

# Oneida County, Wisconsin

## ANNUAL FINANCIAL REPORT

December 31, 2017

# Oneida County, Wisconsin

DECEMBER 31, 2017

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# Oneida County, Wisconsin

DECEMBER 31, 2017

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

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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 the Oneida County, Wisconsin (the "County") as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

### AUDITORS' RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the 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.

## **CHANGE IN ACCOUNTING PRINCIPLE**

As discussed in Note 3.J to the financial statements, the County adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. 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 on pages 4 through 10 and the schedules relating to pensions and other postemployment benefits on pages 52 through 54 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 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedules of expenditures of federal and state awards are presented for purposes of additional analysis, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration, are also not a required part of the basic financial statements.

The supplementary information and the schedules of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, the schedules of expenditures of federal and state awards 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 the County's 2016 financial statements, and our report dated September 5, 2017, 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, 2016, 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 September 17, 2018, 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  
September 17, 2018

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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## Management's Discussion and Analysis December 31, 2017

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, 2017.

### Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources as of December 31, 2017 by \$78,574,336 (*net position*). Of this amount, \$21,814,888 (*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 \$1,506,458. Several factors contributed to the overall decrease as follows:
  - Fund balances were reduced by (\$1,387,782) for capital purchases.
  - Sales tax revenues exceeded budget by \$245,240.
  - Interest revenues exceeded budget by \$196,565, the majority from the Expera loan.
  - County Land sales exceeded budget by \$55,626.
  - Vacancies exceeded budget by \$120,747.
  - Jail revenues exceeded budget by \$1,359,510, the majority of the excess is from State prisoner revenues.
  - Stumpage revenues exceeded budget by \$383,167.
  - Other Post-Employment Benefits (OPEB) reporting requirements under GASB75 resulted in a decrease to net position of (\$2,939,571).
- As of December 31, 2017, the County's governmental funds reported combined ending fund balances of \$24,751,525 an increase of \$2,599,985 in comparison with the prior year. Approximately 58.2% of this total amount, \$14,414,949 is *available for spending* at the County's discretion (*unassigned fund balance*).
- As of December 31, 2017, the unassigned fund balance for the general fund was \$14,414,949, or 48.0% 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, deferred inflows and deferred outflows 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 expenditures 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 11 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, social services special revenue fund and debt services fund, all of which are considered major funds. Data from the other 8 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major 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 14-21 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 major funds of the County.

The basic proprietary fund financial statements can be found on pages 22-24 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 similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on page 25 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 26-51 of this report.

**Other information.** The combining statements referred to earlier in connection with non-major governmental funds, non-major enterprise funds and internal service funds are presented immediately following the required supplementary information. Combining statements and schedules can be found on pages 55-58.

**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 and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$78,574,336 at the close of 2017.

Oneida County, Wisconsin's Net Position (in thousands of dollars)						
	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 63,795	\$ 60,237	\$ 3,739	\$ 3,707	\$ 67,534	\$ 63,944
Capital assets	52,336	52,141	2,975	3,006	55,311	55,148
Total Assets	116,131	112,378	6,714	6,713	122,845	119,092
Deferred Outflows of Resources	5,705	8,207	643	905	6,348	9,112
Long-term liabilities outstanding	23,087	21,227	2,216	2,047	25,303	23,274
Other liabilities	6,201	4,864	199	347	6,399	5,211
Total Liabilities	29,288	26,091	2,415	2,393	31,702	28,485
Deferred Inflows of Resources	18,656	19,300	261	338	18,917	19,638
Net Position						
Net Investment in capital assets	52,336	52,141	2,975	3,006	55,311	55,147
Restricted	1,448	1,397	-	-	1,448	1,397
Unrestricted	20,108	21,655	1,707	1,881	21,815	23,536
Total Net Position	\$ 73,893	\$ 75,193	\$ 4,682	\$ 4,887	\$ 78,574	\$ 80,080

By far the largest portion of the County's net position (70%) 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* (\$21,814,888) 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 \$1,300,745. Business-type activities decreased the net position of the County by \$205,713. Key elements of the change in net position are shown in the table below:

Oneida County, Wisconsin's Net Position						
(in thousands of dollars)						
	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for Services	\$ 6,538	\$ 4,913	\$ 7,282	\$ 6,344	\$ 13,820	\$ 11,257
Operating grants and contributio	14,476	16,127	105	90	14,581	16,217
<b>General Revenues</b>						
Property taxes	16,221	15,756	-	-	16,221	15,756
Other taxes	5,203	5,189	-	-	5,203	5,189
Grants and contributions not restricted to specific programs	158	167	5	10	162	177
Other	1,275	386	10	18	1,286	404
<b>Total Revenues</b>	<b>43,872</b>	<b>42,538</b>	<b>7,402</b>	<b>6,462</b>	<b>51,274</b>	<b>49,000</b>
<b>Expenses</b>						
General government	7,598	6,978	-	-	7,598	6,978
Public safety	11,844	11,513	-	-	11,844	11,513
Public works	2,936	3,521	-	-	2,936	3,521
Health and human services	16,784	18,643	-	-	16,784	18,643
Culture and recreation	1,340	1,346	-	-	1,340	1,346
Conservation and development	1,743	1,776	-	-	1,743	1,776
Interest and fiscal charges	450	102	-	-	450	102
Highway construction and maintenance	-	-	5,845	5,252	5,845	5,252
Landfill operations	-	-	1,298	1,408	1,298	1,408
<b>Total Expenses</b>	<b>42,697</b>	<b>43,879</b>	<b>7,144</b>	<b>6,660</b>	<b>49,840</b>	<b>50,539</b>
Change in Net Position	1,175	(1,341)	258	(198)	1,433	(1,539)
Cumulative Effect of Change in Accounting Principle	(2,476)	-	(464)	-	(2,940)	-
Net Position - January 1	75,193	76,534	4,887	5,085	80,080	81,619
<b>Net Position - December 31</b>	<b>\$ 73,892</b>	<b>\$ 75,193</b>	<b>\$ 4,682</b>	<b>\$ 4,887</b>	<b>\$ 78,574</b>	<b>\$ 80,080</b>

## **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, 2017, the County's governmental funds reported combined ending fund balances of \$24,751,525 an increase of \$2,599,985 in comparison with the prior year. Approximately 58.2% of this amount (\$14,414,949) constitutes *unassigned fund balance*, which is available for spending at the County's discretion. The remainder of fund balance is *non-spendable, restricted, committed or assigned* to indicate that it is not available for new spending because it has already been accounted for. The *non-spendable* amounts include 1) current year prepayments that benefit periods beyond the end of the current year (\$698,439), and 2) the portion of delinquent taxes purchased from other taxing jurisdictions (\$1,351,181) and an advance to the Transit Commission (\$50,000). The *restricted* includes 1) amounts restricted for debt service (\$502,755), 2) amounts restricted for an economic development loan program (\$748,367), and 3) amounts restricted for Airport capital projects (\$699,847). The *assigned* amount represents tentative management plans for certain items in the General Fund (\$4,057,546), Social Services special revenue fund (\$55,868), County Highway special revenue fund (\$1,555,524), Nursing special revenue fund (\$445,282) WIC Special revenue fund (\$15,915), Public Health special revenue fund (\$73,911), the Commission on Aging special revenue fund (\$71,008), and the Construction fund (\$10,933).

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 \$14,414,949 while total general fund balance reached \$20,549,002. 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 48% of total general fund expenditures, while total fund balance represents 68% of that same amount.

The fund balance of the County's general fund increased by \$2,397,449 during the current year. Key factors in this increase are as follows:

- Sales tax revenues exceeded budget by \$245,240.
- Interest revenues exceeded budget by \$196,565, the majority from the Expera loan.
- County Land sales exceeded budget by \$55,626.
- Vacancies exceeded budget by \$120,747.
- Jail revenues exceeded budget by \$1,359,510, the majority of the excess is from State prisoner revenues.
- Stumpage revenues exceeded budget by \$383,167.

The Social Services fund has a total fund balance of \$77,119, of which \$21,251 is classified as non-spendable and \$55,868 is assigned.

The fund balance of the Social Services fund increased by \$26,709 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 Highway fund at the end of the year amounted to \$1,457,644. The decrease in total net position was \$213,399.

Unrestricted net position of the Solid Waste fund at the end of the year amounted to \$249,030. The increase in total net position was \$7,686.

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**

During the year, budgeted revenues exceeded actual revenues by \$2,363,239. Actual expenditures were less than budgeted expenditures by \$2,189,000 in designated general government expenditures and public safety.

**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, 2017 amounts to \$55,311,234 (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 increase in the County's investment in capital assets for the current year was \$163,569 or .3% over last year.

<b>Oneida County, Wisconsin's Capital Assets</b>						
(net of accumulated depreciation)						
	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Land	\$ 14,090,879	\$ 14,074,621	\$ 59,613	\$ 59,613	\$ 14,150,492	\$ 14,134,234
Construction in Progress	244,990	105,606	10,138	5,291	255,128	110,897
Buildings	15,462,768	15,989,539	146,640	166,292	15,609,408	16,155,831
Improvements	-	-	93,669	177,771	93,669	177,771
Machinery and equipment	6,416,575	6,020,032	2,664,797	2,597,239	9,081,372	8,617,271
Infrastructure	16,121,165	15,951,661	-	-	16,121,165	15,951,661
<b>Total</b>	<b>\$ 52,336,377</b>	<b>\$ 52,141,459</b>	<b>\$ 2,974,857</b>	<b>\$ 3,006,206</b>	<b>\$ 55,311,234</b>	<b>\$ 55,147,665</b>

**Long-term debt.** At the end of the current fiscal year, the County had total bonded debt outstanding of \$15,000,000.

<b>Oneida County, Wisconsin's Outstanding Debt</b>						
General Obligation Debt						
	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
State Trust Fund Loans	\$ 15,000,000	\$ 15,000,000	\$ -	\$ -	\$ 15,000,000	\$ 15,000,000
<b>Total</b>	<b>\$ 15,000,000</b>	<b>\$ 15,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 15,000,000</b>	<b>\$ 15,000,000</b>

The County's total debt remained unchanged in 2017. An interest only payment was made during 2017 on the \$15,000,000 State Trust Fund loan for Expera. The first principal payment on this loan is due March 15, 2019.

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 \$341,454,465, which is significantly in excess of the county's \$15,000,000 in outstanding general obligation debt.

### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for the County for March 2018 was 5.8%. This compares to the State of Wisconsin's average unemployment rate of 2.9% and the national average of 4.1%.
- During the current year, unassigned fund balance in the general fund increased to \$14,414,949. The County has appropriated \$1,491,062 for spending in the 2018 fiscal year budget.

All of these factors were considered in preparing the County's budget for the 2018 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

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# Oneida County, Wisconsin

## STATEMENT OF NET POSITION DECEMBER 31, 2017

### WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Governmental Activities	Business-type Activities	Totals	
			2017	2016
<b>ASSETS</b>				
Cash and investments	\$ 24,908,291	\$ 1,264,475	\$ 26,172,766	\$ 23,475,377
Receivables				
Taxes and special charges	16,333,427	-	16,333,427	16,229,906
Delinquent taxes	1,656,108	-	1,656,108	1,656,457
Accounts	1,727,821	189,276	1,917,097	1,754,774
Loans	15,339,506	-	15,339,506	15,358,011
Other, net	955,510	-	955,510	868,487
Due from other governments	1,253,996	467,906	1,721,902	1,618,860
Inventories and prepaid items	698,439	517,417	1,215,856	683,899
Restricted assets				
Cash and investments	921,780	1,300,301	2,222,081	2,298,350
Capital assets, nondepreciable	14,335,869	69,751	14,405,620	14,245,131
Capital assets, depreciable	38,000,508	2,905,106	40,905,614	40,902,534
<b>Total assets</b>	<b>116,131,255</b>	<b>6,714,232</b>	<b>122,845,487</b>	<b>119,091,786</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related amounts	5,705,404	642,775	6,348,179	9,111,684
<b>LIABILITIES</b>				
Accounts payable	1,931,053	128,424	2,059,477	1,666,183
Accrued and other current liabilities	2,514,871	69,348	2,584,219	2,489,117
Due to other governments	513,512	-	513,512	359,794
Accrued interest payable	547,397	-	547,397	97,397
Special deposits	402,190	-	402,190	477,956
Unearned revenues	291,531	755	292,286	120,896
Long-term obligations				
Due within one year	649,699	58,363	708,062	813,509
Landfill post closure care	-	1,300,300	1,300,300	1,345,519
Due in more than one year	16,359,269	210,819	16,570,088	16,399,242
Net pension liability	738,879	82,876	821,755	1,623,691
Other postemployment benefits	5,339,125	563,951	5,903,076	3,091,126
<b>Total liabilities</b>	<b>29,287,526</b>	<b>2,414,836</b>	<b>31,702,362</b>	<b>28,484,430</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Property taxes levied for subsequent year	16,332,618	-	16,332,618	16,221,217
Pension related amounts	2,323,710	260,640	2,584,350	3,417,029
<b>Total deferred inflows of resources</b>	<b>18,656,328</b>	<b>260,640</b>	<b>18,916,968</b>	<b>19,638,246</b>
<b>NET POSITION</b>				
Investment in capital assets	52,336,377	2,974,857	55,311,234	55,147,665
Restricted	1,448,214	-	1,448,214	1,396,790
Unrestricted	20,108,214	1,706,674	21,814,888	23,536,339
<b>Total net position</b>	<b>\$ 73,892,805</b>	<b>\$ 4,681,531</b>	<b>\$ 78,574,336</b>	<b>\$ 80,080,794</b>

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, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016**

