

CASS COUNTY GOVERNMENT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2011
Fargo, North Dakota

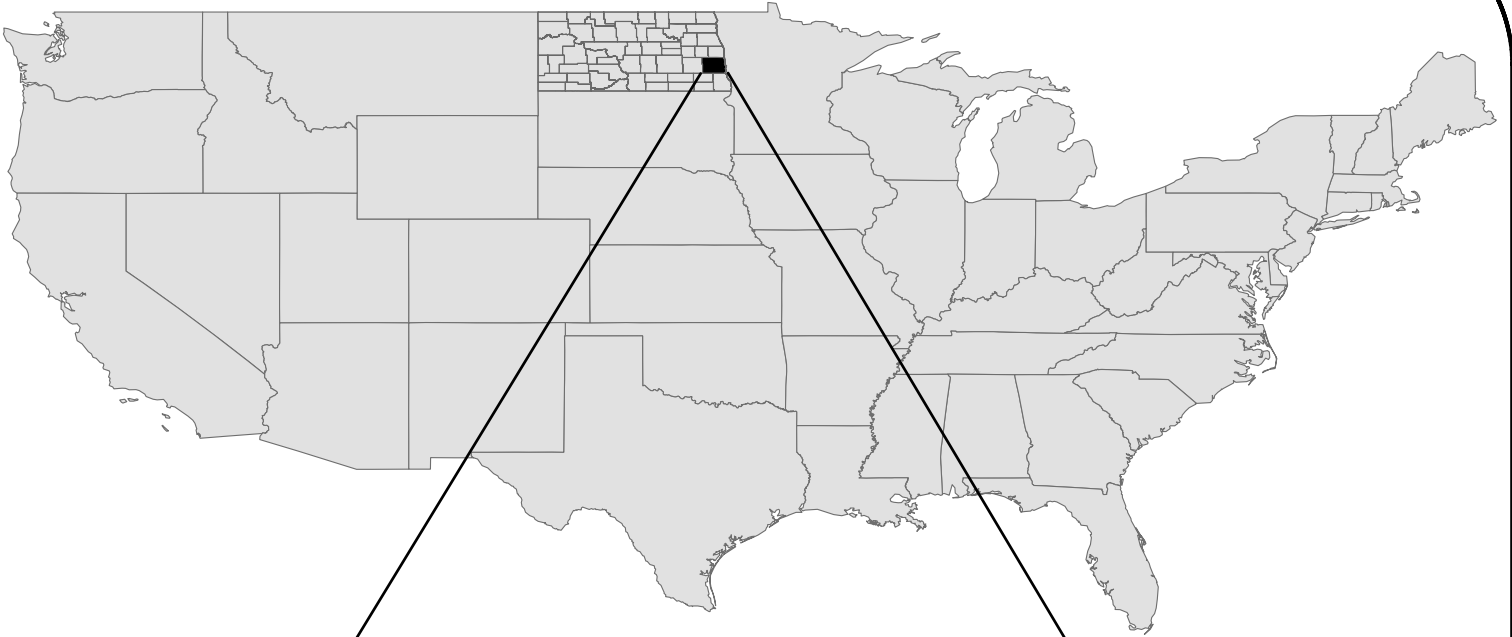
CASS COUNTY, NORTH DAKOTA

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**

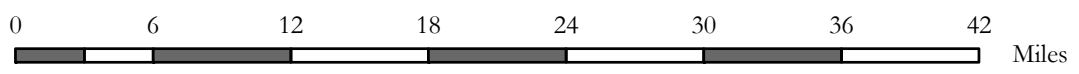
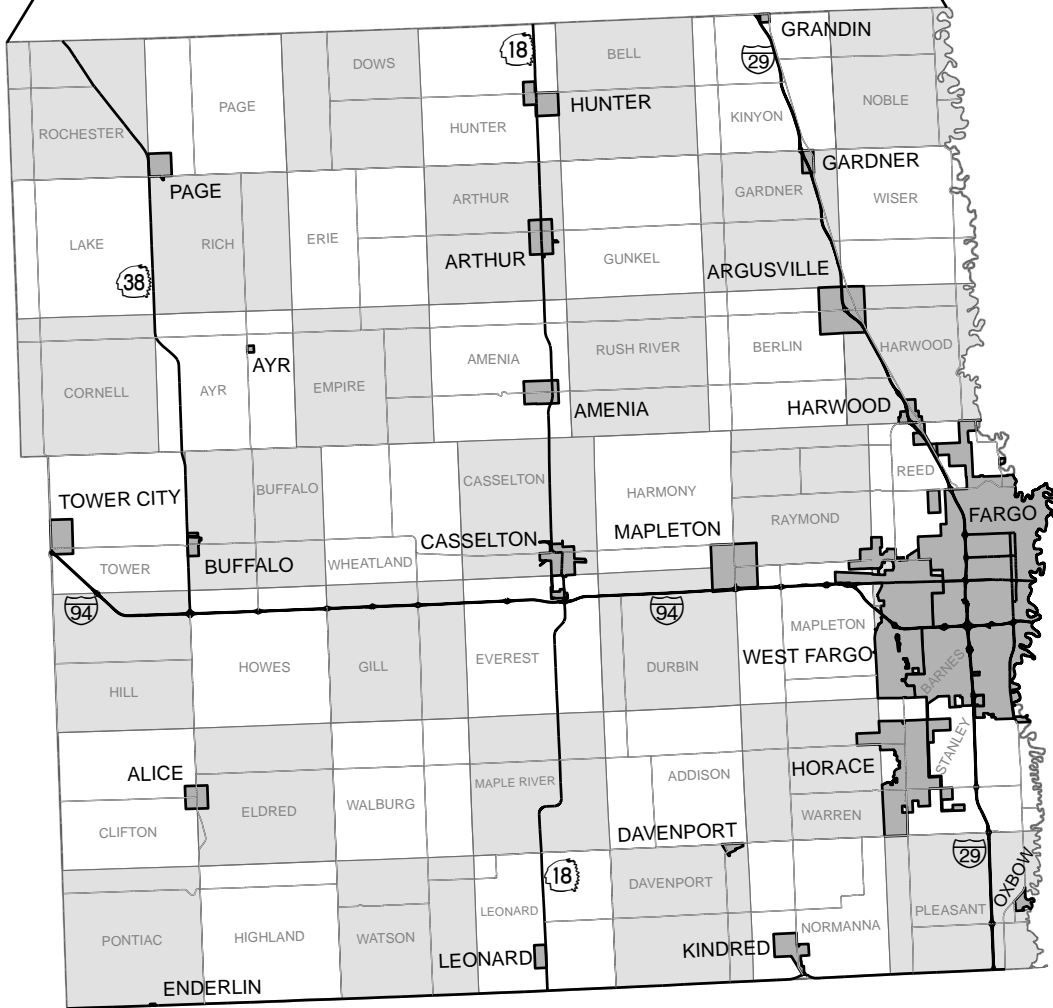
For the Year Ended December 31,
2011

Prepared by the County Auditor's Office

North Dakota



Cass County



**CASS COUNTY GOVERNMENT
Comprehensive Annual Financial Report
For the Year Ended December 31, 2011**

TABLE OF CONTENTS

INTRODUCTORY SECTION

	Page
Letter of Transmittal	1
Certificate of Achievement for Excellence in Financial Reporting	5
Organizational Chart	6
County Officials	7

FINANCIAL SECTION

Independent Auditor's Report	9
Management's Discussion and Analysis	11

Basic Financial Statements:

Government-Wide Financial Statements:	
Statement of Net Assets	21
Statement of Activities	22

Fund Financial Statements:

Balance Sheet – Governmental Funds	26
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	29
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	30
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	32
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund	33
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Human Service Fund	34
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – County Road and Bridge Fund	35
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – 2009 Flood Recovery Fund	36
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – 2010 Flood Recovery Fund	37

	Page
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – 2011 Flood Fund	38
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – 2011 Flood Recovery Fund	39
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Flood Mitigation Fund	40
Statement of Net Assets – Proprietary Funds	41
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	42
Statement of Cash Flows – Proprietary Funds	43
Statement of Fiduciary Assets and Liabilities – Agency Funds	44
Statement of Net Assets – Component Units	46
Statement of Activities – Component Units	48
Notes to the Financial Statements	50
 Supplementary Information:	
Description of Nonmajor Governmental Funds	79
Combining Balance Sheet – Nonmajor Governmental Funds	
Special Revenue Funds	84
Debt Service Funds	87
Capital Projects Funds	88
Combining Balance Sheet – All Nonmajor Governmental Funds	89
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	
Special Revenue Funds	90
Debt Service Funds	94
Capital Projects Funds	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Nonmajor Governmental Funds	97
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Governmental Funds	
Special Revenue Funds	98
Debt Service Funds	112
Description of Internal Service Funds	119
Combining Statement of Net Assets – Internal Service Funds	120
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets – Internal Service Funds	121
Combining Statement of Cash Flows – Internal Service Funds	122
Description of Agency Funds	123

	Page
Statement of Fiduciary Assets and Liabilities – Agency Funds	124
Statement of Changes in Fiduciary Assets and Liabilities	125
STATISTICAL SECTION	
Statistical Section	127
Financial Trends:	
Net Assets by Component	128
Changes in Net Assets	130
Fund Balances of Governmental Funds	132
Changes in Fund Balances of Governmental Funds	134
Revenue Capacity:	
Assessed Value and Actual Value of Taxable Property	136
Principal Property Tax Payers	137
Property Tax Rates- Direct and Overlapping Governments	138
Property Tax Levies and Collections	140
Debt Capacity:	
Legal Debt Margin Information	142
Ratio of Outstanding Debt by Type	144
Demographic and Economic Information:	
Demographic and Economic Statistics	145
Principal Employers	146
Operating Information:	
Full-time Equivalent County Government Employees by Function	147
Operating Indicators by Function	148
Capital Asset Statistics by Function	150

INTRODUCTORY SECTION



June 25, 2012

Auditor

Michael Montplaisir, CPA
701-241-5601

Treasurer

Charlotte Sandvik
701-241-5611

Director of Equalization

Frank Klein
701-241-5616

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

The Comprehensive Annual Financial Report of Cass County is hereby submitted for the fiscal year ended December 31, 2011.

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.

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, 2011, 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, 2011 are incorporated in a separate report.

Box 2806
211 Ninth Street South
Fargo, North Dakota 58103

Fax 701-241-5728

www.casscountynnd.gov

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 over twenty percent from 2000 to 2010, according to the latest census figures, while the overall increase in statewide population was 4.7 percent. Several of the fastest growing cities in North Dakota are located in Cass County, including the City of Fargo and the City of West Fargo, which increased 16% and 72%, respectively. The City of Fargo is the 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, Essentia Health and Sanford Health System. These facilities serve a large area in both North Dakota and Minnesota, and have a combined daily patient volume of approximately 400 patients.

Cass County is a regional trade center that draws from eastern North Dakota, western Minnesota, and central Canada. Taxable sales through the fourth quarter of 2011 were \$2.5 billion, which represents a 11 percent increase from 2010.

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.

Major Initiatives

North Dakota Diversion Project

Cass County and Clay County in Minnesota along with the cities along the Red River experienced record flooding in 2009, 2010, and 2011. A Metro Flood Study Committee was formed with representatives from the two counties, the cities of Fargo, North Dakota, Moorhead, Minnesota, and the Water Resource Districts from the two states to study flood control options along with the Federal Emergency Management Agency (FEMA). A diversion option on the North Dakota side of the Red River has emerged as the favored flood control project and is being further studied. Funding for this project would come from FEMA, the states of North Dakota and Minnesota, the City of Fargo and Cass County. Fargo already has a sales tax in place to fund their portion of the project. The Cass County Commission approved a resolution on August 2, 2010 to place a ½ cent sales tax question on the general election ballot. On November 2, 2010 the county citizens approved the sales tax. The sales tax is effective April 1, 2011 through March 31, 2031.

Courthouse West Addition Construction

On August 4, 2010 the County broke ground for the \$14 million addition to the county courthouse that will house criminal court, a holding area for inmates appearing in court, and county offices. The addition will be the third addition to the 1905 courthouse and will add forty-nine thousand square feet to the seventy seven thousand square feet in the current courthouse. The funding for the project will come from cash on hand of \$5 million and an \$8.9 million dollar bond issue that was issued on July 1, 2010. The repayment of the bonds will be financed through a property tax mill levy of two mills for the twelve-year life of the bonds.

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, 2010. This was the sixteenth 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, 2010

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.



Linda C. Davison

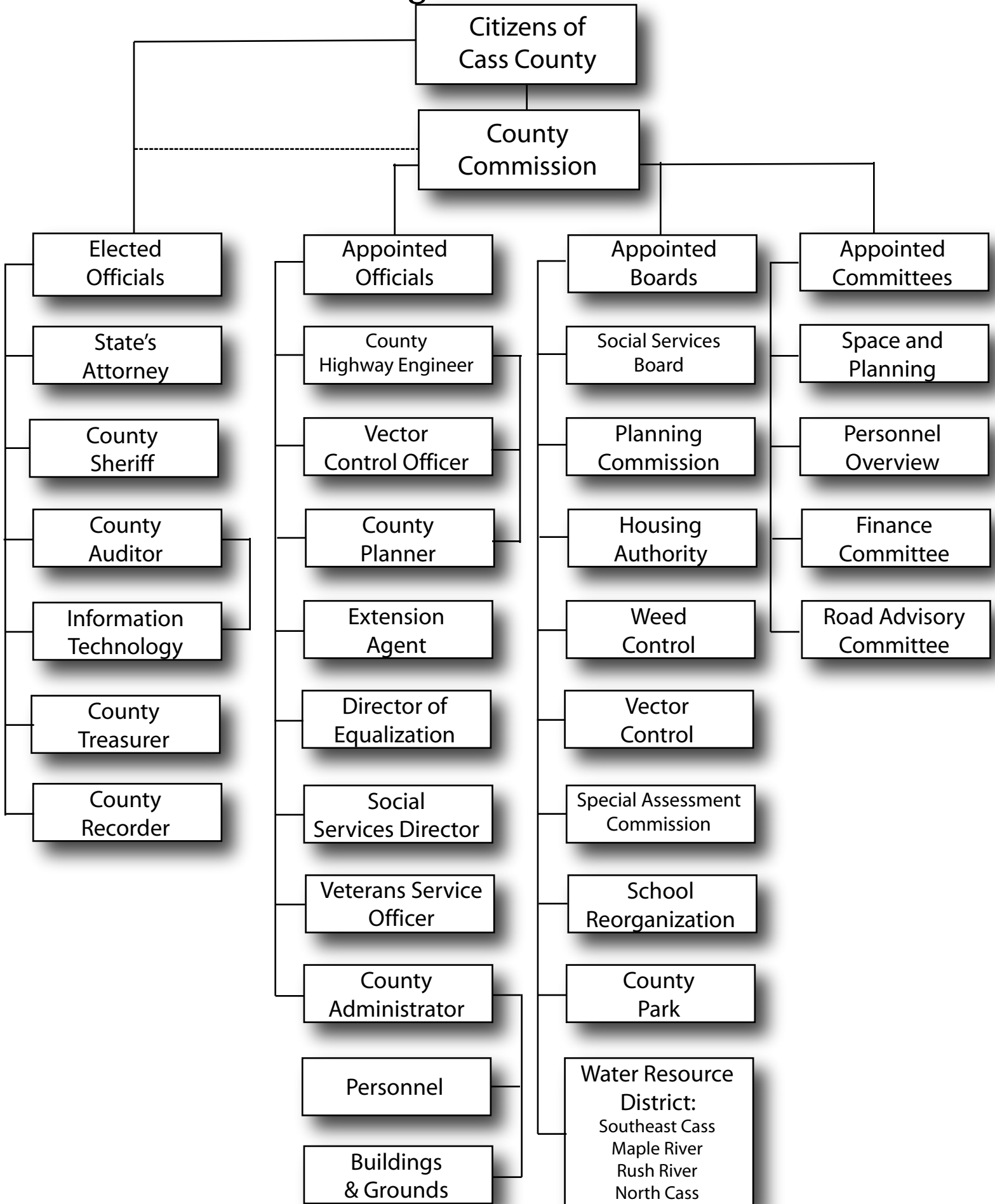
President

Jeffrey R. Egan

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, 2010. 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:	Scott Wagner, Chairman Darrell Vanyo Kenneth Pawluk Robyn Sorum Vern Bennett
Auditor:	Michael Montplaisir
Treasurer:	Charlotte Sandvik
Sheriff:	Paul Laney
Recorder:	Jewel Spies
States Attorney:	Birch Burdick

2011 Officials

Commissioners:	Darrell Vanyo, Chairman Scott Wagner Kenneth Pawluk Robyn Sorum 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
PHONE
(701) 328-2241
FAX
(701) 328-1406



LOCAL GOVERNMENT DIVISION:
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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cass County, Fargo, North Dakota, as of and for the year ended December 31, 2011, 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's 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 *Government 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 the 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 previously 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, 2011, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund, the human service fund, the county road and bridge fund, the 2009 flood recovery fund, the 2010 flood recovery fund, the 2011 flood fund, the 2011 flood recovery fund, and the flood mitigation 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 our report dated June 19, 2012 on our consideration of Cass County's internal control over financial reporting and on 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 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.

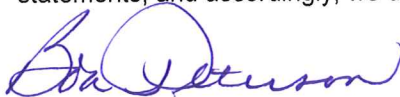
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 11 through 19 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

CASS COUNTY

Independent Auditor's Report - Continued

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cass County's basic financial statements. The combining and individual nonmajor fund financial statements and combining schedules of revenues, expenditures, and changes in fund balance – budget and actual are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and combining schedules of revenues, expenditures, and changes in fund balance – budget and actual are fairly stated in all material respects in relation to the financial statements taken as a whole.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Cass County's basic financial statements. The introductory section and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Robert R. Peterson
State Auditor

June 19, 2012

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, 2011. 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, 2011, the net assets of Cass County Government exceeded liabilities by \$148,683,587. Net assets invested in capital assets (net of depreciation and related debt) accounted for 83% of this amount, with a value of \$124,072,749. Of the remaining net assets, \$11,215,260 is restricted for special purposes, and \$13,395,579 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors, without legal restriction.
- At December 31, 2011, the County's governmental funds reported combined ending fund balances of \$24,520,379, for an increase of \$2,037,265 over the previous year.
- At December 31, 2011, the unassigned fund balance for the General Fund was \$6,102,327 or 27% 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 2011. 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 2011.

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 21-23 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-nine 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, 2009 Flood Recovery Fund, 2010 Flood Recovery Fund, 2011 Flood Fund, 2011 Flood Recovery Fund, Flood Mitigation Fund, Future Building, Courthouse West Addition Funds, and Flood Control Sales Tax Fund which are considered to be major funds. Data from the other thirty-one 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, 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 26-44 of this report. Combining component unit statements can be found on pages 46-49.

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 41-43 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 44 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 50-78 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 84-125 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, 2011, Cass County's assets exceeded liabilities by \$148,683,587.

Statement of Net Assets December 31, 2011 and 2010

	Governmental Activities	
	2011	2010
Current and Other Assets	\$ 40,422,836	\$ 36,586,207
Capital Assets	132,548,359	123,018,473
Total Assets	\$ 172,971,195	\$ 159,604,680
Long-Term Liabilities	\$ 8,145,295	\$ 9,026,641
Other Liabilities	16,142,313	14,022,772
Total Liabilities	\$ 24,287,608	\$ 23,049,413
Net Assets:		
Invested in Capital Assets Net of Related Debt	\$ 124,072,749	\$ 113,476,180
Restricted	11,215,260	17,210,712
Unrestricted	13,395,579	5,868,375
Total Net Assets	\$ 148,683,588	\$ 136,555,267

The largest portion of the County's net assets (83%), 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 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 (7%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets in the amount of \$13,395,579 may be used to meet the government's ongoing obligations to its citizens and creditors. Total net assets increased by over \$12 million. The main reason for the increase was the result of state and federal grants for flood mitigation and reimbursements of prior year flood recovery expenses. The increase is also due to the county implementing a flood control sales tax to be used for future flood control projects.

STATEMENT OF CHANGES IN NET ASSETS

Governmental activities increased the County's net assets by \$12,128,325. Key elements in changes in net assets are shown in the following table.

