



KOOTENAI COUNTY IDAHO



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
SEPTEMBER 30, 2001
DANIEL J. ENGLISH - AUDITOR**

KOOTENAI COUNTY, IDAHO



COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

**Prepared by: Kootenai County Auditor's Office
David R. McDowell, Finance Director**

About the Pictures in the Report

This year we are including pictures depicting the scenic and natural beauty of Kootenai County past and present.

We would like to thank all of the organizations and staff that have contributed their time, shared their stories and helped bring this presentation together:

North Idaho Museum

Mr. Sandy Emerson

Idaho State Department of Lands

Idaho State Department of Parks and Recreation

Kootenai County Parks and Waterways Department

and the Kootenai County Auditor staff

A special thank you to the Kootenai County Reprographics Department for their help in improving the look and readability of this report.

**KOOTENAI COUNTY, IDAHO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001**

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INTRODUCTORY SECTION



Fishing on Hayden Lake, c1900

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Kootenai County,
Idaho

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2000

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Imelda Aruete
President

Jeffrey L. Esser
Executive Director



DAN ENGLISH

CLERK OF THE
DISTRICT COURT

AUDITOR

RECORDER

OFFICE OF THE
KOOTENAI COUNTY CLERK

451 GOVERNMENT WAY
P.O. BOX 9000
COEUR D'ALENE, IDAHO 83816-9000
PHONE (208) 666-8189 • FAX (208) 666-1267
E-MAIL: denglish@co.kootenai.id.us



January 31, 2002

Board of County Commissioners
Kootenai County
Coeur d'Alene, Idaho

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of Kootenai County, Idaho, prepared in accordance with Generally Accepted Accounting Principles (GAAP), for the fiscal year ending September 30, 2001. The purpose of the report is to provide citizens, investors, grantor agencies, and other interested parties with reliable financial information about the County. Responsibility for the accuracy of the data, as well as the completeness and fairness of the presentation, including all disclosures, rests with Kootenai County. To the best of our knowledge and belief, the report is accurate in all material respects, and is designed to present fairly the financial position and results of operations of the various fund and account groups of the County. All disclosures necessary to enable the reader to gain an understanding of Kootenai County's financial activities have been included.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Kootenai County for its comprehensive annual financial report for the fiscal year ending September 30, 2000. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Kootenai County has received a Certificate of Achievement for the last seven consecutive years (fiscal years 1994-2000). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

The comprehensive annual financial report is presented in four sections: Introductory, Financial, Statistical, and Single Audit. The introductory section includes this transmittal letter, the County's organization chart, and a list of principal officials. The financial section includes the general purpose financial statements, the combining and individual fund, account group financial statements, and schedules, as well as the independent auditor's report. The Statistical Section includes unaudited financial and demographic information, generally presented on a multi-year, comparative basis.

Kootenai County is required to undergo an annual single audit in conformity with provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget Circular A-133, Audits of State, Local Governments, and Non-Profit Institutions. Information related to the single audit, including the schedule of federal financial assistance and reports of the independent auditor on the internal control structure and compliance with applicable laws and regulations are included in the single audit section of this report.

Kootenai County provides a full range of government services. These include police protection, judicial systems, jails, 9-1-1 service, health and social services, a regional airport, emergency management, noxious weed control, parks and recreation (including bicycling, boating, and snowmobile facilities), as well as cultural and historical society support. The County also provides general services such as planning and zoning, code enforcement, driver and vehicle licensing, managing federal, state, and local elections,

recording of deeds and legal documents and administration of the tax system. The collection and distribution of property tax for all taxing districts within the county is also managed by Kootenai County. The districts include cities, highway districts, fire districts, school districts, North Idaho Community College, and Kootenai Medical Center.

The County has also provided for the disposal of solid waste through the development and maintenance of a solid waste transfer station and landfill. This operation is a self-supporting facility, managed as an enterprise fund.

This report includes all funds, account groups, and component units of the County. In addition to general county activities, the Board of Commissioners is financially accountable for both the Kootenai County Fair and the Kootenai County Emergency Medical Services System.

ECONOMIC CONDITION AND OUTLOOK

Kootenai County is located in northern Idaho, an area known as the Panhandle. The County is 1,310 square miles and has a population of approximately 110,000. The largest city and county seat is Coeur d'Alene. Nearby population centers include Spokane, Washington, thirty miles to the west, and Missoula, Montana 150 miles to the east, with populations of approximately 200,000 and 60,000 respectively.

Kootenai County contains several beautiful lakes covering 70.6 square miles, including the twenty-five mile long Lake Coeur d'Alene, and is adjacent to the Panhandle National Forest. The county also includes Spirit Lake, Silverwood Theme Park, Farragut State Park on Lake Pend Orielle, the Coeur d'Alene Resort, and the Cataldo Mission, Idaho's oldest building. These attractions, recreation and tourism, are important elements of our local economy. Other important industries include construction, trades, light manufacturing, health care, professional services, and government. Major employers include Hagadone Hospitality Corporation, North Idaho College, Kootenai Medical Center, Harpers Furniture, Crown Pacific, Coldwater Creek, and Advanced Input Devices. Kootenai County aggressively pursues new industry through Jobs Plus, Inc., a development organization funded with public and private resources. Jobs Plus has been successful in attracting several small and medium sized industries to Kootenai County by marketing the County's well trained work force, environment, and low operating costs.

The population and economy of Kootenai County has grown rapidly over the last decade. Regional economic forecasts indicate slower yet continued growth in the regional economy. The projections are that Idaho in general will continue to grow at a pace greater than the national averages.

MAJOR INITIATIVES

The major accomplishments of the County during 2001 were continued facilities improvement. Several goals were met during fiscal year 2001. These include:

1. Continuing the three-year construction project to expand the County jail facilities.
2. Complete construction project which levels and resurfaces the main airport runway.
3. Implementation of the voter approved sales tax ordinance.

ONGOING ACTIVITIES AND FUTURE PROJECTS

The County has continued to focus on the needs resulting from rapid growth. The County's justice system has experienced the most significant increase in cost and need for attention. The two major corrections construction projects started last fiscal year will continue. Additionally, new community and administrative projects are planned for 2001. These include:

1. Completing construction on the expansion of the Jail facility.
2. Planning and development for the expansion of the solid waste transfer station on Ramsey.
3. Continuing long-range planning and development of the existing landfill location and future collection facilities throughout the county.
4. Reorganization and stabilization of the ambulance services in the county.

FINANCIAL INFORMATION

Kootenai County remains in sound financial condition at the conclusion of fiscal year 2001. The overall state economy has contracted over the last half of the calendar year following the national economy trend in post-September 11 America. Kootenai County has not seen the same level of contraction as the state, but a leveling of the economy has occurred.

The Kootenai County Auditor's Office is responsible for providing financial services to the County. These include: financial accounting and reporting, payroll and accounts payable disbursement functions, debt management, budgeting, cash receipts, and financial analysis. The Treasurer's Office is responsible for tax collections, cash, and investment management.

INTERNAL CONTROL

Management of Kootenai County is responsible for establishing and maintaining an internal control structure designed to ensure that assets of the County are protected from loss, theft, or misuse. The internal control structure should provide reasonable assurance that (1) financial transactions are processed only with management's authorization, (2) transactions comply with County policy and Idaho law, and (3) financial records allow for the safeguarding of assets and allow for the timely preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute assurance that these goals are met. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefit likely to be derived from implementation, and (2) the evaluation of cost and benefit requires estimates and judgment by management.

BASIS OF ACCOUNTING

The County's accounting records for governmental fund type operations are maintained on the modified accrual basis, and on the accrual basis for the proprietary fund. The modified accrual basis of accounting requires that revenue be recognized when both measurable and available to liquidate liabilities of the current period. Expenditures are generally recognized when the liability is incurred, and draws upon current usable resources. The accrual basis of accounting recognizes revenues when earned and expenses when incurred.

SINGLE AUDIT

The County receives federal and state pass through financial assistance and is responsible for maintaining an adequate control structure to ensure compliance with applicable laws and regulations pertaining to those programs. The internal control structure is subject to periodic evaluation by the Board of County Commissioners and the Auditor's Office.

As part of the County's single audit, tests are performed to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, to determine that the County has complied with applicable rules and regulations. The results of the County's single audit for the fiscal year ending September 30, 2001 provided no instances of material weakness.

REPORTING CHANGES

The Auditor's Office completed a major general ledger chart of accounts conversion project during the course of the current fiscal year. This massive undertaking condensed a cumbersome fifteen digit alphanumeric system, and reduced it to a much tighter ten digit all numeric system. In preparation for implementing the Governmental Accounting Standards Board Statement 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments it was determined that there needed to be greater clarity in the chart of accounts structure to meet the requirements.

The impact of the conversion on the amounts previously reported for fiscal year 2000 is discussed more fully in footnote 23 to the financial statements. Appropriately, the amounts reported on the face of these statements for the previous fiscal year are restated on a basis consistent with the current fiscal year, and the overall impact on the financial statements is neutral.

BUDGETARY CONTROL

The annual County budget process begins in April each year with a series of meetings and the distribution of budget request packets to elected officials and department heads. By the third Monday in May, budget requests must be submitted to the Auditor's Office. Budget requests include proposed expenditures, and projections of department generated revenues.

The County Auditor, acting as the Chief Budget Officer, reviews the budget submissions, forecasts revenue, and meets with department heads and elected officials to prepare a proposed budget. The proposed budget is submitted to the Board of County Commissioners for adjustment and approval or disapproval. A final budget is legally adopted by the Board after public hearings in September.

The County maintains budgetary controls to ensure compliance with the adopted budget. The budget is integrated with the County fund accounting system to ensure management control throughout the year. The level of budgetary control (level at which expenditures cannot exceed appropriation without management approval) is established at the department level. Expenditures made or liabilities incurred in excess of the budget appropriation, when not approved by the Board of County Commissioners, are the liability of the elected official making or incurring the liability, not the County.

Kootenai County does not utilize encumbrance accounting. Appropriations of funds lapse at the close of each fiscal year with the exception of ongoing capital construction projects, and ongoing grant or funding agreements that are run on a year different than our fiscal year.

GENERAL GOVERNMENT FUNCTIONS

Revenue:

Exhibit A (following) presents a summary of general, special revenue and capital projects fund revenues for the fiscal years ending September 30, 2001 and 2000. The percentages of increases and decreases from one year to the next are also illustrated.

EXHIBIT A:

Summary Schedule of General, Special Revenue, and Capital Projects Fund Revenues: Comparison of Fiscal Years 2001 and 2000

Revenue Sources	2001		2000		Increase (Decrease) Over 2000	Percent of Increase (Decrease)
	Amount	Percent of Total	Amount	Percent of Total		
Taxes	27,727,887	59%	21,642,653	55%	6,085,234	28.1%
Licenses & Permits	1,144,058	2%	1,141,196	3%	2,862	0.3%
Intergovernmental	8,660,288	18%	7,917,272	20%	743,016	9.4%
Charges for Services	6,367,727	13%	5,902,488	15%	465,239	7.9%
Fines & Forfeits	989,524	2%	974,759	2%	14,765	1.5%
Miscellaneous	2,383,812	5%	1,712,931	4%	670,881	39.2%
Total	47,273,296	100%	39,291,299	100%	7,981,997	20.3%

Note: Exhibit A does not include Trust Receipts.

EXHIBIT B:Summary Schedule of General, Special Revenue, and Capital Projects
Fund Expenditures: Comparison of Fiscal Years 2001 and 2000.

Expenditures	2001		2000		Increase (Decrease) over 2000	Percent of Increase (Decrease)
	Amount	Percent of Total	Amount	Percent of Total		
General Government	15,073,765	30%	17,367,905	40%	(2,294,140)	-13.2%
Public Safety	17,881,085	35%	14,906,121	34%	2,974,964	20.0%
Sanitation	216,281	0%	210,332	0%	5,949	2.8%
Health & Welfare	1,920,732	4%	1,976,557	5%	(55,825)	-2.8%
Culture & Recreation	835,812	2%	778,821	2%	56,991	7.3%
Debt Service	3,164,879	6%	2,452,172	6%	712,707	29.1%
Capital Outlay	11,522,880	23%	5,686,928	13%	5,835,952	102.6%
Total	50,615,434	100%	43,378,836	100%	7,236,598	16.7%

Notes:

Differences in percentage totals due to rounding.

Exhibit B does not include Trust Turnovers.

Exhibit A indicates a \$7,981,997 (20.3%) increase in total revenue. The increase in tax revenue collections of \$6,085,234 represents 76.2% of the total increase. This increase results from an increase in the County's budget and tax levy over the prior fiscal year, and most significantly by the addition of the local option or resort sales tax that was enacted effective January 1, 2001.

Intergovernmental revenue increased by approximately \$743,016 representing 9.3% of the increase, as a result of more federal and state grant money received by the County. Charges for services increased by \$465,239 representing another 5.8% of the increase. This is primarily due to the growth in recording fee revenues. During the year changes in the state laws that have increased the number of pages required for each real estate transaction.

Other miscellaneous increases resulted from a variety of sources, including interest, rents, leases, telephone commission, and a property damage settlement.

Expenditures:

Exhibit B (above) presents a summary of general, special revenue and capital projects fund expenditures for the fiscal years ending September 30, 2001 and 2000. The percentages of increases and decreases from one year to the next are also reflected.

As the exhibit indicates, total expenditures increased by \$7,236,598.

Most of this increase is explained by the \$5,835,952 change in capital outlays, which accounts for 80.6% of the difference over the previous year. The two major projects in progress during the fiscal year are the jail expansion, and the main runway leveling and resurfacing project at the airport, accounting for the bulk of the capital projects.

Public safety expenditures increased \$2,974,964 resulting from increasing personnel costs in the Sheriff's department, expansion of grant activities in the prosecuting attorney's office, juvenile probation, and changes in the cost allocations at the juvenile detention center that shifted more costs to the county as a result of higher percentage of the annual census in the facility.

Debt service increased approximately \$712,707 over the previous fiscal year, due to completion of the first full year of payments on the jail facility expansion note.

Summary:

Exhibit A and B indicate that expenditures exceeded revenues for the noted funds by approximately \$3,342,138 for the fiscal year ending September 30, 2001. In fiscal year 2000, expenditures exceeded revenues by \$4.0 million; in 1999, expenditures exceeded revenues by approximately \$1.0 million; and in fiscal year 1998, revenues exceeded expenditure by \$2.3 million.

This year's expenditure deficit was planned, and funded through cash reserves. Finance proceeds were also received last year to fund \$9,500,000 of the capital outlay costs which will conclude in fiscal year 2002.

Revenue surpluses in prior years are indicative of a conservative approach to budgeting revenue, and careful management of resources in an effort to reduce operating costs wherever possible. The County enters fiscal year 2002 in sound financial condition, with a commitment to effective and efficient governmental operations.

ENTERPRISE FUND

Kootenai County has one enterprise operation, the Solid Waste Department. The Solid Waste Department operates the County Transfer Station, Fighting Creek Landfill, rural drop box and commercial solid waste collections and recycling programs. The solid waste operation receives no ad valorem tax revenue for either operating or capital outlays.

Solid Waste Enterprise Fund operations resulted in net income of \$2,066,763 for the year ending September 30, 2001, compared with net income of \$1,975,832 in 2000, and \$1,514,196 in 1999.

Operating revenues have increased by \$425,741 and operating expenses have decreased \$240,898, since the prior fiscal year. The revenues and expenses are driven by the volume processed during the year and the related utilization rate of the Fighting Creek Landfill.

FIDUCIARY FUNDS

Kootenai County acts as an agent for all taxing districts in Kootenai County, including cities, schools, fire districts, and highway districts. The County collects taxes for these entities and disburses the funds on a periodic basis. The County also maintains several expendable trust funds, used to account for trust type activities, including holding of District Court personal bond funds, and court ordered victim restitution.

COMPONENT UNITS

Kootenai County includes both the Kootenai County Fair and the Kootenai County Emergency Medical Services System (KCEMSS) as component units in the comprehensive annual financial report. The decision is based upon the financial accountability criteria as set forth in GASB statement No. 14.

The Kootenai County Board of Commissioners (the Board) appoints the Kootenai County Fair Board, which has the responsibility of managing the County Fair. The Board also has the authority to approve or disapprove the County Fair's annual budget. Additionally, the County is contingently liable for the debt of the Fair.

The County Fair is managed as an enterprise fund. The Fair's fiscal year runs from January 1 through December 31. For the fiscal year ending December 31, 2000, the Fair had net income of \$82,404. For the fiscal year ending December 31, 1999, the Fair had net income of \$63,653.

KCEMSS is also presented as a distinct reporting unit. The Board approves the annual budget and levies taxes under the Emergency Medical Services levy, the balance necessary to fund the approved budget. The reporting year for KCEMSS is the same fiscal year as the county, and for the current fiscal year, the operation posted a (\$955,546) net loss.

The audit report also contained a going concern qualification that will be a major focus of activity over the coming year. As of this report date, there has already been a significant organizational and staffing change that has moved the primary service responsibilities to the local fire departments through out the county.

CASH MANAGEMENT

Cash temporarily idle during the year was invested in time certificates of deposit or in the Idaho State Investment Pool. Interest revenue of \$1,509,360 was recognized in fiscal year 2001. Of this amount, \$570,093 was deposited to the Solid Waste Fund. The balance was deposited to the funds from which investment principal was drawn, primarily the General Fund.

DEBT MANAGEMENT

As of September 30, 2001, Kootenai County had \$1,655,000 in general obligation bonds outstanding, the Solid Waste Disposal Facility Refunding Bond, Series 1993. The bonds were issued in 1993 to retire \$7,155,000 of outstanding notes (Solid Waste Certificates of Participation, Series 1991). The notes were originally issued to provide funding for the construction of the Fighting Creek Landfill and the Ramsey Landfill/Transfer Station projects.

Near the end of fiscal year 2000, the financing package for the work release center and jail expansion was completed and jail facility tax revenue note was issued totaling \$9,500,000. The revenue generated by the voter approved Resort Sales Tax has been pledged to support the debt service requirements. The note proceeds will be used to build a new work release center, and expand the existing jail facilities to accommodate the growing prisoner population that currently has been housed in facilities outside of the county.

The County is contingently liable for its component unit's (Kootenai County Fair) note payable. The original note, totaling \$250,000, was used to finance the construction of the Food Court building. The balance at December 31, 2000, \$22,156, will be repaid through fair revenues.

RISK MANAGEMENT

Kootenai County purchases insurance through the Idaho Counties Reciprocal Management Program (ICRMP). ICRMP is an insurance pool that serves all public entities in Idaho through provision of property, general liability, automobile liability, physical damage, and public officials' insurance. ICRMP provides loss prevention training to enable its subscribers to minimize their exposure to loss through implementation of proper policies and procedures.

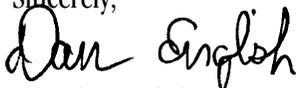
Kootenai County has agreed to a self-insured reserve (SIR) to provide group health insurance benefits for the employees and their dependants.

The County also employs a risk manager whose duties include monitoring and reviewing contracts and claims against the County, and evaluating the adequacy of insurance coverage. The risk manager educates employees regarding loss exposure responsibilities of their job duties.

OTHER INFORMATION

Idaho state statute requires an annual audit by an independent auditor firm. The accounting firm of LeMaster and Daniels, PLLC was selected to perform the audit with the approval of the Board of County Commissioners. In addition to meeting the requirements set forth in the Idaho statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984 and OMB Circular A-133. The auditor's report on the general purpose financial statements and combining and individual fund statements, schedules, and the single audit are included in the financial and single audit section of this report.

