

CASS COUNTY GOVERNMENT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2006
Fargo, North Dakota

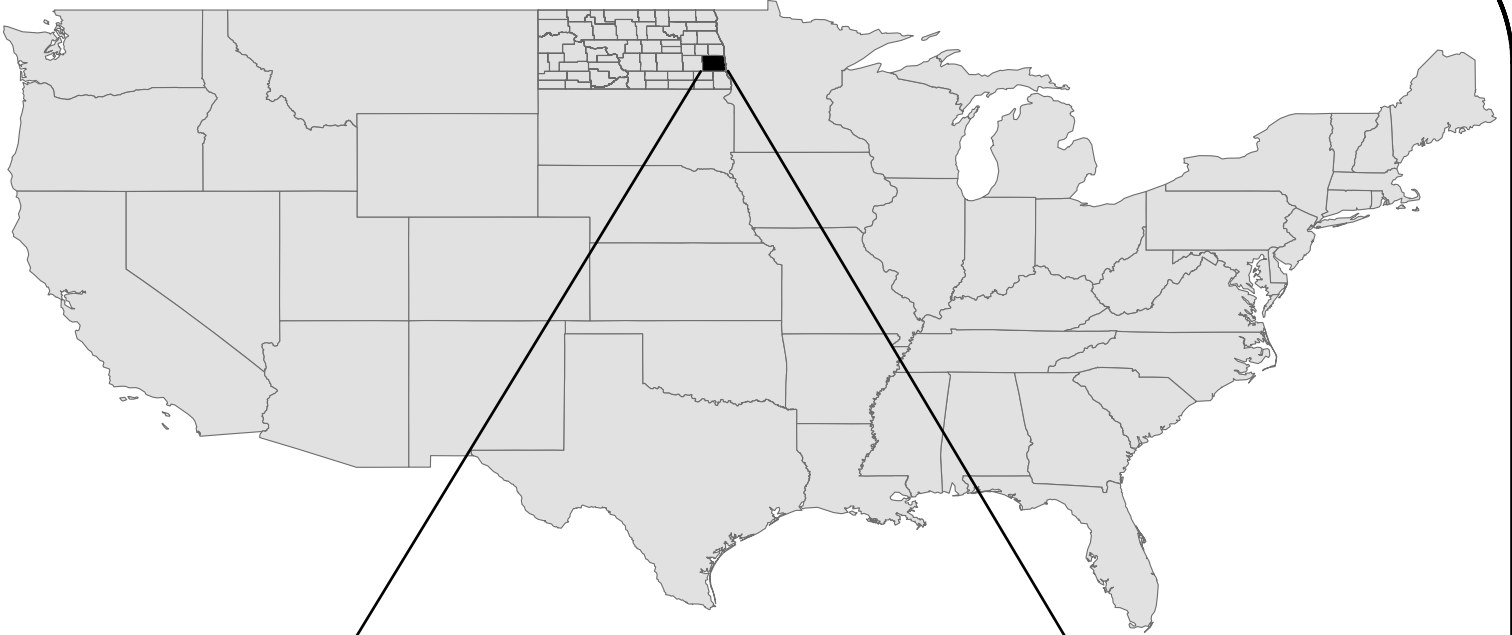
CASS COUNTY, NORTH DAKOTA

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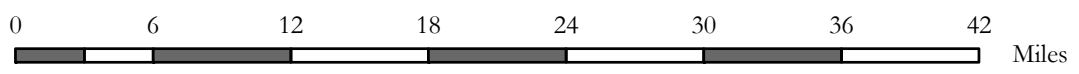
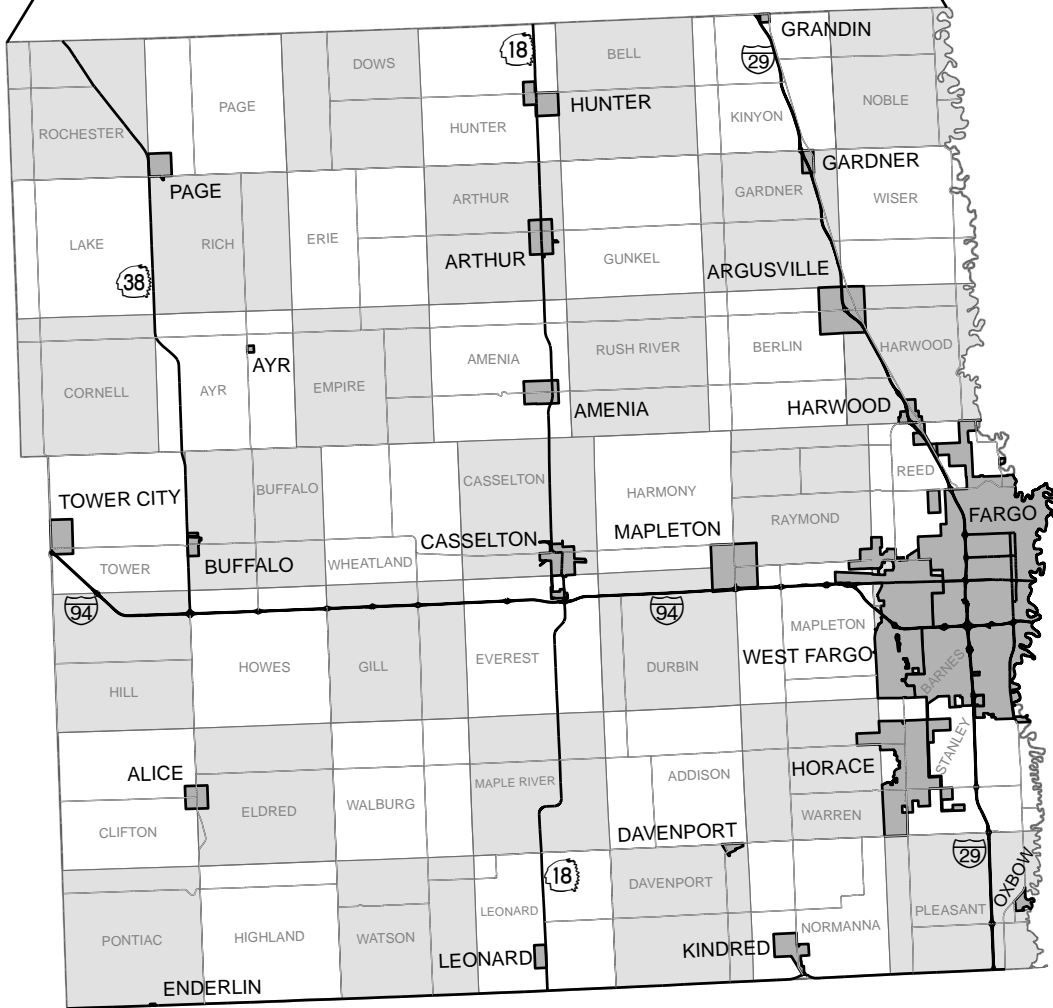
For the Year Ended December 31,
2006

Prepared by the County Auditor's Office

North Dakota



Cass County



**CASS COUNTY GOVERNMENT
Comprehensive Annual Financial Report
For the Year Ended December 31, 2006**

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INTRODUCTORY SECTION



May 31, 2007

Auditor

Honorable Chairman, Commissioners, and the Citizens of Cass County Government:

Michael Montplaisir, CPA
701-241-5601

The Comprehensive Annual Financial Report of Cass County is hereby submitted for the fiscal year ended December 31, 2006.

Treasurer

Charlotte Sandvik
701-241-5611

This report was prepared by the County Auditor's Office. The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Director of Equalization

Frank Klein
701-241-5616

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the County also is responsible for ensuring that an adequate internal control structure is in place to comply with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

The Office of the State Auditor has audited the County's financial statements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the year ended December 31, 2006, are fairly presented in conformity with GAAP. The auditor's report is included in the Financial Section of this report.

Federal funds received by the County are also subject to an annual program compliance audit under the requirements of the Single Audit Act and Office of Management and Budget Circular A-133. As part of the government's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the government has complied with applicable laws and regulations. There were no instances of material weaknesses in the internal control structure. The results of this examination for the fiscal year ended December 31, 2006 are incorporated in a separate report.

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211 Ninth Street South
Fargo, North Dakota 58103

Fax 701-241-5728

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes this transmittal letter, a Certificate of Achievement, the County organizational chart and a list of principal officials. The financial section includes the independent auditor's opinion, the management discussion and analysis (MD&A), basic financial statements, notes to the basic financial statements, and the combining and individual fund statements and schedules. The statistical section includes selected financial and demographic information, presented on a multi-year basis. The MD&A is a narrative introduction, overview and analysis of the county. The MD&A can be found immediately following the independent auditors' report (page 11). This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it.

The Notes to the Financial Statements are considered an integral and essential part of adequate disclosure and fair presentation of the basic financial statements. The notes include the summary of significant accounting policies applied to the matters relating to the financial position and results of operations of the County. The notes provide significant insight and are necessary to understand the financial statements.

Profile of the Government

Cass County is located on the eastern edge of North Dakota, bordering along the Red River, the boundary between North Dakota and Minnesota. The Red River Valley is one of the most fertile agricultural areas in the world. The economic condition and outlook of the County have remained strong; the County population grew almost twenty percent from 1990 to 2000, according to the latest census figures, while the overall increase in statewide population was less than one percent. Two of the fastest growing cities in North Dakota are located in Cass County, including the City of Fargo, home of the County Courthouse and administrative offices.

A board of five members elected for four-year terms governs the county. Each commissioner represents a population district of the county. The commissioners make policies regulating the functions of the many departments and see that these are carried out. Responsibilities of the board are; levy taxes, appropriations, authorize bonds, set salaries, approve bills, accept bids, and approve the annual county budget, just to mention a few

The County provides a full range of services. These services include tax assessment and collection; law enforcement and jail services; social services and public health services; the construction and maintenance of highways; and general administrative services.

The County is also accountable to the citizens of the county for the decisions and financial obligations of boards that are appointed by the governing body of the county. The County Commission appoints all of the board members for the Vector, Noxious Weed, and the four water resource districts located in the county. In addition to appointing the governing boards of these districts, the county is responsible for approving their budgets and tax levies. The activities of the Vector, Noxious Weed, and the four water resource districts are combined and shown in the component unit column of the financial statements.

The County supports, through grants, various senior citizen boards, ambulance and rescue squad boards, the fair board, and the historical society board. The County is not responsible for the activities of these boards and accordingly their financial information has not been included in this report. Note 1 of the Notes to the Financial Statements defines the reporting entity.

Readers of this report are reminded that certain assets reported in agency funds are held in the name of the County and represent funds held for others in a fiduciary capacity and, as such, are not available for the general use of the County.

The County Commission is required to adopt an annual budget on or before October 1 of each year. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Commission and to give County departments definite guidelines for operations. The County is legally required to maintain budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) at the fund level. The County's budgetary policy includes provisions for maintaining reserves at an adequate level (7% to 10% of budgeted expenditures) for each separate fund. The County also requires officials to maintain budgetary control at the department level.

Local Economy

Cass County is home to the state's second largest university, North Dakota State University, with a student body of over 10,500. Also serving the region are another state university and a private college, both located across the river in Moorhead, Minnesota.

The area is well known for quality health care services, with two major medical facilities, Dakota Clinic and the affiliated Innovis Hospital, and Meritcare Health System. These facilities serve a large area in both North Dakota and Minnesota, and have a combined daily patient volume of approximately 400 patients.

Cass County is a regional trade center that draws from eastern North Dakota, western Minnesota, and central Canada. Taxable sales and purchases through the fourth quarter of 2006 were \$2.2 billion, which represents a 2.9 percent increase from 2005. Sales have increased by an average 4 percent over the last ten years.

Over the past ten years, the taxable valuation of the County has been growing at an average rate of over 7.0 percent, and the population, as noted above, has been growing at an average rate of 2.0 percent. The taxable valuation growth has occurred mainly in the service industry and in new home construction. These growth trends are expected to continue.

Relevant Financial Policies

Cash Management

Cash is pooled for the purpose of increasing interest income through investment activities. Cash is primarily invested in demand deposits, money market accounts, and certificates of deposit. These amounts must be deposited in a financial institution situated and doing business within the state. The majority of County investments are short term.

Risk Management

The County is self-insured for various types of risk including group medical employee benefits and unemployment insurance. Insurance liability reserves as of December 31, 2006 are considered adequate by management to cover the ultimate cost to defend or settle claims arising from these risks.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Cass County for its comprehensive annual financial report for the fiscal year ended December 31, 2005. This was the thirteenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation of this report could not have been completed if it had not been for the commitment of the County Commission in improving the accounting, budgeting, and financial operation of the County. The Commission has provided the support and fiscal resources necessary to make this report possible. I would also like to acknowledge the professional expertise of Mary Matheson and Sheree Calkins, Accountants, and DeAnn Buckhouse, principal secretary, who assisted in the preparation of this report.

Respectfully submitted,



Michael Montplaisir, CPA
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Cass County Government North Dakota

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

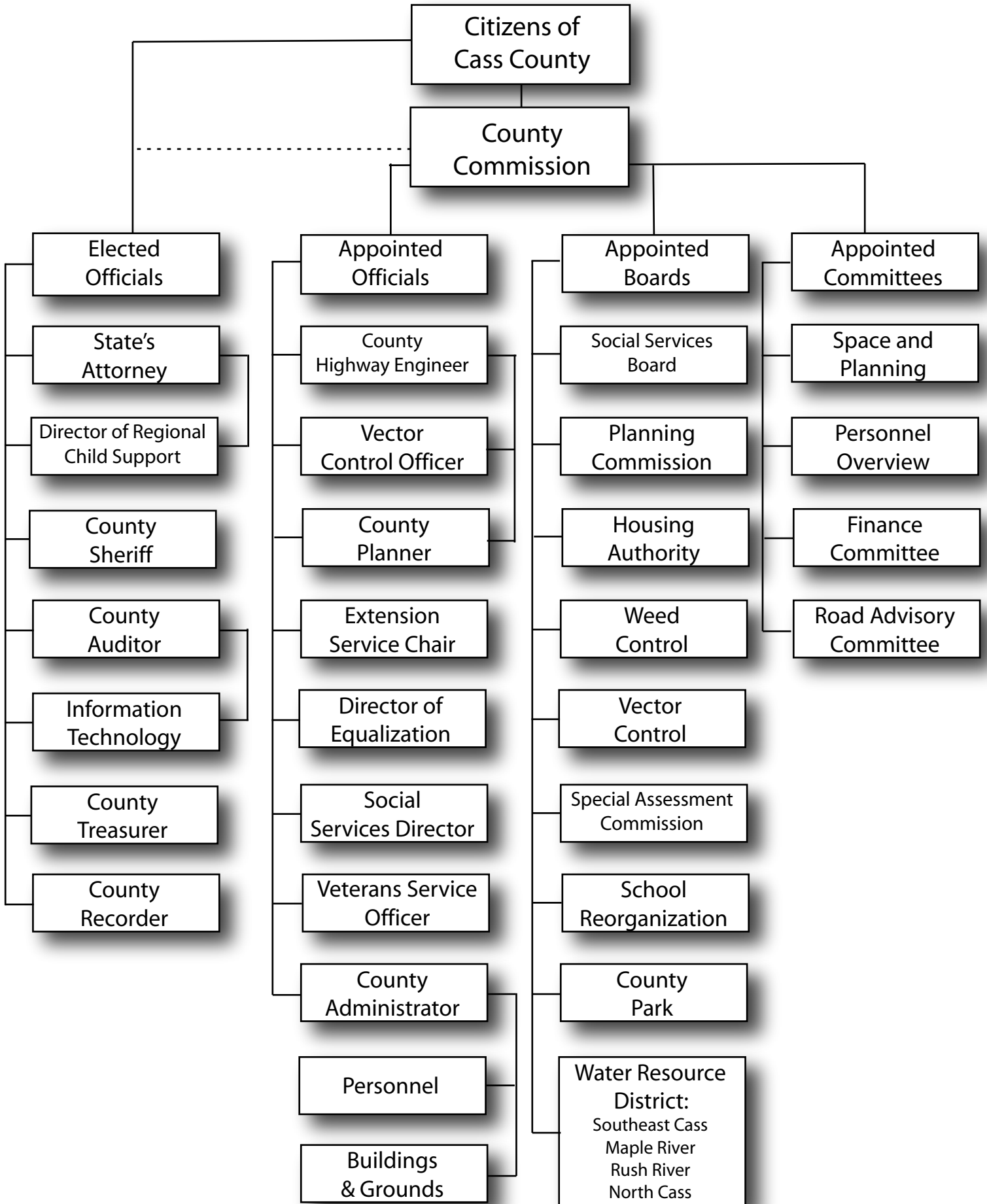


President

Executive Director

The Government Finance Officers of the United State and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Cass County Government for its comprehensive annual financial report for the fiscal year ending December 31, 2005. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and acceptable legal requirements.

Cass County Government 2006 Organizational Chart



**CASS COUNTY GOVERNMENT
COUNTY OFFICIALS**

Current Officials

Commissioners: Scott Wagner, Chairman
Kenneth Pawluk
Robyn Sorum
Darrell Vanyo
Vern Bennett

Auditor: Michael Montplaisir

Treasurer: Charlotte Sandvik

Sheriff: Paul Laney

Recorder: Jewel Spies

States Attorney: Birch Burdick

2006 Officials

Commissioners: Vern Bennett, Chairman
Kenneth Pawluk
Robyn Sorum
Darrell Vanyo
Scott Wagner

Auditor: Michael Montplaisir

Treasurer: Charlotte Sandvik

Sheriff: Donald Rudnick

Recorder: Deanna Kensrud

States Attorney: Birch Burdick

THIS PAGE HAS BEEN RESERVED FOR NOTES

FINANCIAL SECTION

STATE AUDITOR
ROBERT R. PETERSON
PHONE
(701) 328-2241



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MANAGER - MARV ECKMAN
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FARGO BRANCH OFFICE
(701) 239-7252
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STATE OF NORTH DAKOTA
OFFICE OF THE STATE AUDITOR
925 BASIN AVENUE
BISMARCK, ND 58504-6647

INDEPENDENT AUDITOR'S REPORT

To the Governing Board of Cass County
Fargo, North Dakota

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Cass County, Fargo, North Dakota, as of and for the year ended December 31, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Cass County, Fargo, North Dakota management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cass County, Fargo, North Dakota, as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund, the human service fund, and the county road and bridge fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued under separate cover, our report dated April 12, 2007 on our consideration of Cass County, Fargo, North Dakota internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 11 through 18 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

CASS COUNTY
Independent Auditor's Report - Continued

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cass County, Fargo, North Dakota basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, combining schedules of revenues, expenditures, and changes in fund balance – budget and actual, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, combining schedules of revenues, expenditures, and changes in fund balance – budget and actual have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Robert R. Peterson
State Auditor

April 12, 2007

CASS COUNTY GOVERNMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS

The County's management discussion and analysis offers readers of the County's financial statements a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2006. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, and in the financial statements and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- At December 31, 2006, the net assets of Cass County Government exceeded liabilities by \$107,737,729. Net assets invested in capital assets (net of depreciation and related debt) accounted for nearly 83% of this amount, with a value of \$89,756,013. Of the remaining net assets, \$5,052,351 is restricted for special purposes, \$9,822,678 is restricted for capital projects, and \$3,106,687 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors, without legal restriction.
- At December 31, 2006, the County's governmental funds reported combined ending fund balances of \$17,711,710, a decrease of \$1,475,327 over the previous year.
- At December 31, 2006, the unreserved fund balance for the General Fund was \$2,198,970 or 11% of total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business. They consist of the Statement of Net Assets and the Statement of Activities.

The Statement of Net Assets presents information on all the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as useful indicators of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the government's net assets changed during fiscal year 2006. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. Items such as uncollected taxes and earned but unused vacation leave will be included in the Statement of Activities as revenues and expenses, even though the cash associated with these items will not be received or distributed in 2006.

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the County include general government, public safety, highways and streets, conservation and economic development, relief and charities, and culture and recreation.

The government-wide financial statements include not only the County itself (known as the primary government), but also the following legally separate component units: Southeast Cass Water Resource District, Maple River Water Resource District, North Cass Water Resource District, Rush River Water Resource District, Cass County Vector Control District, and Cass County Noxious Weed District. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 19-21 of this report.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the County can be divided into three categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide statements. By doing so,

readers may better understand the long-term impact of the government's near-term financing decisions. The Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains thirty individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance for the General, Human Services, County Road and Bridge, Future Building and Jail Construction Funds, which are considered to be major funds. Data from the other twenty-five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the supplementary information section of this report.

The County adopts an annual appropriated budget for its general, budgeted special revenue, and debt service funds. A budgetary comparison statement has been provided for these funds to demonstrate budgetary compliance.

The basic governmental fund financial statements can be found on pages 24-37 of this report. Combining component unit statements can be found on pages 38-41.

Proprietary Funds

The county maintains one type of proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its health insurance, dental insurance, telephone trust, and motor pool. Because these services benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements in the supplementary information section of this report.

The basic proprietary fund financial statements can be found on pages 34-36 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is similar to proprietary funds.

The basic fiduciary fund financial statements can be found on pages 37 of this report.

NOTES TO THE FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 42-66 of this report.

OTHER INFORMATION

The combining statements referred to on page 13 in connection with non-major governmental funds and internal service funds are presented in the supplementary information section of this report. Combining and individual fund schedules can be found on pages 67-112 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

STATEMENT OF NET ASSETS

As noted earlier, net assets may serve, over time, as a useful indicator of a government's financial position. At the close of the fiscal year ended December 31, 2006, Cass County's assets exceeded liabilities by \$107,737,729.

