

CASS COUNTY GOVERNMENT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2017
FARGO, NORTH DAKOTA

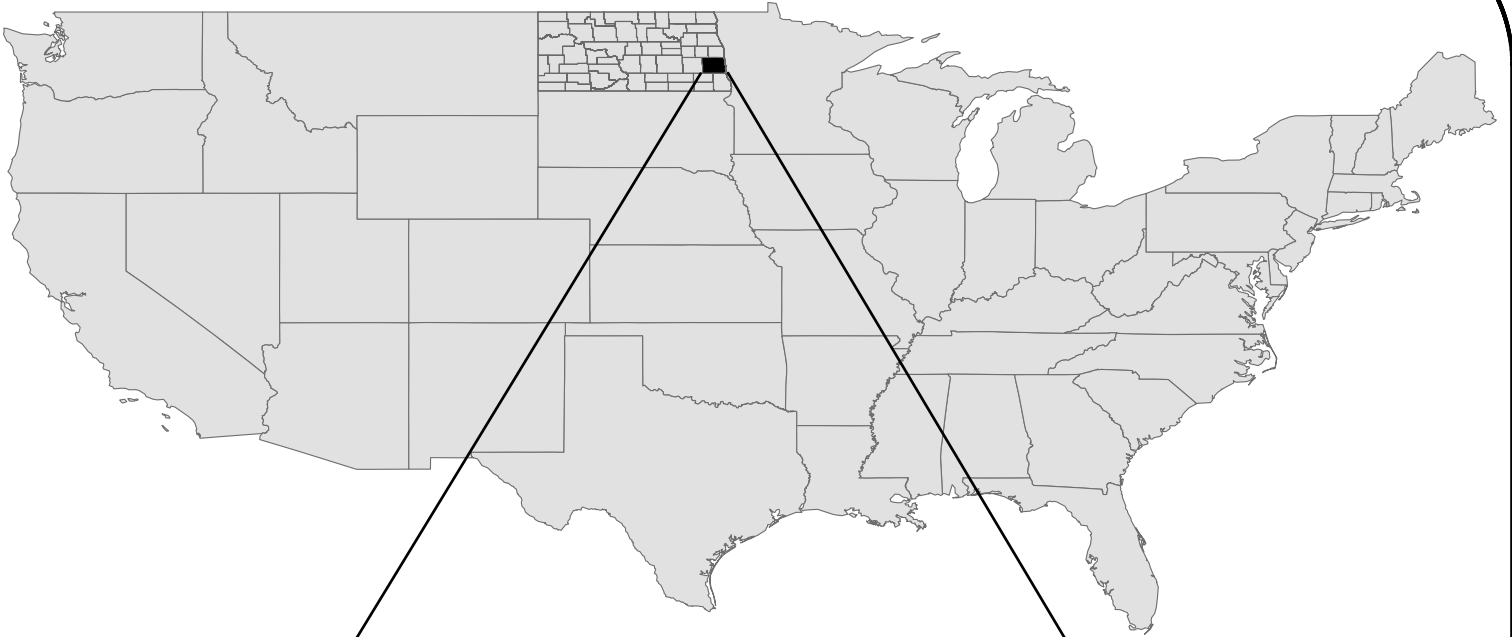
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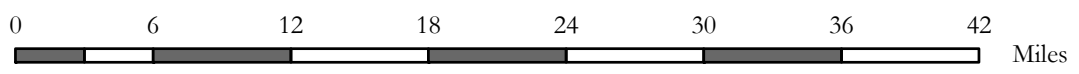
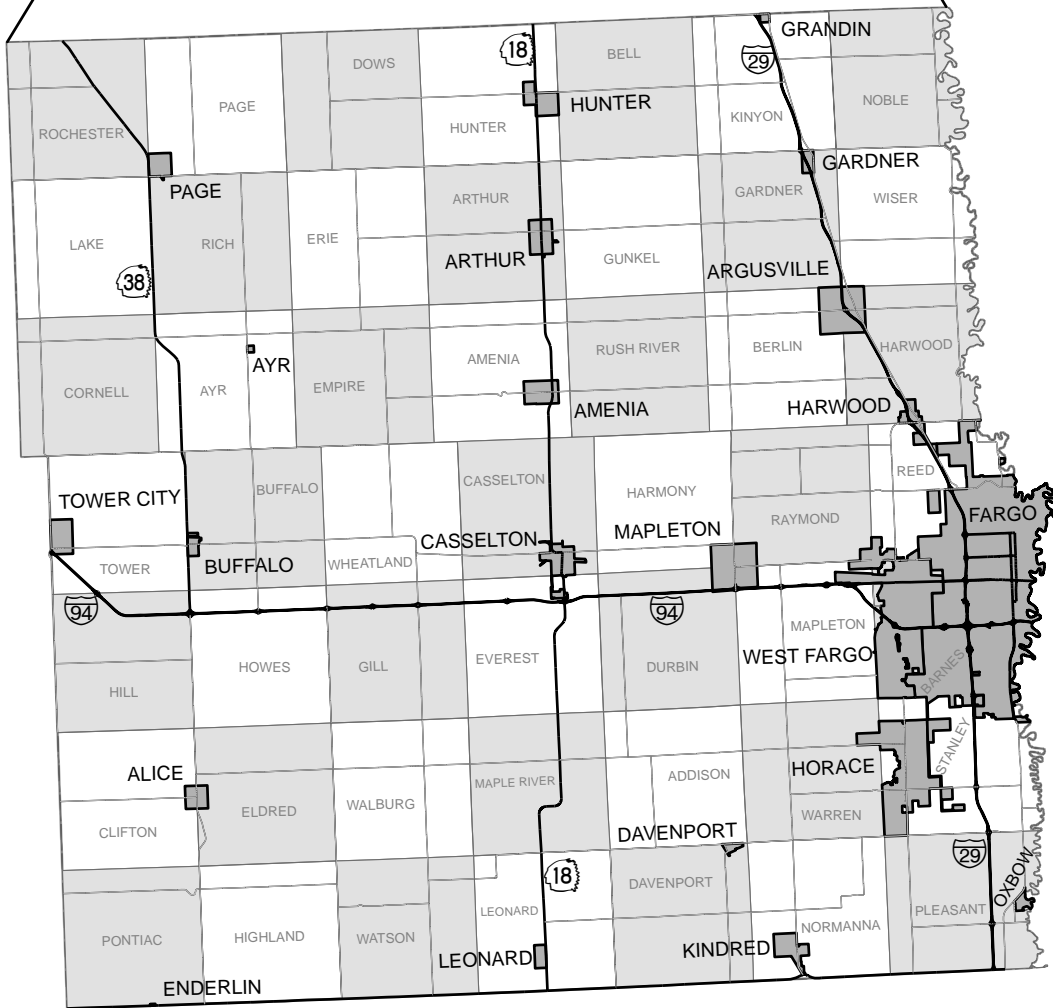
For the Year Ended December 31,
2017

Prepared by the County Auditor's Office

North Dakota



Cass County



**CASS COUNTY GOVERNMENT
Comprehensive Annual Financial Report
For the Year Ended December 31, 2017**

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INTRODUCTORY SECTION



June 26, 2018

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

Auditor

Michael Montplaisir, CPA
701-241-5601

Treasurer

Charlotte Sandvik
701-241-5611

The Comprehensive Annual Financial Report of Cass County is hereby submitted for the fiscal year ended December 31, 2017.

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, 2017, 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. 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, 2017 are incorporated in a separate report.

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Fargo, North Dakota 58103

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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.

The State of North Dakota's economy has seen a slight improvement with taxable sales and purchases increasing state wide by 2%. However the taxable sales and purchases for Cass County decreased by 4.3%. Cass County is a regional trade center that draws from eastern North Dakota, western Minnesota, and central Canada. The unemployment rate for Cass County continues to be low at 2.1% for 2017.

Long-Term Financial Planning

Over the past ten years, the taxable valuation of the County has been growing at an average rate of over 6.0 percent, and the population, as noted earlier, 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

Fargo Moorhead Diversion Channel Project

The Army Corps of Engineers (USACE) has been studying various alternative flood protection projects for the Fargo-Moorhead area for several years. USACE has recommended a large flood diversion channel (to the west of the cities of Fargo and West Fargo) combined with a southern embankment, temporary water storage area and water control structures to limit the flow of water through Fargo Moorhead that will redirect and lower record river flood levels significantly. The estimated current project cost is anticipated to exceed \$2.4 billion. These costs will be funded by a combination of various Federal, State and local stakeholders.

In October of 2012 a record of decision was approved by the Chief of the Army Corps of Engineers. This critical step recognized the feasibility, final review, and concurrence to include this project on the Federal Government's approved projects listing.

This project was included in the 2013 Water Resources Development Act Bill and has been approved by the U.S. Senate and the House of Representatives. The construction project will take about eight to ten years to construct subject to funds being appropriated in a timely manner.

Work continued in 2015 on securing Federal and State funding for this project. Local officials and our congressional delegation from North Dakota and Minnesota worked together to help formulate plans for a public private partnership pilot project (PPP) as a way to provide long-term funding of this project. In February of 2015 the Army Corps of Engineers named this project as federal P3 demonstration project.

February, 2016 the Army Corps of Engineers approved this project as a federal "new start" project and provided budgetary resources to begin this project. The Diversion Authority along with the City of Fargo and the City of Moorhead executed a final project participation agreement with the Army Corps of Engineers in July of 2016 that obligates Federal funding.

A request for proposals and related vendor selection one on one meetings will continue into 2018 with a contractor selection planned by early 2019 for construction of the diversion channels and associated infrastructure.

In November, 2016 voters approved a long-term extension of certain sales tax authorizations for City of Fargo as well as Cass County until 2084. These should provide a sustainable long-term revenue stream that will allow us to finance this project.

During the State of North Dakota's Legislative session for the 2017-2019 biennium, \$66.5 million was appropriated for a portion of their \$570 million funding commitment.

USACE construction on the southern embankment began in April 2017, but these construction efforts have been placed on hold due to a federal court's temporary injunction. In the fall of 2017, Federal Judge John Tunheim issued a temporary injunction halting USACE construction efforts citing the need for USACE to obtain a permit from Minnesota DNR in order to complete construction of the southern embankment. Following Judge Tunheim's decision, the Governors of Minnesota and North Dakota personally formed and participated in a task force to recommend changes to the project that would result in a permissible project under Minnesota DNR's rules and regulations. The Governor's task force completed its work in December of 2017 and published its recommendations in January of 2018. The Diversion Authority then made revisions to the project based upon the Governor's task force recommendations and subsequently submitted a new permit application for the Project to Minnesota DNR on March 16, 2018.

The Diversion Authority, USACE and Minnesota DNR are currently working collaboratively to complete the supplemental EIS process and the Minnesota DNR permit process. The issuance of a permit by Minnesota DNR would likely result in the lifting of the temporary injunction and resumption of construction activities by USACE.

Our success on this project is significant and we were fortunate to be selected by the Army Corps of Engineers for this demonstration project that has national significance in its planned delivery method.

Awards

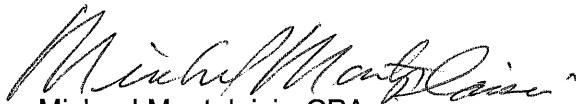
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Cass County for its comprehensive annual financial report for the fiscal year ended December 31, 2016. This was the twentieth consecutive year 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, Alicia Hildebrand and Sarah Heinle, Accountants, and Heather Worden, Administrative Assistant, who assisted in the preparation of this report.

Respectfully submitted,


Michael Montplaisir, CPA
County Auditor



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Cass County Government
North Dakota

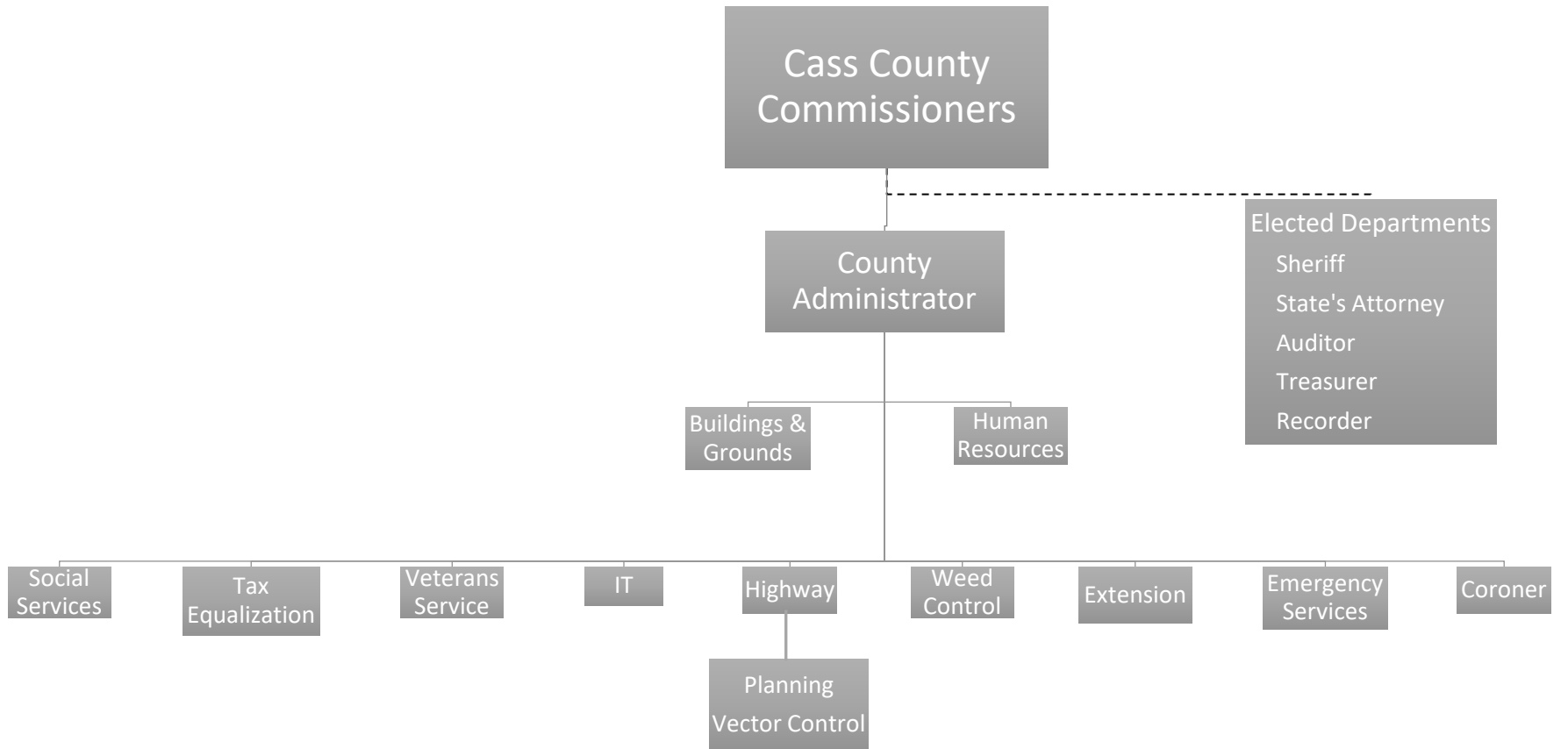
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morrill

Executive Director/CEO

**Cass County Government
Organizational Chart**
Adopted February 21, 2017



**CASS COUNTY GOVERNMENT
COUNTY OFFICIALS**

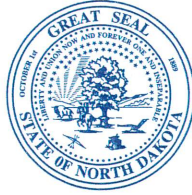
Current Officials

Commissioners:	Rick Steen, Chairman Mary Scherling Arland H. Rasmussen Chad M. Peterson Vern Bennett
Auditor:	Michael Montplaisir
Treasurer:	Charlotte Sandvik
Sheriff:	Paul Laney
Recorder:	Jewel Spies
States Attorney:	Birch Burdick

2017 Officials

Commissioners:	Chad M. Peterson, Chairman Rick Steen Arland H. Rasmussen Mary Scherling Vern Bennett
Auditor:	Michael Montplaisir
Treasurer:	Charlotte Sandvik
Sheriff:	Paul Laney
Recorder:	Jewel Spies
States Attorney:	Birch Burdick

FINANCIAL SECTION



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

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Cass County
Fargo, North Dakota

Report on the Financial Statements

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, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cass County, Fargo, North Dakota, as of December 31, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective statement of revenues, expenditures and changes in fund balance - budget and actual - for the general fund, the human service fund, the county road and bridge fund, and the emergency & flood mitigation fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As discussed in Note 16 to the financial statements, Cass County adopted new accounting guidance, GASB Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefit Plans Other Than Pensions. Our opinion is not modified with respect to this matter

Other Matters

Required Supplementary Information

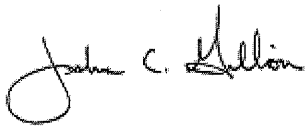
Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis, the schedules of the proportionate share of the net pension & OPEB liability, and schedules of employer pension & OPEB contributions* on pages 11-20 and 95-98 be presented 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cass County's basic financial statements. The *introductory section, combining and individual nonmajor fund financial statements, schedules of revenues, expenditures, and the changes in fund balance – budget and actual – nonmajor funds (special revenue and debt service funds), and statistical section* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The *combining and individual nonmajor fund financial statements, and schedules of revenues, expenditures, and changes in fund balance – budget and actual – nonmajor funds (special revenue and debt service funds)* are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 the schedules of revenues, expenditures, and changes in fund balance – budget and actual – nonmajor funds (special revenue and debt service funds)* are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The *introductory and statistical sections* have 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 them.



Joshua C. Gallion
State Auditor

Fargo, North Dakota
June 26, 2018

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, 2017. 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, 2017, the assets and deferred outflows of Cass County Government exceeded liabilities and deferred inflows by \$36,021,697 (net position). Net investment in capital assets (net of depreciation and related debt) was at \$131,170,862. Unrestricted net position increased by \$5.02 million from the prior year and ended at \$(104.8) million.

- A cumulative effect of change in accounting principal was necessary to properly recognize the provisions of GASB 75. Accordingly, beginning net position was reduced by \$1.7 million for the beginning 2017 net OPEB liability. See Note 16 for more detailed information related to this cumulative effect of change in accounting principal.

- At December 31, 2017, the County's governmental funds reported combined ending fund balances of \$22,353,688, for an increase of \$58,676 over the previous year.

- At December 31, 2017, the unassigned fund balance for the General Fund was \$4,692,103 or 15% 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 Position and the Statement of Activities.

The Statement of Net Position presents information on all the County's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position 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 position changed during fiscal year 2017. All changes in net position 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 2017.

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.

The table below summarizes the major features of the county's financial statements, including portions of the county's activities covered and the types of information they contain. The remainder of this overview section of Management's Discussion and Analysis highlights the structure and contents of each of the statements.

Major Features of the Government-Wide and Fund Financial Statements				
		Fund Financial Statements		
	Government-Wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary	Activities of the Internal Service Funds	Instances in which the county administers resources on behalf of someone else, such as other governments
Required Financial Statements	<ul style="list-style-type: none"> Statement of Net Position Statement of Activities 	<ul style="list-style-type: none"> Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balance 	<ul style="list-style-type: none"> Statement of Net Position Statement of Revenues, Expenses, and Changes in Net Position Statement of Cash Flows 	<ul style="list-style-type: none"> Statement of Fiduciary Assets and Liabilities
Accounting Basis and Measurement Focus	Accrual Accounting and Economic Resource Focus	Modified accrual accounting and current financial resource focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability information	All assets and deferred outflows of resources, and liabilities and deferred inflows of resources, both financial and capital, short-term and long-term	Generally assets expected to be consumed and liabilities paid during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

FUND FINANCIAL STATEMENTS

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains thirty individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance for the General, Human Services, County Road and Bridge, Emergency & Flood Mitigation, Flood Control Loan Fund, and Flood Control Sales Tax Fund which are considered to be major funds. Data from the other twenty-four 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 26-36 of this report. Combining component unit statements can be found on pages 42-45.

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 37-39 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 statement can be found on page 40 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 46-93 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 104-137 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

STATEMENT OF NET POSITION

As noted earlier, net position may serve, over time, as a useful indicator of a government's financial position. At the close of the fiscal year ended December 31, 2017, Cass County's assets and deferred outflows exceeded liabilities and deferred inflows by \$36,021,697.

Statement of Net Position December 31, 2017 and 2016

	Governmental Activities	
	2017	2016
Current and Other Assets	\$ 45,993,464	\$ 40,907,889
Capital Assets	135,150,862	137,908,190
Total Assets	\$ 181,144,326	\$ 178,816,080
 Deferred Outflows of Resources	 \$ 17,266,741	 \$ 7,398,901
Long-Term Liabilities	\$ 135,914,781	\$ 71,650,377
Other Liabilities	9,369,878	56,904,500
Total Liabilities	\$ 145,284,659	\$ 128,554,877
 Deferred Inflows of Resources	 \$ 17,104,711	 \$ 17,059,400
Net Position:		
Net Investment in Capital Assets	\$ 131,170,862	\$ 133,225,720
Restricted	9,671,740	17,217,641
Unrestricted	(104,820,905)	(109,842,657)
Total Net Position	\$ 36,021,697	\$ 40,600,704

The largest portion of the County's net position 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 position represents resources that are subject to external restrictions on how they may be used. Total net position decreased by over \$4.6 million. The main reason for the decrease was the result of OPEB Liability and the continued funding for the FM Diversion Authority.

STATEMENT OF CHANGES IN NET POSITION

Governmental activities decreased the County's net position by \$3,041,586. Key elements in changes in net position are shown in the following table.

	Governmental Activities	
	2017	2016
Revenues:		
Program Revenues:		
Charges for Services	\$ 10,953,560	\$ 9,606,030
Operating Grants and Contributions	15,174,096	17,200,455
Capital Grants and Contributions	190,000	26,585
General Revenues:		
Property Taxes	39,109,785	37,741,395
Sales Tax	15,302,921	16,112,224
State Share Revenues	5,602,372	5,664,187
Other	1,467,609	837,375
Total Revenues	\$ 87,800,343	\$ 87,188,251
Expenses:		
General Government	\$ 9,583,401	\$ 10,427,951
Public Safety	26,746,728	23,670,341
Highways and Streets	21,574,723	21,563,531
Relief and Charities	13,272,509	12,003,373
Conservation & Economic Development	16,894,004	94,618,770
Culture and Recreation	1,292,132	1,143,624
Interest on Long-Term Debt	1,478,432	812,755
Total Expenses	\$ 90,841,929	\$ 164,240,346
Special Item – Loss on Donated Assets	\$ -	\$ (6,346,790)
(Decrease)/Increase in Net Position	\$ (3,041,586)	\$ (83,398,886)
Net Position – January 1, as previously stated	40,600,704	123,999,587
Cumulative Effect of Change in Accounting Principal	(1,537,420)	-
Net Position – January 1, as restated	\$ 39,063,284	\$ 123,999,587
Net Position – December 31	\$ 36,021,697	\$ 40,600,704

Total revenues for 2017 were \$87,800,343 which is an increase of \$612,092 over 2016. Property tax revenue accounted for 45% of total revenues; the increase over 2016 was \$1.36 million as a result of increased property valuations. Sales tax accounted for 17%, a decrease of \$809,303 over 2016. Operating grants accounted for 17%, a decrease of \$2 million over 2016 as a result of decreased state and federal reimbursements for road projects. Capital grants accounted for less than 1%. The remaining 21% came from charges for services, state shared revenues and interest income. Total expense decreased by over \$73.4 million over 2016. The decrease was the result of decreased funding related to the county share of the diversion project.

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 2017, the County's governmental funds reported combined ending fund balances of \$22,353,688, an increase of \$58,676 compared with the previous year. The General, Human Services, County Road and Bridge, Emergency & Flood Mitigation, Flood Control Loan Fund, and Flood Control Sales Tax Fund are reported as major funds.

The General Fund is the chief operating fund of the County. At the end of the fiscal year 2017, unassigned fund balance of the General Fund was \$4,692,103, while total fund balance was \$5,002,288. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 15% of total General Fund expenditures.

The County's General Fund balance increased by \$2,058,040 during 2017. Property taxes increased by \$3.6 million as a result of increasing the general fund mill rate by 1.61 mills and increased property valuations. The general state aid funding decreased by \$62 thousand over 2016 as a result of the decrease in oil production in the western part of the state. The County received \$800 thousand from Morton County and the North Dakota Department of Emergency Services for reimbursements of overtime costs incurred in 2016 for the Dakota Access Pipeline Protest in western North Dakota. The County Commission has a policy of maintaining a cash reserve of approximately 10% of budgeted expenditures.

The Human Service Fund balance at December 31, 2017 was \$439,444 for a decrease of \$2 million over December 2016. The decrease was mainly due to reducing the property tax mill rate by 3.66 mills.

The fund balance of the County Road and Bridge Fund at December 31, 2017 was \$2,626,586. This was a decrease of \$1.2 million over 2016 and was the result of a decrease in state funding for road construction projects.

The fund balance of the Emergency & Flood Mitigation Fund at December 31, 2017 was \$4,408,839, an increase of \$250,515. This fund collects property taxes to be reserved for future emergency situations and to provide resources to various flood mitigation projects throughout the county not related to the F/M Diversion project.

The Flood Control Loan Fund was established to account for the Loan Proceeds for the F/M Diversion project. The county obtained a \$100 million loan of which \$100 million was used to repay the prior year loan.

The Flood Control Sales Tax Fund had an ending fund balance of \$5,633,394. This fund is used to account for the one-half cent sales tax approved by the voters of Cass County for flood control projects. The county is using 91% of the sales tax dollars to fund the F/M Diversion project. The remaining is being used on various county projects.

General Fund Budgetary Highlights

Differences between the General Fund’s original budget and the final amended budget were \$417,110 in revenues and \$462,085 in expenditures. The budgeted revenues and expenditures increased as a result state grants.