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
<b>GOVERNMENTAL ACTIVITIES</b>			
General government	\$ 7,598,426	\$ 705,139	\$ 191,080
Public safety	11,844,355	2,592,581	461,086
Public works	2,936,303	94,284	974,092
Health and human services	16,784,338	900,679	11,826,402
Culture and recreation	1,339,873	31,819	424,079
Conservation and development	1,743,319	2,213,856	599,156
Interest and fiscal charges	450,000	-	-
Total governmental activities	<u>42,696,614</u>	<u>6,538,358</u>	<u>14,475,895</u>
<b>BUSINESS-TYPE ACTIVITIES</b>			
Solid waste	1,298,380	1,195,221	105,114
Highway	5,845,426	6,086,451	-
Total business-type activities	<u>7,143,806</u>	<u>7,281,672</u>	<u>105,114</u>
<b>Total</b>	<u>\$ 49,840,420</u>	<u>\$ 13,820,030</u>	<u>\$ 14,581,009</u>

General revenues  
 Taxes  
   Property taxes  
   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, as originally reported

Cumulative effect of change in accounting principle

Net position - January 1, as restated

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	
		2017	2016
\$ (6,702,207)	\$ -	\$ (6,702,207)	\$ (6,051,221)
(8,790,688)	-	(8,790,688)	(9,542,758)
(1,867,927)	-	(1,867,927)	(2,596,189)
(4,057,257)	-	(4,057,257)	(4,094,281)
(883,975)	-	(883,975)	(978,464)
1,069,693	-	1,069,693	473,339
(450,000)	-	(450,000)	(49,543)
<u>(21,682,361)</u>	<u>-</u>	<u>(21,682,361)</u>	<u>(22,839,117)</u>
-	1,955	1,955	(246,474)
-	241,025	241,025	20,773
-	242,980	242,980	(225,701)
<u>(21,682,361)</u>	<u>242,980</u>	<u>(21,439,381)</u>	<u>(23,064,818)</u>
16,221,217	-	16,221,217	15,756,235
5,203,353	-	5,203,353	5,188,518
157,648	-	157,648	167,114
791,137	4,731	795,868	149,832
411,675	10,112	421,787	174,415
72,621	-	72,621	89,999
<u>22,857,651</u>	<u>14,843</u>	<u>22,872,494</u>	<u>21,526,113</u>
<u>1,175,290</u>	<u>257,823</u>	<u>1,433,113</u>	<u>(1,538,705)</u>
75,193,550	4,887,244	80,080,794	81,619,499
<u>(2,476,035)</u>	<u>(463,536)</u>	<u>(2,939,571)</u>	<u>-</u>
<u>72,717,515</u>	<u>4,423,708</u>	<u>77,141,223</u>	<u>81,619,499</u>
<u>\$ 73,892,805</u>	<u>\$ 4,681,531</u>	<u>\$ 78,574,336</u>	<u>\$ 80,080,794</u>

# Oneida County, Wisconsin

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016**

	General	Social Services	Debt Service	Other Governmental Funds
<b>ASSETS</b>				
Cash and investments	\$ 21,767,492	\$ 500	\$ 557,091	\$ 2,583,208
Restricted cash and investments	177,829	50,468	-	693,483
Receivables				
Taxes and special charges	11,928,348	1,654,232	-	2,750,847
Delinquent taxes	1,656,108	-	-	-
Accounts	1,608,128	12,009	-	107,684
Loans	339,506	-	15,000,000	-
Other, net	955,510	-	-	-
Due from other funds	129,197	-	-	-
Due from other governments	386,283	460,588	-	407,125
Inventories and prepaid items	675,326	21,251	-	1,862
<b>Total assets</b>	<b>\$ 39,623,727</b>	<b>\$ 2,199,048</b>	<b>\$ 15,557,091</b>	<b>\$ 6,544,209</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ 1,652,986	\$ 206,007	\$ -	\$ 72,060
Accrued and other current liabilities	3,011,698	88,352	-	64,520
Due to other funds	-	97,422	-	31,775
Due to other governments	437,606	75,906	-	-
Special deposits	399,822	10	-	2,358
Unearned revenues	237,195	-	54,336	-
<b>Total liabilities</b>	<b>5,739,307</b>	<b>467,697</b>	<b>54,336</b>	<b>170,713</b>
Deferred inflows of resources				
Property taxes levied for subsequent year	11,927,539	1,654,232	-	2,750,847
Delinquent taxes, interest and penalties	695,845	-	-	-
Loans receivable	289,506	-	15,000,000	-
Court fines receivable	422,528	-	-	-
<b>Total deferred inflows of resources</b>	<b>13,335,418</b>	<b>1,654,232</b>	<b>15,000,000</b>	<b>2,750,847</b>
Fund balances				
Nonspendable	2,076,507	21,251	-	1,862
Restricted	-	-	502,755	1,448,214
Assigned	4,057,546	55,868	-	2,172,573
Unassigned	14,414,949	-	-	-
<b>Total fund balances</b>	<b>20,549,002</b>	<b>77,119</b>	<b>502,755</b>	<b>3,622,649</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 39,623,727</b>	<b>\$ 2,199,048</b>	<b>\$ 15,557,091</b>	<b>\$ 6,544,209</b>

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

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Totals	
2017	2016
\$ 24,908,291	\$ 22,350,204
921,780	952,832
16,333,427	16,229,906
1,656,108	1,656,457
1,727,821	1,578,672
15,339,506	15,358,011
955,510	868,487
129,197	263,026
1,253,996	1,144,971
698,439	97,310
<u>\$ 63,924,075</u>	<u>\$ 60,499,876</u>

\$ 1,931,053	\$ 1,499,088
3,164,570	3,013,085
129,197	263,026
513,512	359,794
402,190	477,956
291,531	36,763
<u>6,432,053</u>	<u>5,649,712</u>

16,332,618	16,221,217
695,845	714,942
15,289,506	15,358,011
422,528	404,454
<u>32,740,497</u>	<u>32,698,624</u>

2,099,620	1,444,131
1,950,969	1,449,545
6,285,987	6,046,039
14,414,949	13,211,825
<u>24,751,525</u>	<u>22,151,540</u>

<u>\$ 63,924,075</u>	<u>\$ 60,499,876</u>
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# Oneida County, Wisconsin

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016**

	<u>2017</u>	<u>2016</u>
<b>RECONCILIATION TO THE STATEMENT OF NET POSITION</b>		
Total fund balances as shown on previous page	\$ 24,751,525	\$ 22,151,540
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.	52,336,377	52,141,459
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Interest and penalty on taxes	446,385	453,882
Loans receivable	15,289,506	15,358,011
Tax roll	249,460	261,060
Other	422,528	404,454
Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the funds.		
Deferred outflows related to pensions	5,705,404	8,206,506
Deferred inflows related to pensions	(2,323,710)	(3,079,071)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds and notes payable	(15,000,000)	(15,000,000)
Compensated absences	(1,359,269)	(1,293,892)
Net pension liability	(738,879)	(1,463,101)
Other postemployment benefit	(5,339,125)	(2,849,901)
Accrued interest on long-term obligations	<u>(547,397)</u>	<u>(97,397)</u>
Net position of governmental activities as reported on the statement of net position (see page 11)	<u>\$ 73,892,805</u>	<u>\$ 75,193,550</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, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016**

	General	Social Services	Debt Service	Other Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 17,090,331	\$ 1,603,001	\$ -	\$ 2,750,335
Intergovernmental	7,523,350	4,588,713	-	2,506,059
Licenses and permits	6,855	-	-	-
Fines and forfeits	154,624	-	-	-
Public charges for services	3,115,387	15,110	-	959,649
Intergovernmental charges for services	3,064,779	21,586	-	50,140
Miscellaneous	1,165,901	6,345	450,000	18,398
Total revenues	<u>32,121,227</u>	<u>6,234,755</u>	<u>450,000</u>	<u>6,284,581</u>
<b>EXPENDITURES</b>				
Current				
General government	7,952,407	-	-	-
Public safety	11,123,629	-	-	-
Public works	197,081	-	-	3,430,794
Health and human services	7,761,066	5,893,463	-	3,153,305
Culture and recreation	1,309,256	-	-	-
Conservation and development	1,662,360	-	-	519
Debt service				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	-	-	-	107,466
Total expenditures	<u>30,005,799</u>	<u>5,893,463</u>	<u>-</u>	<u>6,692,084</u>
Excess of revenues over (under) expenditures	<u>2,115,428</u>	<u>341,292</u>	<u>450,000</u>	<u>(407,503)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Long-term debt issued	-	-	-	-
Proceeds from sale of capital assets	77,379	-	-	23,389
Transfers in	436,689	54,293	-	177,754
Transfers out	(232,047)	(368,876)	-	(67,813)
Total other financing sources (uses)	<u>282,021</u>	<u>(314,583)</u>	<u>-</u>	<u>133,330</u>
<b>Net change in fund balances</b>	<u>2,397,449</u>	<u>26,709</u>	<u>450,000</u>	<u>(274,173)</u>
<b>Fund balances - January 1</b>	<u>18,151,553</u>	<u>50,410</u>	<u>52,755</u>	<u>3,896,822</u>
<b>Fund balances - December 31</b>	<u>\$ 20,549,002</u>	<u>\$ 77,119</u>	<u>\$ 502,755</u>	<u>\$ 3,622,649</u>

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

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Totals	
2017	2016
\$ 21,443,667	\$ 20,960,901
14,618,122	16,226,573
6,855	5,550
154,624	157,981
4,090,146	3,392,903
3,136,505	2,102,317
1,640,644	806,466
<u>45,090,563</u>	<u>43,652,691</u>
7,952,407	7,833,058
11,123,629	10,574,185
3,627,875	3,180,069
16,807,834	18,761,769
1,309,256	1,221,344
1,662,879	16,794,195
-	425,000
-	9,749
107,466	25,111
<u>42,591,346</u>	<u>58,824,480</u>
<u>2,499,217</u>	<u>(15,171,789)</u>
-	15,000,000
100,768	146,421
668,736	805,481
(668,736)	(805,481)
<u>100,768</u>	<u>15,146,421</u>
2,599,985	(25,368)
<u>22,151,540</u>	<u>22,176,908</u>
<u>\$ 24,751,525</u>	<u>\$ 22,151,540</u>

# Oneida County, Wisconsin

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016**

	<u>2017</u>	<u>2016</u>
<b>RECONCILIATION TO THE STATEMENT OF ACTIVITIES</b>		
Net change in fund balances as shown on previous page	\$ 2,599,985	\$ (25,368)
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 capital outlay in governmental fund statements	3,535,243	2,655,197
Depreciation expense reported in the statement of activities	(3,312,178)	(3,272,444)
Net book value of disposals	(28,147)	(56,422)
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.	(69,528)	14,927,797
Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Long-term debt issued	-	(15,000,000)
Principal repaid	-	425,000
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:		
Accrued interest on long-term debt	(450,000)	(92,549)
Compensated absences	(65,377)	5,339
Net pension liability	724,222	(3,704,121)
Deferred outflows of resources related to pensions	(2,501,102)	5,880,866
Deferred inflows of resources related to pensions	755,361	(3,079,071)
Other postemployment benefits	(13,189)	(5,096)
Change in net position of governmental activities as reported in the statement of activities (see pages 12 - 13)	<u>\$ 1,175,290</u>	<u>\$ (1,340,872)</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, 2017  
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2016**

	Budget		Actual	Variance	2016 Actual
	Original	Final		Final Budget - Positive (Negative)	
<b>REVENUES</b>					
Taxes	\$ 16,824,001	\$ 16,824,001	\$ 17,090,331	\$ 266,330	\$ 16,580,431
Intergovernmental	7,484,633	7,799,829	7,523,350	(276,479)	8,066,545
Licenses and permits	5,300	5,300	6,855	1,555	5,550
Fines and forfeits	153,111	153,111	154,624	1,513	157,981
Public charges for services	2,417,936	2,447,234	3,115,387	668,153	2,440,045
Intergovernmental charges for services	1,518,533	1,641,788	3,064,779	1,422,991	2,037,543
Miscellaneous	654,057	886,725	1,165,901	279,176	724,834
<b>Total revenues</b>	<b>29,057,571</b>	<b>29,757,988</b>	<b>32,121,227</b>	<b>2,363,239</b>	<b>30,012,929</b>
<b>EXPENDITURES</b>					
Current					
General government	7,990,576	9,024,036	7,952,407	1,071,629	7,833,058
Public safety	11,201,816	11,589,113	11,123,629	465,484	10,574,185
Public works	197,081	197,081	197,081	-	197,081
Health and human services	8,070,316	7,986,085	7,761,066	225,019	8,364,263
Culture and recreation	1,593,646	1,596,771	1,309,256	287,515	1,221,344
Conservation and development	1,703,580	1,801,713	1,662,360	139,353	16,649,207
<b>Total expenditures</b>	<b>30,757,015</b>	<b>32,194,799</b>	<b>30,005,799</b>	<b>2,189,000</b>	<b>44,839,138</b>
Excess of revenues over (under) expenditures	(1,699,444)	(2,436,811)	2,115,428	4,552,239	(14,826,209)
<b>OTHER FINANCING SOURCES (USES)</b>					
Long-term debt issued	-	-	-	-	15,000,000
Proceeds from sale of capital assets	22,250	22,250	77,379	55,129	123,032
Transfers in	75,000	123,588	436,689	313,101	320,634
Transfers out	(124,000)	(307,047)	(232,047)	75,000	(484,847)
<b>Total other financing sources (uses)</b>	<b>(26,750)</b>	<b>(161,209)</b>	<b>282,021</b>	<b>443,230</b>	<b>14,958,819</b>
<b>Net change in fund balance</b>	<b>(1,726,194)</b>	<b>(2,598,019)</b>	<b>2,397,449</b>	<b>4,995,468</b>	<b>132,610</b>
<b>Fund balance - January 1</b>	<b>18,151,553</b>	<b>18,151,553</b>	<b>18,151,553</b>	<b>-</b>	<b>18,018,943</b>
<b>Fund balance - December 31</b>	<b>\$ 16,425,359</b>	<b>\$ 15,553,534</b>	<b>\$ 20,549,002</b>	<b>\$ 4,995,468</b>	<b>\$ 18,151,553</b>

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, 2017  
 WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2016**