	Governmental Activities	
	2011	2010
Revenues:		
Program Revenues:		
Charges for Services	\$ 5,116,003	\$ 4,751,979
Operating Grants and Contributions	23,866,995	13,592,305
Capital Grants and Contributions	5,028,844	12,021,555
General Revenues:		
Property Taxes	29,258,876	26,926,204
Sales Tax	8,663,697	2,122
State Share Revenues	5,513,777	3,763,944
Other	824,168	1,034,756
Total Revenues	\$ 78,272,360	\$ 62,092,865
Expenses:		
General Government	\$ 10,850,881	\$ 7,374,704
Public Safety	16,210,286	15,413,806
Highways and Streets	22,920,416	14,376,511
Relief and Charities	11,756,349	11,108,274
Conservation Economic Development	3,247,937	2,823,577
Culture and Recreation	806,552	811,297
Interest on Long-Term Debt	351,614	150,079
Total Expenses	\$ 66,144,036	\$ 52,058,248
Increase in Net Assets	\$ 12,128,325	\$ 10,034,619
Net Assets – January 1	136,555,267	126,520,652
Net Assets – December 31	\$ 148,683,587	\$ 136,555,267

Total revenues for 2011 were \$78,272,360 which is an increase of \$16 million over 2010. Property tax revenue accounted for 37% of total revenues; the increase over 2010 was \$2.3 million as a result of increased property valuations and additional mills added for debt service and emergency fund. A new sales tax added in 2011 for flood control projects accounted for 11%, operating grants accounted for 31%, capital grants accounted for 6%, and the remaining 15% came from charges for services, state shared revenues and interest income. Total expense increased by \$14 million over 2010. The highways and streets expense increased by over \$8 million as a result of spring flooding in 2011 and repairing roads from prior year floods of 2010 and 2009. The county also

incurred \$4 million in expenses for the planning phase of the F/M Diversion project. The remaining increase was the result of cost of living raises for employees.

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 2011, the County's governmental funds reported combined ending fund balances of \$24,520,379, an increase of \$2,037,265 compared with the previous year. The General, Human Services, County Road and Bridge, 2009 Flood Fund, 2009 Flood Recovery Fund, 2010 Flood Recovery Fund, 2011 Flood Fund, 2011 Flood Recovery Fund, Flood Mitigation Fund, Future Building, Courthouse West Addition Fund, and Flood Control Sales Tax Fund is reported as major funds.

The General Fund is the chief operating fund of the County. At the end of the fiscal year 2011, unassigned fund balance of the General Fund was \$6,102,327, while total fund balance was \$6,494,258. As a measure of the General Fund's liquidity, it may be useful to compare unreserved fund balance to total fund expenditures. Unassigned fund balance represents 27% of total General Fund expenditures.

The County's General Fund balance increased by \$2,039,311 during 2011 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, 2011 was \$2,272,111, a decrease of \$43,480 over December 2010.

The fund balance of the County Road and Bridge Fund at December 31, 2011 was \$7,470,177. This was an increase of \$3,750,332 over 2010 and was the result of an increase in state funding and a decrease in construction projects.

The County established two new funds as the result of the 2011 spring flood. The Flood Fund was established to prepare and fight the floods of 2011. The Flood Recovery Fund was established to account for all the necessary repairs to various damaged county roads and bridges. The expenditures for these funds

will be submitted to the Federal Emergency Management Agency (FEMA) for reimbursement. If approved by FEMA, the county will receive 75% reimbursement and the State Emergency Management will match 19% of the cost. The Flood Mitigation Fund accounted for grants approved to buyout homes involved in the flood. The federal grant will cover 75% of the costs with the state match at 10%.

The 2010 Flood Recovery Fund had an ending fund balance of \$(883,019). This fund was established to repair the damaged county roads and bridges as a result of the 2010 flood. These road projects are still on-going and are being hampered by the 2011 Spring Flood.

The 2011 Flood Fund had an ending fund balance of \$(283,754). This fund was used to prepare for and fight the flood of 2011.

The 2011 Flood Recovery Fund had an ending fund balance of \$(2,724,316). This fund was established to repair the damaged county roads and bridges as a result of the 2011 flood. These road projects are still on-going.

The Flood Mitigation Fund had an ending balance of \$(73,487). The County transferred funds from the Future Building Fund to cover the initial expenses incurred to start the program.

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, 2011 was \$5,369,076; a decrease of \$939,357 over December 2010. Transfers were made to the Flood Mitigation Fund for the local share of the buyout grants. Transfers were also made to the Courthouse West Addition Fund to cover the cost of construction in excess of the bond issue.

The Courthouse West Addition Fund had an ending fund balance of \$9,318. During the year construction continued on the courthouse addition. The projected cost for the addition is \$13 million and is expected to be completed in 2012. The county issued \$8.9 million in general obligation bonds to fund the project and the remaining will be funded by the Building Fund reserves.

During the year the county established the Flood Control Sales Tax Fund. The ending fund balance was \$4,661,475. This fund is used to account for the one-half cent sales tax approved by the voters of Cass County for flood control projects.

General Fund Budgetary Highlights

Differences between the General Fund's original budget and the final amended budget were \$380,227 in revenues and \$360,810 in expenditures. The budgeted revenues and expenditures increased due to various grants that were awarded after the original budget was approved.

The General Fund's actual revenue was \$3,060,206 over the final budget; the variance is a result of an increase in state aid. The actual expenditures were

\$669,918 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, 2011, the County's investment in capital assets for its governmental activities, net of accumulated depreciation, amounts to \$132,548,359. 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 \$9,529,887.

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

- Construction of road and bridge infrastructure
- Flood Mitigation buyout properties
- Construction in progress on the courthouse west addition
- 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, 2011 and 2010:

	Governmental Activities	
	2011	2010
Land	\$ 28,690,429	\$ 23,873,890
Construction in Progress	9,617,991	2,566,324
Buildings	20,874,944	21,341,241
Improvement Other than Buildings	2,038,187	2,080,817
Machinery and Equipment	3,084,115	3,128,268
Infrastructure	68,242,693	70,027,933
Total	\$ 132,548,359	\$ 123,018,473

Additional information on the County's capital assets can be found in Note 7 on page 64-68 of this report.

LONG-TERM DEBT

At the end of fiscal year 2011, the County had total debt outstanding of \$10,540,777. Of this amount, \$543,802 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The county issued \$8.9 million in general obligation bonds for the courthouse addition construction. 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, 2011 and 2010:

	Governmental Activities	
	2011	2010
Special Assessment Bonds	\$ 543,802	\$ 623,084
General Obligation Bonds	8,123,194	8,788,498
Special Assessments Payable	109,033	112,567
Leases Payable	250,610	368,238
Compensated Absences	1,514,137	1,479,144
Total	<u>\$ 10,540,777</u>	<u>\$ 11,371,531</u>

Additional information on the County's debt can be found in Note 9 on pages 68-76 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The unemployment rate for the County at December 31, 2011 was 3.4%.
- The taxable value of all property located in the county has increased by over 3.5% in each year for the last five years.
- The taxable sales in the county increased by 11% 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.

THIS PAGE HAS BEEN RESERVED FOR NOTES

**BASIC FINANCIAL
STATEMENTS**

CASS COUNTY GOVERNMENT
Statement of Net Assets
December 31, 2011

	Primary Government	
	Governmental Activities	Component Units
ASSETS		
Cash and cash equivalents	\$ 32,906,940	\$ 7,136,296
Receivables (net of allowance for uncollectibles):		
Accounts	306,255	12,707
Due From Primary Government	-	33,023
Delinquent Tax	521,853	94,082
Due From Other Governments	5,527,887	915,778
Special Assessments	-	17,117
Loans	53,925	-
Inventories	221,425	64,583
Prepays	405,044	14,143
Uncertified Special Assessments Receivable	479,506	5,660,981
Capital Assets Not Being Depreciated:		
Land	28,690,429	13,967,888
Construction in progress	9,617,991	12,034,589
Capital assets (net of accumulated depreciation):		
Buildings	20,874,944	20,527
Improvements other than buildings	2,038,187	-
Machinery and equipment	3,084,115	87,906
Infrastructure	68,242,693	85,817,303
Total assets	\$ 172,971,195	\$ 125,876,922
LIABILITIES		
Accounts Payable	\$ 2,531,372	\$ 3,775,727
Benefits Payable	-	20,157
Retainages Payable	758,202	554,594
Interest Payable	58,939	36,597
Deposits	301,768	-
IBNR Claims	293,025	-
Due to Inmates	857	-
Unearned Revenue	9,802,667	267,891
Noncurrent liabilities:		
Due within one year	2,395,483	1,467,626
Due in more than one year	8,145,295	8,375,475
Total liabilities	\$ 24,287,608	\$ 14,498,067
NET ASSETS		
Invested in capital assets net of related debt	\$ 124,072,749	\$ 102,118,282
Restricted for:		
General Government	1,412,426	-
Highway and Streets	7,201,490	-
Relief and Charities	1,869,141	-
Culture and Recreation	82,578	-
Conservation of Natural Resources	-	42,484
Debt Service	649,625	7,095,088
Capital Projects	-	30,851
Unrestricted	13,395,579	2,092,155
Total Net assets	\$ 148,683,587	\$ 111,378,859

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, 2011

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	
Functions/Programs				
Primary Government:				
Governmental activities:				
General government	\$ 10,850,881	\$ 2,272,590	\$ 424,064	\$ -
Public safety	16,210,286	2,438,340	1,081,261	-
Highways and streets	22,920,416	180,517	18,773,429	-
Relief and charities	11,756,349	138,666	3,192,735	-
Conservation & economic development	3,247,937	77,985	85,931	5,028,844
Culture and recreation	806,552	7,905	309,576	-
Interest on long-term debt	351,614	-	-	-
Total primary government	<u>\$ 66,144,036</u>	<u>\$ 5,116,003</u>	<u>\$ 23,866,995</u>	<u>\$ 5,028,844</u>
Component units:				
Southeast Cass Water Resource District	\$ 5,075,615	\$ 3,049,701	\$ 2,729,956	\$ -
North Cass Water Resource District	360,085	277,752	-	-
Maple River Water Resource District	1,244,173	356,622	433,905	-
Rush River Water Resource District	841,616	243,632	21,678	-
Noxious weed	435,211	7,718	38,044	-
Vector control	894,208	377,207	-	-
Total component units	<u>\$ 8,850,908</u>	<u>\$ 4,312,632</u>	<u>\$ 3,223,583</u>	<u>\$ -</u>

General revenues:
Property taxes
Sales taxes
Unrestricted State Shared Revenues
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
\$ (8,154,226)	\$ -	
(12,690,685)	-	
(3,966,470)	-	
(8,424,949)	-	
1,944,823	-	
(489,071)	-	
(351,614)	-	
<u>\$ (32,132,194)</u>	<u>\$ -</u>	
\$ -	\$ 704,042	
-	(82,333)	
-	(453,646)	
-	(576,307)	
-	(389,449)	
-	(517,001)	
<u>\$ -</u>	<u>\$ (1,314,694)</u>	
\$ 29,258,876	\$ 2,650,540	
8,663,697	-	
5,513,777	202,200	
261,398	48,629	
562,770	196,086	
<u>\$ 44,260,519</u>	<u>\$ 3,097,454</u>	
12,128,325	1,782,761	
136,555,267	109,596,092	
<u>\$ 148,683,587</u>	<u>\$ 111,378,859</u>	

THIS PAGE HAS BEEN RESERVED FOR NOTES

**FUND FINANCIAL
STATEMENTS**

THIS PAGE HAS BEEN RESERVED FOR NOTES

CASS COUNTY GOVERNMENT
Balance Sheet
Governmental Funds
December 31, 2011

	General	Human Services	County Road and Bridge	2009 Flood Recovery	2010 Flood Recovery	2011 Flood Fund
<u>ASSETS</u>						
<u>Assets:</u>						
Cash and Cash Equivalents	\$ 8,721,651	\$ 4,776,237	\$ 3,859,399	\$ 76,662	\$ -	\$ -
Receivables:						
Taxes	274,387	148,503	71,406	-	-	-
Accounts	184,118	6,097	29,705	-	-	20,000
Loans	53,925	-	-	-	-	-
Due From Other Governments	1,637,438	307,438	811,438	-	-	570,548
Due From Other Funds	932,568	-	4,480,862	-	-	-
Inventory	-	-	151,026	-	-	-
Inventory of supplies, at cost	70,399	-	-	-	-	-
Prepaid Items	315,737	23,502	41,025	-	-	-
TOTAL ASSETS	12,190,224	5,261,778	9,444,860	76,662	-	590,548
<u>LIABILITIES AND FUND BALANCES</u>						
<u>Liabilities:</u>						
Accounts Payable	447,678	171,388	520,132	72,790	55,413	-
Retainages Payable	-	-	80,820	3,871	258	-
Deferred Revenues	5,248,288	2,818,278	1,373,732	-	-	-
Due to Inmates	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	827,349	874,302
Total Liabilities	5,695,966	2,989,666	1,974,683	76,662	883,019	874,302
<u>Equity:</u>						
<u>Fund Balances:</u>						
Nonspendable	386,136	23,502	192,051	-	-	-
Restricted	-	2,248,610	7,278,126	-	-	-
Committed	-	-	-	-	-	-
Assigned	5,795	-	-	-	-	-
Unassigned	6,102,327	-	-	-	(883,019)	(283,754)
Total Fund Balances	6,494,258	2,272,111	7,470,177	-	(883,019)	(283,754)
TOTAL LIABILITIES AND FUND BALANCES	\$ 12,190,224	\$ 5,261,778	\$ 9,444,860	\$ 76,662	\$ -	\$ 590,548

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

2011 Flood Recovery	Flood Mitigation	Future Building	Courthouse West Addition	Flood Control Sales Tax	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 5,369,076	\$ 1,530,967	\$ 3,651,714	\$ 3,156,809	\$ 31,142,515
-	-	-	-	-	27,557	521,853
-	-	-	-	-	65,964	305,884
-	-	-	-	-	-	53,925
250,257	901,128	-	-	1,049,639	-	5,527,887
-	-	-	-	-	-	5,413,429
-	-	-	-	-	-	151,026
-	-	-	-	-	-	70,399
-	-	-	-	-	24,780	405,044
<u>250,257</u>	<u>901,128</u>	<u>5,369,076</u>	<u>1,530,967</u>	<u>4,701,353</u>	<u>3,275,112</u>	<u>43,591,962</u>
195,362	69,890	-	848,396	39,879	99,725	2,520,653
-	-	-	673,253	-	-	758,202
-	-	-	-	-	938,147	10,378,445
-	-	-	-	-	857	857
2,779,211	904,726	-	-	-	27,842	5,413,429
<u>2,974,573</u>	<u>974,615</u>	<u>-</u>	<u>1,521,649</u>	<u>39,879</u>	<u>1,066,571</u>	<u>19,071,586</u>
-	-	-	-	-	24,780	626,469
-	-	-	-	-	1,861,199	11,387,935
-	-	5,369,076	9,318	4,661,475	329,769	10,369,637
-	-	-	-	-	-	5,795
(2,724,316)	(73,487)	-	-	-	(7,208)	2,130,542
<u>(2,724,316)</u>	<u>(73,487)</u>	<u>5,369,076</u>	<u>9,318</u>	<u>4,661,475</u>	<u>2,208,539</u>	<u>24,520,379</u>
<u>\$ 250,257</u>	<u>\$ 901,128</u>	<u>\$ 5,369,076</u>	<u>\$ 1,530,967</u>	<u>\$ 4,701,353</u>	<u>\$ 3,275,112</u>	<u>\$ 43,591,962</u>

THIS PAGE HAS BEEN RESERVED FOR NOTES

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, 2011

Fund balance - total governmental funds		\$ 24,520,379
Amounts reported for governmental activities in the statement of net assets are different because:		
Add - Capital Assets	\$ 207,347,043	
Deduct - accumulated depreciation	<u>(74,893,112)</u>	
Net Assets		132,453,931
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.		
		521,853
Loans receivable will be collected over the next three years; thus they are not available to pay for the current period's expenditures and therefore, are reported as deferred revenues in the funds.		
		53,925
Long-term uncertified special assessments receivable are not reported in the funds because they are unavailable to pay the current period's expenditures.		
		479,506
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		1,253,712
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	(1,514,137)	
Leases payable	(250,611)	
Special assessments payable	(109,033)	
Special assessments bonds payable	(561,152)	
GO Bonds Payable	(8,225,000)	
Unamortized Bond Discount	69,237	
Unamortized Bond Issuance Costs	49,919	
Interest Payable	<u>(58,939)</u>	
Total long term liabilities		<u>(10,599,717)</u>
Net assets of governmental activities		<u>\$ 148,683,587</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, 2011

	General Fund	Human Services	County Road and Bridge	2009 Flood Recovery	2010 Flood Recovery	2011 Flood Fund
REVENUES						
Taxes:						
Property	\$ 15,262,136	\$ 8,261,126	\$ 3,983,634	\$ -	\$ -	\$ -
Sales	1,053	-	-	-	-	-
Licenses, permits and fees	45,836	14,050	68,140	-	-	-
Intergovernmental revenues	6,487,707	3,192,735	10,649,138	1,394,058	799,884	2,105,946
Charges for services	2,596,946	124,406	102,453	-	-	90,606
Miscellaneous revenues	311,860	29,867	52,696	-	-	11,421
Total Revenues	24,705,538	11,622,184	14,856,061	1,394,058	799,884	2,207,973
EXPENDITURES						
Current:						
General government	5,730,772	-	-	-	-	-
Public Safety	14,923,111	-	-	-	-	-
Highways and streets	-	-	10,148,495	523,912	285,214	3,054,127
Relief and charities	-	11,665,664	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Conservation & economic development	1,902,078	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal retirement	94,102	-	23,526	-	-	-
Interest	12,638	-	3,159	-	-	-
Fiscal charges	-	-	-	-	-	-
Total Expenditures	22,662,702	11,665,664	10,175,180	523,912	285,214	3,054,127
Excess (deficiency) of revenues over (under) expenditures	2,042,836	(43,480)	4,680,881	870,146	514,670	(846,154)
OTHER FINANCING SOURCES (USES)						
Transfers in	18,203	-	-	961,562	-	562,399
Transfers out	(60,000)	-	(961,562)	-	-	-
Sale of capital assets	38,273	-	31,013	-	-	-
Total of other financing sources and uses	(3,525)	-	(930,549)	961,562	-	562,399
Net change in fund balances	2,039,311	(43,480)	3,750,332	1,831,708	514,670	(283,754)
Fund balances - beginning	4,454,947	2,315,591	3,719,845	(1,831,707)	(1,397,689)	-
Fund balances - ending	\$ 6,494,258	\$ 2,272,111	\$ 7,470,177	\$ -	\$ (883,019)	\$ (283,754)

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

2011 Flood Recovery	Flood Mitigation	Future Building	Courthouse West Addition	Flood Control Sales Tax	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,978,744	\$ 29,485,640
-	-	-	-	8,662,644	-	8,663,697
-	-	-	-	-	-	128,026
478,966	5,028,844	-	300,000	-	702,698	31,139,975
-	-	-	-	-	1,982,724	4,897,135
-	289,785	34,504	47,672	6,905	208,093	992,804
<u>478,966</u>	<u>5,318,629</u>	<u>34,504</u>	<u>347,672</u>	<u>8,669,549</u>	<u>4,872,259</u>	<u>75,307,277</u>
-	-	-	-	-	952,702	6,683,474
-	-	-	-	-	941,766	15,864,877
3,203,282	-	-	-	-	12,239	17,227,269
-	-	-	-	-	-	11,665,664
-	-	-	-	-	800,049	800,049
-	6,125,801	-	-	-	33,067	8,060,946
-	-	-	7,810,323	4,008,074	23,913	11,842,310
-	-	-	-	-	756,141	873,769
-	-	-	-	-	301,876	317,673
-	-	-	-	-	28,235	28,235
<u>3,203,282</u>	<u>6,125,801</u>	<u>-</u>	<u>7,810,323</u>	<u>4,008,074</u>	<u>3,849,989</u>	<u>73,364,266</u>
<u>(2,724,316)</u>	<u>(807,172)</u>	<u>34,504</u>	<u>(7,462,651)</u>	<u>4,661,475</u>	<u>1,022,269</u>	<u>1,943,011</u>
-	361,342	-	612,520	-	77,792	2,593,818
-	-	(973,861)	-	-	(598,394)	(2,593,818)
-	-	-	-	-	24,968	94,254
-	361,342	(973,861)	612,520	-	(495,634)	94,254
<u>(2,724,316)</u>	<u>(445,830)</u>	<u>(939,357)</u>	<u>(6,850,132)</u>	<u>4,661,475</u>	<u>526,635</u>	<u>2,037,265</u>
-	372,344	6,308,433	6,859,449	-	1,681,905	22,483,114
<u>\$ (2,724,316)</u>	<u>\$ (73,487)</u>	<u>\$ 5,369,076</u>	<u>\$ 9,318</u>	<u>\$ 4,661,475</u>	<u>\$ 2,208,539</u>	<u>\$ 24,520,379</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, 2011

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

Net change in fund balances - total governmental funds \$ 2,037,265

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

Capital asset additions	\$ 14,907,364	
Current year depreciation expense	<u>(4,215,598)</u>	10,691,766

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	(1,568,740)	
Accumulated depreciation on retired assets	<u>429,703</u>	(1,139,037)

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

Decrease in Taxes Receivable	(119,484)	
Decrease in Uncertified Special Assessments	(74,113)	
Decrease in Loans Receivable	<u>(10,842)</u>	(204,439)

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	756,141	
Repayment of leases	117,628	
Repayment of specials	<u>3,534</u>	877,303

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	5,849	
Amortization of Bond Discounts	(6,659)	
Amortization of Bond Issuance Costs	(4,896)	
Net increase in compensated absences	<u>(34,994)</u>	(40,699)

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.