Statement of Net Assets December 31, 2006 and 2005

	Governmental Activities	
	2006	2005
Current and Other Assets	\$ 29,392,633	\$ 29,773,900
Capital Assets	90,548,328	82,471,987
Total Assets	\$ 119,940,961	\$ 112,245,887
Long-Term Liabilities	\$ 1,236,515	\$ 1,405,019
Other Liabilities	10,966,716	9,979,405
Total Liabilities	\$ 12,203,231	\$ 11,384,424
Net Assets:		
Invested in Capital Assets Net of Related Debt	\$ 89,756,013	\$ 81,491,542
Restricted	14,875,029	15,901,640
Unrestricted	3,106,687	3,468,282
Total Net Assets	\$ 107,737,729	\$ 100,861,464

The largest portion of the County's net assets (83.3 %), reflects its investment in capital assets (e.g. land, buildings, and equipment), less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (13.8 %) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$3,106,687) may be used to meet the government's ongoing obligations to its citizens and creditors.

STATEMENT OF CHANGES IN NET ASSETS

Governmental activities increased the County's net assets by \$6,876,263. Key elements in changes in net assets are shown in the following table.

	Governmental Activities	
	2006	2005
Revenues:		
Program Revenues:		
Charges for Services	\$ 4,723,970	\$ 4,209,856
Operating Grants and Contributions	13,620,308	13,528,229
Capital Grants and Contributions	3,628,725	2,909,749
General Revenues:		
Property Taxes	20,913,355	20,010,985
Sales Tax	2,412	40,209
Estate Tax	313,134	1,960,172
State Share Revenues	2,727,366	2,553,626
Other	1,625,620	822,897
Total Revenues	\$ 47,554,890	\$ 46,035,723
Expenses:		
General Government	\$ 8,337,708	\$ 6,938,087
Public Safety	14,801,716	15,379,112
Highways and Streets	5,722,810	6,929,374
Relief and Charities	9,526,530	8,974,484
Conservation Economic Development	1,591,068	1,529,573
Culture & Recreation	627,911	531,426
Interest on Long-Term Debt	70,884	46,550
Total Expenses	\$ 40,678,626	\$ 40,328,605
Increase in Net Assets	\$ 6,876,263	\$ 5,707,118
Net Assets – January 1	100,861,464	95,154,347
Net Assets – December 31	<u>\$ 107,737,729</u>	<u>\$ 100,861,464</u>

Total revenues for 2006 were \$47,554,890. Property tax revenue accounted for 44% of total revenues. Other taxes accounted for 1%, operating grants accounted for 29%, capital grants accounted for 8%, and the remaining 18% came from charges for services, state shared revenues and interest income.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The County has three fund categories: Governmental Funds, Proprietary Funds and Fiduciary Funds.

GOVERNMENTAL FUNDS

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, the unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of fiscal year 2006, the County's governmental funds reported combined ending fund balances of \$17,711,710, a decrease of \$1,475,327 compared with the previous year. The General, Human Services, County Road and Bridge, Future Building and Jail Construction Funds are reported as major funds.

The General Fund is the chief operating fund of the County. At the end of the fiscal year 2006, unreserved fund balance of the General Fund was \$2,198,970, while total fund balance was \$2,430,654. As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unreserved fund balance represents 11% of total General Fund expenditures.

The County's General Fund balance decreased by \$416,170 during 2006 as a result of the county's governing board efforts to closely match revenues with expenses each year. The County Commission has a policy of maintaining a cash reserve of approximately 10% of budgeted expenditures. When the reserve is greater than 10% the County Commission adjusts tax rates to decrease revenue and bring the reserve closer to the 10% goal.

The Human Service Fund balance at December 31, 2006 was \$2,035,333 – a decrease of \$14,422 over December 2005. The decrease was primarily due to salary increases and reducing the mill levy.

The fund balance of the County Road and Bridge Fund at December 31, 2006 was \$2,080,715. This was an increase of \$1,485,482 over 2005. The increase was the result of budgeting to increase reserves for preparation of future construction projects.

The Future Building Fund is funded by estate tax collections and as such the revenue is extremely unpredictable. The fund is used for building renovations and minor construction projects. The fund balance at December 31, 2006 was \$7,496,155; an increase of \$665,134 over December 2005. The increase in fund balance was due to increased interest income and a postponement of a budgeted capital project.

The fund balance of the Jail Construction Fund was \$2,208,785 at December 31, 2006; a decrease of \$2,952,078. This fund was established to provide for the construction, maintenance, operation, and future expansion of the county jail. During the 2006 year the county started the construction on an addition to the jail.

General Fund Budgetary Highlights

Differences between the General Fund's original budget and the final amended budget were \$1,973,708 in revenues and \$2,019,521 in expenditures. The budgeted revenues and expenditures increased due to a homeland security grant awarded to the county.

The General Fund's actual revenue was \$49,128 less than the final budget and the actual expenditures were \$622,566 less than the final budget. The variance is a result of the departments under spending their budgets.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

As of December 31, 2006, the County's investment in capital assets for its governmental activities, net of accumulated depreciation, amounts to \$90,548,328. This investment in capital assets includes, land, construction in progress, buildings, improvement other than buildings, machinery and equipment, and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was \$8,076,342.

Major capital asset events during the current fiscal year included the following:

- Construction in progress for the jail addition project.
- Construction of road and bridge infrastructure.
- Replacement of sheriff vehicles and heavy equipment for the road department.

The following is a schedule of capital assets net of accumulated depreciation as of December 31, 2006 and 2005:

	Governmental Activities	
	2006	2005
Land	\$ 8,974,094	\$ 8,946,638
Construction in Progress	3,178,089	2,677,404
Buildings	18,944,524	19,438,166
Improvement Other than Buildings	1,911,590	1,960,600
Machinery and Equipment	3,432,018	3,435,293
Infrastructure	54,108,013	46,013,886
Total	\$ 90,548,328	\$ 82,471,987

Additional information on the County's capital assets can be found in Note 5 on page 53-56 of this report.

LONG-TERM DEBT

At the end of fiscal year 2006, the County had total debt outstanding of \$2,524,444. Of this amount, \$608,481 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remainder of the County's debt consists of special assessments payable, leases payable, and compensated absences.

The following is a schedule of the outstanding long-term debt as of December 31, 2006 and 2005:

	Governmental Activities	
	2006	2005
Special Assessment Bonds	\$ 608,481	\$ 672,037
Special Assessments Payable	3,970	4,224
Leases Payable	792,315	980,445
Compensated Absences	1,119,679	1,037,727
Total	\$ <u>2,524,444</u>	\$ <u>2,694,433</u>

Additional information on the County's debt can be found in Note 7 on pages 57-63 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The unemployment rate for the County at December 31, 2006 was 2.6%. This represents a decrease of .1% from the prior year.
- The taxable value of all property located in the county has increased by over 6% in each year for the last five years.
- The taxable sales in the county increased by 2.9% from the prior fiscal year.

REQUESTS FOR INFORMATION

This financial report is designed to present users with a general overview of the County's finances and to demonstrate the County's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, contact the County Auditor's Office, Box 2806, Fargo, ND 58108-2806.

**BASIC FINANCIAL
STATEMENTS**

CASS COUNTY GOVERNMENT
Statement of Net Assets
December 31, 2006

	Primary Government	
	Governmental Activities	Component Units
ASSETS		
Cash and cash equivalents	\$ 25,922,398	\$ 5,522,390
Receivables (net of allowance for uncollectibles):		
Accounts	182,833	4,304
Due From Primary Government	-	33,087
Delinquent Tax	520,800	83,816
Due From Other Governments	1,879,471	1,445,720
Special Assessments	-	52,117
Inventories	228,292	48,390
Prepays	191,994	8,596
Uncertified Special Assessments Receivable	466,845	7,172,503
Capital Assets Not Being Depreciated:		
Land	8,974,094	10,263,200
Construction in progress	3,178,089	24,059,160
Capital assets (net of accumulated depreciation):		
Buildings	18,944,524	24,633
Improvements other than buildings	1,911,590	-
Machinery and equipment	3,432,018	229,810
Infrastructure	54,108,013	63,127,593
Total assets	\$ 119,940,961	\$ 112,075,318
LIABILITIES		
Accounts payable	\$ 1,596,204	\$ 688,458
Retainages Payable	328,024	848,549
Interest Payable	32,979	55,522
Deposits	221,748	-
IBNR Claims	191,966	-
Due to Inmates	6,518	-
Unearned Revenue	7,301,349	231,088
Noncurrent liabilities:		
Due within one year	1,287,928	836,491
Due in more than one year	1,236,515	7,962,978
Total liabilities	\$ 12,203,231	\$ 10,623,086
NET ASSETS		
Invested in capital assets net of related debt	\$ 89,756,013	\$ 88,915,989
Restricted for:		
General Government	417,486	-
Public Safety	649,183	-
Highway and Streets	2,037,224	-
Relief and Charities	1,821,439	-
Culture and Recreation	106,259	-
Conservation and Economic Development	20,760	-
Conservation of Natural Resources	-	4,174,495
Debt Service	-	8,564,944
Capital Projects	9,822,678	-
Unrestricted	3,106,687	(203,196)
Total Net assets	\$ 107,737,729	\$ 101,452,230

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

CASS COUNTY GOVERNMENT
Statement of Activities
For the Year Ended December 31, 2006

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	
Functions/Programs				
Primary government:				
Governmental activities:				
General government	\$ 8,337,708	\$ 1,409,888	\$ 55,458	\$ -
Public safety	14,801,716	2,274,642	3,273,421	-
Highways and streets	5,722,810	796,453	7,642,342	3,628,725
Relief and charities	9,526,530	201,781	2,369,816	-
Conservation & economic development	1,591,068	41,206	54,979	-
Culture and recreation	627,911	-	224,292	-
Interest on long-term debt	70,884	-	-	-
Total primary government	<u>\$ 40,678,626</u>	<u>\$ 4,723,970</u>	<u>\$ 13,620,308</u>	<u>\$ 3,628,725</u>
Component units:				
Water resource districts	\$ 5,873,525	\$ 1,930,085	\$ 9,026,202	\$ 200,000
Noxious weed	359,909	50,805	-	-
Vector control	635,382	235,865	-	-
Total component units	<u>\$ 6,868,816</u>	<u>\$ 2,216,755</u>	<u>\$ 9,026,202</u>	<u>\$ 200,000</u>

General revenues:
Property taxes
Sales taxes
Estate Taxes
Unrestricted State Shared Revenues
Gain on Sale of Capital Assets
Unrestricted investment earnings
Miscellaneous Revenue

Total general revenues
Changes in net assets
Net assets - beginning
Prior Period Adjustment
Net assets - ending

The accompanying notes are an integral part of the financial statements.

Net (Expense) Revenue and Changes in Net Assets		
Primary Government		
Governmental Activities		Component Units
\$	(6,872,363)	\$ -
	(9,253,652)	-
	6,344,710	-
	(6,954,932)	-
	(1,494,883)	-
	(403,619)	-
	(70,884)	-
<u>\$</u>	<u>(18,705,623)</u>	<u>\$ -</u>
\$	-	\$ 5,282,762
	-	(309,105)
	-	(399,517)
<u>\$</u>	<u>-</u>	<u>\$ 4,574,140</u>
\$	20,913,355	\$ 2,023,814
	2,412	-
	313,134	-
	2,727,366	24,367
		23,460
	1,409,356	136,195
	216,264	316,335
<u>\$</u>	<u>25,581,887</u>	<u>\$ 2,524,171</u>
	6,876,263	7,098,311
	100,861,464	90,254,660
		4,099,259
<u>\$</u>	<u>107,737,729</u>	<u>\$ 101,452,230</u>

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**FUND FINANCIAL
STATEMENTS**

THIS PAGE HAS BEEN RESERVED FOR NOTES

CASS COUNTY GOVERNMENT
Balance Sheet
Governmental Funds
December 31, 2006

<u>ASSETS</u>	<u>General</u>	<u>Human Services</u>	<u>County Road and Bridge</u>
<u>Assets:</u>			
Cash and Cash Equivalents	\$ 5,552,235	\$ 4,030,192	\$ 2,812,029
Receivables:			
Taxes	271,133	161,670	74,492
Accounts	29,050	4,965	4,190
Due From Other Governments	925,082	275,095	628,034
Due From Other Funds	-	45,344	3,628
Inventory	5,856	-	146,552
Inventory of supplies, at cost	75,884	-	-
Prepaid Items	149,943	13,377	28,194
TOTAL ASSETS	<u>7,009,183</u>	<u>4,530,643</u>	<u>3,697,119</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	427,183	139,537	472,694
Retainages Payable	-	-	16,866
Deferred Revenues	4,102,375	2,355,773	1,126,844
Due to Inmates	-	-	-
Due to Other Funds	48,972	-	-
Total Liabilities	<u>4,578,529</u>	<u>2,495,310</u>	<u>1,616,404</u>
 <u>Fund Balances:</u>			
Reserved for Inventory	81,741	-	146,552
Reserved for Prepaid Items	149,943	13,377	28,194
Reserved for Debt Service	-	-	-
Unreserved, reported in:			
General Fund	2,198,970	-	-
Special Revenue Funds	-	2,021,956	1,905,968
Capital Projects Funds	-	-	-
Total Fund Balances	<u>2,430,654</u>	<u>2,035,333</u>	<u>2,080,715</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 7,009,183</u>	 <u>\$ 4,530,643</u>	 <u>\$ 3,697,119</u>

The accompanying notes are an integral part of the financial statements.

Future Building	Jail Construction	Other Governmental Funds	Total Governmental Funds
\$ 7,496,155	\$ 2,723,950	\$ 1,842,067	\$ 24,456,628
-	-	13,506	520,800
-	-	137,451	175,656
-	-	51,261	1,879,471
-	-	1,161	50,133
-	-	-	152,408
-	-	-	75,884
-	-	480	191,994
<u>7,496,155</u>	<u>2,723,950</u>	<u>2,045,926</u>	<u>27,502,975</u>
-	204,007	341,020	1,584,441
-	311,158	-	328,024
-	-	237,158	7,822,149
-	-	6,518	6,518
-	-	1,161	50,133
<u>-</u>	<u>515,166</u>	<u>585,857</u>	<u>9,791,265</u>
-	-	-	228,293
-	-	480	191,994
-	-	158,762	158,762
-	-	-	2,198,970
-	-	1,183,088	5,111,013
<u>7,496,155</u>	<u>2,208,785</u>	<u>117,738</u>	<u>9,822,678</u>
<u>7,496,155</u>	<u>2,208,785</u>	<u>1,460,068</u>	<u>17,711,710</u>
<u>\$ 7,496,155</u>	<u>\$ 2,723,950</u>	<u>\$ 2,045,926</u>	<u>\$ 27,502,975</u>

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CASS COUNTY GOVERNMENT
Reconciliation of Fund Balances on the Balance Sheet
for Governmental Funds to Net Assets of
Governmental Activities on the Statement of Net Assets
December 31, 2006

Fund balance - total governmental funds		\$ 17,711,710
Amounts reported for governmental activities in the statement of net assets are different because:		
Add - Capital Assets	\$ 146,094,921	
Deduct - accumulated depreciation	<u>(55,721,323)</u>	
Net Assets		90,373,599
Property taxes and special assessments receivable will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are reported as deferred revenues in the funds		
		520,800
Long-term uncertified special assessments receivable are not reported in the funds because they are unavailable to pay the current period's expenditures.		
		466,845
Internal service funds are used by management to charge the costs of certain equipment usage and self-insurance to individual governmental funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		
Add - net assets of governmental activities accounted for in the internal service funds		1,222,199
Certain liabilities, such as bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences payable	(1,119,678)	
Leases payable	(792,315)	
Special assessments payable	(3,970)	
Special assessments bonds payable	(623,822)	
Unamortized Bond Discount	5,098	
Unamortized Bond Issuance Costs	10,243	
Interest Payable	<u>(32,979)</u>	
Total long term liabilities		<u>(2,557,422)</u>
Net assets of governmental activities		<u>\$ 107,737,729</u>

The accompanying notes are an integral part of these financial statements

CASS COUNTY GOVERNMENT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended December 31, 2006

	General Fund	Human Services	County Road and Bridge
<u>REVENUES</u>			
Taxes:			
Property	\$ 10,799,063	\$ 6,579,934	\$ 3,082,423
Sales	-	-	-
Licenses, permits and fees	45,930	81,118	52,255
Intergovernmental revenues	5,976,613	2,369,816	7,642,342
Charges for services	2,559,120	120,194	724,721
Miscellaneous revenues	533,935	245,587	132,050
	<hr/>	<hr/>	<hr/>
Total Revenues	19,914,661	9,396,648	11,633,791
<u>EXPENDITURES</u>			
Current:			
General government	5,051,435	-	-
Public Safety	13,580,126	-	-
Highways and streets	-	-	10,348,744
Relief and charities	-	9,411,070	-
Culture and recreation	-	-	-
Conservation & economic development	1,574,770	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirement	166,593	-	21,537
Interest	23,906	-	5,148
Fiscal charges	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	20,396,831	9,411,070	10,375,429
Excess (deficiency) of revenues over (under) expenditures	<hr/> (482,170) <hr/>	<hr/> (14,422) <hr/>	<hr/> 1,258,362 <hr/>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	43,000	-	213,000
Transfers out	-	-	(4,262)
Sale of capital assets	23,000	-	18,382
Total of other financing sources and uses	<hr/> 66,000 <hr/>	<hr/> - <hr/>	<hr/> 227,120 <hr/>
Net change in fund balances	<hr/> (416,170) <hr/>	<hr/> (14,422) <hr/>	<hr/> 1,485,482 <hr/>
Fund balances - beginning	<hr/> 2,846,824 <hr/>	<hr/> 2,049,754 <hr/>	<hr/> 595,234 <hr/>
Fund balances - ending	<hr/> <u>\$ 2,430,654</u> <hr/>	<hr/> <u>\$ 2,035,333</u> <hr/>	<hr/> <u>\$ 2,080,715</u> <hr/>

The accompanying notes are an integral part of the financial statements.

Future Building	Jail Construction	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 472,722	\$ 20,934,141
-	2,412	-	2,412
-	-	89,252	268,555
313,134	-	379,038	16,680,942
-	-	958,381	4,362,415
382,001	223,599	162,984	1,680,156
<u>695,134</u>	<u>226,011</u>	<u>2,062,377</u>	<u>43,928,621</u>
-	-	391,409	5,442,844
-	-	857,192	14,437,318
-	-	-	10,348,744
-	-	26,915	9,437,985
-	-	621,408	621,408
-	-	10,450	1,585,220
30,000	3,178,089	49,659	3,257,748
-	-	64,700	252,830
-	-	29,524	58,578
-	-	2,655	2,655
<u>30,000</u>	<u>3,178,089</u>	<u>2,053,912</u>	<u>45,445,330</u>
<u>665,134</u>	<u>(2,952,078)</u>	<u>8,465</u>	<u>(1,516,709)</u>
-	-	4,408	260,408
-	-	(256,146)	(260,408)
-	-	-	41,382
-	-	(251,738)	41,382
<u>665,134</u>	<u>(2,952,078)</u>	<u>(243,273)</u>	<u>(1,475,327)</u>
<u>6,831,020</u>	<u>5,160,863</u>	<u>1,703,340</u>	<u>19,187,035</u>
<u>\$ 7,496,155</u>	<u>\$ 2,208,785</u>	<u>\$ 1,460,068</u>	<u>\$ 17,711,710</u>

CASS COUNTY GOVERNMENT
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended December 31, 2006

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ (1,475,327)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital asset additions	\$ 14,837,161	
Current year depreciation expense	<u>(4,009,327)</u>	10,827,835

The effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets:

In the statement of activities, only the loss on the sale or disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increases financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold or disposed.

Retired assets	(2,950,956)	
Accumulated depreciation on retired assets	<u>200,645</u>	(2,750,312)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Increase in Taxes Receivable	54,022	
Decrease in Uncertified Special Assessments	<u>(56,482)</u>	(2,460)

Long term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which proceeds exceeded repayments.

Repayment of bonds	64,700	
Repayment of leases	188,130	
Repayment of specials	<u>254</u>	253,085

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in the governmental funds.

Net increase in interest payable	(8,508)	
Amorization of Bond Discounts	(380)	
Amorization of Bond Issuance Costs	(763)	
Net increase in compensated absences	<u>(81,951)</u>	(91,602)

Internal service funds are used by management to charge the costs of the motor pool, employee health insurance and the telephone system to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.