Sincerely,



Daniel J. English

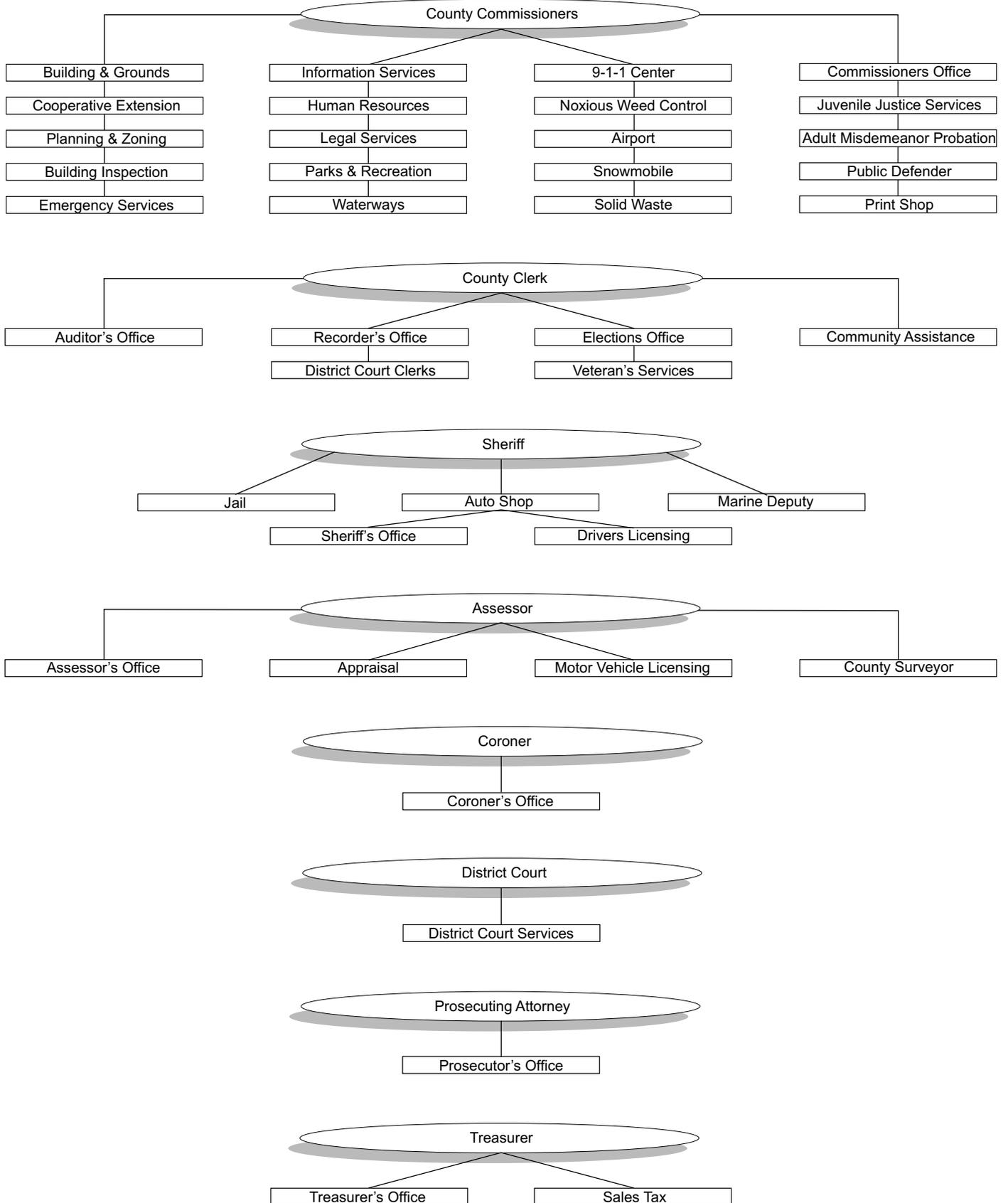
Kootenai County Clerk

**KOOTENAI COUNTY, IDAHO
ELECTED OFFICIALS**

September 30, 2001

Commissioner District #1	Steve J. "Gus" Johnson
Commissioner District #2	Ronald D. Rankin
Commissioner District #3	Richard C. Panabaker
County Clerk	Daniel J. English
County Treasurer	Tom Malzahn
County Assessor	Ray Lee
County Sheriff	Rocky Watson
County Prosecutor	Bill Douglas
County Coroner	Dr. Robert West
District Judge	James F. Judd
District Judge	John P. Luster
District Judge	Charles Hosack
Magistrate Judge	Scott Wayman
Magistrate Judge	Barry E. Watson
Magistrate Judge	Robert B. Burton
Magistrate Judge	Paul D. McCabe
Magistrate Judge	Eugene A. Marano

KOOTENAI COUNTY, IDAHO ORGANIZATIONAL TABLE Elected Officials and Areas of Responsibility





FINANCIAL SECTION



Bayview, Lake Pend Oreille





LE MASTER &
DANIELS PLLC

SPOKANE	PULLMAN
SPOKANE VALLEY	QUINCY
COLFAX	TRI-CITIES
GRANDVIEW	YAKIMA
MOESLAKE	NORTH IDAHO
OMAK	WALLA WALLA
OTHELLO	WENATCHEE

INDEPENDENT AUDITORS' REPORT

ACCOUNTING

AND

CONSULTING

SERVICES

Board of County Commissioners
Kootenai County
Coeur d'Alene, Idaho

MEMBER OF

McGLADREY

NETWORK

We have audited the accompanying general-purpose financial statements of Kootenai County, Idaho (the County), as of and for the year ended September 30, 2001, as listed in the table of contents. These general-purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit. We did not audit the financial statements of the County's component unit -County Fair as of and for the year ended December 31,2000, which are included in the County's general-purpose financial statements. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the component unit - County Fair, is based solely on the report of the other auditors.

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

In our opinion, based on our audit and the report of the other auditors, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of Kootenai County, Idaho, as of September 30,2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 7, 2001, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is 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 made for the purpose of forming an opinion on the general-purpose financial statements referred to in the first paragraph taken as a whole. The accompanying supplemental information on pages ? to ? is presented for purposes of additional analysis and is not a required part of the above financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations", and is also not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose 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.

A handwritten signature in cursive script that reads "LeMaster & Daniels P.C.".

Spokane, Washington
December 7, 2001

GENERAL PURPOSE FINANCIAL STATEMENTS



Beauty Bay, Lake Coeur d'Alene, c2000





Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)**

	Governmental Fund Types			Proprietary Fund Type
	General	Special Revenue	Capital Projects	Enterprise
Assets				
Cash in bank and investments	\$ 6,868,808	\$ 4,474,664	\$ 787,374	\$ 6,501,215
Receivables:				
Taxes delinquent	1,166,338	270,569		
Accounts receivable, net	1,139,966	23,444		1,223,629
Interest receivable	29,380	381		23,049
Due from other funds				284,500
Due from other governments		22,792		
Grant receivable	281,892		753,364	
Prepaid Expenses				
Property, plant and equipment, net				14,549,067
Note issue costs, net				36,559
Cash held for closure and postclosure				2,148,000
Amount to be provided for retirement of general long-term debt				
Total Assets	\$ 9,486,384	\$ 4,791,850	\$ 1,540,738	\$ 24,766,019
LIABILITIES, EQUITY, AND OTHER CREDITS				
Liabilities:				
Accounts payable	\$ 1,673,311	\$ 361,854	\$ 348,557	\$ 453,201
Accrued payroll	124,321	27,880		10,534
Compensated absences payable				113,548
Deferred revenues	140,580	867	346,018	
Deferred property tax revenue	1,005,288	231,619		
Interest payable				12,969
Bonds payable				1,655,000
Notes payable				
Capital leases payable				
Landfill closure liability				2,148,000
Due to other governments				
Due to other funds		284,500		
Due to other individuals				
Due to other taxing districts				
Total Liabilities	2,943,500	906,720	694,575	4,393,252
Equity And Other Credits:				
Investment in general fixed assets				
Contributed capital				271,371
Retained earnings:				
Reserved for landfill closure				2,148,000
Unreserved				17,953,396
Fund Balances:				
Reserved	465,018	1,731,195	846,163	
Unreserved	6,077,866	2,153,935		
Total Equity And Other Credits	6,542,884	3,885,130	846,163	20,372,767
Total Liabilities, Equity and Other Credits	\$ 9,486,384	\$ 4,791,850	\$ 1,540,738	\$ 24,766,019

The accompanying notes are an integral part of this financial statement.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO COMBINED BALANCE SHEET ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS SEPTEMBER 30, 2001 (WITH COMPARATIVE TOTALS FOR 2000)

Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)		Component Units	
			(Primary Government)		County Fair	KCEMSS
			Trust and Agency	General Fixed Assets	General Long-Term Debt	2001
\$ 2,532,752			\$ 21,164,813	\$ 22,447,407	\$ 163,369	\$ 8,685
4,251,397			5,688,304	6,518,226		
336,349			2,723,388	2,405,062	5,540	380,881
			52,810	173,193		
			284,500	458,334		
			22,792			
			1,035,256	1,436,883		
				450,160		
	64,188,504		78,737,571	68,489,534	1,360,591	1,012,942
			36,559	182,883		
			2,148,000	1,744,000		
		13,714,186	13,714,186	17,557,472		
\$ 7,120,498	\$ 64,188,504	\$ 13,714,186	\$ 125,608,179	\$ 121,863,153	\$ 1,529,500	1,402,508
\$ 36,148			\$ 2,873,071	\$ 4,249,993	\$ 7,960	302,826
			162,735	435,676	2,731	160,911
		2,323,615	2,437,163	2,139,932		
			487,465	273,512		
788,014			2,024,921	1,414,156		
			12,969	18,741		
			1,655,000	2,521,045		
					22,156	1,550,236
		11,390,571	11,390,571	15,593,897		
			2,148,000	1,744,000		
910,589			910,589	311,402		
			284,500	458,334		
8,612			8,612			
4,938,783			4,938,783	5,961,513		
6,682,146		13,714,186	29,334,379	35,122,201	32,847	2,013,973
	64,188,504		64,188,504	53,191,042		
			271,371	271,043	624,514	287,207
			2,148,000	1,744,000		
			17,953,396	16,290,633	872,139	(898,672)
			3,042,376	8,300,703		
438,352			8,670,153	6,943,531		
438,352	64,188,504		96,273,800	86,740,952	1,496,653	(611,465)
\$ 7,120,498	\$ 64,188,504	\$ 13,714,186	\$ 125,608,179	\$ 121,863,153	\$ 1,529,500	1,402,508

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Governmental Fund Types		
	General	Special Revenue	Capital Projects
Revenues:			
Taxes	\$ 19,206,408	\$ 8,521,479	\$
Licenses and permits	1,017,228	126,830	
Intergovernmental	5,370,338	646,191	2,643,759
Charges for services	6,157,543	210,184	
Fines and forfeitures	268,215	721,309	
Trust receipts			
Miscellaneous	1,577,047	392,332	414,434
Total Revenues	33,596,779	10,618,325	3,058,193
Expenditures:			
Current:			
General government	13,308,362	1,702,608	62,795
Public safety	16,098,154	1,782,931	
Sanitation		216,281	
Health and welfare		1,920,732	
Culture and recreation	12,280	823,532	
Trust turnovers			
Debt service	1,784,983	1,403,872	
Capital outlay	609,612	400,601	10,512,668
Total Expenditures	31,813,391	8,250,557	10,575,463
Revenues Over (Under) Expenditures	1,783,388	2,367,768	(7,517,270)
Other Financing Sources (Uses):			
Proceeds of note payable			
Proceeds of capital leases	23,976		
Transfers to component unit	(99,600)		
Operating transfers in	3,786,005	1,443,933	62,730
Operating transfers out	(3,391,224)	(1,267,061)	
Total Other Financing Sources (Uses)	319,157	176,872	62,730
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	2,102,545	2,544,640	(7,454,540)
Fund Balances, Beginning	4,440,339	1,340,490	8,300,703
Fund Balances, Ending	\$ 6,542,884	\$ 3,885,130	\$ 846,163

The accompanying notes are an integral part of this financial statement.

Kootenai County Comprehensive Annual Financial Report - FY 2001

Fiduciary Fund Type	Totals (Memorandum Only)	
Expendable Trust	2001	2000
\$	\$ 27,727,887	\$ 21,642,653
	1,144,058	1,141,196
	8,660,288	7,917,272
	6,367,727	5,902,488
	989,524	974,759
2,898,449	2,898,449	2,604,561
	2,383,813	1,712,931
2,898,449	50,171,746	41,895,860
	15,073,765	17,367,905
	17,881,085	14,906,121
	216,281	210,332
	1,920,732	1,976,557
	835,812	778,821
3,498,952	3,498,952	2,767,377
	3,188,855	2,452,172
	11,522,881	5,686,928
3,498,952	54,138,363	46,146,213
(600,503)	(3,966,617)	(4,250,353)
	0	9,500,000
	23,976	498,767
	(99,600)	0
243,722	5,536,390	415,193
(367,569)	(5,025,854)	(14,603)
(123,847)	434,912	10,399,357
(724,350)	(3,531,705)	6,149,004
1,162,702	15,244,234	9,095,230
\$ 438,352	\$ 11,712,529	\$ 15,244,234

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GENERAL, SPECIAL REVENUE, AND CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ 19,465,028	\$ 19,206,408	\$ (258,620)
Licenses and permits	993,000	1,017,228	24,228
Intergovernmental	4,850,798	5,370,338	519,540
Charges for services	5,371,111	6,157,543	786,432
Fines and forfeitures	217,100	268,215	51,115
Miscellaneous	2,782,866	1,577,047	(1,205,819)
Total Revenues	<u>33,679,903</u>	<u>33,596,779</u>	<u>(83,124)</u>
Expenditures:			
Current:			
General government	13,598,448	13,308,362	290,086
Public safety	16,851,608	16,098,154	753,454
Sanitation			
Health and welfare			
Culture and recreation	5,000	12,280	(7,280)
Debt service	1,676,377	1,784,983	(108,606)
Capital outlay	1,980,281	609,612	1,370,669
Total Expenditures	<u>34,111,714</u>	<u>31,813,391</u>	<u>2,298,323</u>
Revenues Over (Under) Expenditures	<u>(431,811)</u>	<u>1,783,388</u>	<u>2,215,199</u>
Other Financing Sources (Uses):			
Proceeds of capital leases		23,976	23,976
Transfers to component units	(100,000)	(99,600)	400
Operating transfers in	2,453,174	3,786,005	1,332,831
Operating transfers out	(1,945,142)	(3,391,224)	(1,446,082)
Total Other Financing Sources (Uses)	<u>408,032</u>	<u>319,157</u>	<u>(88,875)</u>
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	<u>\$ (23,779)</u>	<u>2,102,545</u>	<u>\$ 2,126,324</u>
Fund Balances, October 1, 2000		<u>4,440,339</u>	
Fund Balances, September 30, 2001		<u>\$ 6,542,884</u>	

The accompanying notes are an integral part of this financial statement.

Kootenai County Comprehensive Annual Financial Report - FY 2001

Special Revenue Funds			Capital Projects Funds		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 7,547,312	\$ 8,521,479	\$ 974,167	\$	\$	\$
91,014	126,830	35,816			
(1,767,119)	646,191	2,413,310	3,485,826	2,643,759	(842,067)
210,897	210,184	(713)			
689,358	721,309	31,951			
877,456	392,332	(485,124)	5,005,000	414,434	(4,590,566)
7,648,918	10,618,325	2,969,407	8,490,826	3,058,193	(5,432,633)
1,891,410	1,702,608	188,802	325,000	62,795	262,205
423,790	1,782,931	(1,359,141)			
266,501	216,281	50,220			
1,890,056	1,920,732	(30,676)			
(218,450)	823,532	(1,041,982)			
69,416	1,403,872	(1,334,456)			
70,155	400,601	(330,446)	8,167,579	10,512,668	(2,345,089)
4,392,878	8,250,557	(3,857,679)	8,492,579	10,575,463	(2,082,884)
3,256,040	2,367,768	(888,272)	(1,753)	(7,517,270)	(7,515,517)
114,739	1,443,933	1,329,194	166,368	62,730	(103,638)
(3,347,000)	(1,267,061)	2,079,939			
(3,232,261)	176,872	3,409,133	166,368	62,730	(103,638)
\$ 23,779	2,544,640	\$ 2,520,861	\$ 164,615	(7,454,540)	\$ (7,619,155)
	1,340,490			8,300,703	
	\$ 3,885,130			\$ 846,163	

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)

	Primary Government		Component Units	
	Enterprise Fund		County Fair	KCEMSS
	2001	2000	Year ending December 31, 2000	Year ending September 30, 2001
Operating Revenues:				
Charges for services	\$ 7,372,001	\$ 6,939,953	\$ 582,208	\$ 2,556,120
Miscellaneous	4,059	10,366		92,105
Total Operating Revenues	7,376,060	6,950,319	582,208	2,648,225
Operating Expenses:				
Salaries and wages	1,317,247	1,346,499	195,533	2,212,216
Operating expenses	2,446,486	2,764,495	344,137	1,873,087
Depreciation and amortization	1,256,461	1,194,453	62,337	158,876
Landfill closure expense	431,250	386,895		
Total Operating Expenses	5,451,444	5,692,342	602,007	4,244,179
Operating Income (Loss)	1,924,616	1,257,977	(19,799)	(1,595,954)
Nonoperating Revenues (Expenses):				
Tax transmittal				783,861
Interest income	570,093	815,209	6,400	2,036
Interest expense	(96,167)	(130,649)	(4,197)	(50,835)
Gain on disposal of fixed assets	79,157	157,784		2,230
Donated assets				(96,884)
Nonoperating Income (Loss)	553,083	842,344	2,203	640,408
Income (Loss) Before Operating Transfers	2,477,699	2,100,321	(17,596)	(955,546)
Operating transfers in	(410,936)	(124,489)		
Operating transfer from primary government			100,000	
Net Income (Loss)	2,066,763	1,975,832	82,404	(955,546)
Retained Earnings/Equity, Beginning	18,034,633	16,058,801	789,735	(66,036)
Prior Period Adjustment				122,910
Retained Earnings/Equity, Ending	\$ 20,101,396	\$ 18,034,633	\$ 872,139	\$ (898,672)

The accompanying notes are an integral part of this financial statement.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)

	Primary Government		Component Units	
	Enterprise Fund		County Fair	KCEMSS
	2001	2000	As of December 31, 2000	As of September 30, 2001
Cash Flows From Operating Activities:				
Reconciliation Of Operating Income To Net Cash Provided (Used) By Operating Activities:				
Operating Income (Loss)	\$ 1,924,616	\$ 1,257,976	\$ (19,799)	\$ (1,595,954)
Prior period adjustment				122,910
Adjustments to reconcile Operating Income to net Cash provided by operating activities:				
Depreciation and amortization	1,256,461	1,194,453	62,337	158,876
Change in Assets and Liabilities:				
(Increase) decrease in interest receivable	88,343	(67,772)	(3,616)	(187,047)
(Increase) decrease in solid waste fees delinquent	(47,308)	(20,409)		
(Increase) decrease due from other funds	173,833	208,333		
(Increase) decrease in prepaid expenses	79,975	(79,975)		
Increase (decrease) in accounts payable	(180,194)	243,768	(7,462)	184,155
Increase (decrease) in accrued expenses	(30,457)	(17,921)		
Increase (decrease) in accrued liabilities				61,886
Increase (decrease) in interest payable	(6,045)	(5,005)		
Increase (decrease) in landfill closure liability	404,000	174,000		
Net Cash Provided (Used) by Operating Activities	3,663,224	2,887,488	31,460	(1,255,174)
Cash Flows From Noncapital Financing Activities:				
Tax transmittal				783,861
Operating transfer from primary government			100,000	
Operating transfers out	(410,936)	(124,489)		
Net Cash Provided (Used) by Noncapital Financing Activities	(410,936)	(124,489)	100,000	783,861
Cash Flows From Capital And Related Financing Activities:				
Principal paid on capital lease obligations	(47,727)	(120,223)		
Interest paid on capital lease obligations	(2,059)	(18,290)		
Principal paid on bonds payable	(770,000)	(735,000)	(56,278)	
Interest paid on capital bonds payable	(94,108)	(112,359)	(4,197)	
Cash held to fund closure and postclosure costs	(2,148,000)	(1,744,000)		
Reduction to cash held for closure and postclosure	1,744,000	1,570,000		
Interest paid				(50,835)
Draws on line of credit				641,553
New long term borrowings				500,310
Repayment of long term debt				(102,307)
Gain on disposal of assets		157,784		
Proceeds from sale of land	365,145			
Purchase of fixed assets	(774,144)	(1,405,909)	(32,126)	(621,026)
Net Cash Provided (Used) by Financing Activities	(1,726,893)	(2,407,997)	(92,601)	367,695
Cash Flows From Investing Activities:				
Interest received	570,093	815,209	6,400	2,036
Net Increase (Decrease) In Cash And Cash Equivalents	2,095,488	1,170,171	45,259	(101,582)
Cash And Cash Equivalents, Beginning	4,405,727	3,235,556	118,110	110,267
Cash And Cash Equivalents, Ending	\$ 6,501,215	\$ 4,405,727	\$ 163,369	\$ 8,685

The accompanying notes are an integral part of this statement.

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001**

PRIMARY GOVERNMENT:

1. Cash paid for interest during fiscal year ending September 30, 2001 totaled \$96,167.
2. Contributed capital increased \$328 from the prior year.

COMPONENT UNITS:

North Idaho Fair:

1. Debt of \$56,278, with interest of \$4,197, backed by the full faith and credit of the County, was retired during the year. Current resources of \$60,475 were used to retire the debt and interest due.

KCEMSS (Kootenai County Emergency Medical Services System):

2. The total paid for debt service during the fiscal year was \$153,142 which includes principal of \$102,307 and interest of \$50,835. The System had new borrowings during the fiscal year totaling \$1,141,863 which were used to service this debt, purchase capital equipment and fund operating short falls.