(93,834)

Change in net assets of governmental activities \$ 12,128,325

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, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 15,053,392	\$ 15,053,392	\$ 15,262,136	\$ 208,744
Sales Tax	-	-	1,053	1,053
Licenses, Permits and Fees	38,500	38,500	45,836	7,336
Intergovernmental Revenues	3,815,588	4,195,815	6,487,707	2,291,892
Charges for Services	2,196,025	2,196,025	2,596,946	400,921
Miscellaneous Revenues	161,600	161,600	311,860	150,260
Total Revenues	21,265,105	21,645,332	24,705,538	3,060,206
Expenditures:				
Current:				
General Government:				
County Commission	703,591	703,591	627,352	76,239
County Administrator	2,007,236	2,007,236	1,804,798	202,438
Information Technology	1,184,681	1,184,681	1,074,253	110,428
Auditor	937,004	937,004	844,145	92,859
Treasurer	339,240	339,240	322,453	16,787
County Recorder	554,733	554,733	545,446	9,287
Director of Tax Equalization	262,779	262,779	180,938	81,841
Veterans Service	252,634	252,634	253,446	(812)
County Planning	80,924	80,924	77,941	2,983
Total General Government	6,322,822	6,322,822	5,730,772	592,050
Public Safety:				
Emergency Management	196,387	262,901	253,178	9,723
County Sheriff	12,119,171	12,403,402	12,309,503	93,899
States Attorney	2,417,283	2,417,283	2,351,098	66,185
Cemetery	7,266	9,331	9,332	(1)
Total Public Safety	14,740,107	15,092,917	14,923,111	169,806
Conservation & Econ. Development:				
County Extension Agent	466,757	474,757	464,927	9,830
Public Service Agencies	1,442,124	1,442,124	1,437,151	4,973
Total Conservation & Econ Dev	1,908,881	1,916,881	1,902,078	14,803
Debt Service:				
Principal	-	-	94,102	(94,102)
Interest	-	-	12,638	(12,638)
Total Debt Service	-	-	106,740	(106,740)
Total Expenditures	22,971,810	23,332,620	22,662,702	669,919
Excess (deficiency) of revenues over (Under) expenditures	(1,706,705)	(1,687,288)	2,042,836	3,730,125
Other Financing Sources (Uses):				
Transfers In	46,100	46,100	18,203	(27,897)
Sale of Property	10,000	10,000	38,273	28,273
Operating Transfers Out	(100,000)	(100,000)	(60,000)	40,000
Total Other Financing Sources and (Uses)	(43,900)	(43,900)	(3,525)	40,376
Net change in fund balances	(1,750,605)	(1,731,188)	2,039,311	3,770,501
Fund Balance - Beginning	4,454,947	4,454,947	4,454,947	-
Fund Balance - Ending	\$ 2,704,342	\$ 2,723,759	\$ 6,494,258	\$ 3,770,501

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, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 8,169,219	\$ 8,169,219	\$ 8,261,126	\$ 91,907
Licenses, Permits and Fees	15,000	15,000	14,050	(950)
Intergovernmental Revenues	2,854,167	2,854,167	3,192,735	338,568
Charges for Services	84,575	84,575	124,406	39,831
Miscellaneous Revenues	50,076	50,076	29,867	(20,209)
Total Revenues	11,173,037	11,173,037	11,622,184	449,147
<u>Expenditures:</u>				
Current:				
Relief and Charities	12,083,479	12,083,479	11,665,664	417,815
Total Expenditures	12,083,479	12,083,479	11,665,664	417,815
Excess (deficiency) of revenues over (under) expenditures	(910,442)	(910,442)	(43,481)	866,963
Fund Balance - Beginning	2,315,591	2,315,591	2,315,591	-
Fund Balance - Ending	<u>\$ 1,405,149</u>	<u>\$ 1,405,149</u>	<u>\$ 2,272,111</u>	<u>\$ 866,963</u>

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

CASS COUNTY GOVERNMENT
County Road and Bridge
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 3,936,464	\$ 3,993,777	\$ 3,983,634	\$ (10,143)
Licenses, Permits and Fees	-	58,795	68,140	9,345
Intergovernmental Revenues	6,305,282	10,498,430	10,649,138	150,708
Charges for Services	12,000	12,000	102,453	90,453
Miscellaneous Revenues	26,000	36,414	52,696	16,282
Total Revenues	<u>10,279,746</u>	<u>14,599,416</u>	<u>14,856,061</u>	<u>256,645</u>
<u>Expenditures:</u>				
Current:				
Highways and Streets	13,801,922	11,706,249	10,148,495	1,557,754
Debt Service :				
Principal	23,526	23,526	23,526	-
Interest	3,160	3,160	3,159	1
Total Expenditures	<u>13,828,608</u>	<u>11,732,935</u>	<u>10,175,180</u>	<u>1,557,755</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,548,862)</u>	<u>2,866,481</u>	<u>4,680,881</u>	<u>1,814,401</u>
<u>Other Financing Sources (Uses):</u>				
Sale of Property	20,000	20,000	31,013	11,013
Transfers Out	-	-	(961,562)	(961,562)
Total Other Financing Sources and (Uses)	<u>20,000</u>	<u>20,000</u>	<u>(930,549)</u>	<u>(950,549)</u>
Net change in fund balances	<u>(3,528,862)</u>	<u>2,886,481</u>	<u>3,750,332</u>	<u>863,852</u>
Fund Balance - Beginning	<u>3,719,845</u>	<u>3,719,845</u>	<u>3,719,845</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 190,983</u>	<u>\$ 6,606,326</u>	<u>\$ 7,470,177</u>	<u>\$ 863,852</u>

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

CASS COUNTY GOVERNMENT
2009 Flood Recovery
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	1,394,059	1,394,058	(1)
Miscellaneous Revenues	-	-	-	-
Total Revenues	-	1,394,059	1,394,058	(1)
<u>Expenditures:</u>				
Current:				
Highways and Streets	-	273,367	523,912	(250,545)
Total Expenditures	-	273,367	523,912	(250,545)
Excess (deficiency) of revenues over (under) expenditures	-	1,120,692	870,146	(250,545)
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	715,140	961,562	246,422
Total Other Financing Sources and (Uses)	-	715,140	961,562	246,422
Net change in fund balances	-	1,835,832	1,831,707	(4,125)
Fund Balance - Beginning	-	(1,831,707)	(1,831,707)	-
Fund Balance - Ending	\$ -	\$ 4,125	\$ -	\$ (4,125)

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

CASS COUNTY GOVERNMENT
2010 Flood Recovery
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	799,885	799,884	(1)
Charges for Services	-	-	-	-
Total Revenues	-	799,885	799,884	(1)
<u>Expenditures:</u>				
Current:				
Highways and Streets	-	193,759	285,214	(91,455)
Total Expenditures	-	193,759	285,214	(91,455)
Excess (deficiency) of revenues over (under) expenditures	-	606,126	514,670	(91,455)
Fund Balance - Beginning	-	(1,397,689)	(1,397,689)	-
Fund Balance - Ending	\$ -	\$ (791,563)	\$ (883,019)	\$ (91,455)

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

CASS COUNTY GOVERNMENT
2011 Flood Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	1,303,288	2,105,946	802,658
Charges for Services	-	90,607	90,606	(1)
Miscellaneous Revenues	-	11,422	11,421	(1)
Total Revenues	-	1,405,317	2,207,973	802,656
<u>Expenditures:</u>				
Current:				
Highways and Streets	-	3,055,000	3,054,127	873
Total Expenditures	-	3,055,000	3,054,127	873
Excess (deficiency) of revenues over (under) expenditures	-	(1,649,683)	(846,154)	803,529
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	562,400	562,399	(1)
Total Other Financing Sources and (Uses)	-	562,400	562,399	(1)
Net change in fund balances	-	(1,087,283)	(283,754)	803,528
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ (1,087,283)	\$ (283,754)	\$ 803,528

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

CASS COUNTY GOVERNMENT
2011 Flood Recovery Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	101,818	478,966	377,148
Miscellaneous Revenues	-	-	-	-
Total Revenues	-	101,818	478,966	377,148
<u>Expenditures:</u>				
Current:				
Highways and Streets	-	2,863,143	3,203,282	(340,139)
Total Expenditures	-	2,863,143	3,203,282	(340,139)
Excess (deficiency) of revenues over (under) expenditures	-	(2,761,325)	(2,724,316)	37,010
Net change in fund balances	-	(2,761,325)	(2,724,316)	37,010
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ (2,761,325)	\$ (2,724,316)	\$ 37,010

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

CASS COUNTY GOVERNMENT
Flood Mitigation
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2011

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	4,128,482	5,028,844	900,362
Miscellaneous Revenues	-	288,781	289,785	1,004
Total Revenues	-	4,417,263	5,318,629	901,366
<u>Expenditures:</u>				
Current:				
Conservation & Economic Development	-	6,054,753	6,125,801	(71,048)
Total Expenditures	-	6,054,753	6,125,801	(71,048)
Excess (deficiency) of revenues over (under) expenditures	-	(1,637,490)	(807,173)	830,318
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	361,342	361,342	-
Total Other Financing Sources and (Uses)	-	361,342	361,342	-
Net change in fund balances	-	(1,276,148)	(445,831)	830,318
Fund Balance - Beginning	-	372,344	372,344	-
Fund Balance - Ending	\$ -	\$ (903,804)	\$ (73,487)	\$ 830,318

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

CASS COUNTY GOVERNMENT
Proprietary Funds
Statement of Net Assets
December 31, 2011

	<u>Governmental Activities</u> <u>Internal Service Funds</u>
<u>ASSETS</u>	
Current Assets:	
Cash and Investments	\$ 1,764,425
Accounts Receivable	371
Prepaid Items	-
	-
Total Current Assets	1,764,796
Noncurrent Assets:	
Capital Assets	371,850
Less: Accumulated Depreciation	(277,421)
	94,429
Total Noncurrent Assets	94,429
Total Assets	\$ 1,859,225
<u>LIABILITIES</u>	
<u>Current Liabilities</u>	
Accounts Payable	\$ 10,719
Deposits	301,768
IBNR Claims	293,025
	605,512
Total Liabilities	\$ 605,512
<u>Net Assets</u>	
Invested in Capital Assets	\$ 94,429
Unrestricted	1,159,283
	1,253,712
Total Net Assets	\$ 1,253,712

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, 2011

	Governmental Activities
	Internal Service Funds
<u>Operating Revenues:</u>	
Premiums	\$ 3,490,486
Charges for Services	215,325
Miscellaneous	14,316
	3,720,127
<u>Operating Expenses:</u>	
Premiums	454,115
Medical Services	8,674
Telephone Service	168,827
Administrative Fees	175,885
Collision Repair/Replacement	24,791
Benefit Payments	2,653,642
IBNR Claims	293,025
Depreciation Expense	39,899
	3,818,858
Total Operating Expenses	3,818,858
Operating Income	(98,731)
<u>Nonoperating Revenues (Expenses):</u>	
Interest Income	10,066
Loss on Disposal of Capital Assets	(5,169)
	4,897
Total Nonoperating Revenues (Expenses)	4,897
Change in Net Assets	(93,834)
Total Net Assets Beginning	1,347,546
Total Net Assets Ending	\$ 1,253,712

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, 2011

	Governmental Activities
	Internal Service Funds
<u>Cash Flows From Operating Activities:</u>	
Receipts from customers	\$ 3,712,488
Payments to suppliers	(893,777)
Claims paid	(2,894,616)
Other receipts	14,316
	(61,590)
<u>Cash Flows From Capital and Related Financing Activities:</u>	
Purchase of capital assets	(22,225)
	(22,225)
<u>Cash Flows From Investing Activities:</u>	
Interest income	10,066
	(73,749)
Cash and cash equivalents - beginning of the year	1,838,174
Cash and cash equivalents - end of the year	1,764,425
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>	
Operating income	(98,731)
Adjustments to reconcile operating income to net cash flows from operating activities:	
Depreciation	39,899
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	3,458
(Increase) decrease in prepaid items	3,219
Increase (decrease) in accounts payable	(61,486)
Increase (decrease) in premium deposit funds	13,462
Increase (decrease) in IBNR claims	38,589
Net cash provided by operating activities	\$ (61,590)

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

CASS COUNTY GOVERNMENT
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2011

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 57,103,079
Accounts Receivable	<u>-</u>
Total Assets	<u>\$ 57,103,079</u>
 <u>LIABILITIES</u>	
Accounts Payable	213,851
Due to Component Units	33,023
Deposits	<u>56,856,205</u>
Total Liabilities	<u>\$ 57,103,079</u>

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

THIS PAGE HAS BEEN RESERVED FOR NOTES

CASS COUNTY GOVERNMENT
Statement of Net Assets
Component Units
December 31, 2011

	Southeast Cass WRD	North Cass WRD
<u>ASSETS</u>		
<u>Assets:</u>		
Cash and Cash Equivalents	\$ 5,494,403	\$ 452,211
Receivables:		
Accounts Receivable	-	-
Delinquent Tax	69,400	2,330
Due From Other Governments	817,737	1,630
Special Assessments	16,245	16
Due From Primary Government	24,247	1,190
Inventory	-	-
Prepays	-	-
Long-Term Receivables:		
Uncertified Special Assessments Receivable	4,434,759	98,882
Capital Assets Not Being Depreciated:		
Land	9,059,071	1,048,154
Construction in Progress	11,528,907	-
Capital Assets (Net of Accumulated Depreciation)		
Buildings	-	-
Equipment	-	-
Infrastructure	66,617,951	4,094,359
TOTAL ASSETS	<u>98,062,720</u>	<u>5,698,773</u>
<u>LIABILITIES</u>		
<u>Liabilities:</u>		
Accounts Payable	3,329,051	107,617
Benefits Payable	10,715	1,918
Retainages Payable	539,594	-
Unearned Revenues	-	-
Interest Payable	25,738	2,200
Noncurrent Liabilities:		
Due within one year	1,082,598	118,396
Due in more than one year	6,872,385	279,651
Total Liabilities	<u>11,860,080</u>	<u>509,781</u>
<u>Net Assets</u>		
Investment in Capital Assets, Net of Related Debt	79,262,953	4,746,467
Restricted For:		
Conservation of Natural Resources		42,484
Debt Service	5,337,484	280,831
Capital Projects		-
Unrestricted	1,602,203	119,209
Total Net Assets	<u>\$ 86,202,640</u>	<u>\$ 5,188,992</u>

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

Maple River WRD	Rush River WRD	Weed Control	Vector Control	Totals
\$ 162,793	\$ 365,777	\$ 452,109	\$ 209,003	\$ 7,136,296
-	-	2,972	9,735	12,707
4,758	2,686	6,244	8,664	94,082
93,828	2,583	-	-	915,778
108	748	-	-	17,117
564	7,022	-	-	33,023
-	-	-	64,583	64,583
-	-	1,169	12,974	14,143
218,288	909,052	-	-	5,660,981
1,868,306	1,992,357	-	-	13,967,888
505,682	-	-	-	12,034,589
-	-	20,527	-	20,527
-	-	16,139	71,767	87,906
10,066,137	5,038,856	-	-	85,817,303
<u>12,920,462</u>	<u>8,319,081</u>	<u>499,160</u>	<u>376,726</u>	<u>125,876,922</u>
140,015	196,928	454	1,662	3,775,727
3,688	3,836	-	-	20,157
15,000	-	-	-	554,594
-	-	115,328	152,564	267,891
3,949	4,710	-	-	36,597
169,422	84,051	2,358	10,801	1,467,626
436,739	786,700	-	-	8,375,475
<u>768,814</u>	<u>1,076,225</u>	<u>118,140</u>	<u>165,027</u>	<u>14,498,067</u>
11,837,965	6,162,463	36,666	71,767	102,118,282
-	-	-	-	42,484
282,834	1,193,939	-	-	7,095,088
30,851	-	-	-	30,851
-	(113,544)	344,353	139,932	2,092,155
<u>\$ 12,151,650</u>	<u>\$ 7,242,858</u>	<u>\$ 381,020</u>	<u>\$ 211,699</u>	<u>\$ 111,378,859</u>

CASS COUNTY GOVERNMENT
Statement of Activities
Component Units
For the Year Ended December 31, 2011

<u>Functions/Programs</u>	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Component units:				
Southeast Cass Water Resource District	\$ 5,075,615	\$ 3,049,701	\$ 2,729,956	\$ -
Maple River Water Resource District	1,244,173	356,622	433,905	-
North Cass Water Resource District	360,085	277,752	-	-
Rush River Water Resource District	841,616	243,632	21,678	-
Noxious weed	435,211	7,718	38,044	-
Vector control	894,208	377,207	-	-
Total component units	\$ 8,850,908	\$ 4,312,632	\$ 3,223,583	\$ -

General revenues:
Property taxes
Unrestricted State Shared Revenue
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**

Southeast Cass WRD	North Cass WRD	Maple River WRD	Rush River WRD	Weed Control	Vector Control	Total
\$ 704,042	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 704,042
-	-	(453,646)	-	-	-	(453,646)
-	(82,333)	-	-	-	-	(82,333)
-	-	-	(576,307)	-	-	(576,307)
-	-	-	-	(389,449)	-	(389,449)
-	-	-	-	-	(517,001)	(517,001)
<u>\$ 704,042</u>	<u>\$ (82,333)</u>	<u>\$ (453,646)</u>	<u>\$ (576,307)</u>	<u>\$ (389,449)</u>	<u>\$ (517,001)</u>	<u>\$ (1,314,694)</u>
\$ 1,657,140	\$ 41,761	\$ 128,995	\$ 44,137	\$ 308,696	\$ 469,812	\$ 2,650,540
133,178	6,481	16,837	619	13,115	31,970	202,200
35,983	2,435	2,826	2,725	2,986	1,674	48,629
74,098	982	100,034	19,167	853	952	196,086
<u>\$ 1,900,399</u>	<u>\$ 51,658</u>	<u>\$ 248,693</u>	<u>\$ 66,649</u>	<u>\$ 325,649</u>	<u>\$ 504,407</u>	<u>\$ 3,097,454</u>
2,604,441	(30,675)	(204,953)	(509,659)	(63,799)	(12,594)	1,782,761
83,598,198	5,219,666	12,356,604	7,752,512	444,819	224,293	109,596,092
<u>\$ 86,202,640</u>	<u>\$ 5,188,992</u>	<u>\$ 12,151,650</u>	<u>\$ 7,242,858</u>	<u>\$ 381,020</u>	<u>\$ 211,699</u>	<u>\$ 111,378,859</u>

**CASS COUNTY GOVERNMENT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2011**

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, 2011, which is the most current audited information available:

Total Assets	\$ 4,972,670
Total Liabilities	447,210
Total Equity	<u>4,525,460</u>
Revenues	1,440,397
Expenses	<u>897,230</u>
Change in Net Assets	<u>\$ 543,167</u>

Complete financial statements can be obtained from the Treasurer's Office at Red River Joint Water Resource District, 1201 Main Avenue West, West Fargo, ND 58078.

