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FRANKLIN COUNTY CORPORATION, IDAHO

Financial Statements
and
Supplementary Information
with
Independent Auditors' Report

Year Ended September 30, 2021

FRANKLIN COUNTY CORPORATION, IDAHO
Table of Contents
September 30, 2021

Independent Auditors' Report 1-3

Management's Discussion and Analysis 4-12

Financial Statements

Government-Wide Financial Statements
Statement of Net Position 14-15

Statement of Activities 16-17

Fund Financial Statements
Balance Sheet – Governmental Funds 18-19

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position 20

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds 21-22

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities 23

Statement of Net Position – Proprietary Fund 24-25

Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund 26

Statement of Cash Flows – Proprietary Fund 27-28

Statement of Fiduciary Net Position – Agency Funds 29

Notes to Financial Statements 30-55

FRANKLIN COUNTY CORPORATION, IDAHO
Table of Contents
September 30, 2021

Required Supplementary Information

Budgetary Comparison Schedules

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund 57

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Airport Fund 58

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Road and Bridge Fund 59

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual County Justice Fund 60

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Solid Waste Fund 61

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Health Insurance Fund 62

Schedule of Employer's Share of Net Pension Liability 63

Schedule of Employer Contributions 64

Supplementary Information – Combining Statements

Combining Balance Sheet – Nonmajor Governmental Funds 66-71

Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds 72-77

Combining Balance Sheet of the Agency Funds 79-88

Schedule of Expenditures of Federal Awards 89-90

Note to the Schedule of Expenditures of Federal Awards 91

FRANKLIN COUNTY CORPORATION, IDAHO
Table of Contents
September 30, 2021

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* 92-93

Independent Auditors' Report on Compliance for Each Major Program and On Internal Control Over Compliance Required by the Uniform Guidance 94-96

Schedule of Findings and Questioned Costs 97-98

INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Franklin County Corporation
Preston, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Franklin County Corporation, Idaho, as of and for the year ended September 30, 2021, 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Franklin County Medical Center, which represents 62 percent, 58 percent, and 72 percent, respectively of the assets, net position, and revenues of the government-wide financial statements. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Franklin County Medical Center, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to 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 from material misstatement.

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

for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, 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, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Franklin County Corporation, Idaho, as of September 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and employer's pension information on pages 4-12, 57-62 and 63-64 respectively, be presented to supplement the basic financial statements. Such information, although not a 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 and other auditors 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 Franklin County Corporation, Idaho's basic financial statements. The combining nonmajor fund financial statements and the combining agency fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements*, *Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining nonmajor fund financial statements, the combining agency fund financial statements, and the schedule of expenditures of federal 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 by us and other auditors. In our opinion, the combining and individual nonmajor fund financial statements, the combining agency fund financial statements, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2022 on our consideration of Franklin County Corporation, Idaho'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 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 Franklin County Corporation, Idaho's internal control over financial reporting and compliance.

Rudd & Company

Idaho Falls, Idaho
March 28, 2022

As management of Franklin County Corporation, Idaho, we offer readers of the County's financial statements this narrative discussion, overview, and analysis of the financial activities of Franklin County for the fiscal year ending September 30, 2021.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at September 30, 2021 by $19,494,118. Of this amount, $10,872,135 of unrestricted net position may be used to meet the County's ongoing obligations to citizens and creditors.

- The County's total net position increased by $4,740,809 over the course of this year's operations. Net position of the business-type activities increased $541,277 (or 24.63%), and the government-type activities increased $4,205,532 (or 33.51%).

- The unassigned fund balance for the general fund was $3,336,756 (or 201.68%) of the total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Franklin County. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the 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 assets and liabilities of the County, with the difference between the two 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 net position of the County changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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, road and bridge, county justice, health insurance and public safety. The business-type activities of the County include its waste management operations.

The government-wide financial statements include not only the County itself (known as the primary government), but also a legally separate, component unit of the County, the Franklin County Medical Center. Financial information for the component unit is reported separately from the financial information presented for the primary government. Complete financial statements of the Franklin County Medical Center can be obtained from its administrative office.

Fund financial statements. A *fund* is a group 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 a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, 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 government'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 thirty-one 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, the airport fund, the road and bridge fund, the county justice fund, and the health insurance fund, all of which are considered to be major funds. Data from the other twenty-six governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for its general fund and special revenue funds. A budgetary comparison statement has been provided for the major funds to demonstrate compliance with this budget.

Proprietary fund. The County maintains a proprietary fund. Enterprise funds (one type of proprietary fund) are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses an enterprise fund to account for its solid waste management.

Proprietary funds provide for the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statement is considered to be a major fund of the County.

Fiduciary fund. Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The County has fifty fiduciary funds.

Notes to the financial statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements.

Government-wide Financial Analysis

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 $19,494,118 at September 30, 2021.

A large portion of the County's net position (44.23%) reflects its net investment in capital assets (e.g., land, infrastructure, buildings, machinery, and equipment), 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 remaining balance of unrestricted net position, $10,872,135, may be used to meet the government's ongoing obligations to citizens and creditors.

The net position of the County as a whole increased $4,746,809 from $14,747,309 at September 30, 2020 to $19,494,118 at September 30, 2021. Governmental activities increased $4,205,532 over the prior year while the business-type activities increased $541,277, equaling the increase of $4,746,809.

Changes in unrestricted net position

The County's unrestricted net position-the part of net position that can be used to finance day-to-day operations increased $2,896,205 over the prior year. The governmental activities increased $2,952,649 over the prior year while the business-type activities decreased $56,444.

Franklin County, Idaho
Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Assets						
Current and other assets	$ 12,569,114	$ 9,138,078	$ 1,368,354	$ 1,155,549	$ 13,937,468	$ 10,293,627
Capital assets	7,064,847	5,933,145	2,012,093	1,396,868	9,076,940	7,330,013
	19,633,961	15,071,223	3,380,447	2,552,417	23,014,408	17,623,640
Deferred outflows of resources	910,640	464,334	101,428	53,321	1,012,068	517,655
Total assets & deferred outflows of resouces	$ 20,544,601	$ 15,535,557	$ 3,481,875	$ 2,605,738	$ 24,026,476	$ 18,141,295
Liabilities						
Long-term liabilities outstanding	$ 323,166	$ 2,351,864	$ 424,084	$ 363,902	$ 747,250	$ 2,715,766
Other liabilities	1,377,049	462,616	94,747	36,942	1,471,796	499,558
	1,700,215	2,814,480	518,831	400,844	2,219,046	3,215,324
Deferred inflows of resources	2,089,543	171,766	223,769	6,896	2,313,312	178,662
Total liabilities & deferred inflows of resouces	$ 3,789,758	$ 2,986,246	$ 742,600	$ 407,740	$ 4,532,358	$ 3,393,986
Net Position						
Net investment in capital assets	$ 6,667,856	$ 5,414,973	$ 1,954,127	$ 1,356,406	$ 8,621,983	$ 6,771,379
Unrestricted	10,086,987	7,134,338	785,148	841,592	10,872,135	7,975,930
	$ 16,754,843	$ 12,549,311	$ 2,739,275	$ 2,197,998	$ 19,494,118	$ 14,747,309

Franklin County, Idaho
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues						
Charges for services	$ 1,012,718	$ 700,563	$ 1,685,560	$ 1,688,058	$ 2,698,278	$ 2,388,621
Operating grants and contributions	533,603	15,503	-	-	533,603	15,503
Capital grants and contributions	1,720,770	277,649	-	-	1,720,770	277,649
General Revenues						
Property taxes	4,870,353	4,626,181	-	-	4,870,353	4,626,181
Sales tax	1,242,002	1,038,624	-	-	1,242,002	1,038,624
Other	4,006,547	3,725,581	48,375	(33,958)	4,054,922	3,691,623
Total Revenues	13,385,993	10,384,101	1,733,935	1,654,100	15,119,928	12,038,201
Expenses						
General government	4,815,653	4,825,752	-	979,714	4,815,653	5,805,466
Public safety	2,235,400	2,154,810	-	-	2,235,400	2,154,810
Streets and highways	1,900,520	1,661,109	-	-	1,900,520	1,661,109
Interest on long-term debt	8,043	18,140	-	-	8,043	18,140
Depreciation - unallocated	375,805	351,755	-	-	375,805	351,755
Solid waste	-	-	1,037,698	-	1,037,698	-
Total Expenses	9,335,421	9,011,566	1,037,698	979,714	10,373,119	9,991,280

Franklin County, Idaho
Changes in Net Position (continued)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Change in Net Position Before Transfers and Special Items	4,050,572	1,372,535	696,237	674,386	4,746,809	2,046,921
Transfers and Special Items	154,960	154,960	(154,960)	(154,960)	-	-
Change in Net Position	4,205,532	1,527,495	541,277	519,426	4,746,809	2,046,921
Net Position - October 1	12,549,311	11,021,816	2,197,998	1,678,572	14,747,309	14,747,309
Net Position - September 30	$ 16,754,843	$ 12,549,311	$ 2,739,275	$ 2,197,998	$ 19,494,118	$ 16,794,230

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. The 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. Fund balances of special revenue and other governmental funds are restricted by state law to be spent for the purpose of the fund and are not available for spending at the County's discretion.

Proprietary funds. The County's proprietary fund is used to account for the activities of its solid waste management. The County's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

General Budgetary Highlights

Over the course of the year, the County opened and revised the County budget. The budget amendment was to allow the transfer of funds from surplus to cover expenditures and to reflect grants received and spent during the fiscal year.

Capital Asset and Debt Administration

Capital Assets. Capital assets at September 30, 2021 are outlined below:

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	$ 669,723	$ 669,723	$ 430,720	$ 430,720	$ 1,100,443	$ 1,100,443
Construction in Progress	2,247,765	1,175,185	100,621	25,075	2,348,386	1,200,260
Buildings and Improvements	4,240,128	4,169,333	208,962	208,962	4,449,090	4,378,295
Machinery and Equipment	6,981,698	6,617,566	3,682,905	2,961,805	10,664,603	9,579,371
Accumulated Depreciation	(7,074,467)	(6,698,662)	(2,411,115)	(2,229,694)	(9,485,582)	(8,928,356)
	$ 7,064,847	$ 5,933,145	$ 2,012,093	$ 1,396,868	$ 9,076,940	$ 7,330,013

Debt Administration. At September 30, 2021, the County had the following outstanding debt:

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Landfill Closure Liability	$ -	$ -	$ 70,000	$ 75,000	$ 70,000	$ 75,000
Capital Leases	142,718	270,130	372,956	40,462	515,674	310,592
Net Pension Liability	-	1,833,692	-	210,042	-	2,043,734
Accrued Compensated Absences	254,273	248,042	39,094	38,928	293,367	286,970
	$ 396,991	$ 2,351,864	$ 482,050	$ 364,432	$ 879,041	$ 2,716,296

Requests for Information

This financial report is designed to provide a general overview of Franklin County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Office, 39 W. Oneida, Preston, ID 83263.

Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Net Position
September 30, 2021

Assets	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Franklin County Medical Center
Cash and Investments	$ 10,418,102	$ 1,311,103	$ 11,729,205	$ 11,435,153
Receivables				
Property taxes	149,261	-	149,261	-
State of Idaho	1,269,954	-	1,269,954	-
Other	1,043,499	50,152	1,093,651	8,923,948
Allowance for doubtful accounts	(496,729)	-	(496,729)	(1,766,674)
Inventories and Supplies	49,599	-	49,599	738,446
Prepaid Expenses	71,660	-	71,660	-
Restricted Assets				
Cash and cash equivalents	-	-	-	129,750
Capital Assets				
Land	669,723	430,720	1,100,443	917,699
Construction in progress	2,247,765	100,621	2,348,386	1,333,729
Buildings and improvements	4,240,128	208,962	4,449,090	19,166,487
Machinery and equipment	6,981,698	3,682,905	10,664,603	11,373,121
Accumulated depreciation	(7,074,467)	(2,411,115)	(9,485,582)	(12,832,508)
Other Assets				
Net Pension Asset	63,768	7,099	70,867	-
Total Assets	19,633,961	3,380,447	23,014,408	39,419,151
Deferred Outflows of Resources				
Pension related	910,640	101,428	1,012,068	-
Total Assets and Deferred Outflows of Resources	$ 20,544,601	$ 3,481,875	$ 24,026,476	$ 39,419,151

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Net Position (continued)
September 30, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Franklin County Medical Center
Liabilities				
Accounts payable	$ 1,201,670	$ 23,706	$ 1,225,376	$ 495,396
Salaries and wages payable	101,554	13,075	114,629	1,688,407
Other liabilities	-	-	-	325,000
Long-term liabilities				
Portion due or payable within one year:				
Notes, capital leases, and contracts	73,825	57,966	131,791	248,889
Portion due or payable after one year:				
Notes, capital leases, and contracts	323,166	424,084	747,250	9,290,252
Total Liabilities	1,700,215	518,831	2,219,046	12,047,944
Deferred Inflows of Resources				
Unavailable revenues	79,564	-	79,564	-
Pension related	2,009,979	223,769	2,233,748	-
Total Deferred Inflows of Resources	2,089,543	223,769	2,313,312	-
Total Liabilities and Deferred Inflows of Resources	$ 3,789,758	$ 742,600	$ 4,532,358	$ 12,047,944
Net Position				
Net investment in capital assets	6,667,856	1,954,127	8,621,983	10,419,387
Restricted for debt service	-	-	-	129,750
Unrestricted	10,086,987	785,148	10,872,135	16,822,070
Total Net Position	$ 16,754,843	$ 2,739,275	$ 19,494,118	$ 27,371,207

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Activities
Year Ended September 30, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities				
General and administrative	$ 4,815,653	$ 589,359	$ 533,603	$ 1,720,770
Public safety	2,235,400	423,359	-	-
Street and highways	1,900,520	-	-	-
Interest on long-term debt	8,043	-	-	-
Depreciation - unallocated*	375,805	-	-	-
				-
Total Governmental Activities	9,335,421	1,012,718	533,603	1,720,770
Business-Type Activities				
Solid waste	1,037,698	1,685,560	-	-
Total Primary Government	$ 10,373,119	$ 2,698,278	$ 533,603	$ 1,720,770
Component Unit				
Franklin County Medical Center	$ 31,802,610	$ 32,987,636	$ 2,478,406	$ -
Total Component Unit	$ 31,802,610	$ 32,987,636	$ 2,478,406	$ -
General Revenues				
Property taxes				
Sales tax and revenue sharing				
State liquor fund				
State highway users fund				
Other miscellaneous support				
Unrestricted investment earnings				
Special Items and Transfers:				
Transfers				
Total General Revenues, Special Items and Transfers				
Change in Net Position				
Net Position - Beginning				
Net Position - Ending				

* This amount excludes the depreciation that is included in direct expenses of various programs.

The Accompanying Notes are an Integral Part of the Financial Statements

Net (Expense) Revenues and Changes in Net Position			
Primary Government			Component Unit
Governmental Activities	Business-Type Activities	Total	Franklin County Medical Center
$ (1,971,921)	$ -	$ (1,971,921)	$ -
(1,812,041)	-	(1,812,041)	-
(1,900,520)	-	(1,900,520)	-
(8,043)	-	(8,043)	-
(375,805)	-	(375,805)	-
-		-	
(6,068,330)	-	(6,068,330)	-
-	647,862	647,862	-
$ (6,068,330)	$ 647,862	$ (5,420,468)	$ -
-	$ -	$ -	$ 3,663,432
$ -	$ -	$ -	$ 3,663,432
4,870,353	-	4,870,353	-
1,242,002	-	1,242,002	-
66,898	-	66,898	-
2,038,226	-	2,038,226	-
1,884,909	48,375	1,933,284	3,985,350
16,514	-	16,514	93,253
154,960	(154,960)	-	-
10,273,862	(106,585)	10,167,277	4,078,603
4,205,532	541,277	4,746,809	7,742,035
12,549,311	2,197,998	14,747,309	19,629,172
$ 16,754,843	$ 2,739,275	$ 19,494,118	$ 27,371,207

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Balance Sheet – Governmental Funds
September 30, 2021

Assets	General Fund	Airport Fund	Road and Bridge Fund
Cash and Investments	$ 3,119,138	$ 63,310	$ 1,131,818
Receivables			
Property taxes	18,763	938	18,625
State of Idaho	342,568	927,386	-
Other	-	-	34,820
Allowance for doubtful accounts	-	-	-
Inventory and Supplies	-	12,963	-
Prepaid Expenses	-	71,660	-
Total Assets	$ 3,480,469	$ 1,076,257	$ 1,185,263
Liabilities, Deferred Inflows of Resources and Fund Balances			
Liabilities			
Accounts payable	$ 21,495	$ 927,579	$ 99,596
Salaries and wages payable	23,891	-	15,585
Total Liabilities	45,386	927,579	115,181
Deferred Inflows of Resources			
Unavailable Revenues	98,327	938	18,625
Fund Balances			
Nonspendable	-	84,623	-
Restricted	-	-	-
Committed	-	-	-
Assigned	-	63,117	1,051,457
Unassigned	3,336,756	-	-
Total Fund Balances	3,336,756	147,740	1,051,457
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 3,480,469	$ 1,076,257	$ 1,185,263

The Accompanying Notes are an Integral Part of the Financial Statements

	County Justice Fund	Health Insurance Fund	Other Governmental Funds	Total Governmental Funds
	$ 578,519	$ 1,978,415	$ 3,546,902	$ 10,418,102
	61,109	-	49,826	149,261
	-	-	-	1,269,954
	-	-	1,008,679	1,043,499
	-	-	(496,729)	(496,729)
	-	-	36,636	49,599
	-	-	-	71,660
	$ 639,628	$ 1,978,415	$ 4,145,314	$ 12,505,346
	$ 35,373	$ -	$ 117,627	$ 1,201,670
	38,530	-	23,548	101,554
	73,903	-	141,175	1,303,224
	61,109	-	49,826	228,825
	-	-	36,636	121,259
	-	-	360,602	360,602
	-	-	57,149	57,149
	504,616	1,978,415	3,499,926	7,097,531
	-	-	-	3,336,756
	504,616	1,978,415	3,954,313	10,973,297
	$ 639,628	$ 1,978,415	$ 4,145,314	$ 12,505,346

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
September 30, 2021

Amounts reported for governmental activities in the statement of net assets are different because:	
Total Fund Balance - Governmental Funds	$ 10,973,297
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of assets is $14,139,314 and the accumulated depreciation is $7,074,467.	7,064,847
Pension contributions are reported as expenses in the fund financial statements in the period in which they are paid. The actuarially determined pension liability and related deferred inflows and outflows of resources are recorded on the government-wide statements.	(1,035,571)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(396,991)
Property tax revenue is recognized when earned rather than when available.	149,261
Total Net Position - Governmental Activities	$ 16,754,843

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year Ended September 30, 2021

	General Fund	Airport Fund	Road and Bridge Fund
Revenues			
Local Sources			
Property taxes	$ 601,132	$ 30,198	$ 590,523
Earnings on investments	16,514	-	-
Licenses, permits and other fees	589,359	2,356	-
Other	567,657	113,288	196,186
State Sources			
State liquor fund	66,898	-	-
State sales tax and revenue sharing	1,242,002		-
State highway users fund	-	-	2,038,226
Other	26,749	-	81,534
Federal Sources			
Federal grants	15,301	1,569,202	71,976
Total Revenues	$ 3,125,612	$ 1,715,044	$ 2,978,445
Expenditures			
Current			
General and administrative	$ 1,450,181	$ 613,973	$ -
Public safety	41,838	-	-
Street and highways	-	-	1,900,520
Debt Service	-	-	36,219
Capital Outlay	162,493	1,067,580	148,596
Total Expenditures	1,654,512	1,681,553	2,085,335
Excess (Deficiency) of Revenues Over Expenditures	1,471,100	33,491	893,110
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	(956,658)	-	(213,070)
Total Other Financing Sources (Uses)	(956,658)	-	(213,070)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	514,442	33,491	680,040
Fund Balance - Beginning of Year	2,822,314	114,249	371,417
Fund Balance - End of Year	$ 3,336,756	$ 147,740	$ 1,051,457

The Accompanying Notes are an Integral Part of the Financial Statements

	County Justice Fund	Health Insurance Fund	Other Governmental Funds	Total Governmental Funds
	$ 2,033,613	$ -	$ 1,607,463	$ 4,862,929
	-	-		16,514
	423,359	-	531,247	1,546,321
	42,666	170,343	414,889	1,505,029
	-	-	-	66,898
	-	-	-	1,242,002
	-	-	-	2,038,226
	81,263	-	190,334	379,880
	64,291	-	-	1,720,770
	$ 2,645,192	$ 170,343	$ 2,743,933	$ 13,378,569
	$ -	$ 1,230,047	$ 1,909,210	$ 5,203,411
	2,192,265	-	1,297	2,235,400
	-	-	-	1,900,520
	99,236	-	-	135,455
	38,838	-	90,000	1,507,507
	2,330,339	1,230,047	2,000,507	10,982,293
	314,853	(1,059,704)	743,426	2,396,276
	129,316	1,260,058	565,292	1,954,666
	(397,085)	-	(232,893)	(1,799,706)
	(267,769)	1,260,058	332,399	154,960
	47,084	200,354	1,075,825	2,551,236
	457,532	1,778,061	2,878,488	8,422,061
	$ 504,616	$ 1,978,415	$ 3,954,313	$ 10,973,297