KOOTENAI COUNTY, IDAHO

**NOTES TO THE FINANCIAL STATEMENTS
September 30, 2001**

NOTE 1: REPORTING ENTITY AND BASIS OF PRESENTATION

A. Financial Reporting Entity

Kootenai County is governed by a three member Board of County Commissioners (BOCC) elected by the voters of Kootenai County. The BOCC serves as the taxing authority, the contracting body, and the chief administrators of public services for the County. Other elected officials are the Prosecutor, Treasurer, Clerk/Auditor, Assessor, Sheriff, Coroner, three District Judges, and five Magistrate Judges.

The elected officials and their departments comprise the primary government unit for Kootenai County. As required by Generally Accepted Accounting Principles (GAAP) in the United States of America, the financial statements of the reporting entity include those of Kootenai County (the primary government) and two component units, the Kootenai County Fair and the Kootenai County Emergency Medical Services System. Both entities are included as component units in the reporting entity because of the significance of their financial relationship with the County, as discussed below in the component unit section.

Component Units: Kootenai County Fair, and Kootenai County Emergency Medical Services System

In conformity with generally accepted accounting principles, the financial statements of the Kootenai County Fair have been included in the financial reporting entity as a discretely presented component unit, reflecting its nature as a legally separate entity. We present this component unit as a separate column within the general-purpose financial statements.

The Kootenai County Fair is included as a component unit because Kootenai County maintains financial accountability. The Kootenai County Board of County Commissioners (BOCC) appoints all members of the County Fair Board. Furthermore, the BOCC has the authority to modify or approve the annual budget of the Fair. In addition, the County has assumed secondary responsibility for debt of the County Fair.

The County Fair operates similar to private enterprise. Accordingly, we use an enterprise fund to account for these operations (enterprise funds use the accrual basis of accounting and the flow of economic resources measurement focus.) The fiscal year for the County Fair runs from January 1 through December 31. Complete financial statements of the Kootenai County Fair are available directly from the County Fair administrative office at the following address:

County Fair	KCEMSS
N. 4060 Government Way	P.O. Box 2823
Coeur d'Alene, ID 83814	Post Falls, ID 83877

Kootenai County Emergency Medical Services System (KCEMSS) is also presented as a distinct reporting unit. The Board of County Commissioners approves the annual operating budget and is responsible for levying the balance necessary to fund the approved budget under the Emergency Medical Services levy. KCEMSS operates similar to a private business; accordingly, we present these operations as an enterprise fund.

B. Basis of Presentation – Fund Accounting

The County uses fund and account groups to report financial position and the results of operations. Fund accounting demonstrates legal compliance and aids financial management by segregating transactions related to certain County functions or activities.

Kootenai County Comprehensive Annual Financial Report - FY 2001

A fund is a separate accounting entity with a self-balancing set of accounts. An account group is a financial reporting device that provides asset and liability accountability not recorded in funds, because they do not directly affect net expendable financial resources.

Kootenai County uses three fund categories: governmental, proprietary and fiduciary. Each category is comprised of separate fund types, as described in the following paragraphs.

Governmental Fund Types:

Governmental funds account for the County's general activities, including expendable financial resources (except for those accounted for in proprietary funds), and the acquisition and or construction of general fixed assets. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the County's governmental fund types:

1. General Fund – The general fund accounts for all financial resources except those meeting the requirements for accounting in another fund.
2. Special Revenue Funds – Special revenue funds account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes.
3. Capital Project Funds – Capital project funds account for financial resources used for the acquisition or construction of major capital assets (other than those financed by proprietary funds).

Proprietary Fund Types:

Proprietary funds account for ongoing organizations and activities of a government, which are similar to those found in the private sector. The measurement focus is upon the determination of net income. Kootenai County has one proprietary fund type, an enterprise fund used to account for solid waste disposal activities.

1. Enterprise Funds – Enterprise funds account for operations that meet one of two criteria. (1) The activity runs in a manner similar to private business enterprises. Moreover, the intent of the governing body is that the ongoing operating costs (including depreciation) of providing goods or services to the public are financed or recovered primarily through user charges. (2) Where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Fund Types:

Fiduciary funds account for assets held in a trustee capacity, or as an agent for individuals, private organizations, other governments, or other funds.

1. Trust and Agency Funds – Expendable trust funds to account for funds held in a trustee capacity. The accounting is essentially the same manner used for governmental funds. Agency funds are purely custodial in nature (assets = liabilities) thus do not involve measurement of the results of operations.

Account Groups:

Account groups establish accounting control and accountability for general fixed assets and general long-term debt of the County. The following are the County's account groups:

1. General Fixed Assets Account Group – This account group tracks all fixed assets of the County, other than those accounted for in the proprietary fund.
2. General Long-Term Debt Account Group – We provide accounting for the long-term debt of the County under this group of accounts, except for that accounted for in the proprietary fund.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County, have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) in the United States of America as applied to governmental units. The preparation of the financial statements in conformity with GAAP, as applied to governmental units, require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles. The most significant of the County's accounting policies are described below.

Measurement Focus and Basis of Accounting:

The measurement focus determines the accounting and financial reporting treatment applied to a fund. All governmental and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e. revenue and other financing sources) and decreases (i.e. expenditures and other financing sources) in net current assets.

The proprietary fund is accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of the fund are included on the balance sheet. Fund equity (i.e. net total assets) is segregated into contributed capital, if applicable, and retained earnings components. Proprietary fund operating statements present increases (revenues) and decreases (expenses) in net total assets. The County follows all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, except those that conflict with pronouncements of the Governmental Accounting Standards Board, in accounting and reporting for its enterprise fund operations.

Reporting of the governmental fund types, expendable trust funds, and agency funds is on the modified accrual basis of accounting. Under this method of accounting, the County recognizes revenue when it becomes both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to liquidate liabilities of the current period. For the County, this period is sixty days after the close of the fiscal year.

Expenditure recognition occurs in the accounting period in which we incur the liability if measurable. Principal and interest on general long-term debt are recognized as fund liabilities when due, or when amounts have been accumulated (if appropriate) in a debt service fund for payments to be made in the following year.

Revenues accrued at the end of the year include intergovernmental revenues (including state and federal grants) and charges for current services. Other revenues including licenses, permits, fines, forfeitures, and miscellaneous are not measurable until received; therefore, recognition occurs upon collection.

The County reports deferred revenue on its combined balance sheet. Deferred revenues arise when potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, as we meet both revenue recognition criteria, this triggers the revenue entry and reduces the deferred revenue liability.

The proprietary fund is accounted for using the accrual basis of accounting. Revenue recognition occurs in the accounting period in which they are both earned and become measurable. Expenditure recognition is in the period incurred, if measurable.

Property Taxes:

The County levies property taxes on or before the third Monday in September and billings are sent to the taxpayers in November. The taxes are due in two installments. One-half of the real property taxes and all of the personal property taxes are due by December 20. The remainder is due by the following June 20. Real property taxes not paid constitute a lien on the property when entered on the real property assessment role as delinquent on the first day of January of the succeeding year. In accordance with applicable GAAP standards, we record the property taxes collected within the sixty days following the fiscal year closing, as revenue for the period ending September 30. The related property tax levy occurred in the prior year(s). Deferred revenues include the balance of delinquent taxes, which are those not collected within the sixty-day period.

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Budgetary Process:

The fiscal year for Idaho Counties begins on October 1, and runs through September 30 of the ensuing calendar year. By state law, the County is required to adopt annual budgets for all funds except trust and agency funds, and does so.

Kootenai County employs formal budgetary accounting as a management control. The BOCC adopts the annual budget via resolution and formally integrates the budget into the accounting system. The annual budget is prepared and adopted in a manner consistent with generally accepted accounting principles. Budgets for governmental funds are prepared in accordance with the modified accrual basis, which is the same accounting basis used to reflect actual revenues and expenditures. The enterprise fund budget is prepared on the accrual basis of accounting, which is the same basis that we use to recognize revenues and expenses.

The level of budgetary control at which expenditures may not exceed appropriations is the department level. Management can revise the budget to meet unanticipated events, but not increase the overall budget after adoption. The one budget revision exclusion is the transfer of funds between personnel and non-personnel costs. The County may only increase the total appropriations budget through the receipt of unanticipated revenue. Budget increases can only occur after advertising the proposed change, holding a public hearing, and a subsequent resolution of the BOCC.

All appropriations, other than appropriations for incomplete capital improvements, lapse at the end of the fiscal year. Appropriation accounts remain open until the first Monday in November for the payment of claims incurred against such appropriations before the close of the fiscal year. Payment of any lawful claim presented after that day comes out of the ensuing budget.

All balances in any appropriation for incomplete capital improvements carry forward and integrate into the budget for the ensuing year.

For the year ending September 30, 2001, there were two supplemental appropriations for unanticipated revenue received over the course of the fiscal year totaling \$608,926.

Encumbrance Accounting:

Kootenai County does not use encumbrance accounting.

Cash and Cash Equivalents:

The County pools all individual fund cash balances in bank accounts and short-term cash equivalents for investment purposes. Balances in checking accounts are cash amounts. Statement of pooled investments with the State of Idaho and certificates of deposit balances are at fair market value. We allocate the interest earnings according to the investment balance in each respective fund.

Fixed Assets and Depreciation:

The fixed asset values were originally determined as of September 30, 1989 by assigning original acquisition costs when such information was available. In cases where information supporting original cost was not available, estimated historical costs were developed. We have calculated the estimates for some fixed assets by indexing estimated current costs back to the estimated year of acquisition. Our policy for recording donated fixed assets is to capitalize them at fair market value on the date donated.

1. General Fixed Assets Account Group – General fixed assets (fixed assets used in governmental funds) are recorded as expenditures in the general government fund acquiring or constructing the asset. The Auditor's Office records the assets in the General Fixed Asset Accounts Group (GFAAG). All such assets are valued at historical cost. Assets in the GFAAG are not depreciated. The costs of normal maintenance and repairs that do not add appreciably to the utility and value of the asset, or materially extend the useful life are not capitalized. Accordingly, we do capitalize the cost of improvements that materially extend the useful life or increase the capacity, utility, or operating efficiency of the asset in the GFAAG.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized or reported. These assets are immovable and of value only to the government.

2. Proprietary Fund Fixed Assets – Proprietary fund fixed assets are reported in the proprietary fund. Depreciation is calculated using the straight-line method over the useful lives of the assets. The assets of the solid waste enterprise fund are depreciated on the following basis:

Description	Estimated Life
Buildings and Structures	15 years
Machinery and Equipment	5-7 years
Vehicles	5 years

Compensated Absences:

Government Accounting Standards Board codification specifies that a liability should be accrued for leave benefits that meet the following conditions:

1. The employer's obligation relative to employee rights to receive compensation for future absences is attributable to employee services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the obligation is probable.
4. The amount can be reasonably estimated.

The County records a liability for accrued vacation and sick time for all governmental fund employees when the vacation or sick time is earned. The County adheres to reporting requirements as outlined in GASB 16. The County uses the vesting method to calculate the compensated absence liability. The liability is recorded in the General Long-Term Debt Account Group.

In proprietary funds, compensated absences are expensed when earned. The entire amount of compensated absences is reported as a fund liability.

At September 30, 2001, total compensated absences payable by the County is \$2,437,163. Of this amount, \$2,323,615 arises from governmental fund operations, and \$113,548 is attributable to enterprise fund operations.

Intergovernmental Revenues:

County governmental funds recognize intergovernmental resources such as grants awarded on a non-reimbursement basis, shared revenues, and entitlements of revenues and receivables when measurable and available. Reimbursable grants and contracts are recorded as revenue and receivables when the related expenditures are incurred.

Grants, entitlements, or shared revenues received for proprietary fund operating purposes are recognized as non-operating revenue in the accounting period when they are earned and become measurable.

Long-term Obligations:

Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in a debt service fund for payment early in the following year. For other long-term obligations, only the portion to be financed from expendable and available financial resources is reported as a liability of the governmental fund. The remaining portion of such obligations is reported in the General Long-Term Debt Account Group. Long-term liabilities to be repaid or financed by proprietary fund operations are accounted for in the proprietary fund.

Prepayments and Deferrals:

The County utilizes the non-allocation method of accounting for prepayments and deferrals.

Capitalization of Interest:

County policy is to capitalize net interest on proprietary fund construction projects until substantial completion of the project. Capitalized interest is amortized over the estimated useful life of the asset on the same basis as the asset.

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Fund Equity:

The difference between fund assets and fund liabilities is called fund equity. For governmental and fiduciary fund types the equity position is called fund balance, while for proprietary fund types that operate on a business basis it is called retained earnings. Contributed capital is also recorded in proprietary funds which represents cash from other funds. Reservations of fund equity identify assets that are not available for appropriation in the following year or are legally segregated for specific future uses. See footnote 22 for the detailed Reserved Fund Equity schedule.

Interfund Transactions:

During the course of normal operations, the County has transactions between funds. The most significant types are operating transfers, reimbursements, and residual equity transfers.

1. Operating Transfers – Operating transfers are transfers of resources from one fund to another fund, where the resources will be expended.
2. Reimbursements – Reimbursements from one fund to another are expensed in the reimbursing fund; and reduce the expenditures/expenses of the fund being reimbursed.
3. Residual Equity Transfer – Residual equity transfers are non-recurring and non-routine transfers of equity between funds, or the transfer of residual balances of discontinued funds or projects to the general fund, capital projects funds, or debt service funds.

Total Columns on Combined Statements (Memorandum Only):

Total columns in the combined statements are captioned (Memorandum Only) to indicate they are presented only to facilitate financial analysis. Data in these columns does not represent financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund elimination's have not been made in the aggregation of this data. Total columns presented do not include component information.

NOTE 3: CASH, CASH EQUIVALENTS, AND INVESTMENTS

The County substantially pools all cash, cash equivalents and investments, except for separate cash and investment accounts maintained in accordance with legal restrictions. The County Treasurer is the investment officer for all monies on deposit. Investment policies of the County Treasurer are governed by *Idaho Code, Sections 67-1210 and 67-1210A*. Cash and cash equivalents do not include cash and investments restricted for landfill closure and postclosure care costs in the Solid Waste Enterprise Fund. Those funds are designated as "Cash held for closure and postclosure" on the balance sheet. Each fund's equity share of the total pooled cash and cash equivalents is summarized on the Combined Balance Sheet under the caption, "Cash in bank and investments."

Idaho Code, Title 67, Chapter 12, provides authorization and regulation for the investment of idle funds in the State Treasurer's Local Government Investment Pool (LGIP). The State Treasurer maintains this investment pool for local governments under *Section 67-2328*, authorizing the Joint Exercise of Powers Trust Fund, sponsored for all other Idaho governmental entities (cities, counties, school districts, etc.) to voluntarily contribute excess funds in this pool to earn higher interest rates. The State Treasurer's Office must operate and invest the funds according to its state investment policy for the benefit of all other Local Government participants. County policy is consistent with Idaho's state code. The County Treasurer is responsible for investing idle funds of the County.

The following summary presents the amount of primary government and discretely presented component units' deposits by the following categories:

1. Deposits that are insured or collateralized with securities held by the County or its agent in the County's name;
2. Deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the County's name; or
3. Deposits that are not collateralized or are collateralized by the pledging financial institution or the pledging institution's trust department or agent, but not in the County's name.

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Cash Deposits:

The County's carrying amount for cash deposits was \$11,166,185 as of September 30, 2001, and the bank balance per bank statement was \$23,312,813. Of the bank balance, \$23,312,813 is covered by federal depository insurance or directly collateralized by bank investments or assets. Overnight funds are invested in short-term investments with the Idaho State Treasurer's (LGIP) investment pool.

As of September 30, 2001, cash in bank and investments presented on the Combined Balance Sheet as follows:

Primary Government

	Category 1	Category 2	Category 3	Total
Cash, Cash Equivalents, and Investments	\$ 19,814,696	\$ 0	\$ 1,350,117	\$ 21,164,813
Restricted cash and Investments	2,148,000	0	0	2,148,000
Total	\$ 21,962,696	\$ 0	\$ 1,350,117	\$ 23,312,813

As of December 31, 2000, discretely presented Component Unit is as follows:

Component Unit, County Fair	Category 1	Category 2	Category 3	Total
Cash, Cash Equivalents, and Investments	\$ 163,369	\$ 0	\$ 0	\$ 163,369

As of September 30, 2001, discretely presented Component Unit is as follows:

Component Unit, KCEMSS (Kootenai County Emergency Medical Services System)	Category 1	Category 2	Category 3	Total
Cash, Cash Equivalents, and Investments	\$ 8,685	\$ 0	\$ 0	\$ 8,685

Investments:

Three classifications of risk assessments have been developed by the GASB to disclose the various credit risks associated with the investment of public money. The County uses the following credit risk investment categories as an indication of the level of risk assumed as of fiscal year end:

- 1) Investments insured and registered, or securities held by the County or an agent in the County's name.
- 2) Investments are uninsured and unregistered with securities held by the counter-party's trust department or agent in the County's name.
- 3) Investments are uninsured and unregistered, with securities held by the counter-party, or by its trust department or agent, but not in the County's name.

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The County has the following investments at September 30, 2001: investment in the Idaho State Investment Pool, and a deferred compensation account (Mutual Funds). All investments are valued in accordance with GASB-31, as described in note 2. The following summarizes the level of credit assumed by the County and the total fair value of the investments by Primary Government at fiscal year end:

Investment subject to categorization:	Credit Risk Categories	
	Category 1	Fair Value
Idaho State Treasurer's		
Local Government Investment Pool (LGIP)	\$ 12,139,062	\$ 12,139,062
Total Risk Classified Investments	\$ 12,139,062	12,139,062
Investments not subject to categorization due to their nature:		
Deferred Compensation (401K) mutual fund		1,741,139
Total Investments		\$ 13,880,201

NOTE 4: SOLID WASTE ACCOUNTS RECEIVABLE

Solid waste account receivables consists of amounts due from customers as of September 30, 2001:

	Gross Receivable	Doubtful Accounts	Net Receivable
Due from residential customers	\$ 265,233	\$	\$ 265,233
Due from other customers	1,033,396	75,000	958,396
Total Accounts Receivable	\$ 1,298,629	\$ 75,000	\$ 1,223,629

NOTE 5: PROPERTY, PLANT, AND EQUIPMENT

Changes in the general fixed assets account group are summarized as follows:

Category	Balance 10/1/00	Additions	Deletions	Balance 9/30/01
Land	\$ 2,301,948	\$ 47,239	\$	\$ 2,349,187
Buildings	24,333,651	2,006,872		26,340,523
Construction in progress	4,406,245	7,302,277	1,995,940	9,712,582
Improvements other than buildings	8,786,230	2,591,784		11,378,014
Equipment	13,442,099	1,692,980	726,881	14,408,198
Total	\$ 53,270,173	\$ 13,641,152	\$ 2,722,821	\$ 64,188,504

The beginning balance of the general fixed assets has been adjusted by \$79,131 to reflect additional assets discovered during a physical inventory.

The Juvenile Detention Center Multi-use Space expansion was completed during FY2001 with a total cost of \$1,995,940. All costs associated with this project were provided with tax levy funds.

The Work Release Facility and Jail Expansion project began in fiscal FY2000. Costs associated with this project thus far have totaled \$1,260,330 and \$8,146,667, with \$847,137 and \$6,438,326 being capitalized in this fiscal year, respectively. The Resort Sales tax and other county resources funded costs associated with these projects.

Other capital project expenditures during FY2001 totaled \$16,814 for additional costs to complete the Snowgroomers Storage/Waterways & Noxious Weed office, which began construction in fiscal FY2000. All costs associated with this project were funded through current program resources and state grant funds.

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The following is a summary of the solid waste fixed assets and accumulated depreciation as of September 30, 2001:

Category	Cost	Accumulated Depreciation
Land	\$ 449,657	\$
Buildings	182,753	138,730
Equipment	5,326,641	3,453,463
Construction in progress	1,496,926	
Transfer Station	5,909,488	1,761,608
Fighting Creek Landfill	10,139,553	3,602,150
Total Solid Waste Fixed Asset	\$ 23,505,018	\$ 8,955,951

The enterprise fund for solid waste incurred capital project expenditures during fiscal year 2001 totaling \$371,934. These outlays involved engineer and constructions costs for the Ramsey Transfer Station and Fighting Creek Phase 3 construction. Minimal costs were incurred for Fighting Creek gas and leachate, Landfill Property Expansion Study and Northern Transfer Station projects.

NOTE 6: BOND & NOTE ISSUANCE COSTS

Bond issuance costs of \$184,794 were recognized with the Solid Waste Refunding Bond, Series 1993. These costs are being amortized on a straight-line basis over the life of the bonds, beginning with the 1994 fiscal year.

