

ONEIDA COUNTY, WISCONSIN
ANNUAL FINANCIAL REPORT
DECEMBER 31, 2014

ONEIDA COUNTY, WISCONSIN
December 31, 2014

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December 31, 2014

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INDEPENDENT AUDITORS' REPORT

To the County Board
Oneida County, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Oneida County, Wisconsin ("the County") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Social Services Special Revenue Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note D.6, the County recorded a prior period adjustment of \$2,012,605 in the government-wide statements to properly record airport capital assets. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of funding progress and the schedule of employer contributions on pages 4 through 10 and 44 through 45 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The financial information listed in the table of contents as supplementary information and the schedule of expenditures of federal awards and schedule of state financial assistance, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Report on Summarized Financial Information

We have previously audited Oneida County's 2013 financial statements, and our report dated July 15, 2014, expressed unmodified opinions on those respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 7, 2015, 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 grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Certified Public Accountants
Green Bay, Wisconsin
July 7, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis December 31, 2014

As management of the County of Oneida, we offer readers of the County's basic financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2014.

Financial Highlights

- The assets of the County exceeded its liabilities and deferred inflows of resources as of December 31, 2014 by \$76,575,598 (*net position*). Of this amount, \$19,626,997 (*unrestricted net position*) may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net position decreased by \$2,085,490. Several factors contributed to the overall decrease as follows:
 - Depreciation expense exceeded capital assets purchased by \$1,484,150.
 - Social Services expenditures for foster care, group homes and child caring institutions were \$530,000 under budget.
 - Fund balances were reduced by \$1,800,000 for capital purchases.
 - Sale of capital assets exceeded budget by \$323,000.
 - Stumpage sales exceeded budget by \$350,000.
- The property tax rate increased 3.6% per \$1,000 of property value for the year ended December 31, 2014.
- As of December 31, 2014, the County's governmental funds reported combined ending fund balances of \$21,753,254 an increase of \$600,703 in comparison with the prior year. Approximately 52% of this total amount, \$11,288,151 is *available for spending* at the County's discretion (*unassigned fund balance*).
- As of December 31, 2014, unassigned fund balance for the general fund was \$11,288,151, or approximately 38% of total general fund expenditures.

Overview of the Basic Financial Statements

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

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

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

The *statement of activities* presents information showing how the County's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. (e.g., earned but unused vacation leave.)

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include: general government, public safety, public works, highways and streets, economic development, health and human services, culture and recreation, and conservation and development. The business-type activities of the County include highway construction and maintenance and landfill operations.

The government-wide financial statements can be found on pages 11 - 13 of this report.

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

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

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

The County maintains 15 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund and social services special revenue fund, both of which are considered to be major funds. Data from the other 13 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for all its governmental funds. As part of the basic governmental fund financial statements, budgetary comparison statements have been provided for the general fund and for each individual, major special revenue fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 14 - 19 of this report.

Proprietary funds. The County maintains one type of proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its highway construction and maintenance and landfill operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County does not use internal service funds.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the highway construction and maintenance and landfill operations, both of which are considered to be major funds of the County.

The basic proprietary fund financial statements can be found on pages 20 - 22 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on page 23 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 24 - 43 of this report.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds and internal service funds are presented immediately following the required supplementary information. Combining statements and schedules can be found on pages 47 -50.

Government-wide Financial Analysis

Net position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities and deferred inflows of resources by \$76,575,598 at the close of 2014.

| Oneida County, Wisconsin's Net Position | | | | | | |
|--|-------------------------|------------------|--------------------------|-----------------|------------------|------------------|
| (in thousands of dollars) | | | | | | |
| | Governmental Activities | | Business-type Activities | | Totals | |
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| Current and other assets | \$ 47,636 | \$ 46,343 | \$ 3,869 | \$ 3,898 | \$ 51,505 | \$ 50,241 |
| Capital assets | 52,830 | 52,796 | 3,267 | 3,368 | 56,097 | 56,164 |
| Total Assets | 100,466 | 99,139 | 7,136 | 7,266 | 107,602 | 106,405 |
| Long-term liabilities outstanding | 7,987 | 8,019 | 2,011 | 1,978 | 9,998 | 9,997 |
| Other liabilities | 5,320 | 4,249 | 214 | 206 | 5,534 | 4,455 |
| Total Liabilities | 13,307 | 12,268 | 2,225 | 2,184 | 15,532 | 14,452 |
| Deferred Inflows of Resources | 15,494 | 15,305 | - | - | 15,494 | 15,305 |
| Net Position | | | | | | |
| Net investment in capital assets | 52,345 | 52,256 | 3,267 | 3,368 | 55,612 | 55,624 |
| Restricted | 1,337 | 1,668 | - | - | 1,337 | 1,668 |
| Unrestricted | 17,983 | 17,642 | 1,644 | 1,714 | 19,627 | 19,356 |
| Total Net Position | \$ 71,665 | \$ 71,566 | \$ 4,911 | \$ 5,082 | \$ 76,576 | \$ 76,648 |

By far the largest portion of the County's net position (73%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, infrastructure, etc.), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although, the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The *unrestricted net position* (\$19,626,997) may be used to meet the County's ongoing obligations to citizens and creditors.

Change in net position. Governmental activities decreased the County's net position by \$1,913,639 while business type activities net position of the County decreased \$171,851. Key elements of this decrease are as follows:

| Oneida County, Wisconsin's Change in Net Position | | | | | | |
|--|--------------------------------|------------------|---------------------------------|-----------------|------------------|------------------|
| (In thousands of dollars) | | | | | | |
| | Governmental Activities | | Business-type Activities | | Totals | |
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| Revenues | | | | | | |
| Program Revenues | | | | | | |
| Charges for services | \$ 4,597 | \$ 3,972 | \$ 5,723 | \$ 5,609 | \$ 10,320 | \$ 9,581 |
| Operating grants and contributions | 15,730 | 15,696 | 89 | 91 | 15,819 | 15,787 |
| General Revenues | | | | | | |
| Property taxes | 15,305 | 14,951 | - | - | 15,305 | 14,951 |
| Other taxes | 4,576 | 4,661 | - | - | 4,576 | 4,661 |
| Grants and contributions not restricted to specific programs | 170 | 160 | - | - | 170 | 160 |
| Other | 579 | 434 | (11) | 102 | 568 | 536 |
| Total Revenues | 40,957 | 39,874 | 5,801 | 5,802 | 46,758 | 45,676 |
| Expenses | | | | | | |
| General government | 6,943 | 6,700 | - | - | 6,943 | 6,700 |
| Public safety | 11,221 | 10,493 | - | - | 11,221 | 10,493 |
| Public works | 2,992 | 3,797 | - | - | 2,992 | 3,797 |
| Health and human services | 18,176 | 17,805 | - | - | 18,176 | 17,805 |
| Culture and recreation | 1,214 | 1,259 | - | - | 1,214 | 1,259 |
| Conservation and development | 2,174 | 1,654 | - | - | 2,174 | 1,654 |
| Interest on long-term debt | 151 | 152 | - | - | 151 | 152 |
| Highway construction and maintenance | - | - | 1,418 | 1,302 | 1,418 | 1,302 |
| Landfill operations | - | - | 4,554 | 4,286 | 4,554 | 4,286 |
| Total Expenses | 42,871 | 41,860 | 5,972 | 5,588 | 48,843 | 47,448 |
| Change in Net Position | (1,914) | (1,986) | (171) | 214 | (2,085) | (1,772) |
| Prior period adjustment | 2,013 | - | - | - | 2,013 | - |
| Net Position - January 1 | 71,566 | 73,552 | 5,082 | 4,868 | 76,648 | 78,420 |
| Net Position - December 31 | \$ 71,665 | \$ 71,566 | \$ 4,911 | \$ 5,082 | \$ 76,576 | \$ 76,648 |

Financial Analysis of the County's Funds

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

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

As of December 31, 2014, the County's governmental funds reported combined ending fund balances of \$21,753,254, an increase of \$600,703 in comparison with the prior year. Approximately 52% of this amount (\$11,288,151) constitutes *unassigned fund balance*, which is available for spending at the County's discretion. The remainder of fund balance is *nonspendable, restricted, committed, or assigned* to indicate that it is not available for new spending because it has already been accounted for. The *nonspendable* amounts include 1) current year prepayments that benefit periods beyond the end of the current year (\$432,338) and 2) the portion of delinquent taxes purchased from other taxing jurisdictions (\$1,455,535). The *restricted* include 1) amounts restricted for debt service (\$11), 2) amounts restricted for an economic development loan program (\$845,675), 3) amounts restricted for capital projects (\$437,100). The *assigned* amounts represent tentative management plans for certain items in the General Fund (\$3,979,603), Social Services special revenue fund (\$80,474), County Highway special revenue fund (\$2,657,387), Nursing special revenue fund (\$432,746), WIC special revenue fund (\$14,478), Public Health special revenue fund (\$87,942), and the Commission on Aging special revenue fund (\$41,832).

The general fund is the chief operating fund of the County. At the end of the current year, unassigned fund balance of the general fund was \$11,288,151 while total fund balance reached \$17,153,945. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 38% of total general fund expenditures, while total fund balance represents 58% of that same amount.

The fund balance of the County's general fund decreased by \$647,574 during the current year. Key factors in this decrease are as follows:

- Social Services expenditures for foster care, group homes and child caring institutions were \$530,000 under budget.
- Fund balances were reduced by \$1,800,000 for capital purchases.
- Sale of capital assets exceeded budget by \$323,000.
- Stumpage sales exceeded budget by \$350,000.

The Social Services fund has a total fund balance of \$82,138, of which \$1,664 is classified as nonspendable and \$80,474 is assigned.

The fund balance of the Social Services fund increased by \$186 during the current year.

Proprietary funds. The County's proprietary funds provide the same type of information found in the County's government-wide financial statements, but in more detail.

Unrestricted net position of the Solid Waste fund at the end of the year amounted to \$191,160. The total decrease in net position was \$248,019.

Unrestricted net position of the Highway fund at the end of the year amounted to \$1,452,920. The total increase in net position was \$76,188.

Other factors concerning the finances of these funds have already been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and the final amended budget amount to a \$953,000 increase in appropriations and can be briefly summarized as follows:

- \$195,000 for new grant revenues and expenditures
- \$1,281,000 to apply carryforward balances to cover current year expenditures

During the year, actual revenues exceeded budget by \$452,000. Actual expenditures were less than budgeted expenditures by \$1,167,000 primarily in designated general government expenditures.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of December 31, 2014 amounts to \$56,096,623 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, machinery and equipment, vehicles, public domain infrastructure (highways and bridges), and construction in progress. The total decrease in the County's investment in capital assets for the current year was \$67,832 or less than 1% over last year. The County's capital assets included a \$2 million prior period adjustment to include airport assets previously not recognized.

| Oneida County, Wisconsin's Capital Assets (net of accumulated depreciation) | | | | | | |
|--|-------------------------|----------------------|--------------------------|---------------------|----------------------|----------------------|
| | Governmental Activities | | Business-type Activities | | Totals | |
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| Land | \$ 14,400,099 | \$ 14,388,849 | \$ 59,613 | \$ 59,613 | \$ 14,459,712 | \$ 14,448,462 |
| Buildings | 17,255,832 | 18,231,071 | 294,204 | 378,311 | 17,550,036 | 18,609,382 |
| Improvements | - | - | 319,026 | 376,187 | 319,026 | 376,187 |
| Machinery and equipment | 5,785,589 | 3,822,809 | 2,593,910 | 2,554,209 | 8,379,499 | 6,377,018 |
| Infrastructure | 15,388,350 | 16,353,406 | - | - | 15,388,350 | 16,353,406 |
| Total | \$ 52,829,870 | \$ 52,796,135 | \$ 3,266,753 | \$ 3,368,320 | \$ 56,096,623 | \$ 56,164,455 |

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$3,312,000.

| Oneida County, Wisconsin's Outstanding Debt General Obligation Debt | | | | | | |
|--|-------------------------|---------------------|--------------------------|-------------|---------------------|---------------------|
| | Governmental Activities | | Business-type Activities | | Totals | |
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| General Obligation Debt | | | | | | |
| Bonds | \$ 485,000 | \$ 540,000 | \$ - | \$ - | \$ 485,000 | \$ 540,000 |
| State Trust Fund Loans | 2,827,350 | 2,962,653 | - | - | 2,827,350 | 2,962,653 |
| Total | \$ 3,312,350 | \$ 3,502,653 | \$ - | \$ - | \$ 3,312,350 | \$ 3,502,653 |

The County's total debt decreased by \$190,000, (5%) during the current fiscal year.

The County maintains an Aa2 rating from Moody's Investors Service for its general obligation debt.

State statutes limit the amount of general obligation debt the County may issue to 5% of its total equalized valuation. The current debt limitation for the County is \$335,362,000, which is significantly in excess of the County's \$3,312,000 in outstanding general obligation debt.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 8.1%. This compares to the State of Wisconsin's average unemployment rate of 5.0 % and the national average of 5.7% as of January 2015.
- During the current year, unreserved fund balance in the general fund decreased to \$15,268,000. The County has appropriated \$570,000 of this amount for spending in the 2015 fiscal year budget.

All of these factors were considered in preparing the County's budget for the 2015 fiscal year.

Limits have been imposed on the gross levy for Wisconsin counties. The statute establishes specific penalties for failure to meet the levy rate freeze requirements. Among the penalties for exceeding the limits is the reduction of state shared revenues and transportation aids.

Contacting the County's Financial Management

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Finance Director, Oneida County PO Box 400 Rhinelander, WI 54501.

BASIC FINANCIAL STATEMENTS

ONEIDA COUNTY, WISCONSIN

Statement of Net Position

December 31, 2014

(With summarized financial information as of December 31, 2013)

| | Governmental Activities | Business-type Activities | Totals | |
|---------------------------------------|----------------------------|-----------------------------|----------------------|----------------------|
| | | | 2014 | 2013 |
| ASSETS | | | | |
| Cash and investments | \$ 22,322,755 | \$ 1,459,318 | \$ 23,782,073 | \$ 22,140,497 |
| Restricted cash and investments | 872,426 | 1,441,166 | 2,313,592 | 2,357,604 |
| Receivables | | | | |
| Taxes | 17,449,355 | - | 17,449,355 | 17,378,144 |
| Accounts, net | 1,646,234 | 71,923 | 1,718,157 | 2,111,510 |
| Loans | 3,369,440 | - | 3,369,440 | 3,811,968 |
| Other, net | 757,192 | - | 757,192 | 709,243 |
| Due from other governments | 786,369 | 395,847 | 1,182,216 | 779,031 |
| Inventories and prepaid items | 432,338 | 500,767 | 933,105 | 952,860 |
| Capital assets | | | | |
| Land | 14,400,099 | 59,613 | 14,459,712 | 14,448,462 |
| Buildings | 33,537,972 | 1,766,114 | 35,304,086 | 35,565,281 |
| Improvements other than buildings | - | 1,560,933 | 1,560,933 | 1,560,933 |
| Machinery and equipment | 16,012,800 | 8,374,366 | 24,387,166 | 20,283,582 |
| Infrastructure | 28,179,038 | - | 28,179,038 | 28,603,130 |
| Less: Accumulated depreciation | (39,300,039) | (8,494,273) | (47,794,312) | (44,296,933) |
| TOTAL ASSETS | 100,465,979 | 7,135,774 | 107,601,753 | 106,405,312 |
| LIABILITIES | | | | |
| Accounts payable | 1,834,630 | 114,223 | 1,948,853 | 2,004,729 |
| Accrued and other current liabilities | 2,117,224 | 73,424 | 2,190,648 | 1,552,054 |
| Accrued interest payable | 106,648 | - | 106,648 | 111,443 |
| Due to other governments | 603,195 | - | 603,195 | 403,771 |
| Unearned revenues | 39,177 | 26,122 | 65,299 | 78,618 |
| Special deposits | 619,063 | - | 619,063 | 304,878 |
| Long-term obligations | | | | |
| Due within one year | 859,905 | 71,371 | 931,276 | 988,187 |
| Due in more than one year | 7,127,554 | 1,939,801 | 9,067,355 | 9,008,501 |
| TOTAL LIABILITIES | 13,307,396 | 2,224,941 | 15,532,337 | 14,452,181 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Property taxes | 15,493,818 | - | 15,493,818 | 15,304,648 |
| NET POSITION | | | | |
| Net investment in capital assets | 52,344,870 | 3,266,753 | 55,611,623 | 55,624,455 |
| Restricted for | | | | |
| Capital projects | 437,100 | - | 437,100 | 468,111 |
| Revolving loan program | 899,878 | - | 899,878 | 1,199,531 |
| Unrestricted | 17,982,917 | 1,644,080 | 19,626,997 | 19,356,386 |
| TOTAL NET POSITION | \$ 71,664,765 | \$ 4,910,833 | \$ 76,575,598 | \$ 76,648,483 |