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.
- **2009 Flood Recovery** – This fund was established to account for the costs of repairing roads damaged by the 2009 spring flood. Some of these costs are reimbursed by the federal and state government.
- **2010 Flood Recovery** – This fund was established to account for the costs of repairing roads damaged by the 2010 spring flood. Some of these costs are reimbursed by the federal and state government.
- **2011 Flood Fund** – This fund was established to account for the costs associated with fighting the spring flood of 2011. Some of these costs are reimbursed by the federal and state government.

- **2011 Flood Recovery** – This fund was established to account for the costs of repairing roads damaged by the 2011 spring flood. Some of these costs are reimbursed by the federal and state government.
- **Flood Mitigation** – This fund was established to account for a federal grant to buy out homes to make way for future flood protection.
- **Future Building Fund** – This fund is used to provide for the future construction of county buildings and major remodeling projects.
- **Courthouse West Addition Fund** – This fund is used to provide for the construction of an addition to the courthouse. Revenues are derived from an \$8.9 million bond issue and county reserves.
- **Flood Control Sales Tax Fund** – This fund is used to provide for the county share of costs incurred by the Flood Diversion Authority as well as any county costs for permanent flood control projects.

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 also include amounts due for services to individuals performed by the County and not received by December 31, 2011.

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.

I. 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. The inventory is offset within the nonspendable classification of fund balance in the fund financial statements which indicates that inventory does not constitute "available spending resources" even though it is a component of net current assets.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2011, are recorded as prepaid items. Prepaid items are offset within the nonspendable classification of fund balance in the fund financial statements.

K. 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.

L. 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.

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

M. 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, 2011.

N. Retainages Payable

Retainages payable consists of amounts owed to contractors on open construction contracts for the courthouse addition project and various road construction projects not yet completed at year-end.

O. Interest Payable

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

P. 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.

Q. 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.

R. 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	2011	2010
Balance January 1	\$ 243,577	\$ 220,581
Incurred Claims Including IBNR's and Changes in Estimates	2,471,441	2,203,376
Less Claims Payments	2,433,324	2,180,380
Balance December 31	\$ 281,694	\$ 243,577

Employee Dental	2011	2010
Balance January 1	\$ 10,859	\$ 11,538
Incurred Claims Including IBNR's and Changes in Estimates	220,790	204,324
Less Claims Payments	220,318	205,003
Balance December 31	\$ 11,331	\$ 10,859

S. 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.

T. Fund Balances

In the governmental fund financial statements, governmental funds report fund balances in classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

- Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- Restricted – These are amounts that are restricted to specific purposes when the constraints are externally imposed by creditors, grantors, contributors or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation.
- Committed - These amounts can only be used for specific purposes pursuant to constraints imposed by formal action of the County's highest level of decision-making authority.
- Assigned – Amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed.
- Unassigned – The residual classification for the general fund.

U. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The County first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

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, 2011, the County complied with the applicable budget laws except as noted below:

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

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

During 2011 expenditures exceed appropriations in the following funds:

Special Revenue Funds:

2009 Flood Recovery	\$ 250,545
2010 Flood Recovery	91,455
2011 Flood Recovery	340,139
Flood Mitigation	71,048
Sheriff Asset Forfeiture	26,283
Jail Commissary	22,313
911 Service	261
Document Preservation	8,092
24/7 Sobriety Program	630

These excess expenditures over appropriations were the result of unforeseen expenditures at the time the final budget was approved.

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 December 31, 2011, the County's carrying amount of deposits was \$89,889,985 and the bank balance was \$71,714,918. Of the bank balances, \$4,329,785 was covered by federal depository insurance. Of the remaining bank balances, \$67,359,514 was collateralized with securities held by the pledging financial institution's agent in the government's name. Additionally,

bank balances totaling \$25,619 are not collateralized since the funds are held at the Bank of North Dakota, which does not carry FDIC insurance and is not required to provide security pledges.

Credit Risk:

The County may invest idle funds as authorized in North Dakota Statutes, as follows:

- (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.

As of December 31, 2011, the county held certificates of deposit in the amount of \$2,950,000, which are all considered deposits.

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, 2011, 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.

Two 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 1 of the third year to satisfy the tax lien at which time the County is entitled to a tax deed. The County, upon receiving a tax deed, will set a minimum sales price on the property and offer it for sale at a public auction.

NOTE 5: DUE TO/ DUE FROM OTHER FUNDS

The composition of inter-fund balances as of December 31, 2011 is as follows:

Receivable Fund	Payable Fund	Amount
General	911 Service	\$27,842
General	Flood Mitigation	904,726
County Road & Bridge	2010 Flood Recovery	827,349
County Road & Bridge	2011 Flood Fund	874,302
County Road & Bridge	2011 Flood Recovery	2,779,211
Total		5,413,429

The above amounts represent the amounts the payable funds have borrowed from pooled cash.

NOTE 6: TRANSFERS

The following is the transfers in and transfers out as reported in the basic financial statements for the year ended December 31, 2011:

Transfers In	Transfers Out	Amount
General Fund	Sheriff Block Grant	1,143
General Fund	Jail Commissary	15,746
General Fund	Justice Mental Health	1,313
911 Service	General Fund	60,000
2009 Flood Recovery	County Road & Bridge	961,562
2009 Flood Fund	Emergency	9,345
2011 Flood Fund	2009 Flood Fund	115,199
Flood Mitigation	Future Building Fund	361,342
2011 Flood Fund	2010 Flood Fund	19,201
2011 Flood Fund	Emergency Fund	428,000
Special Asses. Deficiency	Borderud's Subdivision	2,497
Special Asses. Deficiency	Windsor Green Subdivision	1,818
Special Asses. Deficiency	Sleepy Hollow Subdivision	4,132
Courthouse Addition	Future Building	612,520
Total Transfers		2,593,818

Transfers are used to move unrestricted general revenue to close out projects as they are completed and to subsidize other programs in accordance with county commission authority.

NOTE 7: CAPITAL ASSETS

The following is a summary of changes in the capital assets during the year ended December 31, 2011:

Primary Government Capital Assets

	Balance 1/1/2011	Increases	Decreases	Balance 12/31/2011
Capital Assets, not being depreciated:				
Land	\$ 23,873,890	\$ 4,816,539	\$ -	\$ 28,690,429
Construction in Progress	2,566,324	8,088,482	1,036,815	9,617,991
Total Capital Assets not being depreciated	\$ 26,440,214	\$ 12,905,021	\$ 1,036,815	\$ 38,308,420
Capital Assets, being depreciated:				
Buildings	\$ 31,818,960	\$ 111,000	\$ -	\$ 31,929,960
Improvements other than buildings	2,691,971	-	-	2,691,971
Machinery and Equipment	9,258,530	876,753	692,045	9,443,238
Infrastructure	124,308,488	1,036,815	-	125,345,303
Total Capital Assets, being depreciated	\$ 168,077,949	\$ 2,024,568	\$ 692,045	\$ 169,410,472
Less accumulated depreciation for:				
Buildings	\$ 10,477,719	\$ 577,297	\$ -	\$ 11,055,016
Improvements other than buildings	611,154	42,630	-	653,783
Machinery and Equipment	6,130,263	813,515	584,655	6,359,123
Infrastructure	54,280,556	2,822,055	-	57,102,611
Total Accumulated Depreciation	\$ 71,499,691	\$ 4,255,497	\$ 584,655	\$ 75,170,533
Net Capital Assets, being Depreciated	\$ 96,578,258	\$ (2,230,929)	\$ 107,391	\$ 94,239,939
Net Governmental Activities Capital Assets	\$ 123,018,472	\$ 10,674,092	\$ 1,144,206	\$ 132,548,359

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

Governmental Activities:	
General Government	\$ 181,436
Public Safety	762,096
Highways and Streets	3,181,471
Relief and Charities	81,679
Culture and Recreation	6,503
Conservation and Econ. Development	2,413
Total Depreciation Expense - Governmental Activities	\$ 4,215,598
Depreciation of Internal Service Funds	39,899
Total Depreciation Expense	\$ 4,255,497

Component Units

During the year ended December 31, 2011, the following changes occurred in the capital assets of:

Southeast Cass Water Resource District				
	Balance			Balance
	1/1/2011	Increases	Transfer	12/31/11
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 8,722,171	\$ 336,900	\$ -	\$ 9,059,071
Construction in Progress	3,402,235	9,523,739	(1,397,069)	11,528,905
Total Capital Assets Not Being Depreciated	\$ 12,124,406	\$ 9,860,639	\$ (1,397,069)	\$ 20,587,976
Facilities	\$ 70,149,000	\$ -	\$ 757,732	\$ 70,906,732
Projects	18,637,453	-	639,337	19,276,790
Equipment	40,000	-	-	40,000
Total Capital Assets, Being Depreciated	\$ 88,826,453	\$ -	\$ 1,397,069	\$ 90,223,522
Less Accumulated Depreciation for:				
Facilities	\$ 18,580,780	\$ 1,418,135	\$ -	\$ 19,998,915
Projects	3,181,121	385,536	-	3,566,657
Equipment	40,000	-	-	40,000
Total Accumulated Depreciation	\$ 21,801,901	\$ 1,803,671	\$ -	\$ 23,605,572
Total Capital Assets Being Depreciated, Net	\$ 67,024,552	\$ (1,803,671)	\$ 1,397,069	\$ 66,617,951
Governmental Activities Capital Assets, Net	\$ 79,148,958	\$ 8,056,968	\$ -	\$ 87,205,927

Maple River Water Resource District				
	Balance			Balance
	1/1/2011	Increases	Decreases	12/31/2011
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 1,868,306	\$ -	\$ -	\$ 1,868,306
Construction in Progress	494,103	11,578	-	505,681
Total Capital Assets Not Being Depreciated	\$ 2,362,409	\$ 11,578	\$ -	\$ 2,373,987
Capital Assets Being Depreciated:				
Facilities	\$ 10,550,637	\$ -	\$ -	\$ 10,550,637
Projects	6,657,469	-	-	6,657,469
Total Capital Assets, Being Depreciated	\$ 17,208,106	\$ -	\$ -	\$ 17,208,106
Less Accumulated Depreciation for:				
Facilities	\$ 6,483,425	\$ 199,013	\$ -	\$ 6,682,438
Projects	326,382	133,149	-	459,531
Total Accumulated Depreciation	\$ 6,809,807	\$ 332,162	\$ -	\$ 7,141,969
Total Capital Assets Being Depreciated, Net	\$ 10,398,299	\$ (332,162)	\$ -	\$ 10,066,137
Governmental Activities Capital Assets, Net	\$ 12,760,708	\$ (320,584)	\$ -	\$ 12,440,124

North Cass Water Resource District

	Balance 1/1/2011	Increases	Transfers	Balance 12/31/2011
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 1,048,154	\$ -	\$ -	\$ 1,048,154
Construction in Progress	262,645	96,326	(358,971)	-
Total Capital Assets Not Being Depreciated	1,310,799	96,326	(358,971)	1,048,154
Capital Assets Being Depreciated:				
Facilities	\$ 3,768,900	\$ -	\$ -	\$ 3,768,900
Projects	2,864,873	-	358,971	3,223,844
Total Capital Assets, Being Depreciated	\$ 6,633,773	\$ -	\$ 358,971	\$ 6,992,744
Less Accumulated Depreciation for:				
Facilities	\$ 2,251,028	\$ 75,378	\$ -	\$ 2,326,406
Projects	507,502	64,477	-	571,979
Total Accumulated Depreciation	\$ 2,758,530	\$ 139,855	\$ -	\$ 2,898,385
Total Capital Assets Being Depreciated, Net	\$ 3,875,243	\$ (139,855)	\$ 358,971	\$ 4,094,359
Governmental Activities Capital Assets, Net	\$ 5,186,042	\$ (43,529)	\$ -	\$ 5,142,513

Rush River Water Resource District

	Balance 1/1/2011	Increases	Transfers	Balance 12/31/2011
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 1,992,357	\$ -	\$ -	\$ 1,992,357
Construction in Progress	29,443	1,684	(31,127)	-
Total Capital Assets Not Being Depreciated	\$ 2,021,800	\$ 1,684	\$ (31,127)	\$ 1,992,357
Capital Assets Being Depreciated:				
Facilities	\$ 22,267,672	\$ -	\$ -	\$ 22,267,672
Projects	418,273	-	31,127	449,400
Total Capital Assets, Being Depreciated	\$ 22,685,945	\$ -	\$ 31,127	\$ 22,717,072
Less Accumulated Depreciation for:				
Facilities	\$ 17,330,347	\$ 271,353	\$ -	\$ 17,601,700
Projects	67,528	8,988	-	76,516
Total Accumulated Depreciation	\$ 17,397,875	\$ 280,341	\$ -	\$ 17,678,216
Total Capital Assets Being Depreciated, Net	\$ 5,288,070	\$ (280,341)	\$ 31,127	\$ 5,038,856
Governmental Activities Capital Assets, Net	\$ 7,309,870	\$ (278,657)	\$ -	\$ 7,031,213

Noxious Weed Control

	Balance 1/1/2011	Increases	Decreases	Balance 12/31/2011
Capital Assets, Being Depreciated:				
Buildings	\$ 41,054	\$ -	\$ -	\$ 41,054
Machinery & Equipment	69,350	-	-	69,350
Total Capital Assets, Being Depreciated	\$ 110,404	\$ -	\$ -	\$ 110,404
Less Accumulated Depreciation:				
Buildings	\$ (19,706)	\$ (821)	\$ -	\$ (20,527)
Machinery & Equipment	(46,376)	(6,835)	-	(53,211)
Total Accumulated Depreciation	\$ (66,082)	\$ (7,656)	\$ -	\$ (73,738)
Total Capital Assets Net of Depreciation	\$ 44,322	\$ (7,656)	\$ -	\$ 36,666

	Vector Control			Balance 12/31/2011
	Balance 1/1/2011	Increases	Decreases	
Capital Assets, Being Depreciated:				
Machinery & Equipment	\$ 330,755	\$ 6,200	\$ -	\$ 336,955
Less Accumulated Depreciation				
Machinery & Equipment	(237,612)	(27,576)	-	(265,188)
Total Capital Assets Net of Depreciation	\$ 93,143	\$ (21,376)	\$ -	\$ 71,767

NOTE 8: 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	(126,000)
Total	\$ 774,000

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2011, were as follows:

Year Ending December 31	Long-Term Debt
2012	\$ 133,425
2013	133,425
Total minimum lease payments	\$ 266,851
Less: Amount Representing Interest	(16,240)
Present value of minimum lease payments	\$ 250,611

NOTE 9: 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 \$1,135,000. 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, 2011, the County had funds of \$81,423 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, 2011, are comprised of the following individual issues:

Special Assessment Bonds:

\$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%.	\$ 25,000
\$380,000 Refunding Improvement Bonds of 2005 for construction in the Greyhawks Estates Subdivision due in annual installments of \$25,000 through 2020 with interest at 3.75% to 4.40%.	225,000
\$365,000 Refunding Improvement Bonds of 2007 due in annual installments of \$25,000 through 2022 with interest at 3.90% to 4.45%.	275,000
\$85,000 Refunding Improvement Bonds of 2001 for construction in the Holmen's 3 rd Subdivision due in annual installments of \$6,478 to \$8,024 through 2016 with interest at 5.42%.	<u>36,152</u>
Total Special Assessment Bonds	<u>\$ 561,152</u>

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

Special Assessment Bonds		
Year Ending	Principal	Interest
December 31		
2012	\$ 81,478	\$ 22,629
2013	56,834	19,661
2014	57,210	17,273
2015	57,606	14,827
2016	58,024	12,321
2017-2021	225,000	28,144
2022	25,000	556
Total	\$ 561,152	\$ 115,411

General Obligation Bonds

During the year ended December 31, 2010 the county issued \$8,900,000 in Recovery Zone Economic Development bonds. These bonds were issued to finance the construction of the west addition to the Cass County Courthouse. The bonds are collateralized by the faith, credit and taxing power of the County.

General Obligation bonds at December 31, 2011, are comprised of the following individual issues:

\$8,900,000 General Obligation Bonds of 2010 due in annual installments of \$685,000 to \$840,000 through 2022 with interest at 1.25% to 4.7%.

\$8,225,000

General Obligation Bonds		
Year Ending December 31	Principal	Interest
2012	\$ 685,000	\$ 268,379
2013	690,000	257,715
2014	700,000	243,283
2015	710,000	225,825
2016	725,000	205,361
2017-2021	3,875,000	615,553
2022	840,000	19,740
Total	\$ 8,225,000	\$ 1,835,855

Special Assessments Payable

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

Special Assessments payable at December 31, 2011, are comprised of the following individual issues:

Special Assessments:

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

\$ 109,033

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

Governmental Activities		
Year Ending December 31	Principal	Interest
2012	\$ 3,748	\$ 6,624
2013	3,976	6,396
2014	4,218	6,154
2015	4,474	5,898
2016	4,746	5,626
2017-2021	28,432	23,429
2022-2026	38,205	13,656
2027-2029	21,234	2,145
Total	\$ 109,033	\$ 69,929

During the year ended December 31, 2011, the following changes occurred in liabilities reported in long-term debt.

	Balance 1/1/11	Additions	Reductions	Balance 12/31/11	Due Within One Year
Special Assessment Bonds	\$ 642,293	\$ -	\$ (81,141)	\$ 561,152	\$ 81,478
Less Deferred:					
Bond Discount	\$ 7,882	\$ -	\$ (745)	\$ 7,137	\$ 745
Issuance Costs	11,327	-	(1,114)	10,213	1,114
Total Deferred	\$ 19,210	\$ -	\$ (1,859)	\$ 17,350	\$ 1,859
Total Special Assessment Bonds	\$ 623,084	\$ -	\$ (79,282)	\$ 543,802	\$ 79,619
General Obligation Bonds	\$ 8,900,000	\$ -	\$ (675,000)	\$ 8,225,000	\$ 685,000
Less Deferred:					
Bond Discount	\$ 68,014	\$ -	\$ (5,914)	\$ 62,100	\$ 5,914
Issuance Costs	43,488	-	(3,782)	39,706	3,782
Total Deferred	\$ 111,502	\$ -	\$ (9,696)	\$ 101,806	\$ 9,696
Total General Obligation Bonds	\$ 8,788,498	\$ -	\$ (665,304)	\$ 8,123,194	\$ 675,304
Lease Payable	\$ 368,239	\$ -	\$ (117,628)	\$ 250,610	\$ 122,674
Special Assessments	112,567	-	(3,534)	109,033	3,748
Compensated Absences	1,479,144	1,514,137	(1,479,144)	1,514,137	1,514,137
Total	\$ 11,371,532	\$ 1,514,137	\$ (2,344,892)	\$ 10,540,777	\$ 2,395,483

The County is subject to a statutory limitation by the State of North Dakota for indebtedness payable principally from property taxes. At December 31, 2011, the statutory limit for the County was \$251,640,669. The County has general obligation bonds and leases payable that are subject to this limitation. The general obligation bonds and leases payable at December 31, 2011 were \$8,225,000 and \$250,611, respectively. The legal debt margin at December 31, 2011 is \$243,165,058. 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.

