

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDIT REPORTS THEREON**

RED WILLOW COUNTY, NEBRASKA

Year Ended June 30, 2019

**Donald D. Wilson, Certified Public Accountant
McCook, Nebraska**

RED WILLOW COUNTY, NEBRASKA

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INDEPENDENT AUDITOR REPORT

County Board of Commissioners
Red Willow County
McCook, Nebraska 69001

Report on the Financial Statements

I have audited the accompanying cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Red Willow County, Nebraska as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the financial statements of the County's primary government 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 the cash basis of accounting described in Note 1. This includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Basis for Adverse Opinion

The financial statements referred to above include only the primary government of Red Willow County, Nebraska which consists of all funds, departments, and offices that comprise the County's legal entity. The financial statements do not include financial data for the County's legally separate component unit. Accounting principles generally accepted in the United States of America require financial data for the County's legally separate component unit to be reported with the financial data of the County's primary government. The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses of the government-wide financial statements has not been determined.

Adverse Opinion

In my opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the reporting entity of Red Willow County, Nebraska as of June 30, 2019, or the changes in its financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective cash position of the governmental activities, each major fund, and the aggregate remaining fund information for the primary government of Red Willow County, Nebraska as of June 30, 2019, and the respective changes in the cash position for the year then ended in conformity with the basis of accounting described in Note 1.

Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements for the primary government were prepared on the cash-basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My opinion is not modified with respect to this matter.

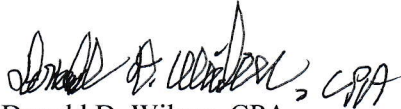
Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Red Willow County, Nebraska financial statements. The budgetary comparison information, combining and individual nonmajor fund financial statements and the schedule of office activity, are presented for purposes of additional analysis and are not a required part of the financial statements.

The budgetary comparison information, combining and individual nonmajor fund financial statements, and schedule of office activity, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated December 20, 2019 on my consideration of Red Willow County, Nebraska internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of my 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. This report is an integral part of an audit conducted in accordance with *Government Auditing Standards* in considering Red Willow County, Nebraska internal control over financial reporting and compliance.



Donald D. Wilson, CPA
McCook, Nebraska

December 20, 2019

RED WILLOW COUNTY, NEBRASKA
STATEMENT OF NET POSITION - CASH BASIS

June 30, 2019

	EXHIBIT A
	PRIMARY GOVERNMENT
	GOVERNMENTAL ACTIVITIES
ASSETS	
Equity in Pooled Cash and Cash Equivalents	4,158,301
Designated Investments	71,028
Total Assets	4,229,329
NET POSITION	
Restricted for:	
Jail Bond	400,392
Nursing Home Bond	146,711
Bridge/Road Projects	158,453
Visitor's Promotion	109,610
Veteran's Aid	8,941
Child Support	66,734
Register of Deeds	16,767
Unrestricted	3,321,721
TOTAL NET POSITION	4,229,329

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA
STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED June 30, 2019

Exhibit B

		Program Cash Receipts		Net (Disbursements) Receipts and Changes in Net Assets
	Cash Disbursements	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
General Government	2,704,765	406,837	95,858	(2,202,070)
Public Safety	1,778,931	147,590	132,586	(1,498,755)
Public Works	1,652,865	1,070		(1,651,795)
Public Health	275,599	221,765		(53,834)
Public Assistance	161,920	22,439		(139,481)
Culture and Recreation	759,165	386,953		(372,212)
Debt Service	467,978			(467,978)
Total Governmental Activities	7,801,223	1,186,654	228,444	(6,386,125)
General Receipts:				
Taxes:				
Property taxes, levied for general purposes				3,165,308
Property taxes, levied for public health				77,730
Property taxes, levied for culture and recreation				192,100
Property taxes, levied for debt service				465,489
Motor Vehicle Tax				415,328
Intergovernmental				1,663,220
Inheritance Tax				217,005
Interest				54,298
Miscellaneous				125,093
Total General Receipts				6,375,571
Changes in Net Position				(10,554)
Net position - Beginning of Year				4,239,883
Net position - End of Year				4,229,329

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

**BALANCE SHEET - CASH BASIS
GOVERNMENTAL FUNDS**

June 30, 2019

EXHIBIT C

	<u>General</u>	<u>Road</u>	<u>Self Insurance</u>	<u>Inheritance Tax</u>	<u>Other Governmental Funds</u>	<u>Total</u>
ASSETS						
Equity in Pooled Cash and Cash Equivalents	585,893	706,976	401,086	1,007,036	1,457,310	4,158,301
Designated Investments					71,028	71,028
Total Assets	<u>585,893</u>	<u>706,976</u>	<u>401,086</u>	<u>1,007,036</u>	<u>1,528,338</u>	<u>4,229,329</u>
FUND BALANCES:						
Restricted					907,608	907,608
Assigned		706,976	401,086	1,007,036	620,730	2,735,828
Unassigned	585,893					585,893
Total Fund Balances	<u>585,893</u>	<u>706,976</u>	<u>401,086</u>	<u>1,007,036</u>	<u>1,528,338</u>	<u>4,229,329</u>

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

STATEMENT OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED June 30, 2019

EXHIBIT D

	General	Special Revenue		NonMajor Governmental Funds	Total Governmental Total
		Road	Self Insurance		
CASH RECEIPTS					
Property Taxes	3,165,308			735,319	3,900,627
Motor Vehicle Tax	415,328				415,328
Federal Grants	108,680			13,441	122,121
Intergovernmental	145,052	1,212,976		386,088	1,744,116
Inheritance Tax				217,005	217,005
Charges for Services	490,121	1,070		695,463	1,186,654
Interest	53,564			734	54,298
Miscellaneous	3,120	17,108	84,836	45,456	150,520
Total Cash Receipts	<u>4,381,173</u>	<u>1,231,154</u>	<u>84,836</u>	<u>1,876,501</u>	<u>7,790,669</u>
CASH DISBURSEMENTS					
General Government	1,778,683		925,163	919	2,704,765
Public Safety	1,591,957			186,974	1,778,931
Public Works	38,222	1,483,308		131,335	1,652,865
Public Health	2,508			273,091	275,599
Public Assistance	161,920				161,920
Culture and Recreation				759,165	759,165
Debt Service					
Principal Retirement				330,000	330,000
Interest				137,978	137,978
Total Cash Disbursements	<u>3,573,290</u>	<u>1,483,308</u>	<u>925,163</u>	<u>1,819,462</u>	<u>7,801,223</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>807,883</u>	<u>(252,154)</u>	<u>(840,327)</u>	<u>57,039</u>	<u>(10,554)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	306,756	274,321	1,205,612		1,786,689
Transfers (Out)	(1,379,933)			(400,000)	(1,786,689)
Total Other Financing Sources (Uses)	<u>(1,073,177)</u>	<u>274,321</u>	<u>1,205,612</u>	<u>(400,000)</u>	<u>0</u>
Net Change in Fund Balances	(265,294)	22,167	365,285	(182,995)	(10,554)
Fund Balances, Beginning of Year	<u>851,187</u>	<u>684,809</u>	<u>35,801</u>	<u>1,190,031</u>	<u>4,239,883</u>
Fund Balances, End of Year	<u>585,893</u>	<u>706,976</u>	<u>401,086</u>	<u>1,528,338</u>	<u>4,229,329</u>

