

CASS COUNTY GOVERNMENT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2008
Fargo, North Dakota

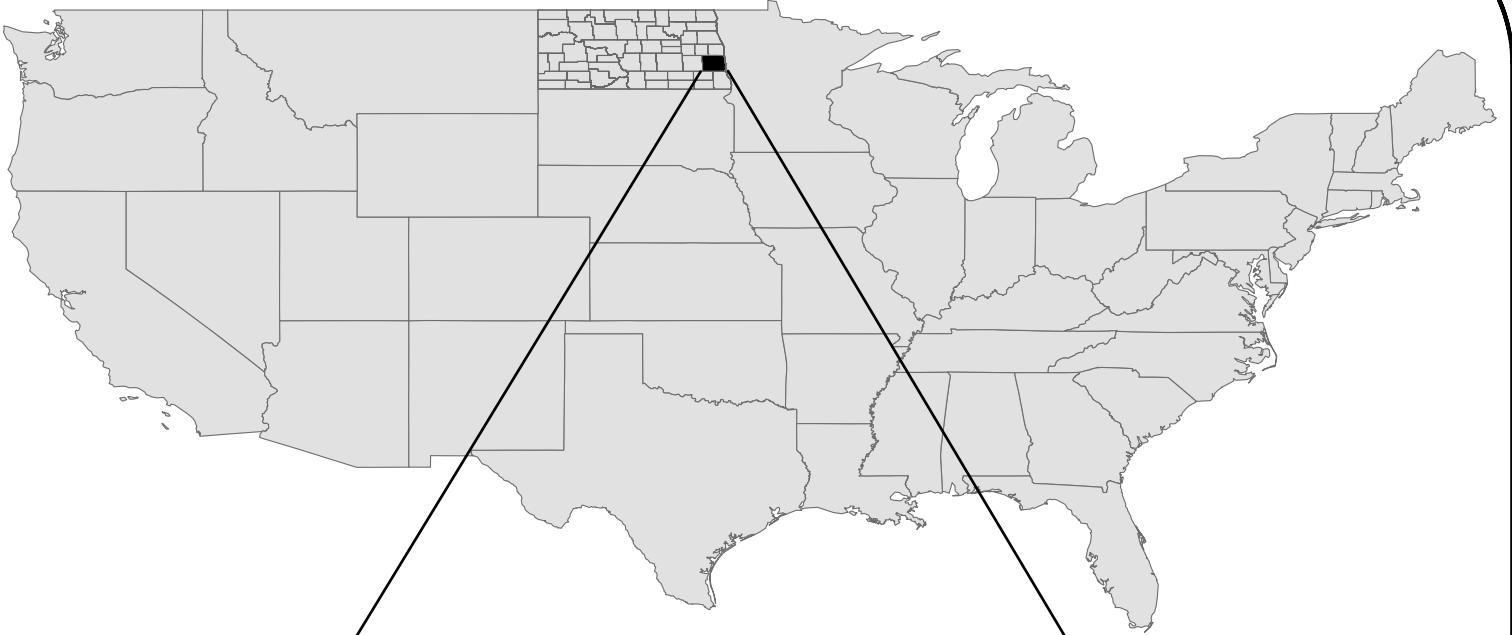
CASS COUNTY, NORTH DAKOTA

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REPORT**

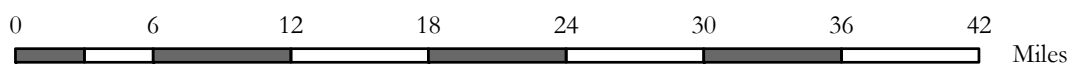
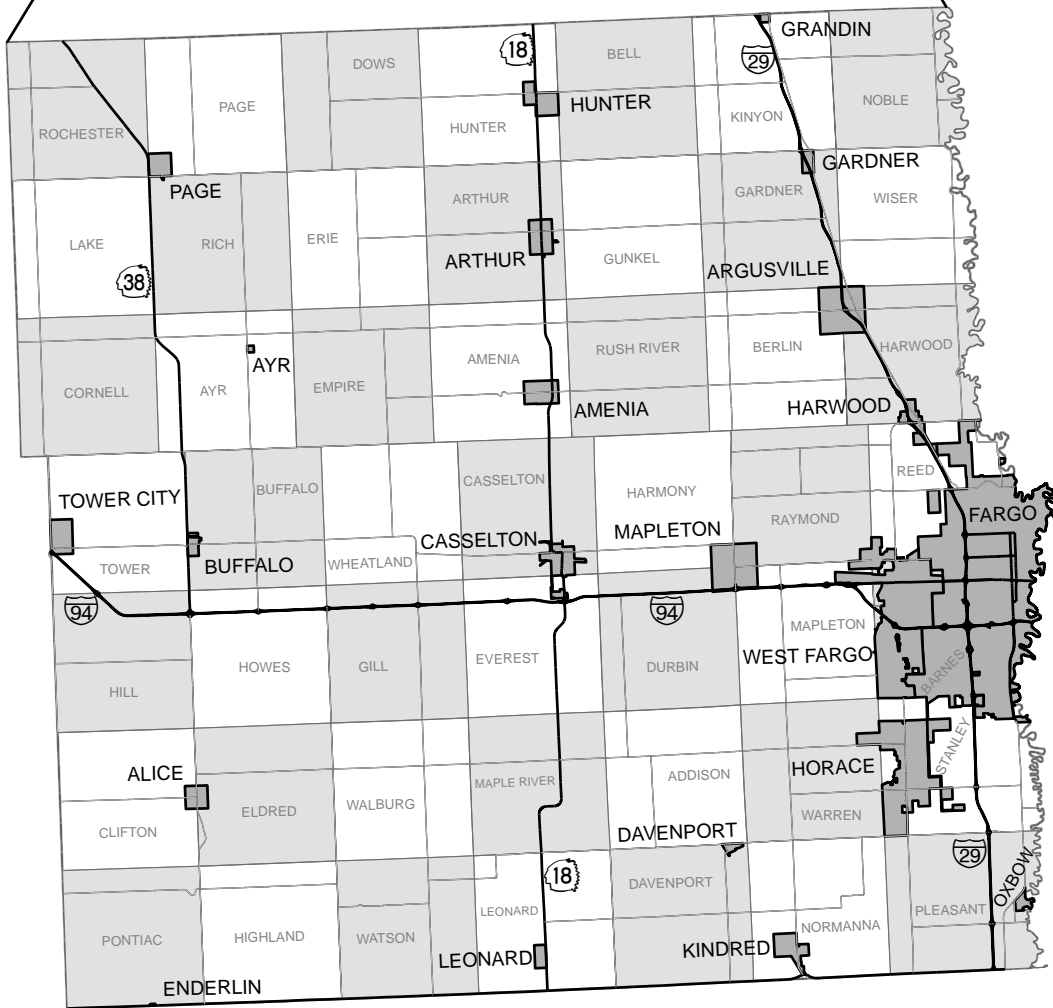
For the Year Ended December 31,
2008

Prepared by the County Auditor's Office

North Dakota



Cass County



**CASS COUNTY GOVERNMENT
Comprehensive Annual Financial Report
For the Year Ended December 31, 2008**

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INTRODUCTORY SECTION



May 31, 2009

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, 2008.

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, 2008, 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, 2008 are incorporated in a separate report.

Box 2806
211 Ninth Street South
Fargo, North Dakota 58103

Fax 701-241-5728

The Management's discussion and analysis (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.

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. Dakota Clinic and Innovis Hospital were recently purchased by Essential Health who has plans for major additions to the facilities. 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 2008 were \$2.5 billion, which represents a 5.2 percent increase from 2007. Sales have increased by an average 4 percent over the last ten years.

Long-Term Financial Planning

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. The county continues to manage resources through budgeting policies.

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.

With the continued growth through out the county many departments are experiencing case load increases which has resulted in need for increased staff. The county has hired consultants to review statistical information on work loads and to help with long-term growth and planning for the future. The results of this study will be used in the preparation of the planning process to build an addition to the courthouse.

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, 2008 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, 2007. This was the fourteenth 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 Alicia Ulberg, 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, 2007

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.



A handwritten signature in black ink, appearing to read "M. L. Post".

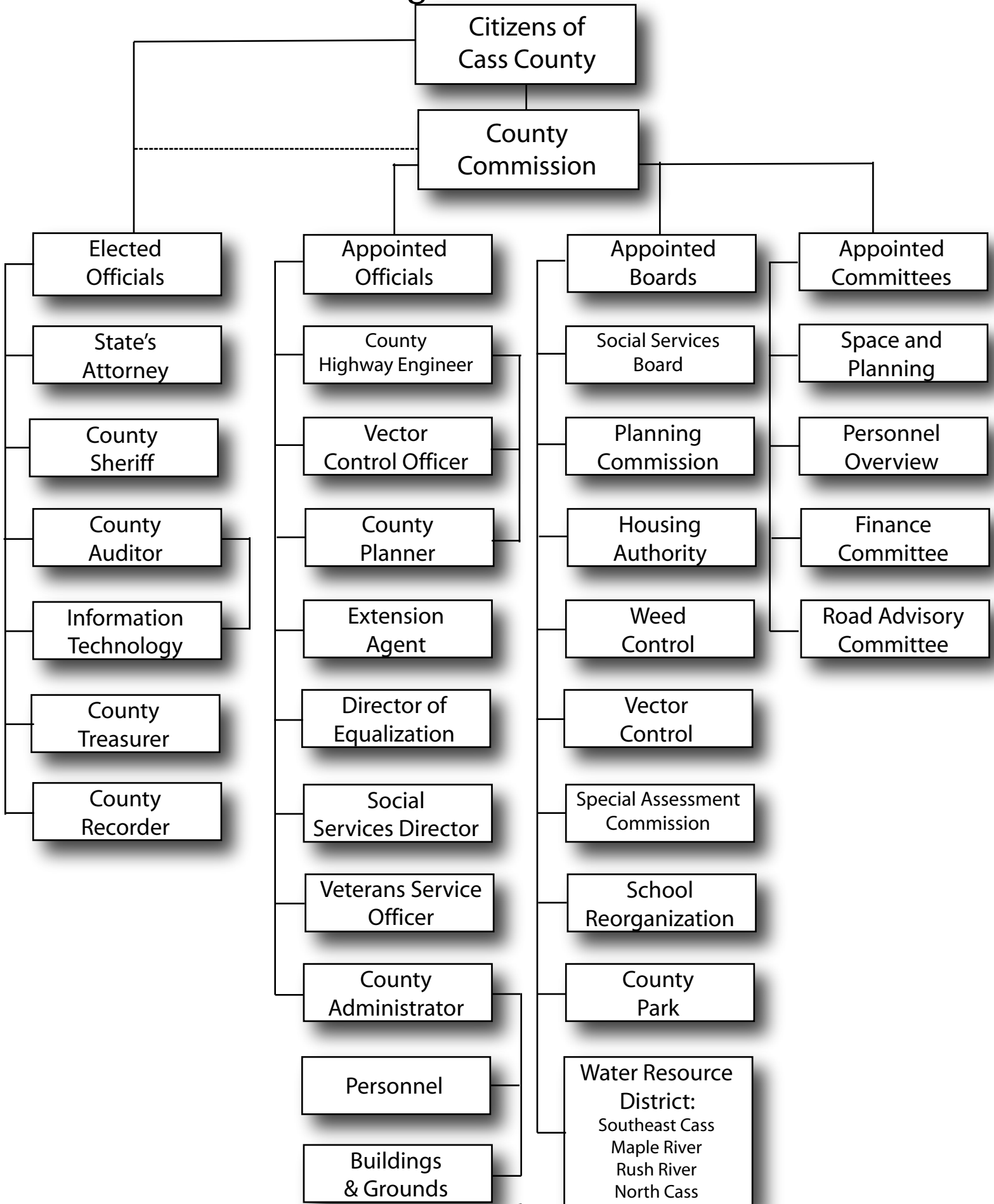
President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

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, 2007. 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 Organizational Chart



**CASS COUNTY GOVERNMENT
COUNTY OFFICIALS**

Current Officials

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

Auditor: Michael Montplaisir

Treasurer: Charlotte Sandvik

Sheriff: Paul Laney

Recorder: Jewel Spies

States Attorney: Birch Burdick

2008 Officials

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

Auditor: Michael Montplaisir

Treasurer: Charlotte Sandvik

Sheriff: Paul Laney

Recorder: Jewel Spies

States Attorney: Birch Burdick

THIS PAGE HAS BEEN RESERVED FOR NOTES

FINANCIAL SECTION

STATE AUDITOR
ROBERT R. PETERSON
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(701) 328-1406



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FARGO OFFICE
MANAGER - DAVID MIX
(701) 239-7252
FAX (701) 239-7251

STATE OF NORTH DAKOTA
OFFICE OF THE STATE AUDITOR
600 E. BOULEVARD AVENUE - DEPT. 117
BISMARCK, ND 58505

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 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, 2008, 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, 2008, 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 May 29, 2009 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.

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

May 29, 2009

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, 2008. 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, 2008, the net assets of Cass County Government exceeded liabilities by \$119,388,810. Net assets invested in capital assets (net of depreciation and related debt) accounted for nearly 88% of this amount, with a value of \$105,044,599. Of the remaining net assets, \$2,720,921 is restricted for special purposes, \$8,922,459 is restricted for capital projects, and \$2,697,911 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors, without legal restriction.
- At December 31, 2008, the County's governmental funds reported combined ending fund balances of \$13,831,440, a decrease of \$3,284,490 over the previous year.
- At December 31, 2008, the unreserved fund balance for the General Fund was \$2,830,637 or 14% 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 2008. 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 2008.

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 67-114 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, 2008, Cass County's assets exceeded liabilities by \$119,375,335.

Statement of Net Assets
December 31, 2008 and 2007

	Governmental Activities	
	2008	2007
Current and Other Assets	\$ 26,150,741	\$ 29,923,155
Capital Assets	105,633,777	97,115,550
Total Assets	<u>\$ 131,784,518</u>	<u>\$ 127,038,705</u>
Long-Term Liabilities	\$ 1,198,074	\$ 1,403,594
Other Liabilities	11,197,633	11,884,549
Total Liabilities	<u>\$ 12,395,707</u>	<u>\$ 13,288,143</u>
Net Assets:		
Invested in Capital Assets Net of Related Debt	\$ 105,044,599	\$ 96,422,671
Restricted	11,646,300	13,536,598
Unrestricted	2,697,911	3,791,292
Total Net Assets	<u>\$ 119,388,810</u>	<u>\$ 113,750,562</u>

The largest portion of the County's net assets (87.9 %), 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 (9.7 %) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets \$2,697,911 may be used to meet the government's ongoing obligations to its citizens and creditors. Total Net Assets increased by over \$5 million. The main reason for the increase was the result of various county road improvement projects that were funded by capital grants and private sources.

STATEMENT OF CHANGES IN NET ASSETS

Governmental activities increased the County's net assets by \$5,638,257. Key elements in changes in net assets are shown in the following table.

	Governmental Activities	
	2008	2007
Revenues:		
Program Revenues:		
Charges for Services	\$ 4,225,915	\$ 6,225,796
Operating Grants and Contributions	11,530,050	11,424,686
Capital Grants and Contributions	1,144,856	1,365,000
General Revenues:		
Property Taxes	24,584,536	22,794,242
Sales Tax	3,443	9,060
Estate Tax	13,200	93,929
State Share Revenues	3,551,164	3,101,960
Other	1,216,547	1,800,899
Total Revenues	\$ 46,269,711	\$ 46,815,572
Expenses:		
General Government	\$ 5,948,114	\$ 5,725,081
Public Safety	13,844,524	14,649,223
Highways and Streets	8,202,883	7,680,829
Relief and Charities	10,115,364	10,349,353
Conservation Economic Development	1,750,024	1,648,980
Culture & Recreation	701,706	691,406
Interest on Long-Term Debt	68,837	57,868
Total Expenses	\$ 40,631,453	\$ 40,802,741
Increase in Net Assets	\$ 5,638,259	\$ 6,012,830
Net Assets – January 1	113,750,562	107,737,729
Net Assets – December 31	\$ 119,388,810	\$ 113,750,562

Total revenues for 2008 were \$46,259,711. Property tax revenue accounted for 53% of total revenues. Other taxes accounted for less than 1%, operating grants accounted for 23%, capital grants accounted for 2%, and the remaining 21% 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 2008, the County's governmental funds reported combined ending fund balances of \$13,831,440, a decrease of \$3,284,490 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 2008, unreserved fund balance of the General Fund was \$2,830,637, while total fund balance was \$3,112,246. 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 14% of total General Fund expenditures.

The County's General Fund balance increased by \$594,218 during 2008 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, 2008 was \$1,905,149 – a increase of \$218,512 over December 2007. The increase was primarily due to an increase in property tax collections as a result of increased property valuations.

