



**OFFICE OF AUDITOR OF STATE  
STATE OF IOWA**

David A. Vaudt, CPA  
Auditor of State

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**NEWS RELEASE**

FOR RELEASE March 17, 2003

Contact: Andy Nielsen  
515/281-5515

The Office of Auditor of State today released an audit report on Washington County, Iowa.

The County had local tax revenue of \$21,618,944 for the year ended June 30, 2002, which included \$1,276,240 in tax credits from the state. The County forwarded \$15,647,941 of the local tax revenue to the townships, school districts, cities and other taxing bodies in the County.

The County retained \$5,971,003 of the local tax revenue to finance County operations, a less than one percent increase from the prior year. Other revenues included \$3,967,367 from the state, including indirect federal funding, \$537,752 from direct federal grants and entitlements and \$225,127 in interest on investments.

Expenditures for County operations totaled \$11,851,178, a less than one percent increase from the prior year. Expenditures included \$3,321,231 for roads and transportation, \$2,183,809 for public safety and \$1,573,706 for mental health.

A copy of the audit report is available for review in the office of the Auditor of State and the County Auditor's office.

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**WASHINGTON COUNTY**  
**INDEPENDENT AUDITOR'S REPORTS**  
**FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JUNE 30, 2002**

## Table of Contents

		<u>Page</u>
Officials		3
Independent Auditor's Report		5-6
General Purpose Financial Statements:	<u>Exhibit</u>	
Combined Balance Sheet – All Fund Types and Account Groups	A	8-11
Combined Statement of Revenues, Expenditures and Changes in Fund Balances – All Governmental Fund Types and Expendable Trust Fund	B	12-13
Comparison of Receipts, Disbursements and Changes in Balances – Actual to Budget (Cash Basis) – All Governmental Fund Types and Expendable Trust Fund	C	15
Statement of Revenues, Expenses and Changes in Retained Earnings – Proprietary Fund Type	D	16
Statement of Cash Flows – Proprietary Fund Type	E	17
Notes to Financial Statements		18-30
Supplemental Information:	<u>Schedule</u>	
General Fund:		
Statement of Revenues, Expenditures and Changes in Fund Balance	1	33-34
Statement of Expenditures	2	35-37
Special Revenue Funds:		
Combining Balance Sheet	3	38-39
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	4	40-49
Debt Service Fund:		
Statement of Revenues, Expenditures and Changes in Fund Balance	5	50
Capital Projects Fund:		
Statement of Revenues, Expenditures and Changes in Fund Balance	6	51
Trust and Agency Funds:		
Combining Balance Sheet – Trust and Agency Funds	7	52-55
Combining Statement of Changes in Assets and Liabilities – Agency Funds	8	56-59
Comparison of Taxes and Intergovernmental Revenues	9	60
Schedule of Expenditures of Federal Awards	10	61-62
Independent Auditor's Report on Compliance and on Internal Control over Financial Reporting		63-64
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance		65-66
Schedule of Findings and Questioned Costs		67-73
Staff		74

**Washington County**

**Officials**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Jack Dillon (Appointed)	Board of Supervisors	Nov 2002
Larry DeLong	Board of Supervisors	Jan 2005
Robert L. Stout	Board of Supervisors	Jan 2005
Bill Fredrick (Appointed)	County Auditor	Nov 2004
Jeffrey A. Garrett	County Treasurer	Jan 2003
Connie Pence	County Recorder	Jan 2003
Yale H. Jarvis	County Sheriff	Jan 2005
Barbara A. Edmondson	County Attorney	Jan 2003
Lil Perry	County Assessor	Jan 2004

**Washington County**



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Independent Auditor's Report

To the Officials of Washington County:

We have audited the accompanying general purpose financial statements, listed as exhibits in the table of contents of this report, of Washington County, Iowa, as of and for the year ended June 30, 2002. These general purpose financial statements are the responsibility of Washington County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards, Chapter 11 of the Code of Iowa, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The County has not included materials and supplies inventory, pertaining primarily to the Special Revenue Funds, in the accompanying combined balance sheet, although required by U.S. generally accepted accounting principles. The amounts of such inventory are not determinable.

In our opinion, except for the effects on the financial statements of the omission described in the preceding paragraph, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Washington County at June 30, 2002, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with U.S. generally accepted accounting principles. Also, the Comparison of Receipts, Disbursements and Changes in Balances - Actual to Budget (Cash Basis) presents fairly, in all material respects, the cash transactions and the legally adopted budget of the governmental fund types and expendable trust funds of Washington County for the year ended June 30, 2002.

As discussed in Note 14 to the financial statements, Washington County intends to implement Governmental Accounting Standards Board Statement Number 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments; Statement Number 37, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus; and Statement Number 38, Certain Financial Statement Note Disclosures, for the fiscal year ending June 30, 2003. The effects of these statements are expected to significantly impact the presentation of the County's financial statements and related notes in the year of implementation. The revised requirements will include the use of the economic resources measurement focus and full accrual accounting, as well as an analytical overview of the County's financial activities in the Management's Discussion and Analysis introduction to the basic financial statements.

In accordance with Government Auditing Standards, we have also issued our reports dated January 16, 2003 on our consideration of Washington County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. Those reports are an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. We previously audited, in accordance with the standards referred to in the second paragraph of this report, the general purpose financial statements for the three years ended June 30, 2001 (none of which are presented herein) and expressed qualified opinions on those financial statements for the effects of the omission of materials and supplies inventory, pertaining primarily to the Special Revenue Funds. The supplemental information included in Schedules 1 through 10, including the Schedule of Expenditures of Federal Awards required by U.S. Office of Management and Budget (OMB) Circular A-133, is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in our audit of the aforementioned financial statements and, in our opinion, is fairly stated, in all material respects in relation to the general purpose financial statements taken as a whole.

WARREN G. JENKINS, CPA  
Chief Deputy Auditor of State

January 16, 2003



## **Financial Statements**

Washington County  
 Combined Balance Sheet  
 All Fund Types and Account Groups  
 June 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Assets and Other Debits</b>				
Cash and pooled investments:				
County Treasurer	\$3,141,517	2,208,787	19,574	43,964
Other County officials	-	-	-	-
Conservation Foundation	-	95,291	-	-
Receivables:				
Property tax:				
Delinquent	3,488	1,468	10	-
Succeeding year	3,682,000	1,874,000	60,000	-
Interest and penalty on property tax Accounts	732	-	-	-
Accrued interest	72,356	9,552	-	-
1,729	1,729	-	-	-
Due from other funds (note 3)	33,837	2,611	-	-
Due from other governments	87,370	198,481	-	-
Prepaid insurance	32,908	-	-	-
Property and equipment (note 4)	-	-	-	-
Amount available in Debt Service Fund	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
	-	-	-	-
<b>Total assets and other debits</b>	<b>\$7,055,937</b>	<b>4,390,190</b>	<b>79,584</b>	<b>43,964</b>

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
		General Fixed Assets	General Long-Term Debt	
109,158	1,336,343	-	-	6,859,343
-	49,447	-	-	49,447
-	-	-	-	95,291
-	2,775	-	-	7,741
-	14,735,000	-	-	20,351,000
-	-	-	-	732
-	58,730	-	-	140,638
-	-	-	-	1,729
-	68,254	-	-	104,702
-	8,657	-	-	294,508
-	-	-	-	32,908
-	-	12,251,822	-	12,251,822
-	-	-	19,584	19,584
-	-	-	544,945	544,945
109,158	16,259,206	12,251,822	564,529	40,754,390

Washington County  
 Combined Balance Sheet  
 All Fund Types and Account Groups  
 June 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Liabilities, Fund Equity and Other Credits</b>				
Liabilities:				
Accounts payable	\$ 51,707	392,150	-	-
Salaries and benefits payable	135,174	52,335	-	-
Due to other funds (note 3)	2,093	123	-	-
Due to other governments (note 5)	40,885	82,779	-	-
Trusts payable	-	-	-	-
Deferred revenue:				
Succeeding year property tax	3,682,000	1,874,000	60,000	-
Other	2,868	1,290	-	-
General obligation notes payable (note 6)	-	-	-	-
Compensated absences	37,080	13,349	-	-
<b>Total liabilities</b>	<b>3,951,807</b>	<b>2,416,026</b>	<b>60,000</b>	<b>-</b>
Fund equity and other credits:				
Investment in general fixed assets	-	-	-	-
Unreserved retained earnings	-	-	-	-
Fund balances:				
Reserved for:				
Prepaid insurance	32,908	-	-	-
Debt service	-	-	19,584	-
Unreserved:				
Designated for medicaid/medicare contingencies	1,400	-	-	-
Designated for courthouse renovation and security system	370,000	-	-	-
Undesignated	2,699,822	1,974,164	-	43,964
<b>Total fund equity and other credits</b>	<b>3,104,130</b>	<b>1,974,164</b>	<b>19,584</b>	<b>43,964</b>
<b>Total liabilities, fund equity and other credits</b>	<b>\$7,055,937</b>	<b>4,390,190</b>	<b>79,584</b>	<b>43,964</b>

See notes to financial statements.

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
		General Fixed Assets	General Long-Term Debt	
99,820	11,281	-	-	554,958
-	24,109	-	-	211,618
-	102,486	-	-	104,702
-	15,920,099	-	-	16,043,763
-	29,630	-	-	29,630
-	-	-	-	5,616,000
-	-	-	-	4,158
-	-	-	415,346	415,346
-	6,801	-	149,183	206,413
99,820	16,094,406	-	564,529	23,186,588
-	-	12,251,822	-	12,251,822
9,338	-	-	-	9,338
-	-	-	-	32,908
-	-	-	-	19,584
-	-	-	-	1,400
-	-	-	-	370,000
-	164,800	-	-	4,882,750
9,338	164,800	12,251,822	-	17,567,802
109,158	16,259,206	12,251,822	564,529	40,754,390

Washington County

Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - All Governmental Fund Types  
and Expendable Trust Fund

Year ended June 30, 2002

	<u>Governmental Fund</u>	
	<u>General</u>	<u>Special Revenue</u>
<b>Revenues:</b>		
Property and other County tax	\$ 3,478,552	2,081,802
Interest and penalty on property tax	61,136	-
Intergovernmental	1,937,526	3,513,474
Licenses and permits	44,454	735
Charges for service	495,511	24,223
Use of money and property	277,898	1,738
Fines, forfeitures and defaults	2,168	297
Miscellaneous	18,657	218,901
<b>Total revenues</b>	<b>6,315,902</b>	<b>5,841,170</b>
<b>Expenditures:</b>		
<b>Operating:</b>		
Public safety	2,172,812	10,997
Court services	156,231	-
Physical health and education	1,138,711	48,700
Mental health	-	1,573,706
Social services	613,290	3,911
County environment	226,275	57,740
Roads and transportation	-	3,321,231
State and local government services	438,607	2,727
Interprogram services	1,041,540	-
Non-program	67,589	-
Debt service	-	-
Capital projects	-	710,612
<b>Total expenditures</b>	<b>5,855,055</b>	<b>5,729,624</b>
Excess (deficiency) of revenues over (under) expenditures	460,847	111,546
<b>Other financing sources (uses):</b>		
Sale of general fixed assets	-	913
Operating transfers in	-	1,467,162
Operating transfers out	(122,966)	(1,344,196)
<b>Total other financing sources (uses)</b>	<b>(122,966)</b>	<b>123,879</b>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	337,881	235,425
Fund balances beginning of year	2,787,291	1,738,739
Decrease in reserve for prepaid insurance	(21,042)	-
<b>Fund balances end of year</b>	<b>\$ 3,104,130</b>	<b>1,974,164</b>

See notes to financial statements.