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - CASH BASIS

CUSTODIAL FUNDS

Year Ended June 30, 2019

EXHIBIT E

	Balance July 1, 2018	Receipts	Disbursements	Balance June 30, 2019
ASSETS				
Equity in Pooled Cash and Cash Equivalents	580,532	20,663,387	20,662,877	581,042
Designated Investments	61,294	584		61,878
Total Assets	641,826	20,663,971	20,662,877	642,920
LIABILITIES				
State	280,398	2,560,582	2,626,181	214,799
Schools	217,355	13,061,457	13,036,278	242,534
Educational Service Unit	2,375	188,219	187,634	2,960
Community College	11,956	935,657	933,000	14,613
Natural Resource District	8,646	956,090	954,251	10,485
Fire Districts	3,203	300,528	300,207	3,524
Cemetery Districts	2,096	7,541	6,503	3,134
Municipalities	43,139	1,865,471	1,855,598	53,012
Historical Society	1,870	19,167	19,585	1,452
Nursing Home Operating	117	2	0	119
Unclaimed Property	990	186	136	1,040
Tentative Inheritance Tax	8,387	24,983		33,370
Redemptions	0	484,500	484,500	0
Tax Increment Financing	0	259,004	259,004	0
Inheritance Trust Funds	61,294	584		61,878
Total Liabilities	641,826	20,663,971	20,662,877	642,920
NET POSITION	0	0	0	0

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies and procedures adopted by Red Willow County, Nebraska:

A. Reporting Entity:

Red Willow County, Nebraska, (County) is a governmental entity established under and governed by the laws of the State of Nebraska (State). The County is managed by county officials who are elected on a political ballot for four-year terms. As a political subdivision of the State, the County is exempt from State and Federal income taxes. The financial statements include all funds of the County that are not legally separate. The County has also considered all potential component units for which it is financially accountable, as well as other organizations that are either fiscally dependent on the County or maintain a significant relationship with the County, such that exclusion would be misleading or incomplete. Control or dependence is determined on the criteria of 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.

The Hillcrest Nursing Home is a component unit of the County because of the significance of its operational and financial relationships with the County. The financial statements do not include the data of the Hillcrest Nursing Home, necessary for reporting in conformity with generally accepted accounting principles (GAAP). Complete financial statements of the component unit can be obtained from the Nursing Home administrative office.

Other individual County offices maintain accounting records and account for monies received and disbursed directly by these offices. Only that portion of these monies which is subsequently receipted by the County Treasurer is reflected in the County's financial statements.

B. Basis of Presentation:

Government-wide Financial Statements:

The Statement of net position and the statement of activities display information about the County as a whole. These statements include the cash activities of the primary government.

The statement of net position, cash-basis, presents the County's non-fiduciary assets and liabilities, with the difference reported as net position. Net position is reported in two categories:

Restricted Net Position – result when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position– has constraints on resources that are imposed by management but can be removed or modified.

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the Year Ended June 30, 2019**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued):

Government-wide Financial Statements (Concluded):

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

Fund Financial Statements:

During the year, the County segregates transactions related to certain county functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The County uses two categories of funds, governmental and fiduciary. The focus of governmental fund financial statements is on the major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

The following are Red Willow County's major governmental funds:

General Fund:

The General Fund is the County's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Nebraska.

Road Fund (Special Revenue):

The Road Fund is used to account for costs associated with the repair and maintenance of roads and bridges and is primarily funded by State tax receipts.

Self-Insurance (Special Revenue):

The Self Insurance fund is used to account for the County's self-insurance proceeds and costs.

Inheritance Tax (Special Revenue):

The Inheritance Tax Fund is used to account for receipts generated from inheritance taxes collected in accordance with State Statute. The fund balance is available to the county for any purpose.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the Year Ended June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

B. Basis of Presentation (Concluded):
Fund Financial Statements (Concluded):

In the fund financial statements, governmental fund balances are required to be reported according to the following classifications:

Restricted fund balance – This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – Amounts that can only be used for specific purposes because of a formal action (resolution) by the County’s highest level of decision-making authority, the County Board.

Assigned fund balance – Amounts that are constrained by the County’s intent to be used for specific purposes, but do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the County Board, or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.

Unassigned fund balance – This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

Fiduciary Funds:

Fiduciary fund reporting focuses on net assets and changes in net position. The County’s only fiduciary funds are custodial funds. The custodial funds account for assets held by the County for political subdivisions in which the County acts as a fiscal agent and for taxes, state-levied shared receipts, and fines and forfeitures collected and distributed to other political subdivisions.

C. Basis of Accounting:

The funds of the County and the financial statements have been prepared on the cash receipts and disbursements basis of accounting. Receipts are taken into account only when received by the County and disbursements are recorded when warrants are issued. This differs from generally accepted accounting principles, which require governmental fund accounting to follow the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual and obligations are generally recognized when they are incurred.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the Year Ended June 30, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED):

D. Capital Assets:

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

E. Property Taxes:

Property taxes are levied by October 15 based on valuations as of April 1. Real Estate taxes become due and attach as an enforceable lien on property as of December 31. Real Estate and Personal Property taxes are payable in two installments and become delinquent on May 1 and September 1, following the levy date. Motor Vehicle taxes are due when application is made for registration of a Motor Vehicle.