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended September 30, 2021

Amounts reported for governmental activities in the statement of activities are different because:		
Net Changes in Fund Balances - Total Governmental Funds	$	2,551,236
Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than $5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation.		1,131,702
Property tax revenue received prior to the year for which they are levied are reported as deferred revenue in the governmental funds. The change however is recorded as an adjustment to revenue in the statement of activities.		7,424
The governmental funds report current pension contributions as an expenditure. However, the amount recorded in the statement of activities represents the difference in the actuarially determined pension liability from the previous year to the current year.		393,989
The governmental funds report debt proceeds as an other financing source, while repayment of debt principal is reported as an expenditure. Interest is recognized as it accrues regardless of when it is due.		121,181
Change in Net Position of Governmental Activities	$	4,205,532

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Net Position – Proprietary Fund
September 30, 2021

Assets	**Solid Waste Fund**
Current Assets	
Cash and Cash Equivalents	$ 1,311,103
Receivables	50,152
Total Current Assets	1,361,255
Capital Assets (net of accumulated depreciation)	
Land	430,720
Construction in Progress	100,621
Buildings and Improvements	208,962
Machinery and Equipment	3,682,905
Accumulated Depreciation	(2,411,115)
Total Capital Assets (net of accumulated depreciation)	2,012,093
Other Assets	
Net Pension Asset	7,099
Total Assets	3,380,447
Deferred Outflows of Resources	
Pension related	101,428
Total Assets and Deferred Outflows of Resources	$ 3,481,875

The Accompanying Notes are an Integral Part of the Financial Statements

Liabilities		
Current Liabilities		
Accounts Payable	$	23,706
Salaries and Wages Payable		13,075
Current Portion - Equipment Lease		57,966
Total Current Liabilities		94,747
Noncurrent Liabilities		
Compensated Absences		39,094
Landfill Closure Liability		70,000
Equipment Lease Payable		314,990
Total Noncurrent Liabilities		424,084
Total Liabilities		518,831
Deferred Inflows of Resources		
Pension related		223,769
Total Liabilities and Deferred Inflows of Resources		742,600
Net Position		
Net Investment in Capital Assets		1,954,127
Unrestricted		785,148
Total Net Position	$	2,739,275

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Fund
Year Ended September 30, 2021

	Solid Waste Fund
Operating Revenue	$ 1,685,560
Operating Expenses	
Operations and maintenance	854,638
Depreciation	181,422
Total Operating Expenses	1,036,060
Operating Income	649,500
Nonoperating Revenues (Expenses)	
Interest expense	(1,638)
Total Nonoperating Revenues (Expenses)	(1,638)
Net Income Before Special Items and Transfers	647,862
Gain on Pension	48,375
Transfers Out	(154,960)
Change in Net Position	541,277
Total Net Position - Beginning of Year	2,197,998
Total Net Position - End of Year	$ 2,739,275

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Cash Flows – Proprietary Fund
Year Ended September 30, 2021

	Solid Waste Fund
Cash Flows from Operating Activities	
Receipts from customers	$ 1,684,276
Payments to suppliers	(362,953)
Payments to employees	(491,151)
Net Cash Provided by Operating Activities	830,172
Cash Flows from Noncapital Financing Activities	
Transfers to other funds	(154,960)
Net Cash Used by Noncapital Financing Activities	(154,960)
Cash Flows from Capital and Related Financing Activities	
Proceeds from capital debt	441,300
Principal paid on capital debt	(113,806)
Interest paid on capital debt	(1,638)
Net Cash Provided by Capital and Related Financing Activities	325,856
Cash Flows from Investing Activities	
Purchase of fixed assets	(796,646)
Net Cash Used by Investing Activities	(796,646)
Net Change in Cash and Cash Equivalents	204,422
Cash and Cash Equivalents Balance, October 1, 2020	1,106,681
Cash and Cash Equivalents Balance, September 30, 2021	$ 1,311,103

The Accompanying Notes are an Integral Part of the Financial Statements

	Solid Waste Fund
Reconciliation of Operating Income to Net Cash Provided By Operating Activities:	
Operating Income	$ 649,500
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	181,422
Change in accounts receivable	(1,284)
Change in accounts payable	(1,532)
Change in other accrued liabilities	1,370
Change in compensated absences	696
Net Cash Provided by Operating Activities	$ 830,172

The Accompanying Notes are an Integral Part of the Financial Statements

FRANKLIN COUNTY CORPORATION, IDAHO
Statement of Fiduciary Net Position – Agency Funds
September 30, 2021

Assets	
Cash and Investments	$ 2,143,085
Receivables	
Property tax	118,231
State of Idaho	21,082
Total Assets	$ 2,282,398
Liabilities and Fund Equity	
Liabilities	
Due to Other Agencies	$ 2,282,398
Total Liabilities	$ 2,282,398

The Accompanying Notes are an Integral Part of the Financial Statements

1. Summary of Significant Accounting Policies

The Reporting Entity

Franklin County Corporation, Idaho (the County) was incorporated in 1913 under the provisions of the State of Idaho. The County operates under a Commission form of government and provides the following services as authorized by its charter: public safety, streets, sanitation, culture-recreation, health and social services, agriculture extension, general administrative and legal and judicial services.

The primary government of the County includes all of the funds, departments, boards, and agencies that are not legally separate from the County.

The financial statements of the County include those of separately administered organizations that are controlled by or dependent on the County. Control or dependence is determined on the basis of budget adoption, taxing authority, funding and appointment of the respective governing board.

The financial statements of the County have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County applies all relevant GASB pronouncements and applicable Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The County does not apply FASB pronouncements issued after November 30, 1989.

Discretely Presented Component Unit

The component unit column in the financial statements includes the financial data of the County's only discretely presented component unit, Franklin County Medical Center. It is reported in a separate column to emphasize that it is separate from County operations. The County does appoint the governing body of Franklin County Medical Center and approves the budget. Complete financial statements of Franklin County Medical Center can be viewed at Franklin County Medical Center.

1. Summary of Significant Accounting Policies (continued)

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 primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment 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 or segment. 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 is excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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 revenue 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

1. Summary of Significant Accounting Policies (continued)

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

- The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

- The Airport Fund is a special revenue fund that accounts for all revenues and expenses of the County related to maintenance and improvements to the airport.

- The Road and Bridge Fund is a special revenue fund that accounts for all revenues and expenses of the County related to repairs, improvements and maintenance of roads and streets.

- The County Justice Fund is a special revenue fund used to account for crime prevention and prosecution activities within the County.

- The Health Insurance Fund is a special revenue fund used to account for the health care premiums and claims of the County.

The County reports the following major proprietary fund:

- The Solid Waste Fund is used to account for the collection and disposal of solid waste within the County.

The County additionally reports the following fund type:

- The Agency Fund accounts for the County's collection and disbursement of taxes which are held in trust for others.

1. Summary of Significant Accounting Policies (continued)

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (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.

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 principle ongoing operations. The principle operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Encumbrances

Encumbrances accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the County because it is not considered necessary to assure effective budgetary control or to facilitate effective cash planning and control.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

All governmental funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available. The County considers property taxes as available if they are collected within 60 days after year-end. Expenditures are generally recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt, which is recognized when due.

Budgetary Policy

The County prepares one combined budget which includes the operations of all budget funds. The schedule of revenues and expenditures budget and actual – general fund, road and bridge fund, county justice fund, solid waste fund, and health insurance fund presents comparisons of legally adopted budgets with actual data on a budgetary basis.

1. Summary of Significant Accounting Policies (continued)

Under the Idaho Code, the County's budget establishes maximum legal authorization for expenditures during the fiscal year. Expenditures are not to exceed the budgeted amounts, except as allowed by the Code for certain events.

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

Formal budgetary integration is employed as a management control device during the year for the General, Special Revenues Funds, and Capital Project Fund. These budgets are adopted on a basis consistent with generally accepted accounting principles.

The County Commission approves, by ordinance, total budget appropriations only. Any revisions that alter the total appropriations of any fund must be approved by the County Commission.

Unused appropriations for all of the above annually budgeted funds are carried forward to the next fiscal year.

The budget amounts shown in the financial statements are the final authorized amounts as revised during the fiscal year.

During the fiscal year, the County opened and amended its budget.

Inventory
The airport fund inventory consists of aviation fuel and is generally stated at lower of cost or net realizable value, which is determined on the first-in, first-out method. The cannery operation fund inventory consists of bulk purchased cans and lids to be used throughout the operating season.

Cash and Investments
The County’s cash and cash equivalents are defined as unrestricted cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. The County pools its investable funds to maximize interest income. Interest income earned as a result of pooling is distributed to the appropriate funds based on the average balance of pooled cash of each fund.

Idaho Code provides authorization for the investment of funds as well as specific direction as to what constitutes an allowable investment. County policy is consistent with this direction.

1. Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental columns in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of two years.

All reported capital assets are depreciated except for land, land improvements and construction in progress. Depreciation is computed using the straight-line method over the following useful lives:

Buildings…….……	7 - 50 yrs
Equipment……...…….	5 - 10 yrs
Vehicles……	5 - 10 yrs
Furniture and fixtures……	7 - 10 yrs

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Deferred Outflows/Inflows of Resources

In addition to assets the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

The County reports deferred outflows of resources related to the County's allocable share of the effect of changes during the year on the valuation of the net pension liability.

1. Summary of Significant Accounting Policies (continued)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The County reports two types of deferred inflows of resources. The first arises only under a modified accrual basis of accounting, unavailable revenue, is reported only in the governmental funds balance sheet and represents unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second type of deferred inflows of resources relates to the effect of changes during the year in the calculation of the net pension liability.

Pensions
For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. 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.

Fund Equity
In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Designations of fund balance as nonspendable, restricted, committed, assigned, or unassigned is based upon the types of constraints placed on the outstanding balances.

2. Cash and Short-Term Investments

Cash balances of most of the County funds are pooled and invested. Interest earned from investments purchased with pooled cash is allocated to each of the funds based on the fund's investment balance. The County maintains a primary checking account and several miscellaneous bank accounts where balances are kept at a minimum. All excess funds are then invested with the State Treasurer's pooled cash investment account or other investments chosen by the County. These accounts invest in time certificates of deposit, local government tax anticipation notes, federal loans, U.S. treasury notes and other U.S. governmental securities. Information regarding insurance or collateralization of amounts invested in the pooled accounts is not available.