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

ONEIDA COUNTY, WISCONSIN
Statement of Activities
For the Year Ended December 31, 2014
(With summarized financial information for the year ended December 31, 2013)

| Functions/Programs | Expenses | Program Revenues | | |
|---------------------------------------|----------------------|----------------------|------------------------------------|----------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental Activities | | | | |
| General government | \$ 6,943,378 | \$ 632,524 | \$ 175,651 | \$ - |
| Public safety | 11,221,205 | 1,047,014 | 276,818 | - |
| Public works | 2,992,384 | 82,530 | 894,007 | - |
| Health and human services | 18,176,129 | 904,433 | 13,508,635 | - |
| Culture and recreation | 1,213,511 | 48,076 | 244,235 | - |
| Conservation and development | 2,173,349 | 1,882,214 | 630,304 | - |
| Interest on debt | 151,192 | - | - | - |
| Total Governmental Activities | 42,871,148 | 4,596,791 | 15,729,650 | - |
| Business-type Activities | | | | |
| Solid waste | 1,418,103 | 1,093,936 | 89,311 | - |
| Highway | 4,553,628 | 4,628,616 | - | - |
| Total Business-type Activities | 5,971,731 | 5,722,552 | 89,311 | - |
| Total | \$ 48,842,879 | \$ 10,319,343 | \$ 15,818,961 | \$ - |

General revenues

| |
|---|
| Taxes |
| Property taxes, levied for general purposes |
| Property taxes, levied for debt service |
| Other taxes |
| Federal and state grants and other contributions not restricted to specific functions |
| Interest and investment earnings |
| Miscellaneous |
| Gain on sale of asset |
| Total general revenues |

Change in net position

Net position - January 1

Prior period adjustment

Net position - December 31

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

| Net (Expense) Revenue and Changes in Net Position | | | |
|--|-----------------------------|--------|------|
| Governmental Activities | Business-type Activities | Totals | |
| | | 2014 | 2013 |

| | | | |
|---------------------|----------|---------------------|---------------------|
| \$ (6,135,203) | \$ - | \$ (6,135,203) | \$ (5,897,031) |
| (9,897,373) | - | (9,897,373) | (9,255,888) |
| (2,015,847) | - | (2,015,847) | (2,828,703) |
| (3,763,061) | - | (3,763,061) | (3,698,631) |
| (921,200) | - | (921,200) | (899,074) |
| 339,169 | - | 339,169 | 539,084 |
| (151,192) | - | (151,192) | (151,540) |
| <u>(22,544,707)</u> | <u>-</u> | <u>(22,544,707)</u> | <u>(22,191,783)</u> |

| | | | |
|---|------------------|------------------|----------------|
| - | (234,856) | (234,856) | 22,590 |
| - | 74,988 | 74,988 | 89,898 |
| - | <u>(159,868)</u> | <u>(159,868)</u> | <u>112,488</u> |

| | | | |
|---------------------|------------------|---------------------|---------------------|
| <u>(22,544,707)</u> | <u>(159,868)</u> | <u>(22,704,575)</u> | <u>(22,079,295)</u> |
|---------------------|------------------|---------------------|---------------------|

| | | | |
|------------|---|------------|------------|
| 14,958,322 | - | 14,958,322 | 14,672,132 |
| 346,293 | - | 346,293 | 278,957 |
| 4,575,808 | - | 4,575,808 | 4,661,058 |

| | | | |
|---------|----------|---------|---------|
| 170,341 | - | 170,341 | 159,583 |
| 120,475 | (13,163) | 107,312 | 75,423 |
| 294,325 | 1,180 | 295,505 | 348,343 |
| 165,504 | - | 165,504 | 111,696 |

| | | | |
|-------------------|-----------------|-------------------|-------------------|
| <u>20,631,068</u> | <u>(11,983)</u> | <u>20,619,085</u> | <u>20,307,192</u> |
|-------------------|-----------------|-------------------|-------------------|

| | | | |
|-------------|-----------|-------------|-------------|
| (1,913,639) | (171,851) | (2,085,490) | (1,772,103) |
|-------------|-----------|-------------|-------------|

| | | | |
|------------|-----------|------------|------------|
| 71,565,799 | 5,082,684 | 76,648,483 | 78,420,586 |
|------------|-----------|------------|------------|

| | | | |
|-----------|---|-----------|---|
| 2,012,605 | - | 2,012,605 | - |
|-----------|---|-----------|---|

| | | | |
|----------------------|---------------------|----------------------|----------------------|
| <u>\$ 71,664,765</u> | <u>\$ 4,910,833</u> | <u>\$ 76,575,598</u> | <u>\$ 76,648,483</u> |
|----------------------|---------------------|----------------------|----------------------|

ONEIDA COUNTY, WISCONSIN

Balance Sheet

Governmental Funds

December 31, 2014

(With summarized financial information as of December 31, 2013)

| | General | Social Services | Other Governmental Funds | Total Governmental Funds | |
|---|----------------------|---------------------|--------------------------|--------------------------|----------------------|
| | | | | 2014 | 2013 |
| ASSETS | | | | | |
| Cash and investments | \$ 17,926,757 | \$ 378,781 | \$ 4,017,217 | \$ 22,322,755 | \$ 20,464,584 |
| Restricted cash and investments | 425,135 | 82,004 | 365,287 | 872,426 | 877,675 |
| Receivables | | | | | |
| Taxes | 12,991,821 | 1,803,501 | 2,654,033 | 17,449,355 | 17,378,144 |
| Accounts, net | 1,530,760 | 7,272 | 108,202 | 1,646,234 | 1,990,486 |
| Loans | 3,315,237 | - | 54,203 | 3,369,440 | 3,811,968 |
| Other, net | 757,192 | - | - | 757,192 | 709,243 |
| Advance to other funds | - | - | - | - | 141,013 |
| Due from other governments | 272,359 | 359,143 | 154,867 | 786,369 | 488,263 |
| Inventories and prepaid items | 430,656 | 1,664 | 18 | 432,338 | 481,194 |
| TOTAL ASSETS | \$ 37,649,917 | \$ 2,632,365 | \$ 7,353,827 | \$ 47,636,109 | \$ 46,342,570 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | | |
| Liabilities | | | | | |
| Accounts payable | \$ 1,398,192 | \$ 393,269 | \$ 43,169 | \$ 1,834,630 | \$ 1,877,313 |
| Accrued and other current liabilities | 2,655,079 | 68,943 | 51,860 | 2,775,882 | 2,231,468 |
| Due to other governments | 318,716 | 284,479 | - | 603,195 | 403,771 |
| Advanced state aid | 9,090 | - | 30,087 | 39,177 | 56,905 |
| Special deposits | 615,724 | 35 | 3,304 | 619,063 | 304,878 |
| Total Liabilities | 4,996,801 | 746,726 | 128,420 | 5,871,947 | 4,874,335 |
| Deferred Inflows of Resources | | | | | |
| Property taxes | 11,036,284 | 1,803,501 | 2,654,033 | 15,493,818 | 15,304,648 |
| Interest and penalty on delinquent taxes | 493,968 | - | - | 493,968 | 556,294 |
| Other revenue related to delinquent taxes | 302,188 | - | - | 302,188 | 319,144 |
| Loans receivable | 3,315,237 | - | 54,203 | 3,369,440 | 3,811,968 |
| Fines receivable | 351,494 | - | - | 351,494 | 323,630 |
| Total Deferred Inflows of Resources | 15,499,171 | 1,803,501 | 2,708,236 | 20,010,908 | 20,315,684 |
| Fund Balances | | | | | |
| Non-spendable | | | | | |
| Inventories and prepaid items | 430,656 | 1,664 | 18 | 432,338 | 481,194 |
| Delinquent taxes | 1,455,535 | - | - | 1,455,535 | 1,517,047 |
| Advance to other funds | - | - | - | - | 141,013 |
| Restricted for | | | | | |
| Revolving loan program | - | - | 845,675 | 845,675 | 1,042,919 |
| Retirement of long-term debt | - | - | 11 | 11 | 8 |
| Capital projects | - | - | 437,100 | 437,100 | 468,111 |
| Assigned | 3,979,603 | 80,474 | 3,234,367 | 7,294,444 | 6,450,668 |
| Unassigned, reported in | | | | | |
| General fund | 11,288,151 | - | - | 11,288,151 | 11,051,591 |
| Total Fund Balances | 17,153,945 | 82,138 | 4,517,171 | 21,753,254 | 21,152,551 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | \$ 37,649,917 | \$ 2,632,365 | \$ 7,353,827 | \$ 47,636,109 | \$ 46,342,570 |

(Continued)

ONEIDA COUNTY, WISCONSIN

Balance Sheet (Continued)

Governmental Funds

December 31, 2014

(With summarized financial information as of December 31, 2013)

Reconciliation to the Statement of Net Position

| | 2014 | 2013 |
|---|----------------------|----------------------|
| Total Fund Balances as shown on previous page | \$ 21,753,254 | \$ 21,152,551 |
| Amounts reported for governmental activities in the statement of net position are different because: | | |
| Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. | 52,829,870 | 52,796,135 |
| Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds. | | |
| Interest and penalty on delinquent taxes | 493,968 | 556,294 |
| Loans receivable | 3,369,440 | 3,811,968 |
| Court fines receivable | 351,494 | 323,630 |
| Deferred inflows related to delinquent taxes | 302,188 | 319,144 |
| Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. | | |
| Bonds and notes payable | (3,312,350) | (3,502,653) |
| Compensated absences | (1,232,489) | (1,316,828) |
| Post-employment benefits | (2,783,962) | (2,462,999) |
| Accrued interest on long-term obligations | (106,648) | (111,443) |
| | <u>(7,435,449)</u> | <u>(7,393,923)</u> |
| Net Position of Governmental Activities as Reported on the Statement of Net Position (see page 11) | <u>\$ 71,664,765</u> | <u>\$ 71,565,799</u> |

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

ONEIDA COUNTY, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014
(With summarized financial information for the year ended December 31, 2013)

| | General | Social Services | Other Governmental Funds | Total Governmental Funds | |
|---|----------------------|------------------|--------------------------|--------------------------|----------------------|
| | | | | 2014 | 2013 |
| Revenues | | | | | |
| Taxes | \$ 15,391,201 | \$ 1,858,501 | \$ 2,647,677 | \$ 19,897,379 | \$ 19,681,560 |
| Intergovernmental | 8,113,834 | 5,310,794 | 2,451,531 | 15,876,159 | 15,839,219 |
| Licenses and permits | 6,960 | - | - | 6,960 | 6,310 |
| Fines and forfeits | 157,887 | - | - | 157,887 | 147,969 |
| Public charges for services | 2,832,699 | 16,032 | 963,070 | 3,811,801 | 3,458,096 |
| Intergovernmental charges for services | 1,233,204 | 57,000 | 23,290 | 1,313,494 | 1,129,622 |
| Miscellaneous | 963,103 | 53 | 288,717 | 1,251,873 | 978,911 |
| Total Revenues | 28,698,888 | 7,242,380 | 6,374,285 | 42,315,553 | 41,241,687 |
| Expenditures | | | | | |
| Current | | | | | |
| General government | 7,188,505 | - | - | 7,188,505 | 7,023,517 |
| Public safety | 10,579,539 | - | - | 10,579,539 | 9,929,017 |
| Public works | 173,625 | - | 2,056,378 | 2,230,003 | 1,961,082 |
| Health and human services | 8,680,293 | 6,613,640 | 3,127,648 | 18,421,581 | 17,976,000 |
| Culture and recreation | 1,144,055 | - | - | 1,144,055 | 1,243,714 |
| Conservation and development | 1,644,392 | - | 463,661 | 2,108,053 | 2,616,695 |
| Debt service | | | | | |
| Principal | - | - | 190,303 | 190,303 | 151,603 |
| Interest and fiscal charges | - | - | 155,987 | 155,987 | 127,353 |
| Capital outlay | - | - | 65,403 | 65,403 | 409,809 |
| Total Expenditures | 29,410,409 | 6,613,640 | 6,059,380 | 42,083,429 | 41,438,790 |
| Excess of Revenues Over (Under) Expenditures | (711,521) | 628,740 | 314,905 | 232,124 | (197,103) |
| Other Financing Sources (Uses) | | | | | |
| Long-term debt issued | - | - | - | - | 950,000 |
| Sale of capital assets | 344,989 | - | 23,590 | 368,579 | 149,823 |
| Transfers in | 799,442 | 38,638 | 1,069,942 | 1,908,022 | 731,890 |
| Transfers out | (1,080,484) | (667,192) | (160,346) | (1,908,022) | (731,890) |
| Total Other Financing Sources (Uses) | 63,947 | (628,554) | 933,186 | 368,579 | 1,099,823 |
| Net Change in Fund Balances | (647,574) | 186 | 1,248,091 | 600,703 | 902,720 |
| Fund Balances - January 1 | 17,801,519 | 81,952 | 3,269,080 | 21,152,551 | 20,249,831 |
| Fund Balances - December 31 | \$ 17,153,945 | \$ 82,138 | \$ 4,517,171 | \$ 21,753,254 | \$ 21,152,551 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Governmental Funds
For the Year Ended December 31, 2014
(With summarized financial information for the year ended December 31, 2013)

Reconciliation to the Statement of Activities

| | 2014 | 2013 |
|---|-----------------------|-----------------------|
| Net Change in Fund Balances as shown on previous page | \$ 600,703 | \$ 902,720 |
| Amounts reported for governmental activities in the statement of activities are different because: | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. | | |
| Capital assets reported as expenditures in governmental fund statements | 1,622,529 | 700,649 |
| Depreciation expense reported in the statement of activities | <u>(3,106,679)</u> | <u>(3,072,796)</u> |
| Amount by which capital outlays are less than depreciation | <u>(1,484,150)</u> | <u>(2,372,147)</u> |
| In governmental funds the entire proceeds, if any, from the disposal of capital assets is reported as an other financing source. In the statement of activities only the gain (or loss) on the disposal is reported. | | |
| Proceeds from the disposition of capital assets as reported on the governmental funds operating statement | 203,075 | 149,823 |
| Gain (loss) on disposition reported on the statement of activities | <u>(291,645)</u> | <u>111,696</u> |
| Book value of assets disposed reported on the statement of activities | <u>(494,720)</u> | <u>(38,127)</u> |
| Certain employee benefits are reported in the governmental funds when amounts are paid. The statement of activities reports the value of benefits earned during the year. The accrual of these benefits decreased (increased) by: | | |
| | 84,339 | 30,416 |
| Post-employment benefits are recognized on the pay-as-you-go basis in the governmental funds. The statement of activities reports the Annual Required Contribution as an expense. The underfunded ARC for the year is: | | |
| | (320,963) | (219,630) |
| Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the statement of activities when earned. | | |
| Interest and penalty on taxes | (62,326) | (114,710) |
| Loans receivable | (442,528) | 697,120 |
| Court fines receivable | 27,864 | 19,905 |
| Deferred tax revenue | (16,956) | (69,413) |
| Loans issued during the year were financed with debt. The amount of debt is reported in the governmental funds as a source of financing. In the statement of net position, however, debt constitutes a long-term liability. The amount of debt reported in the governmental funds statement is: | | |
| | - | (950,000) |
| Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities. The amount of long-term debt principal payments is: | | |
| | 190,303 | 151,603 |
| Interest payments on outstanding debt are reported in the governmental funds as an expenditure when paid, in the statement of activities interest is reported as it accrues. | | |
| | <u>4,795</u> | <u>(24,187)</u> |
| Change in Net Position of Governmental Activities as Reported in the Statement of Activities (see pages 12 - 13) | <u>\$ (1,913,639)</u> | <u>\$ (1,986,450)</u> |

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

ONEIDA COUNTY, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended December 31, 2014

| | Budgeted Amounts | | Actual Amounts | Variance Final Budget - Positive (Negative) |
|--|----------------------|----------------------|----------------------|--|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 15,394,590 | \$ 15,394,590 | \$ 15,391,201 | \$ (3,389) |
| Intergovernmental | 8,001,494 | 8,197,043 | 8,113,834 | (83,209) |
| Licenses and permits | 5,195 | 5,195 | 6,960 | 1,765 |
| Fines and forfeits | 146,500 | 146,500 | 157,887 | 11,387 |
| Public charges for services | 2,299,206 | 2,334,402 | 2,832,699 | 498,297 |
| Intergovernmental charges for services | 1,051,935 | 1,213,593 | 1,233,204 | 19,611 |
| Miscellaneous | 953,038 | 954,681 | 963,103 | 8,422 |
| Total Revenues | 27,851,958 | 28,246,004 | 28,698,888 | 452,884 |
| Expenditures | | | | |
| Current | | | | |
| General government | 7,147,685 | 7,880,700 | 7,188,505 | 692,195 |
| Public safety | 10,264,333 | 10,844,077 | 10,579,539 | 264,538 |
| Public works | 190,000 | 190,000 | 173,625 | 16,375 |
| Health and human services | 8,680,203 | 8,691,629 | 8,680,293 | 11,336 |
| Culture and recreation | 1,228,257 | 1,257,111 | 1,144,055 | 113,056 |
| Conservation and development | 1,637,836 | 1,713,716 | 1,644,392 | 69,324 |
| Total Expenditures | 29,148,314 | 30,577,233 | 29,410,409 | 1,166,824 |
| Excess of Revenues Under Expenditures | (1,296,356) | (2,331,229) | (711,521) | 1,619,708 |
| Other Financing Sources (Uses) | | | | |
| Sale of capital assets | 22,060 | 22,060 | 344,989 | 322,929 |
| Transfers in | - | 162,151 | 799,442 | 637,291 |
| Transfers out | (1,000,000) | (1,080,348) | (1,080,484) | (136) |
| Total Other Financing Sources (Uses) | (977,940) | (896,137) | 63,947 | 960,084 |
| Net Change in Fund Balance | (2,274,296) | (3,227,366) | (647,574) | 2,579,792 |
| Fund Balance - January 1 | 17,801,519 | 17,801,519 | 17,801,519 | - |
| Fund Balance - December 31 | \$ 15,527,223 | \$ 14,574,153 | \$ 17,153,945 | \$ 2,579,792 |