115,043

Change in net assets of governmental activities \$ 6,876,263

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

CASS COUNTY GOVERNMENT
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2006

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 10,946,510	\$ 10,946,410	\$ 10,799,063	\$ (147,348)
Licenses, Permits and Fees	46,250	46,250	45,930	(320)
Intergovernmental Revenues	4,308,065	6,233,873	5,976,613	(257,260)
Charges for Services	2,462,225	2,510,225	2,559,120	48,895
Miscellaneous Revenues	227,030	227,030	533,935	306,905
Total Revenues	17,990,080	19,963,788	19,914,661	(49,128)
<u>Expenditures:</u>				
Current:				
General Government:				
County Commission	725,658	738,992	699,071	39,921
County Administrator	1,561,656	1,548,323	1,421,415	126,908
Information Technology	997,531	997,531	930,412	67,119
Auditor	846,409	880,409	863,416	16,993
Treasurer	286,025	286,025	275,663	10,362
County Recorder	482,017	482,017	464,591	17,426
Director of Tax Equalization	154,905	154,905	143,318	11,587
Veterans Service	196,607	196,607	190,418	6,189
County Planning	72,826	72,826	63,132	9,694
Total General Government	5,323,634	5,357,635	5,051,435	306,199
Public Safety:				
Emergency Management	153,912	2,044,870	1,666,637	378,233
County Sheriff	8,827,935	8,889,335	8,949,023	(59,688)
States Attorney	3,061,652	3,061,652	2,955,096	106,556
Cemetery	6,379	6,379	9,371	(2,992)
Total Public Safety	12,049,878	14,002,236	13,580,126	422,110
Conservation & Econ. Development:				
County Extension Agent	367,714	400,876	394,905	5,971
Public Service Agencies	1,174,650	1,174,650	1,179,865	(5,215)
Total Conservation & Econ Dev	1,542,364	1,575,526	1,574,770	756
Debt Service:				
Principal	80,500	80,500	166,593	(86,093)
Interest	3,500	3,500	23,906	(20,406)
Total Debt Service	84,000	84,000	190,500	(106,500)
Total Expenditures	18,999,876	21,019,397	20,396,831	622,566
Excess (deficiency) of revenues over (Under) expenditures	(1,009,796)	(1,055,609)	(482,170)	573,438
<u>Other Financing Sources (Uses):</u>				
Transfers In	40,000	40,000	43,000	3,000
Sale of Property	5,000	5,000	23,000	18,000
Total Other Financing Sources and (Uses)	45,000	45,000	66,000	21,000
Net change in fund balances	(964,796)	(1,010,609)	(416,170)	594,438
Fund Balance - Beginning	2,846,824	2,846,824	2,846,824	-
Fund Balance - Ending	\$ 1,882,028	\$ 1,836,215	\$ 2,430,654	\$ 594,438

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
Human Service
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2006

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 6,655,551	\$ 6,655,551	\$ 6,579,934	\$ (75,617)
Licenses, Permits and Fees	84,790	84,790	81,118	(3,673)
Intergovernmental Revenues	2,406,474	2,406,474	2,369,816	(36,658)
Charges for Services	90,144	90,144	120,194	30,050
Miscellaneous Revenues	107,392	107,392	245,587	138,195
Total Revenues	9,344,351	9,344,351	9,396,648	52,297
<u>Expenditures:</u>				
Current:				
Relief and Charities	9,833,171	9,833,171	9,411,070	422,101
Total Expenditures	9,833,171	9,833,171	9,411,070	422,101
Excess (deficiency) of revenues over (under) expenditures	(488,820)	(488,820)	(14,421)	474,398
Fund Balance - Beginning	2,049,754	2,049,754	2,049,754	-
Fund Balance - Ending	<u>\$ 1,560,934</u>	<u>\$ 1,560,934</u>	<u>\$ 2,035,333</u>	<u>\$ 474,398</u>

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
County Road and Bridge
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2006

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 3,121,517	\$ 3,121,517	\$ 3,082,423	\$ (39,094)
Licenses, Permits and Fees	-	-	52,255	52,255
Intergovernmental Revenues	5,210,511	7,533,141	7,642,342	109,201
Charges for Services	757,500	757,500	724,721	(32,779)
Miscellaneous Revenues	110,424	110,424	132,050	21,626
Total Revenues	9,199,952	11,522,582	11,633,791	111,209
<u>Expenditures:</u>				
Current:				
Highways and Streets	8,622,210	10,379,525	10,348,744	30,781
Debt Service :				
Principal		21,537	21,537	-
Interest		5,148	5,148	-
Total Expenditures	8,622,210	10,406,210	10,375,429	30,781
Excess (deficiency) of revenues over (under) expenditures	577,742	1,116,372	1,258,362	141,990
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	213,000	213,000	-
Sale of Property	-	-	18,382	18,382
Transfers Out			(4,262)	(4,262)
Total Other Financing Sources and (Uses)	-	213,000	227,120	14,120
Net change in fund balances	577,742	1,329,372	1,485,482	156,110
Fund Balance - Beginning	595,234	595,234	595,234	-
Fund Balance - Ending	\$ 1,172,976	\$ 1,924,606	\$ 2,080,715	\$ 156,110

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
Proprietary Funds
Statement of Net Assets
December 31, 2006

	Governmental Activities
	Internal Service Funds
<u>ASSETS</u>	
Current Assets:	
Cash and Investments	\$ 1,465,770
Due From Other Funds	27,966
Accounts Receivable	7,177
Total Current Assets	1,500,913
Noncurrent Assets:	
Capital Assets	402,341
Less: Accumulated Depreciation	(227,612)
Total Noncurrent Assets	174,729
Total Assets	\$ 1,675,642
<u>LIABILITIES</u>	
<u>Current Liabilities</u>	
Accounts Payable	\$ 11,763
Deposits	221,748
IBNR Claims	191,966
Due to Other Funds	27,966
Total Liabilities	\$ 453,443
<u>Net Assets</u>	
Invested in Capital Assets	\$ 174,729
Unrestricted	1,047,470
Total Net Assets	\$ 1,222,199

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
Statement of Revenues, Expenses and
Changes in Net Assets
All Proprietary Fund Types
For the Year Ended December 31, 2006

	Governmental Activities
	Internal Service Funds
<u>Operating Revenues:</u>	
Premiums	\$ 2,369,370
Charges for Services	178,927
Miscellaneous	19,313
Total Operating Revenues	2,567,610
<u>Operating Expenses:</u>	
Premiums	227,315
Medical Services	5,100
Telephone Service	42,947
Maintenance Agreements	24,527
Administrative Fees	139,421
Collision Repair/Replacement	40,733
Benefit Payments	1,801,535
IBNR Claims	191,966
Depreciation Expense	43,608
Total Operating Expenses	2,517,152
Operating Income	50,458
<u>Nonoperating Revenues (Expenses):</u>	
Interest Income	69,412
Loss on Disposal of Capital Assets	(4,827)
Total Nonoperating Revenues (Expenses)	64,585
Change in Net Assets	115,043
Total Net Assets Beginning	1,107,155
Total Net Assets Ending	\$ 1,222,199

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
Statement of Cash Flows
All Proprietary Fund Types
For the Year Ended December 31, 2006

	Governmental Activities
	Internal Service Funds
<u>Cash Flows From Operating Activities:</u>	
Receipts from customers	\$ 2,544,051
Payments to suppliers	(472,005)
Claims paid	(1,989,705)
Other receipts	19,313
	101,654
<u>Cash Flows From Capital and Related Financing Activities:</u>	
Purchase of capital assets	(49,185)
Proceeds on Sale of Capital Assets	1,932
	(47,253)
<u>Cash Flows From Investing Activities:</u>	
Interest income	69,412
	123,814
Net Increase in cash and cash equivalents	123,814
Cash and cash equivalents -beginning of the year	1,341,957
Cash and cash equivalents - end of the year	1,465,770
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>	
Operating income	50,458
Adjustments to reconcile operating income to net cash flows from operating activities:	
Depreciation	43,608
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(4,246)
Increase (decrease) in accounts payable	8,037
Increase (decrease) in premium deposit funds	27,768
Increase (decrease) in IBNR claims	(23,972)
Net cash provided by operating activities	\$ 101,654

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2006

<u>ASSETS</u>	<u>Agency Funds</u>
Cash and Investments	\$ 55,634,781
Total Assets	<u>\$ 55,634,781</u>
 <u>LIABILITIES</u>	
Accounts Payable	63,934
Due to Component Units	33,087
Deposits	<u>55,537,760</u>
Total Liabilities	<u>\$ 55,634,781</u>

The accompanying notes are an integral part of the financial statements.

CASS COUNTY GOVERNMENT
Statement of Net Assets
Component Units
December 31, 2006

	Southeast Cass WRD	North Cass WRD
<u>ASSETS</u>		
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 4,624,418	\$ 120,950
Receivables:		
Accounts Receivable	-	-
Taxes Receivable	51,905	6,281
Intergovernmental Receivable	1,420,074	617
Special Assessments	47,648	1,918
Due From Primary Government	21,757	3,071
Inventory		
Prepays	-	-
Long-Term Receivables:		
Uncertified Special Assessments Receivable	5,917,990	170,988
Capital Assets Not Being Depreciated:		
Land	6,035,220	1,015,784
Construction in Progress	24,059,160	-
Capital Assets (Net of Accumulated Depreciation)		
Buildings	-	-
Equipment	-	-
Infrastructure	46,606,592	4,031,979
TOTAL ASSETS	88,784,764	5,351,588
<u>LIABILITIES</u>		
<u>Liabilities:</u>		
Accounts Payable	609,758	144
Retainages Payable	833,946	-
Deferred Revenues	-	-
Interest Payable	45,507	1,632
Noncurrent Liabilities:		
Due within one year	741,290	15,851
Due in more than one year	6,635,881	229,250
Total Liabilities	8,866,382	246,877
<u>Net Assets</u>		
Investment in Capital Assets, Net of Related Debt	69,327,829	4,803,513
Restricted For:		
Conservation of Natural Resources	3,880,538	84,271
Debt Service	7,156,278	213,325
Unrestricted	(446,262)	3,601
Total Net Assets	\$ 79,918,382	\$ 5,104,711

The accompanying notes are an integral part of the financial statements.

Maple River WRD	Rush River WRD	Weed Control	Vector Control	Totals
\$ 276,016	\$ 113,798	\$ 258,209	\$ 128,998	\$ 5,522,390
-	-	1,103	3,201	4,304
5,768	2,877	8,877	8,109	83,816
24,430	599	-	-	1,445,720
1,582	969	-	-	52,117
3,914	4,345	-	-	33,087
-	-	-	48,390	48,390
-	-	1,142	7,454	8,596
346,391	737,134	-	-	7,172,503
1,342,838	1,869,357	-	-	10,263,200
-	-	-	-	24,059,160
-	-	24,633	-	24,633
-	-	64,010	165,800	229,810
6,874,720	5,614,302	-	-	63,127,593
<u>8,875,659</u>	<u>8,343,381</u>	<u>357,974</u>	<u>361,952</u>	<u>112,075,318</u>
76,006	1,809	284	457	688,458
7,613	6,990	-	-	848,549
-	-	109,190	121,898	231,088
3,516	4,868	-	-	55,522
36,150	38,753	965	3,482	836,491
390,000	707,847	-	-	7,962,978
<u>513,285</u>	<u>760,267</u>	<u>110,439</u>	<u>125,838</u>	<u>10,623,086</u>
7,792,558	6,737,646	88,643	165,800	88,915,989
168,665	41,021	-	-	4,174,495
395,473	799,867	-	-	8,564,944
5,678	4,581	158,892	70,314	(203,196)
<u>\$ 8,362,374</u>	<u>\$ 7,583,115</u>	<u>\$ 247,534</u>	<u>\$ 236,114</u>	<u>\$ 101,452,230</u>

CASS COUNTY GOVERNMENT
Statement of Activities
Component Units
For the Year Ended December 31, 2006

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	
Functions/Programs				
Component units:				
Southeast Cass Water Resource District	\$ 4,376,777	\$ 1,306,518	\$ 8,522,730	\$ 200,000
Maple River Water Resource District	688,560	257,632	295,318	-
North Cass Water Resource District	320,774	236,189	153,037	-
Rush River Water Resource District	487,414	129,746	55,116	-
Noxious weed	359,909	50,805	-	-
Vector control	635,382	235,865	-	-
Total component units	<u>\$ 6,868,816</u>	<u>\$ 2,216,755</u>	<u>\$ 9,026,202</u>	<u>\$ 200,000</u>

General revenues:
Property taxes
Unrestricted State Shared Revenue
Gain on Sale of Capital Assets
Unrestricted investment earnings
Miscellaneous Revenue

Total general revenues
Changes in net assets
Net assets - beginning
Prior period adjustment
Net assets - ending

The accompanying notes are an integral part of the financial statements.

**Net (Expense) Revenue and
Changes in Net Assets**

<u>Southeast Cass WRD</u>	<u>North Cass WRD</u>	<u>Maple River WRD</u>	<u>Rush River WRD</u>	<u>Weed Control</u>	<u>Vector Control</u>	<u>Total</u>
\$ 5,652,471	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,652,471
-	-	(135,610)	-	-	-	(135,610)
-	68,452	-	-	-	-	68,452
-	-	-	(302,552)	-	-	(302,552)
-	-	-	-	(309,105)	-	(309,105)
-	-	-	-	-	(399,517)	(399,517)
<u>\$ 5,652,471</u>	<u>\$ 68,452</u>	<u>\$ (135,610)</u>	<u>\$ (302,552)</u>	<u>\$ (309,105)</u>	<u>\$ (399,517)</u>	<u>\$ 4,574,140</u>
\$ 1,242,437	\$ 35,338	\$ 97,873	\$ 36,009	\$ 265,382	\$ 346,775	\$ 2,023,814
-	-	-	-	7,763	16,603	24,367
-	-	-	-	23,460	-	23,460
76,156	14,990	18,370	6,694	16,057	3,928	136,195
288,300	1	23,418	-	-	4,616	316,335
<u>\$ 1,606,893</u>	<u>\$ 50,330</u>	<u>\$ 139,661</u>	<u>\$ 42,703</u>	<u>\$ 312,662</u>	<u>\$ 371,922</u>	<u>\$ 2,524,171</u>
7,259,364	118,781	4,051	(259,849)	3,557	(27,595)	7,098,311
68,588,727	4,985,929	8,338,323	7,842,964	243,977	254,740	90,254,660
4,070,291	-	20,000	-	-	8,969	4,099,259
<u>\$ 79,918,382</u>	<u>\$ 5,104,711</u>	<u>\$ 8,362,374</u>	<u>\$ 7,583,115</u>	<u>\$ 247,533</u>	<u>\$ 236,114</u>	<u>\$ 101,452,230</u>

**CASS COUNTY GOVERNMENT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2006**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cass County operates under a Home Rule Charter passed by the voters in 1994. The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. The Financial Reporting Entity

For financial reporting purposes, Cass County has included all funds and has considered all potential component units for which Cass County is financially accountable, and other organizations for which the nature and significance of their relationship with Cass County are such that exclusion would cause the Cass County's financial statements to be misleading or incomplete. The Government Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of Cass County to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on Cass County.

Based on these criteria, Cass County has included six discretely presented component units within Cass County's reporting entity.

B. Individual Component Unit Disclosures

Discretely Presented Component Units. The component units' column in the combined financial statements include the financial data of the county's other component units. They are reported in a separate column to emphasize that they are legally separate from the county. The county board appoints the governing bodies of all of these component units.

The component units consist of the four Water Resource Districts: Southeast Cass, North Cass, Maple River, and Rush River; the Cass County Vector Control District and the Cass County Noxious Weed District.

The Water Resource Districts have jurisdiction over the management of the water resources within their respective boundaries. The County's governing body has the authority to modify or approve the budgets of these districts.

Complete financial statements of the individual Water Resource Districts can

be obtained at Water Resource Districts, 1201 Main Avenue West, West Fargo, North Dakota 58078.

The primary responsibilities of the Cass County Vector Control District and Cass County Noxious Weed District are to provide vector and weed control, respectively, on public land. The County Engineer is responsible for the management of the Vector Control District. Board members are appointed by the County Board of Commissioners for each District. The Cass County Board of Commissioners has the authority to modify or approve the budgets of these districts. Both districts are located at the Cass County Highway Department. Complete financial statements of the Cass County Noxious Weed District and Cass County Vector Control District can be obtained at Cass County Auditor's Office, Box 2806, Fargo, ND 58108-2806.

C. Joint Ventures

Under authorization of state statutes, the Cass County Water Resource Districts have joined the water resource districts of Richland County, Grand Forks County, Pembina County, Traill County, Steele County, Walsh County, Nelson County, Ransom County, and Sargent County to establish and operate a joint exercise of powers agreement for water management within the Red River Valley. Known as the Red River Valley Joint Water Resource Board, the agreement was established for mutual advantage of the governments. Each government appoints one member to the Board of Directors. The operating and capital expenses are funded by contributions from each government. Each government's share of assets, liabilities, and fund equity cannot be determined due to lack of provision being made for this in the joint venture agreement and the fact that each government's contribution each year depends on where the Red River Joint Water Resource Board projects are being undertaken.

The following is summary financial information on the joint venture as of and for the year ended December 31, 2005, which is the most current audited information available:

Total Assets	\$ 5,259,348
Total Liabilities	<u>288,549</u>
Total Equity	<u>4,970,799</u>
Revenues	865,186
Expenditures	<u>2,820,199</u>
Net Decrease in Fund Balance	<u>\$ (1,955,013)</u>

Complete financial statements can be obtained at Red River Joint Water Resource Board, Box 10, Hillsboro, North Dakota, 58045.

D. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. As a general

rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include interfund services provided and used between governmental functions. Elimination of these would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities are supported by taxes and intergovernmental revenues.

The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Indirect expenses are charged based upon a county-wide cost allocation plan which allocates costs based upon the number of full time equivalents, number of transactions, and other pertinent information. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

E. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as

under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

Property taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

- The **General Fund** is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- **Human Service Fund** – This fund is used to account for the County Social Service operations; this department is designated by law to provide relief to the poor and related services to the citizens of the County. The majority of the services/programs offered by the County are done in conjunction with state and federal agencies, mainly the North Dakota Department of Human Services.
- **County Road and Bridge Fund** – This fund is used for the normal maintenance of county roads and the operation of the road shops. Most of the revenues for this fund are derived from the highway tax distribution fund.
- **Future Building Fund** – This fund is used to provide for the future construction of county buildings and major remodeling projects.
- **Jail Construction Fund** – This fund is used to provide for the construction of the new county jail. Revenues are derived from sales tax.

Additionally, the county reports the following fund types:

PROPRIETARY FUNDS

Internal Service Funds - Internal service funds are used to account for services provided to other department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis. The following Internal Service Funds are used by the county.

Health Insurance Trust – This fund accounts for a self-funded comprehensive health insurance plan for county employees, administered by an outside firm. Costs are recovered by monthly premiums charged to each department.

Dental Insurance Trust - This fund accounts for a self-funded dental insurance plan for county employees, administered by an outside firm. Costs are recovered by monthly premiums charged to each department.

Telephone Trust – This fund provides for the operation of the county’s telephone system. Monthly user fees are charged to departments.

Motor Pool – This fund provides for uses and repairs to county owned vehicles. Departments are charged a per mile fee for the use of county owned vehicles.

FIDUCIARY FUNDS

Agency Funds - Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The following types of agency funds are used by the county.

County Funds – These funds provide clearing facilities for items to be apportioned to other county funds.

Tax Collection Funds – These funds are used by the county in its role as tax collector to record property tax receipts awaiting apportionment to other governmental units and recipient county funds, and their periodic distribution.

Funds of Other Governmental Units – The County Treasurer provides fiscal services for various other governmental entities. These funds represent the assets, primarily cash and investments, of these entities in the Treasurer’s custody and the related liability of the county to disburse these monies on demand.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the County’s internal service funds are charges to customers for sales and services. Operating expenses for internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

F. Budgets

Budgets are adopted on a basis consistent with accounting principles generally accepted. Annual appropriated budgets are adopted for the general, special revenue and debt service funds. All annual appropriations lapse at year-end.

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting--under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation--is not utilized in the governmental funds.

G. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, money market accounts and highly liquid investments with an original maturity of three months or less.

H. Receivables

Receivables in the County's governmental funds consist primarily of tax revenues. Receivables in all other funds include amounts due for services to individuals performed by the County and not received by December 31, 2006.

I. Due from Other Governments

Due from other governments consist primarily of receivables due from state government for reimbursements from various state departments, the federal government and other local governments for grants and prisoner board fees.

J. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2006, are recorded as prepaid items.

L. Uncertified Special Assessments

This represents a long-term receivable in the government-wide financial statements showing the amount of uncertified/uncollected debt service fund special assessments over the life of the special assessment bonds.

M. Capital Assets

Capital assets include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column in the government-wide financial statements. The capitalization threshold is \$5,000. Assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair value on the date received.

In the case of the initial capitalization of general infrastructure assets the county chose to include all such items regardless of their acquisition date.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Interest incurred during construction of capital assets is included as part of the capitalized value of the assets constructed.

Depreciation on the capital assets (including infrastructure) of the primary government, as well as the component units, is computed using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40-50
Improvements Other Than Buildings	50
Vehicles	5
Machinery and Equipment	10
Infrastructure	15-60

N. Accounts Payable

Accounts payable are liability accounts reflecting amounts on open accounts owing to private persons or organizations for goods and services received prior to December 31, 2006.

O. Retainages Payable

Retainages payable consists of amounts owed to contractors on open construction contracts for road construction projects not yet completed at year-end.

P. Interest Payable

Interest payable represents the amount payable on all special assessment bonds and leases interest at year-end.

Q. Compensated Absences

Vested or accumulated vacation leave are payable to employees upon separation from service. All vacation leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported. No liability is recorded for accumulated sick leave as this is a non-vesting benefit. The computed liability is in compliance with GASB Statement No. 16, Accounting for Compensated Absences.

R. Deferred Revenues

Deferred revenues arise when the County receives resources before it has a legal claim to them, as when property tax monies are received before they are due. In subsequent periods, when the County has a legal claim to the resources, the deferred revenue is recognized as revenue.

S. IBNR Claims - Self Insurance

The IBNR (Incurred But Not Reported) claims are an estimate of the health insurance and dental insurance claims, for which the County is liable, incurred prior to December 31, but not processed and paid until the following year.

The County is self-insured for a comprehensive group health insurance plan and dental insurance plan. The County records estimated liabilities for such claims filed or estimated to be filed for incidents that have occurred in the related Internal Service Funds. Premiums are collected from county departments and employees, and claims are paid in the related Internal Service Funds.

Reconciliation of Claims Liability:

Employee Health	2006	2005
Balance January 1	\$ 215,938	\$ 117,700
Incurred Claims Including IBNR's and Changes in Estimates	1,713,587	1,716,537
Less Claims Payments	1,748,356	1,618,299
Balance December 31	\$ 181,169	\$ 215,938

Employee Dental	2006	2005
Balance January 1	\$ -	\$ -
Incurred Claims Including IBNR's and Changes in Estimates	255,942	-
Less Claims Payments	245,145	-
Balance December 31	\$ 10,797	\$ -

T. Long-Term Obligations

In the government-wide financial statements, the long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net assets. For new bond issuance after the implementation of GASB Statement No. 34, bond premiums and discounts, as well as issuance

costs, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premium received on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

U. Fund Balances

In the governmental fund financial statements, fund balances consist of reserved and unreserved amounts. Reservations of fund balance represent that portion which is not appropriable for expenditure or is legally segregated for a specific future use. Fund balance reservation includes inventories, prepaid items, and debt service.

V. Interfund Transactions

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the fund that is reimbursed. All other transactions, except reimbursements, are reported as transfers.

NOTE 2: LEGAL COMPLIANCE - BUDGETS

Chapter 11-23 of the North Dakota Century Code governs county government in North Dakota. The Century Code chapter and the Home Rule Charter passed by the county voters in 1994 are the basis for the legal level of budgetary control in Cass County.