The General Fund’s actual revenue was \$325,380 over the final budget. The actual expenditures were \$1,420,528 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, 2017, the County’s investment in capital assets for its governmental activities, net of accumulated depreciation, amounts to \$135,150,862. This investment in capital assets includes, land, buildings, improvements other than buildings, machinery and equipment, and infrastructure. The total decrease in the County’s investment in capital assets for the current fiscal year was \$2,757,329.

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

- Replacement of sheriff vehicles and heavy equipment for the Road Department
- Remodeling of the State’s Attorney Office

The following is a schedule of capital assets net of accumulated depreciation as of December 31, 2017 and 2016:

	Governmental Activities	
	2017	2016
Land	\$ 38,413,261	\$ 38,324,994
Buildings	36,437,451	37,457,379
Improvements Other than Buildings	2,164,649	2,246,034
Machinery and Equipment	3,619,290	3,287,273
Infrastructure	54,516,211	56,592,510
Total	\$ 135,150,862	\$ 137,908,190

Additional information on the County's capital assets can be found in Note 7 on page 61-62 of this report.

LONG-TERM LIABILITIES

At the end of fiscal year 2017, the County had total long-term liabilities outstanding of \$138,584,590. Of this amount, \$385,486 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 with a remaining balance of \$3.98 million. The county took out a \$100 million loan for funding the costs of the F/M Diversion project. The remainder of the County's long-term liabilities consists of net pension liability and compensated absences.

The following is a schedule of the outstanding long-term debt as of December 31, 2017 and 2016:

	Governmental Activities	
	2017	2016
Special Assessment Bonds	\$ 385,486	\$ 246,588
General Obligation Bonds	3,953,386	4,682,472
Loans Payable	100,000,000	100,000,000
Net Pension Liability	30,682,614	17,499,659
Net OPEB Liability	1,696,531	1,704,432
Compensated Absences	1,866,572	1,848,975
Total	<u>\$ 138,584,590</u>	<u>\$ 125,982,126</u>

Additional information on the County's long-term liabilities can be found in Note 8 on pages 64-72 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- The unemployment rate for the County at December 31, 2017 was 2.1%.
- The taxable value of all property located in the County has increased by over 4.8% in each year for the last five years.
- The taxable sales in the County decreased by 4.26% from the prior fiscal year.

REQUESTS FOR INFORMATION

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

**BASIC FINANCIAL
STATEMENTS**

CASS COUNTY GOVERNMENT
Statement of Net Position
December 31, 2017

	Primary Governmental Activities	Component Units
ASSETS		
Cash and cash equivalents	\$ 37,592,923	\$ 21,776,888
Receivables (net of allowance for uncollectibles):		
Accounts	519,411	490,181
Due From Primary Government	-	18,242
Delinquent Tax	340,836	89,054
Due From Other Governments	6,400,178	3,943,301
Special Assessments	-	4,727
Loans	141,630	-
Inventories	257,249	55,246
Prepaid Items	380,850	7,689
Uncertified Special Assessments Receivable	360,386	6,133,380
Capital Assets Not Being Depreciated:		
Land	38,413,261	147,873,278
Construction in progress	-	16,005,575
Capital assets (net of accumulated depreciation):		
Buildings	36,437,451	15,601
Improvements other than buildings	2,164,649	-
Machinery and equipment	3,619,290	473,990
Infrastructure	54,516,211	106,822,979
Total assets	\$ 181,144,326	\$ 303,710,128
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows of Resources Related to Pensions & OPEB	\$ 16,017,664	\$ 354,739
Pension & OPEB Contributions Made Subsequent to Measurement Date	1,249,077	10,380
Total Deferred Outflows of Resources	\$ 17,266,741	\$ 365,119
LIABILITIES		
Accounts Payable	\$ 5,710,259	\$ 883,991
Benefits Payable	-	17,961
Retainages Payable	34,950	81,492
Interest Payable	30,724	49,710
Premium Deposits	461,858	-
IBNR Claims	325,755	-
Due to Inmates/Permits/Drug Cases	136,524	-
Noncurrent liabilities:		
Due within one year	2,669,807	2,642,263
Due in more than one year	103,535,636	11,261,817
Net OPEB Liability	1,696,531	40,161
Net Pension Liability	30,682,614	714,699
Total liabilities	\$ 145,284,659	\$ 15,692,094
DEFERRED INFLOWS OF RESOURCES		
Property Taxes Levied for Subsequent Year- Property Taxes	\$ 11,829,672	\$ 395,966
Property Taxes Levied for Subsequent Year - Special Assessments	32,776	-
Deferred Inflows of Resources Related to Pensions & OPEB	5,242,263	90,951
Total Deferred Inflows of Resources	\$ 17,104,711	\$ 486,917
NET POSITION		
Net Investment in capital assets	\$ 131,170,862	\$ 257,339,758
Restricted for:		
General Government	6,630,006	-
Highway and Streets	2,284,945	-
Culture and Recreation	416,130	-
Conservation of Natural Resources	-	13,361,651
Debt Service	340,659	7,450,140
Capital Projects	-	1,280,951
Unrestricted	(104,820,905)	8,463,740
Total Net Position	\$ 36,021,697	\$ 287,896,239

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, 2017

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/Programs				
Primary Government:				
Governmental activities:				
General government	\$ 9,583,401	\$ 2,862,248	\$ 76,438	\$ 190,000
Public safety	26,746,728	7,074,473	1,537,143	-
Highways and streets	21,574,723	726,983	9,812,133	-
Relief and charities	13,272,509	256,650	3,066,627	-
Conservation & economic development	16,894,004	10,315	76,875	-
Culture and recreation	1,292,132	22,890	604,880	-
Interest on long-term debt	1,478,432	-	-	-
Total primary government	<u>\$ 90,841,929</u>	<u>\$ 10,953,560</u>	<u>\$ 15,174,096</u>	<u>\$ 190,000</u>
Component units:				
Southeast Cass Water Resource District	\$ 10,092,778	\$ -	\$ 677,312	\$ 35,729,633
North Cass Water Resource District	351,482	-	57,178	1,748
Maple River Water Resource District	1,799,004	-	1,084,209	134,206
Rush River Water Resource District	592,770	-	11,323	100,264
Noxious weed	473,611	8,562	50,000	-
Vector control	1,153,555	409,990	-	-
Total component units	<u>\$ 14,463,200</u>	<u>\$ 418,552</u>	<u>\$ 1,880,022</u>	<u>\$ 35,965,851</u>

General revenues:
Property taxes
Sales taxes
Unrestricted State Shared Revenues
Unrestricted investment earnings
Miscellaneous Revenue

Total general revenues

Changes in net position

Net position - January 1 as previously stated

Prior Period Adjustment

Net Position - January 1

Net position - December 31

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

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities		Component Units
\$	(6,454,715)	\$ -
	(18,135,111)	-
	(11,035,607)	-
	(9,949,232)	-
	(16,806,814)	-
	(664,362)	-
	(1,478,432)	-
<u>\$</u>	<u>(64,524,273)</u>	<u>\$ -</u>
\$	-	\$ 26,314,167
	-	(292,556)
	-	(580,590)
	-	(481,183)
	-	(415,049)
	-	(743,565)
<u>\$</u>	<u>-</u>	<u>\$ 23,801,224</u>
\$	39,109,785	\$ 9,365,690
	15,302,921	-
	5,602,372	213,165
	120,658	54,744
	1,346,951	994,327
<u>\$</u>	<u>61,482,687</u>	<u>\$ 10,627,928</u>
\$	(3,041,586)	\$ 34,429,151
\$	40,600,704	\$ 253,505,926
	(1,537,420)	(38,834)
<u>\$</u>	<u>39,063,284</u>	<u>\$ 253,467,087</u>
<u>\$</u>	<u>36,021,697</u>	<u>\$ 287,896,239</u>

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**FUND FINANCIAL
STATEMENTS**

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CASS COUNTY GOVERNMENT
Balance Sheet
Governmental Funds
December 31, 2017

	General	Human Services	County Road and Bridge
Assets:			
Cash and Cash Equivalents	\$ 12,006,486	\$ 102,904	\$ 3,975,504
Receivables:			
Taxes	190,079	68,400	63,003
Accounts	21,343	12,949	71,502
Loans	141,630	-	-
Due From Other Governments	1,941,472	349,523	1,153,453
Due From Other Funds	200,615	-	-
Inventory	-	-	240,947
Inventory of supplies, at cost	16,302	-	-
Prepaid Items	278,968	28,095	29,539
Total Assets	14,796,896	561,872	5,533,947
Liabilities:			
Accounts Payable	998,622	54,027	177,855
Retainages Payable	21,314	-	13,637
Unearned Revenues	141,630	-	-
Due to Inmates/Permits	-	-	7,000
Due to Other Funds	-	-	-
Total Liabilities	1,161,566	54,027	198,492
Deferred Inflows of Resources			
Taxes Receivable	190,079	68,400	63,003
Special Assessment Receivable	-	-	-
Property Taxes Levied for Subsequent Year	8,442,962	-	2,645,867
Special Assessments Levied for Subsequent Year	-	-	-
Total Deferred Inflows of Resources	8,633,041	68,400	2,708,870
Fund Balances (Deficits):			
Nonspendable:			
Inventory	16,302	-	240,947
Prepaid Items	278,968	28,095	29,539
Restricted:			
Sheriff Asset Forfeiture	-	-	-
JAIBG Funds			
Hazardous Planning			
State's Attorney Asset Forfeiture			
24/7 Sobriety			
Relief and Charities	-	411,349	-
Highways and Streets	-	-	2,356,100
Senior Citizens	-	-	-
Flood Control Projects	-	-	-
Document Preservation	-	-	-
County Park	-	-	-
Special Assessment Debt	-	-	-
General Obligation Debt	-	-	-
Committed:			
Jail Commissary	-	-	-
Valley Water Rescue			
Parenting Workshop	-	-	-
Flood Control Projects	-	-	-
Special Assessment Projects	-	-	-
Assigned:			
SWAT Vehicle Replacement	14,915	-	-
Unassigned	4,692,103	-	-
Total Fund Balances (Deficits)	5,002,288	439,444	2,626,586
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	\$ 14,796,896	\$ 561,872	\$ 5,533,947

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

Emergency & Flood Mitigation	Flood Control Loan Fund	Flood Control Sales Tax	Other Governmental Funds	Total Governmental Funds
\$ 4,474,986	\$ -	\$ 6,870,958	\$ 5,057,528	\$ 32,488,364
5,261	-	-	14,093	340,836
-	-	-	410,501	516,295
-	-	-	-	141,630
-	120,770	2,796,025	38,935	6,400,178
-	-	-	-	200,615
-	-	-	-	240,947
-	-	-	-	16,302
-	-	-	44,248	380,850
<u>4,480,247</u>	<u>120,770</u>	<u>9,666,982</u>	<u>5,565,305</u>	<u>40,726,020</u>
-	120,770	4,033,588	270,466	5,655,329
-	-	-	-	34,950
-	-	-	-	141,630
-	-	-	129,524	136,524
-	-	-	200,615	200,615
-	<u>120,770</u>	<u>4,033,588</u>	<u>600,605</u>	<u>6,169,048</u>
5,261	-	-	13,494	340,237
-	-	-	599	599
66,147	-	-	674,696	11,829,673
-	-	-	32,776	32,776
<u>71,408</u>	<u>-</u>	<u>-</u>	<u>721,565</u>	<u>12,203,285</u>
-	-	-	-	257,249
-	-	-	41,748	378,350
-	-	-	89,061	89,061
-	-	-	66,618	66,618
-	-	-	30,094	30,094
-	-	-	196,733	196,733
-	-	-	107,269	107,269
-	-	-	-	411,349
-	-	-	-	2,356,100
-	-	-	319,620	319,620
4,408,839	-	-	-	4,408,839
-	-	-	2,389,305	2,389,305
-	-	-	100,246	100,246
-	-	-	51,203	51,203
-	-	-	60,336	60,336
-	-	-	600,149	600,149
-	-	-	25,242	25,242
-	-	-	38,617	38,617
-	-	5,633,394	-	5,633,394
-	-	-	126,893	126,893
-	-	-	-	14,915
-	-	-	-	4,692,103
<u>4,408,839</u>	<u>-</u>	<u>5,633,394</u>	<u>4,243,135</u>	<u>22,353,688</u>
\$ 4,480,247	\$ 120,770	\$ 9,666,982	\$ 5,565,305	\$ 40,726,020

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CASS COUNTY GOVERNMENT
Reconciliation of the Balance Sheet
of Governmental Funds
To the Statement of Net Position
December 31, 2017

Amounts reported for governmental activities in the statement of net position (Page 21) are different because:

Total fund balances - governmental funds (page 27)		\$ 22,353,688
Add - Capital Assets	\$ 231,658,976	
Deduct - accumulated depreciation	<u>(96,644,320)</u>	
Net Capital Assets		135,014,656
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 unearned revenues in the funds.		340,837
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 unearned revenues in the funds.		141,630
Long-term uncertified special assessments receivable are not reported in the funds because they are unavailable to pay the current period's expenditures.		360,386
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 position.		
Add - net position of governmental activities accounted for in the internal service funds		4,401,337
Net pension and OPEB obligations are not due and payable in the current period, and therefore are not reported in the governmental funds.		(32,379,145)
Deferred outflows and inflows of resources related to pensions and OPEB are not due and payable in the current period and, therefore, are not reported in the funds.		
Deferred Outflows of Resources Related to Pensions and OPEB	16,017,664	
Pension and OPEB Contributions made subsequent to the measurement date	1,249,077	
Deferred Inflows of Resources Related to Pensions and OPEB	<u>(5,242,263)</u>	
		12,024,478
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	(1,866,572)	
Special assessments bonds payable	(390,000)	
GO Bonds Payable	(3,980,000)	
Loan Payable	(100,000,000)	
Unamortized Bond Discount	31,129	
Interest Payable	<u>(30,724)</u>	
Total long term liabilities		<u>(106,236,167)</u>
Net position of governmental activities		<u>\$ 36,021,697</u>

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

CASS COUNTY GOVERNMENT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended December 31, 2017

	General Fund	Human Services	County Road and Bridge	Emergency & Flood Mitigation
<u>REVENUES</u>				
Taxes:				
Property	\$ 22,499,785	\$ 7,412,950	\$ 7,388,236	\$ 196,004
Sales	-	-	-	-
Licenses, permits and fees	75,650	13,195	87,620	-
Intergovernmental revenues	7,020,751	3,066,627	9,812,133	41,120
Charges for services	4,005,278	243,445	639,363	-
Miscellaneous revenues	72,343	12,005	60,572	13,391
Total Revenues	33,673,806	10,748,222	17,987,924	250,515
<u>EXPENDITURES</u>				
Current:				
General government	7,809,632	-	-	-
Public Safety	21,308,504	-	-	-
Highways and streets	-	-	19,298,125	-
Relief and charities	-	12,834,366	-	-
Culture and recreation	-	-	-	-
Conservation & economic development	2,148,886	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest	-	-	-	-
Fiscal charges	-	-	-	-
Total Expenditures	31,267,023	12,834,366	19,298,125	-
Excess (deficiency) of revenues over (under) expenditures	2,406,783	(2,086,144)	(1,310,201)	250,515
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	-	-	-
Transfers out	(378,662)	-	-	-
Issuance of Debt	-	-	-	-
Sale of capital assets	29,918	-	57,608	-
Bond Discount	-	-	-	-
Total of other financing sources and uses	(348,743)	-	57,608	-
Net change in fund balances	2,058,040	(2,086,144)	(1,252,593)	250,515
Fund balances (deficit) - beginning	2,944,248	2,525,588	3,879,179	4,158,324
Prior Period Adjustment	-	-	-	-
Adjusted Fund balances - beginning	2,944,248	2,525,588	3,879,179	4,158,324
Fund balances (deficit) - ending	\$ 5,002,288	\$ 439,444	\$ 2,626,586	\$ 4,408,839

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

Flood Control Loan Fund	Flood Control Sales Tax	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 1,600,023	\$ 39,096,997
-	15,302,921	-	15,302,921
-	-	-	176,465
-	-	805,256	20,745,886
-	-	5,689,119	10,577,206
1,301,946	19,687	139,920	1,619,865
<u>1,301,946</u>	<u>15,322,608</u>	<u>8,234,318</u>	<u>87,519,340</u>
-	-	1,483,256	9,292,888
-	-	4,573,258	25,881,762
-	-	-	19,298,125
-	-	-	12,834,366
-	-	1,268,313	1,268,313
-	-	2,711	2,151,597
25,000	14,711,256	12,506	14,748,762
100,000,000	-	785,000	100,785,000
1,276,946	-	195,211	1,472,157
-	-	3,321	3,321
<u>101,301,946</u>	<u>14,711,256</u>	<u>8,323,576</u>	<u>187,736,291</u>
(100,000,000)	611,352	(89,258)	(100,216,951)
-	-	385,087	385,087
-	-	(6,425)	(385,087)
100,000,000	-	190,000	100,190,000
-	-	-	87,526
-	-	(1,900)	(1,900)
<u>100,000,000</u>	<u>-</u>	<u>566,762</u>	<u>100,275,628</u>
-	611,352	477,504	58,676
-	4,855,030	3,765,632	22,128,001
-	167,012	-	167,012
-	5,022,042	3,765,632	22,295,013
<u>\$ -</u>	<u>\$ 5,633,394</u>	<u>\$ 4,243,135</u>	<u>\$ 22,353,688</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, 2017

Amounts reported for governmental activities in the statement of activities (page 22-23) are different because:

Net change in fund balances - total governmental funds (page 30-31) \$ 58,676

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 depreciation exceeded capital outlays in the current period.

Capital asset additions	\$ 1,270,007	
Current year depreciation expense	<u>(4,050,774)</u>	(2,780,767)

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 position differs from the change in fund balance by the cost of the capital assets sold or disposed.

Retired assets	(349,105)	
Accumulated depreciation on retired assets	<u>329,231</u>	(19,874)

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

Increase in Taxes Receivable	59,741	
Increase in Uncertified Special Assessments	146,875	
Increase in Loans Receivable	<u>74,274</u>	280,890

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

Issuance of Loan Payable	(100,000,000)	
Bond Discounts	1,900	
Issuance of Special Assessment Bonds	(190,000)	
Repayment of bonds	785,000	
Repayment of loans	<u>100,000,000</u>	596,900

The net pension and OPEB liability, and related deferred outflows and inflows of resources are reported in the government wide statements; however, activity related to these pension and OPEB items do not involve financial resources, and are not reported in the funds.

Increase in Net Pension and OPEB Liability	(13,175,054)	
Increase in Deferred Outflows of Resources	9,867,841	
Decrease in Deferred Inflows of Resources	<u>1,105,532</u>	(2,201,681)

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	3,758	
Amortization of Bond Issuance Costs	(6,712)	
Net increase in compensated absences	<u>(17,597)</u>	(20,551)

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 position.

1,044,824

Change in net position of governmental activities \$ (3,041,586)

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, 2017

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 22,674,053	\$ 22,674,053	\$ 22,499,785	\$ (174,268)
Licenses, Permits and Fees	57,500	57,500	75,650	18,150
Intergovernmental Revenues	6,404,659	6,802,035	7,020,751	218,716
Charges for Services	3,748,724	3,748,724	4,005,278	256,554
Miscellaneous Revenues	46,381	66,115	72,343	6,228
Total Revenues	32,931,317	33,348,427	33,673,806	325,380
<u>Expenditures:</u>				
<u>Current:</u>				
<u>General Government:</u>				
County Commission	982,420	982,420	835,030	147,390
County Administrator	3,056,307	3,056,307	2,766,833	289,474
Information Technology	1,436,407	1,436,407	1,367,822	68,585
Auditor	931,664	931,664	906,872	24,792
Treasurer	396,042	418,311	394,568	23,743
County Recorder	634,123	634,123	608,616	25,507
Director of Tax Equalization	538,448	538,448	538,352	96
Veterans Service	295,398	295,398	273,008	22,390
County Planning	108,799	121,239	118,533	2,706
Total General Government	8,379,608	8,414,317	7,809,632	604,683
<u>Public Safety:</u>				
Emergency Management	225,165	225,165	220,308	4,857
County Sheriff	17,770,175	17,800,175	17,283,636	516,539
States Attorney	3,313,856	3,711,232	3,532,705	178,527
County Coroner	272,338	272,338	261,074	11,264
Cemetery	13,460	13,460	10,781	2,679
Total Public Safety	21,594,994	22,022,370	21,308,504	713,866
<u>Conservation & Econ. Development:</u>				
County Extension Agent	517,043	517,043	469,629	47,414
Public Service Agencies	1,733,822	1,733,822	1,679,257	54,565
Total Conservation & Econ Dev	2,250,865	2,250,865	2,148,886	101,979
Total Expenditures	32,225,467	32,687,552	31,267,023	1,420,528
Excess (deficiency) of revenues over (under) expenditures	705,850	660,875	2,406,783	1,745,908
<u>Other Financing Sources (Uses):</u>				
Sale of Property	24,000	24,000	29,918	5,918
Transfers Out	(566,728)	(566,728)	(378,662)	188,066
Total Other Financing Sources and (Uses)	(542,728)	(542,728)	(348,743)	193,984
Net change in fund balances	163,122	118,147	2,058,040	1,939,894
Fund Balance - Beginning	2,944,248	2,944,248	2,944,248	-
Fund Balance - Ending	\$ 3,107,370	\$ 3,062,395	\$ 5,002,288	\$ 1,939,894

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, 2017

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 7,460,879	\$ 7,460,879	\$ 7,412,950	\$ (47,929)
Licenses, Permits and Fees	13,000	13,000	13,195	195
Intergovernmental Revenues	3,062,612	3,062,612	3,066,627	4,015
Charges for Services	101,458	101,458	243,445	141,987
Miscellaneous Revenues	8,027	8,027	12,005	3,978
Total Revenues	10,645,976	10,645,976	10,748,222	102,246
<u>Expenditures:</u>				
Current:				
Relief and Charities	12,561,442	12,813,559	12,834,366	(20,807)
Total Expenditures	12,561,442	12,813,559	12,834,366	(20,807)
Excess (deficiency) of revenues over (under) expenditures	(1,915,466)	(2,167,583)	(2,086,144)	81,440
Fund Balance - Beginning	2,525,588	2,525,588	2,525,588	-
Fund Balance - Ending	<u>\$ 610,122</u>	<u>\$ 358,005</u>	<u>\$ 439,444</u>	<u>\$ 81,440</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, 2017

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 7,454,625	\$ 7,454,625	\$ 7,388,236	\$ (66,389)
Licenses, Permits and Fees	59,500	59,500	87,620	28,120
Intergovernmental Revenues	9,346,448	9,346,448	9,812,133	465,685
Charges for Services	-	-	639,363	639,363
Miscellaneous Revenues	16,767	16,767	60,572	43,805
Total Revenues	<u>16,877,340</u>	<u>16,877,340</u>	<u>17,987,924</u>	<u>1,110,584</u>
<u>Expenditures:</u>				
Current:				
Highways and Streets	17,977,104	19,840,760	19,298,125	542,635
Total Expenditures	<u>17,977,104</u>	<u>19,840,760</u>	<u>19,298,125</u>	<u>542,635</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,099,764)</u>	<u>(2,963,420)</u>	<u>(1,310,201)</u>	<u>1,653,220</u>
<u>Other Financing Sources (Uses):</u>				
Sale of Property	10,000	10,000	57,608	47,608
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	<u>10,000</u>	<u>10,000</u>	<u>57,608</u>	<u>47,608</u>
Net change in fund balances	<u>(1,089,764)</u>	<u>(2,953,420)</u>	<u>(1,252,594)</u>	<u>1,700,827</u>
Fund Balance - Beginning	<u>3,879,179</u>	<u>3,879,179</u>	<u>3,879,179</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 2,789,415</u>	<u>\$ 925,759</u>	<u>\$ 2,626,586</u>	<u>\$ 1,700,827</u>

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

CASS COUNTY GOVERNMENT
Emergency & Flood Mitigation Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Fiscal Year Ended December 31, 2017

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ 186,438	\$ 186,438	\$ 196,004	\$ 9,566
Intergovernmental Revenues	-	-	41,120	41,120
Charges for Services	-	-	-	-
Miscellaneous Revenues	1,273	1,273	13,391	12,118
Total Revenues	<u>187,711</u>	<u>187,711</u>	<u>250,515</u>	<u>62,804</u>
<u>Expenditures:</u>				
Current:				
Highways and Streets	<u>2,000,000</u>	<u>2,000,000</u>	-	<u>2,000,000</u>
Total Expenditures	<u>2,000,000</u>	<u>2,000,000</u>	-	<u>2,000,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,812,289)</u>	<u>(1,812,289)</u>	<u>250,515</u>	<u>2,062,804</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(1,812,289)</u>	<u>(1,812,289)</u>	<u>250,515</u>	<u>2,062,804</u>
Fund Balance - Beginning	<u>4,158,324</u>	<u>4,158,324</u>	<u>4,158,324</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 2,346,035</u>	<u>\$ 2,346,035</u>	<u>\$ 4,408,839</u>	<u>\$ 2,062,804</u>

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

CASS COUNTY GOVERNMENT
Proprietary Funds
Statement of Net Position
December 31, 2017

	<u>Governmental Activities Internal Service Funds</u>
<u>ASSETS</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 5,104,559
Accounts Receivable	<u>3,116</u>
Total Current Assets	<u>5,107,675</u>
Noncurrent Assets:	
Capital Assets	439,395
Less: Accumulated Depreciation	<u>(303,189)</u>
Total Noncurrent Assets	<u>136,206</u>
Total Assets	<u>\$ 5,243,881</u>
<u>LIABILITIES</u>	
<u>Current Liabilities</u>	
Accounts Payable	\$ 54,930
Premium Deposits	461,858
IBNR Claims	<u>325,755</u>
Total Liabilities	<u>\$ 842,543</u>
<u>Net Position</u>	
Net Investment in Capital Assets	\$ 136,206
Unrestricted	<u>4,265,131</u>
Total Net Position	<u>\$ 4,401,337</u>