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

ONEIDA COUNTY, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Social Services Special Revenue Fund
For the Year Ended December 31, 2014

| | Budgeted Amounts | | Actual Amounts | Variance Final Budget - Positive (Negative) |
|---|--------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 1,858,501 | \$ 1,858,501 | \$ 1,858,501 | \$ - |
| Intergovernmental | 4,608,586 | 5,423,699 | 5,310,794 | (112,905) |
| Public charges for services | 13,700 | 16,110 | 16,032 | (78) |
| Intergovernmental charges for services | 57,000 | 57,000 | 57,000 | - |
| Miscellaneous | - | - | 53 | 53 |
| Total Revenues | 6,537,787 | 7,355,310 | 7,242,380 | (112,930) |
| Expenditures | | | | |
| Current | | | | |
| Health and human services | 6,635,601 | 7,320,158 | 6,613,640 | 706,518 |
| Excess of Revenues Over (Under) Expenditures | (97,814) | 35,152 | 628,740 | 593,588 |
| Other Financing Sources (Uses) | | | | |
| Transfers in | - | 38,638 | 38,638 | - |
| Transfers out | - | (130,851) | (667,192) | (536,341) |
| Total Other Financing Sources (Uses) | - | (92,213) | (628,554) | (536,341) |
| Net Change in Fund Balance | (97,814) | (57,061) | 186 | 57,247 |
| Fund Balance - January 1 | 81,952 | 81,952 | 81,952 | - |
| Fund Balance - December 31 | \$ (15,862) | \$ 24,891 | \$ 82,138 | \$ 57,247 |

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

ONEIDA COUNTY, WISCONSIN
Statement of Net Position
Proprietary Funds
December 31, 2014
(With summarized financial information as of December 31, 2013)

| | Business-type Activities - Enterprise Funds | | | |
|--|---|---------------------|---------------------|---------------------|
| | Solid Waste | Highway | Totals | |
| | | | 2014 | 2013 |
| ASSETS | | | | |
| Current assets | | | | |
| Cash and investments | \$ 261,507 | \$ 1,197,811 | \$ 1,459,318 | \$ 1,675,913 |
| Receivables | | | | |
| Accounts | 54,438 | 17,485 | 71,923 | 121,024 |
| Due from other governments | 18,248 | 377,599 | 395,847 | 290,768 |
| Inventories and prepaid expenses | - | 500,767 | 500,767 | 471,666 |
| Total Current Assets | 334,193 | 2,093,662 | 2,427,855 | 2,559,371 |
| Noncurrent assets | | | | |
| Restricted cash and investments | 1,441,166 | - | 1,441,166 | 1,479,929 |
| Capital assets | | | | |
| Land | - | 59,613 | 59,613 | 59,613 |
| Capital assets, depreciable | | | | |
| Buildings | 359,893 | 1,406,221 | 1,766,114 | 1,766,114 |
| Improvements other than buildings | 1,560,933 | - | 1,560,933 | 1,560,933 |
| Machinery and equipment | 2,472,692 | 5,901,674 | 8,374,366 | 8,034,244 |
| Less: Accumulated depreciation | (3,575,283) | (4,918,990) | (8,494,273) | (8,052,584) |
| Total Capital Assets, Net of Accumulated Depreciation | 818,235 | 2,448,518 | 3,266,753 | 3,368,320 |
| Total Noncurrent Assets | 2,259,401 | 2,448,518 | 4,707,919 | 4,848,249 |
| TOTAL ASSETS | 2,593,594 | 4,542,180 | 7,135,774 | 7,407,620 |
| LIABILITIES | | | | |
| Current Liabilities | | | | |
| Accounts payable | 92,656 | 21,567 | 114,223 | 127,416 |
| Accrued and other current liabilities | 11,249 | 62,175 | 73,424 | 57,354 |
| Unearned revenue | - | 26,122 | 26,122 | 21,713 |
| Compensated absences | 7,080 | 64,291 | 71,371 | 61,114 |
| Current maturities of advance from other funds | - | - | - | 67,836 |
| Total Current Liabilities | 110,985 | 174,155 | 285,140 | 335,433 |
| Noncurrent Liabilities | | | | |
| Long term care-landfill closure | 1,441,166 | - | 1,441,166 | 1,455,950 |
| Compensated absences | 32,048 | 203,762 | 235,810 | 236,448 |
| Post-employment benefits | - | 262,825 | 262,825 | 223,928 |
| Advance from other funds | - | - | - | 73,177 |
| Total Noncurrent Liabilities | 1,473,214 | 466,587 | 1,939,801 | 1,989,503 |
| TOTAL LIABILITIES | 1,584,199 | 640,742 | 2,224,941 | 2,324,936 |
| NET POSITION | | | | |
| Net investment in capital assets | 818,235 | 2,448,518 | 3,266,753 | 3,368,320 |
| Unrestricted | 191,160 | 1,452,920 | 1,644,080 | 1,714,364 |
| TOTAL NET POSITION | \$ 1,009,395 | \$ 3,901,438 | \$ 4,910,833 | \$ 5,082,684 |

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

ONEIDA COUNTY, WISCONSIN
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2014
(With summarized financial information for the year ended December 31, 2013)

| | Business-type Activities - Enterprise Funds | | | |
|-----------------------------------|---|---------------------|---------------------|---------------------|
| | Solid Waste | Highway | Totals | |
| | | | 2014 | 2013 |
| Operating Revenues | | | | |
| Charges for services | \$ 1,093,936 | \$ 4,628,616 | \$ 5,722,552 | \$ 5,608,928 |
| Intergovernmental | 89,311 | - | 89,311 | 91,129 |
| Miscellaneous | - | 1,180 | 1,180 | 88,649 |
| Total Operating Revenues | 1,183,247 | 4,629,796 | 5,813,043 | 5,788,706 |
| Operating Expenses | | | | |
| Operation and maintenance | 1,238,783 | 4,243,262 | 5,482,045 | 5,109,586 |
| Depreciation | 179,320 | 310,366 | 489,686 | 477,983 |
| Total Operating Expenses | 1,418,103 | 4,553,628 | 5,971,731 | 5,587,569 |
| Operating Income (Loss) | (234,856) | 76,168 | (158,688) | 201,137 |
| Nonoperating Revenues | | | | |
| Investment income (loss) | (13,163) | - | (13,163) | 13,210 |
| Change in Net Position | (248,019) | 76,168 | (171,851) | 214,347 |
| Net Position - January 1 | 1,257,414 | 3,825,270 | 5,082,684 | 4,868,337 |
| Net Position - December 31 | \$ 1,009,395 | \$ 3,901,438 | \$ 4,910,833 | \$ 5,082,684 |

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

ONEIDA COUNTY, WISCONSIN

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2014

(With summarized financial information for the year ended December 31, 2013)

| | Business-type Activities - Enterprise Funds | | | |
|---|---|---------------------|---------------------|---------------------|
| | Solid Waste | Highway | Totals | |
| | | | 2014 | 2013 |
| Cash Flows from Operating Activities | | | | |
| Cash received from user charges | \$ 1,188,232 | \$ 4,573,242 | \$ 5,761,474 | \$ 5,767,958 |
| Cash payments to suppliers | (1,091,102) | (3,042,140) | (4,133,242) | (3,531,450) |
| Cash payments to employees | (292,095) | (1,190,213) | (1,482,308) | (1,390,213) |
| Net Cash Provided (Used) by Operating Activities | (194,965) | 340,889 | 145,924 | 846,295 |
| Cash Flows from Capital and Related Financing Activities | | | | |
| Acquisition of capital assets | (149,500) | (238,619) | (388,119) | (455,555) |
| Proceeds from sale of capital assets | - | - | - | 42,000 |
| Net Cash Used by Capital and Related Financing Activities | (149,500) | (238,619) | (388,119) | (413,555) |
| Cash Flows from Investing Activities | | | | |
| Net increase (decrease) in the fair value of investments | (13,163) | - | (13,163) | 13,210 |
| Change in Cash and Cash Equivalents | (357,628) | 102,270 | (255,358) | 445,950 |
| Cash and Cash Equivalents - January 1 | 2,060,301 | 1,095,541 | 3,155,842 | 2,709,892 |
| Cash and Cash Equivalents - December 31 | \$ 1,702,673 | \$ 1,197,811 | \$ 2,900,484 | \$ 3,155,842 |
| Reconciliation of Cash and Cash Equivalents to the Statement of Net Position | | | | |
| Cash and investments | \$ 261,507 | \$ 1,197,811 | \$ 1,459,318 | \$ 1,675,913 |
| Restricted cash and investments | 1,441,166 | - | 1,441,166 | 1,479,929 |
| Total Cash and Investments | \$ 1,702,673 | \$ 1,197,811 | \$ 2,900,484 | \$ 3,155,842 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating income (loss) | \$ (234,856) | \$ 76,168 | \$ (158,688) | \$ 201,137 |
| Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Depreciation | 179,320 | 310,366 | 489,686 | 477,983 |
| Changes in assets and liabilities | | | | |
| Accounts receivable | 23,233 | 25,868 | 49,101 | 52,817 |
| Due from other governments | (18,248) | (86,831) | (105,079) | 11,185 |
| Inventories and prepaid expenses | - | (29,101) | (29,101) | 220,796 |
| Accounts payable | 4,168 | (17,361) | (13,193) | (14,666) |
| Accrued and other current liabilities | 3,808 | 12,262 | 16,070 | 10,031 |
| Advance to other funds | (141,013) | - | (141,013) | (66,315) |
| Compensated absences | 3,407 | 6,212 | 9,619 | 16,123 |
| Post-employment benefits | - | 38,897 | 38,897 | 13,409 |
| Long-term care landfill closure | (14,784) | - | (14,784) | 8,545 |
| Unearned revenues | - | 4,409 | 4,409 | (84,750) |
| Net Cash Provided (Used) by Operating Activities | \$ (194,965) | \$ 340,889 | \$ 145,924 | \$ 846,295 |
| Noncash Investing, Capital and Related Financing Activities | | | | |
| None | | | | |

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

ONEIDA COUNTY, WISCONSIN

Statement of Net Position

Fiduciary Funds

December 31, 2014

(With summarized financial information as of December 31, 2013)

| | ADRC of the Northwoods | Departmental Cash | Agency Funds | |
|-----------------------------|---------------------------|----------------------|-------------------|-------------------|
| | | | 2014 | 2013 |
| ASSETS | | | | |
| Cash and investments | \$ 152,250 | \$ 466,629 | \$ 618,879 | \$ 483,595 |
| Due from other governments | 172,536 | - | 172,536 | 154,912 |
| Prepaid expense | 304 | - | 304 | 355 |
| Total Assets | \$ 325,090 | \$ 466,629 | \$ 791,719 | \$ 638,862 |
| LIABILITIES | | | | |
| Accounts payable | \$ 196,423 | \$ - | \$ 196,423 | \$ 221,341 |
| Due to other governments | - | 466,629 | 466,629 | 404,888 |
| Accrued payroll liabilities | 16,208 | - | 16,208 | 12,633 |
| Unearned revenue | 112,459 | - | 112,459 | - |
| Total Liabilities | \$ 325,090 | \$ 466,629 | \$ 791,719 | \$ 638,862 |

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

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of Oneida County, Wisconsin ("the County") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the County are described below:

1. Reporting Entity

Oneida County is a municipal corporation governed by an elected 21-member board. In accordance with GAAP, the basic financial statements are required to include the County (the primary government) and any separate component units that have a significant operational or financial relationship with the County. The County has not identified any component units that are required to be included in the basic financial statements in accordance with standards established by GASB Statement No. 61.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Governmental funds include general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise funds. The County has no internal service funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

GENERAL FUND

This is the County's main operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

SPECIAL REVENUE FUND - SOCIAL SERVICES

This fund accounts for the resources accumulated and payments made for the social service department. The significant revenues for the fund are property taxes and state and federal grants.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The County reports the following major enterprise funds:

SOLID WASTE FUND

This fund accounts for the financial activities related to the operation of the Oneida County Landfill.

HIGHWAY FUND

This fund accounts for the financial activities related to the operation of the county highway department, except for the summer and winter maintenance of the county trunk highway system, which is recorded in a Special Revenue Fund.

Additionally, the government reports the following fund types:

The County accounts for assets held for individuals by various departments and funds held for other governmental agencies in *agency funds*.

3. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include intergovernmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, other fines and forfeits and miscellaneous revenues are recognized when received in cash or when measurable and available.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the County's highway function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, and fees and fines, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources, as they are needed.

4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance

a. Cash and Investments

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less from date of acquisition are considered to be cash equivalents.

b. Accounts Receivable

Accounts receivable of \$4,739,319 have been shown net of allowance for uncollectible accounts of \$2,263,970.

c. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" and "due to other funds" in the fund financial statements. Noncurrent portions of the interfund receivables/payables are considered "Advance to other funds" and "Advance from other funds" in the fund financial statements. Advances to other funds are offset by a nonspendable fund balance since they do not constitute expendable available financial resources and therefore are not available for appropriation.

The amount reported on the statement of net position for internal balances represents the residual balance outstanding between the governmental activities and business-type activities.

d. Inventories

Inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

Inventories of governmental funds in the fund financial statements are offset by nonspendable fund balance amounts to indicate that they do not represent spendable available financial resources.

e. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items.

Prepaid items of governmental funds in the fund financial statements are offset by nonspendable fund balance amounts to indicate that they do not represent spendable available financial resources.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of \$250 or higher and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the County are depreciated using the straight-line method over the following estimated useful lives:

| | Governmental Activities | Business-type Activities |
|-----------------------------------|----------------------------|-----------------------------|
| | Years | |
| <u>Assets</u> | | |
| Buildings | 10 - 50 | 20 - 50 |
| Improvements other than buildings | - | 10 - 20 |
| Machinery and equipment | 5 - 15 | 3 - 30 |
| Infrastructure | 20 - 50 | - |

g. Compensated Absences

It is the County's policy to permit employees to accumulate varying amounts of paid time off (PTO) in accordance with various bargaining unit agreements. PTO consolidates all benefits, including vacation, sick leave, holidays, and termination benefit days into a single "bank account". Upon termination, for any reason, the employee is entitled to be paid the total balance in the "bank". All paid time off is accrued when incurred in the government-wide and proprietary fund financial statements.

h. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County currently does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has one type of item that qualifies for reporting in this category, property taxes. This amount will be recognized as an inflow of resources in the subsequent year for which it was levied. The County also has an additional type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources, loans receivable, fines receivable, interest and penalty on delinquent property taxes, and other revenue related to delinquent property taxes. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Long-term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the current period.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

j. Fund Equity

GOVERNMENTAL FUND FINANCIAL STATEMENTS

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance - Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.
- Restricted fund balance - Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.
- Committed fund balance - Amounts that are constrained for specific purposes by action of the County Board. These constraints can only be removed or changed by the County Board using the same action that was used to create them.
- Assigned fund balance - Amounts that are constrained for specific purposes by action of County management. The County Board has not authorized any position to assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.
- Unassigned fund balance - Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The County has not adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. When a policy does not specify the spend-down policy, GASB Statement No. 54 indicates that restricted funds would be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GOVERNMENT-WIDE AND PROPRIETARY FUND STATEMENTS

Equity is classified as net position and displayed in three components:

- Net investment in capital assets - Amount of capital position, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- Restricted net position - Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position - Net position that is neither classified as restricted nor as net investment in capital asset

5. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

6. Summarized Comparative Information

The basic financial statements include certain prior-year summarized comparative information in total, but not at the level of detail for a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the County's financial statements for the year ended December 31, 2013, from which the summarized information was derived.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE B - STEWARDSHIP AND COMPLIANCE

Budgets and Budgetary Accounting

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

1. During October, County management submits to the County Board a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. After submission to the governing body, public hearings are held to obtain taxpayer comments. Following the public hearings, the proposed budget, including authorized additions and deletions, is legally enacted by County Board action.
2. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the governmental funds. Budget is defined as the originally approved budget plus or minus approved amendments. Individual amendments throughout the year were not material in relation to the original budget. Budget appropriations not expended during the year are closed to fund balance unless authorized by the governing body to be forwarded into the succeeding year's budget.
3. During the year, formal budgetary integration is employed as a management control device for the governmental funds.
4. Expenditures may not exceed appropriations provided in detailed budget accounts maintained for each activity or department of the County. Amendments to the budget during the year require initial approval by management and are subsequently authorized by the County Board.
5. Encumbrance accounting is not used by the County to record commitments related to unperformed contracts for goods or services.

