

**FINANCIAL STATEMENTS WITH
INDEPENDENT AUDIT REPORTS THEREON
RED WILLOW COUNTY, NEBRASKA
Year Ended June 30, 2021**

**Donald D. Wilson, Certified Public Accountant
McCook, Nebraska**

RED WILLOW COUNTY, NEBRASKA

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INDEPENDENT AUDITOR REPORT

County Board of Commissioners
Red Willow County
McCook, Nebraska 69001

Report on the Financial Statements

I have audited the accompanying cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Red Willow County, Nebraska as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the financial statements of the County's primary government 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 the cash basis of accounting described in Note 1. This includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Basis for Adverse Opinion

The financial statements referred to above include only the primary government of Red Willow County, Nebraska which consists of all funds, departments, and offices that comprise the County's legal entity. The financial statements do not include financial data for the County's legally separate component unit. Accounting principles generally accepted in the United States of America require financial data for the County's legally separate component unit to be reported with the financial data of the County's primary government. The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses of the government-wide financial statements has not been determined.

Adverse Opinion

In my opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the reporting entity of Red Willow County, Nebraska as of June 30, 2021, or the changes in its financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective cash position of the governmental activities, each major fund, and the aggregate remaining fund information for the primary government of Red Willow County, Nebraska as of June 30, 2021, and the respective changes in the cash position for the year then ended in conformity with the basis of accounting described in Note 1.

Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements for the primary government were prepared on the cash-basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My opinion is not modified with respect to this matter.

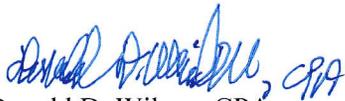
Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Red Willow County, Nebraska financial statements. The budgetary comparison information, combining and individual nonmajor fund financial statements and the schedule of office activity, are presented for purposes of additional analysis and are not a required part of the financial statements.

The budgetary comparison information, combining and individual nonmajor fund financial statements, and schedule of office activity, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole on the basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated January 6, 2022 on my consideration of Red Willow County, Nebraska internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. This report is an integral part of an audit conducted in accordance with *Government Auditing Standards* in considering Red Willow County, Nebraska internal control over financial reporting and compliance.



Donald D. Wilson, CPA
McCook, Nebraska

January 6, 2022

RED WILLOW COUNTY, NEBRASKA
STATEMENT OF NET POSITION - CASH BASIS
June 30, 2021

	EXHIBIT A
	PRIMARY GOVERNMENT
	GOVERNMENTAL ACTIVITIES
ASSETS	
Equity in Pooled Cash and Cash Equivalents	5,718,093
Designated Investments	1,105,846
Total Assets	6,823,939
NET POSITION	
Restricted for:	
Jail Bond	425,504
Nursing Home Bond	155,685
American Rescue Plan	1,041,506
Bridge/Road Projects	133,170
Visitor's Promotion	166,010
Veteran's Aid	9,051
Child Support	101,443
Register of Deeds	31,722
Unrestricted	4,759,848
TOTAL NET POSITION	6,823,939

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA
STATEMENT OF ACTIVITIES - CASH BASIS
FOR THE YEAR ENDED June 30, 2021

Exhibit B

		Program Cash Receipts		Net (Disbursements) Receipts and Changes in Net Assets
Cash	Disbursements	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
General Government	2,753,700	408,867	1,135,305	(1,209,528)
Public Safety	1,806,824	232,633	431,867	(1,142,324)
Public Works	1,514,950	21,980		(1,492,970)
Public Health	285,249	182,923		(102,326)
Public Assistance	145,979	30,887		(115,092)
Culture and Recreation	554,743	340,690		(214,053)
Debt Service	475,609			(475,609)
Total Governmental Activities	7,537,054	1,217,980	1,567,172	(4,751,902)
General Receipts:				
Taxes:				
Property taxes, levied for general purposes				3,473,593
Property taxes, levied for public health				57,525
Property taxes, levied for culture and recreation				150,355
Property taxes, levied for debt service				477,893
Motor Vehicle Tax				477,091
Intergovernmental				1,776,220
Inheritance Tax				981,501
Interest				19,629
Miscellaneous				123,303
Total General Receipts				7,537,110
Changes in Net Position				2,785,208
Net position - Beginning of Year				4,038,731
Net position - End of Year				6,823,939

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

BALANCE SHEET - CASH BASIS
GOVERNMENTAL FUNDS

June 30, 2021

EXHIBIT C

	General	Road	Self Insurance	American Rescue Plan	Inheritance Tax	Other Governmental Funds	Total
ASSETS							
Equity in Pooled Cash and Cash Equivalents	803,460	1,310,064	349,676		1,713,318	1,541,575	5,718,093
Designated Investments				1,041,506		64,340	1,105,846
Total Assets	<u>803,460</u>	<u>1,310,064</u>	<u>349,676</u>	<u>1,041,506</u>	<u>1,713,318</u>	<u>1,605,915</u>	<u>6,823,939</u>
FUND BALANCES:							
Restricted				1,041,506		1,022,585	2,064,091
Assigned		1,310,064	349,676		1,713,318	583,330	3,956,388
Unassigned	<u>803,460</u>						<u>803,460</u>
Total Fund Balances	<u>803,460</u>	<u>1,310,064</u>	<u>349,676</u>	<u>1,041,506</u>	<u>1,713,318</u>	<u>1,605,915</u>	<u>6,823,939</u>