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

CASS COUNTY GOVERNMENT
Statement of Revenues, Expenses and
Changes in Net Position
Proprietary Fund Types
For the Year Ended December 31, 2017

	Governmental Activities
	Internal Service Funds
<u>Operating Revenues:</u>	
Premiums	\$ 5,385,071
Charges for Services	306,406
Miscellaneous	99,447
	5,790,924
<u>Operating Expenses:</u>	
Premiums	924,281
Medical Services	27,628
Telephone Service	199,740
Administrative Fees	290,431
Collision Repair/Replacement	29,894
Benefit Payments	2,933,766
IBNR Claims	316,830
Depreciation Expense	45,363
	4,767,933
Total Operating Expenses	4,767,933
Operating Income	1,022,991
<u>Nonoperating Revenues (Expenses):</u>	
Interest Income	13,544
Gain on Disposal of Capital Assets	8,289
	21,833
Total Nonoperating Revenues (Expenses)	21,833
Change in Net Position	1,044,824
Total Net Position Beginning	3,356,514
Total Net Position Ending	\$ 4,401,337

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

CASS COUNTY GOVERNMENT
Statement of Cash Flows
Proprietary Fund Types
For the Year Ended December 31, 2017

	Governmental Activities
	Internal Service Funds
<u>Cash Flows From Operating Activities:</u>	
Receipts from customers	\$ 5,691,428
Payments to suppliers	(1,429,175)
Claims paid	(3,201,198)
Other receipts	96,566
	1,157,621
<u>Cash Flows From Capital and Related Financing Activities:</u>	
Purchase of capital assets	(89,551)
Proceeds on Sale of Capital Assets	9,165
	(80,386)
<u>Cash Flows From Investing Activities:</u>	
Interest income	13,544
	1,090,778
Cash and cash equivalents - beginning of the year	4,013,782
	5,104,559
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>	
Operating income	1,022,991
Adjustments to reconcile operating income to net cash flows from operating activities:	
Depreciation	45,363
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(2,931)
Increase (decrease) in accounts payable	42,799
Increase (decrease) in premium deposit funds	26,511
Increase (decrease) in IBNR claims	22,887
	\$ 1,157,621
 Schedule of non-cash capital and related financing activities:	
Disposal of Capital Assets	\$ (4,915)

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

CASS COUNTY GOVERNMENT
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2017

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash and cash equivalents	<u>\$ 80,593,638</u>
Total Assets	<u><u>\$ 80,593,638</u></u>
<u>LIABILITIES</u>	
Accounts Payable	360,513
Due to Component Units	18,242
Deposits	<u>80,214,883</u>
Total Liabilities	<u><u>\$ 80,593,638</u></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 Position
Component Units
December 31, 2017

	Southeast Cass WRD	North Cass WRD	Maple River WRD	Rush River WRD
Assets:				
Cash and Cash Equivalents	\$ 12,212,690	\$ 1,322,622	\$ 5,605,134	\$ 1,870,562
Receivables:				
Accounts Receivable	476,455	-	-	-
Delinquent Tax	64,488	4,983	8,348	980
Due From Other Governments	3,936,742	1,471	3,659	1,429
Special Assessments	3,534	-	477	716
Due From Primary Government	13,044	328	2,628	2,242
Inventory	-	-	-	-
Prepaid Items	-	-	-	-
Long-Term Receivables:				
Uncertified Special Assessments Receivable	1,335,138	13,656	2,668,475	2,116,111
Capital Assets Not Being Depreciated:				
Land	140,799,534	1,265,494	2,887,233	2,921,017
Construction in Progress	14,687,350	-	1,290,816	27,409
Capital Assets (Net of Accumulated Depreciation)				
Buildings	-	-	-	-
Equipment	180,022	-	-	-
Infrastructure	74,452,246	4,347,901	20,771,227	7,251,605
Total Assets	248,161,242	6,956,454	33,237,996	14,192,071
Deferred Outflows of Resources:				
Deferred Outflows of Resources Related to Pensions & OPEB	122,638	16,352	40,879	24,528
Pension Contributions Made Subsequent to Measurement Date	-	-	-	-
Total Deferred Outflows of Resources	122,638	16,352	40,879	24,528
Liabilities:				
Accounts Payable	513,986	108,813	228,318	30,735
Benefits Payable	11,933	2,059	1,723	2,246
Retainages Payable	54,187	-	27,305	-
Interest Payable	20,195	675	13,286	15,554
Noncurrent Liabilities:				
Due within one year	1,058,449	45,547	1,130,253	388,508
Due in more than one year	3,235,971	145,886	5,246,854	2,633,106
Net OPEB Liability	10,658	1,421	3,553	2,132
Net Pension Liability	229,517	30,602	76,506	45,903
Total Liabilities	5,134,896	335,004	6,727,798	3,118,184
Deferred Inflows of Resources:				
Property Taxes Levied for Subsequent Year	-	-	-	-
Deferred Inflows of Resources Related to Pensions & OPEB	15,143	2,019	5,048	3,029
Total Deferred Inflows of Resources	15,143	2,019	5,048	3,029
Net Position				
Net Investment in Capital Assets	225,844,476	5,424,596	18,578,752	7,182,366
Restricted For:				
Conservation of Natural Resources	7,215,912	1,162,664	4,475,521	507,554
Debt Service	1,435,743	16,002	2,667,922	3,330,473
Capital Projects	1,280,951	-	-	-
Unrestricted	7,356,757	32,523	823,837	74,992
Total Net Position	\$ 243,133,839	\$ 6,635,785	\$ 26,546,032	\$ 11,095,385

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

	Weed Control	Vector Control	Totals
\$	431,180	\$ 334,700	\$ 21,776,888
	2,631	11,096	490,181
	4,070	6,185	89,054
	-	-	3,943,301
	-	-	4,727
	-	-	18,242
	-	55,246	55,246
	1,287	6,402	7,689
	-	-	6,133,380
	-	-	147,873,278
	-	-	16,005,575
	15,601	-	15,601
	12,853	281,114	473,990
	-	-	106,822,979
	<u>467,621</u>	<u>694,744</u>	<u>303,710,128</u>
	50,928	99,415	354,739
	<u>3,506</u>	<u>6,874</u>	<u>10,380</u>
	<u>54,433</u>	<u>106,289</u>	<u>365,119</u>
	389	1,749	883,991
	-	-	17,961
	-	-	81,492
	-	-	49,710
	2,095	17,411	2,642,263
		-	11,261,817
	7,587	14,810	40,161
	<u>112,521</u>	<u>219,650</u>	<u>714,699</u>
	<u>122,592</u>	<u>253,620</u>	<u>15,692,094</u>
	157,838	238,128	395,966
	<u>22,259</u>	<u>43,452</u>	<u>90,951</u>
	<u>180,097</u>	<u>281,580</u>	<u>486,917</u>
	28,454	281,114	257,339,758
	-	-	13,361,651
	-	-	7,450,140
	-	-	1,280,951
	<u>190,912</u>	<u>(15,282)</u>	<u>8,463,740</u>
\$	<u>219,365</u>	<u>\$ 265,833</u>	<u>\$ 287,896,239</u>

CASS COUNTY GOVERNMENT
Statement of Activities
Component Units
For the Year Ended December 31, 2017

<u>Functions/Programs</u>	Program Revenues			Capital Grants and Contributions
	Expenses	Charges for Services	Operating Grants and Contributions	
Component units:				
Southeast Cass Water Resource District	\$ 10,092,778	\$ -	\$ 677,312	\$ 35,729,633
Maple River Water Resource District	1,799,004	-	1,084,209	134,206
North Cass Water Resource District	351,482	-	57,178	1,748
Rush River Water Resource District	592,770	-	11,323	100,264
Noxious weed	473,611	8,562	50,000	-
Vector control	1,153,555	409,990	-	-
Total component units	\$ 14,463,200	\$ 418,552	\$ 1,880,022	\$ 35,965,851

General revenues:
Property taxes
Unrestricted State Shared Revenue
Unrestricted investment earnings
Miscellaneous Revenue
-

Total general revenues

Changes in net position

Net position - January 1 as previously stated

Prior Period Adjustment

Net Position - January 1 as restated

Net position - ending

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

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

Southeast Cass WRD	North Cass WRD	Maple River WRD	Rush River WRD	Weed Control	Vector Control	Total
\$ 26,314,167	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 26,314,167
-	-	(580,590)	-	-	-	(580,590)
-	(292,556)	-	-	-	-	(292,556)
-	-	-	(481,183)	-	-	(481,183)
-	-	-	-	(415,049)	-	(415,049)
-	-	-	-	-	(743,565)	(743,565)
<u>\$ 26,314,167</u>	<u>\$ (292,556)</u>	<u>\$ (580,590)</u>	<u>\$ (481,183)</u>	<u>\$ (415,049)</u>	<u>\$ (743,565)</u>	<u>\$ 23,801,224</u>
\$ 5,861,502	\$ 613,383	\$ 1,434,842	\$ 337,404	\$ 378,013	\$ 740,547	\$ 9,365,690
138,735	4,983	17,885	6,288	12,889	32,385	213,165
28,890	3,211	16,043	4,232	1,521	848	54,744
952,673	-	11,542	-	967	29,146	994,327
<u>\$ 6,981,799</u>	<u>\$ 621,577</u>	<u>\$ 1,480,312</u>	<u>\$ 347,924</u>	<u>\$ 393,390</u>	<u>\$ 802,925</u>	<u>\$ 10,627,928</u>
\$ 33,295,967	\$ 329,021	\$ 899,722	\$ (133,258)	\$ (21,660)	\$ 59,360	\$ 34,429,151
209,848,571	6,308,190	25,649,876	11,230,784	248,145	220,355	253,505,926
(10,699)	(1,426)	(3,566)	(2,140)	(7,120)	(13,883)	(38,834)
\$ 209,837,872	\$ 6,306,764	\$ 25,646,309	\$ 11,228,645	\$ 241,025	\$ 206,472	\$ 253,467,087
<u>\$ 243,133,839</u>	<u>\$ 6,635,785</u>	<u>\$ 26,546,032</u>	<u>\$ 11,095,385</u>	<u>\$ 219,365</u>	<u>\$ 265,833</u>	<u>\$ 287,896,239</u>

**CASS COUNTY GOVERNMENT
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2017**

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 a summary of financial information on the joint venture as of and for the year ended December 31, 2017, which is the most current audited information available:

Total Assets	\$ 10,183,698
Total Liabilities	<u>117,178</u>
Total Net Position	<u>10,066,520</u>
Revenues	3,735,429
Expenses	<u>859,223</u>
Change in Net Position	<u>\$ 2,876,206</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. Joint Powers AgreementsMetro Flood Diversion Authority

In June of 2010, the City of Fargo, ND, City of Moorhead, MN, Clay County of MN, Cass County of ND, the Cass County Joint Water Resource District, and the Buffalo Red River Watershed District entered into a joint powers agreement for the purpose of building and operating a flood diversion channel along the Red River of the North to reduce the flood risk of the stakeholder communities and counties. The Diversion Authority and its members worked with the United States Army Corps of Engineers on the FM Metro Flood Risk Management Feasibility Study to develop the flood diversion channel project plan.

In June of 2016, the joint powers agreement was revised to exclude the Buffalo Red River Watershed District.

The joint powers agreement will continue to be in full force and effect until it is terminated upon unanimous approval of the members to this agreement. Additional information regarding the authority may be obtained by contacting: Flood Diversion Board of Authority, Box 2806, 211 Ninth Street South, Fargo, ND 58108.

E. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position 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.

F. 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.
- **Emergency & Flood Mitigation** – This fund was established to account for the property tax collections which are designated to be reserved for the use in an emergency and/or to be used for various flood control mitigation projects other than the F/M Diversion project.
- **Flood Control Loan Fund** – This fund is used to provide for the construction cost incurred by the Flood Diversion Authority.
- **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 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.

G. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. 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.

H. 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.

I. 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, 2017.

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

J. Inventories

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

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2017, are recorded as prepaid items. Prepaid items are accounted for using the consumption method. Prepaid items are offset within the nonspendable classification of fund balance in the fund financial statements.

L. Uncertified Special Assessments

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

M. Capital Assets

Capital assets including property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activities column in the government-wide financial statements. The capitalization threshold is \$5,000. Assets are valued at cost where

historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their acquisition value as of 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

N. Accounts Payable

Accounts payable are liability accounts reflecting amounts on open accounts owing to private persons or organizations for goods and services received prior to December 31, 2017.

O. Retainages Payable

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

P. Interest Payable

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

Q. Compensated Absences

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

historically, unpaid vacation is utilized within one year either through vacation payouts when employees terminate their service with the County or with the use of annual leave throughout the year.

R. Deferred Outflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenditure) until then. See additional information regarding this item in Note 11 to the financial statements.

S. Deferred Inflows of Resources

The statement of financial position includes a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has multiple items that qualifies for reporting in this category. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also reports deferred inflows of resources related to pensions. See additional information regarding this item in Note 11 to the financial statements.

T. 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	2017	2016
Balance January 1	\$ 286,758	\$ 321,126
Incurred Claims Including IBNR's and Changes in Estimates	2,619,834	2,988,817
Less Claims Payments	2,613,390	3,023,185
Balance December 31	\$ 293,202	\$ 286,758

Employee Dental	2017	2016
Balance January 1	\$ 16,110	\$ 13,962
Incurred Claims Including IBNR's and Changes in Estimates	327,894	325,399
Less Claims Payments	320,376	323,251
Balance December 31	\$ 23,628	\$ 16,110

U. 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 position. Bond premiums and discounts 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 recognize bond premiums and discounts 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.

V. Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the North Dakota Public Employees Retirement System (NDPERS) and additions to/deductions from NDPERS' fiduciary net position have been determined on the same basis as they are reported by NDPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

W. Other Post-Employment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the North Dakota Public Employees Retirement System (NDPERS) and additions to/deductions from NDPERS' fiduciary net position have been determined on the same basis as they are reported by NDPERS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

X. 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 resolutions passed by the board of county commissioners. The county commission is the highest level of decision-making authority for the government. Once approved, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation.
- Assigned – Amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. The county commission may assign fund balance. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment.
- Unassigned – Represents balances that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance.

Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Y. Net Position

Net position represents the difference between assets and liabilities. Net position 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 position is 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 position are available.

Z. 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, 2017, 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 2017 expenditures exceeded appropriations in the following funds:

Special Revenue Funds:

Human Service	\$20,807
Jail Commissary	3,702
24/7 Sobriety Program	30,143

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

NOTE 3: DEPOSITS

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, 2017, the County's carrying amount of deposits was \$113,142,372 and the bank balance was \$113,645,516. Of the bank balances, \$4,411,295 was covered by federal depository insurance. Of the remaining bank balances, \$109,208,513 was collateralized with securities held by the pledging financial institution's agent in the government's name. Additionally, bank balances totaling \$25,709 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, 2017, the County held certificates of deposit in the amount of \$875,000, which are all considered deposits.

Concentration of Credit Risk:

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

Component Units

Deposits: At December 31, 2017, 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 the 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, 2017 is as follows:

Receivable Fund	Payable Fund	Amount
General	Valley Water Rescue	\$ 12,052
General	911 Fund	188,563
Total		\$ 200,615

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, 2017:

Transfers In	Transfers Out	Amount
911 Service	General Fund	358,662
County Park	General Fund	20,000
Wild Rice Estate – Debt Serv.	Wild Rice Estate – Capital Proj.	6,425
Total Transfers		\$ 385,087

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, 2017:

Primary Government Capital Assets

	Balance 1/1/2017	Increases	Decreases	Balance 12/31/2017
Capital Assets, not being depreciated:				
Land	\$ 38,324,994	\$ 88,267	\$ -	\$ 38,413,261
Total Capital Assets not being depreciated	\$ 38,324,994	\$ 88,267	\$ -	\$ 38,413,261
Capital Assets, being depreciated:				
Buildings	\$ 53,090,180	\$ -	\$ -	\$ 53,090,180
Improvements other than buildings	3,464,771	-	-	3,464,771
Machinery and Equipment	10,901,518	1,271,291	387,954	11,784,855
Infrastructure	125,345,303	-	-	125,345,303
Total Capital Assets, being depreciated	\$ 192,801,772	\$ 1,271,291	\$ 387,954	\$ 193,685,109
Less accumulated depreciation for:				
Buildings	\$ 15,632,802	\$ 1,019,928	\$ -	\$ 16,652,730
Improvements other than buildings	1,218,737	81,385	-	1,300,122
Machinery and Equipment	7,614,245	918,524	367,204	8,165,565
Infrastructure	68,752,793	2,076,299	-	70,829,093
Total Accumulated Depreciation	\$ 93,218,576	\$ 4,096,137	\$ 367,204	\$ 96,947,509
Net Capital Assets, being Depreciated	\$ 99,583,196	\$ (2,824,846)	\$ 20,750	\$ 96,737,601
Net Governmental Activities Capital Assets	\$ 137,908,191	\$ (2,736,579)	\$ 20,750	\$ 135,150,862

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

<u>Governmental Activities:</u>	
General Government	\$ 461,291
Public Safety	873,503
Highways and Streets	2,622,505
Relief and Charities	81,027
Culture and Recreation	11,442
Conservation and Econ. Development	1,005
Total Depreciation Expense - Governmental Activities	\$ 4,050,774
Depreciation of Internal Service Funds	45,363
Total Depreciation Expense	\$ 4,096,137

Component Units

During the year ended December 31, 2017, the following changes occurred in the capital assets of:

Southeast Cass Water Resource District				
	Balance			Balance
	1/1/2017	Increases	Transfers	12/31/2017
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 111,590,149	\$ 29,209,385	\$ -	\$ 140,799,534
Construction in Progress	14,853,072	2,776,062	(2,941,784)	14,687,350
Total Capital Assets Not Being Depreciated	\$ 126,443,221	\$ 31,985,447	\$ (2,941,784)	\$ 155,486,884
Facilities	\$ 71,725,211	\$ -	\$ 121,441	\$ 71,846,652
Projects	35,564,085	-	2,820,342	38,384,427
Equipment	241,135	-	-	241,135
Total Capital Assets, Being Depreciated	\$ 107,530,431	\$ -	\$ 2,941,784	\$ 110,472,214
Less Accumulated Depreciation for:				
Facilities	\$ 27,171,436	\$ 1,434,504	\$ -	\$ 28,605,940
Projects	6,461,611	711,282	-	7,172,893
Equipment	42,000	19,113	-	61,113
Total Accumulated Depreciation	\$ 33,675,047	\$ 2,164,899	\$ -	\$ 35,839,947
Total Capital Assets Being Depreciated, Net	\$ 73,855,384	\$ (2,164,899)	\$ 2,941,784	\$ 74,632,268
Governmental Activities Capital Assets, Net	\$ 200,298,605	\$ 29,820,548	\$ -	\$ 230,119,152

Maple River Water Resource District

	Balance 1/1/2017	Increases	Transfers	Balance 12/31/2017
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 2,691,293	\$ 195,940	\$ -	\$ 2,887,233
Construction in Progress	768,815	1,240,730	(718,729)	1,290,815
Total Capital Assets Not Being Depreciated	\$ 3,460,108	\$ 1,436,670	\$ (718,729)	\$ 4,178,048
Capital Assets Being Depreciated:				
Facilities	\$ 21,329,396	\$ 1,971	\$ -	\$ 21,331,367
Projects	8,125,881	-	718,729	8,844,610
Total Capital Assets, Being Depreciated	\$ 29,455,277	\$ 1,971	\$ 718,729	\$ 30,175,977
Less Accumulated Depreciation for:				
Facilities	\$ 7,677,814	\$ 402,667	\$ -	\$ 8,080,480
Projects	1,161,751	162,518	-	1,324,269
Total Accumulated Depreciation	\$ 8,839,565	\$ 565,185	\$ -	\$ 9,404,750
Total Capital Assets Being Depreciated, Net	\$ 20,615,712	\$ (563,214)	\$ 718,729	\$ 20,771,228
Governmental Activities Capital Assets, Net	\$ 24,075,820	\$ 873,456	\$ -	\$ 24,949,277

North Cass Water Resource District

	Balance 1/1/2017	Increases	Transfers	Balance 12/31/2017
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 1,265,494	\$ -	\$ -	\$ 1,265,494
Construction in Progress	179,358	84,459	(263,816)	-
Total Capital Assets Not Being Depreciated	\$ 1,444,852	\$ 84,459	\$ (263,816)	\$ 1,265,494
Capital Assets Being Depreciated:				
Facilities	\$ 3,768,900	\$ -	\$ -	\$ 3,768,900
Projects	4,113,692	-	263,816	4,377,508
Total Capital Assets, Being Depreciated	\$ 7,882,592	\$ -	\$ 263,816	\$ 8,146,408
Less Accumulated Depreciation for:				
Facilities	\$ 2,703,296	\$ 75,378	\$ -	\$ 2,778,674
Projects	937,559	82,274	-	1,019,833
Total Accumulated Depreciation	\$ 3,640,855	\$ 157,652	\$ -	\$ 3,798,507
Total Capital Assets Being Depreciated, Net	\$ 4,241,736	\$ (157,652)	\$ 263,816	\$ 4,347,901
Governmental Activities Capital Assets, Net	\$ 5,686,588	\$ (73,193)	\$ -	\$ 5,613,396

Rush River Water Resource District

	Balance 1/1/2017	Increases	Transfers	Balance 12/31/2017
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 2,921,017	\$ -	\$ -	\$ 2,921,017
Construction in Progress	81,387	58,157	(112,134)	27,410
Total Capital Assets Not Being Depreciated	\$ 3,002,404	\$ 58,157	\$ (112,134)	\$ 2,948,427
Capital Assets Being Depreciated:				
Facilities	\$ 25,577,370	\$ -	\$ -	\$ 25,577,370
Projects	1,186,418	-	112,134	1,298,552
Total Capital Assets, Being Depreciated	\$ 26,763,788	\$ -	\$ 112,134	\$ 26,875,922
Less Accumulated Depreciation for:				
Facilities	\$ 19,120,710	\$ 337,547	\$ -	\$ 19,458,258
Projects	142,331	23,728	-	166,059
Total Accumulated Depreciation	\$ 19,263,041	\$ 361,275	\$ -	\$ 19,624,317
Total Capital Assets Being Depreciated, Net	\$ 7,500,746	\$ (361,275)	\$ 112,134	\$ 7,251,605
Governmental Activities Capital Assets, Net	\$ 10,503,150	\$ (303,119)	\$ -	\$ 10,200,031

Noxious Weed Control				
	Balance 1/1/2017	Increases	Decreases	Balance 12/31/2017
Governmental Activities:				
Capital Assets, Being Depreciated:				
Buildings	\$ 41,054	\$ -	\$ -	\$ 41,054
Machinery & Equipment	80,587	-	-	80,587
Total Capital Assets, Being Depreciated	\$ 121,641	\$ -	\$ -	\$ 121,641
Less Accumulated Depreciation:				
Buildings	\$ 24,632	\$ 821	\$ -	\$ 25,453
Machinery & Equipment	62,768	4,966	-	67,734
Total Accumulated Depreciation	\$ 87,400	\$ 5,787	\$ -	\$ 93,187
Total Capital Assets Net of Depreciation	\$ 34,241	\$ (5,787)	\$ -	\$ 28,454
Vector Control				
	Balance 1/1/2017	Increases	Decreases	Balance 12/31/2017
Governmental Activities:				
Capital Assets, Being Depreciated:				
Machinery & Equipment	\$ 702,165	\$ 125,114	\$ 128,063	\$ 699,216
Less Accumulated Depreciation				
Machinery & Equipment	420,891	89,716	92,506	418,102
Total Capital Assets Net of Depreciation	\$ 281,274	\$ 35,398	\$ 35,557	\$ 281,114

NOTE 8: LONG-TERM LIABILITIESSpecial 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 \$935,000. 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, 2017, the County had funds of \$43,025 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, 2017, are comprised of the following individual issues:

Special Assessment Bonds:

\$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 4.40%.

\$ 75,000

\$190,000 Refunding Improvement Bonds of 2017 for construction in the Wild Rice River Estates Subdivision due in annual installments of \$5,000 to \$15,000 through 2035 with interest at 2.6% to 3.25%.

190,000

\$365,000 Refunding Improvement Bonds of 2007 due in annual installments of \$25,000 through 2022 with interest at 4.20% to 4.45%.

125,000

Total Special Assessment Bonds \$ 390,000

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

Special Assessment Bonds		
Year Ending		
December 31	Principal	Interest
2018	\$ 55,000	\$ 13,153
2019	60,000	10,776
2020	60,000	8,304
2021	35,000	6,381
2022	35,000	5,009
2023-2027	50,000	18,363
2028-2032	50,000	11,343
2033-2035	45,000	2,194
Total	\$ 390,000	\$ 75,521

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, 2017, are comprised of the following individual issues:

\$8,900,000 General Obligation Bonds of 2010 due in annual installments of \$755,000 to \$840,000 through 2022 with interest at 3.70 to 4.7%.

\$3,980,000

General Obligation Bonds		
Year Ending December 31	Principal	Interest
2018	\$ 755,000	\$ 156,083
2019	775,000	126,228
2020	795,000	93,248
2021	815,000	57,818
2022	840,000	19,740
Total	\$ 3,980,000	\$ 453,115

Loan Payable

During the year ended December 31, 2016 the County entered into a loan agreement with Wells Fargo for \$100,000,000. This loan was repaid in August 2017 with the issuance of \$100,000,000 from a Wells Fargo loan agreement. The loan is backed by 91% of the county's sales tax and has a maturity date of July 31, 2019. Interest is payable monthly at the LIBOR rate (a per annum rate of interest equal to .45% per annum plus the product of the LIBOR index multiplied by 70%). The interest rate will be subject to adjustment by a Margin Rate Factor. The Margin Rate Factor means the greater of (i) 1.0, and (ii) the product of (a) one minus the Maximum Federal Corporate Tax Rate multiplied by (b) 1.53846. The effective date of any change in the Margin Rate Factor shall be the effective date of the decrease or increase (as applicable) in the Maximum Federal Corporate Tax Rate resulting in such change. The Maximum Federal Corporate Tax Rate changed on January 1, 2018 from 35% to 21%.