The County did not have any material violation of legal or contractual provisions for the fiscal year ended December 31, 2014.

NOTE C - DETAILED NOTES ON ALL FUNDS

1. Cash and Investments

The County maintains various cash and investment accounts, including pooled funds that are available for use by all funds. Each fund's portion of these accounts is displayed in the financial statements as "Cash and investments."

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following:

Time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool.

The carrying amount of the County's cash and investments totaled \$26,714,544 on December 31, 2014 as summarized below:

| | |
|--------------------------------------|----------------------|
| Petty cash and cash on hand | \$ 2,925 |
| Deposits with financial institutions | 16,511,248 |
| Investments | 10,200,371 |
| | <u>\$ 26,714,544</u> |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Reconciliation to the basic financial statements:

| | |
|---|---------------|
| Government-Wide Statement of Net Position | |
| Cash and investments | \$ 23,782,073 |
| Restricted cash and investments | 2,313,592 |
| Fiduciary Fund Statement of Net Position | |
| Agency funds | 618,879 |
| | \$ 26,714,544 |

Deposits and investments of the County are subject to various risks. Presented below is a discussion of the specific risks and the County's policy related to the risk.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The County does not have an additional custodial credit risk policy.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for the combined amount of all time and savings deposits and \$250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of \$250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Deposits with credit unions are insured by the National Credit Union Share Insurance Fund (NCUSIF) in the amount of \$250,000 per credit union member. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of \$400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available.

As of December 31, 2014, \$13,271,258 of the County's deposits with financial institutions were in excess of federal and state depository insurance limits. The entire amount was collateralized with securities held by the pledging financial institution or its trust department or agent but not in the County's name.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investments in securities to the top two ratings assigned by nationally recognized statistical rating organizations. Presented on the following page is the actual rating as of year-end for each investment type.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

| Investment Type | Amount | Exempt From Disclosure | AAA | Aa | Below AA | Not Rated |
|--|---------------------|------------------------|---------------------|---------------------|---------------------|-------------------|
| U.S. treasury securities | \$ 3,205,365 | \$ 3,205,365 | \$ - | \$ - | \$ - | \$ - |
| Federal agency securities | 1,060,952 | - | - | 1,060,952 | - | - |
| Asset backed securities | 1,110,097 | - | 1,024,697 | 85,400 | - | - |
| Commercial mortgage backed securities | 514,647 | - | 189,966 | - | 324,681 | - |
| Collateralized mortgage obligations | 128,298 | - | - | 128,298 | - | - |
| Corporate bonds | 2,822,533 | - | 244,270 | 1,280,257 | 1,298,006 | - |
| State and municipal bonds | 828,881 | - | 99,825 | 535,614 | 193,442 | - |
| Canadian bonds | 116,214 | - | - | - | 116,214 | - |
| Money market mutual funds | 253,214 | - | 253,214 | - | - | - |
| Wisconsin local government investment pool | 160,170 | - | - | - | - | 160,170 |
| Totals | \$10,200,371 | \$ 3,205,365 | \$ 1,811,972 | \$ 3,090,521 | \$ 1,932,343 | \$ 160,170 |

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Information about the sensitivity of the fair values of the County's investments to market interest rate fluctuations is provided by the table on the following page which shows the distribution of the County's investments by maturity date.

| Investment Type | Amount | Remaining Maturity (in Months) | | | |
|--|----------------------|--------------------------------|---------------------|---------------------|---------------------|
| | | 12 Months or Less | 13 to 24 Months | 25 to 60 Months | More Than 60 Months |
| U.S. treasury securities | \$ 3,205,365 | \$ 800,797 | \$ 867,523 | \$ 1,537,045 | \$ - |
| Federal agency securities | 1,060,952 | 216,413 | 536,460 | 308,079 | - |
| Asset backed securities | 1,110,097 | 97,730 | 498,630 | 513,737 | - |
| Commercial mortgage backed securities | 514,647 | 144,305 | 149,102 | 221,240 | - |
| Collateralized mortgage obligations | 128,298 | - | 27,227 | 101,071 | - |
| Corporate bonds | 2,822,533 | 337,812 | 1,096,236 | 1,388,485 | - |
| State and municipal bonds | 828,881 | 319,952 | 359,366 | 149,563 | - |
| Canadian bonds | 116,214 | 116,214 | - | - | - |
| Money market mutual funds | 253,214 | 253,214 | - | - | - |
| Wisconsin local government investment pool | 160,170 | 160,170 | - | - | - |
| Totals | \$ 10,200,371 | \$ 2,446,607 | \$ 3,534,544 | \$ 4,219,220 | \$ - |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The County's investments include the following investments that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above):

| Highly Sensitive Investments | Fair Value at Year End |
|--|---------------------------|
| Commercial mortgage backed securities and collateralized mortgage obligations. These securities are subject to early payment in a period of declining interest rates. The resultant reduction in expected total cash flows affects the fair value of these securities and makes the fair values of these securities highly sensitive to changes in interest rates. | \$ 642,945 |

Investment in Wisconsin Local Government Investment Pool

The County has investments in the Wisconsin local government investment pool of \$160,170 at year-end. The Wisconsin local government investment pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2014, the fair value of the County's share of the LGIP's assets was substantially equal to the carrying value.

2. Restricted Assets

Restricted assets on December 31, 2014 totaled \$2,313,592 and consisted of cash and investments held for the following purposes:

| | |
|--|----------------------------|
| Governmental Activities | |
| General Fund | |
| Health insurance trust | \$ 425,135 |
| Special Revenue Fund | |
| Human Services COP Risk Reserve | 82,004 |
| Capital Project Fund | |
| Airport construction | <u>365,287</u> |
| Total Governmental Activities | <u>872,426</u> |
| Business-type Activities | |
| Enterprise Fund | |
| Solid waste long-term care | <u>1,441,166</u> |
| Total Restricted Cash and Investments | <u><u>\$ 2,313,592</u></u> |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

3. Receivables

Receivables as of year-end for the County's individual major funds and aggregate nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

| | Governmental Activities | | | | Business-type Activities | | | Total County |
|---------------------------------------|-------------------------|--------------------|-----------------------------------|---------------|--------------------------|-----------|-----------|-----------------|
| | General | Social Services | Nonmajor Governmental Funds | Total | Solid Solid Waste | Highway | Total | |
| Receivables | | | | | | | | |
| Taxes | \$ 11,036,284 | \$ 1,803,501 | \$ 2,654,033 | \$ 15,493,818 | \$ - | \$ - | \$ - | \$ 15,493,818 |
| Delinquent taxes | 1,955,537 | - | - | 1,955,537 | - | - | - | 1,955,537 |
| Accounts | 2,658,942 | 7,272 | 108,202 | 2,774,416 | 54,438 | 17,485 | 71,923 | 2,846,339 |
| Loans | 3,315,237 | - | 54,203 | 3,369,440 | - | - | - | 3,369,440 |
| Other | 1,892,980 | - | - | 1,892,980 | - | - | - | 1,892,980 |
| Gross receivables | 20,858,980 | 1,810,773 | 2,816,438 | 25,486,191 | 54,438 | 17,485 | 71,923 | 25,558,114 |
| Less: Allowance for uncollectibles | 2,263,970 | - | - | 2,263,970 | - | - | - | 2,263,970 |
| Net Total Receivables | \$ 18,595,010 | \$ 1,810,773 | \$ 2,816,438 | \$ 23,222,221 | \$ 54,438 | \$ 17,485 | \$ 71,923 | \$ 23,294,144 |

4. Property Tax Apportionments

Property taxes are apportioned annually in November to local taxing units within the County for financing state charges and the subsequent year's operations of the County. Since the November apportionment is not due from local taxing districts until February of the subsequent year, the County's apportionment is recorded as deferred inflows of resources at year-end. Property tax payments from individual property owners are due in two installments by January 31 and July 31. During the month of February, each local taxing district settles with the County for both collected and unpaid property taxes. At the February settlement, the County becomes responsible for the collection of unpaid property taxes, including unpaid property taxes returned by local taxing districts for financing their individual operations. Property taxes subsequently not paid by property owners by September 1 of the same year are considered delinquent. The delinquent taxes are then acquired by the County's general fund in accordance with state statutes in order to provide the County with a statutory lien.

Property taxes of \$15,493,818 are recorded on December 31, 2014 for collection in 2015 for the County apportionment.

The County apportionment is for financing 2015 operations and will be transferred in 2015 from deferred inflows of resources to current revenues of the County's governmental funds.

5. Delinquent Property Taxes - General Fund

Delinquent property taxes of the general fund represent unpaid property taxes on real estate, including state and local government equities therein. Under state statutes, the County annually reimburses the state and local governments for their equities in property taxes not collected from the property owner. Unless redeemed by the property owner, the County will eventually obtain tax deed ownership of the properties comprising delinquent taxes. In the past, the County has generally been able to recover its investment in delinquent taxes by sale of the tax deeded properties.

On December 31, 2014, the County's general fund showed an investment of \$1,955,537 in delinquent taxes as follows:

| | |
|---------------------|---------------------|
| Tax certificates | \$ 1,795,575 |
| Tax deeds | 142,574 |
| Miscellaneous taxes | 17,388 |
| Total | <u>\$ 1,955,537</u> |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

An aging of the tax certificates and tax deeds of \$1,938,149 on December 31, 2014 follows:

| Year Acquired | Total | Tax Certificates | Tax Deeds |
|---------------|---------------------|---------------------|-------------------|
| Prior to 2007 | \$ 11,825 | \$ 393 | \$ 11,432 |
| 2007 | 1,064 | 1,064 | - |
| 2008 | 4,320 | 1,040 | 3,280 |
| 2009 | 2,185 | 1,483 | 702 |
| 2010 | 10,756 | 10,756 | - |
| 2011 | 101,091 | 101,091 | - |
| 2012 | 296,145 | 294,139 | 2,006 |
| 2013 | 480,845 | 471,618 | 9,227 |
| 2014 | 1,029,918 | 913,991 | 115,927 |
| | <u>\$ 1,938,149</u> | <u>\$ 1,795,575</u> | <u>\$ 142,574</u> |

Of the total of \$1,938,149 for delinquent taxes, \$180,426 was received within 60 days and is considered available at year end, \$302,188 was reported as deferred inflows of resources because it represents the County's portion of the levy that was not available at year end and the remaining balance of \$1,455,535 was reported as nonspendable general fund balance.

6. **Capital Assets**

Capital asset activity for the year ended December 31, 2014 was as follows:

| | Beginning Balance | Adjustment | Increases | Decreases | Ending Balance |
|--|----------------------|---------------------|-----------------------|-------------------|----------------------|
| Governmental activities: | | | | | |
| Capital assets, not being depreciated: | | | | | |
| Land | \$ 14,388,849 | \$ - | \$ 11,250 | \$ - | \$ 14,400,099 |
| Capital assets, being depreciated: | | | | | |
| Buildings and improvements | 33,799,167 | - | 263,805 | 525,000 | 33,537,972 |
| Machinery and equipment | 12,249,338 | 3,105,218 | 902,329 | 244,085 | 16,012,800 |
| Infrastructure | 28,603,130 | - | 445,145 | 869,237 | 28,179,038 |
| Subtotals | 74,651,635 | 3,105,218 | 1,611,279 | 1,638,322 | 77,729,810 |
| Less accumulated depreciation for: | | | | | |
| Buildings and improvements | 15,568,096 | - | 819,044 | 105,000 | 16,282,140 |
| Machinery and equipment | 8,426,529 | 1,092,613 | 877,434 | 169,365 | 10,227,211 |
| Infrastructure | 12,249,724 | - | 1,410,201 | 869,237 | 12,790,688 |
| Subtotals | 36,244,349 | 1,092,613 | 3,106,679 | 1,143,602 | 39,300,039 |
| Total capital assets, being depreciated, net | 38,407,286 | 2,012,605 | (1,495,400) | 494,720 | 38,429,771 |
| Governmental activities capital assets, net | <u>\$ 52,796,135</u> | <u>\$ 2,012,605</u> | <u>\$ (1,484,150)</u> | <u>\$ 494,720</u> | <u>52,829,870</u> |
| Less related long-term debt outstanding | | | | | 485,000 |
| Net investment in capital assets | | | | | <u>\$ 52,344,870</u> |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|----------------------|--------------------|-----------------|---------------------|
| Business-type activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 59,613 | \$ - | \$ - | \$ 59,613 |
| Capital assets, being depreciated: | | | | |
| Buildings and improvements | 1,766,114 | - | - | 1,766,114 |
| Improvements | 1,560,933 | - | - | 1,560,933 |
| Machinery and equipment | 8,034,244 | 395,725 | 55,603 | 8,374,366 |
| Subtotals | 11,361,291 | 395,725 | 55,603 | 11,701,413 |
| Less accumulated depreciation for: | | | | |
| Buildings | 1,387,803 | 84,107 | - | 1,471,910 |
| Improvements | 1,184,746 | 57,161 | - | 1,241,907 |
| Machinery and equipment | 5,480,035 | 348,418 | 47,997 | 5,780,456 |
| Subtotals | 8,052,584 | 489,686 | 47,997 | 8,494,273 |
| Total capital assets, being depreciated, net | 3,308,707 | (93,961) | 7,606 | 3,207,140 |
| Business-type activities capital assets, net | <u>\$ 3,368,320</u> | <u>\$ (93,961)</u> | <u>\$ 7,606</u> | <u>\$ 3,266,753</u> |

Depreciation expense was charged to functions of the County as follows:

| | |
|---|---------------------|
| Governmental activities | |
| General government | \$ 392,236 |
| Public safety | 854,678 |
| Public works | 1,448,893 |
| Health and human services | 223,806 |
| Culture and recreation | 124,381 |
| Conservation and development | 62,685 |
| Total depreciation expense - governmental activities | <u>\$ 3,106,679</u> |
| Business-type activities | |
| Highway | \$ 310,366 |
| Solid waste | 179,320 |
| Total depreciation expense - business-type activities | <u>\$ 489,686</u> |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

7. Interfund Receivable, Payables, and Transfers

Interfund transfers for the year ended December 31, 2014 were as follows:

| | Interfund Transfers: | |
|---------------------------------------|----------------------|---------------------|
| | In | Out |
| Governmental Funds | | |
| General fund | \$ 799,442 | \$ 1,080,484 |
| Special revenue - social services | 38,638 | 667,192 |
| Special revenue - county highway | 1,032,901 | 15,826 |
| Special revenue - public health | 17,253 | 34,478 |
| Special revenue - state aid forestry | - | 9,789 |
| Special revenue - commission on aging | 19,788 | 28,232 |
| Capital project fund | - | 72,021 |
| Totals | <u>\$ 1,908,022</u> | <u>\$ 1,908,022</u> |

The purpose of interfund transfers for the year ended December 31, 2014 is summarized below:

| | |
|--|---------------------|
| Return excess funds to the general fund | \$ 637,291 |
| COLA adjustments, PTO payouts and position vacancies | 181,070 |
| Expenditure adjustment due to wage study | 36,515 |
| 2014 budgeted transfers | 1,000,000 |
| 2014 approved transfers to finance specific expenditures | 53,146 |
| | <u>\$ 1,908,022</u> |

8. Long-term Obligations

The following is a summary of changes in long-term obligations of the County for the year ended December 31, 2014:

| | Outstanding 1/1/14 | Issued | Retired | Outstanding 12/31/14 | Due Within One Year |
|---|-----------------------|-------------------|-------------------|-------------------------|------------------------|
| Governmental activities: | | | | | |
| General Obligation Debt | | | | | |
| Bonds | \$ 540,000 | \$ - | \$ 55,000 | \$ 485,000 | \$ 60,000 |
| State Trust Fund Loans | 2,962,653 | - | 135,303 | 2,827,350 | 141,247 |
| Total General Obligation Debt | <u>3,502,653</u> | <u>-</u> | <u>190,303</u> | <u>3,312,350</u> | <u>201,247</u> |
| Post-employment benefits | 2,462,999 | 738,730 | 417,767 | 2,783,962 | - |
| Compensated absences | 2,053,596 | - | 162,449 | 1,891,147 | 658,658 |
| Governmental activities Long-term obligations | <u>\$ 8,019,248</u> | <u>\$ 738,730</u> | <u>\$ 770,519</u> | <u>\$ 7,987,459</u> | <u>\$ 859,905</u> |
| Business-type activities: | | | | | |
| Landfill | | | | | |
| Long-term care | \$ 1,455,950 | \$ - | \$ 14,784 | \$ 1,441,166 | \$ - |
| Post-employment benefits | 223,928 | 156,010 | 117,113 | 262,825 | - |
| Compensated absences | 297,562 | 9,619 | - | 307,181 | 71,371 |
| Business-type activities Long-term obligations | <u>\$ 1,977,440</u> | <u>\$ 165,629</u> | <u>\$ 131,897</u> | <u>\$ 2,011,172</u> | <u>\$ 71,371</u> |