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

STATEMENT OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED June 30, 2021

EXHIBIT D

	Special Revenue					NonMajor Governmental Funds	Total Governmental Total
	General	Road	Self Insurance	American Rescue Plan	Inheritance Tax		
CASH RECEIPTS							
Property Taxes	3,473,593					685,773	4,159,366
Motor Vehicle Tax	477,091						477,091
Federal Grants	389,733			1,041,506		12,281	1,443,520
Intergovernmental	145,595	1,374,021				380,256	1,899,872
Inheritance Tax					981,501		981,501
Charges for Services	501,048	21,980				694,952	1,217,980
Interest	19,400					229	19,629
Miscellaneous	12,970	13,622	91,068			5,643	123,303
Total Cash Receipts	<u>5,019,430</u>	<u>1,409,623</u>	<u>91,068</u>	<u>1,041,506</u>	<u>981,501</u>	<u>1,779,134</u>	<u>10,322,262</u>
CASH DISBURSEMENTS							
General Government	1,857,618		891,744			4,338	2,753,700
Public Safety	1,550,500					256,324	1,806,824
Public Works	24,725	1,413,725				76,500	1,514,950
Public Health	871					284,378	285,249
Public Assistance	145,979						145,979
Culture and Recreation						554,743	554,743
Debt Service							
Principal Retirement						395,000	395,000
Interest						80,609	80,609
Total Cash Disbursements	<u>3,579,693</u>	<u>1,413,725</u>	<u>891,744</u>	<u>0</u>	<u>0</u>	<u>1,651,892</u>	<u>7,537,054</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>1,439,737</u>	<u>(4,102)</u>	<u>(800,676)</u>	<u>1,041,506</u>	<u>981,501</u>	<u>127,242</u>	<u>2,785,208</u>
OTHER FINANCING SOURCES (USES)							
Transfers In	0	304,121	887,104			75,537	1,266,762
Transfers (Out)	(1,203,346)			0		(63,416)	(1,266,762)
Total Other Financing Sources (Uses)	<u>(1,203,346)</u>	<u>304,121</u>	<u>887,104</u>	<u>0</u>	<u>0</u>	<u>12,121</u>	<u>0</u>
Net Change in Fund Balances	236,391	300,019	86,428	1,041,506	981,501	139,363	2,785,208
Fund Balances, Beginning of Year	<u>567,069</u>	<u>1,010,045</u>	<u>263,248</u>	<u>0</u>	<u>731,817</u>	<u>1,466,552</u>	<u>4,038,731</u>
Fund Balances, End of Year	<u>803,460</u>	<u>1,310,064</u>	<u>349,676</u>	<u>1,041,506</u>	<u>1,713,318</u>	<u>1,605,915</u>	<u>6,823,939</u>

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - CASH BASIS

CUSTODIAL FUNDS

Year Ended June 30, 2021

EXHIBIT E

	Balance July 1, 2020	Receipts	Disbursements	Balance June 30, 2021
ASSETS				
Equity in Pooled Cash and Cash Equivalents	741,445	22,648,601	22,754,415	635,631
Total Assets	741,445	22,648,601	22,754,415	635,631
LIABILITIES				
State	350,754	3,199,614	3,247,085	303,283
Schools	257,831	13,617,809	13,663,721	211,919
Educational Service Unit	3,008	189,409	190,483	1,934
Community College	14,859	940,100	945,335	9,624
Natural Resource District	14,963	993,713	1,004,167	4,509
Fire Districts	4,393	374,771	377,432	1,732
Cemetery Districts	4,080	7,887	11,831	136
Municipalities	49,554	2,008,213	2,010,582	47,185
Historical Society	3,164	20,826	13,160	10,830
Nursing Home Operating	119	0	0	119
Partial Payments	0	1,989	1,881	108
Unclaimed Property	2,945	1	143	2,803
Tentative Inheritance Tax	34,916	323,177	320,817	37,276
Redemptions	0	475,736	475,736	0
Tax Increment Financing	859	495,356	492,042	4,173
Total Liabilities	741,445	22,648,601	22,754,415	635,631
NET POSITION	0	0	0	0

The Notes to the Financial Statements are an Integral Part of this Statement

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the more significant accounting policies and procedures adopted by Red Willow County, Nebraska:

A. Reporting Entity:

Red Willow County, Nebraska, (County) is a governmental entity established under and governed by the laws of the State of Nebraska (State). The County is managed by county officials who are elected on a political ballot for four-year terms. As a political subdivision of the State, the County is exempt from State and Federal income taxes. The financial statements include all funds of the County that are not legally separate. The County has also considered all potential component units for which it is financially accountable, as well as other organizations that are either fiscally dependent on the County or maintain a significant relationship with the County, such that exclusion would be misleading or incomplete. Control or dependence is determined on the criteria of appointing a voting majority of an organization's governing body and (1) the ability of the County to impose its will on that organization or (2) the potential for the organization to provide specific benefits to or impose specific financial burdens on the County.

The Hillcrest Nursing Home is a component unit of the County because of the significance of its operational and financial relationships with the County. The financial statements do not include the data of the Hillcrest Nursing Home, necessary for reporting in conformity with generally accepted accounting principles (GAAP). Complete financial statements of the component unit can be obtained from the Nursing Home administrative office.

Other individual County offices maintain accounting records and account for monies received and disbursed directly by these offices. Only that portion of these monies which is subsequently received by the County Treasurer is reflected in the County's financial statements.

B. Basis of Presentation:

Government-wide Financial Statements:

The Statement of net position and the statement of activities display information about the County as a whole. These statements include the cash activities of the primary government.

The statement of net position, cash-basis, presents the County's non-fiduciary assets and liabilities, with the difference reported as net position. Net position is reported in two categories:

Restricted Net Position – result when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position– has constraints on resources that are imposed by management but can be removed or modified.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued):

Government-wide Financial Statements (Concluded):

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

Fund Financial Statements:

During the year, the County segregates transactions related to certain county functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The County uses two categories of funds, governmental and fiduciary. The focus of governmental fund financial statements is on the major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

The following are Red Willow County's major governmental funds:

General Fund:

The General Fund is the County's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Nebraska.

Road Fund (Special Revenue):

The Road Fund is used to account for costs associated with the repair and maintenance of roads and bridges and is primarily funded by State tax receipts.

Self-Insurance (Special Revenue):

The Self Insurance fund is used to account for the County's self-insurance proceeds and costs.

Inheritance Tax (Special Revenue):

The Inheritance Tax Fund is used to account for receipts generated from inheritance taxes collected in accordance with State Statute. The fund balance is available to the county for any purpose.

American Rescue Plan (Special Revenue):

This fund is used to account for the receipts and disbursements of a Federal Grant.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

B. Basis of Presentation (Concluded):
Fund Financial Statements (Concluded):

In the fund financial statements, governmental fund balances are required to be reported according to the following classifications:

Restricted fund balance – This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – Amounts that can only be used for specific purposes because of a formal action (resolution) by the County’s highest level of decision-making authority, the County Board.

Assigned fund balance – Amounts that are constrained by the County’s intent to be used for specific purposes, but do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the County Board, or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.

Unassigned fund balance – This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

Fiduciary Funds:

Fiduciary fund reporting focuses on net assets and changes in net position. The County’s only fiduciary funds are custodial funds. The custodial funds account for assets held by the County for political subdivisions in which the County acts as a fiscal agent and for taxes, state-levied shared receipts, and fines and forfeitures collected and distributed to other political subdivisions.

C. Basis of Accounting:

The funds of the County and the financial statements have been prepared on the cash receipts and disbursements basis of accounting. Receipts are taken into account only when received by the County and disbursements are recorded when warrants are issued. This differs from generally accepted accounting principles, which require governmental fund accounting to follow the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become susceptible to accrual and obligations are generally recognized when they are incurred.