During the year ended December 31, 2011, the following changes occurred in the long-term debt of the Water Resource Districts:

Southeast Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-11	Increases	Decreases	12-31-11	One Year
Bonds Payable	\$ 5,764,000	\$ 6,005,000	\$ (4,240,000)	\$ 7,529,000	\$ 1,055,000
Less Deferred Amounts:					
Bond Discount	51,177	70,363	(24,021)	97,519	16,122
Bond Issuance Costs	37,635	28,675	(14,526)	51,784	8,287
Total Bonds Payable	\$ 5,675,188	\$ 5,905,962	\$ (4,201,453)	\$ 7,379,697	\$ 1,030,591
Loans Payable	598,279	-	(35,000)	563,279	40,000
Compensated Absences	5,992	9,638	(3,623)	12,007	12,007
TOTAL	\$ 6,279,459	\$ 5,915,600	\$ (4,240,076)	\$ 7,954,983	\$ 1,082,598

Maple River Water Resource District					
	Balance			Balance	Due Within
	1-1-11	Increases	Decreases	12-31-11	One Year
Bonds Payable	\$ 626,667	\$ -	\$ (153,333)	\$ 473,333	\$ 153,333
Less Deferred Amounts:					
Bond Discount	2,663	-	(940)	1,723	940
Bond Issuance Costs	6,424	-	(1,973)	4,451	1,973
Total Bonds Payable	\$ 617,580	\$ -	\$ (156,246)	\$ 467,159	\$ 150,420
Loan Payable	150,000	-	(15,000)	135,000	15,000
Compensated Absences	2,471	2,804	(1,273)	4,002	4,002
TOTAL	\$ 770,051	\$ 2,804	\$ (172,519)	\$ 606,161	\$ 169,422

North Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-11	Increases	Decreases	12-31-11	One Year
Bonds Payable	\$ 529,750	\$ -	\$ (125,500)	\$ 404,250	\$ 120,000
Less Deferred Amounts:					
Bond Discount	3,681	-	(1,155)	2,526	1,155
Bond Issuance Costs	8,129	-	(2,450)	5,679	2,450
Total Bonds Payable	517,940	-	(121,895)	396,045	116,395
Compensated Absences	826	1,779	(604)	2,001	2,001
TOTAL	\$ 518,766	\$ 1,779	\$ (122,499)	\$ 398,046	\$ 118,396

Rush River Water Resource District					
	Balance			Balance	Due Within
	1-1-11	Increases	Decreases	12-31-11	One Year
Bonds Payable	\$ 1,105,000	\$ -	\$ (210,000)	\$ 895,000	\$ 85,000
Less Deferred Amounts:					
Bond Discount	13,944	-	(1,382)	12,562	1,382
Bond Issuance Costs	15,255	-	(1,567)	13,687	1,567
Total Bonds Payable	\$ 1,075,801	\$ -	\$ (207,051)	\$ 868,751	\$ 82,051
Compensated Absences	1,033	1,572	(604)	2,001	2,001
TOTAL	\$ 1,076,834	\$ 1,572	\$ (207,655)	\$ 870,752	\$ 84,052

Long-term debt of the Water Resource Districts at December 31, 2011, is comprised of the following special assessment bonds:

Southeast Cass Water Resource District:

\$3,345,000 2011 Improvement Bonds, Series B, due in annual installments of \$520,000 to 775,000 through 2017; interest at .55% to 1.75%.	\$3,345,000
\$780,000 2011 Improvement Bonds, Series A, due in annual installments of \$65,000 to \$145,000 through 2017; interest at .55% to 1.75%.	780,000
\$2,320,000 2008 Refunding Improvement Bonds, due in annual installments of \$65,000 to \$280,000 through 2018; with interest at 2.65% to 3.5%.	1,440,000
\$1,880,000 2011 Improvement Bonds due in annual installments of \$180,000 to \$235,000 through 2020; interest at .75% to 2.7%.	1,880,000
\$214,000 1998 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>84,000</u>
Total Southeast Cass Special Assessment Bonds and Warrants Payable	\$7,529,000

Loans Payable:

\$738,279 State Revolving Loan Fund drawdown. Maximum drawdown amount is up to \$850,000. Due in annual installments of \$40,000 to \$55,000 through 2024; with interest at 2.5%. There is no current set payment schedule until all the monies have been drawn.	<u>\$ 563,279</u>
Total Southeast Cass Long-term Debt (excluding Compensated Absences)	<u>\$8,092,279</u>

Maple River District Bonds and Warrants Payable:

\$200,000 Improvement Bonds of 2009, due in annual installments of \$33,333 through 2015; interest at 4.65%.	\$ 133,333
\$375,000 Improvement Bonds of 2009, due in annual installments of \$105,000 to \$110,000 through 2013; interest at 1.25% to 2.25%.	215,000

\$228,000 Improvement Bonds of 2005, due in annual installments of \$15,000 to \$16,000 through 2019; interest at 4.9%.

\$ 125,000

Total Maple River Bonds Payable \$ 473,333

Loans Payable:

\$225,000 2005 State Bank & Trust Loan, due in annual installments of \$15,000 through 2020; interest at 5.25%.

\$ 135,000

Total Maple River Long-Term Debt (excluding Compensated Absences) \$ 608,333

Rush River District Bonds and Warrants Payable:

\$800,000 2005 Improvement Bonds, due in annual installments of \$10,000 to \$70,000 through 2019, with interest at 3.7% to 4.35%.

\$ 420,000

\$560,000 2008 Improvement Bonds, due in annual installments of \$35,000 to \$45,000 through 2023, with interest at 3.25% to 4.65%.

475,000

Total Rush River Long-Term Debt (excluding Compensated Absences) \$ 895,000

North Cass District Bonds Payable:

\$215,000 2003 Improvement Bonds, due in annual installments of \$15,000 through 2018, with interest at 4.0% to 5.0%.

\$ 105,000

\$260,000 2008 Improvement Bonds, due in annual installments of \$55,000 to \$60,000 through 2013, with interest at 2.75% to 3.5%.

115,000

\$260,000 2009 Improvement Bonds, due in annual installments of \$50,000 to \$60,000 through 2014; with interest at 2.1%.

165,000

\$85,000 2005 Improvement Bonds, due in one annual installment of \$19,250 in 2013; interest at 4.8%.

19,250

Total North Cass Special Assessment Bonds and Warrants Payable \$ 404,250

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

Southeast Cass Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES				
Year Ending December 31	SA Bonds Payable		Loan Payable	
	Principal	Interest	Principal	Interest
2012	\$ 1,055,000	\$ 123,446	\$ 40,000	\$ 14,082
2013	1,115,000	115,223	40,000	13,082
2014	1,120,000	99,185	40,000	12,082
2015	1,120,000	80,354	40,000	11,082
2016	1,140,000	58,074	40,000	10,082
2017 - 2021	1,979,000	63,240	220,000	34,660
2022 - 2026	-	-	143,279	6,996
Total	\$ 7,529,000	\$ 539,522	\$ 563,279	\$ 102,065

Maple River Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES				
Year Ending December 31	SA Bonds Payable		Loan Payable	
	Principal	Interest	Principal	Interest
2012	\$ 153,333	\$ 14,576	\$ 15,000	\$ 6,695
2013	158,333	10,135	15,000	5,900
2014	48,333	6,613	15,000	5,116
2015	49,333	4,303	15,000	4,328
2016	64,000	6,272	75,000	9,830
Total	\$ 473,332	\$ 41,899	\$ 135,000	\$ 31,869

North Cass Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES			
Year Ending December 31	Spec. Assess. Bonds Payable		
	Principal	Interest	
2012	\$ 120,000	\$ 12,306	
2013	149,250	7,726	
2014	75,000	4,005	
2015	15,000	2,625	
2016	45,000	3,375	
Total	\$ 404,250	\$ 30,037	

Rush River Water Resource Districts Bonds Payable:

GOVERNMENTAL ACTIVITIES			
Year Ending	Spec. Assess. Bonds Payable		
December 31	Principal		Interest
2012	\$ 85,000	\$	35,159
2013	90,000		32,079
2014	90,000		28,720
2015	90,000		25,175
2016	100,000		21,373
2017 - 2021	350,000		51,689
2022 - 2026	90,000		4,185
Total	\$ 895,000	\$	198,380

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. 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 10: 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, 2011, there were 36 series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$222,634,734.

NOTE 11: 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 5.26% of the employees' salary, which consists of 4.12% for employee and 1.14% 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, 2011, 2010, and 2009 were \$1,719,412, \$1,642,175, and \$1,532,479, respectively, equal to the required contributions for the year.

NOTE 12: 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 13: 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 14: CONSTRUCTION COMMITMENTS

The County has the following open construction contracts with balances owing at December 31, 2011:

Project	Contract Amount	Total Completed	Retainage	Remaining Balance
County 11 Grading - Mapleton	\$ 693,090	\$ 693,090	\$ 34,655	\$ 34,655
County 16 Bit Overlay	2,235,260	2,219,456	8,465	24,269
Highway 17 Bit Overlay	1,285,999	1,285,999	4,905	4,905
Hill Twp Bridge Replacement	306,050	300,198	600	6,453
Gill Twp Bridge	136,136	135,236	258	1,158
Gill Twp Site 182	193,565	171,115	3,871	26,321
Highway Storage Building	1,183,690	385,320	32,195	830,564
Courthouse West Addition	12,950,436	9,232,671	673,253	4,391,018
Total Construction Commitments	\$ 18,984,226	\$ 14,423,085	\$ 758,202	\$ 5,319,343

NOTE 15: SUBSEQUENT EVENTS

In May 2011 Cass County received a request from the North Dakota Department of Emergency Services to pay back \$433,460 in grant money. The State approved a claim for the 2009 flood and paid the claim to the County. They have subsequently determined that the claim should have been denied. The county has 30 days to repay the funds. The County is looking at appealing the decision.

**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, West 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.

Parenting Workshop

This fund is used by the County Extension office to track the cost of providing various workshops to the citizens of the county on parenting. The costs of the workshops are offset by fees charged to the participants along with some agency sponsorships.

24/7 Sobriety Program

This fund is used to account for the sobriety program implemented by the State of North Dakota. Participants in the program are individuals arrested for alcohol or controlled substance offenses. The participants are given less jail time if they agree to be tested twice a day for drugs and alcohol. The participants are required to pay for the testing.

**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
Granberg/ Amber Plains
Holmen's 3rd Subdivision
2010 Bond Sinking & Interest**

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, 2011

	<u>Parenting Workshop</u>	<u>Sheriff Asset Forfeiture</u>	<u>JAIBG Fund</u>	<u>Jail Commissary</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 19,936	\$ 68,821	\$ 57,675	\$ 153,294
Receivables:				
Taxes	-	-	-	-
Accounts	-	5,778	-	-
Due From Other Funds	-	-	-	-
Prepaid Items	-	466	-	1,203
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	<u>19,936</u>	<u>75,065</u>	<u>57,675</u>	<u>154,497</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	895	51,889	-	6,100
Due to Other Funds	-	-	-	-
Due to Inmates	-	-	-	857
Deferred Revenues	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>895</u>	<u>51,889</u>	<u>-</u>	<u>6,957</u>
 <u>Fund Balance:</u>				
Nonspendable	-	466	-	1,203
Restricted	-	22,710	57,675	-
Committed	19,040	-	-	146,337
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>19,040</u>	<u>23,176</u>	<u>57,675</u>	<u>147,540</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 19,936</u>	<u>\$ 75,065</u>	<u>\$ 57,675</u>	<u>\$ 154,497</u>

<u>Hazardous Plan/ Response</u>	<u>Valley Water Rescue</u>	<u>St. Att'y Asset Forfeiture</u>	<u>Senior Citizens</u>	<u>911 Service</u>	<u>Emergency Fund</u>
\$ 20,955	\$ 7,803	\$ 97,439	\$ 169,576	\$ -	\$ 485,757
-	-	-	8,664	-	6,176
-	-	-	-	27,187	-
-	-	-	-	-	-
-	-	-	-	5,328	-
<u>20,955</u>	<u>7,803</u>	<u>97,439</u>	<u>178,240</u>	<u>32,515</u>	<u>491,933</u>
910	376	-	-	6,554	-
-	-	-	-	27,842	-
-	-	-	-	-	-
-	-	-	161,227	-	463,857
<u>910</u>	<u>376</u>	<u>-</u>	<u>161,227</u>	<u>34,396</u>	<u>463,857</u>
-	-	-	-	5,328	-
20,045	-	97,439	17,012	-	28,077
-	7,427	-	-	-	-
-	-	-	-	(7,208)	-
<u>20,045</u>	<u>7,427</u>	<u>97,439</u>	<u>17,012</u>	<u>(1,880)</u>	<u>28,077</u>
<u>\$ 20,955</u>	<u>\$ 7,803</u>	<u>\$ 97,439</u>	<u>\$ 178,240</u>	<u>\$ 32,515</u>	<u>\$ 491,933</u>

Continued on next page

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2011

	NDRIN County Recorder Project	Document Preservation ROD	County Park	24/7 Sobriety Program	Total Nonmajor Special Revenue Funds
<u>ASSETS</u>					
Cash and cash equivalents	\$ 1,174,255	\$ 204,256	\$ 71,971	\$ 19,193	\$ 2,550,929
Receivables:					
Taxes	-	-	337	-	15,177
Accounts	31,237	423	1,339	-	65,964
Due From Other Funds	-	-	-	-	-
Prepaid Items	17,783	-	-	-	24,780
TOTAL ASSETS	<u>1,223,275</u>	<u>204,679</u>	<u>73,647</u>	<u>19,193</u>	<u>2,656,852</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities:</u>					
Accounts Payable	29,232	2,767	87	915	99,725
Due to Other Funds	-	-	-	-	27,842
Due to Inmates	-	-	-	-	857
Deferred Revenues	-	-	9,507	-	634,591
Total Liabilities	<u>29,232</u>	<u>2,767</u>	<u>9,594</u>	<u>915</u>	<u>763,016</u>
<u>Fund Balances:</u>					
Nonspendable	17,783	-	-	-	24,780
Restricted	1,176,260	201,912	64,053	18,278	1,703,460
Committed	-	-	-	-	172,804
Unassigned	-	-	-	-	(7,208)
Total Fund Balances	<u>1,194,043</u>	<u>201,912</u>	<u>64,053</u>	<u>18,278</u>	<u>1,893,835</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,223,275</u>	<u>\$ 204,679</u>	<u>\$ 73,647</u>	<u>\$ 19,193</u>	<u>\$ 2,656,852</u>

Continued from previous page

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - All Debt Service Funds
December 31, 2011

	<u>Round Hill Subdivision</u>	<u>Holmen's Third Subdivision</u>	<u>Greyhawk Estates Subdivision</u>	<u>Granberg Amber Plains</u>	<u>2010 Bond S&I</u>	<u>Special Assessment Deficiency</u>	<u>Total Nonmajor Debt Service Funds</u>
<u>ASSETS</u>							
Cash and Investments	\$ 4,032	\$ 9,499	\$ 48,107	\$ 21,836	\$ 365,442	\$ 22,147	\$ 471,063
Receivables:							
Taxes	-	-	134	-	12,246	-	12,380
Total Assets	<u>4,032</u>	<u>9,499</u>	<u>48,241</u>	<u>21,836</u>	<u>377,688</u>	<u>22,147</u>	<u>483,442</u>
<u>LIABILITIES AND FUND BALANCES</u>							
<u>Liabilities:</u>							
Deferred Revenues	-	1,249	9,340	13,742	279,225	-	303,556
Total Liabilities	<u>-</u>	<u>1,249</u>	<u>9,340</u>	<u>13,742</u>	<u>279,225</u>	<u>-</u>	<u>303,556</u>
<u>Fund Balances:</u>							
Restricted	4,032	8,249	38,901	8,094	98,463	-	157,739
Committed	-	-	-	-	-	22,147	22,147
Total Fund Balances	<u>4,032</u>	<u>8,249</u>	<u>38,901</u>	<u>8,094</u>	<u>98,463</u>	<u>22,147</u>	<u>179,886</u>
Total Liabilities and Fund Balances	<u>\$ 4,032</u>	<u>\$ 9,499</u>	<u>\$ 48,241</u>	<u>\$ 21,836</u>	<u>\$ 377,688</u>	<u>\$ 22,147</u>	<u>\$ 483,442</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Capital Projects Funds
December 31, 2011

	Forest River Subdivision	Round Hill Subdivision	Greyhawk Estates Subdivision	Granberg Amber Plains	Total Nonmajor Capital Projects Funds
<u>ASSETS</u>					
Cash and cash equivalents	\$ 29,261	\$ 38,243	\$ 30,612	\$ 36,703	\$ 134,818
Accounts Receivable	-	-	-	-	-
Total Assets	<u>29,261</u>	<u>38,243</u>	<u>30,612</u>	<u>36,703</u>	<u>134,818</u>
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities:</u>					
Accounts Payable	-	-	-	-	-
Retainage Payable	-	-	-	-	-
Total Liabilities	-	-	-	-	-
<u>Fund Balances:</u>					
Committed	<u>29,261</u>	<u>38,243</u>	<u>30,612</u>	<u>36,703</u>	<u>134,818</u>
Total Fund Balances	<u>29,261</u>	<u>38,243</u>	<u>30,612</u>	<u>36,703</u>	<u>134,818</u>
Total Liabilities and Fund Balances	<u>\$ 29,261</u>	<u>\$ 38,243</u>	<u>\$ 30,612</u>	<u>\$ 36,703</u>	<u>\$ 134,818</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
All Nonmajor Governmental Funds
December 31, 2011

	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	\$ 2,550,929	\$ 471,063	\$ 134,818	\$ 3,156,809
Receivables:				
Taxes	15,177	12,380	-	27,557
Accounts	65,964	-	-	65,964
Due From Other Governments	-	-	-	-
Due From Other Funds	-	-	-	-
Prepaid Items	24,780	-	-	24,780
TOTAL ASSETS	<u>2,656,852</u>	<u>483,442</u>	<u>134,818</u>	<u>3,275,112</u>
<u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	99,725	-	-	99,725
Deferred Revenues	634,591	303,556	-	938,147
Due to Other Funds	27,842	-	-	27,842
Due To Inmates	857	-	-	857
Total Liabilities	<u>763,016</u>	<u>303,556</u>	<u>-</u>	<u>1,066,571</u>
<u>Fund Balances:</u>				
Nonspendable	24,780	-	-	24,780
Restricted	1,703,460	157,739	-	1,861,199
Committed	172,804	22,147	134,818	329,769
Unassigned	(7,208)	-	-	(7,208)
Total Fund Balances	<u>1,893,835</u>	<u>179,886</u>	<u>134,818</u>	<u>2,208,539</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,656,852</u>	<u>\$ 483,442</u>	<u>\$ 134,818</u>	<u>\$ 3,275,112</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, 2011

	Parenting Workshop	Sheriff Asset Forfeiture	JAIBG Fund	Sheriff Block Grant
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	95,995	-	-
Charges for Services	43,053	-	-	-
Miscellaneous Revenues	53	88,782	7,756	4
Total Revenues	43,105	184,777	7,756	4
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	211,143	4,844	-
Highway and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	33,067	-	-	-
Total Expenditures	33,067	211,143	4,844	-
Excess (deficiency) of Revenues Over (Under) Expenditures	10,038	(26,366)	2,913	4
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	(1,143)
Sale Of Property	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	(1,143)
Net change in fund balances	10,038	(26,366)	2,913	(1,140)
Fund Balance - Beginning	9,002	49,542	54,762	1,140
Fund Balance - Ending	\$ 19,040	\$ 23,176	\$ 57,675	\$ -

Jail Commissary	Hazardous Plan/ Response	Valley Water Rescue	St. Atty Asset Forfeiture	Senior Citizens	911 Service
\$ -	\$ -	\$ -	\$ -	\$ 471,366	\$ -
-	-	-	-	309,576	-
245,862	-	-	-	-	329,450
905	12,209	33,986	39,913	290	377
<u>246,767</u>	<u>12,209</u>	<u>33,986</u>	<u>39,913</u>	<u>781,231</u>	<u>329,826</u>
-	-	-	-	-	-
231,696	14,368	61,593	1,975	-	396,328
-	-	-	-	-	-
-	-	-	-	774,819	-
-	-	-	-	-	-
<u>231,696</u>	<u>14,368</u>	<u>61,593</u>	<u>1,975</u>	<u>774,819</u>	<u>396,328</u>
<u>15,071</u>	<u>(2,159)</u>	<u>(27,607)</u>	<u>37,938</u>	<u>6,412</u>	<u>(66,501)</u>
-	-	-	-	-	60,000
(15,746)	-	-	-	-	-
-	-	-	-	-	-
<u>(15,746)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,000</u>
<u>(675)</u>	<u>(2,159)</u>	<u>(27,607)</u>	<u>37,938</u>	<u>6,412</u>	<u>(6,501)</u>
<u>148,215</u>	<u>22,204</u>	<u>35,033</u>	<u>59,501</u>	<u>10,601</u>	<u>4,621</u>
<u>\$ 147,540</u>	<u>\$ 20,045</u>	<u>\$ 7,427</u>	<u>\$ 97,439</u>	<u>\$ 17,012</u>	<u>\$ (1,880)</u>