Types		Fiduciary Fund Type	Total
Debt Service	Capital Projects	Expendable Trust	(Memorandum Only)
55,145	-	-	5,615,499
-	-	-	61,136
3,529	-	19,828	5,474,357
-	-	1,510	46,699
-	-	13,712	533,446
1,379	13,890	14,277	309,182
-	-	-	2,465
68,254	-	5,890	311,702
128,307	13,890	55,217	12,354,486
-	-	-	2,183,809
-	-	-	156,231
-	-	-	1,187,411
-	-	-	1,573,706
-	-	-	617,201
-	-	-	284,015
-	-	-	3,321,231
-	-	-	441,334
-	-	-	1,041,540
-	-	-	67,589
138,835	-	-	138,835
-	86,836	40,828	838,276
138,835	86,836	40,828	11,851,178
(10,528)	(72,946)	14,389	503,308
-	-	-	913
-	-	-	1,467,162
-	-	-	(1,467,162)
-	-	-	913
(10,528)	(72,946)	14,389	504,221
30,112	116,910	150,411	4,823,463
-	-	-	(21,042)
19,584	43,964	164,800	5,306,642

Washington County

Comparison of Receipts, Disbursements and  
Changes in Balances - Actual to Budget (Cash Basis)  
All Governmental Fund Types and Expendable Trust Fund

Year ended June 30, 2002

	Actual	Less Funds not Required to be Budgeted	Net
<b>Receipts:</b>			
Property and other County tax	\$ 5,616,035	-	5,616,035
Interest and penalty on property tax	61,240	-	61,240
Intergovernmental	4,872,557	-	4,872,557
Licenses and permits	45,226	-	45,226
Charges for service	1,029,827	-	1,029,827
Use of money and property	316,509	508	316,001
Fines, forfeitures and defaults	2,547	-	2,547
Miscellaneous	331,287	95,506	235,781
<b>Total receipts</b>	<b>12,275,228</b>	<b>96,014</b>	<b>12,179,214</b>
<b>Disbursements:</b>			
Public safety	2,212,732	-	2,212,732
Court services	156,171	-	156,171
Physical health and education	1,188,653	-	1,188,653
Mental health	1,676,273	-	1,676,273
Social services	619,992	-	619,992
County environment	281,672	723	280,949
Roads and transportation	3,392,095	-	3,392,095
State and local government services	438,991	-	438,991
Interprogram services	1,037,281	-	1,037,281
Non-program	69,149	-	69,149
Debt service	138,835	-	138,835
Capital projects	635,628	-	635,628
<b>Total disbursements</b>	<b>11,847,472</b>	<b>723</b>	<b>11,846,749</b>
Excess (deficiency) of receipts over (under) disbursements	427,756	95,291	332,465
Other financing sources, net	2,655	-	2,655
Excess (deficiency) of receipts and other financing sources over (under) disbursements and other financing uses	430,411	95,291	335,120
Balance beginning of year	5,243,530	-	5,243,530
Balance end of year	\$ 5,673,941	95,291	5,578,650

See notes to financial statements.



Amended Budget	Variance - Favorable (Unfavorable)	Net as % of Amended Budget
5,556,002	60,033	101%
42,000	19,240	146%
4,963,909	(91,352)	98%
38,790	6,436	117%
816,185	213,642	126%
309,607	6,394	102%
14,000	(11,453)	100%
112,900	122,881	209%
<u>11,853,393</u>	<u>325,821</u>	<u>103%</u>

2,231,754	19,022	99%
185,096	28,925	84%
1,234,226	45,573	96%
1,720,000	43,727	97%
705,694	85,702	88%
291,196	10,247	96%
4,305,500	913,405	79%
472,875	33,884	93%
1,177,312	140,031	88%
77,100	7,951	90%
138,900	65	100%
832,100	196,472	76%
<u>13,371,753</u>	<u>1,525,004</u>	<u>89%</u>

(1,518,360)

89,874

(1,428,486)

5,232,240

3,803,754

**Exhibit D**

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Washington County  
Statement of Revenues, Expenses and Changes in Retained Earnings  
Proprietary Fund Type  
Year ended June 30, 2002

		<u>Internal Service - Employee Group Health</u>
Operating revenues:		
Reimbursements from operating funds		\$ 616,049
Reimbursements from employees		203,465
Miscellaneous		<u>1,117</u>
Total operating revenues		820,631
Operating expenses:		
Medical claims paid	\$ 703,369	
Administrative fees	<u>212,128</u>	<u>915,497</u>
Operating loss		(94,866)
Non-operating revenues:		
Interest on investments		<u>6,176</u>
Net loss		(88,690)
Retained earnings beginning of year		<u>98,028</u>
Retained earnings end of year		<u><u>\$ 9,338</u></u>

See notes to financial statements.

Washington County  
Statement of Cash Flows  
Proprietary Fund Type  
Year ended June 30, 2002

	Internal Service - Employee Group Health
Cash flows from operating activities:	
Cash received from operating fund reimbursements	\$ 616,049
Cash received from employees	203,465
Cash received from miscellaneous sources	1,117
Cash payments to suppliers for services and other	(881,298)
Net cash used for operating activities	(60,667)
Cash flows from investing activities:	
Interest on investments	6,627
Net decrease in cash and cash equivalents	(54,040)
Cash and cash equivalents at beginning of year	163,198
Cash and cash equivalents at end of year	\$ 109,158
<b>Reconciliation of operating loss to net cash used for operating activities:</b>	
Operating loss	\$ (94,866)
Adjustments to reconcile operating loss to net cash used for operating activities:	
Increase in accounts payable	34,199
Net cash used for operating activities	\$ (60,667)

See notes to financial statements.

Washington County

Notes to Financial Statements

June 30, 2002

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

Washington 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, Treasurer, Recorder, 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.

**A. Reporting Entity**

For financial reporting purposes, Washington County has included all funds, organizations, account groups, 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 Washington County (the primary government) and its component unit. The component unit discussed below is included in the County's reporting entity because of the significance of its operational or financial relationship with the County.

**Blended Component Unit**

The following component unit is an entity which is legally separate from the County, but is so intertwined with the County that it is, in substance, the same as the County. It is reported as part of the County and blended into the appropriate fund.

The Washington County Conservation Foundation has been incorporated under Chapter 504A of the Code of Iowa to receive donations for the benefit of the Washington County Conservation Board. These donations would be used to purchase items that are not included in the County's budget and to pay for the construction of the Conservation Education Center at Marr Park. The financial transactions of this foundation have been displayed as a Special Revenue Fund.

## Jointly Governed Organizations

The County 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 members of or appoint representatives to the following boards and commissions: Washington County Assessor's Conference Board, Washington County Emergency Management Commission, Washington County Joint E911 Service Board and Washington County Public Safety Commission. 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.

The County also participates in the following jointly governed organizations established pursuant to Chapter 28E of the Code of Iowa: East Central Iowa Council of Governments, Washington County Recycling Center, Heartland Group, South Iowa Case Management, Washington County Mini Bus, and Southeast Multi-County Solid Waste Agency.

## B. Fund Accounting

The accounts of the County are organized on the basis of funds and account groups, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, fund balances, revenues and expenditures or expenses. The various funds and account groups and their designated purposes are as follows:

### Governmental Funds

General Fund - The General Fund is the general operating fund of the County. All general tax revenues and other receipts that are 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 expenses, the fixed charges and the capital improvement costs that are not paid from other funds.

Special Revenue Funds - The Special Revenue Funds are used to account for revenues derived from specific sources which are usually required by law or regulation to be accounted for in separate funds.

Debt Service Fund - The Debt Service Fund is utilized to account for the payment of interest and principal on the County's general long-term debt.

Capital Projects Fund - The Capital Projects Fund is utilized to account for all resources used in the acquisition and construction of capital facilities.

### Proprietary Fund

Internal Service Fund - The Internal Service Fund is utilized to account for the financing of goods or services purchased by one department of the County and provided to other departments or agencies on a cost-reimbursement basis.

## Fiduciary Funds

Trust Funds – The Trust Funds are used to account for assets held by the County in a trustee capacity. These include the expendable trust funds which are accounted for in essentially the same manner as Governmental Funds.

Agency Funds – The Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, certain jointly government organizations, other governmental units and/or other funds. Agency Funds are custodial in nature, assets equal liabilities, and do not involve measurement of results of operations.

## Account Groups

General Fixed Assets – This account group is established to account for the general fixed assets of the County.

General Long-Term Debt – This account group is established to account for long-term debt of the County. Long-term liabilities expected to be financed from Governmental Funds are accounted for in this account group, not in the Governmental Funds.

### C. Measurement Focus

Governmental Funds and Expendable Trust Funds are accounted for on a spending or “financial flow” measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance is considered a measure of “available spendable resources.” Governmental Fund and Expendable Trust Fund operating statements present increases, revenues and other financing sources, and decreases, expenditures and other financing uses in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

Proprietary Funds are accounted for on a cost of services or “capital maintenance” measurement focus. This means that all assets and liabilities, whether current or non-current, associated with their activity are included on their balance sheets. Their reported fund equity, net total assets, is reported as retained earnings. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

In reporting the financial activity of its proprietary funds, the County applies all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the Committee on Accounting Procedure.

### D. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All Governmental Funds and Expendable Trust Funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when they become both measurable and available. Available means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the liability is incurred, except for unmatured interest on general long-term debt, which is recognized when due. Disbursements for the purchase of assets providing future benefits are recorded as expenditures at time of purchase.

Property taxes, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

All Proprietary Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred.

The assets and liabilities of the Agency Funds are accounted for using the modified accrual basis of accounting.

The County maintains its financial records on the cash basis. The financial statements of the County are prepared by making memorandum adjusting entries to the cash basis financial records.

E. Assets, Liabilities and Fund Equity

The following accounting policies are followed in preparing the combined balance sheet:

Cash, Pooled Investments and Cash Equivalents - The cash balances of most County funds are pooled and invested. Interest earned on investments is recorded in the General Fund, unless otherwise provided by law. Investments are stated at fair value except for the investment in the Iowa Public Agency Investment Trust which is valued at amortized cost and non-negotiable certificates of deposit which are stated at cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they have a maturity date no longer than three months.