RED WILLOW COUNTY, NEBRASKA

**NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the Year Ended June 30, 2021**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED):

D. Capital Assets:

Under the cash receipts and disbursements basis of accounting capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions are reflected as disbursements in governmental funds. GAAP requires capital assets, which would include property, equipment and vehicles, and infrastructure assets (e.g., roads, bridges, culverts, and similar items which are immovable and of value only to the government), to be reported in the applicable governmental activities columns in the government-wide financial statements.

E. Property Taxes:

Property taxes are levied by October 15 based on valuations as of April 1. Real Estate taxes become due and attach as an enforceable lien on property as of December 31. Real Estate and Personal Property taxes are payable in two installments and become delinquent on May 1 and September 1, following the levy date. Motor Vehicle taxes are due when application is made for registration of a Motor Vehicle.

Counties are permitted by the State Constitution to levy a tax of up to \$.50/\$100 of assessed valuation for general governmental services, except that \$.05 of \$100 of taxable valuation of property subject to the levy may only be levied to provide financing for the County's share of receipts required under an agreement executed pursuant to the Inter-local Cooperation act. The County may allocate up to fifteen cents of its authority to other political subdivisions including: Fire Districts, Cemetery Districts, and a Historical Society. The County may levy taxes in addition to the .50-cent limitation upon a vote of the people. The levy set in October 2020 for 2020 taxes which will be materially collected in May and September 2021, was set at \$.331457/\$100 of assessed valuation. Assessed valuation for Red Willow County for the 2020 tax levy was \$1,262,469,269.

Additionally, there is currently a legislatively imposed lid limitation, which limits taxation to the prior year's level, with provisions for growth and the reduction of state aid. It may be increased by 2.5%, plus allowable growth, and an additional 1% by a three-fourths majority of the County board, or to any level by a vote of the people in the County.

NOTE 2: DEPOSITS AND INVESTMENTS:

The County Treasurer has generally pooled the cash resources of the various funds for investment purposes. Cash and cash equivalents are considered to be cash on hand and demand deposits. Interest earned on pooled funds is credited to the County General Fund in accordance with Section 77-2315, R.R.S. 1943. Investments made specifically from and for a particular fund are summarized as "Designated Investments". Interest on these investments is credited to the fund from which the investment is made, also in accordance with the above-cited statute. The types of investments in which the County is authorized to invest funds in are enumerated in State Statutes and generally include U.S. government obligations, certificates of deposit, time deposits and securities in which the state investment officer is authorized to invest. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENT - CONTINUED

For the Year Ended June 30, 2021

NOTE 2: DEPOSITS AND INVESTMENTS (CONCLUDED):

State law restricts the type of collateral securities allowed. For the purposes of classifying categories of custodial risk, the deposits for the County as of June 30, 2021 were entirely insured or collateralized with securities held by the County's agent in the County's name.

NOTE 3: INTERFUND TRANSFERS:

The detail of inter-fund transfers for the year ended June 30, 2021 is as follows:

<u>Transfers To</u>	<u>Transfers From</u>	<u>Amount</u>
Road	General	304,121
Self-Insurance	General	887,104
Child Support Incentive	General	12,121
Visitors Promotion	Visitors Improvement	60,000
Visitor's Promotion	Fair Memorial	696
Fair	Fair Memorial	2,720

Transfers generally move resources from the General Fund, statutorily required to collect the resources, to the fund statutorily required to expend the resources. The transfer from the Visitors Improvement, moved over reserve funds as needed. The transfer from Fair Memorial closed this fund.

NOTE 4: RETIREMENT PROGRAM:

The Retirement Program for Nebraska Counties is a multiple-employer cash balance benefit plan or a defined contribution plan administered by the Nebraska Public Employees Retirement Board (NPERB) in accordance with the provisions of the County Employees Retirement Act beginning at State Statute Section 23-2301.

Each member who is employed and participating in the retirement system prior to January 1, 2003, may either elect to continue participation in the defined contribution benefit plan or elect to participate in the cash balance benefit plan. All new members as of January 1, 2003 will participate in the cash balance benefit plan. In a cash balance benefit plan, benefits depend on amounts contributed to the plan plus interest credits. In a defined contribution plan, benefits depend on amounts contributed to the plan plus investment earnings. All elected officials and full-time employees who have attained the age of twenty will begin immediate plan participation upon hire. Permanently employed part-time employees may exercise the option to begin immediate participation. Employees contribute 4.5% of their salary and the County match is 6.75% of the salary. Commissioned law enforcement personnel employed by the County contribute 5.5% of their salary and the County match is 7.75% of the salary. The employee and employer's contributions are kept in separate accounts. The employer's account is fully vested. The employee's account is vested 100% after three years participation in the plan. Prior service benefits are paid directly by the County to the retired employee. The County's contributions to NPERB for the years ended June 30, 2021, 2020, and 2019 were \$189,083, \$188,225, and \$183,241 respectively. Prior service benefit paid was \$108 for each of the three fiscal years.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENT - CONTINUED

For the Year Ended June 30, 2021

NOTE 5: BONDS PAYABLE COMMITMENTS:

The following is a summary of changes in long-term commitments of the County for the year ended June 30, 2021:

	Balance July 1, 2020	Additions	Retirements	Balance June 30, 2021
Bonds:				
Jail Bond Series 2020	3,610,000		285,000	3,325,000
Hillcrest Series 2016	1,495,000		110,000	1,385,000
Total	5,105,000		395,000	4,710,000

A summary of the annual requirements to service the bonds as of June 30, 2021, is as follows:

Year Ended	Jail Bond			Hillcrest Nursing Home Bond		
	Principal	Interest	Total	Principal	Interest	Total
June 30, 2022	285,000	45,794	330,794	115,000	32,236	147,236
June 30, 2023	285,000	43,015	328,015	115,000	30,684	145,684
June 30, 2024	290,000	39,995	329,995	115,000	28,930	143,930
June 30, 2025	295,000	36,630	331,630	120,000	26,990	146,990
June 30, 2026	295,000	32,942	327,942	125,000	24,782	149,782
Years 2027-2032	1,875,000	99,988	1,974,988	795,000	82,130	877,130
Total	3,325,000	298,364	3,623,364	1,385,000	225,752	1,610,752

Jail Building Bond

Due serially in annual principal payments of \$285,000 to \$325,000, plus interest at .9% to 1.9%. Final payment is due December 15, 2031. These are General Obligation Refunding Bonds issued June 25, 2020 in the amount of \$3,610,000 for the construction of a new jail. Bonds maturing on and after June 25, 2025, are subject to optional redemption prior to maturity, in any order of maturity, in integral multiples of \$5,000. Interest on the Bonds at the respective rates for each maturity is payable semiannually on December 15th and June 15th each year. The maximum annual debt service payable on the bonds will not exceed a levy of 5.2¢ per \$100 upon all the taxable property in the County, subject to the County's constitutional levy limitation.

