax | - | - | - | - | 85 | - |
| Future Property Tax | - | - | - | - | 12,591 | - |
| Accounts | - | - | - | - | - | - |
| Assessments | - | - | - | 18,050 | - | - |
| Accrued Interest | - | - | - | 83 | - | - |
| Due from Other Governments | 8,652 | - | - | - | - | - |
| Total Assets | 84,677 | - | 6,018 | 113,275 | 12,776 | 3,747 |
| LIABILITIES | | | | | | |
| Accounts Payable | - | - | - | - | - | - |
| Due to Other Governments | 84,677 | - | 6,018 | 113,275 | 12,776 | 3,747 |
| Trusts Payable | - | - | - | - | - | - |
| Compensated Absences | - | - | - | - | - | - |
| Salaries and Benefits Payable | - | - | - | - | - | - |
| Total Liabilities | \$ 84,677 | \$ - | \$ 6,018 | \$ 113,275 | \$ 12,776 | \$ 3,747 |

| Condemna- tion | Tax Sale | Emergency 911 | Loan Com Tax | Future Tax Payment | DNR Licenses |
|-------------------|------------------|-------------------|--------------------|-----------------------|------------------|
| \$ 8,922 | \$103,087 | \$ 706,172 | \$ - | \$ 1,254,378 | \$ 31,763 |
| - | - | - | - | - | - |
| - | - | 154,153 | - | - | - |
| - | - | 1,079 | - | - | - |
| - | - | - | - | - | - |
| <u>8,922</u> | <u>103,087</u> | <u>861,404</u> | <u>-</u> | <u>1,254,378</u> | <u>31,763</u> |
| - | - | 68,850 | - | - | - |
| 8,922 | 103,087 | 792,554 | - | 1,254,378 | 31,763 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>\$ 8,922</u> | <u>\$103,087</u> | <u>\$ 861,404</u> | <u>\$ -</u> | <u>\$ 1,254,378</u> | <u>\$ 31,763</u> |

(continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION - (Continued)
 Agency Funds
 JUNE 30, 2016

| | Courthouse Foundation | Recorder Electronic Fees | Flex Benefit | EMA Fund | STAR- COM | Sioux Rivers Regional | Total |
|-------------------------------|--------------------------|--------------------------------|-----------------|------------------|------------------|--------------------------|-----------------------|
| ASSETS | | | | | | | |
| Cash and Pooled Investments | \$ 9,918 | \$ 2,558 | \$ - | \$ 50,406 | \$ 83,807 | \$ 4,652,415 | \$ 11,378,360 |
| Receivables: | | | | | | | |
| Property Tax | - | - | - | - | - | - | 808,676 |
| Future Property Tax | - | - | - | - | - | - | 119,911,647 |
| Accounts | - | - | - | - | 3,600 | 6,358 | 168,272 |
| Assessments | - | - | - | - | - | - | 2,148,263 |
| Accrued Interest | - | - | - | - | - | 712 | 1,874 |
| Due from Other Governments | - | - | - | 2,719 | 969 | - | 12,340 |
| Total Assets | <u>9,918</u> | <u>2,558</u> | <u>-</u> | <u>53,125</u> | <u>88,376</u> | <u>4,659,485</u> | <u>134,429,432</u> |
| LIABILITIES | | | | | | | |
| Accounts Payable | - | - | - | 5,880 | 5,790 | 312,839 | 485,271 |
| Due to Other Governments | 9,918 | 2,558 | - | 47,245 | 82,586 | 4,346,646 | 133,835,257 |
| Trusts Payable | - | - | - | - | - | - | 19,412 |
| Compensated Absences | - | - | - | - | - | - | 34,402 |
| Salaries and Benefits Payable | - | - | - | - | - | - | 55,090 |
| Total Liabilities | <u>\$ 9,918</u> | <u>\$ 2,558</u> | <u>\$ -</u> | <u>\$ 53,125</u> | <u>\$ 88,376</u> | <u>\$ 4,659,485</u> | <u>\$ 134,429,432</u> |

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|---|----------------------------|---------------------|---------------------|-----------------------------|
| County Auditor | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | \$ 430,730 | 10,901,902 | \$ 10,903,735 | \$ 428,897 |
| Accounts Receivable | 3,499 | 4,161 | 3,499 | 4,161 |
| Total Assets | <u>434,229</u> | <u>10,906,063</u> | <u>10,907,234</u> | <u>433,058</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | <u>434,229</u> | <u>10,906,063</u> | <u>10,907,234</u> | <u>433,058</u> |
| Total Liabilities | <u>434,229</u> | <u>10,906,063</u> | <u>10,907,234</u> | <u>433,058</u> |
| County Sheriff | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | <u>888,383</u> | <u>2,036,758</u> | <u>2,741,349</u> | <u>183,792</u> |
| Total Assets | <u>888,383</u> | <u>2,036,758</u> | <u>2,741,349</u> | <u>183,792</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | 693,954 | - | 693,954 | - |
| Due to Other Governments | 169,197 | 1,447,143 | 1,451,960 | 164,380 |
| Trusts Payable | 25,232 | 589,615 | 595,435 | 19,412 |
| Total Liabilities | <u>888,383</u> | <u>2,036,758</u> | <u>2,741,349</u> | <u>183,792</u> |
| Agricultural Extension Education | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 5,503 | 527,621 | 529,107 | 4,017 |
| Property Tax Receivable | 3,520 | 3,658 | 3,520 | 3,658 |
| Future Property Tax Receivable | 519,650 | 540,000 | 519,650 | 540,000 |
| Total Assets | <u>528,673</u> | <u>1,071,279</u> | <u>1,052,277</u> | <u>547,675</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | <u>528,673</u> | <u>1,071,279</u> | <u>1,052,277</u> | <u>547,675</u> |
| Total Liabilities | <u>528,673</u> | <u>1,071,279</u> | <u>1,052,277</u> | <u>547,675</u> |
| County Assessor | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 264,998 | 606,217 | 668,396 | 202,819 |
| Property Tax Receivable | 3,405 | 430 | 3,405 | 430 |
| Future Property Tax Receivable | 502,574 | 603,450 | 502,574 | 603,450 |
| Total Assets | <u>770,977</u> | <u>1,210,097</u> | <u>1,174,375</u> | <u>806,699</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | 3,516 | 3,428 | 3,516 | 3,428 |
| Salaries and Benefits Payable | - | 4,052 | - | 4,052 |
| Due to Other Governments | 747,705 | 1,179,679 | 1,151,103 | 776,281 |
| Compensated Absences | 19,756 | 22,938 | 19,756 | 22,938 |
| Total Liabilities | <u>\$ 770,977</u> | <u>\$ 1,210,097</u> | <u>\$ 1,174,375</u> | <u>\$ 806,699</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|--------------------------------|----------------------------|---------------------|---------------------|-----------------------------|
| City Assessor | | | | |
| Assets | | | | |
| Cash and Pooled Investments | \$ 427,868 | \$ 1,072,512 | \$ 965,031 | \$ 535,349 |
| Property Tax Receivable | 6,737 | 6,097 | 6,737 | 6,097 |
| Future Property Tax Receivable | 994,516 | 900,000 | 994,516 | 900,000 |
| Total Asset | <u>1,429,121</u> | <u>1,978,609</u> | <u>1,966,284</u> | <u>1,441,446</u> |
| Liabilities | | | | |
| Accounts Payable | 131,961 | 88,484 | 131,961 | 88,484 |
| Due to Other Governments | 1,238,753 | 1,827,623 | 1,775,916 | 1,290,460 |
| Compensated Absences | 19,994 | 11,464 | 19,994 | 11,464 |
| Salaries & Benefits Payable | 38,413 | 51,038 | 38,413 | 51,038 |
| Total Liabilities | <u>1,429,121</u> | <u>1,978,609</u> | <u>1,966,284</u> | <u>1,441,446</u> |
| Schools | | | | |
| Assets | | | | |
| Cash and Pooled Investments | 602,767 | 58,260,710 | 58,424,536 | 438,941 |
| Property Tax Receivable | 392,998 | 389,606 | 392,998 | 389,606 |
| Future Property Tax Receivable | 58,011,507 | 57,511,801 | 58,011,507 | 57,511,801 |
| Total Assets | <u>59,007,272</u> | <u>116,162,117</u> | <u>116,829,041</u> | <u>58,340,348</u> |
| Liabilities | | | | |
| Due to Other Governments | <u>59,007,272</u> | <u>116,162,117</u> | <u>116,829,041</u> | <u>58,340,348</u> |
| Total Liabilities | <u>59,007,272</u> | <u>116,162,117</u> | <u>116,829,041</u> | <u>58,340,348</u> |
| Area Schools | | | | |
| Assets | | | | |
| Cash and Pooled Investments | 31,515 | 2,980,789 | 2,989,613 | 22,691 |
| Property Tax Receivable | 19,834 | 21,885 | 19,834 | 21,885 |
| Future Property Tax Receivable | 2,927,747 | 3,230,572 | 2,927,747 | 3,230,572 |
| Total Assets | <u>2,979,096</u> | <u>6,233,246</u> | <u>5,937,194</u> | <u>3,275,148</u> |
| Liabilities | | | | |
| Due to Other Governments | <u>2,979,096</u> | <u>6,233,246</u> | <u>5,937,194</u> | <u>3,275,148</u> |
| Total Liabilities | <u>\$ 2,979,096</u> | <u>\$ 6,233,246</u> | <u>\$ 5,937,194</u> | <u>\$ 3,275,148</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|---------------------------------|----------------------------|----------------------|----------------------|-----------------------------|
| Corporations | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | \$ 943,455 | \$ 60,628,536 | \$ 61,238,452 | \$ 333,539 |
| Property Tax Receivable | 396,875 | 382,309 | 396,875 | 382,309 |
| Future Property Tax Receivable | 58,583,883 | 56,434,593 | 58,583,883 | 56,434,593 |
| Total Assets | <u>59,924,213</u> | <u>117,445,438</u> | <u>120,219,210</u> | <u>57,150,441</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 59,924,213 | 117,445,438 | 120,219,210 | 57,150,441 |
| Total Liabilities | <u>59,924,213</u> | <u>117,445,438</u> | <u>120,219,210</u> | <u>57,150,441</u> |
| Townships | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 8,902 | 688,271 | 691,150 | 6,023 |
| Property Tax Receivable | 4,489 | 4,606 | 4,489 | 4,606 |
| Future Property Tax Receivable | 662,590 | 678,640 | 662,590 | 678,640 |
| Total Assets | <u>675,981</u> | <u>1,371,517</u> | <u>1,358,229</u> | <u>689,269</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 675,981 | 1,371,517 | 1,358,229 | 689,269 |
| Total Liabilities | <u>675,981</u> | <u>1,371,517</u> | <u>1,358,229</u> | <u>689,269</u> |
| City Special Assessments | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 84,648 | 156,799 | 207,861 | 33,586 |
| Assessments Receivable | 2,189,683 | 2,130,213 | 2,189,683 | 2,130,213 |
| Total Assets | <u>2,274,331</u> | <u>2,287,012</u> | <u>2,397,544</u> | <u>2,163,799</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 2,274,331 | 2,287,012 | 2,397,544 | 2,163,799 |
| Total Liabilities | <u>2,274,331</u> | <u>2,287,012</u> | <u>2,397,544</u> | <u>2,163,799</u> |
| Auto License and Use Tax | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 2,264,275 | 27,570,484 | 27,730,511 | 2,104,248 |
| Total Assets | <u>2,264,275</u> | <u>27,570,484</u> | <u>27,730,511</u> | <u>2,104,248</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 2,264,275 | 27,570,484 | 27,730,511 | 2,104,248 |
| Total Liabilities | <u>\$ 2,264,275</u> | <u>\$ 27,570,484</u> | <u>\$ 27,730,511</u> | <u>\$ 2,104,248</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|-------------------------------|----------------------------|-------------------|-------------------|-----------------------------|
| EMS Training | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | \$ 78,158 | \$ 11,379 | \$ 13,512 | \$ 76,025 |
| Accounts Receivable | 57 | - | 57 | - |
| Due from Other Governments | - | 8,652 | - | 8,652 |
| Total Assets | <u>78,215</u> | <u>20,031</u> | <u>13,569</u> | <u>84,677</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 78,215 | 20,031 | 13,569 | 84,677 |
| Total Liabilities | <u>78,215</u> | <u>20,031</u> | <u>13,569</u> | <u>84,677</u> |
| Joint Disaster | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 21,393 | 239 | 21,632 | - |
| Accounts Receivable | 55 | - | 55 | - |
| Due from Other Governments | 43,366 | - | 43,366 | - |
| Total Assets | <u>64,814</u> | <u>239</u> | <u>65,053</u> | <u>-</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | 10,872 | - | 10,872 | - |
| Due to Other Governments | 26,654 | 239 | 26,893 | - |
| Compensated Absences | 20,136 | - | 20,136 | - |
| Salaries and Benefits Payable | 7,152 | - | 7,152 | - |
| Total Liabilities | <u>64,814</u> | <u>239</u> | <u>65,053</u> | <u>-</u> |
| Bankruptcy Fund | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 6,018 | - | - | 6,018 |
| Total Assets | <u>6,018</u> | <u>-</u> | <u>-</u> | <u>6,018</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 6,018 | - | - | 6,018 |
| Total Liabilities | <u>6,018</u> | <u>-</u> | <u>-</u> | <u>6,018</u> |
| Drainage Districts | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 371,818 | 317,352 | 594,028 | 95,142 |
| Assessments Receivable | 292,231 | 18,050 | 292,231 | 18,050 |
| Accrued Interest | 283 | 83 | 283 | 83 |
| Total Assets | <u>664,332</u> | <u>335,485</u> | <u>886,542</u> | <u>113,275</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 664,332 | 335,485 | 886,542 | 113,275 |
| Total Liabilities | <u>\$ 664,332</u> | <u>\$ 335,485</u> | <u>\$ 886,542</u> | <u>\$ 113,275</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|--------------------------------|----------------------------|---------------------|---------------------|-----------------------------|
| Property Tax | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | \$ 92 | \$ 13,151 | \$ 13,143 | \$ 100 |
| Property Tax Receivable | 48 | 85 | 48 | 85 |
| Future Property Tax Receivable | 12,967 | 12,591 | 12,967 | 12,591 |
| Total Assets | <u>13,107</u> | <u>25,827</u> | <u>26,158</u> | <u>12,776</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 13,107 | 25,827 | 26,158 | 12,776 |
| Total Liabilities | <u>13,107</u> | <u>25,827</u> | <u>26,158</u> | <u>12,776</u> |
| Unclaimed Property | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 3,747 | - | - | 3,747 |
| Total Assets | <u>3,747</u> | <u>-</u> | <u>-</u> | <u>3,747</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 3,747 | - | - | 3,747 |
| Total Liabilities | <u>3,747</u> | <u>-</u> | <u>-</u> | <u>3,747</u> |
| Condemnation | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 8,922 | 111,410 | 111,410 | 8,922 |
| Total Assets | <u>8,922</u> | <u>111,410</u> | <u>111,410</u> | <u>8,922</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 8,922 | 111,410 | 111,410 | 8,922 |
| Total Liabilities | <u>8,922</u> | <u>111,410</u> | <u>111,410</u> | <u>8,922</u> |
| Tax Sale | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 52,579 | 1,827,251 | 1,776,743 | 103,087 |
| Total Assets | <u>52,579</u> | <u>1,827,251</u> | <u>1,776,743</u> | <u>103,087</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 52,579 | 1,827,251 | 1,776,743 | 103,087 |
| Total Liabilities | <u>\$ 52,579</u> | <u>\$ 1,827,251</u> | <u>\$ 1,776,743</u> | <u>\$ 103,087</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|-----------------------------|----------------------------|-------------------|-------------------|-----------------------------|
| Emergency 911 | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | \$ 661,173 | \$ 1,350,729 | \$ 1,305,730 | \$ 706,172 |
| Accounts Receivable | 150,411 | 154,153 | 150,411 | 154,153 |
| Accrued Interest | 3,159 | 1,079 | 3,159 | 1,079 |
| Due from Other Governments | 81,788 | - | 81,788 | - |
| Total Assets | <u>896,531</u> | <u>1,505,961</u> | <u>1,541,088</u> | <u>861,404</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | 46,494 | 68,850 | 46,494 | 68,850 |
| Due to Other Governments | 850,037 | 1,437,111 | 1,494,594 | 792,554 |
| Total Liabilities | <u>896,531</u> | <u>1,505,961</u> | <u>1,541,088</u> | <u>861,404</u> |
| Loan Com Tax | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | - | 15,511 | 15,511 | - |
| Total Assets | <u>-</u> | <u>15,511</u> | <u>15,511</u> | <u>-</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | - | 15,511 | 15,511 | - |
| Total Liabilities | <u>-</u> | <u>15,511</u> | <u>15,511</u> | <u>-</u> |
| Future Tax Payment | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 1,161,759 | 1,582,495 | 1,489,876 | 1,254,378 |
| Total Assets | <u>1,161,759</u> | <u>1,582,495</u> | <u>1,489,876</u> | <u>1,254,378</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 1,161,759 | 1,582,495 | 1,489,876 | 1,254,378 |
| Total Liabilities | <u>1,161,759</u> | <u>1,582,495</u> | <u>1,489,876</u> | <u>1,254,378</u> |
| DNR Licenses | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 34,479 | 293,152 | 295,868 | 31,763 |
| Total Assets | <u>34,479</u> | <u>293,152</u> | <u>295,868</u> | <u>31,763</u> |
| <i>Liabilities</i> | | | | |
| Due to Other Governments | 34,479 | 293,152 | 295,868 | 31,763 |
| Total Liabilities | <u>\$ 34,479</u> | <u>\$ 293,152</u> | <u>\$ 295,868</u> | <u>\$ 31,763</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|---------------------------------|----------------------------|-------------------|-------------------|-----------------------------|
| Courthouse Foundation | | | | |
| Assets | | | | |
| Cash and Pooled Investments | \$ 8,768 | \$ 1,150 | \$ - | \$ 9,918 |
| Total Assets | <u>8,768</u> | <u>1,150</u> | <u>-</u> | <u>9,918</u> |
| Liabilities | | | | |
| Due to Other Governments | 8,768 | 1,150 | - | 9,918 |
| Total Liabilities | <u>8,768</u> | <u>1,150</u> | <u>-</u> | <u>9,918</u> |
| Recorder Electronic Fees | | | | |
| Assets | | | | |
| Cash and Pooled Investments | 2,603 | 14,928 | 14,973 | 2,558 |
| Total Assets | <u>2,603</u> | <u>14,928</u> | <u>14,973</u> | <u>2,558</u> |
| Liabilities | | | | |
| Due to Other Governments | 2,603 | 14,928 | 14,973 | 2,558 |
| Total Liabilities | <u>2,603</u> | <u>14,928</u> | <u>14,973</u> | <u>2,558</u> |
| Flex Benefit Program | | | | |
| Assets | | | | |
| Cash and Pooled Investments | - | 255,906 | 255,906 | - |
| Total Assets | <u>-</u> | <u>255,906</u> | <u>255,906</u> | <u>-</u> |
| Liabilities | | | | |
| Due to Other Governments | - | 255,906 | 255,906 | - |
| Total Liabilities | <u>-</u> | <u>255,906</u> | <u>255,906</u> | <u>-</u> |
| EMA Fund | | | | |
| Assets | | | | |
| Cash and Pooled Investments | 51,198 | 124,336 | 125,128 | 50,406 |
| Due from Other Governments | - | 2,719 | - | 2,719 |
| Total Assets | <u>51,198</u> | <u>127,055</u> | <u>125,128</u> | <u>53,125</u> |
| Liabilities | | | | |
| Accounts Payable | 35,826 | 5,880 | 35,826 | 5,880 |
| Due to Other Governments | 15,372 | 121,175 | 89,302 | 47,245 |
| Total Liabilities | <u>\$ 51,198</u> | <u>\$ 127,055</u> | <u>\$ 125,128</u> | <u>\$ 53,125</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - (Continued)
 Agency Funds
 Year Ended June 30, 2017