Property Tax Receivable - Property tax in Governmental Funds is accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the County Board of Supervisors. Delinquent property tax receivable represents unpaid taxes for the current and prior years. The succeeding year property tax receivable 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 and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1½% per month penalty for delinquent payments; is based on January 1, 2000 assessed property valuations; is for the tax accrual period July 1, 2001 through June 30, 2002 and reflects the tax asking contained in the budget certified by the County Board of Supervisors in March, 2001.

Interest and Penalty on Property Tax Receivable – Interest and penalty on property tax receivable represents the amount of interest and penalty that was due and payable but has not been collected.

Due from and Due to Other Funds – During the course of its operations, the County has numerous transactions between funds. To the extent that certain transactions between funds had not been paid or received as of June 30, 2002, balances of interfund amounts receivable or payable have been recorded.

Due from Other Governments – Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

General Fixed Assets – General fixed assets are recorded as expenditures in the Governmental Funds and are capitalized (recorded and accounted for) in the General Fixed Assets Account Group. Assets in this account group are recorded at historical cost. Assets acquired by gift are accounted for at fair market value at the date of the gift. The General Fixed Assets Account Group excludes public domain or “infrastructure” general fixed assets such as roads, bridges, curbs, gutters, streets, sidewalks and similar assets that are immovable and of value only to the government.

In accordance with standards set forth by the Governmental Accounting Standards Board, depreciation expense is not recorded on the balance sheet for general fixed assets. At the time an asset is removed from service, the cost is removed from the General Fixed Assets Account Group. Maintenance and repairs are recorded as expenditures in the Governmental Funds as incurred and are not capitalized.

During the year ended June 30, 2002, no interest costs were capitalized since the County’s policy is not to capitalize interest costs on assets constructed or acquired with tax-exempt debt paid for from annual debt service tax levies.

Due to Other Governments – Due to other governments represents taxes and other revenues collected by the County and payments for services which will be remitted to other governments.

Trusts Payable - Trusts payable represent amounts due to others which are held by various County officials in fiduciary capacities until the underlying legal matters are resolved.



Deferred Revenue - Although certain revenues are measurable, they are not available. Available means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Deferred revenue represents the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Deferred revenue consists of unspent grant proceeds, the succeeding year property tax receivable, as well as delinquent property tax receivables and other receivables not collected within sixty days after year end.

Compensated Absences - County employees accumulate a limited amount of earned but unused vacation and comp time hours for subsequent use or for payment upon termination, death or retirement. For the Agency Funds, these accumulations are recorded as liabilities in the year earned. In the Governmental Funds, the cost of vacation and comp time payments expected to be liquidated currently are recorded as liabilities of the Governmental Fund. A liability has been recorded in the General Long-Term Debt Account Group representing the County's commitment to fund non-current compensated absences. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2002.

Unreserved Retained Earnings - The unreserved retained earnings of the Employee Group Health Fund is designated for anticipated future catastrophic losses of the County.

F. Budgets and Budgetary Accounting

In accordance with the Code of Iowa, the County Board of Supervisors annually adopts a budget on the cash basis following required public notice and hearing for all funds except blended component units, internal service and agency funds, 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 on the cash basis budget and appropriations lapse at year end.

Formal and legal budgetary control is based upon 12 major classes of expenditures known as service areas, not by fund or fund type. These 12 service areas are: public safety, court services, physical health and education, mental health, social services, county environment, roads and transportation, state and local government services, interprogram services, non-program, debt service and capital projects. Service area disbursements required to be budgeted include disbursements for the general fund, special revenue funds, debt service fund, capital projects fund and expendable trust funds. Although the budget document presents service area disbursements by fund, the legal level of control is at the aggregated service area level, not at the fund or fund type level. Legal budgetary control is also based upon the appropriation to each office or department.

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.

Exhibit C is a comparison of cash basis receipts, disbursements and changes in balances with the cash basis budget, which is legally controlled by service area, not fund type. Operations and ending fund balances on the cash and modified accrual basis have been reconciled as follows:

	Governmental Fund Types					
	General			Special Revenue		
	Cash Basis	Accrual Adjust-ments	Modified Accrual Basis	Cash Basis	Accrual Adjust-ments	Modified Accrual Basis
Revenues	\$ 6,245,604	70,298	6,315,902	5,832,251	8,919	5,841,170
Expenditures	5,880,118	(25,063)	5,855,055	5,700,775	28,849	5,729,624
Net	365,486	95,361	460,847	131,476	(19,930)	111,546
Other financing sources (uses)	(122,841)	(125)	(122,966)	125,496	(1,617)	123,879
Beginning fund balances	2,898,872	(111,581)	2,787,291	2,047,106	(308,367)	1,738,739
Decrease in reserve for prepaid insurance	-	(21,042)	(21,042)	-	-	-
Ending fund balances	\$ 3,141,517	(37,387)	3,104,130	2,304,078	(329,914)	1,974,164

	Governmental Fund Types					
	Debt Service			Capital Projects		
	Cash Basis	Accrual Adjust-ments	Modified Accrual Basis	Cash Basis	Accrual Adjust-ments	Modified Accrual Basis
Revenues	\$ 128,313	(6)	128,307	13,890	-	13,890
Expenditures	138,835	-	138,835	86,836	-	86,836
Net	(10,522)	(6)	(10,528)	(72,946)	-	(72,946)
Other financing sources (uses)	-	-	-	-	-	-
Beginning fund balances	30,096	16	30,112	116,910	-	116,910
Decrease in reserve for prepaid insurance	-	-	-	-	-	-
Ending fund balances	\$ 19,574	10	19,584	43,964	-	43,964

	Fiduciary Fund Type					
	Expendable Trust			Total		
	Cash Basis	Accrual Adjust-ments	Modified Accrual Basis	Cash Basis	Accrual Adjust-ments	Modified Accrual Basis
Revenues	\$ 55,170	47	55,217	12,275,228	79,258	12,354,486
Expenditures	40,908	(80)	40,828	11,847,472	3,706	11,851,178
Net	14,262	127	14,389	427,756	75,552	503,308
Other financing sources (uses)	-	-	-	2,655	(1,742)	913
Beginning fund balances	150,546	(135)	150,411	5,243,530	(420,067)	4,823,463
Decrease in reserve for prepaid insurance	-	-	-	-	(21,042)	(21,042)
Ending fund balances	\$ 164,808	(8)	164,800	5,673,941	(367,299)	5,306,642

G. Total (Memorandum Only)

The total column on the combined balance sheet and the combined statement of revenues, expenditures and changes in fund balances is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with U.S. generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**(2) Cash and Pooled Investments**

The County's deposits in banks at June 30, 2002 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; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

The County had investments in the Iowa Public Agency Investment Trust which are valued at an amortized cost of \$263,228 pursuant to Rule 2a-7 under the Investment Company Act of 1940 and are not subject to risk categorization.

**(3) Due From and Due to Other Funds**

The detail of interfund receivables and payables at June 30, 2002 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Special Revenue:	
	Secondary Roads	\$ 123
	Trust and Agency:	
	County Recorder	10,789
	County Sheriff	11,536
	County Assessor	80
	Auto Licence and Use Tax	11,309
Special Revenue:		
Secondary Roads	General	2,093
	Trust and Agency:	
	County Assessor	17
County Recorder's	Trust and Agency:	
Records Management	County Recorder	501
Trust and Agency:	Trust and Agency:	
Public Safety Commission	E-911	<u>68,254</u>
Total		<u><u>\$ 104,702</u></u>

**(4) Property and Equipment**

A summary of changes in property and equipment comprising general fixed assets for the year ended June 30, 2002 is as follows:

	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance End of Year</u>
Land	\$ 644,914	-	-	644,914
Buildings	5,102,550	202,901	2,500	5,302,951
Equipment	5,977,920	652,045	326,008	6,303,957
Total	<u>\$ 11,725,384</u>	<u>854,946</u>	<u>328,508</u>	<u>12,251,822</u>

**(5) Due to Other Governments**

The County purchases services from other governmental units and also acts as a fee and tax collection agent for various governmental units. The Agency Fund collections also include accruals of property tax for the succeeding year. The tax collections are remitted to those governments in the month following collection. A summary of amounts due to other governments is as follows:

<u>Fund</u>	<u>Description</u>	<u>Amount</u>
General	Services	<u>\$ 40,885</u>
Special Revenue:		
Mental Health	Services	82,575
Secondary Roads		204
		<u>82,779</u>
Trust and Agency:		
County Assessor	Collections	436,956
Schools		9,476,594
Community Colleges		486,658
Corporations		3,706,930
Auto License and Use Tax		320,482
Hospital Maintenance		574,744
Maternal Child Health		50,157
Emergency Management Services		10,291
E911		365,255
Public Safety		94,246
All other		397,786
		<u>15,920,099</u>
Total		<u>\$ 16,043,763</u>

**(6) Changes in Long-Term Debt**

A summary of changes in long-term debt for the year ended June 30, 2002 is as follows:

	General Obligation Notes	Compensated Absences	Total
Balance beginning of year	\$ 530,000	133,930	663,930
Additions	-	15,253	15,253
Reductions	114,654	-	114,654
Balance end of year	<u>\$ 415,346</u>	<u>149,183</u>	<u>564,529</u>

**General Obligation Notes**

A summary of the County's June 30, 2002 general obligation indebtedness is as follows:

General Obligation Notes									
Year Ending June 30,	County Purpose Notes Issued June 1, 1993			Communication Equipment Notes Issued Jan 9, 2001			Total		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest	Principal	Interest	Total
2003	4.90-5.00%	\$ 65,000	2,421	4.65%	\$ 51,962	16,291	116,962	18,712	135,674
2004		-	-	4.65	54,379	13,875	54,379	13,875	68,254
2005		-	-	4.65	56,907	11,347	56,907	11,347	68,254
2006		-	-	4.65	59,554	8,700	59,554	8,700	68,254
2007		-	-	4.65	62,323	5,931	62,323	5,931	68,254
2008		-	-	4.65	65,221	3,033	65,221	3,033	68,254
Total		<u>\$ 65,000</u>	<u>2,421</u>		<u>\$ 350,346</u>	<u>59,177</u>	<u>415,346</u>	<u>61,598</u>	<u>476,944</u>

On June 1, 1993, the County issued \$650,000 in general obligation county purpose notes to refund various debt issuances and to purchase an electronic voting system. The notes bear interest at rates ranging from 2.65% to 5.00% and mature on June 1, 2003.

On January 9, 2001, the County issued \$400,000 in general obligation communications equipment notes to pay a portion of the cost of acquiring communications equipment for the Washington County Public Safety Center. The notes bear interest at 4.65% per annum and mature on June 1, 2008. The E-911 Board has agreed to repay Washington County from the E-911 telephone surcharge funds.