Each department completes its budget and delivers it to the county auditor who then files it with the board of county commissioners. The county auditor prepares a preliminary county budget for the general, special revenue, and debt service funds on the modified accrual basis of accounting. The preliminary budget includes proposed expenditures and the means of financing them. The board of county commissioners holds a public hearing where any taxpayer may testify in favor of or against any proposed expenditure or tax levy. The board of county commissioners may not approve the budget until after the public budget hearing, but must adopt the final budget on or before October 1st. For the year ending December 31, 2006, the County complied with the applicable budget laws except as noted below:

Fund Type	Unappropriated Fund	
	Unbudgeted	Expenditures
Special Revenue	1	\$10,450

(See Note 12 for further explanation)

Chapter 11-23 of the North Dakota Century Code sets the legal level of budgetary control at the fund level, no expenditure or commitment of funds may exceed the appropriation for the fund as a whole. In addition, it is the policy of Cass County to control budgets at the departmental level. In the General Fund, departments consist of the various county offices. In the Special Revenue and Debt Service Funds, the departments are comprised of the various individual funds.

Management may approve transfers of appropriations within departments without formal approval by the board of county commissioners. The board of county commissioners must approve all appropriation transfers between departments, or any supplemental appropriation. All supplemental appropriations must be approved by the board of county commissioners at the fund level and may only be done within additional revenues or reserves that were not anticipated at the time the original budget was adopted. During the year, several supplementary appropriations were necessary. At year-end, the balance of each appropriation becomes a part of the unappropriated fund balance.

During 2006 expenditures did not exceed appropriations.

NOTE 3: DEPOSITS AND INVESTMENTS

In accordance with North Dakota Statutes, the county maintains deposits at the depository banks designated by the governing board. All depositories are members of the Federal Reserve System.

Deposits must be deposited either with the Bank of North Dakota or in other financial institutions situated and doing business within the state. Deposits, other than with the Bank of North Dakota, must be fully insured or secured with pledges of securities equal to 110% of the uninsured balance.

Authorized collateral includes bills, notes, or bonds issued by the United States government, its agencies or instrumentalities, all bonds and notes guaranteed by the United States government, Federal Land bank bonds, bonds, notes, warrants, certificates of indebtedness, insured certificates of deposits, shares of investment companies registered under the investment Companies Act of 1940, and all other forms of securities issued by the State of North Dakota, its boards, agencies or instrumentalities or by any county, city, township, school district, park district or other political subdivision of the state of North Dakota. Whether payable from special revenues or supported by the full faith and credit of the issuing body and bonds issued by any other state of the United States or such other securities approved by the banking board.

At year-end, the County's deposits were entirely covered by federal depository insurance or by collateral held by the pledging financial institution's agent in the county's name.

State statutes authorize the County to invest in:

- (1) Bonds, treasury bills and notes, or other securities that are a direct obligation of, or an obligation insured or guaranteed by, the treasury of the United States, or its agencies, instrumentalities, or organizations created by an act of Congress.
- (2) Securities sold under agreements to repurchase written by a financial institution in which the underlying securities for the agreement to repurchase are of the type listed above.
- (3) Certificates of deposit fully insured by the federal deposit insurance corporation or by the state.
- (4) Obligation of the State.

Concentration of Credit Risk:

The county does not have a limit on the amount it may invest in any one issuer.

Component Units

Deposits: At December 31, 2006, the deposits of the Water Resource Districts were entirely covered by federal depository insurance or by collateral held by the district's custodial bank in the district's name. For the purpose of risk analysis, certificates of deposits are classified as deposits.

Deposits of the Cass County Noxious Weed Control and Cass County Vector Control were pooled with the County's funds and held in the County's custodial bank in the County's name. The Weed and Vector Control deposits were covered by federal depository insurance or by collateral held by the County's agent in the County's name.

NOTE 4: TAXES AND SPECIAL ASSESSMENTS RECEIVABLE

The taxes and special assessments receivable represent the past four years of delinquent uncollected tax levies and billings. No allowance has been established for uncollectible taxes and assessments receivable.

Property that is subject to taxation is assessed on February 1 of each year to determine its 'true and full value'. Property that is under construction is assessed on the percentage of completion as of February 1. Property owners have the opportunity to appeal their assessment through a County Board of Equalization in June of each year.

Property tax mill levies must be approved by the County Commission on or before October 1 of each year. Levies are expressed in terms of one thousandth of a dollar or 'mills'. The property tax for each taxed property is computed by the Cass County Auditor and certified for collection to the County Treasurer by December 10. Before computing the tax, the true and full value is reduced by 50 percent to arrive at an 'assessed value'. The assessed value is further reduced to 10 percent of assessed value for commercial and agricultural property and 9 percent of assessed value for residential property.

The result is the 'taxable value' and is used when applying the mill levy to the property.

Property taxes attach as an enforceable lien on property on January 1. The tax levy may be paid in two installments: the first installment includes one-half of the real estate taxes and all of the special assessments; the second installment is the balance of the real estate taxes. The first installment is due by March 1 and the second installment is due by October 15. A five percent discount is allowed if all taxes and special assessments are paid by February 15. Penalties of 3 percent on the first installment are assessed on March 2, May 1, July 1, and October 16. Penalties of 6 percent are assessed on the second installment on October 16.

Four years after the property tax has become due, the County will start the process of foreclosing on the tax lien. The property owner has until October 1st of the fourth year to satisfy the tax lien at which time the County is entitled to a tax deed. The County, upon receiving a tax deed, will set a minimum sales price on the property and offer it for sale at a public auction.

NOTE 5: CAPITAL ASSETS

The following is a summary of changes in the capital assets during the year ended December 31, 2006:

Primary Governments Capital Assets

	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Capital Assets, not being depreciated:				
Land	\$ 8,946,638	\$ 27,456	\$ -	\$ 8,974,094
Construction in Progress	2,677,404	3,178,089	2,677,404	3,178,089
Total capital assets not being depreciated	\$ 11,624,042	\$ 3,205,545	\$ 2,677,404	\$ 12,152,183
Capital Assets, being depreciated:				
Buildings	\$ 27,129,397	\$ -	\$ -	\$ 27,129,397
Improvements other than buildings	2,354,760	-	-	2,354,760
Machinery and Equipment	7,343,097	773,260	308,228	7,808,129
Infrastructure	86,145,251	10,907,542	-	97,052,793
Total Capital Assets, being depreciated	\$ 122,972,505	\$ 11,680,802	\$ 308,228	\$ 134,345,079
Less accumulated depreciation for:				
Buildings	\$ 7,691,232	\$ 493,642	\$ -	\$ 8,184,874
Improvements other than buildings	394,160	49,010	-	443,170
Machinery and Equipment	3,907,804	696,869	228,562	4,376,111
Infrastructure	40,131,365	2,813,414	-	42,944,779
Total Accumulated Depreciation	\$ 52,124,561	\$ 4,052,935	\$ 228,562	\$ 55,948,934
Net Capital Assets, being Depreciated	\$ 70,847,944	\$ 7,627,867	\$ 79,666	\$ 78,396,145
Net Governmental activities capital assets	\$ 82,471,986	\$ 10,833,412	\$ 2,757,070	\$ 90,548,328

Depreciation expense was charged to functions/programs of primary government as follows:

Governmental Activities:	
General Government	\$ 194,483
Public Safety	603,782
Highways and Streets	3,090,152
Relief and Charities	108,953
Culture and Recreation	6,503
Conservation and Econ. Development	5,454
Total depreciation expense - Governmental activities	\$ 4,009,327
Depreciation of Internal Service Funds	43,608
Total Depreciation Expense	\$ 4,052,935

Component Units

During the year ended December 31, 2006, the following changes occurred in the capital assets of:

Southeast Cass Water Resource District				
	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 4,956,702	\$ 1,078,518	\$ -	\$ 6,035,220
Construction in Progress	15,333,491	9,375,669	650,000	24,059,160
Total Capital Assets Not Being Depreciated	\$ 20,290,193	\$ 10,454,187	\$ 650,000	\$ 30,094,380
Facilities	\$ 47,206,000	\$ 266,142	\$ -	\$ 47,472,142
Projects	12,871,000	1,038,170	-	13,909,170
Equipment	40,000	-	-	40,000
Total Capital Assets, Being Depreciated	\$ 60,117,000	\$ 1,304,312	\$ -	\$ 61,421,312
Less Accumulated Depreciation for:				
Facilities	\$ 12,026,740	\$ 944,120	\$ -	\$ 12,970,860
Projects	1,549,140	254,720	-	1,803,860
Equipment	40,000	-	-	40,000
Total Accumulated Depreciation	\$ 13,615,880	\$ 1,198,840	\$ -	\$ 14,814,720
Total Capital Assets Being Depreciated, Net	\$ 46,501,120	\$ 105,472	\$ -	\$ 46,606,592
Governmental Activities Capital Assets, Net	\$ 66,791,313	\$ 10,559,659	\$ 650,000	\$ 76,700,972

Maple River Water Resource District				
	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,340,548	\$ 2,290	\$ -	\$ 1,342,838
Construction in Progress	72,000	-	72,000	-
Total Capital Assets not being Depreciated	\$ 1,412,548	\$ 2,290	\$ 72,000	\$ 1,342,838
Capital assets being depreciated:				
Facilities	\$ 10,217,000	\$ 318,000	\$ -	\$ 10,535,000
Projects	2,014,000	138,000	-	2,152,000
Total Capital Assets, Being Depreciated	\$ 12,231,000	\$ 456,000	\$ -	\$ 12,687,000
Less Accumulated Depreciation for:				
Facilities	\$ 5,448,380	\$ 204,340	\$ -	\$ 5,652,720
Projects	127,080	32,480	-	159,560
Total Accumulated Depreciation	\$ 5,575,460	\$ 236,820	\$ -	\$ 5,812,280
Total Capital Assets Being Depreciated, Net	\$ 6,655,540	\$ 219,180	\$ -	\$ 6,874,720
Governmental Activities Capital Assets, Net	\$ 8,068,088	\$ 221,470	\$ 72,000	\$ 8,217,558

North Cass Water Resource District

	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,015,784	\$ -	\$ -	\$ 1,015,784
Capital assets being depreciated:				
Facilities	\$ 3,768,900	\$ -	\$ -	\$ 3,768,900
Projects	2,382,690	122,600		2,505,290
Total Capital Assets, Being Depreciated	\$ 6,151,590	\$ 122,600	\$ -	\$ 6,274,190
Less Accumulated Depreciation for:				
Facilities	\$ 1,874,138	\$ 75,378	\$ -	\$ 1,949,516
Projects	245,041	47,654		292,695
Total Accumulated Depreciation	\$ 2,119,179	\$ 123,032	\$ -	\$ 2,242,211
Total Capital Assets Being Depreciated, Net	\$ 4,032,411	\$ (432)	\$ -	\$ 4,031,979
Governmental Activities Capital Assets, Net	\$ 5,048,195	\$ (432)	\$ -	\$ 5,047,763

Rush River Water Resource District

	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,869,357	\$ -	\$ -	\$ 1,869,357
Construction in Progress	180,000	-	180,000	-
Total Capital Assets Not Being Depreciated	\$ 2,049,357	\$ -	\$ 180,000	\$ 1,869,357
Capital assets being depreciated:				
Facilities	\$ 21,610,000	\$ -	\$ -	\$ 21,610,000
Projects	128,086	186,400		314,486
Total Capital Assets, Being Depreciated	\$ 21,738,086	\$ 186,400	\$ -	\$ 21,924,486
Less Accumulated Depreciation for:				
Facilities	\$ 16,013,040	\$ 258,200	\$ -	\$ 16,271,240
Projects	36,382	2,562		38,943
Total Accumulated Depreciation	\$ 16,049,422	\$ 260,762	\$ -	\$ 16,310,183
Total Capital Assets Being Depreciated, Net	\$ 5,688,664	\$ (74,362)	\$ -	\$ 5,614,302
Governmental Activities Capital Assets, Net	\$ 7,738,021	\$ (74,362)	\$ 180,000	\$ 7,483,659

Noxious Weed Control

	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Capital Assets, being depreciated:				
Buildings	\$ 41,054	\$ -	\$ -	\$ 41,054
Machinery & Equipment	123,597	25,616	48,695	100,518
Total capital assets, being depreciated	\$ 164,651	\$ 25,616	\$ 48,695	\$ 141,572
Less Accumulated Depreciation:				
Buildings	\$ (15,600)	\$ (821)	\$ -	\$ (16,421)
Machinery & Equipment	(53,137)	(9,752)	(26,381)	(36,508)
Total Accumulated Depreciation	\$ (68,737)	\$ (10,573)	\$ (26,381)	\$ (52,929)
Total Capital Assets Net of Depreciation	\$ 95,914	\$ 15,043	\$ 22,314	\$ 88,643

Vector Control				
	Balance 1/1/2006	Increases	Decreases	Balance 12/31/2006
Capital Assets, being depreciated:				
Machinery & Equipment	\$ 287,751	\$ 17,699	\$ 8,950	\$ 296,500
Less Accumulated Depreciation				
Machinery & Equipment	(106,504)	(25,986)	1,790	(130,700)
Total Capital Assets Net of Depreciation	\$ 181,247	\$ (8,287)	\$ 7,160	\$ 165,800

NOTE 6: LEASES

Operating Leases – The County entered into lease agreements with Gateway Chevrolet for a 2003 Chevrolet Pickup and a 2003 Astro Van. These leases have been recorded as operating leases for financial reporting purposes. At the end of the lease term all property belongs to Gateway Chevrolet. Total lease payments for the year ended December 31, 2006 was \$9,600. Future minimum lease payments are as follows:

Year Ending December 31	Amount
2007	\$ 11,240
Total	\$ 11,240

Capital Leases - The County has entered into a lease agreement as lessee for financing the construction of a building addition to the county highway shop. This lease qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments in the government-wide financial statements.

The assets acquired through the capital leases are as follows:

Asset	Capital Asset
Building	\$ 900,000
Less: Accumulated Depreciation	(36,000)
Total	\$ 864,000

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2006, were as follows:

Year Ending December 31	Long-Term Debt
2007	\$ 133,425
2008	133,425
2009	133,425
2010	133,425
2011	133,425
2012-2013	266,851
Total minimum lease payments	\$ 933,976
Less: Amount representing Interest	(141,664)
Present value of minimum lease payments	\$ 792,312

NOTE 7: LONG-TERM DEBTSpecial Assessment Bonds

Cass County issues special assessment bonds for construction in various subdivisions. The original amount of special assessment bonds issued in prior years was \$865,000. These bonds will be repaid from the debt service funds by amounts levied against the property owners benefited by this construction. As of December 31, 2006, the County had funds of \$158,762 available for payment on the special assessment bonds. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time a debt service payment is due, the government must provide resources to cover the deficiency until other resources, for example, foreclosure proceeds are received. The County may levy general taxes to make up deficiencies in special assessment funds. Special assessments on property must be paid at the same time property taxes are paid.

Special assessment bonds at December 31, 2006, are comprised of the following individual issues:

Special Assessment Bonds:

\$95,000 Refunding Improvement Bonds of 1995 for construction in the Borderud's Subdivision due in annual installments of \$10,000 through 2010 with interest at 5.6%.	\$ 40,000
\$305,000 Refunding Improvement Bonds of 1997 for construction in the Round Hill Subdivision due in annual installments of \$25,000 through 2012 with interest at 4.75% to 5.2%	150,000
\$380,000 Refunding Improvement Bonds of 2005 for construction in the Greyhawks Estates Subdivision due in annual installments of \$25,000 to \$30,000 through 2020 with interest at 3.15% to 4.40%.	370,000
\$85,000 Refunding Improvement Bonds of 2001 for construction in the Holmen's 3 rd Subdivision due in annual installments of \$4,958 to \$8,024 through 2016 with interest at 5.42%	<u>63,822</u>
Total Special Assessment Bonds	<u>\$ 623,822</u>

Annual debt service requirements to maturity for special assessment bonds are as follows:

Governmental Activities		
Year Ending December 31	Principal	Interest
2007	\$ 69,958	\$ 26,509
2008	70,231	23,450
2009	70,518	20,283
2010	70,821	17,047
2011	56,141	14,116
2012-2016	186,152	41,173
2017-2020	100,000	8,800
Total	\$ 623,822	\$ 151,380

Special Assessments Payable

Special assessments payable consists of specials levied by the City of Fargo against the County for the County's share of the benefit derived from City-funded improvements. Special assessments levied against County owned property are paid through a general tax levy. The amount to be paid each year is certified to the County and included in the General Fund budget. State statute does allow an unlimited levy for the payment of the County's share of special assessments.

Special Assessments payable at December 31, 2006, are comprised of the following individual issues:

Special Assessments:

Special Assessment taxes levied by the City of Fargo, North Dakota against the County for the County's share of the benefit derived from city-funded improvements \$ 3,970

Total Special Assessments Payable \$ 3,970

Annual debt service requirements to maturity for special assessment payable are as follows:

Governmental Activities		
Year Ending	Principal	Interest
December 31		
2007	\$ -	\$ -
2008	259	225
2009	98	206
2010	103	201
2011	109	195
2012-2016	642	877
2017-2021	840	678
2022-2026	1,101	417
2027-2029	819	93
Total	\$ 3,970	\$ 2,890

During the year ended December 31, 2006, the following changes occurred in liabilities reported in long-term debt.

	Balance 1/1/06	Additions	Reductions	Balance 12/31/06	Due Within One Year
Special Assessment Bonds	\$ 688,522	\$ -	\$ (64,700)	\$ 623,822	\$ 69,958
Less Deferred:					
Bond Discount	\$ 5,478	\$ -	\$ (380)	\$ 5,098	\$ 380
Issuance Costs	11,007	-	(763)	10,243	763
Total Deferred	\$ 16,485	\$ -	\$ (1,143)	\$ 15,342	\$ 1,143
Total Special Assessment Bonds	\$ 672,037	\$ -	\$ (63,557)	\$ 608,481	\$ 68,815
Lease Payable	980,445	-	(188,130)	\$ 792,315	99,435
Special Assessments	4,224	-	(254)	3,970	-
Compensated Absences	1,037,727	1,211,671	(1,129,719)	1,119,679	1,119,678
Total	\$ 2,694,434	\$ 1,211,671	\$ (1,381,660)	\$ 2,524,444	\$ 1,287,928

The County is subject to a statutory limitation by the State of North Dakota for indebtedness payable principally from property taxes. At December 31, 2006, the statutory limit for the County was \$206,316,021. The County has leases payable that is subject to this limitation. The leases payable at December 31, 2006 were \$792,315. The legal debt margin at December 31, 2006 is \$205,523,706. The compensated absences are generally liquidated as follows: 50% from the General fund, 40% from Human Service fund, and 10% from County Road and Bridge fund.