Counties are permitted by the State Constitution to levy a tax of up to \$.50/\$100 of assessed valuation for general governmental services, except that \$.05 of \$100 of taxable valuation of property subject to the levy may only be levied to provide financing for the County's share of receipts required under an agreement executed pursuant to the Inter-local Cooperation act. The County may allocate up to fifteen cents of its authority to other political subdivisions including: Fire Districts, Cemetery Districts, and a Historical Society. The County may levy taxes in addition to the .50-cent limitation upon a vote of the people. The levy set in October 2018 for 2018 taxes which will be materially collected in May and September 2019, was set at \$.312556/\$100 of assessed valuation. Assessed valuation for Red Willow County for the 2018 tax levy was \$1,265,180,204.

Additionally, there is currently a legislatively imposed lid limitation, which limits taxation to the prior year's level, with provisions for growth and the reduction of state aid. It may be increased by 2.5%, plus allowable growth, and an additional 1% by a three-fourths majority of the County board, or to any level by a vote of the people in the County.

NOTE 2: DEPOSITS AND INVESTMENTS:

The County Treasurer has generally pooled the cash resources of the various funds for investment purposes. Cash and cash equivalents are considered to be cash on hand and demand deposits. Interest earned on pooled funds is credited to the County General Fund in accordance with Section 77-2315, R.R.S. 1943. Investments made specifically from and for a particular fund are summarized as "Designated Investments". Interest on these investments is credited to the fund from which the investment is made, also in accordance with the above-cited statute. The types of investments in which the County is authorized to invest funds in are enumerated in State Statutes and generally include U.S. government obligations, certificates of deposit, time deposits and securities in which the state investment officer is authorized to invest.

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENT - CONTINUED
For the Year Ended June 30, 2019**

NOTE 2: DEPOSITS AND INVESTMENTS (CONCLUDED):

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State law restricts the type of collateral securities allowed. For the purposes of classifying categories of custodial risk, the deposits for the County as of June 30, 2019 were entirely insured or collateralized with securities held by the County's agent in the County's name.

NOTE 3: INTERFUND TRANSFERS:

The detail of inter-fund transfers for the year ended June 30, 2019 is as follows:

<u>Transfers To</u>	<u>Transfers From</u>	<u>Amount</u>
Road	General	274,321
Self-Insurance	General	1,105,612
Self-Insurance	Inheritance Tax	100,000
General	Inheritance Tax	300,000
General	Child Support Incentive	6,756

Transfers generally move resources from the General Fund, statutorily required to collect the resources, to the fund statutorily required to expend the resources. The transfer from Inheritance Tax, moved over reserve funds as needed. The transfer from Child Support Incentive was a correction.

NOTE 4: RETIREMENT PROGRAM:

The Retirement Program for Nebraska Counties is a multiple-employer cash balance benefit plan or a defined contribution plan administered by the Nebraska Public Employees Retirement Board (NPERB) in accordance with the provisions of the County Employees Retirement Act beginning at State Statute Section 23-2301.

Each member who is employed and participating in the retirement system prior to January 1, 2003, may either elect to continue participation in the defined contribution benefit plan or elect to participate in the cash balance benefit plan. All new members as of January 1, 2003 will participate in the cash balance benefit plan. In a cash balance benefit plan, benefits depend on amounts contributed to the plan plus interest credits. In a defined contribution plan, benefits depend on amounts contributed to the plan plus investment earnings. All elected officials and full-time employees who have attained the age of twenty will begin immediate plan participation upon hire. Permanently employed part-time employees may exercise the option to begin immediate participation. Employees contribute 4.5% of their salary and the County match is 6.75% of the salary. Commissioned law enforcement personnel employed by the County contribute 5.5% of their salary and the County match is 7.75% of the salary. The employee and employer's contributions are kept in separate accounts. The employer's account is fully vested. The employee's account is vested 100% after three years participation in the plan. Prior service benefits are paid directly by the County to the retired employee. The County's contributions to NPERB for the years ended June 30, 2019, 2018, and 2017 were \$183,241, \$181,143, and \$165,902 respectively. Prior service benefit paid was \$108 for each of the three fiscal years.

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENT - CONTINUED
For the Year Ended June 30, 2019**

NOTE 5: BONDS PAYABLE COMMITMENTS:

The following is a summary of changes in long-term commitments of the County for the year ended June 30, 2019:

	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
Bonds:				
Jail Bond Series 2013	4,005,000		225,000	3,780,000
Hillcrest Series 2016	1,710,000		105,000	1,605,000
Total	<u>5,715,000</u>	<u>0</u>	<u>330,000</u>	<u>5,385,000</u>

A summary of the annual requirements to service the bonds as of June 30, 2019, is as follows:

Year Ended	Jail Bond			Hillcrest Nursing Home Bond		
	Principal	Interest	Total	Principal	Interest	Total
June 30, 2020	230,000	99,475	329,475	110,000	34,688	144,688
June 30, 2021	235,000	95,868	330,868	110,000	33,560	143,560
June 30, 2022	240,000	91,530	331,530	115,000	32,236	147,236
June 30, 2023	240,000	86,610	326,610	115,000	30,684	145,684
June 30, 2024	250,000	81,155	331,155	115,000	28,930	143,930
Years 2025-2029	1,345,000	303,685	1,648,685	630,000	110,652	740,652
Years 2030-2033	1,240,000	83,682	1,323,682	410,000	23,250	433,250
Total	<u>3,780,000</u>	<u>842,005</u>	<u>4,622,005</u>	<u>1,605,000</u>	<u>294,000</u>	<u>1,899,000</u>

Jail Building Bond

Due serially in annual principal payments of \$205,000 to \$325,000, plus interest at .3% to 3.35%. Final payment is due December 15, 2032. These are Limited Tax Obligation Bonds issued June 20, 2013 in the amount of \$5,100,000 for the construction of a new jail. Bonds maturing on and after June 20, 2018, are subject to optional redemption prior to maturity, in any order of maturity, in integral multiples of \$5,000. Interest on the Bonds at the respective rates for each maturity is payable semiannually on December 15th and June 15th each year. The maximum annual debt service payable on the bonds will not exceed a levy of 5.2¢ per \$100 upon all the taxable property in the County, subject to the County's constitutional levy limitation.

