



# LEWIS AND CLARK COUNTY MONTANA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year 2012

July 1, 2011 to June 30, 2012

## **Canyon Ferry Dam and Powerplant**

The Canyon Ferry Dam we see today was the second attempt to control flooding in the Canton Valley. The first dam was built in the late 1800's, which formed Lake Sewell. As this area continued to flood, eventually the village of Canton was abandoned. The Canton Valley was flooded after the completion of the Canyon Ferry Dam in 1954. The dam and powerplant are located 17 miles northeast of Helena, the state capital and county seat.

Not only has the dam provided a power supply, flood control and irrigation, but has made it possible for the public to enjoy many recreational opportunities. The 225 foot high dam that spans approximately 1,000 foot in length has a reservoir with 96 miles of shoreline and 33,500 surface acres of water. Almost any time of year you will find people enjoying the area. During the summer months, sail and power boats dot the lake along with swimmers and fisherman. There are many campgrounds, day-use areas and shelters, along with three marinas. You can even hike up to the top of Cemetery Island, which is approximately 5 acres in size, to see the cemetery that remains from the old Canton Valley. During the winter months ice fisherman continue to enjoy all that is offered from the reservoir.

The Canyon Ferry Dam is one of many dams on the Missouri River. Hauser Dam is only a short 15 miles downstream and Holter Dam is another 26 miles further downstream, both were completed in the early 1900's and are located in Lewis & Clark County.

# LEWIS & CLARK COUNTY, MONTANA



## COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended June 30, 2012

July 1, 2011 to June 30, 2012

PRESENTED BY  
LEWIS AND CLARK COUNTY ACCOUNTING DEPARTMENT

**LEWIS AND CLARK COUNTY**  
**HELENA, MONTANA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**Fiscal Year 2012**

**July 1, 2011 - June 30, 2012**

**Prepared By: Lewis and Clark County, Accounting Department**

**Paulette DeHart, County Treasurer**

**Rodger Nordahl**

**Amy Reeves**

## **INTRODUCTORY SECTION**



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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

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## Consolidated Office of Treasurer/Clerk and Recorder

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November 26, 2012

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 (CAFR) of Lewis and Clark County for the fiscal year ended June 30, 2012.

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, 2012, 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, 2012. 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 eleven elected officials that serve four-year terms. The main County offices are located in Helena, the state capital 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 65,368. 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 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 county operated a nursing home, but sold the facility on June 1, 2012.

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 10<sup>th</sup> 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 is 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.

The County has performed well during this period of economic downturn, with an unemployment rate much lower than the national rate. Helena has a stable economy due to an estimated 28 percent of jobs being held by federal, state, and county or city government workers. 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 5.2 percent. This is .4 up percent from one year ago. The current unadjusted unemployment figure for the State of Montana is 6.3 percent and the nation is 8.2 percent. The most current median household income for Lewis and Clark County is \$50,889. This amount is up from previous years.

Steady commercial and residential development in Helena and the surrounding area, as previously stated, has provided a stable 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 replaced the funding structure, primarily dependent on motor vehicle, gaming revenues, and includes an entitlement share from the state. The purpose of the bill was 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 provided 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 these changes.

Long-term financial planning for Lewis and Clark County included the creation of a Capital Improvement Plan (CIP). Each department is asked to develop and prioritize future needs and identify funding for those needs. Additionally, each department is required to develop a replacement schedule for existing assets that identifies the replacement cost, the number of years until replacement and the annual reserves needed to replace the equipment at the end of its useful life. The CIP is 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 provides an essential tool for managing capital improvements and replacements in the future. For fiscal year 2012, \$1.9 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. Revenue generated by the fairgrounds is not sufficient to adequately fund year round

operations or capital improvements. With the infrastructure aging, the County needed to explore funding alternatives for improvements to the water, sewer and electrical infrastructure.

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.

The ten-year construction mill levy in June 2004 was for a major construction project that included an exhibit hall/grandstands building and related infrastructure improvements, tower and entry portals and repairs to the existing multi-purpose building at the County Fairgrounds. The building was completed in the late summer of 2008. The building has allowed the fairgrounds to host many diverse events and has proven to be a huge asset to the community. In addition, repayment of the bonds issued to finance the building began in FY09 and continues over the four remaining years of the construction mill levy.