| | Balance July 1, 2016 | Addi- tions | Deduc- tions | Balance June 30, 2017 |
|-------------------------------|----------------------------|-----------------------|-----------------------|-----------------------------|
| STARCOM | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | \$ 235,931 | \$ 608,086 | \$ 760,210 | \$ 83,807 |
| Accounts Receivable | - | 3,600 | - | 3,600 |
| Due From Other Governments | - | 969 | - | 969 |
| Total Assets | <u>235,931</u> | <u>612,655</u> | <u>760,210</u> | <u>88,376</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | - | 5,790 | - | 5,790 |
| Due to Other Governments | 235,931 | 606,865 | 760,210 | 82,586 |
| Total Liabilities | <u>235,931</u> | <u>612,655</u> | <u>760,210</u> | <u>88,376</u> |
| Sioux Rivers Regional | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 6,897,736 | 3,525,314 | 5,770,635 | 4,652,415 |
| Accounts Receivable | - | 6,358 | - | 6,358 |
| Accrued Interest Receivable | - | 712 | - | 712 |
| Total Assets | <u>6,897,736</u> | <u>3,532,384</u> | <u>5,770,635</u> | <u>4,659,485</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | 412,109 | 312,839 | 412,109 | 312,839 |
| Due to Other Governments | 6,485,627 | 3,219,545 | 5,358,526 | 4,346,646 |
| Total Liabilities | <u>6,897,736</u> | <u>3,532,384</u> | <u>5,770,635</u> | <u>4,659,485</u> |
| Total All Agency Funds | | | | |
| <i>Assets</i> | | | | |
| Cash and Pooled Investments | 15,549,418 | 175,482,988 | 179,654,046 | 11,378,360 |
| Receivables: | | | | |
| Property Tax | 827,906 | 808,676 | 827,906 | 808,676 |
| Future Property Tax | 122,215,434 | 119,911,647 | 122,215,434 | 119,911,647 |
| Accounts | 154,022 | 168,272 | 154,022 | 168,272 |
| Assessments | 2,481,914 | 2,148,263 | 2,481,914 | 2,148,263 |
| Interest | 3,442 | 1,874 | 3,442 | 1,874 |
| Due from Other Governments | 125,154 | 12,340 | 125,154 | 12,340 |
| Total Assets | <u>141,357,290</u> | <u>298,534,060</u> | <u>305,461,918</u> | <u>134,429,432</u> |
| <i>Liabilities</i> | | | | |
| Accounts Payable | 1,334,732 | 485,271 | 1,334,732 | 485,271 |
| Due to Other Governments | 139,891,875 | 297,368,532 | 303,426,300 | 133,835,257 |
| Trusts Payable | 25,232 | 590,765 | 595,435 | 19,412 |
| Compensated Absences | 59,886 | 34,402 | 59,886 | 34,402 |
| Salaries and Benefits Payable | 45,565 | 55,090 | 45,565 | 55,090 |
| Total Liabilities | <u>\$ 141,357,290</u> | <u>\$ 298,534,060</u> | <u>\$ 305,461,918</u> | <u>\$ 134,429,432</u> |

COUNTY OF WOODBURY, IOWA
STATEMENT OF NET POSITION
Component Unit
June 30, 2017

ASSETS

| | |
|-----------------------------|------------------|
| Cash and Pooled Investments | \$ 927,550 |
| Receivables: | |
| Accounts | 496 |
| Due from Other Governments | 336,395 |
| Capital Assets | 587,454 |
| Total Assets | <u>1,851,895</u> |

DEFERRED OUTFLOWS OF RESOURCES

| | |
|-----------------------------------|----------------|
| Pension Related Deferred Outflows | <u>749,385</u> |
|-----------------------------------|----------------|

LIABILITIES

| | |
|-------------------------------|------------------|
| Accounts Payable | 114,882 |
| Salaries and Benefits Payable | 55,440 |
| Compensated Absences | 155,223 |
| Net Pension Liability | 2,197,526 |
| Total Liabilities | <u>2,523,071</u> |

DEFERRED INFLOWS OF RESOURCES

| | |
|----------------------------------|---------------|
| Pension Related Deferred Inflows | <u>63,810</u> |
|----------------------------------|---------------|

NET POSITION

| | |
|----------------------------------|------------------|
| Net Investment in Capital Assets | 587,454 |
| Unrestricted | (573,055) |
| Total Net Position | <u>\$ 14,399</u> |

COUNTY OF WOODBURY, IOWA
STATEMENT OF ACTIVITIES
Component Unit
For the Year Ended June 30, 2017

| | |
|---------------------------------|-------------------------|
| Operating revenues: | |
| Intergovernmental | \$ 2,064,299 |
| Charges for Services | 3,197,346 |
| Total operating revenue | <u>5,261,645</u> |
| Operating expenses: | |
| Personal and Family Health | 2,998,830 |
| Sanitarian | 1,176,677 |
| Administration | 1,026,008 |
| Elderly Services | 244,942 |
| Total operating expenses | <u>5,446,457</u> |
| Change in net position | (184,812) |
| Net position - beginning | <u>199,211</u> |
| Net position - ending | <u><u>\$ 14,399</u></u> |

COUNTY OF WOODBURY, IOWA
 Schedule of Revenues By Source and Expenditures By Function - All Governmental Funds
 For the Last Ten Years

| | Modified Accrual Basis of Accounting | | | |
|--------------------------------------|--------------------------------------|----------------------|----------------------|----------------------|
| | 2017 | 2016 | 2015 | 2014 |
| Revenue: | | | | |
| Property and other county tax | \$ 34,415,091 | \$ 32,749,951 | \$ 32,673,831 | \$ 31,472,466 |
| Interest and penalty on property tax | 301,574 | 416,723 | 291,042 | 322,128 |
| Intergovernmental | 11,172,367 | 12,458,075 | 11,845,413 | 11,407,758 |
| Licenses and permits | 158,370 | 171,610 | 90,665 | 318,706 |
| Charges for services | 2,792,360 | 2,880,349 | 2,815,597 | 2,485,951 |
| Use of money and property | 385,476 | 338,111 | 312,825 | 336,862 |
| Miscellaneous | 1,306,130 | 768,610 | 898,443 | 326,412 |
| Total Revenue | \$ 50,531,368 | \$ 49,783,429 | \$ 48,927,816 | \$ 46,670,283 |
| Expenditures: | | | | |
| Current operating: | | | | |
| Public safety and legal services | \$ 16,407,944 | \$ 15,640,534 | \$ 14,559,593 | \$ 13,780,172 |
| Physical health and social services | 4,969,510 | 4,929,852 | 5,232,465 | 5,340,721 |
| Mental health | 3,245,075 | 6,432,508 | 4,770,189 | 4,986,282 |
| County environment and education | 2,552,551 | 2,450,456 | 2,418,954 | 2,329,159 |
| Roads and transportation | 8,469,376 | 8,559,648 | 7,670,684 | 7,091,498 |
| Government services to residents | 2,489,134 | 2,236,894 | 2,206,919 | 2,296,384 |
| Administration | 6,561,319 | 6,653,109 | 6,923,158 | 6,257,145 |
| Non-program services | 149,783 | 306,953 | 94,219 | 65,308 |
| Capital projects | 7,065,012 | 6,172,975 | 5,828,429 | 2,098,346 |
| Debt service | 1,357,034 | 1,042,719 | 1,096,412 | 1,030,292 |
| Total | \$ 53,266,738 | \$ 54,425,648 | \$ 50,801,022 | \$ 45,275,307 |

| Modified Accrual Basis of Accounting | | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| 2013 | 2012 | 2011 | 2010 | 2009 | 2008 |
| \$ 30,389,155 | \$ 29,947,111 | \$ 29,539,286 | \$ 28,508,273 | \$ 27,610,474 | \$ 26,875,640 |
| 387,749 | 442,156 | 477,937 | 453,824 | 369,415 | 322,586 |
| 10,482,358 | 19,082,508 | 18,496,993 | 16,868,531 | 13,870,875 | 18,035,704 |
| 165,542 | 117,868 | 87,446 | 63,925 | 46,128 | 45,565 |
| 2,486,205 | 2,001,966 | 2,002,209 | 1,797,109 | 1,822,055 | 1,914,414 |
| 360,390 | 565,199 | 536,734 | 787,138 | 958,389 | 1,444,784 |
| 397,917 | 998,261 | 270,006 | 603,418 | 273,820 | 397,847 |
| \$ 44,669,316 | \$ 53,155,069 | \$ 51,410,611 | \$ 49,082,218 | \$ 44,951,156 | \$ 49,036,540 |

| | | | | | |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ 13,262,942 | \$ 12,765,876 | \$ 13,114,681 | \$ 12,840,483 | \$ 11,997,005 | \$ 11,743,792 |
| 5,087,441 | 5,220,415 | 5,556,232 | 5,713,798 | 5,118,684 | 4,919,034 |
| 5,377,835 | 12,548,277 | 11,469,912 | 11,464,519 | 11,880,190 | 11,442,958 |
| 2,170,038 | 2,306,970 | 2,098,655 | 1,928,628 | 2,091,582 | 1,914,243 |
| 6,900,631 | 7,220,755 | 6,816,065 | 7,623,252 | 7,459,078 | 7,182,680 |
| 2,109,737 | 1,921,758 | 2,006,138 | 1,995,878 | 2,093,875 | 1,825,833 |
| 5,858,174 | 6,152,161 | 6,119,397 | 6,006,258 | 6,230,772 | 6,072,630 |
| 5,755 | 61,212 | 44,127 | 13,225 | 115,150 | 12,828 |
| 2,450,738 | 2,195,246 | 3,239,268 | 2,400,326 | 3,323,641 | 2,649,197 |
| 1,014,027 | 832,005 | 904,292 | 793,611 | 638,163 | 623,808 |
| \$ 44,237,318 | \$ 51,224,675 | \$ 51,368,767 | \$ 50,779,978 | \$ 50,948,140 | \$ 48,387,003 |

