

LEWIS AND CLARK COUNTY MONTANA



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year 2006
July 1, 2005 to June 30, 2006

The Craig Bridge

At the turn of the twentieth century, crossing the Missouri River was difficult and occasionally risky. Near Craig in Lewis and Clark County a hand drawn ferry (really just a large raft) served passengers willing to pay the fare and take the ride. Seeing the need for a permanent crossing at that location the Lewis and Clark County Commission, lead by Frank Wegner, contracted with the Elkhart Bridge Company of Indiana for a new three section steel truss bridge to do the job. It would cost \$9000, such a bargain that the contractor attempted to shortchange the quality of cement in the project. Completed in 1904 under the wary eye of local engineer-inspector George Reeder (of Reeder's Alley) the bridge allowed wagons, buggies and agricultural equipment an easy Missouri crossing. A few years later, automobiles, trucks and finally tractors were making the trip and the Craig Bridge had become a prominent landmark in the county. ¹

Late in the century, with larger machines on the highways, the Craig Bridge's wagon widths and its age became problematical. Scheduled for replacement in 2006, the bridge was nonetheless recognized as a historical structure and placed for "adoption" under a federal procedure allowing it to transfer to new ownership for preservation purposes. Plans for its retention fell through and the Craig Bridge was nearly lost. At the last possible moment, however, the structure was awarded to the Nelson family of Helena to be moved to their property at the historic State Nursery site west of town. In the spring of 2006 Tamietti Movers hauled the three sections of Craig Bridge through Helena on the way to its new home.

¹ A summary of Craig Bridge history is in *Conveniences Sorely Needed: Montana's Historic Highway Bridges, 1860-1856* by Jon Axline.

LEWIS & CLARK COUNTY, MONTANA



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended June 30, 2006

PRESENTED BY
LEWIS AND CLARK COUNTY ACCOUNTING DEPARTMENT

LEWIS AND CLARK COUNTY
HELENA, MONTANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year 2006

July 1, 2005 - June 30, 2006

Prepared By: Lewis and Clark County, Accounting Department

Paulette DeHart, County Treasurer

Rodger Nordahl

Amy Reeves

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Paulette DeHart
Treasurer/Clerk and Recorder
(406) 447-8334



City-County Building
316 North Park Avenue
Room 142
Helena, MT 59623

LEWIS AND CLARK COUNTY

Consolidated Office of Treasurer/Clerk and Recorder

October 20, 2006

To the Board of County Commissioners and the Citizens of Lewis and Clark County, Montana:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Lewis and Clark County for the fiscal year ended June 30, 2006.

The County has prepared the financial statements to meet the requirements of Governmental Standards Board No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments (GASB 34). GASB 34 established a reporting model that the County has reported in five parts:

- 1) management's discussion and analysis, which is a narrative report providing significant information about the County and how the County's financial position has changed from June 30, 2005 to June 30, 2006, and the reasons for the change,
- 2) government-wide financial statements, which report on the governmental, business-type, and component units assets, liabilities, expenses and revenues of the County,
- 3) fund financial statements, which report on the major individual governmental and business-type funds of the County,
- 4) budgetary comparisons for the County's general fund, major governmental funds, and
- 5) the notes to the financial statements.

This report consists of management's representations concerning the finances of Lewis and Clark County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, to compile sufficient reliable information for the preparation of the County's financial statements and comply with laws and regulations in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance

that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The financial statements of Lewis and Clark County have been audited by Anderson ZurMuehlen and Company P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2006, are free of material misstatement. 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 auditors concluded based upon the audit that there was a reasonable basis for rendering unqualified opinions over Lewis and Clark County's basic financial statement opinion units, as listed in the accompanying table of contents for the fiscal year ended June 30, 2006. The independent auditor's report is presented at the front of the financial section of this report.

The independent audit of the financial statements of Lewis and Clark County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and render an opinion on compliance involving the administration of major federal awards.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended in 1996, and the United States Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards and the auditor's reports on internal control over financial reporting and compliance and other matters under government auditing standards and in accordance with OMB Circular A-133, are included in the single audit section of this report.

Management is required to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Lewis and Clark County's MD&A can be found immediately following the report of the independent auditors.

Profile of Lewis and Clark County

Lewis and Clark County, established as a commission form of government in 1915, is located in the southwestern part of the state. The County government is comprised of a three-member commission that is elected at large, each member serving a staggered six-year term. There are ten elected officials that serve four-year terms. The main County offices are located in Helena, the state capitol and county seat, which is located in the southern portion of the County. The County currently has a land area of approximately 3,513 square miles and a population of approximately 58,996. The population of the County is predominately urban with the majority of the residents within a twenty-mile radius of Helena. The County is empowered to levy a property tax on both real and personal property located within its boundaries.

The County provides a full range of services. General government functions of the County include judicial and legal services, public records administration, election services, financial services, planning services and public school administration. Public safety functions include law enforcement (sheriff), fire protection, coroner services, and detention services. The County provides the following public works functions: road and bridge maintenance, weed control, building maintenances, solid waste services, and

cemetery services. In addition, the County provides various public health services, a nursing home for care of the elderly, and animal, insect, and pest control. Other social and economic functions provided are those related to welfare, senior citizens, and extension services. The County, also, provides recreational opportunities associated with the fairgrounds and local parks.

The annual budget serves as the foundation for Lewis and Clark County's financial planning and control. All agencies of the County are required to submit requests for appropriation to the Clerk and Recorder before June 10th of each year, or on a date designated by the County Commission. The Budget Officer for the Commission uses these requests for appropriation as the starting point for developing a proposed budget. The Board of County Commissioners are required to hold public hearings on the proposed budget and to adopt a final budget through resolution. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g. sheriff). The Board of County Commission must approve any transfer of appropriations during the course of the year.

The objective of the County's budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Commission. Activities of the general fund, all special revenue funds (except the Forestvale Endowment fund), and the debt service funds, have budgets adopted annually. These budgets, adopted by resolution, delineate the total amount of expenditures budgeted by fund total with the exception of the general fund, which includes department totals. Budgetary comparisons have been presented in at least this much detail.

Factors Affecting Economic Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Lewis and Clark County operates.

Although the County currently enjoys a favorable economic environment and local indicators point toward continued stability, the State of Montana continues to face uncertainties in regards to the economic environment and their budget. The County expects that in the case of a state budget deficit the local governments in Montana will be forced to provide services typically provided by the State. Lewis and Clark County continues to experience a growth in both residential and commercial construction. In addition, the unemployment figures show that the Helena region is faring better than both the state and nation as a whole. The current unadjusted unemployment figure for Lewis and Clark County is 2.9. This is down .8 percent from one year ago. The current unadjusted employment figure for the State of Montana is 2.9 percent and the nation is 4.6 percent. The most current per capita personal income for Lewis and Clark County is \$29,721. This amount is up slightly from previous years.

Steady commercial and residential development in Helena and the surrounding area, as previously stated, has provided a favorable economic environment. However, the increase in demand for government services that accompanies development has exceeded the growth in revenues. The 2001 Montana Legislature provided major tax reform for local governments and the most significant was House Bill 124. This bill replaces the current funding structure, primarily dependent on motor vehicle, gaming revenues, and includes an entitlement share from the state. The purpose of the bill is to simplify the flow of revenue between local governments and the State of Montana and to provide local governments a stable source of funding. The entitlement share will grow each year based on population and the consumer price index. The legislature also passed Senate Bill 176, which provides for the state to assume the costs of District Court, excluding the Clerk of Court and the Public Defender. The legislature also recognized that the rising cost of providing health insurance to employees was prohibitive for local governments and authorized local governments to raise mills to cover the cost of increases in health insurance premiums. The financial statements included in this report reflect the third year of these changes.

Long-term financial planning for Lewis and Clark County includes the creation of a Capital Improvement Plan (CIP). Each department will be asked to develop and prioritize future needs and identify funding for the needs. Additionally, each department will be required to develop a replacement schedule for existing assets that identified the replacement cost, the number of years until replacement and the annual reserve needed to replace the equipment at the end of its useful life. The CIP will be presented to the Board of County Commissioners as a separate document for review and approval and will be incorporated into future budgets. The development of the CIP will provide an essential tool for managing capital improvements and replacements in the future. For fiscal year 2006, \$1.6 million was set aside for future replacement of capital assets.

Lewis and Clark County, in January 2003, assumed the operations of the Lewis and Clark County Fairgrounds. The County owns the land and buildings as a result of a gift of the property from the State Land Board. The County faces several challenges at the fairgrounds. The infrastructure is aging and the County is exploring funding alternatives for improvements to the water, sewer and electrical infrastructure. Revenue generated by the fairgrounds is not sufficient to adequately fund year round operations or capital improvements. In the spring of 2004, a group of individuals comprised of the Lewis and Clark County Fairgrounds Foundation and the Save the Fairgrounds Group successfully promoted a mill levy election. On June 8, 2004, the voters of Lewis and Clark County voted in favor of the 8.18 mills or approximately \$703,644 for a period of ten years to finance the \$5,727,000 in projects and in favor of 2.91 mills or approximately \$250,000 in permanent funding for continuing operations, replacement and depreciation.

Cash management policies and practices

Lewis and Clark County operates an investment pool for idle cash belonging to the County, school districts, fire districts and other small local agencies. The investments of the County are managed through an investment committee. Lewis and Clark County has formally adopted an investment policy established by the committee, which outlines the County's investment goals and strategies. The overall strategy of holding deposits and making investments is to expose the County to a minimum amount of credit and custodial risks and interest rate risk. Investments are primarily Certificate of Deposits, U.S. agency securities, the State of Montana short-term investment pool (STIP) and other securities guaranteed by the United States or by an agency of the United States, but not issued by agencies of the United States. All investments are required to meet collateral requirements as defined by State law.

It has been the intent of Lewis and Clark County to add additional stability for the overall portfolio by creating a laddering process using treasury bills, agency notes and certificate of deposits. This laddering is currently in place. As of June 30, 2006, the Lewis and Clark County portfolio held \$1,000,000 in Certificate of Deposits and \$9,411,181 in Agency Notes. These investments were purchased at different intervals with different maturity dates. The County earned \$1,529,574 from investments in fiscal year 2006. The average rate of return amounted to 3.87 percent on an average monthly balance of approximately \$39.5 million.

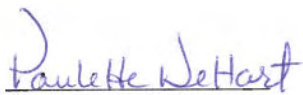
Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lewis and Clark County for its comprehensive annual financial report for the fiscal year ended June 30, 2005. This was the eleventh consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized

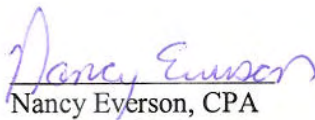
A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administration departments. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Special thanks to Amy Reeves for her dedication towards the completion of this report. Credit must also be given to the Board of County Commissioners for their unfailing support for maintaining the highest standards of professionalism in the management of Lewis and Clark County's finances.

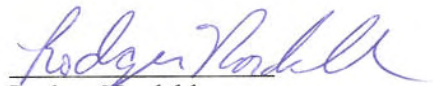
Respectfully submitted,



Paulette DeHart
Treasurer/Clerk and Recorder



Nancy Everson, CPA
Finance Officer



Rodger Nordahl
Accounting Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lewis and Clark County
Montana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

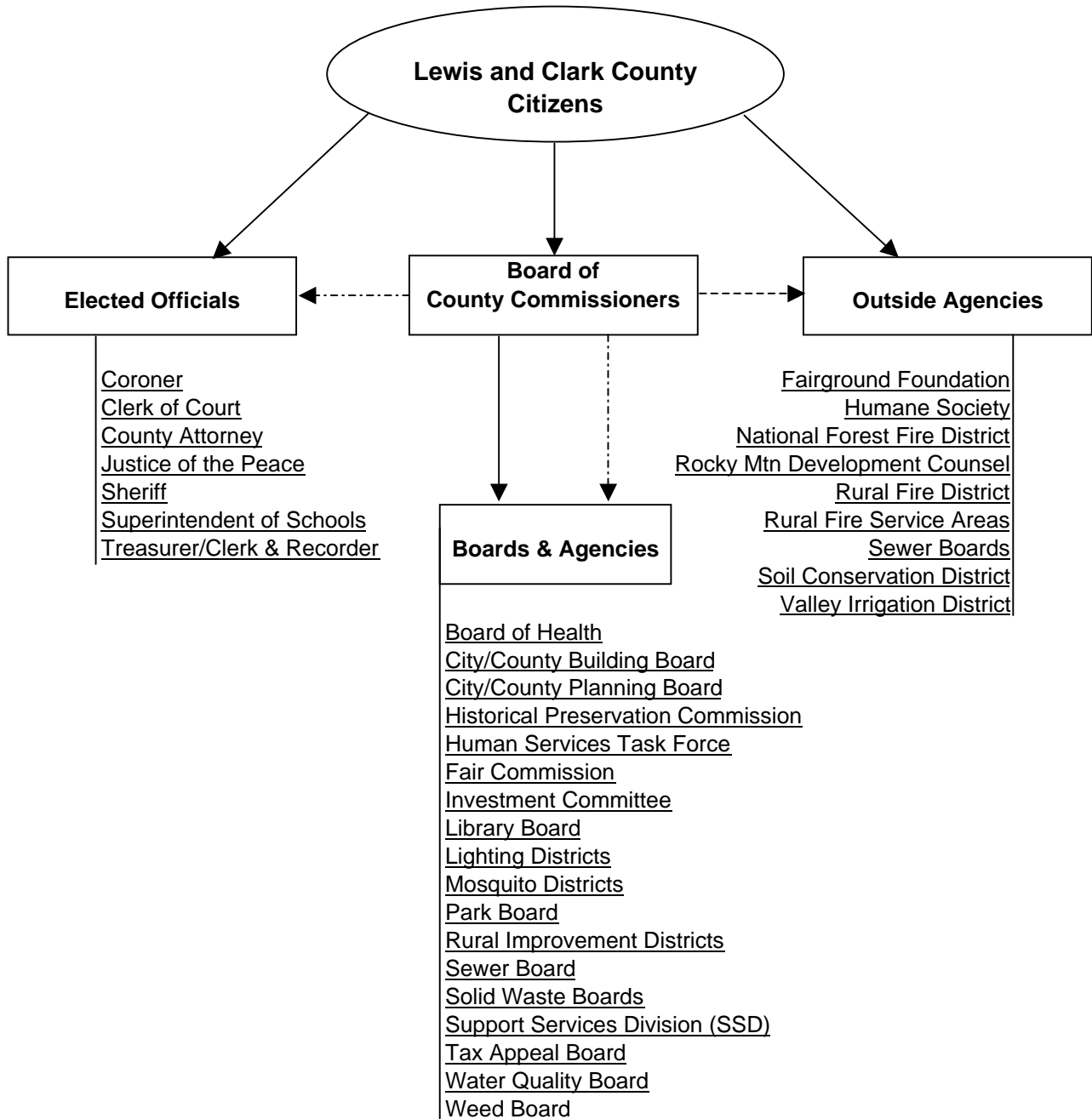
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

Lewis and Clark County, Montana ORGANIZATIONAL CHART



- ▶ Direct Authority
- - - - -▶ Coordination
- · - · - ·▶ Budget Management

**LEWIS AND CLARK COUNTY
HELENA, MONTANA
JUNE 30, 2006**

LIST OF PRINCIPAL OFFICIALS

BOARD OF COUNTY COMMISSIONERS

Mrs. Anita Varone	Chairperson
Mr. Ed Tinsley	Member
Mr. Michael A. Murray	Member

COUNTY OFFICIALS

Mr. Leo Gallagher	Attorney
Mrs. Nancy Sweeney	Clerk of Court
Mr. M.E. (Mickey) Nelson	Coroner/Public Administrator
Mr. Wallace Jewell	Justice of the Peace
Ms. Cheryl Liedle	Sheriff
Mrs. Marsha Davis	Superintendent of Schools
Mrs. Paulette DeHart	Treasurer/Clerk and Recorder/Auditor
The Honorable Thomas Honzel	District Court Judge
The Honorable Dorothy McCarter	District Court Judge
The Honorable Jeffrey Sherlock	District Court Judge



& COMPANY

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Lewis & Clark County
Helena, MT 59601

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lewis & Clark County, Montana, as of and for the year ended June 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Lewis & Clark County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lewis & Clark County, Montana, as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund and public safety fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 20, 2006 on our consideration of Lewis & Clark County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an

audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 5 through 16 are not a required part of the basic financial statements but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lewis & Clark County, Montana's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U. S. Office of Management and Budget Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Anderson Zur Muehlen & Co., P.C.

Helena, Montana
October 20, 2006

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**LEWIS AND CLARK COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006 and 2005**

INTRODUCTION

As management of Lewis and Clark County, Montana, we offer readers of Lewis and Clark County's basic financial statements this comparative narrative overview and analysis of the financial activities of Lewis and Clark County for the fiscal years ended June 30, 2006 and 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages v-ix of this report.

FINANCIAL HIGHLIGHTS

Government-wide Highlights

- Lewis and Clark County's assets exceeded its liabilities at June 30, 2006 by \$39.9 million (reported as net assets) compared with \$37.3 million at June 30, 2005. Of this amount, \$19.2 million (reported as unrestricted net assets) may be used to meet the government's general obligations to citizens and creditors.
- The County had an increase in net assets for the year of \$2.6 million.
- This \$2.6 million increase can be largely attributed to county departments' "saving" resources for future capital equipment purchases and improvements, along with tax revenue of \$1.1 million being collected to finance the fairgrounds construction project and only a small amount spent on engineering and design.

Fund Highlights

- As of June 30, 2006, Lewis and Clark County's governmental funds reported combined ending fund balances of \$12.2 million, compared with \$9.0 million at June 30, 2005. Of this amount \$11.1 million is available for spending at the government's discretion (reported as unreserved fund balance). The remaining \$1.1 million is restricted for specific purposes.
- At the end of the fiscal year, the unreserved fund balance for the general fund was \$2.0 million, or 34 percent of total general fund expenditures, as compared with \$.4 million or 8 percent from the previous fiscal year-end.

Capital Asset and Long-term Debt Highlights

- Capital assets for Lewis and Clark County totaled \$29,550,087, as of June 30, 2006. The county completed several large road improvement projects, categorized as infrastructure, and the construction project at the Cooney Convalescent Home. These projects totaled close to \$1 million.
- The Public Safety – radio project continues to grow as federal and state grants are received to cover the integrated radio system. Over \$8 million has been spent as of June 30, 2006, for towers, radios, paging system, microwave system, and numerous other accessories to get the system operational. In fiscal year 2006, over \$1.8 million of radios and accessories were

donated to other local governments and agencies, whom are participating in this project, thus reducing the total capital assets of the county.

- Lewis and Clark County's total debt increased by \$1.1 million (14 percent) during the current fiscal year. Key factors in the change include new special assessment debt and contract/loans of \$996,451 and \$1,289,166, respectively.
- Lewis and Clark County made payments of principal on revenue bonds, contracts/loans and special assessment loans with governmental commitment of \$217,000, \$347,892 and \$50,903, respectively. The County paid off the balance of \$539,166 on the capital lease and refinanced it with a loan.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to Lewis and Clark County's basic financial statements. The basic financial statements comprise 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. These components are described below:

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Lewis and Clark County's finances, in a manner similar to a private-sector business. One of the most important questions asked about the County's finances is, "Is the County as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the County as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net assets and changes in them. The County's net assets - the difference between assets and liabilities - are one way to measure the financial position of the County. Over time, increases or decreases in the County's net assets are an indicator of whether the financial health is improving or deteriorating. Non-financial factors such as changes in the County's property tax base or the condition of the County roads also need to be considered in assessing the financial position of the County.

The Statement of Net Assets and the Statement of Activities distinguishes between the following activities:

- Governmental Activities - most of the County's basic services are reported here, including public safety, public works, health and general administration. Property taxes, local option vehicle taxes, and state and federal grants finance most of these activities.
- Business-type activities - the County charges a fee to customers to recover the cost of certain services provided. The County's landfill and transfer stations; the Cooney Convalescent Home, a nursing home facility; and the operations of the fairgrounds are reported here.

- Component Units - the County includes two separate legal entities in its report - the Cooperative Health Center and the Library. Although legally separate, these component units are important because the County is financially accountable for them.

The government-wide statements can be found on pages 17 and 18 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The fund financial statements provide detailed information about the most significant funds, not the County as a whole. Some funds are required to be established by State law and by bond covenants. Also, the Board of County Commissioners establishes funds to help control and manage money for particular purposes or to meet legal responsibilities for using certain taxes, grants and other money. For example, the County maintains separate funds for on-going federal grants in order to track specific expenditures to the grant.

The County maintains two types of funds, governmental and proprietary, which use different accounting approaches.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. These funds focus on how money flows into and out of the funds and the balances left at year-end that are available for spending. These funds use the modified accrual method of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. 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 financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Lewis and Clark County maintains 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 balances for the general fund, the public safety fund, the rural special improvement district debt fund, and the capital development fund, which are considered to be major funds. Data from the other 53 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the combining statements elsewhere in this report.

Proprietary funds. Lewis and Clark County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its landfill and transfer station sites, its nursing home and its fairgrounds operations. *Internal Service funds* are used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its building and vehicle maintenance services, information technology services and property, liability and health insurance services. Because these services predominantly benefit governmental services rather than business-type functions,

they have been included within governmental activities in the government-wide financial statements.

Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities, but provide more detail and additional information, such as cash flows, for proprietary funds.

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 statements because the resources of those funds are not available to support Lewis and Clark County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 31, 32, and 151-167 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 33-68 of this report.

Other information. All required supplementary information precedes basic financial statements or is included in the basic financial statements and accompanying notes, therefore no other information is presented in the section for required supplementary information.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information section. Combining and individual fund statements and schedules can be found on pages 80-149 of this report.

THE COUNTY AS A WHOLE

As noted earlier, net assets may serve over time as a useful indicator of a government’s financial position. In the case of Lewis and Clark County, assets exceeded liabilities by \$40,081,296 at June 30, 2006.

The largest portion of Lewis and Clark County’s net assets, approximately 49 percent, reflects its investment in capital assets (e.g., land, building, machinery, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County’s investment in 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.

LEWIS AND CLARK COUNTY

Net Assets

	Governmental		Business-type		Total	
	Activities		Activities			
	2006	2005	2006	2005	2006	2005
Current and other assets	\$ 19,924,293	\$ 15,381,096	\$ 4,672,017	\$ 4,468,970	\$ 24,596,310	\$ 19,850,066
Capital assets	21,696,924	23,473,363	7,853,163	7,203,302	29,550,087	30,676,665
Total assets	<u>41,621,217</u>	<u>38,854,459</u>	<u>12,525,180</u>	<u>11,672,272</u>	<u>54,146,397</u>	<u>50,526,731</u>
Long-term liabilities outstanding	6,239,371	4,732,713	5,401,792	5,544,862	11,641,163	10,277,575
Other liabilities	2,270,886	2,471,568	353,052	508,161	2,623,938	2,979,729
Total liabilities	<u>8,510,257</u>	<u>7,204,281</u>	<u>5,754,844</u>	<u>6,053,023</u>	<u>14,265,101</u>	<u>13,257,304</u>
Net assets:						
Invested in capital assets, Net of related debt	16,052,351	19,059,442	3,680,985	2,836,730	19,733,336	21,896,172
Restricted	476,076	483,244	500,256	518,273	976,332	1,001,517
Unrestricted	16,582,533	12,107,492	2,589,095	2,264,246	19,171,628	14,371,738
Total net assets	<u>\$ 33,110,960</u>	<u>\$ 31,650,178</u>	<u>\$ 6,770,336</u>	<u>\$ 5,619,249</u>	<u>\$ 39,881,296</u>	<u>\$ 37,269,427</u>

An additional portion of Lewis and Clark County’s net assets (2 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$19,171,628) may be used to meet the government’s ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Lewis and Clark County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation is true for the prior fiscal year.

LEWIS AND CLARK COUNTY

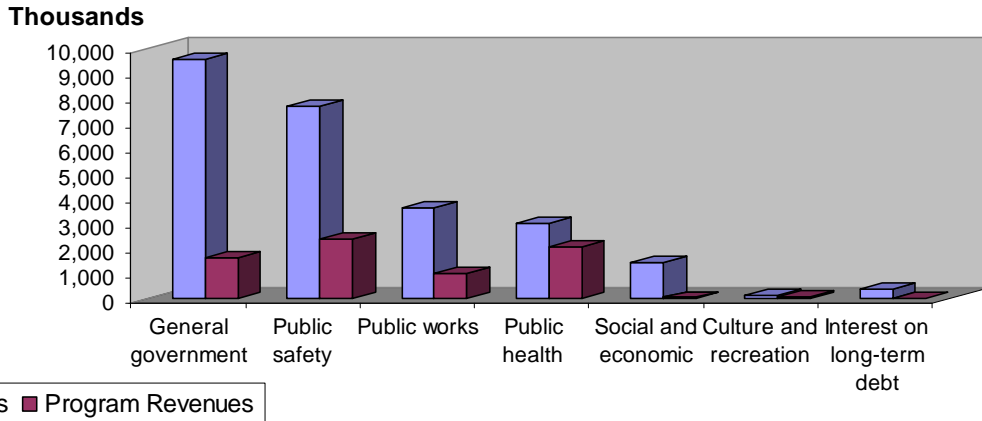
Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Revenues:						
Program revenues:						
Fees, fines, and charges for services	\$ 3,156,736	\$ 2,759,183	\$ 7,419,284	\$ 7,073,152	\$ 10,576,020	\$ 9,832,335
Operating grants and contributions	2,726,171	2,780,300	-	-	2,726,171	2,780,300
Capital grants and contributions	1,126,435	6,191,842	-	-	1,126,435	6,191,842
Total program revenues	7,009,342	11,731,325	7,419,284	7,073,152	14,428,626	18,804,477
General revenues:						
Taxes	16,249,927	13,796,607	1,062,719	960,127	17,312,646	14,756,734
Grants and contributions not restricted to specific programs	3,409,148	3,213,710	265	351	3,409,413	3,214,061
Other	1,031,185	851,560	111,434	70,599	1,142,619	922,159
Total revenues	27,699,602	29,593,202	8,593,702	8,104,229	36,293,304	37,697,431
Expenses:						
General government	9,604,763	6,521,464	-	-	9,604,763	6,521,464
Public safety	7,920,159	6,998,512	-	-	7,920,159	6,998,512
Public works	3,602,584	3,344,977	-	-	3,602,584	3,344,977
Public health	2,971,529	2,840,483	-	-	2,971,529	2,840,483
Social and economic development	1,427,495	1,020,329	-	-	1,427,495	1,020,329
Culture and recreation	95,655	169,306	-	-	95,655	169,306
Interest on long-term debt	370,561	140,705	-	-	370,561	140,705
Solid waste	-	-	1,947,869	1,889,188	1,947,869	1,889,188
Nursing home	-	-	5,098,274	4,980,747	5,098,274	4,980,747
Fairgrounds	-	-	642,546	545,339	642,546	545,339
Total expenses	\$ 25,992,746	\$ 21,035,776	\$ 7,688,689	\$ 7,415,274	\$ 33,681,435	\$ 28,451,050
Increase in net assets before transfers	1,706,856	8,557,426	905,013	688,955	2,611,869	9,246,381
Transfers	(246,074)	(456,600)	246,074	456,600	-	-
Increase in net assets	1,460,782	8,100,826	1,151,087	1,145,555	2,611,869	9,246,381
Net assets, beginning	31,650,178	23,549,352	5,619,249	4,473,694	37,269,427	28,023,046
Net assets, ending	\$ 33,110,960	\$ 31,650,178	\$ 6,770,336	\$ 5,619,249	\$ 39,881,296	\$ 37,269,427

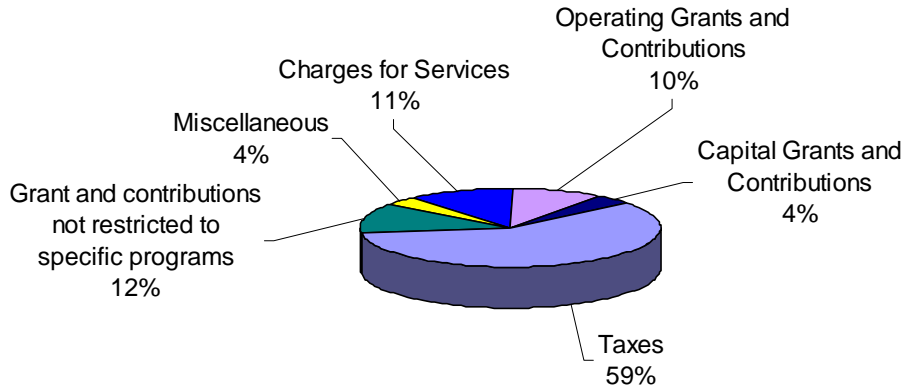
Governmental Activities. Governmental activities increased Lewis and Clark County’s net assets by \$1,460,782, thereby accounting for 56 percent of the total growth in the net assets of Lewis and Clark County. Key elements of this increase are as follows:

- Program revenues for fees, fines, and charges for services increased by \$397,553.
- Capital grants and contributions decreased by \$5,065,407.
- Tax revenues increased eighteen percent from fiscal year 2005, or \$2,453,320.

Expenses and Program Revenues - Governmental Activities



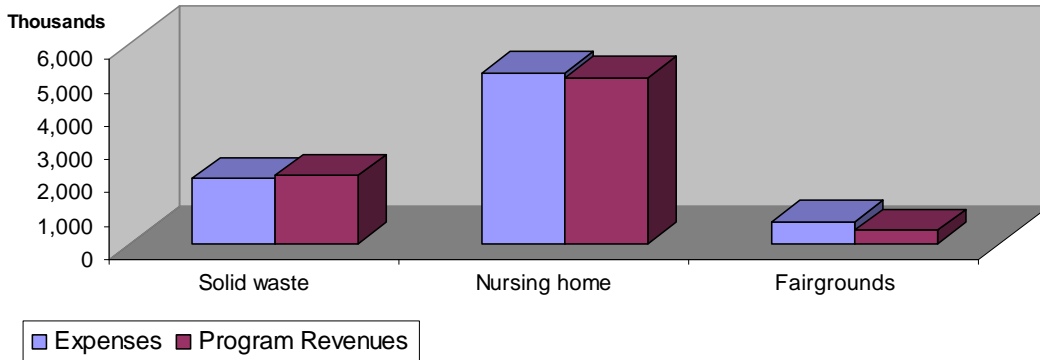
Revenues by Source - Governmental Activities



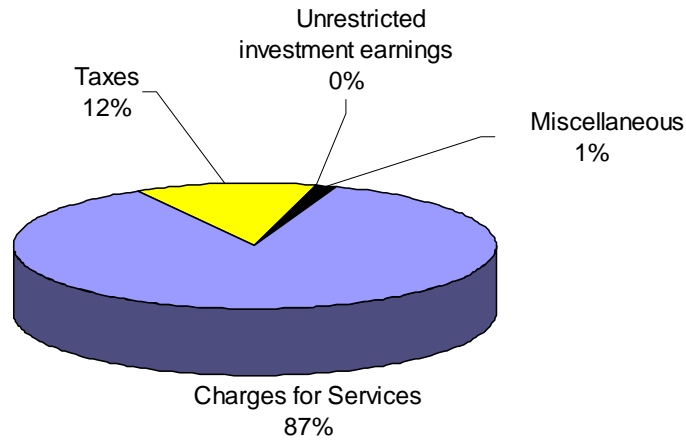
Business Activities. Business-type activities increased Lewis and Clark County’s net assets by \$1,151,087, thereby accounting for 41 percent of the total growth in the net assets of Lewis and Clark County. Key elements of this increase are as follows:

- The current year’s tax revenue to finance the \$5.7 million fairground’s construction project was \$1,062,719, with very little spent in FY 2006.
- Charges for services increased \$261,143 for the nursing home, with cost of operations increasing by \$123,921, net increase of \$137,222.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



THE COUNTY'S FUNDS

Governmental funds.

As of the end of the current fiscal year, Lewis and Clark County's governmental funds reported combined fund balances of \$12,226,521 an increase of \$3,187,769 in comparison with the prior year. Of this amount, \$1,142,772 or 9 percent, is reserved to indicate that it is not available for new spending because it has already been committed to pay debt service, for inventories, for advances to other funds, encumbrances, and to fund the perpetual care and endowment of the Forestvale Cemetery \$392,952, \$105,246, \$25,194, \$216,534, \$211,825 and \$191,021, respectively. \$11,083,749 is available for spending at the government's discretion.

The general fund is the main operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$2,037,970, while total fund balance was \$2,088,545. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 34.4 percent of total general fund expenditures, while total fund balance represents 35.3 percent of that same amount.

The fund balance of the County's general fund increased \$458,782 during the current fiscal year. No major factors contributed to this increase. Revenues and expenditures both saw slight increases. Investment earnings rebounded as yields on new investments purchased were higher. Investment earnings were up \$128,990 over the previous fiscal year.

The Public Safety Fund had a total fund balance of \$1,519,251, a decrease of \$268,703 from the prior year. The decrease is largely attributed to the transfer of funds to assist in the funding of the integrated public safety radio system and the accruing of an amount for settlement of a sheriff deputies' wage lawsuit.

The Rural Special Improvement District Debt Fund had a total fund balance of \$189,698, which is an increase of \$129,797 from the prior year. This increase is largely due to current assessment collections increasing by \$115,021, which will be used to pay future debt obligations.

The Capital Development Fund had a total fund balance of \$3,139,924, which was an increase of \$1,867,590 from the prior year. The increase is due to continue transfers of cash for future capital expenditures and a slowdown of current capital expenditures.

Proprietary funds.

Lewis and Clark County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Cooney Home at the end of the year were \$448,896 and for the County landfill were (\$134,621); and \$1,415,448 for the Fairgrounds. The County has met debt coverage ratios on all three revenue bonds. The county landfill revenue bonds were replaced with a refunding revenue bond, which has allowed it to decrease the deficit in unrestricted net assets.

General Fund Budgetary Highlights

Over the course of the year, the Board of County Commissioners revised the County budget several times. The overall differences between the original budget and the final amended budget were relatively minor both for revenues and expenditures. Actual revenues for the General Fund exceeded the budget by \$303,497. This was highlighted by several revenue sources exceeding what had been anticipated. The primary revenue sources that exceeded the estimates were federal and state grants up \$76,904; clerk & recorder charges up \$130,198; and investment earnings up \$129,937.

Actual expenditures from the General Fund were \$630,830 less than budgeted. The majority of the savings were in several departments, including \$142,433 unspent in Public Works and \$445,316 unspent in the general fund's departments. \$200,000 was budgeted in the general fund for unanticipated expenditures, none was utilized.

Capital Asset and Debt Administration

Capital assets. Lewis and Clark County’s investment in capital assets (net of accumulated depreciation) for its governmental and business type activities as of June 30, 2006 was \$29,550,087. This investment in capital assets includes land, buildings, improvements other than buildings, infrastructure, and machinery and equipment. For fiscal year 2006, the County’s investment in capital assets decreased by \$1,126,578. The decrease was in large part to the county donating \$1,787,482 in radios to other local governments for public safety, which had been previously reported in construction in progress.

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

Governmental

- The continued development and construction of an integrated public safety radio system in the amount of \$484,504.
- Various road projects by the Public Works department in the amount of \$444,754.
- Purchase of vehicles for the Sheriff’s department in the amount of \$222,607.
- Purchase of two trailers for hauling equipment for the Road department in the amount of \$71,618.
- Purchase of two copiers, two ballot tabulation machines, and other office equipment for various departments in the amount of \$116,574.

Business-type

- Purchase of a four-wheel drive loader for the County’s solid waste facility in the amount of \$127,753.
- Construction costs for the completion of the interior of a two-story addition to the Cooney Convalescent Home in the amount of \$532,597.

LEWIS AND CLARK COUNTY

Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Land	\$ 1,058,807	\$ 1,058,807	\$ 374,442	\$ 374,442	\$ 1,433,249	\$ 1,433,249
Buildings	8,955,265	9,367,276	3,209,506	2,501,741	12,164,771	11,869,017
Improvements other than buildings	1,170,114	1,158,527	3,549,218	3,647,288	4,719,332	4,805,815
Machinery and equipment	4,404,744	4,078,555	662,419	612,178	5,067,163	4,690,733
Infrastructure	1,519,302	453,256	-	-	1,519,302	453,256
Construction in progress	4,588,692	7,356,942	57,578	67,653	4,646,270	7,424,595
Total assets	<u>\$ 21,696,924</u>	<u>\$ 23,473,363</u>	<u>\$ 7,853,163</u>	<u>\$ 7,203,302</u>	<u>\$ 29,550,087</u>	<u>\$ 30,676,665</u>

The County’s major infrastructure networks – roads and bridges – have not yet been reported from a retrospective standpoint.

Long-term debt. As of June 30, 2006, the County had total debt outstanding of \$8,673,643. Of this amount, \$2,815,040 comprises debt backed by the full faith and credit of the government and \$1,180,853 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remaining \$4,677,750 represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

Additional information on capital assets and debt administration can be found in notes 8, 9, 10, 11 and 12 of the basic financial statements.

LEWIS AND CLARK COUNTY

Outstanding Debt

General Obligation and Revenue Bonds

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
General obligation bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessment debt with governmental commitment	1,180,853	235,305	-	-	1,180,853	235,305
Revenue bonds	605,000	640,000	4,072,750	4,251,567	4,677,750	4,891,567
Contracts/loans	2,678,098	1,718,121	136,942	155,646	2,815,040	1,873,767
Capital Lease	-	582,015	-	-	-	582,015
Total	\$ 4,463,951	\$ 3,175,441	\$ 4,209,692	\$ 4,407,213	\$ 8,673,643	\$ 7,582,654

Lewis and Clark County’s total debt has increased by \$1,090,989. The increase is due to the County issuing new debt in fiscal year 2006 of \$2,285,617. The new debt consists of special assessment debt of \$996,451 to finance road improvements and \$1,289,166 of contract/loan debt for the public safety radio project and road graders for public works. Principal payments for existing debt during the fiscal year were \$1,197,810, of which \$539,166 was the payoff of the capital lease.

Economic Factors and Next Year’s Budgets and Rates

- The unemployment rate for Lewis and Clark County is currently 2.9 percent, down from the prior year percent of 3.7. This is similar to the state’s average unemployment rate of 2.9 percent and compares favorably to the national average rate of 4.6 percent.
- The average earnings per job for Lewis and Clark County is \$29,721, compared to \$27,657 for the state and \$33,050 for the nation.
- Inflationary trends in the County compare favorable to national indices.

All of these factors were considered in preparing Lewis and Clark County’s budget for the 2007 fiscal year.

In June 2004, the voters approved a mill levy ballot of approximately \$703,644 or 8.18 mills for a period of ten years for the purpose of financing \$5,727,000 in projects at the Lewis and Clark County Fairgrounds and approximately \$250,000 or 2.91 mills for ongoing replacement and depreciation and operations and maintenance at the Fairgrounds. The FY06 budget reflects this increase of 11.09 mills as well as inflationary increases as allowed by statute.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions concerning this report or need additional financial information, contact the Finance Department at Lewis and Clark County.