Component Units

During the year ended December 31, 2006, the following changes occurred in the long-term debt of the Water Resource Districts:

Southeast Cass Water Resource District					
	Balance 1-1-06	Increases	Decreases	Balance 12-31-06	Due Within One Year
Bonds Payable	\$ 7,844,000	\$ -	\$ (1,090,000)	\$ 6,754,000	\$ 740,000
Less Deferred Amounts:					
Bond Discount	25,437	-	(1,785)	23,652	1,785
Bond Issuance Costs	13,585	-	(953)	12,632	953
Total Bonds Payable	\$ 7,804,978	\$ -	\$ (1,087,262)	\$ 6,717,716	\$ 737,262
Loans Payable	950,000	655,427	(950,000)	655,427	-
Compensated Absences	3,852	3,139	(2,963)	4,028	4,028
TOTAL	\$ 8,758,830	\$ 658,566	\$ (2,040,225)	\$ 7,377,171	\$ 741,290

Maple River Water Resource District					
	Balance			Balance	Due Within
	1-1-06	Increases	Decreases	12-31-06	One Year
Bonds Payable	\$ 309,000	\$ -	\$ (94,000)	\$ 215,000	\$ 20,000
Loan Payable	225,000	-	(15,000)	210,000	15,000
Compensated Absences	1,071	1,401	(1,323)	1,150	1,150
TOTAL	\$ 535,071	\$ 1,401	\$ (110,323)	\$ 426,150	\$ 36,150

North Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-06	Increases	Decreases	12-31-06	One Year
Bonds Payable	\$ 365,000	\$ -	\$ (120,750)	\$ 244,250	\$ 15,000
Compensated Absences	816	617	(582)	851	851
TOTAL	\$ 365,816	\$ 617	\$ (121,332)	\$ 245,101	\$ 15,851

Rush River Water Resource District					
	Balance			Balance	Due Within
	1-1-06	Increases	Decreases	12-31-06	One Year
Bonds Payable	\$ 800,000	\$ -	\$ (30,000)	\$ 770,000	\$ 40,000
Less Deferred Amounts:					
Bond Discount	11,267	-	(800)	10,467	800
Bond Issuance Costs	14,553	-	(1,033)	13,519	1,033
Total Bonds Payable	\$ 774,181	\$ -	\$ (28,167)	\$ 746,014	\$ 38,167
Compensated Absences	561	448	(423)	586	586
TOTAL	\$ 774,742	\$ 448	\$ (28,590)	\$ 746,600	\$ 38,753

Long-term debt of the Water Resource Districts at December 31, 2006, is comprised of the following special assessment bonds:

Southeast Cass Water Resource District:

2001 \$3,760,000 Refunding Improvement Bonds, due in annual installments of \$210,000 through 2007; with interest at 4.1% to 4.15%. \$ 210,000

2001 \$3,900,000 Refunding Improvement Bonds, due in annual installments of \$275,000 to \$280,000 through 2016; with interest at 4.125% to 4.5%. 2,780,000

2002 \$1,235,000 Improvement bonds due in annual installments of \$80,000 to \$85,000 through 2018; interest at 3.0% to 4.75%. 980,000

\$2,800,000 2005 Improvement Bonds due in annual installments of \$155,000 to \$240,000 through 2020; interest at 3.0% to 4.0%. 2,650,000

1998 \$214,000 State Revolving Loan Fund Municipal Bond Bank, due in annual installments of \$10,000 to \$15,000 through 2018; with interest at 2.50%. 134,000

Total Southeast Cass Special Assessment Bonds and Warrants Payable	\$6,754,000
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Loans Payable:

\$655,427 State Revolving Loan Fund drawdown. Maximum drawdown amount is up to \$850,000. There is no current set payment schedule until all monies have been drawn.	<u>655,427</u>
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Total Southeast Cass Long-term Debt (excluding Compensated Absences)	<u>\$7,409,427</u>
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Maple River District Bonds and Warrants Payable:

1998 \$75,000 Improvement Warrants, due in annual installments of \$5,000 through 2009; with interest at 4.7% to 4.9%.	\$ 15,000
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\$228,000 Improvement Bonds of 2005, due in annual installments of \$15,000 to \$16,000 through 2019; interest at 4.9%.	<u>200,000</u>
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Total Maple River Special Assessment Bonds and Warrants Payable	<u>\$ 215,000</u>
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Loans Payable:

\$225,000 2005 State Bank & Trust Loan, due in annual installments of \$15,000 through 2020; interest at 3.75%.	<u>\$ 210,000</u>
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Total Maple River Long-Term Debt (excluding Compensated Absences)	<u>\$ 425,000</u>
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Rush River District Bonds and Warrants Payable:

2005 \$800,000 Improvement Bonds, due in annual installments of \$40,000 to \$70,000 through 2020, with interest at 2.6% to 4.35%.	<u>\$ 770,000</u>
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North Cass District Bonds Payable:

2003 \$215,000 Improvement Bonds, due in annual installments of \$15,000 through 2018, with interest at 4.0% to 5.0%.	\$ 180,000
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\$85,000 2005 Improvement Bonds, due in one annual installment of \$64,250 in 2013; interest at 4.8%.	64,250
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Total North Cass Special Assessment Bonds and Warrants Payable	<u>\$ 244,250</u>
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Water Resource Districts' long term debt service requirements to maturity are as follows:

Southeast Cass Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES		
Year Ending December 31	Spec. Assess. Bonds Payable	
	Principal	Interest
2007	\$ 740,000	\$ 254,813
2008	530,000	231,116
2009	535,000	210,924
2010	540,000	189,857
2011	540,000	168,445
2012 - 2016	2,780,000	509,516
2017 - 2020	1,089,000	81,970
	\$ 6,754,000	\$ 1,646,640

Maple River Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES				
Year Ending December 31	SA Bonds Payable		Loan Payable	
	Principal	Interest	Principal	Interest
2007	\$ 20,000	\$ 10,036	\$ 15,000	\$ 10,628
2008	20,000	9,063	15,000	9,846
2009	20,000	8,085	15,000	9,049
2010	15,000	7,228	15,000	8,266
2011	15,000	6,493	15,000	7,478
2012 - 2016	77,000	21,340	75,000	25,582
2017 - 2020	48,000	3,528	60,000	6,287
Total	\$ 215,000	\$ 65,771	\$ 210,000	\$ 77,135

North Cass Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES		
Year Ending December 31	SA Bonds Payable	
	Principal	Interest
2007	\$ 15,000	\$ 11,034
2008	15,000	10,434
2009	15,000	9,834
2010	15,000	9,234
2011	15,000	8,634
2012 - 2016	139,250	21,501
2017 - 2019	30,000	1,500
Total	\$ 244,250	\$ 72,171

Rush River Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES			
Year Ending December 31	Spec. Assess. Bonds Payable		
	Principal		Interest
2007	\$ 40,000	\$	28,685
2008	40,000		27,645
2009	45,000		26,371
2010	45,000		24,864
2011	50,000		23,273
2012 - 2016	275,000		86,918
2017 - 2020	275,000		24,170
Total	\$ 770,000	\$	241,925

The County is secondarily liable for the payment of principal and interest on water resource district bonds. These special assessment bonds are paid from the debt service funds that are funded by annual payments made by property owners directly benefiting from each project. As of December 31, 2006, the water resource districts had funds of \$3,487,628 available for payment on the special assessment bonds. The water resource district may reassess properties in the improvement district or may use general tax levies to cover deficiencies. In the event the water resource district is not able to generate funds to meet principal and interest payments, the County is also obligated to levy general tax levies to fund the deficiencies.

NOTE 8: CONDUIT DEBT OBLIGATIONS

From time to time, the County has issued Industrial Revenue Bonds and Community Development Block Grants to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the county, nor state, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2006, there were twenty two series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$53,919,485.

NOTE 9: PENSION PLANS

The county contributes to the North Dakota Public Employees' Retirement System (NDPERS), a cost-sharing multiple-employer defined benefit pension plan administered by the State of North Dakota. NDPERS provides for retirement disability and survivor benefits to plan members and beneficiaries.

Benefit and contribution provisions are administered in accordance with chapter 54-52 of the North Dakota Century Code. NDPERS issues a publicly available financial report that includes financial statements and required supplementary information for NDPERS. That report may be obtained by writing to NDPERS, 400 E Broadway, Suite 505, PO Box 1214, Bismarck, North Dakota, 58502-1214.

Plan members are required to contribute 4% of their annual covered salary. The county is required to contribute 5.12% of the employees' salary, which consists of 4.12% for employee and 1% for the retiree health benefits fund. The county has agreed to pay 100% of the member assessments in lieu of a salary increase. The contribution requirements of plan members and the county are established and may be amended by the state legislature. The county's contributions to NDPERS for the years ending December 31, 2006, 2005, and 2004 were \$1,313,460, \$1,236,551, and \$1,167,068, respectively, equal to the required contributions for the year.

Three-Year Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2006	\$ 1,313,460	100%	-
12/31/2005	1,236,551	100%	-
12/31/2004	1,167,068	100%	-

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.

In 1986 state agencies and political subdivisions of the State of North Dakota joined together to form the North Dakota Insurance Reserve Fund (NDIRF), a public entity risk pool currently operating as a common risk management and insurance program for the state and more than 2,000 political subdivisions. The County pays an annual premium to NDIRF for its general liability, auto, and inland marine insurance coverage. The coverage by NDIRF is limited to losses of two million dollars per occurrence.

The County also participates in the North Dakota Fire and Tornado Fund and the State Bonding Fund. The county pays an annual premium to the Fire and Tornado Fund to cover property damage to building and personal property. Estimating replacement cost in consultation with the Fire and Tornado Fund provides replacement cost coverage.

The Fire and Tornado Fund is reinsured by a third party insurance carrier for losses in excess of one million dollars per occurrence during a 12-month period.

The State Bonding Fund currently provides the County with blanket fidelity bond coverage in the amount of \$2,000,000 for its employees. The State Bonding Fund does not currently charge any premium for this coverage.

The County participates in the North Dakota Worker's Compensation Bureau. The County has retained risk for employee health and accident up to a maximum of \$65,000 per individual and up to 120% of actuarially expected claims. The County has purchased a stop loss policy for amounts in excess of \$65,000 per employee and 120% of actuarially expected claims. The County has sufficient reserves in the self-insurance fund to fund the retained risk. A liability for incurred but not reported claims is included on the balance sheet.

Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 11: CONTINGENT LIABILITIES

The County is a defendant in various lawsuits incident to its operations. In the opinion of County Counsel and management, such claims against the County not covered by insurance would not materially affect the financial condition of the County.

NOTE 12: RECONCILIATION OF BUDGET TO ACTUAL

The disaster assistance funds administered by the Lake Agassiz Regional Council are included on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balance-nonmajor funds. The County did not budget for these funds. Also these funds are not recorded on the County's general ledger. Therefore, these funds are not included on the Budget to Actual Statement. The differences are as follows:

	Combined Statement	Adjustments	Budget to Actual
Balance, 1/1/2006	\$ 1,392,341	\$ (20,738)	\$ 1,371,603
Receipts	1,954,599	(10,472)	1,944,127
Disbursements	1,907,375	(10,450)	1,896,924
Other Financing Sources (Uses)	(256,000)		(256,000)
Balance, 12/31/2006	\$ 1,183,568	\$ (20,760)	\$ 1,162,808

NOTE 13: CONSTRUCTION COMMITMENTS

The County has the following open construction contracts with balances owing at December 31, 2006:

Project	Contract Amount	Total Completed	Retainage	Remaining Balance
Jail Expansion:				
Dakota Electric Construction	\$ 709,341	\$ 382,500	\$ 38,250	\$ 365,091
Comstock Construction	2,883,029	2,047,494	204,749	1,040,285
Robert Gibb & Sons, Inc	828,822	681,590	68,159	215,391
Total Jail Expansion Project	\$ 4,421,192	\$ 3,111,584	\$ 311,158	\$ 1,620,767
Department of Transportation Projects:				
Highway 12 Bridge	\$ 539,903	\$ 508,965	\$ 2,138	\$ 33,076
Highway 81 Bitumous Overlay	2,103,443	2,288,433	8,023	8,023
Highway 14 Bitumous Overlay	1,758,009	1,780,029	6,705	6,705
Total Dept. of Transportation Projects	\$ 4,401,355	\$ 4,577,427	\$ 16,866	\$ 47,804
Total Construction Commitments	\$ 8,822,547	\$ 7,689,011	\$ 328,024	\$ 1,668,571

**SUPPLEMENTARY
INFORMATION**

CASS COUNTY GOVERNMENT Nonmajor Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Sheriff Asset Forfeiture

This fund is used to account for assets seized by law enforcement due to criminal activity. These funds are used to supplement a law enforcement budget and cannot supplant funding provided by general tax dollars.

JAIBG

This is the Juvenile Accountability Incentive Block Grant fund and is 90% federal funds. The funds are used for programs that encourage or assist juvenile offenders in being more accountable for their criminal activities.

Jail Commissary

This fund is used to account for telephone commissions in the County Jail. These revenues are used to purchase furniture, fixtures, recreational and audio-visual equipment and miscellaneous items for inmates of the jail.

Hazardous Plan/Response

This fund is set up through state statute and used to account for chemical fees paid by those under the local Emergency Planning Commission. Revenues are used to purchase supplies for the Hazardous Material Response Team.

Valley Water Rescue

This fund accounts for grants received from four city governments and two county governments and is used to repair and purchase equipment for the Valley Water Rescue Unit.

State's Attorney Asset Forfeiture

This is a fund for assets seized by various law enforcement agencies.

Senior Citizens

These funds provide support for senior citizen programs throughout the County, in accordance with the guidelines set by the State Department of Human Services.

911 Service

This fund is used to accumulate the 911 fees from both land lines and cellular lines and pay for the cost of dispatch service through the Red River Regional Dispatch Center. This Center is a joint operation between Cass County, Clay County of Minnesota, and the cities of Fargo and Moorhead.

**CASS COUNTY GOVERNMENT
Nonmajor Special Revenue Funds**

County Emergency Fund

This is a contingency fund, authorized by state law and used to provide funds for unexpected events.

NDRIN-County Recorders

This fund provides for the management of the North Dakota Recorders Information Network Fund (NDRIN).

NDRIN provides for the operation of a central repository for electronic land records from member counties and provides for access to those records by electronic means over the Internet. Funding is provided by electronic access fees and the Document Preservation Fee charged by member counties for recording documents.

Document Preservation Fund

This fund accounts for Cass County's Document Preservation Fee. Currently \$2 of the \$3 fee is used to fund the NDRIN project, \$1 is used to maintain the technology within the County Recorders Office.

County Park

The funds received through this levy are for maintenance of the county park facilities at Brewer Lake, Erie, North Dakota, and for other park projects around the County.

Federal Disaster Aid

This fund was a temporary fund set up to account for federal aid received to help repair damage caused by the Flood of 2001. These projects are now in the process of being finalized.

**CASS COUNTY GOVERNMENT
Nonmajor Debt Service Funds**

Debt service funds are used to account for accumulation of resources for, and the payment of, principal and interest on long term debt.

**Borderuds Subdivision
Windsor Green Subdivision
Sleepy Hollow Subdivision
Forest River Subdivision
Round Hill Subdivision
Greyhawk Estates Subdivision
Holmen's 3rd Subdivision**

These funds are used to accumulate resources for the payment of principal and interest on the special assessment bonds related to improvements within the specific subdivision. Revenues are received primarily from special assessments on property within the district. The County issues bonds for special assessments if the subdivision is not within city limits.

**CASS COUNTY GOVERNMENT
Nonmajor Capital Projects Funds**

Capital projects funds are used to account for the acquisition and construction of major capital facilities.

Forest River Subdivision

This fund is used to provide for the construction of street improvements in the Forest River Subdivision.

Greyhawk Estates Sub.

This fund is used to provide for the construction of street improvements in the Greyhawk Estates Subdivision.

Round Hill Subdivision

This fund is used to provide for the construction of street improvements in the Round Hill Subdivision.

Holmen's 3rd Subdivision

This fund is used to provide for the construction of street improvements in Holmen's 3rd Subdivision.

Vector Control Building

This fund is used to provide for the construction of an addition to the county highway shop to house the operations of vector control.

THIS PAGE HAS BEEN RESERVED FOR NOTES

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2006

	Sheriff Asset Forfeiture	JAIBG Fund	Jail Commissary
	<hr/>	<hr/>	<hr/>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 62,976	\$ 36,169	\$ 253,173
Receivables:			
Taxes	-	-	-
Accounts	-	-	5,624
Prepaid Items	-	-	-
Due From Other Governments	50,754	-	-
	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	113,730	36,169	258,797
	<hr/>	<hr/>	<hr/>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	50,266	-	9,285
Due to Inmates	-	-	6,518
Deferred Revenues	-	-	-
	<hr/>	<hr/>	<hr/>
Total Liabilities	50,266	-	15,803
	<hr/>	<hr/>	<hr/>
<u>Fund Balance:</u>			
Fund Balances, Unreserved	63,464	36,169	242,994
Fund Balances, Reserved:			
Reserved for Prepaid Items	-	-	-
	<hr/>	<hr/>	<hr/>
Total Fund Balances	63,464	36,169	242,994
	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCES	\$ 113,730	\$ 36,169	\$ 258,797
	<hr/>	<hr/>	<hr/>

<u>Hazardous Plan/ Response</u>	<u>Valley Water Rescue</u>	<u>St. Att'y Asset Forfeiture</u>	<u>Senior Citizens</u>
\$ 21,801	\$ 12,498	\$ 32,898	\$ 153,044
-	-	-	8,209
-	-	-	-
-	203	-	-
-	-	-	-
<u>21,801</u>	<u>12,700</u>	<u>32,898</u>	<u>161,253</u>
239	516	-	-
-	-	-	-
-	-	-	130,107
<u>239</u>	<u>516</u>	<u>-</u>	<u>130,107</u>
21,562	11,982	32,898	31,146
-	203	-	-
<u>21,562</u>	<u>12,184</u>	<u>32,898</u>	<u>31,146</u>
<u>\$ 21,801</u>	<u>\$ 12,700</u>	<u>\$ 32,898</u>	<u>\$ 161,253</u>

Continued on next page

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2006

	<u>911 Service</u>	<u>Emergency Fund</u>	<u>NDRIN County Recorder Project</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 32,114	\$ 314,446	\$ 457,002
Receivables:			
Taxes	-	350	-
Accounts	101,986	-	29,363
Prepaid Items	-	-	100
Due From Other Governments	-	-	-
	134,101	314,796	486,466
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	148,034	-	128,853
Due to Inmates	-	-	-
Deferred Revenues	-	61,300	-
	148,034	61,300	128,853
<u>Fund Balances:</u>			
Fund Balances, Unreserved	(13,933)	253,496	357,513
Fund Balances, Reserved:			
Reserved for Prepaid Items	-	-	100
	(13,933)	253,496	357,613
TOTAL LIABILITIES AND FUND BALANCES	\$ 134,101	\$ 314,796	\$ 486,466

Continued from previous page

Document Preservation ROD	County Park	Federal Disaster Aid	Total Nonmajor Special Revenue Funds
\$ 63,222	\$ 75,859	\$ 20,760	\$ 1,535,963
-	1,561	-	10,120
477	-	-	137,451
-	178	-	480
-	507	-	51,261
<u>63,699</u>	<u>78,103</u>	<u>20,760</u>	<u>1,735,275</u>
3,827	-	-	341,020
-	-	-	6,518
-	12,761	-	204,169
<u>3,827</u>	<u>12,761</u>	<u>-</u>	<u>551,707</u>
59,872	65,165	20,760	1,183,088
-	178	-	480
<u>59,872</u>	<u>65,343</u>	<u>20,760</u>	<u>1,183,568</u>
<u>\$ 63,699</u>	<u>\$ 78,103</u>	<u>\$ 20,760</u>	<u>\$ 1,735,275</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - All Debt Service Funds
December 31, 2006

	<u>Round Hill Subdivision</u>	<u>Holmen's Third Subdivision</u>	<u>Borderud's Subdivision</u>	<u>Windsor Green Subdivision</u>
<u>ASSETS</u>				
Cash and Investments	\$ 68,272	\$ 15,124	\$ 38,334	\$ 6,442
Receivables:				
Taxes	-	-	-	-
Due From Other Funds	-	-	-	-
Total Assets	<u>68,272</u>	<u>15,124</u>	<u>38,334</u>	<u>6,442</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Deferred Revenues	8,076	4,369	853	-
Due to Other Funds	-	-	-	-
Total Liabilities	<u>8,076</u>	<u>4,369</u>	<u>853</u>	<u>-</u>
<u>Fund Balances:</u>				
Reserved for Debt Service	60,196	10,755	37,480	6,442
Total Fund Balances	<u>60,196</u>	<u>10,755</u>	<u>37,480</u>	<u>6,442</u>
Total Liabilities and Fund Balances	<u>\$ 68,272</u>	<u>\$ 15,124</u>	<u>\$ 38,334</u>	<u>\$ 6,442</u>

<u>Sleepy Hollow Subdivision</u>	<u>Greyhawk Estates Subdivision</u>	<u>Forest River Subdivision</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 14,644	\$ 45,549	\$ -	\$ 188,366
	2,098	1,288	3,386
	<u>1,161</u>		<u>1,161</u>
<u>14,644</u>	<u>48,809</u>	<u>1,288</u>	<u>192,913</u>
-	18,403	1,288	32,989
		<u>1,161</u>	<u>1,161</u>
-	<u>18,403</u>	<u>2,449</u>	<u>34,150</u>
<u>14,644</u>	<u>30,405</u>	<u>(1,161)</u>	<u>158,762</u>
<u>14,644</u>	<u>30,405</u>	<u>(1,161)</u>	<u>158,762</u>
<u>\$ 14,644</u>	<u>\$ 48,809</u>	<u>\$ 1,288</u>	<u>\$ 192,913</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Capital Projects Funds
December 31, 2006

	Forest River Subdivision	Round Hill Subdivision	Greyhawks Estates Subdivision	Total Nonmajor Capital Projects Funds
<u>ASSETS</u>				
Cash and cash equivalents	\$ 25,486	\$ 33,779	\$ 58,472	\$ 117,738
Accounts Receivable	-	-	-	-
Total Assets	25,486	33,779	58,472	117,738
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	-	-	-	-
Retainage Payable	-	-	-	-
Total Liabilities	-	-	-	-
<u>Fund Balances:</u>				
Fund Balances, Unreserved	25,486	33,779	58,472	117,738
Total Fund Balances	25,486	33,779	58,472	117,738
Total Liabilities and Fund Balances	\$ 25,486	\$ 33,779	\$ 58,472	\$ 117,738

CASS COUNTY GOVERNMENT
Combining Balance Sheet
All Nonmajor Governmental Funds
December 31, 2006

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
<u>ASSETS</u>				
<u>Assets:</u>				
Cash and cash equivalents	\$ 1,535,963	\$ 188,366	\$ 117,738	\$ 1,842,067
Receivables:				
Taxes	10,120	3,386	-	13,506
Accounts	137,451	-	-	137,451
Special Assessments				-
Due From Other Governments	51,261	-	-	51,261
Due From Other Funds		1,161		1,161
Inventory				-
Inventory of supplies, at cost				-
Prepaid Items	480	-	-	480
TOTAL ASSETS	<u>1,735,275</u>	<u>192,913</u>	<u>117,738</u>	<u>2,045,926</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	341,020	-	-	341,020
Retainages Payable	-	-	-	-
Contract Payable				-
Compensated Absences				-
Deposits				-
Deferred Revenues	204,169	32,989	-	237,158
IBNR Claims				-
Due to Other Funds		1,161		1,161
Due To Inmates	6,518	-	-	6,518
Total Liabilities	<u>551,707</u>	<u>34,150</u>	<u>-</u>	<u>585,857</u>
<u>Fund Balances:</u>				
Reserved for Prepaid Items	480	-	-	480
Reserved for Debt Service	-	158,762	-	158,762
Unreserved	1,183,088	-	117,738	1,300,826
Total Balances	<u>1,183,568</u>	<u>158,762</u>	<u>117,738</u>	<u>1,460,068</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,735,275</u>	<u>\$ 192,913</u>	<u>\$ 117,738</u>	<u>\$ 2,045,926</u>

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenditures and Changes in
Fund Balances -- Nonmajor Governmental Funds - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	Sheriff Asset Forfeiture	JAIBG Fund	Jail Commissary
<u>Revenues:</u>			
Property Taxes	\$ -	\$ -	\$ -
License, Permits & Fees	58,745	7,019	-
Intergovernmental Revenues	100,611	-	-
Charges for Services	-	-	281,542
Miscellaneous Revenues	1,794	1,841	12,795
	<hr/>	<hr/>	<hr/>
Total Revenues	161,150	8,860	294,337
	<hr/>	<hr/>	<hr/>
<u>Expenditures:</u>			
<u>Current:</u>			
General Government	-	-	-
Public Safety	156,408	5,115	222,876
Highway and Streets	-	-	-
Culture and Recreation	-	-	-
Conservation & Econ. Development	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	156,408	5,115	222,876
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of Revenues Over (Under) Expenditures	4,742	- 3,745	71,461
	<hr/>	<hr/>	<hr/>
<u>Other Financing Sources (Uses):</u>			
Transfers Out	-	-	(33,000)
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources and (Uses)	-	-	(33,000)
	<hr/>	<hr/>	<hr/>
Net change in fund balances	4,742	3,745	38,461
	<hr/>	<hr/>	<hr/>
Fund Balance - Beginning	58,722	32,425	204,532
	<hr/>	<hr/>	<hr/>
Fund Balance - Ending	\$ 63,464	\$ 36,169	\$ 242,994
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