WOODBURY COUNTY STATISTICAL SECTION

This part of Woodbury County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

| Contents: | Pages |
|---|---------|
| Financial Trends | 88-95 |
| <p style="padding-left: 40px;">These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</p> | |
| Revenue Capacity | 96-106 |
| <p style="padding-left: 40px;">These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</p> | |
| Debt Capacity | 107-109 |
| <p style="padding-left: 40px;">These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</p> | |
| Demographic and Economic Information | 110-111 |
| <p style="padding-left: 40px;">These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</p> | |
| Operating Information | 112-114 |
| <p style="padding-left: 40px;">These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</p> | |

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual reports for the relevant year.

COUNTY OF WOODBURY, IOWA

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

| | Fiscal Year | | | | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 |
| Governmental Activities/Primary Government | | | | | | |
| Net investment in capital assets | \$ 66,831,770 | \$ 68,605,709 | \$ 71,709,296 | \$ 73,097,971 | \$ 73,691,289 | \$ 75,921,321 |
| Restricted | 250,725 | 4,768,768 | 4,511,397 | 5,626,716 | 6,771,505 | 7,894,518 |
| Unrestricted | 17,269,334 | 5,474,674 | 5,595,674 | 5,703,732 | 6,182,388 | 5,274,341 |
| Total governmental activities net position | <u>\$ 84,351,829</u> | <u>\$ 78,849,151</u> | <u>\$ 81,816,367</u> | <u>\$ 84,428,419</u> | <u>\$ 86,645,182</u> | <u>\$ 89,090,180</u> |

| Fiscal Year | | | |
|----------------------|----------------------|----------------------|----------------------|
| 2014 | 2015 | 2016 | 2017 |
| \$ 76,711,423 | \$ 80,782,713 | \$ 84,342,560 | \$ 84,998,299 |
| 9,392,882 | 10,389,245 | 9,362,825 | 13,267,140 |
| 5,756,036 | (4,437,733) | (5,985,282) | (4,568,263) |
| <u>\$ 91,860,341</u> | <u>\$ 86,734,225</u> | <u>\$ 87,720,103</u> | <u>\$ 93,697,176</u> |

COUNTY OF WOODBURY, IOWA
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| Expenses | | | | | | | | | | |
| Governmental activities/Primary Government: | | | | | | | | | | |
| Public safety and legal services | \$ 12,405,587 | \$ 13,209,728 | \$ 13,288,587 | \$ 13,242,400 | \$ 13,439,260 | \$ 13,873,695 | \$ 14,651,310 | \$ 14,274,868 | \$ 15,979,773 | \$ 15,937,091 |
| Physical health and social services | 5,129,237 | 4,771,201 | 5,576,663 | 5,659,993 | 5,538,875 | 5,458,168 | 5,602,501 | 5,261,156 | 5,012,306 | 4,707,769 |
| Mental health | 11,455,761 | 11,926,058 | 11,459,967 | 11,472,092 | 12,584,414 | 5,424,645 | 5,022,988 | 4,718,256 | 6,407,719 | 3,228,288 |
| County environment and education | 2,136,056 | 2,865,510 | 2,651,153 | 2,307,664 | 2,753,584 | 2,647,882 | 2,455,848 | 2,544,491 | 2,726,732 | 2,710,079 |
| Roads and transportation | 8,716,163 | 9,232,855 | 9,041,717 | 8,328,455 | 8,595,225 | 8,732,207 | 7,127,352 | 10,369,393 | 10,655,266 | 11,272,637 |
| Government services to residents | 1,939,748 | 2,241,923 | 2,069,307 | 2,074,133 | 2,061,796 | 2,302,513 | 2,312,067 | 2,084,370 | 2,293,491 | 2,385,007 |
| Administration | 6,112,601 | 6,727,046 | 6,355,681 | 6,920,245 | 6,899,200 | 6,460,236 | 6,326,272 | 6,829,860 | 6,604,219 | 7,002,473 |
| Non-program | 12,828 | 323,899 | 13,225 | 44,127 | 61,212 | 5,755 | 65,308 | 94,219 | 306,953 | 149,783 |
| Unallocated depreciation expense | 255,097 | 283,557 | 278,906 | 276,979 | 284,488 | 271,020 | 307,410 | 281,160 | 675,571 | 73,761 |
| Interest on long-term debt | 69,244 | 71,757 | 81,749 | 86,562 | 70,892 | 56,063 | 51,103 | 51,550 | 53,510 | 91,606 |
| Total governmental activities expenses | \$ 48,232,322 | \$ 51,653,534 | \$ 50,816,955 | \$ 50,412,650 | \$ 52,288,946 | \$ 45,232,184 | \$ 43,922,159 | \$ 46,509,323 | \$ 50,715,540 | \$ 47,558,494 |
| Program Revenues | | | | | | | | | | |
| Governmental activities/Primary Government: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Public safety and legal services | \$ 1,377,320 | \$ 1,361,139 | \$ 1,174,155 | \$ 1,518,821 | \$ 1,550,585 | \$ 1,490,155 | \$ 1,525,028 | \$ 1,468,127 | \$ 2,172,108 | \$ 1,552,721 |
| Mental health | 152,540 | 20,306 | 459,300 | 22,203 | 781,057 | 98,657 | 6,339 | 6,600 | 3,363 | - |
| County environment and education | 286,266 | 307,512 | 381,566 | 281,702 | 366,639 | 430,478 | 405,958 | 432,497 | 391,506 | 479,562 |
| Roads and transportation | 126,953 | 159,226 | 53,895 | 38,455 | 68,465 | 52,558 | 316,500 | 318,286 | 162,239 | 75,945 |
| Government services to residents | 1,294,399 | 1,197,842 | 1,307,035 | 1,305,306 | 1,408,525 | 1,473,658 | 1,457,996 | 1,374,156 | 1,496,864 | 1,420,756 |
| Administration | 184,360 | 202,191 | 142,565 | 150,923 | 159,726 | 159,223 | 70,432 | 76,974 | 65,768 | 75,185 |
| Operating grants & contributions | 15,151,555 | 11,254,797 | 14,554,073 | 15,623,930 | 16,237,693 | 8,256,514 | 9,115,922 | 8,297,523 | 7,612,430 | 7,335,977 |
| Capital grants & contributions | 2,182,286 | 1,854,764 | 5,112,246 | 2,402,380 | 2,070,307 | 3,580,717 | 265,322 | 3,465,452 | 2,913,773 | 3,850,569 |
| Total governmental activities program revenues | 20,735,679 | 16,357,777 | 23,184,835 | 21,343,720 | 22,642,997 | 15,541,960 | 13,163,497 | 15,439,615 | 14,818,051 | 14,790,715 |
| Net (Expense)/Revenue | | | | | | | | | | |
| Governmental activities/Primary Government: | \$ (27,496,643) | \$ (35,295,757) | \$ (27,632,120) | \$ (29,068,930) | \$ (29,645,949) | \$ (29,690,224) | \$ (30,758,662) | \$ (31,069,708) | \$ (35,897,489) | \$ (32,767,779) |

General Revenues and Other Changes in Net Position

Governmental activities/Primary Government:

| | | | | | | | | | | |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Property taxes | \$ 24,414,792 | \$ 25,142,207 | \$ 25,854,925 | \$ 27,035,058 | \$ 27,367,781 | \$ 27,732,838 | \$ 28,779,240 | \$ 30,259,871 | \$ 29,312,009 | \$ 31,001,462 |
| Interest and penalties on taxes | 322,586 | 369,415 | 453,824 | 477,937 | 442,156 | 367,749 | 322,128 | 291,042 | 416,723 | 301,574 |
| Slate tax credits | 862,309 | 843,712 | 824,711 | 770,892 | 741,844 | 889,069 | 1,086,860 | 1,839,520 | 2,511,818 | 2,532,881 |
| Local option sales tax | 2,094,563 | 2,188,654 | 2,208,664 | 2,209,936 | 2,218,037 | 2,352,566 | 2,536,358 | 2,561,007 | 2,886,486 | 2,728,684 |
| Gambling taxes | 362,690 | 333,810 | 388,660 | 337,129 | 367,596 | 331,216 | 184,325 | 394,111 | 523,316 | 450,330 |
| Unrestricted intergovernmental revenues | 40,524 | 30,379 | 28,132 | 21,207 | 39,861 | 19,168 | 18,728 | 18,094 | 25,292 | 264,907 |
| Unrestricted investment earnings | 1,183,062 | 661,319 | 455,761 | 218,545 | 144,466 | 117,611 | 211,759 | 214,707 | 212,945 | 281,026 |
| Gain on sale of assets | - | 12,400 | - | - | - | - | 927 | - | - | - |
| Miscellaneous | 225,541 | 211,183 | 384,659 | 172,118 | 290,971 | 305,005 | 388,498 | 489,880 | 934,778 | 1,183,988 |

Total governmental activities/

| | | | | | | | | | | |
|--------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Primary Government | \$ 29,506,067 | \$ 29,793,079 | \$ 30,599,336 | \$ 31,242,822 | \$ 31,862,712 | \$ 32,135,222 | \$ 33,528,823 | \$ 36,068,232 | \$ 36,883,367 | \$ 38,744,852 |
|--------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|

Change in Net Position

| | | | | | | | | | | |
|--|--------------|----------------|--------------|--------------|--------------|--------------|--------------|--------------|------------|--------------|
| Government activities/Primary Government | \$ 2,009,424 | \$ (5,502,678) | \$ 2,967,216 | \$ 2,173,892 | \$ 2,216,763 | \$ 2,444,998 | \$ 2,770,161 | \$ 4,998,524 | \$ 985,878 | \$ 5,977,073 |
|--|--------------|----------------|--------------|--------------|--------------|--------------|--------------|--------------|------------|--------------|

COUNTY OF WOODBURY, IOWA
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | |
|---|----------------------|----------------------|----------------------|----------------------|
| | 2008 | 2009 | 2010 | 2011 |
| General Fund | | | | |
| Unreserved | \$ 7,157,033 | \$ 5,792,146 | \$ 5,356,318 | \$ - |
| Restricted ¹ | - | - | - | 727,651 |
| Assigned ¹ | - | - | - | 299,539 |
| Unassigned ¹ | - | - | - | 4,541,917 |
| Total General Fund | \$ 7,157,033 | \$ 5,792,146 | \$ 5,356,318 | \$ 5,569,107 |
| | | | | |
| All Other Governmental Funds | | | | |
| Reserved | \$ 1,252,431 | \$ 1,433,346 | \$ 1,192,320 | \$ - |
| Unreserved for: | | | | |
| Special Revenue | 7,916,794 | 3,336,696 | 3,743,034 | - |
| Capital Projects | 278,535 | 45,279 | 18,798 | - |
| Permanent Fund | 36,125 | 36,467 | 35,704 | - |
| Nonspendable ¹ | - | - | - | 1,181,075 |
| Restricted ¹ | - | - | - | 4,058,441 |
| Committed ¹ | - | - | - | 148,752 |
| Assigned ¹ | - | - | - | 630,643 |
| Unassigned ¹ | - | - | - | - |
| Total All Other Governmental Funds | \$ 9,483,885 | \$ 4,851,788 | \$ 4,989,856 | \$ 6,018,911 |
| | | | | |
| Total Governmental Funds | | | | |
| Reserved | \$ 1,252,431 | \$ 1,433,346 | \$ 1,192,320 | \$ - |
| Unreserved for: | | | | |
| General Fund | 7,157,033 | 5,792,146 | 5,356,318 | - |
| Special Revenue | 7,916,794 | 3,336,696 | 3,743,034 | - |
| Capital Projects | 278,535 | 45,279 | 18,798 | - |
| Permanent Fund | 36,125 | 36,467 | 35,704 | - |
| Nonspendable ¹ | - | - | - | 1,181,075 |
| Restricted ¹ | - | - | - | 4,786,092 |
| Committed ¹ | - | - | - | 148,752 |
| Assigned ¹ | - | - | - | 930,182 |
| Unassigned ¹ | - | - | - | 4,541,917 |
| Total Governmental Funds | \$ 16,640,918 | \$ 10,643,934 | \$ 10,346,174 | \$ 11,588,018 |