Hillcrest Nursing Home Bond, Series 2016 Refunding

Due serially in annual principal payments of \$110,000 to \$140,000, plus interest at .75% to 3.75%. Final payment is due October 1, 2031. These are General Obligation Refunding Bonds issued October 1, 2016 in the amount of \$1,820,000 for improvements at the Hillcrest Nursing Home. Bonds maturing on and after October 1, 2021, are subject to optional redemption prior to maturity, in any order of maturity, in integral multiples of \$5,000. Interest on the Bonds at the respective rates for each maturity is payable semiannually on October 1 and April 1 each year. The Nursing Home Bond is a general obligation of Red Willow County, payable, unless paid from other sources, out of the funds of the County, which may be raised among other sources, by taxes levied by valuation on all taxable property in the County.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENT - CONTINUED

For the Year Ended June 30, 2021

NOTE 6: LOAN PAYABLE COMMITMENT:

The following is a summary of the changes in the loan payable commitment during the fiscal year:

	Balance July 1, 2020	Additions	Retirements	Balance June 30, 2021
County Fair	25,653		12,674	12,979

A summary of the commitment under loan agreements provides for annual payments as follows:

	County Fair		
Year Ended	Principal	Interest	Total
June 30, 2022	12,979	535	13,514

County Fair:

Due in annual principal and interest payments of \$13,514, with interest at 3.50%, payable to First Central Bank. Final payment is due June 1, 2022. This loan was for the purchase of a New Holland Tractor.

NOTE 7: FEDERALLY ASSISTED PROGRAMS:

The County receives substantial grants from the federal and state governments, all of which are subject to audit by the respective governments. Subsequent audits may disallow disbursements financed by governmental grant programs, although past audits have resulted in no violations of grant regulations and no requests for reimbursement. It is the opinion of management that requests for reimbursement, if any, by either the federal or state governments based on subsequent audits will not be material in relation to the County's financial statements as of June 30, 2021.

NOTE 8: ACCUMULATED COMPENSATED ABSENCES:

It is the County's Policy to permit employees to accumulate a limited amount of earned but unused vacation and sick leave. Upon separation from the County's service, the accumulated vacation would be paid but the sick leave would be forfeited. The cost of vacation and sick leave are recognized when payments are made to the individual.

RED WILLOW COUNTY, NEBRASKA

NOTES TO FINANCIAL STATEMENT - CONCLUDED

For the Year Ended June 30, 2021

NOTE 9: JOINT VENTURE:

Red Willow County has entered into an agreement with the other counties in Region II in conjunction with the Nebraska Department of Public Institutions to provide services to carry out the provisions of the Nebraska Comprehensive Community Mental Health Services Act and the related alcoholism and drug abuse services and the Developmental Disabilities Services Act (Acts). Region II consists of the following counties: Grant, Hooker, Thomas, Arthur, McPherson, Logan, Keith, Lincoln, Perkins, Chase, Hayes, Frontier, Dawson, Gosper, Dundy, Hitchcock and Red Willow. Each county contributes to the financial support of the Region activities based on formulas developed by the Region governing board. Funding is provided by a combination of federal, state, local, and private funding. Red Willow County contributed \$63,061 toward the operation of Region II during fiscal year 2021. In the event of the termination of the agreement, assets would be disposed of in accordance with the terms of the agreement. The Region is audited annually in accordance with State Statute. Financial information for the Region is available from Region II.

NOTE 10: RISK MANAGEMENT:

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the period ended June 30, 2021, the County managed its risks as follows:

Liability Insurance

The County has purchased liability insurance for risks related to torts; theft or damage to property; and errors and omissions of public officials from a commercial insurance carrier. Settled Claims have not exceeded this commercial coverage in any of the past three fiscal years.

Employee Health Insurance

On November 1, 1992, Red Willow County began a partial self-funded employee health insurance plan. The County has contracted with Regional Care, a group insurance firm, for benefit administration and payment of claims. Red Willow County pays to Regional Care monthly actual claims paid for plan-covered employees and projected claims assessments.

In partial self-funded insurance, the County selects the amount of risk they wish to assume, and purchases "stop loss" insurance for all excess amounts. Red Willow County entered into an agreement with Fidelity Security Life Insurance for aggregate and specific reinsurance. Shown here are the reinsurance coverage's:

Aggregate eligible expenses: Medical, Dental and Prescription Card Services.

Specific deductible per person	\$ 40,000
Maximum aggregate reimbursement	\$1,000,000

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2021

EXHIBIT F

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Taxes	3,945,323	3,945,323	3,950,683	5,360
Federal	97,233	97,233	389,733	292,500
State	43,000	43,000	51,504	8,504
Local	523,590	523,590	627,510	103,920
Total Cash Receipts	4,609,146	4,609,146	5,019,430	410,284
CASH DISBURSEMENTS:				
General Government:				
Board of Commissioners	89,920	89,920	81,601	8,319
Clerk	213,056	213,056	200,004	13,052
Treasurer	281,440	281,440	263,403	18,037
Assessor	256,674	256,674	245,573	11,101
Election Commissioner	39,400	39,400	25,850	13,550
Planning and Zoning	14,800	14,800	8,580	6,220
Clerk of the District Court	120,627	120,627	109,536	11,091
County Court System	22,000	22,000	20,614	1,386
District Judge	6,490	6,490	4,587	1,903
Building and Grounds	133,881	133,881	102,177	31,704
Extension Office	134,079	134,079	125,028	9,051
Employment Security	5,000	5,000		5,000
Miscellaneous	714,000	714,000	670,665	43,335
Total General Government	2,031,367	2,031,367	1,857,618	173,749
Public Safety:				
Sheriff	465,873	465,873	419,411	46,462
Attorney	189,965	189,965	188,351	1,614
Jail	880,015	880,015	805,465	74,550
Probation Officer	16,096	16,096	16,096	0
Juvenile Detention	12,000	12,000	2,843	9,157
Emergency Management	55,335	55,335	27,911	27,424
Miscellaneous	91,904	91,904	90,423	1,481
Total Public Safety	1,711,188	1,711,188	1,550,500	160,688
Public Works:				
Surveyor	15,000	15,000	6,744	8,256
Noxious Weed Control	34,600	34,600	17,981	16,619
Total Public Works	49,600	49,600	24,725	24,875
Public Health:				
Miscellaneous	6,000	6,000	871	5,129
Total Public Health	6,000	6,000	871	5,129
Public Assistance:				
County Relief	5,650	5,650		5,650
Veteran's Service Officer	82,089	82,089	64,080	18,009
Institutions	73,225	73,225	65,803	7,422
Miscellaneous	16,096	16,096	16,096	0
Total Public Assistance	177,060	177,060	145,979	31,081