During the year ended June 30, 2002, the County retired \$114,654 of notes.

**(7) Pension and Retirement Benefits**

The County contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

Plan members are required to contribute 3.70% of their annual covered salary and the County is required to contribute 5.75% of annual covered payroll except for law

enforcement employees, in which case the percentages are 5.50% and 8.25%, respectively. Contribution requirements are established by state statute. The County's contribution to IPERS for the years ended June 30, 2002, 2001, and 2000 were \$236,806, \$218,456, and \$207,541 respectively, equal to the required contributions for each year.

**(8) Employee Health Insurance Plan**

The Internal Service, Employee Group Health Fund was established to account for the partial self funding of the County's health insurance benefit plan. The plan is funded by both employee and County contributions and is administered through a service agreement with Wellmark. The agreement is subject to automatic renewal provisions. The County assumes liability for claims up to the individual stop loss limitation of \$20,000. Claims in excess of coverage are insured through purchase of stop loss insurance.

Monthly payments of service fees and plan contributions to the Internal Service, Employee Group Health Fund are recorded as expenditures from the operating funds. Under the administrative services agreement, monthly payments of service fees and claims processed are paid to Wellmark from the Internal Service, Employee Group Health Fund. The County's contribution to the fund for the year ended June 30, 2002 was \$616,049.

Amounts payable from the Internal Service, Employee Group Health Fund at June 30, 2002 total \$99,820, which is for incurred but not reported (IBNR), and reported but not paid claims. The amounts are based on actuarial estimates of the amounts necessary to pay prior year and current year claims, and to establish a reserve for catastrophic losses. That reserve was \$9,338 at June 30, 2002 and is reported as a designation of the Employee Group Health Fund retained earnings. A liability has been established based on the requirements of Governmental Accounting Standards Board Statement Number 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Settlements have not exceeded the stop-loss coverage in any of the past three years. Information on a reconciliation of changes in the aggregate liabilities for claims for the current year is as follows:

Unpaid claims at July 1, 2001	\$ 65,621
Incurred claims (including reported claims not paid at June 30, 2002)	703,369
Payment on claims during the fiscal year	<u>(669,170)</u>
Unpaid claims at June 30, 2002	<u>\$ 99,820</u>

**(9) Risk Management**

The County is exposed to various risks of loss related to torts; theft, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. These risks are covered by the purchase of commercial insurance. The County assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**(10) Contingent Liability**

The Heartland Group is a public authority established under a 28E agreement by a multi-county government consisting of Jefferson, Keokuk, Lucas, Wapello and Washington counties. In March 1994, the Heartland Group issued \$800,000 in general obligation capital loan notes. Each of the five counties of the organization approved the issuance of \$160,000 in general obligation capital loan notes as a guarantee of the Heartland Group's issuance.

To date, Washington County has not issued any debt as a guarantor for the Heartland Group. However, the County remains contingently liable in the event that the Heartland Group cannot satisfy its debt payments.

**(11) Commitments**

The County has entered into contracts totaling \$1,811,913 for geographic information systems, road grading projects and culverts. At June 30, 2002, the County has paid \$734,034 on the contracts. The balance of the contracts will be paid as work on the projects progresses.

**(12) County Hospital Revenue Bonds**

On July 1, 1997, the County entered into a loan agreement and issued \$5,200,000 of Hospital Revenue Bonds for constructing, remodeling and expanding the Washington County Hospital. The bonds and related interest are payable solely out of the net earnings of the Washington County Hospital and do not constitute liabilities of the County. Because the bonds are to be paid from other than County resources, the liability is not recorded in the general long-term debt account group on Exhibit A.

**(13) Pending Litigation**

The County is a defendant in several lawsuits seeking unspecified amounts of damages. The probability and amount of loss, if any, is indeterminable.

**(14) Prospective Accounting Change**

The Governmental Accounting Standards Board has issued Statement Number 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, Statement Number 37, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus, and Statement Number 38, Certain Financial Statement Note Disclosures. These statements will be implemented for the fiscal year ending June 30, 2003. The effects are expected to significantly impact the presentation of governmental financial statements in the year of implementation. The revised requirements include using the economic resources measurement focus and full accrual accounting. Also, the revised minimum reporting requirements include Management's Discussion and Analysis to introduce the basic financial statements and to provide an analytical overview of the financial activities.

**(15) Jointly Governed Organization**

Washington County participates in the Washington County Public Safety Commission, a jointly governed organization formed pursuant to the provisions of Chapter 28E of the Code of Iowa. Financial transactions of this organization are included in the County's financial statements as an Agency Fund because of the County's fiduciary relationship with the organization.

The following financial data is for the year ended June 30, 2002:

Additions:

Contributions from governmental units:

Washington County	\$	217,290	
City of Washington		144,860	
Reimbursement from E-911		68,254	
Miscellaneous		<u>111</u>	\$ 430,515

Deductions:

Salaries	279,139	
Benefits	38,824	
Office supplies	2,172	
Uniforms	1,664	
Postage and mailing	312	
Travel	804	
Telephone and fax services	8,972	
Training	1,150	
Professional services	3,054	
Equipment maintenance	29,186	
Machinery and equipment	17,254	
Office equipment and furniture	279	
Distribution to Debt Service Fund	68,254	
Miscellaneous	<u>2,078</u>	<u>453,142</u>

Net		(22,627)
Balance beginning of year		<u>138,269</u>
Balance end of year		<u><u>\$ 115,642</u></u>



## **Supplemental Information**

**Washington County**

## Washington County

## General Fund

Statement of Revenues, Expenditures and  
Changes in Fund Balance

Year ended June 30, 2002

## Revenues:

## Property and other County tax:

Property tax	\$ 3,309,487	
Utility tax replacement excise tax	<u>169,065</u>	\$ 3,478,552

Interest and penalty on property tax		61,136
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## Intergovernmental:

## State shared revenues:

Franchise tax	40,529	
Other	<u>780</u>	
	<u>41,309</u>	

State grants and reimbursements including  
indirect federal funding:

Home care aide grant	53,505	
Public health nursing grant	37,388	
Human services administrative reimbursement	76,665	
Well testing grant	13,995	
Rural networking development program	25,572	
Juvenile justice	7,224	
School based medical clinics	93,858	
Early childhood grant	118,131	
Other	<u>125,826</u>	
	<u>552,164</u>	

## State tax replacements:

State tax credits	223,728	
State allocation	<u>160,507</u>	
	<u>384,235</u>	

## Direct federal grants and entitlements:

Medicare and medicaid	<u>537,752</u>	
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Contributions and reimbursements from  
other governmental units:

Contract law enforcement	332,482	
Election reimbursements	15,982	
Other	<u>73,602</u>	
	<u>422,066</u>	1,937,526

**Schedule 1**

## Washington County

## General Fund

Statement of Revenues, Expenditures and  
Changes in Fund Balance

Year ended June 30, 2002

Revenues (continued):		
Licenses and permits		44,454
Charges for service:		
Office fees and collections	180,050	
Auto registration, use tax, drivers license and mailing	152,477	
Nursing service	133,032	
Miscellaneous	29,952	495,511
		<hr/>
Use of money and property:		
Interest on investments	218,701	
Net increase in the fair value of investments	23,568	
Other	35,629	277,898
		<hr/>
Fines, forfeitures and defaults		2,168
Miscellaneous		18,657
Total revenues		<hr/> <u>6,315,902</u>
Expenditures:		
Operating:		
Public safety		2,172,812
Court services		156,231
Physical health and education		1,138,711
Social services		613,290
County environment		226,275
State and local government services		438,607
Interprogram services		1,041,540
Non-program		67,589
Total expenditures		<hr/> <u>5,855,055</u>
Excess of revenues over expenditures		460,847
Other financing uses:		
Operating transfers out:		
Special Revenue:		
Secondary Roads		<hr/> <u>(122,966)</u>
Excess of revenues over expenditures and other financing uses		337,881
Fund balance beginning of year		2,787,291
Decrease in reserve for prepaid insurance		<hr/> <u>(21,042)</u>
Fund balance end of year		<hr/> <u><u>\$ 3,104,130</u></u>

See accompanying independent auditor's report.

## Washington County

## General Fund

## Statement of Expenditures

Year ended June 30, 2002

## Public Safety Service Area:

## Law enforcement:

Uniformed patrol services	\$ 157,425	
Investigations	88,709	
Contract law enforcement	332,863	
Law enforcement communication	217,290	
Adult correctional services	741,253	
Administration	315,827	
	<u>1,853,367</u>	

## Legal services:

Criminal prosecution	213,796	
Medical examinations	12,232	
	<u>226,028</u>	

## Emergency services:

Ambulance services	72,000	
Disaster services	6,353	
Rescue services	15,064	
	<u>93,417</u>	\$ 2,172,812

## Court Services Service Area:

## Assistance to district court system:

Physical operations	9,999	
Research and other assistance	16,487	
	<u>26,486</u>	

## Court proceedings:

Juries and witnesses	2,682	
Court costs	25,615	
Service of civil papers	87,696	
	<u>115,993</u>	

## Juvenile justice administration:

Court-appointed attorneys for juveniles	<u>13,752</u>	156,231
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## Physical Health and Education Service Area:

## Physical health services:

Personal and family health services	572,046	
Communicable disease prevention and control services	35,652	
Sanitation	121,865	
Health administration	369,856	
	<u>1,099,419</u>	

**Schedule 2**

## Washington County

## General Fund

## Statement of Expenditures

Year ended June 30, 2002

## Physical Health and Education Service Area (continued):

## Educational services:

Historic preservation	9,292	
Fairgrounds	15,000	
Contributions to other governments	15,000	
	<u>39,292</u>	1,138,711

## Social Services Service Area:

## Services to the poor:

Administration	126,423	
General welfare services	32,377	
	<u>158,800</u>	

## Services to military veterans:

Administration	8,414	
General services to veterans	10,597	
	<u>19,011</u>	

## Children's and family services:

Youth guidance	31,490	
Family protective services	121	
	<u>31,611</u>	

## Services to other adults:

Services to the elderly	288,487	
Case management	23,700	
	<u>312,187</u>	

## Chemical dependency:

Treatment services	6,115	
Preventive services	85,566	
	<u>91,681</u>	613,290

## County Environment Service Area:

## Conservation and recreation services:

Administration	153,564	
Maintenance and operations	35,014	
Recreation and environment education	5,866	
	<u>194,444</u>	

## County development:

Land use and building controls	16,329	
Economic development	15,502	
	<u>31,831</u>	226,275

## Washington County

## General Fund

## Statement of Expenditures

Year ended June 30, 2002

## State and Local Government Services Service Area:

## Representation services:

Elections administration	103,461	
Local elections	18,295	
	<u>121,756</u>	

## State administrative services:

Motor vehicle registrations and licensing	187,098	
Recording of public documents	129,753	
	<u>316,851</u>	438,607

## Interprogram Services Service Area:

## Policy and administration:

General County management	133,141	
Administration management services	178,093	
Treasury management services	129,395	
Other policy and administration	113,428	
	<u>554,057</u>	

## Central services:

General services	128,533	
Data processing services	213,617	
	<u>342,150</u>	

## Risk management services:

Tort liability	50,986	
Safety of workplace	88,240	
Unemployment Compensation	5,038	
Fidelity of public officials	1,069	
	<u>145,333</u>	1,041,540

## Non-program Service Area:

County farm operations	15,336	
Other	52,253	67,589
	<u>67,589</u>	

## Total

\$ 5,855,055

See accompanying independent auditor's report.