BASIC FINANCIAL STATEMENTS

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF NET ASSETS
June 30, 2006**

	PRIMARY GOVERNMENT			COMPONENT UNITS	
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY	COOPERATIVE HEALTH CENTER
ASSETS					
Cash and cash equivalents	\$ 12,597,282	\$ 2,669,863	\$ 15,267,145	\$ 1,050,588	\$ 291,218
Investments	3,238,669	691,515	3,930,184	272,038	75,429
Taxes/assessment receivables (net of allowance for uncollectables)	2,934,230	117,561	3,051,791	311,394	-
Accounts/contracts (net of allowance for uncollectibles)	294,894	626,797	921,691	428	297,784
Due from other governments	345,936	-	345,936	-	-
Inventories	132,307	28,511	160,818	-	18,268
Restricted assets - noncurrent	380,975	500,256	881,231	-	-
Deferred charges - Revenue Bond Issuance Costs	-	37,514	37,514	-	-
Capital assets					
Land and construction in progress	5,647,499	432,020	6,079,519	50,000	-
Buildings, Improvements, Vehicles and Equipment(net)	14,530,123	7,421,143	21,951,266	1,578,306	-
Infrastructure (net)	1,519,302	-	1,519,302	-	-
Total assets	41,621,217	12,525,180	54,146,397	3,262,754	682,699
Liabilities:					
Accounts payable	802,445	284,261	1,086,706	117,540	30,508
Unearned revenues	1,380,519	68,791	1,449,310	-	-
Accrued interest	87,922	-	87,922	8,591	-
Long-term liabilities					
Portion due or payable within one year:					
Special assessment debt with government commitment	109,766	-	109,766	-	-
Contracts/loans payable	455,432	19,298	474,730	190,278	-
Revenue bonds payable	40,000	186,000	226,000	-	-
Landfill postclosure costs payable	-	20,000	20,000	-	-
Claims payable	333,698	-	333,698	-	-
Compensated absences payable	144,172	19,894	164,066	8,802	8,424
Portion due or payable in more than one year:					
Special assessment debt with government commitment	1,071,087	-	1,071,087	-	-
Contracts/loans payable	2,222,666	117,644	2,340,310	295,129	-
Revenue bonds payable	565,000	3,886,750	4,451,750	-	-
Landfill postclosure costs payable	-	973,160	973,160	-	-
Compensated absences payable	1,297,550	179,046	1,476,596	79,218	75,812
Total liabilities	8,510,257	5,754,844	14,265,101	699,558	114,744
NET ASSETS					
Investment in capital assets, net of related debt	16,052,351	3,680,985	19,733,336	1,142,899	-
Restricted for:					
Bond reserves	73,230	362,610	435,840	-	-
Debt service	-	137,075	137,075	-	-
Construction	-	571	571	-	-
Perpetual care - nonexpendable	191,021	-	191,021	-	-
Other purposes	211,825	-	211,825	-	-
Unrestricted	16,582,533	2,589,095	19,171,628	1,420,297	567,955
Total net assets	\$ 33,110,960	\$ 6,770,336	\$ 39,881,296	\$ 2,563,196	\$ 567,955

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

County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2006

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2006**

Function/Programs	PROGRAM REVENUES						NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			COMPONENT UNITS	
	FEES, FINES, AND CHARGE FOR SERVICES		OPERATING GRANTS AND CONTRIBUTIONS		CAPITAL GRANTS AND CONTRIBUTIONS		GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY	COOPERATIVE HEALTH CENTER
	EXPENSES										
Primary government:											
Governmental activities											
General government	\$ 9,604,763	\$ 1,458,073	\$ 136,681	\$ -	\$ -	\$ (8,010,009)	\$ -	\$ (8,010,009)			
Public safety	7,920,159	799,511	1,145,732	441,224		(5,533,692)	-	(5,533,692)			
Public works	3,602,584	107,696	162,172	685,211		(2,647,505)	-	(2,647,505)			
Public health	2,971,529	791,200	1,266,586	-		(913,743)	-	(913,743)			
Social and economic	1,427,495	256	-	-		(1,427,239)	-	(1,427,239)			
Culture and recreation	95,655	-	15,000	-		(80,655)	-	(80,655)			
Interest on long-term debt	370,561	-	-	-		(370,561)	-	(370,561)			
Total governmental activities	<u>25,992,746</u>	<u>3,156,736</u>	<u>2,726,171</u>	<u>1,126,435</u>		<u>(18,983,404)</u>	<u>-</u>	<u>(18,983,404)</u>			
Business-type activities											
Solid waste	1,947,869	2,043,583	-	-		-	95,714	95,714			
Nursing home	5,098,274	4,988,893	-	-		-	(109,381)	(109,381)			
Fairgrounds	642,546	386,808	-	-		-	(255,738)	(255,738)			
Total business-type activities	<u>7,688,689</u>	<u>7,419,284</u>	<u>-</u>	<u>-</u>		<u>-</u>	<u>(269,405)</u>	<u>(269,405)</u>			
Total primary government	\$ 33,681,435	\$ 10,576,020	\$ 2,726,171	\$ 1,126,435		(18,983,404)	(269,405)	(19,252,809)			
Component units:											
Library	\$ 2,077,791	\$ 141,935	\$ 792,877	\$ -					\$ (1,142,979)	\$ 217,364	
Community Health Center	1,852,187	1,249,746	819,805	-					-	-	
Total component units	\$ 3,929,978	\$ 1,391,681	\$ 1,612,682	\$ -					(1,142,979)	217,364	
General revenues:											
Property taxes						14,387,705	1,062,719	15,450,424		1,572,961	
Local option tax						1,835,141	-	1,835,141		-	
Other taxes						27,081	-	27,081		-	
Grant and contributions not restricted to specific programs						3,409,148	265	3,409,413		-	
Unrestricted investment earnings						573,174	125,503	698,677		30,988	
Miscellaneous						458,011	(14,069)	443,942		11,471	
Transfers						(246,074)	246,074	-		-	
Total general revenue and transfers						<u>20,444,186</u>	<u>1,420,492</u>	<u>21,864,678</u>		<u>1,615,420</u>	
Change in net assets						1,460,782	1,151,087	2,611,869		472,441	217,364
Net assets - beginning						31,650,178	5,619,249	37,269,427		2,090,755	350,591
Net assets - ending						\$ 33,110,960	\$ 6,770,336	\$ 39,881,296		\$ 2,563,196	\$ 567,955

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

**LEWIS AND CLARK COUNTY, MONTANA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2006**

	<u>GENERAL</u>	<u>PUBLIC SAFETY</u>	<u>RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT</u>	<u>CAPITAL DEVELOPMENT</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
ASSETS						
Cash and cash equivalents	\$ 2,185,564	\$ 1,531,514	\$ 166,741	\$ 2,499,418	\$ 3,910,963	\$ 10,294,200
Investments	566,062	396,677	43,189	647,371	1,012,976	2,666,275
Receivables:						
Taxes/assessments	455,822	717,131	1,111,934	27	649,316	2,934,230
Accounts/contracts	116,322	57,060	-	-	60,401	233,783
Due from other funds	168,424	-	-	-	24,986	193,410
Due from other governments	4,102	63,314	-	-	278,520	345,936
Inventories	36,584	-	-	-	68,662	105,246
Restricted assets:						
Cash and cash equivalents	-	-	-	-	19,816	19,816
Investments	-	-	-	-	380,975	380,975
Advances to other funds	-	-	-	-	25,194	25,194
Total assets	<u>\$ 3,532,880</u>	<u>\$ 2,765,696</u>	<u>\$ 1,321,864</u>	<u>\$ 3,146,816</u>	<u>\$ 6,431,809</u>	<u>\$ 17,199,065</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 116,572	\$ 319,934	\$ -	\$ 6,865	\$ 287,496	\$ 730,867
Due to other funds	-	-	-	-	193,410	193,410
Deferred revenues	1,327,763	926,511	1,107,956	27	660,816	4,023,073
Advances from other funds	-	-	24,210	-	984	25,194
Total liabilities	<u>1,444,335</u>	<u>1,246,445</u>	<u>1,132,166</u>	<u>6,892</u>	<u>1,142,706</u>	<u>4,972,544</u>
Fund balance:						
Reserved for:						
Debt service	-	-	189,698	-	203,254	392,952
Inventories	36,584	-	-	-	68,662	105,246
Advance to other funds	-	-	-	-	25,194	25,194
Encumbrances	13,991	-	-	-	202,543	216,534
Endowment fund	-	-	-	-	211,825	211,825
Perpetual care	-	-	-	-	191,021	191,021
Unreserved						
General fund	2,037,970	-	-	-	-	2,037,970
Special revenue fund	-	1,519,251	-	-	4,175,504	5,694,755
Capital projects fund	-	-	-	3,139,924	211,100	3,351,024
Total fund balance (deficit)	<u>2,088,545</u>	<u>1,519,251</u>	<u>189,698</u>	<u>3,139,924</u>	<u>5,289,103</u>	<u>12,226,521</u>
Total liabilities and fund balance	<u>\$ 3,532,880</u>	<u>\$ 2,765,696</u>	<u>\$ 1,321,864</u>	<u>\$ 3,146,816</u>	<u>\$ 6,431,809</u>	<u>\$ 17,199,065</u>

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

**LEWIS AND CLARK COUNTY, MONTANA
BALANCE SHEET (Continued)
GOVERNMENTAL FUNDS
June 30, 2006**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS**

Total <i>fund balance</i> for governmental funds		\$ 12,226,521
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Land and Construction in Progress		5,434,655
Buildings, Improvements, Vehicles and Equipment(net)		12,882,450
Infrastructure (net)		1,519,302
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
		2,642,554
Internal service funds are used by management to charge the costs of certain activities, such as maintenance on county buildings and vehicles; purchase, maintenance, and supplies for copiers, gasoline, central office supplies, and information technology and services; postage; radio sites; liability insurance claims; major medical, dental, life, vision insurance and claims; and flexible benefits claims. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.		
		3,546,679
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Accrued interest		(87,922)
Loans/contracts payable	\$ (3,784,056)	
Compensated Absences	<u>(1,269,223)</u>	
		<u>(5,053,279)</u>
Net Assets of Governmental Activities		<u><u>\$ 33,110,960</u></u>

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

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2006**

	GENERAL	PUBLIC SAFETY	RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT	CAPITAL DEVELOPMENT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES						
Taxes/assessments	\$ 3,456,679	\$ 5,384,122	\$ 194,059	\$ -	\$ 5,824,990	\$ 14,859,850
Licenses and permits	147,768	665	-	-	-	148,433
Intergovernmental	1,552,997	848,473	-	25,028	4,835,256	7,261,754
Charges for services	1,084,796	360,851	-	-	1,071,135	2,516,782
Fines and forfeitures	74,196	271,525	-	-	145,800	491,521
Miscellaneous	16,744	42,232	-	2,024	364,701	425,701
Interest earnings	303,937	12	4,943	96,909	88,920	494,721
Total revenues	6,637,117	6,907,880	199,002	123,961	12,330,802	26,198,762
EXPENDITURES						
Current:						
General government	4,030,343	-	-	-	2,485,000	6,515,343
Public safety	263,279	6,456,485	-	-	810,612	7,530,376
Public works	885,925	-	-	-	2,732,171	3,618,096
Public health	138,889	-	-	-	2,807,101	2,945,990
Social and economic	449,158	-	-	-	975,569	1,424,727
Culture and recreation	-	-	-	-	41,080	41,080
Debt service	153,278	78,265	46,899	-	902,565	1,181,007
Capital outlay	-	17,607	-	411,301	1,311,048	1,739,956
Total expenditures	5,920,872	6,552,357	46,899	411,301	12,065,146	24,996,575
Excess (deficiency) of revenue over (under) expenditures	716,245	355,523	152,103	(287,340)	265,656	1,202,187
OTHER FINANCING SOURCES (USES)						
Transfers in	276,730	159,847	-	1,562,379	790,481	2,789,437
Transfers out	(537,687)	(804,641)	(22,306)	(2,705)	(1,791,791)	(3,159,130)
Loans	-	-	-	-	2,285,617	2,285,617
Proceeds from sale of capital assets	3,494	20,568	-	-	45,596	69,658
Total other financing sources and uses	(257,463)	(624,226)	(22,306)	1,559,674	1,329,903	1,985,582
Net change in fund balances	458,782	(268,703)	129,797	1,272,334	1,595,559	3,187,769
Fund balance (deficit), July 1	1,629,763	1,787,954	59,901	1,867,590	3,693,544	9,038,752
Fund balance (deficit), June 30	\$ 2,088,545	\$ 1,519,251	\$ 189,698	\$ 3,139,924	\$ 5,289,103	\$ 12,226,521

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

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2006**

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Net Change in fund balances -- total governmental funds	\$	3,187,769
The change in net assets reported for governmental activities in the statement of activities is different because:		
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 expenses.		
Capital assets purchases capitalized	\$	2,307,332
Construction in Progress increase/(decrease)		(2,619,841)
Retirement, Trade In, etc of Capital assets		(12,604)
Depreciation expense		<u>(1,307,166)</u>
		(1,632,279)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Long-term receivables		1,390,077
Proceeds from long-term debt provides current financial resources to the governmental funds and the repayment of principal consumes the current financial resources of the governmental funds, thus contributing to the change in fund balance. In the statement of net assets, however, issuing debt and repaying principal, increases and decreases, respectively, long-term liabilities and does not affect the statement of activities.		
Proceeds of long-term debt	\$	(2,285,617)
Principal payments are:		
Capital leases		582,015
Contract/loans payable		<u>328,790</u>
		(1,374,812)
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.		
Compensated absences	\$	(40,518)
Accrued interest		<u>(62,241)</u>
		(102,759)
Internal service funds are used by management to charge the costs of certain activities, such as maintenance on county buildings and vehicles; purchase, maintenance, and supplies for copiers, gasoline, central office supplies, and information technology and services; postage; radio sites; liability insurance claims; major medical, dental, life, vision insurance and claims; and flexible benefits claims. The net revenues/(losses) of the internal service funds are included in governmental activities in the statement of activities.		
		<u>(7,214)</u>
Change in net assets of governmental activities	\$	<u><u>1,460,782</u></u>

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

LEWIS AND CLARK COUNTY, MONTANA
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
 GENERAL AND MAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2006
 (Page 1 of 4)

	GENERAL FUND			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	BUDGETED AMOUNTS		ACTUAL	
	ORIGINAL	FINAL		
REVENUES				
Taxes/Assessments				
Real property	\$ 2,919,920	\$ 2,919,920	\$ 2,905,004	\$ (14,916)
Local option tax	87,100	87,100	91,947	4,847
Entitlements	435,504	435,504	440,000	4,496
Total Taxes/Assessments	3,442,524	3,442,524	3,436,951	(5,573)
Licenses and Permits				
Alcoholic beverage licenses	3,200	3,200	3,600	400
General business	124,015	124,015	100,134	(23,881)
Other licenses & permits	7,200	7,200	8,390	1,190
Total Licenses and Permits	134,415	134,415	112,124	(22,291)
Intergovernmental				
Federal grants:				
Other federal grants	32,000	32,000	62,072	30,072
Federal shared revenue:				
Taylor grazing	1,500	1,500	1,586	86
Payments in lieu	921,115	921,115	921,115	-
State grants:				
Treasure State Endowment Program	-	-	45,899	45,899
Other state grants	6,200	6,200	7,986	1,786
State shared revenues:				
Personal property reimbursement	490,374	490,374	486,306	(4,068)
Gambling revenues	27,150	27,150	30,279	3,129
Total Intergovernmental	1,478,339	1,478,339	1,555,243	76,904
Charges for Services				
General government:				
Administrative fees	458,371	458,371	473,344	14,973
Attorney fees	3,200	3,200	4,578	1,378
Property tax	6,550	6,550	7,250	700
Election services	3,000	3,000	3,858	858
Clerk and Recorder	439,500	439,500	569,698	130,198
Treasurer's fees	2,200	2,200	1,869	(331)
Weed	86,200	86,200	38,859	(47,341)
Other charges for services	2,500	2,500	6,364	3,864
Public safety:				
Animal control	11,300	11,300	10,503	(797)
Total Charges for Services	1,012,821	1,012,821	1,116,323	103,502
Fines and Forfeitures				
Court fines:				
Fines and forfeitures	7,100	7,100	4,891	(2,209)
Surcharge	46,500	46,500	62,983	16,483
Total Fines and Forfeitures	53,600	53,600	67,874	14,274
Miscellaneous Revenues	10,000	10,000	16,744	6,744
Interest Earnings	174,000	174,000	303,937	129,937
Total revenues	\$ 6,305,699	\$ 6,305,699	\$ 6,609,196	\$ 303,497

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

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
GENERAL AND MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2006
(Page 2 of 4)**

EXPENDITURES	GENERAL FUND			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	BUDGETED AMOUNTS		ACTUAL	
	ORIGINAL	FINAL		
General Government				
Legislative services				
Personal services	\$ 226,750	\$ 226,226	\$ 225,454	\$ 772
Operations and maintenance	72,665	72,665	72,908	(243)
Judicial services				
Personal services	230,536	232,139	236,529	(4,390)
Operations and maintenance	64,144	64,144	65,016	(872)
Administrative services				
Personal services	225,295	226,561	262,074	(35,513)
Operations and maintenance	127,448	127,448	130,591	(3,143)
Financial services				
Personal services	939,828	945,238	867,209	78,029
Operations and maintenance	232,130	228,630	202,662	25,968
Personnel services				
Personal services	227,983	228,958	166,485	62,473
Operations and maintenance	3,110	3,110	2,037	1,073
Elections				
Personal services	132,248	132,704	127,529	5,175
Operations and maintenance	226,775	222,275	151,580	70,695
Records administration				
Personal services	112,675	114,021	113,646	375
Operations and maintenance	96,889	96,889	84,218	12,671
Legal services				
Personal services	677,206	678,140	673,407	4,733
Operations and maintenance	166,035	166,035	152,875	13,160
Public school administration				
Personal services	73,862	73,693	73,321	372
Operations and maintenance	13,987	13,987	12,389	1,598
Other general government				
Personal services	-	-	-	-
Operations and maintenance	667,807	667,807	455,424	212,383
Total General Government	4,517,373	4,520,670	4,075,354	445,316
Public Safety				
Coroner services				
Personal services	123,429	123,875	134,613	(10,738)
Operations and maintenance	74,377	74,377	59,929	14,448
Civil defense				
Personal services	61,042	62,984	62,734	250
Operations and maintenance	18,015	18,015	12,012	6,003
Total Public Safety	276,863	279,251	269,288	9,963
Public Works				
Road and street services				
Personal services	240,375	240,457	241,151	(694)
Operations and maintenance	56,008	56,008	39,858	16,150
Bridge				
Personal services	267,603	261,883	261,190	693
Operations and maintenance	234,362	234,362	139,947	94,415
Facilities administration				
Operations and maintenance	34,638	34,638	34,638	-
Weed				
Personal services	103,371	101,617	95,777	5,840
Operations and maintenance	122,629	117,629	91,600	26,029
Total Public Works	\$ 1,058,986	\$ 1,046,594	\$ 904,161	\$ 142,433

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

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
GENERAL AND MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2006
(Page 3 of 4)**

	GENERAL FUND			
	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
Public Health				
Animal control services				
Personal services	\$ 78,136	\$ 77,428	\$ 66,089	\$ 11,339
Operations and maintenance	81,586	77,461	75,217	2,244
Total Public Health	159,722	154,889	141,306	13,583
Social and Economic				
Aging services				
Operations and maintenance	164,427	164,427	161,370	3,057
Welfare services				
Operations and maintenance	304,262	304,262	287,788	16,474
Total Social and Economic	468,689	468,689	449,158	19,531
Debt Service				
Interest	153,282	153,282	153,278	4
Capital Outlay	-	-	-	-
Total expenditures	6,634,915	6,623,375	5,992,545	630,830
Excess (deficiency) of revenue over (under) expenditures	(329,216)	(317,676)	616,651	934,327
OTHER FINANCING SOURCES (USES)				
Transfers in	261,400	261,400	276,730	15,330
Transfers out	(584,769)	(601,894)	(537,687)	64,207
Proceeds from sale of capital assets	-	-	3,494	3,494
Total other financing sources and uses	(323,369)	(340,494)	(257,463)	83,031
Net change in fund balances	\$ (652,585)	\$ (658,170)	359,188	\$ 1,017,358
Fund balance (deficit), July 1			1,683,377	
Fund balance (deficit), June 30			\$ 2,042,565	

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

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
GENERAL AND MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2006
(Page 4 of 4)**

	PUBLIC SAFETY			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes/assessments	\$ 5,361,306	\$ 5,361,306	\$ 5,352,995	\$ (8,311)
Licenses and permits	800	800	665	(135)
Intergovernmental	842,301	842,301	825,625	(16,676)
Charges for services	245,900	245,900	373,792	127,892
Fines and forfeitures	240,500	240,500	244,799	4,299
Miscellaneous	4,550	4,550	42,232	37,682
Interest earnings	560	560	12	(548)
Total revenues	6,695,917	6,695,917	6,840,120	144,203
EXPENDITURES				
Current:				
Public safety				
Personal services	4,287,996	4,247,188	4,246,594	594
Operations and maintenance	2,320,500	2,302,890	2,129,389	173,501
Debt service	76,662	76,662	78,265	(1,603)
Capital outlay	-	17,610	17,607	3
Total expenditures	6,685,158	6,644,350	6,471,855	172,495
Excess (deficiency) of revenue over (under) expenditures	10,759	51,567	368,265	316,698
OTHER FINANCING SOURCES (USES)				
Transfers in	157,483	157,483	159,847	2,364
Transfers out	(786,438)	(786,438)	(804,641)	(18,203)
Proceeds from sale of capital assets	25,000	25,000	20,568	(4,432)
Total other financing sources and uses	(603,955)	(603,955)	(624,226)	(20,271)
Net change in fund balances	\$ (593,196)	\$ (552,388)	(255,961)	\$ 296,427
Fund balance (deficit), July 1			1,861,752	
Fund balance (deficit), June 30			\$ 1,605,791	

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

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County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2006

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2006**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY CONVALESCENT	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS	TOTAL	
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 399,235	\$ 333,735	\$ 1,069,758	\$ 867,135	\$ 2,669,863	\$ 2,210,036
Investments	103,405	86,440	277,075	224,595	691,515	572,394
Receivables:						
Taxes/assessments	-	-	117,561	-	117,561	-
Accounts/contracts	278,621	85,053	-	263,123	626,797	61,111
Inventories	28,511	-	-	-	28,511	27,061
Total current assets	<u>809,772</u>	<u>505,228</u>	<u>1,464,394</u>	<u>1,354,853</u>	<u>4,134,247</u>	<u>2,870,602</u>
Noncurrent assets:						
Restricted assets:						
Cash and cash equivalents	144,781	282,345	-	-	427,126	73,230
Investments	-	73,130	-	-	73,130	-
Deferred charges - Revenue Bond Issuance Costs	37,514	-	-	-	37,514	-
Land and Construction in Progress	130,794	180,054	57,578	63,594	432,020	212,844
Buildings, Improvements, Vehicles and Equip(net)	2,757,378	3,979,177	610,014	74,574	7,421,143	1,647,673
Total noncurrent assets	<u>3,070,467</u>	<u>4,514,706</u>	<u>667,592</u>	<u>138,168</u>	<u>8,390,933</u>	<u>1,933,747</u>
Total assets	<u>3,880,239</u>	<u>5,019,934</u>	<u>2,131,986</u>	<u>1,493,021</u>	<u>12,525,180</u>	<u>4,804,349</u>
Liabilities:						
Current liabilities:						
Accounts payable	137,457	6,141	30,622	110,041	284,261	71,578
Contracts/loans payable - current	-	-	19,298	-	19,298	52,257
Unearned revenues	68,791	-	-	-	68,791	-
Revenue bonds payable	75,000	111,000	-	-	186,000	40,000
Landfill postclosure costs payable - current	-	-	-	20,000	20,000	-
Claims payable	-	-	-	-	-	333,698
Compensated absences payable	15,463	2,055	1,832	544	19,894	17,250
Total current liabilities	<u>296,711</u>	<u>119,196</u>	<u>51,752</u>	<u>130,585</u>	<u>598,244</u>	<u>514,783</u>
Noncurrent liabilities:						
Contracts/loans payable	-	-	117,644	-	117,644	22,638
Revenue bonds payable	1,140,000	2,746,750	-	-	3,886,750	565,000
Landfill postclosure costs payable	-	613,160	-	360,000	973,160	-
Compensated absences payable	139,165	18,493	16,492	4,896	179,046	155,249
Total noncurrent liabilities	<u>1,279,165</u>	<u>3,378,403</u>	<u>134,136</u>	<u>364,896</u>	<u>5,156,600</u>	<u>742,887</u>
Total liabilities	<u>1,575,876</u>	<u>3,497,599</u>	<u>185,888</u>	<u>495,481</u>	<u>5,754,844</u>	<u>1,257,670</u>
NET ASSETS						
Investment in capital assets, net of related debt	1,710,686	1,301,481	530,650	138,168	3,680,985	1,180,622
Restricted for bond reserve	144,210	218,400	-	-	362,610	73,230
Restricted for debt service	-	137,075	-	-	137,075	-
Restricted for construction	571	-	-	-	571	-
Unrestricted	448,896	(134,621)	1,415,448	859,372	2,589,095	2,292,827
Total net assets	<u>\$ 2,304,363</u>	<u>\$ 1,522,335</u>	<u>\$ 1,946,098</u>	<u>\$ 997,540</u>	<u>\$ 6,770,336</u>	<u>\$ 3,546,679</u>

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

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2006**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTAL	GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY CONVALESCENT	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS		
OPERATING REVENUES						
Intergovernmental	\$ -	\$ -	\$ 265	\$ -	\$ 265	\$ -
Charges for services	4,692,077	921,694	386,808	1,121,889	7,122,468	7,098,859
Miscellaneous	296,816	-	-	-	296,816	24,568
Total Operating Revenues	4,988,893	921,694	387,073	1,121,889	7,419,549	7,123,427
OPERATING EXPENSES						
Personal services	3,383,568	230,886	215,308	86,166	3,915,928	1,630,241
Supplies	945,941	231,596	107,686	51,749	1,336,972	1,504,318
Purchased services	574,195	102,148	280,785	957,958	1,915,086	3,971,226
Depreciation	127,935	163,439	33,031	9,578	333,983	151,462
Total Operating Expenses	5,031,639	728,069	636,810	1,105,451	7,501,969	7,257,247
Operating income (loss)	(42,746)	193,625	(249,737)	16,438	(82,420)	(133,820)
NONOPERATING REVENUES (EXPENSES)						
Interest income	26,348	27,733	35,216	36,206	125,503	78,453
Interest expense	(66,635)	(114,349)	(5,736)	-	(186,720)	(38,118)
Amortization of Revenue Bond Issuance Costs	(3,127)	-	-	-	(3,127)	-
Taxes/assessments	-	-	1,062,719	-	1,062,719	-
Total Nonoperating Revenues (Expenses)	(43,414)	(86,616)	1,092,199	36,206	998,375	40,335
Income (loss) before transfers	(86,160)	107,009	842,462	52,644	915,955	(93,485)
Transfers in	180,696	8,160	58,687	2,531	250,074	162,762
Transfers out	-	-	-	(4,000)	(4,000)	(39,143)
Proceeds from sale of capital assets	-	-	(10,942)	-	(10,942)	(37,348)
Change in net assets	94,536	115,169	890,207	51,175	1,151,087	(7,214)
Total net assets, beginning	2,209,827	1,407,166	1,055,891	946,365	5,619,249	3,553,893
Total net assets, ending	\$ 2,304,363	\$ 1,522,335	\$ 1,946,098	\$ 997,540	\$ 6,770,336	\$ 3,546,679

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

County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2006

**LEWIS AND CLARK COUNTY, MONTANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2006**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY CONVALESCENT	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS	TOTAL	
Cash flows from operating activities:						
Cash received from customers	\$ 4,661,450	\$ 927,288	\$ 384,409	\$ 1,123,936	\$ 7,097,083	\$ 7,188,924
Cash payments for goods and services	(1,534,255)	(334,458)	(368,241)	(998,752)	(3,235,706)	(5,302,157)
Cash payments for employees	(3,476,106)	(234,939)	(219,741)	(87,481)	(4,018,267)	(1,679,716)
Cash received from other operating revenues	296,816	-	265	-	297,081	24,568
Cash payments for landfill closure and post closure costs	-	54,552	-	(20,000)	34,552	-
Net cash provided by (used by) operating activities	(52,095)	412,443	(203,308)	17,703	174,743	231,619
Cash flows from noncapital financing activities:						
Proceeds from taxes	-	-	999,883	-	999,883	-
Transfers from other Funds	180,696	8,160	58,687	2,531	250,074	162,762
Transfers to other Funds	-	-	-	(4,000)	(4,000)	(39,143)
Net cash provided by (used by) noncapital financing activities	180,696	8,160	1,058,570	(1,469)	1,245,957	123,619
Cash flows from capital and related financing activities:						
Payments for capital acquisitions	(538,454)	(151,063)	(305,269)	-	(994,786)	(7,302)
Proceeds from sale of capital assets	-	-	-	-	-	(37,348)
Principal repayment - bonds/loans	(75,000)	(107,000)	(18,704)	-	(200,704)	(86,302)
Interest paid	(66,635)	(111,166)	(5,736)	-	(183,537)	(38,118)
Net cash provided by (used by) capital and related financing activities	(680,089)	(369,229)	(329,709)	-	(1,379,027)	(169,070)
Cash flows from investing activities:						
Receipts of interest and dividends	26,348	27,733	35,216	36,206	125,503	78,453
Payments for investments	157,872	(13,508)	(112,239)	(6,658)	25,467	(16,472)
Net cash provided by (used by) investing activities	184,220	14,225	(77,023)	29,548	150,970	61,981
Net increase (decrease) in cash and cash equivalents	(367,268)	65,599	448,530	45,782	192,643	248,149
Cash and cash equivalents, July 1	911,284	550,481	621,228	821,353	2,904,346	2,035,117
Cash and cash equivalents, June 30	\$ 544,016	\$ 616,080	\$ 1,069,758	\$ 867,135	\$ 3,096,989	\$ 2,283,266
Cash and cash equivalents, current	\$ 399,235	\$ 333,735	\$ 1,069,758	\$ 867,135	\$ 2,669,863	\$ 2,210,036
Cash and cash equivalents, noncurrent - restricted	144,781	282,345	-	-	427,126	73,230
Total Cash and cash equivalents, June 30	\$ 544,016	\$ 616,080	\$ 1,069,758	\$ 867,135	\$ 3,096,989	\$ 2,283,266
Reconciliation of operating income to net cash provided by operating activity:						
Operating income (loss)	\$ (42,746)	\$ 193,625	\$ (249,737)	\$ 16,438	\$ (82,420)	\$ (133,820)
Adjustments to reconcile operating income to net cash provided by (used by) operating activities:						
Depreciation	127,935	163,439	33,031	9,578	333,983	151,462
Allowance for bad debts	53,019	-	-	-	53,019	-
Change in assets and liabilities:						
(Increase) decrease taxes/accounts/other receivables	(32,592)	5,594	-	2,047	(24,951)	90,065
(Increase) decrease inventory	(4,230)	-	-	-	(4,230)	(4,943)
(Increase) decrease deferred revenue	1,965	-	-	-	1,965	-
Increase (decrease) compensated absences	11,840	3,130	4,318	611	19,899	8,292
Increase (decrease) accounts payable	(167,286)	(7,897)	9,080	9,029	(157,074)	(48,745)
Increase (decrease) claims payable	-	-	-	-	-	169,308
Increase (decrease) postclosure liability	-	54,552	-	(20,000)	34,552	-
Net cash provided by (used by) operating activities	\$ (52,095)	\$ 412,443	\$ (203,308)	\$ 17,703	\$ 174,743	\$ 231,619
Schedule of Noncash Transactions						
Amortization of Deferred Loss from Bond Refunding	-	(3,183)	-	-	(3,183)	-
Write off of taxes receivables	-	-	2,399	-	2,399	-
Write off of accounts receivables	53,019	-	-	3,914	56,933	-
Amortization of revenue bond issuance cost	(3,127)	-	-	-	(3,127)	-
Gain/(Loss) on Disposition of Capital Assets	-	-	(10,942)	-	(10,942)	1,687

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



LEWIS AND CLARK COUNTY
 STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 June 30, 2006

	INVESTMENT TRUST FUNDS	AGENCY FUNDS
ASSETS		
Cash and cash equivalents	\$ 23,044,839	\$ 4,749,485
Investments	5,173,342	1,230,164
Receivables:		
Taxes/assessments	-	4,936,289
Land held for resale	-	11,023
Total assets	28,218,181	10,926,961
LIABILITIES		
Accounts payable	-	4,691,289
Intergovernmental payable	-	6,235,672
Total liabilities	-	10,926,961
NET ASSETS		
Held in trust for:		
External investment pool participants	25,146,927	-
Individual investment accounts	3,071,254	-
Total net assets	\$ 28,218,181	\$ -

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

**LEWIS AND CLARK COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For the Fiscal Year Ended June 30, 2006**

	INVESTMENT TRUST FUNDS
ADDITIONS	
Contributions to pooled investments	\$ 88,666,373
Interest and investment income	842,338
Total additions	89,508,711
DEDUCTIONS	
Distribution from pooled investments	85,937,745
Administrative expenses	22,407
Total deductions	85,960,152
Change in net assets held in trust for: Pool participants	3,548,559
Net assets held in trust, beginning of year	24,669,622
Net assets held in trust, end of year	\$ 28,218,181

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



NOTES TO THE BASIC FINANCIAL STATEMENTS



LEWIS AND CLARK COUNTY, MONTANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Lewis and Clark have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. 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 County's accounting policies are described below.

A. Reporting Entity

Lewis and Clark County is a political subdivision of the State of Montana. The County seat is Helena, which also serves as the state capitol. The population of the County is predominantly urban with the majority of the residents within a twenty-mile radius of Helena.

The county government includes a three (3) member commission, members elected at large and serving three staggered six (6) year terms. Eleven (11) additional elected officials serve four (4) year terms.

For financial reporting purposes, the County has included all funds that are controlled by or are dependent on the County's executive and legislative branches. This statement defines the financial reporting entity as the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. The Governmental Accounting Standards Board (GASB) 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 the 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 the County.

As required by generally accepted accounting principles, these financial statements present Lewis and Clark County (the primary government) and its component units. The component units are included in the County's reporting entity because of the significance of their operational or financial relationship with the County, as described above.

Discretely Presented Component Units

Lewis and Clark Library – The Lewis and Clark Library was formed in 1974 by an Interlocal Library Contract executed by Lewis and Clark County and the City of Helena. Lewis and Clark County and the City of Helena each appoint two members to the Library Board of Trustees while the fifth member is jointly appointed by the City and County Commissions. The library is funded through tax levies collected by Lewis and Clark County.

Although the Library Board of Trustees has the legal authority to establish an annual budget and issue debt, it does not have the authority to levy taxes. The financial statements of the Library are presented in a separate column to emphasize that it is legally separate from the County. It is presented on an economic resources measurement focus within these statements and notes.

Audited financial statements of the Lewis and Clark Library are available from the Administrative Office, 120 South Last Chance Gulch, Helena, Montana 59601.

Cooperative Health Center – The Cooperative Health Center (CHC) is a nonprofit corporation organized for the purpose of providing health services to the medically under served in the County.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**A. Reporting Entity (Continued)**

The organization's board includes representatives of local health care providers and consumers and is not controlled by the County. However, under terms of an agreement between the CHC and the County, the CHC follows fiscal and personnel policies established by the County. Due to this close operational and financial relationship, CHC could impose specific financial burdens on the County. The CHC does not separately present financial information for the entity and therefore it is presented on an economic resources measurement focus within these statements and notes.

Related Organizations

Helena Airport Authority – The Helena Airport Authority falls into the category of “related organization” as defined by the Governmental Accounting Standards Board criteria. For this entity, the Lewis and Clark Board of County Commissioners appoint the majority of the board of directors, but cannot impose their will on the organization, nor does the County derive any benefit or burden from this organization.

Investment Pool

The County maintains an investment pool consisting of funds belonging to the County and of funds held with the County Treasurer belonging to legally separate entities, such as fire, water, sewer, irrigation and cemetery special districts and school districts. The Treasurer's investment pool, hereafter called investment pool, is comprised of two components: (1) internal pooled deposits and investments and (2) external pooled deposits and investments. There is no regulatory oversight of the investment pool, but an investment committee is responsible for setting policy and reviewing and monitoring investments.

All school districts and other special districts within Lewis and Clark County are required by Montana State Statutes to hold all funds with the County Treasurer and have the option to participate in the county's investment pool or to direct their own investments. These districts have elected to participate in the investment pool.

B. Basis of Presentation, Basis of Accounting**Basis of Presentation**

Government-wide Statements: The statement of net assets and the statement of activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Certain indirect costs are included in the program expense reported for the individual functions and activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued)

Fund Financial Statements: The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category - *governmental*, *proprietary*, and *fiduciary* - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All other expenses not meeting this definition are reported as non-operating.

The County reports the following major governmental funds:

General Fund. This is the County's main operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Public Safety Fund. This fund accounts for the receipt of all revenues and expenditures related to public safety, including law enforcement, detention, drug task force, and patrol.

Rural Special Improvement District Debt Fund. This fund is used to accumulate revenues from assessments collected on the property tax bills. It is used for periodic payments of principal and interest of special improvement districts debt.

Capital Development Fund. This fund accounts for the County's transfers from other funds and other resources for the related expenditures dedicated to the acquisition and replacement of major capital assets.

The County reports the following major enterprise funds:

Cooney Convalescent Home. Used to account for the receipt of revenues and other resources and related expenses for the operation of the County-owned long-term care facility.

County Landfill. Used to account for the receipt of user charges and other resources and related expenses for the operation, maintenance, construction of new cells and related closure and postclosure costs associated with the landfill.

Fairgrounds. Used to account for the receipt of user charges and other resources and related expenses for the operation of the County fairgrounds. Also used for the accumulation of tax revenues and expenditures related to the major construction project.

Additionally, the County reports the following fund types:

Permanent Funds. These funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's programs. As allowed by Montana Code Annotated (MCA) 37-19-82, the earnings of Forestvale Perpetual Care Fund are used for maintaining the county cemetery.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued)

Enterprise Funds. These funds account for the operations and activities, which render services on a user charge basis to the general public. Primary services are landfills and transfer stations.

Internal Service Funds. These funds account for the financing of goods and services provided by one department or agency to other departments or agencies on a cost reimbursement basis, such as maintenance on county buildings and vehicles; gasoline; information technology and services; liability insurance claims; major medical, dental, life, vision insurance and claims; and flexible benefits claims.

Fiduciary Funds. These funds account for monies held on behalf of school districts, special districts, and other governments and agencies that use the County as a depository; property taxes collected on behalf of other governments; and surety bonds and performance deposits.

Measurement Focus, Basis of Accounting

Government-wide, Proprietary Statements, and Fiduciary Funds. The government-wide, proprietary fund and fiduciary funds financial statements are reported using the economic resources measurement focus. Agency funds have no measurement focus. The government-wide, proprietary fund, and investment trust fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, excluding motor vehicle taxes, licenses, and interest on investments are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

All governmental and business-type activities and enterprise funds of the County follow FASB Statements, Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins, issued on or before November 30, 1989, unless those pronouncements conflict with GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The County has elected not to follow subsequent private-sector guidance.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities and Equity

1. Deposits and Investments

Lewis and Clark County implemented the new accounting standard issued by Governmental Accounting Standards Board (GASB) Statement No. 40, *Deposit and Investment Risk Disclosures*. Statement No. 40 amends Statement No. 3, *Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*. Statement No. 40 revises the existing requirements regarding disclosure of custodial credit risk, as required by Statement No. 3 and establishes new requirements for disclosure regarding credit risk, concentration of credit risk, interest rate risk, and foreign currency risk.

Effective July 1, 1997, the County adopted the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and External Investment Pools*, which require governmental entities, including governmental external investment pools, to report certain investments at fair value in the balance sheet and recognize the corresponding change in the fair value of investments in the year in which the change occurred. In accordance with GASB Statement No. 31, the County has stated certain investments at fair value, when material.

The County’s cash and cash equivalents are considered to be cash on hand and demand deposits. In addition, the investments with the State of Montana’s Short-Term Investment Pool (STIP) is deemed to be a cash equivalent since it is sufficiently liquid as to permit withdrawal of cash at any time without prior notice or penalty.

The County’s investments are considered to be U.S. Government obligations, collateralized mortgage obligations, mortgage-backed securities, repurchase agreements, certificates of deposit and mutual funds that invest only in government obligations or securities issued by agencies of the United States. The cash resources of the individual funds are combined to form a pool of cash and investments, which is managed by an investment committee. Assets held by Lewis and Clark County for external participants in the pool is shown in the Investment Trust Fund at fair value. On June 30, 2006, the percentage share of the investment pool that relates to the external investments is 48 percent.

Investments are carried at fair value. The fair value of pooled investments is determined annually and is based on current market prices. Investment income earned as a result of pooling is distributed to those funds authorized by statute using a formula based on the average daily balance of cash and investments in each fund. Changes in the fair value of investments are recognized as revenue at the end of each year.

The County also manages several individual investment trust accounts for external participants. These accounts are reported in the Individual Investment Fund. Funds in the Individual Investment Fund are invested entirely in STIP. School District #1 has invested \$400,000 in outside investments and the amount is included in the presentation of the Individual Investment Fund.

At June 30, 2006, the balance in the individual investment trust accounts were as follows:

Helena School District Elementary Building Reserves	\$ 432,122
Helena School District High School Building Reserves	1,843,649
Helena School District fiscal agent bond account	102
Helena School District Endowment	20,235
Helena School District outside investments	400,000
City/County Building investment	346,382
East Helena School District	<u>28,764</u>
Total Individual Investment Accounts	<u>\$ 3,071,254</u>

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities and Equity (Continued)

Individual investment accounts are held and invested separately by the County and interest earned is deposited solely in the individual accounts.

The County issues warrants in payment of its obligations. When the warrants are presented to the treasury, the County's demand account is automatically charged to pay the warrants. Cash balances in all funds except the payroll fund are reported net of outstanding warrants.

2. Short-term Interfund Receivables/Payables

Activity between individual funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are classified as "due from other funds" or "due to other funds" on the balance sheet.

Noncurrent portions of long-term interfund loan receivables in governmental type funds are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources, therefore, are not available for appropriation.

All property tax receivables are shown net of an allowance for uncollectible. The property tax receivable allowance is equal to 2 percent of the outstanding property taxes at fiscal year-end. At June 30, 2006, the allowance amounted to \$166,936.

Property tax levies are set on or before the second Monday in August, in connection with the budget process. Real property (and certain attached personal property) taxes are billed within ten days after the third Monday in October and are due in equal installments on November 30 and the following May 31. After those dates, they become delinquent (and a lien is placed upon the property). After three years, the County may exercise the lien and take title to the property. Special assessments are either billed in one installment due November 30 or two installments due November 30 and the following May 31. Personal property taxes (other than those billed with real estate) are generally billed no later than the second Monday in July (normally in May and June), based on the prior November's levies. Personal property taxes, other than mobile homes, are due thirty days after billing. Mobile home taxes are billed in two halves, the first due May 31 and the second due the following November 30. The tax billings are considered past due after the respective due date and are subject to a penalty (2 percent of the tax charge) and monthly interest (10 percent annually of the tax charge).

3. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Certain proceeds of enterprise fund and internal service fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets because their use is limited by applicable bond covenants. The "revenue bond operating" account is used to report resources set aside to subsidize potential deficiencies from the funds

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities and Equity (Continued)

operation that could adversely affect debt service payments. The “revenue bond debt service” account is used to segregate resources accumulated for debt service payments over the next twelve months. The “revenue bond replacement and depreciation” account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements.

The “revenue bond reserve” account is used to report resources set aside to make up potential future deficiencies in the revenue bond debt service account. The “revenue bond surplus” account is used to report resources set aside to make up deficiencies in the revenue bond debt service account and the revenue bond reserve account.

5. Capital Assets

The County’s major infrastructure networks - roads and bridges – that had been put in place prior to implementation of GASB 34, have not yet been reported.

The County’s works of art, exhibits, and books are not being capitalized. The County has a policy that says these items are protected and preserved.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets’ lives are not capitalized.

Purchased or constructed capital assets are recorded at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The County capitalizes all assets purchased during the year over the following threshold:

	<u>Capitalize and Depreciate</u>
Land	Capitalize only
Land Improvements	\$25,000
Building	\$50,000
Building Improvements	\$50,000
Construction in Progress	Capitalize only if total will be over: \$50,000 for Buildings; or \$25,000 for Improvements; or \$250,000 for Infrastructure.
Machinery and Equipment	\$5,000
Vehicle	\$5,000
Infrastructure	\$250,000

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of the capital assets of business-type activities is included in the capitalized value of the asset constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Infrastructure	25-50
Buildings	15-40
Building Improvements	7-30
Vehicles	5-15
Equipment	5-10
Computer Equipment	5-7

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**C. Assets, Liabilities and Equity (Continued)****6. Compensated Absences**

It is the County's policy to permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from County service. Employees are allowed to accumulate and carry over a maximum to two times their annual accumulation of vacation, but no more than 90 days into the new calendar year. There is no restriction on the amount of sick leave that may be accumulated. In addition, all nonexempt employees are allowed to accumulate compensatory time at time and one-half. Union contracts set the limit of compensatory time allowed. Upon separation, employees are paid 100 percent of accumulated vacation, 25 percent of accumulated sick leave and nonexempt employees are paid 100 percent of compensatory time. The liability for compensated absences is reported in the government-wide and proprietary fund statements.

7. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts 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.

8. Net Assets

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

9. Grant Revenue

The County recognizes grant income on government-mandated and voluntary non-exchange transactions when all eligibility requirements have been met. Cash or other assets provided in advance are reported as advances and as deferred revenue until all eligibility requirements have been met.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Assets, Liabilities and Equity (Continued)

10. Interfund Transactions

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided and used are reported as transfers.

Transfers occurring between the County (primary government) and discretely presented component units are separately identified.

11. Comparative Data/Reclassifications

No comparative total data has been presented.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

1. General Budget Policies

An annual appropriated operating budget is adopted each fiscal year for all County funds in accordance with State statutes. Levied funds that have an annual appropriated operating budget include the County's General Fund; Health Facilities Debt Service Fund; and the following sixteen Special Revenue Funds: Road, Predatory Animal Control, District Court, Mosquito, Craig Mosquito, Parks, Forestvale Cemetery, Planning, Emergency Disaster, County Health, Mental Health, Senior Citizens, County Extension, Public Safety, Library, and Employer Health Insurance.

2. Budget Process

As provided by State law, Lewis and Clark County follows these procedures to develop the budget information:

- (1) A proposed operating budget is submitted to the County Commissioners for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) The final budget is adopted by the County after public hearings have been conducted.
- (4) By the later of the second Monday in August or within 45 calendar days after receiving certified taxable values, the County shall fix the tax levy for each taxing jurisdiction within the county or municipality.

Spending control is legally established by an annual resolution adopted by the County Commission. This resolution delineates the total amount of expenditures budgeted by fund total with the exception of the general fund which includes department totals. Budgetary comparisons

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**A. Budgetary Information (Continued)**

have been presented in at least this much detail. Budget appropriation transfers may be made between the general classifications of salaries and wages, operation and maintenance, and capital outlay upon a resolution adopted by the County Commission. Reported budget amounts represent the original adopted budget as amended by resolution of the County Commission. It is management's responsibility to see that the budget is followed to the budgetary line-item level.

The County Commission may amend a final budget when shortfalls in budgeted revenues require reductions in approved appropriations to avert deficit spending, when savings result from unanticipated adjustments in projected expenditures, when unanticipated state or federal monies are received, or when a public emergency occurs which could not have been foreseen at the time of adoption. The procedure to amend the budget in total can be made only after the County prepares a resolution, notice is published of a public hearing, and a public hearing is held in accordance with State law.