The fund balance of the County Road and Bridge Fund at December 31, 2008 was \$(1,935,246). This was a decrease of \$3,655,692 over 2007. The decrease was the result of an increase in construction projects. The county commission approved completing projects that were originally planned for 2009 to be completed in 2008 due to the anticipation that construction costs were going to continue increasing with the poor national economic forecasts. To fund the increased projects, the County's Future Building Fund loaned the County Road and Bridge fund \$2,000,000 to be paid back from future property tax collections.

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, 2008 was \$8,763,918; an increase of \$275,385 over December 2007. The increase in fund balance was due to increased interest income.

The fund balance of the Jail Construction Fund was \$4,380 at December 31, 2008; a decrease of \$843,084. This fund was established to provide for the construction, maintenance, operation, and future expansion of the county jail. During the 2008 year the county purchased land near the jail in anticipation of future expansion.

General Fund Budgetary Highlights

Differences between the General Fund's original budget and the final amended budget were \$551,608 in revenues and \$560,892 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 \$221,409 under the final budget and the actual expenditures were \$1,121,932 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, 2008, the County's investment in capital assets for its governmental activities, net of accumulated depreciation, amounts to \$105,633,776. 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 \$8,518,226.

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

- Land purchased for future jail expansion facility.
- 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, 2008 and 2007:

	Governmental Activities	
	2008	2007
Land	\$ 10,976,013	\$ 9,096,329
Construction in Progress	8,799,612	1,157,436
Buildings	22,490,285	23,064,807
Improvement Other than Buildings	2,166,076	2,081,981
Machinery and Equipment	3,205,458	3,406,087
Infrastructure	57,996,332	58,308,910
Total	\$ <u>105,633,776</u>	\$ <u>97,115,550</u>

Additional information on the County's capital assets can be found in Note 5 on page 54-57 of this report.

LONG-TERM DEBT

At the end of fiscal year 2008, the County had total debt outstanding of \$2,835,250. Of this amount, \$894,076 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, 2008 and 2007:

	Governmental Activities	
	2008	2007
Special Assessment Bonds	\$ 810,704	\$ 894,076
Special Assessments Payable	-	3,970
Leases Payable	589,178	692,879
Compensated Absences	1,288,255	1,244,325
Total	<u>\$ 2,688,137</u>	<u>\$ 2,835,250</u>

Additional information on the County's debt can be found in Note 7 on pages 57-64 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The unemployment rate for the County at December 31, 2008 was 3.1%.
- The taxable value of all property located in the county has increased by over 4% in each year for the last five years.
- The taxable sales in the county increased by 5.2% 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, 2008

	Primary Government		Component
	Governmental Activities		Units
ASSETS			
Cash and cash equivalents	\$ 22,157,781	\$	6,068,514
Receivables (net of allowance for uncollectibles):			
Accounts	153,171		14,469
Due From Primary Government	-		23,597
Delinquent Tax	538,699		85,130
Due From Other Governments	2,123,028		35,414
Special Assessments	-		20,755
Inventories	225,450		58,311
Prepays	252,852		11,248
Uncertified Special Assessments Receivable	699,760		7,224,053
Capital Assets Not Being Depreciated:			
Land	10,976,013		10,317,649
Construction in progress	8,799,612		1,159,500
Capital assets (net of accumulated depreciation):			
Buildings	22,490,285		22,990
Improvements other than buildings	2,166,076		-
Machinery and equipment	3,205,458		188,773
Infrastructure	57,996,332		86,366,983
Total assets	\$ 131,784,518	\$	111,597,385
LIABILITIES			
Accounts payable	\$ 917,572	\$	205,382
Retainages Payable	332,321		41,482
Interest Payable	27,691		43,976
Deposits	254,729		-
IBNR Claims	207,475		-
Due to Inmates	3,881		-
Unearned Revenue	7,963,901		232,212
Noncurrent liabilities:			
Due within one year	1,490,063		678,887
Due in more than one year	1,198,074		6,735,083
Total liabilities	\$ 12,395,707	\$	7,937,022
NET ASSETS			
Invested in capital assets net of related debt	\$ 105,044,599	\$	94,906,156
Restricted for:			
General Government	686,348		-
Public Safety	339,730		-
Relief and Charities	1,597,598		-
Culture and Recreation	97,245		-
Conservation of Natural Resources	-		5,061,888
Debt Service	2,920		7,928,207
Capital Projects	8,922,459		-
Unrestricted	2,697,912		(4,235,888)
Total Net assets	\$ 119,388,810	\$	103,660,362

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, 2008

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary government:				
Governmental activities:				
General government	\$ 5,948,114	\$ 1,639,442	\$ -	\$ -
Public safety	13,844,524	2,150,517	725,140	-
Highways and streets	8,202,883	316,572	7,632,674	1,144,856
Relief and charities	10,115,364	74,343	2,802,802	-
Conservation & economic development	1,750,024	42,266	105,585	-
Culture and recreation	701,706	2,775	263,849	-
Interest on long-term debt	68,837	-	-	-
Total primary government	<u>\$ 40,631,453</u>	<u>\$ 4,225,915</u>	<u>\$ 11,530,050</u>	<u>\$ 1,144,856</u>
Component units:				
Water resource districts	\$ 5,966,967	\$ 2,318,495	\$ 2,357,549	\$ -
Noxious weed	377,137	56,003	47,465	-
Vector control	859,018	430,763	-	-
Total component units	<u>\$ 7,203,123</u>	<u>\$ 2,805,261</u>	<u>\$ 2,405,015</u>	<u>\$ -</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
 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
\$	(4,308,673)	\$ -
	(10,968,867)	-
	891,220	-
	(7,238,219)	-
	(1,602,174)	-
	(435,082)	-
	(68,837)	-
<u>\$</u>	<u>(23,730,632)</u>	<u>\$ -</u>
\$	-	\$ (1,290,922)
	-	(273,670)
	-	(428,255)
<u>\$</u>	<u>-</u>	<u>\$ (1,992,847)</u>
\$	24,584,536	\$ 2,281,507
	3,443	-
	13,200	-
	3,551,164	31,436
	-	14,178
	1,005,542	213,317
	211,005	374,892
<u>\$</u>	<u>29,368,890</u>	<u>\$ 2,915,329</u>
	5,638,259	922,482
	113,750,562	102,737,878
<u>\$</u>	<u>119,388,810</u>	<u>\$ 103,660,362</u>

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**FUND FINANCIAL
STATEMENTS**

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CASS COUNTY GOVERNMENT
Balance Sheet
Governmental Funds
December 31, 2008

<u>ASSETS</u>	<u>General</u>	<u>Human Services</u>	<u>County Road and Bridge</u>
<u>Assets:</u>			
Cash and Cash Equivalents	\$ 6,400,155	\$ 4,254,178	\$ 605,764
Receivables:			
Taxes	291,761	158,928	75,424
Accounts	40,970	7,426	10,287
Loans	-		
Due From Other Governments	1,055,926	247,831	774,538
Due From Other Funds	-	-	-
Inventory	7,551	-	154,240
Inventory of supplies, at cost	63,659	-	-
Prepaid Items	210,399	14,777	27,136
TOTAL ASSETS	<u>8,070,422</u>	<u>4,683,140</u>	<u>1,647,388</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	348,422	289,371	40,975
Retainages Payable	-	-	332,321
Deferred Revenues	4,609,754	2,488,619	1,209,338
Due to Inmates	-	-	-
Due to Other Funds	-	-	-
Loans Payable	-	-	2,000,000
Total Liabilities	<u>4,958,176</u>	<u>2,777,991</u>	<u>3,582,634</u>
 <u>Fund Balances:</u>			
Reserved for Inventory	71,210	-	154,240
Reserved for Prepaid Items	210,399	14,777	27,136
Reserved for Debt Service	-	-	-
Unreserved, reported in:			
General Fund	2,830,637	-	-
Special Revenue Funds	-	1,890,372	(2,116,622)
Capital Projects Funds	-	-	-
Total Fund Balances	<u>3,112,246</u>	<u>1,905,149</u>	<u>(1,935,247)</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u>\$ 8,070,422</u>	 <u>\$ 4,683,140</u>	 <u>\$ 1,647,388</u>

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

<u>Future Building</u>	<u>Jail Construction</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 6,860,642	\$ 4,596	\$ 2,147,549	\$ 20,272,884
-	-	12,586	538,699
-	-	89,826	148,509
2,000,000	-	-	2,000,000
-	-	44,734	2,123,028
-	-	6,500	6,500
-	-	-	161,791
-	-	-	63,659
-	-	541	252,852
<u>8,860,642</u>	<u>4,596</u>	<u>2,301,736</u>	<u>25,567,922</u>
96,724	216	115,469	891,177
-	-	-	332,321
-	-	194,889	8,502,600
-	-	3,881	3,881
-	-	6,500	6,500
-	-	-	2,000,000
<u>96,724</u>	<u>216</u>	<u>320,739</u>	<u>11,736,479</u>
-	-	-	225,450
-	-	541	252,852
-	-	139,556	139,556
-	-	-	2,830,637
-	-	1,686,736	1,460,486
8,763,918	4,380	154,162	8,922,459
<u>8,763,918</u>	<u>4,380</u>	<u>1,980,995</u>	<u>13,831,440</u>
<u>\$ 8,860,642</u>	<u>\$ 4,596</u>	<u>\$ 2,301,736</u>	<u>\$ 25,567,922</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, 2008

Fund balance - total governmental funds		\$ 13,831,440
Amounts reported for governmental activities in the statement of net assets are different because:		
Add - Capital Assets	\$ 168,731,563	
Deduct - accumulated depreciation	<u>(63,187,281)</u>	
Net Assets		105,544,282
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		
		538,699
Long-term uncertified special assessments receivable are not reported in the funds because they are unavailable to pay the current period's expenditures.		
		699,760
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		1,490,455
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	(1,288,255)	
Leases payable	(589,178)	
Special assessments bonds payable	(833,633)	
Unamortized Bond Discount	9,372	
Unamortized Bond Issuance Costs	13,556	
Interest Payable	<u>(27,691)</u>	
Total long term liabilities		<u>(2,715,828)</u>
Net assets of governmental activities		<u><u>\$ 119,388,810</u></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, 2008

	<u>General Fund</u>	<u>Human Services</u>	<u>County Road and Bridge</u>
<u>REVENUES</u>			
Taxes:			
Property	\$ 13,317,504	\$ 7,244,929	\$ 3,497,475
Sales	-	-	-
Licenses, permits and fees	48,600	14,995	60,534
Intergovernmental revenues	4,213,159	2,802,802	7,632,674
Charges for services	2,373,151	58,548	178,156
Miscellaneous revenues	539,125	182,160	177,177
	<u>20,491,539</u>	<u>10,303,434</u>	<u>11,546,016</u>
<u>EXPENDITURES</u>			
Current:			
General government	5,421,396	-	-
Public Safety	12,599,722	-	-
Highways and streets	-	-	15,230,557
Relief and charities	-	10,084,922	-
Culture and recreation	-	-	-
Conservation & economic development	1,750,958	-	-
Capital outlay	-	-	-
Debt service:			
Principal retirement	82,961	-	20,740
Interest	23,780	-	5,945
Fiscal charges	-	-	-
	<u>19,878,817</u>	<u>10,084,922</u>	<u>15,257,242</u>
Excess (deficiency) of revenues over (under) expenditures	<u>612,722</u>	<u>218,512</u>	<u>(3,711,226)</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	56,550	-	-
Transfers out	(93,000)	-	-
Sale of capital assets	17,946	-	55,534
	<u>(18,504)</u>	<u>-</u>	<u>55,534</u>
Total of other financing sources and uses	<u>(18,504)</u>	<u>-</u>	<u>55,534</u>
Net change in fund balances	<u>594,218</u>	<u>218,512</u>	<u>(3,655,692)</u>
Fund balances - beginning	<u>2,518,027</u>	<u>1,686,637</u>	<u>1,720,445</u>
Fund balances - ending	<u>\$ 3,112,246</u>	<u>\$ 1,905,149</u>	<u>\$ (1,935,246)</u>

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

<u>Future Building</u>	<u>Jail Construction</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ 548,182	\$ 24,608,090
-	3,443	-	3,443
-	-	141,207	265,336
13,200	-	439,377	15,101,212
-	-	1,220,024	3,829,880
<u>302,062</u>	<u>29,170</u>	<u>82,000</u>	<u>1,311,694</u>
<u>315,262</u>	<u>32,613</u>	<u>2,430,790</u>	<u>45,119,655</u>
-	-	579,344	6,000,740
-	-	801,538	13,401,260
-	-	-	15,230,557
-	-	-	10,084,922
-	-	695,203	695,203
-	-	-	1,750,958
<u>162,399</u>	<u>875,697</u>	<u>137,877</u>	<u>1,175,973</u>
-	-	85,231	188,932
-	-	38,762	68,487
-	-	3,116	3,116
<u>162,399</u>	<u>875,697</u>	<u>2,341,071</u>	<u>48,600,148</u>
<u>152,863</u>	<u>(843,084)</u>	<u>89,719</u>	<u>(3,480,493)</u>
-	-	93,000	149,550
-	-	(56,550)	(149,550)
<u>122,522</u>	<u>-</u>	<u>-</u>	<u>196,003</u>
<u>122,522</u>	<u>-</u>	<u>36,451</u>	<u>196,003</u>
<u>275,385</u>	<u>(843,084)</u>	<u>126,170</u>	<u>(3,284,490)</u>
<u>8,488,533</u>	<u>847,463</u>	<u>1,854,824</u>	<u>17,115,930</u>
<u>\$ 8,763,918</u>	<u>\$ 4,380</u>	<u>\$ 1,980,995</u>	<u>\$ 13,831,440</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, 2008

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

Net change in fund balances - total governmental funds \$ (3,284,490)

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	\$ 12,647,559	
Current year depreciation expense	<u>(4,018,221)</u>	8,629,338

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	(519,952)	
Accumulated depreciation on retired assets	<u>454,230</u>	(65,722)

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	82,760	
Decrease in Uncertified Special Assessments	<u>(77,570)</u>	5,189

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	85,231	
Repayment of leases	103,701	
Repayment of specials	<u>3,970</u>	192,902

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 decrease in interest payable	4,625	
Amorization of Bond Discounts	(745)	
Amorization of Bond Issuance Costs	(1,114)	
Net increase in compensated absences	<u>(43,930)</u>	(41,165)

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.