During the year ended December 31, 2017, the following changes occurred in liabilities reported in noncurrent liabilities.

	Balance 1/1/17	Additions	Decrease	Balance 12/31/17	Due Within One Year
Special Assessment Bonds	\$ 250,000	\$ 190,000	\$ 50,000	\$ 390,000	\$ 55,000
Less Deferred:					
Bond Discount	\$ 3,412	\$ 1,900	\$ 798	\$ 4,514	\$ 851
Total Deferred	\$ 3,412	\$ 1,900	\$ 798	\$ 4,514	\$ 851
Total Special Assessment Bonds	\$ 246,588	\$ 188,100	\$ 49,202	\$ 385,486	\$ 54,149
General Obligation Bonds	\$ 4,715,000	\$ -	\$ 735,000	\$ 3,980,000	\$ 755,000
Less Deferred:					
Bond Discount	\$ 32,528	\$ -	\$ 5,914	\$ 26,614	\$ 5,914
Total Deferred	\$ 32,528	\$ -	\$ 5,914	\$ 26,614	\$ 5,914
Total General Obligation Bonds	\$ 4,682,472	\$ -	\$ 729,086	\$ 3,953,386	\$ 749,086
Loan Payable	\$ 100,000,000	\$ 100,000,000	\$ 100,000,000	\$ 100,000,000	
Net Pension Liability	17,499,659	13,182,955		30,682,614	
Net OPEB Liability	1,704,432		7,901	1,696,531	
Compensated Absences	1,848,975	1,876,716	1,859,118	1,866,572	1,866,572
Total	\$ 125,982,126	\$ 115,247,771	\$ 102,645,307	\$ 138,584,590	\$ 2,669,807

The County is subject to a statutory limitation by the State of North Dakota for indebtedness payable principally from property taxes. At December 31, 2017, the statutory limit for the County was \$395,453,623. The County has general

obligation bonds payable and loan payable that are subject to this limitation. The general obligation bonds and loan payable at December 31, 2017 were \$3,953,386 and \$100,000,000, respectively. The legal debt margin at December 31, 2017 is \$291,500,237. The compensated absences and net pension and OPEB liabilities are generally liquidated as follows: 55% from the General Fund, 35% from Human Service Fund, and 10% from County Road and Bridge Fund.

Component Units

During the year ended December 31, 2017, the following changes occurred in the long-term liabilities of the Component Units:

Southeast Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-17	Increases	Decreases	12-31-17	One Year
Bonds Payable	\$ 5,135,000	\$ -	\$ 1,520,000	\$ 3,615,000	\$ 975,000
Less Deferred Amounts:					
Bond Discount	64,485	-	14,105	50,380	11,119
Bond Premium	(36,878)	-	(5,823)	(31,055)	(5,823)
Total Bonds Payable	\$ 5,107,393	\$ -	\$ 1,511,718	\$ 3,595,675	\$ 969,704
Loans Payable	749,000	-	70,000	679,000	69,000
Net Pension Liability	114,601	114,916		229,517	
Net OPEB Liability	10,698		40	10,658	
Compensated Absences	20,641	12,049	12,945	19,745	19,745
TOTAL	\$ 6,002,333	\$ 126,965	\$ 1,594,703	\$ 4,534,595	\$ 1,058,449
Maple River Water Resource District					
	Balance			Balance	Due Within
	1-1-17	Increases	Decreases	12-31-17	One Year
Bonds Payable	\$ 11,353,000	\$ 3,510,000	\$ 8,331,000	\$ 6,532,000	\$ 1,121,000
Less Deferred Amounts:					
Bond Discount	176,558	52,650	17,633	211,575	13,753
Bond Premium		(5,694)	(593)	(5,101)	(1,424)
Total Bonds Payable	\$ 11,176,442	\$ 3,463,044	\$ 8,313,960	\$ 6,325,526	\$ 1,108,671
Loan Payable	60,000	-	15,000	45,000	15,000
Net Pension Liability	38,200	38,305		76,505	
Net OPEB Liability	3,566		13	3,553	
Compensated Absences	6,880	4,017	4,315	6,582	6,582
TOTAL	\$ 11,285,088	\$ 3,505,366	\$ 8,333,288	\$ 6,457,166	\$ 1,130,253
North Cass Water Resource District					
	Balance			Balance	Due Within
	1-1-17	Increases	Decreases	12-31-17	One Year
Bonds Payable	\$ 615,000	\$ -	\$ 420,000	\$ 195,000	\$ 45,000
Less Deferred Amounts:					
Bond Discount	8,286	-	2,086	6,200	2,086
Total Bonds Payable	\$ 606,714	\$ -	\$ 417,914	\$ 188,800	\$ 42,914
Net Pension Liability	\$ 15,280	\$ 15,322		\$ 30,602	
Net OPEB Liability	\$ 1,426		\$ 5	\$ 1,421	
Compensated Absences	2,752	1,607	1,726	2,633	2,633
TOTAL	\$ 626,172	\$ 16,929	\$ 419,645	\$ 223,456	\$ 45,547

Rush River Water Resource District					
	Balance			Balance	Due Within
	1-1-17	Increases	Decreases	12-31-17	One Year
Bonds Payable	\$ 3,350,000	\$ -	\$ 335,000	\$ 3,015,000	\$ 340,000
Less Deferred Amounts:					
Bond Discount	52,775	-	5,441	47,334	5,441
Total Bonds Payable	\$ 3,297,225	\$ -	\$ 329,559	\$ 2,967,666	\$ 334,559
Loans Payable	100,000	-	50,000	50,000	50,000
Net Pension Liability	22,920	22,983		45,903	
Net OPEB Liability	2,140		8	2,132	
Compensated Absences	4,128	2,410	2,589	3,949	3,949
TOTAL	\$ 3,426,413	\$ 25,393	\$ 382,156	\$ 3,069,650	\$ 388,508
Noxious Weed Control District					
	Balance			Balance	Due Within
	1-1-17	Increases	Decreases	12-31-17	One Year
Net Pension Liability	61,006	51,514		112,521	
Net OPEB Liability	7,120	467		7,587	
Compensated Absences	2,053	5,465	5,422	2,095	2,095
TOTAL	\$ 70,179	\$ 57,446	\$ 5,422	\$ 122,203	\$ 2,095
Vector Control District					
	Balance			Balance	Due Within
	1-1-17	Increases	Decreases	12-31-17	One Year
Net Pension Liability	118,948	100,702		219,650	
Net OPEB Liability	13,883	928		14,810	
Compensated Absences	23,154	14,354	20,097	17,411	17,411
TOTAL	\$ 155,985	\$ 115,984	\$ 20,097	\$ 251,871	\$ 17,411

Long-term liabilities of the Water Resource Districts at December 31, 2017, is comprised of the following special assessment bonds:

Southeast Cass Water Resource District:

\$910,000 2013 Refunding Improvement Bonds, due in annual installments of \$60,000 to \$250,000 through 2018; with interest at .65% to .85%. \$ 60,000

\$3,995,000 2015 Improvement Bonds, due in annual installments of \$430,000 to \$740,000 through 2021; interest at .50% to 2.00%. 2,870,000

\$1,880,000 2011 Improvement Bonds due in annual installments of \$210,000 to \$235,000 through 2020; interest at 2.7%. 685,000

Total Southeast Cass Special Assessment Bonds Payable \$ 3,615,000

Loans Payable:

\$408,755 State Revolving Loan Fund loan drawdown. Due in annual installments of \$15,000 to \$25,000 through 2031; interest at 2.5%. \$ 320,000

Cass County GovernmentNotes to Financial Statements

\$214,000 1998 State Revolving Loan Fund Municipal Bond Bank, due in annual installments of \$14,000 to \$15,000 through 2018; interest at 2.5%.	\$ 14,000
\$443,299 State Revolving Loan Fund drawdown. Due in annual installments of \$30,000 to \$45,000 through 2026; with interest at 2.5%.	<u>345,000</u>
Total Loans Payable	<u>\$ 679,000</u>
Total Southeast Cass Long-term Liabilities (excluding Compensated Absences and Net Pension Liability)	<u>\$4,294,000</u>
<u>Maple River Water Resource District:</u>	
\$3,330,000 Improvement Bonds of 2013, due in annual installments of \$145,000 to \$245,000 through 2033; interest at .85% to 4.5%.	\$1,285,000
\$2,110,000 Improvement Bonds of 2017, due in annual installments of \$520,000 to \$540,000 through 2021; interest at 1.15% to 2.00%.	2,110,000
\$1,400,000 Improvement Bonds of 2017, Series B, due in annual installments of \$225,000 to \$240,000; interest at 1.3% to 2.4%.	1,400,000
\$995,000 Improvement Bonds of 2015, Series A, due in annual installments of \$60,000 to \$85,000 through 2030; interest at 1.50% to 3.50%.	935,000
\$920,000 Improvement Bonds of 2016, due in annual installments of \$145,000 to \$160,000 through 2022; interest at .90% to 1.45%.	770,000
\$228,000 Improvement Bonds of 2005, due in annual installments of \$16,000 through 2019; interest at 4.9%.	<u>32,000</u>
Total Maple River Special Assessment Bonds Payable	<u>\$6,532,000</u>

Loans Payable:

\$225,000 2005 State Bank & Trust Loan, due in annual installments of \$15,000 through 2020; interest at 5.25%. \$ 45,000

Total Maple River Long-Term Liabilities (excluding Compensated Absences and Net Pension Liability) \$ 6,577,000

Rush River Water Resource District:

\$800,000 2005 Improvement Bonds, due in annual installments of \$10,000 to \$70,000 through 2019; with interest at 4.1% to 4.35%. \$ 80,000

\$1,825,000 2012 Improvement Bonds, due in annual installments of \$80,000 to \$115,000 through 2032; interest at 1.25% to 3.10%. 1,430,000

\$1,620,000 2013 Improvement Bonds, due in annual installments of \$50,000 to \$75,000 through 2033; interest at .900% to 4.25%. 950,000

\$590,000 2014 Improvement Bonds, due in annual installments of \$95,000 to \$100,000 through 2020; interest at .75% to 1.55%. 300,000

\$560,000 2008 Improvement Bonds, due in annual installments of \$40,000 to \$45,000 through 2023; with interest at 4.00% to 4.65%. 255,000

Total Rush River Special Assessment Bonds Payable \$3,015,000

Loans Payable:

\$150,000 2015 Loan Payable, due in annual installments of \$48,117 to \$53,041 through 2018; interest at 2.26%. \$50,000

Total Rush River Long-Term Liabilities (excluding Compensated Absences and Net Pension Liability) \$ 3,065,000

North Cass Water Resource District:

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

\$240,000 2015 Improvement Bonds, due in annual installments of \$30,000 to \$85,000 through 2021; interest at 1.50% to 2.00%. 180,000

Total North Cass Special Assessment Bonds Payable \$ 195,000

Water Resource District's long-term debt service requirements to maturity are as follows:

Southeast Cass Water Resource District Bonds Payable:

GOVERNMENTAL ACTIVITIES				
Year Ending December 31	SA Bonds Payable		Loan Payable	
	Principal	Interest	Principal	Interest
2018	\$ 975,000	\$ 62,755	\$ 69,000	\$ 16,975
2019	940,000	45,850	55,000	15,250
2020	960,000	25,223	55,000	13,875
2021	740,000	7,400	55,000	12,500
2022	-	-	60,000	11,125
2023 - 2027	-	-	285,000	32,250
2028 - 2032	-	-	100,000	6,250
Total	\$ 3,615,000	\$ 141,228	\$ 679,000	\$ 108,225

Maple River Water Resource District Bonds Payable:

GOVERNMENTAL ACTIVITIES				
Year Ending December 31	SA Bonds Payable		Loan Payable	
	Principal	Interest	Principal	Interest
2018	\$ 1,121,000	\$ 136,906	\$ 15,000	\$ 1,965
2019	1,116,000	111,870	15,000	1,178
2020	1,125,000	92,510	15,000	392
2021	1,155,000	72,208	-	-
2022	615,000	53,538	-	-
2023 - 2027	1,150,000	112,101	-	-
2028 - 2032	250,000	13,300	-	-
Total	\$ 6,532,000	\$ 592,433	\$ 45,000	\$ 3,535

North Cass Water Resource District Bonds Payable:

GOVERNMENTAL ACTIVITIES		
Year Ending December 31	Spec. Assess. Bonds Payable	
	Principal	Interest
2018	\$ 45,000	\$ 3,450
2019	30,000	2,625
2020	35,000	2,050
2021	85,000	850
Total	\$ 195,000	\$ 8,975

Rush River Water Resource District Bonds Payable:

Year Ending December 31	GOVERNMENTAL ACTIVITIES				
	Spec. Assess. Bonds Payable		Loans Payable		
	Principal	Interest	Principal	Interest	
2018	\$ 340,000	\$ 88,075	\$ 50,000	\$ 600	
2019	280,000	80,855	-	-	
2020	275,000	74,377	-	-	
2021	180,000	68,426	-	-	
2022	185,000	62,889	-	-	
2023 - 2027	800,000	235,661	-	-	
2028 - 2032	880,000	96,031	-	-	
2033 - 2037	75,000	1,594	-	-	
Total	\$ 3,015,000	\$ 707,908	\$ 50,000	\$ 600	

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 9: 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, 2017, there were 38 series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$244,569,107.

NOTE 10: PENSION PLANS

General Information about the NDPERS Pension Plan (Main and Law Enforcement Systems).

North Dakota Public Employees Retirement System (Main & Law Enforcement Systems)

The following brief description of NDPERS is provided for general information purposes only. Participants should refer to NDCC Chapter 54-52 for more complete information.

NDPERS is a cost-sharing multiple-employer defined benefit pension plan that covers substantially all employees of the State of North Dakota, its agencies and various participating political subdivisions. NDPERS provides for pension, death and disability benefits. The cost to administer the plan is financed through the contributions and investment earnings of the plan.

Responsibility for administration of the NDPERS defined benefit pension plan is assigned to a Board comprised of seven members. The Board consists of a Chairman, who is appointed by the Governor; one member appointed by the Attorney General; one member appointed by the State Health Officer; three members elected by the active membership of the NDPERS system; and one member elected by the retired public employees. Effective July 1, 2015, the board was expanded to include two members of the legislative assembly appointed by the chairman of the legislative management.

Pension Benefits

Main System

Benefits are set by statute. NDPERS has no provision or policies with respect to automatic and ad hoc post-retirement benefit increases. Members of the Main System are entitled to unreduced monthly pension benefits beginning when the sum of age and years of credited service equal or exceed 85 (Rule of 85), or at normal retirement age (65). For members hired on or after January 1, 2016 the Rule of 85 will be replaced with the Rule of 90 with a minimum age of 60. The monthly pension benefit is equal to 2.00% of their average monthly salary, using the highest 36 months out of the last 180 months of service, for each year of service. The plan permits early retirement at ages 55-64 with three or more years of service.

Law Enforcement System

Benefits are set by statute. NDPERS has no provision or policies with respect to automatic and ad hoc post-retirement benefit increases. Members of the Law Enforcement System are entitled to unreduced monthly pension benefits beginning when the sum of age and years of credited service equal or exceed 85 (Rule of 85), or at normal retirement age (55) with three or more years of service. The monthly pension benefit is equal to 2.00% of their average monthly salary, using the highest 36 months out of the last 180 months of service, for each year of service. The plan permits early retirement at ages 50-55 with three or more years of service.

Members may elect to receive the pension benefits in the form of a single life, joint and survivor, term-certain annuity, or partial lump sum with ongoing annuity. Members may elect to receive the value of their accumulated contributions, plus interest, as a lump sum distribution upon retirement or termination, or they may elect to receive their benefits in the form of an annuity. For each member electing an annuity, total payment will not be less than the members' accumulated contributions plus interest.

Death and Disability Benefits

Death and disability benefits are set by statute. If an active member dies with less than three years of service for the Main and Law Enforcement System, a death benefit equal to the value of the member's accumulated contributions, plus interest, is paid to the member's beneficiary. If the member has earned more than three years of credited service for the Main and Law Enforcement System, the surviving spouse will be entitled to a single payment refund, life-time monthly payments in an amount equal to 50% of the member's accrued normal retirement benefit, or monthly payments in an amount equal to the member's accrued 100% Joint and Survivor retirement benefit if the member had reached normal retirement age prior to date of death. If the surviving spouse dies before the member's accumulated pension benefits are paid, the balance will be payable to the surviving spouse's designated beneficiary.

Eligible members who become totally disabled after a minimum of 180 days of service, receive monthly disability equal to 25% of their final average salary with a minimum benefit of \$100. To qualify under this section, the member has to become disabled during the period of eligible employment and apply for benefits within one year of termination. The definition of disabled is set by the NDPERS in the North Dakota Administrative Code.

Refunds of Member Account Balance

Upon termination, if a member is not vested (is not 65 for the Main System and is not 55 for the Law Enforcement System or does not have three years of service), they will receive the accumulated member contributions and vested employer contributions, plus interest, or may elect to receive this amount at a later date. If the member has vested, they have the option of applying for a refund or can remain as a terminated vested participant. If a member terminated and withdrew their accumulated member contribution and is subsequently re-employed, they have the option of repurchasing their previous service.

Member and Employer Contributions

Main System

Member and employer contributions paid to NDPERS are set by statute and are established as a percent of salaries and wages. Member contribution rates are 7% and employer contributions rates are 7.12% of covered compensation.

Law Enforcement System

Member and employer contributions paid to NDPERS are established as a percent of covered compensation. Member contribution rates are set by statute and employer contribution rates are set by the Board. Member contribution rates are 5.5% and employer contribution rates are 9.81% of covered compensation.

The member's account balance includes the vested employer contributions equal to the member's contributions to an eligible deferred compensation plan. The minimum member contribution is \$25 and the maximum may not exceed the following:

1 to 12 months of service	Greater of one percent of monthly salary or \$25
13 to 25 months of service	Greater of two percent of monthly salary or \$25
26 to 36 months of service	Greater of three percent of monthly salary or \$25
Longer than 36 months of service	Greater of four percent of monthly salary or \$25

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2017, the County and its component units reported a liability for its proportionate share of net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The proportion of the net pension liability was based on the share of covered payroll in the Main System and the Law Enforcement System pension plan relative to the covered payroll of all participating employers.

The table shows the primary government and the component units Net Pension Liability and the proportion share.

Main System

	Net Pension Liability	Proportion Share	Change in Proportion Share
Primary Government:			
County	\$25,161,404	1.56541%	.06786%
Component Units:			
Southeast Cass WRD	229,517	.014279%	.002521%
Maple River WRD	76,506	.00476%	.00084%
North Cass WRD	30,602	.001904%	.000336%
Rush River WRD	45,903	.002856%	.000504%
Noxious Weed Control	112,521	.007%	.00074%
Vector Control	219,650	.01367%	.00147%

Law Enforcement System

	Net Pension Liability	Proportion Share	Change in Proportion Share
Primary Government:			
County	\$5,521,210	25.08%	(.192)%

For the year ended December 31, 2017, the county and its component units recognized pension expense as follows:

Main System

	Pension Expense
Primary Government:	
County	\$2,795,163
Component Units:	
Southeast Cass WRD	36,482
Maple River WRD	12,161
North Cass WRD	4,864
Rush River WRD	7,296
Noxious Weed Control	12,500
Vector Control	24,401

Law Enforcement System

	Pension Expense
Primary Government:	
County	\$1,534,766

At December 31, 2017, the county and its component units reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

Main System

Primary Government:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 149,558	\$ 122,592
Change of Assumptions	10,317,874	567,505
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	338,401	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	418,053	4,176,969
Contributions Subsequent to the Measurement Date	677,993	-
Total	\$ 11,901,879	\$ 4,867,066

Component Units:

Southeast Cass Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,364	\$ 1,118
Change of Assumptions	94,117	5,177
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	3,087	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	17,100	8,185
Contributions Subsequent to the Measurement Date	5,050	-
Total	\$ 120,718	\$ 14,480

Maple River Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 455	\$ 373
Change of Assumptions	31,372	1,726
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	1,029	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	5,700	2,728
Contributions Subsequent to the Measurement Date	1,683	-
Total	\$ 40,240	\$ 4,827

North Cass Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 182	\$ 149
Change of Assumptions	12,549	690
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	412	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	2,280	1,091
Contributions Subsequent to the Measurement Date	673	-
Total	\$ 16,096	\$ 1,931

Rush River Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 273	\$ 224
Change of Assumptions	18,823	1,035
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	617	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	3,420	1,637
Contributions Subsequent to the Measurement Date	1,010	-
Total	\$ 24,144	\$ 2,896

Noxious Weed Control District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 669	\$ 548
Change of Assumptions	46,141	2,538
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	1,513	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	-	18,679
Contributions Subsequent to the Measurement Date	1,870	-
Total	\$ 53,215	\$ 21,765

Vector Control District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,306	\$ 1,070
Change of Assumptions	90,071	4,954
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2,954	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	3,649	36,463
Contributions Subsequent to the Measurement Date	5,925	-
Total	\$ 103,905	\$ 42,488

Law Enforcement System**Primary Government:**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 808,469	\$ 74,069
Change of Assumptions	2,952,274	143,644
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	-	14,324
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	868,717	32,665
Contributions Subsequent to the Measurement Date	414,376	-
Total	\$ 5,043,836	\$ 264,702

The contributions subsequent to the measurement date for the primary government and its component units will be recognized as a reduction of the net pension liability in the year ended December 31, 2018.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expenses as follows.

Main System**Primary Government:**

2018	\$ 1,180,028
2019	1,644,354
2020	1,294,880
2021	1,149,105
2022	1,088,453
Total	\$ 6,356,819

Component Units:**Southeast Cass Water Resource District**

2018	\$ 21,749
2019	25,985
2020	22,774
2021	19,281
2022	11,399
Total	\$ 101,188

Maple River Water Resource District

2018	\$ 7,250
2019	8,662
2020	7,591
2021	6,427
2022	3,800
Total	\$ 33,730

North Cass Water Resource District

2018	\$ 2,900
2019	3,465
2020	3,037
2021	2,571
2022	1,520
Total	\$ 13,493

Rush River Water Resource District

2018	\$ 4,350
2019	5,197
2020	4,555
2021	3,856
2022	2,280
Total	\$ 20,238

Noxious Weed Control District

2018	\$ 5,277
2019	7,353
2020	5,791
2021	5,139
2022	4,868
Total	\$ 28,428

Vector Control District

2018	\$ 10,301
2019	14,355
2020	11,304
2021	10,031
2022	9,502
Total	\$ 55,492

Law Enforcement System**Primary Government:**

2018	\$ 977,126
2019	1,073,770
2020	1,018,010
2021	843,668
2022	452,184
Total	\$ 4,364,758

Actuarial Assumptions

The total pension liability in the July 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

Inflation	3.50% per annum	
Salary Increases	Service at Beginning of Year	Increase Rate
	0	15.00%
	1	10.00%
	2	8.00%
	Age*	
	Under 36	8.00%
	36-40	7.50%
	41-49	6.00%
	50+	5.00%

*Age-based salary increase rates apply for employees with three or more years of service

Investment Rate of Return	7.75%, net of investment expenses
Cost-of-Living Adjustments	None

For active members, inactive members and healthy retirees, mortality rates were based on the RP-2000 Combined Healthy Mortality Table set back 2 years for males and 3 years for females, projected generationally using the SSA 2014 Intermediate Cost Scale from 2014. For disabled retirees, mortality rates are based on the RP-2000 Disabled Mortality Table set back one year for males (no setback for females) multiplied by 125%.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Fund's target asset allocation are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	31%	6.05%
International Equity	21%	6.70%
Private Equity	5%	10.20%
Domestic Fixed Income	17%	1.43%
International Fixed Income	5%	-0.45%
Global Real Assets	20%	5.16%
Cash Equivalents	1%	0.00%

Discount Rate

For PERS, GASB Statement No. 67 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the Total Pension Liability. This rate considers the ability of the System to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The current employer and employee fixed rate contributions are assumed to be made in each future year. The Plan Net Position (assets) in future years can then be determined and compared to its obligation to make benefit payments

in those years. In years where assets are not projected to be sufficient to meet benefit payments, which is the case for the PERS plan, the use of a municipal bond rate is required.

The Single Discount Rate (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) a tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

The pension plan's fiduciary net position was projected to be sufficient to make all projected future benefit payments through the year of 2061. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through the year 2061, and the municipal bond rate was applied to all benefit payments after that date. For the purpose of this valuation, the expected rate of return on pension plan investments is 7.75%; the municipal bond rate is 3.56%; and the resulting Single Discount Rate is 6.44%.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the district's proportionate share of the net pension liability calculated using the discount rate of 6.44 percent, as well as what the district's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.44 percent) or 1-percentage-point higher (7.44 percent) than the current rate.

Main System

District's Proportionate Share of the Net	1%	Current	1%
Pension Liability	Decrease (5.44%)	Discount Rate (6.44%)	Increase (7.44%)
Primary Government	\$ 34,157,376	\$ 25,161,404	\$ 17,677,131
Component Units:			
Southeast Cass Water Resource District	311,576	229,517	161,247
Maple River Water Resource District	103,859	76,506	53,749
North Cass Water Resource District	41,544	30,602	21,500
Rush River Water Resource District	62,315	45,903	32,249
Noxious Weed Control District	152,750	112,521	79,051
Vector Control District	298,182	219,650	154,315

Law Enforcement System

District's Proportionate Share of the Net	1%	Current	1%
Pension Liability	Decrease (5.44%)	Discount Rate (6.44%)	Increase (7.44%)
Primary Government	\$ 8,308,421	\$ 5,521,210	\$ 3,253,526

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in a separately issued NDPERS financial report. It is located in the North Dakota Public Employees Retirement System Comprehensive Annual Financial report for the fiscal year ended June 30, 2015. The supporting actuarial information is included in the July 1, 2015, GASB Statements No. 67 and 68 Accounting and Financial Reporting for Pensions actuarial valuation for each retirement plan. Additional financial and actuarial information is available on their website, www.nd.gov/ndpers, or may be obtained by contacting the agency at: North Dakota Public Employees Retirement System, 400 E Broadway Ave Suite 505, P.O. Box 1657, Bismarck, ND, 58502-1657 or by calling (701) 328-3900.