NOTE 7: GENERAL LONG-TERM DEBT

General long-term obligations of the County include lease installment purchase contracts and loan agreements (other debt) that are payable from specified revenues. During the year ending September 30, 2001, the following changes occurred in the liabilities reported in the general long-term debt account group:

	Balance 10/1/2000	Additions	Deletions	Balance 9/30/2001
Compensated absences	\$ 2,011,302	\$ 312,313	\$	\$ 2,323,615
Capital leases	15,546,170	23,976	4,179,575	11,390,571
Totals	\$ 17,557,472	\$ 336,289	\$ 4,179,575	\$ 13,714,186

Kootenai County follows the guidelines established by GASB 16 for the recognition of the compensated absence liability. GASB 16 requires the inclusion of all accrued leave time and the associated benefits owed to employees, based upon County policies. All payable compensated absences that are attributable to governmental fund types are accounted for in the general long-term debt account group.

Capital Leases:

The County leases equipment and two buildings through capital leasing arrangements for governmental fund types. The assets and obligations related to capital lease arrangements are recorded in the general fixed assets accounts group and the general long-term debt account group, respectively.

Capital equipment leases are arranged through lease financing agreements with Wells Fargo (formerly First Security), Sterling Savings, U.S. Bank, and Hewlett Packard. The arrangements provide for an initial down payment with annual payments varying from three to five years, and interest ranging from 4.3% to 6.33%. Capital lease additions for equipment during the year ending September 30, 2001 were funded through lease purchase agreement with Hewlett Packard. Information Services Department provided additions to general long-term obligations and valued at cost, totaling \$23,976. All additions to property, plant, and equipment are financed through current revenues.

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The County has two lease purchase agreements through the Idaho Association of Counties Capital Finance Corporation and U.S. Bank for the lease of the Post Falls Driver/Automobile License facility and the Administration building. The leases contain a bargain purchase option of one dollar at the conclusion of each lease, with title transferring to the County.

Capital lease financing of \$3,590,705 was obtained for the construction of the administrative building to provide space for all service activities of the County. Interest is fixed at 6.06% for the term of the lease, which runs through 2007.

Capital lease financing was also arranged for the driver/automobile license facility (\$340,000) and for the Juvenile Detention Center (\$2,000,000) with Wells Fargo (formerly First Security) Leasing. The interest rates are fixed at 5.62% and 4.30% for the term of the leases, which runs through 2000 and 2001, respectively.

Other Debt:

As of September 30, 2001, the outstanding balance in general long-term obligations for the Jail Facility Tax Revenue Note is \$8,701,076, which is payable from specific revenues (Resort Sales Tax Revenues). The full faith and credit of the County back the debt.

Maturity and changes in outstanding debt are as follows:

Maturing in Fiscal Year	Principal	Interest	Total
2002	\$ 853,446	\$ 550,424	\$ 1,403,870
2003	911,691	492,180	1,403,871
2004	973,911	429,961	1,403,872
2005	1,040,376	363,495	1,403,871
2006	1,111,378	292,494	1,403,872
2007	1,187,225	216,647	1,403,872
2008	1,268,248	135,624	1,403,872
2009	1,354,801	49,074	1,403,875
Total	\$ 8,701,076	\$ 2,529,899	\$ 11,230,975

The County's Jail Facility Tax Revenue Note totaling \$9,500,000 was issued on August 8, 2000, bearing an annual interest rate of 6.62%.

All County assets, purchased through lease arrangements, are considered collateral against the lease.

The collateralized assets, recorded at cost in the general fixed assets account group, carry the following values at September 30, 2001:

Asset Category	Amount
Buildings	\$ 14,642,436
Equipment	852,831
Total	\$ 15,495,267

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The present value of the minimum lease payments as of September 30, 2001 is as follows:

Fiscal Year Ending September 30	Amount
2002	\$ 2,046,411
2003	1,984,150
2004	1,957,979
2005	1,952,979
2006	1,846,347
2007	1,841,309
2008	1,403,875
2009	1,403,872
<hr/>	
Total Minimum Lease Payments	\$ 14,436,922
Less: Amount Representing Interest	(3,046,351)
Present Value of Minimum Lease Payments	<u>\$ 11,390,571</u>

Debt service for governmental fund types is budgeted and expended from the fund to which the debt belongs. The majority of long-term debt belongs to the general fund, and is paid from that fund when due.

NOTE 8: NOTE PAYABLE: COMPONENT UNITS

The financial information in this report, for the fiscal year ending September 30, 2001, includes discretely presented financial information from the following component units, Kootenai County Fair and Kootenai County Emergency Medical Services System (KCEMSS). The notes payable balance for the year ending December 31, 2000, for Kootenai County Fair's statement date is \$22,156. KCEMSS notes payable balance presented for the year ending September 30, 2001 is \$1,550,236.

NOTE 9: LONG-TERM DEBT: ENTERPRISE FUND

As of September 30, 2001, the balance outstanding in the solid waste fund for the Solid Waste Disposal Facility Refunding Bonds is \$1,655,000. Debt service will be paid using revenues of the solid waste operations. The full faith and credit of the County back the bonds.

Annual debt service requirements through bond maturity are as follows:

Maturing in Fiscal Year	Interest Rate	Principal	Interest	Total
2002	4.60%	\$ 810,000	\$ 58,345	\$ 868,345
2003	4.70%	845,000	19,858	864,858
Total		\$ 1,655,000	\$ 78,203	\$ 1,733,203

Refunding bonds with face values totaling \$6,980,000 were issued on September 1, 1993, bearing interest rates from 2.70% to 4.70%. The proceeds were used to refinance the Series 1991 Certificates of Participation totaling \$7,155,000, and bearing interest rates from 5.40% to 6.40%. Debt service is to be provided through solid waste revenues. The 1991 debt, originally issued to fund construction of a landfill, closure of an old landfill, and construction of a transfer station, was retired in early 1997.

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NOTE 10: OPERATING LEASES

Kootenai County is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore the results of the lease agreements are not reflected in the County's account groups.

The following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancellable lease terms in excess of one year as of September 30, 2001:

Year Ending September 30	Amount
2002	\$ 90,929
2003	94,879
2004	99,059
2005	103,446
2006	108,054
Total Minimum Payments Required	\$ 496,367

The total expenditure for operating leases during the fiscal year ending September 30, 2001, totaled \$85,938.

NOTE 11: LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

Federal and state laws and regulations require Kootenai County to place a final cover on its landfill (Fighting Creek) when closed. After closure, the County is further required to perform certain maintenance and monitoring functions at the landfill site for thirty years. The cost recognized in each period is based on the relative amount of waste received during the period. Some of the closure and postclosure care costs will be paid after the landfill is closed. The amount recognized each year is based on the landfill capacity used as of the balance sheet date. As of September 30, 2001, Phase I of the landfill closure was complete. Based upon actual utilization and closure costs of the Fighting Creek Landfill during 2000-2001 an increase (of \$404,000) in closure and postclosure liability and costs has been recognized for the period ending September 30, 2001.

A total of \$2,148,000 has been recognized for closure and postclosure liability as of the balance sheet date. This figure is based on 35.2% utilization of the landfill's estimated capacity of 2,357,618 tons and the total estimated closure and postclosure costs of \$9,667,465. This amount totals \$3,434,437, less a reduction in actual closure expenses of \$1,286,879 incurred. The remainder of the estimated closure and postclosure costs of \$6,233,028 will be recognized, on a pro-rata basis, as the remaining usable landfill space is filled. The Fighting Creek Landfill is expected to close in second quarter of 2011.

Estimates of total usable capacity and closure and postclosure costs were updated in April 2000. Total estimated usable capacity was revised from 2,284,780 tons to 2,357,618 tons, based primarily upon waste flow figures and an aerial survey conducted by CH2M Hill, an engineering firm. Total estimated closure and postclosure costs were \$9,358,600 in 1998 dollars. These estimates have been inflated by 3.3% since that time, to an estimated cost of \$9,667,465.

Funds totaling \$2,148,000 (including interest) have been reserved in the Solid Waste Enterprise Fund to meet funding requirements for closure and postclosure costs. In the short-term, these funds will be invested in the Idaho State Investment Pool, as are many other unobligated funds of the County.

The potential for changes to the landfill closure and postclosure costs may exist due to inflation, deflation, technology, and applicable laws or regulations. It is anticipated that part of any future cost increase will be financed from earnings on the invested reserve. The remaining portion of anticipated future inflation costs and any additional costs arising from changes in postclosure requirements may need to be covered by charges to future landfill users, taxpayers, or both.

NOTE 12: RISK MANAGEMENT

Kootenai County may be liable to certain claims or damage of property that may arise in the ordinary course of operations. The County accounts for the majority of transactions involving insurance claims, deductibles, and expenses in the Liability Insurance sub-fund, which is reported as part of the General Fund. This fund has the power to levy an annual property tax to provide funds to pay insurance premiums.

The County employs a risk manager whose duties include monitoring and reviewing contracts and claims, and evaluating the adequacy of insurance coverage. The risk manager informs and educates employees of responsibilities regarding loss exposure related to their duties.

Insurance is maintained through the Idaho Counties Reciprocal Management Program (ICRMP). ICRMP is an insurance pool serving all public entities in Idaho through provision of property, general liability, auto liability, physical damage, and public officials' insurance. Kootenai County pays an annual premium to ICRMP for insurance coverage. Kootenai County has agreed to a self-insured reserve (SIR) to a minimum annual risk to \$400,000 aggregate.

The ICRMP maintains reserves and deposits to pay total claims to an aggregate maximum of \$5 million. Each claim bears a maximum liability to ICRMP of \$250,000. ICRMP reinsures, through Lloyd's of London, for any loss in excess of \$250,000.

Excluded from the maximum total deductible per policy period are deductibles paid for Flood and/or Earthquake, and Boiler and machinery losses. The deductibles for these occurrences are \$10,000 and \$1,000 per incident, respectively, with no annual limit.

On September 30, 2001, the County had twenty-one outstanding claims, exposing the County to a maximum risk of \$200,000. The County risk manager and legal staff maintain the position that the County bears little or no loss liability, based upon the strength of the claims and prior experience. Settlements paid during the 1997, 1998, and 1999 fiscal years did not exceed the County's reserves set aside for self-insurance. Accordingly, no liability for losses has been reported on the balance sheet, as was the case in the prior year.

Costs of insurance premiums are charged to the general fund for governmental operations and to the solid waste activities for proprietary fund operations.

NOTE 13: PENSION PLAN

The Public Employee Retirement System of Idaho (PERSI) is a cost sharing multiple-employer public retirement system created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. Designed as a mandatory system for eligible state and school district employees, the legislation provided for political subdivisions to participate by contractual agreement with PERSI. Financial reports are available from PERSI upon request.

After five years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance is 1.971% or 2.225% (depending upon employee classification) of the average monthly salary for the highest consecutive 42 months times the months of credited service.

For the year ending September 30, 2001, the required employer contribution rate for employees, prior to November 1, 1997, was 11.61% and 11.85% for general employees and police members, respectively. These rates changed to 9.77% and 10.01% on November 1, 1997. The required employee contribution rate changed on that same date from 6.97% to 5.86% for general employees and from 8.53% to 7.21% for police members.

Kootenai County contributions required and paid were \$1,887,568, \$1,853,818 and \$1,642,856, for the three years ending September 30, 2001, 2000, and 1999 respectively.

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NOTE 14: DEFERRED COMPENSATION

Kootenai County employees may participate in a deferred compensation plan created in accordance with Internal Revenue Code section 457. The plan is available to all County employees, and permits deferral of compensation until future years. Participation is on a voluntary basis via payroll deduction. The County does not contribute to the plan. According to the plan, the deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All compensation deferred under the plan, all property and rights purchased with those amounts are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County. These balances and any related earnings are subject to the claims of the County's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant.

Under the plan, the County has no liability for losses incurred by participants, but does have the duty of due care that would be required of an ordinary prudent investor. The County believes it unlikely that it will use the assets to satisfy the claims of general creditors in the future.

The plan's trustee manages investments under several investment options. The investment choices are made by the participants.

NOTE 15: EXCESS OF EXPENDITURE OVER BUDGET IN INDIVIDUAL FUNDS

	Budgeted Expenditures	Actual Expenditures	Unfavorable Variance
Special Revenue:			
Historical Society	\$ 15,000	\$ 18,000	\$ (3,000)
County Vessel	513,739	520,297	(6,558)
Indigent	1,377,722	1,409,588	(31,866)
Resort Sales Tax	201,872	1,757,316	(1,555,444)
District Court	851,576	967,063	(115,487)
Total	<u>\$ 2,959,909</u>	<u>\$ 4,672,264</u>	<u>\$ (1,712,355)</u>

- The Historical Society was over budget due to two unforeseen restoration projects, the Pleasant View School and the Rathdrum County Jail.
- County Vessel was over budget due to reorganization of personnel between Waterways administration and the Airport.
- The Indigent Fund, was over budget on expenditures due to the increased demand placed on county government resources due to changes in the state support system.
- Resort Sales Tax, fund classification was originally budgeted in the General Fund.
- District Court, over expenditure due to increased staffing and payroll expenses.

NOTE 16: CONTRIBUTED CAPITAL, ENTERPRISE FUND

Donations to the solid waste operation are reported as contributed capital on the balance sheet. There was an increase of \$328 to contributed capital during this fiscal year due to residual equity transfer of assets from the General Fund to the Enterprise Fund. The ending balance, as of September 30, 2001, is \$271,371.

NOTE 17: TRANSFERS TO COMPONENT UNITS

"Transfers to component units" totaling \$99,600 are reported in the general fund for the year ending September 30, 2001. "Operating transfers from primary government" are also reported in the County Fair Component Unit information in the accompanying financial statements.

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This difference arises because of the differing fiscal years for the two entities. The component unit information is as of December 31, 2000. Accordingly, the operating transfer information for this unit agrees with the information reported by the primary government (Kootenai County) in the previous year's financial statements dated September 30, 2000. The current transfer to component unit reported by the primary government in these financial statements will be included in the component unit financial statements for the year ending December 31, 2001.

NOTE 18: CLASSIFICATION OF FUNDS

For financial reporting purposes, several sub-funds have been included as part of the general fund. The purpose of the inclusion is to better summarize general government activities for financial statement presentation.

The sub-funds reported as the general fund are as follows:

9-1-1	Liability Insurance
Justice	Court Interlock
Current Expense	Unemployment Insurance
Health Insurance	

NOTE 19: JOINT GOVERNED ORGANIZATIONS

Kootenai County participates in one jointly governed organization. That organization is the Hayden Area Regional Sewer Board (HARSB).

One HARSB member is appointed by the Kootenai County BOCC. The County does not exercise control over the budget or financial operations of the Sewer Board with the exception of its representative's participation. The Sewer Board exercises total authority for the daily operations of the organization whose purpose it is to construct and operate sewer facilities in the Hayden Lake area of Kootenai County. Control exercised by the Board includes budgeting, contracting, and designation of management.

Kootenai County has no financial interest or responsibility in the HARSB. Kootenai County's role on the Sewer Board qualifies the relationship as one of a jointly governed organization. Additionally, there were no related party transactions during the period ending September 30, 2001.

NOTE 20: CONTINGENT LIABILITIES

The County participates in a number of federally assisted grant programs. The audits of these programs have been completed in compliance with single audit requirements. The County appears to be meeting the grant requirements. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

Kootenai County is a defendant in several lawsuits. Although the outcome of the lawsuits is not presently determinable, in the opinion of the County attorney the resolution of these matters will not have a material effect on the financial condition of the County.

NOTE 21: INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances as of September 30, 2001 is as follows:

Due to/from other funds:

Receivables:	Enterprise Fund	\$	284,500
Payables:	Special Revenue Fund (EMS)		(284,500)

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NOTE 22: FUND EQUITY

A. Fund Deficits

At September 30, 2001, the following individual funds have deficit fund balances that are included in the fund balance of the special revenue fund: County Fair \$3,210, Historical Society \$155, Indigent Fund \$286,781, and the Kootenai EMS fund \$109,017. Both the County Fair and Historical Society funds had minor unanticipated revenue shortfalls that will be recovered in subsequent years. The Indigent fund covers the costs of county provided community assistance, and the deficit is the result of recorded accrual expenditures over revenues. Revenues fell short of expectations in the EMS fund which provides revenues to provide ambulance service within the county, a special override levy is being considered to resolve this issue and address the operating concerns in the KCEMSS (discretely presented component unit) on an ongoing basis.

B. Reservations of Fund Equity

Reservations of fund equity represent amounts that are legally segregated and cannot be appropriated in subsequent years.

Retained Earnings

At September 30, 2001 the following amount of retained earnings were reserved:

	<u>Proprietary Fund</u>
Reserved for Landfill Closure/Post Closure	2,148,000

This balance is reserved to meet the legal funding requirements to close the current landfill location as it is filled, and to provide ongoing monitoring and maintenance of the landfill site for thirty years after closure.

Fund Balances

At September 30, 2001 the following amounts of fund balances were reserved:

Fund Balances Reserved For:	General	Special Revenue	Capital Projects	Totals
Insurance Reserves	\$ 422,514			\$ 442,514
Court Interlock	22,504			22,504
Property Tax Relief		\$ 1,731,195		1,731,195
Capital Project Completion			\$ 846,163	846,163
Total Reserved Fund Balances	\$ 465,018	\$ 1,731,195	\$ 846,163	\$ 3,042,376

NOTE 23: CHANGES IN PRIOR YEAR REPORTED INFORMATION

During fiscal year 2001, we implemented a new, more efficient general ledger numbering-scheme that eliminated alphanumeric characters and combined minor grant and contracting agreements with the primary operation or cost center activity. This change had an impact on the recording of assets, liabilities and fund equity between the General, Special Revenue, Capital Projects Fund, and Trust Funds. The overall impact on the financial information presented last year is neutral or zero, with respect to total assets liabilities and fund balance as well as revenues and expenditures for the period. The following information explains the changes that we made to the fiscal year 2000 information reported in last year's to reach the comparative information presented for the same period in this report:

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September 30, 2000 Balance Sheets

	Fiduciary Funds				Total
	General	Special	Capital	Trusts and Agency	
Assets as reported	\$ 8,330,645	\$ 2,423,408	\$ 8,567,266	\$ 8,464,242	\$ 27,785,561
Conversion Adjustment	(1,290,129)	1,003,293	286,367	469	0
Converted Total Assets	\$ 7,040,516	\$ 3,426,701	\$ 8,853,633	\$ 8,464,711	\$ 27,785,561
Liabilities as reported	\$ 3,234,815	\$ 1,452,857	\$ 551,646	\$ 7,213,159	\$ 12,452,477
Conversion Adjustment	(634,638)	633,354	1,284	88,850	88,850
Converted Total Liabilities	2,600,177	2,086,211	552,930	7,302,009	12,541,327
Fund Balances as reported	5,095,830	970,551	8,015,620	1,251,083	15,333,084
Conversion Adjustment	(655,491)	369,939	285,083	(88,381)	(88,850)
Converted Total Fund Balance	4,440,339	1,340,490	8,300,703	1,162,702	15,244,234
Total Liabilities & Fund Balances	8,330,645	2,423,408	8,567,266	8,464,242	27,785,561
Conversion Adjustment	(1,290,129)	1,003,293	286,367	469	0
Converted Total Liabilities & Fund Balances	\$ 7,040,516	\$ 3,426,701	\$ 8,853,633	\$ 8,464,711	\$ 27,785,561

September 30, 2000 Revenues, Expenditures, and Fund Balances

	Expendable				Totals
	General	Special	Capital	Trusts	
Revenue as reported	\$ 34,170,058	\$ 5,164,498	\$ 98,444	\$ 2,693,411	\$ 42,126,411
Conversion Adjustment	(4,320,592)	1,850,329	2,328,563	(88,850)	(230,550)
Converted Total Revenue	29,849,466	7,014,827	2,427,007	2,604,561	41,895,861
Expenditures as reported	34,740,078	4,812,882	3,833,728	2,767,377	46,154,065
Conversion Adjustment	(4,550,167)	2,527,735	2,014,580		(7,852)
Converted Total Expenditures	30,189,911	7,340,617	5,848,308	2,767,377	46,146,213
Revenues Over (under) Exp as reported	(570,020)	351,616	(3,735,284)	(73,966)	(4,027,654)
Conversion Adjustment	229,575	(677,406)	313,983	(88,850)	(222,698)
Converted Total Expenditures	(340,445)	(325,790)	(3,421,301)	(162,816)	(4,250,352)
Other Financing total as reported	54,249	9,324	10,201,936		10,265,509
Conversion Adjustment	121,811	3,370	8,667		133,848
Converted Total other Financing	176,060	12,694	10,210,603		10,399,357
Revenue & Other over (under) as reported	(515,771)	360,940	6,466,652	(73,966)	6,237,855
Conversion Adjustment	351,386	(674,036)	322,650	(88,850)	(88,850)
Converted Total Revenue & other over (under)	(164,385)	(313,096)	6,789,302	(162,816)	6,149,005
Fund Balance Beginning as reported	5,611,601	609,611	1,548,968	1,325,049	9,095,229
Conversion Adjustment	(1,006,877)	1,043,975	(37,567)	469	0
Converted Beginning Fund Balance	4,604,724	1,653,586	1,511,401	1,325,518	9,095,229
Fund Balances Ending as reported	5,095,830	970,551	8,015,620	1,251,083	15,333,084
Conversion Adjustment	(655,491)	369,939	285,083	(88,381)	(88,850)
Converted Total Liabilities & Fund Balances	\$ 4,440,339	\$ 1,340,490	\$ 8,300,703	\$ 1,162,702	\$ 15,244,234

NOTE 24: SUBSEQUENT EVENTS - (KCEMSS)

The Kootenai County Emergency Medical Services System financial statements included a going concern qualification in the audit report. This has prompted a complete overhaul of the organization from the governing board and management staff all the way through the conduct of the day to day operations. KCEMSS laid-off 31 full-time emergency services personnel as of December 31, 2001, and the responsibility for the provision of emergency medical services passed to the local fire districts within the county. The new operation includes budget reductions necessary to balance operating revenues and expenditures on an ongoing bases. A supplemental levy will be placed on the primary election ballot in May 2002, that if passed will resolve the operating obligations that have been incurred.