2. Cash and Short-Term Investments (continued)

The County's cash accounts are insured through the Federal Deposit Insurance Corporation (at banks) and The Federal Savings and Loan Insurance Corporation (at savings and loans organizations) up to $250,000 per depository.

1. Deposits – At September 30, 2021, the carrying amount of the County's deposits was $556,382 and the respective bank balances totaled $687,634. Of the bank balances, $250,025 were insured or collateralized with pooled securities held by the pledging financial institution in the name of the County.

2. Custodial Credit Risk, Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. As of September 30, 2021, $437,609 of the County's total bank balances of $687,634 were not covered by federal depository insurance, and thus were exposed to custodial credit risk.

3. Investments – As of September 30, 2021, the County had the following investments:

			Investment Maturities (in Years)			
Investment Type	**Rating**	**Fair Value**	**Less Than 1**	**1-5**	**6-10**	**More Than 10**
U.S. Treasury Securities						
Bonds	AAA	5,791,733	$ 1,570,340	$ 4,221,393	$ -	$ -
Certificates of Deposit	N/A	375,783	273,591	102,192	-	-
State Investment Pool	N/A	7,148,392	7,148,392	-	-	-
		$13,315,908	$ 8,992,323	$ 4,323,585	$ -	$ -

Custodial Credit Risk, Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investment. As of September 30, 2021, none of the County's investments were uninsured and uncollateralized and subject to custodial credit risk.

2. Cash and Short-Term Investments (continued)

4. Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from changes in interest rates, the County structures its portfolio so that securities mature to meet cash requirements for ongoing operations. Because the State Investment Pool as of September 30, 2021, had a weighted average maturity of 133 days, it was presented as an investment with a maturity of less than one year.

5. Credit Risk – Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. It is the County's policy to limit investments to the safest types of securities and to diversify the County's investment portfolio so that potential losses on securities will be minimized. The County follows Idaho statute that outlines qualifying investment options.

Reconciliation of deposits categorization:

Cash and Investments Reported on the Statement of Net Position	$ 11,729,205
Cash and Investments Reported on the Statement of Fiduciary Net Position	2,143,085
	$ 13,872,290

Investments Categorized	$ 13,315,908
Deposits Categorized	556,382
	$ 13,872,290

3. Capital Assets

Capital asset activity for the year ended September 30, 2021 was as follows:

	October 1, 2020	Increases	Decreases	September 30, 2021
Government Activities				
Capital Assets,				
Not Being Depreciated				
Land	$ 669,723	$ -	$ -	$ 669,723
Construction in Progress	1,175,185	1,072,580	-	2,247,765
Total Capital Assets, Not Being Depreciated	1,844,908	1,072,580	-	2,917,488
Capital Assets,				
Being Depreciated				
Buildings and improvements	4,169,333	70,795	-	4,240,128
Machinery and equipment	6,617,566	364,132	-	6,981,698
Total Capital Assets, Being Depreciated	10,786,899	434,927	-	11,221,826
Less Accumulated				
Depreciation for				
Buildings and improvements	(1,342,039)	(68,815)	-	(1,410,854)
Machinery and equipment	(5,356,623)	(306,990)	-	(5,663,613)
Total Capital Assets, Being Depreciated, Net	4,088,237	59,122	-	4,147,359
Governmental Activities				
Capital Assets, Net	$ 5,933,145	$ 1,131,702	$ -	$ 7,064,847

3. Capital Assets (continued)

	October 1, 2020	Increases	Decreases	September 30, 2021
Business-type Activities				
Capital Assets,				
Not Being Depreciated				
Land	$ 430,720	$ -	$ -	$ 430,720
Construction in progress	25,075	75,546	-	100,621
Total Capital Assets, Not Being Depreciated	455,795	75,546	-	531,341
Capital Assets,				
Being Depreciated				
Buildings and improvements	208,962	-	-	208,962
Machinery and equipment	2,961,805	721,100	-	3,682,905
Total Capital Assets, Being Depreciated	3,170,767	721,100	-	3,891,867
Less Accumulated				
Depreciation for				
Buildings and improvements	(63,964)	(2,371)	-	(66,335)
Machinery and equipment	(2,165,730)	(179,050)	-	(2,344,780)
Total Capital Assets, Being Depreciated, Net	941,073	539,679	-	1,480,752
Business-type Activities				
Capital Assets, Net	$ 1,396,868	$ 615,225	$ -	$ 2,012,093

4. Property Taxes

Property taxes of the County are based on the assessments against property owners as of the first day of January. Taxes are levied on the fourth Monday in November and are due and payable at that time. The first installment of levied real property tax becomes delinquent on December 21. All remaining unpaid taxes become delinquent on June 21 of the subsequent year. A penalty of two percent is assessed if either installment is not made. Interest accrues at 1% per month of the taxes outstanding calculated as of January 1.

Property tax revenues are recognized when they become available. Available includes those property taxes expected to be collected within sixty days after the calendar year-end.

5. Accrued Compensated Absences

The County's policy is to accrue vacation on a calendar year basis for its employees. The County has elected not to show their normal sick leave benefits as compensated absences. Normal sick leave does not vest, and according to an exception granted governmental entities, an accrual as compensated absences for future paid sick leave is not required by generally accepted accounting principles.

6. Solid Waste Landfill Closure and Postclosures Care Cost

The County owns and maintains landfill sites located near Dayton and Riverdale. Federal and State laws and regulations require the County to voluntarily close its landfill sites. Maintenance and monitoring functions at the site will be required for thirty years after closure. The $70,000 reported as landfill closure liability at September 30, 2021, represents the cumulative amount of estimated costs of postclosure. The costs of postclosure maintenance and monitoring are estimated at $5,000 annually for a thirty-year period. These amounts are based on what it would cost to perform all postclosure care in subsequent years.

7. Commitment

In May 2021, the County was authorized by its constituents to issue and sell general obligation bonds in the principal amount of $2,900,000 to pay for renovations and improvements to the County Courthouse. The bonds will be repaid from a levy of taxes for this purpose. The bonds were issued subsequent to the end of the current fiscal year.

8. Facility Lease

The County has entered into a lease agreement with Southeastern Idaho Public Health (the "Lessee") for a period of 80 months. Pursuant to the agreement, the County has constructed a new building for occupancy by the Lessee for use as a public health facility. In order to finance the construction of the facility, the Lessee has prepaid rent to the County in the amount of the cost of the construction of the building of $249,433. The amount of the prepaid rent shall cover the lease payments for a period of 80 months, beginning in January 2017 and ending in August 2024. The remaining amount of prepaid rent as of September 30, 2021 was $79,564, which is included in unavailable revenues in the general fund.

9. Capital Leases

The County has entered into agreements to purchase equipment and vehicles through capital lease agreements.

The following is a schedule of fixed assets and outstanding liabilities relating to capital lease agreements:

	Governmental Activities		Business-type Activities		Total	
	Fixed Assets	Capital Lease Payable	Fixed Assets	Capital Lease Payable	Fixed Assets	Capital Lease Payable
Vehicles	$ 253,702	$ 105,968	$ -	$ -	$ 253,702	$ 105,968
Equipment	55,198	36,750	441,300	372,956	496,498	409,706
	$ 308,900	$ 142,718	$ 441,300	$ 372,956	$ 750,200	$ 515,674

9. Capital Leases (continued)

The following is a schedule by year of future lease payments with the present value of the net minimum lease payments as of September 30, 2021:

Year Ending September 30,	Governmental Activities	Business-Type Activities	Capital Lease Obligations
2022	$ 73,825	$ 68,364	$ 142,189
2023	54,415	68,364	122,779
2024	10,136	68,364	78,500
2025	10,136	68,364	78,500
2026	-	68,364	68,364
Thereafter	-	68,364	68,364
	148,512	410,184	558,696
Less Amount Representing Interest on Lease Obligations	(5,794)	(37,228)	(43,022)
Present Value of Minimum Debt Payments	$ 142,718	$ 372,956	$ 515,674

10. Changes in Long-term Obligations

A summary of general long-term debt transactions of the County for the year ended September 30, 2021, is as follows:

	Long-term Obligations September 30, 2020	Obligations Incurred and Adjusted	Obligations Paid and Adjusted	Long-term Obligations September 30, 2021	Current Portion
Governmental Activities					
Obligations under capital leases	$ 270,130	$ -	$ (127,412)	$ 142,718	$ 73,825
Net pension liability	1,833,692	-	(1,833,692)	-	-
Accrued compensated absences	248,042	6,231	-	254,273	-
	$ 2,351,864	$ 6,231	$ (1,961,104)	$ 396,991	$ 73,825

	Long-term Obligations September 30, 2020	Obligations Incurred	Obligations Paid and Adjusted	Long-term Obligations September 30, 2021	Current Portion
Business-type Activities					
Landfill closure liability	$ 75,000	$ -	$ (5,000)	$ 70,000	$ -
Obligations under capital leases	40,462	441,300	(108,806)	372,956	57,966
Net pension liability	210,042	-	(210,042)	-	-
Accrued compensated absences	38,928	166	-	39,094	-
	$ 364,432	$ 441,466	$ (323,848)	$ 482,050	$ 57,966

10. Changes in Long-term Obligations (continued)

	Long-term Obligations September 30, 2020	Obligations Incurred	Obligations Paid	Long-term Obligations September 30, 2021	Current Portion
Total Governmental and Business-type Activities					
Landfill closure liability	$ 75,000	$ -	$ (5,000)	$ 70,000	$ -
Obligations under capital leases	310,592	441,300	(236,218)	515,674	131,791
Net pension liability	2,043,734	-	(2,043,734)	-	-
Accrued compensated absences	286,970	6,397	-	293,367	-
	$ 2,716,296	$ 447,697	$ (2,284,952)	$ 879,041	$ 131,791

11. Pension Plan

Plan Description

The County contributes to the Public Employee Retirement System of Idaho Base Plan (Base Plan), which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

11. Pension Plan (continued)

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointment officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by stature at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2021, the employee contribution rate was 7.16% for general employees and 9.13% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% general employees and 12.28% for police and firefighters. The County's contributions required and paid were $376,664, $356,638, and $341,364 for the years ended September 30, 2021, 2020, and 2019, respectively.

11. Pension Plan (continued)

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At September 30, 2021, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2021, the County's proportion was 0.090 percent.