Hillcrest Nursing Home Bond, Series 2016 Refunding

Due serially in annual principal payments of \$110,000 to \$140,000, plus interest at .75% to 3.75%. Final payment is due October 1, 2031. These are General Obligation Refunding Bonds issued October 1, 2016 in the amount of \$1,820,000 for improvements at the Hillcrest Nursing Home. Bonds maturing on and after October 1, 2021, are subject to optional redemption prior to maturity, in any order of maturity, in integral multiples of \$5,000. Interest on the Bonds at the respective rates for each maturity is payable semiannually on October 1 and April 1 each year. The Nursing Home Bond is a general obligation of Red Willow County, payable, unless paid from other sources, out of the funds of the County, which may be raised among other sources, by taxes levied by valuation on all taxable property in the County.

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENT - CONTINUED
For the Year Ended June 30, 2019**

NOTE 6: LOAN PAYABLE COMMITMENT:

The following is a summary of the changes in the loan payable commitment during the fiscal year:

	Balance July 1, 2018	Additions	Retirements	Balance June 30, 2019
County Fair	49,621		11,818	37,803

A summary of the commitment under loan agreements provides for annual payments as follows:

Year Ended	County Fair		
	Principal	Interest	Total
June 30, 2020	12,190	1,324	13,514
June 30, 2021	12,617	898	13,515
June 30, 2022	12,996	518	13,514
Total	37,803	2,740	40,543

County Fair:

Due in annual principal and interest payments of \$13,514, with interest at 3.50%, payable to First Central Bank. Final payment is due June 1, 2022. This loan was for the purchase of a New Holland Tractor.

NOTE 7: FEDERALLY ASSISTED PROGRAMS:

The County receives substantial grants from the federal and state governments, all of which are subject to audit by the respective governments. Subsequent audits may disallow disbursements financed by governmental grant programs, although past audits have resulted in no violations of grant regulations and no requests for reimbursement. It is the opinion of management that requests for reimbursement, if any, by either the federal or state governments based on subsequent audits will not be material in relation to the County's financial statements as of June 30, 2019.

NOTE 8: ACCUMULATED COMPENSATED ABSENCES:

It is the County's Policy to permit employees to accumulate a limited amount of earned but unused vacation and sick leave. Upon separation from the County's service, the accumulated vacation would be paid but the sick leave would be forfeited. The cost of vacation and sick leave are recognized when payments are made to the individual.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENT - CONCLUDED

For the Year Ended June 30, 2019

NOTE 9: JOINT VENTURE:

Red Willow County has entered into an agreement with the other counties in Region II in conjunction with the Nebraska Department of Public Institutions to provide services to carry out the provisions of the Nebraska Comprehensive Community Mental Health Services Act and the related alcoholism and drug abuse services and the Developmental Disabilities Services Act (Acts). Region II consists of the following counties: Grant, Hooker, Thomas, Arthur, McPherson, Logan, Keith, Lincoln, Perkins, Chase, Hayes, Frontier, Dawson, Gosper, Dundy, Hitchcock and Red Willow. Each county contributes to the financial support of the Region activities based on formulas developed by the Region governing board. Funding is provided by a combination of federal, state, local, and private funding. Red Willow County contributed \$58,922 toward the operation of Region II during fiscal year 2019. In the event of the termination of the agreement, assets would be disposed of in accordance with the terms of the agreement. The Region is audited annually in accordance with State Statute. Financial information for the Region is available from Region II.

NOTE 10: RISK MANAGEMENT:

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the period ended June 30, 2019, the County managed its risks as follows:

Liability Insurance

The County has purchased liability insurance for risks related to torts; theft or damage to property; and errors and omissions of public officials from a commercial insurance carrier. Settled Claims have not exceeded this commercial coverage in any of the past three fiscal years.

Employee Health Insurance

On November 1, 1992, Red Willow County began a partial self-funded employee health insurance plan. The County has contracted with Regional Care, a group insurance firm, for benefit administration and payment of claims. Red Willow County pays to Regional Care monthly actual claims paid for plan-covered employees and projected claims assessments.

In partial self-funded insurance, the County selects the amount of risk they wish to assume, and purchases "stop loss" insurance for all excess amounts. Red Willow County entered into an agreement with American National Life Insurance for aggregate and specific reinsurance. Shown here are the reinsurance coverage's:

Aggregate eligible expenses: Medical, Dental and Prescription Card Services.

Specific deductible per person	\$ 30,000
Maximum aggregate reimbursement	\$1,000,000

RED WILLOW COUNTY, NEBRASKA

**SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2019

EXHIBIT F

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Taxes	3,640,554	3,640,554	3,580,636	(59,918)
Federal	100,049	100,049	108,680	8,631
State	40,500	40,500	61,779	21,279
Local	578,541	578,541	630,078	51,537
Total Cash Receipts	4,359,644	4,359,644	4,381,173	21,529
CASH DISBURSEMENTS:				
General Government:				
Board of Commissioners	87,780	87,780	79,289	8,491
Clerk	194,102	194,102	172,968	21,134
Treasurer	256,528	256,528	254,084	2,444
Assessor	243,516	243,516	219,835	23,681
Election Commissioner	42,050	42,050	20,318	21,732
Planning and Zoning	14,800	14,800	7,132	7,668
Clerk of the District Court	113,686	113,686	100,155	13,531
County Court System	21,000	21,000	19,200	1,800
District Judge	9,450	9,450	3,101	6,349
Building and Grounds	120,451	120,451	97,339	23,112
Extension Office	133,411	133,411	132,826	585
Employment Security	10,000	10,000	278	9,722
Miscellaneous	786,400	786,400	672,158	114,242
Total General Government	2,033,174	2,033,174	1,778,683	254,491
Public Safety:				
Sheriff	514,937	514,937	438,354	76,583
Attorney	181,630	181,630	180,601	1,029
Jail	899,260	899,260	798,874	100,386
Probation Officer	13,835	13,835	13,835	0
Juvenile Detention	12,000	12,000	1,261	10,739
Emergency Management	65,435	65,435	40,100	25,335
Miscellaneous	147,000	147,000	118,932	28,068
Total Public Safety	1,834,097	1,834,097	1,591,957	242,140
Public Works:				
Surveyor	16,000	16,000	14,292	1,708
Noxious Weed Control	35,275	35,275	23,930	11,345
Total Public Works	51,275	51,275	38,222	13,053
Public Health:				
Miscellaneous	8,500	8,500	2,508	5,992
Total Public Health	8,500	8,500	2,508	5,992
Public Assistance:				
County Relief	7,650	7,650	40	7,610
Veteran's Service Officer	96,613	96,613	84,155	12,458
Institutions	68,922	68,922	62,129	6,793
Miscellaneous	25,600	25,600	15,596	10,004
Total Public Assistance	198,785	198,785	161,920	36,865