B. Budget/GAAP Reconciliation

Legally required budgets are adopted on the cash basis of accounting consistent with the budget laws of the State of Montana, which is a basis of accounting not in accordance with generally accepted accounting principles (GAAP). Under the budget basis of the County, certain revenues and the related assets are recognized when received rather than when susceptible to accrual or when earned, and certain expenditures are recognized when disbursed as determined by the date of the warrant rather than when the obligation was incurred. In addition, inventories are recorded as an expenditure when purchased. GAAP requires that material balances of inventory at year-end be reported on the balance sheet. Accordingly, a fund balance reserve is reflected. Annual appropriated budgets are legally adopted for the County's General Fund, all Special Revenue Funds (except the Forestvale Endowment), Debt Service Funds, and the Capital Projects Funds. No formal budget is adopted for the Permanent Fund (Forestvale Perpetual Care Fund). Formal budgetary polices are employed for the Special Revenue and Debt Service Funds. For many funds, effective budgetary controls are also achieved through (1) Rural Special Improvement District (RSID) bond provisions, (2) Intercap Loan provisions, (3) federal and state grant contracts/agreements, and (4) bond provisions. Also, the Rural Revolving (RSID Revolving) fund is no longer deemed budgetary, but continues to receive delinquent tax collections.

Individual fund budgetary amounts equal appropriation amounts. All annual appropriations lapse at fiscal year end. Encumbrances are appropriated in the subsequent fiscal year.

Accounting principles used in developing data on a budgetary basis differ from those used in preparing financial statements in conformity with generally accepted accounting principles (GAAP). The following schedule reconciles the amounts on the basic governmental fund - Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (which is prepared on a non-GAAP budgetary basis) to the amounts in the basic governmental fund - Statement of Revenues, Expenditures, and Changes in Fund Balance (which is prepared on a GAAP basis) for the major funds.

In addition, forty-five nonmajor special revenue, four nonmajor debt service, and four nonmajor capital project funds have legally required budgets and are included on the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual. The following schedule also reconciles the actual amounts for those nonmajor funds budgeted and not budgeted to the total shown on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balance - Nonmajor Governmental Funds.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Budget/GAAP Reconciliation (Continued)

	Major Funds			
	General	Public Safety	RSID Debt	Capital Development
Fund Balances Budget	\$ 2,042,565	\$ 1,605,791	\$ 185,720	\$ 3,146,789
Basis Differences:				
Inventory	36,584	-	-	-
Accrual of tax revenue	71,078	113,120	3,978	-
Accrual of licenses and permits	35,644	63,314	-	-
Accrual of intergovernmental revenue	4,102	30,234	-	-
Accrual of charges for services revenue	8,694	-	-	-
Accrual of fines and forfeitures	6,322	26,726	-	-
Accrual of interest revenue	-	-	-	-
Accrual of expenditures	(116,444)	(319,934)	-	(6,865)
Fund Balances (GAAP) Basis	2,088,545	1,519,251	189,698	3,139,924
Unbudgeted Fund Balances	-	-	-	-
Total Major Funds - Fund Balances	<u>\$ 2,088,545</u>	<u>\$ 1,519,251</u>	<u>\$ 189,698</u>	<u>\$ 3,139,924</u>

	Nonmajor Funds			
	Special Revenue	Debt Service	Capital Projects	Permanent
Fund Balances Budget	\$ 4,094,773	\$ 224,676	\$ 341,364	\$ -
Basis Differences:				
Inventory	68,662	-	-	-
Accrual of tax revenue	99,728	3,772	-	-
Accrual of intergovernmental revenue	278,520	-	-	-
Accrual of charges for services revenue	52,877	-	-	-
Accrual of fines and forfeitures	4,102	-	-	-
Accrual of interest revenue	4,051	-	-	-
Accrual of expenditures	(368,851)	-	(15,362)	-
Fund Balances (GAAP) Basis	4,233,862	228,448	326,002	-
Unbudgeted Fund Balances	209,770	-	-	191,021
	<u>4,443,632</u>	<u>228,448</u>	<u>326,002</u>	<u>191,021</u>
Total Nonmajor Funds - Fund Balances				<u>\$ 5,189,103</u>

C. Fund Deficits

Special Revenue Funds

Noxious Weed – The fund deficit of \$5,739 resulted from expenditures for the year exceeding revenues. The deficit will be eliminated in fiscal year 2007, as grant proceeds are received.

Bucksnot Grant – The fund deficit of \$37,502 resulted from expenditures for the year exceeding revenues. The deficit will be eliminated in fiscal year 2007, as grant proceeds are received.

Other Grants – This fund is made up of many small federal grants that are reimbursable grants. The fund deficit of \$140,558 resulted from expenditures for the year exceeding revenues. The deficit will be eliminated as grant and match proceeds are received.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Fund Deficits (Continued)

Capital Projects Funds

RID Projects – The fund deficit of \$14,339 resulted from expenditures for the year exceeding revenues. This deficit will be eliminated in fiscal year 2007 as grant proceeds are received.

Federal Grant Projects – The fund deficit of \$43,473 resulted from expenditures for the year exceeding revenues. This deficit will be eliminated in fiscal year 2007 as grant proceeds are received.

NOTE 3 – DEPOSITS AND INVESTMENTS

Following is a reconciliation of the County’s deposit and investment balances as of June 30, 2006:

	<u>Pooled Cash and Investments</u>	<u>Individual Investments</u>	<u>Other</u>	<u>Total</u>
Bank Deposits	\$ 1,511,461	\$ -	\$ 20,100	\$ 1,531,561
Investments	50,763,761	3,071,254	599,087	54,434,102
Total	\$ 52,275,222	\$ 3,071,254	\$ 619,187	\$ 55,965,663

	<u>Government-wide Statement of Net Assets</u>	<u>Fiduciary Funds Statement of Net Assets</u>	<u>Component Units</u>	<u>Total</u>
Cash and Cash Equivalents	\$ 15,267,145	\$ 27,794,324	\$ 1,341,806	\$ 44,403,275
Investments	3,930,184	6,403,506	347,467	10,681,157
Restricted assets (noncurrent)	881,231	-	-	881,231
Total	\$ 20,078,560	\$ 34,197,830	\$ 1,689,273	\$ 55,965,663

Carrying amounts and fair values (Bank Balance for Cash Deposits) for the County’s cash/cash equivalents and investments are presented in the following schedules.

Cash Deposits

The composition of cash and cash equivalent deposits at fair value on June 30, 2006 was as follows:

	<u>Primary Government</u>	<u>Component Unit</u>
Cash on hand	\$ 310,272	\$ 10,148
Petty cash	4,750	480
Time deposits	(216,464)	(7,056)
Fiscal agent deposits	9,615	-
Money market account	19,816	-
Certificates of deposit	1,367,690	32,310
Total Primary Government	\$ 1,495,679	
Total Component Unit		\$ 35,882
Total Reporting Entity		\$ 1,531,561

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Cash balances available for investment, except those held separately, are maintained in pooled bank and investment accounts to improve investment opportunities. Available cash is invested until the cash is needed for expenditures. Any short-term investments with a maturity of 90 days or less from the date of acquisition are treated as cash equivalents for financial statement purposes.

Cash and cash equivalent deposits may include cash and cash items: demand, time, savings, fiscal agent deposits, money markets, and Certificates of Deposit. Certificates of deposit amounts are required in the above schedule, per GASB 3, for disclosure of credit and market risk, but for financial reporting purposes, they are reported as investments.

The County minimizes custodial credit risk by restrictions set forth in County policy and state law. Custodial credit risk for deposits is the risk that in the event of a financial institution failure, the County's deposits may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. The County's policy requires deposits to be 102 percent secured by collateral valued at market value. The Treasurer's Office maintains a listing of financial institutions, which are approved for investment purposes. Types of securities that may be pledged as collateral are detailed in Section 17-6-103, Montana Code Annotated (MCA). County policy requires that that specific safeguards against risk of loss be evidenced when the County does not physically hold securities.

At fiscal year end, the County's carrying amount of deposits was (\$223,694) and the bank balance was \$308,780. The carrying amount of deposits for the County includes (\$7,230) of the component unit cash balances. Of the bank balance, \$100,000 was covered by federal depository insurance, and \$208,780 was covered by securities held by the pledging financial institution's trust department or agent in the County's name.

Fiscal agent deposits of \$218,112 consist of deposits with trustees related to the issuance of bonds by the county. These funds are invested in accordance with bond covenants and are pledged for payment of principal, interest and specified capital improvements. The pledging financial institution's trust department or agent in the County's name holds the invested funds.

At June 30, 2006, the County had a certificate of deposit amounting to \$1,000,000. The certificate of deposit was covered by securities held by the pledging financial institution's trust department or agent in the County's name.

At June 30, 2006, the carrying amount of the Library's deposits was \$173 and the bank balance was \$769. The bank balance was fully covered by federal depository insurance. The library also had \$110 petty cash as of June 30, 2006.

Both, Forestvale Perpetual Care Fund and Forestvale Endowment Fund, had money market balances at fiscal year end, of \$9,622 and \$10,194, respectively. The pledging financial institution's trust department or agent in the County's name holds the invested funds.

State of Montana statutes require that the County have pledged securities equal to 50 percent of its total deposits and investments, which are not insured or guaranteed, if the institution in which the deposit is made has a net worth to total assets ratio of 6 percent or more. At June 30, 2006, the County was in compliance with this statute.

Investments

On June 30, 2006, the book value approximated the fair value of the investments; therefore no unrealized gain or loss was recorded for the year. The composition of investments on June 30, 2006 was as follows:

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Primary Government

At fiscal year end, the reported amount of the primary government’s investments was \$52,780,711. Of the amount, \$602,240 was uninsured and unregistered with the pledging financial institution’s trust department or agent holding the invested funds in the County’s name.

Component Unit

At fiscal year end, the reported amount of the component government’s investments was \$1,653,391. Of the amount, \$7,388 was uninsured and unregistered with the pledging financial institution’s trust department or agent holding he invested funds in the County’s name.

The following table provides information about the interest rate risks associated with the State’s investments. The investments include certain short-term cash equivalents, various long-term items, and restricted assets by maturity in years. The County uses a laddering technique in which it purchases investments in which one or two may mature each month. The investments have maturity ranges from six to twenty four month. As a long-term investment matures, a new one may be purchased to replace it or the County may wait to replace it, meanwhile investing short-term until an appropriate replacement is found. The laddering allows for diversity in the portfolio to minimize interest rate risk.

	Maturities in Years				Fair Value
	Less than 1	1 - 2	More than 10	No Maturity	
Primary Government Investments:					
Federal National Mortgage Association - CMO	\$ -	\$ -	\$ 110,755	\$ -	\$ 110,755
United States Treasury Notes	208,497	-	-	-	208,497
Agency Notes	5,793,697	3,313,413	-	-	9,107,110
State Short-Term Investment Pool (STIP)	-	-	-	42,752,109	42,752,109
Government Mutual Fund	-	-	-	221,265	221,265
Corporate Bond Fund	-	-	-	154,404	154,404
Equity Mutual Fund	-	-	-	226,571	226,571
Total Primary Government	\$ 6,002,194	\$ 3,313,413	\$ 110,755	\$ 43,354,349	\$ 52,780,711

	Maturities in Years				Fair Value
	Less than 1	1 - 2	More than 10	No Maturity	
Component Unit Investments:					
Federal National Mortgage Association - CMO	\$ -	\$ -	\$ 3,698	\$ -	\$ 3,698
Agency Notes	193,441	110,630	-	-	304,071
State Short-Term Investment Pool (STIP)	-	-	-	1,338,234	1,338,234
Government Mutual Fund	-	-	-	7,388	7,388
Total Component unit	\$ 193,441	\$ 110,630	\$ 3,698	\$ 1,345,622	\$ 1,653,391
Total Reporting Entity	\$ 6,195,635	\$ 3,424,043	\$ 114,453	\$ 44,699,971	\$ 54,434,102

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

State statutes limit investments for all funds, with the exception of Forestvale Perpetual Care Fund and Forestvale Endowment Fund, to the following types:

- Direct obligations of the United States Government
- Securities issued and guaranteed by agencies of the United States
- Mutual funds that invest only in government obligation
- Securities issued by agencies of the United States
- Securities guaranteed by the United States or by an agency of the United States but not issued by agencies of the United States
- Repurchase agreements
- State Short-Term Investment Pool (STIP)

Along with the limitations place on investments by state law, the County minimizes custodial credit risk by restrictions set forth in County policy. Custodial credit risk for investments is the risk that in the event of a financial institution failure, the County’s investments may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. The Treasurer’s Office maintains a listing of financial institutions and securities dealers, not affiliated with a bank, which are approved for investment purposes. County policy requires that that specific safeguards against risk of loss be evidenced when the County does not physically hold securities.

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The County securities have credit risk as measured by major credit rating services. This risk is that the issuer of a county security may default in making timely principal and interest payments.

Obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit risk quality per GASB No. 40. Obligations that meet this requirement are the US Treasury Notes and the Agency Notes with amounts of \$208,497 and 9,411,181, respectively.

The credit ratings presented in the following tables are provided by Standard and Poor’s Corporation (S & P) rating service. If no rating is available from S & P, then a Moody’s Investment Services, Inc rating will be used. The County does not have policies regarding credit ratings of investments.

Primary Government Investments:	<u>Fair Value</u>	<u>S & P</u>
Federal National Mortgage Association - CMO	\$ 110,755	AAA
State Short-Term Investment Pool (STIP)		
Commercial Paper	27,305,772	A1
Corporate Fixed	5,647,554	A1+
Corporate Variable-rate	4,322,238	A1+
US Government Indirect-backed	4,783,961	A1+
Securities Lending Collateral Investment Pool	692,584	A1+
Government Mutual Fund	221,265	NR
Corporate Bond Funds		
Intermediate Term Bond Fund	99,506	AA
Core Bond Fund	39,598	AA
High Income Bond Fund	15,300	B+
Equity Mutual Fund	<u>226,571</u>	NR
 Total Primary Government	 <u>\$ 43,465,104</u>	

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Component Unit Investments:

Federal National Mortgage Association - CMO	\$ 3,698	AAA
State Short-Term Investment Pool (STIP)		
Commercial Paper	854,731	A1
Corporate Fixed	176,781	A1+
Corporate Variable-rate	135,295	A1+
US Government Indirect-backed	149,748	A1+
Securities Lending Collateral Investment Pool	21,679	A1+
Government Mutual Fund	<u>7,388</u>	NR
Total Primary Government	<u>\$ 1,349,320</u>	
Total Reporting Entity	<u><u>\$ 44,814,424</u></u>	

The County invests in the Short-Term Investment Pool (STIP) managed by the State of Montana. The pool invests in short-term, highly liquid investments, and as such, the County has reported these investments as cash equivalents for financial reporting purposes. Per GASB 3 for disclosure of credit risk, STIP amounts are required in the investment footnote schedules. Amounts invested by the County in STIP may be redeemed at any date at the carrying value on that date. Audited financial statements for the State of Montana’s Board of Investments are available at 555 Fuller Avenue, Helena, Montana 59601.

Investments in the Short-Term Investment Pool are reported at fair value. The fair value of pooled investments is determined annually and is based on year-end market prices. The unit value of the pool, including STIP, is fixed at \$1 for both participant redemptions and purchases. Investments in the STIP are carried at cost. STIP is managed by the State of Montana and is classified as a 2A-7 like pool. STIP income is automatically reinvested in additional units.

Governmental Accounting Standards Board (GASB) Technical Bulletin No. 94-1, effective for periods ending after December 31, 1994, requires governmental entities participating in an investment pool to disclose certain types of securities held in the pool. As noted above, the County invests in STIP. This pool contains two types of investments requiring disclosure, which are asset-backed securities and variable rate (floating-rate) securities.

The Forestvale Perpetual Care Fund and Forestvale Endowment Fund are authorized to invest in stocks, bonds, and mutual funds.

United States Treasury Notes include \$208,497 held separately with trustees and related to the issuance of bonds by the county. These funds are invested in accordance with bond covenants and are pledged for payment of principal, interest and capital improvements. The pledging financial institution’s trust department or agent in the County’s name holds the invested funds.

The County has invested in collateralized mortgage obligations (CMOs). These investments are mortgage-backed securities and are commonly referred to as derivatives, meaning that the value of the security is derived from underlying instruments or market indices. The County is invested in derivatives taking many forms including, but not limited to, floating and inverse floating securities and principal-only strips. These investments are categorized as Federal National Mortgage Association - CMO and Federal Home Loan Mortgage – CMO in the previous schedule.

The County invested in derivatives in an effort to maximize yields. These securities are based on cash flows from the underlying mortgages. Therefore, they are sensitive to the mortgagee’s payments, which may vary based on raises and declines in interest rates. Maturity dates on these securities are in fiscal year 2023. The book value (cost) of the County’s derivative holdings as of June 30, 2006, was \$114,453 and the fair value on that date was \$105,790.

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Following is the County’s statement of net assets and changes in net assets for its investment pool.

STATEMENT OF NET ASSETS
INVESTMENT POOL
June 30, 2006

	Internal Portion	External Portion	Total Investment Pool
Assets			
Cash and cash equivalents	\$ 21,547,350	\$ 19,973,585	\$ 41,520,935
Investments	5,580,945	5,173,342	10,754,287
Total assets	<u>27,128,295</u>	<u>25,146,927</u>	<u>52,275,222</u>
Net assets			
Held in trust for:			
Internal investment pool participants	27,128,295		27,128,295
External investment pool participants		25,146,927	25,146,927
Total net assets	<u>\$ 27,128,295</u>	<u>\$ 25,146,927</u>	<u>\$ 52,275,222</u>

STATEMENT OF CHANGES IN NET ASSETS
INVESTMENT POOL
For the Fiscal Year Ended June 30, 2006

	Internal Portion	External Portion	Total Investment Pool
Additions			
Total contributions to pooled investments	\$ 108,600,922	\$ 87,812,398	\$ 196,413,320
Deductions			
Total distribution from pooled investments	102,126,422	82,042,452	184,168,874
Net increase (decrease)	6,474,500	5,769,946	12,244,446
Net assets held in trust, beginning of year	20,653,795	19,376,981	40,030,776
Net assets held in trust, end of year	<u>\$ 27,128,295</u>	<u>\$ 25,146,927</u>	<u>\$ 52,275,222</u>

NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)

Restricted Cash/Investments

Following are the restricted cash/investments held by the County as of June 30, 2006. These amounts are reported within the restricted cash/investment account on the Statement of Net Assets.

<u>Enterprise Fund</u>	
Restricted for bond reserve	\$ 362,610
Restricted for debt service	137,075
Restricted for construction	<u>571</u>
Total	<u>\$ 500,256</u>
 <u>Internal Service Funds</u>	
Restricted for bond reserve	<u>73,230</u>
Total Restricted Cash	<u><u>\$ 573,486</u></u>

NOTE 4 – RECEIVABLES

Receivables as of year end for the government’s individual major and non-major funds in the aggregate, and discretely presented component units, in the aggregate, are as follows:

Governmental Activities

	<u>General</u>	<u>Public Safety</u>	<u>RSID Debt</u>	<u>Capital Development</u>	<u>Other Non-Major Funds</u>	<u>Total</u>
Receivable:						
Taxes/Assessments	\$ 465,124	\$ 731,766	\$ 1,134,627	\$ 28	\$ 662,565	\$ 2,994,110
Allowance for Uncollectibles	<u>(9,302)</u>	<u>(14,635)</u>	<u>(22,693)</u>	<u>(1)</u>	<u>(13,249)</u>	<u>(59,880)</u>
Taxes (net)	<u>\$ 455,822</u>	<u>\$ 717,131</u>	<u>\$ 1,111,934</u>	<u>\$ 27</u>	<u>\$ 649,316</u>	<u>\$ 2,934,230</u>

Business-type Activities and Component Units

	<u>Cooney Convalescent Home</u>	<u>County Landfill</u>	<u>Fairgrounds</u>	<u>Nonmajor Funds</u>	<u>Total</u>	<u>Component Unit</u>
Receivable:						
Taxes/Assessments	\$ -	\$ -	\$ 119,960	\$ -	\$ 119,960	\$ 317,749
Allowance for Uncollectibles	<u>-</u>	<u>-</u>	<u>(2,399)</u>	<u>-</u>	<u>(2,399)</u>	<u>(6,355)</u>
Taxes (net)	<u>-</u>	<u>-</u>	<u>117,561</u>	<u>-</u>	<u>117,561</u>	<u>311,394</u>
Accounts receivable	331,640	85,053	-	267,037	683,730	424,808
Allowance for doubtful accounts	<u>(53,019)</u>	<u>-</u>	<u>-</u>	<u>(3,914)</u>	<u>(56,933)</u>	<u>(126,596)</u>
Net accounts	<u>278,621</u>	<u>85,053</u>	<u>-</u>	<u>263,123</u>	<u>626,797</u>	<u>298,212</u>
Total	<u>\$ 278,621</u>	<u>\$ 85,053</u>	<u>\$ 117,561</u>	<u>\$ 263,123</u>	<u>\$ 744,358</u>	<u>\$ 609,606</u>

NOTE 4 – RECEIVABLES (Continued)

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Total</u>
Taxes/Assessment receivable (General Fund)	\$ 384,744	\$ -	\$ 384,744
Taxes/Assessment receivable (Public Safety Fund)	604,011	-	604,011
Taxes/Assessment receivable (RSID Debt)	1,107,956	-	1,107,956
Taxes/Assessment receivable (Capital Development Fund)	27	-	27
Taxes/Assessment receivable (Nonmajor Funds)	545,816	-	545,816
Payment in lieu of taxes (General Fund)	-	943,019	943,019
Payment in lieu of taxes (Public Safety Fund)	-	322,500	322,500
Payment in lieu of taxes (Nonmajor Fund)	-	115,000	115,000
	<u> </u>	<u> </u>	<u> </u>
Total	<u>\$ 2,642,554</u>	<u>\$ 1,380,519</u>	<u>\$ 4,023,073</u>

NOTE 5 – INTERFUND RECEIVABLES AND PAYABLES

The County uses interfund receivables and payables for funds that incur negative cash balances due to expenditures exceeding revenues for a short time period. Balances due to/from other funds at June 30, 2006, consist of the following:

Governmental Activities

<u>Receivable Fund</u>	<u>Payable Funds</u>	<u>Amount</u>
General Fund	HIDTA Grant	\$ 22,930
	Noxious Weed Trust	4,219
	Bucksnot Grant	37,502
	Other Grants	59,360
	RID Projects	8,600
	Federal Grant Projects	35,813
Non-major governmental funds	Special Assessment Districts	<u>24,986</u>
Total		<u>\$ 193,410</u>

NOTE 6 – NOTE AND ADVANCES RECEIVABLE

Notes and advances receivable at June 30, 2006, include the following:

Governmental Activities

Debt Service Funds

RSID Revolving Fund

2% above the STIP rate, advance receivable from Sunny Vista Road Maintenance District, due in semi-annual payments through 2006. \$ 984

NOTE 6 – NOTE AND ADVANCES RECEIVABLE (Continued)

2% above the STIP rate, advance receivable from Oro Fino Park Construction, due in yearly payments through 2009	4,138
7% advance receivable from Cave Gulch Watershed Project, due in semi- annual payments through 2014	<u>20,072</u>
Total Governmental Activities	<u>\$25,194</u>

NOTE 7 –TRANSFERS

The County uses interfund transfers for regular re-occurring internal charges, such as administration fees and insurance costs, to name a few.

The following is a summary of transfers in and out during Fiscal-Year 2006:

	<u>Transfers Out</u>							Total Transfers In
	General Fund	Public Safety Fund	RSID Debt Fund	Capital Development Fund	Nonmajor Governmental Fund	County Landfill Fund	Internal Service Funds	
Transfer In:								
<u>Governmental Funds:</u>								
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 276,730	\$ -	\$ -	\$ 276,730
Public Safety	-	-	-	-	159,847	-	-	159,847
Capital Development	403,788	543,200	-	-	615,391	-	-	1,562,379
Nonmajor Governmental	83,899	261,441	22,306	2,705	414,130	4,000	2,000	<u>790,481</u>
Total Governmental Funds								<u>2,789,437</u>
<u>Enterprise Funds:</u>								
Cooney Convalescent Home	-	-	-	-	180,696	-	-	180,696
County Landfill	-	-	-	-	8,160	-	-	8,160
Fairgrounds	50,000	-	-	-	8,687	-	-	58,687
Nonmajor Enterprise Funds	-	-	-	-	2,531	-	-	<u>2,531</u>
Total Enterprise Funds								<u>250,074</u>
Internal Services	-	-	-	-	125,619	-	37,143	<u>162,762</u>
	<u>\$ 537,687</u>	<u>\$ 804,641</u>	<u>\$ 22,306</u>	<u>\$ 2,705</u>	<u>\$ 1,791,791</u>			
Total transfers out - governmental funds					<u>\$ 3,159,130</u>			
Total transfers out - enterprise funds						<u>\$ 4,000</u>		
Total transfers out - internal service funds							<u>\$ 39,143</u>	
Total Transfers Out								<u>\$ 3,202,273</u>

NOTE 8 – CAPITAL ASSETS

Capital Asset activity for the fiscal year ended June 30, 2006 was as follows:

PRIMARY GOVERNMENT

Governmental Activities:	Beginning Balance	Increases	Decrease	Ending Balance
<i>Capital assets not being depreciated:</i>				
Land	\$ 1,058,807	\$ -	\$ -	\$ 1,058,807
Construction in progress	7,356,942	11,964	2,780,214	4,588,692
Total capital assets not being depreciated	8,415,749	11,964	2,780,214	5,647,499
<i>Capital assets being depreciated:</i>				
Buildings	16,438,787	-	-	16,438,787
Improvements other than Buildings	1,754,349	141,461	-	1,895,810
Infrastructure	461,917	1,106,569	-	1,568,486
Machinery & Equipment	8,989,748	1,254,047	664,417	9,579,378
Total capital assets being depreciated	27,644,801	2,502,077	664,417	29,482,461
Less accumulated depreciation for:				
Buildings	7,071,511	412,011	-	7,483,522
Improvements other than Buildings	595,822	129,874	-	725,696
Infrastructure	8,661	40,523	-	49,184
Machinery & Equipment	4,911,193	876,219	612,778	5,174,634
Total accumulated depreciation	12,587,187	1,458,627	612,778	13,433,036
Total capital assets being depreciated, net	15,057,614	1,043,450	51,639	16,049,425
Government activity capital assets, net	<u>\$23,473,363</u>	<u>\$1,055,414</u>	<u>\$2,831,853</u>	<u>\$21,696,924</u>
Business-type Activities:				
<i>Solid Waste</i>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 243,648	\$ -	\$ -	\$ 243,648
Construction in progress	-	-	-	-
Total capital assets not being depreciated	243,648	-	-	243,648
<i>Capital assets being depreciated:</i>				
Buildings	325,366	-	-	325,366
Improvements other than Buildings	4,226,778	-	-	4,226,778
Machinery & Equipment	1,131,937	151,063	5,975	1,277,025
Total capital assets being depreciated	5,684,081	151,063	5,975	5,829,169
Less accumulated depreciation for:				
Buildings	86,087	8,135	-	94,222
Improvements other than Buildings	849,175	83,806	-	932,981
Machinery & Equipment	673,114	81,076	5,975	748,215
Total accumulated depreciation	1,608,376	173,017	5,975	1,775,418
Total capital assets being depreciated, net	4,075,705	(21,954)	-	4,053,751
Government activity capital assets, net	<u>\$ 4,319,353</u>	<u>\$ (21,954)</u>	<u>\$ -</u>	<u>\$ 4,297,399</u>

NOTE 8 – CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decrease	Ending Balance
Cooney Convalescent Home				
<i>Capital assets not being depreciated:</i>				
Land	\$ 130,794	\$ -	\$ -	\$ 130,794
Construction in progress	52,954	-	52,954	-
Total capital assets not being depreciated	183,748	-	52,954	130,794
<i>Capital assets being depreciated:</i>				
Buildings	3,390,146	585,597	-	3,975,743
Machinery & Equipment	224,421	5,810	-	230,231
Total capital assets being depreciated	3,614,567	591,407	-	4,205,974
Less accumulated depreciation for:				
Buildings	1,187,149	110,375	-	1,297,524
Machinery & Equipment	133,513	17,559	-	151,072
Total accumulated depreciation	1,320,662	127,934	-	1,448,596
Total capital assets being depreciated, net	2,293,905	463,473	-	2,757,378
Cooney Convalescent Home capital assets, net	\$ 2,477,653	\$ 463,473	\$ 52,954	\$ 2,888,172
Fairgrounds				
<i>Capital assets not being depreciated:</i>				
Construction in progress	\$ 14,699	\$ 57,578	\$ 14,699	\$ 57,578
Total capital assets not being depreciated	14,699	57,578	14,699	57,578
<i>Capital assets being depreciated:</i>				
Buildings	72,081	247,443	-	319,524
Improvements other than Buildings	294,999	-	-	294,999
Machinery & Equipment	72,383	14,947	16,013	71,317
Total capital assets being depreciated	439,463	262,390	16,013	685,840
Less accumulated depreciation for:				
Buildings	12,616	6,765	-	19,381
Improvements other than Buildings	25,314	14,264	-	39,578
Machinery & Equipment	9,936	12,002	5,071	16,867
Total accumulated depreciation	47,866	33,031	5,071	75,826
Total capital assets being depreciated, net	391,597	229,359	10,942	610,014
Fairgrounds capital assets, net	\$ 406,296	\$ 286,937	\$ 25,641	\$ 667,592
Business-type activities capital assets, net	\$ 7,203,302	\$ 728,456	\$ 78,595	\$ 7,853,163

A collection of 33 framed and 7 unframed Thomas Kinkade canvas lithographs were donated in fiscal year 2006 to the Cooney Convalescent Home. The collection of art was valued at the time of donation at \$35,985. The collection has not been capitalized since it meets the following criteria. The collection will be held for public exhibit and not for financial gain; it will be protected, kept unencumbered, cared for, and preserved; and the collection is subject to county policy that proceeds from sales will be used to acquire other items for the collection.

NOTE 8 – CAPITAL ASSETS (Continued)

Depreciation expenses was charged to functions as follows:

Governmental Activities:	
General government	\$ 465,447
Public safety	477,214
Public works	406,507
Public health	52,116
Social and economic services	2,768
Culture and recreation	<u>54,575</u>
 Total depreciation expense - business-type activities:	 <u><u>\$ 1,458,627</u></u>
 Business-type activities:	
Solid waste	\$ 173,018
Nursing home	127,934
Fair	<u>33,031</u>
 Total depreciation expense-business-type activities:	 <u><u>\$ 333,983</u></u>

Discretely presented component units:

Activity for the **Library** for the fiscal year ended June 30, 2006, was as follows:

	Beginning Balance	Increases	Decrease	Ending Balance
<i>Capital assets not being depreciated:</i>				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Construction in progress	-	-	-	-
Total capital assets not being depreciated	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
 <i>Capital assets being depreciated:</i>				
Buildings	1,472,544	-	-	1,472,544
Machinery & Equipment	192,037	63,024	-	255,061
Total capital assets being depreciated	<u>1,664,581</u>	<u>63,024</u>	<u>-</u>	<u>1,727,605</u>
 Less accumulated depreciation for:				
Buildings	30,678	36,814	-	67,492
Machinery & Equipment	57,340	24,467	-	81,807
Total accumulated depreciation	<u>88,018</u>	<u>61,281</u>	<u>-</u>	<u>149,299</u>
 Total capital assets being depreciated, net	 <u>1,576,563</u>	 <u>1,743</u>	 <u>-</u>	 <u>1,578,306</u>
 Library capital assets, net	 <u><u>\$ 1,626,563</u></u>	 <u><u>\$ 1,743</u></u>	 <u><u>\$ -</u></u>	 <u><u>\$ 1,628,306</u></u>

NOTE 8 – CAPITAL ASSETS (Continued)

Activity for the **Cooperative Health Center** for the ended June 30, 2006, was as follows:

	Beginning Balance	Increases	Decrease	Ending Balance
<i>Capital assets being depreciated:</i>				
Total capital assets being depreciated	\$ 49,725	\$ -	\$ -	\$ 49,725
Less accumulated depreciation for:				
Machinery & Equipment	49,725	-	-	49,725
Cooperative Health Center capital assets, net	\$ -	\$ -	\$ -	\$ -

NOTE 9 – LONG-TERM DEBT

GENERAL OBLIGATION BONDS

Governmental Activities

There were no general obligation bonds outstanding for the fiscal year ended June 30, 2006.

REVENUE BONDS

Governmental Activities

At June 30, 2006, the outstanding revenue bond indebtedness of Lewis and Clark County is as follows:

Health Care Facility Revenue Bonds, Series 1998D: \$ 605,000

The bond has an interest rate of 3.8% / 5.1%, payable from the Cooperative Health Center in annual installments of \$30,000 to \$65,000 beginning February 1, 1999, callable on or after February 1, 2006, secured by net revenues and a limited tax levy of up to 3 mills.

Business-type Activities

At June 30, 2006, the outstanding revenue bond indebtedness, excluding \$26,250 of unamortized deferred loss due to refunding, of Lewis and Clark County is as follows:

Solid Waste Facility Refunding Revenue Bonds, Series 2004: \$2,884,000
(DNRC SRF Loan Program)

In fiscal year 2005, Lewis and Clark County issued refunding bonds in the amount of \$3,043,858. The purpose of this issuance is to use the proceeds to retire the County’s outstanding Solid Waste Facility Revenue Bonds, Series 1994 and Solid Waste Facility Revenue Bonds, Series 2000. The bonds have an interest rate of 3.75%, payable in annual installments of \$52,858 to \$208,000 beginning January 1, 2005. The bonds are to be repaid from the net revenues derived from the operations from the County’s Solid Waste Facility. Final payment is scheduled for July 1, 2024. The carrying amount of the Series 1994 and 2000 bonds was \$3,012,038 (\$2,506,435 and \$505,604, respectively) for a net increase in bonds payable of \$31,819. The economic gain calculated by the County was \$22,238.

NOTE 9 – LONG-TERM DEBT (Continued)

<u>Health Care Facility Revenue Bonds, Series 1998B:</u>	<u>\$1,215,000</u>
The bond has an interest rate of 3.8% / 5.1%, payable from the Cooney Convalescent Home in annual installments of \$55,000 to \$130,000 beginning February 1, 1999, callable on or after February 1, 2006, secured by net revenues and a limited tax levy of up to 3 mills.	
 Total Business-type Activities	 <u>\$4,099,000</u>
 Total Revenue Bonds	 <u>\$4,704,000</u>

The County is carrying the cost of the Solid Waste Facility Revenue Bonds at par plus the unamortized deferred loss due to refunding. The deferred loss is amortized on a monthly basis over the life of the bonds. These revenue bonds are unsecured and repayment is from charges for services of the corresponding facilities.

Revenue bond resolutions include various restrictive covenants. The more significant covenants 1) require that cash be restricted and reserved for operations, debt service, and replacement and depreciation of facilities; 2) specify minimum required operating revenue; and 3) specific and timely reporting of financial information to bond holders and the registrar.

The following information is presented to satisfy bond covenant provisions. The bond resolution for the 1998 Health Care Revenue Bonds issued in February 1998 requires a 110 percent earnings ratio based on the current year’s maximum debt service requirement. Bond requirements for the County Landfill Refunding Revenue Bond requires that net revenues in excess of current expenses equal 125% of the maximum amount of principal and interest in any subsequent fiscal year. For the year ended June 30, 2006 the County was in compliance with these requirements for the Health Care Facilities, the Cooney Convalescent Home, and the County Solid Waste Facility.

	County Landfill	Cooney Convalescent Home	Health Care Facilities
Gross revenues	\$ 957,587	\$ 5,195,937	\$ 281,452
Direct operating expenses	<u>564,630</u>	<u>4,903,704</u>	<u>181,223</u>
 Net Revenue	 <u>\$ 392,957</u>	 <u>\$ 292,233</u>	 <u>\$ 100,229</u>
 Maximum debt service	 \$ 218,400	 \$ 138,845	 \$ 66,670
 Percent coverage	 179.9%	 210.5%	 150.3%

Gross revenues include operating revenues and interest income. Direct operating expenses exclude depreciation and interest expense on the bond issue.

NOTE 9 – LONG-TERM DEBT (Continued)

Revenue bond debt service requirements to maturity are as follows:

Governmental Activities

<u>FY Ending</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2007	\$ 30,130	\$ 40,000	\$ 70,130
2008	28,330	40,000	68,330
2009	26,490	40,000	66,490
2010	24,490	45,000	69,490
2011	22,240	45,000	67,240
2012-2016	74,145	270,000	344,145
2017-2018	9,690	125,000	134,690
Totals	<u>\$ 215,515</u>	<u>\$ 605,000</u>	<u>\$ 820,515</u>

Business-type Activities

<u>FY Ending</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2007	\$ 167,664	\$ 186,000	\$ 353,664
2008	160,089	195,000	355,089
2009	152,059	204,000	356,059
2010	143,309	213,000	356,309
2011	134,140	224,000	358,140
2012-2016	519,954	1,252,000	1,771,954
2017-2021	243,717	1,118,000	1,361,717
2022-2025	53,964	707,000	760,964
Totals	<u>\$ 1,574,896</u>	<u>\$ 4,099,000</u>	<u>\$ 5,673,896</u>

Changes in Long-Term Liabilities

The following is a summary of the changes in long-term liabilities for the year ended June 30, 2006:

<u>Governmental Activities</u>	<u>Balance</u> <u>07/01/05</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>06/30/06</u>	<u>Due</u> <u>Within</u> <u>One Year</u>
Revenue Bonds	\$ 640,000	\$ -	\$ 35,000	\$ 605,000	\$ 40,000
Special Assessment	235,305	996,451	50,903	1,180,853	109,766
Contracts/Loans	1,718,121	1,289,166	329,189	2,678,098	455,432
Capital Leases	582,015	-	582,015	-	-
Compensated Absences	1,392,912	1,242,311	1,193,501	1,441,722	144,172
Total	<u>\$ 4,568,353</u>	<u>\$ 3,527,928</u>	<u>\$ 2,190,608</u>	<u>\$ 5,905,673</u>	<u>\$ 749,370</u>
<u>Business-type Activities</u>					
Revenue Bonds (1)	\$ 4,251,567	\$ 3,183	\$ 182,000	\$ 4,072,750	\$ 186,000
Contracts/Loans	155,646	-	18,704	136,942	19,298
Landfill Liability	958,608	54,552	20,000	993,160	20,000
Compensated Absences	179,041	244,455	224,556	198,940	19,894
Total	<u>\$ 5,544,862</u>	<u>\$ 302,190</u>	<u>\$ 445,260</u>	<u>\$ 5,401,792</u>	<u>\$ 245,192</u>

(1) Balance on 6/30/06, includes \$26,250 of unamortized deferred loss due to refunding.

NOTE 9 – LONG-TERM DEBT (Continued)

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At fiscal year end, \$172,499 and \$74,895 of internal service funds compensated absences and contracts, respectively, are included in the above amounts. Also, for the governmental activities, claims and judgments and compensated absences are generally liquidated by the general fund and other governmental funds.

NOTE 10 - CONDUIT DEBT

The County has authorized the issuance of certain bonds in its name to provide tax exempt status because it perceives a substantial public benefit will be achieved through the use of proceeds. The following describes the various types of such third party debt.

Industrial Development Revenue Bonds – These bonds have been issued to finance certain improvements to the Montana State Department of Justice building to make the building suitable for use as a government facility.

Environmental Facilities Revenue Bonds – These bonds have been issued on behalf of Asarco, Inc., to finance pollution control projects at the Asarco plant in Lewis and Clark County.

Industrial Development Revenue Bonds – These bonds have been issued on behalf of Golden Triangle, Inc., to finance a portion of the construction, acquisition and financing of mental health facilities.

Industrial Development Revenue Bonds – These bonds have been issued on behalf of the Montana Children’s Home and Hospital to finance a portion of the construction, acquisition and equipping of buildings for a hospital.

As of June 30, 2006 the status of all third party debt issued is:

	<u>Issued</u>	<u>Outstanding</u>
Industrial Development Revenue Bonds State of Montana	\$ 500,000	\$ 50,000
Environmental Facilities Revenue Bonds Asarco, Inc.	33,160,000	33,160,000
Environmental Facilities Revenue Bonds Asarco, Inc.	34,800,000	34,800,000
Golden Triangle, Inc.	2,000,000	1,521,000
Montana Children's Home and Hospital	<u>6,990,000</u>	<u>5,620,000</u>
 Total	 <u>\$ 77,450,000</u>	 <u>\$ 75,151,000</u>

These bonds do not constitute an indebtedness of the County. The debt is payable solely from the funds and assets pledged by the ultimate borrower stipulated in the loan agreements. In the opinion of County officials, this debt is not payable from any revenues or assets of the County, and neither the full faith and credit of the taxing authority of the County, the State or any political subdivision thereof is obligated to the payment of principal or interest on the bonds.

NOTE 11 – SPECIAL ASSESSMENT DEBT AND CONTRACTS/LOANS PAYABLE

Governmental Activities

The following loans represent borrowings from the State of Montana Board of Investments Intercap Loan Program.

Special Assessment Debt

The loans are special assessment debt issued for the construction and maintenance of capital improvements within defined special improvement districts. The loans are payable from special assessments levied against the properties in the respective districts. The County has a secondary responsibility on the debt issued for the various districts. State law obligates the County to pay the debt service on these loans even if the assessments on the property owners are in default. At fiscal year-end 2006, funds with special assessment debt had \$5,954 in delinquent tax receivables. State law provides for and the County uses a “Special Improvement District Revolving Fund” to accumulate resources for such debt service payment. Statutes allow for a special property tax levy as long as the balance in this fund is less than 5% of total outstanding special assessment debt with government commitment. In the current fiscal year the County did not levy for this fund.

Montana Board of Investment intercap loans have a variable interest rate that is adjusted annually. For fiscal year 2006, the rate was 3.80%. Special assessment debts at June 30, 2006, are as follows:

	Amount Issued	Year of Maturity	Principal Balance 06/30/06	Due Within One Year	FY2007 Interest Rate (%)
Applegate Rural Improvement District	\$ 43,006	2016	\$ 43,006	\$ 3,683	4.75%
Lambkin Rural Improvement District	29,352	2016	29,352	2,513	4.75%
Golden Estates Rural Improvement District	28,754	2016	28,754	2,413	4.75%
Maynard Rural Improvement District	8,680	2016	8,680	743	4.75%
Schmidville Rural Improvement District	89,046	2012	58,339	8,621	4.75%
Gilbert Rural Improvement District	48,055	2012	31,484	4,652	4.75%
Vandenberg Village Rural Improvement District	60,151	2012	39,408	5,823	4.75%
Augusta Rural Improvement District	67,121	2014	55,171	6,233	4.75%
Oro Fino Rural Improvement District	25,776	2016	25,776	2,207	4.75%
Gable Estates Rural Improvement District	317,476	2016	317,476	26,648	4.75%
Munger Rural Improvement District	11,580	2016	11,580	972	4.75%
Fawn Meadows Estates Rural Improvement District	14,194	2016	14,194	1,191	4.75%
Lincoln Road Rural Improvement District	348,772	2016	348,772	29,607	4.75%
Prickley Pear Rural Improvement District	168,861	2016	168,861	14,460	4.75%
Total Special Assessment Debt	<u>\$ 1,260,824</u>		<u>\$ 1,180,853</u>	<u>\$ 109,766</u>	

NOTE 11 – SPECIAL ASSESSMENT DEBT AND CONTRACTS/LOANS PAYABLE (Continued)

Contracts/Loans Payable

Loans are issued for cost of construction or remodeling of county building, repairs and replacement of bridges, and purchase of telephone systems, imaging and indexing machines, and the cemetery’s sprinkler system.