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
Total Cash Disbursements	<u>3,975,215</u>	<u>3,975,215</u>	<u>3,579,693</u>	<u>395,522</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>633,931</u>	<u>633,931</u>	<u>1,439,737</u>	<u>805,806</u>
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	400,000	400,000	0	(400,000)
Operating Transfers (Out)	<u>(1,301,000)</u>	<u>(1,301,000)</u>	<u>(1,203,346)</u>	<u>97,654</u>
Total Other Financing Sources (Uses)	<u>(901,000)</u>	<u>(901,000)</u>	<u>(1,203,346)</u>	<u>(302,346)</u>
Net Change in Fund Balance	(267,069)	(267,069)	236,391	503,460
Fund Balance, Beginning of Year	<u>567,069</u>	<u>567,069</u>	<u>567,069</u>	<u>0</u>
Fund Balance, End of Year	<u>300,000</u>	<u>300,000</u>	<u>803,460</u>	<u>503,460</u>

**EXHIBIT F
CONCLUDED**

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
ROAD FUND

For the Year Ended June 30, 2021

EXHIBIT G

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
State	1,166,986	1,166,986	1,374,021	207,035
Local	10,295	10,295	35,602	25,307
Total Cash Receipts	1,177,281	1,177,281	1,409,623	232,342
CASH DISBURSEMENTS:				
Public Works:				
Road Department	1,554,360	1,554,360	1,413,725	140,635
Total Cash Disbursements	1,554,360	1,554,360	1,413,725	140,635
Excess of Cash Receipts Over (Under) Cash Disbursements	(377,079)	(377,079)	(4,102)	372,977
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	292,000	292,000	304,121	12,121
Operating Transfers (Out)	(400,000)	(400,000)		400,000
Total Other Financing Sources (Uses)	(108,000)	(108,000)	304,121	412,121
Net Change in Fund Balance	(485,079)	(485,079)	300,019	785,098
Fund Balance, Beginning of Year	1,010,045	1,010,045	1,010,045	
Fund Balance, End of Year	524,966	524,966	1,310,064	785,098

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
SELF INSURANCE

For the Year Ended June 30, 2021

EXHIBIT H

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Local	80,000	80,000	91,068	11,068
Total Cash Receipts	80,000	80,000	91,068	11,068
CASH DISBURSEMENTS:				
General Government	1,600,325	1,600,325	891,744	708,581
Total Cash Disbursements	1,600,325	1,600,325	891,744	708,581
Excess of Cash Receipts Over (Under) Cash Disbursements	(1,520,325)	(1,520,325)	(800,676)	719,649
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	1,259,000	1,259,000	887,104	(371,896)
Operating Transfers (Out)				
Total Other Financing Sources (Uses)	1,259,000	1,259,000	887,104	(371,896)
Net Change in Fund Balance	(261,325)	(261,325)	86,428	347,753
Fund Balance, Beginning of Year	263,248	263,248	263,248	0
Fund Balance, End of Year	1,923	1,923	349,676	347,753

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

**SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
AMERICAN RESCUE PLAN**

For the Year Ended June 30, 2021

EXHIBIT I

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Local			1,041,506	1,041,506
Total Cash Receipts	0	0	1,041,506	1,041,506
CASH DISBURSEMENTS:				
Capital Outlay				0
Total Cash Disbursements	0	0	0	0
Net Change in Fund Balance	0	0	1,041,506	1,041,506
Fund Balance, Beginning of Year	0	0	0	0
Fund Balance, End of Year	0	0	1,041,506	1,041,506

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

**SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCE - BUDGET AND ACTUAL
INHERITANCE TAX**

For the Year Ended June 30, 2021

EXHIBIT J

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
CASH RECEIPTS:				
Local	200,000	200,000	981,501	781,501
Total Cash Receipts	<u>200,000</u>	<u>200,000</u>	<u>981,501</u>	<u>781,501</u>
CASH DISBURSEMENTS:				
Capital Outlay				0
Total Cash Disbursements	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>200,000</u>	<u>200,000</u>	<u>981,501</u>	<u>781,501</u>
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	23,471	23,471		(23,471)
Operating Transfers (Out)	<u>(250,000)</u>	<u>(250,000)</u>		<u>250,000</u>
Total Other Financing Sources (Uses)	<u>(226,529)</u>	<u>(226,529)</u>	<u>0</u>	<u>226,529</u>
Net Change in Fund Balance	(26,529)	(26,529)	981,501	1,008,030
Fund Balance, Beginning of Year	<u>731,817</u>	<u>731,817</u>	<u>731,817</u>	<u>0</u>
Fund Balance, End of Year	<u><u>705,288</u></u>	<u><u>705,288</u></u>	<u><u>1,713,318</u></u>	<u><u>1,008,030</u></u>

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

**NOTES TO SUPPLEMENTARY INFORMATION
BUDGETARY REPORTING**

For the Year Ended June 30, 2021

NOTE 1: GAAP REQUIREMENTS:

Generally Accepted Accounting Principles (GAAP) requires budgetary comparison schedules for the General Fund, and for each major special revenue funds that have a legally adopted annual budget. GAAP further requires the budgetary comparison schedules to include the original budget and final budget amounts. The original budget is the first complete appropriated budget adjusted by reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes before the beginning of the fiscal year. The final budget is the original budget adjusted by all reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes applicable to the fiscal year as approved by the County Board.

NOTE 2: BUDGET POLICY:

The County follows these procedures in establish the budgetary data reflected in the schedules in accordance with the statutory requirements of the Nebraska Budget Act.

On or before August 1 the finance committee or other designated budget-making authority prepares and transmits a budget for each County fund showing the requirements, the outstanding warrants, the operating reserve to be maintained, the cash on hand at the close of the preceding fiscal year, the revenue from sources other than taxation, and the amount to be raised by taxation. The budget, like the County financial statements, is prepared on the cash receipts and disbursements basis of accounting. The budget contains only those receipts, which have actually been received by the County Treasurer.

The County Board must hold at least one public hearing. Prior to September 20, after the action of the State Board of Equalization and Assessment has been certified to the County Clerk, the budget, as revised, is adopted and the amounts provided therein are appropriated.

The County Board is authorized to transfer budgeted amounts between departments within any fund through resolution; however, revisions that alter the total disbursements of any fund require that an additional public hearing be held. Appropriations lapse at year-end.

