

FREMONT COUNTY, IDAHO

Report Of Audit  
LPW GRANT NUMBER 07-51-23165  
October 25, 1979

**BURNETT, HUMPHERYS & MASON**  
CERTIFIED PUBLIC ACCOUNTANTS  
IDAHO FALLS, IDAHO

## BURNETT, HUMPHERYS & MASON

CERTIFIED PUBLIC ACCOUNTANTS

490 MEMORIAL DRIVE  
IDAHO FALLS, IDAHO 83401

212 CENTRAL BUILDING  
POCATELLO, IDAHO 83201

Fremont County, Idaho  
127 W. 1st North  
St. Anthony, Idaho 83445

### Board of Commissioners:

This report is to present the results of our final audit of Fremont County, Idaho, as required by the U. S. Department of Commerce, Economic Development Administration (EDA), Office of Public Works for LPW grant number 07-51-23165. This grant requires the grantee to construct a new community facility to improve the crossing of the St. Anthony-Union Canal. The grant provides for reimbursement of costs incurred in an estimated amount not to exceed \$63,537.00.

The objectives of our examination were to (i) review, test and report upon costs incurred under the grant, and (ii) review, test and report on compliance with grant terms, conditions and EDA requirements. Accordingly, we have performed an examination of the costs incurred by the grantee and reviewed its method of complying with the LPW grant requirements for the period from September 28, 1977 through October 25, 1979. Our work did not constitute an audit of financial statements prepared by the organization, other than the Statement of Project Costs Claimed from September 28, 1977 through October 25, 1979 (Exhibit A), and the Status of Grant Fund Payments as of October 25, 1979 (Exhibit B).

Details concerning the scope of audits, the results of audit and the discussion of the audit results with the grantee officials for each of the areas described below, are presented in the referenced attachments:

### Financial Activities--Attachment I

#### Accountants' Report

Exhibit A--Statement Of Project Costs Claimed From  
September 28, 1977 Through October 25,  
1979, And Comparison Of Accepted Project  
Costs With Estimated Project Costs

Exhibit B--Statement Of Status Of Grant Fund  
Payments As Of October 25, 1979

Compliance With Grant Terms And Conditions And Other EDA  
LPW Requirements--Attachment 2

Fremont County, Idaho  
Board of Commissioners  
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This report is intended for use in connection with the grant to which it refers and should not be used for any other purpose.

In accordance with the "Audit Instructions for Local Public Works Grant Under Title I of the Public Works Employment Acts of 1976 and 1977 and Revision 2 thereto", we have sent seven (7) copies of this report and attachments to the U. S. Department of Commerce, San Francisco Regional Office Audit Manager.

BURNETT, HUMPHERYS & MASON

*Burnett, Humpherys & Mason*

Idaho Falls, Idaho  
October 29, 1979

## BURNETT, HUMPHERYS & MASON

CERTIFIED PUBLIC ACCOUNTANTS

490 MEMORIAL DRIVE  
IDAHO FALLS, IDAHO 83401

212 CENTRAL BUILDING  
BOCATELLO, IDAHO 83201  
Attachment 1

### ACCOUNTANTS' REPORT

Fremont County, Idaho  
St. Anthony, Idaho

The Honorable Board of County Commissioners:

We have examined Fremont County, Idaho Statements of Project Costs Claimed and Status of Grant Fund Payments as of and for the period ended October 25, 1979, and tested financial transactions, accounts, reports and related supporting documentation. Our examination was made in accordance with generally accepted auditing standards and the standards for audit of financial transactions, accounts, and reports, as set forth in the auditing standards for governmental activities published by the Comptroller General of the United States, and accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances, including those set forth in the Department of Commerce's "Audit Instructions for Local Public Works Grants Under Title I of the Public Works Employment Acts of 1976 and 1977 and Revision 2 thereto".

We noted that compensation for basic architect/engineering (A/E) services was based on the fee curve method of contracting. The use of the fee curve has been accepted because, at the time the grant was entered into, this method of contracting was not prohibited and was in accordance with accepted industry practice.

