FINANCIAL STATEMENTS WITH

INDEPENDENT AUDITOR REPORTS THEREON

RED WILLOW COUNTY, NEBRASKA

Year Ended June 30, 2025

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

Board Members:

Adverse, and Unmodified Opinions

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, 2025, 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.

Summary of Opinions:

Opinion Unit	Type of Opinion
Governmental Activities	Unmodified
Component Unit	Adverse
Major Funds	Unmodified
Aggregate Remaining Fund Information	Unmodified

Adverse Opinion on Component Unit:

In my opinion, because of the significance of the matter discussed in the Basis for Adverse, and Unmodified Opinions section of this report, the financial statements referred to above do not present fairly the reporting entity of Red Willow County, Nebraska as of June 30, 2025, 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 Opinions on Governmental Activities, Each Major Fund, and Aggregate Remaining Fund Information:

In my opinion, the accompanying 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, 2025, 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 for Adverse and Unmodified Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Red Willow County, Nebraska, and to meet other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on Component Unit:

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.

Emphasis of Matter – Basis of Accounting

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

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 for the Audit of the Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, and *Government Auditing Standards*, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on Red Willow County, Nebraska effectiveness of internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Red Willow County, Nebraska ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Supplementary Information

My audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Red Willow County's financial statements. The budgetary comparison information, combining and individual nonmajor fund financial statements, and schedule of office activities are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The 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 September 22, 2025 on my consideration of Red Willow County's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is solely 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 effectiveness of Red Willow County's 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 Red Willow County's internal control over financial reporting and compliance.

Donald D. Wilson, CPA

Donald D. Wilson, CPA
McCook, Nebraska

September 22, 2025

RED WILLOW COUNTY, NEBRASKA

STATEMENT OF NET POSITION - CASH BASIS

June 30, 2025

EXHIBIT A

	PRIMARY GOVERNMENT
	GOVERNMENTAL ACTIVITIES
ASSETS	
Equity in Pooled Cash and Cash Equivalents	9,782,507
Designated Investments	70,331
Total Assets	9,852,838
NET POSITION	
Restricted for:	
Jail Bond	424,787
Nursing Home Bond	170,244
American Rescue Plan	19,322
Bridge/Road Projects	156,952
Visitor's Promotion	264,519
Veteran's Aid	9,273
Register of Deeds	54,242
Unrestricted	8,753,499
TOTAL NET POSITION	9,852,838

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, 2025

Exhibit B

	Cash Disbursements	Program Cash Receipts: Fees, Fines, and Charges for Services	Program Cash Receipts: Operating Grants and Contributions	Net (Disbursements) Receipts and Changes in Net Assets: Governmental Activities
Governmental Activities:				
General Government	3,165,287	412,876	113,162	(2,639,249)
Public Safety	1,990,540	81,933	106,733	(1,801,874)
Public Works	2,722,718	28,645		(2,694,073)
Public Health	417,267	212,011	1,691	(203,565)
Public Assistance	177,700	26,784		(150,916)
Culture and Recreation	1,004,035	644,738		(359,297)
Debt Service	475,759			(475,759)
Total Governmental Activities	9,953,306	1,406,987	221,586	(8,324,733)

General Receipts:	
Taxes:	
Property taxes, levied for general purposes	3,559,210
Property taxes, levied for public health	186,198
Property taxes, levied for culture and recreation	201,453
Property taxes, levied for debt service	459,296
Motor Vehicle Tax	534,489
Intergovernmental	2,008,903
Inheritance Tax	381,264
Interest	495,797
Miscellaneous	190,139
Total General Receipts	8,016,749
Changes in Net Position	(307,984)
Net position - Beginning of Year	10,160,822
Net position - End of Year	9,852,838

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, 2025

EXHIBIT C

	General	Road	Self Insurance	Inheritance Tax	Other Governmental Funds	Total
ASSETS						
Equity in Pooled Cash and Cash Equivalents	633,451	2,323,314	288,080	4,607,991	1,929,671	9,782,507
Designated Investments					70,331	70,331
Total Assets	633,451	2,323,314	288,080	4,607,991	2,000,002	9,852,838
FUND BALANCES:						
Restricted					1,099,339	1,099,339
Assigned		2,323,314	288,080	4,607,991	900,663	8,120,048
Unassigned	633,451					633,451
Total Fund Balances	633,451	2,323,314	288,080	4,607,991	2,000,002	9,852,838