Continued on next page

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, 2011

	Justice Mental Health	Emergency Fund	NDRIN - County Recorders	Document Preservation Fund
<u>Revenues:</u>				
Property Taxes	\$ -	\$ 462,207	\$ -	\$ -
Intergovernmental Revenues	75,285	-	-	-
Charges for Services	-	-	1,199,494	136,219
Miscellaneous Revenues	2	318	5,560	979
Total Revenues	75,287	462,525	1,205,054	137,198
<u>Expenditures:</u>				
Current:				
General Government	-	-	878,855	73,847
Public Safety	18,190	-	-	-
Highway and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	18,190	-	878,855	73,847
Excess (deficiency) of Revenues Over (Under) Expenditures	57,097	462,525	326,199	63,351
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	(1,313)	(437,345)	-	-
Sale Of Property	-	-	-	-
Total Other Financing Sources and (Uses)	(1,313)	(437,345)	-	-
Net change in fund balances	55,784	25,179	326,199	63,351
Fund Balance - Beginning	(55,784)	2,897	867,844	138,561
Fund Balance - Ending	\$ -	\$ 28,077	\$ 1,194,043	\$ 201,912

Continued from previous page

County Park	24/7 Sobriety Program	2009 Flood Fund	2010 Flood Fund	Total Nonmajor Special Revenue Funds
\$ 20,437	\$ -	\$ -	\$ -	\$ 954,009
4,695	-	81,397	7,438	574,384
7,905	14,343		6,399	1,982,724
382	65	32	27	191,638
<u>33,418</u>	<u>14,408</u>	<u>81,429</u>	<u>13,863</u>	<u>3,702,755</u>
-	-	-	-	952,702
-	1,630	-	-	941,766
-	-	9,660	2,579	12,239
25,230	-	-	-	800,049
-	-	-	-	33,067
<u>25,230</u>	<u>1,630</u>	<u>9,660</u>	<u>2,579</u>	<u>2,739,824</u>
<u>8,188</u>	<u>12,778</u>	<u>71,769</u>	<u>11,284</u>	<u>962,932</u>
-	-	9,345		69,345
-	-	(115,199)	(19,201)	(589,947)
-	-	24,968	-	24,968
-	-	(80,886)	(19,201)	(495,635)
<u>8,188</u>	<u>12,778</u>	<u>(9,117)</u>	<u>(7,917)</u>	<u>467,297</u>
<u>55,864</u>	<u>5,500</u>	<u>9,117</u>	<u>7,917</u>	<u>1,426,539</u>
<u>\$ 64,053</u>	<u>\$ 18,278</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,893,835</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, 2011

	Round Hill Subdivision	Holmen's Third Subdivision	Borderud's Subdivision	Windsor Green Subdivision
<u>Revenues:</u>				
Property Taxes	\$ 15,036	\$ 7,291	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Miscellaneous Revenues	45	65	26	19
Total Revenues	<u>15,081</u>	<u>7,356</u>	<u>26</u>	<u>19</u>
<u>Expenditures:</u>				
Debt Service:				
Principal	25,000	6,141	-	-
Interest	1,950	2,210	-	-
Fiscal Charges	671	-	7,490	5,453
Total Expenditures	<u>27,621</u>	<u>8,351</u>	<u>7,490</u>	<u>5,453</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,540)</u>	<u>(995)</u>	<u>(7,464)</u>	<u>(5,435)</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	(2,497)	(1,818)
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>(2,497)</u>	<u>(1,818)</u>
Net Change in Fund Balances	<u>(12,540)</u>	<u>(995)</u>	<u>(9,961)</u>	<u>(7,252)</u>
Fund Balance - Beginning	<u>16,571</u>	<u>9,244</u>	<u>9,961</u>	<u>7,252</u>
Fund Balance - Ending	<u>\$ 4,032</u>	<u>\$ 8,249</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Sleepy Hollow Subdivision</u>	<u>Greyhawk Estates Subdivision</u>	<u>Granberg Amber Plains</u>	<u>Special Assessment Deficiency</u>	<u>2010 Bond S&I</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ -	\$ 45,322	\$ 37,037	\$ -	\$ 920,049	\$ 1,024,736
-	-	-	-	128,314	128,314
<u>42</u>	<u>227</u>	<u>84</u>	<u>13,701</u>	<u>1,409</u>	<u>15,616</u>
<u>42</u>	<u>45,549</u>	<u>37,121</u>	<u>13,701</u>	<u>1,049,771</u>	<u>1,168,665</u>
-	25,000	25,000	-	675,000	756,141
-	9,956	12,063	-	275,698	301,876
<u>12,397</u>	<u>783</u>	<u>1,041</u>	<u>-</u>	<u>400</u>	<u>28,235</u>
<u>12,397</u>	<u>35,739</u>	<u>38,104</u>	<u>-</u>	<u>951,098</u>	<u>1,086,252</u>
<u>(12,354)</u>	<u>9,809</u>	<u>(983)</u>	<u>13,701</u>	<u>98,674</u>	<u>82,413</u>
-	-	-	8,447	-	8,447
<u>(4,132)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,447)</u>
<u>(4,132)</u>	<u>-</u>	<u>-</u>	<u>8,447</u>	<u>-</u>	<u>-</u>
<u>(16,487)</u>	<u>9,809</u>	<u>(983)</u>	<u>22,147</u>	<u>98,674</u>	<u>82,413</u>
<u>16,487</u>	<u>29,092</u>	<u>9,077</u>	<u>-</u>	<u>(211)</u>	<u>97,473</u>
<u>\$ -</u>	<u>\$ 38,901</u>	<u>\$ 8,094</u>	<u>\$ 22,147</u>	<u>\$ 98,463</u>	<u>\$ 179,886</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, 2011

	Forest River <u>Subdivision</u>	Round Hill <u>Subdivision</u>	Greyhawk Estates <u>Subdivision</u>	Granberg Amber <u>Plains</u>	Total Nonmajor Capital Projects <u>Funds</u>
Revenues:					
Intergovernmental Revenues	-	-	-	-	-
Miscellaneous Revenues	\$ 163	\$ 213	\$ 171	\$ 291	\$ 839
Total Revenues	<u>163</u>	<u>213</u>	<u>171</u>	<u>291</u>	<u>839</u>
Expenditures:					
Capital Outlay	-	-	-	23,913	23,913
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,913</u>	<u>23,913</u>
Excess (deficiency) of revenues over (under) expenditures	<u>163</u>	<u>213</u>	<u>171</u>	<u>(23,622)</u>	<u>(23,074)</u>
Fund Balance - Beginning	<u>29,097</u>	<u>38,029</u>	<u>30,441</u>	<u>60,325</u>	<u>157,893</u>
Fund Balance - Ending	<u>\$ 29,261</u>	<u>\$ 38,243</u>	<u>\$ 30,612</u>	<u>\$ 36,703</u>	<u>\$ 134,818</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, 2011

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes:				
Property	\$ 954,009	\$ 1,024,736	\$ -	\$ 1,978,744
Licenses, permits and fees	-	-	-	-
Intergovernmental revenues	574,384	128,314	-	702,698
Charges for services	1,982,724	-	-	1,982,724
Miscellaneous revenues	191,638	15,616	839	208,093
	<u>3,702,755</u>	<u>1,168,665</u>	<u>839</u>	<u>4,872,259</u>
Total Revenues				
EXPENDITURES				
Current:				
General government	952,702	-	-	952,702
Public Safety	941,766	-	-	941,766
Highways and streets	12,239	-	-	12,239
Culture and recreation	800,049	-	-	800,049
Conservation & economic development	33,067	-	-	33,067
Capital outlay	-	-	23,913	23,913
Debt service:				
Principal retirement	-	756,141	-	756,141
Interest	-	301,876	-	301,876
Fiscal charges	-	28,235	-	28,235
	<u>2,739,824</u>	<u>1,086,252</u>	<u>23,913</u>	<u>3,849,989</u>
Total Expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>962,932</u>	<u>82,413</u>	<u>(23,074)</u>	<u>1,022,269</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	69,345	8,447	-	77,792
Transfers out	(589,947)	(8,447)	-	(598,394)
Sale of Property	24,968	-	-	24,968
	<u>(495,635)</u>	<u>-</u>	<u>-</u>	<u>(495,635)</u>
Total of other financing uses				
Net change in fund balances	467,297	82,413	(23,074)	526,636
Fund Balances - Beginning	<u>1,426,539</u>	<u>97,473</u>	<u>157,893</u>	<u>1,681,905</u>
Fund Balances - Ending	<u>\$ 1,893,835</u>	<u>\$ 179,886</u>	<u>\$ 134,818</u>	<u>\$ 2,208,539</u>

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, 2011

	Parenting Workshop			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	33,800	33,800	43,053	9,253
Miscellaneous Revenues	-	-	53	53
Total Revenues	33,800	33,800	43,105	9,306
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	33,500	33,500	33,067	433
Total Expenditures	33,500	33,500	33,067	433
Excess (deficiency) of revenues over (under) expenditures	300	300	10,038	9,738
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Sale Of Property	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
 Net change in fund balances	 300	 300	 10,038	 9,738
Fund Balance - Beginning	9,002	9,002	9,002	-
Fund Balance - Ending	<u>\$ 9,302</u>	<u>\$ 9,302</u>	<u>\$ 19,040</u>	<u>\$ 9,738</u>

Sheriff Asset Forfeiture				JAIBG Fund			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
140,535	140,535	95,995	(44,541)	-	-	-	-
-	-	-	-	-	-	-	-
45,300	45,300	88,782	43,482	8,600	8,600	7,756	(844)
185,835	185,835	184,777	(1,058)	8,600	8,600	7,756	(844)
-	-	-	-	-	-	-	-
184,860	184,860	211,143	(26,283)	6,000	6,000	4,844	1,156
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
184,860	184,860	211,143	(26,283)	6,000	6,000	4,844	1,156
975	975	(26,366)	(27,341)	2,600	2,600	2,912	312
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
975	975	(26,366)	(27,341)	2,600	2,600	2,912	312
49,542	49,542	49,542	-	54,762	54,762	54,762	-
\$ 50,517	\$ 50,517	\$ 23,176	\$ (27,341)	\$ 57,362	\$ 57,362	\$ 57,675	\$ 312

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, 2011

	Sheriff Block Grants			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	-	-	-	-
Miscellaneous Revenues	-	-	4	4
Total Revenues	-	-	4	4
<u>Current:</u>				
General Government	-	-	-	-
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	4	4
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Sale Of Property	-	-	-	-
Transfers Out	-	-	(1,143)	(1,143)
Total Other Financing Sources (Uses)	-	-	(1,143)	(1,143)
Net change in fund balances	-	-	(1,140)	(1,140)
Fund Balance - Beginning	1,140	1,140	1,140	-
Fund Balance - Ending	<u>\$ 1,140</u>	<u>\$ 1,140</u>	<u>\$ -</u>	<u>\$ (1,140)</u>

Continued from previous page

Jail Commissary				Hazardous Plan/Response			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
225,000	225,000	245,862	20,862	-	-	-	-
2,000	2,000	905	(1,095)	21,579	21,579	12,209	(9,370)
<u>227,000</u>	<u>227,000</u>	<u>246,767</u>	<u>19,767</u>	<u>21,579</u>	<u>21,579</u>	<u>12,209</u>	<u>(9,370)</u>
-	-	-	-	-	-	-	-
209,383	209,383	231,696	(22,313)	20,032	20,032	14,368	5,664
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>209,383</u>	<u>209,383</u>	<u>231,696</u>	<u>(22,313)</u>	<u>20,032</u>	<u>20,032</u>	<u>14,368</u>	<u>5,664</u>
<u>17,617</u>	<u>17,617</u>	<u>15,071</u>	<u>(2,546)</u>	<u>1,547</u>	<u>1,547</u>	<u>(2,159)</u>	<u>(3,706)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(46,100)</u>	<u>(46,100)</u>	<u>(15,746)</u>	<u>30,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(46,100)</u>	<u>(46,100)</u>	<u>(15,746)</u>	<u>30,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(28,483)</u>	<u>(28,483)</u>	<u>(675)</u>	<u>27,808</u>	<u>1,547</u>	<u>1,547</u>	<u>(2,159)</u>	<u>(3,706)</u>
<u>148,215</u>	<u>148,215</u>	<u>148,215</u>	<u>-</u>	<u>22,204</u>	<u>22,204</u>	<u>22,204</u>	<u>-</u>
<u>\$ 119,732</u>	<u>\$ 119,732</u>	<u>\$ 147,540</u>	<u>\$ 27,808</u>	<u>\$ 23,751</u>	<u>\$ 23,751</u>	<u>\$ 20,045</u>	<u>\$ (3,706)</u>

Continued

CASS COUNTY GOVERNMENT
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Special Revenue Funds
For the Fiscal Year Ended December 31, 2011

	Valley Water Rescue			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	-	-	-	-
Miscellaneous Revenues	34,173	34,173	33,986	(187)
Total Revenues	34,173	34,173	33,986	(187)
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	34,290	68,290	61,593	6,697
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	34,290	68,290	61,593	6,697
Excess (deficiency) of revenues over (under) expenditures	(117)	(34,117)	(27,607)	6,510
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Sale Of Property	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
 Net change in fund balances	 (117)	 (34,117)	 (27,607)	 6,510
Fund Balance - Beginning	35,033	35,033	35,033	-
Fund Balance - Ending	<u>\$ 34,916</u>	<u>\$ 916</u>	<u>\$ 7,427</u>	<u>\$ 6,511</u>

Continued from previous page

States Attorney Asset Forfeiture				Senior Citizens			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 467,079	\$ 467,079	\$ 471,366	\$ 4,287
-	-	-	-	309,577	309,577	309,576	(1)
-	-	-	-	-	-	-	-
15,600	15,600	39,913	24,313	1,358	1,358	290	(1,068)
15,600	15,600	39,913	24,313	778,014	778,014	781,231	3,217
-	-	-	-	-	-	-	-
3,000	3,000	1,975	1,025	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	774,819	774,819	774,819	-
-	-	-	-	-	-	-	-
3,000	3,000	1,975	1,025	774,819	774,819	774,819	-
12,600	12,600	37,938	25,338	3,195	3,195	6,412	3,217
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
12,600	12,600	37,938	25,338	3,195	3,195	6,412	3,217
59,501	59,501	59,501	-	10,601	10,601	10,601	-
\$ 72,101	\$ 72,101	\$ 97,439	\$ 25,338	\$ 13,796	\$ 13,796	\$ 17,012	\$ 3,216

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, 2011

	911 Service			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	240,000	323,000	329,450	6,450
Miscellaneous Revenues	-	-	377	377
Total Revenues	240,000	323,000	329,826	6,826
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	330,667	396,067	396,328	(261)
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	330,667	396,067	396,328	(261)
Excess (deficiency) of revenues over (under) expenditures	(90,667)	(73,067)	(66,502)	6,566
<u>Other Financing Sources (Uses):</u>				
Transfers In	100,000	100,000	60,000	(40,000)
Sale Of Property	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	100,000	100,000	60,000	(40,000)
 Net change in fund balances	 9,333	 26,933	 (6,501)	 (33,434)
Fund Balance - Beginning	4,621	4,621	4,621	-
Fund Balance - Ending	<u>\$ 13,954</u>	<u>\$ 31,554</u>	<u>\$ (1,880)</u>	<u>\$ (33,434)</u>

Continued from previous page

Justice Mental Health				Emergency Fund			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 461,502	\$ 461,502	\$ 462,207	\$ 705
103,849	103,849	75,285	(28,564)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	2	2	-	-	318	318
103,849	103,849	75,287	(28,562)	461,502	461,502	462,525	1,023
-	-	-	-	-	-	-	-
103,849	103,849	18,190	85,659	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
103,849	103,849	18,190	85,659	-	-	-	-
-	-	57,097	57,097	461,502	461,502	462,525	1,023
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	(1,313)	(1,313)	-	(437,400)	(437,345)	55
-	-	(1,313)	(1,313)	-	(437,400)	(437,345)	55
-	-	55,784	55,784	461,502	24,102	25,180	1,078
(55,784)	(55,784)	(55,784)	-	2,897	2,897	2,897	-
\$ (55,784)	\$ (55,784)	\$ -	\$ 55,784	\$ 464,399	\$ 26,999	\$ 28,077	\$ 1,078

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, 2011

	NDRIN - County Recorder Project			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	675,000	675,000	1,199,494	524,494
Miscellaneous Revenues	6,000	6,000	5,560	(440)
Total Revenues	681,000	681,000	1,205,054	524,054
<u>Expenditures:</u>				
Current:				
General Government	660,000	910,000	878,855	31,145
Public Safety	-	-	-	-
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	660,000	910,000	878,855	31,145
Excess (deficiency) of revenues over (under) expenditures	21,000	(229,000)	326,199	555,199
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Sale Of Property	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
 Net change in fund balances	 21,000	 (229,000)	 326,199	 555,199
Fund Balance - Beginning	867,844	867,844	867,844	-
Fund Balance - Ending	<u>\$ 888,844</u>	<u>\$ 638,844</u>	<u>\$ 1,194,043</u>	<u>\$ 555,199</u>

Continued from previous page

Document Preservation - ROD				County Park			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 20,187	\$ 20,187	\$ 20,437	\$ 250
-	-	-	-	2,844	2,844	4,695	1,851
82,100	82,100	136,219	54,119	3,000	3,000	7,905	4,905
1,000	1,000	979	(21)	1,000	1,000	382	(618)
83,100	83,100	137,198	54,098	27,031	27,031	33,418	6,388
65,755	65,755	73,847	(8,092)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	55,650	55,650	25,230	30,420
-	-	-	-	-	-	-	-
65,755	65,755	73,847	(8,092)	55,650	55,650	25,230	30,420
17,345	17,345	63,351	46,006	(28,619)	(28,619)	8,188	36,808
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
17,345	17,345	63,351	46,006	(28,619)	(28,619)	8,188	36,808
138,561	138,561	138,561	-	55,864	55,864	55,864	-
\$ 155,906	\$ 155,906	\$ 201,912	\$ 46,006	\$ 27,245	\$ 27,245	\$ 64,053	\$ 36,808

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, 2011

	24/7 Sobriety Program			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	-	12,300	14,343	2,043
Miscellaneous Revenues	-	-	65	65
Total Revenues	-	12,300	14,408	2,108
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	1,000	1,630	(630)
Highways and Streets	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	-	1,000	1,630	(630)
Excess (deficiency) of revenues over (under) expenditures	-	11,300	12,778	1,478
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Sale Of Property	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
 Net change in fund balances	 -	 11,300	 12,778	 1,478
Fund Balance - Beginning	5,500	5,500	5,500	-
Fund Balance - Ending	\$ 5,500	\$ 16,800	\$ 18,278	\$ 1,478

Continued from previous page

2009 Flood Fund				2010 Flood Fund			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	81,397	81,397	-	-	7,438	7,438	-
-	-	-	-	-	6,399	6,399	-
-	33	32	(1)	-	-	27	27
-	81,430	81,429	(1)	-	13,837	13,863	27
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	9,661	9,660	1	-	2,580	2,579	1
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	9,661	9,660	1	-	2,580	2,579	1
-	71,769	71,769	-	-	11,257	11,284	28
-	9,346	9,345	(1)	-	-	-	-
-	24,968	24,968	-	-	-	-	-
-	(115,199)	(115,199)	-	-	(19,201)	(19,201)	-
-	(80,885)	(80,886)	(1)	-	(19,201)	(19,201)	-
-	(9,116)	(9,117)	(1)	-	(7,944)	(7,917)	28
9,117	9,117	9,117	-	7,917	7,917	7,917	-
\$ 9,117	\$ 1	\$ -	\$ (1)	\$ 7,917	\$ (28)	\$ -	\$ 28

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, 2011

	Total Nonmajor Budgeted Special Revenue Funds			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 948,768	\$ 948,768	\$ 954,009	\$ 5,241
Intergovernmental Revenues	556,805	645,640	574,384	(71,256)
Charges for Services	1,258,900	1,360,599	1,982,724	622,125
Miscellaneous Revenues	136,610	136,643	191,638	54,995
Total Revenues	2,901,083	3,091,650	3,702,755	611,105
<u>Expenditures:</u>				
Current:				
General Government	725,755	975,755	952,702	23,053
Public Safety	892,081	992,481	941,766	50,715
Highways and Streets	-	12,241	12,239	2
Culture and Recreation	830,469	830,469	800,049	30,420
Conservation & Econ. Development	33,500	33,500	33,067	433
Total Expenditures	2,481,805	2,844,446	2,739,824	104,623
Excess (deficiency) of revenues over (under) expenditures	419,278	247,204	962,932	715,728
<u>Other Financing Sources (Uses):</u>				
Transfers In	100,000	109,346	69,345	(40,001)
Sale Of Property	-	24,968	24,968	-
Transfers Out	(46,100)	(617,900)	(589,947)	27,953
Total Other Financing Sources (Uses)	53,900	(483,586)	(495,634)	27,953
 Net change in fund balances	 473,178	 (236,382)	 467,297	 703,679
Fund Balance - Beginning	1,426,538	1,426,538	1,426,539	1
Fund Balance - Ending	<u>\$ 1,899,716</u>	<u>\$ 1,190,156</u>	<u>\$ 1,893,835</u>	<u>\$ 703,679</u>