RED WILLOW COUNTY, NEBRASKA

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2021

SCHEDULE 1

	Special Revenue Funds (Schedule 3)	Debt Service Funds		Total Nonmajor Governmental Funds (Exhibit C)
		Jail Bond	Nursing Home Bond	
ASSETS				
Equity in Pooled Cash and Cash Equivalents	960,386	425,504	155,685	1,541,575
Designated Investments	<u>64,340</u>	<u> </u>	<u> </u>	<u>64,340</u>
Total Assets	<u><u>1,024,726</u></u>	<u><u>425,504</u></u>	<u><u>155,685</u></u>	<u><u>1,605,915</u></u>
FUND BALANCES:				
Restricted	441,396	425,504	155,685	1,022,585
Assigned	<u>583,330</u>	<u> </u>	<u> </u>	<u>583,330</u>
Total Fund Balances	<u><u>1,024,726</u></u>	<u><u>425,504</u></u>	<u><u>155,685</u></u>	<u><u>1,605,915</u></u>

RED WILLOW COUNTY, NEBRASKA

COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED June 30, 2021

SCHEDULE 2

	Special Revenue Funds (Schedule 4)	Debt Service Funds		Total Nonmajor Governmental Funds (Exhibit D)
		Jail Bond	Nursing Home Bond	
CASH RECEIPTS				
Property Taxes	207,880	332,952	144,941	685,773
Federal Grants	12,281			12,281
Intergovernmental	365,433	10,336	4,487	380,256
Charges for Services	694,952			694,952
Interest	229			229
Miscellaneous	5,643			5,643
Total Cash Receipts	<u>1,286,418</u>	<u>343,288</u>	<u>149,428</u>	<u>1,779,134</u>
CASH DISBURSEMENTS				
General Government	3,738	200	400	4,338
Public Safety	256,324			256,324
Public Works	76,500			76,500
Public Health	284,378			284,378
Culture and Recreation	554,743			554,743
Debt Service:				
Principal Retirement		285,000	110,000	395,000
Interest		47,049	33,560	80,609
Total Cash Disbursements	<u>1,175,683</u>	<u>332,249</u>	<u>143,960</u>	<u>1,651,892</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>110,735</u>	<u>11,039</u>	<u>5,468</u>	<u>127,242</u>
OTHER FINANCING SOURCES (USES):				
Transfers In	75,537			75,537
Transfers (Out)	<u>(63,416)</u>			<u>(63,416)</u>
Total Other Financing Sources (Uses)	<u>12,121</u>	<u>0</u>	<u>0</u>	<u>12,121</u>
Net Change in Fund Balances	122,856	11,039	5,468	139,363
Fund Balances, Beginning of Year	<u>901,870</u>	<u>414,465</u>	<u>150,217</u>	<u>1,466,552</u>
Fund Balances, End of Year	<u><u>1,024,726</u></u>	<u><u>425,504</u></u>	<u><u>155,685</u></u>	<u><u>1,605,915</u></u>

RED WILLOW COUNTY, NEBRASKA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2021

SCHEDULE 3

	Highway Buyback	Child Support Incentive	Visitor's Promotion	Visitor's Improvement	Fair	Fair Sinking
ASSETS						
Equity in Pooled Cash and Cash Equivalents	133,170	101,443	91,626	74,384	31,270	24,676
Designated Investments						
Total Assets	133,170	101,443	91,626	74,384	31,270	24,676
FUND BALANCES:						
Restricted	133,170	101,443	91,626	74,384		
Assigned					31,270	24,676
Total Fund Balances	133,170	101,443	91,626	74,384	31,270	24,676
	Register of Deeds P&M	Kiplinger Arena	Veteran's Aid	STOP Diversion	Drug Law Enforcement	K-9 Fund
ASSETS						
Equity in Pooled Cash and Cash Equivalents	31,722		9,051	36,933	1,053	3,785
Designated Investments		64,340				
Total Assets	31,722	64,340	9,051	36,933	1,053	3,785
FUND BALANCES:						
Restricted	31,722		9,051			
Assigned		64,340		36,933	1,053	3,785
Total Fund Balances	31,722	64,340	9,051	36,933	1,053	3,785
						Total Nonmajor Special Revenue Funds (Schedule 1)
	Juvenile Services	Health Department	Waste Disposal			
ASSETS						
Equity in Pooled Cash and Cash Equivalents	13,157	52,353	355,763			960,386
Designated Investments						64,340
Total Assets	13,157	52,353	355,763			1,024,726
FUND BALANCES:						
Restricted						441,396
Assigned	13,157	52,353	355,763			583,330
Total Fund Balances	13,157	52,353	355,763			1,024,726

RED WILLOW COUNTY NEBRASKA

COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For The Year Ended June 30, 2021

SCHEDULE 4

	Highway Buyback	Child Support Incentive	Visitor's Promotion	Visitor's Improvement	Fair	Fair Sinking
CASH RECEIPTS						
Property Taxes					150,355	
Federal Grants		12,281				
Intergovernmental	112,052		61,877	61,877	4,280	
Charges for Services					120,125	5,199
Interest						
Miscellaneous						
Total Cash Receipts	112,052	12,281	61,877	61,877	274,760	5,199
CASH DISBURSEMENTS						
General Government		1,443				
Public Safety						
Public Works	76,500					
Public Health						
Culture and Recreation			78,243		279,488	
Total Cash Disbursements	76,500	1,443	78,243	0	279,488	0
Excess of Cash Receipts Over (Under) Cash Disbursements	35,552	10,838	(16,366)	61,877	(4,728)	5,199
OTHER FINANCING SOURCES (USES):						
Transfers In		12,121	60,696		2,720	
Transfers (Out)				(60,000)		
Total Other Financing Sources	0	12,121	60,696	(60,000)	2,720	0
Net Change in Fund Balances	35,552	22,959	44,330	1,877	(2,008)	5,199
Fund Balances, Beginning of Year	97,618	78,484	47,296	72,507	33,278	19,477
Fund Balances, End of Year	133,170	101,443	91,626	74,384	31,270	24,676

RED WILLOW COUNTY NEBRASKA

COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For The Year Ended June 30, 2021

SCHEDULE 4
CONTINUED

	Fair Memorial	Register of Deeds P&M	Kipling Arena	Veteran's Aid	STOP Diversion	Drug Law Enforcement
CASH RECEIPTS						
Property Taxes						
Federal Grants						
Intergovernmental				55		
Charges for Services		9,670	215,366		1,980	
Interest	2		227			
Miscellaneous						
Total Cash Receipts	2	9,670	215,593	55	1,980	0
CASH DISBURSEMENTS						
General Government		2,295				
Public Safety					2,228	
Public Works						
Public Health						
Culture and Recreation			197,012			
Total Cash Disbursements	0	2,295	197,012	0	2,228	0
Excess of Cash Receipts Over (Under) Cash Disbursements	2	7,375	18,581	55	(248)	0
OTHER FINANCING SOURCES (USES):						
Transfers In						
Transfers (Out)	(3,416)					
Total Other Financing Sources	(3,416)	0	0	0	0	0
Net Change in Fund Balances	(3,414)	7,375	18,581	55	(248)	0
Fund Balances, Beginning of Year	3,414	24,347	45,759	8,996	37,181	1,053
Fund Balances, End of Year	0	31,722	64,340	9,051	36,933	1,053