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, 2025

EXHIBIT D

		Special Revenue			NonMajor	Total
	General	Road	Self Insurance	Inheritance Tax	Governmental Funds	Governmental Total
CASH RECEIPTS						
Property Taxes	3,559,210				846,947	4,406,157
Motor Vehicle Tax	534,489					534,489
Federal Grants	113,162				1,691	114,853
Intergovernmental	129,105	1,541,387			445,144	2,115,636
Inheritance Tax				381,264		381,264
Charges for Services	499,345	28,645			878,997	1,406,987
Interest	491,444				4,353	495,797
Miscellaneous	21,039	32,373	109,962		26,765	190,139
Total Cash Receipts	5,347,794	1,602,405	109,962	381,264	2,203,897	9,645,322
CASH DISBURSEMENTS						
General Government	2,060,692		1,102,242		2,353	3,165,287
Public Safety	1,783,013				207,527	1,990,540
Public Works	25,789	1,799,685			897,244	2,722,718
Public Health	0				417,267	417,267
Public Assistance	177,700					177,700
Culture and Recreation					1,004,035	1,004,035
Debt Service						
Principal Retirement					430,000	430,000
Interest					45,759	45,759
Total Cash Disbursements	4,047,194	1,799,685	1,102,242	0	3,004,185	9,953,306
Excess of Cash Receipts Over (Under) Cash Disbursements	1,300,600	(197,280)	(992,280)	381,264	(800,288)	(307,984)
OTHER FINANCING SOURCES (USES)						
Transfers In	0	749,344	1,044,100		4,416	1,797,860
Transfers (Out)	(1,793,444)	(4,416)			0	(1,797,860)
Total Other Financing Sources (Uses)	(1,793,444)	744,928	1,044,100	0	4,416	0
Net Change in Fund Balances	(492,844)	547,648	51,820	381,264	(795,872)	(307,984)
Fund Balances, Beginning of Year	1,126,295	1,775,666	236,260	4,226,727	2,795,874	10,160,822
Fund Balances, End of Year	633,451	2,323,314	288,080	4,607,991	2,000,002	9,852,838

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, 2025

EXHIBIT E

	Balance July 1, 2024	Receipts	Disbursements	Balance June 30, 2025
ASSETS				
Equity in Pooled Cash and Cash Equivalents	605,022	24,383,485	24,243,442	745,065
Total Assets	605,022	24,383,485	24,243,442	745,065
LIABILITIES				
State	256,168	3,432,829	3,391,216	297,781
Schools	222,743	14,824,069	14,785,576	261,236
Educational Service Unit	2,094	228,108	226,093	4,109
Community College	10,623	550,665	555,523	5,765
Natural Resource District	4,677	1,026,230	1,008,547	22,360
Fire Districts	1,694	470,197	467,949	3,942
Cemetery Districts	5,969	7,477	9,221	4,225
Municipalities	50,651	2,902,225	2,882,067	70,809
Historical Society	18,454	39,148	56,924	678
Nursing Home Operating	119			119
Partial Payments	0	3,360	2,160	1,200
Unclaimed Property	2,468	1,516	2,235	1,749
Tentative Inheritance Tax	27,548	121,333	79,848	69,033
Redemptions	0	199,662	199,412	250
Tax Increment Financing	1,814	576,666	576,671	1,809
Total Liabilities	605,022	24,383,485	24,243,442	745,065
NET POSITION	0	0	0	0

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

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 are 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.

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 disbursements of a given function are offset by program receipts. Direct disbursements 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 contributions that are restricted to meeting the operational or capital requirements of a particular function. Property taxes 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 receipts and disbursements 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.

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 cash is 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.

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 Interlocal 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 2024 for 2024 taxes which will be materially collected in May and September 2025, was set at $.272607/$100 of assessed valuation. Assessed valuation for Red Willow County for the 2024 tax levy was $1,642,688,707.

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 funds 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 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. Red Willow County is a participant in an external investment pool, the Nebraska Public Agency Investment Trust (NPAIT).

NOTE 2: DEPOSITS AND INVESTMENTS (CONCLUDED):

NPAIT is a separate legal and administrative entity organized and exists pursuant to the Inter-Local Cooperation Act and other Nebraska law. The County Treasurer had $5,934,335 invested with NPAIT as of June 30, 2025. This carrying value of investments is stated at cost, which approximates market. All net income of the trust is determined as of the close of business on each banking day and is credited thereafter pro rata to each participants account. Since net income of the fund is allocated among participants each time net income is determined, the net asset value remains at $1.00 per unit. Securities held by NPAIT are not held in the County's name.

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State law restricts the type of collateral securities allowed. For the purposes of classifying categories of custodial credit risk, the deposits for the County as of June 30, 2025 were entirely insured or collateralized with securities held by the County's agent in the County's name.