Total interest paid during the year on long-term debt totaled \$155,987.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

Bonds

\$1,245,000 issued 12/30/02; \$60,000 to \$80,000 due annually through 2021;
interest 4.25% to 4.65% \$ 485,000

State Trust Fund Loans

| | |
|---|-------------------------|
| \$305,225 issued 1/4/06; \$15,064 to \$23,391 due annually through 2025; interest at 4.5% | 208,443 |
| \$175,000 issued 3/7/06; \$8,574 to \$13,314 due annually through 2025; interest at 4.5% | 118,643 |
| \$861,000 issued 4/24/06; \$38,862 to \$63,058 due annually through 2026; interest at 4.5% | 600,770 |
| \$158,775 issued 8/22/06; \$7,618 to \$12,390 due annually through 2026; interest at 4.5% | 117,760 |
| \$150,000 issued 11/3/10; \$5,690 to \$12,255 due annually through 2030; interest 5.25% | 137,302 |
| \$500,000 issued 11/24/10; \$18,915 to \$40,736 due annually through 2030; interest 5.25% | 456,384 |
| \$250,000 issued 1/5/11; \$9,404 to \$20,253 due annually through 2030; interest 5.25% | 226,902 |
| \$50,000 issued 1/25/11; \$1,876 to \$4,040 due annually through 2030; interest 5.25% | 45,258 |
| \$475,000 issued 03/01/2013; \$18,282 to \$34,173 due annually through 2032; interest at 3.75% | 458,037 |
| \$475,000 issued 04/01/2013; \$16,962 to \$32,898 due annually through 2032; interest at 3.75% | 457,851 |
| Total State Trust Fund Loans | <u><u>2,827,350</u></u> |

Total Outstanding General Obligation Debt \$ 3,312,350

Annual principal and interest maturities of the outstanding general obligation debt of \$3,312,350 on December 31, 2014 are detailed below:

| Year Ended December 31 | Governmental Activities | | |
|---------------------------|----------------------------|----------------------------|----------------------------|
| | Principal | Interest | Total |
| 2015 | \$ 201,247 | \$ 147,628 | \$ 348,875 |
| 2016 | 212,278 | 138,892 | 351,170 |
| 2017 | 219,244 | 129,001 | 348,245 |
| 2018 | 231,198 | 118,941 | 350,139 |
| 2019 | 238,471 | 108,449 | 346,920 |
| 2020-2024 | 1,118,180 | 384,654 | 1,502,834 |
| 2025-2029 | 790,957 | 159,684 | 950,641 |
| 2030-2032 | 300,775 | 23,472 | 324,247 |
| | <u><u>\$ 3,312,350</u></u> | <u><u>\$ 1,210,721</u></u> | <u><u>\$ 4,523,071</u></u> |

For governmental activities, the other long-term liabilities are generally funded by the general fund. At December 31, 2014, the County's general fund includes a liability of \$658,658, the current portion of the County's compensated absences.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Legal Margin for New Debt

The County's legal margin for creation of additional general obligation debt on December 31, 2014 was \$332,049,360 as follows:

| | |
|---|-----------------------|
| Equalized valuation of the County | \$ 6,707,234,200 |
| Statutory limitation percentage | <u>(x) 5%</u> |
| General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes | 335,361,710 |
| Net outstanding general obligation debt applicable to debt limitation | <u>3,312,350</u> |
| Legal Margin for New Debt | <u>\$ 332,049,360</u> |

9. Other Post-Employment Benefits

Plan Description and Funding Policy - The County provides postretirement medical benefits for retired employees and their spouses until they reach the age of 65. For those employees who retire from the County after attaining 55 (age 50 or age 53 for protective employees) and twenty years of service and commence receipt of their pension from the Wisconsin Retirement System, the entire cost of coverage for the retired employee is paid for by the County. For employees who retire from the County after attaining 55 (age 50 or age 53 for protective employees) with less than twenty years of service, the retiree must contribute an amount equal to 100% of the premium cost for coverage. Coverage is available for spouses of retirees, provided the retired employee pays 100% of the premium cost. The County will pay \$75 per month toward the cost of spousal coverage if the employee retired with 25 years of service. There are 253 active and 29 retired employees in the plan. The County funds this cost on a pay-as-you-go or cash basis, recognizing the cost in their fund financial statements when paid.

Annual OPEB Cost and Net OPEB Obligation - The County's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation.

| Component | Amount |
|--|---------------------|
| Annual required contribution | \$ 903,924 |
| Interest on net OPEB | 134,346 |
| Adjustment to annual required contribution | <u>(143,530)</u> |
| Annual OPEB cost (expense) | 894,740 |
| Contributions made | <u>534,880</u> |
| Change in net OPEB obligation | 359,860 |
| OPEB obligation - beginning of year | <u>2,686,927</u> |
| OPEB obligation - end of year | <u>\$ 3,046,787</u> |

The annual required contribution for the current year was determined as part of the January 1, 2013 actuarial valuation using the projected unit credit method.

The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with a long-term perspective of the calculations. The unfunded actuarial accrued liability is being amortized as a level dollar amount of projected payroll on a closed basis. The remaining amortization period at December 31, 2014 is 27 years, and the remaining amount is \$7,056,168.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Trend Information - The County's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 is as follows:

| Fiscal Year Ended | Annual OPEB Cost | Percentage Of Annual OPEB Cost Contributed | Net OPEB Obligation |
|----------------------|---------------------|---|------------------------|
| 12/31/12 | \$ 926,347 | 62.01% | \$ 2,453,888 |
| 12/31/13 | 887,725 | 73.75% | 2,688,927 |
| 12/31/14 | 894,740 | 59.78% | 3,046,787 |

Funded Status and Funding Progress - As of January 1, 2013, the most recent actuarial valuation date, the County's unfunded actuarial accrued liability (UAAL) was \$8,090,566. The annual payroll for active employees covered by the plan for the 2013 fiscal year (year of study) was \$12,924,419 for a ratio of the UAAL to covered payroll of 63%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future, such as assumptions about future terminations, mortality, and healthcare cost trends. Actuarially determined amounts are subject to continual revision as actuarial results are compared with past experience and new estimates are made about the future.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2013 actuarial valuation, the projected unit credit method was used. The actuarial assumptions included a rate of 5% to discount expected liabilities to the valuation date. The initial healthcare trend rate was 9% for medical, reduced by decrements to an ultimate rate of 5.5% for medical after fourteen years. The UAAL is being amortized as a level dollar of projected payrolls on a closed basis. The remaining amortization period at December 31, 2014 was 27 years.

10. Closure and Post-closure Care Costs

Federal and state laws and regulations require the Oneida County landfill to place covers on landfill increments as they are filled (closure costs) and to perform certain maintenance and monitoring functions (post-closure care) of the landfill site for forty years after the landfill stops accepting waste. Most closure costs are paid when individual landfill increments reach capacity for accepting waste and post-closure care costs will normally only be paid after the entire landfill stops accepting waste. In accordance with GASB Statement No. 18, the Oneida County landfill annually records an estimate of these closure and post-closure care costs as an operating expense during the life of the landfill based on landfill capacity used compared to total estimated capacity available. The resultant liabilities for these estimated operating expenses is reduced each year for actual payments made.

Payments for long-term care and closure of the landfill are deposited in a trust account with Associated Bank. As of December 31, 2014, the County has deposited \$1,441,166 and recorded a closure liability in the amount of \$1,441,166. The final cell of the landfill was closed in February 2002, and from that point forward the landfill has operated as a transfer station only, with all solid waste being transported out of the County on a contract basis. All future costs of the closed landfill are expected to be funded by the payments deposited in the trust account with Associated Bank.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

11. Fund Equity

In the fund financial statements, portions of governmental fund balances have been assigned to represent tentative management plans that are subject to change. At December 31, 2014, fund balances assigned was as follows:

| | | |
|----------------------------------|----|----------------------------|
| Assigned for | | |
| General Fund | | |
| Continuing appropriations | | |
| County Board | \$ | 13,950 |
| Elections | | 31,335 |
| Information technology | | 360,155 |
| Land information project | | 14,794 |
| Insurance liability deductible | | 79,523 |
| Sheriff vehicles | | 58,845 |
| Hospital subsidies | | 359,696 |
| Ambulance repair and replacement | | 278,205 |
| Jail assessment | | 50,263 |
| Forest roads | | 9,641 |
| Buildings and grounds | | 137,509 |
| Major renovation | | 215,754 |
| Accrued compensated absences | | 853,234 |
| Courthouse remodeling | | 124,069 |
| Records management | | 53,844 |
| Register of deeds | | 464,108 |
| Storage building | | 8,087 |
| Others | | 441,456 |
| Health insurance trust | | 425,135 |
| Total general fund | | <u>3,979,603</u> |
| Special Revenue Funds | | |
| Social services | | 80,474 |
| County highway | | 2,657,387 |
| Nursing | | 432,746 |
| WIC | | 14,478 |
| Public health | | 87,942 |
| Commission on aging | | 41,814 |
| Total special revenue funds | | <u>3,314,841</u> |
| Total assigned fund balance | | <u><u>\$ 7,294,444</u></u> |

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE D - OTHER INFORMATION

1. Retirement Commitments

All eligible County employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All employees initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year (440 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire, are eligible to participate in the WRS. All employees initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire, are eligible to participate in the WRS. Employees hired to work nine or ten months per year, (e.g. teachers contracts), but expected to return year after year are considered to have met the one-year requirement.

Effective the first day of the first pay period on or after June 29, 2011, the employee required contribution was changed to one-half of the actuarially determined contribution rate for employees in the General Employment category, including Teachers, and Executives and Elected Officials. Required contributions for protective contributions are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

Contribution rates for 2014 were:

| | <u>Employee</u> | <u>Employer</u> |
|------------------------------------|-----------------|-----------------|
| General (including Teachers) | 7.00% | 7.00% |
| Executives & Elected Officials | 7.75% | 7.75% |
| Protective with Social Security | 7.00% | 10.10% |
| Protective without Social Security | 7.00% | 13.70% |

The payroll for County employees covered by the WRS for the year ended December 31, 2014 was \$12,780,692; the employer's total payroll was \$13,149,574. The total required contribution for the year ended December 31, 2014 was \$1,873,448, which consisted of \$976,989, or 7.6% of covered payroll from the employer and \$896,459, or 6.6% of covered payroll from employees. Total contributions for the years ended December 31, 2013 and 2012 were \$1,769,258 and \$1,568,948, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service and (3) a formula factor. A final average earnings is the average of the employee's three highest years' earnings. Employees terminating covered employment and submitting application before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after January 1, 1990 and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 and prior to July 1, 2011 are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011 must have five years of creditable service to be vested.

The WRS also provides death and disability benefits for employees. Eligibility and the amount of all benefits are determined under Chapter 40 of Wisconsin Statutes.

The WRS issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

ONEIDA COUNTY, WISCONSIN
Notes to Basic Financial Statements
December 31, 2014

NOTE D - OTHER INFORMATION (Continued)

2. Risk Management

The County's risk management activities are recorded in the general fund. The County purchases commercial insurance for life, property, general liability, motor vehicle, monies and securities, and workers' compensation on a cost reimbursement basis.

Significant losses are covered by commercial policies up to individual policy limits reduced by deductible amounts. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the prior three years.

3. Contingencies

a. The County participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. An audit under OMB Circular A-133 has been conducted but final acceptance is still pending. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. 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.

b. From time to time, the County is party to other various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and Corporation Counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

4. Property Tax Levy Limit

Wisconsin state statutes provide for a limit on the property tax levies for all Wisconsin cities, villages, towns and counties. For the 2013 and 2014 budget years, the increase in the maximum allowable tax levy is limited to the percentage change in the County's January 1 equalized value as a result of net new construction. The actual limit for the County for the 2014 budget was 0.70%. The actual limit for the County for the 2015 budget was 0.88%. Debt service for debt authorized after July 1, 2005 is exempt from the levy limit. In addition, Wisconsin statutes allow the limit to be adjusted for the increase in debt service authorized prior to July 1, 2005 and in certain other situations.

5. Passenger Facility Charge Program

The County participates in the Passenger Facility Charge (PFC) program and received \$82,531 in 2014. The County's annual audit included this program.

6. Prior Period Adjustment

The government-wide statement of activities includes a prior period adjustment of \$2,012,605 which increased the County's net position. The adjustment reflects the cost and accumulated depreciation related to certain capital assets at the airport that were constructed in previous years, but not capitalized.

7. Upcoming Accounting Pronouncements

In June 2012, the GASB issued GASB Statement No. 68, Accounting and Financial Reporting for Pensions. Statement No. 68 requires governments providing defined benefit pensions to recognize their unfunded pension benefit obligation as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This net pension liability that will be recorded on the government-wide, proprietary statements will be computed differently than the current unfunded actuarial accrued liability, using specific parameters set forth by the GASB. The Statement also enhances accountability and transparency through revised note disclosures and required supplemental information (RSI). The County is currently evaluating the impact this standard will have on the financial statements when adopted. The provisions of this Statement are effective for financial statements for the year ending December 31, 2015.

REQUIRED SUPPLEMENTARY INFORMATION

ONEIDA COUNTY, WISCONSIN
Schedule of Funding Progress
Other Post-Employment Benefit Plan
For the Year Ended December 31, 2014

| Actuarial Valuation Date | (1) Actuarial Value of Assets | (2) Actuarial Accrued Liability (AAL) Entry Age Normal | (3) Funded Ratio (1) / (2) | (4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1) | (5) Covered Payroll | UAAL as a Percentage of Covered Payroll (4) / (5) |
|--------------------------------|--|---|-------------------------------------|---|---------------------------|--|
| 1/1/2009 | - | \$ 5,493,432 | 0.00% | \$ 5,493,432 | \$ 13,158,285 | 41.75% |
| 1/1/2011 | - | 7,891,983 | 0.00% | 7,891,983 | 13,054,572 | 60.45% |
| 1/1/2013 | - | 8,090,566 | 0.00% | 8,090,566 | 12,924,419 | 62.60% |

See Notes to Required Supplemental Information.

ONEIDA COUNTY, WISCONSIN
Schedule of Employer Contributions
Other Post-Employment Benefit Plan
For the Year Ended December 31, 2014

| Year Ended December 31, | Employer Contributions | Annual Required Contribution (ARC) | Percentage Contributed |
|----------------------------|---------------------------|---------------------------------------|---------------------------|
| 2012 | \$ 574,441 | \$ 960,075 | 59.83% |
| 2013 | 654,686 | 924,664 | 70.80% |
| 2014 | 534,880 | 903,924 | 59.17% |

See Notes to Required Supplemental Information.

ONEIDA COUNTY, WISCONSIN
Notes to Required Supplemental Information
For the Year Ended December 31, 2014

NOTE A - GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENT NO. 45

The County implemented GASB Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions" for the fiscal year ended December 31, 2007.

NOTE B - SCHEDULE OF FUNDING PROGRESS

The January 1, 2013 actuarial valuation differs from the January 1, 2011 actuarial valuations due to the following factors:

| | |
|---|---------------------|
| January 1, 2011 valuation | \$ 7,891,983 |
| Expected increase due to interest and the accrual of additional service by active employees | 590,578 |
| Effect of increases in per capita claims costs that were less than assumed | (1,363,128) |
| Effect of the change in the assumption regarding the increase in medical cost due to aging | 927,137 |
| Other adjustments | <u>43,996</u> |
| January 1, 2013 valuation | <u>\$ 8,090,566</u> |

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

County Highway

To account for the resources accumulated and payments made to maintain the county highway system.

Nursing

To account for funds needed to provide health care services to people in need of care.

WIC

To account for the operation of a supplemental food program for pregnant and lactating women, infants, and children up to four years of age.

Public Health

To account for funds needed to provide health care to County residents.

State Aid Forestry

To account for the receipt and disbursement of funds received from the State for the purchase, development, preservation, and maintenance of county forest lands.

Commission on Aging

To account for the operation and maintenance of nutrition and other programs for senior citizens.

Revolving Loan Fund

To account for receipt and disbursement of funds for the economic development throughout the county.

DEBT SERVICE FUNDS

Human Service Center Refunding

To finance the repayment of general obligation refunding bonds dated December 30, 2002 and the general obligation notes dated December 30, 2002 incurred for refunding the state trust fund loans for the Human Service Center.