RED WILLOW COUNTY NEBRASKA

COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BASIS FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For The Year Ended June 30, 2021

**SCHEDULE 4
CONCLUDED**

	K-9 Fund	Juvenile Services	Health Department	Waste Disposal	Total Nonmajor Special Revenue Funds (Schedule 2)
CASH RECEIPTS					
Property Taxes			57,525		207,880
Federal Grants					12,281
Intergovernmental			1,640	123,652	365,433
Charges for Services			182,923	159,689	694,952
Interest					229
Miscellaneous	300			5,343	5,643
Total Cash Receipts	300	0	242,088	288,684	1,286,418
CASH DISBURSEMENTS					
General Government					3,738
Public Safety	57			254,039	256,324
Public Works					76,500
Public Health			284,378		284,378
Culture and Recreation					554,743
Total Cash Disbursements	57	0	284,378	254,039	1,175,683
Excess of Cash Receipts Over (Under) Cash Disbursements	243	0	(42,290)	34,645	110,735
OTHER FINANCING SOURCES (USES):					
Transfers In					75,537
Transfers (Out)					(63,416)
Total Other Financing Sources	0	0	0	0	12,121
Net Change in Fund Balances	243	0	(42,290)	34,645	122,856
Fund Balances, Beginning of Year	3,542	13,157	94,643	321,118	901,870
Fund Balances, End of Year	3,785	13,157	52,353	355,763	1,024,726

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

SCHEDULE 5

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
HIGHWAY BUYBACK				
CASH RECEIPTS	112,052	112,052	112,052	0
CASH DISBURSEMENTS	90,000	90,000	76,500	13,500
Net Change in Fund Balance	22,052	22,052	35,552	13,500
Fund Balance, Beginning of Year	97,618	97,618	97,618	
Fund Balance, End of Year	119,670	119,670	133,170	13,500
CHILD SUPPORT INCENTIVE				
CASH RECEIPTS	0	0	24,402	24,402
CASH DISBURSEMENTS	78,484	78,484	1,443	77,041
Net Change in Fund Balance	(78,484)	(78,484)	22,959	101,443
Fund Balance, Beginning of Year	78,484	78,484	78,484	
Fund Balance, End of Year	0	0	101,443	101,443
VISITOR'S PROMOTION				
CASH RECEIPTS	53,704	53,704	61,877	8,173
CASH DISBURSEMENTS	161,000	161,000	78,243	82,757
OTHER FINANCING SOURCES:				
Operating Transfers In	60,000	60,000	60,696	696
Net Change in Fund Balance	(47,296)	(47,296)	44,330	91,626
Fund Balance, Beginning of Year	47,296	47,296	47,296	0
Fund Balance, End of Year	0	0	91,626	91,626
VISITOR'S IMPROVEMENT				
CASH RECEIPTS	53,493	53,493	61,877	8,384
CASH DISBURSEMENTS	66,000	66,000	0	66,000
OTHER FINANCING (USES):				
Operating Transfers (Out)	(60,000)	(60,000)	(60,000)	0
Net Change in Fund Balance	(72,507)	(72,507)	1,877	74,384
Fund Balance, Beginning of Year	72,507	72,507	72,507	0
Fund Balance, End of Year	0	0	74,384	74,384
FAIR				
CASH RECEIPTS	433,978	433,978	277,480	(156,498)
CASH DISBURSEMENTS	467,256	467,256	279,488	187,768
Net Change in Fund Balance	(33,278)	(33,278)	(2,008)	31,270
Fund Balance, Beginning of Year	33,278	33,278	33,278	
Fund Balance, End of Year	0	0	31,270	31,270

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

SCHEDULE 5
CONTINUED

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
FAIR SINKING				
CASH RECEIPTS	25,000	25,000	5,199	(19,801)
CASH DISBURSEMENTS	25,000	25,000	0	25,000
Net Change in Fund Balance	0	0	5,199	5,199
Fund Balance, Beginning of Year	19,477	19,477	19,477	
Fund Balance, End of Year	19,477	19,477	24,676	5,199
FAIR MEMORIAL				
CASH RECEIPTS	2	2	2	0
CASH DISBURSEMENTS	3,416	3,416	3,416	0
Net Change in Fund Balance	(3,414)	(3,414)	(3,414)	0
Fund Balance, Beginning of Year	3,414	3,414	3,414	
Fund Balance, End of Year	0	0	0	0
REGISTER OF DEEDS P&M				
CASH RECEIPTS	7,500	7,500	9,670	2,170
CASH DISBURSEMENTS	5,000	5,000	2,295	2,705
Net Change in Fund Balance	2,500	2,500	7,375	4,875
Fund Balance, Beginning of Year	24,347	24,347	24,347	
Fund Balance, End of Year	26,847	26,847	31,722	4,875
KIPLINGER ARENA				
CASH RECEIPTS	628,944	628,944	215,593	(413,351)
CASH DISBURSEMENTS	674,703	674,703	197,012	477,691
Net Change in Fund Balance	(45,759)	(45,759)	18,581	64,340
Fund Balance, Beginning of Year	45,759	45,759	45,759	
Fund Balance, End of Year	0	0	64,340	64,340
VETERAN'S AID				
CASH RECEIPTS	55	55	55	0
CASH DISBURSEMENTS	8,600	8,600	0	8,600
Net Change in Fund Balance	(8,545)	(8,545)	55	8,600
Fund Balance, Beginning of Year	8,996	8,996	8,996	
Fund Balance, End of Year	451	451	9,051	8,600