For the year ended September 30, 2021, the County recognized pension expense (revenue) of $(442,364). At September 30, 2021, 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	$ 104,412	$ 41,193
Changes in assumptions or other inputs	813,458	-
Net difference between projected and actual earnings on pension plan investments	-	2,225,869
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	(33,314)
Employer contributions subsequent to the measurement date	94,198	-
Total	$ 1,012,068	$ 2,233,748

$94,198 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2022.

11. Pension Plan (continued)

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2021, the beginning of the measurement period ended June 30, 2020, is 4.7 and 4.6 for the measurement period ended June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Fiscal Year	
2022	$ (308,414)
2023	(276,395)
2024	(243,301)
2025	(492,053)
2026	4,285

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases	3.05%
Salary inflation	3.05%
Investment rate of return	6.35%, net of investment expenses
Cost-of-living adjustments	1%

11. Pension Plan (continued)

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions including mortality. The Total Pension Liability as of June 30, 2021 is based on the results of an actuarial valuation date of July 1, 2021.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers, and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

11. Pension Plan (continued)

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2021.

Capital Market Assumptions from Callan 2021

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return (Arithmetic)	Long-Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	1.80%	-0.20%
Broad US Equities	55.00%	8.00%	6.00%
Developed Foreign Equities	15.00%	8.25%	6.25%
Assumed Inflation - Mean		2.00%	2.00%
Assumed Infation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.18%	4.18%
Portfolio Standard Deviation		12.29%	12.29%
Portfolio Long-Term (Geometic) Expected Rate of Return		5.55%	3.46%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometic) Expected Rate of Return, Net of Investment Expenses		5.15%	3.06%

11. Pension Plan (continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments 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. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate.

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 6.5 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.35 percent) or 1-percentage-point higher (7.35 percent) than the current rate:

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Employer's proportionate share of the net pension liability (asset)	$ 2,463,478	$ (70,867)	$ (2,148,320)

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

12. Interfund Transactions

Operating transfers between funds during the year were as follows:

	Operating Transfers In	Operating Transfers Out
Governmental		
Major Funds:		
General Fund	$ -	$ 956,658
Special Revenue Funds		
Road and Bridge Fund	-	213,070
County Justice Fund	129,316	397,085
Health Insurance Fund	1,260,058	-
Non-major Funds:		
Special Revenue Funds		
Ambulance Fund	-	47,870
County Aid Fund	-	9,685
District Court Fund	-	87,165
Revaluation Fund	-	38,740
Snowmobile Fund	3,000	-
Weed Control Fund	-	24,213
Cannery Operations Fund	5,000	-
Board of Guardians	100	-
Mosquito Abatement Fund	-	24,213
Parking Lot Fund	2,000	-
Election Consolidation Fund	-	1,007
Capital Project Fund	555,192	-
Proprietary Funds		
Major Funds:		
Solid Waste Fund	-	154,960
	$ 1,954,666	$ 1,954,666

12. Interfund Transactions (continued)

Transfers are used to move shared costs of operations paid by one fund to other funds benefiting from those shared costs.

13. Other Required Individual Fund Disclosures

The County expenditures exceeded the budgeted amounts in the following funds during the year ended September 30, 2021:

Fund	Amount Exceeded
Airport Fund	$ 969,581
County Justice Fund	263,988
Weed Control Fund	3,586
Fair Operations Fund	79
Election Consolidation Fund	68
4-H Fund	51

The County had no fund deficits at September 30, 2021.

14. Component Unit – Franklin County Medical Center

The component unit column in the combined financial statements includes the financial data of the Franklin County Medical Center, the County's only discretely presented component unit. It is reported in a separate column to emphasize that it is a legally separate entity. The Franklin County Medical Center is a 20-bed acute care hospital with an attached 45-bed long-term care facility. The Franklin County Commissioners appoint the Medical Center Board and approve its budget. The Medical Center cannot issue bonded debt without commission approval. Complete financial statements of the Franklin County Medical Center can be obtained from its administrative office.

15. Fund Balances

Fund balance is classified depending on the relative strength of the spending constraints placed on the purposes for which resources can be used as follows:

Nonspendable fund balance – amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted fund balance – amounts constrained to specific purposes externally imposed by creditors (such as through debt covenants), grantor and contributors, or laws, or regulations of other governments, or through constitutional provisions, or by enabling legislation.

Committed fund balance – amounts that can only be used for specific purposes, pursuant to constraints imposed by formal action of the government's highest level of decision making authority. In the case of the County it is by Commission action.

Assigned fund balance – amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The Commission has assigned the authority to the County Clerk to assign amounts and adjustments.

Unassigned fund balance – amounts that represent fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In other governmental fund, it may be necessary to report a negative residual balance as unassigned.

The County considers restricted amounts to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, within unrestricted fund balance, the County considers that committed are reduced first, followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

15. Fund Balances (continued)

Detail of constraints on fund balances of governmental fund is as follows:

	General Fund	Special Revenue Funds	Capital Project Fund	Total
Fund Balances:				
Nonspendable:				
Inventory	$ -	$ 49,599	$ -	$ 49,599
Prepaids	-	71,660	-	71,660
Restricted for:				
Court Facilities	-	18,290	-	18,290
DUI Safety Program	-	12,432	-	12,432
Range Improvement	-	11,426	-	11,426
Special Highway Projects	-	318,454	-	318,454
Committed to:				
Drug Enforcement	-	7,632	-	7,632
Election Consolidation	-	49,517	-	49,517
Assigned to:				
Airport	-	63,117	-	63,117
Ambulance Services	-	580,043	-	580,043
Board of Guardians	-	1,810	-	1,810
Cannery Operations	-	542	-	542
Courthouse Improvements	-	-	1,128,718	1,128,718
County Aid	-	403,787	-	403,787
County Justice	-	504,616	-	504,616
District Court	-	338,382	-	338,382
District Health	-	16,521	-	16,521
Extension Services	-	3,811	-	3,811
Fair Building	-	19,723	-	19,723
Fair Operations	-	42,996	-	42,996
Health Insurance	-	1,978,415	-	1,978,415
Historical Society	-	4,309	-	4,309
Insurance Coverage	-	52,424	-	52,424
Mosquito Abatement	-	473,723	-	473,723
Parking Lot Maintenance	-	10,669	-	10,669
Revaluation	-	190,269	-	190,269
Road and Bridge	-	1,051,457	-	1,051,457
Snowmobile Trails	-	16,810	-	16,810
War Memorial	-	12,629	-	12,629
Waterways	-	73,614	-	73,614
Weed Control	-	125,408	-	125,408
4-H Program	-	3,738	-	3,738
Unassigned	3,336,756	-	-	3,336,756
Total Fund Balances	$ 3,336,756	$ 6,507,823	$ 1,128,718	$ 10,973,297

Required Supplementary Information
Budgetary Comparison Schedules
(Major Governmental Funds)

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
General Fund
Year Ended September 30, 2021

	Original Budget Amounts	Final Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Local Sources				
Property taxes	$ 549,687	$ 549,687	$ 601,132	$ 51,445
Earnings on investments	75,000	75,000	16,514	(58,486)
Licenses, permits, and other fees	126,500	126,500	589,359	462,859
Other	644,736	644,736	567,657	(77,079)
State Sources				
State liquor fund	35,000	35,000	66,898	31,898
State sales tax and revenue sharing	850,000	850,000	1,242,002	392,002
Other	-	-	26,749	26,749
Federal Sources				
Federal grants	14,000	14,000	15,301	1,301
Total Revenues	2,294,923	2,294,923	3,125,612	830,689
Expenditures				
Current				
General and administrative	1,871,302	1,871,302	1,450,181	421,121
Public safety	47,194	47,194	41,838	5,356
Capital Outlay	49,760	204,578	162,493	42,085
Total Expenditures	1,968,256	2,123,074	1,654,512	468,562
Excess (Deficiency) of Revenues Over Expenditures	326,667	171,849	1,471,100	1,299,251
Other Financing Sources (Uses)				
Transfers Out	(326,667)	(326,667)	(956,658)	(629,991)
Total Other Financing Sources (Uses)	(326,667)	(326,667)	(956,658)	(629,991)
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	(154,818)	514,442	669,260
Fund Balance - Beginning of Year	2,822,314	2,822,314	2,822,314	-
Fund Balance - End of Year	$ 2,822,314	$ 2,667,496	$ 3,336,756	$ 669,260

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Airport Fund
Year Ended September 30, 2021

	Original Budget Amounts	Final Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Local Sources				
Property taxes	$ 30,000	$ 30,000	$ 30,198	$ 198
Licenses, permits, and other fees	2,000	2,000	2,356	356
Other	8,800	8,800	113,288	104,488
Federal Sources				
Federal grants	133,870	133,870	1,569,202	1,435,332
Total Revenues	174,670	174,670	1,715,044	1,540,374
Expenditures				
Current				
General and administrative	174,670	711,972	613,973	97,999
Capital Outlay	-	-	1,067,580	(1,067,580)
Total Expenditures	174,670	711,972	1,681,553	(969,581)
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	-	(537,302)	33,491	570,793
Fund Balance - Beginning of Year	114,249	114,249	114,249	-
Fund Balance - End of Year	$ 114,249	$ (423,053)	$ 147,740	$ 570,793

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Road and Bridge Fund
Year Ended September 30, 2021

	Original Budget Amounts	Final Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Local Sources				
Property taxes	$ 586,157	$ 586,157	$ 590,523	$ 4,366
Other	20,500	20,500	196,186	175,686
State Sources				
State highway users fund	1,500,000	1,500,000	2,038,226	538,226
Other	92,000	92,000	81,534	(10,466)
Federal Sources				
Federal grants	80,000	80,000	71,976	(8,024)
Total Revenues	2,278,657	2,278,657	2,978,445	699,788
Expenditures				
Current				
Street and highways	1,786,657	1,805,335	1,900,520	(95,185)
Debt Service	-	-	36,219	(36,219)
Capital Outlay	278,930	278,930	148,596	130,334
Total Expenditures	2,065,587	2,084,265	2,085,335	(1,070)
Excess (Deficiency) of Revenues over Expenditures	213,070	194,392	893,110	698,718
Other Financing Sources (Uses)				
Transfers Out	(213,070)	(213,070)	(213,070)	-
Total Other Financing Sources (Uses)	(213,070)	(213,070)	(213,070)	-
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	-	(18,678)	680,040	698,718
Fund Balance - Beginning of Year	371,417	371,417	371,417	-
Fund Balance - End of Year	$ 371,417	$ 352,739	$ 1,051,457	$ 698,718

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
County Justice Fund
Year Ended September 30, 2021