NOTE 3: INTERFUND TRANSFERS:

The details of inter-fund transfers for the year ended June 30, 2025 is as follows:

Transfers To	Transfers From	Amount
Road	General	749,344
Self-Insurance	General	1,044,100
Highway Buyback	Road	4,416

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 Road Fund was a correction of an error.

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.

NOTE 4: RETIREMENT PROGRAM (CONCLUDED):

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 of 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, 2025, 2024, and 2023 were $210,920, $203,934, and $202,567 respectively. Prior service benefits were $0, $0, and $90 respectively for each of the three fiscal years.

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, 2025:

	Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025
Bonds:				
Jail Bond Series 2020	2,465,000		295,000	2,170,000
Hillcrest Series 2022	1,030,000		135,000	895,000
Total	3,495,000	0	430,000	3,065,000

A summary of the annual requirements to service the bonds as of June 30, 2025, is as follows:

Year Ended	Jail Bond			Hillcrest Nursing Home Bond		
	Principal	Interest	Total	Principal	Interest	Total
June 30, 2026	295,000	32,942	327,942	140,000	8,372	148,372
June 30, 2027	300,000	28,925	328,925	140,000	7,427	147,427
June 30, 2028	305,000	24,538	329,538	140,000	6,308	146,308
June 30, 2029	310,000	19,770	329,770	140,000	4,943	144,943
June 30, 2030	315,000	14,613	329,613	145,000	3,304	148,304
June 30, 2031	320,000	9,055	329,055	140,000	1,560	141,560
June 30, 2032	325,000	3,087	328,087	50,000	325	50,325
Total	2,170,000	132,930	2,302,930	895,000	32,239	927,239

Jail Building Bond , Series 2020 Refunding:

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.

NOTE 5: BONDS PAYABLE COMMITMENTS (CONCLUDED):

Hillcrest Nursing Home Bond, Series 2022 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 August 4, 2021, in the amount of $1,295,000 for improvements at the Hillcrest Nursing Home. Bonds maturing on and after August 4, 2026, 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.

NOTE 6: LOAN PAYABLE COMMITMENTS:

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

	Balance July 1, 2024	Additions	Retirements	Balance June 30, 2025
Road Equipment	100,513	0	40,057	60,456

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

Year Ended	Commitments		
	Principal	Interest	Total
June 30, 2026	41,246	1,725	42,971
June 30, 2027	19,210	398	19,608
Total	60,456	2,123	62,579

Tractor:
Due in annual principal and interest payments of $19,608, with interest at 2.05%. Final payment is due March 15, 2026. This loan was for the purchase of a John Deere Tractor.

Tractor:
Due in annual principal and interest payments of $23,362, with interest at 3.99%. Final payment is due January 2, 2027. 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, 2025.

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 employee.

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 $69,100 toward the operation of Region II during fiscal year 2025. 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, 2025, 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.

NOTE 10: <u>RISK MANAGEMENT (CONCLUDED)</u>:

<u>Employee Health Insurance</u>
On November 1, 1992, Red Willow County began a partial self-funded employee health insurance plan. The County has contracted with Lucent Health, a group insurance firm, for benefit administration and payment of claims. Red Willow County pays 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 Benchmark Insurance for aggregate and specific reinsurance. Shown here are the reinsurance coverage's:

<u>Aggregate eligible expenses</u>: Medical, Dental and Prescription Card Services.

Per Covered person	$40,000
Aggregate Specific	$20,000
Specific Reimbursement Limit per covered person	unlimited
Specific Lifetime Reimbursement per covered person	unlimited

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, 2025

EXHIBIT F

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
CASH RECEIPTS:				
Taxes	4,081,265	4,081,265	4,093,699	12,434
Federal	86,000	86,000	113,162	27,162
State	16,000	16,000	57,516	41,516
Local	764,865	764,865	1,083,417	318,552
Total Cash Receipts	4,948,130	4,948,130	5,347,794	399,664
CASH DISBURSEMENTS:				
General Government:				
Board of Commissioners	94,800	94,800	89,197	5,603
Clerk	227,970	227,970	224,994	2,976
Treasurer	311,820	311,820	308,017	3,803
Assessor	317,921	317,921	264,447	53,474
Election Commissioner	56,350	56,350	31,785	24,565
Planning and Zoning	20,000	20,000	10,771	9,229
Clerk of the District Court	133,885	133,885	120,899	12,986
County Court System	28,000	28,000	27,326	674
District Judge	44,920	44,920	40,022	4,898
Building and Grounds	129,431	129,431	104,252	25,179
Extension Office	167,129	167,129	163,981	3,148
Employment Security	4,000	4,000		4,000
Miscellaneous	750,570	750,570	675,001	75,569
Total General Government	2,286,796	2,286,796	2,060,692	226,104
Public Safety:				
Sheriff	643,496	643,496	510,053	133,443
Attorney	213,762	213,762	213,350	412
Jail	1,069,326	1,069,326	921,613	147,713
Probation Officer	14,263	14,263	14,263	0
Juvenile Detention	10,000	10,000		10,000
Emergency Management	17,668	17,668	9,200	8,468
Miscellaneous	124,900	124,900	114,534	10,366
Total Public Safety	2,093,415	2,093,415	1,783,013	310,402
Public Works:				
Surveyor	19,321	19,321	8,823	10,498
Noxious Weed Control	23,982	23,982	16,966	7,016
Total Public Works	43,303	43,303	25,789	17,514
Public Health:				
Miscellaneous	2,000	2,000		2,000
Total Public Health	2,000	2,000	0	2,000
Public Assistance:				
County Relief	5,400	5,400		5,400
Veteran's Service Officer	103,255	103,255	89,783	13,472
Institutions	76,600	76,600	69,816	6,784
Miscellaneous	21,000	21,000	18,101	2,899
Total Public Assistance	206,255	206,255	177,700	28,555