202,194

Change in net assets of governmental activities \$ 5,638,258

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, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 13,589,486	\$ 13,589,486	\$ 13,317,504	\$ (271,982)
Licenses, Permits and Fees	41,500	41,500	48,600	7,100
Intergovernmental Revenues	3,482,931	4,034,539	4,213,159	178,620
Charges for Services	2,613,923	2,613,923	2,373,151	(240,772)
Miscellaneous Revenues	433,500	433,500	539,125	105,625
Total Revenues	20,161,340	20,712,948	20,491,539	(221,409)
Expenditures:				
Current:				
General Government:				
County Commission	578,977	578,977	547,007	31,970
County Administrator	1,960,900	1,960,900	1,737,197	223,703
Information Technology	966,636	966,636	913,672	52,964
Auditor	1,084,809	1,084,809	993,265	91,544
Treasurer	316,470	316,470	302,412	14,058
County Recorder	503,054	503,054	483,934	19,120
Director of Tax Equalization	168,693	168,693	155,726	12,967
Veterans Service	220,360	220,360	216,429	3,931
County Planning	75,831	75,831	71,754	4,077
Total General Government	5,875,730	5,875,730	5,421,396	454,334
Public Safety:				
Emergency Management	187,321	723,713	281,942	441,771
County Sheriff	10,593,068	10,606,068	10,281,580	324,488
States Attorney	2,029,280	2,029,280	2,026,378	2,902
Cemetery	7,164	10,164	9,822	342
Total Public Safety	12,816,833	13,369,225	12,599,722	769,503
Conservation & Econ. Development:				
County Extension Agent	466,224	474,724	469,891	4,833
Public Service Agencies	1,281,069	1,281,069	1,281,067	2
Total Conservation & Econ Dev	1,747,293	1,755,793	1,750,958	4,835
Debt Service:				
Principal	-	-	82,961	(82,961)
Interest	-	-	23,780	(23,780)
Total Debt Service	-	-	106,740	(106,740)
Total Expenditures	20,439,856	21,000,748	19,878,817	1,121,932
Excess (deficiency) of revenues over (Under) expenditures	(278,516)	(287,800)	612,722	900,523
Other Financing Sources (Uses):				
Transfers In	50,280	59,564	56,550	(3,014)
Sale of Property	18,000	18,000	17,946	(54)
Operating Transfers Out	(180,000)	(183,000)	(93,000)	90,000
Total Other Financing Sources and (Uses)	(111,720)	(105,436)	(18,504)	86,932
Net change in fund balances	(390,236)	(393,236)	594,218	987,455
Fund Balance - Beginning	594,218	2,518,027	2,518,027	-
Fund Balance - Ending	\$ 203,982	\$ 2,124,791	\$ 3,112,246	\$ 987,455

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, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 7,379,990	\$ 7,379,990	\$ 7,244,929	\$ (135,061)
Licenses, Permits and Fees	81,600	81,600	14,995	(66,605)
Intergovernmental Revenues	2,404,796	2,404,796	2,802,802	398,006
Charges for Services	52,750	52,750	58,548	5,798
Miscellaneous Revenues	300,000	300,000	182,160	(117,840)
Total Revenues	10,219,136	10,219,136	10,303,434	84,298
<u>Expenditures:</u>				
Current:				
Relief and Charities	10,237,569	10,237,569	10,084,922	152,647
Total Expenditures	10,237,569	10,237,569	10,084,922	152,647
Excess (deficiency) of revenues over (under) expenditures	(18,433)	(18,433)	218,511	236,946
Fund Balance - Beginning	1,686,637	1,686,637	1,686,637	-
Fund Balance - Ending	\$ 1,668,204	\$ 1,668,204	\$ 1,905,150	\$ 236,946

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, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 3,586,574	\$ 3,586,574	\$ 3,497,475	\$ (89,099)
Licenses, Permits and Fees	30,000	30,000	60,534	30,534
Intergovernmental Revenues	6,808,677	6,808,677	7,632,674	823,997
Charges for Services	455,000	455,000	178,156	(276,844)
Miscellaneous Revenues	336,021	336,021	177,177	(158,844)
Total Revenues	11,216,272	11,216,272	11,546,016	329,744
<u>Expenditures:</u>				
Current:				
Highways and Streets	11,763,936	16,193,936	15,230,557	963,379
Debt Service :				
Principal	20,740	20,740	20,740	-
Interest	5,945	5,945	5,945	-
Total Expenditures	11,790,621	16,220,621	15,257,242	963,379
Excess (deficiency) of revenues over (under) expenditures	(574,349)	(5,004,349)	(3,711,227)	1,293,124
<u>Other Financing Sources (Uses):</u>				
Sale of Property	25,000	25,000	55,534	30,534
Total Other Financing Sources and (Uses)	25,000	25,000	55,534	30,534
Net change in fund balances	(549,349)	(4,979,349)	(3,655,692)	1,323,658
Fund Balance - Beginning	1,720,445	1,720,445	1,720,445	-
Fund Balance - Ending	\$ 1,171,096	\$ (3,258,904)	\$ (1,935,247)	\$ 1,323,658

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

CASS COUNTY GOVERNMENT
Proprietary Funds
Statement of Net Assets
December 31, 2008

	<u>Governmental Activities</u> <u>Internal Service Funds</u>
<u>ASSETS</u>	
Current Assets:	
Cash and Investments	\$ 1,884,897
Accounts Receivable	4,662
	1,889,559
Total Current Assets	1,889,559
Noncurrent Assets:	
Capital Assets	397,568
Less: Accumulated Depreciation	(308,072)
	89,496
Total Noncurrent Assets	89,496
Total Assets	\$ 1,979,055
<u>LIABILITIES</u>	
<u>Current Liabilities</u>	
Accounts Payable	\$ 26,395
Deposits	254,729
IBNR Claims	207,475
	488,599
Total Liabilities	\$ 488,599
<u>Net Assets</u>	
Invested in Capital Assets	\$ 89,495
Unrestricted	1,400,960
	1,490,455
Total Net Assets	\$ 1,490,455

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, 2008

	Governmental Activities
	Internal Service Funds
<u>Operating Revenues:</u>	
Premiums	\$ 2,797,531
Charges for Services	179,284
Miscellaneous	25,356
Total Operating Revenues	3,002,171
<u>Operating Expenses:</u>	
Premiums	308,017
Medical Services	7,648
Telephone Service	41,556
Maintenance Agreements	41,462
Administrative Fees	153,536
Collision Repair/Replacement	33,673
Benefit Payments	2,026,139
IBNR Claims	207,475
Depreciation Expense	44,060
Total Operating Expenses	2,863,566
Operating Income	138,605
<u>Nonoperating Revenues (Expenses):</u>	
Interest Income	64,998
Loss on Disposal of Capital Assets	(1,409)
Total Nonoperating Revenues (Expenses)	63,589
Change in Net Assets	202,194
Total Net Assets Beginning	1,288,259
Total Net Assets Ending	\$ 1,490,455

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, 2008

	Governmental Activities
	Internal Service Funds
<u>Cash Flows From Operating Activities:</u>	
Receipts from customers	\$ 2,981,887
Payments to suppliers	(587,928)
Claims paid	(2,315,087)
Other receipts	25,356
	104,228
<u>Cash Flows From Capital and Related Financing Activities:</u>	
Purchase of capital assets	(1,070)
Proceeds on Sale of Capital Assets	990
	(80)
<u>Cash Flows From Investing Activities:</u>	
Interest income	64,998
	169,146
Net Increase in cash and cash equivalents	169,146
Cash and cash equivalents -beginning of the year	1,715,751
Cash and cash equivalents - end of the year	1,884,897
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>	
Operating income	138,606
Adjustments to reconcile operating income to net cash flows from operating activities:	
Depreciation	44,060
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	5,071
Increase (decrease) in accounts payable	(2,036)
Increase (decrease) in premium deposit funds	29,615
Increase (decrease) in IBNR claims	(111,088)
Net cash provided by operating activities	\$ 104,228

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

CASS COUNTY GOVERNMENT
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2008

<u>ASSETS</u>	<u>Agency Funds</u>
Cash and Investments	<u>\$ 58,935,684</u>
Total Assets	<u><u>\$ 58,935,684</u></u>
<u>LIABILITIES</u>	
Accounts Payable	65,284
Due to Component Units	23,597
Deposits	<u>58,846,803</u>
Total Liabilities	<u><u>\$ 58,935,684</u></u>

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

CASS COUNTY GOVERNMENT
Statement of Net Assets
Component Units
December 31, 2008

	Southeast Cass WRD	North Cass WRD
<u>ASSETS</u>		
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 4,391,082	\$ 342,389
Receivables:		
Accounts Receivable	-	-
Taxes Receivable	56,957	2,676
Intergovernmental Receivable	31,638	847
Special Assessments	19,167	161
Due From Primary Government	16,688	1,060
Inventory	-	-
Prepays	-	-
Long-Term Receivables:		
Uncertified Special Assessments Receivable	5,581,379	142,490
Capital Assets Not Being Depreciated:		
Land	6,067,680	1,036,104
Construction in Progress	1,159,500	-
Capital Assets (Net of Accumulated Depreciation)		
Buildings	-	-
Equipment	-	-
Infrastructure	70,572,957	4,140,594
TOTAL ASSETS	87,897,049	5,666,321
<u>LIABILITIES</u>		
<u>Liabilities:</u>		
Accounts Payable	123,149	1,020
Retainages Payable	15,647	-
Deferred Revenues	-	-
Interest Payable	28,007	3,469
Noncurrent Liabilities:		
Due within one year	507,091	59,584
Due in more than one year	4,876,891	393,039
Total Liabilities	5,550,785	457,112
<u>Net Assets</u>		
Investment in Capital Assets, Net of Related Debt	76,666,858	4,725,393
Restricted For:		
Conservation of Natural Resources	4,221,208	298,370
Debt Service	6,061,263	184,182
Unrestricted	(4,603,065)	1,265
Total Net Assets	\$ 82,346,264	\$ 5,209,209

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

Maple River WRD	Rush River WRD	Weed Control	Vector Control	Totals
\$ 399,613	\$ 481,900	\$ 392,384	\$ 61,147	\$ 6,068,514
-	-	6,456	8,014	14,469
5,567	2,839	8,142	8,948	85,130
2,106	822	-	-	35,414
333	1,094	-	-	20,755
3,918	1,930	-	-	23,597
-	-	-	58,311	58,311
-	-	1,176	10,072	11,248
294,650	1,205,534	-	-	7,224,053
1,344,508	1,869,357	-	-	10,317,649
-	-	-	-	1,159,500
-	-	22,990	-	22,990
-	-	36,644	152,129	188,773
6,512,151	5,141,281	-	-	86,366,983
<u>8,562,847</u>	<u>8,704,756</u>	<u>467,791</u>	<u>298,621</u>	<u>111,597,385</u>
64,951	12,810	3,435	17	205,382
8,368	17,467	-	-	41,482
-	-	99,080	133,132	232,212
2,949	9,551	-	-	43,976
32,344	71,053	815	8,000	678,887
320,000	1,145,154	-	-	6,735,083
<u>428,611</u>	<u>1,256,036</u>	<u>103,330</u>	<u>141,149</u>	<u>7,937,022</u>
7,506,659	5,795,483	59,635	152,129	94,906,156
210,258	332,051	-	-	5,061,888
364,926	1,317,836	-	-	7,928,207
52,392	3,349	304,826	5,343	(4,235,888)
<u>\$ 8,134,236</u>	<u>\$ 7,448,720</u>	<u>\$ 364,461</u>	<u>\$ 157,472</u>	<u>\$ 103,660,362</u>

CASS COUNTY GOVERNMENT
Statement of Activities
Component Units
For the Year Ended December 31, 2008

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	
Functions/Programs				
Component units:				
Southeast Cass Water Resource District	\$ 3,532,733	\$ 1,655,450	\$ 923,947	\$ -
Maple River Water Resource District	1,421,417	312,760	720,487	-
North Cass Water Resource District	209,425	226,356	137,093	-
Rush River Water Resource District	803,391	123,929	576,022	-
Noxious weed	377,137	56,003	47,465	-
Vector control	859,018	430,763	-	-
Total component units	<u>\$ 7,203,123</u>	<u>\$ 2,805,261</u>	<u>\$ 2,405,015</u>	<u>\$ -</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
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>
\$ (953,336)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (953,336)
-	-	(388,170)	-	-	-	(388,170)
-	154,024	-	-	-	-	154,024
-	-	-	(103,440)	-	-	(103,440)
-	-	-	-	(273,670)	-	(273,670)
-	-	-	-	-	(428,255)	(428,255)
<u>\$ (953,336)</u>	<u>\$ 154,024</u>	<u>\$ (388,170)</u>	<u>\$ (103,440)</u>	<u>\$ (273,670)</u>	<u>\$ (428,255)</u>	<u>\$ (1,992,847)</u>
\$ 1,358,341	\$ 38,515	\$ 110,208	\$ 40,375	\$ 318,914	\$ 415,154	\$ 2,281,507
-	-	-	-	9,628	21,808	31,436
-	-	-	-	16,130	(1,952)	14,178
162,264	8,289	17,799	7,575	15,731	1,658	213,317
50,717	-	165,791	152,701	998	4,685	374,892
<u>\$ 1,571,322</u>	<u>\$ 46,805</u>	<u>\$ 293,798</u>	<u>\$ 200,651</u>	<u>\$ 361,401</u>	<u>\$ 441,352</u>	<u>\$ 2,915,329</u>
617,986	200,829	(94,373)	97,211	87,732	13,097	922,482
81,728,277	5,008,379	8,228,609	7,351,509	276,729	144,375	102,737,878
<u>\$ 82,346,264</u>	<u>\$ 5,209,209</u>	<u>\$ 8,134,236</u>	<u>\$ 7,448,720</u>	<u>\$ 364,461</u>	<u>\$ 157,472</u>	<u>\$ 103,660,362</u>

**CASS COUNTY GOVERNMENT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2008**

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 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, 2007, which is the most current audited information available:

Total Assets	\$ 2,689,382
Total Liabilities	<u>48,357</u>
Total Equity	<u>2,641,025</u>
Revenues	953,536
Expenses	<u>455,729</u>
Change in Net Assets	<u>\$ 497,807</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.

Investments consist of demand deposits and certificates of deposit with maturities greater than three months. These investments are stated at cost.

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, 2008.

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, 2008, 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 including 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, 2008.

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	2008	2007
Balance January 1	\$ 305,911	\$ 181,169
Incurred Claims Including IBNR's and Changes in Estimates	1,705,574	2,115,001
Less Claims Payments	1,815,138	1,990,259
Balance December 31	\$ 196,347	\$ 305,911

Employee Dental	2008	2007
Balance January 1	\$ 12,652	\$ 10,797
Incurred Claims Including IBNR's and Changes in Estimates	209,477	239,012
Less Claims Payments	211,001	237,157
Balance December 31	\$ 11,128	\$ 12,652

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, 2008, the County complied with the applicable budget laws:

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.

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, 2008, 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.

The following is a summary of changes in the capital assets during the year ended December 31, 2008:

Primary Governments Capital Assets

	Balance 1/1/2008	Increases	Decreases	Balance 12/31/2008
Capital Assets, not being depreciated:				
Land	\$ 9,096,329	\$ 1,879,684	\$ -	\$ 10,976,013
Construction in Progress	1,157,436	7,642,176	-	8,799,612
Total capital assets not being depreciated	\$ 10,253,765	\$ 9,521,861	\$ -	\$ 19,775,626
Capital Assets, being depreciated:				
Buildings	\$ 31,828,960	\$ -	\$ 10,000	\$ 31,818,960
Improvements other than buildings	2,565,246	126,724	-	2,691,971
Machinery and Equipment	8,235,299	557,820	519,652	8,273,466
Infrastructure	104,126,884	2,442,224	-	106,569,108
Total Capital Assets, being depreciated	\$ 146,756,389	\$ 3,126,768	\$ 529,652	\$ 149,353,504
Less accumulated depreciation for:				
Buildings	\$ 8,764,153	\$ 574,522	\$ 10,000	\$ 9,328,675
Improvements other than buildings	483,265	42,630	-	525,895
Machinery and Equipment	4,829,212	690,327	451,531	5,068,008
Infrastructure	45,817,974	2,754,802	-	48,572,777
Total Accumulated Depreciation	\$ 59,894,604	\$ 4,062,281	\$ 461,531	\$ 63,495,354
Net Capital Assets, being Depreciated	\$ 86,861,785	\$ (935,513)	\$ 68,121	\$ 85,858,150
Net Governmental activities capital assets	\$ 97,115,550	\$ 8,586,348	\$ 68,121	\$ 105,633,776

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

Governmental Activities:	
General Government	\$ 204,009
Public Safety	687,060
Highways and Streets	3,037,528
Relief and Charities	81,731
Culture and Recreation	6,503
Conservation and Econ. Development	1,390
Total depreciation expense - Governmental activities	\$ 4,018,221
Depreciation of Internal Service Funds	44,060
Total Depreciation Expense	\$ 4,062,281

Component Units

During the year ended December 31, 2008, the following changes occurred in the capital assets of:

Southeast Cass Water Resource District				
	Balance 1/1/2008	Increases	Decreases	Balance 12/31/08
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 6,035,220	\$ 32,460	\$ -	\$ 6,067,680
Construction in Progress	1,967,000	432,500	1,240,000	1,159,500
Total Capital Assets Not Being Depreciated	\$ 8,002,220	\$ 464,960	\$ 1,240,000	\$ 7,227,180
Facilities	\$ 70,149,000	\$ -	\$ -	\$ 70,149,000
Projects	16,478,070	2,156,330	-	18,634,400
Equipment	40,000	-	-	40,000
Total Capital Assets, Being Depreciated	\$ 86,667,070	\$ 2,156,330	\$ -	\$ 88,823,400
Less Accumulated Depreciation for:				
Facilities	\$ 14,371,840	\$ 1,402,980	\$ -	\$ 15,774,820
Projects	2,106,062	329,561	-	2,435,623
Equipment	40,000	-	-	40,000
Total Accumulated Depreciation	\$ 16,517,902	\$ 1,732,541	\$ -	\$ 18,250,443
Total Capital Assets Being Depreciated, Net	\$ 70,149,168	\$ 423,789	\$ -	\$ 70,572,957
Governmental Activities Capital Assets, Net	\$ 78,151,388	\$ 888,749	\$ 1,240,000	\$ 77,800,137

Maple River Water Resource District				
	Balance 1/1/2008	Increases	Decreases	Balance 12/31/2008
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,344,508	\$ -	\$ -	\$ 1,344,508
Total Capital Assets not being Depreciated	\$ 1,344,508	\$ -	\$ -	\$ 1,344,508
Capital assets being depreciated:				
Facilities	\$ 10,535,000	\$ 15,637	\$ -	\$ 10,550,637
Projects	2,169,000	94,665	5,134	2,258,531
Total Capital Assets, Being Depreciated	\$ 12,704,000	\$ 110,302	\$ 5,134	\$ 12,809,168
Less Accumulated Depreciation for:				
Facilities	\$ 5,857,060	\$ 204,340	\$ -	\$ 6,061,400
Projects	192,340	43,277	-	235,617
Total Accumulated Depreciation	\$ 6,049,400	\$ 247,617	\$ -	\$ 6,297,017
Total Capital Assets Being Depreciated, Net	\$ 6,654,600	\$ (137,315)	\$ 5,134	\$ 6,512,151
Governmental Activities Capital Assets, Net	\$ 7,999,108	\$ (137,315)	\$ 5,134	\$ 7,856,659