### **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, 2012, the Lewis and Clark County portfolio held \$3,750,000 in Certificate of Deposits and \$8,138,976 in Agency Notes. These investments were purchased at different intervals with different maturity dates. The County earned \$211,789 from investments in fiscal year 2012. The average rate of return amounted to .32 percent on an average monthly balance of \$66,0 million.

### **Other Post Employment Benefits - Implied Rate Subsidy Liability**

Lewis & Clark County reported the "implied rate subsidy" liability, required under the Governmental Accounting Standards Board (GASB) Statement No. 45, in this financial report and the related financial statements. Although the County reported this liability, and related expenses and expenditures, the County does not agree that this represents a legal liability and further believes that the presentation of this activity in the financial statements will eventually be misleading to the users of the statements. The unfunded liability is \$197,740 for the county plan.

The County plans to continue funding the employee health insurance plan on a "pay as you go" basis, and does not plan to fund this liability. Because the County will not be funding this liability, it will increase exponentially, and within a few years, the financial statements will reflect a material "implied rate subsidy" liability.


### Awards and Acknowledgements

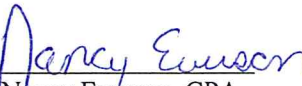
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lewis and Clark County for its comprehensive annual financial report for the fiscal year ended June 30, 2011. This was the seventeenth consecutive 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 comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