NOTE 11: OPEB PLANS**General Information about the OPEB Plan*****North Dakota Public Employees Retirement System***

The following brief description of NDPERS is provided for general information purposes only. Participants should refer to NDAC Chapter 71-06 for more complete information.

NDPERS OPEB plan is a cost-sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits from the PERS, the HPRS, and Judges retired under Chapter 27-17 of the North Dakota Century Code a credit toward their monthly health insurance premium under the state health plan based upon the member's years of credited service. Effective July 1, 2015, the credit is also available to apply towards monthly premiums under the state dental, vision and long-term care plan and any other health insurance plan. The Retiree Health Insurance Credit Fund is advance-funded on an actuarially determined basis.

Responsibility for administration of the NDPERS defined benefit OPEB plan is assigned to a Board comprised of nine members. The Board consists of a Chairman, who is appointed by the Governor; one member appointed by the Attorney General; one member appointed by the State Health Officer; three members elected by the active membership of the NDPERS system, one member elected by the retired public employees and two members of the legislative assembly appointed by the chairman of the legislative management.

OPEB Benefits

The employer contribution for the PERS, the HPRS and the Defined Contribution Plan is set by statute at 1.14% of covered compensation. The employer contribution for employees of the state board of career and technical education is 2.99% of covered compensation for a period of eight years ending October 1, 2015. Employees participating in the retirement plan as part-time/temporary members are required to contribute 1.14% of their covered compensation to the Retiree Health Insurance Credit Fund. Employees purchasing previous service credit are also required to make an employee contribution to the Fund. The benefit amount applied each year is shown as "*prefunded credit applied*" on the Statement of Changes in Plan Net Position for the OPEB trust funds.

Retiree health insurance credit benefits and death and disability benefits are set by statute. There are no provisions or policies with respect to automatic and ad hoc post-retirement benefit increases. Employees who are receiving monthly retirement benefits from the PERS, the HPRS, the Defined Contribution Plan, the Chapter 27-17 judges or an employee receiving disability benefits, or the spouse of a deceased annuitant receiving a surviving spouse benefit or if the member selected a joint and survivor option are eligible to receive a credit toward their monthly health insurance premium under the state health plan.

Effective July 1, 2015, the credit is also available to apply towards monthly premiums under the state dental, vision and long-term care plan and any other health insurance plan. The benefits are equal to \$5.00 for each of the employee's, or deceased employee's years of credited service not to exceed the premium in effect for selected coverage. The retiree health insurance credit is also available for early retirement with reduced benefits.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2017, the County and its component units reported a liability for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2017 and the total OPEB liability used to calculate the net OPEB liability was

determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability was based on the District's share of covered payroll in the OPEB plan relative to the covered payroll of all participating OPEB employers.

The table shows the primary government and the component units Net OPEB Liability and the proportion share.

	Net OPEB Liability	Proportion Share
Primary Government:		
County	\$1,696,531	2.14476%
Component Units:		
Southeast Cass WRD	10,658	.013474%
Maple River WRD	3,553	.004491%
North Cass WRD	1,421	.001797%
Rush River WRD	2,132	.002695%
Noxious Weed Control	7,587	.00959%
Vector Control	14,810	.01872%

For the year ended December 31, 2017, the county and its component units recognized OPEB expense as follows:

	OPEB Expense
Primary Government:	
County	\$203,720
Component Units:	
Southeast Cass WRD	1,297
Maple River WRD	432
North Cass WRD	173
Rush River WRD	259
Noxious Weed Control	911
Vector Control	1,778

At December 31, 2017, the county and its component units reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Primary Government

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 41,377
Changes of Assumptions	164,319	-
Net Difference Between Projected and Actual Investment Earnings on OPEB Plan Investments		64,145
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions		4,973
District Contributions Subsequent to the Measurement Date	156,709	
Total	\$ 321,028	\$ 110,495

Component Units:

Southeast Cass Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 260
Changes of Assumptions	1,033	-
Net Difference Between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	403
Changes in Proportion and Differences Between District		
Contributions and Proportionate Share of Contributions	78	-
District Contributions Subsequent to the Measurement Date	809	-
Total	\$ 1,919	\$ 663

Maple River Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 87
Changes of Assumptions	344	-
Net Difference Between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	134
Changes in Proportion and Differences Between District		
Contributions and Proportionate Share of Contributions	26	-
District Contributions Subsequent to the Measurement Date	270	-
Total	\$ 640	\$ 221

North Cass Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 35
Changes of Assumptions	138	-
Net Difference Between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	54
Changes in Proportion and Differences Between District		
Contributions and Proportionate Share of Contributions	10	-
District Contributions Subsequent to the Measurement Date	108	-
Total	\$ 256	\$ 88

Rush River Water Resource District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 52
Changes of Assumptions	207	-
Net Difference Between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	81
Changes in Proportion and Differences Between District		
Contributions and Proportionate Share of Contributions	16	-
District Contributions Subsequent to the Measurement Date	162	-
Total	\$ 384	\$ 133

Noxious Weed Control District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 185
Changes of Assumptions	735	-
Net Difference Between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	287
Changes in Proportion and Differences Between District		
Contributions and Proportionate Share of Contributions		22
District Contributions Subsequent to the Measurement Date	484	-
Total	\$ 1,219	\$ 494

Vector Control District

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 361
Changes of Assumptions	1,434	-
Net Difference Between Projected and Actual Investment		
Earnings on OPEB Plan Investments	-	560
Changes in Proportion and Differences Between District		
Contributions and Proportionate Share of Contributions		43
District Contributions Subsequent to the Measurement Date	949	-
Total	\$ 2,383	\$ 965

The contributions subsequent to the measurement date for the primary government and its component units will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2018.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEBs will be recognized in OPEB expense as follows:

Primary Government

2018	\$ 2,431
2019	2,431
2020	2,431
2021	2,431
2022	18,467
2023	18,467
Thereafter	7,165

Component Units:

Southeast Cass Water Resource District

2018	\$ 32
2019	32
2020	32
2021	32
2022	133
2023	133
Thereafter	52

Maple River Resource District

2018	\$	11
2019		11
2020		11
2021		11
2022		44
2023		44
Thereafter		17

North Cass Resource District

2018	\$	4
2019		4
2020		4
2021		4
2022		18
2023		18
Thereafter		7

Rush River Cass Resource District

2018	\$	6
2019		6
2020		6
2021		6
2022		27
2023		27
Thereafter		10

Noxious Weed Control District

2018	\$	11
2019		11
2020		11
2021		11
2022		83
2023		83
Thereafter		32

Vector Control District

2018	\$	21
2019		21
2020		21
2021		21
2022		161
2023		161
Thereafter		63

Actuarial assumptions

The total OPEB liability in the July 1, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	Not applicable
Investment rate of return	7.50%, net of investment expenses
Cost-of-living adjustments	None

For active members, inactive members and healthy retirees, mortality rates were based on the RP-2000 Combined Healthy Mortality Table set back two years for males and three years for females, projected generationally using the SSA 2014 Intermediate Cost scale from 2014. For disabled retirees, mortality rates were based on the RP-2000 Disabled Mortality Table set back one year for males (no setback for females) multiplied by 125%.

The long-term expected investment rate of return assumption for the RHIC fund was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of RHIC investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Estimates of arithmetic real rates of return, for each major asset class included in the RHIC's target asset allocation as of July 1, 2017 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Domestic Equities	37%	5.80%
Small Cap Domestic Equities	9%	7.05%
International Equities	14%	6.20%
Core-Plus Fixed Income	40%	1.56%

Discount rate

The discount rate used to measure the total OPEB liability was 7.75%. The projection of cash flows used to determine the discount rate assumed plan member and statutory/Board approved employer contributions will be made at rates equal to those based on the July 1, 2017, and July 1, 2016, HPRS actuarial valuation reports. For this purpose, only employer contributions that are intended to fund benefits of current RHIC members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries are not included. Based on those assumptions, the RHIC fiduciary net position was projected to be sufficient to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on RHIC investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the Employer's proportionate share of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of the Plans as of June 30, 2017, calculated using the discount rate of 7.50%, as well as what the RHIC net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

		Current	
District's Proportionate Share of the Net	1%	Discount	1%
Pension Liability	Decrease (6.5%)	Rate (7.5%)	Increase (8.5%)
Primary Government	\$ 2,123,851	\$ 1,696,531	\$ 1,330,243
Component Units:			
Southeast Cass Water Resource District	13,343	10,658	8,357
Maple River Water Resource District	4,448	3,553	2,786
North Cass Water Resource District	1,779	1,421	1,114
Rush River Water Resource District	2,669	2,132	1,671
Noxious Weed Control District	9,498	7,587	5,949
Vector Control District	18,540	14,810	11,613

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.

Metro Flood Diversion Authority Project

The U.S. Senate and the House of Representatives has signed the Water Resource Reform and Development Act (WRRDA) which is needed to acquire federal funding for the Metro Flood Diversion project. The project will build permanent flood protection for approximately 200,000 people in North Dakota and Minnesota.

WRRDA authorizes \$846 million in federal funding for the Diversion Project. The State of North Dakota has already committed \$304 million to the Project, in addition to legislative intent for an additional \$266 million over the next four biennium's. Voters in the City of Fargo and Cass County have overwhelmingly approved two dedicated local sales taxes to help fund the Project. With modest growth, the sales taxes are expected to jointly raise \$700 million over the life of the tax.

The Diversion Authority is working on securing funding to begin construction of the Diversion Project. Federal funding is expected to be appropriated over time. Funding from the State of North Dakota can only be used for the Diversion once federal funding for construction is received.

NOTE 14: CONSTRUCTION COMMITMENTS

The County has the following open construction contracts with balances owing at December 31, 2017:

Project	Contract Amount	Total Completed	Retainage	Remaining Balance
C3 & C4 Bit Overlay	2,257,045	2,185,312	43,706	115,439
Durbin Twp Bridge	1,006,173	975,225	9,752	40,700
State's Attorney Remodeling	213,138	213,138	21,314	21,314

NOTE 15: TAX ABATEMENTS

Cass County and political subdivisions within the county can negotiate property tax abatement agreements with individuals and various commercial entities/businesses. Cass County and the political subdivisions within have the following types of tax abatement agreements with various individuals and commercial entities at December 31, 2017.

Cass County will state individually the parties whom received a benefit of the reduction in taxes of 20% or greater when compared to the total reduction of taxes for all tax abatement programs.

New and Expanding Business:

Businesses that are primarily industrial, commercial, retail or service are eligible for property tax incentives for new and expanding businesses if they meet state requirements (NDCC 40.57.1-03) and the guidelines stated below. The following criteria are only guidelines.

General criteria — The governing body of the city or county may grant a partial or complete exemption from ad valorem taxation on all buildings, structure, fixtures, and improvements used in or necessary to the operation of a project for period not exceeding five years from the date of commencement of project operations. The governing body may also grant a partial or complete exemption from ad valorem taxation on buildings, structures, fixtures, and improvements used in or necessary to the operation of a project that produces or manufactures a product from agricultural commodities for all or part of the sixth year through the tenth year from the date of commencement of project operations.

Exemption Criteria:

The governing body must have received the certification of the department of commerce division of economic development and finance that the project is a primary sector business.

The governing body must have approval from a majority of the qualified electors to grant property tax exemptions. Additionally the governing body must require:

- Evaluation of the potential positive or adverse consequences for existing retail sector businesses.
- Evaluation of the short-term and long-term effects for other property taxpayers.
- A written agreement with the project operator, including performance requirements for which the exemption may be terminated.
- Evaluation of whether the project operator would locate the project within the boundaries without the exemption.

2017 Reduction in Taxes – Other Entities:

Total program reduction in taxes – \$188,193

Public Charity Exemption:

Public Charities are eligible for property tax incentives if they meet state requirements (NDCC 57-02-08(8)) and the guidelines stated below. The following criteria are only guidelines.

All buildings belonging to institutions of public charity, including public hospitals and nursing homes licensed pursuant to section 23-16-01 under the control of religious or charitable institutions, used wholly or in part for public charity, together with the land actually occupied by such institutions not leased or otherwise used with a view to profit. The exemption provided by this subsection includes any dormitory, dwelling, or residential-type structure, together with necessary land on which such structure is located, owned by a religious or charitable organization recognized as tax exempt under section 501(c)(3) of the United States Internal Revenue Code which is occupied by members of said organization who are subject to a religious vow of poverty and devote and donate substantially all of their time to the religious or charitable activities of the owner.

Exemption criteria:

Property exempt if the qualified facility is used wholly or in part for public charity, together with the land occupied by such institutions not leased or otherwise used with a view to profit.

2017 Reduction in Taxes – Other Entities:

Total program reduction in taxes – \$1,091,334

Single Family Residence:

Single Family property owners are eligible for property tax incentives for the specified property that meet state requirements (NDCC 57-02-08(35)).

General Criteria -- Up to one hundred fifty thousand dollars of the true and full value of all new single-family and condominium and townhouse residential property, exclusive of the land on which it is situated, is exempt from taxation for the first two taxable years after the taxable year in which construction is completed and the residence is owned and occupied for the first time if all the following conditions are met:

- a. The governing body of the city, for property within city limits, or the governing body of the county, for property outside city limits, has approved the exemption of the property by resolution. A resolution adopted under this subsection may be rescinded or amended at any time. The governing body of the city or county may limit or impose conditions upon exemptions

under this subsection, including limitations on the time during which an exemption is allowed.

b. Special assessments and taxes on the property upon which the residence is situated are not delinquent.

2017 Reduction in Taxes – Other Entities:

Total Program Reduction in taxes – \$462,697

Childhood Service Exemption:

A governing body may grant a property tax exemption for the portion of fixtures, buildings, and improvements, used primarily to provide early childhood services by a corporation, limited liability company, or organization licensed under NDCC 50-11.1 or used primarily as an adult day care center. (NDCC 57-02-08(36)).

This exemption is not available for property used as a residence.

2017 Reduction in Taxes – Other Entities:

Total Program Reduction in taxes – \$38,722

Commercial and Residential:

Commercial and Residential property are eligible for property tax incentives if they meet state requirements (NDCC 57-05.2-03) and the guidelines stated below. The following criteria are only guidelines.

Under NDCC 57-02.2-03 improvements to commercial and residential buildings and structures as defined in this chapter may be exempt from assessment and taxation for up to five years from the date of commencement of making the improvements, if the exemption is approved by the governing body of the city, for property within city limits, or the governing body of the county, for property outside city limits. The governing body of the city or county may limit or impose conditions upon exemptions under this section, including limitations on the time during which an exemption is allowed. A resolution adopted by the governing body of the city or county under this section may be rescinded or amended at any time. The exemption provided by this chapter shall apply only to that part of the valuation resulting from the improvements which is over and above the assessed valuation, exclusive of the land, placed upon the building or structure for the last assessment period immediately preceding the date of commencement of the improvements. Any person, corporation, limited liability company, association, or organization owning real property and seeking an exemption under this chapter shall file with the assessor a certificate setting out the facts upon which the claim for exemption is based. The assessor shall determine whether the improvements qualify for the exemption based on the resolution of the governing body of the city or county, and if the assessor determines that the exemption should

apply, upon approval of the governing body, the exemption is valid for the prescribed period and shall not terminate upon the sale or exchange of the property but shall be transferable to subsequent owners. If the certificate is not filed as herein provided, the assessor shall regard the improvements as nonexempt and shall assess them as such.

2017 Reduction in Taxes – Other Entities:

Total program reduction in taxes – \$34,373

NOTE 16: PRIOR PERIOD ADJUSTMENT

Change in Accounting Principle – GASB 75 OPEB Liability:

Net position as of January 1, 2017, has been restated as follows for the implementation of GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* and 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. The result of implementing GASB 75 resulted in a reduction to beginning net position. An adjustment was also made to the beginning net position and beginning fund balance for a change in the accrual of the sales tax revenue and the payment to the FM Diversion to properly match the sales tax collections reported to the North Dakota State Tax Commissioner who administers the collection of the county sales tax.

Governmental Activities	Amounts
Beginning Net Position, as previously reported	\$40,600,704
Adjustments to restate January 1, 2017 Net Position:	
Flood Control Sales Tax Fund Adjustment	167,012
Net OPEB Liability	(1,704,432)
Net Position January 1, as restated	\$39,063,284

Governmental Activities	Amounts
Beginning Fund Balance, as previously reported	\$22,128,001
Adjustments to restate January 1, 2017 Net Position:	
Flood Control Sales Tax Fund Adjustment	167,012
Fund Balance January 1, as restated	\$22,295,013

**REQUIRED
SUPPLEMENTARY
INFORMATION**

THIS PAGE HAS BEEN RESERVED FOR NOTES

Cass County Government

Schedule of Proportionate Share of the Net Pension Liability and Related Ratios
ND Public Employees Retirement System
Last Ten Fiscal Years

As of Measurement date of*	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability(Asset)	Member Covered Payroll	Net Pension Liability (Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
Primary Government - Main System					
6/30/2017	1.56541%	\$ 25,161,404	\$ 15,980,464	157.45%	61.98%
6/30/2016	1.49755%	14,603,841	15,100,827	96.71%	70.46%
6/30/2015	2.31570%	15,746,526	20,630,293	76.33%	77.15%
6/30/2014	2.41223%	15,310,961	20,320,152	75.35%	77.70%
Primary Government - Law Enforcement System					
6/30/2017	25.07790%	\$ 5,521,210	\$ 7,213,845	76.54%	69.86%
6/30/2016	25.27232%	2,895,818	7,133,332	40.60%	78.73%
Component Units:					
Southeast Cass Water Resource District					
6/30/2017	0.01428%	\$ 229,517	\$ 145,771	157.45%	61.98%
6/30/2016	0.01176%	114,601	118,501	96.71%	70.46%
6/30/2015	0.01353%	92,018	120,559	76.33%	77.15%
6/30/2014	0.00141%	89,500	118,779	75.35%	77.70%
Maple River Water Resource District					
6/30/2017	0.00476%	\$ 76,506	\$ 48,590	157.45%	61.98%
6/30/2016	0.00392%	38,200	39,500	96.71%	70.46%
6/30/2015	0.00451%	30,673	40,186	76.33%	77.15%
6/30/2014	0.00403%	25,571	33,937	75.35%	77.70%
North Cass Water Resource District					
6/30/2017	0.00114%	\$ 18,361	\$ 11,662	157.45%	61.98%
6/30/2016	0.00094%	9,168	9,480	96.71%	70.46%
6/30/2015	0.00108%	7,361	9,645	76.33%	77.15%
6/30/2014	0.00113%	7,160	9,502	75.35%	77.70%
Rush River Water Resource District					
6/30/2017	0.00286%	\$ 45,903	\$ 29,154	157.45%	61.98%
6/30/2016	0.00235%	22,920	23,700	96.71%	70.46%
6/30/2015	0.00271%	18,404	24,112	76.33%	77.15%
6/30/2014	0.00246%	15,627	20,739	75.35%	77.70%
Noxious Weed Control District					
6/30/2017	0.00700%	\$ 112,521	\$ 71,464	157.45%	61.98%
6/30/2016	0.00626%	61,006	63,082	96.71%	70.46%
6/30/2015	0.00723%	49,142	64,384	76.33%	77.15%
6/30/2014	0.00753%	47,783	63,416	75.35%	77.70%
Vector Control District					
6/30/2017	0.01367%	\$ 219,650	\$ 139,504	157.45%	61.98%
6/30/2016	0.01220%	118,948	122,996	96.71%	70.46%
6/30/2015	0.01404%	95,464	125,072	76.33%	77.15%
6/30/2014	0.01462%	92,824	123,192	75.35%	77.70%

* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Cass County Government

Schedule of Proportionate Share of the Net OPEB Liability and Related Ratios
 ND Public Employees Retirement System
 Last Ten Fiscal Years

<u>As of Measurement date of*</u>	<u>Proportion of the Net OPEB Liability</u>	<u>Proportionate Share of the Net OPEB Liability(Asset)</u>	<u>Member Covered Payroll</u>	<u>Net OPEB Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total OPEB Liability</u>
Primary Government - Main System					
6/30/2017	2.14476%	\$ 1,696,531	\$ 23,298,283	7.28%	59.78%
Component Units:					
Southeast Cass Water Resource District					
6/30/2017	0.01347%	\$ 10,658	\$ 145,771	7.31%	59.78%
Maple River Water Resource District					
6/30/2017	0.00449%	\$ 3,553	\$ 48,590	7.31%	59.78%
North Cass Water Resource District					
6/30/2017	0.00108%	\$ 853	\$ 11,662	7.31%	59.78%
Rush River Water Resource District					
6/30/2017	0.00270%	\$ 2,132	\$ 29,154	7.31%	59.78%
Noxious Weed Control District					
6/30/2017	0.00959%	\$ 7,587	\$ 71,464	10.62%	59.78%
Vector Control District					
6/30/2017	0.01872%	\$ 14,810	\$ 139,504	10.62%	59.78%

* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Cass County Government

Schedule of Employer Contributions
ND Public Employees Retirement System
Last Ten Fiscal Years

Year Ended *	Statutorily Required Contributions	Actual Employer Contributions	Contribution Excess/ (Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
Primary Government - Main System					
12/31/2017	\$ 1,158,347	\$ 1,158,347	\$ -	\$ 16,268,918	7.12%
12/31/2016	1,128,509	1,128,509	-	15,849,842	7.12%
12/31/2015	1,571,640	1,571,640	-	22,073,591	7.12%
12/31/2014	1,544,334	1,544,334	-	21,690,084	7.12%
Primary Government - Law Enforcement System					
12/31/2017	\$ 720,556	\$ 720,556	\$ -	\$ 7,345,117	9.81%
12/31/2016	\$ 722,727	\$ 722,727	\$ -	\$ 7,367,250	9.81%
Component Units:					
Southeast Cass Water Resource District					
12/31/2017	\$ 10,570	\$ 11,144	\$ (574)	\$ 145,771	7.12%
12/31/2016	\$ 8,579	\$ 9,190	\$ (611)	\$ 118,501	7.12%
12/31/2015	9,157	8,992	165	120,559	7.12%
12/31/2014	8,457	8,457	-	118,779	7.12%
Maple River Water Resource District					
12/31/2017	\$ 3,523	\$ 3,715	\$ (192)	\$ 48,590	7.12%
12/31/2016	\$ 2,860	\$ 3,063	\$ (203)	\$ 39,500	7.12%
12/31/2015	3,052	2,997	55	40,186	7.12%
12/31/2014	2,416	2,416	-	33,937	7.12%
North Cass Water Resource District					
12/31/2017	\$ 846	\$ 892	\$ (46)	\$ 11,662	7.12%
12/31/2016	\$ 686	\$ 735	\$ (49)	\$ 9,480	7.12%
12/31/2015	733	719	14	9,645	7.12%
12/31/2014	677	677	-	9,502	7.12%
Rush River Water Resource District					
12/31/2017	\$ 2,114	\$ 2,229	\$ (115)	\$ 29,154	7.12%
12/31/2016	\$ 1,716	\$ 1,838	\$ (122)	\$ 23,700	7.12%
12/31/2015	1,831	1,798	33	24,112	7.12%
12/31/2014	1,477	1,477	-	20,739	7.12%
Noxious Weed Control District					
12/31/2017	\$ 5,180	\$ 5,180	\$ -	\$ 72,754	7.12%
12/31/2016	\$ 5,075	\$ 5,075	\$ -	\$ 71,271	7.12%
12/31/2015	4,906	4,906	-	68,902	7.12%
12/31/2014	4,742	4,742	-	66,608	7.12%
Vector Control District					
12/31/2017	\$ 10,112	\$ 10,112	\$ -	\$ 142,022	7.12%
12/31/2016	\$ 9,894	\$ 9,894	\$ -	\$ 138,962	7.12%
12/31/2015	\$ 9,530	\$ 9,530	\$ -	\$ 133,849	7.12%
12/31/2014	9,087	9,087	-	127,622	7.12%

* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Cass County Government

Schedule of Employer Contributions
 ND Public Employees Retirement System OPEB
 Last Ten Fiscal Years

<u>Year Ended *</u>	<u>Statutorily Required Contributions</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/ (Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
Primary Government - Main System					
12/31/2017	\$ 269,200	\$ 269,200	\$ -	\$ 23,614,035	1.14%
Component Units:					
Southeast Cass Water Resource District					
12/31/2017	\$ 1,694	\$ 1,784	\$ (90)	\$ 145,771	1.22%
Maple River Water Resource District					
12/31/2017	\$ 565	\$ 595	\$ (30)	\$ 48,590	1.22%
North Cass Water Resource District					
12/31/2017	\$ 136	\$ 143	\$ (7)	\$ 11,662	1.22%
Rush River Water Resource District					
12/31/2017	\$ 339	\$ 357	\$ (18)	\$ 29,154	1.22%
Noxious Weed Control District					
12/31/2017	\$ 829	\$ 829	\$ -	\$ 72,754	1.14%
Vector Control District					
12/31/2017	\$ 1,619	\$ 1,619	\$ -	\$ 142,022	1.14%

* This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

**OTHER
SUPPLEMENTARY
INFORMATION**

CASS COUNTY GOVERNMENT Nonmajor Special Revenue Funds

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

Sheriff Asset Forfeiture

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

JAIBG

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

Jail Commissary

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

Hazardous Plan/Response

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

Valley Water Rescue

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

State's Attorney Asset Forfeiture

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

Senior Citizens

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

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.