North Cass Water Resource District

	Balance 1/1/2008	Increases	Decreases	Balance 12/31/2008
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,015,784	\$ 20,320	\$ -	\$ 1,036,104
Capital assets being depreciated:				
Facilities	\$ 3,768,900	\$ -	\$ -	\$ 3,768,900
Projects	2,505,290	359,583		2,864,873
Total Capital Assets, Being Depreciated	\$ 6,274,190	\$ 359,583	\$ -	\$ 6,633,773
Less Accumulated Depreciation for:				
Facilities	\$ 2,024,894	\$ 75,378	\$ -	\$ 2,100,272
Projects	342,801	50,106		392,907
Total Accumulated Depreciation	\$ 2,367,695	\$ 125,484	\$ -	\$ 2,493,179
Total Capital Assets Being Depreciated, Net	\$ 3,906,495	\$ 234,099	\$ -	\$ 4,140,594
Governmental Activities Capital Assets, Net	\$ 4,922,279	\$ 254,419	\$ -	\$ 5,176,698

Rush River Water Resource District

	Balance 1/1/2008	Increases	Decreases	Balance 12/31/2008
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,869,357	\$ -	\$ -	\$ 1,869,357
Total Capital Assets Not Being Depreciated	\$ 1,869,357	\$ -	\$ -	\$ 1,869,357
Capital assets being depreciated:				
Facilities	\$ 21,610,000	\$ -	\$ -	\$ 21,610,000
Projects	371,586	-		371,586
Total Capital Assets, Being Depreciated	\$ 21,981,586	\$ -	\$ -	\$ 21,981,586
Less Accumulated Depreciation for:				
Facilities	\$ 16,529,440	\$ 258,200	\$ -	\$ 16,787,640
Projects	45,233	7,432		52,665
Total Accumulated Depreciation	\$ 16,574,673	\$ 265,632	\$ -	\$ 16,840,305
Total Capital Assets Being Depreciated, Net	\$ 5,406,912	\$ (265,632)	\$ -	\$ 5,141,281
Governmental Activities Capital Assets, Net	\$ 7,276,269	\$ (265,632)	\$ -	\$ 7,010,638

Noxious Weed Control

	Balance 1/1/2008	Increases	Decreases	Balance 12/31/2008
Capital Assets, being depreciated:				
Buildings	\$ 41,054	\$ -	\$ -	\$ 41,054
Machinery & Equipment	90,700	-	21,350	69,350
Total capital assets, being depreciated	\$ 131,754	\$ -	\$ 21,350	\$ 110,404
Less Accumulated Depreciation:				
Buildings	\$ (17,242)	\$ (821)	\$ -	\$ (18,063)
Machinery & Equipment	(41,351)	(6,835)	(15,480)	(32,706)
Total Accumulated Depreciation	\$ (58,594)	\$ (7,656)	\$ (15,480)	\$ (50,770)
Total Capital Assets Net of Depreciation	\$ 73,161	\$ (7,656)	\$ 5,870	\$ 59,635

	Vector Control			Balance 12/31/2008
	Balance 1/1/2008	Increases	Decreases	
Capital Assets, being depreciated:				
Machinery & Equipment	\$ 301,816	\$ 38,939	\$ 10,000	\$ 330,755
Less Accumulated Depreciation				
Machinery & Equipment	(150,611)	(32,015)	4,000	(178,626)
Total Capital Assets Net of Depreciation	\$ 151,205	\$ 6,924	\$ 6,000	\$ 152,129

NOTE 6: LEASES

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	(72,000)
Total	\$ 828,000

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2008, were as follows:

Year Ending December 31	Long-Term Debt
2009	\$ 133,425
2010	133,425
2011	133,425
2012	133,425
2013	133,425
Total minimum lease payments	\$ 667,127
Less: Amount representing Interest	(77,949)
Present value of minimum lease payments	\$ 589,178

NOTE 7: LONG-TERM DEBT**Special 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 \$1,230,000. 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, 2008, the County had funds of \$139,556 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, 2008, 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%.	\$ 20,000
\$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 5.2%.	100,000
\$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 3.4% to 4.40%.	310,000
\$365,000 Refunding Improvement Bonds of 2007 due in annual installments of \$15,000 to \$25,000 through 2022 with interest at 3.65% to 4.45%.	350,000
\$85,000 Refunding Improvement Bonds of 2001 for construction in the Holmen's 3 rd Subdivision due in annual installments of \$5,231 to \$8,024 through 2016 with interest at 5.42%.	53,633
Total Special Assessment Bonds	\$ <u>833,633</u>

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

Year Ending December 31	Principal	Interest
2009	\$ 95,518	\$ 34,202
2010	95,821	30,054
2011	81,141	26,179
2012	81,478	22,629
2013	56,834	19,661
2014-2018	272,839	62,021
2019-2022	150,000	11,100
Total	\$ 833,633	\$ 205,845

During the year ended December 31, 2008, the following changes occurred in liabilities reported in long-term debt.

	Balance 1/1/08	Additions	Reductions	Balance 12/31/08	Due Within One Year
Special Assessment Bonds	\$ 918,864	\$ -	\$ (85,231)	\$ 833,633	\$ 95,518
Less Deferred:					
Bond Discount	\$ 10,117	\$ -	\$ (745)	\$ 9,372	\$ 745
Issuance Costs	14,671	-	(1,114)	13,557	1,114
Total Deferred	\$ 24,788	\$ -	\$ (1,859)	\$ 22,930	\$ 1,859
Total Special Assessment Bonds	\$ 894,076	\$ -	\$ (83,371)	\$ 810,703	\$ 93,658
Lease Payable	692,879	-	(103,701)	589,177	108,150
Special Assessments	3,970	-	(3,970)	-	-
Compensated Absences	1,244,325	1,319,739	(1,275,809)	1,288,255	1,288,255
Total	\$ 2,835,250	\$ 1,319,739	\$ (1,466,851)	\$ 2,688,136	\$ 1,490,063

The County is subject to a statutory limitation by the State of North Dakota for indebtedness payable principally from property taxes. At December 31, 2008, the statutory limit for the County was \$223,988,604. The County has leases payable that are subject to this limitation. The leases payable at December 31, 2008 were \$589,178. The legal debt margin at December 31, 2008 is \$223,399,426. The compensated absences are generally liquidated as follows: 55% from the General fund, 35% from Human Service fund, and 10% from County Road and Bridge fund.

Component Units

During the year ended December 31, 2008, the following changes occurred in the long-term debt of the Water Resource Districts:

Southeast Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-08	Increases	Decreases	12-31-08	One Year
Bonds Payable	\$ 6,014,000	\$ 2,320,000	\$ (3,560,000)	\$ 4,774,000	\$ 465,000
Less Deferred Amounts:					
Bond Discount	21,867	17,400	(3,235)	36,032	3,525
Bond Issuance Costs	11,678	20,325	(2,647)	29,356	2,986
Total Bonds Payable	\$ 5,980,455	\$ 2,282,275	\$ (3,554,118)	\$ 4,708,612	\$ 458,489
Loans Payable	620,427	82,852	(35,000)	668,279	35,000
Compensated Absences	5,409	6,150	(4,468)	7,091	7,091
TOTAL	\$ 6,606,290	\$ 2,371,277	\$ (3,593,586)	\$ 5,383,982	\$ 500,580

Maple River Water Resource District					
	Balance			Balance	Due Within
	1-1-08	Increases	Decreases	12-31-08	One Year
Bonds Payable	\$ 185,000	\$ -	\$ (15,000)	\$ 170,000	\$ 15,000
Loan Payable	195,000	-	(15,000)	180,000	15,000
Compensated Absences	1,688	2,397	(1,742)	2,344	2,344
TOTAL	\$ 381,688	\$ 2,397	\$ (31,742)	\$ 352,344	\$ 32,344

North Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-08	Increases	Decreases	12-31-08	One Year
Bonds Payable	\$ 223,250	\$ 260,000	\$ (24,000)	\$ 459,250	\$ 60,000
Less Deferred Amounts:					
Bond Discount	-	3,167	(264)	2,903	633
Bond Issuance Costs	-	5,500	(458)	5,042	1,100
Total Bonds Payable	223,250	251,333	(23,278)	451,305	58,267
Compensated Absences	1,061	938	(682)	1,318	1,318
TOTAL	\$ 224,311	\$ 252,271	\$ (23,959)	\$ 452,623	\$ 59,584

Rush River Water Resource District					
	Balance			Balance	Due Within
	1-1-08	Increases	Decreases	12-31-08	One Year
Bonds Payable	\$ 730,000	\$ 560,000	\$ (40,000)	\$ 1,250,000	\$ 70,000
Less Deferred Amounts:					
Bond Discount	9,667	7,907	(976)	16,598	1,327
Bond Issuance Costs	12,486	6,950	(1,188)	18,248	1,497
Total Bonds Payable	\$ 707,847	\$ 545,143	\$ (37,837)	\$ 1,215,154	\$ 67,176
Compensated Absences	797	938	(682)	1,053	1,053
TOTAL	\$ 708,644	\$ 546,081	\$ (38,518)	\$ 1,216,207	\$ 68,230

Long-term debt of the Water Resource Districts at December 31, 2008, is comprised of the following special assessment bonds:

Southeast Cass Water Resource District:

2008 \$2,320,000 Refunding Improvement Bonds, due in annual installments of \$65,000 to \$300,000 through 2018; with interest at 2.1% to 3.5%.	\$2,320,000
\$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%.	2,340,000
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%.	<u>114,000</u>
Total Southeast Cass Special Assessment Bonds and Warrants Payable	\$4,774,000

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>\$ 668,279</u>
Total Southeast Cass Long-term Debt (excluding Compensated Absences)	<u>\$5,442,279</u>

Maple River District Bonds and Warrants Payable:

\$228,000 Improvement Bonds of 2005, due in annual installments of \$15,000 to \$16,000 through 2019; interest at 4.9%.	<u>\$ 170,000</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 5.25%.	<u>\$ 180,000</u>
Total Maple River Long-Term Debt (excluding Compensated Absences)	<u>\$ 350,000</u>

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%.	\$ 690,000
2008 \$560,000 Improvement Bonds, due in annual installments of \$25,000 to \$45,000 through 2023, with interest at 3.25% to 4.65%.	<u>560,000</u>
Total Rush River Long-Term Debt (excluding Compensated Absences)	<u>\$ 1,250,000</u>

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%.	\$ 150,000
2008 \$260,000 Improvement Bonds, due in annual installments of \$45,000 to \$60,000 through 2013, with interest at 2.75% to 3.5%.	260,000
\$85,000 2005 Improvement Bonds, due in one annual installment of \$64,250 in 2013; interest at 4.8%.	<u>49,250</u>
Total North Cass Special Assessment Bonds and Warrants Payable	<u>\$ 459,250</u>

Water Resource Districts' long term debt service requirements to maturity are as follows:

Southeast Cass Water Resource Districts Bonds Payable:

Year Ending December 31	GOVERNMENTAL ACTIVITIES			
	SA Bonds Payable		Loan Payable	
	Principal	Interest	Principal	Interest
2009	\$ 465,000	\$ 145,538	\$ 35,000	\$ 16,707
2010	475,000	133,256	35,000	15,832
2011	465,000	120,340	35,000	14,957
2012	465,000	106,996	40,000	14,082
2013	460,000	93,243	40,000	13,082
2014 - 2018	1,974,000	251,954	205,000	50,410
2019 - 2024	470,000	19,000	278,279	24,492
Total	\$ 4,774,000	\$ 870,325	\$ 668,279	\$ 149,561

Maple River Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES					
Year Ending December 31	SA Bonds Payable		Loan Payable		
	Principal	Interest	Principal	Interest	
2009	\$ 15,000	\$ 7,963	\$ 15,000	\$ 9,049	
2010	15,000	7,228	15,000	8,266	
2011	15,000	6,493	15,000	7,478	
2012	15,000	5,758	15,000	6,695	
2013	15,000	5,023	15,000	5,900	
2014 - 2018	79,000	13,696	75,000	17,704	
2019 - 2021	16,000	392	30,000	1,570	
Total	\$ 170,000	\$ 46,550	\$ 180,000	\$ 56,661	

North Cass Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES			
Year Ending December 31	Spec. Assess. Bonds Payable		
	Principal	Interest	
2009	\$ 60,000	\$ 18,980	
2010	65,000	14,977	
2011	65,000	12,814	
2012	70,000	10,302	
2013	124,250	6,357	
2014 - 2018	75,000	9,375	
	\$ 459,250	\$ 72,804	

Rush River Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES			
Year Ending December 31	Spec. Assess. Bonds Payable		
	Principal	Interest	
2009	\$ 70,000	\$ 52,376	
2010	75,000	46,199	
2011	80,000	43,633	
2012	85,000	40,814	
2013	90,000	37,734	
2014 - 2018	495,000	133,508	
2019 - 2023	355,000	31,781	
Total	\$ 1,250,000	\$ 386,043	

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, 2008, the water resource districts had funds of \$1,318,192 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, 2008, there were 26 series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$168,828,504.

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, 2008, 2007, and 2006 were 1,427,155, 1,384,565, and \$1,313,460, 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
12/31/2008	\$ 1,427,155	100%	-
12/31/2007	1,384,565	100%	-
12/31/2006	1,313,460	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: CONSTRUCTION COMMITMENTS

The County has the following open construction contracts with balances owing at December 31, 2008:

Project	Amount	Completed	Retainage	Balance
Highway 17 Bit Overlay	\$ 4,053,431	\$ 5,231,664	\$ 208,809	-
Perley Bridge	2,499,094	2,321,249	120,689	298,533
Total Construction Commitments	\$ 6,552,525	\$ 7,552,913	\$ 329,498	\$ 298,533

NOTE 13: SUBSEQUENT EVENTS

The county and surrounding communities were impacted by spring flooding. As a result the county incurred costs to fight the flood and will continue to incur costs for home buy outs and permanent flood protection. The financial impact to the county should be minimal as the county expects to be reimbursed by federal and state funds.

**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.

Sheriff Block Grant

This is a fund for the accounting of various grants received by the Sheriff's Department. Currently, it accounts a public health emergency preparedness and response grant. This was a grant through the Fargo Cass Public Health Department to reimburse various cities for time expended for the development of security plans.

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.

**CASS COUNTY GOVERNMENT
Nonmajor Special Revenue Funds**

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.

Justice Mental Health

This fund is used to account for a Department of Justice grant for the salary and benefits of a mental health coordinator at the county jail.

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.

SWAT Vehicle Replacement

This fund will be used to set aside resource to replace a SWAT vehicle for the sheriff's department.

**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
Round Hill Subdivision
Greyhawk Estates Subdivision
Grandberg/ Amber Plains
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 Subdivision

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.

Grandberg/ Amber Plains

This fund is used to provide for the construction of street improvements in the Granbergs and Amber Plains Subdivisions.