	Amount Issued	Year of Maturity	Principal Balance 06/30/06	Due Within One Year	FY2007 Interest Rate (%)
Forestvale Cemetery District	\$ 500,000	2009	\$ 123,064	\$ 39,090	4.75%
Courthouse Renovation	289,000	2011	149,895	30,163	4.75%
County Bridge Replacement & Repair	433,144	2011	238,851	44,093	4.75%
Remodel Augusta Senior Citizen's Center	79,781	2011	45,357	8,101	4.75%
Motor Graders	-	2014	539,166	32,810	4.75%
Image and Index Machine	142,000	2009	55,187	21,718	4.75%
Telephone System - Health Department	58,085	2008	18,938	9,212	4.75%
Telephone System - City/County Bldg.	179,000	2006	14,685	14,685	4.75%
Computer System - Law Enforcement/Courts	465,000	2010	278,081	66,304	4.75%
Integrated Public Safety Radio System	750,000	2013	750,000	95,599	4.75%
Courthouse Renovation	450,000	2014	389,979	41,400	4.75%
Total	\$ 3,346,010		\$ 2,603,203	\$ 403,175	

Internal Service Funds

Loans are issued for cost of new fuel tanks and for funding the GIS mapping project. Internal Service Funds predominantly serve the governmental funds. At year end, the following amounts are included in the governmental activities on the Statement of Net Assets.

	Amount Issued	Year of Maturity	Principal Balance 06/30/06	Due Within One Year	FY2007 Interest Rate (%)
GIS Mapping Project	\$ 200,000	2007	\$ 41,719	\$ 41,719	4.75%
Fuel Revolving	94,351	2009	33,176	10,538	4.75%
Total	294,351		74,895	52,257	
Total Contracts/Loans Payable	\$ 3,640,361		\$ 2,678,098	\$ 455,432	

Governmental Activities

The following is a summary of maturities and interest by years for the special assessment debt and contracts payable at June 30, 2006. With variable interest rates that are adjusted annually, the actual interest is shown for the next year and the future years are estimated using the FY2007 rate of 4.75%.

FY Ending	Special Assessment Debt		Contracts Payable	
	Principal	Interest	Principal	Interest
2007	\$ 109,766	\$ 53,811	\$ 455,432	\$ 117,791
2008	113,303	49,529	449,440	100,243
2009	117,778	44,221	445,054	79,051
2010	122,440	38,676	395,345	58,397
2011	127,285	32,735	313,571	40,319
2012-2016	590,281	75,954	619,256	47,531
Total Governmental Activities	\$ 1,180,853	\$ 294,926	\$ 2,678,098	\$ 443,332

NOTE 11 – SPECIAL ASSESSMENT DEBT AND CONTRACTS/LOANS PAYABLE (Continued)

Business-type Activities

Contracts/Loans Payable

Loans are issued for cost of the fairgrounds bleachers.

	Amount Issued	Year of Maturity	Principal Balance 06/30/06	Due Within One Year	FY2007 Interest Rate (%)
Fairgrounds Bleachers	\$ 199,900	2013	\$ 136,942	\$ 19,298	4.75%

The following is a summary of maturities by years, excluding interest, for the contracts payable at June 30, 2006. With variable interest rates that are adjusted annually, the actual interest is shown for the next year and the future years are estimated using the FY2007 rate of 4.75%.

<u>FY Ending</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 19,298	\$ 6,275
2008	19,910	5,351
2009	20,542	4,411
2010	21,195	3,414
2011	21,868	2,382
2012-2013	34,129	1,617
Total Business-type Activities	<u>\$ 136,942</u>	<u>\$ 23,450</u>

NOTE 12 - LEASES

Capital Leases

In fiscal year 2001, Lewis and Clark County financed the acquisition of seven motor graders for the road department by means of leases with a down payment of \$315,914. This lease agreement qualifies as a capital lease for accounting purposes; therefore, has been recorded at the present value of the future minimum lease payments as of the inception date in the governmental activities fund.

In fiscal year 2006, Lewis and Clark County paid off the balance owing on the capital lease.

NOTE 13 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and Federal laws and regulations require that Lewis and Clark County place a final cover on its landfill when closed and to perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The amount of the related closure and postclosure care costs recognized in each period is based on the relative amount of waste received during the period, even though some of the closure and postclosure care costs will be paid after the landfill is closed. Lewis and Clark County is required by state and federal regulations to provide financial assurance for landfill closure, postclosure and remediation (if applicable). The County qualifies, and has chosen to, provide assurance by using the Local Government financial test.

NOTE 13 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS (Continued)

County Landfill

The County Landfill construction was completed in December 1994, and began accepting waste on October 11, 1994. In February 2004, a new engineer's report was completed providing the county with new closure and post closure estimates. The estimated cost for landfill closure and postclosure care is \$3,287,000, and will be recognized on a pro rata basis as the estimated capacity of 80 acres of usable space is filled. The estimated liability of \$613,160 booked at the end of fiscal year 2006, represents the cumulative amount reported, to date, based upon the use of 8.75 percent of its ultimate capacity. This amount is comprised of estimated costs for Class II cell closure, Class IV cell closure, and postclosure monitoring of \$570,752, \$19,908 and \$22,500, respectively.

In Fiscal year 2004, the closure of the first original cell, Phase I, was completed, along with the opening of a Class IV cell that will be used only for construction waste. The estimated costs for landfill closure is \$2,524,000 for Class II cells. Based on the engineer's estimate that the largest area for Class II cells to be open at any one time would be 20 acres, therefore the largest closure liability for Class II cells would be \$691,507. The total closure cost for the Class IV cell is \$146,000, with an estimated remaining life of 20 years.

The total liability for the Class II cells and the Class IV cell will be increased on a pro rata basis each year to attain the proper liability balance at closure. The increase in liability for Class II cells and the Class IV cell in fiscal year 2006 is \$40,416 and \$6,636, respectively.

The total postclosure liability is \$375,000. The liability will be recognized on a pro rata basis according to the estimated remaining life, in years, of the landfill. The increase in liability for postclosure in fiscal year 2006 is \$7,500. The County expects the landfill to close in 2054, therefore there are 48 years remaining of useful life.

All amounts recognized are based on what it would cost to perform all closure and postclosure care at year-end, however, actual costs may be higher due to inflation.

Scratch Gravel Landfill

The Scratch Gravel Landfill was closed on October 8, 1994. The estimated costs for landfill postclosure are \$500,000. The estimated landfill postclosure cost is estimated to be \$20,000 for the current year and \$20,000 for each of the next 19 years for a total of \$380,000. All costs are based on what it would cost to perform all postclosure care at year-end; however, actual costs may be higher due to inflation, as current EPA regulations regarding financial assurance were not in effect during the life of the Scratch Gravel landfill. Postclosure costs were not accumulated. All postclosure costs will be financed with current revenues.

It is anticipated that future inflation costs at the County and the Scratch Gravel Landfills will be in part financed from earnings on investments. The remaining portion of anticipated future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example), may need to be covered by charges to future landfill users, taxpayers, or both.

NOTE 14 – EMPLOYEE BENEFIT PLANS

Montana Public Employees Retirement System

All of Lewis and Clark County employees that work half-time or more participate in one of three state-administered cost-sharing multiple-employer defined benefit pension plans. The plans provide retirement,

NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)

death and disability benefits to plan members and beneficiaries. Sheriff employees are covered by the Montana Sheriffs’ Retirement System (MSRS), one employee is covered by the Montana Teachers Retirement System (MTRS) and substantially all other County employees are covered by the Montana Public Employees’ Retirement System (MPERS). Elected officials of Lewis and Clark County have the option of participating in MPERS.

Each plan issues publicly available financial reports that include financial statements and required supplementary information. Those reports may be obtained by writing or calling the respective plans offices as follows:

Sheriffs’ Retirement System 1712 Ninth Avenue Helena, Montana 59620-0131 (406) 444-3154	Montana Public Employees’ Retirement System 1712 Ninth Avenue Helena, Montana 59620-0131 (406) 444-3154
Montana Teachers’ Retirement System 1712 Ninth Avenue Helena, Montana 59620-0131 (406) 444-3154	

State law determines required contribution rates. The contribution rates, expressed as a percentage of covered payroll for the fiscal year ended June 30, 2006, were as follows:

	MPERS	MSRS	MTRS
Employer	6.80%	9.535%	7.47%
Employee	6.90%	9.245%	7.15%

The County’s contributions for the years ended June 30, 2004, 2005 and 2006, as listed below, are equal to the required contribution for each year.

	MPERS	MSRS	MTRS
2004	\$ 736,493	\$ 193,358	\$ 3,731
2005	770,286	186,396	4,098
2006	831,833	239,045	4,433

Post Employment Benefits

The County provides employees who retire an option to continue to participate in the County’s group health insurance plan. The County also allows terminated employees to continue their health care coverage for 18 months past the date of termination as required by the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). At June 30, 2006, the County had ten retired employees and seven other employees under COBRA insurance coverage. To continue coverage, employees are required to pay the full cost of the benefits. The County will pay the first six months of insurance for retirees with 20 years or more with the County. As of June 30, 2006, the County was paying insurance for no retirees.

Deferred Compensation

Lewis and Clark County offers employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County employees and permits them to defer a portion of their salary until future years. In fiscal year 2006, Lewis and Clark County changed plan provider to Great-West Retirement Services, hereafter referred to as Great-West. Employees had previously participated in a plan provided by PEBSCO, a division of Nationwide Retirement Solutions. Upon the change, employees who had invested in PEBSCO had a chose to transfer it to Great-West or leave it with PEBSCO. Contributions must now be deposited with Great West.

NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)

The deferred compensation is not available to employees until termination, retirement, death or an unforeseen emergency. The plans operate according to the requirements set forth under Internal Revenue Code Section 457. Under those requirements, all amounts of compensation deferred under the plan, all property rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of the participants and their beneficiaries, rather than for the County. A fiduciary relationship does not exist between the County and PEBCO or Great-West, therefore the County has elected to not report the balances and activities of the plans in its financial statements.

At June 30, 2006, the deferred compensation plans of PEBCO and Great-West had balances of \$1,363,379 and \$764,346, respectively.

Other Employee Benefits

In addition, the County also pays the premium for a \$25,000 life insurance policy for all employees. The premiums were paid to an insurance carrier during the fiscal year ended June 30, 2006.

The County also operates an Internal Revenue Code Section 125 plan for medical and day care expenses. Employees can contribute pretax dollars up to \$2,500 per year for medical expenses and up to \$5,000 per year for day care expenses.

NOTE 15 – RISK MANAGEMENT

The County faces a considerable number of risks of loss, including (a) damage to and loss of property and contents; (b) employees' torts; (c) professional liability, i.e., employee injuries; and (d) medical insurance costs of employees. Commercial policies transferring all risks of loss, except for relatively small deductible amounts are purchased for property and content damage, employee torts, and professional liabilities. The County participates in two state-wide public risk pools operated by the Montana Association of Counties, for workers' compensation and for tort liability coverage. Employee medical insurance is provided through a privately administered, partially self-insured plan. Given the lack of coverage available, the County has no coverage for potential losses from environmental damages.

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

Lewis and Clark County has joined with other Montana counties to form a self-insurance pool offering workers' compensation coverage. This pool, named the Montana Association of Counties Workers' Compensation Trust, has entered into an agreement with a private management firm to provide claim administrative services. Premiums paid to the Trust for fiscal year 2006 amounted to \$583,009.

Audited financial statements for fiscal year ended June 30, 2006, are available from the Montana Association of Counties Workers' Compensation Trust.

The County has joined with other Montana counties to form a self-insurance pool offering liability and general insurance coverage. This pool, named the Montana Association of Counties Joint Powers Insurance Authority Trust, provides for property, liability, public officials' errors and omissions, and crime coverage in the amount of \$50,000 each. The Trust also provides for additional coverage for the above areas through excess insurance lines for varying amounts. The Trust has entered into an agreement with a private insurance agency to provide claim administrative services. Premiums paid to the Trust for fiscal year 2006 amounted to \$317,590.

Audited financial statements for the fiscal year ended June 30, 2006, are available from the Montana Association of Counties Joint Powers Insurance Authority.

NOTE 15 – RISK MANAGEMENT (Continued)

Lewis and Clark County provides medical insurance coverage for its employees via a self funded plan administered by Intermountain Administrators, Inc., of Missoula, Montana. The purpose of this plan is to pay medical and dental claims of Lewis and Clark County employees and their covered dependents, and to minimize the total cost of annual medical insurance to the County. Rates for the coming year are determined in consultation with the administrator based on past claim experience. Medical claims exceeding \$90,000 per claimant and in excess of 125% of total expected claims are covered by a commercial “stop-loss” policy that the plan purchases. The County accrues, as liabilities, those claims that have been reported within ninety days of the date of the financial statements, but were identified by Intermountain Administrators, Inc., as being incurred prior to the date of the financial statements. As of June 30, 2006, the County’s medical insurance fund had a balance of \$905,203. Beginning fiscal year 2004, under the plan, employees are responsible to pay 50% of a claimant’s costs up to \$2,000. After the \$1,000 threshold is met, with 100% of any additional costs covered by the insurance company. The County continues to monitor health care costs closely and is prepared to take steps as is deemed necessary if a deficit occurs.

A reconciliation of claims payable follows:

	Fiscal Year 2005	Fiscal Year 2006
Claims payable, July 1	\$ 173,407	\$ 164,390
Claims incurred	2,604,617	2,178,913
Claims paid	<u>(2,613,634)</u>	<u>(2,009,605)</u>
Claims payable, June 30	<u>\$ 164,390</u>	<u>\$ 333,698</u>

NOTE 16 – ON-BEHALF PAYMENTS FOR SALARIES AND BENEFITS

GASB Statement No. 24 *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance* requires the County to report in the financial statements on-behalf salary and fringe benefit payments. The State of Montana makes salary payments directly to the County Attorney. Also, the State of Montana contributes .1 percent of the County’s covered payroll directly to the Montana Public Employees’ Retirement System (MPERS). The County is not legally responsible for these payments. The basis for recognizing the revenue and expenditure payments is the actual contribution made by the State. For fiscal year 2006, the State contributed \$43,570 to the County Attorney and \$12,230 to MPERS. These amounts are reflected in the general fund of the County.

NOTE 17 – JOINT VENTURES

City-County Administration Building.

The City-County Administration Building Inc., is a non-profit corporation operated as a joint venture by Lewis and Clark County and the City of Helena. The Board of Directors of the Corporation is composed of two county commissioners, one city commissioner, the City Manager, and one member from the public at large. The City-County Administration Building was given to Lewis and Clark County and the City of Helena in 1978 by the U.S. General Services Administration.

In 1978, the City issued, on behalf of the City-County Administration Building, Inc., Urban Renewal Industrial Development Bonds (conduit debt) in order to remodel the building to fit the needs of the local governments. At that time, Lewis and Clark County deeded its one-half interest to the City, and the building was recorded as the City’s capital asset. In fiscal year 1999, the debt was retired and the County was deeded one-half interest in the building. Accordingly, \$2,948,124 was recorded as the County’s capital

NOTE 17 – JOINT VENTURES (Continued)

assets. According to the terms of the agreement, the County does not have an equity interest in the assets of the non-profit corporation except upon dissolution.

The non-profit corporation leases office space to city and county departments, as well as state and federal agencies. These revenues are used to maintain the building.

Summary information as of, and for the fiscal year ended June 30, 2006, follows:

	<u>Audited</u>
Cash and Investments	\$ 410,037
Other Assets	<u>22,406</u>
 Total Assets	 <u>\$ 432,443</u>
 Liabilities	 \$ 272,168
Fund Equities	<u>160,275</u>
 Total Liabilities and Equities	 <u>\$ 432,443</u>
 Revenues	 \$ 869,994
Expenses	<u>835,173</u>
 Net Increase in Equity	 <u>\$ 34,821</u>

Audited financial information is available from the City-County Administration Building at 316 North Park Avenue, Helena, Montana 59623.

NOTE 18 – COMMITMENTS AND CONTINGENCIES

Construction Contract Commitments

At June 30, 2006, there were uncompleted construction contracts as follows:

<u>Project Title</u>	<u>Remaining Construction Committed</u>
Public Safety - Interoperable Communication Equipment Grant Program	\$ 1,071,696
Fairgrounds Exhibit Building - final design and architecture services	458,000
Road Improvement Districts Maintenance projects	584,955
Woodlawn/Fairgrounds Wastewater Improvement Project	<u>114,902</u>
 Total	 <u>\$ 2,229,553</u>

Grant Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

NOTE 18 – COMMITMENTS AND CONTINGENCIES (Continued)

Legal Contingencies

The County is party to legal proceedings, which normally occur in government operations. The legal proceedings are not, in the opinion of the County’s legal counsel, likely to have a material adverse impact on the County’s financial position or liquidity, except where listed below.

<u>Case</u>	<u>Damages Requested</u>	<u>Potential of Loss</u>	<u>Status</u>
ADV2005-769	\$200,000	possible	Appealing to Supreme Court
BDV2005-418	\$50,000	remote	In litigation

In August 2006, a judgment in the case number ADV2005-769 was entered by the District Court against the county in the amount of approximately \$200,000. The County intends to appeal the ruling to the Montana Supreme Court. This amount is included in accounts payable and accrued expenses, as of June 30, 2006.

Although an adverse decision in the case number BDV2005-418 is possible, the potential loss cannot be estimated at this time.

NOTE 19 – SUBSEQUENT EVENTS

Subsequent to year-end, the County entered into the following agreements:

On August 17, 2006, the County entered into a contract totaling \$37,994 to cover the cost of replacing the Poorman Creek culvert on Stemple Pass Road.

On August 23, 2006, the County entered into a contract totaling \$20,000 to cover the cost of striping county roads.

On September 11, 2006, the County entered into a contract for crushing gravel and production of sand for \$78,500 to be used for county road maintenance and repair.

On September 11, 2006, the County entered into a contract for replacing the roof on the Augusta jail.

On September 18, 2006, the County entered into a contract for the Forestvale Cemetery Mausoleum project for \$109,732.

On July 5, 2006, the Sheriff’s Office entered into a contract for an equipment shelter for Stonewall Mountain radio site for \$119,700.

On September 8, 2006, the Sheriff’s Office entered into a contract to purchase software for the civil department for \$45,000.

REQUIRED SUPPLEMENTARY INFORMATION

No information needs to be presented in this section, as it is presented in the Basic Financial Statements.



LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Health - Related Grant Funds

Tenmile Water Quality - Used to account for the receipt of state and federal grants and related expenditures for the study, monitor and improvement of water quality in the Ten Mile Creek area.

Asarco Grant - Used to account for the receipt of grant revenues and expenditures related to the East Helena lead abatement and prevention program.

Lead Based Paint - Used to account for grant revenues and related expenditures for the purpose of lead based paint testing.

Junk Vehicle Program - Used to account for the receipt of state monies and related expenditures for the collection, control, recycling and disposal of junk vehicles and component parts within the County.

Valley Wide Monitor Network - Used to account for the receipt of state funding and related expenditures for the purpose of monitoring groundwater wells.

Wetlands Resources Assessment - Used to account for the receipt of grant funding and related expenditures for the implementation of a wetlands project in Helena.

License Establishment Inspection - Used to account for the receipt of state monies and related expenditures for the purpose of conducting health inspections of retail food and beverage establishments within the County.

Subdivision Review - Used to account for the receipt of state monies and related expenditures for the purpose of providing local sanitary review of minor subdivisions within the County.

North Hills Groundwater - Used to account for the receipt of federal monies and related expenditures for groundwater sustainability in the North Hills area.

Sourcewater Assessment Program - Used to account for the receipt of federal funding and related expenditures for the purpose of the sourcewater assessment project.

Community Needs Assessment - Used to account for the receipt of federal funding and related expenditures for the purposes of completing a community environmental health needs assessment.

Public Water Supply Inspection - Used to account for the receipt of federal grants and related expenditures for the inspection and testing of small Public Water Supply Systems to ensure that public health and safety is protected.

LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Community Youth Suicide Prevention - Used to account for the receipt of federal funding and related expenditures to assist in the effort to decrease the incidences of youth suicide in Montana.

Breast and Cervical Cancer - Used to account for the receipt of federal funding and related expenditures for the purpose of developing a local breast and cervical cancer (B.C.C.) early detection plan through a local broad-based B.C.C. coalition.

WIC - Used to account for the receipt of federal funding and related expenditures dedicated to the nutritional education and food payments for women, infants and children in the County.

MCH Block Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of assessment, education and prevention of child neglect, abuse and low birth weight.

Home Care/Case Management - Used to account for the receipt of federal funding and other resources and related expenditures for the purpose of in-home care to the elderly and disabled.

Lead Screening Grant - Used to account for grant revenues and related expenditures for the purpose of conducting childhood lead poisoning prevention activities.

Ryan White Title III - Case Management - Used to account for the receipt of state funding and related expenditures for the purpose of managing the services provided to patients with human immunodeficiency virus (HIV) and their families.

FASD Interventions Project - Used to account for the receipt of federal funding and related expenditures for the purpose of providing home visiting services by a layperson to low-income pregnant women at risk for alcohol abuse.

Homeless Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of providing medical services to the indigent population of the County.

Nicotine Dependency Center - Used to account for the receipt of state funding and related expenditures of a partnership with the Helena Health Alliance to provide residents intensive options to stop smoking.

EPA Air Quality - Used to account for the receipt of federal funding and related expenditures for the purpose of developing and maintaining an air pollution control program.

Partnership to Strengthen Families - Used to account for the receipt of grant revenue and related expenditures relating to strengthening parenting skills of families.

Tobacco Control Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of education on the use of tobacco for a tri-county area.

LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Public Health Home Visiting - Used to account for the receipt of state funding and related expenditures for the purpose of providing home visiting services to high risk pregnant women, their infants, and infants identified as risk for special health care needs.

Tuberculosis Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of providing tuberculosis services in the County.

HIV Prevention Services - Used to account for the receipt of federal funding and related expenditures for the purpose of the operation of testing, counseling, referral and partner notification service center to assist in preventing the spread of the human immunodeficiency virus (HIV) and acquired immune deficiency syndrome (AIDS).

March of Dimes PHN - Used to account for the receipt of private funding to cover expenditures related to providing health coverage to children.

Case Management - Low Birth Weight - Used to account for the receipt of state Medicaid and related expenditures for the purpose of improving the incidence of babies born with healthy birth weights.

Ryan White Title II - Used to account for the receipt of state funding and related expenditures for the purpose of assuring individuals living with the human immunodeficiency virus (HIV) are receiving comprehensive out-patient and support services.

Immunization Program Grant - Used to account for the receipt of state funding and related expenditures for the purpose of ensuring that the standards for pediatric immunization practices are carefully followed.

Bioterrorism - Used to account for the receipt of federal funding and related expenditures for the purpose of the bioterrorism project.

Medical Reserve Corp. - Used to account for the receipt of federal funding and related expenditures of the position and operating expenses of a Medical Reserve Corps volunteer coordinator.

Levied Funds

Craig Mosquito Control District - Used to account for the receipt of property tax revenues and related expenditures to spray and control mosquitoes in the Craig area.

Mosquito Control District - Used to account for the receipt of property tax revenues and related expenditures to spray and control mosquitoes.

Water Quality District - Used to account for the receipt of property tax revenues and related expenditures for the testing and monitoring of wells and other water storage areas within the County.

LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Mental Health - Used to account for the receipt of property tax revenues and related expenditures to provide mental health services to County residents.

Road - Used to account for the receipt of property tax revenues and related expenditures for the maintenance of roads within the County.

Predatory Animal Control - Used to account for the receipt of property tax revenues and related expenditures for the purpose of paying bounties on predatory animals killed within the County.

District Court - Used to account for the receipt of property tax revenues and related expenditures for the operation of the County District Court.

Parks - Used to account for the receipt of property tax revenues and related expenditures for operating, equipping, and maintaining parks within the County.

Employer Health Insurance - Used to account for the receipt of property tax revenue to be used for the payment of health insurance.

Forestvale Cemetery - Used to account for the receipt of property tax revenues and related expenditures for the operation and maintenance of the Forestvale Cemetery.

County Planning - Used to account for the receipt of property tax revenues and other resources and related expenditures for the purpose of reviewing land use proposals to ensure compliance with the County's Comprehensive Plan, subdivision regulations and zoning regulations.

Emergency Disaster - Used to account for the expenditures and receipt of property tax assessments and federal revenues dedicated to the cost for reconstruction and flood mitigation.

County Health - Used to account for the receipt of property tax revenues and other resources and related expenditures for the administration of County health and environmental programs.

Senior Citizens - Used to account for the receipt of property tax revenues and related expenditures dedicated to the promotion of recreational, educational and other activities for the senior citizens in the County.

County Extension - Used to account for the receipt of property tax revenues and related expenditures for the purpose of carrying on extension work in agriculture and home economics within the County in cooperation with Montana State University and the Department of Agriculture.

Other Intergovernmental Funds

Public Safety Radio Maintenance - Used to account for the receipt of federal monies and related expenditures for the purpose of maintaining numerous radio tower sites within the county.

LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Inmate Programs - Used to account for the cost of medical care of County prisoners.

Records Preservation - Used to account for the receipt of fees and related expenditures dedicated to the preservation of records maintained in the County Clerk and Recorder's Office.

Land Preservation - Used to account for the proceeds from the sale of County property and related expenditures dedicated to the acquisition of access rights.

Parks Development - Used to account for the receipt of funds dedicated for the purpose of future development of specified parks.

Lincoln Parks - Used to account for the receipt of funds dedicated for the purpose of maintaining and improving the parks in Lincoln.

BEP Program - Used to account for the receipt of federal funding and related expenditures for the purpose of controlling domestic abuse with the Batterer's Education and Prevention (BEP) Program in Lewis and Clark County.

DUI Programs - Used to account for the receipt of state funding and related expenditures for the purpose of hiring a summer intern to assist in processing DUI convictions and also used for educating the public on the dangers of driving under the influence.

City/County Drug - Used to account for the receipt of fines and forfeitures and related expenditures for the purpose of disrupting the illicit drug traffic in the City of Helena and Lewis and Clark County.

Missouri River Drug Task Force - Used to account for the receipt of federal funding and related expenditures for the purpose of disrupting the illicit drug traffic in the participating jurisdictions by gathering and reporting intelligence data relating to trafficking in narcotics and dangerous drugs.

Missouri River Drug Task Force Federal Sharing - Used to account for the receipt of federal funding and related expenditures of federal drug enforcement activities.

Hard Rock Mine Reserve - Used to account for the receipt of state license tax monies on metalliferous mines to mitigate the effects of the closure of mine operations.

Metal Mines Tax Reserve - Used to account for the receipt of state tax monies on metalliferous mines.

Cooney Memorial - Used to account for income and disbursements of donations made to the Cooney Convalescent Home.

Alcoholism - Used to account for the receipt of state monies and related expenditures for the treatment and prevention of alcoholism within the County.

LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Gas Tax - Used to account for the receipt of gas tax apportionment monies and related expenditures dedicated for the repair and construction of roads within the County.

HIDTA - Used to account for the receipt of federal funding and related expenditures for the purpose of federal drug investigation.

Forest Reserve Title III - Used to account for the receipt of federal funding to be used for planning road access in forest areas.

Law Enforcement (LE) Block Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of increasing law enforcement services.

Citizen Corp/CERT Program - Used to account for the receipt of federal funding and related expenditures for the purpose of public education, training, and volunteer opportunities to engage all citizens in making communities safer and better prepared for preventing and handling threats of terrorism, crime and disasters.

National Fire Plan II - Used to account for the receipt of federal funding and related expenditures for the purpose of homeowner education, home inspections, mapping of wildland/urban interface, hazard fuel reduction work, and community outreach.

CDBG Economic Development - Used to account for grant revenues and expenditures related to a community development block grant (CDBG) to assist employees to partially buy-out company stock.

Noxious Weed Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of controlling and eliminating noxious weeds.

Bucksnot Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of controlling and eliminating noxious weeds in the Bucksnot Fire area.

Homeland Security - Used to account for the receipt of federal funding and related expenditures of a homeland security grant program.

Other Grants - Used to account for the receipt of grants revenues and related expenditures of grant programs.

Special Assessment Districts

Lighting Districts - Used to account for the receipt of property tax assessments and related expenditures dedicated for the payment of lighting services to a respective district. The following is a list of the County's lighting districts:

Maynard Lighting
Augusta Lighting
Pleasant Valley Lighting

LEWIS AND CLARK COUNTY, MONTANA

SPECIAL REVENUE FUNDS

Road Maintenance Districts - Used to account for the receipt of property tax assessments and related expenditures dedicated for the maintenance of specific roads and for the removal of ice and snow. The following is a list of the County's road maintenance districts:

Riddock	Lime Kiln / South Hills
Middlemas	Applegate / Norris
Eastgate	Ranchview Estates
LaCasa Grande	Ten Mile Creek Estates
Lambkins	Treasure State
North Valley Downs	Schmidtville
Town View Estates	Gilbert
Pine Hills Estates	Vandenberg Village
Sunny Vista	Augusta
Tenneson	Pleasant Valley
Lanning / Grandview	Golden Estates II
Prickly Pear	Settlers Cove
Redwing / Shangri La	Silver Creek
Oro Fino	Boundary Street
Beartooth	Mount Vista
Harris	Gable Estates
Oleo Acres	Munger
Colorado Gulch	Fawn Meadows
Big Valley	North Hills
Eagle Ridge	Lincoln
Green Acres	Maynard
Evergreen Estates	Raven

Park Maintenance District - Used to account for the receipt of property tax assessments and related expenditures for the maintenance of Treasure State Park and Oro Fino Park.

Westside Sewer Maintenance - Used to account for the receipt of property tax assessments and related expenditures for the maintenance of the Westside Sewer District.

Fire Service Area - Used to account for the receipt of property tax assessments and related expenditures for the Lewis and Clark Fire Service Area.

Other Special Revenue Funds

Forestvale Endowment Fund - Used to account for income and disbursements of donations made to the Forestvale Cemetery endowment account.

LEWIS AND CLARK COUNTY, MONTANA

DEBT SERVICE FUNDS

The Debt Service Funds account for the accumulation of property taxes and other revenues for the periodic payment of interest and principal of general obligation and certain special improvement district bonds or warrants and related servicing costs.

City/County Building Debt - Used to account for the receipt of revenues to be used for the periodic payment of principal and interest on the State Board of Investment's loan.

Health Facilities Debt - Used to account for the receipt of property tax revenues for the periodic payment of principal and interest on revenue bonds issued to finance the purchase of the Health Center and the construction of the Alzheimer's Wing at the Cooney Convalescent Home.

RSID Revolving - Used to account for the receipt of property tax revenues and other resources and related expenditures for the purpose of paying off bonds or warrants utilized to finance improvements that benefit specific property owners. The following is a list of rural special improvement districts (RSID) of the County:

Rural Special Improvement Districts

Schmidtville	Gable Estates
Gilbert	Munger
Vandenberg Village	Fawn Meadows
Augusta	Lincoln
Oro Fino Park	Maynard
Applegate / Norris	Prickley Pear
Cave Gulch	

CAPITAL PROJECT FUNDS

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed in proprietary fund types.

CTEP Projects - Used to account for the receipt of federal funding and other matching revenue and the related expenditures of public work projects, such as replacing or constructing bike paths and sidewalks.

RID Projects - Used to account for the transfer of funding for the expenditures related to improvements or construction of the roads and parks.

Federal Grant Projects - Used to account for the receipt of miscellaneous federal grants and the related grant expenditures for small capital projects.

LEWIS AND CLARK COUNTY, MONTANA

CAPITAL PROJECT FUNDS

Public Safety-Radio Project - This fund accounts for the receipt of federal funding and related expenditures for the purpose of the construction of an interoperable communication system which includes equipping local law enforcement and fire departments with equipment and constructing, enhancing and/or equipping numerous radio tower sites within the county.

Cave Gulch Project - Used to account for the receipt and transfer of funding for the expenditures related to construction of flood prevention land improvements.

PERMANENT FUND

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for the purposes that support the reporting government's programs.

Forestvale Perpetual Care Fund - Used to account for principal trust amounts received and related to interest income. The interest portion of the trust can be used to maintain the County cemetery.

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LEWIS AND CLARK COUNTY, MONTANA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2006

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUND FORESTVALE PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS					
Cash and cash equivalents	\$ 3,465,952	\$ 138,598	\$ 306,413	\$ -	\$ 3,910,963
Investments	897,714	35,898	79,364	-	1,012,976
Receivables:					
Taxes/assessments	621,447	27,869	-	-	649,316
Accounts/contracts	60,401	-	-	-	60,401
Due from other funds	-	24,986	-	-	24,986
Due from other governments	278,520	-	-	-	278,520
Inventories	68,662	-	-	-	68,662
Restricted assets:					
Cash and cash equivalents	10,194	-	-	9,622	19,816
Investments	199,576	-	-	181,399	380,975
Advances to other funds	-	25,194	-	-	25,194
Total assets	\$ 5,602,466	\$ 252,545	\$ 385,777	\$ 191,021	\$ 6,431,809
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 272,134	\$ -	\$ 15,362	\$ -	\$ 287,496
Due to other funds	148,997	-	44,413	-	193,410
Deferred revenues	636,719	24,097	-	-	660,816
Advances from other funds	984	-	-	-	984
Total liabilities	1,058,834	24,097	59,775	-	1,142,706
Fund balance:					
Reserved for:					
Debt service	-	203,254	-	-	203,254
Inventories	68,662	-	-	-	68,662
Advance to other funds	-	25,194	-	-	25,194
Encumbrances	87,641	-	114,902	-	202,543
Endowment fund	211,825	-	-	-	211,825
Perpetual care	-	-	-	191,021	191,021
Unreserved	4,175,504	-	211,100	-	4,386,604
Total fund balance (deficit)	4,543,632	228,448	326,002	191,021	5,289,103
Total liabilities and fund balance	\$ 5,602,466	\$ 252,545	\$ 385,777	\$ 191,021	\$ 6,431,809

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 1 of 10)**

	HEALTH RELATED GRANTS	CRAIG MOSQUITO CONTROL	MOSQUITO CONTROL	WATER QUALITY	MENTAL HEALTH
ASSETS					
Cash and cash equivalents	\$ 139,232	\$ 14,445	\$ 125,150	\$ 89,120	\$ 11,522
Investments	36,063	3,742	32,415	23,083	2,984
Receivables:					
Taxes/assessments	-	6,391	22,050	19,359	8,598
Accounts/contracts	52,248	-	-	-	-
Due from other governments	151,161	-	-	-	-
Inventories	3,390	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	<u>\$ 382,094</u>	<u>\$ 24,578</u>	<u>\$ 179,615</u>	<u>\$ 131,562</u>	<u>\$ 23,104</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 34,526	\$ -	\$ 53,175	\$ 1,844	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	-	6,391	18,588	11,654	7,248
Advances from other funds	-	-	-	-	-
Total liabilities	<u>34,526</u>	<u>6,391</u>	<u>71,763</u>	<u>13,498</u>	<u>7,248</u>
Fund balance:					
Reserved for:					
Inventories	3,390	-	-	-	-
Encumbrances	-	3,300	83,700	-	-
Endowment fund	-	-	-	-	-
Unreserved	344,178	14,887	24,152	118,064	15,856
Total fund balance (deficit)	<u>347,568</u>	<u>18,187</u>	<u>107,852</u>	<u>118,064</u>	<u>15,856</u>
Total liabilities and fund balance	<u>\$ 382,094</u>	<u>\$ 24,578</u>	<u>\$ 179,615</u>	<u>\$ 131,562</u>	<u>\$ 23,104</u>

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 2 of 10)**

	ROAD	PREDATORY ANIMAL CONTROL	DISTRICT COURT	PARKS
ASSETS				
Cash and cash equivalents	\$ 587,631	\$ 370	\$ 167,938	\$ 4,513
Investments	152,202	96	43,498	1,169
Receivables:				
Taxes/assessments	208,144	5	42,581	1,334
Accounts/contracts	-	-	2,637	-
Due from other governments	-	-	46,667	-
Inventories	57,117	-	-	-
Restricted assets:				
Cash and cash equivalents	-	-	-	-
Investments	-	-	-	-
Total assets	\$ 1,005,094	\$ 471	\$ 303,321	\$ 7,016
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 23,304	\$ -	\$ 23,492	\$ -
Due to other funds	-	-	-	-
Deferred revenues	301,002	5	36,029	1,334
Advances from other funds	-	-	-	-
Total liabilities	324,306	5	59,521	1,334
Fund balance:				
Reserved for:				
Inventories	57,117	-	-	-
Encumbrances	-	-	221	-
Endowment fund	-	-	-	-
Unreserved	623,671	466	243,579	5,682
Total fund balance (deficit)	680,788	466	243,800	5,682
Total liabilities and fund balance	\$ 1,005,094	\$ 471	\$ 303,321	\$ 7,016

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 3 of 10)**

	EMPLOYER HEALTH INSURANCE	FORESTVALE CEMETERY	COUNTY PLANNING	EMERGENCY DISASTER	COUNTY HEALTH
ASSETS					
Cash and cash equivalents	\$ 6,541	\$ 71,988	\$ 268,094	\$ 790	\$ 379,097
Investments	1,694	18,646	69,439	204	98,190
Receivables:					
Taxes/assessments	113,964	16,876	28,059	229	94,315
Accounts/contracts	-	4,051	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	8,155
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	\$ 122,199	\$ 111,561	\$ 365,592	\$ 1,223	\$ 579,757
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 3,267	\$ 11,621	\$ -	\$ 14,558
Due to other funds	-	-	-	-	-
Deferred revenues	96,829	12,326	25,075	229	79,473
Advances from other funds	-	-	-	-	-
Total liabilities	96,829	15,593	36,696	229	94,031
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	8,155
Encumbrances	-	-	420	-	-
Endowment fund	-	-	-	-	-
Unreserved	25,370	95,968	328,476	994	477,571
Total fund balance (deficit)	25,370	95,968	328,896	994	485,726
Total liabilities and fund balance	\$ 122,199	\$ 111,561	\$ 365,592	\$ 1,223	\$ 579,757

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 4 of 10)**

	<u>SENIOR CITIZENS</u>	<u>COUNTY EXTENSION</u>	<u>PUBLIC SAFETY RADIO PROJECT</u>	<u>INMATE PROGRAMS</u>	<u>RECORDS PRESERVATION</u>
ASSETS					
Cash and cash equivalents	\$ 11,541	\$ 46,619	\$ 14,094	\$ 30,278	\$ 84,796
Investments	2,989	12,075	3,650	7,842	21,963
Receivables:					
Taxes/assessments	13,391	16,731	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	<u>\$ 27,921</u>	<u>\$ 75,425</u>	<u>\$ 17,744</u>	<u>\$ 38,120</u>	<u>\$ 106,759</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 1,245	\$ 1,073	\$ -	\$ 4,470
Due to other funds	-	-	-	-	-
Deferred revenues	11,293	14,097	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	<u>11,293</u>	<u>15,342</u>	<u>1,073</u>	<u>-</u>	<u>4,470</u>
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	-	-	-	-	-
Endowment fund	-	-	-	-	-
Unreserved	16,628	60,083	16,671	38,120	102,289
Total fund balance (deficit)	<u>16,628</u>	<u>60,083</u>	<u>16,671</u>	<u>38,120</u>	<u>102,289</u>
Total liabilities and fund balance	<u>\$ 27,921</u>	<u>\$ 75,425</u>	<u>\$ 17,744</u>	<u>\$ 38,120</u>	<u>\$ 106,759</u>

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 5 of 10)**

	<u>LAND PRESERVATION</u>	<u>PARKS DEVELOPMENT</u>	<u>LINCOLN PARKS</u>	<u>BEP PROGRAM</u>	<u>DUI PROGRAMS</u>
ASSETS					
Cash and cash equivalents	\$ -	\$ 125,595	\$ 12,184	\$ 7,673	\$ 29,336
Investments	-	32,530	3,156	1,988	7,598
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	-	10,850
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 158,125</u>	<u>\$ 15,340</u>	<u>\$ 9,661</u>	<u>\$ 47,784</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	-	-	-	-	-
Endowment fund	-	-	-	-	-
Unreserved	-	158,125	15,340	9,661	47,784
Total fund balance (deficit)	<u>-</u>	<u>158,125</u>	<u>15,340</u>	<u>9,661</u>	<u>47,784</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 158,125</u>	<u>\$ 15,340</u>	<u>\$ 9,661</u>	<u>\$ 47,784</u>

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 6 of 10)**

	<u>CITY/COUNTY DRUG</u>	<u>MISSOURI RIVER DRUG TASK FORCE</u>	<u>MRDTF FEDERAL SHARING</u>	<u>HARD ROCK MINE RESERVE</u>	<u>METAL MINES TAX RESERVE</u>
ASSETS					
Cash and cash equivalents	\$ 366	\$ 246,621	\$ 23,417	\$ 6,292	\$ 2,994
Investments	95	63,877	6,065	1,630	776
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	1,465	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	<u>\$ 461</u>	<u>\$ 311,963</u>	<u>\$ 29,482</u>	<u>\$ 7,922</u>	<u>\$ 3,770</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 38,743	\$ 8,516	\$ -	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>38,743</u>	<u>8,516</u>	<u>-</u>	<u>-</u>
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	-	-	-	-	-
Endowment fund	-	-	-	-	-
Unreserved	461	273,220	20,966	7,922	3,770
Total fund balance (deficit)	<u>461</u>	<u>273,220</u>	<u>20,966</u>	<u>7,922</u>	<u>3,770</u>
Total liabilities and fund balance	<u>\$ 461</u>	<u>\$ 311,963</u>	<u>\$ 29,482</u>	<u>\$ 7,922</u>	<u>\$ 3,770</u>

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 7 of 10)**

	<u>COONEY MEMORIAL</u>	<u>ALCOHOLISM</u>	<u>GAS TAX</u>	<u>NORTH HILLS GROUNDWATER</u>	<u>HIDTA</u>
ASSETS					
Cash and cash equivalents	\$ 1,632	\$ 1	\$ 221,652	\$ -	\$ -
Investments	423	-	57,410	-	-
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	-	29,465
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	<u>\$ 2,055</u>	<u>\$ 1</u>	<u>\$ 279,062</u>	<u>\$ -</u>	<u>\$ 29,465</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 4,803	\$ -	\$ -
Due to other funds	-	-	-	-	22,930
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>4,803</u>	<u>-</u>	<u>22,930</u>
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	-	-	-	-	-
Endowment fund	2,055	-	-	-	-
Unreserved	-	1	274,259	-	6,535
Total fund balance (deficit)	<u>2,055</u>	<u>1</u>	<u>274,259</u>	<u>-</u>	<u>6,535</u>
Total liabilities and fund balance	<u>\$ 2,055</u>	<u>\$ 1</u>	<u>\$ 279,062</u>	<u>\$ -</u>	<u>\$ 29,465</u>

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 8 of 10)**

	FOREST RESERVE TITLE III	JUSTICE ASSISTANCE GRANT	CITIZEN CORP/ CERT PROGRAM	NATIONAL FIRE PLAN II	CDBG ECONOMIC DEVELOPMENT
ASSETS					
Cash and cash equivalents	\$ 101,863	\$ 6,621	\$ 1,418	\$ 3,107	\$ -
Investments	26,384	1,715	367	805	-
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	\$ 128,247	\$ 8,336	\$ 1,785	\$ 3,912	\$ -
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 3,912	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	-	-	-	3,912	-
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	-	-	-	-	-
Endowment fund	-	-	-	-	-
Unreserved	128,247	8,336	1,785	-	-
Total fund balance (deficit)	128,247	8,336	1,785	-	-
Total liabilities and fund balance	\$ 128,247	\$ 8,336	\$ 1,785	\$ 3,912	\$ -