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, and \$1 is used to maintain the technology within the County Recorder's Office.

County Park

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

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.

**Greyhawk Estates Subdivision
Granberg/ Amber Plains
Wild Rice River Estates
2010 Bond Sinking & Interest
Special Assessment Deficiency**

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.

Building Fund

This fund is used to provide for the construction/remodeling of county buildings.

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.

Granberg/ Amber Plains

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

Wild Rice River Estates Subdivision

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

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CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2017

	Parenting Workshop	Sheriff Asset Forfeiture	JAIBG Fund	Jail Commissary
<u>Assets:</u>				
Cash and cash equivalents	\$ 38,617	\$ 163,484	\$ 66,618	\$ 663,580
Receivables:				
Taxes	-	-	-	-
Accounts	-	-	-	-
Prepaid Items	-	-	-	51
Due From Other Governments	-	-	-	-
Total Assets	<u>38,617</u>	<u>163,484</u>	<u>66,618</u>	<u>663,631</u>
<u>Liabilities:</u>				
Accounts Payable	-	786	-	8,034
Due to Other Funds	-	-	-	-
Due to Inmates/Permits/Drug Cases	-	73,637	-	55,887
Total Liabilities	<u>-</u>	<u>74,423</u>	<u>-</u>	<u>63,921</u>
<u>Deferred Inflows of Resources:</u>				
Taxes Receivable	-	-	-	-
Property Taxes Levied for Subsequent Year	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balance:</u>				
Nonspendable:				
Prepaid Items	-	-	-	51
Restricted:				
Sheriff Asset Forfeiture	-	89,061	-	-
JAIBG Funds	-	-	66,618	-
Hazardous Planning	-	-	-	-
States Attorney Asset Forfeiture	-	-	-	-
24/7 Sobriety	-	-	-	-
Senior Citizens	-	-	-	-
Document Preservation	-	-	-	-
County Park	-	-	-	-
Committed:				
Jail Commissary	-	-	-	599,659
Valley Water Rescue	-	-	-	-
Parenting Workshop	38,617	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>38,617</u>	<u>89,061</u>	<u>66,618</u>	<u>599,710</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 38,617</u>	<u>\$ 163,484</u>	<u>\$ 66,618</u>	<u>\$ 663,631</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>
\$ 27,594	\$ -	\$ 196,733	\$ 584,207	\$ -
-	-	-	6,325	-
-	-	-	-	402,479
2,500	-	-	-	-
-	38,506	-	-	-
<u>30,094</u>	<u>38,506</u>	<u>196,733</u>	<u>590,532</u>	<u>402,479</u>
-	1,212	-	-	213,426
-	12,052	-	-	188,563
-	-	-	-	-
-	13,264	-	-	401,989
-	-	-	6,325	-
-	-	-	264,587	-
-	-	-	270,912	-
-	-	-	-	-
-	-	-	-	-
30,094	-	-	-	-
-	-	196,733	-	-
-	-	-	319,620	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	490
-	25,242	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>30,094</u>	<u>25,242</u>	<u>196,733</u>	<u>319,620</u>	<u>490</u>
<u>\$ 30,094</u>	<u>\$ 38,506</u>	<u>\$ 196,733</u>	<u>\$ 590,532</u>	<u>\$ 402,479</u>

Continued on next page

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Special Revenue Funds
December 31, 2017

	NDRIN County Recorder Project	Document Preservation ROD	County Park	24/7 Sobriety Program	Total Nonmajor Special Revenue Funds
Assets:					
Cash and cash equivalents	\$ 1,929,955	\$ 473,548	\$ 99,825	\$ 132,049	\$ 4,376,210
Receivables:					
Taxes	-	-	-	-	6,325
Accounts	7,512	-	510	-	410,501
Prepaid Items	10,510	30,647	-	540	44,248
Due From Other Governments	-	429	-	-	38,935
Total Assets	1,947,977	504,624	100,335	132,589	4,876,219
Liabilities:					
Accounts Payable	19,768	2,371	89	24,780	270,466
Due to Other Funds	-	-	-	-	200,615
Due to Inmates/Permits/Drug Cases	-	-	-	-	129,524
Total Liabilities	19,768	2,371	89	24,780	600,605
Deferred Inflows of Resources:					
Taxes Receivable	-	-	-	-	6,325
Property Taxes Levied for Subsequent Year	-	-	-	-	264,587
Total Deferred Inflows of Resources	-	-	-	-	270,912
Fund Balances:					
Nonspendable:					
Prepaid Items	10,510	30,647	-	540	41,748
Restricted:					
Sheriff Asset Forfeiture	-	-	-	-	89,061
JAIBG Funds	-	-	-	-	66,618
Hazardous Planning	-	-	-	-	30,094
States Attorney Asset Forfeiture	-	-	-	-	196,733
24/7 Sobriety	-	-	-	107,269	107,269
Senior Citizens	-	-	-	-	319,620
Document Preservation	1,917,700	471,606	-	-	2,389,305
County Park	-	-	100,246	-	100,246
Committed:					
Jail Commissary	-	-	-	-	600,149
Valley Water Rescue	-	-	-	-	25,242
Parenting Workshop	-	-	-	-	38,617
Unassigned	-	-	-	-	-
Total Fund Balances	1,928,209	502,252	100,246	107,809	4,004,702
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 1,947,977	\$ 504,624	\$ 100,335	\$ 132,589	\$ 4,876,219

Continued from previous page

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - All Debt Service Funds
December 31, 2017

	Wild Rice River Estates	Greyhawk Estates Subdivision	Granberg Amber Plains	2010 Bond S&I	Special Assessment Deficiency	Total Nonmajor Debt Service Funds
Assets:						
Cash and Cash Equivalents	\$ 13,233	\$ 43,604	\$ 18,963	\$ 338,152	\$ 8,178	\$ 422,131
Receivables:						
Taxes	-	-	599	7,169	-	7,768
Total Assets	<u>13,233</u>	<u>43,604</u>	<u>19,563</u>	<u>345,321</u>	<u>8,178</u>	<u>429,899</u>
Deferred Inflows of Resources:						
Taxes Receivable	-	-	-	7,169	-	7,169
Special Assessments Receivable	-	-	599	-	-	599
Property Taxes Levied for Subsequent Year	-	-	-	277,816	-	277,816
Special Assessments Levied for Subsequent Year	10,553	9,087	13,135	-	-	32,776
Total Deferred Inflows of Resources	<u>10,553</u>	<u>9,087</u>	<u>13,735</u>	<u>284,985</u>	<u>-</u>	<u>318,360</u>
Fund Balances:						
Restricted:						
Special Assesment Debt	2,680	34,517	5,828	-	8,178	51,203
General Obligation Debt	-	-	-	60,336	-	60,336
Total Fund Balances	<u>2,680</u>	<u>34,517</u>	<u>5,828</u>	<u>60,336</u>	<u>8,178</u>	<u>111,539</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 13,233</u>	<u>\$ 43,604</u>	<u>\$ 19,563</u>	<u>\$ 345,321</u>	<u>\$ 8,178</u>	<u>\$ 429,899</u>

CASS COUNTY GOVERNMENT
Combining Balance Sheet
Nonmajor Governmental Funds - Capital Projects Funds
December 31, 2017

	Building Fund	Forest River Subdivision	Round Hill Subdivision	Greyhawk Estates Subdivision	Granberg Amber Plains	Wild Rice River Estates Subdivision	Total Nonmajor Capital Projects Funds
ASSETS							
Cash and cash equivalents	\$ 132,320	\$ 29,775	\$ 27,630	\$ 31,149	\$ 37,348	\$ 965	\$ 259,187
Accounts Receivable	-	-	-	-	-	-	-
Total Assets	132,320	29,775	27,630	31,149	37,348	965	259,187
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts Payable	-	-	-	-	-	-	-
Deferred Property Tax	132,293	-	-	-	-	-	132,293
Due to Other Funds	-	-	-	-	-	-	-
Total Liabilities	132,293	-	-	-	-	-	132,293
Fund Balances:							
Committed:							
Special Assessment Projects	27	29,775	27,630	31,149	37,348	965	126,893
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	27	29,775	27,630	31,149	37,348	965	126,893
Total Liabilities and Fund Balances	\$ 132,320	\$ 29,775	\$ 27,630	\$ 31,149	\$ 37,348	\$ 965	\$ 259,187

CASS COUNTY GOVERNMENT
Combining Balance Sheet
All Nonmajor Governmental Funds
December 31, 2017

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and cash equivalents	\$ 4,376,210	\$ 422,131	\$ 259,187	\$ 5,057,528
Receivables:				
Taxes	6,325	7,768	-	14,093
Accounts	410,501	-	-	410,501
Due From Other Governments	38,935	-	-	38,935
Prepaid Items	44,248	-	-	44,248
Total Assets	4,876,219	429,899	259,187	5,565,305
Liabilities:				
Accounts Payable	270,466	-	-	270,466
Due to Other Funds	200,615	-	-	200,615
Due To Inmates/Permits/Drug Cases	129,524	-	-	129,524
Total Liabilities	600,605	-	-	600,605
Deferred Inflows of Resources:				
Taxes Receivable	6,325	7,169	-	13,494
Special Assessments Receivable	-	599	-	599
Property Taxes Levied for Subsequent Year	264,587	277,816	132,293	674,696
Special Assessments Levied for Subsequent Year	-	32,776	-	32,776
Total Deferred Inflows of Resources	270,912	318,360	132,293	721,565
Fund Balances:				
Nonspendable:				
Prepaid Items	41,748	-	-	41,748
Restricted:				
Sheriff Asset Forfeiture	89,061	-	-	89,061
JAIBG Funds	66,618	-	-	66,618
Hazardous Planning	30,094	-	-	30,094
State's Attorney Asset Forfeiture	196,733	-	-	196,733
24/7 Sobriety	107,269	-	-	107,269
Senior Citizens	319,620	-	-	319,620
Document Preservation	2,389,305	-	-	2,389,305
County Park	100,246	-	-	100,246
Special Assessment Debt	-	51,203	-	51,203
General Obligation Debt	-	60,336	-	60,336
Committed:				
Jail Commissary	600,149	-	-	600,149
Valley Water Rescue	25,242	-	-	25,242
Parenting Workshop	38,617	-	-	38,617
Special Assessment Projects	-	-	126,893	126,893
Unassigned	-	-	-	-
Total Fund Balances	4,004,702	111,539	126,893	4,243,135
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 4,876,219	\$ 429,899	\$ 259,187	\$ 5,565,305

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, 2017

	Parenting Workshop	Sheriff Asset Forfeiture	JAIBG Fund	Jail Commissary
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	77,603	-	-
Charges for Services	1,370	-	-	264,736
Miscellaneous Revenues	120	46,843	3,102	1,885
Total Revenues	1,490	124,446	3,102	266,621
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	114,080	3,817	178,362
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	2,711	-	-	-
Total Expenditures	2,711	114,080	3,817	178,362
Excess (deficiency) of Revenues Over (Under) Expenditures	(1,220)	10,365	(715)	88,258
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Net change in fund balances	(1,220)	10,365	(715)	88,258
Fund Balance - Beginning	39,837	78,696	67,333	511,452
Fund Balance - Ending	\$ 38,617	\$ 89,061	\$ 66,618	\$ 599,710

Hazardous Plan/ Response	Valley Water Rescue	St. Atty Asset Forfeiture	Senior Citizens	911 Service	NDRIN - County Recorders
\$ -	\$ -	\$ -	\$ 739,113	\$ -	\$ -
-	38,506	-	584,689	-	-
6,095	-	-	-	3,335,740	1,424,910
8,316	42,818	26,459	1,023	-	5,949
<u>14,411</u>	<u>81,324</u>	<u>26,459</u>	<u>1,324,824</u>	<u>3,335,740</u>	<u>1,430,859</u>
-	-	-	-	-	1,315,109
5,572	65,161	82,255	-	3,693,912	-
-	-	-	1,207,790	-	-
-	-	-	-	-	-
<u>5,572</u>	<u>65,161</u>	<u>82,255</u>	<u>1,207,790</u>	<u>3,693,912</u>	<u>1,315,109</u>
<u>8,839</u>	<u>16,163</u>	<u>(55,795)</u>	<u>117,034</u>	<u>(358,172)</u>	<u>115,750</u>
-	-	-	-	358,662	-
-	-	-	-	-	-
-	-	-	-	358,662	-
<u>8,839</u>	<u>16,163</u>	<u>(55,795)</u>	<u>117,034</u>	<u>490</u>	<u>115,750</u>
<u>21,256</u>	<u>9,079</u>	<u>252,527</u>	<u>202,586</u>	<u>-</u>	<u>1,812,459</u>
<u>\$ 30,094</u>	<u>\$ 25,242</u>	<u>\$ 196,733</u>	<u>\$ 319,620</u>	<u>\$ 490</u>	<u>\$ 1,928,209</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, 2017

	Document Preservation Fund	County Park	24/7 Sobriety Program	Total Nonmajor Special Revenue Funds
<u>Revenues:</u>				
Property Taxes	\$ -	\$ 44	\$ -	\$ 739,157
Intergovernmental Revenues	-	20,482	-	721,280
Charges for Services	221,672	22,890	411,706	5,689,119
Miscellaneous Revenues	1,303	315	441	138,574
Total Revenues	222,975	43,731	412,147	7,288,130
<u>Expenditures:</u>				
Current:				
General Government	168,147	-	-	1,483,256
Public Safety	-	-	430,099	4,573,258
Culture and Recreation	-	60,523	-	1,268,313
Conservation & Econ. Development	-	-	-	2,711
Total Expenditures	168,147	60,523	430,099	7,327,538
Excess (deficiency) of Revenues Over (Under) Expenditures	54,828	(16,792)	(17,953)	(39,409)
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	20,000	-	378,662
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	20,000	-	378,662
Net change in fund balances	54,828	3,208	(17,953)	339,253
Fund Balance - Beginning	447,425	97,039	125,761	3,665,449
Fund Balance - Ending	\$ 502,252	\$ 100,246	\$ 107,809	\$ 4,004,702

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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, 2017

	Wild Rice River Estates	Greyhawk Estates Subdivision	Granberg Amber Plains	Special Assessment Deficiency	2010 Bond S&I	Total Nonmajor Debt Service Funds
Revenues:						
Property Taxes	\$ -	\$ 25,230	\$ 29,261	\$ -	\$ 806,375	\$ 860,866
Intergovernmental Revenues	-	-	-	-	83,976	83,976
Miscellaneous Revenues	14	129	47	26	697	913
Total Revenues	14	25,358	29,309	26	891,048	945,755
Expenditures:						
Debt Service:						
Principal	-	25,000	25,000	-	735,000	785,000
Interest	3,158	3,850	6,025	-	182,178	195,211
Fiscal Charges	601	1,153	1,167	-	400	3,321
Total Expenditures	3,759	30,003	32,192	-	917,578	983,532
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,745)	(4,645)	(2,883)	26	(26,530)	(37,777)
Other Financing Sources (Uses):						
Transfers In	6,425	-	-	-	-	6,425
Transfers Out	-	-	-	-	-	-
Total Other Financing Sources and (Uses)	6,425	-	-	-	-	6,425
Net Change in Fund Balances	2,680	(4,645)	(2,883)	26	(26,530)	(31,351)
Fund Balance - Beginning	-	39,162	8,711	8,152	86,866	142,891
Fund Balance - Ending	\$ 2,680	\$ 34,517	\$ 5,828	\$ 8,178	\$ 60,336	\$ 111,539

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, 2017

	Building Fund	Forest River Subdivision	Round Hill Subdivision	Greyhawk Estates Subdivision	Granberg Amber Plains	Wild Rice River Estates Subdivision	Total Nonmajor Capital Projects Funds
Revenues:							
Intergovernmental Revenues	-	-	-	-	-	-	-
Miscellaneous Revenues	27	\$ 91	\$ 85	\$ 95	\$ 114	\$ 21	\$ 433
Total Revenues	27	91	85	95	114	21	433
Expenditures:							
Capital Outlay	-	-	-	-	-	12,506	12,506
Total Expenditures	-	-	-	-	-	12,506	12,506
Excess (deficiency) of revenues over (under) expenditures	27	91	85	95	114	(12,485)	(12,073)
Other Financing Sources:							
Transfer In	-	-	-	-	-	-	-
Transfer Out	-	-	-	-	-	(6,425)	(6,425)
Bond Discount	-	-	-	-	-	(1,900)	(1,900)
Bond/Lease Proceeds	-	-	-	-	-	190,000	190,000
Total Other Financing Sources	-	-	-	-	-	181,675	181,675
Revenues and Other Financing Sources over Expenditures	27	91	85	95	114	169,189	169,602
Fund Balance - Beginning	-	29,683	27,545	31,054	37,234	(168,225)	(42,709)
Fund Balance - Ending	\$ 27	\$ 29,775	\$ 27,630	\$ 31,149	\$ 37,348	\$ 965	\$ 126,893

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
All Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2017

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<u>Revenues</u>				
Taxes:				
Property	\$ 739,157	\$ 860,866	\$ -	\$ 1,600,023
Intergovernmental Revenues	721,280	83,976	-	805,256
Charges for Services	5,689,119	-	-	5,689,119
Miscellaneous Revenues	138,574	913	433	139,920
Total Revenues	7,288,130	945,755	433	8,234,318
<u>Expenditures</u>				
Current:				
General Government	1,483,256	-	-	1,483,256
Public Safety	4,573,258	-	-	4,573,258
Culture and Recreation	1,268,313	-	-	1,268,313
Conservation & Economic Development	2,711	-	-	2,711
Capital outlay	-	-	12,506	12,506
Debt Service:				
Principal Retirement	-	785,000	-	785,000
Interest	-	195,211	-	195,211
Fiscal Charges	-	3,321	-	3,321
Total Expenditures	7,327,538	983,532	12,506	8,323,576
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,409)	(37,777)	(12,073)	(89,258)
<u>Other Financing Sources (Uses)</u>				
Transfers In	378,662	6,425	-	385,087
Transfers Out	-	-	(6,425)	(6,425)
Bond Discounts	-	-	(1,900)	(1,900)
Bond Proceeds	-	-	190,000	190,000
Total of Other Financing Uses	378,662	6,425	181,675	566,762
Net Change in Fund Balances	339,253	(31,352)	169,602	477,504
Fund Balances - Beginning	3,665,449	142,891	(42,709)	3,765,632
Fund Balances - Ending	\$ 4,004,702	\$ 111,539	\$ 126,892	\$ 4,243,135

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, 2017

	Parenting Workshop			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	14,500	14,500	1,370	(13,130)
Miscellaneous Revenues	-	-	120	120
Total Revenues	14,500	14,500	1,490	(13,010)
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	20,000	20,000	2,711	17,289
Total Expenditures	20,000	20,000	2,711	17,289
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,500)	(5,500)	(1,221)	4,279
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(5,500)	(5,500)	(1,221)	4,279
Fund Balance - Beginning	39,837	39,837	39,837	-
Fund Balance - Ending	\$ 34,337	\$ 34,337	\$ 38,617	\$ 4,279

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		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
109,833	109,833	77,603	(32,230)	-	-	-	-
-	-	-	-	-	-	-	-
115,200	115,200	46,843	(68,357)	4,100	4,100	3,102	(998)
225,033	225,033	124,446	(100,587)	4,100	4,100	3,102	(998)
-	-	-	-	-	-	-	-
155,750	155,750	114,080	41,670	4,000	5,200	3,817	1,383
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
155,750	155,750	114,080	41,670	4,000	5,200	3,817	1,383
69,283	69,283	10,366	(58,917)	100	(1,100)	(715)	386
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
69,283	69,283	10,366	(58,917)	100	(1,100)	(715)	386
78,696	78,696	78,696	-	67,333	67,333	67,333	-
\$ 147,979	\$ 147,979	\$ 89,061	\$ (58,917)	\$ 67,433	\$ 66,233	\$ 66,618	\$ 386

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, 2017

	Jail Commissary			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	160,000	160,000	264,736	104,736
Miscellaneous Revenues	850	850	1,885	1,035
Total Revenues	160,850	160,850	266,621	105,771
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	174,660	174,660	178,362	(3,702)
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	174,660	174,660	178,362	(3,702)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,810)	(13,810)	88,259	102,070
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(13,810)	(13,810)	88,259	102,070
Fund Balance - Beginning	511,452	511,452	511,452	-
Fund Balance - Ending	\$ 497,642	\$ 497,642	\$ 599,710	\$ 102,070

Continued from previous page

Hazardous Plan/Response				Valley Water Rescue			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	38,506	38,506	-
-	6,095	6,095	0	-	-	-	-
7,000	8,375	8,316	(59)	42,706	42,706	42,818	112
7,000	14,470	14,411	(59)	42,706	81,212	81,324	112
-	-	-	-	-	-	-	-
6,000	10,500	5,572	4,928	43,500	82,006	65,161	16,845
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
6,000	10,500	5,572	4,928	43,500	82,006	65,161	16,845
1,000	3,970	8,839	4,869	(794)	(794)	16,163	16,957
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,000	3,970	8,839	4,869	(794)	(794)	16,163	16,957
21,256	21,256	21,256	-	9,079	9,079	9,079	-
\$ 22,256	\$ 25,226	\$ 30,094	\$ 4,869	\$ 8,285	\$ 8,285	\$ 25,242	\$ 16,957

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, 2017

	States Attorney Asset Forfeiture			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	-	-	-	-
Miscellaneous Revenues	7,800	7,800	26,459	18,659
Total Revenues	7,800	7,800	26,459	18,659
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	4,000	91,500	82,255	9,245
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	4,000	91,500	82,255	9,245
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,800	(83,700)	(55,796)	27,904
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	3,800	(83,700)	(55,796)	27,904
Fund Balance - Beginning	252,527	252,527	252,527	-
Fund Balance - Ending	\$ 256,327	\$ 168,827	\$ 196,733	\$ 27,904

Continued from previous page

Senior Citizens				911 Service			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 745,643	\$ 745,643	\$ 739,113	\$ (6,530)	\$ -	\$ -	\$ -	\$ -
581,348	581,348	584,689	3,341	-	-	-	-
-	-	-	-	2,900,000	3,186,200	3,335,740	149,540
688	688	1,023	335	-	-	-	-
<u>1,327,679</u>	<u>1,327,679</u>	<u>1,324,824</u>	<u>(2,853)</u>	<u>2,900,000</u>	<u>3,186,200</u>	<u>3,335,740</u>	<u>149,540</u>
-	-	-	-	-	-	-	-
-	-	-	-	3,446,728	3,837,228	3,693,912	143,316
1,207,790	1,207,790	1,207,790	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,207,790</u>	<u>1,207,790</u>	<u>1,207,790</u>	<u>-</u>	<u>3,446,728</u>	<u>3,837,228</u>	<u>3,693,912</u>	<u>143,316</u>
119,889	119,889	117,034	(2,853)	(546,728)	(651,028)	(358,172)	292,856
-	-	-	-	546,728	546,728	358,662	(188,066)
-	-	-	-	-	-	-	-
-	-	-	-	546,728	546,728	358,662	(188,066)
119,889	119,889	117,034	(2,853)	-	(104,300)	489	104,789
202,586	202,586	202,586	-	-	-	-	-
<u>\$ 322,475</u>	<u>\$ 322,475</u>	<u>\$ 319,620</u>	<u>\$ (2,853)</u>	<u>\$ -</u>	<u>\$ (104,300)</u>	<u>\$ 490</u>	<u>\$ 104,789</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, 2017

	NDRIN - County Recorder Project			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	1,380,000	1,380,000	1,424,910	44,910
Miscellaneous Revenues	3,000	3,000	5,949	2,949
Total Revenues	1,383,000	1,383,000	1,430,859	47,859
<u>Expenditures:</u>				
Current:				
General Government	1,318,500	1,389,000	1,315,109	73,891
Public Safety	-	-	-	-
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	1,318,500	1,389,000	1,315,109	73,891
Excess (Deficiency) of Revenues Over (Under) Expenditures	64,500	(6,000)	115,750	121,749
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	64,500	(6,000)	115,750	121,749
Fund Balance - Beginning	1,812,459	1,812,459	1,812,459	-
Fund Balance - Ending	\$ 1,876,959	\$ 1,806,459	\$ 1,928,209	\$ 121,749

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		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 44	\$ 44
-	-	-	-	-	15,137	20,482	5,345
135,000	135,000	221,672	86,672	10,000	10,000	22,890	12,890
-	-	1,303	1,303	190	190	315	125
<u>135,000</u>	<u>135,000</u>	<u>222,975</u>	<u>87,975</u>	<u>10,190</u>	<u>25,327</u>	<u>43,731</u>	<u>18,404</u>
390,031	390,031	168,147	221,884	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	62,500	77,637	60,523	17,114
-	-	-	-	-	-	-	-
<u>390,031</u>	<u>390,031</u>	<u>168,147</u>	<u>221,884</u>	<u>62,500</u>	<u>77,637</u>	<u>60,523</u>	<u>17,114</u>
<u>(255,031)</u>	<u>(255,031)</u>	<u>54,828</u>	<u>309,859</u>	<u>(52,310)</u>	<u>(52,310)</u>	<u>(16,792)</u>	<u>35,519</u>
-	-	-	-	20,000	20,000	20,000	-
-	-	-	-	-	-	-	-
-	-	-	-	20,000	20,000	20,000	-
<u>(255,031)</u>	<u>(255,031)</u>	<u>54,828</u>	<u>309,859</u>	<u>(32,310)</u>	<u>(32,310)</u>	<u>3,208</u>	<u>35,519</u>
<u>447,425</u>	<u>447,425</u>	<u>447,425</u>	<u>-</u>	<u>97,039</u>	<u>97,039</u>	<u>97,039</u>	<u>-</u>
<u>\$ 192,394</u>	<u>\$ 192,394</u>	<u>\$ 502,252</u>	<u>\$ 309,859</u>	<u>\$ 64,729</u>	<u>\$ 64,729</u>	<u>\$ 100,246</u>	<u>\$ 35,519</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, 2017