RED WILLOW COUNTY, NEBRASKA

**SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND**

For the Year Ended June 30, 2019

**EXHIBIT F
CONCLUDED**

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
Total Cash Disbursements	4,125,831	4,125,831	3,573,290	552,541
Excess of Cash Receipts Over (Under) Cash Disbursements	233,813	233,813	807,883	574,070
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	500,000	500,000	306,756	(193,244)
Operating Transfers (Out)	(1,285,000)	(1,285,000)	(1,379,933)	(94,934)
Total Other Financing Sources (Uses)	(785,000)	(785,000)	(1,073,177)	(288,178)
Net Change in Fund Balance	(551,187)	(551,187)	(265,294)	285,892
Fund Balance, Beginning of Year	851,187	851,187	851,187	0
Fund Balance, End of Year	300,000	300,000	585,893	285,892

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
ROAD FUND

For the Year Ended June 30, 2019

EXHIBIT G

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
State	1,209,734	1,209,734	1,212,681	2,947
Local	10,796	10,796	18,473	7,677
Total Cash Receipts	<u>1,220,530</u>	<u>1,220,530</u>	<u>1,231,154</u>	<u>10,624</u>
CASH DISBURSEMENTS:				
Public Works:				
Road Department	1,619,678	1,619,678	1,483,308	136,370
Total Cash Disbursements	<u>1,619,678</u>	<u>1,619,678</u>	<u>1,483,308</u>	<u>136,370</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>(399,148)</u>	<u>(399,148)</u>	<u>(252,154)</u>	<u>146,994</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	277,000	277,000	274,321	(2,679)
Operating Transfers (Out)				
Total Other Financing Sources (Uses)	<u>277,000</u>	<u>277,000</u>	<u>274,321</u>	<u>(2,679)</u>
Net Change in Fund Balance	(122,148)	(122,148)	22,167	144,315
Fund Balance, Beginning of Year	<u>684,809</u>	<u>684,809</u>	<u>684,809</u>	<u>0</u>
Fund Balance, End of Year	<u>562,661</u>	<u>562,661</u>	<u>706,976</u>	<u>144,315</u>

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
SELF INSURANCE

For the Year Ended June 30, 2019

EXHIBIT H

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Local	72,499	72,499	84,836	12,337
Total Cash Receipts	72,499	72,499	84,836	12,337
CASH DISBURSEMENTS:				
General Government	1,116,300	1,116,300	925,163	191,137
Total Cash Disbursements	1,116,300	1,116,300	925,163	191,137
Excess of Cash Receipts Over (Under) Cash Disbursements	(1,043,801)	(1,043,801)	(840,327)	203,474
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	1,008,000	1,008,000	1,205,612	197,612
Operating Transfers (Out)				
Total Other Financing Sources (Uses)	1,008,000	1,008,000	1,205,612	197,612
Net Change in Fund Balance	(35,801)	(35,801)	365,285	401,086
Fund Balance, Beginning of Year	35,801	35,801	35,801	0
Fund Balance, End of Year	0	0	401,086	401,086

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
INHERITANCE TAX

For the Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Local	300,000	300,000	217,005	(82,995)
Total Cash Receipts	300,000	300,000	217,005	(82,995)
CASH DISBURSEMENTS:				
Capital Outlay				0
Total Cash Disbursements	0	0	0	0
Excess of Cash Receipts Over (Under) Cash Disbursements	300,000	300,000	217,005	(82,995)
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	8,387	8,387		(8,387)
Operating Transfers (Out)	(500,000)	(500,000)	(400,000)	100,000
Total Other Financing Sources (Uses)	(491,613)	(491,613)	(400,000)	91,613
Net Change in Fund Balance	(191,613)	(191,613)	(182,995)	8,618
Fund Balance, Beginning of Year	1,190,031	1,190,031	1,190,031	0
Fund Balance, End of Year	998,418	998,418	1,007,036	8,618

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

**NOTES TO SUPPLEMENTARY INFORMATION
BUDGETARY REPORTING**

For the Year Ended June 30, 2019

NOTE 1: GAAP REQUIREMENTS:

Generally Accepted Accounting Principles (GAAP) requires budgetary comparison schedules for the General Fund, and for each major special revenue funds that have a legally adopted annual budget. GAAP further requires the budgetary comparison schedules to include the original budget and final budget amounts. The original budget is the first complete appropriated budget adjusted by reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes before the beginning of the fiscal year. The final budget is the original budget adjusted by all reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes applicable to the fiscal year as approved by the County Board.

NOTE 2: BUDGET POLICY:

The County follows these procedures in establish the budgetary data reflected in the schedules in accordance with the statutory requirements of the Nebraska Budget Act.

On or before August 1 the finance committee or other designated budget-making authority prepares and transmits a budget for each County fund showing the requirements, the outstanding warrants, the operating reserve to be maintained, the cash on hand at the close of the preceding fiscal year, the revenue from sources other than taxation, and the amount to be raised by taxation. The budget, like the County financial statements, is prepared on the cash receipts and disbursements basis of accounting. The budget contains only those receipts, which have actually been received by the County Treasurer.

The County Board must hold at least one public hearing. Prior to September 20, after the action of the State Board of Equalization and Assessment has been certified to the County Clerk, the budget, as revised, is adopted and the amounts provided therein are appropriated.

The County Board is authorized to transfer budgeted amounts between departments within any fund through resolution; however, revisions that alter the total disbursements of any fund require that an additional public hearing be held. Appropriations lapse at year-end.