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, 2025

EXHIBIT F CONCLUDED

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
Total Cash Disbursements	4,631,769	4,631,769	4,047,194	584,575
Excess of Cash Receipts Over (Under) Cash Disbursements	316,361	316,361	1,300,600	984,239
OTHER FINANCING SOURCES (USES):				
Operating Transfers In	609,000	609,000		(609,000)
Operating Transfers (Out)	(1,751,656)	(1,751,656)	(1,793,444)	(41,788)
Total Other Financing Sources (Uses)	(1,142,656)	(1,142,656)	(1,793,444)	(650,788)
Net Change in Fund Balance	(826,295)	(826,295)	(492,844)	333,451
Fund Balance, Beginning of Year	1,126,295	1,126,295	1,126,295	
Fund Balance, End of Year	300,000	300,000	633,451	333,451

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, 2025

EXHIBIT G

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
CASH RECEIPTS:				
State	1,616,514	1,616,514	1,541,092	(75,422)
Local	20,295	20,295	61,313	41,018
Total Cash Receipts	1,636,809	1,636,809	1,602,405	(34,404)
CASH DISBURSEMENTS:				
Public Works:				
Road Department	2,086,200	2,086,200	1,799,685	286,515
Total Cash Disbursements	2,086,200	2,086,200	1,799,685	286,515
Excess of Cash Receipts Over (Under) Cash Disbursements	(449,391)	(449,391)	(197,280)	252,111
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	669,746	669,746	749,344	79,598
Operating Transfers (Out)			(4,416)	(4,416)
Total Other Financing Sources (Uses)	669,746	669,746	744,928	75,182
Net Change in Fund Balance	220,355	220,355	547,648	327,293
Fund Balance, Beginning of Year	1,775,666	1,775,666	1,775,666	
Fund Balance, End of Year	1,996,021	1,996,021	2,323,314	327,293

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, 2025

EXHIBIT H

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
CASH RECEIPTS:				
Local	80,001	80,001	109,962	29,961
Total Cash Receipts	80,001	80,001	109,962	29,961
CASH DISBURSEMENTS:				
General Government	1,360,361	1,360,361	1,102,242	258,119
Total Cash Disbursements	1,360,361	1,360,361	1,102,242	258,119
Excess of Cash Receipts Over (Under) Cash Disbursements	(1,280,360)	(1,280,360)	(992,280)	288,080
OTHER FINANCING SOURCES (USES)				
Operating Transfers In	1,044,100	1,044,100	1,044,100	0
Operating Transfers (Out)				
Total Other Financing Sources (Uses)	1,044,100	1,044,100	1,044,100	0
Net Change in Fund Balance	(236,260)	(236,260)	51,820	288,080
Fund Balance, Beginning of Year	236,260	236,260	236,260	0
Fund Balance, End of Year	0	0	288,080	288,080

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, 2025

EXHIBIT I

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
CASH RECEIPTS:				
Local	600,000	600,000	381,264	(218,736)
Total Cash Receipts	600,000	600,000	381,264	(218,736)
CASH DISBURSEMENTS:				
Public Works	600,000	600,000		600,000
Total Cash Disbursements	600,000	600,000	0	600,000
Excess of Cash Receipts Over (Under) Cash Disbursements	0	0	381,264	381,264
OTHER FINANCING SOURCES (USES)				
Operating Transfers In				
Operating Transfers (Out)	(609,000)	(609,000)		609,000
Total Other Financing Sources (Uses)	(609,000)	(609,000)	0	609,000
Net Change in Fund Balance	(609,000)	(609,000)	381,264	990,264
Fund Balance, Beginning of Year	4,226,727	4,226,727	4,226,727	0
Fund Balance, End of Year	3,617,727	3,617,727	4,607,991	990,264