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 9 of 10)**

	NOXIOUS WEED GRANT	BUCKSNORT GRANT	HOMELAND SECURITY	OTHER GRANTS	SPECIAL ASSESSMENT DISTRICTS
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 621,421
Investments	-	-	-	-	160,951
Receivables:					
Taxes/assessments	-	-	-	-	29,420
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	40,377	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Total assets	\$ -	\$ -	\$ -	\$ 40,377	\$ 811,792
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 1,520	\$ -	\$ -	\$ 21,575	\$ 20,490
Due to other funds	4,219	37,502	-	59,360	24,986
Deferred revenues	-	-	-	-	15,146
Advances from other funds	-	-	-	-	984
Total liabilities	5,739	37,502	-	80,935	61,606
Fund balance:					
Reserved for:					
Inventories	-	-	-	-	-
Encumbrances	-	-	-	-	-
Endowment fund	-	-	-	-	-
Unreserved	(5,739)	(37,502)	-	(40,558)	750,186
Total fund balance (deficit)	(5,739)	(37,502)	-	(40,558)	750,186
Total liabilities and fund balance	\$ -	\$ -	\$ -	\$ 40,377	\$ 811,792

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2006
(Page 10 of 10)**

	<u>FORESTVALE ENDOWMENT FUND</u>	<u>TOTAL SPECIAL REVENUE</u>
ASSETS		
Cash and cash equivalents	\$ -	\$ 3,465,952
Investments	-	897,714
Receivables:		
Taxes/assessments	-	621,447
Accounts/contracts	-	60,401
Due from other governments	-	278,520
Inventories	-	68,662
Restricted assets:		
Cash and cash equivalents	10,194	10,194
Investments	199,576	199,576
	<hr/>	<hr/>
Total assets	<u>\$ 209,770</u>	<u>\$ 5,602,466</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ -	\$ 272,134
Due to other funds	-	148,997
Deferred revenues	-	636,719
Advances from other funds	-	984
	<hr/>	<hr/>
Total liabilities	<u>-</u>	<u>1,058,834</u>
Fund balance:		
Reserved for:		
Inventories	-	68,662
Encumbrances	-	87,641
Endowment fund	209,770	211,825
Unreserved	-	4,175,504
	<hr/>	<hr/>
Total fund balance (deficit)	<u>209,770</u>	<u>4,543,632</u>
	<hr/>	<hr/>
Total liabilities and fund balance	<u>\$ 209,770</u>	<u>\$ 5,602,466</u>

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
June 30, 2006**

	<u>CITY/COUNTY BUILDING DEBT</u>	<u>HEALTH FACILITIES DEBT</u>	<u>RSID REVOLVING DEBT</u>	<u>TOTAL DEBT SERVICE</u>
ASSETS				
Cash and cash equivalents	\$ -	\$ 46,235	\$ 92,363	\$ 138,598
Investments	-	11,975	23,923	35,898
Receivables:				
Taxes/assessments	-	27,852	17	27,869
Due from other funds	-	-	24,986	24,986
Advances to other funds	-	-	25,194	25,194
Total assets	<u>\$ -</u>	<u>\$ 86,062</u>	<u>\$ 166,483</u>	<u>\$ 252,545</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Deferred revenues	\$ -	\$ 24,080	\$ 17	\$ 24,097
Total liabilities	<u>-</u>	<u>24,080</u>	<u>17</u>	<u>24,097</u>
Fund balance:				
Reserved for:				
Debt service	-	61,982	141,272	203,254
Advance to other funds	-	-	25,194	25,194
Total fund balance (deficit)	<u>-</u>	<u>61,982</u>	<u>166,466</u>	<u>228,448</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 86,062</u>	<u>\$ 166,483</u>	<u>\$ 252,545</u>

LEWIS AND CLARK COUNTY, MONTANA
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECT FUNDS
 June 30, 2006

	CTEP PROJECTS	RID PROJECTS	FEDERAL GRANT PROJECTS	PUBLIC SAFETY-RADIO PROJECT	TOTAL CAPITAL PROJECTS
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 306,413	\$ 306,413
Investments	-	-	-	79,364	79,364
Total assets	\$ -	\$ -	\$ -	\$ 385,777	\$ 385,777
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 5,739	\$ 7,660	\$ 1,963	\$ 15,362
Due to other funds	-	8,600	35,813	-	44,413
Total liabilities	-	14,339	43,473	1,963	59,775
Fund balance:					
Fund balance:					
Reserved for:					
Encumbrances	-	-	114,902	-	114,902
Unreserved	-	(14,339)	(158,375)	383,814	211,100
Total fund balance (deficit)	-	(14,339)	(43,473)	383,814	326,002
Total liabilities and fund balance	\$ -	\$ -	\$ -	\$ 385,777	\$ 385,777

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**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 NONMAJOR GOVERNMENTAL FUNDS
 For the Fiscal Year Ended June 30, 2006**

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUND FORESTVALE PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES					
Taxes/assessments	\$ 5,644,431	\$ 180,559	\$ -	\$ -	\$ 5,824,990
Intergovernmental	4,154,590	26,243	654,423	-	4,835,256
Charges for services	1,069,633	-	-	1,502	1,071,135
Fines and forfeitures	145,800	-	-	-	145,800
Miscellaneous	325,310	39,391	-	-	364,701
Interest earnings	67,147	10,934	(1,259)	12,098	88,920
Total revenues	11,406,911	257,127	653,164	13,600	12,330,802
EXPENDITURES					
Current:					
General government	2,485,000	-	-	-	2,485,000
Public safety	810,612	-	-	-	810,612
Public works	2,732,171	-	-	-	2,732,171
Public health	2,802,717	-	-	4,384	2,807,101
Social and economic	975,569	-	-	-	975,569
Culture and recreation	41,080	-	-	-	41,080
Debt service	724,329	178,236	-	-	902,565
Capital outlay	57,393	-	1,253,655	-	1,311,048
Total expenditures	10,628,871	178,236	1,253,655	4,384	12,065,146
Excess (deficiency) of revenue over (under) expenditures	778,040	78,891	(600,491)	9,216	265,656
OTHER FINANCING SOURCES (USES)					
Transfers in	561,074	-	229,407	-	790,481
Transfers out	(1,596,589)	(166,670)	(28,532)	-	(1,791,791)
Loans	566,551	47,450	1,671,616	-	2,285,617
Proceeds from sale of capital assets	45,596	-	-	-	45,596
Total other financing sources and uses	(423,368)	(119,220)	1,872,491	-	1,329,903
Net change in fund balances	354,672	(40,329)	1,272,000	9,216	1,595,559
Fund balance (deficit), July 1	4,188,960	268,777	(945,998)	181,805	3,693,544
Fund balance (deficit), June 30	\$ 4,543,632	\$ 228,448	\$ 326,002	\$ 191,021	\$ 5,289,103

**LEWIS AND CLARK COUNTY, MONTANA
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 For the Fiscal Year Ended June 30, 2006
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	HEALTH RELATED GRANTS	CRAIG MOSQUITO CONTROL	MOSQUITO CONTROL	WATER QUALITY	MENTAL HEALTH
REVENUES					
Taxes/assessments	\$ -	\$ 4,347	\$ 126,233	\$ 176,052	\$ 59,758
Intergovernmental	1,236,109	182	1,878	2,551	4,462
Charges for services	404,389	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	171,054	-	-	2,563	-
Interest earnings	-	-	-	-	-
Total revenues	1,811,552	4,529	128,111	181,166	64,220
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	58,222
Public works	-	-	-	-	-
Public health	1,384,951	17,677	144,687	146,084	-
Social and economic	398,400	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	1,783,351	17,677	144,687	146,084	58,222
Excess (deficiency) of revenue over (under) expenditures	28,201	(13,148)	(16,576)	35,082	5,998
OTHER FINANCING SOURCES (USES)					
Transfers in	174,339	-	-	3,419	-
Transfers out	(38,504)	-	-	(3,483)	-
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	135,835	-	-	(64)	-
Net change in fund balances	164,036	(13,148)	(16,576)	35,018	5,998
Fund balance (deficit), July 1	183,532	31,335	124,428	83,046	9,858
Fund balance (deficit), June 30	\$ 347,568	\$ 18,187	\$ 107,852	\$ 118,064	\$ 15,856

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	ROAD	PREDATORY ANIMAL CONTROL	DISTRICT COURT	PARKS
REVENUES				
Taxes/assessments	\$ 1,145,398	\$ 2,003	\$ 931,629	\$ 9,303
Intergovernmental	689,308	-	603,744	1,004
Charges for services	11,175	-	41,485	-
Fines and forfeitures	-	-	36,279	-
Miscellaneous	17,009	-	3,616	-
Interest earnings	15,508	-	1	-
Total revenues	1,878,398	2,003	1,616,754	10,307
EXPENDITURES				
Current:				
General government	-	-	1,327,495	-
Public safety	-	-	198,313	-
Public works	1,603,259	-	-	-
Public health	-	3,084	-	-
Social and economic	-	-	-	-
Culture and recreation	-	-	-	23,632
Debt service	642,166	-	-	-
Capital outlay	-	-	5,850	-
Total expenditures	2,245,425	3,084	1,531,658	23,632
Excess (deficiency) of revenue over (under) expenditures	(367,027)	(1,081)	85,096	(13,325)
OTHER FINANCING SOURCES (USES)				
Transfers in	131,808	-	39,900	14,600
Transfers out	(399,011)	-	(5,486)	-
Loans	539,166	-	-	-
Proceeds from sale of capital assets	45,596	-	-	-
Total other financing sources and uses	317,559	-	34,414	14,600
Net change in fund balances	(49,468)	(1,081)	119,510	1,275
Fund balance (deficit), July 1	730,256	1,547	124,290	4,407
Fund balance (deficit), June 30	\$ 680,788	\$ 466	\$ 243,800	\$ 5,682

**LEWIS AND CLARK COUNTY, MONTANA
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	EMPLOYER HEALTH INSURANCE	FORESTVALE CEMETERY	COUNTY PLANNING	EMERGENCY DISASTER	COUNTY HEALTH
REVENUES					
Taxes/assessments	\$ 700,915	\$ 200,164	\$ 762,449	\$ 570	\$ 657,335
Intergovernmental	183	11,623	39,590	-	47,733
Charges for services	-	31,736	41,511	-	385,128
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	6,558	-	24,683
Interest earnings	2	8,652	1	-	2
Total revenues	701,100	252,175	850,109	570	1,114,881
EXPENDITURES					
Current:					
General government	46,775	-	764,621	-	-
Public safety	-	-	-	-	-
Public works	-	160,491	-	-	-
Public health	-	-	-	-	967,288
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	43,000	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	46,775	203,491	764,621	-	967,288
Excess (deficiency) of revenue over (under) expenditures	654,325	48,684	85,488	570	147,593
OTHER FINANCING SOURCES (USES)					
Transfers in	-	4,080	23,375	-	29,742
Transfers out	(716,381)	(86,806)	(3,000)	-	(140,133)
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	(716,381)	(82,726)	20,375	-	(110,391)
Net change in fund balances	(62,056)	(34,042)	105,863	570	37,202
Fund balance (deficit), July 1	87,426	130,010	223,033	424	448,524
Fund balance (deficit), June 30	\$ 25,370	\$ 95,968	\$ 328,896	\$ 994	\$ 485,726

LEWIS AND CLARK COUNTY, MONTANA
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	SENIOR CITIZENS	COUNTY EXTENSION	PUBLIC SAFETY RADIO PROJECT	INMATE PROGRAMS	RECORDS PRESERVATION
REVENUES					
Taxes/assessments	\$ 92,960	\$ 116,663	\$ -	\$ -	\$ -
Intergovernmental	7,104	8,965	-	-	-
Charges for services	-	256	2,543	5,314	127,518
Fines and forfeitures	-	-	-	7,510	-
Miscellaneous	-	268	-	36,594	-
Interest earnings	-	-	604	-	-
Total revenues	100,064	126,152	3,147	49,418	127,518
EXPENDITURES					
Current:					
General government	-	-	-	-	62,246
Public safety	-	-	43,409	69,326	-
Public works	-	-	-	-	-
Public health	-	-	-	-	-
Social and economic	91,691	125,123	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	23,410
Capital outlay	-	-	-	-	-
Total expenditures	91,691	125,123	43,409	69,326	85,656
Excess (deficiency) of revenue over (under) expenditures	8,373	1,029	(40,262)	(19,908)	41,862
OTHER FINANCING SOURCES (USES)					
Transfers in	-	2,083	40,200	27,500	2,025
Transfers out	-	-	-	-	(12,758)
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	-	2,083	40,200	27,500	(10,733)
Net change in fund balances	8,373	3,112	(62)	7,592	31,129
Fund balance (deficit), July 1	8,255	56,971	16,733	30,528	71,160
Fund balance (deficit), June 30	\$ 16,628	\$ 60,083	\$ 16,671	\$ 38,120	\$ 102,289

**LEWIS AND CLARK COUNTY, MONTANA
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	LAND PRESERVATION	PARKS DEVELOPMENT	LINCOLN PARKS	BEP PROGRAM	DUI PROGRAMS
REVENUES					
Taxes/assessments	\$ -	\$ 123,695	\$ -	\$ -	\$ -
Intergovernmental	-	-	15,000	-	74,696
Charges for services	-	-	-	18,578	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	8,760	-	200
Interest earnings	-	-	-	-	-
Total revenues	-	123,695	23,760	18,578	74,896
EXPENDITURES					
Current:					
General government	-	-	-	-	3,103
Public safety	-	-	-	23,360	-
Public works	-	-	-	-	-
Public health	-	-	-	-	62,265
Social and economic	-	-	-	-	-
Culture and recreation	-	-	17,448	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	-	17,448	23,360	65,368
Excess (deficiency) of revenue over (under) expenditures	-	123,695	6,312	(4,782)	9,528
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	1,020	5,194
Transfers out	(27,494)	-	-	-	(5,529)
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	(27,494)	-	-	1,020	(335)
Net change in fund balances	(27,494)	123,695	6,312	(3,762)	9,193
Fund balance (deficit), July 1	27,494	34,430	9,028	13,423	38,591
Fund balance (deficit), June 30	\$ -	\$ 158,125	\$ 15,340	\$ 9,661	\$ 47,784

**LEWIS AND CLARK COUNTY, MONTANA
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	CITY/COUNTY DRUG	MISSOURI RIVER DRUG TASK FORCE	MRDTF FEDERAL SHARING	HARD ROCK MINE RESERVE	METAL MINES TAX RESERVE
REVENUES					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	14,704	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	2,674	99,337	-	-	-
Miscellaneous	-	-	-	-	-
Interest earnings	-	-	2,752	298	142
Total revenues	2,674	99,337	17,456	298	142
EXPENDITURES					
Current:					
General government	13,879	77,617	95,326	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Public health	-	-	-	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	13,879	77,617	95,326	-	-
Excess (deficiency) of revenue over (under) expenditures	(11,205)	21,720	(77,870)	298	142
OTHER FINANCING SOURCES (USES)					
Transfers in	-	1,707	1,995	-	-
Transfers out	-	-	(24,556)	-	-
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	-	1,707	(22,561)	-	-
Net change in fund balances	(11,205)	23,427	(100,431)	298	142
Fund balance (deficit), July 1	11,666	249,793	121,397	7,624	3,628
Fund balance (deficit), June 30	\$ 461	\$ 273,220	\$ 20,966	\$ 7,922	\$ 3,770

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
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	COONEY MEMORIAL	ALCOHOLISM	GAS TAX	NORTH HILLS GROUNDWATER	HIDTA
REVENUES					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	69,573	259,097	-	100,447
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	4,318	-	-	-	-
Interest earnings	106	-	-	-	-
Total revenues	4,424	69,573	259,097	-	100,447
EXPENDITURES					
Current:					
General government	-	-	-	-	93,938
Public safety	-	-	-	-	-
Public works	-	-	243,729	-	-
Public health	2,498	69,572	-	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	2,498	69,572	243,729	-	93,938
Excess (deficiency) of revenue over (under) expenditures	1,926	1	15,368	-	6,509
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	20,670	4,303	2,040
Transfers out	-	-	(41,014)	-	(1,995)
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	-	-	(20,344)	4,303	45
Net change in fund balances	1,926	1	(4,976)	4,303	6,554
Fund balance (deficit), July 1	129	-	279,235	(4,303)	(19)
Fund balance (deficit), June 30	\$ 2,055	\$ 1	\$ 274,259	\$ -	\$ 6,535

**LEWIS AND CLARK COUNTY, MONTANA
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 NONMAJOR SPECIAL REVENUE FUNDS
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	FOREST RESERVE TITLE III	JUSTICE ASSISTANCE GRANT	CITIZEN CORP/ CERT PROGRAM	NATIONAL FIRE PLAN II	CDBG ECONOMIC DEVELOPMENT
REVENUES					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	29,296	15,262	160,500	360,355
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest earnings	-	221	-	-	-
Total revenues	-	29,517	15,262	160,500	360,355
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	34,922	13,033	72,699	-
Public works	18,723	-	-	-	-
Public health	-	-	-	-	-
Social and economic	-	-	-	-	360,355
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	18,723	34,922	13,033	72,699	360,355
Excess (deficiency) of revenue over (under) expenditures	(18,723)	(5,405)	2,229	87,801	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	902	-	549	-
Transfers out	-	-	-	-	-
Loans	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	-	902	-	549	-
Net change in fund balances	(18,723)	(4,503)	2,229	88,350	-
Fund balance (deficit), July 1	146,970	12,839	(444)	(88,350)	-
Fund balance (deficit), June 30	\$ 128,247	\$ 8,336	\$ 1,785	\$ -	\$ -

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2006
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	NOXIOUS WEED GRANT	BUCKSNORT GRANT	HOMELAND SECURITY	OTHER GRANTS	SPECIAL ASSESSMENT DISTRICTS
REVENUES					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ 534,957
Intergovernmental	61,049	77,728	55,364	206,523	560
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	6,000	-	-	32,437	11,250
Interest earnings	-	-	-	-	25,275
Total revenues	67,049	77,728	55,364	238,960	572,042
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Public safety	-	-	47,581	249,747	-
Public works	72,996	41,214	-	-	591,759
Public health	-	-	-	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	15,753
Capital outlay	-	43,000	-	-	8,543
Total expenditures	72,996	84,214	47,581	249,747	616,055
Excess (deficiency) of revenue over (under) expenditures	(5,947)	(6,486)	7,783	(10,787)	(44,013)
OTHER FINANCING SOURCES (USES)					
Transfers in	5,000	-	93	1,491	23,039
Transfers out	-	(12,912)	-	-	(77,527)
Loans	-	-	-	-	27,385
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources and uses	5,000	(12,912)	93	1,491	(27,103)
Net change in fund balances	(947)	(19,398)	7,876	(9,296)	(71,116)
Fund balance (deficit), July 1	(4,792)	(18,104)	(7,876)	(31,262)	821,302
Fund balance (deficit), June 30	<u>\$ (5,739)</u>	<u>\$ (37,502)</u>	<u>\$ -</u>	<u>\$ (40,558)</u>	<u>\$ 750,186</u>

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 2006
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	FORESTVALE ENDOWMENT	TOTAL SPECIAL REVENUE
REVENUES		
Taxes/assessments	\$ -	\$ 5,644,431
Intergovernmental	-	4,154,590
Charges for services	-	1,069,633
Fines and forfeitures	-	145,800
Miscellaneous	-	325,310
Interest earnings	13,583	67,147
Total revenues	13,583	11,406,911
EXPENDITURES		
Current:		
General government	-	2,485,000
Public safety	-	810,612
Public works	-	2,732,171
Public health	4,611	2,802,717
Social and economic	-	975,569
Culture and recreation	-	41,080
Debt service	-	724,329
Capital outlay	-	57,393
Total expenditures	4,611	10,628,871
Excess (deficiency) of revenue over (under) expenditures	8,972	778,040
OTHER FINANCING SOURCES (USES)		
Transfers in	-	561,074
Transfers out	-	(1,596,589)
Loans	-	566,551
Proceeds from sale of capital assets	-	45,596
Total other financing sources and uses	-	(423,368)
Net change in fund balances	8,972	354,672
Fund balance (deficit), July 1	200,798	4,188,960
Fund balance (deficit), June 30	\$ 209,770	\$ 4,543,632

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 For the Fiscal Year Ended June 30, 2006**

	CITY/COUNTY BUILDING DEBT	HEALTH FACILITIES DEBT	RSID REVOLVING DEBT	TOTAL DEBT SERVICE
REVENUES				
Taxes/assessments	\$ -	\$ 180,559	\$ -	\$ 180,559
Intergovernmental	-	24,662	1,581	26,243
Miscellaneous	39,391	-	-	39,391
Interest earnings	-	2,691	8,243	10,934
Total revenues	39,391	207,912	9,824	257,127
EXPENDITURES				
Debt service	39,391	138,845	-	178,236
Total expenditures	39,391	138,845	-	178,236
Excess (deficiency) of revenue over (under) expenditures	-	69,067	9,824	78,891
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(66,670)	(100,000)	(166,670)
Loans	-	-	47,450	47,450
Total other financing sources and uses	-	(66,670)	(52,550)	(119,220)
Net change in fund balances	-	2,397	(42,726)	(40,329)
Fund balance (deficit), July 1	-	59,585	209,192	268,777
Fund balance (deficit), June 30	\$ -	\$ 61,982	\$ 166,466	\$ 228,448

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECT FUNDS
 For the Fiscal Year Ended June 30, 2006**

	CTEP PROJECTS	RID PROJECTS	FEDERAL GRANT PROJECTS	PUBLIC SAFETY-RADIO PROJECT	TOTAL CAPITAL PROJECTS
REVENUES					
Intergovernmental	\$ 208,702	\$ -	\$ 64,337	\$ 381,384	\$ 654,423
Interest earnings	-	-	-	(1,259)	(1,259)
Total revenues	208,702	-	64,337	380,125	653,164
EXPENDITURES					
Capital outlay					
General government	-	-	46,011	-	46,011
Public safety	-	-	-	484,504	484,504
Public works	-	694,006	29,134	-	723,140
Total expenditures	-	694,006	75,145	484,504	1,253,655
Excess (deficiency) of revenue over (under) expenditures	208,702	(694,006)	(10,808)	(104,379)	(600,491)
OTHER FINANCING SOURCES (USES)					
Transfers in	2,705	31,794	8	194,900	229,407
Transfers out	-	-	(28,532)	-	(28,532)
Loans	-	921,616	-	750,000	1,671,616
Total other financing sources and uses	2,705	953,410	(28,524)	944,900	1,872,491
Net change in fund balances	211,407	259,404	(39,332)	840,521	1,272,000
Fund balance (deficit), July 1	(211,407)	(273,743)	(4,141)	(456,707)	(945,998)
Fund balance (deficit), June 30	<u>\$ -</u>	<u>\$ (14,339)</u>	<u>\$ (43,473)</u>	<u>\$ 383,814</u>	<u>\$ 326,002</u>

LEWIS AND CLARK COUNTY, MONTANA
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	HEALTH-RELATED GRANTS			CRAIG MOSQUITO CONTROL		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 7,191	\$ 4,347	\$ (2,844)
Intergovernmental	1,345,955	1,230,576	(115,379)	181	182	1
Charges for services	337,119	364,045	26,926	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	186,516	171,054	(15,462)	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	1,869,590	1,765,675	(103,915)	7,372	4,529	(2,843)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	1,144,195	1,099,858	44,337	-	-	-
Operations and maintenance	375,769	314,186	61,583	35,110	17,677	17,433
Social and economic						
Personal services	339,858	310,635	29,223	-	-	-
Operations and maintenance	80,424	92,586	(12,162)	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	5,000	-	5,000	-	-	-
Total expenditures	1,945,246	1,817,265	127,981	35,110	17,677	17,433
Excess (deficiency) of revenue over (under) expenditures	(75,656)	(51,590)	24,066	(27,738)	(13,148)	14,590
OTHER FINANCING SOURCES (USES)						
Transfers in	194,297	174,339	(19,958)	-	-	-
Transfers out	(25,876)	(38,504)	(12,628)	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	168,421	135,835	(32,586)	-	-	-
Net change in fund balances	\$ 92,765	84,245	\$ (8,520)	\$ (27,738)	(13,148)	\$ 14,590
Fund balance (deficit), July 1		91,050			31,335	
Fund balance (deficit), June 30		\$ 175,295			\$ 18,187	

LEWIS AND CLARK COUNTY, MONTANA
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	MOSQUITO CONTROL			WATER QUALITY		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 124,170	\$ 125,061	\$ 891	\$ 174,840	\$ 173,497	\$ (1,343)
Intergovernmental	1,868	1,878	10	1,800	2,551	751
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	2,563	2,563
Investment earnings	-	-	-	-	-	-
Total revenues	126,038	126,939	901	176,640	178,611	1,971
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	122,019	108,484	13,535
Operations and maintenance	115,400	91,512	23,888	132,457	40,903	91,554
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	115,400	91,512	23,888	254,476	149,387	105,089
Excess (deficiency) of revenue over (under) expenditures	10,638	35,427	24,789	(77,836)	29,224	107,060
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	4,148	3,419	(729)
Transfers out	-	-	-	(3,483)	(3,483)	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	665	(64)	(729)
Net change in fund balances	\$ 10,638	35,427	\$ 24,789	\$ (77,171)	29,160	\$ 106,331
Fund balance (deficit), July 1		122,138			83,043	
Fund balance (deficit), June 30		\$ 157,565			\$ 112,203	

LEWIS AND CLARK COUNTY, MONTANA
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	MENTAL HEALTH			ROADS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 59,766	\$ 59,390	\$ (376)	\$ 1,163,640	\$ 1,140,033	\$ (23,607)
Intergovernmental	4,035	4,462	427	678,276	692,469	14,193
Charges for services	-	-	-	4,000	11,175	7,175
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	4,500	17,009	12,509
Investment earnings	-	-	-	7,500	15,508	8,008
Total revenues	63,801	63,852	51	1,857,916	1,876,194	18,278
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	58,222	58,222	-	-	-	-
Public works						
Personal services	-	-	-	892,040	819,903	72,137
Operations and maintenance	-	-	-	846,239	806,576	39,663
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	530,366	642,166	(111,800)
Capital outlay	-	-	-	-	-	-
Total expenditures	58,222	58,222	-	2,268,645	2,268,645	-
Excess (deficiency) of revenue over (under) expenditures	5,579	5,630	51	(410,729)	(392,451)	18,278
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	153,365	131,808	(21,557)
Transfers out	-	-	-	(399,011)	(399,011)	-
Loans	-	-	-	427,365	539,166	111,801
Procceed from sale of capital assets	-	-	-	7,500	45,596	38,096
Total other financing sources(uses)	-	-	-	189,219	317,559	128,340
Net change in fund balances	\$ 5,579	5,630	\$ 51	\$ (221,510)	(74,892)	\$ 146,618
Fund balance (deficit), July 1		8,876			699,725	
Fund balance (deficit), June 30		\$ 14,506			\$ 624,833	

LEWIS AND CLARK COUNTY, MONTANA
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	PREDATORY ANIMAL CONTROL			DISTRICT COURT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 2,355	\$ 2,003	\$ (352)	\$ 899,651	\$ 929,789	\$ 30,138
Intergovernmental	-	-	-	668,648	656,215	(12,433)
Charges for services	-	-	-	39,700	41,485	1,785
Fines and forfeitures	-	-	-	36,000	33,642	(2,358)
Miscellaneous	-	-	-	-	3,616	3,616
Investment earnings	-	-	-	-	1	1
Total revenues	2,355	2,003	(352)	1,643,999	1,664,748	20,749
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	999,573	986,206	13,367
Operations and maintenance	-	-	-	403,793	377,099	26,694
Public safety						
Personal services	-	-	-	60,505	66,938	(6,433)
Operations and maintenance	-	-	-	175,652	148,035	27,617
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	4,100	3,084	1,016	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	18,200	5,850	12,350
Total expenditures	4,100	3,084	1,016	1,657,723	1,584,128	73,595
Excess (deficiency) of revenue over (under) expenditures	(1,745)	(1,081)	664	(13,724)	80,620	94,344
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	39,780	39,900	120
Transfers out	-	-	-	(5,486)	(5,486)	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	34,294	34,414	120
Net change in fund balances	\$ (1,745)	(1,081)	\$ 664	\$ 20,570	115,034	\$ 94,464
Fund balance (deficit), July 1		1,547			96,402	
Fund balance (deficit), June 30		\$ 466			\$ 211,436	

LEWIS AND CLARK COUNTY, MONTANA
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	PARKS			EMPLOYER HEALTH INSURANCE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 8,780	\$ 9,303	\$ 523	\$ 717,000	\$ 697,633	\$ (19,367)
Intergovernmental	550	1,004	454	100	183	83
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	2	2
Total revenues	9,330	10,307	977	717,100	697,818	(19,282)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	60,884	46,775	14,109
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	24,000	23,632	368	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	24,000	23,632	368	60,884	46,775	14,109
Excess (deficiency) of revenue over (under) expenditures	(14,670)	(13,325)	1,345	656,216	651,043	(5,173)
OTHER FINANCING SOURCES (USES)						
Transfers in	14,600	14,600	-	-	-	-
Transfers out	-	-	-	(722,794)	(716,381)	6,413
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	14,600	14,600	-	(722,794)	(716,381)	6,413
Net change in fund balances	\$ (70)	1,275	\$ 1,345	\$ (66,578)	(65,338)	\$ 1,240
Fund balance (deficit), July 1		4,407			73,573	
Fund balance (deficit), June 30		\$ 5,682			\$ 8,235	

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	FORESTVALE CEMETERY			COUNTY PLANNING		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 200,666	\$ 198,762	\$ (1,904)	\$ 731,721	\$ 761,725	\$ 30,004
Intergovernmental	11,561	11,623	62	13,093	39,590	26,497
Charges for services	23,500	31,736	8,236	29,510	41,511	12,001
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	20,000	6,558	(13,442)
Investment earnings	8,000	7,676	(324)	10	1	(9)
Total revenues	243,727	249,797	6,070	794,334	849,385	55,051
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	682,376	648,298	34,078
Operations and maintenance	-	-	-	199,759	137,871	61,888
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	128,000	122,505	5,495	-	-	-
Operations and maintenance	36,682	42,179	(5,497)	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	43,001	43,000	1	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	207,683	207,684	(1)	882,135	786,169	95,966
Excess (deficiency) of revenue over (under) expenditures	36,044	42,113	6,069	(87,801)	63,216	151,017
OTHER FINANCING SOURCES (USES)						
Transfers in	3,672	4,080	408	23,460	23,375	(85)
Transfers out	(86,806)	(86,806)	-	(3,000)	(3,000)	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	(83,134)	(82,726)	408	20,460	20,375	(85)
Net change in fund balances	\$ (47,090)	(40,613)	\$ 6,477	\$ (67,341)	83,591	\$ 150,932
Fund balance (deficit), July 1		131,247			253,942	
Fund balance (deficit), June 30		\$ 90,634			\$ 337,533	

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	EMERGENCY DISASTER			COUNTY HEALTH		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ 570	\$ 570	\$ 653,836	\$ 653,228	\$ (608)
Intergovernmental	-	-	-	44,433	47,733	3,300
Charges for services	-	-	-	236,440	388,667	152,227
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	32,000	24,683	(7,317)
Investment earnings	-	-	-	-	2	2
Total revenues	-	570	570	966,709	1,114,313	147,604
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	693,954	713,374	(19,420)
Operations and maintenance	-	-	-	296,548	276,042	20,506
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	-	-	-	990,502	989,416	1,086
Excess (deficiency) of revenue over (under) expenditures	-	570	570	(23,793)	124,897	148,690
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	19,668	29,742	10,074
Transfers out	-	-	-	(149,381)	(140,133)	9,248
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	(129,713)	(110,391)	19,322
Net change in fund balances	\$ -	570	\$ 570	\$ (153,506)	14,506	\$ 168,012
Fund balance (deficit), July 1		424			462,781	
Fund balance (deficit), June 30		\$ 994			\$ 477,287	

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	SENIOR CITIZENS			COUNTY EXTENSION		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 92,203	\$ 92,376	\$ 173	\$ 115,702	\$ 115,928	\$ 226
Intergovernmental	7,195	7,104	(91)	7,888	8,965	1,077
Charges for services	-	-	-	350	256	(94)
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	2,022	268	(1,754)
Investment earnings	-	-	-	-	-	-
Total revenues	99,398	99,480	82	125,962	125,417	(545)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	67,189	64,996	2,193
Operations and maintenance	91,691	91,691	-	81,252	62,951	18,301
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	91,691	91,691	-	148,441	127,947	20,494
Excess (deficiency) of revenue over (under) expenditures	7,707	7,789	82	(22,479)	(2,530)	19,949
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	2,040	2,083	43
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	2,040	2,083	43
Net change in fund balances	\$ 7,707	7,789	\$ 82	\$ (20,439)	(447)	\$ 19,992
Fund balance (deficit), July 1		6,741			59,141	
Fund balance (deficit), June 30		\$ 14,530			\$ 58,694	

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	PUBLIC SAFERY RADIO PROJECT			INMATE PROGRAM		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	1,200	2,543	1,343	6,150	5,314	(836)
Fines and forfeitures	-	-	-	6,300	7,510	1,210
Miscellaneous	-	-	-	31,036	36,594	5,558
Investment earnings	300	604	304	-	-	-
Total revenues	1,500	3,147	1,647	43,486	49,418	5,932
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	55,289	42,336	12,953	69,326	69,326	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	55,289	42,336	12,953	69,326	69,326	-
Excess (deficiency) of revenue over (under) expenditures	(53,789)	(39,189)	14,600	(25,840)	(19,908)	5,932
OTHER FINANCING SOURCES (USES)						
Transfers in	40,200	40,200	-	27,500	27,500	-
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Prococeed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	40,200	40,200	-	27,500	27,500	-
Net change in fund balances	\$ (13,589)	1,011	\$ 14,600	\$ 1,660	7,592	\$ 5,932
Fund balance (deficit), July 1		16,733			30,528	
Fund balance (deficit), June 30		\$ 17,744			\$ 38,120	

LEWIS AND CLARK COUNTY, MONTANA
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	RECORDS PRESERVATION			LAND PRESERVATION		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	92,000	127,518	35,518	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	92,000	127,518	35,518	-	-	-
EXPENDITURES						
Current:						
General government						
Personal services	33,543	33,750	(207)	-	-	-
Operations and maintenance	31,388	30,226	1,162	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	23,412	23,410	2	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	88,343	87,386	957	-	-	-
Excess (deficiency) of revenue over (under) expenditures	3,657	40,132	36,475	-	-	-
OTHER FINANCING SOURCES (USES)						
Transfers in	2,040	2,025	(15)	-	-	-
Transfers out	(12,758)	(12,758)	-	(27,494)	(27,494)	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	(10,718)	(10,733)	(15)	(27,494)	(27,494)	-
Net change in fund balances	\$ (7,061)	29,399	\$ 36,460	\$ (27,494)	(27,494)	\$ -
Fund balance (deficit), July 1		77,360			27,494	
Fund balance (deficit), June 30		\$ 106,759			\$ -	

LEWIS AND CLARK COUNTY, MONTANA
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	PARKS DEVELOPMENT			LINCOLN PARKS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ 15,000	\$ 123,695	\$ 108,695	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	9,605	15,000	5,395
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	7,500	8,760	1,260
Investment earnings	-	-	-	-	-	-
Total revenues	15,000	123,695	108,695	17,105	23,760	6,655
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	40,000	3,581	36,419	17,448	17,448	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	40,000	3,581	36,419	17,448	17,448	-
Excess (deficiency) of revenue over (under) expenditures	(25,000)	120,114	145,114	(343)	6,312	6,655
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	-	-	-
Net change in fund balances	\$ (25,000)	120,114	\$ 145,114	\$ (343)	6,312	\$ 6,655
Fund balance (deficit), July 1		38,011			9,028	
Fund balance (deficit), June 30		\$ 158,125			\$ 15,340	

LEWIS AND CLARK COUNTY, MONTANA
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	BEP			DUI PROGRAMS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	74,995	72,796	(2,199)
Charges for services	13,000	18,578	5,578	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	200	200
Investment earnings	-	-	-	-	-	-
Total revenues	13,000	18,578	5,578	74,995	72,996	(1,999)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	9,069	4,357	4,712
Operations and maintenance	-	-	-	458	70	388
Public safety						
Personal services	25,239	19,431	5,808	-	-	-
Operations and maintenance	3,773	3,929	(156)	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	27,796	24,468	3,328
Operations and maintenance	-	-	-	50,999	39,091	11,908
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	29,012	23,360	5,652	88,322	67,986	20,336
Excess (deficiency) of revenue over (under) expenditures	(16,012)	(4,782)	11,230	(13,327)	5,010	18,337
OTHER FINANCING SOURCES (USES)						
Transfers in	1,020	1,020	-	6,000	5,194	(806)
Transfers out	-	-	-	(4,500)	(5,529)	(1,029)
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	1,020	1,020	-	1,500	(335)	(1,835)
Net change in fund balances	\$ (14,992)	(3,762)	\$ 11,230	\$ (11,827)	4,675	\$ 16,502
Fund balance (deficit), July 1		13,423			32,259	
Fund balance (deficit), June 30		\$ 9,661			\$ 36,934	

LEWIS AND CLARK COUNTY, MONTANA
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	CITY/COUNTY DRUG			MISSOURI RIVER DRUG TASK FORCE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	8,000	2,674	(5,326)	80,000	101,389	21,389
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	8,000	2,674	(5,326)	80,000	101,389	21,389
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	41,255	29,881	11,374
Operations and maintenance	13,879	13,879	-	83,077	8,993	74,084
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	13,879	13,879	-	124,332	38,874	85,458
Excess (deficiency) of revenue over (under) expenditures	(5,879)	(11,205)	(5,326)	(44,332)	62,515	106,847
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	2,040	1,707	(333)
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	2,040	1,707	(333)
Net change in fund balances	\$ (5,879)	(11,205)	\$ (5,326)	\$ (42,292)	64,222	\$ 106,514
Fund balance (deficit), July 1		11,666			246,276	
Fund balance (deficit), June 30		<u>\$ 461</u>			<u>\$ 310,498</u>	

LEWIS AND CLARK COUNTY, MONTANA
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	MRDTF FEDERAL SHARING			HARD ROCK MINE RESERVE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	121,789	14,704	(107,085)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	2,752	2,752	-	298	298
Total revenues	121,789	17,456	(104,333)	-	298	298
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	91,366	86,810	4,556	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	91,366	86,810	4,556	-	-	-
Excess (deficiency) of revenue over (under) expenditures	30,423	(69,354)	(99,777)	-	298	298
OTHER FINANCING SOURCES (USES)						
Transfers in	-	1,995	1,995	-	-	-
Transfers out	(20,000)	(24,556)	(4,556)	-	-	-
Loans	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	(20,000)	(22,561)	(2,561)	-	-	-
Net change in fund balances	\$ 10,423	(91,915)	\$ (102,338)	\$ -	298	\$ 298
Fund balance (deficit), July 1		121,397			7,624	
Fund balance (deficit), June 30		\$ 29,482			\$ 7,922	

LEWIS AND CLARK COUNTY, MONTANA
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	METAL MINES TAX RESERVE			COONEY MEMORIAL		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	4,318	4,318
Investment earnings	-	142	142	-	106	106
Total revenues	-	142	142	-	4,424	4,424
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	2,498	(2,498)
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	-	-	-	-	2,498	(2,498)
Excess (deficiency) of revenue over (under) expenditures	-	142	142	-	1,926	1,926
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	-	-	-
Net change in fund balances	\$ -	142	\$ 142	\$ -	1,926	\$ 1,926
Fund balance (deficit), July 1		3,628			129	
Fund balance (deficit), June 30		\$ 3,770			\$ 2,055	

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	ALCOHOLISM			GAS TAX		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	72,000	69,573	(2,427)	259,764	259,097	(667)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	72,000	69,573	(2,427)	259,764	259,097	(667)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	286,572	240,055	46,517
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	72,000	69,572	2,428	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	72,000	69,572	2,428	286,572	240,055	46,517
Excess (deficiency) of revenue over (under) expenditures	-	1	1	(26,808)	19,042	45,850
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	20,670	20,670
Transfers out	-	-	-	(41,006)	(41,014)	(8)
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	(41,006)	(20,344)	20,662
Net change in fund balances	\$ -	1	\$ 1	\$ (67,814)	(1,302)	\$ 66,512
Fund balance (deficit), July 1		-			280,364	
Fund balance (deficit), June 30		\$ 1			\$ 279,062	

LEWIS AND CLARK COUNTY, MONTANA
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	NORTH HILLS GROUNDWATER			HIDTA		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	40,966	-	(40,966)	258,776	90,642	(168,134)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	40,966	-	(40,966)	258,776	90,642	(168,134)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	41,669	41,497	172
Operations and maintenance	-	-	-	101,712	54,574	47,138
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	36,041	-	36,041	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	90,800	-	90,800
Total expenditures	36,041	-	36,041	234,181	96,071	138,110
Excess (deficiency) of revenue over (under) expenditures	4,925	-	(4,925)	24,595	(5,429)	(30,024)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	4,303	4,303	2,040	2,040	-
Transfers out	(425)	-	425	(8,963)	(1,995)	6,968
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	(425)	4,303	4,728	(6,923)	45	6,968
Net change in fund balances	\$ 4,500	4,303	\$ (197)	\$ 17,672	(5,384)	\$ (23,056)
Fund balance (deficit), July 1		(4,303)			(17,546)	
Fund balance (deficit), June 30		\$ -			\$ (22,930)	

LEWIS AND CLARK COUNTY, MONTANA
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	FOREST RESERVE TITLE III			JUSTICE ASSISTANCE GRANT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	29,295	29,296	1
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	300	221	(79)
Total revenues	-	-	-	29,595	29,517	(78)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	22,040	29,291	(7,251)
Operations and maintenance	-	-	-	41,695	5,631	36,064
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	150,000	29,792	120,208	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	150,000	29,792	120,208	63,735	34,922	28,813
Excess (deficiency) of revenue over (under) expenditures	(150,000)	(29,792)	120,208	(34,140)	(5,405)	28,735
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	902	902
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	-	902	902
Net change in fund balances	\$ (150,000)	(29,792)	\$ 120,208	\$ (34,140)	(4,503)	\$ 29,637
Fund balance (deficit), July 1		158,039			12,839	
Fund balance (deficit), June 30		<u>\$ 128,247</u>			<u>\$ 8,336</u>	

LEWIS AND CLARK COUNTY, MONTANA
 SPECIAL REVENUE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
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	CITIZENS CORP/CERT PROGRAM			NATIONAL FIRE PLAN III		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	23,400	20,665	(2,735)	219,004	160,500	(58,504)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	23,400	20,665	(2,735)	219,004	160,500	(58,504)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	11,281	(11,281)	48,716	13,466	35,250
Operations and maintenance	17,500	1,752	15,748	90,747	64,534	26,213
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	17,500	13,033	4,467	139,463	78,000	61,463
Excess (deficiency) of revenue over (under) expenditures	5,900	7,632	1,732	79,541	82,500	2,959
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	1,792	549	(1,243)
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	1,792	549	(1,243)
Net change in fund balances	\$ 5,900	7,632	\$ 1,732	\$ 81,333	83,049	\$ 1,716
Fund balance (deficit), July 1		(5,847)			(83,049)	
Fund balance (deficit), June 30		\$ 1,785			\$ -	