**SUPPLEMENTAL COMBINING, INDIVIDUAL FUND
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES**



Chilco Falls, c1910

Notes: Supplemental combining financial statements provide a more detailed view of the financial information aggregated to develop the General Purpose Financial Statements presented in the preceding subsection.

Supplemental combining statements are presented when there is more than one fund or subfund classification comprising a given fund type.



General Fund

The General Fund is used to account and report for activities traditionally associated with government which are not required to be accounted for in another fund. Only the Schedules of Revenues and Expenditures - Budget and Actual are presented.



South Lake Coeur d'Alene, c2001



Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF REVENUES -BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (unfavorable)
Property Taxes:			
Property Taxes	\$ 18,709,530	\$ 18,691,857	\$ (17,673)
Deferred Taxes	396,998	65,408	(331,590)
3% Yield Tax	15,000	0	(15,000)
Penalty & Interest	158,000	223,866	65,866
Warrant costs	10,000	12,204	2,204
Occupancy fees	117,000	143,980	26,980
Tax	58,500	69,093	10,593
Total Taxes	19,465,028	19,206,408	(258,620)
Licenses and Permits:			
Driver & chauffeur licenses	175,000	227,751	52,751
Motor Vehicle Licenses	0	2,665	2,665
Duplicate sticker fees	9,000	8,824	(176)
House trailer licenses	8,500	8,608	108
State RV fees/IC49805	14,500	14,918	418
Title Service Fees	120,000	116,691	(3,309)
Sale tax fees	23,000	23,057	57
Snowmobile numbers	10,500	0	(10,500)
Vehicle transfer fees	70,000	63,610	(6,390)
Vehicle ID inspection fees	35,000	32,418	(2,582)
Vehicle administrative fees	320,000	305,455	(14,545)
Title Penalty	22,000	24,840	2,840
Auto license/30 day temps	21,500	21,159	(341)
Snowmobile vender fees	9,000	14,203	5,203
Snowmobile fees	3,500	6,086	2,586
Inquiry MV fees	4,000	3,284	(716)
Concealed weapons/spec ID's	25,000	26,076	1,076
Beer, liquor & wine licenses	50,000	48,526	(1,474)
Country permits	2,500	1,285	(1,215)
Marriage licenses	70,000	67,772	(2,228)
Total licenses and permits	993,000	1,017,228	24,228
Intergovernmental Revenues:			
State revenue sharing	2,410,907	2,315,325	(95,582)
State Lottery revenue	0	14,709	14,709
State sale tax	700,000	679,694	(20,306)
Medical insurance revenue	4,000	9,135	5,135
Track Proceeds	5,000	13,404	8,404
State Unemployment tax	0	1,246	1,246
State liquor apportionment	400,000	732,005	332,005
Payments in lieu of taxes	186,000	290,220	104,220
Inheritance taxes	50,000	34,543	(15,457)
Inmate Incentive SSA	0	1,400	1,400
Grants - Federal/State	1,094,891	1,278,657	183,766
Total Intergovernmental Revenues	4,850,798	5,370,338	519,540

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KOOTENAI COUNTY, IDAHO SCHEDULE OF REVENUES -BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (unfavorable)
Charges for services:			
Work release fees	\$ 65,000	\$ 66,482	\$ 1,482
Work program fees	32,500	41,224	8,724
Local cooperative agreements	24,500	29,200	4,700
Police protection - cities	20,000	21,456	1,456
Federal cooperative agreements	42,000	(8,099)	(50,099)
Prisoner housing	156,000	198,269	42,269
Prisoner medical	10,000	8,230	(1,770)
Computer terminal use	18,000	18,000	0
Election fees	12,000	4,405	(7,595)
Contracted services revenue	14,500	16,056	1,556
CDA 20% of fines	0	20,000	20,000
Building Dept. fees	575,000	699,834	124,834
Juvenile diversion fees	6,000	6,102	102
WILD program fees	750	732	(18)
Shoshone County reimbursement	77,754	76,901	(853)
Bonner County reimbursement	68,752	104,012	35,260
Boundary County reimbursement	30,913	44,073	13,160
Benewah County reimbursement	25,983	35,351	9,368
Public notices	3,000	5,745	2,745
Worker comp. Chgs/Juv.Div. Prog.	6,750	7,851	1,101
Work. Comp.(Sif)chgs-Dist. Ct.	8,000	9,114	1,114
Insurance Admin.	2,430,809	2,770,392	339,583
Plan check fees	130,000	155,827	25,827
Sheriff fees	60,000	77,171	17,171
Bond fees	35,000	32,950	(2,050)
Fingerprint fees	2,500	4,549	2,049
Court handling fees	18,000	3,114	(14,886)
Drivers lic./reinstmt.IC49328	75,000	78,160	3,160
Tax Search fees	1,000	543	(457)
Telephone line fees	700,000	602,591	(97,409)
Tax deeds/title search fees	110,000	132,292	22,292
Tax deed land sale	0	1,500	1,500
Recording fees	436,000	558,469	122,469
Mailing fees	70,000	99,759	29,759
Preliminary subdivision: P&Z	8,000	11,440	3,440
Time extension	1,500	3,023	1,523
County subdivision: Surveyor	18,200	46,180	27,980
City subdivision	8,500	21,770	13,270
County engineer fees	3,500	23,312	19,812
Zone changes	2,500	11,110	8,610
Development agreements	2,000	500	(1,500)
Planned unit overlay	0	1,500	1,500
Variance	3,000	4,350	1,350
Conditional use permit	12,000	18,001	6,001
Hardship permit	1,000	6,420	5,420
Short plats	7,000	17,151	10,151
Survey & plat maps	1,000	13,849	12,849
Township map books	1,000	1,285	285
Publications	2,200	1,735	(465)
Photocopies	500	2,168	1,668

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KOOTENAI COUNTY, IDAHO SCHEDULE OF REVENUES -BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (unfavorable)
Water/Sewer hookup fees	\$ 1,000	\$ 800	\$ (200)
Hearing examiner fee	7,500	11,550	4,050
Bldg. Permit review	25,000	39,144	14,144
Total Charges for Services	5,371,111	6,157,543	786,432
Fines and Forfeitures:			
District Court fines	0	(233)	(233)
Court costs	50,000	57,460	7,460
Device fund	15,000	17,964	2,964
District Court Misc.	50,000	91,806	41,806
Boating under the influence	1,000	600	(400)
Misdemeanor probation	25,000	27,430	2,430
Court ordered restitution	19,500	19,737	237
NSF check charges	1,600	2,210	610
Prisoner reim. IC20-607 Sheriff	55,000	51,241	(3,759)
Total Fines and Forfeitures	217,100	268,215	51,115
Miscellaneous:			
Drug Court Revenue	0	3,108	3,108
Rents & Leases	0	175	175
Computer list	1,500	1,204	(296)
Wild Sack Lunches	2,000	687	(1,313)
Interest	617,490	626,743	9,253
Refunds/reimbursements	1,500	18,212	16,712
Miscellaneous	1,589,350	50,980	(1,538,370)
Telephone commission	63,500	68,903	5,403
Gain/Loss on Sale - Assets	3,000	10,195	7,195
Donations	6,700	10,300	3,600
Insurance proceeds	497,826	786,540	288,714
Total Miscellaneous	2,782,866	1,577,047	(1,205,819)
Other Financing Sources (Uses):			
Proceeds of capital leases	0	23,976	23,976
Operating transfers to component unit	(100,000)	(99,600)	400
Operating transfers in	2,453,174	3,786,005	1,332,831
Operating transfers out	(1,945,142)	(3,391,224)	(1,446,082)
Total Other Financing Sources	408,032	319,157	(88,875)
Total Revenues	33,679,903	33,596,778	(83,125)
Total Other Financing Sources	408,032	295,181	(112,851)
Total General Fund Revenues and Other Financing Sources	34,087,935	33,891,959	(195,976)
Grand Total: General Fund Revenues, Other Financing Sources, Residual Equity Transfers, and Adjustments	\$ 34,087,935	\$ 33,891,959	\$ (195,976)

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KOOTENAI COUNTY, IDAHO
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
GENERAL GOVERNMENT			
Commissioners:			
Personal Services	\$ 313,491	\$ 306,346	\$ 7,145
Other Services and Charges	25,570	32,998	(7,428)
Capital outlay	0	1,188	(1,188)
Total	339,061	340,532	(1,471)
Administration:			
Personal Services	80,767	98,285	(17,518)
Other Services and Charges	6,049	2,400	3,649
Total	86,816	100,685	(13,869)
General Accounts:			
Personal Services	961,204	821,185	140,019
Other Services and Charges	1,203,650	935,807	267,843
Debt Service	497,529	511,545	(14,016)
Capital outlay	1,400,000	21,627	1,378,373
Total	4,062,383	2,290,164	1,772,219
Building and Grounds:			
Personal Services	155,118	130,451	24,667
Other Services and Charges	243,058	241,168	1,890
Total	398,176	371,619	26,557
Planning and Zoning:			
Personal Services	459,050	454,311	4,739
Other Services and Charges	90,880	72,311	18,569
Debt Service	100	0	100
Capital outlay	0	1,179	(1,179)
Total	550,030	527,801	22,229
Building Inspection:			
Personal Services	433,894	399,357	34,537
Other Services and Charges	30,840	23,950	6,890
Debt Service	352	7,945	(7,593)
Capital outlay	7,592	0	7,592
Total	472,678	431,252	41,426
Print Shop/Mail Room:			
Personal Services	119,194	125,046	(5,852)
Other Services and Charges	110,481	106,279	4,202
Capital outlay	0	5,585	(5,585)
Total	229,675	236,910	(7,235)

(continued)

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KOOTENAI COUNTY, IDAHO SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Information Services:			
Personal Services	\$ 661,015	\$ 654,633	\$ 6,382
Other Services and Charges	412,235	370,212	42,023
Debt Service	11,912	36,342	(24,430)
Capital outlay	212,004	255,230	(43,226)
Total	1,297,166	1,316,417	(19,251)
Auto Shop:			
Personal Services	135,529	132,965	2,564
Other Services and Charges	28,881	24,959	3,922
Capital outlay	16,742	15,876	866
Total	181,152	173,800	7,352
Legal Services:			
Personal Services	143,773	113,048	30,725
Other Services and Charges	20,250	22,820	(2,570)
Capital outlay	0	1,129	(1,129)
Total	164,023	136,997	27,026
Human Resources:			
Personal Services	69,425	69,821	(396)
Other Services and Charges	33,988	35,856	(1,868)
Total	103,413	105,677	(2,264)
Extension Services:			
Personal Services	106,755	103,241	3,514
Other Services and Charges	63,802	63,000	802
Capital outlay	0	504	(504)
Total	170,557	166,745	3,812
Disaster Services:			
Personal Services	93,677	94,480	(803)
Other Services and Charges	29,865	22,302	7,563
Capital outlay	0	2,487	(2,487)
Total	123,542	119,269	4,273
Juvenile Diversion:			
Personal Services	157,819	156,579	1,240
Other Services and Charges	8,865	5,190	3,675
Capital outlay	0	3,034	(3,034)
Total	166,684	164,803	1,881
Auditor/Recorder/Elections:			
Personal Services	842,742	812,784	29,958
Other Services and Charges	151,410	130,745	20,665
Debt Service	28,425	28,425	0
Capital outlay	35,000	40,704	(5,704)
Total	1,057,577	1,012,658	44,919

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Clerk of the District Court:			
Personal Services	\$ 1,415,042	\$ 1,358,402	\$ 56,640
Other Services and Charges	10,272	8,898	1,374
Total	1,425,314	1,367,300	58,014
County Assistance KMC-IPH:			
Other Services and Charges	0	24,166	(24,166)
Total	0	24,166	(24,166)
Veterans Services:			
Personal Services	57,346	53,958	3,388
Other Services and Charges	11,750	8,001	3,749
Total	69,096	61,959	7,137
Treasurer:			
Personal Services	346,358	312,004	34,354
Other Services and Charges	111,195	77,528	33,667
Capital outlay	9,000	2,102	6,898
Total	466,553	391,634	74,919
Assessor:			
Personal Services	762,551	754,290	8,261
Other Services and Charges	27,125	22,810	4,315
Capital outlay	9,000	13,186	(4,186)
Total	798,676	790,286	8,390
County Surveyor:			
Personal Services	52,094	52,909	(815)
Other Services and Charges	7,962	3,828	4,134
Capital outlay	30,000	28,135	1,865
Total	90,056	84,872	5,184
Motor Vehicle Licensing:			
Personal Services	516,944	512,913	4,031
Other Services and Charges	26,756	20,208	6,548
Total	543,700	533,121	10,579
Liability Insurance:			
Personal Services	0	189,933	(189,933)
Other Services and Charges	450,000	321,219	128,781
Total	450,000	511,152	(61,152)
Group Insurance:			
Other Services and Charges	2,434,809	2,830,951	(396,142)
Total	2,434,809	2,830,951	(396,142)

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Risk Management:			
Personal Services	\$ 149,467	\$ 174,525	\$ (25,058)
Other Services and Charges	25,500	19,290	6,210
Total	174,967	193,815	(18,848)
Total Personal Services & Other	13,598,448	13,308,362	290,086
Total Debt Service	538,318	584,257	(45,939)
Total Capital Outlay	1,719,338	391,966	1,327,372
Total General Government	\$ 15,856,104	\$ 14,284,585	\$ 1,571,519
PUBLIC SAFETY			
Justice General Accounts:			
Personal Services	\$ 885,174	\$ 841,208	\$ 43,966
Other Services and Charges	410,000	152,992	257,008
Debt Service	1,086,000	1,032,250	53,750
Total	2,381,174	2,026,450	354,724
9-1-1:			
Personal Services	1,070,204	987,248	82,956
Other Services and Charges	436,522	183,578	252,944
Debt Service	0	116,466	(116,466)
Capital outlay	152,025	63,061	88,964
Total	1,658,751	1,350,353	308,398
Public Defender:			
Personal Services	1,046,811	1,024,748	22,063
Other Services and Charges	124,339	134,447	(10,108)
Capital outlay	0	13,923	(13,923)
Total	1,171,150	1,173,118	(1,968)
Juvenile Detention Center:			
Personal Services	1,328,209	1,343,683	(15,474)
Other Services and Charges	210,615	190,641	19,974
Capital outlay	0	3,980	(3,980)
Total	1,538,824	1,538,304	520
Adult Probation:			
Personal Services	223,951	206,290	17,661
Other Services and Charges	16,860	23,561	(6,701)
Capital outlay	5,850	3,624	2,226
Total	246,661	233,475	13,186

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Juvenile Probation:			
Personal Services	\$ 679,901	\$ 802,574	\$ (122,673)
Other Services and Charges	355,477	300,508	54,969
Debt Service	50	0	50
Capital outlay	1,052	2,746	(1,694)
Total	1,036,480	1,105,828	(69,348)
Sheriff:			
Personal Services	4,493,436	4,181,450	311,986
Other Services and Charges	434,923	448,712	(13,789)
Debt Service	52,009	52,009	0
Capital outlay	60,687	87,475	(26,788)
Total	5,041,055	4,769,646	271,409
Coroner:			
Personal Services	34,661	30,253	4,408
Other Services and Charges	67,149	125,427	(58,278)
Total	101,810	155,680	(53,870)
Jail:			
Personal Services	3,019,774	2,827,655	192,119
Other Services and Charges	561,270	870,966	(309,696)
Capital outlay	40,000	38,513	1,487
Total	3,621,044	3,737,134	(116,090)
Prosecuting Attorney:			
Personal Services	1,310,715	1,248,638	62,077
Other Services and Charges	126,617	162,072	(35,455)
Capital outlay	1,329	4,324	(2,995)
Total	1,438,661	1,415,034	23,627
Court Interlock:			
Other Services and Charges	15,000	11,503	3,497
Total Personal Services & Other	16,851,608	16,098,154	753,454
Total Debt Service	1,138,059	1,200,726	(62,667)
Total Capital Outlay	260,943	217,646	43,297
Total Public Safety	\$ 18,250,610	\$ 17,516,526	\$ 734,084
CULTURE AND RECREATION			
Tourism:			
Other Services and Charges	\$ 5,000	\$ 12,280	\$ (7,280)
Total Culture & Recreation	\$ 5,000	\$ 12,280	\$ (7,280)
TOTAL GENERAL FUND	\$ 34,111,714	\$ 31,813,391	\$ 2,298,323

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001**

	Budget	Actual	Variance Favorable (Unfavorable)
CURRENT EXPENDITURES			
General government	\$ 13,598,448	\$ 13,308,362	\$ 290,086
Public safety	16,851,608	16,098,154	753,454
Culture and Recreation	5,000	12,280	(7,280)
Debt Service	1,676,377	1,784,983	(108,606)
Capital outlay	1,980,281	609,612	1,370,669
Total	\$ 34,111,714	\$ 31,813,391	\$ 2,298,323



Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Airport Fund – to account for the operation of the county airport. Funding is provided through property taxes, rents, and fees.

County Fair – to account for the funding of the component unit. Funding is provided through property taxes.

Noxious Weeds - to account for the operation of weed control. Funding is provided through property taxes, fees, and grants.

Health District - to account for the funding of the county's obligation to the Health District. Funding is provided through property taxes.

Historical Society - to account for the funding of the county's obligation to the Local Historical Society. Funding is provided through property taxes.

Park & Recreation - to account for the operation of the county's Park & Recreation Department. Funding is provided through property taxes, grants and fees.

Snowmobile Fund - to account for the funding of the local Snowmobile Society. Funding is provided through licenses and permits.

County Vessel - to account for the operation, patrol and improvements of county waterways. Funding is provided through property taxes, licenses, fees, and grants.

Public Access Contribution – to account for resources provided by the Hagadone Corporation for mitigation of loss of public waterfront access due to the construction of a golf course. Funding is provided through an agreement based upon green fees.

Indigent Fund - to account for the operation of county assistance. Funding is provided through property taxes.

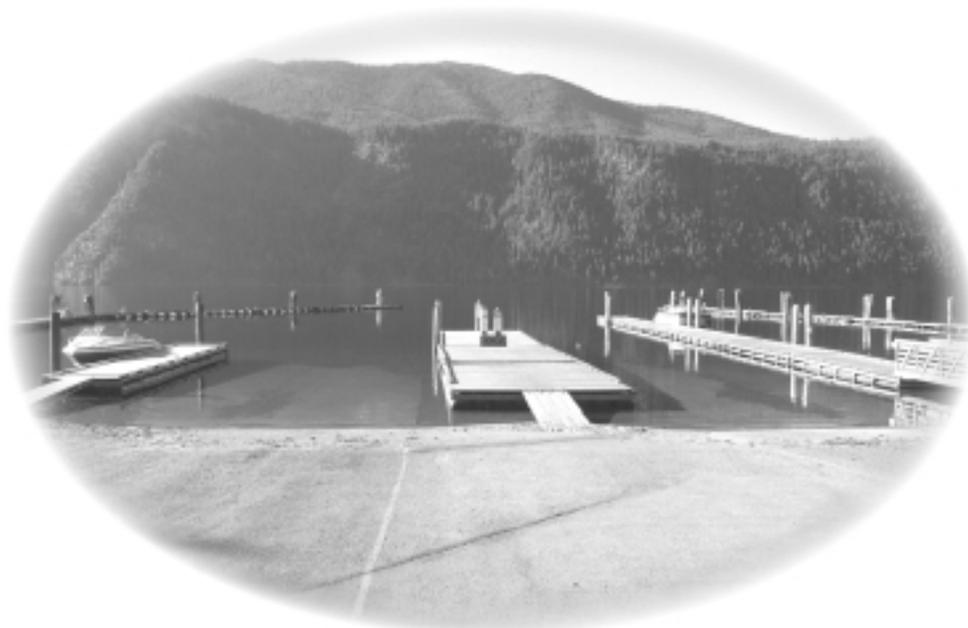
Resort Sales Tax - to account for the operation and collection of the county's sales tax. Funds collected are to pay for the expansion of the county jail. Funding is provided through collection of local sales tax.