See Accompanying Notes to Budgetary Reporting

RED WILLOW COUNTY, NEBRASKA

NOTES TO SUPPLEMENTARY INFORMATION
BUDGETARY REPORTING

For the Year Ended June 30, 2025

NOTE 1: GAAP REQUIREMENTS:

Generally Accepted Accounting Principles (GAAP) requires budgetary comparison schedules for the General Fund, and for each major special revenue fund 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 to 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, 2025

SCHEDULE 1

	Special Revenue Funds (Schedule 3)	Debt Service Funds: Jail Bond	Debt Service Funds: Nursing Home Bond	Total Nonmajor Governmental Funds (Exhibit C)
ASSETS				
Equity in Pooled Cash and Cash Equivalents	1,334,640	424,787	170,244	1,929,671
Designated Investments	70,331			70,331
Total Assets	1,404,971	424,787	170,244	2,000,002
FUND BALANCES:				
Restricted	504,308	424,787	170,244	1,099,339
Assigned	900,663			900,663
Total Fund Balances	1,404,971	424,787	170,244	2,000,002

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, 2025

SCHEDULE 2

	Special Revenue Funds (Schedule 4)	Debt Service Funds: Jail Bond	Debt Service Funds: Nursing Home Bond	Total Nonmajor Governmental Funds (Exhibit D)
CASH RECEIPTS				
Property Taxes	387,650	317,758	141,539	846,947
Federal Grants	1,691			1,691
Intergovernmental	434,039	7,647	3,458	445,144
Charges for Services	878,997			878,997
Interest	4,353			4,353
Miscellaneous	26,765			26,765
Total Cash Receipts	1,733,495	325,405	144,997	2,203,897
CASH DISBURSEMENTS				
General Government	1,553	400	400	2,353
Public Safety	207,527			207,527
Public Works	897,244			897,244
Public Health	417,267			417,267
Culture and Recreation	1,004,035			1,004,035
Debt Service:				
Principal Retirement		295,000	135,000	430,000
Interest		36,630	9,129	45,759
Total Cash Disbursements	2,527,626	332,030	144,529	3,004,185
Excess of Cash Receipts Over (Under) Cash Disbursements	(794,131)	(6,625)	468	(800,288)
OTHER FINANCING SOURCES (USES):				
Transfers In	4,416			4,416
Transfers (Out)	0			0
Total Other Financing Sources (Uses)	4,416	0	0	4,416
Net Change in Fund Balances	(789,715)	(6,625)	468	(795,872)
Fund Balances, Beginning of Year	2,194,686	431,412	169,776	2,795,874
Fund Balances, End of Year	1,404,971	424,787	170,244	2,000,002

RED WILLOW COUNTY, NEBRASKA

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

June 30, 2025

SCHEDULE 3

	Highway Buyback	Visitor's Promotion	Visitor's Improvement	Fair	Fair Sinking
ASSETS					
Equity in Pooled Cash and Cash Equivalents	156,952	62,443	202,076	188,963	42,183
Designated Investments					
Total Assets	156,952	62,443	202,076	188,963	42,183
FUND BALANCES:					
Restricted	156,952	62,443	202,076		
Assigned				188,963	42,183
Total Fund Balances	156,952	62,443	202,076	188,963	42,183

	Register of Deeds P&M	Horse Arena	Veteran's Aid	STOP Diversion	Drug Law Enforcement
ASSETS					
Equity in Pooled Cash and Cash Equivalents	54,242		9,273	37,613	1,453
Designated Investments		70,331			
Total Assets	54,242	70,331	9,273	37,613	1,453
FUND BALANCES:					
Restricted	54,242		9,273		
Assigned		70,331		37,613	1,453
Total Fund Balances	54,242	70,331	9,273	37,613	1,453

	American Rescue Plan	Local Assistance Tribal Consistency	Health Department	Waste Disposal	Total Nonmajor Special Revenue Funds (Schedule 1)
ASSETS					
Equity in Pooled Cash and Cash Equivalents	19,322	100,000	101,404	358,716	1,334,640
Designated Investments					70,331
Total Assets	19,322	100,000	101,404	358,716	1,404,971
FUND BALANCES:					
Restricted	19,322				504,308
Assigned		100,000	101,404	358,716	900,663
Total Fund Balances	19,322	100,000	101,404	358,716	1,404,971