	Original Budget Amounts	Final Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Local Sources				
Property Taxes	$ 2,025,946	$ 2,025,946	$ 2,033,613	$ 7,667
Licenses, permits and other fees	400,935	400,935	423,359	22,424
Other			42,666	42,666
State Sources				
Other	77,574	77,574	81,263	3,689
Federal Sources				
Federal grants	-	-	64,291	64,291
Total Revenues	2,504,455	2,504,455	2,645,192	140,737
Expenditures				
Current				
Public safety	1,977,483	2,066,351	2,192,265	(125,914)
Debt Service	-	-	99,236	(99,236)
Capital Outlay	-	-	38,838	(38,838)
Total Expenditures	1,977,483	2,066,351	2,330,339	(263,988)
Excess (Deficiency) of Revenues over Expenditures	526,972	438,104	314,853	(123,251)
Other Financing Sources (Uses)				
Transfers In	-	-	129,316	129,316
Transfers Out	(656,288)	(656,288)	(397,085)	259,203
Total Other Financing Sources (Uses)	(656,288)	(656,288)	(267,769)	388,519
Excess (Deficiency) of Revenues and other Sources over Expenditures and Other Uses	(129,316)	(218,184)	47,084	265,268
Fund Balance - Beginning of Year	457,532	457,532	457,532	-
Fund Balance - End of Year	$ 328,216	$ 239,348	$ 504,616	$ 265,268

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Solid Waste Fund
Year Ended September 30, 2021

	Original And Final Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Local Sources			
User fees	$ 1,520,000	$ 1,685,560	$ 165,560
Total Revenues	1,520,000	1,685,560	165,560
Expenditures			
Current			
Landfill Operations	1,365,040	1,036,060	328,980
Debt Service			
Interest	-	1,638	(1,638)
Total Expenditures	1,365,040	1,037,698	327,342
Excess (Deficiency) of Revenues over Expenditures	154,960	647,862	492,902
Other Financing Sources (Uses)			
Loss on Pension	-	48,375	48,375
Transfers Out	(154,960)	(154,960)	-
Total Other Financing Sources (Uses)	(154,960)	(106,585)	48,375
Excess (Deficiency) of Revenues and other Sources over Expenditures and Other Uses	-	541,277	541,277
Fund Balance - Beginning of Year	2,197,998	2,197,998	-
Fund Balance - End of Year	$ 2,197,998	$ 2,739,275	$ 541,277

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Health Insurance Fund
Year Ended September 30, 2021

	Original And Final Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues			
Local Sources			
Other	$ 117,000	$ 170,343	$ 53,343
Total Revenues	117,000	170,343	53,343
Expenditures			
Current			
General and administrative	1,377,058	1,230,047	147,011
Total Expenditures	1,377,058	1,230,047	147,011
Excess (Deficiency) of Revenues over Expenditures	(1,260,058)	(1,059,704)	200,354
Other Financing Sources (Uses)			
Transfers In	1,260,058	1,260,058	-
Total Other Financing Sources (Uses)	1,260,058	1,260,058	-
Excess (Deficiency) of Revenues and other Sources over Expenditures and Other Uses	-	200,354	200,354
Fund Balance - Beginning of Year	1,778,061	1,778,061	-
Fund Balance - End of Year	$ 1,778,061	$ 1,978,415	$ 200,354

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Employer's Share of Net Pension Liability
PERSI Base Plan – Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Employer's portion of net pension liability	0.090%	0.088%	0.089%	0.087%	0.087%	0.087%	0.089%
Employer's proportionate share of the net pension liability	$ (70,867)	$ 2,043,734	$ 1,021,759	$ 1,294,294	$ 1,368,386	$ 1,772,375	$ 1,175,634
Employer's covered-employee payroll	3,262,164	3,046,287	3,010,321	2,898,551	2,728,506	2,691,912	2,399,277
Employer's proportionate share of the net pension liability as a percentage of its covered-employee payroll	-2.17%	67.09%	33.94%	44.72%	50.15%	65.84%	49.00%
Plan fiduciary net position as a percentage of the total pension liability	100.36%	88.22%	93.79%	91.69%	90.68%	87.26%	91.38%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Data reported is measured as of June 30, 2021 (measurement date).

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Employer Contributions
PERSI Base Plan – Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	$ 354,279	$ 345,304	$ 342,511	$ 340,927	$ 293,567	$ 259,902	$ 292,027
Contributions in relation to the statutorily required contribution	376,664	356,638	341,364	326,432	309,147	304,263	273,382
Contribution (deficiency) excess	22,385	11,334	1,147	14,495	(15,580)	(44,361)	18,645
Employer's covered-employee payroll	3,262,164	3,046,287	3,010,321	2,895,551	2,728,506	2,691,912	2,399,277
Contributions as a percentage of covered-employee payroll	11.55%	11.71%	11.34%	11.27%	11.33%	11.30%	11.39%

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those use for which information is available.

Data reported is measured as of September 30, 2021.

See Independent Auditors' Report

Supplementary Information
Combining Statements
(Nonmajor Governmental Funds)

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Nonmajor Governmental Funds
September 30, 2021

Assets	Ambulance Fund	County Aid Fund	District Court Fund	District Health Fund
Cash and Investments	$ 257,272	$ 413,020	$ 172,454	$ 16,770
Receivables				
Property tax	2,023	8,170	7,451	3,091
Other	332,354	-	676,325	-
Allowance for doubtful accounts	-	-	(496,729)	-
Inventory and Supplies	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	$ 591,649	$ 421,190	$ 359,501	$ 19,861
Liabilities, Deferred Inflows of Resources and Fund Balances				
Liabilities				
Accounts payable	$ 7,601	$ 8,487	$ 7,931	$ 249
Salaries and wages payable	1,982	746	5,737	-
Total Liabilities	9,583	9,233	13,668	249
Deferred Inflows of Resources				
Unavailable Revenues	2,023	8,170	7,451	3,091
Fund Balances				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	580,043	403,787	338,382	16,521
Unassigned	-	-	-	-
Total Fund Balances	580,043	403,787	338,382	16,521
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 591,649	$ 421,190	$ 359,501	$ 19,861

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Nonmajor Governmental Funds (continued)
September 30, 2021

Assets	Historical Society Fund	Drug Enforcement Fund	Range Improvement Fund	Revaluation Fund	Insurance Fund
Cash and Investments	$ 4,704	$ 7,632	$ 11,426	$ 194,719	$ 52,424
Receivables					
Property tax	48	-	-	9,047	4,179
Other	-	-	-	-	-
Allowance for doubtful accounts	-	-	-	-	-
Inventory and Supplies	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Total Assets	$ 4,752	$ 7,632	$ 11,426	$ 203,766	$ 56,603
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ 395	$ -	$ -	$ 304	$ -
Salaries and wages payable	-	-	-	4,146	-
Total Liabilities	395	-	-	4,450	-
Deferred Inflows of Resources					
Unavailable Revenues	48	-	-	9,047	4,179
Fund Balances					
Nonspendable	-	-	-		
Restricted	-	-	11,426	-	-
Committed	-	7,632	-	-	-
Assigned	4,309	-	-	190,269	52,424
Unassigned	-	-	-	-	-
Total Fund Balances	4,309	7,632	11,426	190,269	52,424
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 4,752	$ 7,632	$ 11,426	$ 203,766	$ 56,603

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Nonmajor Governmental Funds (continued)
September 30, 2021

Assets	Snowmobile Fund	Special Highway Fund	War Memorial Fund	Waterways Fund	Weed Control Fund
Cash and Investments	$ 16,810	$ 318,454	$ 12,629	$ 74,731	$ 146,585
Receivables					
Property tax	-	1,250	73	-	4,857
Other	-	-	-	-	-
Allowance for doubtful accounts	-	-	-	-	-
Inventory and Supplies	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Total Assets	$ 16,810	$ 319,704	$ 12,702	$ 74,731	$ 151,442
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ -	$ -	$ -	$ 1,117	$ 15,934
Salaries and wages payable	-	-	-	-	5,243
Total Liabilities	-	-	-	1,117	21,177
Deferred Inflows of Resources					
Unavailable Revenues	-	1,250	73	-	4,857
Fund Balances					
Nonspendable	-	-	-	-	-
Restricted	-	318,454	-	-	-
Committed	-	-	-	-	-
Assigned	16,810	-	12,629	73,614	125,408
Unassigned	-	-	-	-	-
Total Fund Balances	16,810	318,454	12,629	73,614	125,408
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 16,810	$ 319,704	$ 12,702	$ 74,731	$ 151,442

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Nonmajor Governmental Funds (continued)
September 30, 2021

Assets	Board of Guardians Fund	DUI Ignition Interlock Fund	Court Facilities Fund	Cannery Operation Fund	Mosquito Abatement Fund
Cash and Investments	$ 1,810	$ 12,432	$ 18,290	$ 3,917	$ 534,799
Receivables					
Property tax	-	-	-	-	7,061
Other	-	-	-	-	-
Allowance for doubtful accounts	-	-	-	-	-
Inventory and Supplies	-	-	-	36,636	-
Prepaid Expenses	-	-	-	-	-
Total Assets	$ 1,810	$ 12,432	$ 18,290	$ 40,553	$ 541,860
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ -	$ -	$ -	$ 1,562	$ 58,699
Salaries and wages payable	-	-	-	1,813	2,377
Total Liabilities	-	-	-	3,375	61,076
Deferred Inflows of Resources					
Unavailable Revenues	-	-	-	-	7,061
Fund Balances					
Nonspendable	-	-	-	36,636	-
Restricted	-	12,432	18,290	-	-
Committed	-	-	-	-	-
Assigned	1,810	-	-	542	473,723
Unassigned	-	-	-	-	-
Total Fund Balances	1,810	12,432	18,290	37,178	473,723
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 1,810	$ 12,432	$ 18,290	$ 40,553	$ 541,860

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Nonmajor Governmental Funds (continued)
September 30, 2021

Assets	Fair Operation Fund	Fair Building Fund	Parking Lot Fund	Extension Office Fund	4-H Fund
Cash and Investments	$ 46,008	$ 19,723	$ 10,747	$ 3,811	$ 5,129
Receivables					
Property tax	2,418	158	-	-	-
Other	-	-	-	-	-
Allowance for doubtful accounts	-	-	-	-	-
Inventory and Supplies	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
Total Assets	$ 48,426	$ 19,881	$ 10,747	$ 3,811	$ 5,129
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ 2,308	$ -	$ 78	$ -	$ 1,175
Salaries and wages payable	704	-	-	-	216
Total Liabilities	3,012	-	78	-	1,391
Deferred Inflows of Resources					
Unavailable Revenues	2,418	158	-	-	-
Fund Balances					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	42,996	19,723	10,669	3,811	3,738
Unassigned	-	-	-	-	-
Total Fund Balances	42,996	19,723	10,669	3,811	3,738
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 48,426	$ 19,881	$ 10,747	$ 3,811	$ 5,129