(1) The City implemented GASB 54 in fiscal 2011, which changed fund balance classifications for periods beginning after June 15, 2010.

| Fiscal Year | | | | | |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 1,040,292 | 1,140,809 | 853,148 | 817,790 | 942,349 | 942,349 |
| 299,539 | 134,153 | 92,505 | 98,299 | 58,216 | 58,216 |
| 6,141,533 | 6,123,045 | 5,473,730 | 4,923,363 | 4,325,056 | 4,217,517 |
| <u>\$ 7,481,364</u> | <u>\$ 7,398,007</u> | <u>\$ 6,419,383</u> | <u>\$ 5,839,452</u> | <u>\$ 5,325,621</u> | <u>\$ 5,218,082</u> |

| | | | | | |
|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 1,328,568 | 1,381,446 | 1,914,988 | 1,589,577 | 1,295,928 | 1,471,392 |
| 4,677,194 | 6,273,585 | 6,981,564 | 8,496,485 | 7,342,672 | 7,439,867 |
| 200,234 | 359,311 | 216,406 | 314,196 | 199,029 | 198,838 |
| 560,052 | 635,061 | 2,992,727 | 2,189,477 | 1,596,481 | 4,989,529 |
| - | - | (41,969) | (54,294) | (134,057) | - |
| <u>\$ 6,766,048</u> | <u>\$ 8,649,403</u> | <u>\$ 12,063,716</u> | <u>\$ 12,535,441</u> | <u>\$ 10,300,053</u> | <u>\$ 14,099,626</u> |

| | | | | | |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 1,328,568 | 1,381,446 | 1,914,988 | 1,589,577 | 1,295,928 | 1,471,392 |
| 5,717,486 | 7,414,394 | 7,834,712 | 9,314,275 | 8,285,021 | 8,382,216 |
| 200,234 | 359,311 | 216,406 | 314,196 | 199,029 | 198,838 |
| 859,591 | 769,214 | 3,085,232 | 2,287,776 | 1,654,697 | 5,047,745 |
| 6,141,533 | 6,123,045 | 5,431,761 | 4,869,069 | 4,190,999 | 4,217,517 |
| <u>\$ 14,247,412</u> | <u>\$ 16,047,410</u> | <u>\$ 18,483,099</u> | <u>\$ 18,374,893</u> | <u>\$ 15,625,674</u> | <u>\$ 19,317,708</u> |

COUNTY OF WOODBURY, IOWA
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | Fiscal Year | | | |
|--|---------------------|-----------------------|---------------------|---------------------|
| | 2008 | 2009 | 2010 | 2011 |
| Revenues | | | | |
| Property and other county tax | \$ 25,199,990 | \$ 27,610,474 | \$ 28,508,273 | \$ 29,539,286 |
| Interest and Penalties on property tax | 322,586 | 369,415 | 453,824 | 477,937 |
| Intergovernmental | 19,711,354 | 13,870,875 | 16,868,531 | 18,496,993 |
| Licenses and permits | 45,565 | 46,128 | 63,925 | 87,446 |
| Charges for services | 1,914,414 | 1,822,055 | 1,797,109 | 2,002,209 |
| Use of money and property | 1,444,784 | 958,389 | 787,138 | 536,734 |
| Miscellaneous | 397,847 | 273,820 | 603,418 | 270,006 |
| Total Revenue | 49,036,540 | 44,951,156 | 49,082,218 | 51,410,611 |
| Expenditures | | | | |
| Public safety and legal services | 11,743,792 | 11,997,005 | 12,840,483 | 13,114,681 |
| Physical health and social services | 4,919,034 | 5,118,684 | 5,713,798 | 5,556,232 |
| Mental health | 11,442,958 | 11,880,190 | 11,464,519 | 11,469,912 |
| County environment and education | 1,914,243 | 2,091,582 | 1,928,628 | 2,098,655 |
| Roads and transportation | 7,182,680 | 7,459,078 | 7,623,252 | 6,816,065 |
| Government services to residents | 1,825,833 | 2,093,875 | 1,995,878 | 2,006,138 |
| Administration | 6,072,630 | 6,001,772 | 6,006,258 | 6,119,397 |
| Non-program | 12,828 | 344,150 | 13,225 | 44,127 |
| Capital projects | 2,649,197 | 3,323,641 | 2,400,326 | 3,239,268 |
| Debt service: | | | | |
| Principal | 560,000 | 560,000 | 713,000 | 818,000 |
| Interest | 63,808 | 78,163 | 80,611 | 86,292 |
| Total expenditures | 48,387,003 | 50,948,140 | 50,779,978 | 51,368,767 |
| Excess of revenues over (under) expenditures | 649,537 | (5,996,984) | (1,697,760) | 41,844 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from issuance of bonds | 800,000 | - | 1,400,000 | 1,200,000 |
| Proceeds from sale of capital assets | - | - | - | - |
| Transfers in | 949,365 | 1,567,852 | 1,184,163 | 1,523,639 |
| Transfers out | (949,365) | (1,567,852) | (1,184,163) | (1,523,639) |
| Total other financing sources (uses) | 800,000 | - | 1,400,000 | 1,200,000 |
| Net change in fund balance | \$ 1,449,537 | \$ (5,996,984) | \$ (297,760) | \$ 1,241,844 |
| Debt services as a percentage of noncapital expenditures | 1.36% | 1.38% | 1.72% | 2.05% |

Fiscal Year

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|----|--------------------|---------------------|---------------------|---------------------|-----------------------|---------------------|
| \$ | 29,947,111 | \$ 30,389,155 | \$ 31,472,466 | \$ 32,673,831 | \$ 32,749,951 | \$ 34,415,091 |
| | 442,156 | 387,749 | 322,128 | 291,042 | 416,723 | 301,574 |
| | 19,082,508 | 10,482,358 | 11,407,758 | 11,845,413 | 12,458,075 | 11,172,367 |
| | 101,683 | 165,542 | 318,706 | 90,665 | 171,610 | 158,370 |
| | 2,018,151 | 2,486,205 | 2,485,951 | 2,815,597 | 2,880,349 | 2,792,360 |
| | 565,199 | 360,390 | 336,862 | 312,825 | 338,111 | 385,476 |
| | 998,261 | 397,917 | 326,412 | 898,443 | 768,610 | 1,306,130 |
| | <u>53,155,069</u> | <u>44,669,316</u> | <u>46,670,283</u> | <u>48,927,816</u> | <u>49,783,429</u> | <u>50,531,368</u> |
| | 12,765,876 | 13,262,942 | 13,780,172 | 14,559,593 | 15,640,534 | 16,407,944 |
| | 5,220,415 | 5,087,441 | 5,340,721 | 5,232,465 | 4,929,852 | 4,969,510 |
| | 12,548,277 | 5,377,835 | 4,986,282 | 4,770,189 | 6,432,508 | 3,245,075 |
| | 2,306,970 | 2,170,038 | 2,329,159 | 2,418,954 | 2,450,456 | 2,552,551 |
| | 7,220,755 | 6,900,631 | 7,091,498 | 7,670,684 | 8,559,648 | 8,469,376 |
| | 1,921,758 | 2,109,737 | 2,296,384 | 2,206,919 | 2,236,894 | 2,489,134 |
| | 6,152,161 | 5,858,174 | 6,257,145 | 6,923,158 | 6,653,109 | 6,561,319 |
| | 61,212 | 5,755 | 65,308 | 94,219 | 306,953 | 149,783 |
| | 2,195,246 | 2,450,738 | 2,098,346 | 5,828,429 | 6,172,975 | 7,065,012 |
| | 760,000 | 957,600 | 978,600 | 1,045,600 | 989,600 | 1,273,200 |
| | 72,005 | 56,427 | 51,692 | 50,812 | 53,119 | 83,834 |
| | <u>51,224,675</u> | <u>44,237,318</u> | <u>45,275,307</u> | <u>50,801,022</u> | <u>54,425,648</u> | <u>53,266,738</u> |
| | <u>1,930,394</u> | <u>431,998</u> | <u>1,394,976</u> | <u>(1,873,206)</u> | <u>(4,642,219)</u> | <u>(2,735,370)</u> |
| | 479,000 | 1,368,000 | 845,000 | 1,765,000 | 1,893,000 | 6,427,404 |
| | 250,000 | - | 195,713 | - | - | - |
| | 1,413,545 | 1,888,141 | 3,353,737 | 3,774,097 | 3,214,702 | 5,016,254 |
| | <u>(1,413,545)</u> | <u>(1,888,141)</u> | <u>(3,353,737)</u> | <u>(3,774,097)</u> | <u>(3,214,702)</u> | <u>(5,016,254)</u> |
| | <u>729,000</u> | <u>1,368,000</u> | <u>1,040,713</u> | <u>1,765,000</u> | <u>1,893,000</u> | <u>6,427,404</u> |
| \$ | <u>2,659,394</u> | <u>\$ 1,799,998</u> | <u>\$ 2,435,689</u> | <u>\$ (108,206)</u> | <u>\$ (2,749,219)</u> | <u>\$ 3,692,034</u> |
| | 1.78% | 1.76% | 2.60% | 2.43% | 2.14% | 2.81% |

COUNTY OF WOODBURY, IOWA
Assessed and Taxable Value of Taxable Property
Last Ten Fiscal Years

| Fiscal Year | Real Property | | Utililties | | Total | |
|-------------|------------------|--------------------|----------------|--------------------|------------------|--------------------|
| | Taxable Value | Assessed Value (1) | Taxable Value | Assessed Value (1) | Taxable Value | Assessed Value (1) |
| 2007-08 | \$ 2,577,315,629 | \$ 4,086,633,915 | \$ 381,413,580 | \$ 477,559,574 | \$ 2,958,729,209 | \$ 4,564,193,489 |
| 2008-09 | 2,660,928,942 | 4,306,186,579 | 388,595,266 | 459,014,024 | 3,049,524,208 | 4,765,200,603 |
| 2009-10 | 2,961,438,514 | 4,689,509,850 | 399,352,805 | 553,806,126 | 3,360,791,319 | 5,243,315,976 |
| 2010-11 | 2,872,696,540 | 4,943,621,027 | 381,461,410 | 530,629,809 | 3,254,157,950 | 5,474,250,836 |
| 2011-12 | 2,961,106,382 | 5,054,422,652 | 399,352,805 | 553,806,126 | 3,360,459,187 | 5,608,228,778 |
| 2012-13 | 3,145,106,586 | 4,958,071,259 | 406,461,262 | 595,516,784 | 3,551,567,848 | 5,553,588,043 |
| 2013-14 | 3,149,486,517 | 4,948,411,463 | 406,461,262 | 595,516,784 | 3,555,947,779 | 5,543,928,247 |
| 2014-15 | 3,189,060,588 | 5,318,889,437 | 392,762,194 | 513,723,610 | 3,581,822,782 | 5,832,613,047 |
| 2015-16 | 3,233,464,947 | 5,368,714,861 | 406,425,697 | 703,929,399 | 3,639,890,644 | 6,072,644,260 |
| 2016-17 | \$ 3,494,108,581 | \$ 5,736,093,532 | \$ 431,322,449 | \$ 745,779,946 | \$ 3,925,431,030 | \$ 6,481,873,470 |

(1) Assessed value equals estimated actual value.

Source: Woodbury County Auditor's Office

| General Rate | Direct Tax Rate | | | Total Direct Tax Rate | Ratio of Taxable to Assessed Value | Tax Increment Financing District Values |
|--------------|-------------------|------------|-------------------|-----------------------|------------------------------------|---|
| | General Supp Rate | MH-DD Rate | Debt Service Rate | | | |
| \$ 3.500 | \$ 3.136 | \$ 1.205 | \$ 0.163 | \$ 8.004 | 64.8% | \$ 316,224,453 |
| 3.500 | 3.129 | 1.162 | 0.161 | 7.952 | 64.0% | 308,476,152 |
| 3.500 | 3.158 | 1.123 | 0.152 | 7.933 | 64.1% | 278,298,220 |
| 3.500 | 3.193 | 1.083 | 0.209 | 7.985 | 59.4% | 285,049,698 |
| 3.500 | 3.004 | 1.050 | 0.183 | 7.737 | 59.9% | 270,161,572 |
| 3.500 | 2.703 | 1.005 | 0.242 | 7.450 | 64.0% | 416,137,221 |
| 3.500 | 2.674 | 1.002 | 0.221 | 7.397 | 64.1% | 378,587,474 |
| 3.500 | 3.126 | 0.909 | 0.229 | 7.764 | 61.4% | 394,944,404 |
| 3.500 | 2,820 | 0.098 | 0.212 | 7.511 | 59.9% | 396,521,605 |
| \$ 3.658 | \$ 2.811 | \$ 0.726 | \$ 0.267 | \$ 7.462 | 60.6% | \$ 382,196,965 |