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, 2025

SCHEDULE 4

	Highway Buyback	Visitor's Promotion	Visitor's Improvement	Fair	Fair Sinking
CASH RECEIPTS					
Property Taxes				201,453	
Federal Grants					
Intergovernmental	156,952	80,412	80,412	4,899	
Charges for Services				287,091	5,358
Interest					
Miscellaneous		5,100			
Total Cash Receipts	156,952	85,512	80,412	493,443	5,358
CASH DISBURSEMENTS					
General Government					
Public Safety					
Public Works	267,446				
Public Health					
Culture and Recreation		63,666	152,980	404,097	7,688
Total Cash Disbursements	267,446	63,666	152,980	404,097	7,688
Excess of Cash Receipts Over (Under) Cash Disbursements	(110,494)	21,846	(72,568)	89,346	(2,330)
OTHER FINANCING SOURCES (USES):					
Transfers In	4,416				
Transfers (Out)					
Total Other Financing Sources	4,416	0	0	0	0
Net Change in Fund Balances	(106,078)	21,846	(72,568)	89,346	(2,330)
Fund Balances, Beginning of Year	263,030	40,597	274,644	99,617	44,513
Fund Balances, End of Year	156,952	62,443	202,076	188,963	42,183

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, 2025

SCHEDULE 4
CONTINUED

	Register of Deeds P&M	Horse Arena	Veteran's Aid	STOP Diversion	Drug Law Enforcement
CASH RECEIPTS					
Property Taxes					
Federal Grants					
Intergovernmental			56		
Charges for Services	6,116	352,288		2,520	
Interest		4,353			
Miscellaneous					
Total Cash Receipts	6,116	356,641	56	2,520	0
CASH DISBURSEMENTS					
General Government	1,553				
Public Safety					
Public Works					
Public Health					
Culture and Recreation		375,604			
Total Cash Disbursements	1,553	375,604	0	0	0
Excess of Cash Receipts Over (Under) Cash Disbursements	4,563	(18,963)	56	2,520	0
OTHER FINANCING SOURCES (USES):					
Transfers In					
Transfers (Out)					
Total Other Financing Sources	0	0	0	0	0
Net Change in Fund Balances	4,563	(18,963)	56	2,520	0
Fund Balances, Beginning of Year	49,679	89,294	9,217	35,093	1,453
Fund Balances, End of Year	54,242	70,331	9,273	37,613	1,453

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, 2025

SCHEDULE 4 CONCLUDED

	American Rescue Plan	Local Assistance Tribal Consistency	Health Department	Waste Disposal	Total Nonmajor Special Revenue Funds (Schedule 2)
CASH RECEIPTS					
Property Taxes			186,197		387,650
Federal Grants			1,691		1,691
Intergovernmental			4,575	106,733	434,039
Charges for Services			212,011	13,613	878,997
Interest					4,353
Miscellaneous	7,682			13,983	26,765
Total Cash Receipts	7,682	0	404,474	134,329	1,733,495
CASH DISBURSEMENTS					
General Government					1,553
Public Safety	55,531			151,996	207,527
Public Works	629,798				897,244
Public Health	17,097		400,170		417,267
Culture and Recreation					1,004,035
Total Cash Disbursements	702,426	0	400,170	151,996	2,527,626
Excess of Cash Receipts Over (Under) Cash Disbursements	(694,744)	0	4,304	(17,667)	(794,131)
OTHER FINANCING SOURCES (USES):					
Transfers In					4,416
Transfers (Out)					0
Total Other Financing Sources	0	0	0	0	4,416
Net Change in Fund Balances	(694,744)	0	4,304	(17,667)	(789,715)
Fund Balances, Beginning of Year	714,066	100,000	97,100	376,383	2,194,686
Fund Balances, End of Year	19,322	100,000	101,404	358,716	1,404,971

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, 2025

SCHEDULE 5

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
HIGHWAY BUYBACK				
CASH RECEIPTS	156,953	156,953	161,368	4,415
CASH DISBURSEMENTS	300,000	300,000	267,446	32,554
Net Change in Fund Balance	(143,047)	(143,047)	(106,078)	36,969
Fund Balance, Beginning of Year	263,030	263,030	263,030	
Fund Balance, End of Year	119,983	119,983	156,952	36,969
VISITOR'S PROMOTION				
CASH RECEIPTS	84,403	84,403	85,512	1,109
CASH DISBURSEMENTS	125,000	125,000	63,666	61,334
Net Change in Fund Balance	(40,597)	(40,597)	21,846	62,443
Fund Balance, Beginning of Year	40,597	40,597	40,597	0
Fund Balance, End of Year	0	0	62,443	62,443
VISITOR'S IMPROVEMENT				
CASH RECEIPTS	80,356	80,356	80,412	56
CASH DISBURSEMENTS	355,000	355,000	152,980	202,020
Net Change in Fund Balance	(274,644)	(274,644)	(72,568)	202,076
Fund Balance, Beginning of Year	274,644	274,644	274,644	0
Fund Balance, End of Year	0	0	202,076	202,076
FAIR				
CASH RECEIPTS	677,213	677,213	493,443	(183,770)
CASH DISBURSEMENTS	776,830	776,830	404,097	372,733
Net Change in Fund Balance	(99,617)	(99,617)	89,346	188,963
Fund Balance, Beginning of Year	99,617	99,617	99,617	
Fund Balance, End of Year	0	0	188,963	188,963