LEWIS AND CLARK COUNTY, MONTANA
 SPECIAL REVENUE FUNDS
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 BUDGET AND ACTUAL (BUDGET BASIS)
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	CDBG-ECONOMIC DEVELOPMENT			NOXIOUS WEED TRUST GRANT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,000,000	360,355	(639,645)	100,000	66,797	(33,203)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	4,200	6,000	1,800
Investment earnings	-	-	-	-	-	-
Total revenues	1,000,000	360,355	(639,645)	104,200	72,797	(31,403)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	100,900	76,332	24,568
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	1,000,000	360,355	639,645	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	1,000,000	360,355	639,645	100,900	76,332	24,568
Excess (deficiency) of revenue over (under) expenditures	-	-	-	3,300	(3,535)	(6,835)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	2,500	5,000	2,500
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	2,500	5,000	2,500
Net change in fund balances	\$ -	\$ -	\$ -	\$ 5,800	1,465	\$ (4,335)
Fund balance (deficit), July 1		-			(5,684)	
Fund balance (deficit), June 30		\$ -			\$ (4,219)	

LEWIS AND CLARK COUNTY, MONTANA
 SPECIAL REVENUE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
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	BUCKSNORT GRANT			HOMELAND SECURITY		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	205,000	77,728	(127,272)	374,824	59,839	(314,985)
Charges for services	20,000	-	(20,000)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
Total revenues	225,000	77,728	(147,272)	374,824	59,839	(314,985)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	366,490	52,491	313,999
Public works						
Personal services	27,523	4,011	23,512	-	-	-
Operations and maintenance	124,909	44,952	79,957	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	43,000	(43,000)	-	-	-
Total expenditures	152,432	91,963	60,469	366,490	52,491	313,999
Excess (deficiency) of revenue over (under) expenditures	72,568	(14,235)	(86,803)	8,334	7,348	(986)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	93	93
Transfers out	-	(12,912)	(12,912)	-	-	-
Loans	-	-	-	-	-	-
Procceed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	-	(12,912)	(12,912)	-	93	93
Net change in fund balances	\$ 72,568	(27,147)	\$ (99,715)	\$ 8,334	7,441	\$ (893)
Fund balance (deficit), July 1		(10,355)			(7,441)	
Fund balance (deficit), June 30		\$ (37,502)			\$ -	

LEWIS AND CLARK COUNTY, MONTANA
 SPECIAL REVENUE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGET BASIS)
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	OTHER GRANTS			SPECIAL ASSESSMENT DISTRICTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 533,448	\$ 531,272	\$ (2,176)
Intergovernmental	275,338	187,411	(87,927)	93,895	560	(93,335)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	7,875	32,437	24,562	600	11,250	10,650
Investment earnings	-	-	-	11,203	25,275	14,072
Total revenues	283,213	219,848	(63,365)	639,146	568,357	(70,789)
EXPENDITURES						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	6,977	35,553	(28,576)	-	-	-
Operations and maintenance	226,951	195,182	31,769	-	-	-
Public works						
Personal services	-	-	-	3,035	2,505	530
Operations and maintenance	-	-	-	1,423,843	579,355	844,488
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	33,387	15,753	17,634
Capital outlay	-	-	-	109,338	8,543	100,795
Total expenditures	233,928	230,735	3,193	1,569,603	606,156	963,447
Excess (deficiency) of revenue over (under) expenditures	49,285	(10,887)	(60,172)	(930,457)	(37,799)	892,658
OTHER FINANCING SOURCES (USES)						
Transfers in	248	1,491	1,243	-	23,039	23,039
Transfers out	-	-	-	(50,000)	(77,527)	(27,527)
Loans	-	-	-	184,693	27,385	(157,308)
Prococeed from sale of capital assets	-	-	-	-	-	-
Total other financing sources(uses)	248	1,491	1,243	134,693	(27,103)	(161,796)
Net change in fund balances	\$ 49,533	(9,396)	\$ (58,929)	\$ (795,764)	(64,902)	\$ 730,862
Fund balance (deficit), July 1		(49,964)			821,304	
Fund balance (deficit), June 30		\$ (59,360)			\$ 756,402	

LEWIS AND CLARK COUNTY, MONTANA
 SPECIAL REVENUE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
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	TOTAL NONMAJOR SPECIAL REVENUE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES			
Taxes/assessments	\$ 5,499,969	\$ 5,618,612	\$ 118,643
Intergovernmental	5,944,234	4,189,498	(1,754,736)
Charges for services	802,969	1,032,828	229,859
Fines and forfeitures	130,300	145,215	14,915
Miscellaneous	296,249	325,310	29,061
Investment earnings	27,313	52,588	25,275
Total revenues	12,701,034	11,364,051	(1,336,983)
EXPENDITURES			
Current:			
General government			
Personal services	1,807,485	1,743,989	63,496
Operations and maintenance	986,316	756,297	230,019
Public safety			
Personal services	163,477	175,960	(12,483)
Operations and maintenance	1,105,645	641,438	464,207
Public works			
Personal services	1,050,598	948,924	101,674
Operations and maintenance	2,969,145	1,819,241	1,149,904
Public health			
Personal services	1,987,964	1,946,184	41,780
Operations and maintenance	1,118,424	854,565	263,859
Social and economic			
Personal services	1,407,047	735,986	671,061
Operations and maintenance	253,367	247,228	6,139
Culture and recreation			
Operations and maintenance	81,448	44,661	36,787
Debt service	630,166	724,329	(94,163)
Capital outlay	223,338	57,393	165,945
Total expenditures	13,784,420	10,696,195	3,088,225
Excess (deficiency) of revenue over (under) expenditures	(1,083,386)	667,856	1,751,242
OTHER FINANCING SOURCES (USES)			
Transfers in	540,410	561,074	20,664
Transfers out	(1,560,983)	(1,596,589)	(35,606)
Loans	612,058	566,551	(45,507)
Prococeed from sale of capital assets	7,500	45,596	38,096
Total other financing sources(uses)	(401,015)	(423,368)	(22,353)
Net change in fund balances	\$ (1,484,401)	244,488	\$ 1,728,889
Fund balance (deficit), July 1		3,850,285	
Fund balance (deficit), June 30		\$ 4,094,773	

LEWIS AND CLARK COUNTY, MONTANA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (BUDGET BASIS)
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	CITY/COUNTY BUILDING DEBT			HEALTH FACILITIES DEBT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 168,467	\$ 179,790	\$ 11,323
Intergovernmental	-	-	-	24,517	24,662	145
Miscellaneous	-	39,391	39,391	-	-	-
Investment earnings	-	-	-	1,000	2,691	1,691
Total revenues	-	39,391	39,391	193,984	207,143	13,159
EXPENDITURES						
Current:						
Public health	-	-	-	-	138,845	(138,845)
Debt service	-	39,391	(39,391)	-	-	-
Total expenditures	-	39,391	(39,391)	-	138,845	(138,845)
Excess (deficiency) of revenue over (under) expenditures	-	-	-	193,984	68,298	(125,686)
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	-	(205,515)	(66,670)	138,845
Loans	-	-	-	-	-	-
Total other financing sources(uses)	-	-	-	(205,515)	(66,670)	138,845
Net change in fund balances	\$ -	-	\$ -	\$ (11,531)	1,628	\$ 13,159
Fund balance (deficit), July 1					56,582	
Fund balance (deficit), June 30		\$ -			\$ 58,210	

LEWIS AND CLARK COUNTY, MONTANA
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
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	RSID REVOLVING DEBT			RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 208,613	\$ 193,037	\$ (15,576)
Intergovernmental	1,500	1,581	81	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	5,200	8,243	3,043	1,840	4,943	3,103
Total revenues	6,700	9,824	3,124	210,453	197,980	(12,473)
EXPENDITURES						
Current:						
Public health	-	-	-	-	-	-
Debt service	-	-	-	144,718	46,899	97,819
Total expenditures	-	-	-	144,718	46,899	97,819
Excess (deficiency) of revenue over (under) expenditures	6,700	9,824	3,124	65,735	151,081	85,346
OTHER FINANCING SOURCES (USES)						
Transfers out	(100,000)	(100,000)	-	(22,926)	(22,306)	620
Loans	-	47,450	47,450	-	-	-
Total other financing sources(uses)	(100,000)	(52,550)	47,450	(22,926)	(22,306)	620
Net change in fund balances	\$ (93,300)	(42,726)	\$ 50,574	\$ 42,809	128,775	\$ 85,966
Fund balance (deficit), July 1		209,192			56,945	
Fund balance (deficit), June 30		<u>\$ 166,466</u>			<u>\$ 185,720</u>	

LEWIS AND CLARK COUNTY, MONTANA
 DEBT SERVICE FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGET BASIS)
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	TOTAL NONMAJOR DEBT SERVICE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES			
Taxes/assessments	\$ 377,080	\$ 372,827	\$ (4,253)
Intergovernmental	26,017	26,243	226
Miscellaneous	-	39,391	39,391
Investment earnings	8,040	15,877	7,837
Total revenues	411,137	454,338	43,201
EXPENDITURES			
Current:			
Public health	-	138,845	(138,845)
Debt service	144,718	86,290	58,428
Total expenditures	144,718	225,135	(80,417)
Excess (deficiency) of revenue over (under) expenditures	266,419	229,203	(37,216)
OTHER FINANCING SOURCES (USES)			
Transfers out	(328,441)	(188,976)	139,465
Loans	-	47,450	47,450
Total other financing sources(uses)	(328,441)	(141,526)	186,915
Net change in fund balances	\$ (62,022)	87,677	\$ 149,699
Fund balance (deficit), July 1		322,719	
Fund balance (deficit), June 30		\$ 410,396	

LEWIS AND CLARK COUNTY, MONTANA
 CAPITAL PROJECTS FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGET BASIS)
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	CAPITAL DEVELOPMENT			CTEP PROJECTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Intergovernmental	\$ 10,000	\$ 25,028	\$ 15,028	\$ 212,523	\$ 208,702	\$ (3,821)
Miscellaneous	2,024	2,024	-	-	-	-
Investment earnings	40,000	96,909	56,909	-	-	-
Total revenues	52,024	123,961	71,937	212,523	208,702	(3,821)
EXPENDITURES						
Capital outlay						
General government						
Operations and maintenance	142,415	142,415	-	-	-	-
Public safety						
Operations and maintenance	225,892	225,892	-	-	-	-
Public works						
Operations and maintenance	135,834	135,834	-	-	-	-
Public health						
Operations and maintenance	26,421	26,421	-	-	-	-
Debt service	-	-	-	-	-	-
Total expenditures	530,562	530,562	-	-	-	-
Excess (deficiency) of revenue over (under) expenditures	(478,538)	(406,601)	71,937	212,523	208,702	(3,821)
OTHER FINANCING SOURCES (USES)						
Transfers in	1,506,692	1,562,379	55,687	-	2,705	2,705
Transfers out	-	(2,705)	(2,705)	-	-	-
Loans	-	-	-	-	-	-
Total other financing sources(uses)	1,506,692	1,559,674	52,982	-	2,705	2,705
Net change in fund balances	\$ 1,028,154	1,153,073	\$ 124,919	\$ 212,523	211,407	\$ (1,116)
Fund balance (deficit), July 1		1,993,716			(211,407)	
Fund balance (deficit), June 30		\$ 3,146,789			\$ -	

LEWIS AND CLARK COUNTY, MONTANA
 CAPITAL PROJECTS FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
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	RID PROJECTS			FEDERAL GRANT PROJECTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ 961,754	\$ 64,337	\$ (897,417)
Miscellaneous	-	-	-	14,233	-	(14,233)
Investment earnings	-	-	-	-	-	-
Total revenues	-	-	-	975,987	64,337	(911,650)
EXPENDITURES						
Capital outlay						
General government						
Operations and maintenance	-	-	-	1,115,565	38,351	1,077,214
Public safety						
Operations and maintenance	-	-	-	-	-	-
Public works						
Operations and maintenance	885,337	688,267	197,070	49,820	29,134	20,686
Public health						
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Total expenditures	885,337	688,267	197,070	1,165,385	67,485	1,097,900
Excess (deficiency) of revenue over (under) expenditures	(885,337)	(688,267)	197,070	(189,398)	(3,148)	186,250
OTHER FINANCING SOURCES (USES)						
Transfers in	-	31,794	31,794	133,189	8	(133,181)
Transfers out	-	-	-	(43,000)	(28,532)	14,468
Loans	1,154,630	921,616	(233,014)	103,350	-	(103,350)
Total other financing sources(uses)	1,154,630	953,410	(201,220)	193,539	(28,524)	(222,063)
Net change in fund balances	\$ 269,293	265,143	\$ (4,150)	\$ 4,141	(31,672)	\$ (35,813)
Fund balance (deficit), July 1		(273,743)			(4,141)	
Fund balance (deficit), June 30		\$ (8,600)			\$ (35,813)	

LEWIS AND CLARK COUNTY, MONTANA
 CAPITAL PROJECTS FUNDS
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (BUDGET BASIS)
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	PUBLIC SAFETY RADIO PROJECT			TOTAL CAPITAL PROJECTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
REVENUES						
Intergovernmental	\$ 987,975	\$ 505,052	\$ (482,923)	\$ 2,172,252	\$ 803,119	\$ (1,369,133)
Miscellaneous	-	-	-	16,257	2,024	(14,233)
Investment earnings	1,000	(1,259)	(2,259)	41,000	95,650	54,650
Total revenues	988,975	503,793	(485,182)	2,229,509	900,793	(1,328,716)
EXPENDITURES						
Capital outlay						
General government						
Operations and maintenance	-	-	-	1,257,980	180,766	1,077,214
Public safety						
Operations and maintenance	1,188,902	550,208	638,694	1,414,794	776,100	638,694
Public works						
Operations and maintenance	-	-	-	1,070,991	853,235	217,756
Public health						
Operations and maintenance	-	-	-	26,421	26,421	-
Debt service	110,000	-	110,000	110,000	-	110,000
Total expenditures	1,298,902	550,208	748,694	3,880,186	1,836,522	2,043,664
Excess (deficiency) of revenue over (under) expenditures	(309,927)	(46,415)	263,512	(1,650,677)	(935,729)	714,948
OTHER FINANCING SOURCES (USES)						
Transfers in	-	194,900	194,900	1,639,881	1,791,786	151,905
Transfers out	-	-	-	(43,000)	(31,237)	11,763
Loans	666,000	750,000	84,000	1,923,980	1,671,616	(252,364)
Total other financing sources(uses)	666,000	944,900	278,900	3,520,861	3,432,165	(88,696)
Net change in fund balances	\$ 356,073	898,485	\$ 542,412	\$ 1,870,184	2,496,436	\$ 626,252
Fund balance (deficit), July 1		(512,708)			991,717	
Fund balance (deficit), June 30		<u>\$ 385,777</u>			<u>\$ 3,488,153</u>	

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LEWIS AND CLARK COUNTY, MONTANA

ENTERPRISE FUNDS

Enterprise Funds account for the operations and activities that render services on a user charge basis to the general public.

Augusta Landfill - Used to account for the receipt of property tax assessments and other resources and related expenses for the operation of the landfill in Augusta.

Lincoln Landfill - Used to account for the receipt of property tax assessments and other resources and related expenses for the operation of the landfill in Lincoln.

Scratchgravel Landfill - Used to account for the receipt of property tax assessments, user charges and other resources and related expenses for the operation of the Scratchgravel Landfill.

Marysville Landfill - Used to account for the receipt of property tax assessments and other resources and related expenses for the operation of the landfill in Marysville.

LEWIS AND CLARK COUNTY, MONTANA
 NONMAJOR ENTERPRISE FUNDS
 COMBINING STATEMENT OF NET ASSETS
 June 30, 2006

	<u>AUGUSTA SOLID WASTE</u>	<u>LINCOLN SOLID WASTE</u>	<u>SCRATCH- GRAVEL LANDFILL</u>	<u>MARYSVILLE SOLID WASTE</u>	<u>TOTAL NONMAJOR ENTERPRISE FUND</u>
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 61,981	\$ 104,925	\$ 673,231	\$ 26,998	\$ 867,135
Investments	16,054	27,177	174,372	6,992	224,595
Receivables:					
Accounts/contracts	4,812	20,935	232,223	5,153	263,123
Total current assets	<u>82,847</u>	<u>153,037</u>	<u>1,079,826</u>	<u>39,143</u>	<u>1,354,853</u>
Noncurrent assets:					
Restricted assets:					
Land and Construction in Progress	5,396	-	54,611	3,587	63,594
Buildings, Improvements, Vehicles and Equip(net)	65,773	8,801	-	-	74,574
Total noncurrent assets	<u>71,169</u>	<u>8,801</u>	<u>54,611</u>	<u>3,587</u>	<u>138,168</u>
Total assets	<u>154,016</u>	<u>161,838</u>	<u>1,134,437</u>	<u>42,730</u>	<u>1,493,021</u>
Liabilities:					
Current liabilities:					
Accounts payable	2,553	10,758	96,730	-	110,041
Landfill postclosure costs payable - current	-	-	20,000	-	20,000
Compensated absences payable	125	-	419	-	544
Total current liabilities	<u>2,678</u>	<u>10,758</u>	<u>117,149</u>	<u>-</u>	<u>130,585</u>
Noncurrent liabilities:					
Landfill postclosure costs payable	-	-	360,000	-	360,000
Compensated absences payable	1,122	-	3,774	-	4,896
Total noncurrent liabilities	<u>1,122</u>	<u>-</u>	<u>363,774</u>	<u>-</u>	<u>364,896</u>
Total liabilities	<u>3,800</u>	<u>10,758</u>	<u>480,923</u>	<u>-</u>	<u>495,481</u>
NET ASSETS					
Investment in capital assets, net of related debt	71,169	8,801	54,611	3,587	138,168
Unrestricted	79,047	142,279	598,903	39,143	859,372
Total net assets	<u>\$ 150,216</u>	<u>\$ 151,080</u>	<u>\$ 653,514</u>	<u>\$ 42,730</u>	<u>\$ 997,540</u>

**LEWIS AND CLARK COUNTY, MONTANA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2006**

	<u>AUGUSTA LANDFILL</u>	<u>LINCOLN LANDFILL</u>	<u>SCRATCH- GRAVEL LANDFILL</u>	<u>MARYSVILLE LANDFILL</u>	<u>TOTAL</u>
OPERATING REVENUES					
Charges for services	\$ 48,349	\$ 120,096	\$ 933,849	\$ 19,595	\$ 1,121,889
Total Operating Revenues	48,349	120,096	933,849	19,595	1,121,889
OPERATING EXPENSES					
Personal services	11,121	4,641	60,601	9,803	86,166
Supplies	1,595	4,139	40,702	5,313	51,749
Purchased services	32,580	103,047	821,162	1,169	957,958
Depreciation	4,803	4,775	-	-	9,578
Total Operating Expenses	50,099	116,602	922,465	16,285	1,105,451
Operating income (loss)	(1,750)	3,494	11,384	3,310	16,438
NONOPERATING REVENUES (EXPENSES)					
Interest income	2,702	4,521	27,830	1,153	36,206
Total Nonoperating Revenues (Expenses)	2,702	4,521	27,830	1,153	36,206
Income (loss) before transfers	952	8,015	39,214	4,463	52,644
Transfers in	-	287	2,244	-	2,531
Transfers out	-	-	(4,000)	-	(4,000)
Change in net assets	952	8,302	37,458	4,463	51,175
Total net assets, beginning	149,264	142,778	616,056	38,267	946,365
Total net assets, ending	\$ 150,216	\$ 151,080	\$ 653,514	\$ 42,730	\$ 997,540

**LEWIS AND CLARK COUNTY, MONTANA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2006**

	AUGUSTA LANDFILL	LINCOLN LANDFILL	SCRATCH- GRAVEL LANDFILL	MARYSVILLE LANDFILL	TOTAL
Cash flows from operating activities:					
Cash received from customers	\$ 48,902	\$ 114,178	\$ 940,438	\$ 20,418	\$ 1,123,936
Cash payments for goods and services	(34,792)	(102,068)	(855,410)	(6,482)	(998,752)
Cash payments for employees	(11,107)	(4,641)	(61,930)	(9,803)	(87,481)
Cash payments for landfill closure and post closure costs	-	-	(20,000)	-	(20,000)
Net cash provided by (used by) operating activities	3,003	7,469	3,098	4,133	17,703
Cash flows from noncapital financing activities:					
Transfers from other Funds	-	287	2,244	-	2,531
Transfers to other Funds	-	-	(4,000)	-	(4,000)
Net cash provided by (used by) noncapital financing activities	-	287	(1,756)	-	(1,469)
Cash flows from investing activities:					
Receipts of interest and dividends	2,702	4,521	27,830	1,153	36,206
Payments for investments	(887)	(2,050)	(2,748)	(973)	(6,658)
Net cash provided by (used by) investing activities	1,815	2,471	25,082	180	29,548
Net increase (decrease) in cash and cash equivalents	4,818	10,227	26,424	4,313	45,782
Cash and cash equivalents, July 1	57,163	94,698	646,807	22,685	821,353
Cash and cash equivalents, June 30	\$ 61,981	\$ 104,925	\$ 673,231	\$ 26,998	\$ 867,135
Cash and cash equivalents, current	\$ 61,981	\$ 104,925	\$ 673,231	\$ 26,998	\$ 867,135
Total Cash and cash equivalents, June 30	\$ 61,981	\$ 104,925	\$ 673,231	\$ 26,998	\$ 867,135
Reconciliation of operating income to net cash provided by operating activity:					
Operating income (loss)	\$ (1,750)	\$ 3,494	\$ 11,384	\$ 3,310	\$ 16,438
Adjustments to reconcile operating income to net cash provided by (used by) operating activities:					
Depreciation	4,803	4,775	-	-	9,578
Change in assets and liabilities:					
(Increase) decrease taxes/accounts/other receivables	553	(5,918)	6,589	823	2,047
Increase (decrease) compensated absences	14	-	597	-	611
Increase (decrease) accounts payable	(617)	5,118	4,528	-	9,029
Increase (decrease) postclosure liability	-	-	(20,000)	-	(20,000)
Net cash provided by (used by) operating activities	\$ 3,003	\$ 7,469	\$ 3,098	\$ 4,133	\$ 17,703
Schedule of Noncash Transactions					
Write off of accounts receivables	98	427	3,330	59	3,914

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LEWIS AND CLARK COUNTY, MONTANA

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies on a cost reimbursement basis.

Building Maintenance Services - Used to account for all maintenance on County buildings. Each department is billed on a per unit basis to recover operating costs.

Health Care Facilities - Used to account for all rental revenue and maintenance expense on the County Health Building.

County Shop Fund - Used to account for the County shop, which maintains all County vehicles and bills each department based upon vehicle part and equipment charges and the number of maintenance hours spent on each vehicle.

Fuel Revolving Funds - Used to account for the purchase and maintenance of gasoline. Each department is billed on a per unit basis to recover operating costs.

Information Technology and Services - Used to account for the purchase, maintenance and operation of all information technology services, such as network, geographical information systems, the AS-400 system and technology training for the County and the City of Helena. The source of funding for this department is based upon a fee for service charged to the various departments.

Liability Insurance - Used to account for liability insurance claims.

Health Insurance - Used to account for the major medical coverage, dental, vision, life insurance and employee assistance claims. Each department is charged on a per employee basis to recover the costs.

Flexible Benefits Administration - Used to account for the cost of flexible benefits for County employees.

**LEWIS AND CLARK COUNTY, MONTANA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2006
(Page 1 of 2)**

	<u>BUILDING MAINTENANCE SERVICES</u>	<u>HEALTH CARE FACILITIES</u>	<u>COUNTY SHOP</u>	<u>FUEL REVOLVING</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 111,338	\$ 67,057	\$ 100,121	\$ 11,805
Investments	28,837	17,342	25,932	3,058
Receivables:				
Accounts/contracts	-	-	-	6,119
Inventories	-	-	9,736	17,325
Total current assets	<u>140,175</u>	<u>84,399</u>	<u>135,789</u>	<u>38,307</u>
Noncurrent assets:				
Restricted assets:				
Cash and cash equivalents	-	73,230	-	-
Land and Construction in Progress	-	212,844	-	-
Buildings, Improvements, Vehicles and Equip(net)	417,681	658,932	45,326	32,473
Total noncurrent assets	<u>417,681</u>	<u>945,006</u>	<u>45,326</u>	<u>32,473</u>
Total assets	<u>557,856</u>	<u>1,029,405</u>	<u>181,115</u>	<u>70,780</u>
Liabilities:				
Current liabilities:				
Accounts payable	29,918	4,606	8,204	10,636
Contracts/loans payable - current	-	-	-	10,538
Revenue bonds payable	-	40,000	-	-
Claims payable	-	-	-	-
Compensated absences payable	4,776	871	2,243	-
Total current liabilities	<u>34,694</u>	<u>45,477</u>	<u>10,447</u>	<u>21,174</u>
Noncurrent liabilities:				
Contracts/loans payable	-	-	-	22,638
Revenue bonds payable	-	565,000	-	-
Compensated absences payable	42,983	7,836	20,188	-
Total noncurrent liabilities	<u>42,983</u>	<u>572,836</u>	<u>20,188</u>	<u>22,638</u>
Total liabilities	<u>77,677</u>	<u>618,313</u>	<u>30,635</u>	<u>43,812</u>
NET ASSETS				
Investment in capital assets, net of related debt	417,681	266,776	45,326	(703)
Restricted for bond reserve	-	73,230	-	-
Unrestricted	62,498	71,086	105,154	27,671
Total net assets	<u>\$ 480,179</u>	<u>\$ 411,092</u>	<u>\$ 150,480</u>	<u>\$ 26,968</u>

**LEWIS AND CLARK COUNTY, MONTANA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2006
(Page 2 of 2)**

	INFORMATION TECHNOLOGY & SERVICES	LIABILITY INSURANCE	HEALTH INSURANCE	FLEXIBLE BENEFITS ADMINISTRATION	TOTAL INTERNAL SERVICE
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 715,704	\$ 247,958	\$ 942,100	\$ 13,953	\$ 2,210,036
Investments	185,374	64,223	244,013	3,615	572,394
Receivables:					
Accounts/contracts	-	-	54,992	-	61,111
Inventories	-	-	-	-	27,061
Total current assets	<u>901,078</u>	<u>312,181</u>	<u>1,241,105</u>	<u>17,568</u>	<u>2,870,602</u>
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	73,230
Land and Construction in Progress	-	-	-	-	212,844
Buildings, Improvements, Vehicles and Equip(net)	493,261	-	-	-	1,647,673
Total noncurrent assets	<u>493,261</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,933,747</u>
Total assets	<u>1,394,339</u>	<u>312,181</u>	<u>1,241,105</u>	<u>17,568</u>	<u>4,804,349</u>
Liabilities:					
Current liabilities:					
Accounts payable	18,214	-	-	-	71,578
Contracts/loans payable - current	41,719	-	-	-	52,257
Revenue bonds payable	-	-	-	-	40,000
Claims payable	-	-	333,698	-	333,698
Compensated absences payable	9,140	-	220	-	17,250
Total current liabilities	<u>69,073</u>	<u>-</u>	<u>333,918</u>	<u>-</u>	<u>514,783</u>
Noncurrent liabilities:					
Contracts/loans payable	-	-	-	-	22,638
Revenue bonds payable	-	-	-	-	565,000
Compensated absences payable	82,258	-	1,984	-	155,249
Total noncurrent liabilities	<u>82,258</u>	<u>-</u>	<u>1,984</u>	<u>-</u>	<u>742,887</u>
Total liabilities	<u>151,331</u>	<u>-</u>	<u>335,902</u>	<u>-</u>	<u>1,257,670</u>
NET ASSETS					
Investment in capital assets, net of related debt	451,542	-	-	-	1,180,622
Restricted for bond reserve	-	-	-	-	73,230
Unrestricted	791,466	312,181	905,203	17,568	2,292,827
Total net assets	<u>\$ 1,243,008</u>	<u>\$ 312,181</u>	<u>\$ 905,203</u>	<u>\$ 17,568</u>	<u>\$ 3,546,679</u>

**LEWIS AND CLARK COUNTY, MONTANA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2006
(Page 1 of 2)**

	BUILDING MAINTENANCE SERVICES	HEALTH CARE FACILITIES	COUNTY SHOP	FUEL REVOLVING
OPERATING REVENUES				
Charges for services	\$ 982,231	\$ 207,301	\$ 481,530	\$ 326,515
Miscellaneous	320	-	1,093	-
Total Operating Revenues	982,551	207,301	482,623	326,515
OPERATING EXPENSES				
Personal services	405,882	104,169	199,369	-
Supplies	172,499	37,399	182,137	300,624
Purchased services	370,515	39,655	63,207	-
Depreciation	33,505	22,215	3,823	7,952
Total Operating Expenses	982,401	203,438	448,536	308,576
Operating income (loss)	150	3,863	34,087	17,939
NONOPERATING REVENUES (EXPENSES)				
Interest income	-	2,953	-	-
Interest expense	-	(33,810)	-	(1,547)
Total Nonoperating Revenues (Expenses)	-	(30,857)	-	(1,547)
Income (loss) before transfers	150	(26,994)	34,087	16,392
Transfers in	53,952	71,198	7,040	-
Transfers out	-	-	(2,000)	-
Proceeds from sale of capital assets	1,687	-	-	-
Change in net assets	55,789	44,204	39,127	16,392
Total net assets, beginning	424,390	366,888	111,353	10,576
Total net assets, ending	\$ 480,179	\$ 411,092	\$ 150,480	\$ 26,968

**LEWIS AND CLARK COUNTY, MONTANA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
For the Fiscal Year Ended June 30, 2006
(Page 2 of 2)**

	INFORMATION TECHNOLOGY & SERVICES	LIABILITY INSURANCE	HEALTH INSURANCE	FLEXIBLE BENEFITS ADMINISTRATION	TOTAL
OPERATING REVENUES					
Charges for services	\$ 1,865,077	\$ 352,305	\$ 2,880,346	\$ 3,554	\$ 7,098,859
Miscellaneous	23,155	-	-	-	24,568
Total Operating Revenues	1,888,232	352,305	2,880,346	3,554	7,123,427
OPERATING EXPENSES					
Personal services	897,388	-	23,433	-	1,630,241
Supplies	446,584	365,075	-	-	1,504,318
Purchased services	318,936	-	3,178,913	-	3,971,226
Depreciation	83,967	-	-	-	151,462
Total Operating Expenses	1,746,875	365,075	3,202,346	-	7,257,247
Operating income (loss)	141,357	(12,770)	(322,000)	3,554	(133,820)
NONOPERATING REVENUES (EXPENSES)					
Interest income	20,309	6,989	48,202	-	78,453
Interest expense	(2,761)	-	-	-	(38,118)
Total Nonoperating Revenues (Expenses)	17,548	6,989	48,202	-	40,335
Income (loss) before transfers	158,905	(5,781)	(273,798)	3,554	(93,485)
Transfers in	29,654	-	918	-	162,762
Transfers out	(37,143)	-	-	-	(39,143)
Proceeds from sale of capital assets	(39,035)	-	-	-	(37,348)
Change in net assets	112,381	(5,781)	(272,880)	3,554	(7,214)
Total net assets, beginning	1,130,627	317,962	1,178,083	14,014	3,553,893
Total net assets, ending	\$ 1,243,008	\$ 312,181	\$ 905,203	\$ 17,568	\$ 3,546,679

LEWIS AND CLARK COUNTY, MONTANA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2006
(Page 1 of 2)

	BUILDING MAINTENANCE SERVICES	HEALTH CARE FACILITIES	COUNTY SHOP	FUEL REVOLVING
Cash flows from operating activities:				
Cash received from customers	\$ 982,231	\$ 207,301	\$ 483,477	\$ 324,800
Cash payments for goods and services	(534,595)	(76,456)	(244,890)	(300,710)
Cash payments for employees	(413,329)	(109,586)	(208,535)	-
Cash received from other operating revenues	320	-	1,093	-
Net cash provided by (used by) operating activities	34,627	21,259	31,145	24,090
Cash flows from noncapital financing activities:				
Transfers from other Funds	53,952	71,198	7,040	-
Transfers to other Funds	-	-	(2,000)	-
Net cash provided by (used by) noncapital financing activities	53,952	71,198	5,040	-
Cash flows from capital and related financing activities:				
Payments for capital acquisitions	-	-	(7,477)	-
Principal repayment - bonds/loans	-	(35,000)	-	(10,044)
Interest paid	-	(33,810)	-	(1,547)
Net cash provided by (used by) capital and related financing activities	1,687	(68,810)	(7,477)	(11,591)
Cash flows from investing activities:				
Receipts of interest and dividends	-	2,953	-	-
Payments for investments	(18,372)	22,718	(5,518)	(2,561)
Net cash provided by (used by) investing activities	(18,372)	25,671	(5,518)	(2,561)
Net increase (decrease) in cash and cash equivalents	71,894	49,318	23,190	9,938
Cash and cash equivalents, July 1	39,444	90,969	76,931	1,867
Cash and cash equivalents, June 30	\$ 111,338	\$ 140,287	\$ 100,121	\$ 11,805
Cash and cash equivalents, current	\$ 111,338	\$ 67,057	\$ 100,121	\$ 11,805
Cash and cash equivalents, noncurrent - restricted	-	73,230	-	-
Total Cash and cash equivalents, June 30	\$ 111,338	\$ 140,287	\$ 100,121	\$ 11,805
Reconciliation of operating income to net cash provided by operating activity:				
Operating income (loss)	\$ 150	\$ 3,863	\$ 34,087	\$ 17,939
Adjustments to reconcile operating income to net cash provided by (used by) operating activities:				
Depreciation	33,505	22,215	3,823	7,952
Change in assets and liabilities:				
(Increase) decrease taxes/accounts/other receivables	-	-	1,947	(1,715)
(Increase) decrease inventory	-	-	(3,749)	(1,194)
Increase (decrease) compensated absences	5,002	(116)	(2,686)	-
Increase (decrease) accounts payable	(4,030)	(4,703)	(2,277)	1,108
Increase (decrease) claims payable	-	-	-	-
Net cash provided by (used by) operating activities	\$ 34,627	\$ 21,259	\$ 31,145	\$ 24,090
Gain/(Loss) on Disposition of Capital Assets	1,687	-	-	-

LEWIS AND CLARK COUNTY, MONTANA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2006
(Page 2 of 2)

	INFORMATION TECHNOLOGY & SERVICES	LIABILITY INSURANCE	HEALTH INSURANCE	FLEXIBLE BENEFITS ADMINI- STRATION	TOTAL
Cash flows from operating activities:					
Cash received from customers	\$ 1,865,077	\$ 352,305	\$ 2,970,179	\$ 3,554	\$ 7,188,924
Cash payments for goods and services	(770,826)	(365,075)	(3,009,605)	-	(5,302,157)
Cash payments for employees	(923,850)	-	(24,416)	-	(1,679,716)
Cash received from other operating revenues	23,155	-	-	-	24,568
Net cash provided by (used by) operating activities	193,556	(12,770)	(63,842)	3,554	231,619
Cash flows from noncapital financing activities:					
Transfers from other Funds	29,654	-	918	-	162,762
Transfers to other Funds	(37,143)	-	-	-	(39,143)
Net cash provided by (used by) noncapital financing activities	(7,489)	-	918	-	123,619
Cash flows from capital and related financing activities:					
Payments for capital acquisitions	175	-	-	-	(7,302)
Principal repayment - bonds/loans	(41,258)	-	-	-	(86,302)
Interest paid	(2,761)	-	-	-	(38,118)
Net cash provided by (used by) capital and related financing activities	(82,879)	-	-	-	(169,070)
Cash flows from investing activities:					
Receipts of interest and dividends	20,309	6,989	48,202	-	78,453
Payments for investments	(22,316)	2,453	7,800	(676)	(16,472)
Net cash provided by (used by) investing activities	(2,007)	9,442	56,002	(676)	61,981
Net increase (decrease) in cash and cash equivalents	101,181	(3,328)	(6,922)	2,878	248,149
Cash and cash equivalents, July 1	614,523	251,286	949,022	11,075	2,035,117
Cash and cash equivalents, June 30	\$ 715,704	\$ 247,958	\$ 942,100	\$ 13,953	\$ 2,283,266
Cash and cash equivalents, current	\$ 715,704	\$ 247,958	\$ 942,100	\$ 13,953	\$ 2,210,036
Cash and cash equivalents, noncurrent - restricted	-	-	-	-	73,230
Cash and cash equivalents, June 30	\$ 715,704	\$ 247,958	\$ 942,100	\$ 13,953	\$ 2,283,266
Reconciliation of operating income to net cash provided by operating activity:					
Operating income (loss)	\$ 141,357	\$ (12,770)	\$ (322,000)	\$ 3,554	\$ (133,820)
Adjustments to reconcile operating income to net cash provided by (used by) operating activities:					
Depreciation	83,967	-	-	-	151,462
Change in assets and liabilities:					
(Increase) decrease taxes/accounts/other receivables	-	-	89,833	-	90,065
(Increase) decrease inventory	-	-	-	-	(4,943)
Increase (decrease) compensated absences	5,774	-	318	-	8,292
Increase (decrease) accounts payable	(37,542)	-	(1,301)	-	(48,745)
Increase (decrease) claims payable	-	-	169,308	-	169,308
Net cash provided by (used by) operating activities	\$ 193,556	\$ (12,770)	\$ (63,842)	\$ 3,554	\$ 231,619
Gain/(Loss) on Disposition of Capital Assets	-	-	-	-	1,687



LEWIS AND CLARK COUNTY, MONTANA

FIDUCIARY FUNDS – INVESTMENT TRUST FUNDS

External Portion – Investment Pool - Used to account for all cash and investments held in the County's investment pool for legally separate entities.

Individual Investment Funds - Used to account for all cash and investments held by the County and separately invested for legally separate entities. These funds consist of the following:

City/County Building Investment Fund
Helena School District No. 1 Bond Accounts
East Helena School District No. 9 Bond Account
Montana School Workers' Compensation Program

**LEWIS AND CLARK COUNTY, MONTANA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS - INVESTMENT TRUST FUNDS
FIDUCIARY FUNDS
June 30, 2006**

	EXTERNAL PORTION INVESTMENT POOL	INDIVIDUAL INVESTMENT FUNDS	TOTAL INVESTMENT TRUST FUNDS
ASSETS			
Cash and cash equivalents	\$ 19,973,585	\$ 3,071,254	\$ 23,044,839
Investments	5,173,342	-	5,173,342
Total assets	25,146,927	3,071,254	28,218,181
NET ASSETS			
Held in trust for:			
External investment pool participants	25,146,927	-	25,146,927
Individual investment accounts	-	3,071,254	3,071,254
Total net assets	\$ 25,146,927	\$ 3,071,254	\$ 28,218,181

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - INVESTMENT TRUST FUNDS
 FIDUCIARY FUNDS
 For the Fiscal Year Ended June 30, 2006**

	EXTERNAL PORTION INVESTMENT POOL	INDIVIDUAL INVESTMENT FUNDS	TOTAL INVESTMENT TRUST FUNDS
ADDITIONS			
Contributions to pooled investments	\$ 87,066,195	\$ 1,600,178	\$ 88,666,373
Interest and investment income	746,203	96,135	842,338
Total additions	87,812,398	1,696,313	89,508,711
DEDUCTIONS			
Distribution from pooled investments	82,020,045	3,917,700	85,937,745
Administrative expenses	22,407	-	22,407
Total deductions	82,042,452	3,917,700	85,960,152
Change in net assets held in trust for: Pool participants	5,769,946	(2,221,387)	3,548,559
Net assets held in trust, beginning of year	19,376,981	5,292,641	24,669,622
Net assets held in trust, end of year	\$ 25,146,927	\$ 3,071,254	\$ 28,218,181



LEWIS AND CLARK COUNTY, MONTANA

FIDUCIARY ASSETS – AGENCY FUNDS

Fiduciary Assets - Agency Funds are funds, which account for assets held by the County in a trustee capacity or as an agent for an individual, private organization, other governmental unit and/or fund.