COUNTY OF WOODBURY, IOWA
Property Tax Rates per \$1,000 Taxable Valuation-
All Direct and Overlapping Governments (Continued)
Last Ten Fiscal Years

| | Cities | | | | | | | |
|------------------------------------|-------------|----------------|----------------|--------------|------------|-----------------|------------|-----------|
| | Sioux City | | | Other Cities | | | | |
| | Sioux City | Sergeant Bluff | Lawton-Bronson | Anthon | Bronson | Correctionville | Cushing | Danbury |
| 2016-17 | | | | | | | | |
| City | \$ 15.7708 | \$ 15.7708 | \$ 15.7708 | \$12.16432 | \$ 9.45491 | \$16.89790 | \$ 13.8795 | \$6.20600 |
| Area 12 - WIT | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 |
| School District | 15.39000 | 12.31898 | 15.59975 | 10.74003 | 15.59975 | 12.57607 | 12.57607 | 12.15973 |
| State | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 |
| Ag Extension | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 |
| Assessor (1) | 0.34549 | 0.34549 | 0.34549 | 0.41703 | 0.41703 | 0.41703 | 0.41703 | 0.41703 |
| County (2) | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 |
| Total Levy | 39.84532 | 38.77426 | 40.05507 | 31.66040 | 33.81071 | 38.23002 | 35.21161 | 27.12178 |
| Ratio of Woodbury County to Totals | 18.585% | 20.137% | 18.488% | 23.390% | 21.902% | 21.902% | 21.031% | 27.304% |
| 2015-16 | | | | | | | | |
| City | \$ 16.11034 | \$16.11034 | \$ 16.11034 | \$12.79199 | \$10.60625 | \$13.72541 | \$14.35309 | \$7.05953 |
| Area 12 - WIT | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 |
| School District | 15.77035 | 14.17318 | 15.15626 | 10.25993 | 10.60625 | 12.76936 | 12.76936 | 11.80076 |
| State | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| Ag Extension | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 |
| Assessor (1) | 0.52092 | 0.52092 | 0.52092 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 |
| County (2) | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 |
| Total Levy | 40.82923 | 39.23206 | 40.21514 | 31.90937 | 30.06995 | 35.35222 | 35.97990 | 27.71774 |
| Ratio of Woodbury County to Totals | 18.409% | 19.158% | 18.690% | 23.555% | 24.996% | 21.261% | 20.890% | 27.117% |
| 2014-15 | | | | | | | | |
| City | \$ 16.11034 | \$16.11034 | \$ 16.11034 | \$12.79199 | \$10.60625 | \$13.72541 | \$14.35309 | \$7.05953 |
| Area 12 - WIT | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 |
| School District | 15.77035 | 14.17318 | 15.15626 | 10.25993 | 10.60625 | 12.76936 | 12.76936 | 11.80076 |
| State | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| Ag Extension | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 |
| Assessor (1) | 0.52092 | 0.52092 | 0.52092 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 |
| County (2) | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 |
| Total Levy | 40.82923 | 39.23206 | 40.21514 | 31.90937 | 34.61996 | 35.35222 | 35.97990 | 27.71774 |
| Ratio of Woodbury County to Totals | 18.409% | 19.158% | 18.690% | 23.555% | 21.710% | 21.261% | 20.890% | 27.117% |
| 2013-14 | | | | | | | | |
| City | 16.24791 | 16.24791 | 16.24791 | 12.99296 | 9.53420 | 9.35489 | 12.10325 | 6.56918 |
| Area 12 - WIT | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 |
| School District | 16.66084 | 12.89974 | 15.19297 | 9.73859 | 15.19297 | 13.21371 | 13.21371 | 11.41957 |
| State | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| Ag Extension | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 |
| Assessor (1) | 0.40706 | 0.40706 | 0.40706 | 0.52007 | 0.52007 | 0.52007 | 0.52007 | 0.52007 |
| County (2) | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 |
| Total Levy | 41.82966 | 37.84856 | 40.14179 | 31.54547 | 33.54109 | 31.38252 | 34.13088 | 26.80267 |
| Ratio of Woodbury County to Totals | 17.768% | 19.543% | 18.426% | 23.447% | 22.052% | 23.569% | 21.671% | 27.596% |
| 2012-13 | | | | | | | | |
| City | 15.88968 | 15.88968 | 15.88968 | 11.03426 | 9.44143 | 9.35769 | 11.88970 | 6.12672 |
| Area 12 - WIT | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 |
| School District | 17.18950 | 13.75274 | 15.80416 | 9.86890 | 15.80416 | 13.44958 | 13.44958 | 10.89726 |
| State | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| Ag Extension | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 |
| Assessor (1) | 0.39159 | 0.39159 | 0.39159 | 0.43415 | 0.43415 | 0.43415 | 0.43415 | 0.43415 |
| County (2) | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 |
| Total Levy | 41.82927 | 38.49251 | 40.54393 | 29.69581 | 34.03824 | 31.56990 | 34.13191 | 25.81663 |
| Ratio of Woodbury County to Totals | 17.768% | 19.354% | 18.375% | 25.087% | 21.887% | 23.576% | 21.827% | 28.857% |
| 2011-12 | | | | | | | | |
| City | 16.65736 | 16.65736 | 16.65736 | 11.14940 | 9.34938 | 9.35595 | 11.06959 | 6.12825 |
| Area 12 - WIT | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 |
| School District | 17.11553 | 13.82263 | 15.86445 | 14.26626 | 15.86445 | 13.51353 | 13.51353 | 14.37455 |
| State | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 |
| Ag Extension | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 |
| Assessor (1) | 0.42863 | 0.42863 | 0.42863 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 |
| County (2) | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 |
| Total Levy | 42.84622 | 39.55332 | 41.59514 | 34.60711 | 34.40528 | 32.06093 | 33.77457 | 29.69425 |
| Ratio of Woodbury County to Totals | 18.060% | 19.563% | 18.603% | 22.359% | 22.490% | 24.135% | 22.010% | 26.058% |

| Cities | | | | | | | | |
|-----------|-----------|-------------|-------------|-------------|------------|----------------|------------|-------------|
| Hornick | Lawton | Moville | Oto | Pierson | Salix | Sergeant Bluff | Sloan | Smithland |
| \$ 9.8189 | \$8.10000 | \$ 10.05707 | \$ 13.16232 | \$ 17.90852 | \$ 8.33470 | \$ 12.38638 | \$ 8.10000 | \$ 13.07479 |
| 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 | 0.79732 |
| 10.47462 | 15.59975 | 12.10586 | 10.74003 | 14.18973 | 10.47462 | 12.31896 | 10.67462 | 10.67462 |
| 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 | 0.00310 |
| 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 | 0.13327 |
| 0.41703 | 0.41703 | 0.41703 | 0.41703 | 0.41703 | 0.41703 | 0.41703 | 0.41703 | 0.41703 |
| 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 | 7.40533 |
| 29.04952 | 32.45580 | 30.91898 | 32.65840 | 40.85430 | 27.56537 | 33.46139 | 27.53067 | 32.50548 |
| 25.492% | 22.817% | 23.951% | 22.675% | 18.126% | 26.865% | 22.131% | 26.698% | 22.782% |
| \$8.09983 | \$8.10000 | \$ 9.74148 | \$ 13.87425 | \$ 18.25228 | \$ 8.10000 | \$ 12.81575 | \$ 8.87798 | \$ 12.75952 |
| 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 |
| 8.09983 | 10.60625 | 12.56155 | 10.25993 | 14.64092 | 8.09983 | 14.17318 | 8.09983 | 8.09983 |
| 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 |
| 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 |
| 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 |
| 25.05711 | 27.56370 | 31.16048 | 32.99163 | 41.75065 | 25.05728 | 35.84638 | 25.83526 | 29.71680 |
| 29.096% | 27.268% | 24.121% | 22.762% | 18.002% | 29.996% | 20.968% | 29.093% | 25.293% |
| \$8.09983 | \$8.10000 | \$ 9.74148 | \$ 13.87425 | \$ 18.25228 | \$ 8.10000 | \$ 12.81575 | \$ 8.87798 | \$ 12.75952 |
| 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 | 0.77318 |
| 11.01098 | 15.15626 | 12.56155 | 10.25993 | 14.64092 | 11.01098 | 14.17318 | 11.01098 | 11.01098 |
| 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 | 0.13500 |
| 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 | 0.42983 |
| 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 | 7.51614 |
| 27.96826 | 32.11371 | 31.16048 | 32.99163 | 41.75065 | 27.96843 | 35.84638 | 28.74641 | 32.62795 |
| 26.874% | 23.405% | 24.121% | 22.762% | 18.002% | 26.874% | 20.968% | 26.146% | 23.036% |
| 9.12985 | 8.10000 | 9.76990 | 8.10000 | 17.68359 | 8.10000 | 12.81575 | 9.10900 | 12.15045 |
| 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 | 0.76321 |
| 12.12752 | 15.19297 | 13.43101 | 9.73859 | 14.70792 | 12.12752 | 12.89974 | 12.12752 | 12.12752 |
| 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 | 0.13077 |
| 0.52007 | 0.52007 | 0.52007 | 0.52007 | 0.52007 | 0.52007 | 0.52007 | 0.52007 | 0.52007 |
| 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 | 7.39657 |
| 30.07129 | 32.10689 | 32.01483 | 26.65251 | 41.20543 | 29.04144 | 34.52941 | 30.05044 | 33.09189 |
| 24.597% | 23.037% | 23.104% | 27.752% | 17.950% | 25.469% | 21.421% | 24.614% | 22.352% |
| 8.10000 | 8.10000 | 9.73292 | 8.10000 | 17.68590 | 8.10000 | 12.90521 | 9.10901 | 11.69031 |
| 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 | 0.77849 |
| 12.29970 | 15.80416 | 13.85087 | 9.86890 | 15.24432 | 12.29970 | 13.75274 | 12.29970 | 12.29970 |
| 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 | 0.00330 |
| 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 | 0.12687 |
| 0.43415 | 0.43415 | 0.43415 | 0.43415 | 0.43415 | 0.43415 | 0.43415 | 0.43415 | 0.43415 |
| 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 | 7.44984 |
| 29.19235 | 32.69681 | 32.37644 | 26.76155 | 41.72287 | 29.19235 | 35.45060 | 30.20136 | 32.78266 |
| 25.520% | 22.785% | 23.010% | 27.636% | 17.656% | 25.520% | 21.015% | 24.667% | 22.725% |
| 8.10000 | 8.34476 | 9.88120 | 8.10000 | 16.30611 | 8.10000 | 12.97812 | 9.10901 | 11.73939 |
| 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 |
| 11.99500 | 15.86445 | 14.40603 | 14.26626 | 15.87289 | 11.99500 | 13.82263 | 11.99500 | 11.99500 |
| 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 |
| 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 |
| 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 |
| 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 |
| 29.28645 | 33.40068 | 33.47868 | 31.55771 | 41.37045 | 29.28645 | 35.99220 | 30.29546 | 32.92584 |
| 26.421% | 23.167% | 23.113% | 24.520% | 18.704% | 26.421% | 21.499% | 25.541% | 23.501% |

COUNTY OF WOODBURY, IOWA
Property Tax Rates per \$1,000 Taxable Valuation-
All Direct and Overlapping Governments (Continued)
Last Ten Fiscal Years

| | Cities | | | | | | | |
|------------------------------------|-------------|----------------|----------------|------------|------------|-----------------|------------|-----------|
| | Sioux City | | | Anthon | Bronson | Correctionville | Cushing | Danbury |
| | Sioux City | Sergeant Bluff | Lawton-Bronson | | | | | |
| 2010-11 | | | | | | | | |
| City | \$ 16.65736 | \$16.65736 | \$ 16.65736 | \$11.14940 | \$ 9.49379 | \$ 9.35595 | \$11.06959 | \$6.12825 |
| Area 12 - WIT | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 |
| School District | 17.11553 | 13.82263 | 15.86445 | 14.26626 | 15.86445 | 13.51353 | 13.51353 | 14.37455 |
| State | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 |
| Ag Extension | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 |
| Assessor (1) | 0.42863 | 0.42863 | 0.42863 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 |
| County (2) | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 |
| Total Levy | 42.84622 | 39.55332 | 41.59514 | 34.60711 | 34.54969 | 32.06093 | 33.77457 | 29.69425 |
| Ratio of Woodbury County to Totals | 18.060% | 19.563% | 18.603% | 22.359% | 22.396% | 24.135% | 22.910% | 26.056% |
| 2009-10 | | | | | | | | |
| City | 17.85116 | 17.85116 | 17.85116 | 6.89109 | 9.50516 | 9.34867 | 10.05593 | 6.34062 |
| Area 12 - WIT | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 |
| School District | 17.61048 | 13.82775 | 15.84026 | 14.04664 | 15.84026 | 12.90720 | 12.90720 | 14.39514 |
| State | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 |
| Ag Extension | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 |
| Assessor (1) | 0.49164 | 0.49164 | 0.49164 | 0.40411 | 0.40411 | 0.40411 | 0.40411 | 0.40411 |
| County (2) | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 |
| Total Levy | 44.84382 | 41.06109 | 43.07360 | 30.23238 | 34.64007 | 31.55052 | 32.25778 | 30.03041 |
| Ratio of Woodbury County to Totals | 17.690% | 19.319% | 18.417% | 26.239% | 22.901% | 25.143% | 24.592% | 26.416% |
| 2008-09 | | | | | | | | |
| City | 18.71217 | 18.71217 | 18.71217 | 5.64343 | 9.36497 | 9.25837 | 9.24580 | 6.55078 |
| Area 12 - WIT | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 |
| School District | 17.76214 | 18.71217 | 16.94768 | 14.03826 | 16.94768 | 13.48048 | 13.48048 | 14.28024 |
| State | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 |
| Ag Extension | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 |
| Assessor (1) | 0.48519 | 0.48519 | 0.48519 | 0.46840 | 0.46840 | 0.46840 | 0.46840 | 0.46840 |
| County (2) | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 |
| Total Levy | 45.87394 | 46.82397 | 45.05948 | 29.06453 | 35.71549 | 32.12169 | 32.10912 | 30.21386 |
| Ratio of Woodbury County to Totals | 17.335% | 16.983% | 17.648% | 27.360% | 22.265% | 24.756% | 24.766% | 26.320% |
| 2007-08 | | | | | | | | |
| City | 18.47293 | 18.47293 | 18.47293 | 4.99596 | 9.44305 | 8.77768 | 9.09299 | 6.33079 |
| Area 12 - WIT | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 |
| School District | 17.51915 | 13.55624 | 16.93690 | 13.65997 | 16.93690 | 14.00035 | 14.00035 | 13.94164 |
| State | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 |
| Ag Extension | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 |
| Assessor (1) | 0.48519 | 0.48519 | 0.48519 | 0.54876 | 0.54876 | 0.54876 | 0.54876 | 0.54876 |
| County (2) | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 |
| Total Levy | 45.34487 | 41.38196 | 44.76262 | 28.07229 | 35.79631 | 32.19439 | 32.50970 | 29.68879 |
| Ratio of Woodbury County to Totals | 17.658% | 18.819% | 18.614% | 30.500% | 23.748% | 25.129% | 24.524% | 26.375% |

(1) City assessor only for Sioux City while rest of Cities are by the County Assessor.