THIS PAGE HAS BEEN RESERVED FOR NOTES

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2008

	Sheriff Asset Forfeiture	JAIBG Fund	Sheriff Block Grant
	<u> </u>	<u> </u>	<u> </u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 2,871	\$ 40,471	\$ 1,113
Receivables:			
Taxes	-	-	-
Accounts	-	-	-
Due From Other Funds	-	6,500	-
Prepaid Items	-	-	-
Due From Other Governments	-	-	-
	<u> </u>	<u> </u>	<u> </u>
 TOTAL ASSETS	 <u> 2,871</u>	 <u> 46,971</u>	 <u> 1,113</u>
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	2,107	-	-
Due to Other Funds	-	-	-
Due to Inmates	-	-	-
Deferred Revenues	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u> 2,107</u>	<u> </u>	<u> </u>
 <u>Fund Balance:</u>			
Fund Balances, Unreserved	764	46,971	1,113
Fund Balances, Reserved:			
Reserved for Prepaid Items	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u> 764</u>	<u> 46,971</u>	<u> 1,113</u>
 TOTAL LIABILITIES AND FUND BALANCES	 <u> \$ 2,871</u>	 <u> \$ 46,971</u>	 <u> \$ 1,113</u>

<u>Jail Commissary</u>	<u>Hazardous Plan/ Response</u>	<u>Valley Water Rescue</u>	<u>St. Att'y Asset Forfeiture</u>	<u>Senior Citizens</u>
\$ 202,340	\$ 22,167	\$ 35,839	\$ 63,285	\$ 141,521
-	-	-	-	8,948
17,022	-	-	-	-
-	-	-	-	-
348	-	-	-	-
4,491	-	-	-	-
<u>224,200</u>	<u>22,167</u>	<u>35,839</u>	<u>63,285</u>	<u>150,468</u>
3,054	-	11,495	-	-
-	-	-	-	-
3,881	-	-	-	-
-	-	-	-	142,080
<u>6,935</u>	<u>-</u>	<u>11,495</u>	<u>-</u>	<u>142,080</u>
216,917	22,167	24,344	63,285	8,388
348	-	-	-	-
<u>217,265</u>	<u>22,167</u>	<u>24,344</u>	<u>63,285</u>	<u>8,388</u>
<u>\$ 224,200</u>	<u>\$ 22,167</u>	<u>\$ 35,839</u>	<u>\$ 63,285</u>	<u>\$ 150,468</u>

Continued on next page

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2008

	<u>911 Service</u>	<u>Justice Mental Health</u>	<u>Emergency Fund</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 31,357	\$ -	\$ 487,934
Receivables:			
Taxes	-	-	885
Accounts	-	-	-
Due From Other Funds	-	-	-
Prepaid Items	-	-	-
Due From Other Governments	27,899	-	-
	59,255	-	488,819
 TOTAL ASSETS	 59,255	 -	 488,819
<u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	12,074	2,000	-
Due to Other Funds	-	6,500	-
Due to Inmates	-	-	-
Deferred Revenues	-	-	885
	12,074	8,500	885
Total Liabilities	12,074	8,500	885
 <u>Fund Balances:</u>			
Fund Balances, Unreserved	47,181	(8,500)	487,934
Fund Balances, Reserved:			
Reserved for Prepaid Items	-	-	-
	47,181	(8,500)	487,934
Total Fund Balances	47,181	(8,500)	487,934
 TOTAL LIABILITIES AND FUND BALANCES	 \$ 59,255	 \$ -	 \$ 488,819

Continued from previous page

<u>NDRIN County Recorder Project</u>	<u>Document Preservation ROD</u>	<u>County Park</u>	<u>SWAT Vehicle Replacement</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 579,691	\$ 106,774	\$ 94,030	\$ 3,009	\$ 1,812,402
-	-	753	-	10,586
72,804	-	-	-	89,826
-	-	-	-	6,500
-	-	193	-	541
-	11,650	696	-	44,734
<u>652,495</u>	<u>118,424</u>	<u>95,671</u>	<u>3,009</u>	<u>1,964,588</u>
2,063	82,508	169	-	115,469
-	-	-	-	6,500
-	-	-	-	3,881
-	-	8,496	-	151,461
<u>2,063</u>	<u>82,508</u>	<u>8,664</u>	<u>-</u>	<u>277,311</u>
650,432	35,916	86,814	3,009	1,686,736
-	-	193	-	541
<u>650,432</u>	<u>35,916</u>	<u>87,008</u>	<u>3,009</u>	<u>1,687,277</u>
<u>\$ 652,495</u>	<u>\$ 118,424</u>	<u>\$ 95,671</u>	<u>\$ 3,009</u>	<u>\$ 1,964,588</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - All Debt Service Funds
December 31, 2008

	<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	\$ 46,726	\$ 14,403	\$ 26,071	\$ 7,081
Receivables:				
Taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>46,726</u>	<u>14,403</u>	<u>26,071</u>	<u>7,081</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Deferred Revenues	<u>7,265</u>	<u>3,150</u>	<u>760</u>	<u>-</u>
Total Liabilities	<u>7,265</u>	<u>3,150</u>	<u>760</u>	<u>-</u>
<u>Fund Balances:</u>				
Reserved for Debt Service	<u>39,461</u>	<u>11,253</u>	<u>25,311</u>	<u>7,081</u>
Total Fund Balances	<u>39,461</u>	<u>11,253</u>	<u>25,311</u>	<u>7,081</u>
Total Liabilities and Fund Balances	<u>\$ 46,726</u>	<u>\$ 14,403</u>	<u>\$ 26,071</u>	<u>\$ 7,081</u>

<u>Sleepy Hollow Subdivision</u>	<u>Greyhawk Estates Subdivision</u>	<u>Grandberg Amber Plains</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 16,097	\$ 44,914	\$ 25,692	\$ 180,985
<u>-</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
<u>16,097</u>	<u>46,914</u>	<u>25,692</u>	<u>182,985</u>
<u>-</u>	<u>17,261</u>	<u>14,992</u>	<u>43,428</u>
<u>-</u>	<u>17,261</u>	<u>14,992</u>	<u>43,428</u>
<u>16,097</u>	<u>29,653</u>	<u>10,700</u>	<u>139,556</u>
<u>16,097</u>	<u>29,653</u>	<u>10,700</u>	<u>139,556</u>
<u>\$ 16,097</u>	<u>\$ 46,914</u>	<u>\$ 25,692</u>	<u>\$ 182,985</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Capital Projects Funds
December 31, 2008

	Forest River Subdivision	Round Hill Subdivision	Greyhawks Estates Subdivision	Grandberg Amber Plains	Total Nonmajor Capital Projects Funds
<u>ASSETS</u>					
Cash and cash equivalents	\$ 28,410	\$ 37,131	\$ 29,721	\$ 58,899	\$ 154,162
Accounts Receivable	-	-	-	-	-
Total Assets	<u>28,410</u>	<u>37,131</u>	<u>29,721</u>	<u>58,899</u>	<u>154,162</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities:</u>					
Accounts Payable	-	-	-	-	-
Retainage Payable	-	-	-	-	-
Total Liabilities	-	-	-	-	-
<u>Fund Balances:</u>					
Fund Balances, Unreserved	28,410	37,131	29,721	58,899	154,162
Total Fund Balances	<u>28,410</u>	<u>37,131</u>	<u>29,721</u>	<u>58,899</u>	<u>154,162</u>
Total Liabilities and Fund Balances	<u>\$ 28,410</u>	<u>\$ 37,131</u>	<u>\$ 29,721</u>	<u>\$ 58,899</u>	<u>\$ 154,162</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
All Nonmajor Governmental Funds
December 31, 2008

	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	\$ 1,812,402	\$ 180,985	\$ 154,162	\$ 2,147,549
Receivables:				
Taxes	10,586	2,000	-	12,586
Accounts	89,826	-	-	89,826
Due From Other Governments	44,734	-	-	44,734
Due From Other Funds	6,500	-	-	6,500
Prepaid Items	541	-	-	541
TOTAL ASSETS	<u>1,964,588</u>	<u>182,985</u>	<u>154,162</u>	<u>2,301,736</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	115,469	-	-	115,469
Retainages Payable	-	-	-	-
Deferred Revenues	151,461	43,428	-	194,889
Due to General Funds	6,500	-	-	6,500
Due To Inmates	3,881	-	-	3,881
Total Liabilities	<u>277,311</u>	<u>43,428</u>	<u>-</u>	<u>320,739</u>
<u>Fund Balances:</u>				
Reserved for Prepaid Items	541	-	-	541
Reserved for Debt Service	-	139,556	-	139,556
Unreserved	1,686,736	-	154,162	1,840,898
Total Balances	<u>1,687,277</u>	<u>139,556</u>	<u>154,162</u>	<u>1,980,995</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,964,588</u>	<u>\$ 182,985</u>	<u>\$ 154,162</u>	<u>\$ 2,301,736</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, 2008

	Sheriff Asset Forfeiture	JAIBG Fund	Sheriff Block Grant
<u>Revenues:</u>			
Property Taxes	\$ -	\$ -	\$ -
License, Permits & Fees	92,716	8,003	-
Intergovernmental Revenues	117,719	-	-
Charges for Services	-	-	-
Miscellaneous Revenues	2,444	1,593	99
	<hr/>	<hr/>	<hr/>
Total Revenues	212,879	9,596	99
	<hr/>	<hr/>	<hr/>
<u>Expenditures:</u>			
Current:			
General Government	-	-	-
Public Safety	188,169	2,893	3,157
Culture and Recreation	-	-	-
Conservation & Econ. Development	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	188,169	2,893	3,157
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of Revenues Over (Under) Expenditures	24,710	6,703	(3,058)
	<hr/>	<hr/>	<hr/>
<u>Other Financing Sources (Uses):</u>			
Transfers In	-	-	-
Transfers Out	-	-	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources and (Uses)	-	-	-
	<hr/>	<hr/>	<hr/>
Net change in fund balances	24,710	6,703	(3,058)
	<hr/>	<hr/>	<hr/>
Fund Balance - Beginning	(23,946)	40,267	4,170
	<hr/>	<hr/>	<hr/>
Fund Balance - Ending	\$ 764	\$ 46,971	\$ 1,113
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Jail Commissary	Hazardous Plan/ Response	Valley Water Rescue	St. Atty Asset Forfeiture	Senior Citizens	911 Service
\$ -	\$ -	\$ -	\$ -	\$ 413,011	\$ -
-	-	-	40,489	-	-
-	4,063	37,365	-	263,849	-
265,167	-	-	-	-	249,006
8,870	992	1,696	2,191	3,640	3,270
<u>274,037</u>	<u>5,055</u>	<u>39,061</u>	<u>42,680</u>	<u>680,500</u>	<u>252,275</u>
-	1,363	-	-	-	-
251,992	-	30,875	2,904	-	299,548
-	-	-	-	676,789	-
-	-	-	-	-	-
<u>251,992</u>	<u>1,363</u>	<u>30,875</u>	<u>2,904</u>	<u>676,789</u>	<u>299,548</u>
<u>22,045</u>	<u>3,692</u>	<u>8,186</u>	<u>39,776</u>	<u>3,711</u>	<u>(47,273)</u>
-	-	-	-	-	90,000
<u>(37,267)</u>	<u>(9,283)</u>	<u>-</u>	<u>(10,000)</u>	<u>-</u>	<u>-</u>
<u>(37,267)</u>	<u>(9,283)</u>	<u>-</u>	<u>(10,000)</u>	<u>-</u>	<u>90,000</u>
<u>(15,222)</u>	<u>(5,591)</u>	<u>8,186</u>	<u>29,776</u>	<u>3,711</u>	<u>42,727</u>
<u>232,487</u>	<u>27,760</u>	<u>16,158</u>	<u>33,510</u>	<u>4,677</u>	<u>4,454</u>
<u>\$ 217,265</u>	<u>\$ 22,167</u>	<u>\$ 24,344</u>	<u>\$ 63,285</u>	<u>\$ 8,388</u>	<u>\$ 47,181</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, 2008

	Justice Mental Health	Emergency Fund	NDRIN - County Recorders
<u>Revenues:</u>			
Property Taxes	\$ -	\$ 1,753	\$ -
License, Permits & Fees	-	-	-
Intergovernmental Revenues	13,500	-	-
Charges for Services	-	-	573,631
Miscellaneous Revenues	-	17,552	15,554
	<hr/>	<hr/>	<hr/>
Total Revenues	13,500	19,305	589,185
<u>Expenditures:</u>			
Current:			
General Government	-	-	393,228
Public Safety	22,000	-	-
Culture and Recreation	-	-	-
Conservation & Econ. Development	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	22,000	-	393,228
Excess (deficiency) of Revenues Over (Under) Expenditures	<hr/> (8,500)	<hr/> 19,305	<hr/> 195,957
<u>Other Financing Sources (Uses):</u>			
Transfers In	-	-	-
Transfers Out	-	-	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources and (Uses)	-	-	-
Net change in fund balances	<hr/> (8,500)	<hr/> 19,305	<hr/> 195,957
Fund Balance - Beginning	<hr/> -	<hr/> 468,628	<hr/> 454,475
Fund Balance - Ending	<hr/> <u>\$ (8,500)</u>	<hr/> <u>\$ 487,934</u>	<hr/> <u>\$ 650,432</u>

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Document Preservation Fund	County Park	SWAT Vehicle Replacement	Total Nonmajor Special Revenue Funds
\$ -	\$ 27,104	\$ -	\$ 441,869
-	-	-	141,207
-	2,881	-	439,377
129,445	2,775	-	1,220,024
4,419	3,348	9	65,677
<u>133,864</u>	<u>36,108</u>	<u>9</u>	<u>2,308,154</u>
184,752	-	-	579,344
-	-	-	801,538
-	18,414	-	695,203
-	-	-	-
<u>184,752</u>	<u>18,414</u>	<u>-</u>	<u>2,076,085</u>
(50,888)	17,694	9	232,070
-	-	3,000	93,000
-	-	-	(56,550)
-	-	3,000	36,450
<u>(50,888)</u>	<u>17,694</u>	<u>3,009</u>	<u>268,519</u>
<u>86,804</u>	<u>69,314</u>	<u>-</u>	<u>1,418,758</u>
<u>\$ 35,916</u>	<u>\$ 87,008</u>	<u>\$ 3,009</u>	<u>\$ 1,687,277</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, 2008

	Round Hill Subdivision	Holmen's Third Subdivision	Borderud's Subdivision
<u>Revenues:</u>			
Property Taxes	\$ 18,821	\$ 7,763	\$ 3,963
Miscellaneous Revenues	1,682	562	994
Total Revenues	<u>20,503</u>	<u>8,325</u>	<u>4,957</u>
<u>Expenditures:</u>			
Debt Service:			
Principal	25,000	5,231	10,000
Interest	5,850	3,120	1,400
Fiscal Charges	695	-	498
Total Expenditures	<u>31,545</u>	<u>8,351</u>	<u>11,898</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(11,042)</u>	<u>(26)</u>	<u>(6,941)</u>
Fund Balance - Beginning	<u>50,503</u>	<u>11,279</u>	<u>32,252</u>
Fund Balance - Ending	<u>\$ 39,461</u>	<u>\$ 11,253</u>	<u>\$ 25,311</u>

<u>Windsor Green Subdivision</u>	<u>Sleepy Hollow Subdivision</u>	<u>Greyhawk Estates Subdivision</u>	<u>Grandberg Amber Plains</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ -	\$ -	\$ 41,115	\$ 34,651	\$ 106,314
255	580	1,422	652	6,147
<u>255</u>	<u>580</u>	<u>42,537</u>	<u>35,303</u>	<u>112,461</u>
-	-	30,000	15,000	85,231
-	-	13,080	15,312	38,762
-	-	795	1,128	3,116
<u>-</u>	<u>-</u>	<u>43,875</u>	<u>31,440</u>	<u>127,110</u>
255	580	(1,338)	3,863	(14,649)
<u>6,826</u>	<u>15,517</u>	<u>30,990</u>	<u>6,837</u>	<u>154,205</u>
<u>\$ 7,081</u>	<u>\$ 16,097</u>	<u>\$ 29,653</u>	<u>\$ 10,700</u>	<u>\$ 139,556</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, 2008

	<u>Forest River Subdivision</u>	<u>Round Hill Subdivision</u>
Revenues:		
Intergovernmental Revenues	-	-
Miscellaneous Revenues	<u>\$ 1,024</u>	<u>\$ 1,338</u>
Total Revenues	<u>1,024</u>	<u>1,338</u>
Expenditures:		
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,024</u>	<u>1,338</u>
Fund Balance - Beginning	<u>27,386</u>	<u>35,793</u>
Fund Balance - Ending	<u><u>\$ 28,410</u></u>	<u><u>\$ 37,131</u></u>

<u>Greyhawks Estates Subdivision</u>	<u>Grandber Amber Plains</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ 2,007	\$ 5,808	\$ 10,176
<u>2,007</u>	<u>5,808</u>	<u>10,176</u>
<u>34,244</u>	<u>103,633</u>	<u>137,877</u>
<u>34,244</u>	<u>103,633</u>	<u>137,877</u>
<u>(32,237)</u>	<u>(97,825)</u>	<u>(127,701)</u>
<u>61,958</u>	<u>156,725</u>	<u>281,862</u>
<u>\$ 29,721</u>	<u>\$ 58,899</u>	<u>\$ 154,162</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, 2008

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<u>REVENUES</u>				
Taxes:				
Property	\$ 441,869	\$ 106,314	\$ -	\$ 548,182
Licenses, permits and fees	141,207	-	-	141,207
Intergovernmental revenues	439,377	-	-	439,377
Charges for services	1,220,024	-	-	1,220,024
Miscellaneous revenues	65,677	6,147	10,176	82,000
Total Revenues	<u>2,308,154</u>	<u>112,461</u>	<u>10,176</u>	<u>2,430,790</u>
<u>EXPENDITURES</u>				
Current:				
General government	579,344	-	-	579,344
Public Safety	801,538	-	-	801,538
Culture and recreation	695,203	-	-	695,203
Conservation & economic development	-	-	-	-
Capital outlay	-	-	137,877	137,877
Debt service:				
Principal retirement	-	85,231	-	85,231
Interest	-	38,762	-	38,762
Fiscal charges	-	3,116	-	3,116
Total Expenditures	<u>2,076,085</u>	<u>127,110</u>	<u>137,877</u>	<u>2,341,071</u>
Excess (deficiency) of revenues over (under) expenditures	<u>232,070</u>	<u>(14,649)</u>	<u>(127,700)</u>	<u>89,719</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	93,000	-	-	93,000
Transfers out	(56,550)	-	-	(56,550)
Total of other financing uses	<u>36,450</u>	<u>-</u>	<u>-</u>	<u>36,450</u>
Net change in fund balances	268,519	(14,649)	(127,700)	126,169
Fund Balances - Beginning	<u>1,418,758</u>	<u>154,205</u>	<u>281,862</u>	<u>1,854,824</u>
Fund Balances - Ending	<u>\$ 1,687,277</u>	<u>\$ 139,556</u>	<u>\$ 154,162</u>	<u>\$ 1,980,995</u>