Washington County  
Special Revenue Funds  
Combining Balance Sheet  
June 30, 2002

	Mental Health	Rural Services	Secondary Roads
<b>Assets</b>			
Cash and pooled investments:			
County Treasurer	\$ 531,459	72,674	1,516,468
Conservation Foundation	-	-	-
Receivables:			
Property tax:			
Delinquent	697	771	-
Succeeding year	736,000	1,138,000	-
Accounts	180	-	9,372
Due from other funds	-	-	2,110
Due from other governments	1,932	-	196,549
	<b>\$1,270,268</b>	<b>1,211,445</b>	<b>1,724,499</b>
<b>Liabilities and Fund Equity</b>			
Liabilities:			
Accounts payable	\$ 52,929	4,200	335,021
Salaries and benefits payable	3,727	-	48,608
Due to other funds	-	-	123
Due to other governments	82,575	-	204
Deferred revenue:			
Succeeding year property tax	736,000	1,138,000	-
Other	574	716	-
Compensated absences	-	-	13,349
Total liabilities	875,805	1,142,916	397,305
Fund equity:			
Unreserved fund balances	394,463	68,529	1,327,194
<b>Total liabilities and fund equity</b>	<b>\$1,270,268</b>	<b>1,211,445</b>	<b>1,724,499</b>

See accompanying independent auditor's report.



Resource Enhancement and Protection	County Recorder's Records Management	Law Enforcement County Attorney	Law Enforcement County Sheriff	Washington County Conservation Foundation	Total
52,517	13,119	22,365	185	-	2,208,787
-	-	-	-	95,291	95,291
-	-	-	-	-	1,468
-	-	-	-	-	1,874,000
-	-	-	-	-	9,552
-	501	-	-	-	2,611
-	-	-	-	-	198,481
<b>52,517</b>	<b>13,620</b>	<b>22,365</b>	<b>185</b>	<b>95,291</b>	<b>4,390,190</b>
-	-	-	-	-	392,150
-	-	-	-	-	52,335
-	-	-	-	-	123
-	-	-	-	-	82,779
-	-	-	-	-	1,874,000
-	-	-	-	-	1,290
-	-	-	-	-	13,349
-	-	-	-	-	2,416,026
<b>52,517</b>	<b>13,620</b>	<b>22,365</b>	<b>185</b>	<b>95,291</b>	<b>1,974,164</b>
<b>52,517</b>	<b>13,620</b>	<b>22,365</b>	<b>185</b>	<b>95,291</b>	<b>4,390,190</b>

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Washington County

Special Revenue Funds

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances

Year ended June 30, 2002

	Mental Health	Rural Services	Secondary Roads
Revenues:			
Property and other County tax:			
Property tax	\$ 643,596	1,329,561	-
Utility tax replacement excise tax	32,659	75,986	-
	<u>676,255</u>	<u>1,405,547</u>	<u>-</u>
Intergovernmental:			
State shared revenues:			
Road use tax	-	-	2,312,570
State grants and reimbursements including indirect federal funding:			
Social services block grant	85,676	-	-
Resource enhancement and protection grant	-	-	-
Other	4,843	-	16,161
	<u>90,519</u>	<u>-</u>	<u>16,161</u>
State tax replacements:			
State tax credits	43,494	84,753	-
Mental health property tax relief	619,406	-	-
Mental health allowed growth	159,893	-	-
	<u>822,793</u>	<u>84,753</u>	<u>-</u>
Contributions and reimbursements from other governmental units:			
Resident care	1,543	-	-
Other	-	-	170,297
	<u>1,543</u>	<u>-</u>	<u>170,297</u>
	<u>914,855</u>	<u>84,753</u>	<u>2,499,028</u>
Licenses and permits	-	-	735
Charges for service:			
Document management fee	-	-	-
Other	12,182	-	5,814
	<u>12,182</u>	<u>-</u>	<u>5,814</u>

Resource Enhancement and Protection	County Recorder's Records Management	Law Enforcement County Attorney	Law Enforcement County Sheriff	Federal Emergency Management Assistance	Washington County Conservation Foundation	Total
-	-	-	-	-	-	1,973,157
-	-	-	-	-	-	108,645
-	-	-	-	-	-	2,081,802
-	-	-	-	-	-	2,312,570
-	-	-	-	-	-	85,676
10,927	-	-	-	-	-	10,927
-	-	-	-	3,911	-	24,915
10,927	-	-	-	3,911	-	121,518
-	-	-	-	-	-	128,247
-	-	-	-	-	-	619,406
-	-	-	-	-	-	159,893
-	-	-	-	-	-	907,546
-	-	-	-	-	-	1,543
-	-	-	-	-	-	170,297
-	-	-	-	-	-	171,840
10,927	-	-	-	3,911	-	3,513,474
-	-	-	-	-	-	735
-	6,227	-	-	-	-	6,227
-	-	-	-	-	-	17,996
-	6,227	-	-	-	-	24,223

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Washington County

Special Revenue Funds

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances

Year ended June 30, 2002

	Mental Health	Rural Services	Secondary Roads
Revenues (continued):			
Use of money and property:			
Interest on investments	-	-	-
Fines, forfeitures and defaults	-	-	-
Miscellaneous:			
Sale of materials	-	-	123,383
Contributions and donations from private sources	-	-	-
Other	-	12	-
Total revenues	1,603,292	1,490,312	2,628,960
Expenditures:			
Operating:			
Public Safety Service Area:			
Law enforcement:			
Investigations	-	-	-
Emergency services:			
E911 service board	-	9,026	-
	-	9,026	-
Physical Health and Education Service Area:			
Educational services:			
Libraries	-	48,700	-
Mental Health Service Area:			
Persons with mental health problems - mental illness:			
General administration	36,239	-	-
Coordination services	150	-	-
Treatment services	58,405	-	-
Licensed or certified living arrangements	559	-	-
Institutional, hospital, and commitment services	11,976	-	-
	107,329	-	-

Resource Enhancement and Protection	County Recorder's Records Management	Law Enforcement County Attorney	Law Enforcement County Sheriff	Federal Emergency Management Assistance	Washington County Conservation Foundation	Total
1,022	208	-	-	-	508	1,738
-	-	-	297	-	-	297
-	-	-	-	-	-	123,383
-	-	-	-	-	95,506	95,506
-	-	-	-	-	-	12
-	-	-	-	-	95,506	218,901
11,949	6,435	-	297	3,911	96,014	5,841,170
-	-	602	1,369	-	-	1,971
-	-	-	-	-	-	9,026
-	-	602	1,369	-	-	10,997
-	-	-	-	-	-	48,700
-	-	-	-	-	-	36,239
-	-	-	-	-	-	150
-	-	-	-	-	-	58,405
-	-	-	-	-	-	559
-	-	-	-	-	-	11,976
-	-	-	-	-	-	107,329

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Washington County

Special Revenue Funds

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances

Year ended June 30, 2002

	Mental Health	Rural Services	Secondary Roads
Expenditures (continued):			
Operating:			
Mental Health Service Area:			
Persons with chronic mental illness:			
General administration	13,200	-	-
Coordination services	1,248	-	-
Personal and environmental support	10,292	-	-
Treatment services	17,015	-	-
Vocational and day services	14,524	-	-
Licensed or certified living arrangements	196,901	-	-
Institutional, hospital, and commitment services	48,109	-	-
	301,289	-	-
Persons with mental retardation:			
General administration	41,359	-	-
Coordination services	21,478	-	-
Personal and environmental support	24,491	-	-
Treatment services	4,056	-	-
Vocational and day services	332,201	-	-
Licensed or certified living arrangements	653,538	-	-
Institutional, hospital, and commitment services	80,561	-	-
	1,157,684	-	-
Persons with other developmental disabilities:			
Vocational and day services	7,404	-	-
	1,573,706	-	-
Social Services Service Area:			
Services to the indigents:			
General welfare services	-	-	-
County Environment Service Area:			
Environmental quality:			
Natural resources conservation	-	-	-
Solid waste disposal	-	57,017	-
	-	57,017	-

Resource Enhance- ment and Protection	County Recorder's Records Management	Law Enforcement County Attorney	Law Enforcement County Sheriff	Federal Emergency Management Assistance	Washington County Conservation Foundation	Total
-	-	-	-	-	-	13,200
-	-	-	-	-	-	1,248
-	-	-	-	-	-	10,292
-	-	-	-	-	-	17,015
-	-	-	-	-	-	14,524
-	-	-	-	-	-	196,901
-	-	-	-	-	-	48,109
-	-	-	-	-	-	301,289
-	-	-	-	-	-	41,359
-	-	-	-	-	-	21,478
-	-	-	-	-	-	24,491
-	-	-	-	-	-	4,056
-	-	-	-	-	-	332,201
-	-	-	-	-	-	653,538
-	-	-	-	-	-	80,561
-	-	-	-	-	-	1,157,684
-	-	-	-	-	-	7,404
-	-	-	-	-	-	1,573,706
-	-	-	-	3,911	-	3,911
-	-	-	-	-	723	723
-	-	-	-	-	-	57,017
-	-	-	-	-	723	57,740

Washington County

Special Revenue Funds

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances

Year ended June 30, 2002

	Mental Health	Rural Services	Secondary Roads
Expenditures (continued):			
Operating:			
Roads and Transportation Service Area:			
Secondary roads administration and engineering:			
Administration	-	-	51,014
Engineering	-	-	407,597
	-	-	458,611
Roadway maintenance:			
Bridges and culvert	-	-	57,774
Roads	-	-	1,443,280
Snow and ice control	-	-	61,759
Traffic controls	-	-	79,945
Road clearing	-	33,934	21,218
	-	33,934	1,663,976
General roadway expenditures:			
Equipment	-	-	324,302
Equipment operation	-	5,151	623,512
Tools, materials, and supplies	-	-	68,273
Real estate and buildings	-	-	143,472
	-	5,151	1,159,559
	-	39,085	3,282,146
State and Local Government Services			
Service Area:			
Representation services:			
Township officials	-	2,727	-
Capital Projects Service Area:			
Roadway construction	-	-	708,647
Conservation land acquisition and development	-	-	-
	-	-	708,647
Total expenditures	1,573,706	156,555	3,990,793
Excess (deficiency) of revenues over (under) expenditures	29,586	1,333,757	(1,361,833)