Economic Development Trust Fund Loans

To finance the repayment of the State Trust Fund loans dated January 4, 2006, March 7, 2006, April 24, 2006 and August 22, 2006 for economic development

Economic Development Trust Fund Loans

To finance the repayment of the State Trust Fund loans dated November 3, 2010, November 24, 2010, January 5, 2011, and January 25, 2011 for economic development which were authorized after July 1, 2005.

CAPITAL PROJECTS FUNDS

Airport Construction

To account for the financing of remodeling and construction at the Rhinelander-Oneida County Airport.

Capital Project Fund

To account for the financing of general capital projects to be accounted for separate from the general fund.

Construction Fund

To account for the financing of construction of a Department of Aging facility.

ONEIDA COUNTY, WISCONSIN

Combining Balance Sheet

Nonmajor Governmental Funds

December 31, 2014

(With summarized financial information as of December 31, 2013)

| | Special Revenue Funds | | | | | |
|---|-----------------------|-------------------|------------------|-------------------|---------------------|---------------------|
| | County Highway | Nursing | WIC | Public Health | Commission on Aging | Revolving Loan Fund |
| ASSETS | | | | | | |
| Cash and investments | \$ 2,657,387 | \$ 397,073 | \$ 12,775 | \$ 30,369 | \$ 2,081 | \$ 845,675 |
| Restricted cash and investments | - | - | - | - | - | - |
| Receivables | | | | | | |
| Taxes | 1,578,924 | - | - | 453,367 | 272,866 | - |
| Accounts | - | 25,638 | 797 | 80,166 | 1,601 | - |
| Loans | - | - | - | - | - | 54,203 |
| Due from other governments | - | 51,757 | 4,323 | - | 98,787 | - |
| Inventories and prepaid items | - | - | - | - | 18 | - |
| TOTAL ASSETS | \$ 4,236,311 | \$ 474,468 | \$ 17,895 | \$ 563,902 | \$ 375,353 | \$ 899,878 |
| LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES | | | | | | |
| Liabilities | | | | | | |
| Accounts payable | \$ - | \$ 29,195 | \$ 23 | \$ 3,672 | \$ 10,246 | \$ - |
| Accrued and other current liabilities | - | 10,777 | 3,394 | 18,921 | 18,768 | - |
| Deposits | - | - | - | - | 3,304 | - |
| Unearned revenues | - | 1,750 | - | - | 28,337 | - |
| Total Liabilities | - | 41,722 | 3,417 | 22,593 | 60,655 | - |
| Deferred Inflows of Resources | | | | | | |
| Property taxes | 1,578,924 | - | - | 453,367 | 272,866 | - |
| Loans receivable | - | - | - | - | - | 54,203 |
| Total Deferred Inflows of Resources | 1,578,924 | - | - | 453,367 | 272,866 | 54,203 |
| Fund Balances | | | | | | |
| Non-spendable | | | | | | |
| Inventories and prepaid items | - | - | - | - | 18 | - |
| Restricted for | | | | | | |
| Revolving loan program | - | - | - | - | - | 845,675 |
| Retirement of long-term debt | - | - | - | - | - | - |
| Capital projects | - | - | - | - | - | - |
| Assigned | 2,657,387 | 432,746 | 14,478 | 87,942 | 41,814 | - |
| Total Fund Balances | 2,657,387 | 432,746 | 14,478 | 87,942 | 41,832 | 845,675 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | \$ 4,236,311 | \$ 474,468 | \$ 17,895 | \$ 563,902 | \$ 375,353 | \$ 899,878 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds (Continued)
December 31, 2014

(With summarized financial information as of December 31, 2013)

| | Debt Service Funds | | | Capital Projects Funds | | Total Nonmajor Governmental Funds | |
|---|--------------------------------|---------------------------------------|--|------------------------|-------------------|-----------------------------------|---------------------|
| | Human Service Center Refunding | Economic Development Trust Fund Loans | Economic Development Trust Fund Loans (After 7/1/05) | Airport Construction | Construction Fund | 2014 | 2013 |
| ASSETS | | | | | | | |
| Cash and investments | \$ 4 | \$ 5 | \$ 2 | \$ - | \$ 71,846 | \$ 4,017,217 | \$ 2,845,761 |
| Restricted cash and investments | - | - | - | 365,287 | - | 365,287 | 314,890 |
| Receivables | | | | | | | |
| Taxes | 80,773 | 117,171 | 150,932 | - | - | 2,654,033 | 2,647,677 |
| Accounts | - | - | - | - | - | 108,202 | 124,106 |
| Loans | - | - | - | - | - | 54,203 | 156,612 |
| Due from other governments | - | - | - | - | - | 154,867 | 127,806 |
| Inventories and prepaid items | - | - | - | - | - | 18 | 200 |
| TOTAL ASSETS | \$ 80,777 | \$ 117,176 | \$ 150,934 | \$ 365,287 | \$ 71,846 | \$ 7,353,827 | \$ 6,217,052 |
| LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES | | | | | | | |
| Liabilities | | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ 33 | \$ 43,169 | \$ 92,853 |
| Accrued and other current liabilities | - | - | - | - | - | 51,860 | 41,632 |
| Deposits | - | - | - | - | - | 3,304 | 3,198 |
| Unearned revenues | - | - | - | - | - | 30,087 | 6,000 |
| Total Liabilities | - | - | - | - | 33 | 128,420 | 143,683 |
| Deferred Inflows of Resources | | | | | | | |
| Property taxes | 80,773 | 117,171 | 150,932 | - | - | 2,654,033 | 2,647,677 |
| Loans receivable | - | - | - | - | - | 54,203 | 156,612 |
| Total Deferred Inflows of Resources | 80,773 | 117,171 | 150,932 | - | - | 2,708,236 | 2,804,289 |
| Fund Balances | | | | | | | |
| Non-spendable | | | | | | | |
| Inventories and prepaid items | - | - | - | - | - | 18 | 200 |
| Restricted for | | | | | | | |
| Revolving loan program | - | - | - | - | - | 845,675 | 1,042,919 |
| Retirement of long-term debt | 4 | 5 | 2 | - | - | 11 | 8 |
| Capital projects | - | - | - | 365,287 | 71,813 | 437,100 | 468,111 |
| Assigned | - | - | - | - | - | 3,234,367 | 1,757,842 |
| Total Fund Balances | 4 | 5 | 2 | 365,287 | 71,813 | 4,517,171 | 3,269,080 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | \$ 80,777 | \$ 117,176 | \$ 150,934 | \$ 365,287 | \$ 71,846 | \$ 7,353,827 | \$ 6,217,052 |

ONEIDA COUNTY, WISCONSIN
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2014
(With summarized financial information for the year ended December 31, 2013)

| | Special Revenue Funds | | | | | | |
|---|-----------------------|-------------------|------------------|------------------|-----------------------|------------------------|------------------------|
| | County Highway | Nursing | WIC | Public Health | State Aid Forestry | Commission on Aging | Revolving Loan Fund |
| Revenues | | | | | | | |
| Taxes | \$ 1,578,924 | \$ - | \$ - | \$ 450,367 | \$ - | \$ 272,093 | \$ - |
| Intergovernmental | 894,007 | 714,281 | 125,271 | - | - | 717,972 | - |
| Public charges for services | - | 493,523 | 2,343 | 134,414 | - | 250,260 | - |
| Intergovernmental charges for services | - | - | - | 23,290 | - | - | - |
| Miscellaneous | - | 3,850 | - | 2,319 | - | 15,838 | 266,417 |
| Total Revenues | 2,472,931 | 1,211,654 | 127,614 | 610,390 | - | 1,256,163 | 266,417 |
| Expenditures | | | | | | | |
| Current | | | | | | | |
| Public works | 2,056,378 | - | - | - | - | - | - |
| Health and human services | - | 1,164,784 | 127,872 | 589,440 | - | 1,245,552 | - |
| Conservation and development | - | - | - | - | - | - | 463,661 |
| Debt service | | | | | | | |
| Principal | - | - | - | - | - | - | - |
| Interest and fiscal charges | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Total Expenditures | 2,056,378 | 1,164,784 | 127,872 | 589,440 | - | 1,245,552 | 463,661 |
| Excess of Revenues Over (Under) | | | | | | | |
| Expenditures | 416,553 | 46,870 | (258) | 20,950 | - | 10,611 | (197,244) |
| Other Financing Sources (Uses) | | | | | | | |
| Sale of capital assets | - | - | - | - | - | - | - |
| Transfers in | 1,032,901 | - | - | 17,253 | - | 19,788 | - |
| Transfers out | (15,826) | - | - | (34,478) | (9,789) | (28,232) | - |
| Total Other Financing Sources (Uses) | 1,017,075 | - | - | (17,225) | (9,789) | (8,444) | - |
| Net Change in Fund Balances | 1,433,628 | 46,870 | (258) | 3,725 | (9,789) | 2,167 | (197,244) |
| Fund Balances - January 1 | 1,223,759 | 385,876 | 14,736 | 84,217 | 9,789 | 39,665 | 1,042,919 |
| Fund Balances - December 31 | \$ 2,657,387 | \$ 432,746 | \$ 14,478 | \$ 87,942 | \$ - | \$ 41,832 | \$ 845,675 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
For the Year Ended December 31, 2014
(With summarized financial information for the year ended December 31, 2013)

| | Debt Service Funds | | | Capital Projects Funds | | | Total Nonmajor Governmental Funds | |
|---|--------------------------------|---------------------------------------|--|------------------------|----------------------|-------------------|-----------------------------------|---------------------|
| | Human Service Center Refunding | Economic Development Trust Fund Loans | Economic Development Trust Fund Loans (After 7/1/05) | Airport Construction | Capital Project Fund | Construction Fund | 2014 | 2013 |
| Revenues | | | | | | | | |
| Taxes | \$ 78,189 | \$ 117,171 | \$ 150,933 | \$ - | \$ - | \$ - | \$ 2,647,677 | \$ 2,348,069 |
| Intergovernmental | - | - | - | - | - | - | 2,451,531 | 2,556,631 |
| Public charges for services | - | - | - | 82,530 | - | - | 963,070 | 892,490 |
| Intergovernmental charges for services | - | - | - | - | - | - | 23,290 | 19,133 |
| Miscellaneous | - | - | - | 293 | - | - | 288,717 | 149,775 |
| Total Revenues | 78,189 | 117,171 | 150,933 | 82,823 | - | - | 6,374,285 | 5,966,098 |
| Expenditures | | | | | | | | |
| Current | | | | | | | | |
| Public works | - | - | - | - | - | - | 2,056,378 | 1,798,582 |
| Health and human services | - | - | - | - | - | - | 3,127,648 | 2,974,465 |
| Conservation and development | - | - | - | - | - | - | 463,661 | 20,119 |
| Debt service | | | | | | | | |
| Principal | 54,999 | 67,098 | 68,206 | - | - | - | 190,303 | 151,603 |
| Interest and fiscal charges | 23,189 | 50,072 | 82,726 | - | - | - | 155,987 | 127,353 |
| Capital outlay | - | - | - | 56,016 | 4,597 | 4,790 | 65,403 | 409,809 |
| Total Expenditures | 78,188 | 117,170 | 150,932 | 56,016 | 4,597 | 4,790 | 6,059,380 | 5,481,931 |
| Excess of Revenues Over (Under) | | | | | | | | |
| Expenditures | 1 | 1 | 1 | 26,807 | (4,597) | (4,790) | 314,905 | 484,167 |
| Other Financing Sources (Uses) | | | | | | | | |
| Sale of capital assets | - | - | - | 23,590 | - | - | 23,590 | 26,884 |
| Transfers in | - | - | - | - | - | - | 1,069,942 | 137,262 |
| Transfers out | - | - | - | - | (72,021) | - | (160,346) | (154,756) |
| Total Other Financing Sources (Uses) | - | - | - | 23,590 | (72,021) | - | 933,186 | 9,390 |
| Net Change in Fund Balances | 1 | 1 | 1 | 50,397 | (76,618) | (4,790) | 1,248,091 | 493,557 |
| Fund Balances - January 1 | 3 | 4 | 1 | 314,890 | 76,618 | 76,603 | 3,269,080 | 2,775,523 |
| Fund Balances - December 31 | \$ 4 | \$ 5 | \$ 2 | \$ 365,287 | \$ - | \$ 71,813 | \$ 4,517,171 | \$ 3,269,080 |

**ADDITIONAL INDEPENDENT AUDITORS' REPORT
FOR BASIC FINANCIAL STATEMENTS**

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

To the County Board
Oneida County, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Oneida County, Wisconsin, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Oneida County's basic financial statements, and have issued our report thereon which included an emphasis of matter paragraph as indicated on page 2 dated July 7, 2015.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



Certified Public Accountants
Green Bay, Wisconsin
July 7, 2015

FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133, THE STATE SINGLE AUDIT GUIDELINES, AND
PASSENGER FACILITY CHARGE AUDIT GUIDE FOR PUBLIC AGENCIES**

To the County Board
Oneida County, Wisconsin

Report on Compliance for Each Major Federal and State Program

We have audited Oneida County, Wisconsin's compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement*, the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration and the *Passenger Facility Charge Audit Guide for Public Agencies* issued by the Federal Aviation Administration that could have a direct and material effect on each of Oneida County, Wisconsin's major federal and state programs for the year ended December 31, 2014. Oneida County, Wisconsin's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Oneida County, Wisconsin's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration, and the *Passenger Facility Charge Audit Guide for Public Agencies* issued by the Federal Aviation Administration. Those standards, OMB Circular A-133, the *State Single Audit Guidelines*, and the *Passenger Facility Charge Audit Guide for Public Agencies* 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 or state program occurred. An audit includes examining, on a test basis, evidence about Oneida County, Wisconsin's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of Oneida County, Wisconsin's compliance.

Opinion on Each Major Federal and State Program

In our opinion, Oneida County, Wisconsin complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2014.

Report on Internal Control Over Compliance

Management of Oneida County, Wisconsin is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Oneida County, Wisconsin's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and the *State Single Audit Guidelines*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Oneida County, Wisconsin's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2014-001 that we consider to be a significant deficiency.

Oneida County Wisconsin's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of prior year audit findings and corrective action plan. Oneida County Wisconsin's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.



Certified Public Accountants
Green Bay, Wisconsin
July 7, 2015

ONEIDA COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2014

| Grantor Agency/Federal Program Title | Pass-through Agency | Federal CFDA Number | Revenues | | | | Total Expenditures |
|--|----------------------------------|---------------------|--------------------------------------|---------------|--|----------------|--------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| U.S. DEPARTMENT OF AGRICULTURE | | | | | | | |
| Special Supplemental Nutrition Program For Women, Infants and Children | WI Department of Health Services | 10.557 | \$ (3,927) | \$ 127,552 | \$ 2,078 | \$ 125,703 | \$ 125,703 |
| State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | WI Department of Health Services | 10.561 | (3,630) | 11,200 | 2,014 | 9,584 | 9,584 |
| State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | Marathon County, Wisconsin | 10.561 | (11,601) | 126,703 | 34,312 | 149,414 | 149,414 |
| Total State Administrative Matching Grants for the Supplemental Nutrition Assistance Program | | | (15,231) | 137,903 | 36,326 | 158,998 | 158,998 |
| Total U.S. Department of Agriculture | | | (19,158) | 265,455 | 38,404 | 284,701 | 284,701 |
| U.S. DEPARTMENT OF JUSTICE | | | | | | | |
| Cannabis Enforcement and Suppression Effort (CEASE) | WI Department of Justice | 16.unk | (379) | 379 | - | - | - |
| Juvenile Justice and Delinquency Prevention 2010-JF-08-7308 | WI Department of Administration | 16.540 | (5,347) | 6,748 | - | 1,401 | 1,401 |
| Bulletproof Vest Partnership Program | Direct Program | 16.607 | (3,500) | 9,500 | - | 6,000 | 6,000 |
| Edward Byrne Memorial Formula Grant Program Forest Service Grant | Direct Program | 16.579 | - | 656 | 4,303 | 4,959 | 4,959 |
| JAG Program Cluster | | | | | | | |
| Edward Byrne Memorial Justice Assistance Grant Program 2012-DJ-01-10018 | WI Department of Administration | 16.738 | (12,273) | 12,273 | - | - | - |
| 2013-DJ-01-10624 | | | - | 23,297 | 7,005 | 30,302 | 30,302 |
| Total JAG Program Cluster | | | (12,273) | 35,570 | 7,005 | 30,302 | 30,302 |
| Total U.S. Department of Justice | | | (21,499) | 52,853 | 11,308 | 42,662 | 42,662 |

(Continued)