	Budget		Actual	Variance Final Budget - Positive (Negative)	2016 Actual
	Original	Final			
<b>REVENUES</b>					
Taxes	\$ 1,603,001	\$ 1,603,001	\$ 1,603,001	\$ -	\$ 1,553,501
Intergovernmental	4,663,080	4,918,515	4,588,713	(329,802)	5,617,177
Public charges for services	19,400	19,400	15,110	(4,290)	17,708
Intergovernmental charges for services	40,000	32,316	21,586	(10,730)	40,000
Miscellaneous	6,288	6,288	6,345	57	6,322
<b>Total revenues</b>	<b>6,331,769</b>	<b>6,579,520</b>	<b>6,234,755</b>	<b>(344,765)</b>	<b>7,234,708</b>
<b>EXPENDITURES</b>					
Current					
Health and human services	6,331,769	6,600,435	5,893,463	706,972	7,077,983
Excess of revenues over (under) expenditures	-	(20,915)	341,292	362,207	156,725
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	54,293	54,293	-	33,119
Transfers out	-	(33,378)	(368,876)	(335,498)	(221,477)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>20,915</b>	<b>(314,583)</b>	<b>(335,498)</b>	<b>(188,358)</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>26,709</b>	<b>26,709</b>	<b>(31,633)</b>
<b>Fund balance - January 1</b>	<b>50,410</b>	<b>50,410</b>	<b>50,410</b>	<b>-</b>	<b>82,043</b>
<b>Fund balance - December 31</b>	<b>\$ 50,410</b>	<b>\$ 50,410</b>	<b>\$ 77,119</b>	<b>\$ 26,709</b>	<b>\$ 50,410</b>

*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, 2017  
 WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016

	Solid Waste	Highway	Totals	
			2017	2016
<b>ASSETS</b>				
Current assets				
Cash and investments	\$ 274,105	\$ 990,370	\$ 1,264,475	\$ 1,125,173
Receivables				
Accounts	66,523	122,753	189,276	176,102
Due from other governments	18,925	448,981	467,906	473,889
Inventories and prepaid items	-	517,417	517,417	586,589
Total current assets	<u>359,553</u>	<u>2,079,521</u>	<u>2,439,074</u>	<u>2,361,753</u>
Noncurrent assets				
Restricted assets				
Cash and investments	1,300,301	-	1,300,301	1,345,518
Capital assets				
Nondepreciable	-	69,751	69,751	64,904
Depreciable	354,166	2,550,940	2,905,106	2,941,302
Total capital assets	<u>354,166</u>	<u>2,620,691</u>	<u>2,974,857</u>	<u>3,006,206</u>
Total assets	<u>2,014,020</u>	<u>4,700,212</u>	<u>6,714,232</u>	<u>6,713,477</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension related amounts	<u>97,863</u>	<u>544,912</u>	<u>642,775</u>	<u>905,178</u>
<b>LIABILITIES</b>				
Current liabilities				
Accounts payable	110,175	18,249	128,424	167,095
Accrued and other current liabilities	12,333	57,015	69,348	95,643
Unearned revenue	-	755	755	84,133
Compensated absences	9,185	49,178	58,363	57,805
Total current liabilities	<u>131,693</u>	<u>125,197</u>	<u>256,890</u>	<u>404,676</u>
Long-term obligations, less current portion				
Compensated absences	23,796	187,023	210,819	241,443
Long-term care - landfill closure	1,300,300	-	1,300,300	1,345,519
Net pension liability	12,762	70,114	82,876	160,590
Other postemployment benefits	-	563,951	563,951	241,225
Total long-term liabilities	<u>1,336,858</u>	<u>821,088</u>	<u>2,157,946</u>	<u>1,988,777</u>
Total liabilities	<u>1,468,551</u>	<u>946,285</u>	<u>2,414,836</u>	<u>2,393,453</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension related amounts	<u>40,136</u>	<u>220,504</u>	<u>260,640</u>	<u>337,958</u>
<b>NET POSITION</b>				
Investment in capital assets	354,166	2,620,691	2,974,857	3,006,206
Unrestricted	<u>249,030</u>	<u>1,457,644</u>	<u>1,706,674</u>	<u>1,881,038</u>
Total net position	<u>\$ 603,196</u>	<u>\$ 4,078,335</u>	<u>\$ 4,681,531</u>	<u>\$ 4,887,244</u>

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, 2017  
 WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016**

	Solid Waste	Highway	Totals	
			2017	2016
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,195,221	\$ 6,086,451	\$ 7,281,672	\$ 6,343,998
Intergovernmental	105,114	-	105,114	90,155
Miscellaneous	-	9,112	9,112	17,718
Total operating revenues	<u>1,300,335</u>	<u>6,095,563</u>	<u>7,395,898</u>	<u>6,451,871</u>
<b>OPERATING EXPENSES</b>				
Operation and maintenance	1,147,775	5,518,421	6,666,196	6,191,669
Depreciation	150,605	327,005	477,610	471,121
Total operating expenses	<u>1,298,380</u>	<u>5,845,426</u>	<u>7,143,806</u>	<u>6,662,790</u>
Operating income (loss)	<u>1,955</u>	<u>250,137</u>	<u>252,092</u>	<u>(210,919)</u>
<b>NONOPERATING REVENUES</b>				
Interest income	4,731	-	4,731	10,150
Gain on disposal of capital assets	1,000	-	1,000	2,936
Total nonoperating revenues	<u>5,731</u>	<u>-</u>	<u>5,731</u>	<u>13,086</u>
<b>Change in net position</b>	<u>7,686</u>	<u>250,137</u>	<u>257,823</u>	<u>(197,833)</u>
<b>Net position - January 1, as originally reported</b>	595,510	4,291,734	4,887,244	5,085,077
<b>Cumulative effect of change in accounting principle</b>	-	(463,536)	(463,536)	-
<b>Net position - January 1, as restated</b>	<u>595,510</u>	<u>3,828,198</u>	<u>4,423,708</u>	<u>5,085,077</u>
<b>Net position - December 31</b>	<u>\$ 603,196</u>	<u>\$ 4,078,335</u>	<u>\$ 4,681,531</u>	<u>\$ 4,887,244</u>

*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, 2017  
 WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	Solid Waste	Highway	Totals	
			2017	2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from customers	\$ 1,316,983	\$ 5,988,346	\$ 7,305,329	\$ 6,215,638
Cash paid for employee wages and benefits	(292,775)	(2,464,819)	(2,757,594)	(1,642,711)
Cash paid to suppliers	(874,952)	(3,138,168)	(4,013,120)	(4,321,527)
Net cash provided by operating activities	<u>149,256</u>	<u>385,359</u>	<u>534,615</u>	<u>251,400</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	(446,261)	(446,261)	(315,296)
Sale of capital assets	1,000	-	1,000	39,780
Net cash provided (used) by capital and related financing activities	<u>1,000</u>	<u>(446,261)</u>	<u>(445,261)</u>	<u>(275,516)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	4,731	-	4,731	10,150
Change in cash and cash equivalents	154,987	(60,902)	94,085	(13,966)
Cash and cash equivalents - January 1	<u>1,419,419</u>	<u>1,051,272</u>	<u>2,470,691</u>	<u>2,484,657</u>
Cash and cash equivalents - December 31	<u>\$ 1,574,406</u>	<u>\$ 990,370</u>	<u>\$ 2,564,776</u>	<u>\$ 2,470,691</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 1,955	\$ 250,137	\$ 252,092	\$ (210,919)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	150,605	327,005	477,610	471,121
Change in liability (asset) and deferred outflows and inflows of resources				
Pension	14,133	93,238	107,371	104,190
Other postemployment benefits	-	(140,810)	(140,810)	(16,446)
Change in operating assets and liabilities				
Accounts receivables	13,098	(26,272)	(13,174)	(73,434)
Due from other governments	3,550	2,433	5,983	(183,898)
Inventories and prepaid items	-	69,172	69,172	147,800
Accounts payable	13,209	(51,880)	(38,671)	43,884
Accrued and other current liabilities	(4,079)	(22,216)	(26,295)	10,645
Unearned revenue	-	(83,378)	(83,378)	21,099
Landfill post closure care	(45,219)	-	(45,219)	(36,839)
Compensated absences	2,004	(32,070)	(30,066)	(25,803)
Net cash provided by operating activities	<u>\$ 149,256</u>	<u>\$ 385,359</u>	<u>\$ 534,615</u>	<u>\$ 251,400</u>
Reconciliation of cash and cash equivalents to the statement of net position				
Cash and cash equivalents in current assets	\$ 274,105	\$ 990,370	\$ 1,264,475	\$ 1,125,173
Cash and cash equivalents in restricted assets	<u>1,300,301</u>	<u>-</u>	<u>1,300,301</u>	<u>1,345,518</u>
Total cash and cash equivalents	<u>\$ 1,574,406</u>	<u>\$ 990,370</u>	<u>\$ 2,564,776</u>	<u>\$ 2,470,691</u>
Noncash 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, 2017

WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016

	ADRC of the Northwoods	Departmental Cash	Totals	
			2017	2016
<b>ASSETS</b>				
Current assets				
Cash and investments	\$ -	\$ 591,137	\$ 591,137	\$ 310,488
Receivables				
Prepaid expenses	884	-	884	559
Due from other governments	388,156	-	388,156	302,875
	<u>389,040</u>	<u>591,137</u>	<u>980,177</u>	<u>613,922</u>
Total assets	<u>\$ 389,040</u>	<u>\$ 591,137</u>	<u>\$ 980,177</u>	<u>\$ 613,922</u>
<b>LIABILITIES</b>				
Current liabilities				
Accounts payable	\$ 205,065	\$ -	\$ 205,065	\$ 5,370
Other liabilities	-	-	-	17,732
Due to other governments	183,975	591,137	775,112	590,820
	<u>389,040</u>	<u>591,137</u>	<u>980,177</u>	<u>613,922</u>
Total liabilities	<u>\$ 389,040</u>	<u>\$ 591,137</u>	<u>\$ 980,177</u>	<u>\$ 613,922</u>

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

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### NOTE 1: 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:

#### A. REPORTING ENTITY

The County is a municipal corporation governed by an elected twenty-one member board. In accordance with GAAP, the basic financial statements are required to include the County 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 in GASB Statement No. 61.

#### B. 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 primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

#### Special Revenue - 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.

#### Debt Service

This fund accounts for the resources accumulated and payments made for the principal and interest of long-term general obligation debt of governmental funds. The significant revenues for the fund are loan payments from a business.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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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 County 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.

### **C. 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 except for human services, victim witness, and other reimbursable grants, for which available is defined as 180 days. This exception is necessary because the funding source reimbursement process routinely extends to this period and the revenue then more appropriately matches to the related expenditures. 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, 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, 2017

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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 proprietary funds are charges to customers for services. Operating expenses for proprietary funds include the costs 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.

### **D. ASSETS, LIABILITIES, DEFERRED OUTFLOWS/INFLOWS OF RESOURCES, AND NET POSITION OR FUND BALANCE**

#### **1. 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 price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. 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.

#### **2. 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 a 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 \$16,332,618 are recorded on December 31, 2017 for collection in 2018 for the County apportionment.

The County apportionment is for financing 2018 operations and will be transferred in 2018 from deferred inflows of resources to current revenues of the County's governmental and proprietary funds.

#### **3. Accounts and Other Receivable**

Accounts and other receivable of \$2,872,607 have been shown net of allowance for uncollectible account of \$1,432,891.

#### **4. Loans Receivable**

The County has received federal and state grant funds for economic development and housing rehabilitation loan programs and has passed the funds to various businesses and individuals in the form of loans. The County records a loan receivable and expenditure when the loan has been made and the funds disbursed. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements. In the governmental funds, the County records a deferred inflow of resources for the net amount of the receivable. As the loans are repaid, revenue is recognized. Any unspent loan proceeds are presented as restricted fund balance in the fund financial statements.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

### 5. 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.

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

### 6. 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 to indicate that they do not represent spendable available financial resources.

### 7. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items and are accounted for on the consumption method.

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

### 8. 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 costs of \$250 or higher and an estimated useful life in excess of a year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition 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:

Assets	Governmental	Business-type
	Activities	Activities
	Years	
Land improvements	N/A	10 - 20
Buildings and improvements	10 - 50	20 - 50
Machinery and equipment	5 - 15	3 - 30
Infrastructure	20 - 50	N/A

### 9. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick leave benefits in accordance with employee handbook policies and/or bargaining unit agreements. All vacation and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### 10. Deferred Outflows/Inflows of Resources

Deferred outflows of resources are a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the government that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses or expenditures and revenues are deferred until the future periods to which the outflows and inflows are applicable.

Governmental funds may report deferred inflows of resources for unavailable revenues. The County reports unavailable revenues for loan receivables, fines receivable and interest and penalties on delinquent property taxes. These inflows are recognized as revenues in the government-wide financial statements.

### 11. 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 as incurred.

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.

### 12. Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Qualifying employees are provided with other postemployment benefits. The OPEB is a single employer defined benefit plan administered by the County. For purposes of measuring the OPEB liability, related deferred outflows and inflows and OPEB expense, the County has used values provided by their actuary. Benefit payments are recognized when due and payable in accordance with the benefit terms.

### 13. 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.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2017

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- ▶ **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.

### *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 assets, 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 assets.

### **E. 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.

### **F. PRIOR YEAR INFORMATION**

Comparative amounts for the prior year have been presented in the basic financial statements to provide an understanding of changes in the County's financial position and operations. The comparative amounts may be summarized in total and not at the level of detail required for a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended December 31, 2016, from which the summarized information was derived.

### **G. RECLASSIFICATIONS**

Certain amounts in the prior year financial statements have been reclassified to conform with the presentation in the current year financial statements with no change in previously reported net position, changes in net position, fund balance or changes in fund balance.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### NOTE 2: STEWARDSHIP AND COMPLIANCE

#### A. 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 all 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 adopting a budget.
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, 2017.