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, 2025

SCHEDULE 5 CONTINUED

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
FAIR SINKING				
CASH RECEIPTS	5,000	5,000	5,358	358
CASH DISBURSEMENTS	49,513	49,513	7,688	41,825
Net Change in Fund Balance	(44,513)	(44,513)	(2,330)	42,183
Fund Balance, Beginning of Year	44,513	44,513	44,513	
Fund Balance, End of Year	0	0	42,183	42,183
REGISTER OF DEEDS P&M				
CASH RECEIPTS	6,482	6,482	6,116	(366)
CASH DISBURSEMENTS	56,161	56,161	1,553	54,608
Net Change in Fund Balance	(49,679)	(49,679)	4,563	54,242
Fund Balance, Beginning of Year	49,679	49,679	49,679	
Fund Balance, End of Year	0	0	54,242	54,242
HORSE ARENA				
CASH RECEIPTS	723,870	723,870	356,641	(367,229)
CASH DISBURSEMENTS	800,842	800,842	375,604	425,238
Net Change in Fund Balance	(76,972)	(76,972)	(18,963)	58,009
Fund Balance, Beginning of Year	76,972	76,972	89,294	12,322
Fund Balance, End of Year	0	0	70,331	70,331
VETERAN'S AID				
CASH RECEIPTS	0	0	56	56
CASH DISBURSEMENTS	9,217	9,217	0	9,217
Net Change in Fund Balance	(9,217)	(9,217)	56	9,273
Fund Balance, Beginning of Year	9,217	9,217	9,217	
Fund Balance, End of Year	0	0	9,273	9,273
STOP DIVERSION				
CASH RECEIPTS	1,000	1,000	2,520	1,520
CASH DISBURSEMENTS	34,000	34,000	0	34,000
Net Change in Fund Balance	(33,000)	(33,000)	2,520	35,520
Fund Balance, Beginning of Year	35,093	35,093	35,093	
Fund Balance, End of Year	2,093	2,093	37,613	35,520

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, 2025

SCHEDULE 5 CONTINUED

	Budgeted Amounts			Variance With Final Budget
	Original	Final	Actual	Over (Under)
DRUG LAW ENFORCEMENT				
CASH RECEIPTS	0	0	0	0
CASH DISBURSEMENTS	1,453	1,453	0	1,453
Net Change in Fund Balance	(1,453)	(1,453)	0	1,453
Fund Balance, Beginning of Year	1,453	1,453	1,453	
Fund Balance, End of Year	0	0	1,453	1,453
AMERICAN RESCUE PLAN				
CASH RECEIPTS	0	0	7,682	7,682
CASH DISBURSEMENTS	710,288	710,288	702,426	7,862
OTHER FINANCING (USES):				
Operating Transfers (Out)	(2,188)	(2,188)	0	2,188
Net Change in Fund Balance	(712,476)	(712,476)	(694,744)	17,732
Fund Balance, Beginning of Year	730,763	730,763	714,066	(16,697)
Fund Balance, End of Year	18,287	18,287	19,322	1,035
LOCAL ASSISTANCE TRIBAL CONSISTENCY				
CASH RECEIPTS	0	0	0	0
CASH DISBURSEMENTS	100,000	100,000	0	100,000
Net Change in Fund Balance	(100,000)	(100,000)	0	100,000
Fund Balance, Beginning of Year	100,000	100,000	100,000	
Fund Balance, End of Year	0	0	100,000	100,000
HEALTH DEPARTMENT				
CASH RECEIPTS	386,932	386,932	404,474	17,542
CASH DISBURSEMENTS	484,032	484,032	400,170	83,862
Net Change in Fund Balance	(97,100)	(97,100)	4,304	101,404
Fund Balance, Beginning of Year	97,100	97,100	97,100	
Fund Balance, End of Year	0	0	101,404	101,404
WASTE DISPOSAL				
CASH RECEIPTS	244,000	244,000	134,329	(109,671)
CASH DISBURSEMENTS	223,200	223,200	151,996	71,204
OTHER FINANCING SOURCES:				
Operating Transfers In	2,188	2,188		(2,188)
Net Change in Fund Balance	22,988	22,988	(17,667)	(40,655)
Fund Balance, Beginning of Year	372,007	372,007	376,383	4,376
Fund Balance, End of Year	394,995	394,995	358,716	(36,279)