ONEIDA COUNTY, WISCONSIN
 Schedule of Expenditures of Federal Awards (Continued)
 For the Year Ended December 31, 2014

| Grantor Agency/Federal Program Title | Pass-through Agency | Federal CFDA Number | Revenues | | | | Total Expenditures |
|--|------------------------------------|---------------------|--------------------------------------|---------------|--|----------------|--------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u> | | | | | | | |
| <i>Highway Planning and Construction Cluster</i> | | | | | | | |
| National Recreational Trails | | 20.219 | | | | | |
| RTA 557-13 | WI Department of Natural Resources | | (2,173) | 2,173 | - | - | - |
| RTA 558-13 | WI Department of Natural Resources | | (2,635) | 2,635 | - | - | - |
| RTA 559-13 | WI Department of Natural Resources | | (6,474) | 6,474 | - | - | - |
| RTA 596-14 | WI Department of Natural Resources | | - | - | 2,912 | 2,912 | 2,912 |
| RTA 597-14 | WI Department of Natural Resources | | - | - | 7,451 | 7,451 | 7,451 |
| RTA 599-14 | WI Department of Natural Resources | | - | - | 4,919 | 4,919 | 4,919 |
| Total National Recreational Trails | | | (11,282) | 11,282 | 15,282 | 15,282 | 15,282 |
| <i>Highway Safety Cluster</i> | | | | | | | |
| State and Community Highway Safety | WI Department of Transportation | 20.600 | | | | | |
| Speed Enforcement | | | (2,292) | 11,346 | - | 9,054 | 9,054 |
| Motorcycle Enforcement | | | - | 13,967 | - | 13,967 | 13,967 |
| Total Highway Safety Cluster | | | (2,292) | 25,313 | - | 23,021 | 23,021 |
| Interagency Hazardous Materials Public Sector Training and Planning Grants | WI Department of Military Affairs | 20.703 | - | 7,955 | - | 7,955 | 7,955 |
| Total Department of Transportation | | | (13,574) | 44,550 | 15,282 | 46,258 | 46,258 |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u> | | | | | | | |
| <i>Aging Cluster</i> | | | | | | | |
| Grants for Supportive Services and Senior Centers (Title III-B) | Greater WI Area Agency on Aging | 93.044 | (5,882) | 55,153 | 2,531 | 51,802 | 51,802 |
| Nutrition Services (Title III-C) | | 93.045 | | | | | |
| Congregate Meal Program (Title III C-1) | Greater WI Area Agency on Aging | | (5,248) | 63,987 | 3,750 | 62,489 | 62,489 |
| Home Delivered Meals (Title III C-2) | Greater WI Area Agency on Aging | | - | 30,543 | - | 30,543 | 30,543 |
| Total Nutrition Services | | | (5,248) | 94,530 | 3,750 | 93,032 | 93,032 |
| Nutrition Services Incentive Program | | | | | | | |
| Congregate Meal Program (Title III C-1) | Greater WI Area Agency on Aging | 93.053 | - | 15,801 | - | 15,801 | 15,801 |
| Home Delivered Meals (Title III C-2) | Greater WI Area Agency on Aging | 93.053 | - | 17,858 | - | 17,858 | 17,858 |
| Total Nutrition Services Incentive Program | | | - | 33,659 | - | 33,659 | 33,659 |
| Total Aging Cluster | | | (11,130) | 183,342 | 6,281 | 178,493 | 178,493 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2014

| Grantor Agency/Federal Program Title | Pass-through Agency | Federal CFDA Number | Revenues | | | | Total Expenditures |
|---|--|---------------------|--------------------------------------|----------------|--|----------------|--------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued) | | | | | | | |
| In-Home Services (Title III-D) | Greater WI Area Agency on Aging | 93.043 | 833 | 474 | 2,492 | 3,799 | 3,799 |
| National Family Caregiver Support, Title III, Part E | Greater WI Area Agency on Aging | 93.052 | (2,424) | 24,138 | 247 | 21,961 | 21,961 |
| Public Health Emergency Preparedness | WI Department of Health Services | 93.069 | - | 6,586 | - | 6,586 | 6,586 |
| Hospital Preparedness Program | WI Department of Health Services | 93.074 | (13,642) | 50,371 | - | 36,729 | 36,729 |
| Strengthening Public Health Infrastructure for Improved Health Outcomes | WI Department of Health Services | 93.507 | - | 10,000 | - | 10,000 | 10,000 |
| Affordable Care Act - Medicare Improvements for Patients and Providers | Greater WI Area Agency on Aging | 93.518 | - | 8,378 | - | 8,378 | 8,378 |
| PPHF 2013: Nutrition, Physical Activity and Obesity Program | WI Department of Health Services | 93.548 | - | 8,224 | - | 8,224 | 8,224 |
| Promoting Safe and Stable Families | WI Department of Children and Families | 93.556 | (4,473) | 34,610 | 6,346 | 36,483 | 36,483 |
| Occupational Safety and Health Program | WI Department of Health Services | 93.262 | - | 8,554 | - | 8,554 | 8,554 |
| Block Grants for Temporary Assistance for Needy Families (TANF) | WI Department of Children and Families | 93.558 | (734) | 95,137 | 10,948 | 105,351 | 105,351 |
| Block Grants for Temporary Assistance for Needy Families (TANF) | WI Department of Health Services | 93.558 | - | 8,209 | - | 8,209 | 8,209 |
| Block Grants for Temporary Assistance for Needy Families (TANF) | Marathon County, Wisconsin | 93.558 | (374) | 1,585 | 356 | 1,567 | 1,567 |
| Total Block Grants for Temporary Assistance for Needy Families (TANIF) | | | (1,108) | 104,931 | 11,304 | 115,127 | 115,127 |
| Child Support Enforcement (Title IV-D) | WI Department of Children and Families | 93.563 | (84,451) | 403,698 | 75,602 | 394,849 | 394,849 |
| Low Income Energy Assistance Program | WI Department of Administration | 93.568 | (5,090) | 52,684 | 13,330 | 60,924 | 60,924 |
| Child Care Development Fund | WI Department of Children and Families | 93.596 | (7,255) | 39,733 | 4,415 | 36,893 | 36,893 |
| Child Welfare Services - State Grants | WI Department of Children and Families | 93.645 | - | 20,633 | - | 20,633 | 20,633 |
| Child Welfare Services - State Grants | WI Department of Corrections | 93.645 | - | 5,311 | 1,128 | 6,439 | 6,439 |
| Total Child Welfare Services - State Grants | | | - | 25,944 | 1,128 | 27,072 | 27,072 |
| Foster Care (Title IV-E) | WI Department of Children and Families | 93.658 | (19) | 136,422 | 4,764 | 141,167 | 141,167 |
| Foster Care (Title IV-E) | WI Department of Corrections | 93.658 | - | 7,435 | 1,579 | 9,014 | 9,014 |
| Total Foster Care (Title IV-E) | | | (19) | 143,857 | 6,343 | 150,181 | 150,181 |
| Social Services Block Grant | WI Department of Health Services | 93.667 | - | 14,850 | - | 14,850 | 14,850 |
| Social Services Block Grant | Greater WI Area Agency on Aging | 93.667 | (129) | 3,151 | 92 | 3,114 | 3,114 |
| Social Services Block Grant | ADRC of the Northwoods | 93.667 | (274) | 1,067 | 174 | 967 | 967 |
| Social Services Block Grant | WI Department of Children and Families | 93.667 | - | 56,471 | - | 56,471 | 56,471 |
| Total Social Services Block Grant | | | (403) | 75,539 | 266 | 75,402 | 75,402 |
| Chafee Foster Care Independence Program | WI Department of Children and Families | 93.674 | (2,004) | 9,959 | 456 | 8,411 | 8,411 |
| State Children's Insurance Program | Marathon County, Wisconsin | 93.767 | (2,168) | 17,223 | 4,488 | 19,543 | 19,543 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended December 31, 2014

| Grantor Agency/Federal Program Title | Pass-through Agency | Federal CFDA Number | Revenues | | | | Total Expenditures |
|---|-----------------------------------|---------------------|--------------------------------------|---------------------|--|---------------------|---------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued) | | | | | | | |
| Medical Assistance Program | | 93.778 | | | | | |
| Public Health | WI Department of Health Services | | (146) | 748 | 349 | 951 | 951 |
| Department of Aging | Greater WI Area Agency on Aging | | (2,227) | 10,267 | 4,584 | 12,624 | 12,624 |
| Aging and Disability Resource Center | ADRC of the Northwoods | | (25,088) | 102,187 | 18,732 | 95,831 | 95,831 |
| Human Services | Marathon County, Wisconsin | | (16,075) | 133,599 | 35,035 | 152,559 | 152,559 |
| Human Services | WI Department of Health Services | | (24,916) | 1,413,715 | (22,662) | 1,366,137 | 1,366,137 |
| Total Medical Assistance Program | | | (68,452) | 1,660,516 | 36,038 | 1,628,102 | 1,628,102 |
| Centers for Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations | | | | | | | |
| Department of Aging | Greater WI Area Agency on Aging | 93.779 | - | 8,203 | - | 8,203 | 8,203 |
| Human Services | WI Department of Health Services | 93.779 | - | - | 229 | 229 | 229 |
| Total CMS Research Demonstrations and Evaluation | | | - | 8,203 | 229 | 8,432 | 8,432 |
| <i>Immunization Cluster</i> | | | | | | | |
| Immunization Grants | WI Department of Health Services | 93.268 | - | 7,913 | 2,623 | 10,536 | 10,536 |
| State Pharmaceutical Assistance Program | Greater WI Area Agency on Aging | 93.786 | - | 4,894 | - | 4,894 | 4,894 |
| Money Follows the Person Rebalancing Demonstration | WI Department of Health Services | 93.791 | - | - | 2,967 | 2,967 | 2,967 |
| Preventive Health and Health Services Block Grant | WI Department of Health Services | 93.991 | - | 2,769 | - | 2,769 | 2,769 |
| Maternal and Child Health Services Block Grant | WI Department of Health Services | 93.994 | (2,398) | 221,563 | 5,745 | 224,910 | 224,910 |
| Total U.S. Department of Health and Human Services | | | (204,184) | 3,114,103 | 180,300 | 3,090,219 | 3,090,219 |
| U.S. DEPARTMENT OF HOMELAND SECURITY | | | | | | | |
| Emergency Management Performance Grants | WI Department of Military Affairs | 97.042 | (21,255) | 60,590 | 22,150 | 61,485 | 61,485 |
| Total U.S. Department of Homeland Security | | | (21,255) | 60,590 | 22,150 | 61,485 | 61,485 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | \$ (279,670) | \$ 3,537,551 | \$ 267,444 | \$ 3,525,325 | \$ 3,525,325 |

The notes to the schedule of expenditures of federal awards are an integral part of this schedule.

ONEIDA COUNTY, WISCONSIN
Schedule of State Financial Assistance
For the Year Ended December 31, 2014

| Grantor Agency/State Program Title | Pass-through Agency | State I.D. Number | Revenues | | | | Total Expenditures |
|--|---------------------|-------------------|--------------------------------------|----------------|--|----------------|--------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| DEPARTMENT OF AGRICULTURE, TRADE, AND CONSUMER PROTECTION | | | | | | | |
| Agriculture Clean Sweep Program | Direct Program | 115.04 | \$ - | \$ - | \$ 18,248 | \$ 18,248 | \$ 18,248 |
| Soil and Water Resource Management | | | | | | | |
| County Staff and Support | | 115.15 | | | | | |
| Basic Annual Staffing Grant | Direct Program | | (104,786) | 104,786 | 88,815 | 88,815 | 88,815 |
| Land and Water Resource Management | | 115.40 | | | | | |
| Plan Implementation | Direct Program | | (6,457) | 6,457 | 95,050 | 95,050 | 95,050 |
| Total Department of Agriculture, Trade, and Consumer Protection | | | (111,243) | 111,243 | 202,113 | 202,113 | 202,113 |
| DEPARTMENT OF SAFETY AND PROFESSIONAL SERVICES | | | | | | | |
| Wisconsin Fund Private Sewage System | | | | | | | |
| Replacement or Rehabilitation | Direct Program | 143.110 | - | 2,200 | - | 2,200 | 2,200 |
| DEPARTMENT OF NATURAL RESOURCES | | | | | | | |
| Boat Patrol | Direct Program | 370.381 | - | 1,958 | - | 1,958 | 1,958 |
| Recreation Aids - UTV Trails | Direct Program | 370.547 | | | | | |
| UTV-14010 | | | - | 2,957 | - | 2,957 | 2,957 |
| Wildlife Damage Claims | Direct Program | 370.549 | (1,265) | 1,265 | - | - | - |
| Boating Enforcement Aids | Direct Program | 370.550 | (7,800) | 6,784 | 5,000 | 3,984 | 3,984 |
| All Terrain Enforcement | Direct Program | 370.551 | (333) | 3,127 | 639 | 3,433 | 3,433 |
| Snowmobiling Enforcement Aid | Direct Program | 370.552 | (9,280) | 17,579 | 11,643 | 19,942 | 19,942 |
| Wildlife Claims and Abatement | Direct Program | 370.553 | (10,376) | 10,376 | 11,105 | 11,105 | 11,105 |
| Recreation Aids - Fish, Wildlife & Forestry | Direct Program | 370.564 | - | 3,893 | - | 3,893 | 3,893 |
| Forest Crop / Managed Forest | Direct Program | 370.566 | - | 86,190 | - | 86,190 | 86,190 |
| Urban Forestry | Direct Program | 370.572 | - | 55,132 | - | 55,132 | 55,132 |
| Recreation Aids - Snowmobile Trails and Area Aid | | 370.575 | | | | | |
| S-4149 | Direct Program | | (29,261) | 29,261 | - | - | - |
| S-4342 | Direct Program | | - | 49,700 | - | 49,700 | 49,700 |
| S-4629 | Direct Program | | - | 149,100 | - | 149,100 | 149,100 |
| Recreation Aids - ATV Trails | | 370.576 | | | | | |
| ATV-3072 | Direct Program | | 9,090 | 9,090 | - | 18,180 | 18,180 |
| ATV-3143 | Direct Program | | - | 9,090 | (9,090) | - | - |
| Environmental Aids - Lake Protection Grant | | 370.663 | | | | | |
| AEPP-317-12 | Direct Program | | (45,705) | 45,705 | - | - | - |
| AEPP-373-13 | Direct Program | | (35,440) | - | 28,744 | (6,696) | (6,696) |
| AEPP-408-14 | Direct Program | | 11,715 | - | 18,194 | 29,909 | 29,909 |
| Recycling Grant | Direct Program | 370.670 | - | 64,043 | - | 64,043 | 64,043 |
| Recycling Consolidated Grant | Direct Program | 370.673 | - | 7,020 | - | 7,020 | 7,020 |
| Total Department of Natural Resources | | | (118,655) | 552,270 | 66,235 | 499,850 | 499,850 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Schedule of State Financial Assistance (Continued)
For the Year Ended December 31, 2014