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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, 2008

	Sheriff Asset Forfeiture			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	40,000	40,000	92,716	52,716
Intergovernmental Revenues	121,759	121,759	117,719	(4,040)
Charges for Services	-	-	-	-
Miscellaneous Revenues	2,000	2,000	2,444	444
Total Revenues	163,759	163,759	212,879	49,120
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	91,625	231,625	188,169	43,456
Culture and Recreation	-	-	-	-
Total Expenditures	91,625	231,625	188,169	43,456
Excess (deficiency) of revenues over (under) expenditures	72,134	(67,866)	24,710	92,576
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	72,134	(67,866)	24,710	92,576
Fund Balance - Beginning	(23,946)	(23,946)	(23,946)	-
Fund Balance - Ending	\$ 48,188	\$ (91,812)	\$ 764	\$ 92,576

JAIBG Fund				Sheriff Block Grants			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6,000	6,000	8,003	2,003	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,500	1,500	1,593	93	-	-	99	99
7,500	7,500	9,596	2,096	-	-	99	99
-	-	-	-	-	-	-	-
7,000	7,000	2,893	4,107	-	5,000	3,157	1,843
-	-	-	-	-	-	-	-
7,000	7,000	2,893	4,107	-	5,000	3,157	1,843
500	500	6,703	6,203	-	(5,000)	(3,058)	1,942
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
500	500	6,703	6,203	-	(5,000)	(3,058)	1,942
40,267	40,267	40,267	-	4,170	4,170	4,170	-
\$ 40,767	\$ 40,767	\$ 46,971	\$ 6,204	\$ 4,170	\$ (830)	\$ 1,113	\$ 1,942

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, 2008

	Jail Commissary			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	-	-	-	-
Intergovernmental Revenues	-	-	-	-
Charges for Services	300,000	300,000	265,167	(34,833)
Miscellaneous Revenues	15,000	15,000	8,870	(6,130)
Total Revenues	<u>315,000</u>	<u>315,000</u>	<u>274,037</u>	<u>(40,963)</u>
Current:				
General Government	-	-	-	-
Public Safety	261,274	281,274	251,992	29,282
Culture and Recreation	-	-	-	-
Total Expenditures	<u>261,274</u>	<u>281,274</u>	<u>251,992</u>	<u>29,282</u>
Excess (deficiency) of revenues over (under) expenditures	<u>53,726</u>	<u>33,726</u>	<u>22,045</u>	<u>(11,681)</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	(40,280)	(40,280)	(37,267)	3,013
Total Other Financing Sources (Uses)	<u>(40,280)</u>	<u>(40,280)</u>	<u>(37,267)</u>	<u>3,013</u>
Net change in fund balances	<u>13,446</u>	<u>(6,554)</u>	<u>(15,222)</u>	<u>(8,668)</u>
Fund Balance - Beginning	<u>232,487</u>	<u>232,487</u>	<u>232,487</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 245,933</u>	<u>\$ 225,933</u>	<u>\$ 217,265</u>	<u>\$ (8,668)</u>

Continued from previous page

Hazardous Plan/Response				Valley Water Rescue			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
5,000	5,000	4,063	(937)	37,415	37,415	37,365	(50)
-	-	-	-	-	-	-	-
1,400	1,400	992	(408)	2,000	2,000	1,696	(304)
6,400	6,400	5,055	(1,345)	39,415	39,415	39,061	(354)
-	-	1,363	(1,363)	-	-	-	-
4,000	4,500	-	4,500	38,100	38,100	30,875	7,225
-	-	-	-	-	-	-	-
4,000	4,500	1,363	3,137	38,100	38,100	30,875	7,225
2,400	1,900	3,692	1,792	1,315	1,315	8,186	6,872
-	-	-	-	-	-	-	-
-	-	(9,283)	(9,283)	-	-	-	-
-	-	(9,283)	(9,283)	-	-	-	-
2,400	1,900	(5,591)	(7,491)	1,315	1,315	8,186	6,872
27,760	27,760	27,760	-	16,158	16,158	16,158	-
\$ 30,160	\$ 29,660	\$ 22,167	\$ (7,491)	\$ 17,473	\$ 17,473	\$ 24,344	\$ 6,872

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, 2008

	States Attorney Asset Forfeiture			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	10,000	10,000	40,489	30,489
Intergovernmental Revenues	-	-	-	-
Charges for Services	-	-	-	-
Miscellaneous Revenues	1,500	1,500	2,191	691
Total Revenues	11,500	11,500	42,680	31,180
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	5,000	2,904	2,096
Culture and Recreation	-	-	-	-
Total Expenditures	-	5,000	2,904	2,096
Excess (deficiency) of revenues over (under) expenditures	11,500	6,500	39,776	33,277
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	(10,000)	(10,000)	(10,000)	-
Total Other Financing Sources (Uses)	(10,000)	(10,000)	(10,000)	-
Net change in fund balances	1,500	(3,500)	29,776	33,277
Fund Balance - Beginning	33,510	33,510	33,510	-
Fund Balance - Ending	\$ 35,010	\$ 30,010	\$ 63,285	\$ 33,277

Continued from previous page

Senior Citizens				911 Service			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 421,481	\$ 421,481	\$ 413,011	\$ (8,470)	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
260,000	260,000	263,849	3,849	-	-	-	-
-	-	-	-	168,856	168,856	249,006	80,150
6,727	6,727	3,640	(3,087)	500	500	3,270	2,770
688,208	688,208	680,500	(7,708)	169,356	169,356	252,276	82,920
-	-	-	-	-	-	-	-
-	-	-	-	347,945	347,945	299,548	48,397
676,789	676,789	676,789	-	-	-	-	-
676,789	676,789	676,789	-	347,945	347,945	299,548	48,397
11,419	11,419	3,711	(7,708)	(178,589)	(178,589)	(47,272)	131,317
-	-	-	-	180,000	180,000	90,000	(90,000)
-	-	-	-	-	-	-	-
-	-	-	-	180,000	180,000	90,000	(90,000)
11,419	11,419	3,711	(7,708)	1,411	1,411	42,728	41,317
4,677	4,677	4,677	-	4,454	4,454	4,454	-
\$ 16,096	\$ 16,096	\$ 8,388	\$ (7,708)	\$ 5,865	\$ 5,865	\$ 47,181	\$ 41,317

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, 2008

	Justice Mental Health			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	-	-	-	-
Intergovernmental Revenues	-	90,000	13,500	(76,500)
Charges for Services	-	-	-	-
Miscellaneous Revenues	-	-	-	-
Total Revenues	-	90,000	13,500	(76,500)
Expenditures:				
Current:				
General Government	-	-	-	-
Public Safety	-	90,000	22,000	68,000
Culture and Recreation	-	-	-	-
Total Expenditures	-	90,000	22,000	68,000
Excess (deficiency) of revenues over (under) expenditures	-	-	(8,500)	(8,500)
Other Financing Sources (Uses):				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	-	-	(8,500)	(8,500)
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ -	\$ (8,500)	\$ (8,500)

Continued from previous page

Emergency Fund				NDRIN - County Recorder Project			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 1,764	\$ 1,764	\$ 1,753	\$ (11)	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	316,500	316,500	573,631	257,131
36,246	36,246	17,552	(18,694)	20,000	20,000	15,554	(4,446)
38,010	38,010	19,305	(18,706)	336,500	336,500	589,185	252,685
50,000	50,000	-	50,000	223,000	398,000	393,228	4,772
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
50,000	50,000	-	50,000	223,000	398,000	393,228	4,772
(11,990)	(11,990)	19,305	31,294	113,500	(61,500)	195,957	257,457
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(11,990)	(11,990)	19,305	31,294	113,500	(61,500)	195,957	257,457
468,628	468,628	468,628	-	454,475	454,475	454,475	-
\$ 456,638	\$ 456,638	\$ 487,934	\$ 31,294	\$ 567,975	\$ 392,975	\$ 650,432	\$ 257,457

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, 2008

	Document Preservation - ROD			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
License, Permits & Fees	-	-	-	-
Intergovernmental Revenues	-	-	-	-
Charges for Services	73,350	118,012	129,445	11,433
Miscellaneous Revenues	3,000	3,000	4,419	1,419
Total Revenues	76,350	121,012	133,864	12,852
<u>Expenditures:</u>				
Current:				
General Government	108,500	184,959	184,752	207
Public Safety	-	-	-	-
Culture and Recreation	-	-	-	-
Total Expenditures	108,500	184,959	184,752	207
Excess (deficiency) of revenues over (under) expenditures	(32,150)	(63,947)	(50,888)	13,060
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	(32,150)	(63,947)	(50,888)	13,060
Fund Balance - Beginning	86,804	86,804	86,804	-
Fund Balance - Ending	<u>\$ 54,654</u>	<u>\$ 22,857</u>	<u>\$ 35,916</u>	<u>\$ 13,060</u>

Continued from previous page

County Park				SWAT Vehicle Replacement			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 27,700	\$ 27,700	\$ 27,104	\$ (596)	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
2,482	2,482	2,881	399	-	-	-	-
-	-	2,775	2,775	-	-	-	-
3,000	3,000	3,348	348	-	-	9	9
33,182	33,182	36,108	2,925	-	-	9	9
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
28,742	28,742	18,414	10,328	-	-	-	-
28,742	28,742	18,414	10,328	-	-	-	-
4,440	4,440	17,694	13,253	-	-	9	9
-	-	-	-	-	-	3,000	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	3,000	-
4,440	4,440	17,694	13,253	-	-	3,009	9
69,314	69,314	69,314	-	-	-	-	-
\$ 73,754	\$ 73,754	\$ 87,008	\$ 13,253	\$ -	\$ -	\$ 3,009	\$ 9

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, 2008

Total Nonmajor Budgeted Special Revenue Funds				
	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 450,945	\$ 450,945	\$ 441,869	\$ (9,076)
License, Permits & Fees	56,000	56,000	141,207	85,207
Intergovernmental Revenues	426,656	516,656	439,377	(77,279)
Charges for Services	858,706	903,368	1,220,024	316,656
Miscellaneous Revenues	92,873	92,873	65,677	(27,196)
Total Revenues	<u>1,885,180</u>	<u>2,019,842</u>	<u>2,308,154</u>	<u>288,312</u>
<u>Expenditures:</u>				
Current:				
General Government	381,500	632,959	579,344	53,615
Public Safety	749,944	1,010,444	801,538	208,906
Culture and Recreation	705,531	705,531	695,203	10,328
Total Expenditures	<u>1,836,975</u>	<u>2,348,934</u>	<u>2,076,085</u>	<u>272,849</u>
Excess (deficiency) of revenues over (under) expenditures	<u>48,205</u>	<u>(329,092)</u>	<u>232,069</u>	<u>561,163</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	180,000	180,000	93,000	(87,000)
Transfers Out	(50,280)	(50,280)	(56,550)	(6,270)
Total Other Financing Source	<u>129,720</u>	<u>129,720</u>	<u>36,450</u>	<u>(6,270)</u>
Net change in fund balances	<u>177,925</u>	<u>(199,372)</u>	<u>268,519</u>	<u>467,893</u>
Fund Balance - Beginning	<u>1,418,758</u>	<u>1,418,758</u>	<u>1,418,758</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 1,596,683</u>	<u>\$ 1,219,386</u>	<u>\$ 1,687,277</u>	<u>\$ 467,895</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, 2008

	Round Hill Subdivision			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ 18,062	\$ 18,062	\$ 18,821	\$ 759
Miscellaneous Revenues	1,000	1,000	1,682	682
Total Revenues	19,062	19,062	20,503	1,441
Expenditures:				
Debt Service:				
Principal	25,000	25,000	25,000	-
Interest	5,850	5,850	5,850	-
Fiscal Charges	1,000	1,000	695	305
Total Expenditures	31,850	31,850	31,545	305
Excess (deficiency) of revenues over (under) expenditures	(12,788)	(12,788)	(11,042)	1,747
Fund Balance - Beginning	50,503	50,503	50,503	-
Fund Balance - Ending	\$ 37,715	\$ 37,715	\$ 39,461	\$ 1,747

Holmen's Third Subdivision				Borderud's Subdivision			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 7,743	\$ 7,743	\$ 7,763	\$ -	\$ 4,033	\$ 4,033	\$ 3,963	\$ (70)
200	200	562	362	500	500	994	494
<u>7,943</u>	<u>7,943</u>	<u>8,325</u>	<u>362</u>	<u>4,533</u>	<u>4,533</u>	<u>4,957</u>	<u>424</u>
5,231	5,231	5,231	-	10,000	10,000	10,000	-
3,121	3,121	3,120	-	1,400	1,400	1,400	-
-	-	-	-	1,000	1,000	498	502
<u>8,352</u>	<u>8,352</u>	<u>8,351</u>	<u>-</u>	<u>12,400</u>	<u>12,400</u>	<u>11,898</u>	<u>502</u>
<u>(409)</u>	<u>(409)</u>	<u>(26)</u>	<u>363</u>	<u>(7,867)</u>	<u>(7,867)</u>	<u>(6,941)</u>	<u>926</u>
<u>11,279</u>	<u>11,279</u>	<u>11,279</u>	<u>-</u>	<u>32,252</u>	<u>32,252</u>	<u>32,252</u>	<u>-</u>
<u>\$ 10,870</u>	<u>\$ 10,870</u>	<u>\$ 11,253</u>	<u>\$ 363</u>	<u>\$ 24,385</u>	<u>\$ 24,385</u>	<u>\$ 25,311</u>	<u>\$ 926</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, 2008

	Windsor Green Subdivision			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Miscellaneous Revenues	-	-	255	255
Total Revenues	-	-	255	255
Expenditures:				
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Fiscal Charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	255	255
Fund Balance - Beginning	6,826	6,826	6,826	-
Fund Balance - Ending	\$ 6,826	\$ 6,826	\$ 7,081	\$ 255

Continued from previous page

Sleepy Hollow Subdivision				Greyhawks Subdivision			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 41,000	\$ 41,000	\$ 41,115	\$ 115
-	-	580	580	1,000	1,000	1,422	422
-	-	580	580	42,000	42,000	42,537	537
-	-	-	-	30,000	30,000	30,000	-
-	-	-	-	13,080	13,080	13,080	-
-	-	-	-	1,000	1,000	795	205
-	-	-	-	44,080	44,080	43,875	205
-	-	580	580	(2,080)	(2,080)	(1,338)	742
15,517	15,517	15,517	-	30,990	30,990	30,990	-
<u>\$ 15,517</u>	<u>\$ 15,517</u>	<u>\$ 16,097</u>	<u>\$ 580</u>	<u>\$ 28,910</u>	<u>\$ 28,910</u>	<u>\$ 29,653</u>	<u>\$ 742</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, 2008

	Grandberg Amber Plains			
	Budget			Variance With
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues:				
Taxes	\$ -	\$ 32,000	\$ 34,651	\$ 2,651
Miscellaneous Revenues	-	-	652	652
Total Revenues	-	32,000	35,303	3,303
Expenditures:				
Debt Service:				
Principal	-	15,000	15,000	-
Interest	-	15,400	15,312	-
Fiscal Charges	-	1,600	1,128	472
Total Expenditures	-	32,000	31,440	472
Excess (deficiency) of revenues over (under) expenditures	-	-	3,863	3,775
Fund Balance - Beginning	6,837	6,837	6,837	-
Fund Balance - Ending	\$ 6,837	\$ 6,837	\$ 10,700	\$ 3,775

Continued from previous page

Total Nonmajor Debt Service Funds

Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 70,838	\$ 102,838	\$ 106,314	\$ 3,476
2,700	2,700	6,147	3,447
<u>73,538</u>	<u>105,538</u>	<u>112,461</u>	<u>6,923</u>
70,231	85,231	85,231	-
23,451	38,851	38,762	89
<u>3,000</u>	<u>4,600</u>	<u>3,116</u>	<u>1,484</u>
<u>96,682</u>	<u>128,682</u>	<u>127,110</u>	<u>1,573</u>
<u>(23,144)</u>	<u>(23,144)</u>	<u>(14,649)</u>	<u>8,496</u>
<u>123,215</u>	<u>154,205</u>	<u>154,205</u>	<u>-</u>
<u>\$ 100,071</u>	<u>\$ 131,061</u>	<u>\$ 139,556</u>	<u>\$ 8,496</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, 2008