#### B. 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 2017 and 2018 budget years, Wisconsin Statutes limit the increase in the maximum allowable tax levy to the change in the County's January 1 equalized value as a result of net new construction. The actual limit for the County for the 2017 budget was 0.66%. The actual limit for the County for the 2018 budget was 0.69%. 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.

### NOTE 3: DETAILED NOTES ON ALL FUNDS

#### A. 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 on 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.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

The carrying amount of the County's cash and investments totaled \$28,985,984 on December 31, 2017 as summarized below:

Petty cash and cash on hand	\$ 3,360
Deposits with financial institutions	7,633,421
Investments	
Associated Bank	1,300,300
Wisconsin Local Government Investment Pool	6,205,710
BMO	8,824,869
PMA Portfolio	5,018,324
	<u>\$ 28,985,984</u>

Reconciliation to the basic financial statements:

Government-wide statement of net position	
Cash and investments	\$ 26,172,766
Restricted cash and investments	2,222,081
Fiduciary fund statement of net position	
Agency fund	591,137
	<u>\$ 28,985,984</u>

### Fair Value Measurements

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The County has the following fair value measurements as of December 31, 2017:

	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments			
U.S. Treasury securities	\$ -	\$ 6,108,731	\$ -
Federal Agency securities	-	1,108,777	-
Asset back securities	-	1,348,085	-
Commercial mortgage backed securities	-	463,047	-
Collateralized mortgage obligations	-	36,449	-
Corporate bonds and notes	-	4,507,551	-
State and municipal bonds	-	875,611	-
Money market mutual funds	695,242	-	-
	<u>\$ 695,242</u>	<u>\$ 14,448,251</u>	<u>\$ -</u>

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

### 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 policy.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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. This coverage has been considered in determining custodial credit risk.

As of December 31, 2017, \$4,933,177 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 investment in securities to the top two ratings assigned by nationally recognized statistical rating organizations. Presented below is the actual rating as of the year-end for each investment type.

Investment Type	Amount	Exempt from				Not Rated
		Disclosure	AAA	Aa	Below AA	
U.S. Treasury notes	\$ 6,108,731	\$ 6,108,731	\$ -	\$ -	\$ -	\$ -
Federal agency securities	1,108,777	-	1,108,777	-	-	-
Asset backed securities	1,348,085	-	1,348,085	-	-	-
Commercial mortgage backed securities	463,047	-	339,494	123,553	-	-
Collateralized mortgage obligations	36,449	-	-	36,449	-	-
Corporate bonds	4,507,552	-	521,917	3,180,353	805,282	-
State and municipal bonds	875,611	-	50,151	651,028	-	174,432
Money market mutual funds	695,242	-	-	-	-	695,242
Wisconsin Local Government Investment Pool	6,205,710	-	-	-	-	6,205,710
<b>Totals</b>	<b>\$ 21,349,204</b>	<b>\$ 6,108,731</b>	<b>\$ 3,368,424</b>	<b>\$ 3,991,383</b>	<b>\$ 805,282</b>	<b>\$ 7,075,384</b>

### 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.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

Information about the sensitivity of the fair values of the County's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the County's investments by maturity:

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 notes	\$ 6,108,731	\$ 1,104,115	\$ 2,320,348	\$ 2,684,268	\$ -
Federal agency securities	1,108,777	398,612	129,280	580,885	-
Asset backed securities	1,348,085	104,316	180,714	988,706	74,349
Commercial mortgage backed securities	463,047	-	100,183	206,364	156,500
Collateralized mortgage obligations	36,449	-	-	-	36,449
Corporate bonds	4,507,554	1,216,815	1,091,122	2,199,617	-
State and municipal bonds	875,611	200,874	252,151	422,586	-
Wisconsin Local Government Investment Pool	6,205,710	6,205,710	-	-	-
Totals	<u>\$ 20,653,964</u>	<u>\$ 9,230,442</u>	<u>\$ 4,073,798</u>	<u>\$ 7,082,426</u>	<u>\$ 267,298</u>

### 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
Mortgage backed securities. 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.	\$ 463,047

### Investment with Local Government Investment Pool

The County has investments in the Wisconsin Local Government Investment Pool of \$6,205,710 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, 2017, the fair value of the County's share of the LGIP's assets was substantially equal to the carrying value.

### B. 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, 2017, the County's General Fund showed an investment of \$1,656,108 in delinquent taxes as follows:

Tax certificates	\$ 1,575,872
Tax deeds	80,236
Total	<u>\$ 1,656,108</u>



# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

An aging of the delinquent taxes of \$1,656,108 on December 31, 2017 follows:

Year Acquired	Total	Tax Certificates	Tax Deeds
2007 and prior	\$ 11,408	\$ 220	\$ 11,188
2008	3,302	22	3,280
2009	766	64	702
2010	6,017	6,017	-
2011	6,597	6,597	-
2012	8,880	6,874	2,006
2013	12,580	10,786	1,794
2014	89,040	85,982	3,058
2015	256,136	255,810	326
2016	417,878	411,715	6,163
2017	843,504	791,785	51,719
Total	<u>\$1,656,108</u>	<u>\$1,575,872</u>	<u>\$ 80,236</u>

Of the total of \$1,656,108 for delinquent taxes, \$55,466 was collected within 60 days of year-end. \$249,461 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 \$1,351,181 is recorded as nonspendable fund balance for the General Fund.

### C. 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:

	General	Social Services	Nonmajor Gov't Funds	Solid Waste	Highway	Total
Receivables						
Taxes	\$11,928,348	\$1,654,232	\$ 2,750,847	\$ -	\$ -	\$16,333,427
Delinquent taxes	1,656,108	-	-	-	-	1,656,108
Accounts	1,608,128	12,009	107,684	66,523	122,753	1,917,097
Loans	339,506	-	15,000,000	-	-	15,339,506
Other	2,388,401	-	-	-	-	2,388,401
Gross receivables	<u>17,920,491</u>	<u>1,666,241</u>	<u>17,858,531</u>	<u>66,523</u>	<u>122,753</u>	<u>37,634,539</u>
Less: Allowance for uncollectibles	1,432,891	-	-	-	-	1,432,891
Net total receivables	<u>\$16,487,600</u>	<u>\$1,666,241</u>	<u>\$17,858,531</u>	<u>\$ 66,523</u>	<u>\$122,753</u>	<u>\$36,201,648</u>

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

### D. RESTRICTED ASSETS

Restricted assets on December 31, 2017 totaled \$2,222,081 and consisted of cash and investments held for the following purposes:

Funds	Amount	Purpose
General		
Health insurance trust	\$ 177,829	Resources for health insurance.
Special Revenue		
Human services COP risk reserve	50,468	COP program expenditures
Capital Project		
Airport construction	693,483	Airport improvements
Total governmental funds	<u>921,780</u>	
Enterprise fund		
Solid waste long-term care	<u>1,300,301</u>	Long-term care of closed landfill
Total	<u>\$ 2,222,081</u>	

### E. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, nondepreciable:				
Land	\$ 14,074,621	\$ 16,258	\$ -	\$ 14,090,879
Construction in progress	105,606	244,990	105,606	244,990
Total capital assets, nondepreciable	<u>14,180,227</u>	<u>261,248</u>	<u>105,606</u>	<u>14,335,869</u>
Capital assets, depreciable:				
Buildings and improvements	33,786,781	207,712	-	33,994,493
Machinery and equipment	16,391,467	1,458,875	758,331	17,092,011
Infrastructure	29,902,970	1,713,014	746,012	30,869,972
Subtotals	<u>80,081,218</u>	<u>3,379,601</u>	<u>1,504,343</u>	<u>81,956,476</u>
Less accumulated depreciation for:				
Buildings and improvements	17,797,242	734,483	-	18,531,725
Machinery and equipment	10,371,435	1,034,185	730,184	10,675,436
Infrastructure	13,951,309	1,543,510	746,012	14,748,807
Subtotals	<u>42,119,986</u>	<u>3,312,178</u>	<u>1,476,196</u>	<u>43,955,968</u>
Total capital assets, depreciable, net	<u>37,961,232</u>	<u>67,423</u>	<u>28,147</u>	<u>38,000,508</u>
Governmental activities capital assets, net	<u>\$ 52,141,459</u>	<u>\$ 328,671</u>	<u>\$ 133,753</u>	<u>\$ 52,336,377</u>

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Business-type activities:</b>				
Capital assets, nondepreciable:				
Land	\$ 59,613	\$ -	\$ -	\$ 59,613
Construction in progress	5,291	10,138	5,291	10,138
Total capital assets, nondepreciable	<u>64,904</u>	<u>10,138</u>	<u>5,291</u>	<u>69,751</u>
Capital assets, depreciable:				
Buildings	1,798,059	-	-	1,798,059
Improvements	1,560,933	-	-	1,560,933
Machinery and equipment	8,953,743	441,414	149,664	9,245,493
Subtotals	<u>12,312,735</u>	<u>441,414</u>	<u>149,664</u>	<u>12,604,485</u>
Less accumulated depreciation for:				
Buildings	1,618,978	32,441	-	1,651,419
Improvements	1,383,162	84,102	-	1,467,264
Machinery and equipment	6,369,293	361,067	149,664	6,580,696
Subtotals	<u>9,371,433</u>	<u>477,610</u>	<u>149,664</u>	<u>9,699,379</u>
Total capital assets, depreciable, net	<u>2,941,302</u>	<u>(36,196)</u>	<u>-</u>	<u>2,905,106</u>
Business-type activities capital assets, net	<u>\$ 3,006,206</u>	<u>\$ (26,058)</u>	<u>\$ 5,291</u>	<u>\$ 2,974,857</u>

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

Governmental activities	
General government	\$ 440,767
Public safety	933,360
Public works	1,551,993
Health and human services	175,606
Culture and recreation	194,041
Conservation and development	16,411
Total depreciation expense - governmental activities	<u>\$ 3,312,178</u>
Business-type activities	
Solid waste	\$ 150,605
Highway	327,005
Total depreciation expense - business-type activities	<u>\$ 477,610</u>

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

### F. INTERFUND RECEIVABLE, PAYABLES, AND TRANSFERS

Interfund receivables and payables between individual funds of the County, as reported in the fund financial statements, as of December 31, 2017 are detailed below:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Temporary cash advances to finance operating cash deficits		
Governmental funds		
General	\$ 129,197	\$ -
Special revenue funds		
Social services	-	97,422
Commission on aging	-	31,775
Totals	<u>\$ 129,197</u>	<u>\$ 129,197</u>

Interfund transfers for the year ended December 31, 2017 were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General	\$ 436,689	\$ 232,047
Social services	54,293	368,876
Public health	13,626	44,914
Commission on aging	52,107	22,899
County highway	63,021	-
Capital projects construction fund	49,000	-
	<u>\$ 668,736</u>	<u>\$ 668,736</u>

Interfund transfers were made for the following purposes:

Return excess funds to the General Fund	\$ 436,689
COLA adjustments, PTO payouts and position vacancies	183,047
Reimburse capital improvements fund for building project costs	49,000
	<u>\$ 668,736</u>

### G. CLOSURE AND POSTCLOSURE CARE COSTS

Federal and state laws and regulations require the County landfill to place covers on landfill increments as they are filled (closure costs) and to perform certain maintenance and monitoring functions (postclosure 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 postclosure care costs will normally only be paid after the entire landfill stops accepting waste. In accordance with GASB Statement No. 18, the County annually records an estimate of these closure and postclosure 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, 2017, the County has deposited \$1,300,301 and recorded a closure liability in the amount of \$1,300,300. 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, 2017

### H. LONG-TERM OBLIGATIONS

The following is a summary of changes in long-term obligations of the County for the year ended December 31, 2017:

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Retired</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Governmental activities:</b>					
General obligation debt					
State trust fund loans	\$ 15,000,000	\$ -	\$ -	\$ 15,000,000	\$ -
Compensated absences	1,913,503	95,465	-	2,008,968	649,699
Governmental activities					
Long-term obligations	<u>\$ 16,913,503</u>	<u>\$ 95,465</u>	<u>\$ -</u>	<u>\$ 17,008,968</u>	<u>\$ 649,699</u>
<b>Business-type activities:</b>					
Compensated absences	<u>\$ 299,248</u>	<u>\$ -</u>	<u>\$ 30,066</u>	<u>\$ 269,182</u>	<u>\$ 58,363</u>

Total interest paid during the year on long-term debt totaled \$0.

### General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance 12/31/17</u>
State trust fund loan	10/13/16	3/15/23	3.00%	\$ 15,000,000	\$ 15,000,000

Annual principal and interest maturities of the outstanding general obligation debt of \$15,000,000 on December 31, 2017 are detailed below:

<u>Year Ended December 31,</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2018	\$ -	\$ 638,630	\$ 638,630
2019	2,825,524	450,000	3,275,524
2020	2,909,290	366,235	3,275,525
2021	2,997,569	277,956	3,275,525
2022	3,087,496	188,028	3,275,524
2023	3,180,121	95,404	3,275,525
	<u>\$ 15,000,000</u>	<u>\$ 2,016,253</u>	<u>\$ 2,016,253</u>

For governmental activities, the other long-term liabilities are generally funded by the General Fund.

### Legal Margin for New Debt

The County's legal margin for creation of additional general obligation debt on December 31, 2017 was \$326,454,465 as follows:

Equalized valuation of the County	\$ 6,829,089,300
Statutory limitation percentage	(x) 5%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes	341,454,465
Outstanding general obligation debt applicable to debt limitation	15,000,000
Legal margin for new debt	<u>\$ 326,454,465</u>

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### I. PENSION PLAN

#### 1. Plan Description

The WRS is a cost-sharing, multiple-employer, defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. 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.

ETF issues a standalone Comprehensive Annual Financial Report (CAFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

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.

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are 1) final average earnings, 2) years of creditable service, and 3) a formula factor.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

The WRS also provides death and disability benefits for employees.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

### 2. Post-Retirement Adjustments

The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2007	3%	10%
2008	6.6	0
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)

### 3. Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees 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.

During the reporting period ending December 31, 2016, the WRS recognized \$953,757 in contributions from the County.