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, 2025

SCHEDULE 5 CONCLUDED

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget Over (Under)
JAIL BOND				
CASH RECEIPTS	330,668	330,668	325,405	(5,263)
CASH DISBURSEMENTS	332,030	332,030	332,030	0
Net Change in Fund Balance	(1,362)	(1,362)	(6,625)	(5,263)
Fund Balance, Beginning of Year	436,362	436,362	431,412	(4,950)
Fund Balance, End of Year	435,000	435,000	424,787	(10,213)
HILLCREST NURSING HOME BOND				
CASH RECEIPTS	149,757	149,757	144,997	(4,760)
CASH DISBURSEMENTS	144,583	144,583	144,529	54
Net Change in Fund Balance	5,174	5,174	468	(4,706)
Fund Balance, Beginning of Year	164,826	164,826	169,776	4,950
Fund Balance, End of Year	170,000	170,000	170,244	244

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF OFFICE ACTIVITIES

For The Year Ended June 30, 2025

SCHEDULE 6

	County Clerk	Clerk of the District Court	County Sheriff	County Attorney	Veteran's Service Officer	Health Department	County Fair	Total
Balance July 1, 2024	21,161	65,771	17,128	300	3,435	1,630	128,464	237,889
Receipts								
Licenses and Permits	2,495	8,120	7,960					18,575
Charges for Services	89,585	13,996	37,387	2,690		216,316	543,436	903,410
Miscellaneous	1,364	389			15			1,768
State Fees	114,674	14,520						129,194
Other Liabilities	12,412	579,274	46,083			450	172,898	811,117
Total Receipts	220,530	616,299	91,430	2,690	15	216,766	716,334	1,864,064
Disbursements								
Payments to County Treasurer	91,776	21,878	56,326	2,690		213,206	626,655	1,012,531
Payments to State Treasurer	112,740	15,775						128,515
Other Liabilities	13,035	548,475	44,918		205	450	108,487	715,570
Total Disbursements	217,551	586,128	101,244	2,690	205	213,656	735,142	1,856,616
Balance June 30, 2025	24,140	95,942	7,314	300	3,245	4,740	109,656	245,337
BALANCE CONSISTS OF:								
Due to County Treasurer	12,283	2,299	4,171	300		4,490	64,766	88,309
Due to State Treasurer	8,537	591						9,128
Petty Cash	150	250	1,200		3,245	250	44,890	49,985
Due to Others	3,170	92,802	1,943					97,915
Balance June 30, 2025	24,140	95,942	7,314	300	3,245	4,740	109,656	245,337

DONALD D. WILSON
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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, 2025, and the related notes to the financial statements, which collectively comprise Red Willow County, Nebraska financial statements, and have issued my report thereon dated September 22, 2025. 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. 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.

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:

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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards,* and which is described in the accompanying schedule of finding as item 2025-001.

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

September 22, 2025

RED WILLOW COUNTY, NEBRASKA

SCHEDULE OF FINDING

COUNTY SHERIFF

2025-001 Uncollected Distress Warrants:

Neb. Rev. Statute §77-1719 requires "All distress warrants issued by the treasurer for the collection of taxes shall be served by the sheriff of the county in the same manner as an execution issued by the district court." Also, this same Statute requires "Such distress warrants shall bear an endorsement of the sheriff showing that (1) the taxes therin described have been collected, (2) upon diligent search no property could be found on which to levy, or (3) the delinquest taxpayer has filed an affidavit with the sheriff before making of return of such distress warrant that such taxpayer is unable by reason of poverty to pay such tax and the sheriff shall certify that the property, if any, of the delinquent taxpayer is not worth in value the cost of advertising such property for sale."

On November 1, 2024, the County Treasurer issued distress warrants to the County Sheriff on delinquent personal property taxes for the 2023 and prior tax year. On July 31, 2025, the County Sheriff returned Distress Warrant #2023-0049 unsatisfied in the amount of $105,833, endorsing "After diligent search I am unable to find any property of the within-named person upon which to levy." However, on this same parcel, 2024 taxes were levied, and 2025 taxes will also be levied. Auditor inspected the current Personal Property Schedule filed with the County Assessor on this parcel. Similarly, Distress Warrant #2023-0274 for $6,101 was unsatisfied. However, for the tax year 2024, personal property taxes were levied on this same parcel.

For the upcoming distress warrant issue on November 1, 2025
I recommend the County Sheriff collect upon the warrants.

No response was received from the Official on this finding.