(2) County rate includes the tax rate for General Basic, General Supplemental, Mental Health Services and Debt Service. This

All tax rates are expressed in dollars per thousand of taxable values

Included in this report are all of the Incorporated cities and towns within Woodbury County.

Not shown are the Rural Basic Fund of the County and the following taxing bodies over and above the cities listed:

- a. 25 townships

Source: Woodbury County Auditor's Office

Cities

| Hornick | Lawton | Moville | Oto | Pierson | Salix | Sergeant Bluff | Sloan | Smithland |
|-----------|-----------|------------|------------|-------------|------------|----------------|------------|-------------|
| \$8.10000 | \$8.34478 | \$ 9.88120 | \$ 8.10000 | \$ 16.30611 | \$ 8.10000 | \$ 12.97812 | \$ 9.10901 | \$ 11.73939 |
| 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 | 0.77869 |
| 11.99550 | 15.86445 | 14.40603 | 14.26626 | 15.87289 | 11.99550 | 13.82263 | 11.99550 | 11.99550 |
| 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 | 0.00320 |
| 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 | 0.12498 |
| 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 | 0.54675 |
| 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 | 7.73783 |
| 29.28695 | 33.40068 | 33.47868 | 31.55771 | 41.37045 | 29.28695 | 35.99220 | 30.29596 | 32.92634 |
| 26.421% | 23.167% | 23.113% | 24.520% | 19.704% | 26.421% | 21.499% | 25.541% | 23.500% |
| 8.09938 | 8.61603 | 9.93863 | 8.10000 | 16.32044 | 10.14517 | 13.49557 | 9.06052 | 8.10000 |
| 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 | 0.82137 |
| 12.92449 | 15.84026 | 14.55594 | 14.04664 | 15.96824 | 12.92449 | 13.82775 | 12.92449 | 12.92449 |
| 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 | 0.00300 |
| 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 | 0.13340 |
| 0.40411 | 0.40411 | 0.40411 | 0.40411 | 0.40411 | 0.40411 | 0.40411 | 0.40411 | 0.40411 |
| 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 | 7.93277 |
| 30.31852 | 33.75094 | 33.78922 | 31.44129 | 41.58333 | 32.36431 | 36.61797 | 31.27966 | 30.31914 |
| 26.105% | 23.504% | 23.477% | 25.230% | 19.077% | 24.511% | 21.654% | 25.361% | 26.164% |
| 8.09022 | 8.64378 | 10.04218 | 8.10000 | 16.31950 | 8.10000 | 13.20284 | 9.18968 | 8.10000 |
| 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 | 0.82762 |
| 12.99327 | 16.94768 | 14.66810 | 14.03826 | 16.48105 | 12.99327 | 13.61312 | 12.99327 | 12.99327 |
| 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 |
| 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 | 0.13117 |
| 0.46840 | 0.46840 | 0.46840 | 0.46840 | 0.46840 | 0.46840 | 0.46840 | 0.46840 | 0.46840 |
| 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 | 7.95215 |
| 30.46633 | 34.97430 | 34.09310 | 31.52110 | 42.18339 | 30.47611 | 36.19880 | 31.56579 | 30.47611 |
| 26.101% | 22.737% | 23.325% | 25.228% | 18.651% | 26.093% | 21.968% | 25.192% | 26.093% |
| 8.09151 | 8.37231 | 10.10955 | 8.10000 | 16.40605 | 8.10000 | 13.55165 | 8.82070 | 8.09872 |
| 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 | 0.73555 |
| 13.27716 | 16.93690 | 15.20484 | 13.65997 | 16.46702 | 13.27716 | 13.55824 | 13.27716 | 13.27716 |
| 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 | 0.00350 |
| 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 | 0.12472 |
| 0.54876 | 0.54876 | 0.54876 | 0.54876 | 0.54876 | 0.54876 | 0.54876 | 0.54876 | 0.54876 |
| 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 | 8.00383 |
| 30.78503 | 34.72557 | 34.73075 | 31.17633 | 42.30943 | 30.79362 | 36.52425 | 31.51422 | 30.79224 |
| 26.111% | 24.143% | 23.230% | 25.077% | 18.276% | 26.100% | 22.547% | 25.260% | 26.112% |

COUNTY OF WOODBURY, IOWA
Principal Property Tax Payers
Current Year and Nine Years Ago

| Taxpayer | Fiscal Year 2017 | | | Fiscal Year 2008 | | |
|-----------------------|-----------------------|------|--|-----------------------|------|--|
| | Assessed Value | Rank | % of Total County Taxable Assessed Value | Assessed Value | Rank | % of Total County Taxable Assessed Value |
| Midamerican Energy | \$ 483,903,075 | 1 | 7.47% | \$ 266,764,157 | 1 | 9.08% |
| Interstate Power Co. | 88,529,192 | 2 | 1.37% | 20,424,246 | 6 | 0.70% |
| Southern Hills Mall | 65,256,400 | 3 | 1.01% | 72,896,723 | 2 | 2.48% |
| Hard Rock Casino | 50,979,300 | 4 | 0.79% | - | - | 0.00% |
| Northwest Energy | 39,209,193 | 5 | 0.60% | 20,119,344 | 7 | 0.69% |
| Lakeport Commons LLC | 38,425,400 | 6 | 0.59% | 31,618,082 | 3 | 1.08% |
| Wal-Mart Real Estate | 25,900,000 | 7 | 0.40% | 27,632,125 | 4 | 0.94% |
| CF Industries | 21,342,700 | 8 | 0.33% | - | - | 0.00% |
| Union Pacific | 20,007,397 | 9 | 0.31% | - | - | 0.00% |
| Market Place LLC | 17,807,500 | 10 | 0.27% | - | - | 0.00% |
| Quests Corp | - | - | 0.00% | 22,369,183 | 5 | 0.76% |
| Davies Iowa Logistics | - | - | 0.00% | 18,070,596 | 8 | 0.62% |
| Handy LC | - | - | 0.00% | 15,274,780 | 9 | 0.52% |
| Klinger Properties | - | - | 0.00% | 12,565,733 | 10 | 0.43% |
| Total | \$ 851,360,157 | | 13.13% | \$ 507,734,969 | | 17.29% |

COUNTY OF WOODBURY, IOWA
Property Tax Levies and Collections
Last Ten Fiscal Years

| Fiscal Year | Total Tax Levy (1) | Current Tax Collections | Percent of Levy Collected | Delinquent Tax Collections (2) |
|-------------|--------------------|-------------------------|---------------------------|--------------------------------|
| 2007-08 | \$ 128,111,027 | \$ 127,754,228 | 99.72% | \$ 162,715 |
| 2008-09 | 134,709,194 | 133,833,584 | 99.35% | 137,425 |
| 2009-10 | 137,673,794 | 136,930,355 | 99.46% | 136,000 |
| 2010-11 | 138,158,062 | 137,601,003 | 99.60% | 130,284 |
| 2011-12 | 138,081,085 | 137,522,207 | 99.60% | 131,530 |
| 2012-13 | 139,960,404 | 139,731,586 | 99.84% | 129,575 |
| 2013-14 | 145,270,449 | 144,395,057 | 99.40% | 160,535 |
| 2014-15 | 147,187,951 | 146,150,186 | 99.29% | 111,721 |
| 2015-16 | 154,846,103 | 153,297,642 | 99.00% | 129,651 |
| 2016-17 | \$ 153,238,582 | \$ 151,169,861 | 98.65% | \$ 155,582 |

(1) Includes all taxing governments within Woodbury County for which Woodbury County serves as an agent for tax collections.

(2) The year for which the delinquent payments relate is not readily available information.

| Total Tax Collections | Total Collections as Percent of Current Levy | Outstanding Delinquent Taxes | Delinquent as Percent of Current Levy | Total Woodbury County-Only Property Tax Collections |
|-----------------------|--|------------------------------|---------------------------------------|---|
| \$ 127,916,943 | 99.85% | \$ 163,529 | 0.12% | \$ 25,280,694 |
| 133,971,009 | 99.45% | 521,588 | 0.39% | 25,844,554 |
| 137,066,355 | 99.56% | 553,333 | 0.40% | 26,169,457 |
| 137,731,287 | 99.69% | 738,208 | 0.53% | 28,094,120 |
| 137,653,737 | 99.69% | 770,838 | 0.56% | 27,361,478 |
| 139,861,161 | 99.93% | 895,413 | 0.64% | 27,732,838 |
| 144,555,592 | 99.51% | 1,025,711 | 0.71% | 28,779,240 |
| 146,261,907 | 99.37% | 1,045,357 | 0.71% | 28,333,075 |
| 153,427,293 | 99.08% | 1,049,001 | 0.68% | 29,312,009 |
| \$ 151,325,443 | 99.08% | \$ 1,034,436 | 0.68% | \$ 31,001,462 |

COUNTY OF WOODBURY, IOWA
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

| Fiscal Year | General Obligation Bonded Debt Outstanding (1) | Assessed Values (2) | Percent Debt to Assessed Value | Estimated Population | Debt Per Capita | Percentage of Personal Income |
|-------------|--|------------------------|---|-------------------------|-----------------------|-------------------------------------|
| 2007-08 | \$ 1,920,000 | \$ 4,880,417,942 | 0.04% | \$ 102,972 | \$ 18.65 | 0.86% |
| 2008-09 | 1,360,000 | 5,073,676,755 | 0.03% | 102,972 | 13.20 | 0.66% |
| 2009-10 | 2,047,000 | 5,521,614,196 | 0.04% | 102,972 | 20.39 | 1.17% |
| 2010-11 | 2,429,000 | 5,759,300,534 | 0.04% | 102,172 | 23.77 | 1.14% |
| 2011-12 | 2,148,000 | 5,878,390,350 | 0.04% | 102,172 | 21.02 | 0.97% |
| 2012-13 | 2,558,400 | 5,969,725,264 | 0.04% | 102,172 | 25.04 | 0.98% |
| 2013-14 | 2,424,800 | 5,922,515,721 | 0.04% | 102,130 | 23.74 | 0.98% |
| 2014-15 | 3,144,200 | 6,227,557,451 | 0.05% | 102,130 | 30.78 | 0.97% |
| 2015-16 | 4,047,600 | 6,546,726,006 | 0.06% | 102,130 | 39.63 | 0.96% |
| 2016-17 | \$ 9,201,804 | \$ 6,941,955,706 | 0.13% | 102,130 | \$ 90.10 | 1.92% |

(1) The fund balance of the debt service fund has been excluded due to the immateriality of such balances.

(2) Includes tax increment values

COUNTY OF WOODBURY, IOWA
 Legal Debt margin Information
 Last Ten Fiscal Years

| | Fiscal Year | | | |
|---|------------------|------------------|------------------|------------------|
| | 2008 | 2009 | 2010 | 2011 |
| Assessed Value of Property (1) | \$ 4,880,417,942 | \$ 5,073,676,755 | \$ 5,521,614,196 | \$ 5,759,300,534 |
| Debt limit, 5% of Assessed Value (Statutory Limitation) | 244,020,897 | 253,683,838 | 276,080,710 | 287,965,027 |
| Amount of Debt Applicable to Limit | | | | |
| General Obligation Bonds | 1,920,000 | 1,360,000 | 2,047,000 | 2,429,000 |
| Less: Resources Restricted to Paying Principal | (261,478) | (249,835) | (142,536) | (164,147) |
| Total net debt applicable to limit | 1,658,522 | 1,110,165 | 1,904,464 | 2,264,853 |
| Legal Debt Margin | \$ 242,362,375 | \$ 252,573,673 | \$ 274,176,246 | \$ 285,700,174 |
| Total net debt applicable to the limit as a percentage of debt limit | 0.68% | 0.44% | 0.69% | 0.79% |

(1) Includes tax increment values

Fiscal Year

| 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|------------------|------------------|------------------|------------------|------------------|------------------|
| \$ 5,878,390,350 | \$ 5,824,615,792 | \$ 5,922,515,721 | \$ 6,227,557,451 | \$ 6,546,726,006 | \$ 6,941,955,706 |
| 293,919,518 | 291,230,790 | 296,125,786 | 311,377,873 | 327,336,300 | 347,097,785 |
| 2,148,000 | 2,558,400 | 2,424,800 | 3,144,200 | 4,047,600 | 9,201,804 |
| (190,942) | (288,394) | (313,213) | (329,320) | (362,818) | (398,897) |
| 1,957,058 | 2,270,006 | 2,111,587 | 2,814,880 | 3,684,782 | 8,802,903 |
| \$ 291,962,460 | \$ 288,960,784 | \$ 294,014,199 | \$ 308,562,993 | \$ 323,651,518 | \$ 338,294,882 |
| 0.67% | 0.78% | 0.71% | 0.90% | 1.13% | 2.54% |

COUNTY OF WOODBURY, IOWA
Demographic and Economic Statistics
Last Ten Fiscal Years

| Year | Estimated Population | Personal Income^b (in thousands) | Per Capita Personal Income^a | School Enrollment | Unemployment Rate^c |
|-------------|-----------------------------|---|---|------------------------------|--|
| 2007-08 | 102,972 | \$ 2,224,135 | \$ 21,599 | 22,865 | 3.6% |
| 2008-09 | 102,972 | 2,049,348 | 19,902 | 22,927 | 5.6% |
| 2009-10 | 102,972 | 1,754,363 | 21,128 | 22,952 | 7.5% |
| 2010-11 | 102,172 | 2,117,106 | 20,721 | 21,854 | 5.3% |
| 2011-12 | 102,172 | 2,203,135 | 21,563 | 21,749 | 5.1% |
| 2012-13 | 102,172 | 3,482,123 | 34,081 | 19,654 | 3.8% |
| 2013-14 | 102,130 | 3,525,138 | 36,968 | 18,246 | 4.4% |
| 2014-15 | 102,130 | 3,529,919 | 34,563 | 18,845 | 3.5% |
| 2015-16 | 102,130 | 3,763,082 | 36,846 | 18,246 | 4.0% |
| 2016-17 | 102,130 | \$ 3,996,750 | \$ 39,134 | 18,357 | 2.9% |

Notes:

a - Iowa Workforce Development Website years 2008-2017

b - Computation of per capita personal income multiplied by population

c - Iowa Workforce Development Website

COUNTY OF WOODBURY, IOWA
Principal Employers
Current Year (1)

| Employer | 2017 | | |
|----------------------------------|------------------|-------------|-----------------------------------|
| | Employees | Rank | % of Total City Employment |
| Tyson Fresh Meats | 4,906 | 1 | 11.12% |
| Sioux City School District | 2,420 | 2 | 5.49% |
| Seaboard Triumph Foods | 2,000 | 3 | 4.53% |
| Unity Point Health - St. Lukes | 1,434 | 4 | 3.25% |
| Mercy Medical Center | 1,349 | 5 | 3.06% |
| City of Sioux City | 1,132 | 6 | 2.57% |
| Hy-Vee | 1,043 | 7 | 2.36% |
| 185th Iowa Air National Guard | 952 | 8 | 2.16% |
| Curly's Foods | 701 | 9 | 1.59% |
| Western Iowa Tech | 700 | 10 | 1.59% |
| Total Principal Employers | 16,637 | | 37.71% |

Source: Iowa Department of Workforce Development

(1) - Comparative data for nine years ago not currently available.