Contribution rates for the reporting period are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (including teachers)	6.6%	6.6%
Protective with Social Security	6.6%	9.4%
Protective without Social Security	6.6%	13.2%

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

At December 31, 2017, the County reported a liability of \$821,755 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015 rolled forward to December 31, 2016. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The County's proportion of the net pension liability was based on the County's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2016, the County's proportion was 0.09969870%, which was a decrease of 0.00022188% from its proportion measured as of December 31, 2015.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

For the year ended December 31, 2017, the County recognized pension expense of \$2,141,690.

At December 31, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 313,335	\$ 2,584,350
Net differences between projected and actual earnings on pension plan investments	4,090,436	-
Changes in assumptions	859,177	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	79,313	-
Employer contributions subsequent to the measurement date	1,005,918	-
<b>Total</b>	<b>\$ 6,348,179</b>	<b>\$ 2,584,350</b>

\$1,005,918 reported as deferred outflows related to pension resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31,	Expense
2017	\$ 1,116,907
2018	1,116,907
2019	762,679
2020	(240,209)
2021	1,627
<b>Total</b>	<b>\$ 2,757,911</b>

### 5. Actuarial Assumptions

The total pension liability in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial valuation date:	December 31, 2015
Measurement date of net pension liability (asset):	December 31, 2016
Actuarial cost method:	Entry Age
Asset valuation method:	Fair Value
Long-term expected rate of return:	7.2%
Discount rate:	7.2%
Salary increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.6%
Mortality	Wisconsin 2012 Mortality Table
Post-retirement adjustments*	2.1%

\* No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.



# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

Actuarial assumptions are based upon an experience study conducted in 2015 using experience from 2012 - 2014. The total pension liability for December 31, 2016 is based upon a roll-forward of the liability calculated from the December 31, 2015 actuarial valuation.

**Long-term Expected Return on Plan Assets.** The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

	Current Asset Allocation %	Destination Target Asset Allocation %	Long-term Expected Nominal Rate of Return %	Long-term Expected Real Rate of Return %
<b>Core Fund Asset Class</b>				
Global equities	50%	45%	8.3%	5.4%
Fixed income	24.5%	37%	4.2%	1.4%
Inflation sensitive assets	15.5%	20%	4.3%	1.5%
Real estate	8%	7%	6.5%	3.6%
Private equity/debt	8%	7%	9.4%	6.5%
Multi-asset	4%	4%	6.6%	3.7%
Total Core Fund	110%	120%	7.4%	4.5%
<b>Variable Fund Asset Class</b>				
U.S. equities	70%	70%	7.6%	4.7%
International equities	30%	30%	8.5%	5.6%
Total Variable Fund	100%	100%	7.9%	5%

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.75%

Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations

**Single Discount Rate.** A single discount rate of 7.20% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long-term bond rate of 3.78%. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan members contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

**Sensitivity of the County's proportionate share of the net pension liability (asset) to changes in the discount rate.** The following presents the County's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.2 percent, as well as what the County's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	<u>1% Decrease to Discount Rate (6.20%)</u>	<u>Current Discount Rate (7.20%)</u>	<u>1% Increase to Discount Rate (8.20%)</u>
County's proportionate share of the net pension liability (asset)	\$ 10,810,718	\$ 821,755	\$ (6,870,199)

**Pension plan fiduciary net position.** Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <http://etf.wi.gov/publications/cafr.htm>.

### 6. Payables to the Pension Plan

At December 31, 2017, the County reported a payable of \$162,183 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2017.

### J. OTHER POSTEMPLOYMENT BENEFITS

Oneida County has adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* for the year ended December 31, 2017. These statements revised and established new financial reporting requirements for governments that provide their employees with postemployment benefits. Financial statements for the year ended December 31, 2016 have not been restated.

The cumulative effect of this change was to decrease the December 31, 2016 net position by \$2,939,571 as follows:

Other postemployment liability	
Balance previously reported	\$ 3,091,126
Actuarially determined balance	6,030,697
Change in other postemployment liability	<u>\$ (2,939,571)</u>

### Plan Description

The Plan is a single-employer defined benefit postemployment health plan that covers retired employees of Oneida County. Eligible retired employees have access to group medical coverage through the County's group plan. County paid medical benefits are paid for as indicated below. All employees of the County are eligible for the Plan if they meet the following age and service requirements below.

### Benefits Provided

For employees who were hired before January 1, 2010, and retire from the County after attaining age 55 and 20 years of service and applies to begin receiving an annuity from WRS, the employee may remain on the County's insurance plan and the County will provided an amount equal to the single plan rate, which is modified by percentage of time worked. For those retiring with 25 years of service, the County will provide an amount equal to the single plan rate plus \$75 to be applied to the health plan premium cost of a single plus one or family plan. The County's contributions will continue for a specific number of years based upon retirement date or until Medicare eligibility, whichever occurs first.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

For sheriff protective and non represented protective employees who were hired before January 1, 2011, and retire from the County after attaining age 53 and 20 years of service and applies to begin receiving an annuity from WRS, or those actively employed on January 1, 2002 who qualify for early retirement under WRS and with a minimum age of 50, the employee may remain on the County's insurance plan and the County will provided an amount equal to the single plan rate, which is modified by percentage of time worked. For those retiring with 25 years of service, the County will provide an amount equal to the single plan rate plus \$75 to be applied to the health plan premium cost of a single plus one or family plan. The County's contributions will continue for a specific number of years based upon retirement date or until Medicare eligibility: whichever occurs first.

For employees who retire from the County between the age of 55 and Medicare eligibility with less than 20 continuous years with the County and is receiving an annuity from WRS, the employee may choose to remain on the County's group plan provided they pay the full 100% amount of the required premiums until Medicare eligibility.

At December 31, 2017, the following employees were covered by the benefit terms:

	Active Employees	Retirees Receiving Benefits	Total
Sheriff Protective	32	9	41
Courthouse	94	12	106
Highway	17	13	30
Nurses	12	1	13
Social Workers	13	1	14
Sheriff Non-Productive	46	2	48
Elected	5	1	6
Non-Union	45	9	54
<b>Total</b>	<b>264</b>	<b>48</b>	<b>312</b>

### Total OPEB Liability

Oneida County's OPEB liability was measured as of December 31, 2017 and was determined by an actuarial valuation as of that date.

### Actuarial Assumptions

The total OPEB liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation:	2.5%
Salary Increases:	2.0%
Investment Rate of Return:	3.75%
Healthcare cost trend rates:	7.0% decreasing by 0.50% every two years down to 5.0%, and level thereafter

Mortality rates are a blend of the Death-in-Service and Retired Lives mortality rates from the "Wisconsin Retirement System 2012 - 2014 Experience Study" with the MP-2015 generational improvement scale (multiplied by 50%).

The actuarial assumptions used in the December 31, 2017 valuation were based on the results of the Wisconsin Retirement System's Three-Year Experience Study for the period 2012 through 2014.

*Discount rate.* The discount rate used to measure the total OPEB liability was 3.5%. The projection of cash flows used to determine the discount rate assumed that Oneida County contributions will be made at rates equal to the actuarially determined contribution rates.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

### Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at January 1, 2017	<u>\$ 6,030,697</u>
Changes for the year:	
Service cost	220,143
Interest	205,249
Contributions - employer	-
Benefit payments	<u>(553,013)</u>
Net changes	<u>(127,621)</u>
Balance at December 31, 2017	<u><u>\$ 5,903,076</u></u>

*Sensitivity of the total OPEB liability to changes in the discount rate and healthcare cost trend rates.* The following presents the total OPEB liability of Oneida County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.5%) or 1-percentage-point higher (3.5%) than the current rate:

	1% Decrease to Discount Rate (2.5%)	Current Discount Rate (3.50%)	1% Increase to Discount Rate (4.50%)
Total OPEB Liability	<u>\$ 6,255,858</u>	<u>\$ 5,903,076</u>	<u>\$ 5,562,766</u>

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.* The following presents the total OPEB liability of Oneida County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0% decreasing to 4.0%) or 1-percentage-point higher (8.0% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease (6.0% decreasing to 4.0%)	Healthcare Cost Trend Rates (7.0% decreasing to 5.0%)	1% Increase (8.0% decreasing to 6.0%)
Total OPEB liability	<u>\$ 5,366,756</u>	<u>\$ 5,903,076</u>	<u>\$ 6,516,754</u>

For the year ended December 31, 2017, Oneida County recognized OPEB expense of \$425,392.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### K. FUND EQUITY

#### Nonspendable Fund Balance

In the fund financial statements, portions of the governmental fund balances are amounts that cannot be spent because they are either 1) not in spendable form or 2) legally or contractually required to be maintained intact. At December 31, 2017, nonspendable fund balance was as follows:

General Fund	
Nonspendable	
Delinquent taxes	\$ 1,351,181
Prepaid items	675,326
Advance to transit commission	<u>50,000</u>
Total General Fund nonspendable fund balance	2,076,507
Special Revenue Funds	
Nonspendable	
Social Services - prepaid items	21,251
Nursing - prepaid items	539
Public Health - prepaid items	1,145
Commission on Aging - prepaid items	<u>178</u>
Total nonspendable fund balance	<u>\$ 2,099,620</u>

#### Restricted Fund Balance

In the fund financial statements, portions of governmental fund balances are not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2017, restricted fund balance was as follows:

Restricted for	
Special Revenue Fund	
Revolving loans	\$ 748,367
Debt Service Fund	502,755
Capital Projects Fund	
Airport capital improvements	<u>699,847</u>
Total restricted fund balance	<u>\$ 1,950,969</u>

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### Assigned Fund Balance

Portions of governmental fund balances have been assigned to represent tentative management plans that are subject to change. At December 31, 2017, fund balance was assigned as follows:

#### General Fund

Continuing appropriations	
Elections	\$ 45,915
Information technology	384,196
Land records fee	1,200
Risk management	36,455
Land information project	14,330
Sheriff vehicles	38,419
Hospital subsidies	351,659
Ambulance repair and replacement	106,904
Ambulance grants	51,303
911 system	68,912
Jail assessment	84,861
Jail showers	132,390
Commissary fees	103,868
Dive team	4,512
Forest roads	16,620
Buildings and grounds	86,959
Major renovation	178,455
Accrued compensated absences	868,090
Courthouse remodeling	88,633
Parks project	49,810
Economic development	43,678
Energy upgrade	22,509
Records management	35,906
Register of deeds	253,023
Storage building	8,087
Medical examiner	20,245
Others	181,962
Buildings and grounds - one time	145,816
Land purchase	455,000
Health insurance trust	177,829
Total General Fund	<u>4,057,546</u>

#### Special Revenue Funds

Social services	55,868
County highway	1,555,524
Nursing	445,282
WIC	15,915
Public health	73,911
Commission on aging	71,008
Total special revenue funds	<u>2,217,508</u>

#### Capital Project Fund

Construction fund	<u>10,933</u>
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Total assigned fund balance	<u>\$ 6,285,987</u>
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# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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### Net Position

The County reports restricted net position at December 31, 2017 as follows:

#### Governmental activities

##### Restricted for

Revolving loans	\$ 748,367
Airport capital improvements	<u>699,847</u>
Total governmental activities restricted net position	<u>\$ 1,448,214</u>

### NOTE 4: OTHER INFORMATION

#### A. 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' compensations 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.

#### B. CONTINGENCIES

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 the Uniform Guidance 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.

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 the 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.

#### C. PASSENGER FACILITY CHARGE PROGRAM

The County participates in the Passenger Facility Charge (PFC) program and received \$93,984 in 2017. The County's annual audit included this program.

#### D. UPCOMING ACCOUNTING PRONOUNCEMENTS

In June 2015, the GASB issued a new standard addressing accounting and financial reporting for postemployment benefits other than pensions (OPEB). GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, addresses accounting and reporting by employer governments that provide OPEB benefits to their employees. The County will, after adoption of GASB No. 75, recognize on the face of the financial statements its OPEB liability. GASB No. 75 is effective for fiscal years beginning after June 15, 2017. The County is currently evaluating the impact this standard will have on the financial statements when adopted.

# Oneida County, Wisconsin

## NOTES TO BASIC FINANCIAL STATEMENTS DECEMBER 31, 2017

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In January 2017, the GASB issued Statement No. 84, *Fiduciary Activities*. The Statement establishes criteria for identifying fiduciary activities and addresses financial reporting for these activities. This statement is effective for reporting periods beginning after June 15, 2018. The County is currently evaluating the impact this standard will have on the financial statements when adopted.

In June 2017, the GASB issued Statement No. 87, *Leases*. The Statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. This statement is effective for reporting periods beginning after December 15, 2019. The County is currently evaluating the impact this standard will have on the financial statements when adopted.



## REQUIRED SUPPLEMENTARY INFORMATION

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# Oneida County, Wisconsin

## SCHEDULE OF FUNDING PROGRESS OTHER POSTEMPLOYMENT BENEFIT PLAN FOR THE YEAR ENDED DECEMBER 31, 2017

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	<u>2017</u>
Total OPEB Liability	
Service cost	\$ 220,143
Interest	205,249
Benefit payments	(553,013)
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Net change in total OPEB liability	<u>(127,621)</u>
Total OPEB liability - beginning	<u>6,030,697</u>
Total OPEB liability - ending	<u>\$ 5,903,076</u>
Covered-employee payroll	\$ 11,661,071
County's total OPEB liability as a percentage of covered-employee payroll	50.62%

\* The amounts presented for each fiscal year were determined as of the current fiscal year end.  
Amounts for prior years were not available.