District Court - to account for the operation of county court system. Funding is provided through property taxes, charges for services, fines & forfeitures.

Revaluation - to account for the operation re-assessing county property. Funding is provided through property taxes.

Kootenai EMS – to account for the provision of paramedic services and ambulance district support for the residents of Kootenai County. Funding is provided through taxes and fees.

Grant Fund – to account for resources of grant funded activities. All grants are now accounted for in the respective fund that is responsible for the grant. All grant activity balanced for the fiscal year, and does not require a balance sheet presentation at year end.



*Eagle Boat Launch, Bayview
Lake Pend Oreille*



Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)**

	Airport	County Fair	Noxious Weeds	Health District
Assets				
Cash in bank and investments	\$ 654,945	\$ 15,911	\$ 59,054	\$ 162,733
Receivables:				
Taxes delinquent	28,660	5,844	10,440	30,713
Accounts receivable, net	3,025	31		
Interest Receivable				
Prepays				
Due from other governments			22,742	
Total Assets	\$ 686,630	\$ 21,786	\$ 92,236	\$ 193,446
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 48,300	\$ 20,000	\$ 13,958	\$ 131,814
Accrued payroll	2,710		50	
Deferred revenues	24,921	4,996	9,411	25,208
Due to other funds				
Total Liabilities	75,931	24,996	23,419	157,022
Fund Balances				
Reserved for Property Tax Relief				
Unreserved	610,699	(3,210)	68,817	36,424
Total Fund Balances	610,699	(3,210)	68,817	36,424
Total Liabilities and Fund Balances	\$ 686,630	\$ 21,786	\$ 92,236	\$ 193,446

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO COMBINING BALANCE SHEET SPECIAL REVENUE FUNDS SEPTEMBER 30, 2001 (WITH COMPARATIVE TOTALS FOR 2000)

Historical Society	Parks & Recreation	Snowmobile Fund	County Vessel Fund	Public Access	Indigent Fund	Resort Sales Tax
\$ 7,067	\$ 106,510	\$ 186,963	\$ 141,750	\$ 110,232	\$ (263,761)	\$ 2,561,122
530	7,471	204	12,815	381	66,491	
			50			
\$ 7,597	\$ 113,981	\$ 187,167	\$ 154,615	\$ 110,613	\$ (197,270)	\$ 2,561,122
\$ 7,600	\$ 2,106	\$ 3,339	\$ 17,727	\$	\$ 31,901	\$ 2,383
	756		4,897		719	1,117
152	5,972		515		56,891	
7,752	8,834	3,339	23,139	0	89,511	3,500
(155)	105,147	183,828	131,476	110,613	(286,781)	1,731,195
(155)	105,147	183,828	131,476	110,613	(286,781)	826,427
\$ 7,597	\$ 113,981	\$ 187,167	\$ 154,615	\$ 110,613	\$ (197,270)	\$ 2,557,622
						\$ 2,561,122

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)**

	District Court	Revaluation Fund	Emergency Management	Totals	
				2001	2000
Assets					
Cash in bank and investments	\$ 235,547	\$ 335,077	\$ 161,514	\$ 4,474,664	\$ 1,248,951
Receivables:					
Taxes delinquent	612	68,343	51,465	270,569	297,663
Accounts receivable, net			7,369	23,444	81,449
Interest Receivable				381	2,154
Prepays Expenses					367,284
Due from other governments				22,792	1,429,200
Total Assets	\$ 236,159	\$ 403,420	\$ 220,348	\$ 4,791,850	\$ 3,426,701
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 40,130	\$ 42,596	\$	\$ 361,854	\$ 1,336,973
Accrued payroll	9,621	8,010		27,880	58,717
Deferred revenues	613	58,942	44,865	232,486	440,521
Due to other funds			284,500	284,500	250,000
Total Liabilities	50,364	109,548	329,365	906,720	2,086,211
Fund Balances					
Reserved for Property Tax Relief				1,731,195	
Unreserved	185,795	293,872	(109,017)	2,153,935	1,340,490
Total Fund Balances	185,795	293,872	(109,017)	3,885,130	1,340,490
Total Liabilities and Fund Balances	\$ 236,159	\$ 403,420	\$ 220,348	\$ 4,791,850	\$ 3,426,701



Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)

	Airport	County Fair	Noxious Weeds	Health District
Revenues:				
Taxes	\$ 464,904	\$ 95,109	\$ 155,647	\$ 511,206
Licenses and permits				
Intergovernmental			61,759	
Charges for services	47,060		1,123	
Fines & Forfeitures				
Interest				
Green fees - revenue sharing				
Miscellaneous	176,043	45	7,736	
Total Revenues	688,007	95,154	226,265	511,206
Expenditures:				
Current:				
General government	535,912			
Public safety				
Sanitation			216,281	
Health & Welfare				512,334
Culture and recreation		99,600		
Debt service				
Capital outlay	51,223		5,450	
Total Expenditures	587,135	99,600	221,731	512,334
Revenues Over (Under) Expenditures	100,872	(4,446)	4,534	(1,128)
Other Financing Sources (Uses):				
Operating transfers in	1,227	229	481	26,588
Operating transfers out	(54,324)			
Total Other Financing Sources (Uses)	(53,097)	229	481	26,588
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	47,775	(4,217)	5,015	25,460
Fund Balances, October 1	562,924	1,007	63,802	10,964
Fund Balances, September 30	\$ 610,699	\$ (3,210)	\$ 68,817	\$ 36,424

Kootenai County Comprehensive Annual Financial Report - FY 2001

Historical Society	Parks & Recreation	Snowmobile Fund	County Vessel Fund	Public Access	Indigent Fund	Resort Sales Tax
\$ 12,805	\$ 93,897	\$ 99,158	\$ 10,000	\$	\$ 1,282,489	\$ 4,105,189
	87,520	204	443,267		144	
	14,600		5,550	6,270	145,195	24,128
12,805	196,017	99,362	458,817	18,966	1,427,828	4,129,317
				4,313		80,668
17,000	118,541	71,847	516,544		1,408,398	
1,000	8,894		7,753		1,189	1,403,872
18,000	127,435	71,847	524,297	4,313	1,409,587	1,757,316
(5,195)	68,582	27,515	(65,480)	14,653	18,241	2,372,001
33	406		4,000		1,644	1,403,749
	(10,012)		(2,450)		(93)	(1,200,000)
33	(9,606)		1,550		1,551	203,749
(5,162)	58,976	27,515	(63,930)	14,653	19,792	2,575,750
5,007	46,171	156,313	195,406	95,960	(306,573)	(18,128)
\$ (155)	\$ 105,147	\$ 183,828	\$ 131,476	\$ 110,613	\$ (286,781)	\$ 2,557,622

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)

	District Court	Revaluation Fund	Emergency Management	Grant Fund	2001	Totals 2000
Revenues:						
Taxes	\$ 1,804	\$ 1,044,683	\$ 743,746	\$	\$ 8,521,479	\$ 4,045,754
Licenses and permits			27,672		126,830	107,975
Intergovernmental			25,505	28,140	646,191	1,344,559
Charges for services	161,440		213		210,184	217,291
Fines & Forfeitures	721,309				721,309	708,705
Interest					24,128	0
Green fees - revenue sharing					6,270	0
Miscellaneous	68		1		361,934	590,543
Total Revenues	884,621	1,044,683	797,137	28,140	10,618,325	7,014,827
Expenditures:						
Current:						
General government		1,053,575		28,140	1,702,608	2,360,531
Public safety	944,035		838,896		1,782,931	1,640,971
Sanitation					216,281	210,332
Health & Welfare					1,920,732	1,976,557
Culture and recreation					823,532	774,745
Debt service					1,403,872	151,815
Capital outlay	23,028	29,288			400,601	225,666
Total Expenditures	967,063	1,082,863	838,896	28,140	8,250,557	7,340,617
Revenues Over (Under) Expenditures	(82,442)	(38,180)	(41,759)	0	2,367,768	(325,790)
Other Financing Sources (Uses):						
Operating transfers in	87	3,166	2,323		1,443,933	25,361
Operating transfers out		(108)	(74)		(1,267,061)	(12,667)
Total Other Financing Sources (Uses)	87	3,058	2,249	0	176,872	12,694
Revenues and Other Financing Sources Over (Under) Expenditures And Other Uses	(82,355)	(35,122)	(39,510)		2,544,640	(313,096)
Fund Balances, October 1	268,150	328,994	(69,507)		1,340,490	1,653,586
Fund Balances, September 30	\$ 185,795	\$ 293,872	\$ (109,017)	\$ 0	\$ 3,885,130	\$ 1,340,490



Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
INDIVIDUAL SCHEDULES OF REVENUE AND EXPENDITURES
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	Airport		
	Budget	Actual	Variance Favorable (unfavorable)
Revenue			
Taxes	\$ 462,122	\$ 464,904	\$ 2,782
Licenses & Permits			
Intergovernmental			
Charges for Services	39,000	47,060	8,060
Fines & Forfeitures			
Interest			
Green fees - revenue sharing			
Miscellaneous	375,000	176,043	(198,957)
Total Revenues	876,122	688,007	(188,115)
Expenditures			
Personal Services	331,546	331,237	309
Other services & charges	226,871	204,675	22,196
Debt service			
Capital Outlay	35,000	51,223	(16,223)
Total Expenditures	593,417	587,135	6,282
Revenue Over (Under) Expenditures	282,705	100,872	(181,833)
Other Financing Sources (Uses)			
Operating transfers in	0	1,227	1,227
Operating transfers out	(297,000)	(54,324)	242,676
Total Other Financing Sources (Uses)	(297,000)	(53,097)	243,903
Revenues and Other Financing Sources over (Under) Expenditures and Other Uses	\$ (14,295)	\$ 47,775	\$ 62,070

Kootenai County Comprehensive Annual Financial Report - FY 2001

County Fair			Noxious Weeds		
Budget	Actual	Variance Favorable (unfavorable)	Budget	Actual	Variance Favorable (unfavorable)
\$ 95,000	\$ 95,109	\$ 109	\$ 152,051	\$ 155,647	\$ 3,596
			6,250	61,759	55,509
			25,200	1,123	(24,077)
5,000	45	(4,955)	53,000	7,736	(45,264)
100,000	95,154	(4,846)	236,501	226,265	(10,236)
			79,611	63,840	15,771
100,000	99,600	400	186,890	152,441	34,449
			0	5,450	(5,450)
100,000	99,600	400	266,501	221,731	44,770
0	(4,445)	(4,446)	(30,000)	4,534	34,534
0	229	229	30,000	481	(29,519)
0	229	229	30,000	481	(29,519)
\$ 0	\$ (4,217)	\$ (4,217)	\$ 0	\$ 5,015	\$ 5,015

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
INDIVIDUAL SCHEDULES OF REVENUE AND EXPENDITURES
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	Health District		
	Budget	Actual	Variance Favorable (unfavorable)
Revenue			
Taxes	\$ 484,473	\$ 511,206	\$ 26,733
Licenses & Permits			
Intergovernmental			
Charges for Services			
Fines & Forfeitures			
Interest			
Green fees - revenue sharing			
Miscellaneous	2,500	0	(2,500)
Total Revenues	486,973	511,206	24,233
Expenditures			
Personal Services			
Other services & charges	512,334	512,334	0
Debt service			
Capital Outlay			
Total Expenditures	512,334	512,334	0
Revenue Over (Under) Expenditures	(25,361)	(1,128)	24,233
Other Financing Sources (Uses)			
Operating transfers in	25,361	26,588	1,227
Operating transfers out			
Total Other Financing Sources (Uses)	25,361	26,588	1,227
Revenues and Other Financing Sources over (Under) Expenditures and Other Uses	\$ 0	\$ 25,460	\$ 25,460

Kootenai County Comprehensive Annual Financial Report - FY 2001

Historical Society			Parks & Recreation		
Budget	Actual	Variance Favorable (unfavorable)	Budget	Actual	Variance Favorable (unfavorable)
\$ 11,500	\$ 12,805	\$ 1,305	\$ 97,831	\$ 93,897	\$ (3,934)
3,500		(3,500)	67,409	87,520	20,111
			19,600	14,600	(5,000)
15,000	12,805	(2,195)	184,840	196,017	11,177
			57,341	88,760	(31,419)
15,000	17,000	(2,000)	186,877	29,781	157,096
0	1,000	(1,000)	0	8,894	(8,894)
15,000	18,000	(3,000)	244,218	127,435	116,783
0	(5,195)	(5,195)	(59,378)	68,582	127,960
0	33	33	59,378	406	(58,972)
			0	(10,012)	(10,012)
0	33	33	59,378	(9,606)	(68,984)
\$ 0	\$ (5,162)	\$ (5,162)	\$ 0	\$ 58,976	\$ 58,976

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
INDIVIDUAL SCHEDULES OF REVENUE AND EXPENDITURES
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	Snowmobile Fund		
	Budget	Actual	Variance Favorable (unfavorable)
Revenue			
Taxes	\$	\$	\$
Licenses & Permits	76,014	99,158	23,144
Intergovernmental			
Charges for Services	0	204	204
Fines & Forfeitures			
Interest			
Green fees - revenue sharing			
Miscellaneous			
Total Revenues	76,014	99,362	23,348
Expenditures			
Personal Services	19,316	28,177	(8,861)
Other services & charges	56,698	43,670	13,028
Debt service			
Capital Outlay			
Total Expenditures	76,014	71,847	4,167
Revenue Over (Under) Expenditures	0	27,515	27,515
Other Financing Sources (Uses)			
Operating transfers in			
Operating transfers out			
Total Other Financing Sources (Uses)	0	0	0
Revenues and Other Financing Sources over (Under) Expenditures and Other Uses	\$ 0	\$ 27,515	\$ 27,515

Kootenai County Comprehensive Annual Financial Report - FY 2001

County Vessel Fund			Public Access		
Budget	Actual	Variance Favorable (unfavorable)	Budget	Actual	Variance Favorable (unfavorable)
\$	\$	\$	\$	\$	\$
0	10,000	10,000			
471,754	443,267	(28,487)			
			0	6,270	6,270
38,835	5,550	(33,285)	18,000	12,696	(5,304)
510,589	458,817	(51,772)	18,000	18,966	966
357,038	399,570	(42,532)			
144,046	116,974	27,072	18,000	4,313	13,687
12,655	7,753	4,902			
513,739	524,297	(10,558)	18,000	4,313	(13,687)
(3,150)	(65,480)	(62,330)	0	14,653	14,653
0	4,000	4,000			
0	(2,450)	(2,450)			
0	1,550	1,550	0	0	0
\$ (3,150)	\$ (63,930)	\$ (60,780)	\$ 0	\$ 14,653	\$ 14,653

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
INDIVIDUAL SCHEDULES OF REVENUE AND EXPENDITURES
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	Indigent Fund		
	Budget	Actual	Variance Favorable (unfavorable)
Revenue			
Taxes	\$ 1,301,818	\$ 1,282,489	\$ (19,329)
Licenses & Permits			
Intergovernmental			
Charges for Services	0	144	144
Fines & Forfeitures			
Interest			
Green fees - revenue sharing			
Miscellaneous	125,000	145,195	20,195
Total Revenues	1,426,818	1,427,828	1,010
Expenditures			
Personal Services	222,862	213,725	9,137
Other services & charges	1,154,860	1,194,673	(39,813)
Debt service			
Capital Outlay	0	1,189	(1,189)
Total Expenditures	1,377,722	1,409,587	(31,865)
Revenue Over (Under) Expenditures	49,096	18,241	(30,855)
Other Financing Sources (Uses)			
Operating transfers in	0	1,644	1,644
Operating transfers out	0	(93)	(93)
Total Other Financing Sources (Uses)	0	1,551	1,551
Revenues and Other Financing Sources over (Under) Expenditures and Other Uses	\$ 49,096	\$ 19,792	\$ (29,304)

Kootenai County Comprehensive Annual Financial Report - FY 2001

Resort Sales Tax			District Court		
Budget	Actual	Variance Favorable (unfavorable)	Budget	Actual	Variance Favorable (unfavorable)
\$ 3,200,000	\$ 4,105,189	\$ 905,189	\$	\$ 1,804	\$ 1,804
			146,697	161,440	14,743
0	24,128	24,128	689,358	721,309	31,951
			15,521	68	(15,453)
3,200,000	4,129,317	929,317	851,576	884,621	33,045
82,470	58,571	23,899	488,764	580,487	(91,723)
111,902	22,097	89,805	362,812	363,548	(736)
0	1,403,872	(1,403,872)			
7,500	272,776	(265,276)	0	23,028	(23,028)
201,872	1,757,316	(1,555,444)	851,576	967,063	(115,487)
2,998,128	2,372,001	(626,127)	0	(82,442)	(82,442)
0	1,403,749	1,403,749	0	87	87
(3,050,000)	(1,200,000)	1,850,000			
(3,050,000)	203,749	3,253,749	0	87	87
\$ (51,872)	\$ 2,575,750	\$ 2,627,622	\$ 0	\$ (82,355)	\$ (82,355)

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
INDIVIDUAL SCHEDULES OF REVENUE AND EXPENDITURES
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	Revaluation Fund		
	Budget	Actual	Variance Favorable (unfavorable)
Revenue			
Taxes	\$ 1,028,621	\$ 1,044,683	\$ 16,062
Licenses & Permits			
Intergovernmental			
Charges for Services			
Fines & Forfeitures			
Interest			
Green fees - revenue sharing			
Miscellaneous	125,000	0	(125,000)
Total Revenues	1,153,621	1,044,683	(108,938)
Expenditures			
Personal Services	1,053,741	983,458	70,283
Other services & charges	84,880	70,117	14,763
Debt service			
Capital Outlay	15,000	29,288	(14,288)
Total Expenditures	1,153,621	1,082,863	70,758
Revenue Over (Under) Expenditures	0	(38,180)	(38,180)
Other Financing Sources (Uses)			
Operating transfers in	0	3,166	3,166
Operating transfers out	0	(108)	(108)
Total Other Financing Sources (Uses)	0	3,058	3,058
Revenues and Other Financing Sources over (Under) Expenditures and Other Uses	\$ 0	\$ (35,122)	\$ (35,122)

Kootenai County Comprehensive Annual Financial Report - FY 2001

Emergency Management			Grant Fund		
Budget	Actual	Variance Favorable (unfavorable)	Budget	Actual	Variance Favorable (unfavorable)
\$ 713,896	\$ 743,746	\$ 29,850	\$	\$	\$
15,000	27,672	12,672			
10,000	25,505	15,505	(2,326,032)	28,140	2,354,172)
0	213	213			
100,000	1	(99,999)			
838,896	797,137	(41,759)	(2,326,032)	28,140	2,354,172
			(14,587)	25,580	(40,167)
744,980	838,896	(93,916)	(2,330,945)	2,560	(2,333,505)
93,916	0	93,916	(24,500)	0	(24,500)
838,896	838,896	0	(2,370,032)	28,140	(2,398,172)
0	(41,759)	(41,759)	44,000	0	(44,000)
0	2,323	2,323			
0	(74)	(74)			
0	2,249	2,249	0	0	0
\$ 0	\$ (39,510)	\$ (39,510)	\$ 44,000	\$ 0	\$ (44,000)



Capital Projects Fund

The Capital Projects Fund is used to account for resources utilized to acquire and construct major capital facilities and improvements, other than those financed by proprietary funds.