	24/7 Sobriety Program			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Charges for Services	350,000	410,000	411,706	1,706
Miscellaneous Revenues	200	400	441	41
Total Revenues	350,200	410,400	412,147	1,747
<u>Expenditures:</u>				
Current:				
General Government	-	-	-	-
Public Safety	336,956	399,956	430,099	(30,143)
Culture and Recreation	-	-	-	-
Conservation & Econ. Development	-	-	-	-
Total Expenditures	336,956	399,956	430,099	(30,143)
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,244	10,444	(17,952)	(28,396)
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	13,244	10,444	(17,952)	(28,396)
Fund Balance - Beginning	125,761	125,761	125,761	-
Fund Balance - Ending	\$ 139,005	\$ 136,205	\$ 107,809	\$ (28,396)

Continued from previous page

Total Nonmajor Budgeted Special Revenue Funds			
Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final		
\$ 745,643	\$ 745,643	\$ 739,157	\$ (6,486)
691,181	744,824	721,280	(23,544)
4,949,500	5,301,795	5,689,119	387,324
181,734	183,309	138,574	(44,735)
<u>6,568,058</u>	<u>6,975,571</u>	<u>7,288,131</u>	<u>312,560</u>
1,708,531	1,779,031	1,483,256	295,775
4,171,594	4,756,800	4,573,258	183,542
1,270,290	1,285,427	1,268,313	17,114
20,000	20,000	2,711	17,289
<u>7,170,415</u>	<u>7,841,258</u>	<u>7,327,538</u>	<u>513,720</u>
<u>(602,357)</u>	<u>(865,687)</u>	<u>(39,407)</u>	<u>826,280</u>
566,728	566,728	378,662	(188,066)
-	-	-	-
<u>566,728</u>	<u>566,728</u>	<u>378,662</u>	<u>(188,066)</u>
<u>(35,629)</u>	<u>(298,959)</u>	<u>339,254</u>	<u>638,212</u>
<u>3,665,449</u>	<u>3,665,449</u>	<u>3,665,449</u>	<u>-</u>
<u>\$ 3,629,820</u>	<u>\$ 3,366,490</u>	<u>\$ 4,004,702</u>	<u>\$ 638,212</u>

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, 2017

	Wild Rice River Estates			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Miscellaneous Revenues	-	-	14	14
Total Revenues	-	-	14	14
<u>Expenditures:</u>				
<u>Debt Service:</u>				
Principal			-	-
Interest	-	3,858	3,158	700
Fiscal Charges	-	-	601	(601)
Total Expenditures	-	3,858	3,759	99
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(3,858)	(3,745)	113
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	6,476	6,425	(51)
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	6,476	6,425	(51)
Net Change in Fund Balances	-	2,618	2,680	62
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ 2,618	\$ 2,680	\$ 62

Greyhawk Estates Subdivision				Granberg Amber Plains			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 24,296	\$ 24,396	\$25,230	\$ 834	\$ 29,843	\$ 29,843	\$ 29,261	\$ (582)
-	-	-	-	-	-	-	-
75	120	129	9	50	50	47	(3)
<u>24,371</u>	<u>24,516</u>	<u>25,358</u>	<u>842</u>	<u>29,893</u>	<u>29,893</u>	<u>29,309</u>	<u>(584)</u>
25,000	25,000	25,000	-	25,000	25,000	25,000	-
3,850	3,850	3,850	-	6,025	6,025	6,025	-
1,000	1,153	1,153	-	1,500	1,500	1,167	333
<u>29,850</u>	<u>30,003</u>	<u>30,003</u>	<u>-</u>	<u>32,525</u>	<u>32,525</u>	<u>32,192</u>	<u>333</u>
<u>(5,479)</u>	<u>(5,487)</u>	<u>(4,645)</u>	<u>842</u>	<u>(2,632)</u>	<u>(2,632)</u>	<u>(2,883)</u>	<u>(251)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(5,479)</u>	<u>(5,487)</u>	<u>(4,645)</u>	<u>842</u>	<u>(2,632)</u>	<u>(2,632)</u>	<u>(2,883)</u>	<u>(251)</u>
<u>39,162</u>	<u>39,162</u>	<u>39,162</u>	<u>-</u>	<u>8,711</u>	<u>8,711</u>	<u>8,711</u>	<u>-</u>
<u>\$ 33,683</u>	<u>\$ 33,675</u>	<u>\$34,517</u>	<u>\$ 842</u>	<u>\$ 6,079</u>	<u>\$ 6,079</u>	<u>\$ 5,828</u>	<u>\$ (251)</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, 2017

	<u>Special Assessment Deficiency</u>			Variance With Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
<u>Revenues:</u>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental Revenues	-	-	-	-
Miscellaneous Revenues	-	-	26	26
Total Revenues	-	-	26	26
<u>Expenditures:</u>				
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Fiscal Charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	26	26
<u>Other Financing Sources (Uses):</u>				
Transfers In		-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources and (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	26	26
Fund Balance - Beginning	8,152	8,152	8,152	-
Fund Balance - Ending	\$ 8,152	\$ 8,152	\$ 8,178	\$ 26

Continued from previous page

2010 Bond S&I				Total Nonmajor Debt Service Funds			
Budget		Actual	Variance With Final Budget Positive (Negative)	Budget		Actual	Variance With Final Budget Positive (Negative)
Original	Final			Original	Final		
\$ 813,980	\$ 813,980	\$ 806,375	\$ (7,605)	\$ 868,119	\$ 868,219	\$ 860,866	\$ (7,353)
82,996	82,996	83,976	980	82,996	82,996	83,976	980
483	483	697	214	608	653	913	260
<u>897,459</u>	<u>897,459</u>	<u>891,048</u>	<u>(6,411)</u>	<u>951,723</u>	<u>951,868</u>	<u>945,755</u>	<u>(6,113)</u>
735,000	735,000	735,000	-	785,000	785,000	785,000	-
182,178	182,178	182,178	-	192,053	195,910	195,211	-
400	400	400	-	2,900	3,053	3,321	(268)
<u>917,578</u>	<u>917,578</u>	<u>917,578</u>	<u>-</u>	<u>979,953</u>	<u>983,963</u>	<u>983,532</u>	<u>(268)</u>
<u>(20,119)</u>	<u>(20,119)</u>	<u>(26,530)</u>	<u>(6,411)</u>	<u>(28,230)</u>	<u>(32,095)</u>	<u>(37,777)</u>	<u>(6,381)</u>
-	-	-	-	-	6,476	6,425	(51)
-	-	-	-	-	-	-	-
-	-	-	-	-	6,476	6,425	(51)
<u>(20,119)</u>	<u>(20,119)</u>	<u>(26,530)</u>	<u>(6,411)</u>	<u>(28,230)</u>	<u>(25,619)</u>	<u>(31,351)</u>	<u>(6,432)</u>
86,866	86,866	86,866	-	142,891	142,891	142,891	-
<u>\$ 66,747</u>	<u>\$ 66,747</u>	<u>\$ 60,336</u>	<u>\$ (6,411)</u>	<u>\$ 114,661</u>	<u>\$ 117,272</u>	<u>\$ 111,539</u>	<u>\$ (6,432)</u>

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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 Position
Internal Service Funds
December 31, 2017

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool Operating	Total
<u>ASSETS</u>					
Current Assets:					
Cash and cash equivalents	\$ 4,599,502	\$ 279,703	\$ 191,292	\$ 34,061	\$ 5,104,559
Accounts Receivable	1,982	-	571	563	3,116
Prepaid Items	-	-	-	-	-
Total Current Assets	<u>4,601,484</u>	<u>279,703</u>	<u>191,863</u>	<u>34,624</u>	<u>5,107,675</u>
Noncurrent Assets:					
Capital Assets	-	-	257,528	181,867	439,395
Less: Accumulated Depreciation	-	-	(177,661)	(125,528)	(303,189)
Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>79,867</u>	<u>56,339</u>	<u>136,206</u>
Total Assets	<u><u>4,601,484</u></u>	<u><u>279,703</u></u>	<u><u>271,730</u></u>	<u><u>90,963</u></u>	<u><u>5,243,881</u></u>
<u>LIABILITIES</u>					
Current Liabilities:					
Accounts Payable	1,108	-	53,619	204	54,930
Premium Deposits	438,230	23,628	-	-	461,858
IBNR Claims	293,202	32,553	-	-	325,755
	-	-	-	-	-
Total Liabilities	<u>732,540</u>	<u>56,181</u>	<u>53,619</u>	<u>204</u>	<u>842,543</u>
Net Position:					
Net Investment in Capital Assets	-	-	79,867	56,339	136,206
Unrestricted	3,868,944	223,522	138,244	34,421	4,265,131
Total Net Position	<u><u>\$ 3,868,944</u></u>	<u><u>\$ 223,522</u></u>	<u><u>\$ 218,111</u></u>	<u><u>\$ 90,760</u></u>	<u><u>\$ 4,401,337</u></u>

CASS COUNTY GOVERNMENT
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2017

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Operating Revenues:</u>					
Premiums	\$ 5,026,537	\$ 358,534	\$ -	\$ -	\$ 5,385,071
Charges for Services	-	-	260,236	46,170	306,406
Miscellaneous	96,566	-	-	2,882	99,447
Total Operating Revenues	5,123,103	358,534	260,236	49,051	5,790,924
<u>Operating Expenses:</u>					
Premiums	924,281	-	-	-	924,281
Medical Services	27,628	-	-	-	27,628
Telephone Service	-	-	199,740	-	199,740
Administrative Fees	264,975	25,456	-	-	290,431
Maintenance and Repairs	-	-	-	29,894	29,894
Benefit Payments	2,613,390	320,376	-	-	2,933,766
IBNR Claims	293,202	23,628	-	-	316,830
Depreciation Expense	-	-	19,916	25,447	45,363
Total Operating Expenses	4,123,476	369,460	219,656	55,340	4,767,933
Operating Income	999,627	(10,926)	40,580	(6,289)	1,022,991
<u>Nonoperating Revenues (Expenses):</u>					
Interest Income	12,244	822	351	127	13,544
Loss/Gain on Disposal of Capital Assets	-	-	(876)	9,165	8,289
Total Nonoperating Revenues (Expenses)	12,244	822	(525)	9,292	21,833
Change in Net Position	1,011,871	(10,104)	40,055	3,003	1,044,824
Total Net Position Beginning	2,857,074	233,626	178,056	87,757	3,356,514
Total Net Position Ending	\$ 3,868,944	\$ 223,522	\$ 218,111	\$ 90,760	\$ 4,401,337

CASS COUNTY GOVERNMENT
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2017

	Health Insurance Trust	Dental Insurance Trust	Telephone Trust	Motor Pool	Total
<u>Cash Flows From Operating Activities:</u>					
Receipts from customers	\$ 5,024,555	\$ 358,534	\$ 259,850	\$ 48,488	\$ 5,691,428
Payments to Suppliers	(1,215,776)	(25,456)	(158,221)	(29,722)	(1,429,175)
Claims Paid	(2,867,469)	(333,729)	-	-	(3,201,198)
Other Receipts	96,566	-	-	-	96,566
Net Cash provided by operating activities	<u>1,037,876</u>	<u>(651)</u>	<u>101,629</u>	<u>18,766</u>	<u>1,157,621</u>
<u>Cash Flows From Capital and Related Financing Activities:</u>					
Purchase of Capital Assets	-	-	(44,231)	(45,321)	(89,551)
Proceeds on Sale of Capital Assets	-	-	-	9,165	9,165
Net Cash Used in Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(44,231)</u>	<u>(36,156)</u>	<u>(80,386)</u>
<u>Cash Flows From Investing Activities:</u>					
Interest Income	12,244	822	351	127	13,544
Net Increase in cash and cash equivalents	1,050,119	171	57,750	(17,263)	1,090,778
Balances - Beginning of the Year	3,549,383	279,533	133,542	51,324	4,013,782
Balances - End of the Year	<u>4,599,502</u>	<u>279,703</u>	<u>191,292</u>	<u>34,061</u>	<u>5,104,559</u>
<u>Reconciliation of Operating Income to net cash provided by operating activities:</u>					
Operating Income (Loss)	999,627	(10,926)	40,580	(6,289)	1,022,991
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities:					
Depreciation	-	-	19,916	25,447	45,363
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(1,982)	-	(386)	(563)	(2,931)
(Increase)Decrease in Prepaid Items	-	-	-	-	-
Increase (Decrease) in Accounts Payable	1,108	-	41,519	172	42,799
Increase (Decrease) in Premium Deposit Funds	32,679	(6,168)	-	-	26,511
Increase (Decrease) in IBNR Claims	6,444	16,443	-	-	22,887
Net Cash Provided by Operating Activities	<u>\$ 1,037,876</u>	<u>\$ (651)</u>	<u>\$ 101,629</u>	<u>\$ 18,767</u>	<u>\$ 1,157,621</u>
<u>Schedule of non-cash capital and related financing activities:</u>					
Disposal of Capital Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,915)</u>	<u>\$ -</u>	<u>\$ (4,915)</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 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, 2017

	County Funds	Tax Collection Funds	Funds of Other Governmental Units	Agency Funds
<u>ASSETS</u>				
Cash and cash equivalents	\$ 444,024	\$ 80,130,612	\$ 19,002	\$ 80,593,638
Accounts Receivable	-	-	-	-
Total Assets	<u>\$ 444,024</u>	<u>\$ 80,130,612</u>	<u>\$ 19,002</u>	<u>\$ 80,593,638</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 360,513	-	-	\$ 360,513
Due to Component Units	-	18,242	-	18,242
Deposits	83,511	80,112,371	19,002	80,214,883
Total Liabilities	<u>\$ 444,024</u>	<u>\$ 80,130,612</u>	<u>\$ 19,002</u>	<u>\$ 80,593,638</u>

CASS COUNTY GOVERNMENT
Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2017

	Balance 1/1/2017	Additions	Deductions	Balance 12/31/17
<u>COUNTY FUNDS</u>				
Assets				
Cash and Investments	\$ 440,781	\$ 1,910,736	\$ 1,907,493	\$ 444,024
Accounts Receivable	-	-	-	-
Total Assets	<u>440,781</u>	<u>1,910,736</u>	<u>1,907,493</u>	<u>444,024</u>
Liabilities				
Accounts Payable	357,802	360,513	357,802	360,513
Funds Held for County Departments	82,977	1,550,223	1,549,691	83,509
Total Liabilities	<u>440,779</u>	<u>1,910,736</u>	<u>1,907,493</u>	<u>444,024</u>
<u>TAX COLLECTION FUNDS</u>				
Assets				
Cash and Investments	62,143,072	283,878,224	265,890,685	80,130,612
Total Assets	<u>62,143,072</u>	<u>283,878,224</u>	<u>265,890,685</u>	<u>80,130,612</u>
Liabilities				
Due to Component Units	23,093	18,242	23,093	18,242
Accounts Payable	-	-	-	-
Tax Collections Due to Other Governmental Units	62,119,980	283,859,982	265,867,592	80,112,370
Total Liabilities	<u>62,143,072</u>	<u>283,878,224</u>	<u>265,890,685</u>	<u>80,130,612</u>
<u>FUNDS OF OTHER GOVERNMENTAL UNITS</u>				
Assets				
Cash and Investments	14,579	1,519,399	1,514,975	19,002
Total Assets	<u>14,579</u>	<u>1,519,399</u>	<u>1,514,975</u>	<u>19,002</u>
Liabilities				
Accounts Payable	1,200	-	1,200	-
Funds Held for Other Governmental Units	13,379	1,519,399	1,513,775	19,002
Total Liabilities	<u>14,579</u>	<u>1,519,399</u>	<u>1,514,975</u>	<u>19,002</u>
TOTALS:				
Assets				
Cash and Investments	62,598,433	287,308,358	269,313,152	80,593,638
Accounts Receivable	-	-	-	-
Total Assets	<u>62,598,432</u>	<u>287,308,358</u>	<u>269,313,153</u>	<u>80,593,638</u>
Liabilities				
Accounts Payable	359,002	360,513	359,002	360,513
Due To Component Units	23,093	18,242	23,093	18,242
Funds Held for Other Governmental Units	62,133,359	285,379,381	267,381,367	80,131,372
Funds Held for County Government	82,977	1,550,223	1,549,691	83,509
Total Liabilities	<u>\$ 62,598,430</u>	<u>\$ 287,308,359</u>	<u>\$ 269,313,153</u>	<u>\$ 80,593,638</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.	140-147
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property taxes.	148-154
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.	155-160
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.	161-163
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.	164-167

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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

	Fiscal Year			
	2008	2009	2010	2011
Primary Government				
Governmental Activities				
Net Investment in capital assets	\$ 105,044,599	\$ 105,765,817	\$ 113,476,180	\$ 124,072,749
Restricted	11,646,300	16,542,567	17,210,712	11,215,260
Unrestricted	<u>2,697,912</u>	<u>4,212,267</u>	<u>5,868,375</u>	<u>13,395,579</u>
Total governmental activities net position	<u>\$ 119,388,810</u>	<u>\$ 126,520,652</u>	<u>\$ 136,555,267</u>	<u>\$ 148,683,587</u>

Net position for 2014 was restated.

Balances prior to FY 2014 have not been adjusted for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* - an amendment of GASB Statement No. 68.

Source: County Auditor's Office

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ 130,868,984	\$ 133,541,081	\$ 138,776,719	\$ 140,362,009	\$ 133,225,720	\$ 131,170,862
6,062,258	9,052,410	32,222,189	40,648,438	17,217,641	9,671,740
16,904,143	24,283,484	(37,951,347)	(57,010,859)	(109,842,657)	(104,820,905)
<u>\$ 153,835,385</u>	<u>\$ 166,876,975</u>	<u>\$ 133,047,561</u>	<u>\$ 123,999,587</u>	<u>\$ 40,600,704</u>	<u>\$ 36,021,697</u>

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

	Fiscal Year			
	2008	2009	2010	2011
Expenses				
Primary Government				
Governmental activities:				
General government	\$ 5,948,114	\$ 6,392,092	\$ 7,374,704	\$ 10,850,881
Public safety	13,844,524	14,660,149	15,413,806	16,210,286
Highways and streets	8,202,883	13,551,381	14,376,511	22,920,416
Relief and charities	10,115,364	10,278,514	11,108,274	11,756,349
Conservation & economic development	1,750,024	1,926,527	2,823,577	3,247,937
Culture & recreation	701,706	770,227	811,297	806,552
Interest on long-term debt	68,837	59,768	150,079	351,614
Total primary government expenses	<u>\$ 40,631,452</u>	<u>\$ 47,638,659</u>	<u>\$ 52,058,248</u>	<u>\$ 66,144,035</u>
Program Revenues				
Governmental activities:				
Charges for services				
General government	\$ 1,639,442	\$ 1,580,680	\$ 2,058,886	\$ 2,272,590
Public safety	2,150,517	2,142,956	2,394,977	2,438,340
Highways and streets	316,572	105,167	126,417	180,517
Relief and charities	74,343	92,076	78,190	138,666
Conservation & economic development	42,266	47,696	90,113	77,985
Culture and recreation	2,775	4,605	3,395	7,905
Operating grants and contributions:				
General government	\$ -	\$ 907	\$ 41,810	\$ 424,064
Public safety	725,140	852,821	933,331	1,081,261
Highways and streets	7,632,674	14,473,911	9,255,734	18,773,429
Relief and charities	2,802,802	2,745,810	2,983,727	3,192,735
Conservation & economic development	105,585	206,476	67,293	85,931
Culture & recreation	263,849	285,609	310,411	309,576
Capital grants and contributions:				
General government	-	-	-	-
Highways and streets	1,144,856	2,427,538	-	-
Conservation & economic development	-	-	12,021,555	5,028,844
Total primary government program revenues	<u>\$ 16,900,821</u>	<u>\$ 24,966,252</u>	<u>\$ 30,365,839</u>	<u>\$ 34,011,843</u>
Net (Expense)/Revenue				
Governmental activities	<u>\$ (23,730,631)</u>	<u>\$ (22,672,407)</u>	<u>\$ (21,692,409)</u>	<u>\$ (32,132,194)</u>
General Revenues and Other Changes in Net Position				
General activities:				
Property Taxes	\$ 24,584,536	\$ 25,708,577	\$ 26,926,204	\$ 29,258,876
Sales Taxes	3,443	923	2,122	8,663,697
Estate Taxes	13,200	5,698	-	-
Unrestricted State Shared Revenues	3,551,164	3,492,852	3,763,944	5,513,777
Unrestricted investment earnings	1,005,542	402,994	375,580	261,398
Miscellaneous	211,005	193,214	659,176	562,770
Total primary government	<u>\$ 29,368,890</u>	<u>\$ 29,804,260</u>	<u>\$ 31,727,028</u>	<u>\$ 44,260,519</u>
Special Items	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Change in Net Position				
Primary government	<u>\$ 5,638,258</u>	<u>\$ 7,131,853</u>	<u>\$ 10,034,619</u>	<u>\$ 12,128,325</u>

Balance prior to FY 2015 have not been adjusted for the implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27, as amended by GASB Statement No. 71, *Pension Transition for Contributions Subsequent to the Measurement Date* - an amendment of GASB Statement No. 68.

Source: County Auditor's Office

		Fiscal Year									
		2012	2013	2014	2015	2016	2017				
\$	15,302,368	\$	13,935,655	\$	9,028,821	\$	10,351,235	\$	10,427,951	\$	9,583,401
	17,152,771		17,642,420		19,512,519		21,987,295		23,670,341		26,746,728
	25,619,469		20,884,882		23,395,819		21,422,780		21,563,531		21,574,723
	12,238,254		13,137,268		14,019,886		14,179,753		12,003,373		13,272,509
	2,463,396		8,356,650		41,669,890		32,612,490		94,618,770		16,894,004
	866,399		859,350		991,260		1,064,697		1,143,624		1,292,132
	309,675		329,890		308,046		263,219		812,755		1,478,432
\$	<u>73,952,332</u>	\$	<u>75,146,115</u>	\$	<u>108,926,242</u>	\$	<u>101,881,469</u>	\$	<u>164,240,346</u>	\$	<u>90,841,929</u>
\$	2,343,679	\$	2,466,536	\$	2,586,708	\$	2,580,027	\$	2,565,815	\$	2,862,248
	2,278,942		2,354,580		3,746,880		6,501,870		6,239,764		7,074,473
	499,846		621,954		376,314		350,875		476,037		726,983
	119,219		201,521		193,022		296,462		287,077		256,650
	80,360		55,103		47,426		24,215		17,477		10,315
	9,703		11,130		11,705		15,788		19,861		22,890
\$	420,770	\$	106,914	\$	101,542	\$	94,446	\$	86,085	\$	76,438
	871,054		605,802		540,802		480,722		580,119		1,537,143
	13,494,047		17,934,441		16,453,142		14,204,940		12,753,978		9,812,133
	3,206,771		3,218,237		3,223,837		3,234,853		3,236,367		3,066,627
	1,461,876		177,820		21,726		22,012		24,135		76,875
	360,921		380,750		442,880		475,892		519,770		604,880
	-		-		-		-		-		190,000
	-		-		-		-		-		-
	354,695		5,538,738		5,720,548		4,515,419		26,585		-
\$	<u>25,501,883</u>	\$	<u>33,673,526</u>	\$	<u>33,466,532</u>	\$	<u>32,797,521</u>	\$	<u>26,833,070</u>	\$	<u>26,317,655</u>
\$	<u>(48,450,451)</u>	\$	<u>(41,472,590)</u>	\$	<u>(75,459,710)</u>	\$	<u>(69,083,949)</u>	\$	<u>(137,407,277)</u>	\$	<u>(64,524,273)</u>
\$	31,046,541	\$	31,465,829	\$	32,846,723	\$	35,718,426	\$	37,741,395	\$	39,109,785
	14,812,160		15,135,193		16,164,464		16,449,060		16,112,224		15,302,921
	-		-		-		-		-		-
	7,384,069		7,563,694		8,639,513		7,361,938		5,664,187		5,602,372
	187,373		167,809		133,782		146,742		143,659		120,658
	172,108		181,655		752,661		359,805		693,716		1,346,951
\$	<u>53,602,252</u>	\$	<u>54,514,181</u>	\$	<u>58,537,142</u>	\$	<u>60,035,971</u>	\$	<u>60,355,181</u>	\$	<u>61,482,687</u>
\$	<u>-</u>	\$	<u>-</u>	\$	<u>-</u>	\$	<u>-</u>	\$	<u>(6,346,790)</u>	\$	<u>-</u>
\$	<u>5,151,803</u>	\$	<u>13,041,590</u>	\$	<u>(16,922,568)</u>	\$	<u>(9,047,976)</u>	\$	<u>(83,398,886)</u>	\$	<u>(3,041,586)</u>

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

	Fiscal Years			
	2008	2009	2010	2011
General Fund:				
Reserved	\$ 281,609	\$ 326,101	\$ 371,309	\$ -
Unreserved	2,830,637	2,932,040	4,074,525	-
Nonspendable:				
Inventory				70,399
Prepaid Items				315,737
Assigned:				
SWAT Vehicle Replacement	-	-	-	5,795
Unassigned	-	-	-	6,102,327
Total General Fund	\$ 3,112,246	\$ 3,258,141	\$ 4,445,834	\$ 6,494,258
All Other Governmental Funds:				
Reserved	\$ 336,249	\$ 296,109	\$ 347,276	\$ -
Unreserved, reported in:				
Special Revenue Funds	1,460,486.00	8,448,808	4,364,231	-
Capital Projects Funds	8,922,459	8,587,775	13,325,774	-
Nonspendable:				
Inventory	-	-	-	151,026
Prepaid Items	-	-	-	89,307
Restricted				
Sheriff Asset Forfeiture	-	-	-	22,710
JAIBG Funds				57,675
Hazardous Planning				20,045
State's Attorney Asset Forfeiture				97,439
24/7 Sobriety				18,278
Relief and Charities	-	-	-	2,248,610
Highways and Streets	-	-	-	7,278,126
Senior Citizens	-	-	-	17,012
Flood Control Projects	-	-	-	28,077
Document Preservation	-	-	-	1,378,172
County Park	-	-	-	64,053
Special Assessment Debt	-	-	-	59,276
General Obligation Debt	-	-	-	98,463
Committed:				
Jail Commissary	-	-	-	153,763
Valley Water Rescue				
Parenting Workshop	-	-	-	19,040
Flood Control Projects	-	-	-	4,661,475
Building Projects	-	-	-	5,378,394
Special Assessment Projects	-	-	-	156,965
Unassigned	-	-	-	(3,971,785)
Total all other governmental funds	\$ 10,719,194	\$ 17,332,692	\$ 18,037,281	\$ 18,026,122

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.