Agency Funds - Used to account for cash collected for other governments, funds or agencies that is distributed within a short period of time. The following is a detailed list of these funds:

Specific

Special Mobile Units - Holding
Fairgrounds Users Foundation
Payroll Fund
Refund Revolving
AT&T Advance Holding
Sheriff's Commissary
Sheriff's Volunteer Fire Department
County Crime Prevention Program
Sheriff's Civil Trust
Solid Waste Task Force
Tax Deed Land
Cooney Patient Trust

Entitlement Levy
Tax Review
Mobile Home/Partial Pay Holding
Protested Tax
Estate Administrator
Redemption
Clerk of District Court
Investment Earnings
Restitution
Fairgrounds Security Deposits
MACO Medical Flex Plan

Special Districts

Augusta Fire
Eastgate Fire District
Baxendale Fire
East Helena Valley Fire
Birdseye Fire
Wolf Creek/Craig Fire
York Fire
Canyon Creek Fire
Dearborn Fire Service Area
Westside Fire
Lincoln Fire

West Helena Valley Fire
Marysville Fire District
Augusta Rural Fire
Montana City Fire District
Tri-Lakes Fire Service Area
Helena Valley Irrigation
Helena Valley Irrigation Contract
Augusta Cemetery
Soil Conservation District
LaCasa Grande Water District
Augusta Water/Sewer District

Cities

City of Helena
City of East Helena

LEWIS AND CLARK COUNTY, MONTANA

FIDUCIARY ASSETS – AGENCY FUNDS

State

Custom Vehicle/St. Rod Sngl Plt Fee
 Lien Recording Fee
 Original Title and Transfers
 Duplicate Title/Plate Fee
 Personalized Plate Fee
 Vintage Plate Fee
 Vehicle I.D. Number
 Temporary Registration Fee
 Snowmobile Registration Fee
 MHP Salary & Retention Fee
 New Number Plate Fee
 Military Affair Cemetery Fee
 Lewis and Clark License Plate
 Generic Specialty Plate Admin Fee
 Single Movement Permit Fee
 Filt, Large Trucks and Trailers
 Filt, Motor Home, Trailer
 Filt, Light Vehicle, Motorcycle
 Filt, Boats, Snowmobiles
 Fertilizer Spreader Demo
 GVW Fee
 Boat Registration Fee
 Generic Specialty Plate Fee
 Motor Vehicle State Parks Opt. Fee
 Collector Plate Inspection Fee
 Collector Plate Application Fee
 Vin Inspection Fee
 MV Computer System Fee
 Collegiate Plate Fee

Motorcycle Endorsement Fee
 Off Highway Vehicle Decal Fee
 Late Registration Fee
 Medical Foreign Decal
 Disabled Veteran Reg Fee
 Organ Donor Awareness
 Traumatic Brain Injury Ed Donation
 Admin Fee Spec Motorcycle Plate
 Fines-Board of Outfitters
 JP Fines and Forfeiture
 Driver License Reinstate Fee
 Wildlife Restitution
 Court Surcharge
 Clerk of Court Special Fee
 Petition for Adoption
 Commencement Action/Proc.
 Dissolution of Marriage Fee
 Petition for Legal Separation
 District Court Fines
 Law Enforcement Academy Surcharge
 Marriage License
 Parole Supervisory Fee
 Livestock (Per Capita) Assessments
 University Millage
 State Equalization Aid
 Vo-Tech Millage
 Forest Fire Protection
 Abandoned Property

Schools

Helena Elem. School District #1
 Helena High School District #1
 Canyon Creek School District #4
 Prickly Pear Cooperative
 East Helena School District #9
 Wolf Creek School District #13
 Craig School District #25
 Auchard Creek School District #27

Lincoln School District #38
 Augusta Elem. School District #45
 Augusta High School District #45
 County-wide Elementary
 County-wide High School
 County-wide Transportation
 County-wide Elementary Retirement
 County-wide High Retirement

LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS
 FIDUCIARY FUNDS
 June 30, 2006
 (Page 1 of 6)

	SPEC MOBILE-UNITS HOLDING	FAIRGROUNDS USERS FOUNDATION	PAYROLL	REFUND REVOLVING	AT & T ADVANCE HOLDING
ASSETS					
Cash and cash equivalents	\$ -	\$ 36,692	\$ 329,935	\$ -	\$ 781
Investments	-	9,503	85,457	-	202
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
Total assets	\$ -	\$ 46,195	\$ 415,392	\$ -	\$ 983
Liabilities:					
Accounts payable	\$ -	\$ 46,195	\$ -	\$ -	\$ 983
Intergovernmental payable	-	-	415,392	-	-
Total liabilities	\$ -	\$ 46,195	\$ 415,392	\$ -	\$ 983

LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS
 FIDUCIARY FUNDS
 June 30, 2006
 (Page 2 of 6)

	SHERIFF'S COMMISSARY	SHERIFF'S VOLUNTEER FIRE DEPARTMENT	COUNTY CRIME PREVENTION PROGRAM	SHERIFF CIVIL TRUST	SOLID WASTE TASK FORCE
ASSETS					
Cash and cash equivalents	\$ 5,796	\$ 1,905	\$ 573	\$ 31,990	\$ 1,359
Investments	1,501	493	149	8,286	352
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
Total assets	\$ 7,297	\$ 2,398	\$ 722	\$ 40,276	\$ 1,711
Liabilities:					
Accounts payable	\$ 7,297	\$ 2,398	\$ 722	\$ 40,276	\$ 1,711
Intergovernmental payable	-	-	-	-	-
Total liabilities	\$ 7,297	\$ 2,398	\$ 722	\$ 40,276	\$ 1,711

LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS
 FIDUCIARY FUNDS
 June 30, 2006
 (Page 3 of 6)

	TAX DEED LAND	COONEY PATIENT TRUST	ENTITLEMENT LEVY	TAX REVIEW	MOBILE HOME PARTIAL PAYMENT HOLDING
ASSETS					
Cash and cash equivalents	\$ -	\$ 3,771	\$ -	\$ 40,074	\$ -
Investments	-	977	-	10,379	-
Receivables:					
Taxes/assessments	-	-	214,063	-	-
Land held for resale	11,023	-	-	-	-
Total assets	\$ 11,023	\$ 4,748	\$ 214,063	\$ 50,453	\$ -
Liabilities:					
Accounts payable	\$ 11,023	\$ 4,748	\$ -	\$ 50,453	\$ -
Intergovernmental payable	-	-	214,063	-	-
Total liabilities	\$ 11,023	\$ 4,748	\$ 214,063	\$ 50,453	\$ -

LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS
 FIDUCIARY FUNDS
 June 30, 2006
 (Page 4 of 6)

	<u>PROTESTED TAX</u>	<u>ESTATE ADMINISTRATOR</u>	<u>REDEMPTIONS</u>	<u>CLERK OF DISTRICT COURT</u>	<u>INVESTMENT EARNINGS</u>
ASSETS					
Cash and cash equivalents	\$ 3,369,249	\$ 62,986	\$ 22,345	\$ 79,772	\$ -
Investments	872,669	16,314	5,788	20,662	-
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
Total assets	<u>\$ 4,241,918</u>	<u>\$ 79,300</u>	<u>\$ 28,133</u>	<u>\$ 100,434</u>	<u>\$ -</u>
Liabilities:					
Accounts payable	\$ 4,241,918	\$ 79,300	\$ 28,133	\$ 100,434	\$ -
Intergovernmental payable	-	-	-	-	-
Total liabilities	<u>\$ 4,241,918</u>	<u>\$ 79,300</u>	<u>\$ 28,133</u>	<u>\$ 100,434</u>	<u>\$ -</u>

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS
 FIDUCIARY FUNDS
 June 30, 2006
 (Page 5 of 6)**

	<u>RESTITUTION</u>	<u>FAIRGROUNDS SECURITY DEPOSITS</u>	<u>SPECIAL DISTRICTS</u>	<u>SCHOOLS</u>	<u>CITIES</u>
ASSETS					
Cash and cash equivalents	\$ 52,950	\$ 6,366	\$ 11,039	\$ -	\$ 210,927
Investments	13,714	1,650	2,860	-	54,632
Receivables:					
Taxes/assessments	-	-	170,939	3,454,381	622,604
Land held for resale	-	-	-	-	-
Total assets	<u>\$ 66,664</u>	<u>\$ 8,016</u>	<u>\$ 184,838</u>	<u>\$ 3,454,381</u>	<u>\$ 888,163</u>
Liabilities:					
Accounts payable	\$ 66,664	\$ 8,016	\$ -	\$ -	\$ -
Intergovernmental payable	-	-	184,838	3,454,381	888,163
Total liabilities	<u>\$ 66,664</u>	<u>\$ 8,016</u>	<u>\$ 184,838</u>	<u>\$ 3,454,381</u>	<u>\$ 888,163</u>

**LEWIS AND CLARK COUNTY, MONTANA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS
 FIDUCIARY FUNDS
 June 30, 2006
 (Page 6 of 6)**

	<u>MACO MEDICAL FLEX PLAN</u>	<u>STATE</u>	<u>TOTAL AGENCY FUNDS</u>
ASSETS			
Cash and cash equivalents	\$ 809	\$ 480,166	\$ 4,749,485
Investments	209	124,367	1,230,164
Receivables:			
Taxes/assessments	-	474,302	4,936,289
Land held for resale	-	-	11,023
Total assets	<u>\$ 1,018</u>	<u>\$ 1,078,835</u>	<u>\$ 10,926,961</u>
Liabilities:			
Accounts payable	\$ 1,018	\$ -	\$ 4,691,289
Intergovernmental payable	-	1,078,835	6,235,672
Total liabilities	<u>\$ 1,018</u>	<u>\$ 1,078,835</u>	<u>\$ 10,926,961</u>

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 1 of 7)**

	<u>BALANCE</u> <u>July 1, 2005</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2006</u>
SPECIAL MOBILE UNITS - HOLDING				
ASSETS				
Cash and investments	\$ -	\$ 164,633	\$ 164,633	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ -	\$ 164,633	\$ 164,633	\$ -
LIABILITIES				
Accounts payable	\$ -	\$ 164,633	\$ 164,633	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	\$ -	\$ 164,633	\$ 164,633	\$ -
FAIRGROUNDS USERS FOUNDATION				
ASSETS				
Cash and investments	\$ 42,202	\$ 13,391	\$ 9,398	\$ 46,195
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ 42,202	\$ 13,391	\$ 9,398	\$ 46,195
LIABILITIES				
Accounts payable	\$ 42,202	\$ 13,391	\$ 9,398	\$ 46,195
Due to other governmental units	-	-	-	-
Total Liabilities	\$ 42,202	\$ 13,391	\$ 9,398	\$ 46,195
PAYROLL				
ASSETS				
Cash and investments	\$ 134,556	\$ 7,369,093	\$ 7,088,257	\$ 415,392
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ 134,556	\$ 7,369,093	\$ 7,088,257	\$ 415,392
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	134,556	7,369,093	7,088,257	415,392
Total Liabilities	\$ 134,556	\$ 7,369,093	\$ 7,088,257	\$ 415,392
REFUND REVOLVING				
ASSETS				
Cash and investments	\$ -	\$ 469,574	\$ 469,574	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ -	\$ 469,574	\$ 469,574	\$ -
LIABILITIES				
Accounts payable	\$ -	\$ 469,574	\$ 469,574	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	\$ -	\$ 469,574	\$ 469,574	\$ -

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 2 of 7)**

	<u>BALANCE</u> July 1, 2005	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> June 30, 2006
AT & T ADVANCE HOLDING				
ASSETS				
Cash and investments	\$ 983	\$ -	\$ -	\$ 983
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 983</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 983</u>
LIABILITIES				
Accounts payable	\$ 983	\$ -	\$ -	\$ 983
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 983</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 983</u>
SHERIFF'S COMMISSARY				
ASSETS				
Cash and investments	\$ 4,204	\$ 207,736	\$ 204,643	\$ 7,297
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 4,204</u>	<u>\$ 207,736</u>	<u>\$ 204,643</u>	<u>\$ 7,297</u>
LIABILITIES				
Accounts payable	\$ 4,204	\$ 207,736	\$ 204,643	\$ 7,297
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 4,204</u>	<u>\$ 207,736</u>	<u>\$ 204,643</u>	<u>\$ 7,297</u>
SHERIFF'S VOLUNTEER FIRE DEPARTMENT				
ASSETS				
Cash and investments	\$ 2,398	\$ -	\$ -	\$ 2,398
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 2,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,398</u>
LIABILITIES				
Accounts payable	\$ 2,398	\$ -	\$ -	\$ 2,398
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 2,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,398</u>
COUNTY CRIME PREVENTION PROGRAM				
ASSETS				
Cash and investments	\$ 722	\$ -	\$ -	\$ 722
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 722</u>
LIABILITIES				
Accounts payable	\$ 722	\$ -	\$ -	\$ 722
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 722</u>

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 3 of 7)**

	<u>BALANCE</u> July 1, 2005	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> June 30, 2006
SHERIFF'S CIVIL TRUST				
ASSETS				
Cash and investments	\$ 32,883	\$ 265,301	\$ 257,908	\$ 40,276
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 32,883</u>	<u>\$ 265,301</u>	<u>\$ 257,908</u>	<u>\$ 40,276</u>
LIABILITIES				
Accounts payable	\$ 32,883	\$ 265,301	\$ 257,908	\$ 40,276
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 32,883</u>	<u>\$ 265,301</u>	<u>\$ 257,908</u>	<u>\$ 40,276</u>
SOLID WASTE TASK FORCE				
ASSETS				
Cash and investments	\$ 1,711	\$ -	\$ -	\$ 1,711
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 1,711</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,711</u>
LIABILITIES				
Accounts payable	\$ 1,711	\$ -	\$ -	\$ 1,711
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 1,711</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,711</u>
TAX DEED LAND				
ASSETS				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	7,434	3,589	-	11,023
Total Assets	<u>\$ 7,434</u>	<u>\$ 3,589</u>	<u>\$ -</u>	<u>\$ 11,023</u>
LIABILITIES				
Accounts payable	\$ 7,434	\$ 3,589	\$ -	\$ 11,023
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 7,434</u>	<u>\$ 3,589</u>	<u>\$ -</u>	<u>\$ 11,023</u>
COONEY PATIENT TRUST				
ASSETS				
Cash and investments	\$ 5,034	\$ 8,104	\$ 8,390	\$ 4,748
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 5,034</u>	<u>\$ 8,104</u>	<u>\$ 8,390</u>	<u>\$ 4,748</u>
LIABILITIES				
Accounts payable	\$ 5,034	\$ 8,104	\$ 8,390	\$ 4,748
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 5,034</u>	<u>\$ 8,104</u>	<u>\$ 8,390</u>	<u>\$ 4,748</u>

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 4 of 7)**

	<u>BALANCE</u> <u>July 1, 2005</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>June 30, 2006</u>
ENTITLEMENT LEVY				
ASSETS				
Cash and investments	\$ -	\$ 2,846,971	\$ 2,846,971	\$ -
Receivables	134,124	1,528,976	1,449,037	214,063
Land acquired by tax deed	-	-	-	-
Total Assets	\$ 134,124	\$ 4,375,947	\$ 4,296,008	\$ 214,063
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	134,124	4,375,947	4,296,008	214,063
Total Liabilities	\$ 134,124	\$ 4,375,947	\$ 4,296,008	\$ 214,063
TAX REVIEW				
ASSETS				
Cash and investments	\$ 33,838	\$ 18,751	\$ 2,136	\$ 50,453
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ 33,838	\$ 18,751	\$ 2,136	\$ 50,453
LIABILITIES				
Accounts payable	\$ 33,838	\$ 18,751	\$ 2,136	\$ 50,453
Due to other governmental units	-	-	-	-
Total Liabilities	\$ 33,838	\$ 18,751	\$ 2,136	\$ 50,453
MOBILE HOME/PARTIAL PAY HOLDING				
ASSETS				
Cash and investments	\$ -	\$ 26,397	\$ 26,397	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ -	\$ 26,397	\$ 26,397	\$ -
LIABILITIES				
Accounts payable	\$ -	\$ 26,397	\$ 26,397	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	\$ -	\$ 26,397	\$ 26,397	\$ -
PROTESTED TAX				
ASSETS				
Cash and investments	\$ 1,973,125	\$ 3,253,227	\$ 984,434	\$ 4,241,918
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	\$ 1,973,125	\$ 3,253,227	\$ 984,434	\$ 4,241,918
LIABILITIES				
Accounts payable	\$ 1,973,125	\$ 3,253,227	\$ 984,434	\$ 4,241,918
Due to other governmental units	-	-	-	-
Total Liabilities	\$ 1,973,125	\$ 3,253,227	\$ 984,434	\$ 4,241,918

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 5 of 7)**

	<u>BALANCE</u> July 1, 2005	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> June 30, 2006
ESTATE ADMINISTRATION				
ASSETS				
Cash and investments	\$ 60,818	\$ 43,395	\$ 24,913	\$ 79,300
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 60,818</u>	<u>\$ 43,395</u>	<u>\$ 24,913</u>	<u>\$ 79,300</u>
LIABILITIES				
Accounts payable	\$ 60,818	\$ 43,395	\$ 24,913	\$ 79,300
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 60,818</u>	<u>\$ 43,395</u>	<u>\$ 24,913</u>	<u>\$ 79,300</u>
REDEMPTIONS				
ASSETS				
Cash and investments	\$ 8,136	\$ 465,557	\$ 445,560	\$ 28,133
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 8,136</u>	<u>\$ 465,557</u>	<u>\$ 445,560</u>	<u>\$ 28,133</u>
LIABILITIES				
Accounts payable	\$ 8,136	\$ 465,557	\$ 445,560	\$ 28,133
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 8,136</u>	<u>\$ 465,557</u>	<u>\$ 445,560</u>	<u>\$ 28,133</u>
CLERK OF DISTRICT COURT				
ASSETS				
Cash and investments	\$ 49,629	\$ 1,057,023	\$ 1,006,218	\$ 100,434
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 49,629</u>	<u>\$ 1,057,023</u>	<u>\$ 1,006,218</u>	<u>\$ 100,434</u>
LIABILITIES				
Accounts payable	\$ 49,629	\$ 1,057,023	\$ 1,006,218	\$ 100,434
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 49,629</u>	<u>\$ 1,057,023</u>	<u>\$ 1,006,218</u>	<u>\$ 100,434</u>
INVESTMENT EARNINGS				
ASSETS				
Cash and investments	\$ -	\$ 1,849,256	\$ 1,849,256	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 1,849,256</u>	<u>\$ 1,849,256</u>	<u>\$ -</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	-	1,849,256	1,849,256	-
Total Liabilities	<u>\$ -</u>	<u>\$ 1,849,256</u>	<u>\$ 1,849,256</u>	<u>\$ -</u>

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 6 of 7)**

	<u>BALANCE</u> July 1, 2005	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> June 30, 2006
RESTITUTION				
ASSETS				
Cash and investments	\$ 51,881	\$ 196,349	\$ 181,566	\$ 66,664
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 51,881</u>	<u>\$ 196,349</u>	<u>\$ 181,566</u>	<u>\$ 66,664</u>
LIABILITIES				
Accounts payable	\$ 51,881	\$ 196,349	\$ 181,566	\$ 66,664
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 51,881</u>	<u>\$ 196,349</u>	<u>\$ 181,566</u>	<u>\$ 66,664</u>
FAIRGROUNDS SECURITY DEPOSITS				
ASSETS				
Cash and investments	\$ 7,111	\$ 24,692	\$ 23,787	\$ 8,016
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 7,111</u>	<u>\$ 24,692</u>	<u>\$ 23,787</u>	<u>\$ 8,016</u>
LIABILITIES				
Accounts payable	\$ 7,111	\$ 24,692	\$ 23,787	\$ 8,016
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 7,111</u>	<u>\$ 24,692</u>	<u>\$ 23,787</u>	<u>\$ 8,016</u>
SPECIAL DISTRICTS				
ASSETS				
Cash and investments	\$ 9,009	\$ 104,339	\$ 99,449	\$ 13,899
Receivables	121,384	1,609,395	1,559,840	170,939
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 130,393</u>	<u>\$ 1,713,734</u>	<u>\$ 1,659,289</u>	<u>\$ 184,838</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	130,393	1,713,734	1,659,289	184,838
Total Liabilities	<u>\$ 130,393</u>	<u>\$ 1,713,734</u>	<u>\$ 1,659,289</u>	<u>\$ 184,838</u>
SCHOOL FUNDS				
ASSETS				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables	2,139,753	29,036,502	27,721,874	3,454,381
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 2,139,753</u>	<u>\$ 29,036,502</u>	<u>\$ 27,721,874</u>	<u>\$ 3,454,381</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	2,139,753	29,036,502	27,721,874	3,454,381
Total Liabilities	<u>\$ 2,139,753</u>	<u>\$ 29,036,502</u>	<u>\$ 27,721,874</u>	<u>\$ 3,454,381</u>

**LEWIS AND CLARK COUNTY, MONTANA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2006
(Page 7 of 7)**

	<u>BALANCE</u> July 1, 2005	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> June 30, 2006
CITY FUNDS				
ASSETS				
Cash and investments	\$ 265,878	\$ 11,810,952	\$ 11,811,271	\$ 265,559
Receivables	382,954	11,498,892	11,259,242	622,604
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 648,832</u>	<u>\$ 23,309,844</u>	<u>\$ 23,070,513</u>	<u>\$ 888,163</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	648,832	23,309,844	23,070,513	888,163
Total Liabilities	<u>\$ 648,832</u>	<u>\$ 23,309,844</u>	<u>\$ 23,070,513</u>	<u>\$ 888,163</u>
MACO MEDICAL FLEX PLAN				
ASSETS				
Cash and investments	\$ 1,141	\$ 8,735	\$ 8,858	\$ 1,018
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 1,141</u>	<u>\$ 8,735</u>	<u>\$ 8,858</u>	<u>\$ 1,018</u>
LIABILITIES				
Accounts payable	\$ 1,141	\$ 8,735	\$ 8,858	\$ 1,018
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 1,141</u>	<u>\$ 8,735</u>	<u>\$ 8,858</u>	<u>\$ 1,018</u>
STATE FUNDS				
ASSETS				
Cash and investments	\$ 572,204	\$ 18,450,704	\$ 18,418,375	\$ 604,533
Receivables	418,051	10,123,022	10,066,771	474,302
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 990,255</u>	<u>\$ 28,573,726</u>	<u>\$ 28,485,146</u>	<u>\$ 1,078,835</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	990,255	28,573,726	28,485,146	1,078,835
Total Liabilities	<u>\$ 990,255</u>	<u>\$ 28,573,726</u>	<u>\$ 28,485,146</u>	<u>\$ 1,078,835</u>
TOTALS - ALL AGENCY FUNDS				
ASSETS				
Cash and investments	\$ 3,257,463	\$ 48,019,973	\$ 45,297,787	\$ 5,979,649
Receivables	3,196,266	54,266,361	52,526,338	4,936,289
Land acquired by tax deed	7,434	3,589	-	11,023
Total Assets	<u>\$ 6,461,163</u>	<u>\$ 102,289,923</u>	<u>\$ 97,824,125</u>	<u>\$ 10,926,961</u>
LIABILITIES				
Accounts payable	\$ 2,283,250	\$ 5,592,247	\$ 3,184,208	\$ 4,691,289
Due to other governmental units	4,177,913	96,697,676	94,639,917	6,235,672
Total Liabilities	<u>\$ 6,461,163</u>	<u>\$ 102,289,923</u>	<u>\$ 97,824,125</u>	<u>\$ 10,926,961</u>



CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS

**LEWIS AND CLARK COUNTY, MONTANA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUND
COMPARATIVE SCHEDULE BY SOURCE (1)
June 30, 2006 and 2005**

	2006	2005
Governmental Funds Capital Assets:		
Land	\$ 845,963	\$ 845,963
Buildings	14,884,406	14,884,406
Improvements other than buildings	1,488,378	1,488,378
Machinery and equipment	9,417,992	8,217,229
Infrastructure	1,568,486	461,917
Total Governmental Funds Capital Assets	\$ 28,205,225	\$ 25,897,893
 Investment in Governmental Funds Capital Assets by Source:		
General fund	\$ 9,556,065	\$ 9,537,509
Special revenue funds	12,957,246	12,851,698
Capital projects funds	5,691,914	3,508,686
Total Governmental Funds Capital Assets	\$ 28,205,225	\$ 25,897,893

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

LEWIS AND CLARK COUNTY, MONTANA
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION AND ACTIVITY (1)
 June 30, 2006

FUNCTION AND ACTIVITY	LAND	BUILDINGS	IMPROVEMENTS OTHER THAN BUILDINGS	INFRASTRUCTURE	MACHINERY AND EQUIPMENT	TOTAL
GENERAL GOVERNMENT						
Legislative services	\$ -	\$ -	\$ -	\$ -	\$ 34,953	\$ 34,953
Judicial services	-	172,263	-	-	46,240	218,503
Administrative services	823,098	7,294,357	548,124	-	158,965	8,824,544
Financial services	-	-	-	-	208,394	208,394
Election services	-	-	-	-	238,625	238,625
Planning services	-	-	-	-	36,500	36,500
Records administration	-	-	-	-	251,156	251,156
Legal services	-	801,370	-	-	21,226	822,596
Total General Government	823,098	8,267,990	548,124	-	996,059	10,635,271
PUBLIC SAFETY						
Law enforcement services	-	453,492	-	-	3,153,435	3,606,927
Detention and correction services	-	3,589,561	-	-	-	3,589,561
Civil defense	22,865	-	-	-	102,681	125,546
Total Public Safety	22,865	4,043,053	-	-	3,256,116	7,322,034
PUBLIC WORKS						
Public work administration	-	32,757	-	-	25,138	57,895
Road and street services	-	40,675	291,154	1,568,485	4,524,905	6,425,219
Cemetery services	-	88,304	624,484	-	110,196	822,984
Facilities administration	-	241,932	-	-	31,863	273,795
Weed spraying services	-	45,983	-	-	211,785	257,768
Total Public Works	-	449,651	915,638	1,568,485	4,903,887	7,837,661
PUBLIC HEALTH						
Public health services	-	-	-	-	218,743	218,743
Animal control services	-	-	-	-	18,971	18,971
Total Public Health	-	-	-	-	237,714	237,714
CULTURE AND RECREATION						
Park and recreations services	-	-	24,616	-	10,375	34,991
Library services	-	2,123,712	-	-	-	2,123,712
Total Culture and Recreation	-	2,123,712	24,616	-	10,375	2,158,703
SOCIAL AND ECONOMICS						
County extension	-	-	-	-	13,842	13,842
Total Social and Economics	-	-	-	-	13,842	13,842
Total Governmental Funds Capital Assets	\$ 845,963	\$ 14,884,406	\$ 1,488,378	\$ 1,568,485	\$ 9,417,993	\$ 28,205,225

**LEWIS AND CLARK COUNTY, MONTANA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY (1)
For the Fiscal Year Ended June 30, 2006**

FUNCTION AND ACTIVITY	GOVERNMENTAL FUNDS CAPITAL ASSETS JULY 1, 2005	ADDITIONS	DEDUCTIONS	GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2006
GENERAL GOVERNMENT				
Legislative services	\$ -	\$ 34,953	\$ -	\$ 34,953
Judicial services	204,415	14,088	-	218,503
Administrative services	8,824,544	-	-	8,824,544
Financial services	200,394	8,000	-	208,394
Election services	111,939	126,686	-	238,625
Planning services	17,000	19,500	-	36,500
Records administration	251,156	-	-	251,156
Legal services	822,596	-	-	822,596
Total General Government	10,432,044	203,227	-	10,635,271
PUBLIC SAFETY				
Law enforcement services	2,858,272	748,655	-	3,606,927
Detention and correction services	3,589,561	-	-	3,589,561
Fire services	-	43,683	-	43,683
Civil defense	81,863	-	-	81,863
Total Public Safety	6,529,696	792,338	-	7,322,034
PUBLIC WORKS				
Public work administration	51,694	6,201	-	57,895
Road and street services	5,200,904	1,224,315	-	6,425,219
Cemetery services	811,654	11,330	-	822,984
Facilities administration	273,795	-	-	273,795
Weed spraying services	214,768	43,000	-	257,768
Total Public Works	6,552,815	1,284,846	-	7,837,661
PUBLIC HEALTH				
Public health services	191,822	26,921	-	218,743
Animal control service	18,971	-	-	18,971
Total Public Health	210,793	26,921	-	237,714
CULTURE AND RECREATION				
Park and recreations services	34,991	-	-	34,991
Library services	2,123,712	-	-	2,123,712
Total Culture and Recreation	2,158,703	-	-	2,158,703
SOCIAL AND ECONOMICS				
County extension	13,842	-	-	13,842
Total Social and Economics	13,842	-	-	13,842
Total Governmental Funds Capital Assets	\$ 25,897,893	\$ 2,307,332	\$ -	\$ 28,205,225

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are inc

STATISTICAL SECTION

This part of the Lewis and Clark County’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 government’s overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.</i>	172
Revenue Capacity <i>These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.</i>	177
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.</i>	181
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand how the information in the government’s financial activities take place.</i>	186
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report related to the services the government provides and the activities it performs.</i>	188

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years. The county implemented GASB 34 in fiscal year 2002, therefore schedules presenting government-wide information include information beginning with fiscal year 2002.

**LEWIS AND CLARK COUNTY, MONTANA
NET ASSETS BY COMPONENT
Last Five Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)**

	Fiscal Year				
	2002	2003	2004	2005	2006
Governmental activities					
Investment in capital assets, net of related debt	\$ 11,218	\$ 10,686	\$ 11,657	\$ 19,059	\$ 16,052
Restricted	6,815	459	460	483	476
Unrestricted	2,790	10,503	11,432	12,108	16,583
Total governmental activities net assets	<u><u>\$ 20,823</u></u>	<u><u>\$ 21,648</u></u>	<u><u>\$ 23,549</u></u>	<u><u>\$ 31,650</u></u>	<u><u>\$ 33,111</u></u>
Business-type activities					
Investment in capital assets, net of related debt	\$ 2,084	\$ 2,303	\$ 2,255	\$ 2,837	\$ 3,681
Restricted	792	789	799	518	500
Unrestricted	501	601	1,420	2,264	2,589
Total business-type activities net assets	<u><u>\$ 3,377</u></u>	<u><u>\$ 3,693</u></u>	<u><u>\$ 4,474</u></u>	<u><u>\$ 5,619</u></u>	<u><u>\$ 6,770</u></u>
Primary government					
Investment in capital assets, net of related debt	\$ 13,302	\$ 12,989	\$ 13,912	\$ 21,896	\$ 19,733
Restricted	7,607	1,248	1,259	1,001	976
Unrestricted	3,291	11,104	12,852	14,372	19,172
Total primary government net assets	<u><u>\$ 24,200</u></u>	<u><u>\$ 25,341</u></u>	<u><u>\$ 28,023</u></u>	<u><u>\$ 37,269</u></u>	<u><u>\$ 39,881</u></u>

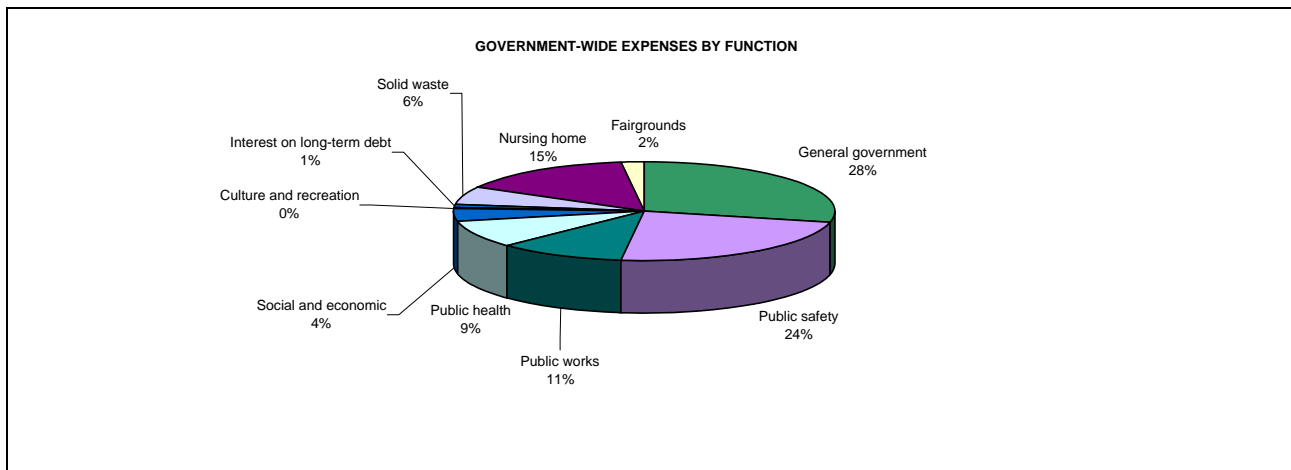
LEWIS AND CLARK COUNTY, MONTANA
CHANGE IN NET ASSETS
Last Five Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year				
	2002	2003	2004	2005	2006
Expenses					
Governmental activities:					
General government	\$ 5,898	\$ 5,585	\$ 6,376	\$ 6,521	\$ 9,605
Public safety	6,251	6,984	7,024	6,999	7,920
Public works	3,116	3,614	3,556	3,345	3,603
Public health	2,849	3,132	2,737	2,841	2,972
Social and economic	564	860	1,141	1,020	1,427
Culture and recreation	209	107	139	169	96
Interest on long-term debt	175	197	151	141	370
Total governmental activities expenses	<u>19,062</u>	<u>20,479</u>	<u>21,124</u>	<u>21,036</u>	<u>25,993</u>
Business-type activities:					
Solid waste	1,828	1,919	1,840	1,889	1,948
Nursing home	4,326	4,510	4,753	4,981	5,098
Fairgrounds	-	109	427 ¹	545	643
Total business-type activities expenses	<u>6,154</u>	<u>6,538</u>	<u>7,020</u>	<u>7,415</u>	<u>7,689</u>
Total primary government expenses	<u>\$ 25,216</u>	<u>\$ 27,017</u>	<u>\$ 28,144</u>	<u>\$ 28,451</u>	<u>\$ 33,682</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 1,276	\$ 1,230	\$ 1,293	\$ 1,233	\$ 1,458
Public safety	729	543	675	766	800
Public works	117	127	71	124	108
Public health	478	441	642	636	791
Social and economic	-	12	-	-	-
Operating grants and contributions	2,968	3,097	2,073	2,780	2,726
Capital grants and contributions	713	864	1,241	6,192	1,126
Total governmental activities program revenues	<u>6,281</u>	<u>6,314</u>	<u>5,995</u>	<u>11,731</u>	<u>7,009</u>
Business-type activities:					
Charges for services:					
Solid waste	2,152	1,982	2,349	2,065	2,044
Nursing home	3,900	4,222	4,657	4,613	4,989
Fairgrounds	-	66	387 ¹	395	387
Capital grants and contributions	-	84	-	-	-
Total business-type activities program revenues	<u>6,052</u>	<u>6,354</u>	<u>7,393</u>	<u>7,073</u>	<u>7,420</u>
Total primary government program revenues	<u>\$ 12,333</u>	<u>\$ 12,668</u>	<u>\$ 13,388</u>	<u>\$ 18,804</u>	<u>\$ 14,429</u>
Net (expense) revenue					
Governmental activities	\$ (12,781)	\$ (14,165)	\$ (15,129)	\$ (9,305)	\$ (18,984)
Business-type activities	(102)	(184)	373	(342)	(269)
Total primary government expenses	<u>\$ (12,883)</u>	<u>\$ (14,349)</u>	<u>\$ (14,756)</u>	<u>\$ (9,647)</u>	<u>\$ (19,253)</u>

LEWIS AND CLARK COUNTY, MONTANA
 CHANGE IN NET ASSETS (Continued)
 Last Five Fiscal Years
 (accrual basis of accounting)
 (amounts expressed in thousands)

	Fiscal Year				
	2002	2003	2004	2005	2006
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	\$ 12,246	\$ 10,705	\$ 11,052	\$ 11,878	\$ 14,388
Local option tax	-	1,577	1,682	1,727	1,835
Other taxes	-	74	82	191	27
Unrestricted grants and contributions	2,690	2,449	3,510	3,214	3,409
Investment earnings	398	336	219	331	573
Miscellaneous	489	284	998	521	458
Transfers	(645)	(436)	(514)	(457)	(246)
Total governmental activities	<u>15,178</u>	<u>14,989</u>	<u>17,029</u>	<u>17,405</u>	<u>20,444</u>
Business-type activities:					
Taxes	\$ -	\$ -	\$ -	\$ 960	\$ 1,063
Investment earnings	69	63	39	66	126
Miscellaneous	-	1	(146)	5	(14)
Transfers	410	436	514	457	246
Total business-type activities	<u>479</u>	<u>500</u>	<u>407</u>	<u>1,488</u>	<u>1,421</u>
Total primary government	<u>\$ 15,657</u>	<u>\$ 15,489</u>	<u>\$ 17,436</u>	<u>\$ 18,893</u>	<u>\$ 21,865</u>
Change in Net Assets					
Governmental activities	\$ 2,397	\$ 824	\$ 1,900	\$ 8,100	\$ 1,460
Business-type activities	377	316	780	1,146	1,152
Total primary government	<u>\$ 2,774</u>	<u>\$ 1,140</u>	<u>\$ 2,680</u>	<u>\$ 9,246</u>	<u>\$ 2,612</u>

† The increase from prior year was due to this being the first full year of the county running the operation.



LEWIS AND CLARK COUNTY, MONTANA
 FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 (amounts expressed in thousands)

	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
General fund										
Reserved	\$ -	\$ 23	\$ 17	\$ 51	\$ 45	\$ 129	\$ 68	\$ 43	\$ 1,219	\$ 51
Unreserved	1,388	1,566	1,425	378	1,175	1,633	1,457	1,122	411	2,038
Total general fund	\$ 1,388	\$ 1,589	\$ 1,442	\$ 429	\$ 1,220	\$ 1,762	\$ 1,525	\$ 1,165	\$ 1,630	\$ 2,089
All other governmental funds										
Reserved	\$ 878	\$ 1,193	\$ 852	\$ 916	\$ 842	\$ 985	\$ 838	\$ 782	\$ 773	\$ 1,092
Unreserved, reported in:										
Special revenue funds	2,953	2,456	2,860	3,394	3,973	4,616	4,643	4,849	5,714	5,695
Capital projects funds	260	54	207	168	443	593	1,051	1,990	922	3,351
Total all other governmental funds	\$ 4,091	\$ 3,703	\$ 3,919	\$ 4,478	\$ 5,258	\$ 6,194	\$ 6,532	\$ 7,621	\$ 7,409	\$ 10,138

LEWIS AND CLARK COUNTY, MONTANA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 (amounts expressed in thousands)

	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Revenues										
Taxes/assessments	\$ 7,521	\$ 7,702	\$ 7,992	\$ 8,401	\$ 10,901	\$ 12,067	\$ 12,216	\$ 12,461	\$ 13,769	\$ 14,860
Licenses and permits	430	480	500	539	525	6	8	22	139	148
Intergovernmental	3,298	3,906	5,052	3,898	5,706	6,370	6,411	6,807	12,186	7,262
Charges for services	2,282	2,103	2,086	1,805	1,745	2,068	1,927	2,161	2,162	2,517
Fines and forfeitures	353	349	368	458	496	525	418	497	459	492
Miscellaneous	288	354	166	241	522	455	368	1,073	455	426
Interest earnings	317	847	775	377	686	388	289	193	286	494
Total revenues	14,489	15,741	16,939	15,719	20,581	21,879	21,637	23,214	29,456	26,199
Expenditures										
General government	4,408	4,427	5,969	5,153	5,107	5,252	5,511	5,666	6,024	6,515
Public safety	3,574	3,788	4,443	4,480	5,940	5,976	6,615	6,631	7,079	7,530
Public works	2,694	2,996	2,707	3,128	3,017	2,745	3,618	3,193	3,279	3,618
Public health	2,103	2,223	2,554	2,599	2,891	3,081	3,075	2,704	2,801	2,946
Social and economic	297	272	292	510	360	565	860	1,139	1,018	1,425
Culture and recreation	52	72	36	160	68	144	44	85	115	41
Debt service										
Principal	82	113	184	138	238	373	322	367	324	1,053
Interest	112	92	118	73	140	365	292	110	159	128
Capital outlay	749	1,037	916	281	652	1,971	780	3,029	7,892	1,740
Total expenditures	14,071	15,020	17,219	16,522	18,413	20,472	21,117	22,924	28,691	24,996
Excess of revenues over (under) expenditures	418	721	(280)	(803)	2,168	1,407	520	290	765	1,203
Other financing sources (uses)										
Transfers in	696	308	298	905	868	1,555	1,929	3,653	1,967	2,789
Transfers out	(875)	(306)	(294)	(1,106)	(1,182)	(2,493)	(2,813)	(3,756)	(2,545)	(3,159)
Loans	-	197	350	439	-	621	465	517	-	2,286
Proceeds from sale of capital assets	-	-	-	-	-	37	-	25	65	69
Gain (Loss) on sale of investments	-	-	-	-	-	(16)	-	-	-	-
Total other financing sources (uses)	(179)	199	354	238	(314)	(296)	(419)	439	(513)	1,985
Net change in fund balances	\$ 239	\$ 920	\$ 74	\$ (565)	\$ 1,854	\$ 1,111	\$ 101	\$ 729	\$ 252	\$ 3,188
Debt service as a percentage of noncapital expenditures	N/A	N/A	N/A	N/A	N/A	N/A	3.1%	2.3%	2.4%	4.7%

LEWIS AND CLARK COUNTY, MONTANA
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 Last Ten Fiscal Years
 (in thousands of dollars)

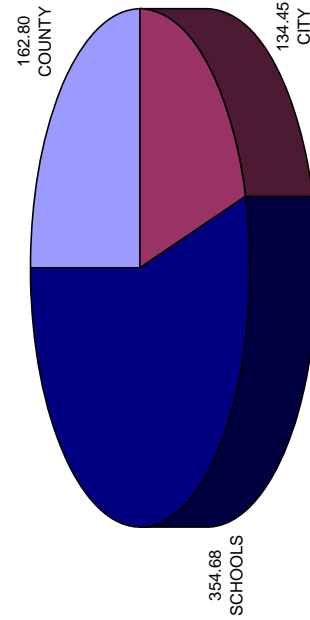
FISCAL YEAR	REAL PROPERTY	PERSONAL PROPERTY	MOBILE HOMES	MOTOR VEHICLE	CENTRALLY ASSESSED	TAX INCREMENT DISTRICT	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE
1997	\$ 61,618	\$ 3,054	1,186	\$ 660	\$ 17,477	\$ (2,007)	\$ 81,988	\$ 62.85
1998	79,146	3,139	1,274	680	17,477	(2,007)	99,709	61.90
1999	64,711	2,972	1,361	237	19,259	1,930	90,470	77.01
2000	58,720	6,703	1,265	263	20,611	2,084	89,646	103.94
2001	60,018	3,527	1,319	130	17,713	1,292	83,999	131.63
2002	61,966	3,834	1,355	125	16,162	1,444	84,886	134.14
2003	64,361	2,181	1,352	1,350	15,151	1,768	86,163	138.85
2004	81,304	2,200	1,315	-	15,360	1,810	101,989	154.16
2005	81,702	2,230	1,272	-	15,360	1,425	101,989	158.97
2006	88,438	2,591	1,197	-	17,778	-	110,004	162.80

Note: Property in the County is assessed at actual value; therefore, the assessed values are equal to actual value. Tax rates are per \$1,000 of assessed value.

LEWIS AND CLARK COUNTY, MONTANA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years

FISCAL YEAR	COUNTY			OVERLAPPING RATES						TOTAL DIRECT & OVERLAPPING DEBT
	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL COUNTY MILLAGE	CITY		SCHOOLS		TOTAL SCHOOLS MILLAGE		
				OPERATING MILLAGE	DEBT SERVICE MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE			
1997	62.49	0.36	62.85	82.04	-	82.04	278.22	15.23	293.45	438.34
1998	61.90	-	61.90	81.19	5.00	86.19	278.01	12.52	290.53	438.62
1999	74.01	3.00	77.01	85.70	6.50	92.20	286.15	13.04	299.19	468.40
2000	100.87	3.07	103.94	93.53	5.22	98.75	304.74	26.54	331.28	533.97
2001	128.63	3.00	131.63	91.10	7.65	98.75	334.77	13.09	347.86	578.24
2002	131.14	3.00	134.14	99.06	10.61	109.67	341.42	15.01	356.43	600.24
2003	136.78	2.07	138.85	104.77	9.94	114.71	339.79	17.39	357.18	610.74
2004	152.36	1.80	154.16	115.69	9.77	125.46	339.00	18.15	357.15	636.77
2005	157.22	1.75	158.97	122.88	8.89	131.77	351.63	15.74	367.37	658.11
2006	161.25	1.55	162.80	127.05	7.40	134.45	340.08	14.60	354.68	651.93

PROPERTY TAX LEVY BY MILLS
Fiscal Year 2006



Note: Overlapping rates are those that apply to property owners within Lewis & Clark County. Not all overlapping rates apply to all County property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the boundaries of the special district.

LEWIS AND CLARK COUNTY, MONTANA
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO

TAXPAYER	2006			1997		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE
North Western Energy LLC	\$ 10,800,044	1	12.32%	\$ -	-	-
PPL Montana LLC	2,659,328	2	3.04%	-	-	-
Qwest	2,521,350	3	2.87%	-	-	-
Railways	929,824	4	1.06%	1,530,037	4	1.82%
American Smelting & Refining	425,008	5	0.48%	3,385,593	3	4.02%
Helena Federal Office Complex LLC	407,885	6	0.46%	-	-	-
Wal-Mart	341,078	7	0.39%	-	-	-
AT&T Communications	322,106	8	0.37%	731,457	5	0.86%
American Chemet Corporation	296,389	10	0.33%	328,210	9	0.38%
Tri Touch America	-	-	-	386,964	6	0.45%
Waterford on Saddle Drive LLC	300,352	9	0.33%	-	-	-
Federal Reserve Bank	-	-	-	364,471	7	0.42%
Montana Power Company	-	-	-	8,173,548	1	9.72%
U S West Communications	-	-	-	5,289,270	2	6.29%
Montana Physicians Service	-	-	-	335,536	8	0.39%
Shopko Stores, Inc.	-	-	-	258,290	10	0.30%
Total	<u>\$ 19,003,364</u>		<u>21.65%</u>	<u>\$20,783,376</u>		<u>24.65%</u>

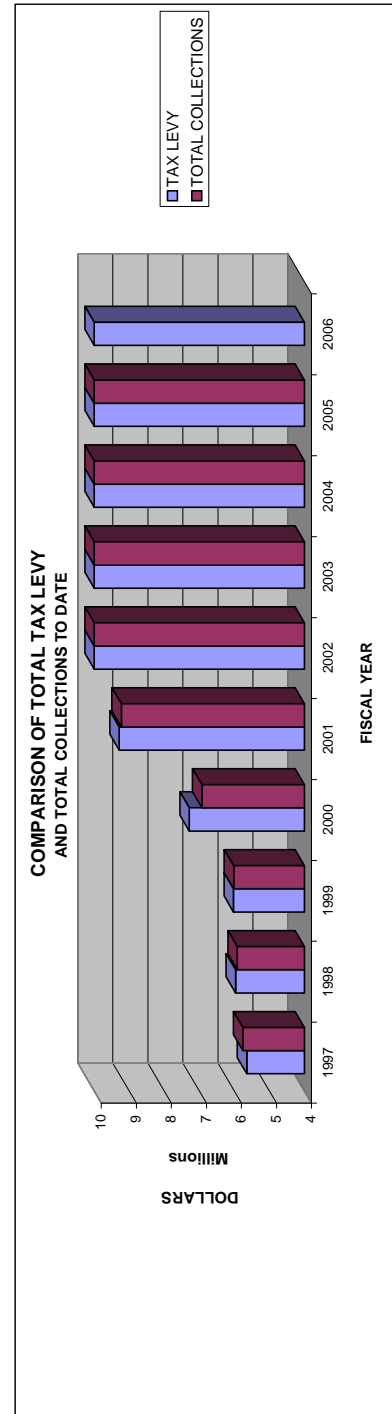
Source: Lewis and Clark County Treasurer

LEWIS AND CLARK COUNTY, MONTANA
PROPERTY TAX LEVIES AND COLLECTIONS
GOVERNMENTAL FUND TYPES
Last Ten Fiscal Years

FISCAL YEAR ENDED JUNE 30	TOTAL TAX LEVY FOR FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
		AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY
1997	\$ 5,649,368	\$ 5,453,581	96.53%	\$ 304,646	\$ 5,758,227	101.93%
1998	5,969,098	5,611,165	94.00%	306,260	5,917,425	99.13%
1999	6,028,828	5,683,307	94.27%	339,094	6,022,401	99.89%
2000	7,289,339	6,624,584	90.88%	302,420	6,927,004	95.03%
2001	9,285,415	8,755,655	94.29%	470,182	9,225,837	99.36%
2002	10,772,644	9,942,349	92.29%	465,089	10,407,438	96.61%
2003	11,344,971	9,901,843	87.28%	597,518	10,499,361	92.55%
2004	12,581,068	10,409,334	82.74%	581,795	10,991,129	87.36%
2005	12,899,459	12,134,312	94.07%	433,879	12,568,191	97.43%
2006	14,241,919	12,865,087	90.33%	-	12,865,087	90.33%

Source and other information:

(1) From budget documents - "Tax Revenues".