Coeur d'Alene, 1889



Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
BALANCE SHEET
CAPITAL PROJECTS FUND
SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)**

	2001	2000
Assets		
Cash in bank and investments	\$ 787,374	\$ 8,720,687
Accounts receivable		206
Grants Receivable	753,364	4,695
Note Issue Cost		128,045
Total Assets	\$ 1,540,738	\$ 8,853,633
Liabilities And Fund Balances		
Liabilities:		
Accounts payable	\$ 348,557	\$ 456,885
Deferred Grant Revenue	346,018	
Lease Revenue Bond Premium Payable		96,045
Total Liabilities	694,575	552,930
Fund Balances:		
Reserved for Capital Projects	846,163	8,300,703
Total Fund Balances	846,163	8,300,703
Total Liabilities And Fund Balances	\$ 1,540,738	\$ 8,853,633

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001
(WITH COMPARATIVE TOTALS FOR 2000)**

	2001	2000
Revenues:		
Taxes	\$ 0	\$ 190
Intergovernmental revenues	2,643,759	2,363,208
Miscellaneous	414,434	63,609
Total Revenues	3,058,193	2,427,007
Expenditures:		
General government	62,795	809,087
Capital outlay	10,512,668	5,039,221
Total Expenditures	10,575,463	5,848,308
Revenues Over (Under) Expenditures	(7,517,270)	(3,421,301)
Other Financing Sources (Uses):		
Proceeds of note payable	0	9,500,000
Operating transfers in	62,730	710,603
Total Other Financing Sources (Uses)	62,730	10,210,603
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	(7,454,540)	6,789,302
Fund Balance, October 1, 2000	8,300,703	1,511,401
Fund Balance, September 30, 2001	\$ 846,163	\$ 8,300,703



Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	General Construction		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$	\$	\$
Intergovernmental Revenues			
Miscellaneous	5,000,000	403,434	(4,596,566)
Total Revenues	5,000,000	403,434	(4,596,566)
Expenditures:			
General Government	0	31,456	(31,456)
Capital Outlay	5,000,000	7,468,723	(2,468,723)
Total Expenditures	5,000,000	7,500,179	(2,500,179)
Revenues Over (Under) Expenditures	0	(7,096,745)	(7,096,745)
Other Financing Sources (Uses):			
Operating transfers in			
Total Other Financing Sources (Uses)	0	0	0
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	<u>\$ 0</u>	(7,096,745)	<u>\$ (7,096,745)</u>
Fund Balance, October 1, 2000		7,881,779	
Fund Balance, September 30, 2001		<u>\$ 785,034</u>	

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - CAPITAL PROJECTS FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

Airport Improvement			Waterways Capital Grant Projects		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 3,333,661	\$ 2,454,420	\$ (879,241)	\$ 152,165	\$ 149,671	\$ (2,494)
			0	1,000	1,000
3,333,661	2,454,420	(879,241)	152,165	150,671	(1,494)
325,000	25,860	299,140	0	4,073	(4,073)
3,167,579	2,844,135	323,444	0	145,048	(145,048)
3,492,579	2,869,995	622,584	0	149,121	(149,121)
(158,918)	(415,575)	(256,657)	152,165	1,550	(150,615)
158,918	54,280	(104,638)	7,450	(1,550)	(9,000)
158,918	54,280	(104,638)	7,450	(1,550)	(9,000)
<u>\$ 0</u>	(361,295)	<u>\$ (361,295)</u>	<u>\$ 159,615</u>	0	<u>\$ (159,615)</u>
	352,579			0	
	<u>\$ (8,716)</u>			<u>\$ 0</u>	

(continued)

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	FEMA Cataldo Buy Out			Centennial Trail		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Taxes	\$	\$	\$	\$	\$	\$
Intergovernmental Revenues	0	39,668	39,668			
Miscellaneous				5,000	10,000	5,000
Total Revenues	0	39,668	39,668	5,000	10,000	5,000
Expenditures:						
General Government	0	1,406	(1,406)			
Capital Outlay	0	38,262	(38,262)	0	16,500	(16,500)
Total Expenditures	0	39,668	(39,668)	0	16,500	(16,500)
Revenues Over (Under) Expenditures	0	0	0	5,000	(6,500)	(11,500)
Other Financing Sources (Uses):						
Operating transfers in				0	10,000	10,000
Total Other Financing Sources (Uses)	0	0	0	0	10,000	10,000
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	<u>\$ 0</u>	0	<u>\$ 0</u>	<u>\$ 5,000</u>	3,500	<u>\$ (1,500)</u>
Fund Balance, October 1, 2000		11,673			54,672	
Fund Balance, September 30, 2001		<u>\$ 11,673</u>			<u>\$ 58,172</u>	

Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001**

	Construction Fund Totals		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$	\$	\$
Intergovernmental Revenues	3,485,826	2,643,759	(842,067)
Miscellaneous	5,005,000	414,434	(4,590,566)
Total Revenues	8,490,826	3,058,193	(5,432,633)
Expenditures:			
General Government	325,000	62,795	262,205
Capital Outlay	8,167,579	10,512,668	(2,345,089)
Total Expenditures	8,492,579	10,575,463	(2,082,884)
Revenues Over (Under) Expenditures	(1,753)	(7,517,270)	(7,515,517)
Other Financing Sources (Uses):			
Operating transfers in	166,368	62,730	(103,638)
Total Other Financing Sources (Uses)	166,368	62,730	(103,638)
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	<u>\$ 164,615</u>	(7,454,540)	<u>\$ (7,619,155)</u>
Fund Balance, October 1, 2000		<u>8,300,703</u>	
Fund Balance, September 30, 2001		<u>\$ 846,163</u>	



Enterprise Fund

The Enterprise Fund is used to account for operations that are financed in a manner similar to private enterprise. The intent of the government is that the cost of providing goods or services to the public on a continuing basis be financed through user fees, and that the periodic determination of net income is appropriate for accountability purposes. The Solid Waste Fund is the only County enterprise operation.



Spirit Lake from Mt. Spokane



Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO BALANCE SHEET SOLID WASTE ENTERPRISE FUND, SEPTEMBER 30, 2001 (WITH COMPARATIVE TOTALS FOR 2000)

Assets	2001	2000
Current Assets:		
Cash in bank and investments	\$ 6,501,215	\$ 4,405,727
Receivables:		
Accounts receivable (net of allowance for doubtful accounts)	1,223,629	1,176,321
Interest receivable	23,049	111,392
Due from other funds	284,500	458,333
Total Current Assets	8,032,393	6,151,773
Property, Plant and Equipment:		
Land	449,657	735,473
Buildings	182,753	182,753
Machinery and equipment	5,326,641	5,066,656
Transfer station	5,909,488	5,909,488
Fighting creek landfill	10,139,553	10,139,553
Accumulated depreciation	(8,955,951)	(7,860,423)
Construction in Progress	1,496,926	1,124,992
Total Property, Plant and Equipment	14,549,067	15,298,492
Other Assets:		
Bond issue costs, net of amortization	36,559	54,838
Cash held for landfill closure and postclosure	2,148,000	1,744,000
Prepays Expenses	0	79,975
Total Other Assets	2,184,559	1,878,813
Total Assets	\$ 24,766,019	\$ 23,329,078
Liabilities And Retained Earnings		
Current Liabilities:		
Accounts payable	\$ 453,201	\$ 633,395
Accrued payroll	10,534	25,909
Compensated absences payable	113,548	128,630
Interest payable	12,969	18,741
Bonds payable	810,000	770,000
Capital leases payable	0	47,727
Total Current Liabilities	1,400,252	1,624,402
Long-Term Liabilities:		
Bonds payable	845,000	1,655,000
Capital leases payable	0	0
Landfill closure liability	2,148,000	1,744,000
Total Long-Term Liabilities	2,993,000	3,399,000
Total Liabilities	4,393,252	5,023,402
Contributed Capital	271,371	271,043
Retained Earnings:		
Reserved for closure and postclosure	2,148,000	1,744,000
Unreserved	17,953,396	16,290,633
Total Retained Earnings	20,101,396	18,034,633
Total Liabilities and Retained Earnings	\$ 24,766,019	\$ 23,329,078

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
BUDGET AND ACTUAL
SOLID WASTE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues:			
Charges for services	\$ 7,600,076	7,372,001	\$ (228,075)
Miscellaneous	2,748,724	4,059	(2,744,665)
Total Operating Revenues	10,348,800	7,376,060	(2,972,740)
Operating Expenses:			
Personal services	1,408,139	1,317,247	90,892
Other services and charges	7,243,028	2,446,486	4,796,542
Depreciation and amortization	1,132,472	1,256,461	(123,989)
Landfill closure expense	463,741	431,250	32,491
Total Operating Expenses	10,247,380	5,451,444	4,795,936
Operating Income (Loss)	101,420	1,924,616	1,823,196
Nonoperating Revenues/Expenses:			
Interest income	0	570,093	570,093
Interest expense	(2,059)	(96,167)	(94,108)
Gain (loss) on disposal of fixed assets	8,000	79,157	71,157
Total Nonoperating Revenues (Expenses)	5,941	553,083	547,142
Income (Loss) Before Operating Transfers	107,361	2,477,699	2,370,338
Transfers to Other Funds:			
General fund	(107,361)	(410,936)	(303,575)
Net Income (Loss)	\$ 0	2,066,763	\$ 2,066,763
Retained Earnings, October 1, 2000		18,034,633	
Retained Earnings, September 30, 2001		\$ 20,101,396	

Fiduciary Funds

Fiduciary funds are used to account for assets a governmental unit holds in the capacity of an agent or trustee for another party. Kootenai County maintains agency funds and expendable trust funds.

Expendable Trust Funds – to account for the resources used in a variety of small funds where the County is acting as trustee. The assets and liabilities of the employee deferred compensation fund are also accounted for within the trust fund.

State of Idaho Agency Fund – to account for fines, fees and forfeits collected through a variety of County operations, including courts, vehicle and driver licensing, payable to the state government.

Taxing Districts Agency Fund – to account for property taxes receipts and other assets collected by the County for other taxing districts.



Higgins Point, East Lake Coeur d'Alene, c2001



Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO BALANCE SHEET FIDUCIARY FUNDS SEPTEMBER 30, 2001

	Agency Funds			
	Expendable Trust Funds	State of Idaho	Taxing Districts	Totals
Assets				
Cash in bank and investments	\$ 1,248,340	\$ 884,029	\$ 400,383	\$ 2,532,752
Receivables:				
Taxes delinquent	5,647	40,896	4,204,854	4,251,397
Accounts receivable	2,803		333,546	336,349
Total Assets	\$ 1,256,790	\$ 924,925	\$ 4,938,783	\$ 7,120,498
Liabilities And Fund Equity				
Liabilities:				
Accounts payable	\$ 36,148	\$	\$	\$ 36,148
Deferred property tax revenue	788,014			788,014
Due to other governments	(14,336)	924,925		910,589
Due to other individuals	8,612			8,612
Due to other taxing districts			4,938,783	4,938,783
Total Liabilities	818,438	924,925	4,938,783	6,682,146
Fund Equity	438,352			438,352
Total Liabilities And Fund Equity	\$ 1,256,790	\$ 924,925	\$ 4,938,783	\$ 7,120,498

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY
EXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	<u>2001</u>
Revenues:	
Trust receipts	\$ 2,898,449
Total Revenues	<u>2,898,449</u>
Expenditures:	
Trust turnovers	<u>3,498,952</u>
Total Expenditures	<u>3,498,952</u>
Revenues Over (Under) Expenditures	<u>(600,503)</u>
Other Financing Sources (Uses):	
Operating transfers in	243,722
Operating transfers out	<u>(367,569)</u>
Total Other Financing Sources (Uses)	<u>(123,847)</u>
Revenues And Other Financing Sources Over (Under) Expenditures And Other Uses	(724,350)
Fund Equity, October 1, 2000	<u>1,162,702</u>
Fund Equity, September 30, 2001	<u><u>\$ 438,352</u></u>

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

	Balance October 1	Additions	Deductions	Balance September 30
State Fund:				
Assets				
Cash	\$ 1,081,276	\$	\$ 197,247	\$ 884,029
Taxes receivable	51,434		10,538	40,896
Due from other governments				
Accounts receivable				
Total Assets	\$ 1,132,710	\$ 0	\$ 207,785	\$ 924,925
Liabilities				
Accounts payable	\$ 1,132,710	\$	\$ 207,785	\$ 924,925
Total Liabilities	\$ 1,132,710	\$ 0	\$ 207,785	\$ 924,925
Taxing Districts:				
Assets				
Cash	\$ 976,217	\$	\$ 575,834	\$ 400,383
Taxes receivable	4,628,713		423,859	4,204,854
Due from other governments				
Accounts receivable	356,583		23,037	333,546
Total Assets	\$ 5,961,513	\$ 0	\$ 1,022,730	\$ 4,938,783
Liabilities				
Accounts payable	\$ 5,961,513	\$	\$ 1,022,730	\$ 4,938,783
Total Liabilities	\$ 5,961,513	\$ 0	\$ 1,022,730	\$ 4,938,783
Summary Total: All Agency Funds				
Total Assets	\$ 7,094,223	\$ 0	\$ 1,230,515	\$ 5,863,708
Total Liabilities	\$ 7,094,223	\$ 0	\$ 1,230,515	\$ 5,863,708



General Fixed Assets Account Group

The General Fixed Assets Account Group is used to account for all fixed assets of the County, except those used in the enterprise fund.



Bayview, early 1900's



Kootenai County Comprehensive Annual Financial Report - FY 2001

**KOOTENAI COUNTY, IDAHO
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
SEPTEMBER 30, 2001**

General Fixed Assets:

Land	\$ 2,349,187
Buildings	26,340,523
Construction in progress	9,712,582
Improvements other than buildings	11,378,014
Machinery and equipment	<u>14,408,198</u>

Total General Fixed Assets **\$ 64,188,504**

Investment in General Fixed Assets by Source:

General Fund	\$ 50,151,195
Special Revenue Funds	<u>14,037,309</u>

Total Investment in General Fixed Assets by Source **\$ 64,188,504**

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY AS OF SEPTEMBER 30, 2001

Function and Activity	Land	Buildings	Construction in Progress	Improvements other than Buildings	Machinery and Equipment	Totals
General Government:						
Commissioners	\$ 685,991	\$	\$	\$	42,204	\$ 728,195
Auditor/Recorder/Elections					334,808	334,808
Treasurer					279,953	279,953
Assessor					3,163,524	3,163,524
Buildings and Grounds		14,777			118,168	132,945
General	902,214	12,071,120			96,233	13,069,567
Cooperative Extension		337,600			79,400	417,000
Planning & Zoning/ Building Inspection					195,977	195,977
Emergency Services		12,800			111,149	123,949
Juvenile Diversion					35,122	35,122
Print Shop/Mail Room					170,239	170,239
Information Services					788,461	788,461
Auto Shop		329,328			125,186	454,514
Human Resources					5,542	5,542
Legal Services					26,946	26,946
Appraisal					200,818	200,818
District Court		1,429,574			319,888	1,749,462
Airport	675,894			11,243,898	1,459,513	13,379,305
Total General Government	2,264,099	14,195,199	0	11,243,898	7,553,131	35,256,327
Public Safety:						
Prosecuting Attorney					150,846	150,846
Public Defender					104,588	104,588
Marine Deputy					603,704	603,704
Jail		244,031	9,506,967		632,595	10,383,593
Juvenile Probation/ Adult Misdemeanor Probation					197,330	197,330
Juvenile Detention Center		3,504,707			197,728	3,702,435
9-1-1		599,459			1,588,828	2,188,287
Sheriff		4,791,693			2,854,555	7,646,248
Coroner					1,274	1,274
Total Public Safety	0	9,139,890	9,506,967	0	6,331,448	24,978,305
Culture and Recreation:						
Parks and Recreation	85,088	77,461	134,826	134,116	328,027	759,518
County Snowmobile			70,789		13,009	83,798
County Fair		2,927,973			108,327	3,036,300
Total Culture and Recreation	85,088	3,005,434	205,615	134,116	449,363	3,879,616
Health and Welfare:						
Community Assistance					35,335	35,335
Veterans Services					3,539	3,539
Total Health and Welfare	0	0	0	0	38,874	38,874
Sanitation:						
Noxious Weed Control					35,382	35,382
Total Sanitation	0	0	0	0	35,382	35,382
Total General Fixed Assets	\$ 2,349,187	\$ 26,340,523	\$ 9,712,582	\$ 11,378,014	\$ 14,408,198	\$ 64,188,504

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2001

Function and Activity	General Fixed Assets 9/30/00	Additions	Deductions	Transfers and Adjustments	General Fixed Assets 9/30/01
General Government:					
Commissioners	\$ 664,900	\$ 49,927	\$ (5,295)	\$ 18,662	\$ 728,195
Auditor/Recorder/Elections	324,654	47,983	(17,635)	(20,194)	334,808
Treasurer	55,692	233,806	(3,435)	(6,110)	279,953
Assessor	3,120,774	54,797	(4,900)	(7,147)	3,163,524
Buildings and Grounds	93,288		(29,300)	68,957	132,945
General	13,218,412			(148,846)	13,069,566
Cooperative Extension	417,000				417,000
Planning & Zoning/ Building Inspection	208,891	9,948	(23,797)	935	195,977
Disaster Services	102,327	2,487		19,135	123,949
Juvenile Diversion	32,088	3,034			35,122
Print Shop/Mail Room	145,509	18,278	(3,495)	9,947	170,239
Data Processing	582,104	191,631	(19,945)	34,671	788,461
Auto Shop	401,223	13,890		39,401	454,514
Human Resources	4,274	3,057		(1,789)	5,542
Legal Services	25,115		(1,861)	3,692	26,946
Revaluation	195,041	20,337	(18,720)	4,160	200,818
District Court	1,730,168	23,028	(18,800)	15,066	1,749,462
Airport	10,229,483	3,140,281	(61,859)	71,400	13,379,305
Total General Government	31,550,943	3,812,484	(209,042)	101,940	35,256,325
Public Safety:					
Prosecuting Attorney	145,672	14,951	(9,777)		150,846
Public Defender	114,151	21,502	(28,687)	(2,378)	104,588
Marine Deputy	557,797		(8,000)	53,907	603,704
Jail	2,987,170	7,346,351	(2,319)	52,391	10,383,593
Juvenile Probation/ Adult Misdemeanor Probation	202,652	9,568	(5,348)	(9,542)	197,330
Juvenile Detention Center	3,710,791	1,999,920	(2,009,350)	1,076	3,702,437
9-1-1	2,180,060	20,422	(4,101)	(8,094)	2,188,287
Sheriff	7,613,727	226,338	(100,167)	(93,650)	7,646,248
Coroner	1,274				1,274
Total Public Safety	17,513,294	9,639,052	(2,167,749)	(6,290)	24,978,307
Culture and Recreation:					
Parks and Recreation	607,056	182,753	(30,630)	339	759,518
County Snowmobile	409,724	1,200	(313,000)	(14,126)	83,798
County Fair	3,036,300				3,036,300
Total Culture and Recreation	4,053,080	183,953	(343,630)	(13,787)	3,879,616
Health and Welfare:					
Community Services	35,106	1,418		(1,189)	35,335
Veterans Services	2,089	1,450			3,539
Total Health and Welfare	37,195	2,868	0	(1,189)	38,874
Sanitation:					
Natural Resource Protection	36,530	2,795	(2,400)	(1,543)	35,382
Total Sanitation	36,530	2,795	(2,400)	(1,543)	35,382
Total General Fixed Assets	\$ 53,191,042	\$ 13,641,152	\$ (2,722,821)	\$ 79,131	\$ 64,188,504



STATISTICAL SECTION



Coeur d'Alene Resort, Lake Coeur d'Alene

Note: A table of Special Assessment Billings and Collections for the Last Ten Fiscal Years has not been included in these financial statements. There have been no special assessment billings or collections in that period.



Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO GENERAL GOVERNMENT REVENUES BY SOURCE LAST TEN FISCAL YEARS

Fiscal Year	Taxes	Licenses & Permits	Inter-governmental	Charges for Services	Fines & Forfeits	Other	Total
2001	\$ 27,727,887	\$ 1,144,058	\$ 8,660,288	\$ 6,367,727	\$ 989,524	\$ 2,383,813	\$ 47,273,297
2000	21,642,653	1,141,196	7,917,272	5,902,488	974,759	1,712,931	39,291,299
1999	18,700,640	1,132,102	5,980,335	5,534,286	865,810	1,595,278	33,808,451
1998	17,445,933	1,032,323	6,386,766	3,183,753	800,883	1,918,363	30,768,021
1997	16,856,646	1,027,789	5,751,298	3,251,350	746,716	1,653,307	29,287,106
1996	16,309,127	1,002,153	5,747,151	3,249,901	722,721	1,488,589	28,519,642
1995	16,321,954	935,343	4,125,655	2,878,687	601,826	1,553,731	26,417,196
1994	15,558,076	842,934	5,876,722	2,715,983	540,831	1,335,754	26,870,300
1993	13,046,527	833,748	4,396,750	2,268,740	561,579	1,115,871	22,223,215
1992	11,125,418	612,922	5,354,651	2,276,653	470,250	1,145,233	20,985,127

Notes:

(1) Includes General, Special Revenue, Debt Service and Capital Projects fund types.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO GENERAL GOVERNMENT EXPENDITURES BY FUNCTION LAST TEN FISCAL YEARS

Fiscal Year	General Government	Public Safety	Sanitation	Health & Welfare	Culture & Recreation	Debt Service	Capital Outlay	Total
2001	\$ 15,073,765	\$ 17,881,085	\$ 216,281	\$ 1,920,732	\$ 835,812	\$ 3,188,855	\$ 11,522,881	\$ 50,639,411
2000	17,367,905	14,906,121	210,332	1,976,557	778,821	2,452,172	5,686,928	43,378,836
1999	17,523,636	11,865,279	220,135	1,547,762	451,510	832,178	2,368,174	34,808,674
1998	15,576,440	11,078,971	151,409	1,419,459	459,036	1,344,289	3,046,061	33,075,665
1997	14,535,443	10,320,737	165,402	1,384,762	435,492	547,727	5,623,198	33,012,761
1996	12,695,900	9,652,150	152,250	1,604,897	472,368	708,930	3,801,127	29,087,622
1995	11,068,689	9,044,259	155,849	1,589,127	321,433	872,576	2,090,841	25,142,774
1994	11,445,621	8,683,356	135,596	1,531,545	595,501		2,996,149	25,387,768
1993	10,080,921	8,167,834	136,252	1,738,340	980,193		1,336,137	22,439,677
1992	8,909,852	6,576,678	306,124	1,878,641	1,262,538		1,768,272	20,702,105

Notes:

- (1) Includes General, Special Revenue, Debt Service and Capital Projects fund types.
- (2) In 1991, the Solid Waste department was set up as an enterprise fund and removed from general government.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO ASSESSED VALUATION AND TAX RATES LAST TEN FISCAL YEARS

Tax Year	Assessed Valuation	Exemptions	Net Taxable Value	Valuation Increase		Tax Rate per \$1,000 Value
				Amount	Percentage	
2001	\$ 6,726,402,236	\$ 1,022,329,526	\$ 5,704,072,710	\$ 228,070,994	4.16%	\$ 3.58
2000	6,444,466,553	968,464,837	5,476,001,716	146,198,282	2.74%	4.04
1999	6,244,894,863	915,091,429	5,329,803,434	22,062,958	0.42%	3.89
1998	6,221,888,454	914,147,978	5,307,740,476	128,908,702	2.49%	3.46
1997	6,053,249,997	874,418,223	5,178,831,774	362,742,099	7.53%	3.36
1996	5,648,861,153	832,771,478	4,816,089,675	454,587,496	10.42%	3.40
1995	5,760,779,868	1,399,277,689	4,361,502,179	922,354,067	26.82%	3.66
1994	4,069,863,274	630,715,162	3,439,148,112	276,511,945	8.74%	4.66
1993	3,734,330,339	571,694,172	3,162,636,167	505,526,009	19.03%	4.81
1992	3,134,706,890	477,596,732	2,657,110,158	312,529,660	13.33%	4.83

Notes:

- (1) Tax Rate per \$1,000 Value includes the Kootenai EMS levy. The EMS levy is a legally separate taxing district, but is part of the County budget approved by the Board of County Commissioners. Included for informational purposes.
- (2) Values based on 2001 Budget.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Tax Year	Total Tax Levy	Current Tax Collections	% of Levy Collected	Delinquent Tax Collections	Total Tax Collections	% of Total Collection to Levy	Outstanding Delinquent Taxes (1)	% of Delinquent to Levy
2000	\$ 22,320,671	\$ 20,988,738	94.03%	\$ 381,318	\$ 21,370,056	95.74%	\$ 1,385,441	6.21%
1999	20,449,866	18,784,468	91.86%	567,411	19,351,879	94.63%	1,358,848	6.64%
1998	17,656,414	16,148,066	91.46%	591,262	16,739,328	94.81%	1,178,561	6.67%
1997	17,362,488	16,552,457	95.33%	740,709	17,293,166	99.60%	1,187,309	6.84%
1996	16,337,549	15,521,417	95.00%	608,791	16,130,208	98.73%	1,135,650	6.95%
1995	15,936,794	15,244,647	95.66%	604,765	15,849,412	99.45%	983,080	6.17%
1994	15,996,478	15,314,804	95.74%	523,774	15,838,578	99.01%	716,001	4.48%
1993	15,144,124	14,602,178	96.42%	547,571	15,149,749	100.04%	806,340	5.32%
1992	12,841,980	12,284,042	95.66%	533,562	12,817,604	99.81%	516,785	4.02%
1991	10,234,551	9,722,592	95.00%	284,042	10,006,634	97.77%	209,192	2.04%

Notes:

(1) Cumulative outstanding prior years taxes as of 9/30 of the given year.

(2) Tax years after 1991 include Kootenai EMS.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF PRINCIPAL TAXPAYERS FOR TAX YEAR 2000

Taxpayer	Assessed Valuation	Percentage of Total Assessed Valuation of \$5,704,072,710
Avista Corporation	\$ 143,504,790	2.52%
Verizon Northwest, Inc.	92,539,607	1.62%
Rathdrum Power, LLC	58,045,000	1.02%
Hagadone Hospitality; Duane Hagadone	55,806,768	0.98%
Kimball International Market, Inc.	39,649,180	0.70%
Stimson Lumber	36,607,022	0.64%
PG&E Gas Transmission NW Corp.	35,627,940	0.62%
Price Development Company LPT	26,022,066	0.46%
Inland Empire Paper Company	20,426,585	0.36%
Crown Pacific Inland Lumber, Ltd.	20,352,759	0.36%
Stephen Meyer	19,806,762	0.35%
Burlington No & Santa Fe RR	14,644,139	0.26%
Coeur d'Alene Factory Outlets LTD Ptnshp	10,814,661	0.19%
Kootenai Cable Inc.	10,159,430	0.18%
Puryear Family LPT	9,427,014	0.17%
Imsamet of Idaho Inc.	8,978,205	0.16%
Prairie Shopping Center LLC	8,741,138	0.15%
Hayden Area Regional Sewer Board	8,624,657	0.15%
Potlatch Corp.	8,431,274	0.15%
Norton Aero LTD	8,236,019	0.14%
Sub Total	636,445,016	11.16%
All Other Taxpayers	5,067,627,694	88.84%
Total Assessed Taxable Value	\$ 5,704,072,710	100.00%

Notes:

(1) Based on 2000's Net Taxable Values as of December 6, 2001

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS LAST TEN FISCAL YEARS

Tax Year	County	Cities	Highways	Schools	Fire Districts	Water and Sewer Districts	Other Districts
2001	0.003427	0.035372	0.003460	0.033352	0.012629	0.004838	0.008507
2000	0.003916	0.037854	0.003468	0.033496	0.015088	0.004884	0.008749
1999	0.003734	0.037505	0.003405	0.033003	0.014369	0.004689	0.023306
1998	0.003315	0.035805	0.003388	0.033706	0.014129	0.004881	0.001774
1997	0.003211	0.040702	0.003314	0.032419	0.001429	0.005291	0.001761
1996	0.003261	0.036705	0.003378	0.031727	0.014686	0.000614	0.002037
1995	0.003505	0.040130	0.003588	0.032554	0.015403	0.007262	0.001803
1994	0.004453	0.046548	0.004414	0.042671	0.017112	0.009173	0.002990
1993	0.004627	0.004702	0.004561	0.039497	0.015403	0.009353	0.002488
1992	0.004607	0.051567	0.004644	0.041968	0.014970	0.009624	0.002506
Tax Year 2001		Cities	Highways	Schools	Fire	Water & Sewer	Other
Number of taxing districts		12	4	6	10	7	7
Average tax rate per district		0.002948	0.000865	0.005559	0.001263	0.000691	0.001215
Minimum levy rate		0.000506	0.000609	0.003025	0.000823	0.000076	0.000149
Maximum levy rate		0.005699	0.001302	0.008776	0.002104	0.001432	0.004000

Notes:

- (1) Tax rates are expressed as \$1 per market value.
- (2) Other Districts include Libraries, North Idaho College, Kootenai EMS, Kootenai Hospital and URD'S.
- (3) No single taxpayer in Kootenai County is subject to all tax levies.
- (4) 2001 Levies as of 9/30/01.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF DIRECT AND OVERLAPPING DEBT September 30, 2001

Number of Issues	Jurisdiction	Net Debt Outstanding	Earliest Issue Date (Month/Year)	Oldest Maturity Date (Month/Year)	Applicable to Kootenai County	
					Percentage	Amount
4	Kootenai County *	\$ 12,585,527	Oct/93	Aug/09	100.00%	\$ 12,585,527
3	City of Coeur d'Alene	7,627,108	Jul/94	Mar/11	100.00%	7,627,108
1	City of Fernan	75,914	Jul/79	Jul/09	100.00%	75,914
1	City of Harrison	64,316	Jan/77	Jan/17	100.00%	64,316
1	City of Hayden Lake	133,613	Nov/96	Nov/05	100.00%	133,613
4	City of Hayden	2,908,677	Sep/94	May/17	100.00%	2,908,677
9	City of Post Falls	6,121,377	May/89	Oct/13	100.00%	6,121,377
2	City of Rathdrum	913,796	Jan/90	Mar/31	100.00%	913,796
3	City of Spirit Lake	245,467	Jan/74	Aug/09	100.00%	245,467
1	Coeur d'Alene SD #271	12,485,000	Jul/92	Jul/13	100.00%	12,485,000
3	Lakeland SD #272	13,955,000	Aug/91	Aug/11	100.00%	13,955,000
2	Post Falls SD #273	20,260,000	Jan/98	Jul/18	100.00%	20,260,000
1	Kellogg Joint SD #391	6,080,000	Mar/98	Mar/18	20.01%	1,216,608
1	Kootenai Consolidated Library	1,110,000	Aug/91	Aug/06	97.19%	1,078,809
1	East Side Fire District	5,000	Nov/94	Nov/01	100.00%	5,000
1	Kootenai County Fire & Rescue	1,840,000	Sep/00	Sep/10	100.00%	1,840,000
1	Northern Lakes Fire Protection District	56,000	Jul/96	Aug/06	100.00%	56,000
2	Bayview Water/Sewer District	400,729	Nov/92	Nov/22	100.00%	400,729
1	Cataldo Water District	43,740	May/81	May/11	9.74%	4,260
4	Hayden Lake Recreational Sewer District	1,584,000	Oct/82	Dec/14	100.00%	1,584,000
1	Kidd Island Bay Lots Sewer District	519,196	Apr/93	Apr/12	100.00%	519,196
1	Kootenai County Water District #1	26,935	Feb/91	Feb/11	100.00%	26,935
Total for Overlapping (Underlying) Debt		\$ 89,041,395			94.46%	\$ 84,107,332

Notes: All the above districts are individual taxing districts within Kootenai County.

*** As of 9/30 balances owed on Administration Building, Solid Waste Bonds, Jail Expansion, and Post Falls Department of Motor Vehicles.**

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO COMPUTATION OF LEGAL DEBT MARGIN September 30, 2001

Assessed Valuations:	
Assessed Value	\$5,704,072,710
Add Back Homestead Exemptions	<u>1,022,329,526</u>
Total Assessed Value	<u><u>\$6,726,402,236</u></u>
Legal Debt Margin	
Debt Limitation*: 2% of assessed market value	\$134,528,045
Less: Debt applicable to limitation:	
Solid Waste Refunding Bonds, Series 1993	<u>1,655,000</u>
Legal Debt Margin	<u><u>\$132,873,045</u></u>

***Idaho Code: 31-1901;50-1019**

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO SCHEDULE OF REVENUE BOND COVERAGE LAST TEN FISCAL YEARS (1)

Fiscal Year	Operating Revenue	Operating Expense	Depreciation & Amortization	Net Operating Expense	Net Revenue Available for Debt Service	Debt Service (2)	Coverage
2001	\$ 7,376,060	\$ 5,451,444	\$ 1,256,461	\$ 4,194,983	\$ 3,181,077	\$ 864,708	3.68
2000	6,950,319	5,692,342	1,194,453	4,497,889	2,452,430	862,459	2.84
1999	6,982,504	5,735,734	956,484	4,779,250	2,203,254	867,033	2.54
1998	6,679,118	5,545,098	1,275,099	4,269,999	2,409,119	870,116	2.77
1997	6,256,997	5,319,373	1,241,814	4,077,559	2,179,438	862,760	2.53
1996	5,805,349	5,619,582	1,482,920	4,136,662	1,668,687	860,607	1.94
1995	5,464,818	4,222,973	1,020,950	3,202,023	2,262,795	862,969	2.62
1994	5,274,870	4,354,384	1,017,444	3,336,940	1,937,930	784,733	2.47
1993	4,615,197	3,727,606	1,099,214	2,628,392	1,986,805	498,639	3.98
1992	4,563,430	2,363,535	192,923	2,170,612	2,392,818	385,000	6.22

Notes:

- (1) The County has only had debt service on the Solid Waste bonds since the 1992 fiscal year.
- (2) Includes principle and interest for Solid Waste bonded debt only.

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO BUILDING PERMITS AND CONSTRUCTION VALUES FOR THE LAST TEN YEARS

Year	New Residential Permits	Value	New Commercial/Industrial Permits	Value
2001	314	\$ 54,604,525	39	\$ 20,118,138
2000	309	49,985,661	39	5,022,672
1999	361	52,305,316	25	1,859,695
1998	327	39,898,615	35	2,400,879
1997	312	40,048,752	73	4,044,109
1996	311	39,605,188	46	4,770,837
1995	341	41,700,402	59	3,860,268
1994	369	53,191,896	34	3,148,052
1993	396	52,830,092	49	3,653,331
1992	390	44,630,060	47	5,376,083

Kootenai County Comprehensive Annual Financial Report - FY 2001

KOOTENAI COUNTY, IDAHO MISCELLANEOUS DEMOGRAPHIC DATA AND STATISTICS September 30, 2001

County Seat Coeur d' Alene
 Form of Government. Elected Commission
 Area of County (Acres) 844,100

Land Use (Acres):

Urban Land	22,800
Agricultural	123,500
Forest Land	649,300
Water	38,300
Wetlands	10,200

Population:

2000	108,685
1999	104,807
1998	101,390
1995	91,678
1990 (Census Data)	69,795
1980 (Census Data)	59,770
1970 (Census Data)	35,332

Median Age:

2000	36.1
1995 - 1999	35.7
1990 - 1994	35.0
1980 - 1989	30.1
1970 - 1979	29.7

Income - Per Capita Personal Income:

1999	\$ 22,527
1998	\$ 22,038
1996	\$ 20,085
1992	\$ 17,110
1988	\$ 12,931

Educational Level of population over age 25:

Bachelor's Degree Plus:	1990	16.0%
	1980	13.8%
High School Degree Plus:	1990	81.1%
	1980	75.6%

Employment by Type:	1999	1996(a)	1992(a)	1988(a)	1984(a)
Wage and Salary Employment	44,245	39,169	30,984	23,111	20,226
Farm Proprietors	595	509	528	566	628
Non-Farm Proprietors	13,688	12,402	9,405	7,667	5,570
Totals	58,528	52,080	40,917	31,344	26,424

Source for Data Idaho Department of Commerce (except as noted below):

a) U.S. Bureau of Economic Analysis



SINGLE AUDIT SECTION



Cataldo Mission, c1998



AUDITORS' SECTION



Coeur d'Alene from Tubbs Hill, c1890





LE MASTER &
DANIELS PLLC

SPOKANE	PULLMAN
SPOKANE VALLEY	QUINCY
COLFAX	TRI-CITIES
GRANDVIEW	YAKIMA
MOESLAKE	NORTH IDAHO
OMAK	WALLA WALLA
OTHELLO	WENATCHEE

ACCOUNTING

AND

CONSULTING

SERVICES

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

MEMBER OF

Board of County Commissioners
Kootenai County
Coeur d'Alene, Idaho

McGLADREY

NETWORK

We have audited the financial statements of Kootenai County, Idaho (the County) as of and for the year ended September 30, 2001, and have issued our report thereon dated December 7, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

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 conditions that are also considered to be material weaknesses. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of County Commissioners, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

LeMaster & Daniels PLLC

Spokane, Washington
December 7, 2001



LE MASTER &
DANIELS PLLC

SPOKANE	PULLMAN
SPOKANE VALLEY	QUINCY
COLFAX	TRI-CITIES
GRANDVIEW	YAKIMA
MOESLAKE	NORTH IDAHO
OMAK	WALLA WALLA
OTHELLO	WENATCHEE

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133

ACCOUNTING

AND

CONSULTING

SERVICES

MEMBER OF Board of County Commissioners
Kootenai County
McGLADREY Coeur d'Alene, Idaho

NETWORK *Compliance*

We have audited the compliance of Kootenai County (the County) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal program for the year ended September 30, 2001. The County's major federal program is identified in the summary of auditors' results section of the accompanying schedule of audit findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the 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 the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended September 30, 2001.

Internal Control Over Compliance

The management of the 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 the 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.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. 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 noncompliance 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. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of County Commissioners, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

LeMaster & Daniels PLLC

Spokane, Washington
December 7, 2001

Kootenai County, Idaho

**SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2001**

Section 1 - Summary of Auditors' Results

FINANCIAL STATEMENTS:

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Reportable condition(s) identified that are not considered to be material weakness(es) _____ Yes X None reported

Noncompliance material to financial statement noted? _____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Reportable condition(s) identified that are not considered to be material weakness(es) _____ Yes X None reported

Type of auditors' report issued on compliance for major programs: Unqualified

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

Identification of major programs:

CFDA Numbers

20,106

Name Of Federal Program or Cluster

Airport Improvements Program

Airport Improvement Pro gram

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

Auditee qualified as low-risk auditee? _____ Yes X No

Kootenai County, Idaho

**SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2001**

Section II - Financial Statement Findings

There were no current year audit findings.

Kootenai County, Idaho

**SCHEDULE OF AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2001**

Section III - Federal Award Findings and Questioned Costs

No matters were reported.



AUDITEES' SECTION



*Higgins Point Boat Launch
Lake Coeur d'Alene*



Kootenai County Comprehensive Annual Financial Report - FY 2001

Kootenai County
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
As of September 30, 2001

Federal Grantor/Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Identifying Number	Award amount	2000-2001 expenditures
<u>U. S. DEPARTMENT of AGRICULTURE</u>				
Passed through Idaho State Superintendent of Public Instruction:				
School Breakfast - Lunch Program	10.553	RC-28-03	various	\$ 47,989.13
				<u>47,989.13</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>				
Direct Programs:				
Community Policing and Public Safety Grants (LLEBG) Local Law Enforcement Block Grants	16.710,16.711	SEE NOTES	0.00	19,364.00
Bullet proof vests	16.592	SEE NOTES	0.00	68,651.00
				1,136.00
Passed through Idaho Department of Juvenile Corrections:				
STOP Violence Against Women	16.587	99Stop13pr1 / 00Stop21pr2	80,576.00	78,293.00
Victim Impact	16.540	99JJ1101 / 00JJ1101	12,937.00	10,228.00
JAIBG	16.523	99JA1107 / 00JA1104	61,463.00	61,123.00
Transitional Outpatient Alcohol Treatment	16.54	98RS1103 / 00RS1101	23,000.00	22,528.00
Passed through Idaho Department of Health and Welfare:				
Domestic Violence Grant	15.575	KC117300	19,500.00	14,818.00
Drug Court	16.579	DC0399 / 01BYRN03DC3	110,000.00	115,438.00
				<u>391,579.00</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>				
Direct Programs:				
Airport Improvement Program	20.106	Major Program	various	2,869,995.00
DUI Probation		SD20109 / GRSD10106	109,034.00	93,193.00
Passed through State Department of Parks and Recreation:				
Boating Safety Financial Assistance	20.005	42-01-28-1	58,367.00	58,367.00
State and Community Highway Safety	20.600	SD17651	3,060.00	3,060.00
				<u>3,024,615.00</u>
<u>U.S. FEDERAL EMERGENCY MANAGEMENT AGENCY</u>				
Passed through State of Idaho Military Division:				
Disaster Assistance	83.548	HMGP/FMA 1177-039	0.00	39,668.00
			0.00	<u>39,668.00</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS				<u>\$ 3,503,851.13</u>

Kootenai County, Idaho

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2001**

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Kootenai County and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

Not all of the state pass-through identifying numbers have been made available.

Kootenai County, Idaho

**CORRECTIVE ACTION PLAN
For the Year Ended September 30, 2001**

Contact Person Responsible for Corrective Action:

David McDowell, Finance Director
451 Government Way
P.O. Box 9000
Coeur d'Alene, ID 83816-9000

Corrective Action Planned:

No matters were reported.

Kootenai County, Idaho

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended September 30, 2001**

Findings from the Year Ended September 30, 2000

FINDING 01-1 - CASH ACCOUNT RECONCILIATIONS

The finding was reported as a material weakness that the County cash accounts were not being reconciled timely from the bank to the general ledger.

The auditor recommended that the County perform prompt and accurate reconciliation of bank accounts to the general ledger to assure that cash is accurately reflected in the accounts.

Status:

No such finding was identified during the current year.

Kootenai County, Idaho

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended September 30, 2001**

**Findings from Prior Audit's Summary Schedule of Prior Audit Findings
from the Year Ended September 30, 1999 and prior**

FINDING 99-1 - CASH ACCOUNT RECONCILIATIONS

The finding was reported as a material weakness that the County cash accounts were not being reconciled timely from the bank to the general ledger.

The auditor recommended that the County perform prompt and accurate reconciliation of bank accounts to the general ledger to assure that cash is accurately reflected in the accounts.

Status:

No such finding was identified in the current year.