<u>Hazardous Plan/ Response</u>	<u>Valley Water Rescue</u>	<u>St. Atty Asset Forfeiture</u>	<u>Senior Citizens</u>	<u>911 Service</u>
\$ -	\$ -	\$ -	\$ 345,276	\$ -
-	-	23,488	-	-
4,150	37,228	-	216,763	-
-	-	-	-	288,760
<u>1,812</u>	<u>1,299</u>	<u>1,488</u>	<u>2,501</u>	<u>50,347</u>
<u>5,962</u>	<u>38,527</u>	<u>24,976</u>	<u>564,541</u>	<u>339,107</u>
-	-	-	-	-
18,940	32,580	1,194	-	420,079
-	-	-	-	-
-	-	-	557,982	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>18,940</u>	<u>32,580</u>	<u>1,194</u>	<u>557,982</u>	<u>420,079</u>
<u>(12,978)</u>	<u>5,947</u>	<u>23,782</u>	<u>6,559</u>	<u>(80,972)</u>
-	-	(10,000)	-	-
-	-	(10,000)	-	-
<u>(12,978)</u>	<u>5,947</u>	<u>13,782</u>	<u>6,559</u>	<u>(80,972)</u>
<u>34,540</u>	<u>6,237</u>	<u>19,117</u>	<u>24,587</u>	<u>67,038</u>
<u>\$ 21,562</u>	<u>\$ 12,184</u>	<u>\$ 32,898</u>	<u>\$ 31,146</u>	<u>\$ (13,933)</u>

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CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenditures and Changes in
Fund Balances -- Nonmajor Governmental Funds - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	<u>Emergency Fund</u>	<u>NDRIN - County Recorders</u>	<u>Document Preservation Fund</u>
<u>Revenues:</u>			
Property Taxes	\$ 821	\$ -	\$ -
License, Permits & Fees	-	-	-
Intergovernmental Revenues	-	-	-
Charges for Services	-	295,189	92,889
Miscellaneous Revenues	23,980	23,921	3,248
	<u>24,801</u>	<u>319,110</u>	<u>96,137</u>
 <u>Expenditures:</u>			
Current:			
General Government	-	290,321	101,088
Public Safety	-	-	-
Highway and Streets	26,915	-	-
Culture and Recreation	-	-	-
Conservation & Econ. Development	-	-	-
	<u>26,915</u>	<u>290,321</u>	<u>101,088</u>
Total Expenditures	<u>26,915</u>	<u>290,321</u>	<u>101,088</u>
Excess (deficiency) of Revenues Over (Under) Expenditures	<u>(2,114)</u>	<u>28,789</u>	<u>(4,951)</u>
 <u>Other Financing Sources (Uses):</u>			
Transfers Out	<u>(213,000)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>(213,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(215,114)</u>	<u>28,789</u>	<u>(4,951)</u>
Fund Balance - Beginning	<u>468,610</u>	<u>328,823</u>	<u>64,823</u>
Fund Balance - Ending	<u>\$ 253,496</u>	<u>\$ 357,613</u>	<u>\$ 59,872</u>

Continued from previous page

County Park	Federal Disaster Aid	Total Nonmajor Special Revenue Funds
\$ 51,815	\$ -	\$ 397,913
-	-	89,252
9,814	10,472	379,038
-	-	958,381
4,989	-	130,015
<u>66,619</u>	<u>10,472</u>	<u>1,954,599</u>
-	-	391,409
-	-	857,192
-	-	26,915
63,426	-	621,408
-	10,450	10,450
<u>63,426</u>	<u>10,450</u>	<u>1,907,375</u>
<u>3,193</u>	<u>22</u>	<u>47,224</u>
<u>-</u>	<u>-</u>	<u>(256,000)</u>
<u>-</u>	<u>-</u>	<u>(256,000)</u>
<u>3,193</u>	<u>22</u>	<u>(208,776)</u>
<u>62,150</u>	<u>20,738</u>	<u>1,392,341</u>
<u>\$ 65,343</u>	<u>\$ 20,760</u>	<u>\$ 1,183,568</u>

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenditures and Changes in
Fund Balances - Nonmajor Governmental Funds - Debt Service Funds
For the Fiscal Year Ended December 31, 2006

	<u>Round Hill Subdivision</u>	<u>Holmen's Third Subdivision</u>	<u>Borderud's Subdivision</u>
<u>Revenues:</u>			
Property Taxes	\$ 20,915	\$ 8,318	\$ 4,500
Miscellaneous Revenues	<u>3,352</u>	<u>743</u>	<u>2,014</u>
Total Revenues	<u>24,266</u>	<u>9,060</u>	<u>6,514</u>
<u>Expenditures:</u>			
<u>Debt Service:</u>			
Principal	20,000	4,700	5,000
Interest	8,163	3,651	2,380
Fiscal Charges	<u>711</u>	<u>-</u>	<u>546</u>
Total Expenditures	<u>28,874</u>	<u>8,351</u>	<u>7,926</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,607)</u>	<u>709</u>	<u>(1,412)</u>
<u>Other Financing Sources (Uses):</u>			
Transfers Out	<u>-</u>	<u>(146)</u>	<u>-</u>
Total Other Financing Sources and (l	<u>-</u>	<u>(146)</u>	<u>-</u>
Net Change in Fund Balances	<u>(4,607)</u>	<u>563</u>	<u>(1,412)</u>
Fund Balance - Beginning	<u>64,803</u>	<u>10,192</u>	<u>38,892</u>
Fund Balance - Ending	<u>\$ 60,196</u>	<u>\$ 10,755</u>	<u>\$ 37,480</u>

<u>Windsor Green Subdivision</u>	<u>Sleepy Hollow Subdivision</u>	<u>Greyhawk Estates Subdivision</u>	<u>Forest River Subdivision</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ -	\$ -	\$ 31,516	\$ 9,561	\$ 74,809
<u>334</u>	<u>759</u>	<u>1,951</u>	<u>79</u>	<u>9,232</u>
<u>334</u>	<u>759</u>	<u>33,467</u>	<u>9,640</u>	<u>84,041</u>
-	-	10,000	25,000	64,700
-	-	14,693	638	29,524
-	-	803	595	2,655
-	-	25,496	26,233	96,879
<u>334</u>	<u>759</u>	<u>7,971</u>	<u>(16,592)</u>	<u>(12,838)</u>
-	-	-	-	(146)
-	-	-	-	(146)
<u>334</u>	<u>759</u>	<u>7,971</u>	<u>(16,592)</u>	<u>(12,984)</u>
<u>6,108</u>	<u>13,885</u>	<u>22,434</u>	<u>15,431</u>	<u>171,747</u>
<u>\$ 6,442</u>	<u>\$ 14,644</u>	<u>\$ 30,405</u>	<u>\$ (1,161)</u>	<u>\$ 158,762</u>

CASS COUNTY GOVERNMENT
Combining Statement of Revenues , Expenditures and
Changes in Fund Balances
Nonmajor Governmental Funds - Capital Projects Funds
For the Fiscal Year Ended December 31, 2006

	<u>Forest River Subdivision</u>	<u>Round Hill Subdivision</u>
Revenues:		
Intergovernmental Revenues	-	-
Miscellaneous Revenues	<u>\$ 1,321</u>	<u>\$ 1,751</u>
Total Revenues	<u>1,321</u>	<u>1,751</u>
Expenditures:		
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,321</u>	<u>1,751</u>
Other Financing Sources:		
Transfer In	-	-
Transfer Out	-	-
Bond Discount	-	-
Bond/Lease Proceeds	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>-</u>	<u>-</u>
Revenues and Other Financing Sources over Expenditures	<u>1,321</u>	<u>1,751</u>
Fund Balance - Beginning	<u>24,165</u>	<u>32,029</u>
Fund Balance - Ending	<u><u>\$ 25,486</u></u>	<u><u>\$ 33,779</u></u>

<u>Greyhawks Estates Subdivision</u>	<u>Vector Building</u>	<u>Holmen's Third Subdivision</u>	<u>Total Nonmajor Capital Projects Funds</u>
-	-	-	-
\$ 3,074	\$ 17,099	\$ 492	\$ 23,737
<u>3,074</u>	<u>17,099</u>	<u>492</u>	<u>23,737</u>
26,154	10,158	13,347	49,659
<u>26,154</u>	<u>10,158</u>	<u>13,347</u>	<u>49,659</u>
<u>(23,080)</u>	<u>6,942</u>	<u>(12,856)</u>	<u>(25,922)</u>
-	4,262	146	4,408
-	-	-	-
-	-	-	-
<u>-</u>	<u>4,262</u>	<u>146</u>	<u>4,408</u>
<u>(23,080)</u>	<u>11,204</u>	<u>(12,710)</u>	<u>(21,514)</u>
<u>81,552</u>	<u>(11,204)</u>	<u>12,710</u>	<u>139,252</u>
<u>\$ 58,472</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 117,738</u>

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
All Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2006

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<u>REVENUES</u>				
Taxes:				
Property	\$ 397,913	\$ 74,809	\$ -	\$ 472,722
Licenses, permits and fees	89,252	-	-	89,252
Intergovernmental revenues	379,038	-	-	379,038
Charges for services	958,381	-	-	958,381
Miscellaneous revenues	130,015	9,232	23,737	162,984
Total Revenues	1,954,599	84,041	23,737	2,062,377
<u>EXPENDITURES</u>				
Current:				
General government	391,409	-	-	391,409
Public Safety	857,192	-	-	857,192
Highways and streets	26,915	-	-	26,915
Culture and recreation	621,408	-	-	621,408
Conservation & economic development	10,450	-	-	10,450
Capital outlay	-	-	49,659	49,659
Debt service:				
Principal retirement	-	64,700	-	64,700
Interest	-	29,524	-	29,524
Fiscal charges	-	2,655	-	2,655
Total Expenditures	1,907,375	96,879	49,659	2,053,912
Excess (deficiency) of revenues over (under) expenditures	47,224	(12,838)	(25,922)	8,465
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	-	4,408	4,408
Transfers out	(256,000)	(146)	-	(256,146)
Total of other financing uses	(256,000)	(146)	4,408	(251,738)
Net change in fund balances	(208,776)	(12,984)	(21,514)	(243,273)
Fund Balances - Beginning	1,392,341	171,747	139,252	1,703,340
Fund Balances - Ending	\$ 1,183,568	\$ 158,762	\$ 117,738	\$ 1,460,068

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CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	Sheriff Asset Forfeiture			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	30,000	30,000	58,745	28,745
Intergovernmental Revenues	141,716	141,716	100,611	(41,105)
Charges for Services	-	-	-	-
Miscellaneous Revenues	800	800	1,794	994
Total Revenues	172,516	172,516	161,150	(11,366)
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	128,216	128,216	156,408	(28,192)
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	128,216	128,216	156,408	(28,192)
Excess (deficiency) of revenues over (under) expenditures	44,300	44,300	4,742	(39,558)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	44,300	44,300	4,742	(39,558)
Fund Balance - Beginning	58,722	58,722	58,722	-
Fund Balance - Ending	\$ 103,022	\$ 103,022	\$ 63,464	\$ (39,558)

JAIBG Fund				Jail Commissary			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6,000	6,000	7,019	1,019	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	250,000	280,000	281,542	1,542
375	375	1,841	1,466	4,000	4,000	12,795	8,795
6,375	6,375	8,860	2,485	254,000	284,000	294,337	10,337
-	-	-	-	-	-	-	-
6,000	6,000	5,115	885	210,000	240,000	222,876	17,124
-	-	-	-	-	-	-	-
6,000	6,000	5,115	885	210,000	240,000	222,876	17,124
375	375	3,745	3,369	44,000	44,000	71,461	27,462
-	-	-	-	(33,000)	(33,000)	(33,000)	-
-	-	-	-	(33,000)	(33,000)	(33,000)	-
375	375	3,745	3,369	11,000	11,000	38,461	27,462
32,425	32,425	32,425	-	204,532	204,532	204,532	-
<u>\$ 32,800</u>	<u>\$ 32,800</u>	<u>\$ 36,169</u>	<u>\$ 3,369</u>	<u>\$ 215,532</u>	<u>\$ 215,532</u>	<u>\$ 242,994</u>	<u>\$ 27,462</u>

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	Hazardous Plan/Response			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	-	-	-	-
Intergovernmental Revenues	4,000	4,000	4,150	150
Charges for Services	-	-	-	-
Miscellaneous Revenues	600	600	1,812	1,212
Total Revenues	4,600	4,600	5,962	1,362
Current:				
General Government	-	-	-	-
Public Safety	300	21,300	18,940	2,360
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	300	21,300	18,940	2,360
Excess (deficiency) of revenues over (under) expenditures	4,300	(16,700)	(12,978)	3,722
<u>Other Financing Sources (Uses):</u>				
Operating Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	4,300	(16,700)	(12,978)	3,722
Fund Balance - Beginning	34,540	34,540	34,540	-
Fund Balance - Ending	<u>\$ 38,840</u>	<u>\$ 17,840</u>	<u>\$ 21,562</u>	<u>\$ 3,722</u>

Continued from previous page

Valley Water Rescue				States Attorney Asset Forfeiture			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	10,000	10,000	23,488	13,488
38,100	38,100	37,228	(872)	-	-	-	-
-	-	-	-	-	-	-	-
700	700	1,299	599	200	200	1,488	1,288
38,800	38,800	38,527	(273)	10,200	10,200	24,977	14,776
-	-	-	-	-	-	-	-
38,100	38,100	32,580	5,520	-	1,500	1,194	306
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
38,100	38,100	32,580	5,520	-	1,500	1,194	306
700	700	5,947	5,247	10,200	8,700	23,783	15,081
-	-	-	-	(10,000)	(10,000)	(10,000)	-
-	-	-	-	(10,000)	(10,000)	(10,000)	-
700	700	5,947	5,247	200	(1,300)	13,783	15,081
6,237	6,237	6,237	-	19,117	19,117	19,117	-
<u>\$ 6,937</u>	<u>\$ 6,937</u>	<u>\$ 12,184</u>	<u>\$ 5,247</u>	<u>\$ 19,317</u>	<u>\$ 17,817</u>	<u>\$ 32,898</u>	<u>\$ 15,081</u>

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	Senior Citizens			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 350,305	\$ 350,305	\$ 345,276	\$ (5,029)
License, Permits & Fees	-	-	-	-
Intergovernmental Revenues	223,445	223,445	216,763	(6,682)
Charges for Services	-	-	-	-
Miscellaneous Revenues	508	508	2,501	1,993
Total Revenues	<u>574,258</u>	<u>574,258</u>	<u>564,541</u>	<u>(9,717)</u>
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Culture and Recreation	557,982	557,982	557,982	-
Total Expenditures	<u>557,982</u>	<u>557,982</u>	<u>557,982</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,276</u>	<u>16,276</u>	<u>6,559</u>	<u>(9,717)</u>
<u>Other Financing Sources (Uses):</u>				
Operating Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>16,276</u>	<u>16,276</u>	<u>6,559</u>	<u>(9,717)</u>
Fund Balance - Beginning	<u>24,587</u>	<u>24,587</u>	<u>24,587</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 40,863</u>	<u>\$ 40,863</u>	<u>\$ 31,146</u>	<u>\$ (9,717)</u>

Continued from previous page

911 Service				Emergency Fund			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 500	\$ 500	\$ 821	\$ 321
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
440,000	440,000	288,760	(151,240)	-	-	-	-
500	500	50,347	49,847	12,000	12,000	23,980	11,980
440,500	440,500	339,107	(101,393)	12,500	12,500	24,801	12,301
-	-	-	-	50,000	27,000	26,915	85
411,124	411,124	420,079	(8,955)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
411,124	411,124	420,079	(8,955)	50,000	27,000	26,915	85
29,376	29,376	(80,972)	(110,347)	(37,500)	(14,500)	(2,114)	12,386
-	-	-	-	-	(213,000)	(213,000)	-
-	-	-	-	-	(213,000)	(213,000)	-
29,376	29,376	(80,972)	(110,347)	(37,500)	(227,500)	(215,114)	12,386
67,038	67,038	67,038	-	468,610	468,610	468,610	-
<u>\$ 96,414</u>	<u>\$ 96,414</u>	<u>\$ (13,933)</u>	<u>\$ (110,347)</u>	<u>\$ 431,110</u>	<u>\$ 241,110</u>	<u>\$ 253,496</u>	<u>\$ 12,386</u>

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	NDRIN - County Recorder Project			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	-	-	-	-
Intergovernmental Revenues	-	-	-	-
Charges for Services	266,500	266,500	295,189	28,689
Miscellaneous Revenues	3,500	3,500	23,921	20,421
Total Revenues	270,000	270,000	319,110	49,110
<u>Expenditures:</u>				
Current:				
General Government	196,000	296,000	290,321	5,679
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	196,000	296,000	290,321	5,679
Excess (deficiency) of revenues over (under) expenditures	74,000	(26,000)	28,789	54,790
<u>Other Financing Sources (Uses):</u>				
Operating Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	74,000	(26,000)	28,789	54,790
Fund Balance - Beginning	328,823	328,823	328,823	-
Fund Balance - Ending	\$ 402,823	\$ 302,823	\$ 357,613	\$ 54,790

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Document Preservation - ROD				County Park			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 52,086	\$ 52,086	\$ 51,815	\$ (271)
-	-	-	-	-	-	-	-
-	-	-	-	2,413	2,413	9,814	7,401
90,000	90,000	92,889	2,889	-	-	-	-
2,000	2,000	3,248	1,248	3,000	3,000	4,989	1,989
92,000	92,000	96,137	4,137	57,499	57,499	66,618	9,119
90,969	103,691	101,088	2,603	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	63,645	63,645	63,426	219
90,969	103,691	101,088	2,603	63,645	63,645	63,426	219
1,031	(11,691)	(4,951)	6,740	(6,146)	(6,146)	3,192	9,339
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,031	(11,691)	(4,951)	6,740	(6,146)	(6,146)	3,192	9,339
64,823	64,823	64,823	-	62,150	62,150	62,150	-
\$ 65,854	\$ 53,132	\$ 59,872	\$ 6,740	\$ 56,004	\$ 56,004	\$ 65,343	\$ 9,339

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Special Revenue Funds
For the Fiscal Year Ended December 31, 2006

	Total Nonmajor Budgeted Special Revenue Funds			
	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 402,891	\$ 402,891	\$ 397,913	\$ (4,978)
License, Permits & Fees	46,000	46,000	89,252	43,252
Intergovernmental Revenues	409,674	409,674	368,566	(41,108)
Charges for Services	1,046,500	1,076,500	958,381	(118,119)
Miscellaneous Revenues	28,183	28,183	130,015	101,832
Total Revenues	<u>1,933,248</u>	<u>1,963,248</u>	<u>1,944,127</u>	<u>(19,121)</u>
<u>Expenditures:</u>				
Current:				
General Government	336,969	426,691	418,324	8,367
Public Safety	793,740	846,240	857,192	(10,952)
Highways and Streets	-	-	-	-
Culture and Recreation	621,627	621,627	621,408	219
Total Expenditures	<u>1,752,336</u>	<u>1,894,558</u>	<u>1,896,924</u>	<u>(2,366)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>180,912</u>	<u>68,690</u>	<u>47,203</u>	<u>(21,487)</u>
<u>Other Financing Sources (Uses):</u>				
Operating Transfers Out	-	(256,000)	(256,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(256,000)</u>	<u>(256,000)</u>	<u>-</u>
Net change in fund balances	<u>180,912</u>	<u>(187,310)</u>	<u>(208,797)</u>	<u>(21,487)</u>
Fund Balance - Beginning	<u>1,371,603</u>	<u>1,371,603</u>	<u>1,371,603</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 1,552,515</u>	<u>\$ 1,184,293</u>	<u>\$ 1,162,808</u>	<u>\$ (21,486)</u>

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CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Debt Service Funds
For the Fiscal Year Ended December 31, 2006

	Round Hill Subdivision			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ 20,811	\$ 20,811	\$ 20,915	\$ 104
Miscellaneous Revenues	750	750	3,352	2,602
Total Revenues	21,561	21,561	24,266	2,705
Expenditures:				
Debt Service:				
Principal	20,000	20,000	20,000	-
Interest	8,163	8,163	8,163	-
Fiscal Charges	1,000	1,000	711	289
Total Expenditures	29,163	29,163	28,874	289
Excess (deficiency) of revenues over (under) expenditures	(7,602)	(7,602)	(4,607)	2,995
<u>Other Financing Sources (Uses):</u>				
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Fund Balance - Beginning	64,803	64,803	64,803	-
Fund Balance - Ending	\$ 57,201	\$ 57,201	\$ 60,196	\$ 2,995

Holmen's Third Sudvidison				Borderud's Subdivision			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 8,307	\$ 8,307	\$ 8,318	\$ 11	\$ 4,500	\$ 4,500	\$ 4,500	\$ (0)
200	200	743	543	500	500	2,014	1,514
8,507	8,507	9,060	553	5,000	5,000	6,514	1,514
4,701	4,701	4,700	1	5,000	5,000	5,000	-
3,652	3,652	3,651	-	2,380	2,380	2,380	-
-	-	-	-	1,000	1,000	546	454
8,353	8,353	8,351	1	8,380	8,380	7,926	454
154	154	709	555	(3,380)	(3,380)	(1,412)	1,968
-	-	(146)	(146)	-	-	-	-
-	-	(146)	(146)	-	-	-	-
10,192	10,192	10,192	-	38,892	38,892	38,892	-
<u>\$ 10,346</u>	<u>\$ 10,346</u>	<u>\$ 10,755</u>	<u>\$ 409</u>	<u>\$ 35,512</u>	<u>\$ 35,512</u>	<u>\$ 37,480</u>	<u>\$ 1,968</u>