*See notes to required supplementary information.*

# Oneida County, Wisconsin

## SCHEDULE OF EMPLOYER CONTRIBUTIONS OTHER POSTEMPLOYMENT BENEFIT PLAN FOR THE YEAR ENDED DECEMBER 31, 2017

	<u>2017</u>
Actuarially determined contribution (ADC)	\$ 553,013
Contributions in relation to the ADC	553,013
Contribution deficiency (excess)	<u>\$ -</u>
Covered-employee payroll	\$ 11,661,071
Contributions as a percentage of covered-employee payroll	4.74%

### Key Methods and Assumption Used to Calculate ADC

Actuarial cost method	Entry Age Normal
Asset valuation method	Market Value
Amortization method	23 Year Level Dollar
Discount rate	3.50%
Inflation	2.50%

\* The amounts presented for each fiscal year were determined as of the current fiscal year end. Amounts for prior years were not available.

*See notes to required supplementary information.*

# Oneida County, Wisconsin

## SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET) WISCONSIN RETIREMENT SYSTEM LAST 10 FISCAL YEARS

Fiscal Year Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered-Employee Payroll (plan year)	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
12/31/15	0.10154893%	\$ (2,493,634)	\$ 12,780,692	19.51%	102.74%
12/31/16	0.09992058%	1,623,690	13,028,809	12.46%	98.20%
12/31/17	0.09969870%	821,755	13,540,852	6.07%	99.12%

## SCHEDULE OF CONTRIBUTIONS WISCONSIN RETIREMENT SYSTEM LAST 10 FISCAL YEARS

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered-Employee Payroll (fiscal year)	Contributions as a Percentage of Covered-Employee Payroll
12/31/15	\$ 971,968	\$ 971,968	\$ -	\$ 13,028,809	7.46%
12/31/16	953,757	953,757	-	13,540,852	7.04%
12/31/17	965,439	965,439	-	13,326,730	7.24%

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

There were no changes of benefit terms or assumptions for any participating employer in the WRS.

The amounts reported for each fiscal year were determined as of the calendar year-end that occurred within the prior fiscal year. The County is required to present the last ten fiscal years of data; however accounting standards allow the presentation of as many years as are available until ten fiscal years are presented.

## SUPPLEMENTARY INFORMATION

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# Oneida County, Wisconsin

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION AS OF DECEMBER 31, 2016**

	Special Revenue			
	County Highway	Nursing	WIC	Public Health
<b>ASSETS</b>				
Cash and investments	\$ 1,555,524	\$ 177,813	\$ 20,932	\$ 69,514
Restricted cash and investments	-	-	-	-
Receivables				
Taxes and special charges	2,028,796	-	-	456,442
Accounts	-	48,464	67	34,017
Due from other governments	-	282,914	-	-
Inventories and prepaid items	-	539	-	1,145
<b>Total assets</b>	<b><u>\$ 3,584,320</u></b>	<b><u>\$ 509,730</u></b>	<b><u>\$ 20,999</u></b>	<b><u>\$ 561,118</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities				
Accounts payable	\$ -	\$ 49,885	\$ 955	\$ 4,382
Accrued and other current liabilities	-	14,024	4,129	25,238
Due to other funds	-	-	-	-
Special deposits	-	-	-	-
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>63,909</u></b>	<b><u>5,084</u></b>	<b><u>29,620</u></b>
Deferred inflows of resources				
Property taxes levied for subsequent year	2,028,796	-	-	456,442
Fund balances				
Nonspendable	-	539	-	1,145
Restricted	-	-	-	-
Assigned	1,555,524	445,282	15,915	73,911
<b>Total fund balances</b>	<b><u>1,555,524</u></b>	<b><u>445,821</u></b>	<b><u>15,915</u></b>	<b><u>75,056</u></b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b><u>\$ 3,584,320</u></b>	<b><u>\$ 509,730</u></b>	<b><u>\$ 20,999</u></b>	<b><u>\$ 561,118</u></b>

Commission on Aging	Revolving Loan Fund	Capital Projects		Totals	
		Airport Construction	Construction Fund	2017	2016
\$ 125	\$ 748,367	\$ -	\$ 10,933	\$ 2,583,208	\$ 3,158,881
-	-	693,483	-	693,483	626,137
265,609	-	-	-	2,750,847	2,750,335
18,772	-	6,364	-	107,684	278,475
124,211	-	-	-	407,125	73,556
178	-	-	-	1,862	4,315
<u>\$ 408,895</u>	<u>\$ 748,367</u>	<u>\$ 699,847</u>	<u>\$ 10,933</u>	<u>\$ 6,544,209</u>	<u>\$ 6,891,699</u>
\$ 16,838	\$ -	\$ -	\$ -	\$ 72,060	\$ 33,714
21,129	-	-	-	64,520	71,947
31,775	-	-	-	31,775	83,743
2,358	-	-	-	2,358	2,383
<u>72,100</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,713</u>	<u>191,787</u>
<u>265,609</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,750,847</u>	<u>2,750,335</u>
178	-	-	-	1,862	4,315
-	748,367	699,847	-	1,448,214	1,449,545
71,008	-	-	10,933	2,172,573	2,495,717
<u>71,186</u>	<u>748,367</u>	<u>699,847</u>	<u>10,933</u>	<u>3,622,649</u>	<u>3,949,577</u>
<u>\$ 408,895</u>	<u>\$ 748,367</u>	<u>\$ 699,847</u>	<u>\$ 10,933</u>	<u>\$ 6,544,209</u>	<u>\$ 6,891,699</u>

# Oneida County, Wisconsin

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2017  
WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2016**

	Special Revenue			
	County Highway	Nursing	WIC	Public Health
<b>REVENUES</b>				
Taxes	\$ 2,028,796	\$ -	\$ -	\$ 451,342
Intergovernmental	974,092	676,373	118,544	-
Public charges for services	-	462,650	2,691	155,142
Intergovernmental charges for services	-	20,807	3,500	25,833
Miscellaneous	-	-	250	3,124
<b>Total revenues</b>	<b>3,002,888</b>	<b>1,159,830</b>	<b>124,985</b>	<b>635,441</b>
<b>EXPENDITURES</b>				
Current				
Public works	3,430,794	-	-	-
Health and human services	-	1,175,958	125,077	598,044
Conservation and development	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>3,430,794</b>	<b>1,175,958</b>	<b>125,077</b>	<b>598,044</b>
Excess of revenues over (under) expenditures	(427,906)	(16,128)	(92)	37,397
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of capital assets	-	-	-	-
Transfers in	63,021	-	-	13,626
Transfers out	-	-	-	(44,914)
<b>Total other financing sources (uses)</b>	<b>63,021</b>	<b>-</b>	<b>-</b>	<b>(31,288)</b>
<b>Net change in fund balances</b>	<b>(364,885)</b>	<b>(16,128)</b>	<b>(92)</b>	<b>6,109</b>
<b>Fund balances - January 1</b>	<b>1,920,409</b>	<b>461,949</b>	<b>16,007</b>	<b>68,947</b>
<b>Fund balances - December 31</b>	<b>\$ 1,555,524</b>	<b>\$ 445,821</b>	<b>\$ 15,915</b>	<b>\$ 75,056</b>



Commission on Aging	Revolving Loan Fund	Capital Projects		Totals	
		Airport Construction	Construction Fund	2017	2016
\$ 270,197	\$ -	\$ -	\$ -	\$ 2,750,335	\$ 2,826,969
737,050	-	-	-	2,506,059	2,542,851
245,182	-	93,984	-	959,649	935,150
-	-	-	-	50,140	24,774
11,055	2,337	1,632	-	18,398	75,310
<u>1,263,484</u>	<u>2,337</u>	<u>95,616</u>	<u>-</u>	<u>6,284,581</u>	<u>6,405,054</u>
-	-	-	-	3,430,794	2,982,988
1,254,226	-	-	-	3,153,305	3,319,523
-	519	-	-	519	144,988
-	-	-	-	-	425,000
-	-	-	-	-	9,749
-	-	58,027	49,439	107,466	25,111
<u>1,254,226</u>	<u>519</u>	<u>58,027</u>	<u>49,439</u>	<u>6,692,084</u>	<u>6,907,359</u>
<u>9,258</u>	<u>1,818</u>	<u>37,589</u>	<u>(49,439)</u>	<u>(407,503)</u>	<u>(502,305)</u>
-	-	23,389	-	23,389	23,389
52,107	-	-	49,000	177,754	451,728
<u>(22,899)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(67,813)</u>	<u>(99,157)</u>
<u>29,208</u>	<u>-</u>	<u>23,389</u>	<u>49,000</u>	<u>133,330</u>	<u>375,960</u>
38,466	1,818	60,978	(439)	(274,173)	(126,345)
<u>32,720</u>	<u>746,549</u>	<u>638,869</u>	<u>11,372</u>	<u>3,896,822</u>	<u>4,075,922</u>
<u>\$ 71,186</u>	<u>\$ 748,367</u>	<u>\$ 699,847</u>	<u>\$ 10,933</u>	<u>\$ 3,622,649</u>	<u>\$ 3,949,577</u>

ADDITIONAL INDEPENDENT AUDITORS' REPORT  
FOR BASIC FINANCIAL STATEMENTS

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## 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 Oneida County, Wisconsin (the "County") as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated September 17, 2018.

### **INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit of the financial statements, we considered the County'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 the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

### **COMPLIANCE AND OTHER MATTERS**

As part of obtaining reasonable assurance about whether the County'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 result of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Certified Public Accountants

Green Bay, Wisconsin

September 17, 2018

## FEDERAL AND STATE AWARDS

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## Independent auditors' report on compliance for each major federal and state program and on internal control over compliance required by the Uniform Guidance and the *State Single Audit Guidelines*

To the County Board  
Oneida County, Wisconsin

### **REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM**

We have audited Oneida County, Wisconsin's (the "County's") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration that could have a direct and material effect on each of the County's major federal and state programs for the year ended December 31, 2017. The County'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 federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

#### **AUDITORS' RESPONSIBILITY**

Our responsibility is to express an opinion on compliance for each of the County'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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *State Single Audit Guidelines* issued by the Wisconsin Department of Administration. Those standards, Uniform Guidance and the *State Single Audit Guidelines* 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 the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

#### **OPINION ON EACH MAJOR FEDERAL AND STATE PROGRAM**

In our opinion, the County 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, 2017.

## REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the County 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 the County'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 the Uniform Guidance 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 County'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 certain deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2017-001, that we consider to be a significant deficiency.

The County's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of prior year audit findings and corrective action plan. The County'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 the Uniform Guidance and the *State Single Audit Guidelines*. Accordingly, this report is not suitable for any other purpose.

  
Certified Public Accountants

Green Bay, Wisconsin  
September 17, 2018

# Oneida County, Wisconsin

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
<b>U.S. DEPARTMENT OF AGRICULTURE</b>								
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Wisconsin Department of Health Services	154710	\$ 1,468	\$ 88,477	\$ 21,962	\$ 111,907	\$ -
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Wisconsin Department of Health Services	154760	(4,026)	4,026	8,964	8,964	-
Total Special Supplemental Nutrition Program for Women, Infants, and Children				(2,558)	92,503	30,926	120,871	-
<b>SNAP Cluster</b>								
State Administrative Matching Grants for Food Stamp Program	10.561	Marathon County, Wisconsin	61	(894)	5,596	291	4,993	-
State Administrative Matching Grants for Food Stamp Program	10.561	Marathon County, Wisconsin	284	(33,692)	131,729	36,681	134,718	-
State Administrative Matching Grants for Food Stamp Program	10.561	Marathon County, Wisconsin	277	-	4,590	149	4,739	-
State Administrative Matching Grants for Food Stamp Program	10.561	Wisconsin Department of Health Services	154661	(2,558)	18,674	3,317	19,433	-
Total SNAP Cluster				(37,144)	160,589	40,438	163,883	-
Sustainable Agriculture Research and Education	10.215	University of Wisconsin Extension	2015-38640-23781	-	876	2,107	2,983	-
Total U.S. Department of Agriculture				(39,702)	253,968	73,471	287,737	-
<b>U.S. DEPARTMENT OF JUSTICE</b>								
Public Safety Partnership and Community Policing Grants	16.710	Wisconsin Department of Justice	Unknown	(3,062)	69,768	8,597	75,303	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Wisconsin Department of Justice	2013-DJ-01-10624	(5,215)	35,517	-	30,302	-
Total U.S. Department of Justice				(8,277)	105,285	8,597	105,605	-
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>								
<b>Highway Planning and Construction Cluster</b>								
Recreational Trails Program	20.219	Wisconsin Department of Natural Resources	RTA-763-09	(1,315)	1,315	-	-	-
Recreational Trails Program	20.219	Wisconsin Department of Natural Resources	RTA-756-11	(3,574)	3,574	-	-	-
Recreational Trails Program	20.219	Wisconsin Department of Natural Resources	RTA-762-09	(2,293)	2,293	-	-	-
Recreational Trails Program	20.219	Wisconsin Department of Natural Resources	RTA-762-09	-	-	4,287	4,287	-
Total Highway Planning and Construction Cluster				(7,182)	7,182	4,287	4,287	-
<b>Highway Safety Cluster</b>								
State and Community Highway Safety	20.600	Wisconsin Department of Transportation	1177-11-91	-	18,672	-	18,672	-
State and Community Highway Safety	20.600	Wisconsin Department of Transportation	0964-31-66	-	15,698	-	15,698	-
Total Highway Safety Cluster				-	34,370	-	34,370	-
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	Wisconsin Department of Military Affairs	Unknown	-	1,035	-	1,035	-
Total U.S. Department of Transportation				(7,182)	42,587	4,287	39,692	-
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>								
<b>Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services</b>								
Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services	93.043	Greater WI Agency on Aging Resources, Inc.	560510	(2,378)	2,598	3,559	3,779	-
<b>Aging Cluster</b>								
Special Programs for the Aging Title III, Part B Grants for Supportive Services and Senior Centers	93.044	Greater WI Agency on Aging Resources, Inc.	560340	(3,238)	49,690	5,466	51,918	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	Greater WI Agency on Aging Resources, Inc.	560350	(4,224)	42,521	19,522	57,819	-
Special Programs for the Aging Title III, Part C Nutrition Services	93.045	Greater WI Agency on Aging Resources, Inc.	560350	-	78,417	6,507	84,924	-
Total Special Programs for the Aging Title III, Part C Nutrition Services				(4,224)	120,938	26,029	142,743	-
Nutrition Services Incentive Program	93.053	Greater WI Agency on Aging Resources, Inc.	None	-	35,005	-	35,005	-
Total Aging Cluster				(7,462)	205,633	31,495	229,666	-
<b>National Family Caregiver Support, Title III, Part E</b>								
Public Health Emergency Preparedness	93.052	Greater WI Agency on Aging Resources, Inc.	560520	(2,583)	15,010	10,017	22,444	-
Public Health Emergency Preparedness	93.069	Wisconsin Department of Health Services	155050	-	3,670	-	3,670	-
<b>Public Health Emergency Preparedness Aligned Cooperative Agreements</b>								
Public Health Emergency Preparedness Aligned Cooperative Agreements	93.074	Wisconsin Department of Health Services	155015	(8,184)	53,484	22,488	67,788	-
Public Health Emergency Preparedness Aligned Cooperative Agreements	93.074	Wisconsin Department of Health Services	11111	-	625	-	625	-
Total Public Health Emergency Preparedness Aligned Cooperative Agreements				(8,184)	54,109	22,488	68,413	-
<b>Affordable Care Act (ACA) Personal Responsibility Education Program</b>								
Immunization Cooperative Agreements	93.092	Wisconsin Department of Health Services	159354	(17,519)	17,519	-	-	-
Immunization Cooperative Agreements	93.268	Wisconsin Department of Health Services	155020	(32)	7,503	3,791	11,262	-
<b>Centers for Disease Control and Prevention - Investigations and Technical Assistance</b>								
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	Wisconsin Department of Health Services	150156	(989)	989	-	-	-
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	Wisconsin Department of Health Services	157120	-	3,956	-	3,956	-
Total Centers for Disease Control and Prevention - Investigation and Technical Assistance				(989)	4,945	-	3,956	-
Promoting Safe and Stable Families	93.556	Wisconsin Department of Children and Families	3306	(335)	43,162	-	42,827	-