RED WILLOW COUNTY, NEBRASKA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2019

SCHEDULE 1

	Special Revenue Funds (Schedule 3)	Debt Service Funds Jail Bond	Nursing Home Bond	Total Nonmajor Governmental Funds (Exhibit C)
ASSETS				
Equity in Pooled Cash and Cash Equivalents	910,207	400,392	146,711	1,457,310
Designated Investments	<u>71,028</u>	<u> </u>	<u> </u>	<u>71,028</u>
Total Assets	<u><u>981,235</u></u>	<u><u>400,392</u></u>	<u><u>146,711</u></u>	<u><u>1,528,338</u></u>
FUND BALANCES:				
Restricted	360,505	400,392	146,711	907,608
Assigned	<u>620,730</u>	<u> </u>	<u> </u>	<u>620,730</u>
Total Fund Balances	<u><u>981,235</u></u>	<u><u>400,392</u></u>	<u><u>146,711</u></u>	<u><u>1,528,338</u></u>

RED WILLOW COUNTY, NEBRASKA
COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED June 30, 2019

SCHEDULE 2

	Special Revenue Funds (Schedule 4)	<u>Debt Service Funds</u> Jail Nursing Home Bond Bond		Total Nonmajor Governmental Funds (Exhibit D)
CASH RECEIPTS				
Property Taxes	269,830	324,277	141,212	735,319
Federal Grants	13,441			13,441
Intergovernmental	371,957	9,869	4,262	386,088
Charges for Services	695,463			695,463
Interest	734			734
Miscellaneous	45,456			45,456
Total Cash Receipts	<u>1,396,881</u>	<u>334,146</u>	<u>145,474</u>	<u>1,876,501</u>
CASH DISBURSEMENTS				
General Government	119	400	400	919
Public Safety	186,974			186,974
Public Works	131,335			131,335
Public Health	273,091			273,091
Culture and Recreation	759,165			759,165
Debt Service:				
Principal Retirement		225,000	105,000	330,000
Interest		102,322	35,656	137,978
Total Cash Disbursements	<u>1,350,684</u>	<u>327,722</u>	<u>141,056</u>	<u>1,819,462</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>46,197</u>	<u>6,424</u>	<u>4,418</u>	<u>57,039</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	0			0
Transfers (Out)	(6,756)			(6,756)
Total Other Financing Sources (Uses)	<u>(6,756)</u>	<u>0</u>	<u>0</u>	<u>(6,756)</u>
Net Change in Fund Balances	39,441	6,424	4,418	50,283
Fund Balances, Beginning of Year	<u>941,794</u>	<u>393,968</u>	<u>142,293</u>	<u>1,478,055</u>
Fund Balances, End of Year	<u><u>981,235</u></u>	<u><u>400,392</u></u>	<u><u>146,711</u></u>	<u><u>1,528,338</u></u>

RED WILLOW COUNTY, NEBRASKA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2019

SCHEDULE 3

	Highway Buyback	Child Support Incentive	Visitor's Promotion	Visitor's Improvement	Fair	Fair Sinking
ASSETS						
Equity in Pooled Cash and Cash Equivalents Designated Investments	158,453	66,734	32,064	77,546	55,689	13,401
Total Assets	<u>158,453</u>	<u>66,734</u>	<u>32,064</u>	<u>77,546</u>	<u>55,689</u>	<u>13,401</u>
FUND BALANCES:						
Restricted Assigned	158,453	66,734	32,064	77,546	55,689	13,401
Total Fund Balances	<u>158,453</u>	<u>66,734</u>	<u>32,064</u>	<u>77,546</u>	<u>55,689</u>	<u>13,401</u>
	Fair Memorial	Register of Deeds P&M	Kiplinger Arena	Veteran's Aid	STOP Diversion	Drug Law Enforcement
ASSETS						
Equity in Pooled Cash and Cash Equivalents Designated Investments		16,767		8,941	36,518	1,053
	3,647		67,381			
Total Assets	<u>3,647</u>	<u>16,767</u>	<u>67,381</u>	<u>8,941</u>	<u>36,518</u>	<u>1,053</u>
FUND BALANCES:						
Restricted Assigned	3,647	16,767	67,381	8,941	36,518	1,053
Total Fund Balances	<u>3,647</u>	<u>16,767</u>	<u>67,381</u>	<u>8,941</u>	<u>36,518</u>	<u>1,053</u>
	K-9 Fund	Juvenile Services	Health Department	Waste Disposal	Total Nonmajor Special Revenue Funds (Schedule 1)	
ASSETS						
Equity in Pooled Cash and Cash Equivalents Designated Investments	3,511	13,157	73,435	352,938		910,207
						71,028
Total Assets	<u>3,511</u>	<u>13,157</u>	<u>73,435</u>	<u>352,938</u>		<u>981,235</u>
FUND BALANCES:						
Restricted Assigned	3,511	13,157	73,435	352,938		360,505
						620,730
Total Fund Balances	<u>3,511</u>	<u>13,157</u>	<u>73,435</u>	<u>352,938</u>		<u>981,235</u>

RED WILLOW COUNTY NEBRASKA
COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For The Year Ended June 30, 2019

SCHEDULE 4

	Highway Buyback	Child Support Incentive	Visitor's Promotion	Visitor's Improvement	Fair	Fair Sinking
CASH RECEIPTS						
Property Taxes					192,097	
Federal Grants		13,441				
Intergovernmental	131,396		62,915	62,915	5,833	
Charges for Services					230,664	3,795
Interest						
Miscellaneous			1,000	27,295		
Total Cash Receipts	<u>131,396</u>	<u>13,441</u>	<u>63,915</u>	<u>90,210</u>	<u>428,594</u>	<u>3,795</u>
CASH DISBURSEMENTS						
General Government						
Public Safety						
Public Works	131,335					
Public Health						
Culture and Recreation			66,397	102,062	443,727	
Total Cash Disbursements	<u>131,335</u>	<u>0</u>	<u>66,397</u>	<u>102,062</u>	<u>443,727</u>	<u>0</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>61</u>	<u>13,441</u>	<u>(2,482)</u>	<u>(11,852)</u>	<u>(15,133)</u>	<u>3,795</u>
OTHER FINANCING SOURCES (USES):						
Transfers In						
Transfers (Out)		(6,756)				
Total Other Financing Sources	<u>0</u>	<u>(6,756)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>61</u>	<u>6,685</u>	<u>(2,482)</u>	<u>(11,852)</u>	<u>(15,133)</u>	<u>3,795</u>
Fund Balances, Beginning of Year	<u>158,392</u>	<u>60,049</u>	<u>34,546</u>	<u>89,398</u>	<u>70,822</u>	<u>9,606</u>
Fund Balances, End of Year	<u>158,453</u>	<u>66,734</u>	<u>32,064</u>	<u>77,546</u>	<u>55,689</u>	<u>13,401</u>

RED WILLOW COUNTY NEBRASKA

COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For The Year Ended June 30, 2019