COUNTY OF WOODBURY, IOWA
Full-time Equivalent County Government Employees by Function
Last Nine Fiscal Years (1)

| Function/Program | Fiscal Year | | | | | | | | | |
|-------------------------------------|-------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Public safety and legal services | 152 | 145 | 151 | 143 | 154 | 165 | 168 | 165 | 144 | 157 |
| Physical health and social services | 65 | 67 | 103 | 102 | 68 | 66 | 64 | 64 | 80 | 92 |
| Mental health | 13 | 15 | 19 | 18 | 21 | 19 | 20 | 13 | - | 5 |
| County environment and education | 69 | 69 | 26 | 25 | 18 | 19 | 19 | 19 | 18 | 20 |
| Roads and transportation | 51 | 53 | 49 | 48 | 46 | 48 | 46 | 45 | 46 | 50 |
| Government services to residents | 45 | 43 | 26 | 45 | 38 | 50 | 51 | 50 | 28 | 29 |
| Administration | 43 | 44 | 42 | 34 | 29 | 36 | 34 | 34 | 40 | 40 |
| Total | 438 | 436 | 416 | 415 | 374 | 403 | 402 | 390 | 356 | 393 |

Note: A full-time employee is scheduled to work 261 days per year (365 minus two days off per week).
 At eight hours per day, 2,088 hours are scheduled per year (including vacation and sick leave).
 Full-time-equivalent employment is calculated by dividing total labor hours by 2,088.

Source: Woodbury County Human Resource Department.

COUNTY OF WOODBURY, IOWA
Operating Indicators by Function
Last ten Fiscal Years (1)

| <u>Function/Program</u> | <u>Fiscal Year</u> | | | | | | | | | |
|---|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | <u>2008</u> | <u>2009</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
| Public safety and legal services | | | | | | | | | | |
| Jail bookings | 9,154 | 14,738 | 13,465 | 8,301 | 9,250 | 9,675 | 10,119 | 10,857 | 8,236 | 8,348 |
| Average daily population | 201 | 208 | 161 | 214 | 201 | 198 | 206 | 215 | 208 | 207 |
| Mental health | | | | | | | | | | |
| Center days of care | * | * | * | * | * | * | * | * | * | * |
| County environment and education | | | | | | | | | | |
| Camping nights | 35,672 | 36,752 | 37,468 | 10,388 | 32,971 | 33,425 | 31,415 | 36,264 | 34,326 | 35,878 |
| Roads and transportation | | | | | | | | | | |
| Miles of secondary roads maintained: | | | | | | | | | | |
| County | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 |
| State | 108 | 108 | 108 | 108 | 108 | 108 | 108 | 108 | 108 | 108 |

* - The information is not readily available.

Source: Annual reports from each department.

COUNTY OF WOODBURY, IOWA
Capital Asset Statistics by Function
Last Ten Fiscal Years (1)

| Function/Program | Fiscal Year | | | | | | | | | |
|---|-------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
| Public safety and legal services | | | | | | | | | | |
| Correction facility capacities | 238 | 238 | 238 | 238 | 238 | 238 | 238 | 238 | 238 | 238 |
| County environment and education | | | | | | | | | | |
| Number of county parks | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 |
| Park Acreage: | | | | | | | | | | |
| Developed | 745 | 530 | 530 | 530 | 530 | 530 | 530 | 530 | 530 | 530 |
| Undeveloped | 4,725 | 4,953 | 5,125 | 5,675 | 5,675 | 5,675 | 5,675 | 5,675 | 5,135 | 5,135 |
| County golf courses | - | - | - | - | - | - | - | - | - | - |
| Ice arenas | - | - | - | - | - | - | - | - | - | - |
| Nature center | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Roads and transportation | | | | | | | | | | |
| Miles of county roads | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 | 1,341 |
| Traffic signals | - | - | - | - | - | - | - | - | - | - |
| Bridges | 308 | 308 | 308 | 308 | 308 | 308 | 308 | 308 | 308 | 308 |

Source: Annual reports from each department.

COUNTY OF WOODBURY, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CASH BASIS)
Year Ended June 30, 2017

| Federal Grantor Pass-Through Grantor/Program Title | Federal CFDA Number | Pass-through Grantor's Identifying Number | Federal Expenditures |
|---|---------------------------|--|-------------------------|
| U.S. Department of Agriculture: | | | |
| Passed through the Iowa Department of Human Services: | | | |
| State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | 10.561 | N/A | \$ 89,246 |
| U.S. Department of the Interior: | | | |
| Passed through the Iowa Department of Natural Resources: | | | |
| National Parks Service | 15.916 | 19-01313 | 175,000 |
| U.S. Department of Justice: | | | |
| Direct: | | | |
| US Marshall | 97. Unknown | M-16-D29-O-000115 | 4,665 |
| | 97. Unknown | Trobaugh | 17,257 |
| Passed through the Governor's Office of Drug Control Policy: | | | |
| Edward Byrne Memorial Justice Assistance Grant | 16.738 | 14-JAG-157886 | 46,938 |
| | | 2016-DJ-BX-0825 | 54,048 |
| | | | <u>100,986</u> |
| U.S. Department of Transportation, | | | |
| National Highway Safety Administration: | | | |
| Passed through the Iowa Dept of Transportation | | | |
| Highway Planning and Construction | 20.205 | ER-CO97(124) | 3,132 |
| Passed through Iowa Department of Public Safety- | | | |
| Governor's Traffic Safety Division: | | | |
| State and Community Highway Safety | 20.600 | PAP 16-402 MOPT TASK 25 | 3,367 |
| | | PAP-17-402 MOPT TASK 23 | 7,670 |
| | | | <u>11,037</u> |
| U.S. Department of Health and Human Services: | | | |
| Passed through the Iowa Department of Human Services: | | | |
| Human Services Administrative Reimbursements: | | | |
| Medical Assistance Program | 93.778 | N/A | 155,847 |
| State Children's Insurance Program | 93.767 | N/A | 708 |
| Foster Care - Title IV-E | 93.658 | N/A | 33,133 |
| Refugee and Entrant Assistance | 93.566 | N/A | 267 |
| Adoption Assistance | 93.659 | N/A | 10,295 |
| Child Care Development Fund | 93.596 | N/A | 25,420 |
| Social Services Block Grant | 93.667 | N/A | 26,331 |
| Passed through Iowa Homeland Security and Emergency Management Division: | | | |
| Disaster Grants - Public Assistance | 97.036 | Site 9 and 14 | \$ 88,468 |

(Continued)

COUNTY OF WOODBURY, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CASH BASIS)
Year Ended June 30, 2017

| Federal Grantor Pass-Through Grantor/Program Title | Federal CFDA Number | Pass-through Grantor's Identifying Number | Federal Expenditures |
|--|---------------------------|--|---|
| Passed Through Iowa Disaster Services Division: | | | |
| Emergency Management Performance Grants | 97.042 | EMPG-16-PT-97 | \$ 12,555 |
| U.S. Office of National Drug Control Policy | 95.001 | G15MVW0002A-SHERIFF G14MVW0002A-SHERIFF G16MVW0002A-ATTORNEY | 1,235 <u>149,942</u> 151,177 |
| Component Unit | | | |
| U.S. Department of Agriculture: | | | |
| Passed through the Iowa Department of Health: | | | |
| Special Supplemental Nutrition Program for Women, Infants, and Children | 10.557 | 5886A049 5887A049 5886AO92 5887AO92 | 239,649 469,420 14,060 <u>24,430</u> <u>747,559</u> |
| Passed through the Iowa Department of Education | | | |
| Summer Health Inspections | 10.559 | 39417 53016 | 700 420 <u>1,120</u> |
| U.S. Department of Human Services: | | | |
| Food and Drug Administration | | | |
| Direct: | | | |
| Southwest Regional Meeting | 93.103 | G-T-1510-01860 | 1,570 |
| Passed through the Iowa Department of Health: | | | |
| Medical Reserve Corps Small Grant Program | 93.008 | MRC 16 2276 | 15,000 |
| Care for Yourself Program | 93.238 | 5887NB24 | 30,957 |
| Care for Yourself Wise Women Program | 93.094 | 5887NB24WW | 50,961 |
| TB Observed Therapy | 93.116 | MOU-2017-TB03 | 3,188 |
| Project Grants and Cooperative Agreements for Immunization Grants | 93.268 | 5886I483 5885I483 | 9,264 5,462 <u>14,726</u> |
| Immunization Grants | 93.539 | 5886I483 | 14,531 |
| Public Health Emergency/Hospital Preparedness | 93.074 | 5886BT63 5885BT497 | 105,989 7,989 <u>113,978</u> |
| Centers for Disease Control and Prevention- Investigations and Technical Assistance | 93.283 | MOU-2018-ELC04 MOU-2017-ELC04 | 400 1,320 <u>\$ 1,720</u> |

(Continued)

COUNTY OF WOODBURY, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CASH BASIS)
Year Ended June 30, 2017

| Federal Grantor Pass-Through Grantor/Program Title | Federal CFDA Number | Pass-through Grantor's Identifying Number | Federal Expenditures |
|---|---------------------------|--|---------------------------------------|
| Passed through the Iowa Department of Health: | | | |
| Partnership to Improve Community Health | 93.331 | 6NU58DP005780-02-01 6NU58DP005780-03-01 | \$ 53,357 65,570 <u>118,927</u> |
| Reaching People with Disabilities | 93.524 | 912016 | 9,500 |
| Child Abuse Prevention | 93.556 | ACFS-16-068 ACFS-16-103 | 4,660 5,973 <u>10,633</u> |
| National Physical Assessment | 93.945 | 5887CD38 5887CD36 | 4,150 4,599 <u>8,749</u> |
| Temporary Assistance for Needy Families | 93.558 | ACFS 16-068 ACFS 16-103 | 797 1,021 <u>1,818</u> |
| Child Abuse and Neglect State Grants | 93.669 | ACFS 16-068 ACFS 16-103 | 32 41 <u>73</u> |
| Maternal and Child Health Services Block Grant | 93.994 | 5887MH18 5886MH27 | 87,904 63,290 <u>151,194</u> |
| | | | <u>\$ 2,201,728</u> |

COUNTY OF WOODBURY, IOWA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CASH BASIS) – (Continued)
Year Ended June 30, 2017

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Woodbury County and its discretely presented component unit and is presented on the cash basis of accounting. Expenditures are recognized following the cost principles contained in the Uniform Guidance and OMB Circular A-87. 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). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. Neither the County nor its component unit have elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

COUNTY OF WOODBURY, IOWA
Schedule of Findings and Questioned Costs
Year Ended June 30, 2017

Part I: Summary of the Independent Auditors' Results

- (a) Unmodified opinions were issued on the financial statements.
- (b) Material weaknesses in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any noncompliance which is material to the financial statements.
- (d) No material weaknesses in internal control over major programs were identified.
- (e) An unmodified opinion was issued on compliance with requirements applicable to each major program.
- (f) The audit disclosed no findings which were required to be reported in accordance with the Uniform Guidance.
- (g) The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
- (h) The County of Woodbury, Iowa, and its discretely presented component unit did not qualify as a low-risk auditee.
- (i) The major programs identified on the Schedule of Expenditures of Federal Awards include:

| <u>CFDA #</u> | <u>Program Name</u> |
|---------------|---|
| 10.557 | Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) |
| 15.916 | National Parks Service |

Part II: Findings Related to the Financial Statements Reported in Accordance with Government Auditing Standards

INSTANCES OF NONCOMPLIANCE:

No matters were reported.

MATERIAL WEAKNESSES:

2017-001: Financial Accounting – Material Adjusting Journal Entries

Condition and Criteria – The auditors were required to propose and have management post material adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect – The financial statements provided by management are not presented entirely in accordance with U.S. generally accepted accounting principles.

Cause – With a limited number of personnel and current staff workload, the time constraints and staff expertise do not allow for all required year end U.S. GAAP adjusting journal entries to be posted.

Recommendation – We recommend that the County train additional business office staff on U.S. GAAP and government accounting standards to help reduce the amount of adjusting journal entries and increase their knowledge of the required reporting standards.

Views of Responsible Officials – County management feels that hiring additional personnel to implement the additional U.S. GAAP adjusting journal entries would not be cost effective. However, management has and will continue to monitor this process on a regular basis.

COUNTY OF WOODBURY, IOWA
Schedule of Findings and Questioned Costs
Year Ended June 30, 2017

Part II: Findings Related to the Financial Statements Reported in Accordance with Government Auditing Standards (Continued)

2017-002: Record of Accounts

Condition and Criteria – The Auditor's office maintains all accounting records for the County, including the general ledger. However, trial balances for the preparation of the financial statements are prepared on a cash basis outside of the general ledger system with adjusting entries done for year-end accruals. The accrual basis trial balances are not supported by the amounts in the general ledger.