# Oneida County, Wisconsin

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
<b>TANF Cluster</b>								
Temporary Assistance for Needy Families	93.558	Wisconsin Department of Children and Families	852	(3,163)	14,786	1,729	13,352	-
Temporary Assistance for Needy Families	93.558	Wisconsin Department of Children and Families	3377	(12,000)	74,647	11,353	74,000	-
Temporary Assistance for Needy Families	93.558	Wisconsin Department of Children and Families	3380	(37)	1,289	204	1,456	-
Temporary Assistance for Needy Families	93.558	Wisconsin Department of Health Services	561	-	8,472	-	8,472	-
<b>Total TANF Cluster</b>				<b>(15,200)</b>	<b>99,194</b>	<b>13,286</b>	<b>97,280</b>	<b>-</b>
Child Support Enforcement (Title IV-D)	93.563	Wisconsin Department of Children and Families	7477	(81,808)	421,937	122,487	462,616	-
Child Support Enforcement (Title IV-D)	93.563	Wisconsin Department of Children and Families	7482	2,556	(8,094)	(1,851)	(7,389)	-
Child Support Enforcement (Title IV-D)	93.563	Wisconsin Department of Children and Families	7506	(140)	904	52	816	-
Child Support Enforcement (Title IV-D)	93.563	Wisconsin Department of Children and Families	7615	-	67,932	-	67,932	-
<b>Total Child Support Enforcement (Title IV-D)</b>				<b>(79,392)</b>	<b>482,679</b>	<b>120,688</b>	<b>523,975</b>	<b>-</b>
Low Income Home Energy Assistance	93.568	Wisconsin Department of Administration	AS1296172.43	(1,780)	24,072	4,831	27,123	-
<b>CCDF Cluster</b>								
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Wisconsin Department of Children and Families	831	(188)	2,232	-	2,044	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Wisconsin Department of Children and Families	840	(402)	2,984	428	3,010	-
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	Wisconsin Department of Children and Families	852	(3,163)	14,786	1,729	13,352	-
<b>Total CCDF Cluster</b>				<b>(3,753)</b>	<b>20,002</b>	<b>2,157</b>	<b>18,406</b>	<b>-</b>
Chafee Education and Training Vouchers Program (ETV)	93.599	Wisconsin Department of Children and Families	3398	220	-	-	220	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Wisconsin Department of Children and Families	3413	(207)	4,217	924	4,934	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Wisconsin Department of Children and Families	3561	-	19,497	-	19,497	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	Wisconsin Department of Children and Families	3681	-	1,550	-	1,550	-
<b>Total Stephanie Tubbs Jones Child Welfare Services Program</b>				<b>(207)</b>	<b>25,264</b>	<b>924</b>	<b>25,981</b>	<b>-</b>
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3344	(17,451)	70,092	1,012	53,653	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3413	(371)	7,562	1,658	8,849	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3604	(105)	464	415	774	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3396	-	52	-	52	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3561	-	218,815	-	218,815	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3681	-	17,397	-	17,397	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3344A	-	16,619	6,612	23,231	-
Foster Care (Title IV-E)	93.658	Wisconsin Department of Children and Families	3354	-	(11,104)	-	(11,104)	-
<b>Total Foster Care (Title IV-E)</b>				<b>(17,927)</b>	<b>319,897</b>	<b>9,697</b>	<b>311,667</b>	<b>-</b>
Social Services Block Grant	93.667	ADRC of the Northwoods	560100	(63)	63	-	-	-
Social Services Block Grant	93.667	Wisconsin Department of Health Services	561	-	15,884	-	15,884	-
<b>Total Social Services Block Grant</b>				<b>(63)</b>	<b>15,947</b>	<b>-</b>	<b>15,884</b>	<b>-</b>
Chafee Foster Care Independence Program	93.674	Wisconsin Department of Children and Families	3360	(1,083)	1,083	-	-	-
Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure	93.733	Wisconsin Department of Health Services	155032	(1,376)	5,185	-	3,809	-
Preventive Health and Health Services Block Grant Funded solely with Prevention and Public Health Funds	93.738	Wisconsin Department of Health Services	159220	-	7,161	-	7,161	-
Children's Health Insurance Program	93.767	Marathon County, Wisconsin	277	-	601	19	620	-
Children's Health Insurance Program	93.767	Marathon County, Wisconsin	284	(4,411)	17,407	4,862	17,858	-
<b>Total Children's Health Insurance Program</b>				<b>(4,411)</b>	<b>18,008</b>	<b>4,881</b>	<b>18,478</b>	<b>-</b>
<b>Medicaid Cluster</b>								
Medical Assistance Program	93.778	Marathon County, Wisconsin	277	-	5,942	193	6,135	-
Medical Assistance Program	93.778	Wisconsin Department of Health Services	159320	(431)	2,544	1,129	3,242	-
Medical Assistance Program	93.778	Greater WI Agency on Aging Resources, Inc.	560021	(4,804)	23,614	3,545	22,355	-
Medical Assistance Program	93.778	ADRC of the Northwoods	560087	(10,204)	78,965	14,503	83,264	-
Medical Assistance Program	93.778	ADRC of the Northwoods	560091	(2,978)	15,660	7,396	20,078	-
Medical Assistance Program	93.778	Marathon County, Wisconsin	284	(49,598)	183,251	50,007	183,660	-
Medical Assistance Program	93.778	Wisconsin Department of Health Services	339	(66,076)	235,438	(1,796)	167,566	-
Medical Assistance Program	93.778	Wisconsin Department of Health Services	349	(299,944)	994,614	(12,383)	682,287	-
Medical Assistance Program	93.778	Wisconsin Department of Health Services	370	(20,248)	91,241	-	70,993	-
Medical Assistance Program	93.778	Wisconsin Department of Health Services - WIMCR	N/A	-	28,243	-	28,243	-
Medical Assistance Program	93.778	Wisconsin Department of Health Services	376	(12,918)	27,154	(40)	14,196	-
Medical Assistance Program	93.778	Marathon County, Wisconsin	62	-	291	-	291	-
<b>Total Medicaid Cluster</b>				<b>(467,201)</b>	<b>1,686,666</b>	<b>62,845</b>	<b>1,282,310</b>	<b>-</b>

# Oneida County, Wisconsin

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/Federal Program Title	CFDA Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/31/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
CIP II MFP FED	93.791	Wisconsin Department of Health Services	479	-	64,797	960	65,757	-
Block Grants for Community Mental Health Services	93.958	Wisconsin Department of Health Services	515	218	3,658	538	4,414	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Wisconsin Department of Health Services	515	30	(30)	-	-	-
Maternal and Child Health Services Block Grant to the States	93.994	Wisconsin Department of Health Services	159320	(8,106)	47,800	21,220	60,914	-
Maternal and Child Health Services Block Grant to the States	93.994	Wisconsin Department of Health Services	159354	(628)	628	-	-	-
Maternal and Child Health Services Block Grant to the States	93.994	Wisconsin Department of Health Services	159321	25,005	21,681	84,040	130,726	-
Total Maternal and Child Health Services Block Grant to the States				16,271	70,109	105,260	191,640	-
Total U.S. Department of Health and Human Services				(615,136)	3,180,434	392,555	2,980,122	-
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>								
Emergency Management Performance Grants	97.042	Wisconsin Department of Military Affairs	None	-	33,738	21,962	55,700	-
Hazard Mitigation Grant	97.039	Wisconsin Department of Military Affairs	None	-	23,348	-	23,348	-
Pre-Disaster Mitigation	97.047	Wisconsin Department of Military Affairs	None	-	4,960	-	4,960	-
Homeland Security SWAT Equipment	97.067	Wisconsin Department of Justice	2016-HSW-0A-010820 WEM/HS	-	-	10,000	10,000	-
Total U.S. Department of Homeland Security				-	62,046	31,962	94,008	-
<b>TOTAL FEDERAL AWARDS</b>				<b>\$ (670,297)</b>	<b>\$ 3,644,320</b>	<b>\$ 510,872</b>	<b>\$ 3,597,164</b>	<b>\$ -</b>

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

# Oneida County, Wisconsin

## SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
<b>DEPARTMENT OF AGRICULTURE, TRADE AND CONSUMER PROTECTION</b>								
Agriculture Clean Sweep Program	115.04	Direct Program	N/A	\$ -	\$ 19,725	\$ -	\$ 19,725	\$ -
County Staff and Support	115.15	Direct Program	N/A	(92,590)	92,590	92,391	92,391	-
LWRM Plan Implementation Projects	115.40	Direct Program	N/A	(20,639)	35,000	35,000	49,361	-
Total Department of Agriculture, Trade and Consumer Protection				(113,229)	147,315	127,391	161,477	-
<b>DEPARTMENT OF SAFETY AND PROFESSIONAL SERVICES</b>								
Wisconsin Fund Private Sewage System Replacement or Rehabilitation	143.110	Direct Program	Unknown	-	5,550	-	5,550	-
<b>DEPARTMENT OF NATURAL RESOURCES</b>								
Boating Enforcement	370.550	Direct Program	N/A	(5,000)	6,376	8,500	9,876	-
ATV Enforcement	370.551	Direct Program	N/A	(944)	5,311	8,489	12,856	-
Snowmobile Enforcement	370.552	Direct Program	N/A	(12,018)	27,723	11,707	27,412	-
Wildlife Damage Abatement and Claims	370.553	Direct Program	N/A	(14,367)	14,697	38,773	39,103	-
County Forest Wildlife Habitat	370.564	Direct Program	N/A	-	4,620	-	4,620	-
Aquatic Invasive Species	370.663	Direct Program	AEPP-450-15	(32,122)	32,122	-	-	-
Aquatic Invasive Species	370.663	Direct Program	AEPP-469-16	(9,653)	-	26,310	16,657	-
Aquatic Invasive Species	370.663	Direct Program	AEPP-507-17	-	8,562	9,894	18,456	-
Total Aquatic Invasive Species				(41,775)	40,684	36,204	35,113	-
County Forest Administrator Grants	370.572	Direct Program	N/A	-	55,307	-	55,307	-
Sustainable Forestry Grant	370.572	Direct Program	N/A	-	5,012	-	5,012	-
Recreational Aids - Snowmobile Trail and Area Aid	370.574 & 370.575	Direct Program	S-4436	(64,260)	114,748	-	50,488	-
Recreational Aids - Snowmobile Trail and Area Aid	370.574 & 370.575	Direct Program	S-4739	-	98,802	72,496	171,298	-
Recreational Aids - Snowmobile Trail and Area Aid	370.574 & 370.575	Direct Program	S-5039	-	60,525	-	60,525	-
Total Recreational Aids - Snowmobile Trail and Area Aid				(64,260)	274,075	72,496	282,311	-
All-Terrain Vehicle (ATV) Program	370.576 & 370.577	Direct Program	ATV-3422	11,270	11,270	-	22,540	-
All-Terrain Vehicle (ATV) Program	370.576 & 370.577	Direct Program	ATV-3362	347	-	39,243	39,590	-
All-Terrain Vehicle (ATV) Program	370.576 & 370.577	Direct Program	ATV-3525	-	277,804	(205,411)	72,393	-
All-Terrain Vehicle (ATV) Program	370.576 & 370.577	Direct Program	ATV-3525	-	11,270	(11,270)	-	-
All-Terrain Vehicle (ATV) Program	370.576 & 370.577	Direct Program	ATV-2483T	-	542	-	542	-
Total All-Terrain Vehicle (ATV) Program				11,617	300,886	(177,438)	135,065	-
Recycling Grant	370.670	Direct Program	N/A	-	79,238	-	79,238	-
Recycling Consolidation Grant	370.673	Direct Program	N/A	-	6,951	-	6,951	-
Total Department of Natural Resources				(126,747)	820,880	(1,269)	692,864	-
<b>DEPARTMENT OF TRANSPORTATION</b>								
Elderly and Handicapped Transportation Aids	395.101	Direct Program	N/A	-	118,172	-	118,172	-
<b>DEPARTMENT OF HEALTH SERVICES</b>								
Fraud Prevention Investigation, State Share	435.060	Marathon County, Wisconsin	60	(894)	5,596	582	5,284	-
IMAA State Share	435.283	Marathon County, Wisconsin	283	-	168,736	-	168,736	-
IMAA Federal Share	435.284	Marathon County, Wisconsin	284	(557)	3,379	1,056	3,878	-
IMAA State Share ACA	435.276	Marathon County, Wisconsin	276	(1,195)	12,404	364	11,573	-
IMAA Federal Share ACA	435.277	Marathon County, Wisconsin	277	-	76	2	78	-
Adult Protective Services	435.312	Direct Program	312	-	10,002	-	10,002	-
COP-W	435.338	Direct Program	338	-	119,990	(37,439)	82,551	-
CIP II	435.348	Direct Program	348	-	492,304	(42,671)	449,633	-
Community Options Program	435.367	Direct Program	367	(33,050)	109,706	153,983	230,639	-