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool Operating	Total
<u>ASSETS</u>					
Current Assets:					
Cash and cash equivalents	\$ 1,580,121	\$ 26,920	\$ 254,982	\$ 22,876	\$ 1,884,897
Accounts Receivable	-	-	4,662	-	4,662
Total Current Assets	\$ 1,580,121	\$ 26,920	\$ 259,643	\$ 22,876	\$ 1,889,559
Noncurrent Assets:					
Capital Assets	-	-	320,522	77,046	397,568
Less: Accumulated Depreciation	-	-	(253,596)	(54,477)	(308,072)
Total Noncurrent Assets	-	-	66,926	22,569	89,496
Total Assets	1,580,121	26,920	326,569	45,445	1,979,055
<u>LIABILITIES</u>					
<u>Current Liabilities:</u>					
Accounts Payable	7,648	-	18,255	492	26,395
Deposits	230,020	24,709	-	-	254,729
IBNR Claims	196,347	11,128	-	-	207,475
	-	-	-	-	-
Total Liabilities	434,015	35,837	18,255	492	488,599
<u>Net Assets:</u>					
Invested in Capital Assets	-	-	66,926	22,569	89,495
Unrestricted	1,146,105	(8,917)	241,388	22,384	1,400,960
Total Net Assets	\$ 1,146,105	\$ (8,917)	\$ 308,314	\$ 44,953	\$ 1,490,455

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Funds
For the Year Ended December 31, 2008

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Operating Revenues:</u>					
Premiums	\$ 2,492,461	\$ 305,070	\$ -	\$ -	\$ 2,797,531
Charges for Services	-	-	139,682	39,602	179,284
Miscellaneous	15,245	-	-	10,111	25,356
Total Operating Revenues	<u>2,507,706</u>	<u>305,070</u>	<u>139,682</u>	<u>49,713</u>	<u>3,002,171</u>
<u>Operating Expenses:</u>					
Premiums	308,017	-	-	-	308,017
Medical Services	7,648	-	-	-	7,648
Telephone Service	-	-	41,556	-	41,556
Maintenance Agreements	-	-	41,462	-	41,462
Administrative Fees	132,618	20,918	-	-	153,536
Maintenance and Repairs	-	-	2,112	31,561	33,673
Benefit Payments	1,815,138	211,001	-	-	2,026,139
IBNR Claims	196,347	11,128	-	-	207,475
Depreciation Expense	-	-	29,491	14,568	44,060
Total Operating Expenses	<u>2,459,767</u>	<u>243,047</u>	<u>114,621</u>	<u>46,130</u>	<u>2,863,566</u>
Operating Income	<u>47,939</u>	<u>62,023</u>	<u>25,061</u>	<u>3,583</u>	<u>138,605</u>
<u>Nonoperating Revenues (Expenses):</u>					
Interest Income	56,941	147	7,567	344	64,998
Loss on Disposal of Capital Assets	-	-	(1,399)	(10)	(1,409)
Total Nonoperating Revenues (Expenses)	<u>56,941</u>	<u>147</u>	<u>6,168</u>	<u>334</u>	<u>63,589</u>
Change in Net Assets	<u>104,880</u>	<u>62,170</u>	<u>31,229</u>	<u>3,917</u>	<u>202,194</u>
Total Net Assets Beginning	<u>1,041,227</u>	<u>(71,087)</u>	<u>277,085</u>	<u>41,035</u>	<u>1,288,259</u>
Total Net Assets Ending	<u>\$ 1,146,105</u>	<u>\$ (8,917)</u>	<u>\$ 308,314</u>	<u>\$ 44,953</u>	<u>\$ 1,490,455</u>

CASS COUNTY GOVERNMENT
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2008

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Cash Flows From Operating Activities:</u>					
Receipts from customers	\$ 2,498,960	\$ 305,070	\$ 138,255	\$ 39,602	\$ 2,981,887
Payments to Suppliers	(446,905)	(20,918)	(88,968)	(31,137)	(587,928)
Claims Paid	(2,091,224)	(223,863)	-	-	(2,315,087)
Other Receipts	15,245	-	-	10,111	25,356
Net Cash provided by operating activities	<u>(23,924)</u>	<u>60,289</u>	<u>49,287</u>	<u>18,576</u>	<u>104,228</u>
<u>Cash Flows From Noncapital Financing Activities:</u>					
Due to/Due From Other Funds	<u>33,516</u>	<u>(33,516)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Cash Flows From Capital and Related Financing Activities:</u>					
Purchase of Capital Assets	-	-	(1,070)	-	(1,070)
Proceeds on Sale of Capital Assets	-	-	-	990	990
Net Cash Used in Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(1,070)</u>	<u>990</u>	<u>(80)</u>
<u>Cash Flows From Investing Activities:</u>					
Interest Income	<u>56,941</u>	<u>147</u>	<u>7,567</u>	<u>344</u>	<u>64,998</u>
Net Increase in cash and cash equivalents	66,533	26,920	55,784	19,910	169,146
Balances -Beginning of the Year	<u>1,513,587</u>	<u>-</u>	<u>199,198</u>	<u>2,966</u>	<u>1,715,751</u>
Balances - End of the Year	<u>1,580,120</u>	<u>26,920</u>	<u>254,982</u>	<u>22,876</u>	<u>1,884,897</u>
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>					
Operating Income (Loss)	47,939	62,023	25,061	3,583	138,606
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities:					
Depreciation	-	-	29,491	14,568	44,060
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	6,499	-	(1,428)	-	5,071
Increase (Decrease) in Accounts Payable	1,378	-	(3,838)	424	(2,036)
Increase (Decrease) in Premium Deposit Funds	29,825	(210)	-	-	29,615
Increase (Decrease) in IBNR Claims	(109,564)	(1,524)	-	-	(111,088)
Net Cash Provided by Operating Activities	<u>\$ (23,923)</u>	<u>\$ 60,289</u>	<u>\$ 49,287</u>	<u>\$ 18,575</u>	<u>\$ 104,228</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, 2008

	Agency Funds			Total Agency Funds
	County Funds	Tax Collection Funds	Funds of Other Governmental Units	
<u>ASSETS</u>				
Cash and cash equivalents	\$ 107,850	\$ 58,249,782	\$ 578,052	\$ 58,935,684
Total Assets	<u>\$ 107,850</u>	<u>\$ 58,249,782</u>	<u>\$ 578,052</u>	<u>\$ 58,935,684</u>
<u>LIABILITIES</u>				
Accounts Payable	65,284	-	-	65,284
Due to Component Units	-	23,597	-	23,597
Deposits	42,566	58,226,185	578,052	58,846,803
Total Liabilities	<u>\$ 107,850</u>	<u>\$ 58,249,782</u>	<u>\$ 578,052</u>	<u>\$ 58,935,684</u>

CASS COUNTY GOVERNMENT
Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2008

	Balance 1/1/2008	Additions	Deductions	Balance 12/31/08
<u>COUNTY FUNDS</u>				
Assets				
Cash and Investments	\$ 114,164	\$ 3,873,662	\$ 3,879,975	\$ 107,851
Total Assets	<u>114,164</u>	<u>3,873,662</u>	<u>3,879,975</u>	<u>107,851</u>
Liabilities				
Accounts Payable	63,201	65,284	63,201	65,284
Funds Held for County Departments	50,963	3,808,378	3,816,774	42,566
Total Liabilities	<u>114,164</u>	<u>3,873,662</u>	<u>3,879,975</u>	<u>107,850</u>
<u>TAX COLLECTION FUNDS</u>				
Assets				
Cash and Investments	58,506,958	193,008,508	193,265,684	58,249,783
Total Assets	<u>58,506,958</u>	<u>193,008,508</u>	<u>193,265,684</u>	<u>58,249,783</u>
Liabilities				
Due to Component Units	13,937	23,597	13,937	23,597
Accounts Payable	-	-	-	-
Tax Collections Due to Other Governmental Units	58,493,021	192,984,911	193,251,747	58,226,186
Total Liabilities	<u>58,506,958</u>	<u>193,008,508</u>	<u>193,265,684</u>	<u>58,249,783</u>
<u>FUNDS OF OTHER GOVERNMENTAL UNITS</u>				
Assets				
Cash and Investments	603,572	797,524	823,044	578,052
Total Assets	<u>603,572</u>	<u>797,524</u>	<u>823,044</u>	<u>578,052</u>
Liabilities				
Accounts Payable	300	-	300	-
Funds Held for Other Governmental Units	603,272	797,524	822,744	578,052
Total Liabilities	<u>603,572</u>	<u>797,524</u>	<u>823,044</u>	<u>578,052</u>
TOTALS:				
Assets				
Cash and Investments	59,224,694	197,679,694	197,968,704	58,935,686
Total Assets	<u>59,224,694</u>	<u>197,679,694</u>	<u>197,968,704</u>	<u>58,935,686</u>
Liabilities				
Accounts Payable	63,501	65,284	63,501	65,284
Funds Held for Other Governmental Units	59,096,293	193,782,435	194,074,492	58,804,238
Funds Held for County Government	50,963	3,808,378	3,816,774	42,566
Total Liabilities	<u>\$ 59,224,694</u>	<u>\$ 197,679,694</u>	<u>\$ 197,968,703</u>	<u>\$ 58,935,684</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.	116-123
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the county's ability to generate its property taxes.	124-129
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.	130-132
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.	133-134
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	135-139

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 SIX FISCAL YEARS
(accrual basis of accounting)
(Unaudited)**

	Fiscal Year	
	2003	2004
Primary Government		
Governmental Activities		
Invested in capital assets, net of related debt	\$ 77,517,018	\$ 76,670,686
Restricted	11,100,279	10,572,401
Unrestricted	6,093,807	7,911,261
 Total governmental activities net assets	 \$ 94,711,104	 \$ 95,154,348

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

Fiscal Year			
2005	2006	2007	2008
\$ 81,491,542	\$ 89,756,013	\$ 96,422,671	\$ 105,044,599
15,901,640	14,875,029	13,536,598	11,646,300
3,468,282	3,106,687	3,791,292	2,697,912
<u>\$ 100,861,464</u>	<u>\$ 107,737,729</u>	<u>\$ 113,750,562</u>	<u>\$ 119,388,810</u>

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

	Fiscal Year	
	2003	2004
Expenses		
Primary Government		
Governmental activities:		
General government	\$ 5,125,526	\$ 5,004,958
Public safety	11,233,154	11,898,296
Highways and streets	6,372,040	7,343,638
Relief and charities	7,959,846	8,442,340
Conservation & economic development	1,578,168	2,025,487
Culture & recreation	474,987	437,164
Interest on long-term debt	39,075	32,142
Total primary government expenses	\$ 32,782,796	\$ 35,184,025
Program Revenues		
Governmental activities:		
Charges for services		
General government	\$ 1,980,065	\$ 1,935,275
Public safety	1,851,844	1,897,377
Highways and streets	383,596	32,354
Relief and charities	157,742	186,743
Conservation & economic development	215,236	27,884
Culture and Recreation		
Operating grants and contributions:		
General government	\$ -	\$ 92,186
Public safety	1,784,681	1,746,966
Highways and streets	4,439,276	4,227,770
Relief and charities	2,159,378	2,165,785
Conservation & economic development	793,005	20,491
Culture & recreation	169,391	172,357
Capital grants and contributions:		
General government		
Highways and streets	2,515,614	
Total primary government program revenues	\$ 16,449,828	\$ 12,505,188
Net (Expense)/Revenue		
Governmental activities	\$ (16,332,968)	\$ (22,678,837)
General Revenues and Other Changes in Net Assets		
General activities:		
Property Taxes	\$ 17,669,197	\$ 18,781,751
Sales Taxes	2,967,611	26,810
Estate Taxes	476,797	1,445,233
Unrestricted State Shared Revenues	2,066,262	2,520,002
Gain on Sale of Capital Assets	262,776	
Unrestricted investment earnings	106,094	266,067
Miscellaneous		78,771
Total primary government	\$ 23,548,734	\$ 23,118,630
Change in Net Assets		
Primary government	\$ 7,215,766	\$ 439,794

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.

Fiscal Year			
2005	2006	2007	2008
\$ 6,938,087	\$ 8,337,708	\$ 5,725,081	\$ 5,948,114
15,379,112	14,801,716	14,649,223	13,844,524
6,929,374	5,722,810	7,680,829	8,202,883
8,974,484	9,526,530	10,349,353	10,115,364
1,529,573	1,591,068	1,648,980	1,750,024
531,426	627,911	691,406	701,706
46,550	70,884	57,868	68,837
<u>\$ 40,328,605</u>	<u>\$ 40,678,626</u>	<u>\$ 40,802,740</u>	<u>\$ 40,631,452</u>
\$ 1,590,639	\$ 1,409,888	\$ 1,511,975	\$ 1,639,442
2,082,383	2,274,642	2,138,361	2,150,517
257,724	796,453	2,404,760	316,572
168,687	201,781	132,749	74,343
110,422	41,206	37,057	42,266
		895	2,775
\$ 339,058	\$ 55,458	\$ -	\$ -
4,868,055	3,273,421	2,340,639	725,140
5,632,451	7,642,342	6,254,799	7,632,674
2,520,189	2,369,816	2,505,044	2,802,802
18,409	54,979	85,685	105,585
150,068	224,292	238,517	263,849
380,000		365,000	-
2,529,749	3,628,725	1,000,000	1,144,856
<u>\$ 20,647,834</u>	<u>\$ 21,973,003</u>	<u>\$ 19,015,481</u>	<u>\$ 16,900,821</u>
<u>\$ (19,680,771)</u>	<u>\$ (18,705,623)</u>	<u>\$ (21,787,259)</u>	<u>\$ (23,730,631)</u>
\$ 20,010,985	\$ 20,913,355	\$ 22,794,242	\$ 24,584,536
40,209	2,412	9,060	3,443
1,960,172	313,134	93,929	13,200
2,553,626	2,727,366	3,101,960	3,551,164
731,093	1,409,356	1,604,059	1,005,542
91,804	216,264	196,840	211,005
<u>\$ 25,387,889</u>	<u>\$ 25,581,887</u>	<u>\$ 27,800,090</u>	<u>\$ 29,368,890</u>
<u>\$ 5,707,118</u>	<u>\$ 6,876,263</u>	<u>\$ 6,012,830</u>	<u>\$ 5,638,258</u>

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

	Fiscal Years			
	1999	2000	2001	2002
General Fund:				
Reserved	\$ 13,459	\$ 15,450	\$ 71,082	\$ 89,501
Unreserved	1,841,277	1,557,829	2,373,608	1,977,891
Total General Fund	<u>\$ 1,854,736</u>	<u>\$ 1,573,279</u>	<u>\$ 2,444,690</u>	<u>\$ 2,067,392</u>
All Other Governmental Funds:				
Reserved	\$ 1,514,386	\$ 557,824	\$ 597,248	\$ 397,555
Unreserved	4,813,032	10,869,880	7,370,366	10,395,977
Total all other governmental funds	<u>\$ 6,327,418</u>	<u>\$ 11,427,704</u>	<u>\$ 7,967,614</u>	<u>\$ 10,793,532</u>

Fiscal Years					
2003	2004	2005	2006	2007	2008
\$ 126,383	\$ 205,689	\$ 393,362	\$ 231,684	\$ 277,457	\$ 281,609
2,806,832	2,780,722	2,453,462	2,198,970	2,240,570	2,830,637
<u>\$ 2,933,215</u>	<u>\$ 2,986,411</u>	<u>\$ 2,846,824</u>	<u>\$ 2,430,654</u>	<u>\$ 2,518,027</u>	<u>\$ 3,112,246</u>
\$ 455,459	\$ 493,097	\$ 413,651	\$ 347,365	\$ 333,669	\$ 336,249
13,896,269	14,804,720	15,926,561	14,933,691	14,264,235	10,382,945
<u>\$ 14,351,728</u>	<u>\$ 15,297,817</u>	<u>\$ 16,340,212</u>	<u>\$ 15,281,056</u>	<u>\$ 14,597,904</u>	<u>\$ 10,719,194</u>