SCHEDULE 4
CONTINUED

	Fair Memorial	Register of Deeds P&M	Kipling Arena	Veteran's Aid	STOP Diversion	Drug Law Enforcement
CASH RECEIPTS						
Property Taxes			3			
Federal Grants				55		
Intergovernmental		7,007	152,495		2,040	
Charges for Services						
Interest	7		727			
Miscellaneous	3,839					
Total Cash Receipts	3,846	7,007	153,225	55	2,040	0
CASH DISBURSEMENTS						
General Government		119				
Public Safety						
Public Works						
Public Health						
Culture and Recreation	2,400		144,579			
Total Cash Disbursements	2,400	119	144,579	0	0	0
Excess of Cash Receipts Over (Under) Cash Disbursements	1,446	6,888	8,646	55	2,040	0
OTHER FINANCING SOURCES (USES):						
Transfers In						
Transfers (Out)						
Total Other Financing Sources	0	0	0	0	0	0
Net Change in Fund Balances	1,446	6,888	8,646	55	2,040	0
Fund Balances, Beginning of Year	2,201	9,879	58,735	8,886	34,478	1,053
Fund Balances, End of Year	3,647	16,767	67,381	8,941	36,518	1,053

RED WILLOW COUNTY NEBRASKA

COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For The Year Ended June 30, 2019

SCHEDULE 4
CONCLUDED

	K-9 Fund	Juvenile Services	Health Department	Waste Disposal	Total Nonmajor Special Revenue Funds (Schedule 2)
CASH RECEIPTS					
Property Taxes			77,730		269,830
Federal Grants					13,441
Intergovernmental			2,520	106,323	371,957
Charges for Services			221,764	77,698	695,463
Interest					734
Miscellaneous	3,511		60	9,751	45,456
Total Cash Receipts	3,511	0	302,074	193,772	1,396,881
CASH DISBURSEMENTS					
General Government					119
Public Safety				186,974	186,974
Public Works					131,335
Public Health			273,091		273,091
Culture and Recreation					759,165
Total Cash Disbursements	0	0	273,091	186,974	1,350,684
Excess of Cash Receipts Over (Under) Cash Disbursements	3,511	0	28,983	6,798	46,197
OTHER FINANCING SOURCES (USES):					
Transfers In					0
Transfers (Out)					(6,756)
Total Other Financing Sources	0	0	0	0	(6,756)
Net Change in Fund Balances	3,511	0	28,983	6,798	39,441
Fund Balances, Beginning of Year	0	13,157	44,452	346,140	941,794
Fund Balances, End of Year	3,511	13,157	73,435	352,938	981,235

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2019

SCHEDULE 5

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
HIGHWAY BUYBACK				
CASH RECEIPTS	106,652	106,652	131,396	24,744
CASH DISBURSEMENTS	158,000	158,000	131,335	26,665
Net Change in Fund Balance	(51,348)	(51,348)	61	51,409
Fund Balance, Beginning of Year	158,392	158,392	158,392	
Fund Balance, End of Year	107,044	107,044	158,453	51,409
CHILD SUPPORT INCENTIVE				
CASH RECEIPTS	0	0	13,441	13,441
CASH DISBURSEMENTS	60,049	60,049	6,756	53,293
Net Change in Fund Balance	(60,049)	(60,049)	6,685	66,734
Fund Balance, Beginning of Year	60,049	60,049	60,049	
Fund Balance, End of Year	0	0	66,734	66,734
VISITOR'S PROMOTION				
CASH RECEIPTS	64,754	64,754	63,915	(839)
CASH DISBURSEMENTS	99,300	99,300	66,397	32,903
Net Change in Fund Balance	(34,546)	(34,546)	(2,482)	32,064
Fund Balance, Beginning of Year	34,546	34,546	34,546	
Fund Balance, End of Year	0	0	32,064	32,064
VISITOR'S IMPROVEMENT				
CASH RECEIPTS	100,602	100,602	90,210	(10,392)
CASH DISBURSEMENTS	190,000	190,000	102,062	87,938
Net Change in Fund Balance	(89,398)	(89,398)	(11,852)	77,546
Fund Balance, Beginning of Year	89,398	89,398	89,398	
Fund Balance, End of Year	0	0	77,546	77,546
FAIR				
CASH RECEIPTS	627,456	627,456	428,594	(198,862)
CASH DISBURSEMENTS	698,278	698,278	443,727	254,551
Net Change in Fund Balance	(70,822)	(70,822)	(15,133)	55,689
Fund Balance, Beginning of Year	70,822	70,822	70,822	
Fund Balance, End of Year	0	0	55,689	55,689

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2019

SCHEDULE 5
CONTINUED

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
FAIR SINKING				
CASH RECEIPTS	3,000	3,000	3,795	795
CASH DISBURSEMENTS	12,000	12,000	0	12,000
Net Change in Fund Balance	(9,000)	(9,000)	3,795	12,795
Fund Balance, Beginning of Year	9,606	9,606	9,606	
Fund Balance, End of Year	606	606	13,401	12,795
FAIR MEMORIAL				
CASH RECEIPTS	97,799	97,799	3,846	(93,953)
CASH DISBURSEMENTS	100,000	100,000	2,400	97,600
Net Change in Fund Balance	(2,201)	(2,201)	1,446	3,647
Fund Balance, Beginning of Year	2,201	2,201	2,201	
Fund Balance, End of Year	0	0	3,647	3,647
REGISTER OF DEEDS P&M				
CASH RECEIPTS	7,000	7,000	7,007	7
CASH DISBURSEMENTS	5,000	5,000	119	4,881
Net Change in Fund Balance	2,000	2,000	6,888	4,888
Fund Balance, Beginning of Year	9,879	9,879	9,879	
Fund Balance, End of Year	11,879	11,879	16,767	4,888
KIPLINGER ARENA				
CASH RECEIPTS	602,966	602,966	153,225	(449,741)
CASH DISBURSEMENTS	661,701	661,701	144,579	517,122
Net Change in Fund Balance	(58,735)	(58,735)	8,646	67,381
Fund Balance, Beginning of Year	58,735	58,735	58,735	
Fund Balance, End of Year	0	0	67,381	67,381
VETERAN'S AID				
CASH RECEIPTS	55	55	55	0
CASH DISBURSEMENTS	8,600	8,600	0	8,600
Net Change in Fund Balance	(8,545)	(8,545)	55	8,600
Fund Balance, Beginning of Year	8,886	8,886	8,886	
Fund Balance, End of Year	341	341	8,941	8,600