Resource Enhancement and Protection	County Recorder's Records Management	Law Enforcement County Attorney	Law Enforcement County Sheriff	Federal Emergency Management Assistance	Washington County Conservation Foundation	Total
-	-	-	-	-	-	51,014
-	-	-	-	-	-	407,597
-	-	-	-	-	-	458,611
-	-	-	-	-	-	57,774
-	-	-	-	-	-	1,443,280
-	-	-	-	-	-	61,759
-	-	-	-	-	-	79,945
-	-	-	-	-	-	55,152
-	-	-	-	-	-	1,697,910
-	-	-	-	-	-	324,302
-	-	-	-	-	-	628,663
-	-	-	-	-	-	68,273
-	-	-	-	-	-	143,472
-	-	-	-	-	-	1,164,710
-	-	-	-	-	-	3,321,231
-	-	-	-	-	-	2,727
-	-	-	-	-	-	708,647
1,965	-	-	-	-	-	1,965
1,965	-	-	-	-	-	710,612
1,965	-	602	1,369	3,911	723	5,729,624
9,984	6,435	(602)	(1,072)	-	95,291	111,546

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Washington County

Special Revenue Funds

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances

Year ended June 30, 2002

	Mental Health	Rural Services	Secondary Roads
Other financing sources (uses):			
Sale of general fixed assets	-	-	913
Operating transfers in (out):			
General	-	-	122,966
Special Revenue:			
Rural Services	-	-	1,344,196
Secondary Roads	-	(1,344,196)	-
Total other financing sources (uses)	-	(1,344,196)	1,468,075
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	29,586	(10,439)	106,242
Fund balances beginning of year	364,877	78,968	1,220,952
Fund balances end of year	\$ 394,463	68,529	1,327,194

See accompanying independent auditor's report.

Resource Enhance- ment and Protection	County Recorder's Records Management	Law Enforcement County Attorney	Law Enforcement County Sheriff	Federal Emergency Management Assistance	Washington County Conservation Foundation	Total
-	-	-	-	-	-	913
-	-	-	-	-	-	122,966
-	-	-	-	-	-	1,344,196
-	-	-	-	-	-	(1,344,196)
-	-	-	-	-	-	123,879
9,984	6,435	(602)	(1,072)	-	95,291	235,425
42,533	7,185	22,967	1,257	-	-	1,738,739
52,517	13,620	22,365	185	-	95,291	1,974,164

**Schedule 5**

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Washington County

Debt Service Fund

Statement of Revenues, Expenditures and  
Changes in Fund Balance

Year ended June 30, 2002

Revenues:

Property and other County tax:

Property tax	\$ 52,533	
Utility tax replacement excise tax	<u>2,612</u>	\$ 55,145

Intergovernmental:

State tax replacements:

State tax credits		3,529
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Use of money and property:

Interest on investments		1,379
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Miscellaneous:

Reimbursement from Public Safety Commission		<u>68,254</u>
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Total revenues		<u>128,307</u>
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Expenditures:

Debt Service Service Area:

Notes redeemed	114,653	
Interest paid	<u>24,182</u>	<u>138,835</u>

Deficiency of revenues under expenditures		(10,528)
---	--	----------

Fund balance beginning of year		<u>30,112</u>
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Fund balance end of year		<u><u>\$ 19,584</u></u>
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See accompanying independent auditor's report.

## Washington County

## Capital Projects Fund

Statement of Revenues, Expenditures and  
Changes in Fund Balance

Year ended June 30, 2002

## Revenues:

## Use of money and property:

Rent		\$	13,890
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## Expenditures:

## Capital Projects Service Area:

Mapping project	\$	5,843	
Safety center renovation		3,846	
Building remodeling		77,147	<u>86,836</u>

Deficiency of revenues under expenditures			(72,946)
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Fund balance beginning of year			<u>116,910</u>
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Fund balance end of year		\$	<u><u>43,964</u></u>
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See accompanying independent auditor's report.

Washington County  
Trust and Agency Funds  
Combining Balance Sheet  
June 30, 2002

	Agency				
	Expendable Trust - Conservation Land Acquisition Trust	County Offices			
		Board of Supervisors	County Auditor	County Recorder	County Sheriff
<b>Assets</b>					
Cash and pooled investments:					
County Treasurer	\$ 164,808	-	-	-	-
Other County officials	-	13,816	462	16,224	15,395
Receivables:					
Property tax:					
Delinquent	-	-	-	-	-
Succeeding year	-	-	-	-	-
Accounts	47	-	-	2,030	-
Due from other funds	-	-	-	-	-
Due from other governments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 164,855</b>	<b>13,816</b>	<b>462</b>	<b>18,254</b>	<b>15,395</b>
<b>Liabilities and Fund Equity</b>					
Liabilities:					
Accounts payable	\$ 55	-	-	-	-
Salaries and benefits payable	-	-	-	-	-
Due to other funds	-	-	-	11,290	11,536
Due to other governments	-	-	-	6,964	236
Trusts payable	-	13,816	462	-	3,623
Compensated absences	-	-	-	-	-
Total liabilities	55	13,816	462	18,254	15,395
Fund equity:					
Unreserved fund balance	164,800	-	-	-	-
<b>Total liabilities and fund equity</b>	<b>\$ 164,855</b>	<b>13,816</b>	<b>462</b>	<b>18,254</b>	<b>15,395</b>

Funds								
Public Health	Agricultural Extension Education	County Assessor	Schools	Community Colleges	Corporations	Townships	Special Assessments	Auto License and Use Tax
-	1,773	117,664	138,089	6,582	42,917	3,613	2,686	331,791
3,550	-	-	-	-	-	-	-	-
-	19	56	1,505	76	1,013	11	-	-
-	115,000	330,000	9,337,000	480,000	3,663,000	225,000	-	-
-	-	3	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
3,550	116,792	447,723	9,476,594	486,658	3,706,930	228,624	2,686	331,791
-	-	737	-	-	-	-	-	-
-	-	7,366	-	-	-	-	-	-
-	-	97	-	-	-	-	-	11,309
-	116,792	436,956	9,476,594	486,658	3,706,930	228,624	2,686	320,482
3,550	-	-	-	-	-	-	-	-
-	-	2,567	-	-	-	-	-	-
3,550	116,792	447,723	9,476,594	486,658	3,706,930	228,624	2,686	331,791
-	-	-	-	-	-	-	-	-
3,550	116,792	447,723	9,476,594	486,658	3,706,930	228,624	2,686	331,791

Washington County  
Trust and Agency Funds  
Combining Balance Sheet  
June 30, 2002

	Agency				
	Brucellosis and Tuberculosis Eradication	Hospital Mainten- ance	Fire Districts	Maternal Child Health	Emergency Management Services
<b>Assets</b>					
Cash and pooled investments:					
County Treasurer	53	8,649	392	40,006	10,608
Other County officials	-	-	-	-	-
Receivables:					
Property tax:					
Delinquent	-	95	-	-	-
Succeeding year	3,000	566,000	16,000	-	-
Accounts	-	-	-	5,468	-
Due from other funds	-	-	-	-	-
Due from other governments	-	-	-	8,657	-
<b>Total assets</b>	<b>3,053</b>	<b>574,744</b>	<b>16,392</b>	<b>54,131</b>	<b>10,608</b>
<b>Liabilities and Fund Equity</b>					
Liabilities:					
Accounts payable	-	-	-	1,262	-
Salaries and benefits payable	-	-	-	2,712	317
Due to other funds	-	-	-	-	-
Due to other governments	3,053	574,744	16,392	50,157	10,291
Trusts payable	-	-	-	-	-
Compensated absences	-	-	-	-	-
Total liabilities	<b>3,053</b>	<b>574,744</b>	<b>16,392</b>	<b>54,131</b>	<b>10,608</b>
Fund equity:					
Unreserved fund balance	-	-	-	-	-
<b>Total liabilities and fund equity</b>	<b>3,053</b>	<b>574,744</b>	<b>16,392</b>	<b>54,131</b>	<b>10,608</b>

See accompanying independent auditor's report.



Funds							
Advance Tax	E-911	Regional Services	Public Safety	Drainage Districts	Driver's License	Empowerment Local/Board	Total
8,179	386,853	4,810	47,388	2,935	100	16,447	1,336,343
-	-	-	-	-	-	-	49,447
-	-	-	-	-	-	-	2,775
-	-	-	-	-	-	-	14,735,000
-	50,217	965	-	-	-	-	58,730
-	-	-	68,254	-	-	-	68,254
-	-	-	-	-	-	-	8,657
<b>8,179</b>	<b>437,070</b>	<b>5,775</b>	<b>115,642</b>	<b>2,935</b>	<b>100</b>	<b>16,447</b>	<b>16,259,206</b>
-	3,561	759	3,448	-	-	1,459	11,281
-	-	-	13,714	-	-	-	24,109
-	68,254	-	-	-	-	-	102,486
-	365,255	5,016	94,246	2,935	100	14,988	15,920,099
8,179	-	-	-	-	-	-	29,630
-	-	-	4,234	-	-	-	6,801
<b>8,179</b>	<b>437,070</b>	<b>5,775</b>	<b>115,642</b>	<b>2,935</b>	<b>100</b>	<b>16,447</b>	<b>16,094,406</b>
-	-	-	-	-	-	-	164,800
<b>8,179</b>	<b>437,070</b>	<b>5,775</b>	<b>115,642</b>	<b>2,935</b>	<b>100</b>	<b>16,447</b>	<b>16,259,206</b>

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Washington County

Agency Funds

Combining Statement of Changes in Assets and Liabilities

Year ended June 30, 2002

	County Offices				
	Board of Supervisors	County Auditor	County Recorder	County Sheriff	Public Health
<b>Assets and Liabilities</b>					
Balances beginning of year	\$ 13,526	456	25,732	11,108	4,938
Additions:					
Property and other County tax	-	-	-	-	-
E911 surcharge	-	-	-	-	-
State tax credits	-	-	-	-	-
State allocation	-	-	-	-	-
Office fees and collections	-	2,125	256,644	43,538	-
Auto licenses, use tax and postage	-	-	-	-	-
Assessments	-	-	-	-	-
Trusts	690	6	-	205,233	3,688
Miscellaneous	-	-	-	-	-
Total additions	690	2,131	256,644	248,771	3,688
Deductions:					
Agency remittances:					
To other funds	-	2,125	154,082	39,046	-
To other governments	-	-	110,040	536	-
Trusts paid out	400	-	-	204,902	5,076
Total deductions	400	2,125	264,122	244,484	5,076
Balances end of year	\$ 13,816	462	18,254	15,395	3,550