Continued from previous page

THIS PAGE HAS BEEN RESERVED FOR NOTES

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, 2011

	Round Hill Subdivision			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ 14,955	\$ 14,955	\$ 15,036	\$ 81
Intergovernmental Revenues	-	-	-	-
Miscellaneous Revenues	200	200	45	(155)
Total Revenues	15,155	15,155	15,081	(74)
Expenditures:				
Debt Service:				
Principal	25,000	25,000	25,000	-
Interest	1,950	1,950	1,950	-
Fiscal Charges	1,000	1,000	671	329
Total Expenditures	27,950	27,950	27,621	329
Excess (deficiency) of revenues over (under) expenditures	(12,795)	(12,795)	(12,540)	256
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Net Change in Fund Balances	(12,795)	(12,795)	(12,540)	256
Fund Balance - Beginning	16,571	16,571	16,571	-
Fund Balance - Ending	\$ 3,776	\$ 3,776	\$ 4,032	\$ 256

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		
\$ 6,896	\$ 6,896	\$ 7,291	\$ 395	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
100	100	65	(35)	100	100	26	(75)
6,996	6,996	7,356	360	100	100	26	(75)
6,141	6,141	6,141	-	-	-	-	-
2,210	2,210	2,210	-	-	-	-	-
-	-	-	-	-	7,490	7,490	-
8,351	8,351	8,351	-	-	7,490	7,490	-
(1,355)	(1,355)	(995)	360	100	(7,390)	(7,464)	(75)
-	-	-	-	-	-	-	-
-	-	-	-	-	(2,497)	(2,497)	-
-	-	-	-	-	(2,497)	(2,497)	-
(1,355)	(1,355)	(995)	360	100	(9,887)	(9,961)	(75)
9,244	9,244	9,244	-	9,961	9,961	9,961	-
\$ 7,889	\$ 7,889	\$ 8,249	\$ 360	\$ 10,061	\$ 74	\$ -	\$ (75)

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, 2011

	Windsor Green Subdivision			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Miscellaneous Revenues	-	-	19	19
Total Revenues	-	-	19	19
Expenditures:				
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Fiscal Charges	-	17,851	5,453	12,398
Total Expenditures	-	17,851	5,453	12,398
Excess (deficiency) of revenues over (under) expenditures	-	(17,851)	(5,435)	12,416
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	(5,951)	(1,818)	4,133
Total Other Financing Sources and (Uses)	-	(5,951)	(1,818)	4,133
Net Change in Fund Balances	-	(23,802)	(7,252)	16,550
Fund Balance - Beginning	7,252	7,252	7,252	-
Fund Balance - Ending	\$ 7,252	\$ (16,550)	\$ -	\$ 16,550

Continued from previous page

Sleepy Hollow Subdivision				Greyhawk Estates Subdivision			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ 36,933	\$ 36,933	\$ 45,322	\$ 8,389
-	-	-	-	-	-	-	-
-	-	42	42	300	300	227	(73)
-	-	42	42	37,233	37,233	45,549	8,316
-	-	-	-	25,000	25,000	25,000	-
-	-	-	-	9,956	9,956	9,956	-
-	-	12,397	(12,397)	1,000	1,000	783	217
-	-	12,397	(12,397)	35,956	35,956	35,739	217
-	-	(12,354)	(12,354)	1,277	1,277	9,809	8,533
-	-	-	-	-	-	-	-
-	-	(4,132)	(4,132)	-	-	-	-
-	-	(4,132)	(4,132)	-	-	-	-
-	-	(16,487)	(16,487)	1,277	1,277	9,809	8,533
16,487	16,487	16,487	-	29,092	29,092	29,092	-
<u>\$ 16,487</u>	<u>\$ 16,487</u>	<u>\$ -</u>	<u>\$ (16,487)</u>	<u>\$ 30,369</u>	<u>\$ 30,369</u>	<u>\$ 38,901</u>	<u>\$ 8,533</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, 2011

	Granberg Amber Plains			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Taxes	\$ 35,538	\$ 35,538	\$ 37,037	\$ 1,499
Intergovernmental Revenues	-	-	-	-
Miscellaneous Revenues	200	200	84	(116)
Total Revenues	35,738	35,738	37,121	1,383
Expenditures:				
Debt Service:				
Principal	25,000	25,000	25,000	-
Interest	12,063	12,063	12,063	-
Fiscal Charges	1,500	1,500	1,041	459
Total Expenditures	38,563	38,563	38,104	459
Excess (deficiency) of revenues over (under) expenditures	(2,825)	(2,825)	(983)	1,842
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Net Change in Fund Balances	(2,825)	(2,825)	(983)	1,842
Fund Balance - Beginning	9,077	9,077	9,077	-
Fund Balance - Ending	\$ 6,252	\$ 6,252	\$ 8,094	\$ 1,842

Continued from previous page

Special Assessment Deficiency				2010 Bond S&I			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final		Original	Final			
\$ -	\$ -	\$ -	\$ -	\$ 923,003	\$ 923,003	\$ 920,049	\$ (2,954)
-	-	-	-	124,064	124,064	128,314	4,250
-	-	13,701	13,701	-	-	1,409	1,409
-	-	13,701	13,701	1,047,067	1,047,067	1,049,771	2,705
-	-	-	-	675,000	675,000	675,000	-
-	-	-	-	275,698	275,698	275,698	-
-	-	-	-	2,000	2,000	400	1,600
-	-	-	-	952,698	952,698	951,098	1,600
-	-	13,701	13,701	94,369	94,369	98,674	4,305
-	-	8,447	8,447	-	-	-	-
-	-	-	-	-	-	-	-
-	-	8,447	8,447	-	-	-	-
-	-	22,147	22,147	94,369	94,369	98,674	4,305
-	-	-	-	(211)	(211)	(211)	-
\$ -	\$ -	\$ 22,147	\$ 22,147	\$ 94,158	\$ 94,158	\$ 98,463	\$ 4,305

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, 2011

	Total Nonmajor Debt Service Funds			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Taxes	\$ 1,017,325	\$ 1,017,325	\$ 1,024,736	\$ 7,411
Intergovernmental Revenues	124,064	124,064	128,314	4,250
Miscellaneous Revenues	900	900	15,616	14,716
Total Revenues	1,142,289	1,142,289	1,168,665	26,376
Expenditures:				
Debt Service:				
Principal	756,141	756,141	756,141	-
Interest	301,877	301,876	301,876	-
Fiscal Charges	5,500	30,841	28,235	2,606
Total Expenditures	1,063,518	1,088,858	1,086,252	2,606
Excess (deficiency) of revenues over (under) expenditures	78,771	53,431	82,413	28,983
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	8,447	8,447
Transfers Out	-	(8,447)	(8,447)	-
Total Other Financing Sources and (Uses)	-	(8,447)	-	8,447
Net Change in Fund Balances	78,771	44,984	82,413	37,429
Fund Balance - Beginning	68,382	97,473	97,473	-
Fund Balance - Ending	\$ 147,153	\$ 142,457	\$ 179,886	\$ 37,429

Continued from previous page

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, 2011

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool Operating	Total
<u>ASSETS</u>					
Current Assets:					
Cash and cash equivalents	\$ 1,506,461	\$ 205,962	\$ 19,834	\$ 32,168	\$ 1,764,425
Accounts Receivable	-	-	371	-	371
Prepaid Items	-	-	-	-	-
Total Current Assets	1,506,461	205,962	20,204	32,168	1,764,796
Noncurrent Assets:					
Capital Assets	-	-	238,353	133,497	371,850
Less: Accumulated Depreciation	-	-	(171,384)	(106,036)	(277,421)
Total Noncurrent Assets	-	-	66,969	27,460	94,429
Total Assets	1,506,461	205,962	87,173	59,628	1,859,225
<u>LIABILITIES</u>					
Current Liabilities:					
Accounts Payable	28	-	10,691	-	10,719
Deposits	277,447	24,321	-	-	301,768
IBNR Claims	281,694	11,331	-	-	293,025
Total Liabilities	559,169	35,652	10,691	-	605,512
Net Assets:					
Invested in Capital Assets	-	-	66,969	27,460	94,429
Unrestricted	947,292	170,310	9,513	32,168	1,159,283
Total Net Assets	\$ 947,292	\$ 170,310	\$ 76,482	\$ 59,628	\$ 1,253,712

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Funds
For the Year Ended December 31, 2011

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Operating Revenues:</u>					
Premiums	\$ 3,203,415	\$ 287,071	\$ -	\$ -	\$ 3,490,486
Charges for Services	-	-	168,861	46,464	215,325
Miscellaneous	14,316	-	-	-	14,316
Total Operating Revenues	<u>3,217,731</u>	<u>287,071</u>	<u>168,861</u>	<u>46,464</u>	<u>3,720,127</u>
<u>Operating Expenses:</u>					
Premiums	454,115	-	-	-	454,115
Medical Services	8,674	-	-	-	8,674
Telephone Service	-	-	168,827	-	168,827
Administrative Fees	162,218	13,666	-	-	175,885
Maintenance and Repairs	-	-	-	24,791	24,791
Benefit Payments	2,433,324	220,318	-	-	2,653,642
IBNR Claims	281,694	11,331	-	-	293,025
Depreciation Expense	-	-	26,169	13,730	39,899
Total Operating Expenses	<u>3,340,025</u>	<u>245,315</u>	<u>194,996</u>	<u>38,521</u>	<u>3,818,858</u>
Operating Income	<u>(122,294)</u>	<u>41,756</u>	<u>(26,135)</u>	<u>7,943</u>	<u>(98,731)</u>
<u>Nonoperating Revenues (Expenses):</u>					
Interest Income	8,787	1,037	136	106	10,066
Loss/Gain on Disposal of Capital Assets	-	-	(5,169)	-	(5,169)
Total Nonoperating Revenues (Expenses)	<u>8,787</u>	<u>1,037</u>	<u>(5,033)</u>	<u>106</u>	<u>4,897</u>
Change in Net Assets	<u>(113,507)</u>	<u>42,793</u>	<u>(31,168)</u>	<u>8,049</u>	<u>(93,834)</u>
Total Net Assets Beginning	<u>1,060,799</u>	<u>127,518</u>	<u>107,649</u>	<u>51,579</u>	<u>1,347,546</u>
Total Net Assets Ending	<u>\$ 947,292</u>	<u>\$ 170,311</u>	<u>\$ 76,480</u>	<u>\$ 59,628</u>	<u>\$ 1,253,712</u>

CASS COUNTY GOVERNMENT
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2011

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Cash Flows From Operating Activities:</u>					
Receipts from customers	\$ 3,206,859	\$ 287,071	\$ 172,094	\$ 46,464	\$ 3,712,488
Payments to Suppliers	(624,979)	(13,666)	(230,288)	(24,844)	(893,777)
Claims Paid	(2,663,918)	(230,698)	-	-	(2,894,616)
Other Receipts	14,316	-	-	-	14,316
Net Cash provided by operating activities	<u>(67,722)</u>	<u>42,706</u>	<u>(58,194)</u>	<u>21,620</u>	<u>(61,590)</u>
<u>Cash Flows From Capital and Related Financing Activities:</u>					
Purchase of Capital Assets	-	-	(22,225)	-	(22,225)
Net Cash Used in Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(22,225)</u>	<u>-</u>	<u>(22,225)</u>
<u>Cash Flows From Investing Activities:</u>					
Interest Income	8,787	1,037	136	106	10,066
Net Increase in cash and cash equivalents	(58,935)	43,743	(80,283)	21,726	(73,749)
Balances -Beginning of the Year	1,565,396	162,219	100,117	10,442	1,838,174
Balances - End of the Year	<u>1,506,461</u>	<u>205,962</u>	<u>19,834</u>	<u>32,168</u>	<u>1,764,425</u>
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>					
Operating Income (Loss)	(122,294)	41,756	(26,135)	7,943	(98,731)
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities:					
Depreciation	-	-	26,169	13,730	39,899
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	3,444	-	14	-	3,458
(Increase)Decrease in Prepaid Items			3,219		3,219
Increase (Decrease) in Accounts Payable	28	-	(61,461)	(53)	(61,486)
Increase (Decrease) in Premium Deposit Funds	12,983	479	-	-	13,462
Increase (Decrease) in IBNR Claims	38,117	472	-	-	38,589
Net Cash Provided by Operating Activities	<u>\$ (67,722)</u>	<u>\$ 42,707</u>	<u>\$ (58,194)</u>	<u>\$ 21,620</u>	<u>\$ (61,590)</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, 2011

	County Funds	Tax Collection Funds	Funds of Other Governmental Units	Agency Funds
<u>ASSETS</u>				
Cash and cash equivalents	\$ 272,060	\$ 56,301,945	\$ 529,074	\$ 57,103,079
Accounts Receivable	-	-	-	-
Total Assets	<u>272,060</u>	<u>56,301,945</u>	<u>529,074</u>	<u>\$ 57,103,079</u>
 <u>LIABILITIES</u>				
Accounts Payable	212,722		1,129	213,851
Due to Component Units	-	33,023	-	33,023
Deposits	59,339	56,268,922	527,944	56,856,205
Total Liabilities	<u>\$ 272,060</u>	<u>\$ 56,301,945</u>	<u>\$ 529,074</u>	<u>\$ 57,103,079</u>

CASS COUNTY GOVERNMENT
Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011

	Balance 1/1/2011	Additions	Deductions	Balance 12/31/11
<u>COUNTY FUNDS</u>				
Assets				
Cash and Investments	\$ 267,858	\$ 2,488,702	\$ 2,484,500	\$ 272,060
Accounts Receivable	714	-	714	-
Total Assets	<u>268,572</u>	<u>2,488,702</u>	<u>2,485,214</u>	<u>272,060</u>
Liabilities				
Accounts Payable	203,594	212,722	203,594	212,722
Funds Held for County Departments	64,978	2,275,980	2,281,621	59,339
Total Liabilities	<u>268,572</u>	<u>2,488,702</u>	<u>2,485,215</u>	<u>272,060</u>
<u>TAX COLLECTION FUNDS</u>				
Assets				
Cash and Investments	51,317,144	190,768,116	185,783,315	56,301,945
Total Assets	<u>51,317,144</u>	<u>190,768,116</u>	<u>185,783,315</u>	<u>56,301,945</u>
Liabilities				
Due to Component Units	49,019	33,023	49,019	33,023
Tax Collections Due to Other Governmental Units	51,268,125	190,735,093	185,734,296	56,268,922
Total Liabilities	<u>51,317,144</u>	<u>190,768,116</u>	<u>185,783,315</u>	<u>56,301,945</u>
<u>FUNDS OF OTHER GOVERNMENTAL UNITS</u>				
Assets				
Cash and Investments	544,502	1,802,000	1,817,429	529,074
Total Assets	<u>544,502</u>	<u>1,802,000</u>	<u>1,817,429</u>	<u>529,074</u>
Liabilities				
Accounts Payable	-	1,129		1,129
Funds Held for Other Governmental Units	544,502	1,800,871	1,817,429	527,944
Total Liabilities	<u>544,502</u>	<u>1,802,000</u>	<u>1,817,429</u>	<u>529,074</u>
TOTALS:				
Assets				
Cash and Investments	52,129,504	195,058,818	190,085,243	57,103,079
Accounts Receivable	714	-	714	-
Total Assets	<u>52,130,218</u>	<u>195,058,818</u>	<u>190,085,959</u>	<u>57,103,079</u>
Liabilities				
Accounts Payable	203,594	213,851	203,594	213,851
Funds Held for Other Governmental Units	51,812,627	192,535,964	187,551,725	56,796,866
Funds Held for County Government	64,978	2,275,980	2,281,621	59,339
Total Liabilities	<u>\$ 52,130,218</u>	<u>\$ 195,058,818</u>	<u>\$ 190,085,959</u>	<u>\$ 57,103,079</u>

THIS PAGE HAS BEEN RESERVED FOR NOTES

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.	128-135
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the county's ability to generate its property taxes.	136-141
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.	142-144
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.	145-146
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	147-151

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 NINE FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

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

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

	Fiscal Year				
	2007	2008	2009	2010	2011
\$	96,422,671	\$ 105,044,599	\$ 105,765,817	\$ 113,476,180	\$ 124,072,749
	13,536,598	11,646,300	16,542,567	17,210,712	11,215,260
	3,791,292	2,697,912	4,212,267	5,868,375	13,395,579
	<u>\$ 113,750,562</u>	<u>\$ 119,388,810</u>	<u>\$ 126,520,652</u>	<u>\$ 136,555,267</u>	<u>\$ 148,683,587</u>

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

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

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

		Fiscal Year			
	2007	2008	2009	2010	2011
	\$ 5,725,081	\$ 5,948,114	\$ 6,392,092	\$ 7,374,704	\$ 10,850,881
	14,649,223	13,844,524	14,660,149	15,413,806	16,210,286
	7,680,829	8,202,883	13,551,381	14,376,511	22,920,416
	10,349,353	10,115,364	10,278,514	11,108,274	11,756,349
	1,648,980	1,750,024	1,926,527	2,823,577	3,247,937
	691,406	701,706	770,227	811,297	806,552
	57,868	68,837	59,768	150,079	351,614
	<u>\$ 40,802,740</u>	<u>\$ 40,631,452</u>	<u>\$ 47,638,659</u>	<u>\$ 52,058,248</u>	<u>\$ 66,144,035</u>
	\$ 1,511,975	\$ 1,639,442	\$ 1,580,680	\$ 2,058,886	\$ 2,272,590
	2,138,361	2,150,517	2,142,956	2,394,977	2,438,340
	2,404,760	316,572	105,167	126,417	180,517
	132,749	74,343	92,076	78,190	138,666
	37,057	42,266	47,696	90,113	77,985
	895	2,775	4,605	3,395	7,905
	\$ -	\$ -	\$ 907	\$ 41,810	\$ 424,064
	2,340,639	725,140	852,821	933,331	1,081,261
	6,254,799	7,632,674	14,473,911	9,255,734	18,773,429
	2,505,044	2,802,802	2,745,810	2,983,727	3,192,735
	85,685	105,585	206,476	67,293	85,931
	238,517	263,849	285,609	310,411	309,576
	365,000	-			
	1,000,000	1,144,856	2,427,538		
				12,021,555	5,028,844
	<u>\$ 19,015,481</u>	<u>\$ 16,900,821</u>	<u>\$ 24,966,252</u>	<u>\$ 30,365,839</u>	<u>\$ 34,011,843</u>
	<u>\$ (21,787,259)</u>	<u>\$ (23,730,631)</u>	<u>\$ (22,672,407)</u>	<u>\$ (21,692,409)</u>	<u>\$ (32,132,194)</u>
	\$ 22,794,242	\$ 24,584,536	\$ 25,708,577	\$ 26,926,204	\$ 29,258,876
	9,060	3,443	923	2,122	8,663,697
	93,929	13,200	5,698		
	3,101,960	3,551,164	3,492,852	3,763,944	5,513,777
	1,604,059	1,005,542	402,994	375,580	261,398
	196,840	211,005	193,214	659,176	562,770
	<u>\$ 27,800,090</u>	<u>\$ 29,368,890</u>	<u>\$ 29,804,260</u>	<u>\$ 31,727,028</u>	<u>\$ 44,260,519</u>
	<u>\$ 6,012,830</u>	<u>\$ 5,638,258</u>	<u>\$ 7,131,853</u>	<u>\$ 10,034,619</u>	<u>\$ 12,128,325</u>

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

	Fiscal Years			
	2002	2003	2004	2005
General Fund:				
Reserved	\$ 89,501	\$ 126,383	\$ 205,689	\$ 393,362
Unreserved	1,977,891	2,806,832	2,780,722	2,453,462
Nonspendable	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	<u>\$ 2,067,392</u>	<u>\$ 2,933,215</u>	<u>\$ 2,986,411</u>	<u>\$ 2,846,824</u>
All Other Governmental Funds:				
Reserved	\$ 397,555	\$ 455,459	\$ 493,097	\$ 413,651
Unreserved, reported in:				
Special Revenue Funds	3,736,337	5,463,663	4,832,132	3,795,425
Capital Projects Funds	6,659,640	8,432,606	9,972,588	12,131,136
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total all other governmental funds	<u>\$ 10,793,532</u>	<u>\$ 14,351,728</u>	<u>\$ 15,297,817</u>	<u>\$ 16,340,212</u>

Note- GASB Statement No. 54 altered the classification of governmental fund balances on a prospective basis effective with fiscal year 2011. Retroactive application was encouraged; however, information pertaining to prior years is not readily available. The objective of this statement is to more clearly define categories that reflect the nature and extent of constraints placed on the County's fund balances.