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Nonmajor Governmental Funds (continued)
September 30, 2021

Assets	Election Consolidation Fund	Total Special Revenue Funds	Courthouse Improvement Fund	Total Capital Project Fund	Total
Cash and Investments	$ 50,261	$ 2,406,557	$ 1,140,345	$ 1,140,345	$ 3,546,902
Receivables					
Property tax	-	49,826	-	-	49,826
Other	-	1,008,679	-	-	1,008,679
Allowance for doubtful accounts	-	(496,729)	-	-	(496,729)
Inventory and Supplies	-	36,636	-	-	36,636
Prepaid Expenses	-	-	-	-	-
Total Assets	$ 50,261	$ 3,004,969	$ 1,140,345	$ 1,140,345	$ 4,145,314
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ 160	$ 106,000	$ 11,627	$ 11,627	$ 117,627
Salaries and wages payable	584	23,548	-	-	23,548
Total Liabilities	744	129,548	11,627	11,627	141,175
Deferred Inflows of Resources					
Unavailable Revenues		49,826	-	-	49,826
Fund Balances					
Nonspendable	-	36,636	-	-	36,636
Restricted	-	360,602	-	-	360,602
Committed	49,517	57,149	-	-	57,149
Assigned	-	2,371,208	1,128,718	1,128,718	3,499,926
Unassigned	-	-	-	-	-
Total Fund Balances	49,517	2,825,595	1,128,718	1,128,718	3,954,313
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 50,261	$ 3,004,969	$ 1,140,345	$ 1,140,345	$ 4,145,314

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds
Year Ended September 30, 2021

	Ambulance Fund	County Aid Fund	District Court Fund	District Health Fund
Revenues				
Local Sources				
Property taxes	$ 66,741	$ 261,345	$ 237,590	$ 98,409
Licenses, permits and other fees	299,582	-	31,377	-
Other	4,397	51,036	142,753	715
State Sources				
Other	-	-	-	-
Federal Sources				
Federal grants	-	-	-	-
Total Revenues	370,720	312,381	411,720	99,124
Expenditures				
Current				
General and administrative	209,468	244,067	279,533	96,799
Public safety	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	209,468	244,067	279,533	96,799
Excess (Deficiency) of Revenues over Expenditures	161,252	68,314	132,187	2,325
Other Financing Sources (Uses)				
Transfers In	-	-	-	-
Transfers Out	(47,870)	(9,685)	(87,165)	-
Total Other Financing Sources (Uses)	(47,870)	(9,685)	(87,165)	-
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	113,382	58,629	45,022	2,325
Fund Balance - Beginning of Year	466,661	345,158	293,360	14,196
Fund Balance - End of Year	$ 580,043	$ 403,787	$ 338,382	$ 16,521

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds (continued)
Year Ended September 30, 2021

	Historical Society Fund	Drug Enforcement Fund	Range Improvement Fund	Revaluation Fund	Insurance Fund
Revenues					
Local Sources					
Property taxes	$ 1,513	$ -	$ -	$ 287,006	$ 135,426
Licenses, permits and other fees	-	-	1,066	-	-
Other	11	-	-	3,707	3,213
State Sources					
Other	-	-	-	-	-
Federal Sources					
Federal grants	-	-	-	-	-
Total Revenues	1,524	-	1,066	290,713	138,639
Expenditures					
Current					
General and administrative	977	-	-	179,113	134,998
Public safety	-	1,297	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	977	1,297	-	179,113	134,998
Excess (Deficiency) of Revenues over Expenditures	547	(1,297)	1,066	111,600	3,641
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	(38,740)	-
Total Other Financing Sources (Uses)	-	-	-	(38,740)	-
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	547	(1,297)	1,066	72,860	3,641
Fund Balance - Beginning of Year	3,762	8,929	10,360	117,409	48,783
Fund Balance - End of Year	$ 4,309	$ 7,632	$ 11,426	$ 190,269	$ 52,424

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds (continued)
Year Ended September 30, 2021

	Snowmobile Fund	Special Highway Fund	War Memorial Fund	Waterways Fund	Weed Control Fund
Revenues					
Local Sources					
Property taxes	$ -	$ 50,451	$ 2,321	$ -	$ 157,031
Licenses, permits and other fees	-	-	-	25,259	119,116
Other	-	374	17	9,700	5,841
State Sources					
Other	-	-	-	-	113,352
Federal Sources					
Federal grants	-	-	-	-	-
Total Revenues	-	50,825	2,338	34,959	395,340
Expenditures					
Current					
General and administrative	300	-	1,593	8,249	309,871
Public safety	-	-	-	-	-
Capital Outlay	-	-	-	-	
Total Expenditures	300	-	1,593	8,249	309,871
Excess (Deficiency) of Revenues over Expenditures	(300)	50,825	745	26,710	85,469
Other Financing Sources (Uses)					
Transfers In	3,000	-	-	-	-
Transfers Out	-	-	-	-	(24,213)
Total Other Financing Sources (Uses)	3,000	-	-	-	(24,213)
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	2,700	50,825	745	26,710	61,256
Fund Balance - Beginning of Year	14,110	267,629	11,884	46,904	64,152
Fund Balance - End of Year	$ 16,810	$ 318,454	$ 12,629	$ 73,614	$ 125,408

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds (continued)
Year Ended September 30, 2021

	Board of Guardians Fund	DUI Ignition Interlock Fund	Court Facilities Fund	Cannery Operation Fund	Mosquito Abatement Fund
Revenues					
Local Sources					
Property taxes	$ -	$ -	$ -	$ -	$ 227,425
Licenses, permits and other fees	-	882	-	53,965	-
Other	-	-	4,140	-	9,665
State Sources					
Other	-	-	-	-	-
Federal Sources					
Federal grants	-	-	-	-	-
Total Revenues	-	882	4,140	53,965	237,090
Expenditures					
Current					
General and administrative	77	-	2,115	54,179	181,043
Public safety	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	77	-	2,115	54,179	181,043
Excess (Deficiency) of Revenues over Expenditures	(77)	882	2,025	(214)	56,047
Other Financing Sources (Uses)					
Transfers In	100	-	-	5,000	-
Transfers Out	-	-	-	-	(24,213)
Total Other Financing Sources (Uses)	100	-	-	5,000	(24,213)
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	23	882	2,025	4,786	31,834
Fund Balance - Beginning of Year	1,787	11,550	16,265	32,392	441,889
Fund Balance - End of Year	$ 1,810	$ 12,432	$ 18,290	$ 37,178	$ 473,723

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds (continued)
Year Ended September 30, 2021

	Fair Operation Fund	Fair Building Fund	Parking Lot Fund	Extension Office Fund	4-H Fund
Revenues					
Local Sources					
Property taxes	$ 77,159	$ 5,046	$ -	$ -	$ -
Licenses, permits and other fees	-	-	-	-	-
Other	28,929	37	186	4,049	25,551
State Sources					
Other	-	-	-	-	-
Federal Sources					
Federal grants	-	-	-	-	-
Total Revenues	106,088	5,083	186	4,049	25,551
Expenditures					
Current					
General and administrative	103,073	2,649	972	3,485	27,145
Public safety	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	103,073	2,649	972	3,485	27,145
Excess (Deficiency) of Revenues over Expenditures	3,015	2,434	(786)	564	(1,594)
Other Financing Sources (Uses)					
Transfers In	-	-	2,000	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	2,000	-	-
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	3,015	2,434	1,214	564	(1,594)
Fund Balance - Beginning of Year	39,981	17,289	9,455	3,247	5,332
Fund Balance - End of Year	$ 42,996	$ 19,723	$ 10,669	$ 3,811	$ 3,738

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds (continued)
Year Ended September 30, 2021

	Election Consolidation Fund	Total Special Revenue Funds	Courthouse Improvement Fund	Total Capital Project Fund	Total
Revenues					
Local Sources					
Property taxes	$ -	$ 1,607,463	$ -	$ -	$ 1,607,463
Licenses, permits and other fees	-	531,247		-	531,247
Other	-	294,321	120,568	120,568	414,889
State Sources					
Other	76,982	190,334	-	-	190,334
Federal Sources					
Federal grants	-	-	-	-	-
Total Revenues	76,982	2,623,365	120,568	120,568	2,743,933
Expenditures					
Current					
General and administrative	35,724	1,875,430	33,780	33,780	1,909,210
Public safety	-	1,297	-	-	1,297
Capital Outlay	85,000	85,000	5,000	5,000	90,000
Total Expenditures	120,724	1,961,727	38,780	38,780	2,000,507
Excess (Deficiency) of Revenues over Expenditures	(43,742)	661,638	81,788	81,788	743,426
Other Financing Sources (Uses)					
Transfers In	-	10,100	555,192	555,192	565,292
Transfers Out	(1,007)	(232,893)	-	-	(232,893)
Total Other Financing Sources (Uses)	(1,007)	(222,793)	555,192	555,192	332,399
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	(44,749)	438,845	636,980	636,980	1,075,825
Fund Balance - Beginning of Year	94,266	2,386,750	491,738	491,738	2,878,488
Fund Balance - End of Year	$ 49,517	$ 2,825,595	$ 1,128,718	$ 1,128,718	$ 3,954,313

See Independent Auditors' Report

Combining Statements
(Agency Funds)

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Agency Funds
September 30, 2021

Assets	Library District Fund	Translator District Fund	Caribou TV Fund	School District #201 Fund	School District #202 Fund
Cash and Investments	$ 2,420	$ 713	$ 81	$ 7,946	$ 992
Receivables					
Property Tax	10,000	4,100	165	27,729	7,279
State of Idaho	5,698	-	-	-	-
Total Assets	$ 18,118	$ 4,813	$ 246	$ 35,675	$ 8,271
Liabilities and Fund Equity					
Liabilities					
Due To (From) Other Agencies	$ 18,118	$ 4,813	$ 246	$ 35,675	$ 8,271
Total Liabilities	$ 18,118	$ 4,813	$ 246	$ 35,675	$ 8,271

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Agency Funds (continued)
September 30, 2021

	School District #148 Fund	Fire Protection District Fund	Water District #11 Fund	Water District #13A Fund	Water District #13N Fund	Downey Swan Lake Highway Fund
	$ 1,296	$ 20,252	$ 50	$ 120	$ 3,697	$ 1,681
	5,272	163	-	-	-	12
	-		-	-	-	207
	$ 6,568	$ 20,415	$ 50	$ 120	$ 3,697	$ 1,900
	$ 6,568	$ 20,415	$ 50	$ 120	$ 3,697	$ 1,900
	$ 6,568	$ 20,415	$ 50	$ 120	$ 3,697	$ 1,900