Agricultural Extension Education	County Assessor	Schools	Community Colleges	Corpor- ations	Townships	Special Assess- ments	Auto License and Use Tax
116,666	426,323	9,107,334	441,996	3,497,946	223,863	9,352	333,435
115,630	330,538	9,356,408	481,873	3,628,970	227,060	-	-
-	-	-	-	-	-	-	-
7,444	21,860	582,062	27,410	230,724	13,448	-	-
-	4,782	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	4,456,461
-	-	-	-	-	-	38,781	-
-	-	-	-	-	-	-	-
115	2,661	-	-	-	-	-	-
123,189	359,841	9,938,470	509,283	3,859,694	240,508	38,781	4,456,461
-	-	-	-	-	-	-	152,477
123,063	338,441	9,569,210	464,621	3,650,710	235,747	45,447	4,305,628
-	-	-	-	-	-	-	-
123,063	338,441	9,569,210	464,621	3,650,710	235,747	45,447	4,458,105
116,792	447,723	9,476,594	486,658	3,706,930	228,624	2,686	331,791

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Washington County

Agency Funds

Combining Statement of Changes in Assets and Liabilities

Year ended June 30, 2002

<b>Assets and Liabilities</b>	<hr/>				
	Brucellosis and Tuberculosis Eradication	Hospital Mainten- ance	Fire Districts	Maternal Child Health	Emergency anagement Services
Balances beginning of year	3,055	572,532	16,305	42,334	7,814
Additions:					
Property and other County tax	3,428	567,594	15,704	-	-
E911 surcharge	-	-	-	-	-
State tax credits	221	36,313	1,254	-	-
State allocation	-	-	-	-	-
Office fees and collections	-	-	-	115,822	-
Auto licenses, use tax and postage	-	-	-	-	-
Assessments	-	-	-	-	-
Trusts	-	-	-	-	-
Miscellaneous	-	-	-	-	13,375
Total additions	3,649	603,907	16,958	115,822	13,375
Deductions:					
Agency remittances:					
To other funds	-	-	-	-	-
To other governments	3,651	601,695	16,871	104,025	10,581
Trusts paid out	-	-	-	-	-
Total deductions	3,651	601,695	16,871	104,025	10,581
Balances end of year	3,053	574,744	16,392	54,131	10,608

See accompanying independent auditor's report.

Advance Tax	E-911	Regional Services	Public Safety	Drainage Districts	Driver's License	Empowerment Local /Board	Total
-	349,309	7,318	138,269	2,789	100	44,387	15,396,887
-	-	-	-	-	-	-	14,727,205
-	224,042	-	-	-	-	-	224,042
-	-	-	-	-	-	-	920,736
-	-	-	-	-	-	126,581	131,363
-	-	-	-	-	-	-	418,129
-	-	-	-	-	44,871	-	4,501,332
-	-	-	-	-	-	-	38,781
8,179	-	-	-	-	-	-	217,796
-	204,760	60,345	430,515	146	-	3,398	715,315
8,179	428,802	60,345	430,515	146	44,871	129,979	21,894,699
-	150,000	-	-	-	-	-	497,730
-	191,041	61,888	453,142	-	44,871	157,919	20,489,127
-	-	-	-	-	-	-	210,378
-	341,041	61,888	453,142	-	44,871	157,919	21,197,235
8,179	437,070	5,775	115,642	2,935	100	16,447	16,094,351

**Schedule 9**

## Washington County

## Comparison of Taxes and Intergovernmental Revenues

	Years ended June 30,			
	2002	2001	2000	1999
<b>Taxes:</b>				
Property and other County tax	\$ 5,335,177	5,259,934	4,397,020	4,077,088
Utility tax replacement excise tax	280,322	282,205	-	-
	<u>5,615,499</u>	<u>5,542,139</u>	<u>4,397,020</u>	<u>4,077,088</u>
<b>Intergovernmental:</b>				
State shared revenues:				
Franchise tax	40,529	25,027	35,691	26,875
Road use tax	2,312,570	2,217,626	2,249,874	2,170,103
Other	780	1,170	1,300	1,690
State grants and reimbursements including indirect federal funding:				
Home care aide grant	53,505	61,884	72,595	58,515
Public health nursing grant	37,388	32,377	20,244	20,244
Human services administration reimbursement	76,665	102,305	17,021	52,939
Social services block grant	85,676	86,723	84,748	80,797
Mental health allocation	-	125,183	126,399	114,875
Public assistance grants	-	-	-	435,848
State disaster assistance	-	-	-	49,208
Juvenile justice	7,224	12,144	28,518	31,281
Highway planning and construction grant	-	-	-	96,408
Other	413,224	355,348	341,880	207,648
State tax replacements:				
State tax credits	355,504	417,408	357,442	345,158
State allocation	160,507	166,173	166,652	166,454
Mental health property tax relief	619,406	619,405	619,405	619,405
Mental health allowed growth	159,893	103,394	99,257	82,116
Direct federal grants and entitlements:				
Medicare and medicaid	537,752	452,188	299,156	349,327
Watershed protection and flood prevention	-	-	-	94,866
Contributions and reimbursements from other governmental units:				
Contract law enforcement	332,482	270,296	296,199	290,337
Prisoner care	-	-	52,525	115,775
Reimbursements from other governments	-	878	75,754	345,529
Other	281,252	139,810	100,967	162,038
	<u>5,474,357</u>	<u>5,189,339</u>	<u>5,045,627</u>	<u>5,917,436</u>
<b>Total</b>	<u>\$ 11,089,856</u>	<u>10,731,478</u>	<u>9,442,647</u>	<u>9,994,524</u>

See accompanying independent auditor's report.

Washington County  
 Schedule of Expenditures of Federal Awards  
 Year ended June 30, 2002

Grantor/Program	CFDA Number	Agency or Pass-through Number	Program Expendi- tures
Direct:			
U. S. Department of Agriculture:			
Watershed Protection and Flood Prevention	10.904	68-6114-7-808	<u>\$ 9,684</u>
Indirect:			
U.S. Department of Agriculture:			
Iowa Department of Human Services:			
Human Services Administrative Reimbursements:			
State Administrative Matching Grants for			
Food Stamp Program	10.561		<u>12,563</u>
Federal Emergency Management Agency:			
United Way of America:			
Emergency Food and Shelter National Board Program	83.523	19-3042-00	<u>3,911</u>
U.S. Department of Education:			
Higher Plain Incorporated:			
Goals 2000: Parental Assistance	84.310		<u>18,769</u>
Iowa Division of Vocational Rehabilitation Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	02-CPSE-19	<u>3,885</u>
U.S. Department of Health and Human Services:			
Iowa Department of Education:			
Washington County Community Empowerment Board:			
Temporary Assistance for Needy Families	93.558		<u>18,450</u>
Iowa Department of Health:			
Family Support Payments to States - Assistance Payments	93.560	5882VO92	<u>170</u>
Cooperative Agreements for State- Based Comprehensive			
Breast and Cervical Cancer Early Detection Programs			
(\$5,640 provided to subrecipient)	93.919	5881NB21	5,640
Cooperative Agreements for State- Based Comprehensive			
Breast and Cervical Cancer Early Detection Programs			
(\$23,660 provided to subrecipient)	93.919	5882NB21	<u>23,660</u>
			<u>29,300</u>
Maternal and Child Health Services			
Block Grant to the States (\$4,200 provided to subrecipient)	93.994	5881MC11	11,471
Maternal and Child Health Services			
Block Grant to the States (\$12,600 provided to subrecipient)	93.994	5882MC11	<u>28,518</u>
			<u>39,989</u>

**Schedule 10**

Washington County  
 Schedule of Expenditures of Federal Awards  
 Year ended June 30, 2002

Grantor/Program	CFDA Number	Agency or Pass-through Number	Program Expendi- tures
Indirect (continued):			
U.S. Department of Health and Human Services:			
Iowa Department of Health:			
Johnson County Department of Public Health:			
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5881TB04	5,911
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5882TB04	807
			<u>6,718</u>
Immunization Grants	93.268	5881I451	1,255
Immunization Grants	93.268	5882I451	1,952
			<u>3,207</u>
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	5883BT94	642
Rural Health Outreach and Rural Network Development Program	93.912	5882CO92	8,652
Iowa Department of Human Services:			
Human Services Administrative Reimbursements:			
Refugee and Entrant Assistance-State Administered Programs	93.566		93
Temporary Assistance for Needy Families	93.558		19,705
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596		2,565
Foster Care - Title IV-E	93.658		6,585
Adoption Assistance	93.659		2,227
Medical Assistance Program	93.778		19,976
Social Services Block Grant	93.667		12,950
Social Services Block Grant	93.667		85,676
			<u>98,626</u>
Total indirect			<u>296,033</u>
Total			<u>\$305,717</u>

**Basis of Presentation** - The Schedule of Expenditures of Federal Awards includes the federal grant activity of Washington County and is presented on the modified accrual basis of accounting. The information on this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation, of the general purpose financial statements.

See accompanying independent auditor's report.





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**Independent Auditor's Report on Compliance  
and on Internal Control over Financial Reporting**

To the Officials of Washington County:

We have audited the general purpose financial statements of Washington County, Iowa, as of and for the year ended June 30, 2002, and have issued our report thereon dated January 16, 2003. Our audit expressed a qualified opinion on the financial statements due to the omission of materials and supplies inventory, pertaining primarily to the Special Revenue Funds. We conducted our audit in accordance with U.S. generally accepted auditing standards, Chapter 11 of the Code of Iowa, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether Washington County's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of non-compliance that are described in Part IV of the accompanying Schedule of Findings and Questioned Costs.

Comments involving statutory and other legal matters about the County's operations for the year ended June 30, 2002 are based exclusively on knowledge obtained from procedures performed during our audit of the general purpose 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. Prior year statutory comments have been resolved except for the portion of item IV-C-02 concerning the County Extension Office.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Washington County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Washington County's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in Part II of the accompanying Schedule of Findings and Questioned Costs.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we do not believe the reportable conditions described above are material weaknesses. Prior year reportable conditions have not been resolved and are repeated as items II-A-02 and II-B-02.

This report, a public record by law, is intended solely for the information and use of the officials, employees and citizens of Washington County and other parties to whom Washington County may report. This report is not intended to be and should not be used by anyone other than these specified parties.

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

WARREN G. JENKINS, CPA  
Chief Deputy Auditor of State

January 16, 2003



**OFFICE OF AUDITOR OF STATE**  
**STATE OF IOWA**

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**Independent Auditor's Report on Compliance with Requirements**  
**Applicable to Each Major Program and Internal Control over Compliance**

To the Officials of Washington County:

**Compliance**

We have audited the compliance of Washington County, Iowa, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2002. Washington County's major federal programs are identified in Part I of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Washington County's management. Our responsibility is to express an opinion on Washington County's compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards, Chapter 11 of the Code of Iowa, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance 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 Washington County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Washington County's compliance with those requirements.

In our opinion, Washington County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002.

**Internal Control Over Compliance**

The management of Washington County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Washington County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted one matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect Washington County's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. The reportable condition is described in Part III of the accompanying Schedule of Findings and Questioned Costs.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that non-compliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is a material weakness.