Source: County Auditor's Office

Fiscal Years						
2012	2013	2014	2015	2016	2017	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
16,161	17,264	17,047	17,777	17,209	16,302	
265,020	150,917	299,830	310,053	375,747	278,968	
2,432	5,445	7,802	10,163	12,531	14,915	
8,476,106	8,769,301	8,260,583	6,396,075	2,538,761	4,692,103	
<u>\$ 8,759,719</u>	<u>\$ 8,942,927</u>	<u>\$ 8,585,262</u>	<u>\$ 6,734,067</u>	<u>\$ 2,944,248</u>	<u>\$ 5,002,288</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
124,860	136,723	143,841	205,828	209,500	240,947	
74,899	18,698	51,339	184,209	76,583	99,382	
29,113	36,607	8,767	46,440	78,696	89,061	
61,585	65,249	65,367	66,336	67,333	66,618	
18,358	24,372	38,040	35,001	21,255	30,094	
124,805	124,939	212,140	183,171	252,528	196,733	
28,123	56,323	87,592	136,346	125,010	107,269	
1,906,753	2,140,820	2,048,537	2,172,675	2,507,095	411,349	
1,631,831	3,367,690	3,171,880	3,433,174	3,631,878	2,356,100	
52,130	65,134	100,581	129,583	202,586	319,620	
765,272	1,778,740	25,078,671	2,283,691	4,158,324	4,408,839	
1,552,639	1,639,430	1,869,242	1,862,042	2,240,585	2,389,305	
53,556	61,087	69,602	86,784	97,038	100,246	
60,267	61,830	70,775	65,454	56,025	51,203	
114,076	88,642	100,637	109,288	86,866	60,336	
208,158	285,421	360,724	451,400	511,214	600,149	
				9,079	25,242	
35,178	34,567	43,629	43,035	39,837	38,617	
11,951,297	15,941,570	15,836,693	30,872,051	4,855,030	5,633,394	
311,751	30,247					
135,330	135,750	124,931	125,218	125,516	126,893	
(5,112,118)	(2,109,755)	(2,415,342)	(3,954)	(168,225)	-	
<u>\$ 14,127,864</u>	<u>\$ 23,984,084</u>	<u>\$ 47,067,646</u>	<u>\$ 42,487,772</u>	<u>\$ 19,183,753</u>	<u>\$ 17,351,400</u>	

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

	Fiscal Year			
	2008	2009	2010	2011
Revenues				
Property Taxes	\$ 24,611,533	\$ 25,629,938	\$ 27,096,595	\$ 29,485,640
Sales Tax	-	-	-	8,663,697
Intergovernmental	15,101,212	21,967,151	29,306,780	31,139,975
Licenses Permits & Fees	265,336	158,502	113,977	128,026
Charges for Services	3,829,880	3,715,880	4,487,728	4,897,135
Miscellaneous	1,311,694	755,673	1,182,346	992,804
Total revenues	<u>\$ 45,119,655</u>	<u>\$ 52,227,142</u>	<u>\$ 62,187,426</u>	<u>\$ 75,307,277</u>
Expenditures				
General Government	\$ 6,000,740	\$ 5,851,200	\$ 6,260,992	\$ 6,683,474
Public Safety	13,401,260	14,078,210	14,990,010	15,864,877
Public Works	15,230,557	12,109,820	17,648,410	17,227,269
Relief & Charities	10,084,922	10,197,939	10,926,268	11,665,664
Culture & Recreation	695,203	763,724	804,794	800,049
Conservation & Economic Development	1,750,958	1,932,610	15,712,346	8,060,946
Capital Outlay	1,175,973	354,473	2,455,931	11,842,310
Debt Service				
Principal	188,932	203,668	208,610	873,769
Interest	71,603	62,495	147,067	345,908
Total expenditures	<u>\$ 48,600,148</u>	<u>\$ 45,554,138</u>	<u>\$ 69,154,427</u>	<u>\$ 73,364,266</u>
Excess of revenues over (under) expenditures	<u>\$ (3,480,493)</u>	<u>\$ 6,673,003</u>	<u>\$ (6,967,002)</u>	<u>\$ 1,943,011</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ -	\$ -	\$ 8,829,029	\$ -
Loans Issued				
Sale of Property	196,003	86,391	30,260	94,254
Transfers In	149,550	1,173,261	12,085,485	2,593,818
Transfers Out	(149,550)	(1,173,261)	(12,085,485)	(2,593,818)
Total other financing sources (uses)	<u>\$ 196,002</u>	<u>\$ 86,391</u>	<u>\$ 8,859,289</u>	<u>\$ 94,254</u>
Net change in fund balance	\$ (3,284,491)	\$ 6,759,393	\$ 1,892,286	\$ 2,037,265
Debt service as a percentage of noncapital expenditures	0.72%	0.64%	1.01%	2.09%

Source: County Auditor's Office

		Fiscal Year					
2012	2013	2014	2015	2016	2017		
\$ 31,217,265	\$ 31,572,698	\$ 33,011,508	\$ 35,823,646	\$ 37,793,970	\$ 39,096,997		
14,812,160	15,135,193	16,164,464	16,449,060	16,112,224	15,302,921		
25,762,129	35,501,698	35,102,540	30,378,356	22,849,912	20,745,886		
127,947	133,469	211,419	166,711	162,128	176,465		
5,056,253	5,423,907	6,453,308	9,470,782	9,190,358	10,577,206		
516,079	490,744	1,211,108	654,680	1,087,785	1,619,865		
<u>\$ 77,491,833</u>	<u>\$ 88,257,709</u>	<u>\$ 92,154,347</u>	<u>\$ 92,943,235</u>	<u>\$ 87,196,377</u>	<u>\$ 87,519,340</u>		
\$ 7,631,349	\$ 7,911,266	\$ 9,151,938	\$ 10,319,594	\$ 10,420,306	\$ 9,292,888		
16,719,600	17,107,862	19,220,676	23,142,829	24,826,748	25,881,762		
23,578,843	18,262,385	21,505,559	19,163,328	19,560,000	19,298,125		
12,207,748	13,125,256	14,030,665	14,380,943	12,192,337	12,834,366		
859,916	909,785	983,675	1,065,777	1,133,929	1,268,313		
2,462,144	8,364,271	10,326,277	5,449,088	2,236,868	2,151,597		
14,546,103	11,407,367	38,281,498	29,832,863	92,384,213	14,748,762		
889,152	874,771	757,210	767,606	50,783,024	100,785,000		
304,567	285,347	263,305	243,434	868,174	1,475,478		
<u>\$ 79,199,422</u>	<u>\$ 78,248,310</u>	<u>\$ 114,520,803</u>	<u>\$ 104,365,462</u>	<u>\$ 214,405,599</u>	<u>\$ 187,736,291</u>		
\$ (1,707,589)	\$ 10,009,399	\$ (22,366,456)	\$ (11,422,227)	\$ (127,209,222)	\$ (100,216,951)		
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 188,100		
		45,060,200	4,939,800	100,000,000	100,000,000		
74,795	30,031	32,156	51,357	115,380	87,526		
5,819,780	3,502,006	1,798,048	1,419,290	160,018	385,087		
(5,819,780)	(3,502,006)	(1,798,048)	(1,419,290)	(160,018)	(385,087)		
<u>\$ 74,795</u>	<u>\$ 30,031</u>	<u>\$ 45,092,358</u>	<u>\$ 4,991,159</u>	<u>\$ 100,115,382</u>	<u>\$ 100,275,628</u>		
\$ (1,632,795)	\$ 10,039,430	\$ 22,725,902	\$ (6,431,068)	\$ (27,093,840)	\$ 58,676		
2.02%	1.61%	0.97%	1.02%	24.39%	54.84%		

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			
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
2012	6,035,161,188	3,659,791,030	723,805,350	10,418,757,568	496,726,180	65.75
2013	6,178,466,848	3,868,885,870	856,233,100	10,903,585,818	521,035,701	63.60
2014	6,416,212,498	4,125,432,120	941,070,200	11,482,714,818	548,947,150	62.67
2015	6,870,590,258	4,520,934,400	1,025,443,920	12,416,968,578	594,023,291	62.67
2016	7,642,811,085	5,222,180,842	1,105,180,020	13,970,171,947	668,216,009	57.42
2017	8,670,137,538	6,010,399,946	1,137,607,420	15,818,144,904	755,904,584	52.76

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 value 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 2017		Fiscal Year 2008	
	Taxable Value	Percentage of Total Taxable Value	Taxable Value	Percentage of Total Taxable Value
Sanford Medical Center	\$ 9,713,855	1.29%		
Inreit Properties LLLP	7,647,540	1.01%	\$ 4,712,995	1.10%
Northern States Power Company	7,225,847	0.96%	3,979,624	0.93%
West Acres Development Company	5,359,735	0.71%	4,106,155	0.96%
Burlington Northern	4,029,011	0.53%	1,924,621	0.45%
Matrix Properties Corp.	2,934,345	0.39%	2,328,740	0.54%
Innovis Health LLC	2,669,185	0.35%	4,126,980	0.96%
Blue Cross of North Dakota	2,057,845	0.27%	1,553,350	0.36%
Wal-Mart Real Estate Business Trust	1,843,890	0.24%		
Case Equipment Corporation	1,537,990	0.20%	1,066,965	0.25%
Meritcare Medical Group			1,203,936	0.28%
Meritcare Hospitals			1,185,277	0.28%
	<hr/>	<hr/>	<hr/>	<hr/>
Total Attributable to Ten Largest Property Taxpayers	<u>45,019,243</u>	<u>5.96%</u>	<u>26,188,643</u>	<u>6.11%</u>
TOTAL GROSS TAXABLE VALUE	<u>\$ 755,904,584</u>	<u>100.00%</u>	<u>428,417,209</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			
	2008	2009	2010	2011
Direct				
General	32.25	32.25	32.25	32.25
Human Service	17.50	17.50	17.50	17.50
Highway	10.25	10.25	10.25	10.25
Senior Citizens	1.00	1.00	1.00	1.00
Emergency	-	-	-	1.00
Debt Service Sinking	-	-	-	2.00
Total Direct	61.00	61.00	61.00	64.00
Overlapping Governments				
Cities				
Fargo	58.25	58.25	58.25	58.25
West Fargo	88.87	88.47	91.37	91.59
Other Cities	10.56-207.07	7.76-203.26	10.21-200.42	12.49-206.08
Park Districts				
Fargo	31.85	31.56	31.45	31.39
West Fargo	38.06	36.42	32.45	32.55
Other Park Districts	3.43-24.73	2.8-24.64	3.0-25.58	3.5-25.65
School Districts				
Fargo	299.99	296.77	221.77	221.59
West Fargo	248.76	245.64	170.64	170.64
Other School Districts	176.55-233.02	176.72-228.48	100.00-158.57	100.00-191.29
Townships	12.12-29.8	12.11-30.88	12.11-30.88	10.15-36.00
Water Resource Districts	4.6-5.0	4.4-5.0	5.00	6.00
Fire Districts	1.93-6.29	1.88-12.83	1.78-13.00	1.89-13.00

Source: County Auditor's Office

Fiscal Year					
2012	2013	2014	2015	2016	2017
32.25	28.25	27.34	28.80	28.80	30.41
17.50	19.50	19.50	18.71	13.66	10.00
10.25	10.25	10.25	9.83	9.83	10.00
1.00	1.00	1.00	1.00	1.00	1.00
3.00	3.00	3.00	2.88	2.88	0.25
1.75	1.60	1.58	1.45	1.25	1.10
65.75	63.60	62.67	62.67	57.42	52.76
58.25	58.25	57.25	57.25	55.00	53.00
91.03	90.11	89.11	85.05	80.08	70.24
11.77-200.15	10.49-194.03	5.48-174.61	2.27-174.14	5.34-175.32	9.7-168.27
31.34	31.25	30.74	30.71	29.52	28.61
34.56	32.93	32.45	31.41	29.75	26.18
0.66-26.17	4.00-26.23	4.00-32.45	3.22-30.23	3.00-29.52	2.60-25.89
221.59	219.28	165.35	165.35	166.35	154.35
192.20	192.20	142.20	142.20	139.71	133.29
100.00-187.91	99.33-179.22	67.17-137.51	60-133.05	60-126.88	62.99-124.08
10.04-40.12	8.37-39.92	8.14-40.46	7.46-75.47	6.91-60.77	5.30-64.51
6.00	6.00	6.00	6.00	5.5-6.00	5.4-6.00
1.79-13.00	1.46-13.00	1.98-12.63	1.81-12.35	1.67-13.00	1.60-13.00

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
2008	25,588,742	(67,783)	25,520,959
2009	26,590,924	30,767	26,621,691
2010	27,662,317	122,353	27,784,670
2011	30,083,068	137,071	30,220,138
2012	31,927,747	145,152	32,072,900
2013	32,379,259	320,621	32,699,880
2014	33,559,573	46,510	33,606,083
2015	36,204,233	267,139	36,471,372
2016	38,368,963	253,244	38,622,207
2017	39,881,526	170,671	40,052,197

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>
24,114,604	94.24%	299,150	24,413,754	95.66%
24,973,314	93.92%	508,783	25,482,097	95.72%
26,097,270	94.34%	492,785	26,590,054	95.70%
28,482,450	94.68%	430,330	28,912,780	95.67%
30,332,994	95.01%	334,919	30,667,913	95.62%
31,086,237	96.01%	183,494	31,269,731	95.63%
32,078,024	95.59%	60,947	32,138,971	95.63%
34,629,229	95.65%	229,932	34,859,161	95.58%
36,662,427	95.55%	152,004	36,814,431	95.32%
38,216,384	95.82%	-	38,216,384	95.42%

CASS COUNTY GOVERNMENT
Sales Tax Revenue
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Sales Tax Revenue	Taxable Sales and Purchases	Direct Rate
2008	-	-	-
2009	-	-	-
2010	-	-	-
2011	10,243,206	2,775,649,629	0.50%
2012	14,620,690	3,055,069,906	0.50%
2013	15,310,716	3,125,583,081	0.50%
2014	16,120,808	3,256,646,158	0.50%
2015	16,319,173	3,199,609,785	0.50%
2016	16,576,834	3,001,106,671	0.50%
2017	15,302,922	2,874,488,805	0.50%

Source: County Auditor's Office and Office of the ND State Tax Commissioner

Notes:

Effective April 1, 2011 an ordinance was approved for a 1/2 cent sales tax for flood control to terminate on March 31, 2031.

Effective January 1, 2017 an ordinance was approved for an extension of the 1/2 cent sales tax to terminate on December 31, 2084.

Revenues are shown net of state administrative fee.

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

Fiscal Year	Governmental Activities Debt					Total Primary Government	Percentage of Personal Income(1)	Per Capita(1)
	General Obligation Bonds	Special Assessment Bonds (1)	Special Assessments Payable	Loan Payable	Capital Leases			
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	8,900,000	642,293	112,567	-	368,239	10,023,099	0.15%	66.92
2011	8,225,000	561,152	109,033	-	250,611	9,145,797	0.13%	60.02
2012	7,540,000	479,674	105,285	-	127,937	8,252,896	0.11%	52.85
2013	6,850,000	422,839	-	-	-	7,272,839	0.09%	44.67
2014	6,150,000	365,630	-	45,060,200	-	51,575,830	0.59%	308.83
2015	5,440,000	308,024	-	50,000,000	-	55,748,024	0.61%	325.04
2016	4,715,000	250,000	-	100,000,000	-	104,965,000	1.12%	598.95
2017	3,980,000	390,000	-	100,000,000	-	104,370,000	1.11%	595.55

Notes: 2017 percentages calculated using 2016 personal income date, which is the most recent available.

(1) See Schedule on page 161 for population and personal income data

CASS COUNTY GOVERNMENT
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Obligation Bonds	Percent of Actual Value of Taxable Property(2)	Per Capita(3)
2008	-	-	-
2009	-	-	-
2010	8,900,000	1.92%	59.42
2011	8,225,000	1.71%	53.98
2012	7,540,000	1.52%	48.28
2013	6,850,000	1.31%	42.07
2014	6,150,000	1.12%	36.83
2015	5,440,000	0.92%	31.72
2016	4,715,000	0.71%	26.90
2017	3,980,000	0.53%	22.39

(2) See Schedule on page 148 for property tax value data

(3) See Schedule on page 161 for population data

CASS COUNTY GOVERNMENT
Ratio of Net Bonded Debt to Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Assessed Valuation	General Bonded Debt			Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita(3)
		General Obligation Bonds (1)	Less: Amounts Restricted to Repaying Principal	Net Bonded Debt		
2008	4,479,772,085	-	-	-	-	-
2009	4,680,021,860	-	-	-	-	-
2010	4,864,062,991	8,900,000	-	8,900,000	0.18%	59.42
2011	5,032,813,388	8,225,000	98,463	8,126,537	0.16%	53.33
2012	5,209,378,784	7,540,000	114,076	7,425,924	0.14%	47.55
2013	5,451,792,909	6,850,000	88,642	6,761,358	0.12%	41.52
2014	5,741,357,409	6,150,000	100,637	6,049,363	0.11%	36.22
2015	6,208,484,289	5,440,000	99,980	5,340,020	0.09%	31.13
2016	6,985,085,974	4,715,000	86,866	4,628,134	0.07%	26.41
2017	7,909,072,452	3,980,000	60,336	3,919,664	0.05%	22.05

(3) See Schedule on page 161 for population data

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

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Assessed Value of Property	\$ 4,479,772,085	\$ 4,680,021,860	\$ 4,864,062,990	\$ 5,032,813,388
Debt Limit, 5% of Assessed Value	223,988,604	234,001,093	243,203,149	251,640,669
Amount of Debt Applicable to Limit General Obligation Bonds	-	-	8,788,498	8,123,194
Less: Resources Restricted to Paying Principal	-	-	-	-
Total Net General Obligation Bonds	-	-	8,788,498	8,123,194
Loan Payable	-	-	-	-
Capital Leases	589,178	481,029	368,239	79,521
Total net debt applicable to limit	589,178	481,029	9,156,737	8,202,715
Legal Debt Margin	<u>\$ 223,399,426</u>	<u>\$ 233,520,064</u>	<u>\$ 234,046,412</u>	<u>\$ 243,437,955</u>
Total net debt applicable to the limit as a percentage of debt limit	0.26%	0.21%	3.77%	3.26%

Source: County Auditor's Office

2012	2013	2014	2015	2016	2017
\$ 5,209,378,784	\$ 5,451,792,909	\$ 5,741,357,409	\$ 6,208,484,289	\$ 6,985,085,974	\$ 7,909,072,452
260,468,939	272,589,645	287,067,870	310,424,214	349,254,299	395,453,623
7,447,890	6,799,729	6,105,643	5,401,557	4,682,472	3,953,386
7,447,890	6,799,729	6,105,643	5,401,557	4,682,472	3,953,386
-	-	45,060,200	50,000,000	100,000,000	100,000,000
127,935	-	-	-	-	-
7,575,825	6,799,729	51,165,843	55,401,557	104,682,472	103,953,386
<u>\$ 252,893,114</u>	<u>\$ 265,789,916</u>	<u>\$ 235,902,027</u>	<u>\$ 255,022,657</u>	<u>\$ 244,571,827</u>	<u>\$ 291,500,237</u>
2.91%	2.49%	17.82%	17.85%	29.97%	26.29%

CASS COUNTY GOVERNMENT
Sales Tax Note Payable - Direct Bank Loan
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	FM Diversion Financing			
	Sales Tax	Debt Service		Coverage
		Principal	Interest	
2008	-	-	-	-
2009	-	-	-	-
2010	-	-	-	-
2011	-	-	-	-
2012	-	-	-	-
2013	-	-	-	-
2014	14,669,935	-	41,206	356
2015	14,850,447	-	328,609	45
2016	15,084,919	50,000,000	647,752	23
2017	13,925,659	100,000,000	1,276,946	11

Note: Sales tax reported is only the share dedicated to the FM diversion project.

Source: County Auditor's Office

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)
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	6,948,277	45,602	3.4%
2012	156,157	7,714,419	49,402	3.3%
2013	162,829	8,139,909	49,991	3.0%
2014	167,005	8,803,026	52,711	2.5%
2015	171,512	9,184,845	53,552	2.2%
2016	175,249	9,404,240	53,662	2.3%
2017	177,787	*	*	2.1%

SOURCES:

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

* Information is not yet available.

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

Employer	2017		2008	
	Number of Employees	Percentage of Total County Employment	Number of Employees	Percentage of Total County Employment
Sanford Health	7,151	7.13%		
North Dakota State University	4,315	4.30%	2,401	2.83%
Essentia Health	2,540	2.53%		
Fargo Public School District #1	1,860	1.86%	1,419	1.67%
West Fargo Public Schools	1,622	1.62%	786	0.93%
U.S. Bank Service Center	1,229	1.23%	980	1.16%
Fargo VA Health Care Systems	1,114	1.11%		
Noridian Health Care Solutions	1,074	1.07%	1,747	2.06%
Microsoft	1,024	1.02%	946	1.12%
Integrity Windows and Doors	1,000	1.00%		
City of Fargo			689	0.81%
Case New Holland Corporation			721	0.85%
Meritcare Health Systems			3,691	4.35%
Innovis Health			1,714	2.02%
	<u>22,929</u>	<u>22.88%</u>	<u>15,094</u>	<u>17.79%</u>

SOURCE: Fargo Moorhead West Fargo Chamber of Commerce
<http://www.fmwfchamber.com>

Job Service of North Dakota
<http://www.jobsnd.com>

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>
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
2012	38	179	34	139	10	400
2013	40	183	34	142	10	409
2014	40	198	34	148	10	430
2015	41	199	34	149	10	433
2016	41	203	34	151	10	439
2017	42	206	34	154	10	446

(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			
	2008	2009	2010	2011
General Government				
County Recorder Deeds Filed	4,994	4,931	4,875	4,892
County Recorder Total Documents	30,735	32,904	28,879	27,249
Tax Statements Issued	57,415	58,282	58,625	59,099
Statements Collected				
within First Year	55,581	55,932	56,957	57,376
Percent Collected in First Year	96.81%	95.97%	97.15%	97.08%
Marriage License Issued	1,063	1,033	1,083	1,118
Death Certificates Issued ***	75	-	-	-
Public Safety				
Total Inmates	7,627	7,339	7,522	-
Inmates Processed **	-	-	-	12,389
Average Daily Population	204	171	188	182
Citations Issued	3,352	3,986	3,537	4,358
24/7 Drug Program				
SCRAM Bracelets	-	-	-	-
Drug Patch	-	-	-	-
Twice-a-day Breath Test	-	-	-	-
Highways & Streets				
Miles of paved roads overlaid with asphalt	13.00	10.00	20.81	11.00
Miles of paved roads reconstructed with asphalt	0.50	0.50	-	-
Miles of paved roads reconstructed with concrete	0.50	-	-	-
Miles of Concrete roads overlaid with asphalt	-	-	-	-
Miles of gravel roads paved with asphalt	-	-	1.24	-
Total Miles Surfaced	14.00	10.50	22.05	11.00
Miles of asphalt roads chip sealed	0.00	0.00	34.86	34.86
Relief & Charities				
HCBS (1) Average Caseload Per Year	560	574	597	600

(1) HCBS - Home and Community Based Services

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

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

Source: Various County Departments

Fiscal Year					
2012	2013	2014	2015	2016	2017
6,231	6,553	6,432	6,482	6,780	6,067
33,644	33,170	27,739	31,113	32,873	28,952
60,286	60,898	62,085	64,949	66,515	67,193
59,083	59,813	60,544	63,423	64,974	65,732
98.00%	98.22%	97.52%	97.65%	97.68%	97.83%
1,148	1,102	1,102	1,081	1,134	1,148
-	-	-	-	-	-
-	-	-	-	-	-
7,824	7,764	7,718	8,034	8,594	9,312
227	208	242	274	303	276
4,495	4,779	8,132	6,958	5,074	5,074
27	96	232	368	395	342
48	167	309	377	435	528
156	194	320	332	536	527
16.50	11.00	25.00	30.60	10.20	0.00
-	6.00	2.00	0.70	1.00	9.20
-	-	-	-	-	1.00
-	-	-	6.00	6.40	-
-	-	1.00	1.00	-	-
16.50	17.00	28.00	38.30	17.60	10.20
23.00	30.00	30.00	17.00	17.00	78.40
681	709	700	704	674	695

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

<u>Function/Program</u>	Fiscal Year			
	2008	2009	2010	2011
General Government				
Number of Voting Machines	137	137	137	137
Number of E-Poll Books	110	110	110	110
Number of Election Tablets	-	-	-	-
Number of Buildings	4	4	4	4
Public Safety				
Jail Capacity	348	348	348	348
Highways & Streets				
County Road Miles Maintained	652	652	652	652
Number of Bridges	246	246	246	246
Number of Motorgraders	7	7	7	7

Source: Various County Departments

Fiscal Year					
2012	2013	2014	2015	2016	2017
137	137	137	150	150	150
140	140	140	-	-	-
-	-	-	195	195	195
4	4	4	5	5	5
348	348	348	348	348	348
652	652	652	652	652	652
246	246	246	246	246	246
7	7	7	7	7	7