| Grantor Agency/State Program Title | Pass-through Agency | State I.D. Number | Revenues | | | | Total Expenditures |
|--|---------------------------------|-------------------|--------------------------------------|---------------|--|----------------|--------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| DEPARTMENT OF TRANSPORTATION | | | | | | | |
| Elderly and Handicapped Transportation Aids | Direct Program | 395.101 | - | 115,983 | - | 115,983 | 115,983 |
| DEPARTMENT OF CORRECTIONS | | | | | | | |
| Community Intervention | Direct Program | 410.302 | (1,930) | 21,739 | 397 | 20,206 | 20,206 |
| Community Youth and Family Aids | Direct Program | 410.313 | - | 518,357 | 110,056 | 628,413 | 628,413 |
| Total Department of Corrections | | | (1,930) | 540,096 | 110,453 | 648,619 | 648,619 |
| DEPARTMENT OF HEALTH SERVICES | | | | | | | |
| IMAA State Share | Marathon County, Wisconsin | 435.283 | - | 139,646 | 857 | 140,503 | 140,503 |
| IMAA State Share ACA | Marathon County, Wisconsin | 435.297 | (87) | 57,068 | 17,766 | 74,747 | 74,747 |
| IMAA Federal Share ACA | Marathon County, Wisconsin | 435.298 | - | 353 | 110 | 463 | 463 |
| Community Options Program | Direct Program | 435.367 | (84,927) | 401,696 | 128,720 | 445,489 | 445,489 |
| Medical Assistance Program Benefits | | | | | | | |
| COP W Program | Direct Program | 435.338 | - | 153,094 | - | 153,094 | 153,094 |
| CIP II Program | Direct Program | 435.348 | - | 651,853 | - | 651,853 | 651,853 |
| CIP II Relocation | Direct Program | 435.369 | (17,229) | 67,836 | 10,263 | 60,870 | 60,870 |
| CIP II Diversions | Direct Program | 435.375 | 14,758 | 8,910 | (18,373) | 5,295 | 5,295 |
| Temporary Family Care COP W | Direct Program | 435.392 | (463) | 17,135 | (7,386) | 9,286 | 9,286 |
| CIP II MFP Program | Direct Program | 435.478 | - | - | 842 | 842 | 842 |
| Non Resident 997 | Direct Program | 435.531 | - | 18,361 | (11,487) | 6,874 | 6,874 |
| Basic County Allocation | Direct Program | 435.561 | - | 92,234 | - | 92,234 | 92,234 |
| Community Service and Mental Health Service | Direct Program | 435.681 | - | 12,654 | - | 12,654 | 25,308 |
| MA COP LTS Expansion | Direct Program | 435.1425 | (9,954) | 40,965 | (11,758) | 19,253 | 19,253 |
| Oral Health - Fluoride Supplement | Direct Program | 435.151734 | (325) | 1,697 | - | 1,372 | 1,372 |
| WIC Farmers Market | Direct Program | 435.154720 | (52) | 1,224 | - | 1,172 | 1,172 |
| Wisconsin Well Woman Program | Direct Program | 435.157000 | (850) | 15,272 | 4,562 | 18,984 | 18,984 |
| Childhood Lead - Consolidated | Direct Program | 435.157720 | (363) | 4,603 | - | 4,240 | 4,240 |
| Tobacco Prevention and Control Program - Community Interventions | Direct Program | 435.158125 | (25,078) | 25,078 | - | - | - |
| Tobacco Prevention and Control Program - Wisconsin Wins | Direct Program | 435.158127 | (2,773) | 2,773 | - | - | - |
| Maternal Child Health - Consolidated | Direct Program | 435.159320 | (146) | 748 | 349 | 951 | 951 |
| Reproductive Health | Direct Program | 435.159321 | - | 161,381 | - | 161,381 | 161,381 |
| Tobacco Prevention and Control Program - Wisconsin Wins | Direct Program | 435.181005 | - | 8,855 | 2,765 | 11,620 | 11,620 |
| Tobacco Prevention and Control Program - Community Interventions | Direct Program | 435.181012 | - | 90,615 | 6,028 | 96,643 | 96,643 |
| Aging and Disability Resource Center | ADRC of the Northwoods | 435.560100 | (44,596) | 173,873 | 28,397 | 157,674 | 157,674 |
| Elderly Benefit Specialists | Greater WI Area Agency on Aging | 435.560320 | (1,981) | 11,980 | 3,365 | 13,364 | 13,364 |
| Senior Community Services | Greater WI Area Agency on Aging | 435.560330 | (516) | 6,292 | 516 | 6,292 | 6,292 |
| Congregate Meals Program (Title III-C-1) | Greater WI Area Agency on Aging | 435.560350 | (5,501) | 67,077 | 3,931 | 65,507 | 65,507 |
| Home Delivered Meals (Title III-C-2) | Greater WI Area Agency on Aging | 435.560360 | - | 4,450 | - | 4,450 | 4,450 |

(Continued)

ONEIDA COUNTY, WISCONSIN
Schedule of State Financial Assistance (Continued)
For the Year Ended December 31, 2014

| Grantor Agency/State Program Title | Pass-through Agency | State I.D. Number | Revenues | | | | Total Expenditures |
|--|---------------------------------|-------------------|--------------------------------------|---------------------|--|---------------------|---------------------|
| | | | (Accrued) or Deferred Revenue 1/1/14 | Cash Received | Accrued or (Deferred) Revenue 12/31/14 | Total Revenues | |
| DEPARTMENT OF HEALTH SERVICES (Continued) | | | | | | | |
| Elder Abuse | Greater WI Area Agency on Aging | 435.560490 | (3,894) | 13,972 | 7,022 | 17,100 | 17,100 |
| Alzheimer Family Support | Greater WI Area Agency on Aging | 435.560381 | (2,181) | 13,319 | 1,638 | 12,776 | 12,776 |
| Total Department of Health Services | | | (186,158) | 2,265,014 | 168,127 | 2,246,983 | 2,259,637 |
| DEPARTMENT OF CHILDREN AND FAMILIES | | | | | | | |
| AW DOJ Fingerprint Background | Direct Program | 437.3324 | (50) | 281 | - | 231 | 231 |
| Basic County Allocation | Direct Program | 437.3561 | - | 204,128 | - | 204,128 | 204,128 |
| Community Service and Mental Health Service | Direct Program | 437.3681 | - | 35,958 | - | 35,958 | 71,916 |
| Child Support Enforcement (Title IV-D) | Direct Program | 437.7502 | - | 43,983 | - | 43,983 | 43,983 |
| Total Department of Children and Families | | | (50) | 284,350 | - | 284,300 | 320,258 |
| DEPARTMENT OF JUSTICE | | | | | | | |
| Penalty Assessment Grants - MEG Units | | | | | | | |
| 2013-DJ-01-10624 | Direct Program | 455.unk | - | 20,967 | - | 20,967 | 20,967 |
| DNA Reimbursement | Direct Program | 455.221 | - | 500 | - | 500 | 500 |
| Tribal Law Enforcement | Direct Program | 455.263 | - | 31,465 | - | 31,465 | 31,465 |
| Victim and Witness Assistance Program | | | | | | | |
| Program Cluster | Direct Program | 455.532 | (9,078) | 16,423 | 7,263 | 14,608 | 14,608 |
| Total Department of Justice | | | (9,078) | 69,355 | 7,263 | 67,540 | 67,540 |
| DEPARTMENT OF MILITARY AFFAIRS | | | | | | | |
| Emergency Planning Grant Program | Direct Program | 465.337 | | | | | |
| 2013-2014 | | | (4,496) | 4,496 | - | - | - |
| 2014-2015 | | | - | 4,617 | 4,617 | 9,234 | 9,234 |
| EPCRA Computer and Hazmat Equipment Grant | Direct Program | 465.367 | - | 8,052 | - | 8,052 | 8,052 |
| Total Department of Military Affairs | | | (4,496) | 17,165 | 4,617 | 17,286 | 17,286 |
| DEPARTMENT OF ADMINISTRATION | | | | | | | |
| Land Information Board | | | | | | | |
| Education and Training | Direct Program | 505.438 | - | 1,000 | - | 1,000 | 1,000 |
| Public Benefits | Direct Program | 505.371 | | | | | |
| 2013-14 | | | (12,055) | 35,738 | - | 23,683 | 23,683 |
| 2014-15 | | | - | 6,785 | 11,464 | 18,249 | 18,249 |
| Total Department of Administration | | | (12,055) | 43,523 | 11,464 | 42,932 | 42,932 |
| TOTAL STATE PROGRAMS | | | \$ (443,665) | \$ 4,001,199 | \$ 570,272 | \$ 4,127,806 | \$ 4,176,418 |

The notes to the schedule of state financial assistance are an integral part of this schedule.

ONEIDA COUNTY, WISCONSIN
Schedule of Expenditures of Passenger Facility Charges
For the Year Ended December 31, 2014

| | Balance 1/1/2014 | Quarter 1 | Quarter 2 | Quarter 3 | Quarter 4 | Total | Balance 12/31/2014 |
|------------------------------|---------------------|-----------------|------------------|------------------|------------------|------------------|-----------------------|
| Revenues | | | | | | | |
| Passenger facility charges | \$ 2,014,577 | \$ 9,312 | \$ 29,314 | \$ 24,284 | \$ 19,621 | \$ 82,531 | \$ 2,097,108 |
| Interest | 32,097 | 12 | 13 | 16 | 18 | 59 | 32,156 |
| Total Revenues | 2,046,674 | 9,324 | 29,327 | 24,300 | 19,639 | 82,590 | 2,129,264 |
| Expenses | 1,950,903 | - | - | - | - | - | 1,950,903 |
| Revenues Over (Under) | | | | | | | |
| Expenses | \$ 95,771 | \$ 9,324 | \$ 29,327 | \$ 24,300 | \$ 19,639 | \$ 82,590 | \$ 178,361 |

The notes to the schedules are an integral part of this schedule.

ONEIDA COUNTY, WISCONSIN
Notes to the Schedules of Expenditures of Federal Awards, State Financial Assistance
and Expenditures of Passenger Facility Charges
For the Year Ended December 31, 2014

NOTE A - BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal Awards, State Financial Assistance, and Expenditures of Passenger Facility Charges for Oneida County, Wisconsin are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration, and the *Passenger Facility Charge Audit Guide for Public Agencies* issued by the Federal Aviation Administration.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the County's 2014 financial statements. Accrued revenue at year-end consists of state program expenditures scheduled for reimbursement to the County in the succeeding year while deferred revenue represents advances for federal and state programs that exceed recorded County expenditures.

Major federal and state financial assistance programs are identified in the Schedule of Findings and Questioned Costs and are determined as follows:

Federal Programs: Oneida County qualifies as a low risk auditee in accordance with paragraph 530 of OMB Circular A-133. Therefore major programs, as identified in Section I of the Schedule of Findings and Questioned Costs, represent those with combined expenditures exceeding 25% of total federal awards that also were deemed major programs based on the auditors' risk assessment. All other federal programs are considered non-major programs.

State Programs: Oneida County, Wisconsin, qualifies as a low risk auditee in accordance with the *State Single Audit Guidelines*. Therefore major programs represent those with combined expenditures exceeding 25% of total state financial assistance that also were deemed major programs based on the auditors' risk assessment. In addition, certain state financial assistance programs were designated state major by the state granting agency and therefore considered state major. All other state financial assistance programs are considered non-major programs.

NOTE C - OVERSIGHT AGENCIES

The federal and state oversight agencies for the County are as follows:

- Federal - U.S. Department of Justice
- State - Wisconsin Department of Health Services

NOTE D - TITLE 19 MEDICAL ASSISTANCE PAYMENTS

The Schedules of Expenditures of Federal and State Awards does not include repayments received by the County's Social Service Department and Public Health Department for various Title 19 Medical Assistance programs. The payments are considered a contract for services between the State and the County and therefore are not reported as federal awards or state financial assistance. Payments received under the Medicaid Personal Care Program, Wisconsin Medicaid Cost Reporting (WIMCR), and Case Management Agency Providers are included in the amount received from the Title 19 Medical Assistance program.

ONEIDA COUNTY, WISCONSIN
Notes to the Schedules of Expenditures of Federal Awards, State Financial Assistance
and Expenditures of Passenger Facility Charges
For the Year Ended December 31, 2014

NOTE E - PASSENGER FACILITY CHARGE (PFC)

Oneida County, Wisconsin collects a passenger facility charge (PFC) from various airlines doing business with the Rhinelander/Oneida County Airport. The PFC is paid to the County in accordance with federal airline regulations. Based on U.S. Department of Transportation pronouncements, the PFC is required to be included in the scope of the County's audit of federal assistance programs. However, since there are no federal or state funds directly received for the PFC program, we have not reported any amounts on the Schedule of Expenditures of Federal Awards, but included a separate Schedule of Expenditures of Passenger Facility Charges.

NOTE F - STATE DIRECT PAYMENTS

Payments made directly to recipients and vendors by the State of Wisconsin under the FoodShare Wisconsin program on behalf of the County are not included in the Schedule of Expenditures of Federal Awards and Schedule of State Financial Assistance.

NOTE G - STATE OF WISCONSIN REPORTING SYSTEMS

The Wisconsin Department of Health Services (DHS), Department of Children and Families (DCF) and Department of Workforce Development (DWD) utilize the Community Aids Reporting System (CARS) and the Central Office Reporting System (CORS) for reimbursing the County for various federal and state program expenditures. The expenditures reported on the Schedules of Expenditures of Federal Awards and the State Financial Assistance for various DHS, DCF and DWD programs agree with the expenditures reported on the March 1, 2015 CARS for the Social Services Department and the December 31, 2014 CORS for Child Support and Child Care programs.

ONEIDA COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2014

Section I - Summary of Auditors' Results

Financial Statements

| | |
|---|---------------|
| Type of auditors' report issued: | Unmodified |
| Internal control over financial reporting: | |
| • Material weakness(es) identified? | No |
| • Significant deficiencies identified? | None Reported |
| Noncompliance material to financial statements noted? | No |

Federal Awards and State Financial Assistance

| | |
|---|------------|
| Internal control over major programs: | |
| • Material weakness(es) identified? | No |
| • Significant deficiencies identified? | Yes |
| Type of auditors' report issued on compliance for major programs | Unmodified |
| Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | Yes |
| Any audit findings disclosed that are required to be reported in accordance with the <i>State Single Audit Guidelines</i> ? | Yes |
| Identification of major federal and state programs: | |

| CFDA Number | Name of Federal Programs |
|-------------|---------------------------|
| 93.563 | Child Support Enforcement |
| 93.778 | Medical Assistance |

| State I.D. Number | Name of State Programs |
|-------------------|--|
| 370.575 | Recreation Aids - Snowmobile Trails and Area Aid |
| 410.313 | Community Youth and Family Aids |
| 435.283 | IMAA State Share |
| 435.297 | IMAA State Share ACA |
| 435.298 | IMAA Federal Share ACA |
| 435.338 | Medical Assistance Program Benefits COP W Program |
| 435.348 | CIP II Program |
| 435.369 | CIP II Relocation |
| 435.375 | CIP II Diversions |
| 435.392 | Temporary Family Care COP W |
| 437.7502 | Child Support Enforcement |

| | |
|---|-----------|
| Audit threshold used to determine between Type A and Type B programs: | |
| Federal | \$300,000 |
| State | \$100,000 |
| Auditee qualified as low-risk auditee | Yes |

ONEIDA COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs (Continued)
 For the Year Ended December 31, 2014

Section II - Financial Statement Finding

There was no financial statement findings reported for the year ended December 31, 2014.

Section III - Federal Award and State Financial Assistance Findings and Questioned Costs

| Finding No. | Control Deficiencies |
|-------------|----------------------|
|-------------|----------------------|

2014-001 Year End Financial Reporting for Federal Awards and State Financial Assistance

CFDA #: All federal programs
 State ID #: All state programs

Condition: OMB Circular A-133 and *State Single Audit Guidelines* require the County to prepare appropriate financial statements, including the schedules of expenditures of federal awards and schedule of state financial assistance. While the current staff of the County maintain financial records supporting amounts reported in the schedules of expenditures of federal awards and schedules of state financial assistance, the County contracts with Schenck to compile the data from these records and assist in the preparation of the single audit report for the County.

Criteria: Having staff with expertise in federal and state financial reporting prepare the County's single audit report is an internal control intended to prevent, detect and correct a potential misstatement in the schedules of expenditures of federal awards and schedules of state financial assistance or accompanying notes to the schedule

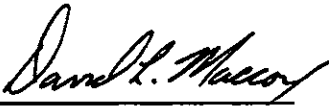
Cause: The additional costs associated with hiring staff experienced in preparing these schedules and notes, including additional training time outweigh the derived benefits.

Effect: The County could receive federal or state grant awards which are not included in the accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance.

Recommendation: We recommend the County continue reviewing the federal and state financial assistance reports. While it may not be cost beneficial to hire additional staff to prepare these items, a thorough review of this information by appropriate staff of the County is necessary to obtain an adequate understanding of the County's single audit report.

ONEIDA COUNTY, WISCONSIN
 Schedule of Findings and Questioned Costs (Continued)
 For the Year Ended December 31, 2014

Section IV - Other Issues

- | | | |
|----|---|--|
| 1. | Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern? | No |
| 2. | Does the audit report show audit issues (i.e. material non-compliance, non-material non-compliance, questioned cost, material weakness, significant deficiencies, management letter comment, excess revenue or excess reserve) related to grant/contracts with funding agencies that require audits to be in accordance with the <i>State Single Audit Guidelines</i> : | |
| | Department of Agriculture, Trade and Consumer Protection | Yes |
| | Department of Safety and Professional Services | Yes |
| | Department of Natural Resources | Yes |
| | Department of Transportation | Yes |
| | Department of Corrections | Yes |
| | Department of Health Services | Yes |
| | Department of Children and Families | Yes |
| | Department of Justice | Yes |
| | Department of Military Affairs | Yes |
| | Department of Administration | Yes |
| 3. | Was a Management Letter or other document conveying audit comments issued as a result of this audit? | Yes |
| 4. | Name and signature of partner |  <hr style="width: 20%; margin-left: auto; margin-right: 0;"/> David L. Maccoux, CPA |
| 5. | Date of report | July 7, 2015 |

ONEIDA COUNTY, WISCONSIN
Schedule of Prior Year Audit Findings and Corrective Action Plan
For the Year Ended December 31, 2014

Prior Year Audit Findings

The County's financial department has assisted Schenck SC with the determination of grant programs; however, we still relied on Schenck SC to prepare the schedules of expenditures of federal awards and state financial assistance for 2013. The County will continue to improve on the preparation of the single audit.

Corrective Action Plan

| Finding No. | Control Deficiencies |
|-------------|----------------------|
|-------------|----------------------|

| | |
|-----------------|---|
| 2014-001 | Financial Reporting for Federal and State Financial Assistance |
|-----------------|---|

Management believes the cost of additional staff time and training to prepare these items outweigh the benefits to be received. The County's finance director reviews and approves the County's single audit report before issuance.