Fiscal Years					
2006	2007	2008	2009	2010	2011
\$ 231,684	\$ 277,457	\$ 281,609	\$ 326,101	\$ 371,309	\$ -
2,198,970	2,240,570	2,830,637	2,932,040	4,074,525	-
-	-	-	-	-	386,136
-	-	-	-	-	5,795
-	-	-	-	-	6,102,327
<u>\$ 2,430,654</u>	<u>\$ 2,518,027</u>	<u>\$ 3,112,246</u>	<u>\$ 3,258,141</u>	<u>\$ 4,445,834</u>	<u>\$ 6,494,258</u>
\$ 347,365	\$ 333,669	\$ 336,249	\$ 296,109	\$ 347,276	\$ -
5,111,013	4,646,377.00	1,460,486.00	8,448,808	4,364,231	-
9,822,678	9,617,858	8,922,459	8,587,775	13,325,774	-
-	-	-	-	-	240,333
-	-	-	-	-	11,387,935
-	-	-	-	-	10,369,637
-	-	-	-	-	5,795
-	-	-	-	-	(4,363,716)
<u>\$ 15,281,056</u>	<u>\$ 14,597,904</u>	<u>\$ 10,719,194</u>	<u>\$ 17,332,692</u>	<u>\$ 18,037,281</u>	<u>\$ 17,639,985</u>

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

	Fiscal Year			
	2002	2003	2004	2005
Revenues				
Property Taxes	\$ 24,071,826	\$ 20,752,619	\$ 18,848,240	\$ 20,119,716
Sales Tax	-	-	-	-
Intergovernmental	12,363,921	11,945,099	12,398,342	17,464,515
Licenses Permits & Fees	147,139	151,204	135,541	231,789
Charges for Services	3,245,720	4,095,337	3,921,100	4,514,596
Miscellaneous	509,299	635,382	329,919	856,042
Total revenues	<u>\$ 40,337,905</u>	<u>\$ 37,579,641</u>	<u>\$ 35,633,142</u>	<u>\$ 43,186,658</u>
Expenditures				
General Government	\$ 4,366,461	\$ 4,453,607	\$ 4,854,347	\$ 5,620,893
Public Safety	9,437,503	10,801,885	11,522,810	15,061,699
Public Works	7,226,360	7,129,641	7,069,254	10,247,603
Relief & Charities	7,802,578	7,903,898	8,420,107	8,917,652
Culture & Recreation	417,521	468,984	531,719	524,923
Conservation & Economic Development	2,497,721	1,574,123	2,021,770	1,536,733
Capital Outlay	6,334,131	699,420	125,659	1,551,159
Debt Service				
Principal	113,146	135,272	138,427	131,717
Interest	35,323	39,075	32,142	32,864
Total expenditures	<u>\$ 38,230,744</u>	<u>\$ 33,205,905</u>	<u>\$ 34,716,235</u>	<u>\$ 43,625,243</u>
Excess of revenues over (under) expenditures	<u>\$ 2,107,161</u>	<u>\$ 4,373,736</u>	<u>\$ 916,907</u>	<u>\$ (438,585)</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ -	\$ -	\$ -	\$ 1,274,299
Lease Proceeds	303,179	-	-	-
Sale of Property	51,412	50,281	78,930	67,095
Transfers In	8,500	1,299,997	1,539,688	65,171
Transfers Out	(8,500)	(1,299,997)	(1,539,688)	(65,171)
Total other financing sources (uses)	<u>\$ 354,591</u>	<u>\$ 50,281</u>	<u>\$ 78,930</u>	<u>\$ 1,341,394</u>
Net change in fund balance	\$ 2,461,752	\$ 4,424,017	\$ 995,837	\$ 902,809
Debt service as a percentage of noncapital expenditures	0.47%	0.59%	0.54%	0.48%

	Fiscal Year					
	2006	2007	2008	2009	2010	2011
\$ 20,936,553	\$ 22,952,743	\$ 24,611,533	\$ 25,629,938	\$ 27,096,595	\$ 29,485,640	
-	-	-	-	-	8,663,697	
16,680,942	14,201,619	15,101,212	21,967,151	29,306,780	31,139,975	
268,555	254,416	265,336	158,502	113,977	128,026	
4,362,415	6,354,859	3,829,880	3,715,880	4,487,728	4,897,135	
1,680,156	1,805,506	1,311,694	755,673	1,182,346	992,804	
<u>\$ 43,928,621</u>	<u>\$ 45,569,143</u>	<u>\$ 45,119,655</u>	<u>\$ 52,227,142</u>	<u>\$ 62,187,426</u>	<u>\$ 75,307,277</u>	
\$ 5,442,844	\$ 5,401,189	\$ 6,000,740	\$ 5,851,200	\$ 6,260,992	\$ 6,683,474	
14,437,318	14,142,215	13,401,260	14,078,210	14,990,010	15,864,877	
10,348,744	12,521,918	15,230,557	12,109,820	17,648,410	17,227,269	
9,437,985	10,214,941	10,084,922	10,197,939	10,926,268	11,665,664	
621,408	684,903	695,203	763,724	804,794	800,049	
1,585,220	1,647,007	1,750,958	1,932,610	15,712,346	8,060,946	
3,257,748	1,736,980	1,175,973	354,473	2,455,931	11,842,310	
252,830	169,393	188,932	203,668	208,610	873,769	
61,233	62,503	71,603	62,495	147,067	345,908	
<u>\$ 45,445,330</u>	<u>\$ 46,581,049</u>	<u>\$ 48,600,148</u>	<u>\$ 45,554,138</u>	<u>\$ 69,154,427</u>	<u>\$ 73,364,266</u>	
<u>\$ (1,516,709)</u>	<u>\$ (1,011,906)</u>	<u>\$ (3,480,493)</u>	<u>\$ 6,673,003</u>	<u>\$ (6,967,002)</u>	<u>\$ 1,943,011</u>	
\$ -	\$ 359,525	\$ -	\$ -	\$ 8,829,029	\$ -	
-	-	-	-	-	-	
41,382	56,597	196,003	86,391	30,260	94,254	
260,408	746,370	149,550	1,173,261	12,085,485	2,593,818	
(260,408)	(746,370)	(149,550)	(1,173,261)	(12,085,485)	(2,593,818)	
<u>\$ 41,382</u>	<u>\$ 416,121</u>	<u>\$ 196,002</u>	<u>\$ 86,391</u>	<u>\$ 8,859,289</u>	<u>\$ 94,254</u>	
\$ (1,475,327)	\$ (595,785)	\$ (3,284,491)	\$ 6,759,393	\$ 1,892,286	\$ 2,037,265	
1.03%	0.71%	0.72%	0.64%	1.01%	2.09%	

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			
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
2009	5,507,269,150	3,252,963,470	599,811,100	9,360,043,720	446,981,324	61.00
2010	5,729,017,391	3,370,663,490	628,445,100	9,728,125,981	464,365,075	61.00
2011	5,871,885,336	3,516,327,890	677,413,550	10,065,626,776	481,032,464	64.00

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 and veteran's credits as approved by state statute.

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

Name	Fiscal Year 2011		Fiscal Year 2002	
	Taxable Value	Percentage of Total Taxable Value	Taxable Value	Percentage of Total Taxable Value
Inreit Properties LLLP	\$ 5,101,460	1.06%		
Northern States Power Company	4,565,887	0.95%	2,334,895	0.84%
West Acres Development Company	4,192,100	0.87%	4,568,010	1.64%
Burlington Northern	3,145,117	0.65%		
Matrix Properties Corp.	2,482,579	0.52%	1,070,226	0.38%
Wal-Mart Real Estate Business Trust	1,814,115	0.38%		
Blue Cross of North Dakota	1,672,250	0.35%	1,365,060	0.49%
Innovis Health LLC	1,601,990	0.33%		
Meritcare Medical Group	1,229,130	0.26%	2,219,175	0.80%
Case Equipment Corporation	1,087,400	0.23%	902,745	0.32%
Dakota Specialty Institute			2,787,650	1.00%
Medical Properties Inc.			1,156,775	0.41%
Wold Properties Inc.			669,120	0.24%
Dayton-Hudson Corp			665,815	0.24%
Total Attributable to Ten Largest Property Taxpayers	<u>26,892,028</u>	<u>5.59%</u>	<u>17,739,471</u>	<u>6.36%</u>
TOTAL GROSS TAXABLE VALUE	<u>\$ 481,032,464</u>	<u>100.00%</u>	<u>278,991,914</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			
	2002	2003	2004	2005
Direct				
General	29.52	30.00	31.20	32.75
Human Service	19.89	21.00	21.00	21.00
Highway	0.25	1.50	0.25	10.25
Veteran Service Officer	0.53	0.50	0.50	-
Senior Citizens	1.00	1.00	1.00	1.00
10 Mill Matching Federal Aid	10.00	10.00	10.00	-
Job Development Authority	1.00	0.80	0.80	-
Emergency	0.50	0.25	0.25	-
Debt Service Sinking	-	-	-	-
Total Direct	62.69	65.05	65.00	65.00
Overlapping Governments				
Cities				
Fargo	60.13	60.30	60.24	58.73
West Fargo	72.99	80.74	84.53	89.61
Other Cities	15.53-154.02	14.43-163.66	13.59-184.27	12.30-194.24
Park Districts				
Fargo	32.67	32.87	32.73	32.46
West Fargo	27.19	26.76	26.45	32.08
Other Park Districts	3.99-28.32	3.91-27.90	3.65-27.75	3.59-26.60
School Districts				
Fargo	327.88	323.84	320.20	319.55
West Fargo	249.02	254.02	254.02	254.02
Other School Districts	146.98-247.83	140.84-255.88	162.00-265.14	170.09-267.32
Townships	13.63-37.44	12.60-35.50	11.73-36.77	9.70-38.77
Water Resource Districts	5.00	5.00	5.00	5.00
Fire Districts	2.41-10.00	2.29-9.49	2.3-7.79	2.3-9.24

Source: County Auditor's Office

Fiscal Year					
2006	2007	2008	2009	2010	2011
31.25	31.25	32.25	32.25	32.25	32.25
19.00	18.00	17.50	17.50	17.50	17.50
10.75	10.25	10.25	10.25	10.25	10.25
-	-	-	-	-	-
1.00	1.00	1.00	1.00	1.00	1.00
-	-	-	-	-	-
-	-	-	-	-	-
-	0.50	-	-	-	1.00
-	-	-	-	-	2.00
<u>62.00</u>	<u>61.00</u>	<u>61.00</u>	<u>61.00</u>	<u>61.00</u>	<u>64.00</u>
59.25	57.25	58.25	58.25	58.25	58.25
88.76	88.69	88.87	88.47	91.37	91.59
11.44-179.29	10.85-210.21	10.56-207.07	7.76-203.26	10.21-200.42	12.49-206.08
32.58	32.07	31.85	31.56	31.45	31.39
39.66	36.02	38.06	36.42	32.45	32.55
3.35-26.17	3.45-26.03	3.43-24.73	2.8-24.64	3.0-25.58	3.5-25.65
318.62	309.02	299.99	296.77	221.77	221.59
254.02	254.02	248.76	245.64	170.64	170.64
174.62-266.66	175.81-253.91	176.55-233.02	176.72-228.48	100.00-158.57	100.00-191.29
8.56-32.88	12.26-30.75	12.12-29.8	12.11-30.88	12.11-30.88	10.15-36.00
5.00	4.5-5.0	4.6-5.0	4.4-5.0	5.00	6.00
2.12-8.37	1.99-8.06	1.93-6.29	1.88-12.83	1.78-13.00	1.89-13.00

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
2002	16,475,527	44,219	16,519,746
2003	18,253,671	58,219	18,311,890
2004	19,464,083	43,963	19,508,046
2005	20,700,664	108,345	20,809,010
2006	21,664,145	62,709	21,726,855
2007	23,559,443	114,190	23,673,632
2008	25,588,742	(87,524)	25,501,218
2009	26,590,924	3,292	26,594,216
2010	27,662,317	78,756	27,741,073
2011	30,083,068	89,399	30,172,466

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>
15,490,489	94.02%	333,568	15,824,057	95.79%
17,218,095	94.33%	311,914	17,530,009	95.73%
18,290,840	93.97%	376,397	18,667,237	95.69%
19,542,247	94.40%	380,922	19,923,168	95.74%
20,417,670	94.25%	383,266	20,800,936	95.74%
22,321,890	94.75%	344,793	22,666,683	95.75%
24,114,604	94.24%	290,189	24,404,793	95.70%
24,973,314	93.92%	491,118	25,464,432	95.75%
26,097,270	94.34%	330,162	26,427,432	95.26%
28,482,450	94.68%	-	28,482,450	94.40%

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

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Assessed Value of Property	\$ 2,696,238,860	\$ 2,887,745,500	\$ 3,085,511,290	\$ 3,379,847,649
Debt Limit, 5% of Assessed Value	134,811,943	144,387,275	154,275,565	168,992,382
Amount of Debt Applicable to Limit General Obligation Bonds	-	-	-	-
Less: Resources Restricted to Paying Principal	-	-	-	-
Total Net General Obligation Bonds	-	-	-	-
Capital Leases	<u>355,136</u>	<u>231,911</u>	<u>157,706</u>	<u>980,445</u>
Total net debt applicable to limit	355,136	231,911	157,706	980,445
Legal Debt Margin	<u>\$ 134,456,807</u>	<u>\$ 144,155,364</u>	<u>\$ 154,117,859</u>	<u>\$ 168,011,937</u>
Total net debt applicable to the limit as a percentage of debt limit	0.26%	0.16%	0.10%	0.58%

Source: County Auditor's Office

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 3,728,227,790	\$ 4,126,320,425	\$ 4,479,772,085	\$ 4,680,021,860	\$ 4,864,062,990	\$ 5,032,813,388
186,411,390	206,316,021	223,988,604	234,001,093	243,203,149	251,640,669
-	-	-	-	8,900,000	8,225,000
	-	-	-	8,900,000	8,225,000
<u>792,315</u>	<u>692,879</u>	<u>589,178</u>	<u>481,029</u>	<u>368,239</u>	<u>250,611</u>
792,315	692,879	589,178	481,029	9,268,239	8,475,611
<u>\$ 185,619,075</u>	<u>\$ 205,623,142</u>	<u>\$ 223,399,426</u>	<u>\$ 233,520,064</u>	<u>\$ 233,934,910</u>	<u>\$ 243,165,058</u>
0.43%	0.34%	0.26%	0.21%	3.81%	3.37%

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	
2002	-			
2003	-			
2004	-			
2005	-			
2006	-			
2007	-			
2008	-			
2009	-			
2010	8,900,000		8,900,000	1.92%
2011	8,225,000		8,225,000	1.71%

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				
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	0.02%	10.17	
2009	738,115	113,461	481,029	1,332,604	0.02%	9.30	
2010	642,293	112,567	368,239	10,023,099	0.17%	69.93	
2011	561,152	109,033	250,611	9,145,797	0.14%	61.06	

Notes: 2011 percentages calculated using 2010 personal income data, which is the most recent available.

- (1) See Schedule on page 136 for property tax value data
- (2) See Schedule on page 145 for population and personal income data

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

Year	Estimated Population (1)	Personal Income (thousands of dollars) (1)	Per Capita Income (1)	Unemployment Rate (2)
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	5,906,901	42,127	3.1%
2009	143,339	6,033,505	42,093	4.2%
2010	149,778	6,486,798	43,170	3.6%
2011	152,368	*	*	3.4%

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	2011		2002	
	Number of Employees	Percentage of Total County Employment	Number of Employees	Percentage of Total County Employment
Sanford Health	3,691	4.35%		
North Dakota State University	2,401	2.83%	3,839	4.80%
Meritcare Health Systems		-	4,300	5.37%
Dakota Heartland Health System		-	800	1.00%
Noridian/ Blue Cross Blue Shield of ND	1,800	2.12%	1,600	2.00%
Innovis Health	1,285	1.51%		
Fargo Public School District #1	1,638	1.93%	1,485	1.85%
Microsoft Business Solutions	948	1.12%		
U.S. Bank Service Center	952	1.12%	1,200	7.22%
Case Corporation			850	1.06%
City of Fargo	731	0.86%	750	4.51%
West Fargo Public Schools	786	0.93%	696	4.19%
Fargo VA Medical Center	830	0.98%		
Microsoft Great Plains			1,100	1.37%
	<u>15,062</u>	<u>18.15%</u>	<u>16,620</u>	<u>22.03%</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>
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
2009	36	166	34	138	10	384
2010	36	170	34	141	10	391
2011	37	173	34	145	10	399

(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			
	2002	2003	2004	2005
General Government				
Deeds Filed	5,543	6,213	6,260	6,123
Tax Statements Issued	50,776	50,117	52,208	53,772
Statements Collected				
within First Year	49,309	48,691	50,701	51,971
Percent Collected in First Year	97.11%	97.15%	97.11%	96.65%
Marriage License Issued	943	1,037	1,031	1,081
Death Certificates Issued ***	2,778	1,428	1,321	1,348
Public Safety				
Total Inmates	6,843	7,290	7,807	7,720
Inmates Processed **	-	-	-	-
Inmates Housed **	-	-	-	-
Average Daily Population	175	203	198	223
Warrants Served	4,336	4,152	4,672	4,368
Civil Process Served	8,804	9,234	10,400	10,223
Citations Issued	5,783	6,164	6,102	4,628
Highways & Streets				
Miles of paved roads overlaid with asphalt	10.00	31.40	15.80	11.70
Miles of paved roads reconstructed with asphalt	-	-	-	-
Miles of paved roads reconstructed with concrete	-	-	-	-
Miles of gravel roads paved with asphalt	-	-	-	-
Total Miles Surfaced	10.00	31.40	15.80	11.70
Miles of asphalt roads chip sealed	22.90	18.50	25.00	26.00
Relief & Charities				
Child Abuse/Neglect Avg New Cases	152	149	160	156
HCBS (1) Average Caseload Per Year	564	559	540	561

(1) HCBS - Home and Community Based Services

** - Due to a new system the inmates are tracked differently than in prior years.

Source: Various County Departments

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

Fiscal Year					
2006	2007	2008	2009	2010	2011
5,633	5,469	4,994	4,931	4,875	4,892
55,014	56,747	57,415	58,282	58,625	59,099
53,197	55,209	55,581	55,932	56,957	57,376
96.70%	97.29%	96.81%	95.97%	97.15%	97.08%
1,011	1,050	1,063	1,033	1,083	1,118
1,377	1,426	75	-	-	-
7,858	7,555	7,627	7,339	7,522	-
-	-	-	-	-	12,389
-	-	-	-	-	6,508
230	210	204	171	188	182
4,828	4,639	4,330	3,469	3,137	3,071
10,434	11,234	11,507	10,658	10,636	9,257
6,095	3,274	3,352	3,986	3,537	4,358
6.30	18.30	13.00	10.00	20.81	11.00
-	-	0.50	0.50	-	-
-	2.00	0.50	-	-	-
4.00	-	-	-	1.24	-
10.30	20.30	14.00	10.50	22.05	11.00
24.30	12.00	0.00	0.00	34.86	34.86
164	164	187	185	180	180
565	576	560	574	597	600

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

<u>Function/Program</u>	Fiscal Year			
	2002	2003	2004	2005
General Government				
Number of Voting Machines	12	34	68	136
Number of E-Poll Books	-	-	-	-
Number of Buildings	4	4	4	4
Public Safety				
Jail Capacity	252	252	252	252
Highways & Streets				
County Road Miles Maintained	650	650	650	650
Number of Bridges	260	260	246	246
Number of Motorgraders	7	7	7	7

Source: Various County Departments

Fiscal Year					
2006	2007	2008	2009	2010	2011
137	137	137	137	137	137
-	-	110	110	110	110
4	4	4	4	4	4
252	348	348	348	348	348
650	652	652	652	652	652
246	246	246	246	246	246
7	7	7	7	7	7