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

	Fiscal Year			
	1999	2000	2001	2002
Revenues				
Taxes	\$ 15,464,625	\$ 21,547,575	\$ 22,801,190	\$ 24,071,826
Intergovernmental	14,278,670	12,132,538	12,839,214	12,363,921
Licenses Permits & Fees	9,532	9,921	83,476	147,139
Charges for Services	1,756,552	1,748,851	2,794,182	3,245,720
Miscellaneous	905,262	1,334,497	1,342,492	509,299
Total revenues	<u>\$ 32,414,641</u>	<u>\$ 36,773,382</u>	<u>\$ 39,860,554</u>	<u>\$ 40,337,905</u>
Expenditures				
General Government	\$ 2,722,164	\$ 3,371,416	\$ 3,432,683	\$ 4,366,461
Public Safety	7,193,003	8,032,353	7,894,722	9,437,503
Public Works	6,916,721	7,620,498	8,718,962	7,226,360
Relief & Charities	6,317,407	6,743,414	7,277,875	7,802,578
Culture & Recreation	325,291	348,016	353,994	417,521
Conservation & Economic Development	3,968,128	1,854,005	2,515,423	2,497,721
Capital Outlay	1,490,840	3,346,741	12,452,426	6,334,131
Debt Service				
Principal	577,292	614,525	101,876	113,146
Interest	81,937	53,606	36,135	35,323
Total expenditures	<u>\$ 29,592,783</u>	<u>\$ 31,984,574</u>	<u>\$ 42,784,096</u>	<u>\$ 38,230,744</u>
Excess of revenues over (under) expenditures	<u>\$ 2,821,858</u>	<u>\$ 4,788,808</u>	<u>\$ (2,923,542)</u>	<u>\$ 2,107,161</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ -	\$ -	\$ 85,264	\$ -
Lease Proceeds	-	-	-	303,179
Sale of Property	138,815	30,019	80,178	51,412
Transfers In	6,150	-	-	8,500
Transfers Out	(6,150)	-	-	(8,500)
Total other financing sources (uses)	<u>\$ 138,815</u>	<u>\$ 30,019</u>	<u>\$ 165,442</u>	<u>\$ 354,591</u>
Net change in fund balance	\$ 2,960,673	\$ 4,818,827	\$ (2,758,100)	\$ 2,461,752
Debt service as a percentage of noncapital expenditures	2.35%	2.33%	0.46%	0.47%

		Fiscal Year					
2003	2004	2005	2006	2007	2008		
\$ 20,752,619	\$ 18,848,240	\$ 20,119,716	\$ 20,936,553	\$ 22,952,743	\$ 24,611,533		
11,945,099	12,398,342	17,464,515	16,680,942	14,201,619	15,101,212		
151,204	135,541	231,789	268,555	254,416	265,336		
4,095,337	3,921,100	4,514,596	4,362,415	6,354,859	3,829,880		
635,382	329,919	856,042	1,680,156	1,805,506	1,311,694		
<u>\$ 37,579,641</u>	<u>\$ 35,633,142</u>	<u>\$ 43,186,658</u>	<u>\$ 43,928,621</u>	<u>\$ 45,569,143</u>	<u>\$ 45,119,655</u>		
\$ 4,453,607	\$ 4,854,347	\$ 5,620,893	\$ 5,442,844	\$ 5,401,189	\$ 6,000,740		
10,801,885	11,522,810	15,061,699	14,437,318	14,142,215	13,401,260		
7,129,641	7,069,254	10,247,603	10,348,744	12,521,918	15,230,557		
7,903,898	8,420,107	8,917,652	9,437,985	10,214,941	10,084,922		
468,984	531,719	524,923	621,408	684,903	695,203		
1,574,123	2,021,770	1,536,733	1,585,220	1,647,007	1,750,958		
699,420	125,659	1,551,159	3,257,748	1,736,980	1,175,973		
135,272	138,427	131,717	252,830	169,393	188,932		
39,075	32,142	32,864	61,233	62,503	71,603		
<u>\$ 33,205,905</u>	<u>\$ 34,716,235</u>	<u>\$ 43,625,243</u>	<u>\$ 45,445,330</u>	<u>\$ 46,581,049</u>	<u>\$ 48,600,148</u>		
<u>\$ 4,373,736</u>	<u>\$ 916,907</u>	<u>\$ (438,585)</u>	<u>\$ (1,516,709)</u>	<u>\$ (1,011,906)</u>	<u>\$ (3,480,493)</u>		
\$ -	\$ -	\$ 1,274,299	\$ -	\$ 359,525	\$ -		
-	-	-	-	-	-		
50,281	78,930	67,095	41,382	56,597	196,003		
1,299,997	1,539,688	65,171	260,408	746,370	149,550		
(1,299,997)	(1,539,688)	(65,171)	(260,408)	(746,370)	(149,550)		
<u>\$ 50,281</u>	<u>\$ 78,930</u>	<u>\$ 1,341,394</u>	<u>\$ 41,382</u>	<u>\$ 416,121</u>	<u>\$ 196,002</u>		
\$ 4,424,017	\$ 995,837	\$ 902,809	\$ (1,475,327)	\$ (595,785)	\$ (3,284,491)		
0.59%	0.54%	0.48%	1.03%	0.71%	0.72%		

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			
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
2007	4,832,498,250	2,818,409,200	601,733,400	8,252,640,850	395,777,450	61.00
2008	5,231,690,770	3,127,203,900	600,649,500	8,959,544,170	428,417,209	61.00

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 2008		Fiscal Year 1999	
	Taxable Value	Percentage of Total Taxable Value	Taxable Value	Percentage of Total Taxable Value
Inreit Properties LLLP	\$ 4,712,995	1.10%		
Innovis Health LLC	4,126,980	0.96%		
West Acres Development Company	4,106,155	0.96%	2,199,400	0.97%
Northern States Power Company	3,979,624	0.93%	3,188,348	1.41%
Matrix Properties Corp.	2,328,740	0.54%		
Burlington Northern	1,924,621	0.45%	1,237,775	0.55%
Blue Cross of North Dakota	1,553,350	0.36%		
Meritcare Medical Group	1,203,936	0.28%	790,550	0.35%
Meritcare Hospitals	1,185,277	0.28%	658,103	0.29%
Case Equipment Corporation	1,066,965	0.25%	857,655	0.38%
Paracelsus Healthcare Corporation			2,216,047	0.98%
Wylie Corporation			1,035,867	0.46%
Medical Properties Inc.			954,050	0.42%
Super Valu Stores Inc			712,300	0.32%
Total Attributable to Ten Largest Property Taxpayers	<u>26,188,643</u>	<u>6.11%</u>	<u>13,850,095</u>	<u>6.14%</u>
TOTAL GROSS TAXABLE VALUE	<u>\$ 428,417,209</u>	<u>100.00%</u>	<u>225,748,971</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			
	1999	2000	2001	2002
Direct				
General	30.94	30.40	30.40	29.52
Human Service	20.94	20.15	19.89	19.89
Highway	0.25	0.25	0.25	0.25
Veteran Service Officer	0.50	0.47	0.58	0.53
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	3.03	2.75	2.75	1.00
Emergency			0.50	0.50
County Loan	2.60	2.35	-	-
Total Direct	69.26	67.37	65.37	62.69
Overlapping Governments				
Cities				
Fargo	61.53	60.24	60.31	60.13
West Fargo	73.72	69.63	67.71	72.99
Other Cities	17.63-119.89	17.04-140.84	15.93-141.59	15.53-154.02
Park Districts				
Fargo	32.38	33.07	32.67	32.67
West Fargo	27.79	28.23	26.72	27.19
Other Park Districts	4.00-27.72	4.00-28.31	3.90-27.29	3.99-28.32
School Districts				
Fargo	322.66	320.24	327.40	327.88
West Fargo	249.02	249.02	249.02	249.02
Other School District	172.10-247.03	176.95-249.37	159.93-251.00	146.98-247.83
Townships	11.61-40.81	11.07-41.42	14.07-38.94	13.63-37.44
Water Resource Districts	4.50-5.00	4.50-5.00	5.00	5.00
Fire Districts	2.65-10.00	2.28-10.78	2.52-10.00	2.41-10.00

Source: County Auditor's Office

Fiscal Year					
2003	2004	2005	2006	2007	2008
30.00	31.20	32.75	31.25	31.25	32.25
21.00	21.00	21.00	19.00	18.00	17.50
1.50	0.25	10.25	10.75	10.25	10.25
0.50	0.50	-	-	-	-
1.00	1.00	1.00	1.00	1.00	1.00
10.00	10.00	-	-	-	-
0.80	0.80	-	-	-	-
0.25	0.25	-	-	0.50	-
-	-	-	-	-	-
65.05	65.00	65.00	62.00	61.00	61.00
60.30	60.24	58.73	59.25	57.25	58.25
80.74	84.53	89.61	88.76	88.69	88.87
14.43-163.66	13.59-184.27	12.30-194.24	11.44-179.29	10.85-210.21	10.56-207.07
32.87	32.73	32.46	32.58	32.07	31.85
26.76	26.45	32.08	39.66	36.02	38.06
3.91-27.90	3.65-27.75	3.59-26.60	3.35-26.17	3.45-26.03	3.43-24.73
323.84	320.20	319.55	318.62	309.02	299.99
254.02	254.02	254.02	254.02	254.02	248.76
140.84-255.88	162.00-265.14	170.09-267.32	174.62-266.66	175.81-253.91	176.55-233.02
12.60-35.50	11.73-36.77	9.70-38.77	8.56-32.88	12.26-30.75	12.12-29.8
5.00	5.00	5.00	5.00	4.5-5.0	4.6-5.0
2.29-9.49	2.3-7.79	2.3-9.24	2.12-8.37	1.99-8.06	1.93-6.29

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
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	46,241	18,299,912
2004	19,464,083	50,133	19,514,216
2005	20,700,664	105,754	20,806,418
2006	21,664,145	93,963	21,758,109
2007	23,559,443	143,146	23,702,588
2008	25,588,742	(45,384)	25,543,357

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>
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%	300,289	17,518,384	95.73%
18,290,840	93.97%	384,193	18,675,033	95.70%
19,542,247	94.40%	344,459	19,886,705	95.58%
20,417,670	94.25%	352,167	20,769,837	95.46%
22,321,890	94.75%	262,598	22,584,488	95.28%
24,114,604	94.24%	-	24,114,604	94.41%

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

	1999	2000	2001	2002
Assessed Value of Property	\$ 2,182,974,685	\$ 2,331,149,785	\$ 2,498,991,785	\$ 2,696,238,860
Debt Limit, 5% of Assessed Value	109,148,734	116,557,489	124,949,589	134,811,943
Amount of Debt Applicable to Limit				
General Obligation Bonds	520,000	-	-	-
Less: Resources Restricted to Paying Principal	161,747			
Total Net General Obligation Bonds	358,253	-	-	-
Capital Leases	192,708	148,183	113,811	355,136
Total net debt applicable to limit	550,961	148,183	113,811	355,136
Legal Debt Margin	<u>\$ 108,597,773</u>	<u>\$ 116,409,306</u>	<u>\$ 124,835,778</u>	<u>\$ 134,456,807</u>
Total net debt applicable to the limit as a percentage of debt limit	0.50%	0.13%	0.09%	0.26%

Source: County Auditor's Office

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 2,887,745,500	\$ 3,085,511,290	\$ 3,379,847,649	\$ 3,728,227,790	\$ 4,126,320,425	\$ 4,479,772,085
144,387,275	154,275,565	168,992,382	186,411,390	206,316,021	223,988,604
-	-	-	-	-	-
-	-	-	-	-	-
<u>231,911</u>	<u>157,706</u>	<u>980,445</u>	<u>792,315</u>	<u>692,879</u>	<u>589,178</u>
231,911	157,706	980,445	792,315	692,879	589,178
<u>\$ 144,155,364</u>	<u>\$ 154,117,859</u>	<u>\$ 168,011,937</u>	<u>\$ 185,619,075</u>	<u>\$ 205,623,142</u>	<u>\$ 223,399,426</u>
0.16%	0.10%	0.58%	0.43%	0.34%	0.26%

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	
1999	520,000	161,747	358,253	0.17%
2000	-			
2001	-			
2002	-			
2003	-			
2004	-			
2005	-			
2006	-			
2007	-			
2008	-			

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			
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
2007	918,864	3,970	692,879	1,615,713	0.03%	11.74
2008	833,633	-	589,178	1,422,811	0.03%	10.17

Notes: 2008 percentages calculated using 2007 personal income date, which is the most recent available.

- (1) See Schedule on page 124 for property tax value data
- (2) See Schedule on page 133 for population and personal income data

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

<u>Year</u>	<u>Estimated Population (1)</u>	<u>Personal Income (thousands of dollars) (1)</u>	<u>Per Capita Income (1)</u>	<u>Unemployment Rate (2)</u>
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	5,024,221	48,917	2.6%
2007	137,582	5,338,528	38,872	2.6%
2008	139,918	*	*	3.1%

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	2008		1999	
	Number of Employees	Percentage of Total County Employment	Number of Employees	Percentage of Total County Employment
Meritcare Health Systems	3,691	4.35%	3,380	4.22%
North Dakota State University	2,401	2.83%	1,920	2.40%
Melroe Company		-	2,000	2.50%
Dakota Heartland Health System		-	1,350	1.69%
Noridian/ Blue Cross Blue Shield of ND	1,747	2.06%	1,800	2.25%
Innovis Health	1,714	2.02%		
Fargo Public School District #1	1,419	1.67%	1,329	1.66%
Microsoft Business Solutions	946	1.12%		
U.S. Bank Service Center	980	1.16%		
Case New Holland Corporation	721	0.85%	770	0.96%
City of Fargo	689	0.81%		
West Fargo Public Schools	786	0.93%		
Dakota Clinic			1,000	1.25%
First Bank System			960	1.20%
Great Plains			737	0.92%
	<u>15,094</u>	<u>17.79%</u>	<u>15,246</u>	<u>19.04%</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>
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	384
2007	36	160	34	132	10	372
2008	36	165	34	135	10	380

(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			
	1999	2000	2001	2002
General Government				
Deeds Filled	5,055	4,756	4,268	5,543
Tax Statements Issued	45,939	46,887	47,881	50,776
Statements Collected within First Year	44,563	45,308	46,253	49,309
Percent Collected in First Year	97.00%	96.63%	96.60%	97.11%
Marriage License Issued	**	**	928	943
Death Certificates Issued ***	**	**	1,370	2,778
Public Safety				
Total Inmates	5,366	5,399	6,213	6,843
Average Daily Population	100	99	118	175
Warrants Served	3,747	3,617	4,060	4,336
Civil Process Served	8,363	8,962	8,603	8,804
Citations Issued	**	**	**	5,783
Highways & Streets				
Miles of paved roads overlaid with asphalt	8.20	0.00	5.50	10.00
Miles of paved roads reconstructed with asphalt	0.00	0.00	0.00	0.00
Miles of paved roads reconstructed with concrete	0.00	0.00	1.70	0.00
Miles of gravel roads paved with asphalt	2.00	2.40	2.00	0.00
Total Miles Surfaced	10.20	2.40	9.20	10.00
Miles of asphalt roads chip sealed	8.40	11.70	19.10	22.90
Relief & Charities				
Child Abuse/Neglect Avg New Cases	124	132	147	152
HCBS (1) Average Caseload Per Year	488	495	532	564

(1) HCBS - Home and Community Based Services

** - Numbers are not available for these years.

Source: Various County Departments

*** - Death Certificates Issued are now a function of the State not the County

Fiscal Year					
2003	2004	2005	2006	2007	2008
6,213	6,260	6,123	5,633	5,469	4,994
50,117	52,208	53,772	55,014	56,747	57,415
48,691	50,701	51,971	53,197	55,209	55,581
97.15%	97.11%	96.65%	96.70%	97.29%	96.81%
1,037	1,031	1,081	1,011	1,050	1,063
1,428	1,321	1,348	1,377	1,426	75
7,290	7,807	7,720	7,858	7,555	7,627
203	198	223	230	210	204
4,152	4,672	4,368	4,828	4,639	4,330
9,234	10,400	10,223	10,434	11,234	11,507
6,164	6,102	4,628	6,095	3,274	3,352
31.40	15.80	11.70	6.30	18.30	13.00
0.00	0.00	0.00	0.00	0.00	0.50
0.00	0.00	0.00	0.00	2.00	0.50
0.00	0.00	0.00	4.00	0.00	0.00
<u>31.40</u>	<u>15.80</u>	<u>11.70</u>	<u>10.30</u>	<u>20.30</u>	<u>14.00</u>
18.50	25.00	26.00	24.30	12.00	0.00
149	160	156	164	164	187
559	540	561	565	576	560

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

<u>Function/Program</u>	Fiscal Year			
	1999	2000	2001	2002
General Government				
Number of Voting Machines	1	2	2	12
Number of E-Poll Books	-	-	-	-
Number of Buildings	4	4	4	4
Public Safety				
Jail Capacity	120	120	120	252
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					
2003	2004	2005	2006	2007	2008
34	68	136	137	137	137
-	-	-	-	-	110
4	4	4	4	4	4
252	252	252	252	348	348
650	650	650	650	652	652
260	246	246	246	246	246
7	7	7	7	7	7