# Oneida County, Wisconsin

## SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
CIP II Community Relocation	435.369	Direct Program	369	14,306	36,010	-	50,316	-
CIP II Diversion	435.375	Direct Program	375	13,608	(3,567)	28	10,069	-
CIP II MFP Nonfed	435.478	Direct Program	478	-	-	17,162	17,162	-
Coordinated Services - County	435.515	Direct Program	515	1,132	29,083	4,195	34,410	-
Basic County Allocation	435.561	Direct Program	561	-	90,748	-	90,748	-
State/County Match	435.681	Direct Program	681	-	12,654	-	12,654	-
Fluoride Supplement	435.151734	Direct Program	151734	(399)	1,601	170	1,372	-
WIC Total Grants	435.154710	Direct Program	154710	2	(2)	-	-	-
WIC Farmers Market	435.154720	Direct Program	154720	(40)	781	431	1,172	-
Wisconsin Well Woman Program	435.157010	Direct Program	157010	(25,315)	101,567	20,869	97,121	-
Cons Contracts CHHD LD	435.157720	Direct Program	157720	(669)	3,049	1,780	4,160	-
Maternal & Child Health Svc Block Grant	435.159320	Direct Program	159320	(431)	2,544	1,129	3,242	-
Aging Disability Resource Center	435.560100	Direct Program	159321	19,284	16,719	64,808	100,811	-
Tobacco Prevention and Control Program - Wisconsin Wins	435.181005	Direct Program	181005	(469)	14,299	2,741	16,571	-
Tobacco Prevention and Control Program - Community Interventions	435.181012	Direct Program	181012	(16,755)	85,880	24,073	93,198	-
Aging Disability Resource Center	435.560100	ADRC of the Northwoods	560100	(21,745)	132,829	31,246	142,330	-
Elder Abuse	435.560490	Greater WI Agency of Aging Resources, Inc	560490	(8,763)	24,012	1,851	17,100	-
State Alzheimer's Family and Caregiver Support	435.560381	Greater WI Agency of Aging Resources, Inc	560320	(4,858)	22,088	11,263	28,493	-
Elderly Benefit Specialists	435.560320	Greater WI Agency of Aging Resources, Inc	560320	(3,813)	20,902	11,126	28,215	-
Elderly Benefit Specialists Assistance to Medicare Beneficiaries	435.560327	Greater WI Agency of Aging Resources, Inc	560327	-	4,894	-	4,894	-
State Senior Community Services	435.560330	Greater WI Agency of Aging Resources, Inc	560330	(502)	6,794	-	6,292	-
Title III-C1 Congregate Meals	435.560350	Greater WI Agency of Aging Resources, Inc	560350	(5,778)	27,001	-	21,223	-
Title III-C2 Home Delivered Meals	435.560360	Greater WI Agency of Aging Resources, Inc	560360	-	5,846	-	5,846	-
Dementia Care Innovation	435.560203	Direct Program	560203	-	-	5,661	5,661	-
Total Department of Health Services				(34,165)	1,557,925	317,510	1,755,434	-
<b>DEPARTMENT OF CHILDREN AND FAMILIES</b>								
Food Stamp Agency Incentives	437.965	Direct Program	965	(169)	1,803	485	2,119	-
AFDC Agency Incentives	437.975	Direct Program	975	-	2	-	2	-
Medicaid Agency Incentives	437.980	Direct Program	980	(6)	1,555	142	1,691	-
JJ Community Intervention Program	437.3410	Direct Program	3410	(2,377)	12,302	-	9,925	-
Youth Aids AODA	437.3411	Direct Program	3411	-	-	5,900	5,900	-
Youth Aids Early Intervention	437.341	Direct Program	3412	-	12,956	-	12,956	-
Youth Aids	437.3413	Direct Program	3413	(23,179)	472,925	103,681	553,427	-
Basic County Allocation	437.3561	Direct Program	3561	-	223,712	-	223,712	-
State County match	437.3681	Direct Program	3681	-	17,787	-	17,787	-
Mobility Support Liability Incentive	437.7332	Direct Program	7332	(1,242)	27,883	3,314	29,955	-
Child Support Activities	437.7502	Direct Program	7502	-	44,494	-	44,494	-
Child Support Medical Support	437.7606	Direct Program	7606	-	1,863	-	1,863	-
Child Support Federal Payment Locator Services	437.7903	Direct Program	7903	-	(801)	(267)	(1,068)	-
Total Department of Children and Families				(26,973)	816,481	113,255	902,763	-
<b>DEPARTMENT OF JUSTICE</b>								
Victim Witness Cluster	455.(1)	Direct Program	N/A	-	15,117	-	15,117	-
DNA Sample Reimbursement	455.221	Direct Program	N/A	-	1,810	-	1,810	-
Drug Crimes Enforcement	455.225	Direct Program	Unknown	-	41,934	(20,967)	20,967	-
Tribal Law Enforcement	455.263	Direct Program	Unknown	-	32,552	-	32,552	-
Total Department of Justice				-	91,413	(20,967)	70,446	-
<b>DEPARTMENT OF MILITARY AFFAIRS</b>								
Emergency Training Grant Program	465.337	Direct Program	Unknown	-	4,695	4,695	9,390	-
Computer and Hazmat Equipment Grant	465.367	Direct Program	Unknown	-	8,878	-	8,878	-
Total Department of Military Affairs				-	13,573	4,695	18,268	-

# Oneida County, Wisconsin

## SCHEDULE OF EXPENDITURES OF STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/17	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/17	Total Expenditures	Subrecipient Payment
<b>DEPARTMENT OF ADMINISTRATION</b>								
Land Information Board	505.110	Direct Program	Unknown	493	14,848	-	15,341	-
Training Grant	505.118	Direct Program	Unknown	-	1,000	-	1,000	-
Strategic Initiative Grant	505.166	Direct Program	Unknown	25,000	50,000	(15,505)	59,495	-
Public Benefits - Low Income Energy Assistance Program	505.371	Direct Program	371	(3,023)	32,790	8,180	37,947	-
Total Department of Administration				22,470	98,638	(7,325)	113,783	-
<b>TOTAL STATE PROGRAMS</b>				<u>\$ (278,644)</u>	<u>\$ 3,669,947</u>	<u>\$ 533,290</u>	<u>\$ 3,838,757</u>	<u>\$ -</u>

(1) Victim Witness is a cluster program funded by the following State ID Numbers: 455.503, 455.532, 455.536, 455.537 and 455.539

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

# Oneida County, Wisconsin

## NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

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### NOTE 1: BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards for the County are presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and 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.

The Schedules of Expenditures of Federal and State Awards include all federal and state awards of the County. Because the schedules present only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net position, or cash flows of the County.

### NOTE 2: 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 2017 fund financial statements. Accrued revenue at year-end consists of federal and state program expenditures scheduled for reimbursement to the County in the succeeding year while unearned revenue represents advances for federal and state programs that exceed recorded County expenditures. Because of subsequent program adjustments, these amounts may differ from the prior year's ending balances.

The County has not elected to charge a de minimis rate of 10% of modified total costs.

### NOTE 3: OVERSIGHT AGENCIES

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

Federal - U.S. Department of Health and Human Services

State - Wisconsin Department of Health Services

### NOTE 4: TITLE 19 MEDICAL ASSISTANCE PAYMENTS

The Schedules of Expenditures of Federal and State Awards do not include recorded revenues received by the County for 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 or state awards.

# Oneida County, Wisconsin

## NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS FOR THE YEAR ENDED DECEMBER 31, 2017

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### **NOTE 5: 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 Schedules of Expenditures of Federal and State Awards.

### **NOTE 6: STATE OF WISCONSIN COMMUNITY AIDS REPORTING SYSTEM**

The Wisconsin Departments of Health Services (DHS) and Children and Families (DCF) utilize the Community Aids Reporting System (CARS) and the System for Payments and Reports of Contracts (SPARC) for reimbursing the County for various federal and state program expenditures. The expenditures reported on the Schedules of Expenditures of Federal and State Awards for various DHS & DCF programs agree with the expenditures reported on the May 2017 CARS for the Human Services and Public Health Departments, and the December 2016 SPARC for Child Support and Child Care programs.

# Oneida County, Wisconsin

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2017

### SECTION 1 - SUMMARY OF AUDITORS' RESULTS

#### BASIC FINANCIAL STATEMENTS

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
▶ Material weakness(es) identified?	No
▶ Significant deficiency(ies) identified?	None Reported
Noncompliance material to basic financial statements noted?	No

#### FEDERAL AND STATE AWARDS

Internal control over major program:	
▶ Material weakness(es) identified?	No
▶ Significant deficiency(ies) 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 Uniform Guidance?	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 programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
93.778	Medical Assistance

Identification of major state programs:

<u>State ID Number</u>	<u>Name of State Program</u>
370.574 & 370.575	Recreation Aids - Snowmobile Trail and Area Aid
435.276	IMAA State Share ACA
435.277	IMAA Federal Share ACA
435.283	IMAA State Share
435.284	IMAA Federal Share
435.338	COP W Program
435.348	CIP II
435.367	Community Options Program
435.369	CIP II Community Relocation
435.375	CIP II Diversions Non Fed
437.3413	Youth Aids

**Audit threshold used to determine between Type A and Type B programs:**

Federal Awards	\$750,000
State Awards	\$250,000

Auditee qualified as low-risk auditee Yes



# Oneida County, Wisconsin

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2017

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### SECTION II - FINANCIAL STATEMENT FINDINGS

There were no financial statement findings reported for the year ended December 31, 2017.

### SECTION III - FEDERAL AND STATE AWARD FINDINGS AND QUESTIONED COSTS


FINDING NO.	UNIFORM GUIDANCE AND <i>STATE SINGLE AUDIT GUIDELINES</i> FINDINGS
2017-001	<b>Financial Reporting for Federal and State Awards</b> Repeat of Finding 2016-001 <i>Federal CFDA - All</i> <i>State IDs - All</i>
Compliance Requirement:	Other
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 and state awards, or accompanying notes to the schedule.
Condition:	Uniform Guidance and the <i>State Single Audit Guidelines</i> require the County to prepare appropriate financial statements, including the schedules of expenditures of federal and state awards. While the current staff of the County maintains financial records supporting amounts reported in the schedules of expenditures of federal and state awards, 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.
Cause:	The additional costs associated with hiring staff sufficiently experienced to prepare the County's single audit report, including the 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 and state awards.
Recommendation:	We recommend County personnel continue reviewing the County's single audit report. 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 ensure all federal and state financial assistance programs are properly reported in the County's single audit report.

# Oneida County, Wisconsin

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2017

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### 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 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                                                                                                                                                                                                                                                                                                                                           |  |
|                                                                                                                                                                                                                                                                                                                                                                            | David Maccoux, CPA                                                                    |
| 5. Date of report                                                                                                                                                                                                                                                                                                                                                          | September 17, 2018                                                                    |

# Oneida County, Wisconsin

## SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AND CORRECTIVE ACTION PLAN FOR THE YEAR ENDED DECEMBER 31, 2017

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### PRIOR YEAR AUDIT FINDINGS

The findings noted in the 2016 Schedule of Findings and Questioned Costs have been reported to the proper federal and state agencies. The current status of the prior year audit findings, as provided by management, follows:

Finding No.                      Prior Year Audit Finding

**2016-001                      Year End Financial Reporting for Federal Awards and State Financial Assistance**

As a part of the audit conducted by Schenck SC, they assisted with the preparation of the financial statements, including the schedules of expenditures of federal awards and schedules of state financial assistance. We acknowledge that it is our responsibility in relation to these non-audit services, to have the expertise to prepare these and we assume all management responsibilities. Management believes that the cost of additional staff required to prepare these will outweigh the benefits. The Finance Director who has the skill, knowledge and experience is responsible for reviewing and evaluating the services performed. The County has controls in place to review and verify the accuracy of the reports, and also utilizes a financial statement checklist in the review of the reports. We also provide the auditors with the state payments register traced to the general ledger, identifying all payments received to the accounting records. We have reviewed, approved and accepted responsibility for these financial statements, the schedules of expenditures of federal awards and schedules of state financial assistance.

**2016-002                      Unallowable Costs**

Oneida County identified the amount of costs that were unallowable due to not having established written leave policies regarding donated paid-time-off. Oneida County reimbursed the ADRC for the costs that were deemed unallowable. Oneida County has established a written leave policy for donated paid-time-off to eliminate this from happening again.

### CORRECTIVE ACTION PLAN

Finding No.                      Corrective Action Plan

**2017-001                      Financial Reporting for Federal and State Awards**

Management believes that the cost of additional staff required to prepare these will outweigh the benefits. The Finance Director who has the skill, knowledge and experience is responsible for reviewing and evaluating the services performed. The County has controls in place to review and verify the accuracy of the reports, and utilizes a financial statement checklist in the review of the reports. We also provide the auditors with the state payments register traced to the general ledger, identifying all payments received to the accounting records. We have reviewed, approved and accepted responsibility for these financial statements, the schedules of expenditures of federal awards and schedules of state financial assistance.