Effect – There is potential for incorrect financial statements, including material misstatements due to errors in coding and formula errors. In the current fiscal year these potential errors were more significant than prior years and many adjusting journal entries were required to correct these accrual basis trial balances.

Cause – Not using a consistent software tool.

Recommendation – For better accountability, financial and budgetary control, the financial activity and balances of all accruals should be recorded in the County's general ledger.

View of Responsible Official – The County is reviewing procedures to solve this issue however with limited personnel it may take significant time to ensure the general ledger is reconciled properly.

2017-003 Unposted Cash Activity

Condition and Criteria – The Treasurer's office maintains cash handling and reconciliation procedures. It was identified that in two instances money was deposited into County bank accounts, however the transactions were not recorded in the County's general ledger system but maintained as a reconciling item on the monthly bank reconciliations.

Effect – There is potential incorrect financial statements, including unrecorded assets of the County.

Cause – Lack of training and review of staff work.

Recommendation – All transactions should be properly posted to the County's general ledger and a review of reconciling items on bank reconciliations should be performed.

View of Responsible Official – The County is reviewing procedures to resolve this matter.

2017-004 Schedule of Expenditures of Federal Awards

Condition and Criteria – The auditors were required to propose and have management post adjusting journal entries to the Schedule of Expenditures of Federal Awards. Management is responsible for the preparation for the Schedule of Expenditures of Federal Awards.

Effect – The Schedule of Expenditures of Federal Awards provided by management were not presented entirely in accordance with the Uniform Guidance and did not include all Federal Expenditures. Adjustments were made to include all federal expenditures.

Cause – With a limited number of personnel and current staff workload, the time constraints allow for errors to go uncorrected.

COUNTY OF WOODBURY, IOWA
Schedule of Findings and Questioned Costs
Year Ended June 30, 2017

Part II: Findings Related to the Financial Statements Reported in Accordance with Government Auditing Standards (Continued)

Context – No questioned costs noted due to this weakness, however potential for unreported federal grant activity exists.

Recommendation – We recommend that the County implement a complete review process of the grant reporting process.

Views of Responsible Officials – County management feels that additional training would be beneficial and will proceed to implement immediately.

Part III: Findings and Questioned Costs Related to Federal Expenditures – Related to all Major Programs

INSTANCES OF NONCOMPLIANCE:

No matters were noted.

MATERIAL WEAKNESSES:

No material weaknesses were noted.

Part IV: Other Findings Related to Required Statutory Reporting

2017-005 Certified Budget – Disbursements for the year ended June 30, 2017, exceeded the amounts budgeted in the mental health, administration, non-program and debt service functions.

Recommendation – The budget should have been amended in accordance with Chapter 331.435 of the Code of Iowa before disbursements were allowed to exceed the budget.

Response – We will amend the budget when required in the future.

Conclusion – Response accepted.

2017-006 Questionable Expenses – We noted no expenditures that we believe may constitute unlawful expenditures from public funds as defined in an Attorney General's opinion dated April 25, 1979.

2017-007 Travel Expenses – No expenditures of County money for travel expenses of spouses of County officials or employees were noted.

2017-008 Business Transactions – There were no business transactions between the County and County officials and/or employees during the year ended June 30, 2017.

2017-009 Bond Coverage – Surety bond coverage of County officials and employees is in accordance with statutory provisions.

2017-010 Board Minutes – No transactions were found that we believe should have been approved in the Board minutes but were not.

COUNTY OF WOODBURY, IOWA
Schedule of Findings and Questioned Costs
Year Ended June 30, 2017

Part IV: Other Findings Related to Required Statutory Reporting – (Continued)

- 2017-011** County Extension Office – The County Extension Office is operated under the authority of Chapter 176A of the Code of Iowa and serves as an agency of the State of Iowa. This fund is administered by an extension council separate and distinct from the County operations and, consequently, is not included in these financial statements. Disbursements during the year ended June 30, 2017 for the County Extension Office did not exceed the amount budgeted.
- 2017-012** Resource Enhancement and Protection Certification – The County properly dedicated property tax revenue to conservation purposes as required by Chapter 455A.19(1)(b) of the Code of Iowa in order to receive the additional REAP funds allocated in accordance with subsections (b)(2) and (b)(3).
- 2017-013** Deposits and Investments – No instances of non-compliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the County's investment policy were noted.
- 2017-014** Joint Disaster Certified Budget – Disbursements for the year ended June 30, 2017, did not exceed the amounts budgeted.

COUNTY OF WOODBURY, IOWA
Schedule of Prior Year Findings and Questioned Costs
Year Ended June 30, 2017

Part II: Findings Related to the Financial Statements Reported in Accordance with Government Auditing Standards

Instances of Non-Compliance:

Material Weaknesses:

2016-001 Financial Accounting – Material Adjusting Journal Entries

Condition and Criteria – The auditors were required to propose and have management post adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect – The financial statements provided by management are not presented entirely in accordance with U.S. generally accepted accounting principles.

Cause – With a limited number of personnel and current staff workload, the time constraints and staff expertise do not allow for all required year end U.S. GAAP adjusting journal entries to be posted.

Recommendation – We recommend that the County train additional business office staff on U.S. GAAP and government accounting standards to help reduce the amount of adjusting journal entries and increase their knowledge of the required reporting standards.

Views of Responsible Officials – County management feels that hiring additional personnel to implement the additional U.S. GAAP adjusting journal entries would not be cost effective. However, management has and will continue to monitor this process on a regular basis.

Status – This finding still exists at June 30, 2017.

2016-002 Record of Accounts

Condition and Criteria – The Auditor's office maintains all accounting records for the County, including the general ledger. However, trial balances for the preparation of the financial statements are prepared on a cash basis outside of the general ledger system with adjusting entries done for year-end accruals. The accrual basis trial balances are not supported by the amounts in the general ledger.

Effect – There is potential for incorrect financial statements.

Cause – Not using a consistent software tool.

Recommendation – For better accountability, financial budgetary control, the financial activity and balances of all accruals should be recorded in the County's general ledger.

Views of Responsible Officials – The County is reviewing procedures to solve this issue, however, with limited personnel it may take significant time to ensure the general ledger is reconciled properly.

Status – This finding still exists at June 30, 2017.

COUNTY OF WOODBURY, IOWA
Schedule of Prior Year Findings and Questioned Costs
Year Ended June 30, 2017

Part II: Findings Related to the Financial Statements Reported in Accordance with Government Auditing Standards (Continued)

2016-003 Schedule of Expenditures of Federal Awards

Condition and Criteria – The auditors were required to propose and have management post adjusting journal entries to the Schedule of Expenditures of Federal Awards. Management is responsible for the preparation of the Schedule of Expenditures of Federal Awards.

Effect – The Schedule of Expenditures of Federal Awards provided by management were not presented entirely in accordance with OMB Circular A-133 and did not include all Federal Expenditures. Adjustments were made to include all federal expenditures.

Cause – With a limited number of personnel and current staff workload, the time constraints allow for errors to go uncorrected.

Recommendation – We recommend that the County implement a complete review process of the grant reporting process.

Views of Responsible Officials – We recommend that the County implement a complete review process of the grant reporting process.

Status – This finding still exists at June 30, 2017.

Part III: Findings and Questioned Costs Related to Federal Expenditures

INSTANCES OF NONCOMPLIANCE:

No matters were noted.

Material Weakness:

No Material Weaknesses noted.



705 Douglas Street, Suite 214
P.O. Box 298
Sioux City, IA 51101
Phone (712) 252-5337
www.williamscpas.com

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Supervisors
Woodbury County, Iowa:

Report on Compliance for Each Major Federal Program

We have audited Woodbury County, Iowa (the County) and its discretely presented component unit's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County and its component unit's major federal programs for the year ended June 30, 2017. Woodbury County, Iowa and its discretely presented component unit's major federal programs are identified in Part I of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of their federal awards applicable to their federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County and its discretely presented component unit's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit 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). Those standards and the Uniform Guidance 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 the County and its discretely presented component unit's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County or its discretely presented component unit's compliance.

Opinion on Each Major Federal Program

In our opinion, the County and its discretely presented component unit complied, in a material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of their major federal programs for the year ended June 30, 2017.

Report on Internal Control Over Compliance

The management of the County and its discretely presented component unit are responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County and its discretely presented component unit's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 and its discretely presented component unit's internal control over compliance.

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

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

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


Certified Public Accountants

Sioux City, Iowa
December 20, 2017



705 Douglas Street, Suite 214
P.O. Box 298
Sioux City, IA 51101
Phone (712) 252-5337
www.williamscpas.com

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

To the Board of Supervisors
Woodbury County, Iowa

We have audited, 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, the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Woodbury County, Iowa, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 20, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Woodbury County, Iowa's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Woodbury County, Iowa's internal control. Accordingly, we do not express an opinion on the effectiveness of the Woodbury County, Iowa's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be material weaknesses. We consider the deficiencies described as 2017-001, 2017-002, 2017-003 and 2017-004 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Woodbury County, Iowa's financial statements are free from 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*.

Comments involving statutory and other legal matters about the County's operations for the year ended June 30, 2017 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the County. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

Woodbury County, Iowa's Response to Findings

Woodbury County, Iowa's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Woodbury County, Iowa's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

We would like to acknowledge the many courtesies and assistance extended to us by personnel of Woodbury County during the course of our audit. Should you have any questions concerning any of the above matters we would be pleased to discuss them with you at your convenience.


Certified Public Accountants

Sioux City, Iowa
December 20, 2017



Woodbury County Board of Supervisors

Courthouse • Room 104
620 Douglas Street • Sioux City, Iowa 51101
Telephone (712) 279-6525 • Fax (712) 279-6577

MEMBERS

ROCKY L. DE WITT
LAWTON

MARTY POTTEBAUM
SIOUX CITY

KEITH W. RADIG
SIOUX CITY

JEREMY J. TAYLOR
SIOUX CITY

MATTHEW A. UNG
SIOUX CITY

FINANCE / BUDGET DIRECTOR
DENNIS BUTLER

ADMINISTRATIVE ASSISTANT
KAREN JAMES

EXECUTIVE SECRETARY / PUBLIC BIDDER
HEATHER SATTERWHITE

Woodbury County, Iowa Corrective Action Plan June 30, 2017

Woodbury County, Iowa respectfully submits the following corrective action plan for the year ended June 30, 2017.

The audit was performed by Williams & Company, P.C., 21 1st Avenue NW, Le Mars, Iowa, for the fiscal year ended June 30, 2017.

The findings from the June 30, 2017 Schedule of Findings and Questioned Costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

Material Weaknesses:

Findings – Financial Statement Audit

2017-001: Financial Accounting – Material Adjusting Journal Entries

Condition and Criteria – The auditors were required to propose and have management post adjusting journal entries to the fund financial statements in order for the financial statements to conform with U.S. generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with U.S. generally accepted accounting principles (GAAP).

Effect – The financial statements provided by management are not presented entirely in accordance with U.S. generally accepted accounting principles.

Cause – With a limited number of personnel and current staff workload, the time constraints and staff expertise do not allow for all required year end U.S. GAAP adjusting journal entries to be posted.

Recommendation – We recommend that the County train additional business office staff on U.S. GAAP and government accounting standards to help reduce the amount of adjusting journal entries and increase their knowledge of the required reporting standards.

Views of Responsible Officials – County management feels that hiring additional personnel to implement the additional U.S. GAAP adjusting journal entries would not be cost effective. However, management has and will continue to monitor this process on a regular basis.

2017-002: Record of Accounts

Condition and Criteria – The Auditor's office maintains all accounting records for the County, including the general ledger. However, trial balances for the preparation of the financial statements are prepared on a cash basis outside of the general ledger system with adjusting entries done for year-end accruals. The accrual basis trial balances are not supported by the amounts in the general ledger.

Effect – There is potential for incorrect financial statements, including material misstatements due to errors in coding and formula errors.

Cause – Not using a consistent software tool.

Recommendation – For better accountability, financial and budgetary control, the financial activity and balances of all accruals should be recorded in the County's general ledger.

View of Responsible Official – The County is reviewing procedures to solve this issue however with limited personnel it may take significant time to ensure the general ledger is reconciled properly.

2017-003 Unposted Cash Activity

Condition and Criteria – The Treasurer's office maintains cash handling and reconciliation procedures. It was identified that in two instances money was deposited into County bank accounts approximately, however the transactions were not recorded in the County's general ledger system but maintained as a reconciling item on the monthly bank reconciliations.

Effect – There is potential incorrect financial statements, including unrecorded assets of the County.

Cause – Lack of training and review of staff work.

Recommendation – All transactions should be properly posted to the County's general ledger and a review of reconciling items on bank reconciliations should be performed.

View of Responsible Official – The County is reviewing procedures to resolve this matter.

2017-004 Schedule of Expenditures of Federal Awards

Condition and Criteria – The auditors were required to propose and have management post adjusting journal entries to the Schedule of Expenditures of Federal Awards. Management is responsible for the preparation for the Schedule of Expenditures of Federal Awards.

Effect – The Schedule of Expenditures of Federal Awards provided by management were not presented entirely in accordance with the Uniform Guidance and did not include all Federal Expenditures. Adjustments were made to include all federal expenditures.

Cause – With a limited number of personnel and current staff workload, the time constraints allow for errors to go uncorrected.

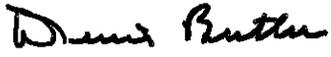
Recommendation – We recommend that the County implement a complete review process of the grant reporting process.

Views of Responsible Officials – County management feels that additional training would be beneficial and will proceed to implement immediately.

If involved agencies have any questions regarding this plan, please call Dennis Butler at 712-234-2910.

Sincerely yours,

Woodbury County

A handwritten signature in black ink that reads "Dennis Butler". The signature is written in a cursive style with a large initial "D".

Dennis Butler