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Agency Funds (continued)
September 30, 2021

Assets	Restitution Trust Fund	State Fund	Cafeteria Fund	Drainage District #1 Fund	Drainage District #3 Fund
Cash and Investments	$ 11,771	$ 35,736	$ 5,516	$ 8,375	$ 7,852
Receivables					
Property Tax	-	-	-	25	120
State of Idaho	-	-	-	-	-
Total Assets	$ 11,771	$ 35,736	$ 5,516	$ 8,400	$ 7,972
Liabilities and Fund Equity					
Liabilities					
Due To (From) Other Agencies	$ 11,771	$ 35,736	$ 5,516	$ 8,400	$ 7,972
Total Liabilities	$ 11,771	$ 35,736	$ 5,516	$ 8,400	$ 7,972

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet – Agency Funds
September 30, 2021

	Drainage District #6 Fund	Clifton City Fund	Dayton City Fund	Franklin City Fund	Oxford City Fund	Preston City Fund
$	27,791	$ 245	$ 288	$ 287	$ 97	$ 11,655
	53	736	1,021	2,217	86	27,976
	-	-	-	-	-	-
$	27,844	$ 981	$ 1,309	$ 2,504	$ 183	$ 39,631
$	27,844	$ 981	$ 1,309	$ 2,504	$ 183	$ 39,631
$	27,844	$ 981	$ 1,309	$ 2,504	$ 183	$ 39,631

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet of the Agency Funds (continued)
September 30, 2021

Assets	Weston City Fund	Cleveland Cemetery Fund	Clifton Cemetery Fund	Dayton Cemetery Fund	Fairview Cemetery Fund
Cash and Investments	$ -	$ 144	$ 110	$ 65	$ 5
Receivables					
Property Tax	585	162	319	599	61
State of Idaho	-	111	322	372	119
Total Assets	$ 585	$ 417	$ 751	$ 1,036	$ 185
Liabilities and Fund Equity					
Liabilities					
Due To (From) Other Agencies	$ 585	$ 417	$ 751	$ 1,036	$ 185
Total Liabilities	$ 585	$ 417	$ 751	$ 1,036	$ 185

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet of the Agency Funds (continued)
September 30, 2021

	Franklin Cemetery Fund	Mapleton Cemetery Fund	Mink Creek Cemetery Fund	Preston Cemetery Fund	Riverdale Cemetery Fund	Thatcher Cemetery Fund
	$ 20	$ 31	$ 63	$ 470	$ 105	$ 7
	297	219	187	1,457	303	30
	416	233	194	1,692	128	44
	$ 733	$ 483	$ 444	$ 3,619	$ 536	$ 81
	$ 733	$ 483	$ 444	$ 3,619	$ 536	$ 81
	$ 733	$ 483	$ 444	$ 3,619	$ 536	$ 81

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet of the Agency Funds (continued)
September 30, 2021

Assets	Treasureton Cemetery Fund	Weston Cemetery Fund	Whitney Cemetery Fund	Assessor's Trust Fund	Bond Trust Fund
Cash and Investments	$ 23	$ 10	$ 57	$ 192,182	$ -
Receivables					
Property Tax	189	106	300	-	-
State of Idaho	67	257	294	-	-
Total Assets	$ 279	$ 373	$ 651	$ 192,182	$ -
Liabilities and Fund Equity					
Liabilities					
Due To (From) Other Agencies	$ 279	$ 373	$ 651	$ 192,182	$ -
Total Liabilities	$ 279	$ 373	$ 651	$ 192,182	$ -

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet of the Agency Funds (continued)
September 30, 2021

	Clerk's Trust Fund	Court Trust Fund	Sheriff's Unapportioned Trust Fund	Prepaid Tax Unapportioned Trust Fund	Juvenile Unapportioned Trust Fund	Fair Unapportioned Trust Fund
	$ 18,095	$ -	$ 85,558	$ 146,897	$ 16,642	$ 4,585
	-	-	-	-	-	-
	-	-	-	-	-	-
	$ 18,095	$ -	$ 85,558	$ 146,897	$ 16,642	$ 4,585
	$ 18,095	$ -	$ 85,558	$ 146,897	$ 16,642	$ 4,585
	$ 18,095	$ -	$ 85,558	$ 146,897	$ 16,642	$ 4,585

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet of the Agency Funds (continued)
September 30, 2021

Assets	ARPA Unapportioned Trust Fund	911 Unapportioned Trust Fund	Ambulance Unapportioned Trust Fund	Bond Unapportioned Trust Fund	Odyssey Court Unapportioned Trust Fund
Cash and Investments	$ 1,347,625	$ 42,109	$ 11,437	$ 35,591	$ (336)
Receivables					
Property Tax	-	-	-	-	-
State of Idaho	-	-	-	-	-
Total Assets	$ 1,347,625	$ 42,109	$ 11,437	$ 35,591	$ (336)
Liabilities and Fund Equity					
Liabilities					
Due To (From) Other Agencies	$ 1,347,625	$ 42,109	$ 11,437	$ 35,591	$ (336)
Total Liabilities	$ 1,347,625	$ 42,109	$ 11,437	$ 35,591	$ (336)

FRANKLIN COUNTY CORPORATION, IDAHO
Combining Balance Sheet of the Agency Funds (continued)
September 30, 2021

	Franklin County Fire District Fund	Circuit Breaker Unapportioned Trust Fund	Total Agency Funds
	$ 6,571	$ 86,158	$ 2,143,085
	26,463	-	118,231
	10,928	-	21,082
	$ 43,962	$ 86,158	$ 2,282,398
	$ 43,962	$ 86,158	$ 2,282,398
	$ 43,962	$ 86,158	$ 2,282,398

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Expenditures of Federal Awards
Year Ended September 30, 2021

	Federal CFDA Number	Expenditures	Revenues Cash Basis
U.S. Department of Justice			
Passed Through State of Idaho:			
Support for Adam Walsh Act Implementation	16.750	$ 20,919	$ 20,919
Total Department of Justice		20,919	20,919
U.S. Department of Transportation			
Passed Through State of Idaho:			
Highway Planning and Construction Cluster			
Highway Planning and Construciton	20.205	3,000	3,000
Total Highway Planning and Construction Cluster		3,000	3,000
Highway Safety Cluster			
State and Community Highway Safety	20.600	9,375	9,375
National Priority Safety Programs	20.616	15,818	15,818
Total Highway Safety Cluster		25,193	25,193
Direct Receipt:			
* Airport Improvement Program	20.106	1,388,805	461,419
Total Department of Transportation		1,416,998	489,612
U.S. Department of the Treasury			
Passed Through State of Idaho:			
COVID-19 Coronavirus Relief Fund	21.019	105,542	105,542
Total Department of the Treasury		105,542	105,542
U.S. Environmental Protection Agency			
Passed Through State of Idaho:			
Congressional Mandate Projects	66.202	15,000	15,000
Total U.S. Environmental Protection Agency		15,000	15,000

See Independent Auditors' Report

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Expenditures of Federal Awards (continued)
Year Ended September 30, 2021

	Federal CFDA Number	Expenditures	Revenues Cash Basis
Various Agencies			
Passed Through State of Idaho:			
2018 HAVA Election Security Grants			
Total Various Agencies	90.404	54,479	54,479
U.S. Department of Health and Human Services			
Passed Through State of Idaho:		54,479	54,479
Substance Abuse and Mental Health			
Services Projects of Regional and National Significance			
Total Department of Health and Human Servcies	93.243	3,948	3,948
U.S. Department of Homeland Security			
Passed Through State of Idaho		3,948	3,948
Hazard Mitigation Grant			
Emergency Management Performance Grants			
Homeland Security Grant Program			
	97.039	53,299	53,299
Total Department of Homeland Security	97.042	15,301	15,301
	97.067	48,754	48,754
Total Federal Assistance		117,354	117,354
* Major Federal Program		$ 1,734,240	$ 806,854

See Independent Auditors' Report

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal award activity of Franklin County under programs of the federal government for the year ended September 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Franklin County, it is not intended to and does not present the financial position or change in net assets of the County.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule of Expenditures of Federal Awards are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain expenditures are not allowed or are limited as to reimbursement.

The County is not eligible to use the 10% de minimis indirect cost rate.

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*

Board of Commissioners
Franklin County Corporation
Preston, Idaho

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, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of Franklin County Corporation, Idaho, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise Franklin County Corporation, Idaho's basic financial statements, and have issued our report thereon dated March 28, 2022. Our report includes a reference to other auditors who audited the financial statements of Franklin County Medical Center, as described in our report on Franklin County Corporation, Idaho's financial statements. This report includes our consideration of the results of the other auditor's testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of other auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Franklin County Corporation, Idaho'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 Franklin County Corporation, Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of Franklin County Corporation, Idaho'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

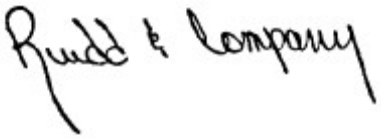
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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



Idaho Falls, Idaho
March 28, 2022

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of Commissioners
Franklin County Corporation
Preston, Idaho

Report on Compliance for Each Major Federal Program

We have audited Franklin County Corporation's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Franklin County Corporation's major federal programs for the year ended September 30, 2021. Franklin County Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Franklin County Corporation's major federal 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; and 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Franklin County Corporation'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 program. However, our audit does not provide a legal determination of Franklin County Corporation's compliance.

Opinion on Each Major Federal Program

In our opinion, Franklin County Corporation, 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 programs for the year ended September 30, 2021.

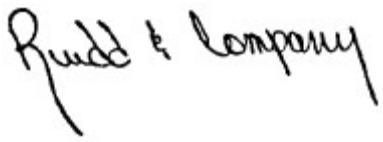
Report on Internal Control Over Compliance

Management of Franklin County Corporation 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 Franklin County Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance, 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 Franklin County Corporation'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 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 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 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This 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. Accordingly, this report is not suitable for any other purpose.



Idaho Falls, Idaho
March 28, 2022

FRANKLIN COUNTY CORPORATION, IDAHO
Schedule of Findings and Questioned Costs
September 30, 2021

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material Weaknesses identified?	No
Significant Deficiencies identified?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material Weaknesses identified?	No
Significant Deficiencies identified?	No
Type or auditors' report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516 (a)?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program
20.106	Airport Improvement Program

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None