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2019

SCHEDULE 5
CONTINUED

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
STOP DIVERSION				
CASH RECEIPTS	3,000	3,000	2,040	(960)
CASH DISBURSEMENTS	34,478	34,478	0	34,478
Net Change in Fund Balance	(31,478)	(31,478)	2,040	33,518
Fund Balance, Beginning of Year	34,478	34,478	34,478	
Fund Balance, End of Year	3,000	3,000	36,518	33,518
DRUG LAW ENFORCEMENT				
CASH RECEIPTS	0	0	0	0
CASH DISBURSEMENTS	1,000	1,000	0	1,000
Net Change in Fund Balance	(1,000)	(1,000)	0	1,000
Fund Balance, Beginning of Year	1,053	1,053	1,053	
Fund Balance, End of Year	53	53	1,053	1,000
K-9 FUND				
CASH RECEIPTS	0	0	3,511	3,511
CASH DISBURSEMENTS	0	0	0	0
Net Change in Fund Balance	0	0	3,511	3,511
Fund Balance, Beginning of Year	0	0	0	
Fund Balance, End of Year	0	0	3,511	3,511
JUVENILE SERVICES				
CASH RECEIPTS	0	0	0	0
CASH DISBURSEMENTS	13,157	13,157	0	13,157
Net Change in Fund Balance	(13,157)	(13,157)	0	13,157
Fund Balance, Beginning of Year	13,157	13,157	13,157	
Fund Balance, End of Year	0	0	13,157	13,157
HEALTH DEPARTMENT				
CASH RECEIPTS	259,850	259,850	302,074	42,224
CASH DISBURSEMENTS	304,302	304,302	273,091	31,211
Net Change in Fund Balance	(44,452)	(44,452)	28,983	73,435
Fund Balance, Beginning of Year	44,452	44,452	44,452	
Fund Balance, End of Year	0	0	73,435	73,435

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2019

	Budgeted Amounts		Actual	SCHEDULE 5 CONCLUDED Variance With Final Budget Over (Under)
	Original	Final		
	WASTE DISPOSAL			
CASH RECEIPTS	369,833	369,833	193,772	(176,061)
CASH DISBURSEMENTS	715,973	715,973	186,974	528,999
Net Change in Fund Balance	(346,140)	(346,140)	6,798	352,938
Fund Balance, Beginning of Year	346,140	346,140	346,140	
Fund Balance, End of Year	0	0	352,938	352,938
JAIL BOND				
CASH RECEIPTS	336,400	336,400	334,146	(2,254)
CASH DISBURSEMENTS	327,722	327,722	327,722	0
Net Change in Fund Balance	8,678	8,678	6,424	(2,254)
Fund Balance, Beginning of Year	393,968	393,968	393,968	
Fund Balance, End of Year	402,646	402,646	400,392	(2,254)
HILLCREST NURSING HOME BOND				
CASH RECEIPTS	145,250	145,250	145,474	224
CASH DISBURSEMENTS	141,056	141,056	141,056	0
Net Change in Fund Balance	4,194	4,194	4,418	224
Fund Balance, Beginning of Year	142,293	142,293	142,293	
Fund Balance, End of Year	146,487	146,487	146,711	224

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF OFFICE ACTIVITIES

For The Year Ended June 30, 2019

SCHEDULE 6

	County Clerk	Clerk of the District Court	County Sheriff	County Attorney	Veteran's Service Officer	Health Department	County Fair	Hazardous Waste	Total
Balance July 1, 2018	19,653	95,319	15,187	350	3,631	11,772	77,302	10,359	233,573
Receipts									
Licenses and Permits	2,762	6,650	9,465						18,877
Charges for Services	78,952	17,830	43,816	2,490		225,396		66,889	435,373
Miscellaneous	69	67			2				138
State Fees	83,952	16,941							100,893
Other Liabilities	12,240	271,839	120,069		40	139	440,781		845,108
Total Receipts	177,975	313,327	173,350	2,490	42	225,535	440,781	66,889	1,400,389
Disbursements									
Payments to County Treasurer	82,525	23,404	57,940	2,470		221,765		69,727	457,831
Payments to State Treasurer	84,653	16,188							100,841
Other Liabilities	12,843	195,338	124,508			139	429,034		761,862
Total Disbursements	180,021	234,930	182,448	2,470	0	221,904	429,034	69,727	1,320,534
Balance June 30, 2019	17,607	173,716	6,089	370	3,673	15,403	89,049	7,521	313,428
BALANCE CONSISTS OF:									
Due to County Treasurer	10,840	4,509	4,496	370		15,153	44,049	7,521	86,938
Due to State Treasurer	5,091	1,937							7,028
Petty Cash	150	150	1,500		3,673	250	45,000		50,723
Due to Others	1,526	167,120	93						168,739
Balance June 30, 2019	17,607	173,716	6,089	370	3,673	15,403	89,049	7,521	313,428

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INDEPENDENT AUDITOR 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

County Board of Commissioners
Red Willow County
McCook, Nebraska 69001

Board Members:

I have audited, in accordance with the 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, each major fund, and the aggregate remaining fund information of Red Willow County, Nebraska, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Red Willow County, Nebraska financial statements, and have issued my report thereon dated December 20, 2019. The report notes the financial statements were prepared on the basis of cash receipts and disbursements and do not include the financial data of the Hillcrest Nursing Home, a component unit of Red Willow County, Nebraska.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Red Willow County, Nebraska internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Red Willow County, Nebraska internal control. Accordingly, I do not express an opinion on the effectiveness of Red Willow County, Nebraska internal control.

My consideration of internal control was for the limited purpose described in the preceding paragraph 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. However, as discussed below, I identified a certain deficiency in internal control that I consider to be material weakness.

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. I consider the following deficiency to be a material weakness:

Independent Auditor 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*

Page 2

The County offices, which collect and remit money to the County Treasurer, had a lack of segregation of duties since one person could handle all aspects of processing a transaction from beginning to end. Good Internal control includes a plan of organization, procedures, and records designed to safeguard assets and provide reliable financial records.

Management Response: Due to a limited number of personnel, an adequate segregation of duties may not be possible without additional cost.

Compliance and Other Matters

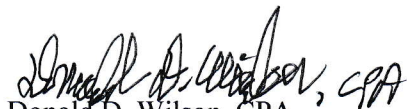
As part of obtaining reasonable assurance about whether Red Willow County, Nebraska financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, non-compliance with which could have a direct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

Response to Finding

Red Willow County, Nebraska management response to the finding identified in my audit is described above. Red Willow County, Nebraska response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly I express no opinion on it.

Purpose of this Report

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


Donald D. Wilson, CPA
McCook, Nebraska

December 20, 2019