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Debt Service Funds
For the Fiscal Year Ended December 31, 2006

Windsor Green Subdivision				Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Miscellaneous Revenues	-	-	334	334
Total Revenues	-	-	334	334
Expenditures:				
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Fiscal Charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	334	334
<u>Other Financing Sources (Uses):</u>				
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Fund Balance - Beginning	6,108	6,108	6,108	-
Fund Balance - Ending	\$ 6,108	\$ 6,108	\$ 6,442	\$ 334

Continued from previous page

Sleepy Hollow Subdivision				Greyhawks Subdivision			
<u>Budget</u>		<u>Actual</u>	Variance With Final Budget Positive (Negative)	<u>Budget</u>		<u>Actual</u>	Variance With Final Budget Positive (Negative)
<u>Original</u>	<u>Final</u>			<u>Original</u>	<u>Final</u>		
\$ -	\$ -	\$ -	\$ -	\$ 41,203	\$ 41,203	\$ 31,516	\$ (9,687)
-	-	759	759	500	500	1,951	1,451
-	-	759	759	41,703	41,703	33,467	(8,236)
-	-	-	-	10,000	10,000	10,000	-
-	-	-	-	14,693	14,693	14,693	1
-	-	-	-	1,000	1,000	803	197
-	-	-	-	25,693	25,693	25,496	198
-	-	759	759	16,010	16,010	7,971	(8,039)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
13,885	13,885	13,885	-	22,434	22,434	22,434	-
<u>\$ 13,885</u>	<u>\$ 13,885</u>	<u>\$ 14,644</u>	<u>\$ 759</u>	<u>\$ 38,444</u>	<u>\$ 38,444</u>	<u>\$ 30,405</u>	<u>\$ (8,039)</u>

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Debt Service Funds
For the Fiscal Year Ended December 31, 2006

	Forest River Subdivision			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Taxes	\$ 10,397	\$ 10,397	\$ 9,561	\$ (836)
Miscellaneous Revenues	400	400	79	(321)
Total Revenues	10,797	10,797	9,640	(1,157)
Expenditures:				
Debt Service:				
Principal	25,000	25,000	25,000	-
Interest	638	638	638	-
Fiscal Charges	1,000	1,000	595	405
Total Expenditures	26,638	26,638	26,233	405
Excess (deficiency) of revenues over (under) expenditures	(15,841)	(15,841)	(16,592)	(751)
<u>Other Financing Sources (Uses):</u>				
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Fund Balance - Beginning	15,431	15,431	15,431	-
Fund Balance - Ending	<u>\$ (410)</u>	<u>\$ (410)</u>	<u>\$ (1,161)</u>	<u>\$ (751)</u>

Continued from previous page

Total Nonmajor Debt Service Funds

Budget			Variance With Final Budget Positive (Negative)
Original	Final	Actual	
\$ 85,218	\$ 85,218	\$ 74,809	\$ (10,409)
2,350	2,350	9,232	6,882
<u>87,568</u>	<u>87,568</u>	<u>84,041</u>	<u>(3,527)</u>
64,701	64,701	64,700	-
29,526	29,526	29,524	2
4,000	4,000	2,655	1,345
<u>98,227</u>	<u>98,227</u>	<u>96,879</u>	<u>1,347</u>
<u>(10,659)</u>	<u>(10,659)</u>	<u>(12,838)</u>	<u>(2,180)</u>
-	-	(146)	(146)
-	-	(146)	(146)
<u>149,312</u>	<u>171,747</u>	<u>171,747</u>	<u>-</u>
<u>\$ 138,653</u>	<u>\$ 161,088</u>	<u>\$ 158,762</u>	<u>\$ (2,326)</u>

CASS COUNTY GOVERNMENT Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, on a cost reimbursement basis.

Health Insurance Trust

This fund accounts for a self-funded comprehensive health insurance plan for County employees, administered by an outside firm. Costs are recovered by monthly premiums charged to each department and the plan holder. The portion of the total premium paid by the plan holder for a single, single plus dependent, or family plan is 7.15%, 14.3%, or 21.45%, respectively.

The expenditures are the actual claims incurred, up to a certain level. Stop loss coverage is purchased to limit the County's liability on each individual and in the aggregate.

Telephone Trust

This fund provides for the operation of the County's telephone system. Monthly user fees are charged to departments, as well as related long-distance charges.

Dental Insurance Trust

This fund accounts for a self-funded dental insurance plan for County employees, administered by an outside firm. Costs are recovered by monthly premiums charged to each department and the plan holder. The plan holder has a choice of a single or family policy. The county covers only the cost of the single policy.

Motor Pool Operating

The Motor Pool Operating Fund is used to account for the operations of the Cass County's motor pool. The fund pays for the purchase and operation of cars that are "rented" to Cass County departments. Departments pay for the use of the vehicles on per mile basis.

CASS COUNTY GOVERNMENT
Combining Statement of Net Assets
Internal Service Funds
December 31, 2006

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool Operating	Total
<u>ASSETS</u>					
Current Assets:					
Cash and cash equivalents	\$ 1,325,970	\$ -	\$ 139,800	\$ -	\$ 1,465,770
Due From Other Funds	27,966				27,966
Accounts Receivable	-		7,177	-	7,177
Total Current Assets	\$ 1,353,936	\$ -	\$ 146,977	\$ -	\$ 1,500,913
Noncurrent Assets:					
Capital Assets	-	-	317,795	84,546	402,341
Less: Accumulated Depreciation	-	-	(195,772)	(31,840)	(227,612)
Total Noncurrent Assets	-	-	122,022	52,706	174,729
Total Assets	1,353,936	-	268,999	52,706	1,675,642
<u>LIABILITIES</u>					
<u>Current Liabilities:</u>					
Accounts Payable	5,100	-	6,622	41	11,763
Deposits	202,620	19,128	-	-	221,748
IBNR Claims	181,169	10,797	-	-	191,966
Due to Other Funds	-	10,638		17,328	27,966
Total Liabilities	388,889	40,563	6,622	17,369	453,443
<u>Net Assets:</u>					
Invested in Capital Assets	-	-	122,022	52,706	174,729
Unrestricted	965,048	(40,563)	140,355	(17,369)	1,047,470
Total Net Assets	\$ 965,048	\$ (40,563)	\$ 262,377	\$ 35,337	\$ 1,222,199

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Funds
For the Year Ended December 31, 2006

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Operating Revenues:</u>					
Premiums	\$ 2,148,141	\$ 221,229	\$ -	\$ -	\$ 2,369,370
Charges for Services			150,928	27,999	178,927
Miscellaneous	19,313		-		19,313
Total Operating Revenues	2,167,454	221,229	150,928	27,999	2,567,610
<u>Operating Expenses:</u>					
Premiums	227,315				227,315
Medical Services	5,100				5,100
Telephone Service			42,947		42,947
Maintenance Agreements			24,527		24,527
Administrative Fees	122,506	16,915			139,421
Maintenance and Repairs			31,996	8,736	40,733
Benefit Payments	1,567,187	234,348			1,801,535
IBNR Claims	181,169	10,797			191,966
Depreciation Expense			29,040	14,568	43,608
Total Operating Expenses	2,103,277	262,060	128,510	23,305	2,517,152
Operating Income	64,177	(40,831)	22,418	4,694	50,458
<u>Nonoperating Revenues (Expenses):</u>					
Interest Income	63,133	268	5,965	46	69,412
Loss on Disposal of Capital Assets			(1,759)	(3,068)	(4,827)
Total Nonoperating Revenues (Expenses)	63,133	268	4,206	(3,022)	64,585
Change in Net Assets	127,310	(40,563)	26,624	1,672	115,043
Total Net Assets Beginning	837,737		235,753	33,665	1,107,155
Total Net Assets Ending	\$ 965,048	\$ (40,563)	\$ 262,377	\$ 35,337	\$ 1,222,199

CASS COUNTY GOVERNMENT
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2006

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Cash Flows From Operating Activities:</u>					
Receipts from customers	\$ 2,148,141	\$ 221,229	\$ 146,682	\$ 27,999	\$ 2,544,051
Payments to Suppliers	(349,821)	(16,915)	(96,358)	(8,911)	(472,005)
Claims Paid	(1,756,828)	(232,877)	-	-	(1,989,705)
Other Receipts	19,313	-	-	-	19,313
Net Cash provided by operating activities	<u>60,805</u>	<u>(28,563)</u>	<u>50,324</u>	<u>19,088</u>	<u>101,654</u>
<u>Cash Flows From Noncapital Financing Activities:</u>					
Due to/Due From Other Funds	<u>(27,966)</u>	<u>10,638</u>	<u>-</u>	<u>17,328</u>	<u>-</u>
<u>Cash Flows From Capital and Related Financing Activities:</u>					
Purchase of Capital Assets	-	-	(9,351)	(39,834)	(49,185)
Proceeds on Sale of Capital Assets	-	-	-	1,932	1,932
Net Cash Used in Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(9,351)</u>	<u>(37,902)</u>	<u>(47,253)</u>
<u>Cash Flows From Investing Activities:</u>					
Interest Income	<u>63,133</u>	<u>268</u>	<u>5,965</u>	<u>46</u>	<u>69,412</u>
Net Increase in cash and cash equivalents	95,972	(17,657)	46,938	(1,440)	123,814
Balances -Beginning of the Year	<u>1,229,998</u>	<u>17,657</u>	<u>92,862</u>	<u>1,440</u>	<u>1,341,957</u>
Balances - End of the Year	<u>1,325,970</u>	<u>-</u>	<u>139,800</u>	<u>-</u>	<u>1,465,770</u>
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>					
Operating Income (Loss)	64,177	(40,831)	22,418	4,694	50,458
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities:					
Depreciation	-	-	29,040	14,568	43,608
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	-	-	(4,246)	-	(4,246)
Increase (Decrease) in Accounts Payable	5,100	-	3,112	(175)	8,037
Increase (Decrease) in Premium Deposit Funds	26,297	1,471	-	-	27,768
Increase (Decrease) in IBNR Claims	(34,769)	10,797	-	-	(23,972)
Net Cash Provided by Operating Activities	<u>\$ 60,805</u>	<u>\$ (28,563)</u>	<u>\$ 50,324</u>	<u>\$ 19,088</u>	<u>\$ 101,654</u>

CASS COUNTY GOVERNMENT Agency Funds

Agency funds are used to account for assets held by the county as an agent for individuals, private organizations, other governments and/or other funds.

County Funds

These funds provide clearing facilities for items to be apportioned to other County funds.

Tax Collection Funds

These funds are used by the County in its role as tax collector to record property tax receipts awaiting apportionment to other governmental units and recipient County funds, and their periodic distribution.

Funds of Other Governmental Units

The County Treasurer provides fiscal services for various other governmental entities. These funds represent the assets, primarily cash and investments, of these entities in the Treasurer's custody and the related liability of the County to disburse these monies on demand.

CASS COUNTY GOVERNMENT
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2006

	Agency Funds			Total Agency Funds
	County Funds	Tax Collection Funds	Funds of Other Governmental Units	
<u>ASSETS</u>				
Cash and cash equivalents	\$ 108,481	\$ 54,942,323	\$ 583,977	\$ 55,634,781
Total Assets	<u>\$ 108,481</u>	<u>\$ 54,942,323</u>	<u>\$ 583,977</u>	<u>\$ 55,634,781</u>
<u>LIABILITIES</u>				
Accounts Payable	60,065	-	3,869	63,934
Due to Component Units	-	33,087	-	33,087
Deposits	48,416	54,909,236	580,108	55,537,760
Total Liabilities	<u>\$ 108,481</u>	<u>\$ 54,942,323</u>	<u>\$ 583,977</u>	<u>\$ 55,634,781</u>

CASS COUNTY GOVERNMENT
Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2006

	Balance 1/1/2006	Additions	Deductions	Balance 12/31/06
<u>COUNTY FUNDS</u>				
Assets				
Cash and Investments	\$ 52,352	\$ 2,204,513	\$ 2,148,384	\$ 108,481
Total Assets	<u>52,352</u>	<u>2,204,513</u>	<u>2,148,384</u>	<u>108,481</u>
Liabilities				
Accounts Payable	26,712	60,065	26,712	60,065
Funds Held for County Departments	25,641	2,144,448	2,121,672	48,417
Total Liabilities	<u>52,353</u>	<u>2,204,513</u>	<u>2,148,384</u>	<u>108,481</u>
<u>TAX COLLECTION FUNDS</u>				
Assets				
Cash and Investments	53,601,756	170,489,548	169,148,981	54,942,323
Total Assets	<u>53,601,756</u>	<u>170,489,548</u>	<u>169,148,981</u>	<u>54,942,323</u>
Liabilities				
Due to Component Units	167,623	33,087	167,623	33,087
Accounts Payable	-	-	-	-
Tax Collections Due to Other Governmental Units	53,434,133	170,456,461	168,981,358	54,909,236
Total Liabilities	<u>53,601,756</u>	<u>170,489,548</u>	<u>169,148,981</u>	<u>54,942,323</u>
<u>FUNDS OF OTHER GOVERNMENTAL UNITS</u>				
Assets				
Cash and Investments	521,516	770,261	707,801	583,977
Total Assets	<u>521,516</u>	<u>770,261</u>	<u>707,801</u>	<u>583,977</u>
Liabilities				
Accounts Payable	-	3,869	-	3,869
Funds Held for Other Governmental Units	521,516	766,392	707,801	580,108
Total Liabilities	<u>521,516</u>	<u>770,261</u>	<u>707,801</u>	<u>583,977</u>
TOTALS:				
Assets				
Cash and Investments	54,175,624	173,464,322	172,005,166	55,634,781
Total Assets	<u>54,175,624</u>	<u>173,464,322</u>	<u>172,005,165</u>	<u>55,634,781</u>
Liabilities				
Accounts Payable	26,712	63,934	26,712	63,934
Funds Held for Other Governmental Units	53,955,649	171,222,853	169,689,159	55,489,344
Funds Held for County Government	25,641	2,144,448	2,121,672	48,417
Total Liabilities	<u>\$ 54,175,625</u>	<u>\$ 173,464,322</u>	<u>\$ 172,005,166</u>	<u>\$ 55,634,781</u>

STATISTICAL SECTION

CASS COUNTY GOVERNMENT

Statistical Section

This part of the Cass County Government's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the county's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the county's financial performance and well-being have changed over time.	114-119
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the county's ability to generate its property taxes.	120-125
Debt Capacity These schedules present information to help the reader assess the affordability of the county's current levels of outstanding debt and the county's ability to issue additional debt in the future.	126-128
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place and to help make comparisons over time and with other governments.	129-130
Operating Information These schedules contain information about the county's operations and resources to help the reader understand how the county's financial information relates to the services the county provides and the activities it performs	131-135

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The county implemented Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

CASS COUNTY GOVERNMENT
NET ASSETS BY COMPONENT
LAST FOUR FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
Primary Government				
Governmental Activities				
Invested in capital assets, net of related debt	\$ 77,517,018	\$ 76,670,686	\$ 81,491,542	\$ 89,756,013
Restricted	11,100,279	10,572,401	15,901,640	14,875,029
Unrestricted	<u>6,093,807</u>	<u>7,911,261</u>	<u>3,468,282</u>	<u>3,106,687</u>
Total governmental activities net assets	<u>\$ 94,711,104</u>	<u>\$ 95,154,348</u>	<u>\$ 100,861,464</u>	<u>\$ 107,737,729</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB 34 was implemented.

CASS COUNTY GOVERNMENT
Changes in Net Assets, Last Four Fiscal Years
(accrual basis of accounting)
(unaudited)

	Fiscal Year			
	2003	2004	2005	2006
Expenses				
Primary Government				
Governmental activities:				
General government	\$ 5,125,526	\$ 5,004,958	\$ 6,938,087	\$ 8,337,708
Public safety	11,233,154	11,898,296	15,379,112	14,801,716
Highways and streets	6,372,040	7,343,638	6,929,374	5,722,810
Relief and charities	7,959,846	8,442,340	8,974,484	9,526,530
Conservation & economic development	1,578,168	2,025,487	1,529,573	1,591,068
Culture & recreation	474,987	437,164	531,426	627,911
Interest on long-term debt	39,075	32,142	46,550	70,884
Total primary government expenses	<u>\$ 32,782,796</u>	<u>\$ 35,184,025</u>	<u>\$ 40,328,605</u>	<u>\$ 40,678,626</u>
Program Revenues				
Governmental activities:				
Charges for services				
General government	\$ 1,980,065	\$ 1,935,275	\$ 1,590,639	\$ 1,409,888
Public safety	1,851,844	1,897,377	2,082,383	2,274,642
Highways and streets	383,596	32,354	257,724	796,453
Relief and charities	157,742	186,743	168,687	201,781
Conservation & economic development	215,236	27,884	110,422	41,206
Operating grants and contributions:				
General government	\$ -	\$ 92,186	\$ 339,058	\$ 55,458
Public safety	1,784,681	1,746,966	4,868,055	3,273,421
Highways and streets	4,439,276	4,227,770	5,632,451	7,642,342
Relief and charities	2,159,378	2,165,785	2,520,189	2,369,816
Conservation & economic development	793,005	20,491	18,409	54,979
Culture & recreation	169,391	172,357	150,068	224,292
Capital grants and contributions:				
General government			380,000	
Highways and streets	2,515,614		2,529,749	3,628,725
Total primary government program revenues	<u>\$ 16,449,828</u>	<u>\$ 12,505,188</u>	<u>\$ 20,647,834</u>	<u>\$ 21,973,003</u>
Net (Expense)/Revenue				
Governmental activities	<u>\$ (16,332,968)</u>	<u>\$ (22,678,837)</u>	<u>\$ (19,680,771)</u>	<u>\$ (18,705,623)</u>
General Revenues and Other Changes in Net Assets				
General activities:				
Property Taxes	\$ 17,669,197	\$ 18,781,751	\$ 20,010,985	\$ 20,913,355
Sales Taxes	2,967,611	26,810	40,209	2,412
Estate Taxes	476,797	1,445,233	1,960,172	313,134
Unrestricted State Shared Revenues	2,066,262	2,520,002	2,553,626	2,727,366
Gain on Sale of Capital Assets	262,776			
Unrestricted investment earnings	106,094	266,067	731,093	1,409,356
Miscellaneous		78,771	91,804	216,264
Total primary government	<u>\$ 23,548,734</u>	<u>\$ 23,118,630</u>	<u>\$ 25,387,889</u>	<u>\$ 25,581,887</u>
Change in Net Assets				
Primary government	<u>\$ 7,215,766</u>	<u>\$ 439,794</u>	<u>\$ 5,707,118</u>	<u>\$ 6,876,263</u>

Note: Accrual-basis financial information for the county government as a whole is only available back to 2003, the year GASB Statement 34 was implemented.