In our opinion, the accompanying statements of grant costs presents fairly the budgeted costs, costs claimed, and the status of grant funds for Grant No. 07-51-23165 as of October 25, 1979, in conformity with generally accepted accounting principles, the Department of Commerce's audit instructions referred to above and the specific financial terms of the grant agreement.

BURNETT, HUMPHERYS & MASON

*Burnett, Humpherys & Mason*

Idaho Falls, Idaho  
October 29, 1979

FREMONT COUNTY, IDAHO

Project No. 07-51-23165  
Statement Of Project Costs Claimed From September 28, 1977  
Through October 25, 1979, And Comparison Of Accepted  
Project Costs With Estimated Project Costs

<u>Cost Classification</u>	<u>Costs Claimed Per ED-113A</u>	<u>Audit Recommendations</u>		<u>Cost Estimates Per Grant</u>	<u>Overrun (Underrun)</u>
		<u>Questioned Costs</u>	<u>Accepted Costs</u>		
	(Note A)				
1. Administrative expenses . . .	\$ 476.00	\$ -----	\$ 476.00	\$ 476.00	\$ -----
2. Basic A/E fees, updating and/or completion of plans and specifications	4,546.00	-----	4,546.00	4,546.00	-----
3. Project inspection fees	1,136.00	-----	1,136.00	1,136.00	-----
4. Demolition and removal . . .	1,000.00	-----	1,000.00	1,000.00	-----
5. Construction and project improvements.	56,379.00	-----	56,379.00	56,379.00	-----
6. Miscellaneous costs . . . .	262.73	-----	262.73	-----	262.73
Totals for project . .	<u>\$63,799.73</u>	<u>\$ -----</u>	<u>\$63,799.73</u>	<u>\$63,537.00</u>	<u>\$ 262.73</u>

FREMONT COUNTY, IDAHO

Local Public Works Project No. 07-51-23165 Grant  
Statement Of Status Of Grant Fund Payments  
As Of October 25, 1979

Total authorized costs per grant budget . . . . .	<u>\$ 63,537.00</u>
Project costs (per ED-113A) . . . . .	\$ 63,799.73
Less: Questioned costs . . . . .	-----
Total acceptable project costs. . . . .	<u>\$ 63,799.73</u>
Amount of LPW grant payable . . . . .	\$ 63,537.00
Less payment made by Treasury checks. . . . .	<u>63,537.00</u>
Project balance at October 25, 1979 . . . . .	<u>\$ -----</u>

FREMONT COUNTY, IDAHO

Notes To Financial Statements

A. Financial Statement Presentation and Summary of Significant Accounting Policies:

1. The financial statements presented are prepared from only the accounts and financial transactions of the Local Public Works Project No. 07-51-23165 of Fremont County, Idaho. Accordingly, they do not present the financial position or results of operations of Fremont County, Idaho.
2. The financial transactions of the project are recorded in accordance with the terms and conditions of the grant, which are not inconsistent with generally accepted accounting principles.
3. Expenditures are recorded on the accrual basis of accounting. Purchases of equipment are recorded as costs.

B. Administrative expense, project inspection expense and \$152.69 of miscellaneous expense were all included in the engineer's fee curve billing. These services were performed by the engineer.

FREMONT COUNTY, IDAHO

Compliance With Grant Terms And Conditions  
And EDA LPW Requirements

In connection with our examination of the financial statements as reported in Attachment I, we have reviewed the terms and conditions of the grant and EDA/LPW instructions and have performed tests of operations and records applicable to the compliance requirements set forth in Parts II A and B of the audit program in the Department of Commerce Audit Instructions for Local Public Works Grants Under Title I of the Public Works Employment Acts of 1976 and 1977 and Revision 2 thereto.

In our opinion, for the items tested, the grantee complied in all material respects with the applicable compliance matters contained in Part II A of the audit program referred to above. Further, based upon procedures performed in accordance with Part II B, nothing came to our attention to indicate that the grantee had not complied in all material respects with all applicable items listed in Part II B of the audit program referred to above.

BURNETT, HUMPHERYS & MASON

*Burnett, Humpherys & Mason*

Idaho Falls, Idaho  
October 29, 1979