This report, a public record by law, is intended solely for the information and use of the officials, employees and citizens of Washington County and other parties to whom Washington County may report, including federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties.

WARREN G. JENKINS, CPA  
Chief Deputy Auditor of State

January 16, 2003

Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

**Part I: Summary of the Independent Auditor's Results:**

- (a) A qualified opinion was issued on the financial statements due to the omission of materials and supplies inventory, pertaining primarily to the Special Revenue Funds.
- (b) Reportable conditions in internal control over financial reporting were disclosed by the audit of the financial statements. None of the reportable conditions were considered to be material weaknesses.
- (c) The audit did not disclose any non-compliance which is material to the financial statements.
- (d) A reportable condition in internal control over a major program was disclosed by the audit of the financial statements. The reportable condition was considered to be a material weakness.
- (e) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (f) The audit disclosed findings which were required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (g) Major programs were as follows:
  - CFDA Number 93.667 – Social Services Block Grant
  - CFDA Number 93.919 – Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs
  - CFDA Number 93.994 – Maternal and Child Health Services Block Grant to the States
- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (i) Washington County did not qualify as a low-risk auditee.

Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

**Part II: Findings Related to the General Purpose Financial Statements:**

**INSTANCES OF NON-COMPLIANCE:**

No matters were reported.

**REPORTABLE CONDITIONS:**

II-A-02 County Sheriff – The collection, deposit preparation, and reconciliation functions are not performed by an individual who does not record and account for cash receipts. Also, a list of checks received through the mail is prepared but is not later compared to the cash receipt record.

Recommendation – The collection, deposit preparation, and reconciliation functions should be performed by an individual who does not record and account for cash receipts. The list of checks received through the mail should be compared with recorded receipts to strengthen internal controls.

Response – Another employee of the administrative staff will compare the lists prepared with the deposit slips recorded by the civil department staff to determine that the receipts were properly recorded. The Captain is currently in the process of signing, on a weekly basis, deposits prepared by civil office staff.

Conclusion – Response accepted.

II-B-02 Electronic Data Processing Systems – The County does not have written policies for:

- requiring password changes because software does not require the user to change log-ins/passwords periodically.
- ensuring that only software licensed to the County is installed on computers.

Also, the County does not have a written disaster recovery plan and the County does not utilize a lock out function to prevent unauthorized access.

Recommendation – The County should develop written policies addressing the above items in order to improve the County's control over computer based systems. A written disaster recovery plan should be developed and a lock out function should be utilized to protect against unauthorized access.

Response – Passwords are changed periodically, users are not authorized to install unlicensed software on computers and disaster recovery is addressed in our maintenance agreement; however, a written policy will be developed to include these concerns. Also, the installation of a lock out function will be researched and possibly implemented.

Conclusion – Response accepted.

Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

**Part III: Findings and Questioned Costs For Federal Awards:**

**INSTANCES OF NON-COMPLIANCE:**

No matters were reported.

**REPORTABLE CONDITION:**

**CFDA Number 93.919: Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs**  
**Pass-through Agency Number: 5882NB21**  
**Federal Award Year: 2002**  
**U.S. Department of Health and Human Services**  
**Passed through the Iowa Department of Health**

III-A-02 Lack of Subrecipient Monitoring - OMB Circular A-133 Compliance Supplement requires the pass-through entity to be responsible for monitoring the activities of subrecipients to provide reasonable assurance that the subrecipient administers federal awards in compliance with federal requirements.

The Washington County Board of Health (WCBOH) contracted with Planned Parenthood of Southeast Iowa to provide services under the Breast and Cervical Cancer Program. The WCBOH did not monitor the activities of Planned Parenthood to determine whether they were complying with the federal requirements of this program.

Recommendation - The WCBOH should implement procedures to ensure that the activities of the subrecipient are monitored for compliance with federal requirements.

Response and Corrective Action Planned - The Washington County Board of Health will implement the following corrective action plan in response to "lack of subrecipient monitoring" of the Planned Parenthood pass-through Breast and Cervical Cancer Early Detection Program.

- (1) Washington County Board of Health (WCBOH) will obtain and review copies of all reports submitted to the Iowa Department of Health by Planned Parenthood.
- (2) WCBOH will include reports on the Breast and Cervical Cancer Early Detection Program on their agenda.
- (3) WCBOH will obtain and review a copy of any Iowa Department of Health on-site visit summary as conducted.

Conclusion - Response accepted.

Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

**Part IV: Other Findings Related to Required Statutory Reporting:**

IV-A-02 Official Depositories - A resolution naming official depositories has been adopted by the Board of Supervisors. The maximum deposit amounts stated in the resolution were not exceeded during the year. However, one depository, Wells Fargo, was not included on the depository resolution.

Recommendation - A new resolution including all approved depositories should be adopted by the Board of Supervisors.

Response - A new depository resolution including Wells Fargo will be adopted and this will be carefully monitored to ensure it doesn't happen again.

Conclusion - Response accepted.

IV-B-02 Certified Budget - Disbursements during the year ended June 30, 2002 did not exceed the amounts budgeted. Disbursements in the Subdivision Coordinator Department exceeded the amount appropriated prior to amendment. Also, expenditures in the Non-Program Service Area exceeded the amount budgeted prior to amendment.

Recommendation - Chapter 331.434(6) of the Code of Iowa authorizes the Board of Supervisors, by resolution, to increase or decrease appropriations of one office or department by decreasing or increasing the appropriation of another office or department as long as the service area budget is not increased. Such increases and decreases should be made before disbursements are allowed to exceed the amount appropriated. In addition, 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 - Expenses for the newly created Subdivision Coordinator Position/Department were originally assimilated into the Board of Supervisors' budget. New budget numbers were formulated to create a separate department for the Subdivision Coordinator and activated prior to the Board passing a resolution for creation of the department. This action caused expenditures to be posted to the Subdivision Department prior to approval by the Board. The County will make sure this error is not repeated in future department creations.

In the future, the budget will be amended in accordance with Chapter 331.435 of the Code of Iowa before disbursements are allowed to exceed the budget.

Conclusion - Response accepted.

IV-C-02 Questionable Disbursements of Council, Boards and Commission - Certain expenditures were noted in the following council, boards and commission that may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979 since the public benefits to be derived have not been clearly documented.

County Extension Office - Expenditures for food and refreshments at meetings and workshops were noted totaling \$452.



Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

Washington County Conservation Board - Expenditures totaling \$134 were made for drinks, pizza and carving knives for a Halloween hike through Marr Park.

E-911 Board - Expenditures totaling \$224 for a meal provided at a fire chief's meeting were noted.

Public Safety Commission - Expenditures totaling \$455 were made for food and beverages for commission meetings and purchases of framing supplies.

According to the opinion, it is possible for certain expenditures to meet the test of serving a public purpose under certain circumstances, although such items will certainly be subject to a deserved close scrutiny. The line to be drawn between a proper and improper purpose is very thin.

Recommendation - The council, boards and commission should determine and document the public purpose served by these expenditures before authorizing any further payments. If this practice is continued, written policies and procedures should be in place, including a requirement for proper documentation.

Response -

County Extension Office - The extension council has made changes to the fiscal policy and approved the purchase of food when appropriate for "extension programs and meetings to support the educational objectives" (page 9, Section 5.4 A3). Proper documentation of such purchases is maintained and all purchases are reviewed and approved by the council before payment is made. We will continue to document and approve the purchases before payment. We will also continue to maintain current fiscal policies for this purpose.

Washington County Conservation Board - Since approximately 1989, the Washington County Conservation Board (WCCB) has been hosting an annual Halloween hike at Marr Park. This public program is attended by anywhere from 200 to 500 persons annually. The pizza and non-alcoholic drinks were purchased and served to volunteers at rehearsal for this program. The carving knives were used to carve donated pumpkins utilized to light the trail which is a part of the Halloween hike. All refreshments, etc. that are provided at the actual program are donated.

State Auditors have brought it to my attention that prior approval by the WCCB, recorded in their official minutes, is required for purchases such as the pizza and drinks used to reward volunteers or participants. The WCCB will discuss this matter at its next regular meeting and comply by either carefully stipulating the public purpose of such purchases in the future or eliminating them.

E-911 Board and Public Safety Commission - The E-911 Board and the Public Safety Commission will determine and document the public purpose served by these expenditures before authorizing any further payments. If this practice is continued, the Boards will establish written policies and procedures, including the requirement for proper documentation.

Conclusion - Response accepted.

Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

- IV-D-02 Travel Expense - No expenditures of County money for travel expenses of spouses of County officials or employees were noted.
- IV-E-02 Business Transactions - No business transactions between the County and County officials or employees were noted.
- IV-F-02 Bond Coverage - Surety bond coverage of County officials and employees is in accordance with statutory provisions. The amount of all coverage should be periodically reviewed to insure that the coverage is adequate for current operations.
- IV-G-02 Board Minutes - No transactions were found that we believe should have been approved in the Board minutes but were not. However, minutes are required to be submitted for publication within seven days of a board meeting by Chapter 349.18 of the Code of Iowa. Certain minutes were not submitted for publication in a timely manner.

Recommendation - Minutes should be typed, signed and submitted for publication in a timely manner to ensure compliance with the Code of Iowa.

Response - The Auditor, by Code, is clerk to the Board of Supervisors and responsible for the recording and publishing of the board's meeting minutes. Due to the increasing number of other duties and deadlines, the Auditor has fallen behind in the recording and publishing of these minutes. To help alleviate this situation, the Auditor has commissioned one of his staff to record minutes of the meetings and produce a rough draft for publication. The Auditor is editing this draft as he deems necessary and forwarding same to the media for publication. This procedure should eliminate any tardiness of meeting minutes to the newspaper.

Conclusion - Response accepted.

- IV-H-02 Deposits and Investments - Except as noted above, 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.
- IV-I-02 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).
- II-J-02 Maximum Secondary Road Transfer - Chapter 331.429 of the Code of Iowa established a maximum amount that can be transferred from the General Fund and Special Revenue, Rural Services Fund to the Special Revenue, Secondary Roads Fund. For the year ended June 30, 2002, the maximum amount allowed to be transferred from the Special Revenue, Rural Services Fund was exceeded by \$2,013.

Recommendation - The County should transfer \$2,013 from the Special Revenue, Secondary Roads Fund to the Special Revenue, Rural Services Fund.

Washington County  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2002

Response - The excess transfer from the Special Revenue, Rural Services Fund to the Special Revenue, Secondary Roads Fund will be reversed in the amount of \$2,013. The County will more carefully monitor all total allowable transfers.

Conclusion - Response accepted.

IV-K-02 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 County operations and, consequently, is not included in Exhibits A or B.

Disbursements during the year ended June 30, 2002 for the County Extension Office did not exceed the amount budgeted.

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Washington County

Staff

This audit was performed by:

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