CASS COUNTY GOVERNMENT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	Fiscal Years			
	1997	1998	1999	2000
General Fund:				
Reserved	\$ 7,354	\$ 7,140	\$ 13,459	\$ 15,450
Unreserved	944,981	442,022	1,841,277	1,557,829
Total General Fund	<u>\$ 952,335</u>	<u>\$ 449,162</u>	<u>\$ 1,854,736</u>	<u>\$ 1,573,279</u>
All Other Governmental Funds:				
Reserved	\$ 125,092	\$ 191,717	\$ 1,514,386	\$ 557,824
Unreserved	4,975,272	4,580,602	4,813,032	10,869,880
Total all other governmental funds	<u>\$ 5,100,364</u>	<u>\$ 4,772,319</u>	<u>\$ 6,327,418</u>	<u>\$ 11,427,704</u>

Fiscal Years					
2001	2002	2003	2004	2005	2006
\$ 71,082	\$ 89,501	\$ 126,383	\$ 205,689	\$ 393,362	\$ 231,684
2,373,608	1,977,891	2,806,832	2,780,722	2,453,462	2,198,970
<u>\$ 2,444,690</u>	<u>\$ 2,067,392</u>	<u>\$ 2,933,215</u>	<u>\$ 2,986,411</u>	<u>\$ 2,846,824</u>	<u>\$ 2,430,654</u>
\$ 597,248	\$ 397,555	\$ 455,459	\$ 493,097	\$ 413,651	\$ 347,365
7,370,366	10,395,977	13,896,269	14,804,720	15,926,561	14,933,691
<u>\$ 7,967,614</u>	<u>\$ 10,793,532</u>	<u>\$ 14,351,728</u>	<u>\$ 15,297,817</u>	<u>\$ 16,340,212</u>	<u>\$ 15,281,056</u>

CASS COUNTY GOVERNMENT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited)

	Fiscal Year			
	1997	1998	1999	2000
Revenues				
Taxes	\$ 11,646,909	\$ 12,950,635	\$ 15,464,625	\$ 21,547,575
Intergovernmental	15,809,754	11,640,209	14,278,670	12,132,538
Licenses Permits & Fees	20,853	13,150	9,532	9,921
Charges for Services	1,483,951	1,717,635	1,756,552	1,748,851
Miscellaneous	904,160	926,558	905,262	1,334,497
Total revenues	<u>\$ 29,865,627</u>	<u>\$ 27,248,187</u>	<u>\$ 32,414,641</u>	<u>\$ 36,773,382</u>
Expenditures				
General Government	\$ 2,843,991	\$ 2,854,837	\$ 2,722,164	\$ 3,371,416
Public Safety	6,339,354	7,080,769	7,193,003	8,032,353
Public Works	9,743,459	8,109,816	6,916,721	7,620,498
Relief & Charities	6,355,987	5,889,859	6,317,407	6,743,414
Culture & Recreation	299,284	326,440	325,291	348,016
Conservation & Economic Development	3,393,069	3,361,886	3,968,128	1,854,005
Capital Outlay	310,764	212,864	1,490,840	3,346,741
Debt Service				
Principal	480,000	505,000	577,292	614,525
Interest	106,496	96,292	81,937	53,606
Total expenditures	<u>\$ 29,872,404</u>	<u>\$ 28,437,763</u>	<u>\$ 29,592,783</u>	<u>\$ 31,984,574</u>
Excess of revenues over (under) expenditures	<u>\$ (6,777)</u>	<u>\$ (1,189,576)</u>	<u>\$ 2,821,858</u>	<u>\$ 4,788,808</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ 305,000	\$ -	\$ -	\$ -
Lease Proceeds	-	235,000	-	-
Sale of Property	63,864	123,361	138,815	30,019
Transfers In	120,000	278,787	6,150	-
Transfers Out	(120,000)	(278,787)	(6,150)	-
Total other financing sources (uses)	<u>\$ 368,864</u>	<u>\$ 358,361</u>	<u>\$ 138,815</u>	<u>\$ 30,019</u>
Net change in fund balance	\$ 362,087	\$ (831,215)	\$ 2,960,673	\$ 4,818,827
Debt service as a percentage of noncapital expenditures	1.98%	2.13%	2.35%	2.33%

Fiscal Year					
2001	2002	2003	2004	2005	2006
\$ 22,801,190	\$ 24,071,826	\$ 20,752,619	\$ 18,848,240	\$ 20,119,716	\$ 20,936,553
12,839,214	12,363,921	11,945,099	12,398,342	17,464,515	16,680,942
83,476	147,139	151,204	135,541	231,789	268,555
2,794,182	3,245,720	4,095,337	3,921,100	4,514,596	4,362,415
1,342,492	509,299	635,382	329,919	856,042	1,680,156
<u>\$ 39,860,554</u>	<u>\$ 40,337,905</u>	<u>\$ 37,579,641</u>	<u>\$ 35,633,142</u>	<u>\$ 43,186,658</u>	<u>\$ 43,928,621</u>
\$ 3,432,683	\$ 4,366,461	\$ 4,453,607	\$ 4,854,347	\$ 5,620,893	\$ 5,442,844
7,894,722	9,437,503	10,801,885	11,522,810	15,061,699	14,437,318
8,718,962	7,226,360	7,129,641	7,069,254	10,247,603	10,348,744
7,277,875	7,802,578	7,903,898	8,420,107	8,917,652	9,437,985
353,994	417,521	468,984	531,719	524,923	621,408
2,515,423	2,497,721	1,574,123	2,021,770	1,536,733	1,585,220
12,452,426	6,334,131	699,420	125,659	1,551,159	3,257,748
101,876	113,146	135,272	138,427	131,717	252,830
36,135	35,323	39,075	32,142	32,864	61,233
<u>\$ 42,784,096</u>	<u>\$ 38,230,744</u>	<u>\$ 33,205,905</u>	<u>\$ 34,716,235</u>	<u>\$ 43,625,243</u>	<u>\$ 45,445,330</u>
<u>\$ (2,923,542)</u>	<u>\$ 2,107,161</u>	<u>\$ 4,373,736</u>	<u>\$ 916,907</u>	<u>\$ (438,585)</u>	<u>\$ (1,516,709)</u>
\$ 85,264	\$ -	\$ -	\$ -	\$ 1,274,299	\$ -
-	303,179	-	-	-	-
80,178	51,412	50,281	78,930	67,095	41,382
-	8,500	1,299,997	1,539,688	65,171	260,408
-	(8,500)	(1,299,997)	(1,539,688)	(65,171)	(260,408)
<u>\$ 165,442</u>	<u>\$ 354,591</u>	<u>\$ 50,281</u>	<u>\$ 78,930</u>	<u>\$ 1,341,394</u>	<u>\$ 41,382</u>
\$ (2,758,100)	\$ 2,461,752	\$ 4,424,017	\$ 995,837	\$ 902,809	\$ (1,475,327)
0.46%	0.47%	0.54%	0.49%	0.39%	0.74%

CASS COUNTY GOVERNMENT
True and Full Value, Assessed Value, and Actual Value of Taxable Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	True and Full Value of Real Property			Total True & Full Value	Total Taxable Value	Total Direct Tax Rate
	Residential Property	Commerical Property	Farmland			
1997	2,013,426,900	1,396,636,320	446,550,200	3,856,613,420	190,548,516	61.49
1998	2,173,839,050	1,471,375,820	468,167,800	4,113,382,670	202,940,364	65.00
1999	2,315,269,450	1,564,809,120	485,870,800	4,365,949,370	211,793,044	69.26
2000	2,512,541,650	1,664,507,120	485,250,800	4,662,299,570	225,748,971	67.37
2001	2,693,478,800	1,805,753,070	498,751,700	4,997,983,570	242,295,261	65.37
2002	2,860,436,000	2,016,216,420	515,825,300	5,392,477,720	261,221,097	62.69
2003	3,126,856,600	2,108,226,200	540,408,200	5,775,491,000	278,991,914	65.05
2004	3,407,052,460	2,247,441,920	516,528,200	6,171,022,580	297,734,736	65.00
2005	3,871,135,030	2,373,175,968	515,384,300	6,759,695,298	325,152,068	65.00
2006	4,350,871,760	2,538,581,120	567,002,700	7,456,455,580	357,775,914	62.00

Source: County Auditor's Office

Notes:

Taxable values for a given fiscal year are from the prior calendar year's tax roll.

Direct tax rate per \$1,000 of taxable value.

Property in Cass County is assessed annually. The county assesses property at true and full value. For residential and commercial property true and full is market value. For farmland true and full value is productivity value. True and full for all property is reduced by 50 percent to arrive at assessed value. Taxable value is calculated at 10% of assessed value for commercial property and farmland. Residential property is calculated at 9% of assessed value. Taxable value also includes centrally assessed property such as railroads, pipelines and electric. Taxable valuation is also reduced for homestead credits as approved by state statute.

CASS COUNTY GOVERNMENT
Principal Property Tax Payers
Current Year and Nine Years Ago
(Unaudited)

Name	Fiscal Year 2006		Fiscal Year 1997	
	Taxable Value	Percentage of Total Taxable Value	Taxable Value	Percentage of Total Taxable Value
Northern States Power Company	\$ 4,049,932	1.13%	2,761,128	1.45%
West Acres Development Company	3,495,570	0.98%	2,207,195	1.16%
Dakota Specialty Institute	2,928,705	0.82%		
Meritcare Medical Group	2,441,814	0.68%		
Blue Cross of North Dakota	1,385,400	0.39%	910,880	0.48%
Matrix Properties Corp.	1,283,670	0.36%		
Medical Properties Inc.	1,212,800	0.34%	1,018,105	0.53%
Case Equipment Corporation	935,300	0.26%	596,855	0.31%
Vanraden Homes Inc.	863,086	0.20%		
Lexus Tower LTD Parnership	731,060	0.24%		
NW Bell Telephone Co			1,893,444	0.99%
Burlington Northern			897,600	0.47%
Fargo Clinic			879,545	0.46%
Super Valu Stores Inc			768,950	0.40%
Dayton-Hudson Corp.			519,680	0.31%
Total Attributable to Ten Largest Property Taxpayers	<u>19,327,337</u>	<u>5.40%</u>	<u>12,453,382</u>	<u>6.56%</u>
TOTAL GROSS TAXABLE VALUE	<u>\$ 357,775,914</u>	<u>100.00%</u>	<u>190,548,516</u>	<u>100.00%</u>

SOURCE: County Auditor's Office

CASS COUNTY GOVERNMENT
Property Tax Rates - Direct and Overlapping
Last Ten Fiscal Years
(per \$1,000 of taxable value)
(Unaudited)

	Fiscal Year			
	1997	1998	1999	2000
Direct				
General	27.72	29.13	30.94	30.40
Human Service	16.88	18.14	20.94	20.15
Highway	0.25	0.25	0.25	0.25
Veteran Service Officer	0.38	0.38	0.50	0.47
Senior Citizens	1.00	1.00	1.00	1.00
10 Mill Matching Federal Aid	10.00	10.00	10.00	10.00
Job Development Authority	2.76	3.50	3.03	2.75
Emergency				
County Loan	2.50	2.60	2.60	2.35
Total Direct	61.49	65.00	69.26	67.37
Overlapping Governments				
Cities				
Fargo	61.56	61.53	61.53	60.24
West Fargo	72.04	73.72	73.72	69.63
Other Cities	18.60-130.56	18.52-121.42	17.63-119.89	17.04-140.84
Park Districts				
Fargo	31.61	31.84	32.38	33.07
West Fargo	26.70	27.34	27.79	28.23
Other Park Districts	4.00-27.37	4.00-26.09	4.00-27.72	4.00-28.31
School Districts				
Fargo	308.39	314.21	322.66	320.24
West Fargo	251.06	250.83	249.02	249.02
Other School District	171.32-239.27	168.88-239.98	172.10-247.03	176.95-249.37
Townships	11.33-45.60	13.65-41.84	11.61-40.81	11.07-41.42
Water Resource Districts	4.00-5.00	4.60-5.00	4.50-5.00	4.50-5.00
Fire Districts	2.80-8.61	2.76-10.00	2.65-10.00	2.28-10.78

Source: County Auditor's Office

Fiscal Year					
2001	2002	2003	2004	2005	2006
30.40	29.52	30.00	31.20	32.75	31.25
19.89	19.89	21.00	21.00	21.00	19.00
0.25	0.25	1.50	0.25	10.25	10.75
0.58	0.53	0.50	0.50	-	-
1.00	1.00	1.00	1.00	1.00	1.00
10.00	10.00	10.00	10.00	-	-
2.75	1.00	0.80	0.80	-	-
0.50	0.50	0.25	0.25	-	-
-	-	-	-	-	-
65.37	62.69	65.05	65.00	65.00	62.00
60.31	60.13	60.30	60.24	58.73	59.25
67.71	72.99	80.74	84.53	89.61	88.76
15.93-141.59	15.53-154.02	14.43-163.66	13.59-184.27	12.30-194.24	11.44-179.29
32.67	32.67	32.87	32.73	32.46	32.58
26.72	27.19	26.76	26.45	32.08	39.66
3.90-27.29	3.99-28.32	3.91-27.90	3.65-27.75	3.59-26.60	3.35-26.17
327.40	327.88	323.84	320.20	319.55	318.62
249.02	249.02	254.02	254.02	254.02	254.02
159.93-251.00	146.98-247.83	140.84-255.88	162.00-265.14	170.09-267.32	174.62-266.66
14.07-38.94	13.63-37.44	12.60-35.50	11.73-36.77	9.70-38.77	8.56-32.88
5.00	5.00	5.00	5.00	5.00	5.00
2.52-10.00	2.41-10.00	2.29-9.49	2.3-7.79	2.3-9.24	2.12-8.37

CASS COUNTY GOVERNMENT
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year Original Levy	Adjustments	Total Adjusted Levy
1997	11,870,649	54,138	11,924,787
1998	13,413,824	24,207	13,438,031
1999	14,736,125	23,262	14,759,387
2000	15,291,547	54,160	15,345,707
2001	15,933,162	33,533	15,966,695
2002	16,475,527	44,219	16,519,746
2003	18,253,671	40,807	18,294,478
2004	19,464,083	(16,899)	19,447,184
2005	20,700,664	29,900	20,730,565
2006	21,664,145	(12,164)	21,651,981

Source: County Auditor's Office

Note: The information in this schedule relates to the county's own property tax levies, and does not include those it collects on behalf of other governments.

<u>Collected Within the Fiscal Year of the Levy</u>		Collections in Subsequent Years	<u>Total Collections to Date</u>	
<u>Amount</u>	<u>Percentage of Original Levy</u>		<u>Amount</u>	<u>Percentage of Adjusted Levy</u>
11,230,691	94.61%	197,378	11,428,069	95.83%
12,675,531	94.50%	200,291	12,875,822	95.82%
13,875,135	94.16%	249,888	14,125,024	95.70%
14,382,729	94.06%	305,096	14,687,825	95.71%
14,939,157	93.76%	348,488	15,287,645	95.75%
15,490,489	94.02%	333,568	15,824,057	95.79%
17,218,095	94.33%	204,104	17,422,199	95.23%
18,290,840	93.97%	255,937	18,546,777	95.37%
19,542,247	94.40%	83,307	19,625,554	94.67%
20,417,670	94.25%	-	20,417,670	94.30%

**CASS COUNTY GOVERNMENT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)**

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
Assessed Value of Property	\$ 1,928,306,710	\$ 2,056,691,335	\$ 2,182,974,685	\$ 2,331,149,785
Debt Limit, 5% of Assessed Value	96,415,336	102,834,567	109,148,734	116,557,489
Amount of Debt Applicable to Limit				
General Obligation Bonds	1,470,000	1,005,000	520,000	-
Less: Resources Restricted to Paying Principal	<u>114,844</u>	<u>154,543</u>	<u>161,747</u>	<u>-</u>
Total Net General Obligation Bonds	1,355,156	850,457	358,253	-
Capital Leases	<u>-</u>	<u>235,000</u>	<u>192,708</u>	<u>148,183</u>
Total net debt applicable to limit	1,355,156	1,085,457	550,961	148,183
Legal Debt Margin	<u>\$ 95,060,180</u>	<u>\$ 101,749,110</u>	<u>\$ 108,597,773</u>	<u>\$ 116,409,306</u>
Total net debt applicable to the limit as a percentage of debt limit	1.41%	1.06%	0.50%	0.13%

Source: County Auditor's Office

<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
\$ 2,498,991,785	\$ 2,696,238,860	\$ 2,887,745,500	\$ 3,085,511,290	\$ 3,379,847,649	\$ 3,728,227,790
124,949,589	134,811,943	144,387,275	154,275,565	168,992,382	186,411,390
-	-	-	-	-	-
-	-	-	-	-	-
<u>113,811</u>	<u>355,136</u>	<u>231,911</u>	<u>157,706</u>	<u>980,445</u>	<u>792,315</u>
113,811	355,136	231,911	157,706	980,445	792,315
<u>\$ 124,835,778</u>	<u>\$ 134,456,807</u>	<u>\$ 144,155,364</u>	<u>\$ 154,117,859</u>	<u>\$ 168,011,937</u>	<u>\$ 185,619,075</u>
0.09%	0.26%	0.16%	0.10%	0.58%	0.43%

CASS COUNTY GOVERNMENT
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Bonded Debt			Percent of Actual Value of taxable Property(1)
	General Obligation Bonds	Less: Amounts Restricted to Repaying Principal	Total	
1997	\$ 1,470,000	\$ 114,844	\$ 1,355,156	0.71%
1998	1,005,000	154,543	850,457	0.42%
1999	520,000	161,747	358,253	0.17%
2000	-	-	-	-
2001	-	-	-	-
2002	-	-	-	-
2003	-	-	-	-
2004	-	-	-	-
2005	-	-	-	-
2006	-	-	-	-

Fiscal Year	Other Governmental Activities Debt			Total Primary Government	Percentage of Personal Income(2)	Per Capita(2)
	Special Assessment Bonds	Special Assessments Payable	Capital Leases			
1997	\$ -	\$ 237,024	\$ -	\$ 1,707,024	0.06%	\$ 14.51
1998	625,000	213,335	235,000	2,078,335	0.07%	17.32
1999	575,000	244,481	192,708	1,532,189	0.05%	12.57
2000	525,000	165,957	148,183	839,140	0.02%	6.80
2001	555,000	113,811	101,307	770,118	0.02%	6.19
2002	491,205	94,866	355,136	941,207	0.02%	7.52
2003	427,201	64,054	231,911	723,166	0.02%	5.71
2004	362,978	44,360	157,706	565,044	0.01%	4.36
2005	688,522	4,224	980,445	1,673,191	0.04%	12.83
2006	623,822	3,970	792,315	1,420,107	0.03%	10.72

Notes: 2006 percentages calculated using 2005 personal income data, which is the most recent available.

- (1) See Schedule on page 120 for property tax value data
- (2) See Schedule on page 129 for population and personal income data

CASS COUNTY GOVERNMENT
Demographic Statistics
Last Ten Fiscal Years
(Unaudited)

Year	Estimated Population (1)	Personal Income (thousands of dollars) (1)	Per Capita Income (1)	Unemployment Rate (2)
1997	117,616	2,884,442	24,524	1.4%
1998	119,973	3,153,915	26,289	1.6%
1999	121,921	3,366,317	27,611	1.8%
2000	123,373	3,646,982	29,561	1.6%
2001	124,336	3,721,579	29,932	1.5%
2002	125,189	3,932,151	31,410	3.5%
2003	126,595	4,068,773	32,140	2.5%
2004	129,583	4,371,119	33,732	2.8%
2005	130,455	4,563,011	34,978	2.7%
2006	132,525	*	*	2.6%

SOURCES:

- (1) Bureau of Economic Analysis, U.S. Department of Commerce
www.bea.gov
- (2) North Dakota Job Service
www.state.nd.us

* Information is not yet available.

CASS COUNTY GOVERNMENT
Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Employer	2006		1997	
	Number of Employees	Percentage of Total County Employment	Number of Employees	Percentage of Total County Employment
Meritcare Health Systems	3,961	4.87%	3,800	5.36%
North Dakota State University	2,127	2.62%	1,920	2.71%
Melroe Company	-	-	1,850	2.61%
Dakota Heartland Health System	-	-	1,350	1.91%
Blue Cross Blue Shield of North Dakota	1,492	1.83%	1,300	1.83%
Fargo Public School District #1	1,383	1.70%	1,090	1.54%
U.S. Bank Service Center	1,089	1.34%	-	-
Microsoft Business Solutions	1055	1.30%	-	-
Case New Holland Corporation	660	0.81%	630	0.89%
City of Fargo	632	0.78%	624	0.88%
West Fargo Public Schools	584	0.72%	-	-
Dakota Clinic	575	0.71%	1,000	1.41%
Department of Veterans Affairs	-	-	577	0.81%
	<u>13,558</u>	<u>16.67%</u>	<u>14,141</u>	<u>19.96%</u>

SOURCE: Economic Development Corporation
<http://www.fedc.com/businessclimate/employers.php>

Job Service of North Dakota
<http://www.state.nd.us/jsnd/Bin/lmidata.pl>

CASS COUNTY GOVERNMENT
Elected Officials and Full-Time Employees by Function (1)
Last Ten Years
(Unaudited)

<u>Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Human Services</u>	<u>Elected Officials</u>	<u>Total</u>
1997	26	136	32	114	11	319
1998	31	140	36	114	11	332
1999	31	145	33	114	11	334
2000	38	148	37	115	13	351
2001	38	144	35	116	11	343.7
2002	35.5	160	36	121	10	362.5
2003	35	164	35.5	122	10	366.5
2004	34	169	33	124	10	370
2005	34	172	34	125	10	375
2006	36	174	34	130	10	383

(1) For this schedule, full-time is 30 hours per week (75% FTE) or more.

CASS COUNTY GOVERNMENT
Operating Indicators by Function
Last Ten Fiscal Years
(Unaudited)

Function/Program	Fiscal Year			
	1997	1998	1999	2000
General Government				
Deeds Filled	4,618	5,498	5,055	4,756
Tax Statements Issued	45,175	45,286	45,939	46,887
Statements Collected within First Year	43,705	43,814	44,563	45,308
Percent Collected in First Year	96.75%	96.75%	97.00%	96.63%
Marriage License Issued	**	**	**	**
Death Certificates Issued	**	**	**	**
Public Safety				
Total Inmates	5,669	6,078	5,366	5,399
Average Daily Population	102	117	100	99
Warrants Served	6,031	4,960	3,747	3,617
Civil Process Served	7,804	9,263	8,363	8,962
Citations Issued	972	1,421	**	**
Highways & Streets				
Miles of paved roads overlaid with asphalt	9.00	4.00	8.20	0.00
Miles of paved roads reconstructed with asphalt	6.00	11.40	0.00	0.00
Miles of paved roads reconstructed with concrete	0.00	0.00	0.00	0.00
Miles of gravel roads paved with asphalt	0.00	2.00	2.00	2.40
Total Miles Surfaced	15.00	17.40	10.20	2.40
Miles of asphalt roads chip sealed	22.60	2.00	8.40	11.70
Relief & Charities				
Child Abuse/Neglect Avg New Cases	121	121	124	132
HCBS (1) Average Caseload Per Year	444	488	488	495

(1) HCBS - Home and Community Based Services

** - Numbers are not available for these years.

Source: Various County Departments

Fiscal Year					
2001	2002	2003	2004	2005	2006
4,268	5,543	6,213	6,260	6,123	5,633
47,881	50,776	50,117	52,208	53,772	55,014
46,253	49,309	48,691	50,701	51,971	53,197
96.60%	97.11%	97.15%	97.11%	96.65%	96.70%
928	943	1,037	1,031	1,081	1,011
1,370	2,778	1,428	1,321	1,348	1,377
6,213	6,843	7,290	7,807	7,720	7,858
118	175	203	198	223	230
4,060	4,336	4,152	4,672	4,368	4,828
8,603	8,804	9,234	10,400	10,223	10,434
**	5,783	6,164	6,102	4,628	6,095
5.50	10.00	31.40	15.80	11.70	6.30
0.00	0.00	0.00	0.00	0.00	0.00
1.70	0.00	0.00	0.00	0.00	0.00
2.00	0.00	0.00	0.00	0.00	4.00
9.20	10.00	31.40	15.80	11.70	10.30
19.10	22.90	18.50	25.00	26.00	24.30
147	152	149	160	156	164
532	564	559	540	561	565

CASS COUNTY GOVERNMENT
Capital Asset Statistics by Function
Last Ten Fiscal Years
(Unaudited)

<u>Function/Program</u>	Fiscal Year			
	1997	1998	1999	2000
General Government				
Number of Voting Machines	1	1	1	2
Number of Buildings	4	4	4	4
Public Safety				
Jail Capacity	120	120	120	120
Highways & Streets				
County Road Miles Maintained	650	650	650	650
Number of Bridges	260	260	260	260
Number of Motorgraders	7	7	7	7

Source: Various County Departments

Fiscal Year					
2001	2002	2003	2004	2005	2006
2	12	34	68	136	137
4	4	4	4	4	4
120	252	252	252	252	252
650	650	650	650	650	650
260	260	260	246	246	246
7	7	7	7	7	7