Note: Total collections to date may be more than total tax levy, due to recalculation of tax bills on an on going basis.

LEWIS AND CLARK COUNTY, MONTANA
 RATIO OF OUTSTANDING DEBT BY TYPE
 Last Five Fiscal Years

(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Percentage of Personal Income (1)
	Revenue Bonds	Special Assessment Debt	Contracts/Loans	Capital Leases	Revenue Bonds	Contracts/Loans			
2002	\$ 740	\$ 335	\$ 1,672	\$ 764	\$ 5,039	\$ -	\$ 8,550	0.56%	\$ 151
2003	710	294	1,731	707	4,750	202	8,394	0.52%	147
2004	675	307	2,020	647	4,449	174	8,272	0.48%	143
2005	640	235	1,718	582	4,252	156	7,583	N/A	130
2006	605	1,181	2,678	-	4,073	137	8,674	N/A	147

Note: Information prior to fiscal year 2002 not presented due to availability.

(1) See the Schedule for Demographic Statistics on page 186 for personal income and population data. Personal income equals estimated population multiplied by per capita income.

**LEWIS AND CLARK COUNTY, MONTANA
RATIO OF ANNUAL DEBT SERVICE REQUIREMENTS FOR
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)**

FISCAL YEAR	GENERAL OBLIGATION BONDS	PERCENTAGE OF TAXABLE VALUE OF PROPERTY ¹	PER CAPITA ²
1997	\$ 717	0.87%	\$ 13.24
1998	703	0.71%	12.88
1999	689	0.76%	12.48
2000	420	0.47%	7.58
2001	420	0.50%	7.47
2002	210	0.25%	3.72
2003	-	0.00%	-
2004	-	0.00%	-
2005	-	0.00%	-
2006	-	0.00%	-

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

1 See Schedule "Assessed Value and Actual Value of Taxable Property" for data.

2 Population data can be found in schedule, "Demographic Statistics".

LEWIS AND CLARK COUNTY, MONTANA
 LEGAL DEBT MARGIN INFORMATION
 Last Ten Fiscal Years
 (amounts expressed in thousands)

	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Debt Limit	\$ 9,449	\$ 9,707	\$ 9,960	\$ 9,851	\$ 9,305	\$ 9,387	\$ 9,554	\$ 9,644	\$ 9,890	\$ 10,401
Total net debt applicable to limit	419	421	374	102	67	37	-	-	-	-
Legal debt margin	\$ 9,030	\$ 9,286	\$ 9,586	\$ 9,749	\$ 9,238	\$ 9,350	\$ 9,554	\$ 9,644	\$ 9,890	\$ 10,401
Total net debt applicable to the limit as a percentage of debt limit	4.43%	4.34%	3.76%	1.04%	0.72%	0.39%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2006

Assessed Value	\$ 92,457
Debt Limit 11.25% of Assessed Value	11.25%
General Obligation Debt Limit (1)	10,401
Outstanding General Obligation Debt, June 30, 2005	\$ -
Less: Amount set aside for repayment of General Obligation Debt	-
Total net debt applicable to limit	-
Legal Debt Margin	\$ 10,401

(1) The statutes of the State of Montana prescribe a legal debt limit of 11.25% of the assessed valuation for general obligation debt.

LEWIS AND CLARK COUNTY, MONTANA
 PLEDGED-REVENUE COVERAGE
 Last Ten Fiscal Years

SOLID WASTE FACILITY REVENUE BONDS:

FISCAL YEAR	GROSS REVENUE (1)	DIRECT OPERATING EXPENSES (2)	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS			
				PRINCIPAL	INTEREST (3)	TOTAL	COVERAGE
1997	\$ 1,041,296	\$ 356,007	\$ 685,289	\$ 110,000	\$ 203,253	\$ 313,253	218.8%
1998	1,317,525	528,111	789,414	120,000	195,490	315,490	250.2%
1999	977,556	452,276	525,280	125,000	187,221	312,221	168.2%
2000	1,149,171	553,826	595,345	130,000	192,202	322,202	184.8%
2001	1,017,052	439,497	577,555	210,614	210,612	421,226	137.1%
2002	987,388	541,262	446,126	222,575	186,126	408,701	109.2%
2003	1,017,887	590,905	426,982	229,590	176,952	406,542	105.0%
2004	975,281	467,917	507,364	241,617	163,983	405,600	125.1%
2005	949,680	546,368	403,312	129,000	89,400	218,400	184.7%
2006	957,587	564,630	392,957	129,000	89,400	218,400	179.9%

HEALTH CARE FACILITY REVENUE BONDS:

FISCAL YEAR	GROSS REVENUE (1)	DIRECT OPERATING EXPENSES (2)	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS			
				PRINCIPAL	INTEREST (3)	TOTAL	COVERAGE
1999	\$ 178,058	\$ 104,767	\$ 73,291	\$ 30,000	\$ 40,772	\$ 70,772	103.6%
2000	221,833	105,195	116,638	30,000	39,633	69,633	167.5%
2001	333,630	140,425	193,205	30,000	38,433	68,433	282.3%
2002	343,200	153,486	189,714	30,000	37,203	67,203	282.3%
2003	292,399	195,994	96,405	30,000	35,958	65,958	146.2%
2004	292,553	176,480	116,073	35,000	34,698	69,698	166.5%
2005	268,898	186,273	82,625	35,000	33,193	68,193	121.2%
2006	281,452	181,223	100,229	35,000	31,670	66,670	150.3%

**LEWIS AND CLARK COUNTY, MONTANA
PLEDGED-REVENUE COVERAGE (Continued)
Last Ten Fiscal Years**

COONEY CONVALESCENT HOME REVENUE BONDS:

<u>FISCAL YEAR</u>	<u>GROSS REVENUE (1)</u>	<u>DIRECT OPERATING EXPENSES (2)</u>	<u>NET REVENUE AVAILABLE FOR DEBT SERVICE</u>	<u>DEBT SERVICE REQUIREMENTS</u>			
				<u>PRINCIPAL</u>	<u>INTEREST (3)</u>	<u>TOTAL</u>	<u>COVERAGE</u>
1999	\$ 3,303,845	\$ 3,294,544	\$ 9,301	\$ 55,000	\$ 82,070	\$ 137,070	6.8%
2000	3,436,159	3,443,651	(7,492)	60,000	79,980	139,980	-5.4%
2001	3,988,232	3,667,078	321,154	60,000	77,580	137,580	233.4%
2002	4,320,252	4,139,609	180,643	60,000	75,120	135,120	133.7%
2003	4,578,674	4,329,001	249,673	65,000	72,630	137,630	181.4%
2004	5,070,949	4,587,402	483,547	70,000	69,900	139,900	345.6%
2005	5,035,569	4,794,572	240,997	70,000	66,890	136,890	176.1%
2006	5,195,937	4,903,704	292,233	75,000	63,845	138,845	210.5%

SPECIAL ASSESSMENT DEBT:

<u>FISCAL YEAR</u>	<u>SPECIAL ASSESSMENT COLLECTIONS</u>	<u>DEBT SERVICE REQUIREMENTS</u>		
		<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>COVERAGE</u>
2002	\$ 116,136	\$ 91,694	\$ 9,274	1.15
2003	106,822	41,326	9,627	2.10
2004	157,536	54,167	9,104	2.49
2005	160,119	71,815	7,478	2.02
2006	88,536	50,901	8,440	1.49

Note: Details regarding the County's outstanding debt can be found in the notes to the Financial Statements. Data is not available for some fiscal years.

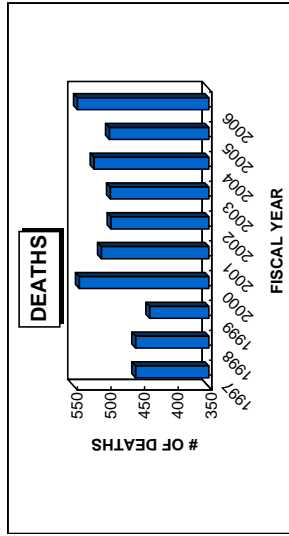
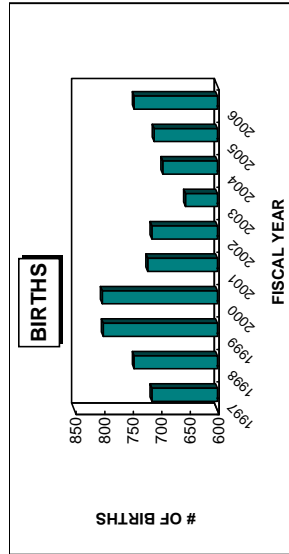
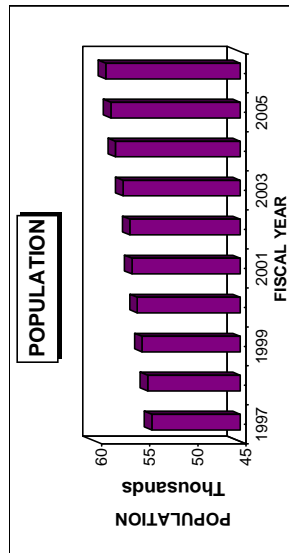
Source and other information:

Lewis and Clark County General Purpose Financial Statements, Fiscal Year Ended June 30, 2005

- (1) Gross revenue includes operating revenues, non-operating revenue and other financing sources.
- (2) Direct operating expenses include operating expenses (except depreciation).
- (3) Gross revenue bond interest expense, revenue bond premium amortization not taken into account.

LEWIS & CLARK COUNTY, MONTANA
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Fiscal Years

FISCAL YEAR	ESTIMATED POPULATION (a)	BIRTHS (b)	DEATHS (b)	ESTIMATED PER CAPITA INCOME (e)	SCHOOLS		EMPLOYMENT STATISTICS	
					PUBLIC SCHOOL ENROLLMENT (d)	PRIVATE SCHOOL ENROLLMENT (d)	CIVILIAN EMPLOYMENT (c)	UNEMPLOYMENT RATE (c)
1997	54,186	715	459	\$ 21,827	10,194	238	26,679	5.0%
1998	54,621	746	459	23,174	10,109	286	26,832	4.8%
1999	55,214	800	438	23,986	9,988	343	26,848	4.5%
2000	55,716	802	543	25,489	9,867	373	27,194	4.3%
2001	56,257	722	510	26,966	9,810	359	26,682	4.3%
2002	56,474	715	496	27,258	9,682	345	26,463	4.2%
2003	57,191	656	497	28,079	9,515	626	27,314	4.3%
2004	57,972	696	521	29,721	9,543	601	27,404	3.6%
2005	58,449	711	498	N/A	9,344	646	29,940	3.7%
2006	58,996	746	546	N/A	9,403	585	30,554	3.7%



Source and other information:

- (a) U.S. Bureau of Census from 1996 to 2004 - 2005 is estimated
- (b) Lewis and Clark County Coroner
- (c) Montana Department of Labor and Industry

- (d) Lewis & Clark County Superintendent of Schools
- (e) U.S. Department of Commerce
- N/A - Not Available

**LEWIS AND CLARK COUNTY, MONTANA
TOP TWENTY PRIVATE EMPLOYERS IN LEWIS AND CLARK COUNTY
Year Ended June 30, 2006**

COMPANY NAME	PRODUCT OR SERVICE
Albertsons	Retail
American Chemet Corporation	Manufacturer
Big Sky Care Center	Health Services
Blue Cross/Blue Shield	Health Services
Carroll College	Higher Education
Dick Anderson Construction	Construction
Dillard's	Retail
Federal Reserve Bank	Banking
Helena Sand & Gravel	Road Materials
Home Depot	Retail
Independent Record	Communications
McDonald's	Food Services
Mergenthaler Transfer and Storage	Transport Services
Qwest	Communications
Rocky Mountain Development Council Inc.	Social Services
St. Peter's Hospital	Health Services
Shodair Children's Hospital	Health Services
Student Assistance Foundation of Montana	Higher Education
Wal-Mart	Retail
Watkins and Shepard Trucking	Transport Services

Source:

Montana Department of Labor and Industry

Note:

Due to confidentiality laws, top employer lists are provided in alphabetical order only....the listing cannot be ranked in order of employment and no employment data can be provided for individual businesses.

Data is derived from most current information available at this time.

LEWIS AND CLARK COUNTY, MONTANA
 FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 Last Ten Fiscal Years

FUNCTION/PROGRAM	FULL-TIME EQUIVALENT EMPLOYEES									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
GENERAL GOVERNMENT										
Legislative services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Judicial services	23.00	25.75	26.50	27.00	27.50	28.00	19.50	21.50	24.00	24.44
Administrative services	18.58	19.03	18.83	17.33	21.33	21.09	24.00	26.00	26.00	26.00
Financial services	19.00	18.00	17.50	15.25	15.75	16.25	16.25	16.25	16.75	18.75
Election services	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.00
Planning services	5.50	5.50	6.50	7.00	8.00	10.50	12.00	12.00	12.00	11.00
Records administration	3.25	3.25	3.25	3.00	4.00	4.00	3.00	4.00	4.00	4.00
Legal services	9.00	9.00	9.00	9.00	9.00	8.50	9.50	9.50	10.50	15.00
Facilities administration	-	-	-	-	-	-	-	-	-	-
PUBLIC SAFETY										
Law enforcement services	54.75	55.00	55.00	54.00	62.00	59.00	66.00	66.00	66.00	74.50
Other public safety	8.75	8.00	10.00	9.50	13.10	13.90	3.00	3.00	4.00	4.00
Civil defense	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00	2.00
PUBLIC WORKS										
Public work administration	6.50	6.50	6.50	6.50	6.50	7.00	7.00	7.00	7.00	7.00
Bridge maintenance	14.25	14.50	14.50	13.50	13.50	14.50	14.50	14.50	14.50	14.00
Road and street services	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Cemetery services	2.48	2.48	2.48	2.48	2.48	2.00	1.80	1.80	1.80	5.80
Facilities administration	6.00	6.00	7.50	7.63	8.46	10.00	10.90	10.00	10.00	8.50
Solid waste	5.80	5.60	5.60	5.50	5.50	6.00	6.50	6.50	6.50	5.85
Weed spraying services	0.50	0.50	0.50	0.50	0.50	0.50	1.00	1.75	1.80	2.00
PUBLIC HEALTH										
Public health services	33.04	35.25	34.91	32.98	36.92	37.97	37.90	36.84	37.16	55.67
Nursing home	81.84	85.00	84.99	88.80	100.90	94.85	92.24	92.28	92.99	93.90
Animal control services	1.41	1.41	1.41	1.41	1.41	1.41	1.41	1.41	1.41	1.00
CULTURE AND RECREATION										
Park and recreations services	-	-	-	-	-	-	-	-	-	-
Fairs	-	-	-	-	-	-	-	3.00	4.50	4.00
SOCIAL AND ECONOMICS										
County extension	3.00	2.00	2.00	1.50	1.50	2.00	2.00	2.00	1.70	2.00
Total	307.90	314.02	318.22	314.13	349.60	348.72	340.75	347.58	354.86	389.41

LEWIS AND CLARK COUNTY, MONTANA
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

FUNCTION/PROGRAM	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
GENERAL GOVERNMENT										
Registered Voters (June)	28,613	30,900	31,000	33,176	33,500	32,675	34,500	34,879	37,550	38,350
Property Transactions:										
Filing with Clerk & Recorder	15,400	17,500	18,100	15,948	15,491	18,725	22,760	22,607	19,565	22,978
Certificates of Survey	153	170	235	292	251	165	186	242	209	195
Real Property Tax Information										
Taxes Assessed	\$ 40,798,784	43,204,956	44,336,003	46,162,049	49,396,645	52,560,520	55,135,204	56,995,481	60,821,097	65,164,378
Taxes Collected	\$ 40,654,445	42,508,609	44,223,843	44,901,560	47,845,334	52,478,880	54,096,485	55,393,809	60,904,873	62,185,114
Amount Protested	\$ 13,775	161,710	85,681	1,441,267	1,027,553	185,143	867,517	1,762,639	1,047,460	2,869,382
Total Outstanding	\$ 1,437,785	1,399,737	1,366,271	1,297,014	1,582,405	2,382,788	863,716	2,743,834	2,244,856	378,761
Number of Bills Sent	29,505	29,737	30,047	38,853	30,916	36,690	31,781	32,272	31,829	32,178
Delinquent Reminders	3,545	2,878	2,742	2,398	5,120	8,156	9,134	2,940	6,186	4,425
PUBLIC SAFETY ACTIVITIES										
Sheriff										
Arrests	1,503	886	702	912	860	N/A	1,069	1,248	N/A	1,270
Prisoner Days	26,084	26,835	25,626	24,638	32,177	39,651	35,920	39,217	31,626	28,115
Complaints	14,037	15,293	15,060	14,841	18,816	17,699	44,045	52,487	N/A	N/A
Traffic Violations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1,422	5,446
Sheriff's Fire	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	10	227
Emergency Responses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	10	145
Fires Extinguished	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Justice Court										
Civil & Small Claims	1,872	1,416	1,268	1,445	1,503	1,670	1,797	2,006	2,384	2,196
Formal Criminal Complaints	1,083	812	607	620	844	1,257	1,015	1,221	1,761	1,167
Temporary Restraining Orders	121	99	142	139	139	154	127	147	119	137
County Attorney										
Felonies	280	341	323	274	276	487	608	617	684	604
Mental Commitments	52	62	88	105	115	87	60	58	61	78
Juvenile Cases	119	139	132	120	105	120	146	114	90	25
PUBLIC WORKS										
Refuse Disposal	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	119.55	119.38
Refuse disposed of (tons per day)										
Other Public Works	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	16.84	3.97
Road Resurfacing (miles)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1,673.54	1,507.34
Pothole repairs (by ton of asphalt)										
PUBLIC HEALTH ACTIVITIES										
Septic System Site Evaluations	562	416	456	479	422	414	353	527	568	974
Licensed Establishment Inspections	345	456	456	578	621	590	756	365	726	611
Junk Vehicles Hauled	133	101	123	144	136	194	241	273	274	224
Air Quality										
Good Days	111	111	120	117	119	130	120	347	364	363
Watch Days	9	9	-	3	1	-	-	13	1	2
Poor Days	-	1	-	-	-	-	-	-	-	-
Communicable Disease Cases	41	426	415	76	67	53	39	364	293	275
Immunizations Administered	7,228	7,237	9,342	9,393	9,873	7,741	8,163	9,034	6,989	8,499

LEWIS AND CLARK COUNTY, MONTANA
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 Last Five Fiscal Years

	2002	2003	2004	2005	2006
GENERAL GOVERNMENT					
Election tabulators	2	2	2	2	2
Touch screen handicap voting devices	-	-	-	-	37
PUBLIC SAFETY ACTIVITIES					
Stations	3	3	3	3	3
Patrol units	48	48	48	48	50
PUBLIC WORKS					
Snow plows	7	7	7	7	7
Graders	7	7	7	7	7
Shops	4	4	4	4	4
Landfill compactors	1	1	1	1	1
Landfill loaders	1	1	1	1	2
Landfills (active)	1	1	1	1	1
Solid waste container sites	3	3	3	3	3
Weed spraying vehicles	13	11	13	13	13
Cemeteries	1	1	1	1	1
Gravel roads (miles)	N/A	N/A	N/A	450	450
Paved roads (miles)	N/A	N/A	N/A	110	110
PUBLIC HEALTH ACTIVITIES					
Animal control vehicles	1	1	1	1	1
Health facilities	1	1	1	1	1
Nursing homes	1	1	1	1	1
CULTURE AND RECREATION					
Fairgrounds	-	1	1	1	1
Parks	12	12	12	12	12

Note: Data is not available for fiscal years prior to fiscal year 2002.



& COMPANY

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Board of County Commissioners
Lewis and Clark County
Helena, Montana

We have audited the basic financial statements of Lewis & Clark County, Montana (the County) as of and for the year ended June 30, 2006, and have issued our report thereon dated October 20, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other immaterial matters involving internal control that we have reported to management in a separate letter dated October 20, 2006.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts.

However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management in a separate letter dated October 20, 2006.

This report is intended solely for the information and use of the audit committee, management, the Montana Department of Administration, and federal awarding agencies and is not intended to be and should not be used by anyone other than those specified parties.

Anderson Zur Muehlen & Co., P.C.

Helena, Montana
October, 20, 2006



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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of County Commissioners
Lewis and Clark County
Helena, Montana

Compliance

We have audited the compliance of Lewis and Clark County, Montana (the County) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement*, and the requirements described in the compliance supplement for Montana local governmental entities, that are applicable to its major federal programs for the year ended June 30, 2006. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs are the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, Lewis and Clark County, Montana complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information and use of the audit committee, management, the Montana Department of Administration, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Anderson Zur Muehlen & Co., P.C.

Helena, Montana
October 20, 2006

LEWIS AND CLARK COUNTY, MONTANA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended June 30, 2006

1. Summary of Auditor's Results:

- The report on the general purpose financial statements has an unqualified opinion.
- The audit did not disclose any noncompliance which is material to the basic financial statements.
- The audit did not disclose any reportable conditions in internal control over financial reporting.
- The audit did not disclose reportable conditions in internal control over major programs.
- The audit did not disclose audit findings that the auditor is required to report under OMB Circular A-133.
- The report on compliance for major programs has an unqualified opinion.
- Major programs consist of the following:

<u>PROGRAM</u>	<u>GRANTOR</u>	<u>CFDA #</u>
Community Health Centers	U.S. Department of Health and Human Services	93.224
Schools and Roads	U.S. Department of Agriculture	10.665

- The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
 - The County qualified as a low-risk auditee.
2. The audit did not disclose any findings required to be reported in accordance with GAGAS.
3. Schedule of findings and questioned costs for federal awards (next page).

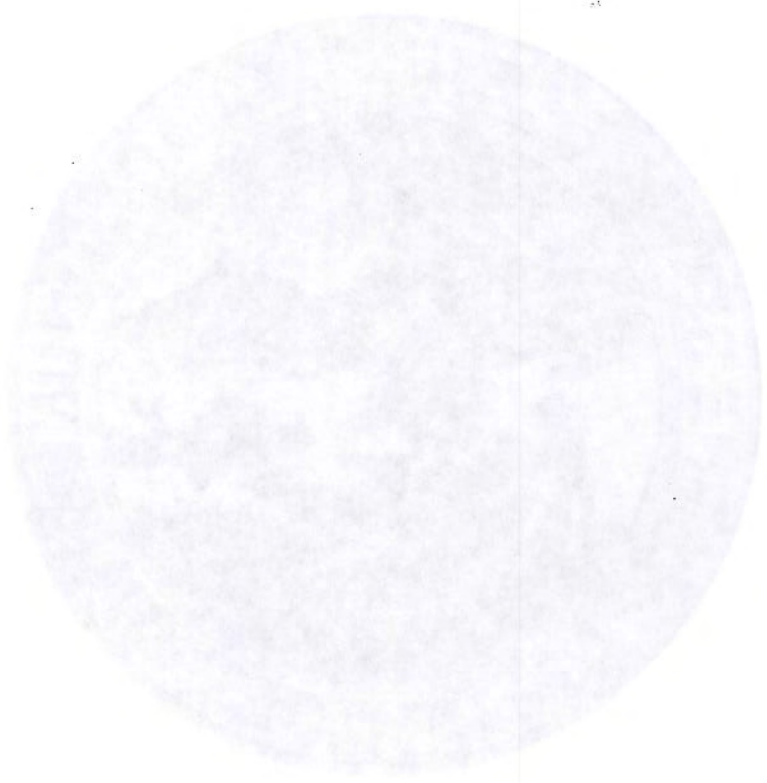
LEWIS AND CLARK COUNTY, MONTANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

None

Item	Description	Amount	Category
1.	Schedule of findings and questioned costs for federal health care programs.		
2.	The audit did not disclose any findings required to be reported in accordance with GAAP.		
	The County qualified as a low-risk entity.		
	The dollar amount used in distinction between Type A and Type B programs was \$300,000.		
	Schools and Bonds		U.S. Department of Education
	Community Health Centers		U.S. Department of Health and Human Services
	Major programs consist of the following:		
	The report on compliance for major programs has an unqualified opinion.		
	The audit did not disclose audit findings that the auditor is required to report under OIG's Circular A-133.		
	The audit did not disclose reportable conditions in internal control over major programs.		
	The audit did not disclose any reportable conditions in internal control over financial reporting.		
	The audit did not disclose any deficiencies which are material to the basic financial statements.		
	The report on the general purpose financial statements has an unqualified opinion.		
3.	Summary of Auditor's Remarks		

LEWIS AND CLARK COUNTY, MONTANA
SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

None







LEWIS AND CLARK COUNTY, MONTANA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 CASH RECEIPTS AND DISBURSEMENTS
 Year Ended June 30, 2006

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Contract/Project Number	Program or Award Amount	Cash at July 1, 2005	Receipts	Matching Income/Other	Return to Grantor	Grant Disbursements	Matching/Other Disbursements	Cash at June 30, 2006
Office of National Drug Control Policy										
High Intensity Drug Trafficking Area (HIDTA)	07.000	I5PRMP603	\$ 116,260	\$ (17,546)	\$ 67,230	\$ 2,040	\$ -	\$ 45,530	\$ 2,040	\$ 4,154
High Intensity Drug Trafficking Area (HIDTA)	07.000	I6PRMP603	119,210	-	23,412	-	-	50,496	-	(27,084)
Total Office of National Drug Control Policy			\$ 235,470	\$ (17,546)	\$ 90,642	\$ 2,040	\$ -	\$ 96,026	\$ 2,040	\$ (22,930)
U.S. Department of Agriculture										
Passed through the Lewis & Clark Conservation District	45.303	N/A	\$ 22,000	\$ (938)	\$ 7,093	\$ -	\$ -	\$ 3,507	\$ 2,648	\$ -
Lower Tenmile Creek Watershed	45.303	N/A	18,880	(2,919)	6,930	-	-	3,878	133	-
Passed through the State Department of Public Health and Human Services										
W.I.C. Program	10.557	06-07-5-21-012-0	155,180	-	60,335	4,845	-	79,904	4,845	(19,569)
W.I.C. Program	10.557	05-07-5-21-012-0	160,265	15,329	60,522	3,374	-	75,851	3,374	-
Farmers Market Nutrition Program	10.557	N/A	500	-	500	-	-	500	-	-
Farmers Market Nutrition Program	10.557	N/A	563	-	563	-	-	563	-	-
Passed through the State Auditor's Office:										
Schools and Roads - Grants to State - Forest Reserve - major program (1)	10.665	N/A	-	-	253,059	-	-	253,059	-	-
Schools and Roads - Grants to State - Forest Reserve - Title III	10.665	N/A	-	158,038	-	-	-	29,792	-	128,246
Total U.S. Department of Agriculture			\$ 357,388	\$ 169,510	\$ 389,002	\$ 8,219	\$ -	\$ 447,054	\$ 11,000	\$ 108,677
U.S. Forest Service										
Passed through the State Department of Natural Resources/Conservation										
Western Wildland Urban Interface Grant Program	N/A	N/A	\$ 268,500	\$ (83,049)	\$ 160,500	\$ 549	\$ -	\$ 77,451	\$ 549	\$ -
Lincoln Community Council	N/A	04-DG-11011200-018	3,000	-	3,000	3,532	-	3,000	3,532	-
Lincoln Community Council	N/A	01-DG-11011200-033	12,000	-	12,000	3,515	-	12,000	3,515	-
Passed through the State Department of Agriculture										
Lincoln Community Council	N/A	01-DG-11011200-025	30,000	(3,280)	11,342	2,348	-	8,062	2,348	-
Lincoln Valley Snowmobile Trail	10.664	2004-703	15,000	-	7,500	33,718	-	7,500	33,718	-
Bucksport Noxious Weed Management	10.664	2003-603	1,187,126	(23,267)	65,778	11,950	-	80,013	11,950	(37,502)
Total U.S. Forest Service			\$ 1,515,626	\$ (109,596)	\$ 260,120	\$ 55,612	\$ -	\$ 188,026	\$ 55,612	\$ (37,502)
U.S. Department of Education										
Passed through the City of Helena & Helena School District #1										
Reduce Alcohol Abuse	N/A	Q184A050056-05	\$ 10,000	\$ -	\$ 160	\$ -	\$ -	\$ 160	\$ -	\$ -
Total U.S. Department of Education			\$ 10,000	\$ -	\$ 160	\$ -	\$ -	\$ 160	\$ -	\$ -
U.S. Department of Housing and Urban Development										
Passed through the Montana Department of Commerce										
Community Development Block Grant - Rocky Mountain Development Council	14.228	MT-CDBG-05-HR-03	\$ 500,000	\$ -	\$ 224,966	\$ -	\$ -	\$ 224,966	\$ -	\$ -
Home Contract	14.239	M05-SG3001-13	500,000	-	135,389	-	-	135,389	-	-
Total U.S. Department of Housing and Urban Development			\$ 1,000,000	\$ -	\$ 360,355	\$ -	\$ -	\$ 360,355	\$ -	\$ -
U.S. Department of Justice										
Local Law Enforcement Block Grant	16.592	2004-LB-BX-0156	\$ 7,508	\$ 7,519	\$ -	\$ 982	\$ -	\$ 875	\$ 11	\$ 7,615
Local Law Enforcement Block Grant	16.592	2003-LB-BX-1982	26,691	5,320	-	311	-	5,320	311	-
COPS Homeland Security Overtime Program	16.710	2003OMW0023	45,311	(4,587)	14,525	3,312	-	9,938	3,312	-
Bullet Proof Vest Partnership Grant	16.607	N/A	5,641	-	3,014	4,342	-	3,014	4,342	-
Passed through the Secretary of State's Office:										
Help America Vote Act of 2002	39.011	N/A	N/A	-	3,808	-	-	3,808	-	-
Passed through the City of Helena										
Byrne Justice Assistance Grant (JAG) Program	N/A	2005-F1712-MT-DJ	29,295	-	29,295	716	-	29,291	-	720

see accompanying - Notes to the Schedule of Expenditures of Federal Awards

LEWIS AND CLARK COUNTY, MONTANA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 CASH RECEIPTS AND DISBURSEMENTS
 Year Ended June 30, 2006

Federal CFDA Number	Federal Grantor/Pass - Through Program Title	Contract/Project Number	Program or Award Amount	Cash at July 1, 2005	Receipts	Matching Income/Other	Return to Grantor	Grant Disbursements	Matching/Other Disbursements	Cash at June 30, 2006	
97.004	Passed through the Department of Military Affairs SHSPG Equipment Grant Homeland Security Grant Homeland Security Grant Program Homeland Security Grant Program Homeland Security Grant Program	2004-GE-T4-0002	\$ 503,975	\$ (274,433)	\$ 274,433	\$ -	\$ -	\$ -	\$ -	\$ -	
97.004		2003-MIU-T3-0021	378,178	(93)	-	93	-	-	-	-	
97.004		2004-GE-T4-0002	64,000	(16,365)	40,870	-	25,780	-	-	(1,275)	
97.004		2004-GE-T4-0002	75,930	(54,640)	75,419	-	20,779	-	-	-	
97.004		2004-GE-T4-0002	374,824	(7,348)	61,838	-	48,538	1,999	-	-	3,953
97.004	Interoperable Communication Equipment Grant	2004-GE-T4-0002	175,000	-	-	-	-	95,372	-	(95,372)	
N/A	Pre-Disaster Mitigation Plan	N/A	2,000	-	-	349	-	-	349	-	
16.727	Passed through the Montana Board of Crime Control DUI - Underage Drinking Enforcement Truancy Intervention Program Interoperability Concept Demonstration Project MBI Conference	04-LU01-81905	47,895	-	36,895	553	-	44,845	-	(7,397)	
16.540		04-D19-81859	78,680	5,974	66,000	215	-	71,974	215	-	
97.004		04-T01-81864	924,000	(123,668)	189,749	-	66,081	-	-	-	
16.523		04-A10-82292	3,200	-	3,200	-	582	-	-	2,618	
16.579	Passed through Gallatin County Missouri River Drug Task Force Missouri River Drug Task Force	04-K02-81662	385,373	(10,622)	10,622	3,541	-	-	3,541	-	
16.579		05-G01-82080	385,373	-	40,447	17,180	-	51,539	17,180	(11,092)	
	Total U.S. Department of Justice		\$ 3,512,874	\$ (472,943)	\$ 850,115	\$ 31,594	\$ 1,999	\$ 477,736	\$ 29,261	\$ (100,230)	
20.205	U.S. Federal Highway Administration Lakeside to Nelson Road Project	03-A-17-0020	\$ 66,000	\$ -	\$ 25,461	\$ -	\$ -	\$ 25,461	\$ -	\$ -	
20.205	Passed through the State Department of Transportation Gates of the Mountain Marysville Road Project Sierra Road Path - Helena Spring Meadow/Cent. Park Trail Traffic Safety - STEP Augusta Sidewalks	03-A-17-0072	525,000	(4,069)	35,019	-	-	30,950	-	-	
20.205		03-A-17-0073	547,000	(72)	1,328	1	-	1,257	-	-	
20.205		STPE 25 (40)	183,280	(143,175)	143,175	-	-	-	-	-	
20.205		STPE 5899 (9)	160,000	-	-	-	-	-	-	-	
20.600		2006-09-02-17(11-03-17	13,500	-	9,336	-	-	-	12,425	-	(3,089)
20.205		STPE 25 (28)	11,543	(65,593)	65,527	66	-	-	-	-	
20.205		Extraordinary Snow Removal	N/A	-	15,488	-	-	-	15,488	-	-
	Total U.S. Federal Highway Administration		\$ 1,506,323	\$ (212,909)	\$ 295,334	\$ 67	\$ -	\$ 85,581	\$ -	\$ (3,089)	
66.001	Environmental Protection Agency Passed through the State Department of Environmental Quality Air Pollution control program Air Pollution control program Lower Tenmile Creek Watershed Protector Lake Helena Watershed Project Public Water Supply Water Infrastructure-Wastewater Development in the Helena Valley East Helena Lead Education & Abatement Program	506018	\$ 23,376	\$ -	\$ 20,919	\$ 17,456	\$ -	\$ 25,613	\$ 17,456	\$ (4,694)	
66.001		505010	23,477	(3,120)	4,264	-	-	1,144	-	-	
66.640		201062	87,044	55	-	-	55	-	-	-	
66.460		203059	40,750	(6,267)	17,621	687	-	13,892	-	(1,851)	
66.605		505020	5,500	(292)	2,015	285	-	6,141	285	(4,418)	
N/A		XP-98860801-0	1,455,000	(19,894)	19,141	14,551	-	17,785	14,551	(18,538)	
66.802		460011-T04	30,002	(26,713)	27,193	-	-	-	-	-	480
		Total U.S. Environmental Protection Agency		\$ 1,665,149	\$ (56,231)	\$ 91,153	\$ 32,979	\$ -	\$ 64,575	\$ 32,347	\$ (29,021)
97.065		Federal Emergency Management Agency Interoperable Communication Equipment Grant	EMW-2003-GR-0420	\$ 4,475,916	\$ (389,041)	\$ -	\$ 768,398	\$ -	\$ -	\$ 379,357	\$ -
83.503		Passed through the Department of Military Affairs State and Local Emergency Management Assistance - Civil Defense CERT Program CERT Program Little Wolf Creek Fuel Break Project CERT Program CERT Program	N/A	-	-	36,231	-	-	36,231	-	(2,555)
83.564	2005-GE-T4-0002		7,842	-	-	-	-	2,555	-	4,103	
83.564	2004-GE-T4-0002		20,100	(1,531)	12,922	-	7,288	-	-	-	
83.548	1385-P-4-R		100,432	(1,237)	1,702	-	465	-	-	-	
83.564	N/A		5,995	(4,316)	4,316	-	-	-	-	-	
83.564	N/A	3,428	-	3,428	-	-	-	3,191	-	237	
	Total Federal Emergency Management Agency		\$ 4,613,713	\$ (396,125)	\$ 58,599	\$ 768,398	\$ -	\$ 49,730	\$ 379,357	\$ 1,785	

see accompanying - Notes to the Schedule of Expenditures of Federal Awards

County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2006

**LEWIS AND CLARK COUNTY, MONTANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
CASH RECEIPTS AND DISBURSEMENTS
Year Ended June 30, 2006**

Federal CFDA Number	Contract/Project Number	Program or Award Amount	Cash at July 1, 2005	Receipts	Matching Income/ Other	Return to Grantor	Grant Disbursements	Matching/Other Disbursements	Cash at June 30, 2006
Federal Grantor/Pass - Through									
U.S. Department of Health and Human Services									
Passed through the State Department of Public Health and Human Services									
U.S. Department of Health and Human Services									
Biostatistics Project for Medical Reserve Corps									
93.008	US2SG03063-01-0	\$ 50,000	\$ 1,689	\$ 58,588	\$ 2,765	\$ -	\$ 55,242	\$ 2,765	\$ 5,035
93.283	04-07-4-61-026-0	276,435	5,758	121,243	6,220	-	116,318	6,220	10,683
93.994	05-07-4-31-024-0	17,807	2,478	17,807	904	-	10,843	904	9,442
93.994	N/A	17,324	-	-	-	-	6,929	-	(6,929)
93.117	05-07-4-51-106-0	16,465	24	11,993	71	-	10,300	746	1,042
93.940	05-07-4-51-015-0	78,327	(25,434)	78,327	-	-	52,893	-	-
93.940	06-07-4-51-015-0	74,046	18,806	12,730	1,275	-	27,456	-	5,355
93.994	04-07-4-11-048-0	6,000	(72)	6,041	72	-	6,763	152	(72)
93.994	05-07-5-01-024-0	41,884	3,371	-	152	-	3,371	-	-
93.283	05-07-3-31-009-0	76,000	(4,931)	15,200	-	-	10,269	-	-
93.283	06-07-3-31-009-0	80,000	-	64,000	2,259	-	66,605	2,259	(2,605)
92.243	06-07-5-31-028-0	35,306	-	17,803	578	-	10,749	578	7,054
93.994	05-07-5-01-024-0	63,857	17,435	-	-	-	17,435	-	-
93.994	06-07-5-01-025-0	63,856	-	64,182	2,244	-	46,261	2,244	17,921
93.919	05-07-3-01-009-0	47,930	8,378	12,805	-	-	21,183	-	-
93.919	06-07-3-01-009-0	53,250	-	31,860	10,063	-	28,732	10,063	3,128
93.991	06-07-5-31-020-0	10,000	-	10,000	1,000	-	2,334	-	8,666
93.283	04-07-1-05-011-0	12,000	700	-	-	-	18	-	682
Passed through Missoula County									
93.180	5-H76-HA-00145-05	11,250	756	4,000	107	-	2,686	107	2,070
Passed through Yellowstone County									
93.151	H80-CS-00418	102,103	-	16,028	-	-	66,518	-	(50,490)
93.151	3-H66-CS-00448-07	84,858	40,632	192,772	-	-	170,526	62,878	-
Total U.S. Department of Health and Human Services									
		\$ 1,224,698	\$ 69,590	\$ 735,379	\$ 27,710	\$ -	\$ 733,431	\$ 88,916	\$ 10,332
U.S. Department of the Interior									
15.228	ESA-03-0018	\$ 380,000	\$ (48,728)	\$ 185,709	\$ 33,928	\$ -	\$ 196,313	\$ 33,928	\$ (59,332)
N/A	05-FG-602025	60,000	-	12,000	-	-	11,960	-	40
Passed through the Montana Historical Society									
N/A	MT-06-21529-018	5,500	-	-	12,888	-	-	12,888	-
N/A	MT-05-20428-018	5,500	-	5,500	12,500	-	5,500	12,500	-
Total U.S. Department of the Interior									
		\$ 451,000	\$ (48,728)	\$ 203,209	\$ 59,316	\$ -	\$ 213,773	\$ 59,316	\$ (59,292)
Other Federal Financial Assistance									
Passed through State Treasurer's Office:									
Taylor Grazing (2)									
		\$ -	\$ -	\$ 1,586	\$ -	\$ -	\$ 1,586	\$ -	\$ -
Total Federal Financial Assistance - Primary Government									
		\$ 16,092,241	\$ (1,074,978)	\$ 3,335,654	\$ 985,935	\$ 1,999	\$ 2,718,033	\$ 657,949	\$ (131,270)
Component Unit Federal Financial Assistance									
U.S. Department of Health and Human Services									
Community Health Centers									
93.224	6-H80-CS-00515-04-02	\$ 820,436	\$ 160,796	\$ 807,305	\$ 1,270,613	\$ -	\$ 604,337	\$ 1,270,613	\$ 363,764
93.912	1D04RH06927-01-00	150,000	-	12,500	-	-	9,616	-	2,884
		\$ 970,436	\$ 160,796	\$ 819,805	\$ 1,270,613	\$ -	\$ 613,953	\$ 1,270,613	\$ 366,648
Total Federal Financial Assistance - Lewis and Clark County									
		\$ 17,062,677	\$ (914,182)	\$ 4,155,459	\$ 2,256,548	\$ 1,999	\$ 3,331,986	\$ 1,928,462	\$ 235,378

see accompanying - Notes to the Schedule of Expenditures of Federal Awards

LEWIS AND CLARK COUNTY, MONTANA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Fiscal Year Ended June 30, 2006

Note 1 - Basis of Presentation

The accompanying schedule is presented on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles and is a different basis of accounting than the general-purpose financial statements. Accordingly, revenues are recognized when received and expenditures are recognized when disbursed.

Note 2 - Other Information

U S Department of Agriculture

- (1) The \$253,059 reported represents 66 2/3 percent of the total amount of \$379,569 received by the County. The remaining 33 1/3 percent was distributed directly to the countywide school levy funds as required by state statute, and was not recorded by Lewis and Clark County.

Other Federal Financial Assistance

- (2) The \$1,586 reported represents 50 percent of the total amount of \$3,173 received by the County. The remaining 50 percent was distributed directly to the common school fund of the County per state statute, and was not recorded by Lewis and Clark County.