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

SCHEDULE 5
CONTINUED

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
STOP DIVERSION				
CASH RECEIPTS	2,500	2,500	1,980	(520)
CASH DISBURSEMENTS	35,903	35,903	2,228	33,675
Net Change in Fund Balance	(33,403)	(33,403)	(248)	33,155
Fund Balance, Beginning of Year	37,181	37,181	37,181	
Fund Balance, End of Year	3,778	3,778	36,933	33,155
DRUG LAW ENFORCEMENT				
CASH RECEIPTS	0	0	0	0
CASH DISBURSEMENTS	1,053	1,053	0	1,053
Net Change in Fund Balance	(1,053)	(1,053)	0	1,053
Fund Balance, Beginning of Year	1,053	1,053	1,053	
Fund Balance, End of Year	0	0	1,053	1,053
K-9 FUND				
CASH RECEIPTS	1,000	1,000	300	(700)
CASH DISBURSEMENTS	3,542	3,542	57	3,485
Net Change in Fund Balance	(2,542)	(2,542)	243	2,785
Fund Balance, Beginning of Year	3,542	3,542	3,542	
Fund Balance, End of Year	1,000	1,000	3,785	2,785
JUVENILE SERVICES				
CASH RECEIPTS	0	0	0	0
CASH DISBURSEMENTS	13,157	13,157	0	13,157
Net Change in Fund Balance	(13,157)	(13,157)	0	13,157
Fund Balance, Beginning of Year	13,157	13,157	13,157	
Fund Balance, End of Year	0	0	13,157	13,157
HEALTH DEPARTMENT				
CASH RECEIPTS	230,481	230,481	242,088	11,607
CASH DISBURSEMENTS	315,124	315,124	284,378	30,746
Net Change in Fund Balance	(84,643)	(84,643)	(42,290)	42,353
Fund Balance, Beginning of Year	94,643	94,643	94,643	
Fund Balance, End of Year	10,000	10,000	52,353	42,353

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN CASH BASIS FUND BALANCES - BUDGET AND ACTUAL
NONMAJOR FUNDS

For the Year Ended June 30, 2021

SCHEDULE 5
CONCLUDED

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
WASTE DISPOSAL				
CASH RECEIPTS	420,000	420,000	288,684	(131,316)
CASH DISBURSEMENTS	509,020	509,020	254,039	254,981
Net Change in Fund Balance	(89,020)	(89,020)	34,645	123,665
Fund Balance, Beginning of Year	321,118	321,118	321,118	
Fund Balance, End of Year	232,098	232,098	355,763	123,665
JAIL BOND				
CASH RECEIPTS	339,649	339,649	343,288	3,639
CASH DISBURSEMENTS	332,449	332,449	332,249	200
Net Change in Fund Balance	7,200	7,200	11,039	3,839
Fund Balance, Beginning of Year	414,465	414,465	414,465	
Fund Balance, End of Year	421,665	421,665	425,504	3,839
HILLCREST NURSING HOME BOND				
CASH RECEIPTS	147,460	147,460	149,428	1,968
CASH DISBURSEMENTS	143,960	143,960	143,960	0
Net Change in Fund Balance	3,500	3,500	5,468	1,968
Fund Balance, Beginning of Year	150,217	150,217	150,217	
Fund Balance, End of Year	153,717	153,717	155,685	1,968

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF OFFICE ACTIVITIES

For The Year Ended June 30, 2021

SCHEDULE 6

	<u>County Clerk</u>	<u>Clerk of the District Court</u>	<u>County Sheriff</u>	<u>County Attorney</u>	<u>Veteran's Service Officer</u>	<u>Health Department</u>	<u>County Fair</u>	<u>Hazardous Waste</u>	<u>Total</u>
Balance July 1, 2020	22,433	1,021,882	4,640	300	3,860	4,126	69,178	32,485	1,158,904
Receipts									
Licenses and Permits	3,350	6,055	11,215						20,620
Charges for Services	102,111	19,435	56,641	2,130		181,945	306,496	161,019	829,777
Miscellaneous	779	454	2,030		2				3,265
State Fees	100,112	17,069							117,181
Other Liabilities	10,612	417,871	165,158				21,686		615,327
Total Receipts	<u>216,964</u>	<u>460,884</u>	<u>235,044</u>	<u>2,130</u>	<u>2</u>	<u>181,945</u>	<u>328,182</u>	<u>161,019</u>	<u>1,586,170</u>
Disbursements									
Payments to County Treasurer	105,613	26,029	64,318	2,130		182,923	281,312	159,689	822,014
Payments to State Treasurer	95,523	17,095							112,618
Other Liabilities	8,653	500,737	161,270		700		8,636		679,996
Total Disbursements	<u>209,789</u>	<u>543,861</u>	<u>225,588</u>	<u>2,130</u>	<u>700</u>	<u>182,923</u>	<u>289,948</u>	<u>159,689</u>	<u>1,614,628</u>
Balance June 30, 2021	<u>29,608</u>	<u>938,905</u>	<u>14,096</u>	<u>300</u>	<u>3,162</u>	<u>3,148</u>	<u>107,412</u>	<u>33,815</u>	<u>1,130,446</u>
BALANCE CONSISTS OF:									
Due to County Treasurer	15,047	1,624	9,736	300		2,898	76,762	33,815	140,182
Due to State Treasurer	11,246	2,179							13,425
Petty Cash	150	150	1,500		3,162	250	30,650		35,862
Due to Others	3,165	934,952	2,860						940,977
Balance June 30, 2021	<u>29,608</u>	<u>938,905</u>	<u>14,096</u>	<u>300</u>	<u>3,162</u>	<u>3,148</u>	<u>107,412</u>	<u>33,815</u>	<u>1,130,446</u>

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INDEPENDENT AUDITOR 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

County Board of Commissioners
Red Willow County
McCook, Nebraska 69001

Board Members:

I 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, each major fund, and the aggregate remaining fund information of Red Willow County, Nebraska, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Red Willow County, Nebraska financial statements, and have issued my report thereon dated January 6, 2022. The report notes the financial statements were prepared on the basis of cash receipts and disbursements and do not include the financial data of the Hillcrest Nursing Home, a component unit of Red Willow County, Nebraska.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered Red Willow County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Red Willow County's internal control. Accordingly, I do not express an opinion on the effectiveness of the County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency or a combination of deficiencies in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, I identified a certain deficiency in internal control that I consider to be a material weakness.

Independent Auditor 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*

Page 2

The County offices, which collect and remit money to the County Treasurer, had a lack of segregation of duties since one person could handle all aspects of processing a transaction from beginning to end. Good Internal control includes a plan of organization, procedures, and records designed to safeguard assets and provide reliable financial records.

Management Response: Due to a limited number of personnel, an adequate segregation of duties may not be possible without additional cost.

Compliance and Other Matters

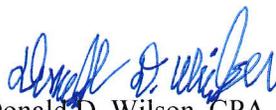
As part of obtaining reasonable assurance about whether Red Willow County, Nebraska financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, non-compliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matter that are required to be reported under *Government Auditing Standards*.

Response to Finding

Red Willow County, Nebraska management response to the finding identified in my audit is described above. Red Willow County, Nebraska response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly I express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of my 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.


Donald D. Wilson, CPA
McCook, Nebraska

January 6, 2022