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, 2011

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



*Linda C. Davison*

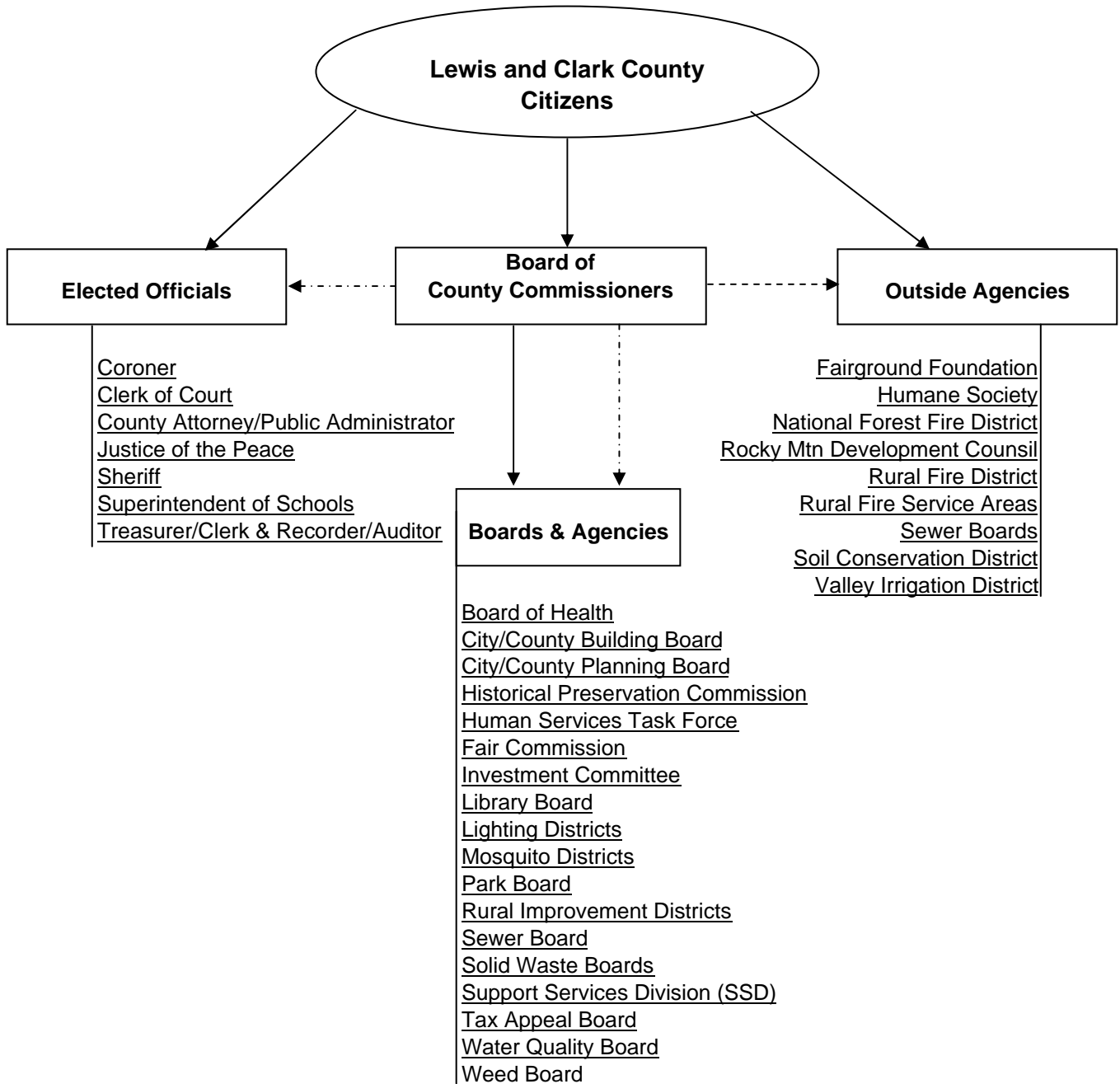
President

*Jeffrey R. Emer*

Executive Director



# Lewis and Clark County, Montana ORGANIZATIONAL CHART



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

**LEWIS AND CLARK COUNTY  
HELENA, MONTANA  
JUNE 30, 2012**

**LIST OF PRINCIPAL OFFICIALS**

**BOARD OF COUNTY COMMISSIONERS**

Mr. Andy Hunthausen	Chairman
Mr. Michael A. Murray	Vice-Chairman
Mr. Derek Brown	Member

**COUNTY OFFICIALS**

Mr. Leo Gallagher	Attorney/Public Administrator
Mrs. Nancy Sweeney	Clerk of Court
Mr. M.E. (Mickey) Nelson	Coroner
Mr. Mike Swingley	Justice of the Peace
Mr. Leo Dutton	Sheriff
Mrs. Marsha Davis	Superintendent of Schools
Mrs. Paulette DeHart	Treasurer/Clerk and Recorder/Auditor
The Honorable Kathy Seeley	District Court Judge
The Honorable Dorothy McCarter	District Court Judge
The Honorable Jeffrey Sherlock	District Court Judge
The Honorable James Reynolds	District Court Judge

## **FINANCIAL SECTION**



## INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners  
Lewis & Clark County, Montana

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, 2012, 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, Montana's management. Our responsibility is to express opinions on these financial statements based on our audit.

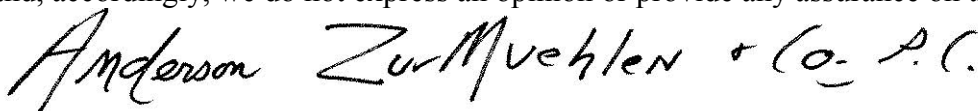
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and 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 the Lewis & Clark County, Montana, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund, public safety fund, and open space 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 November 26, 2012, on our consideration of the Lewis & Clark County, Montana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Schedule of Other Post Employment Benefits (OPEB) on pages 5 through 16 and page 74, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lewis & Clark County, Montana's financial statements. The introductory section, combining and individual nonmajor and other fund financial statements, capital assets used in the operation of government funds, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Lewis & Clark County, Montana. The combining and individual nonmajor and other fund financial statements and capital assets are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



Helena, Montana  
November 26, 2012

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**LEWIS AND CLARK COUNTY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2012 and 2011**

**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, 2012 and 2011. 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**

- Lewis and Clark County's primary government assets exceeded its liabilities at June 30, 2012 by \$66.1 million (reported as net assets) compared with \$62.4 million at June 30, 2011. Of this amount, \$20.1 million (reported as unrestricted net assets) may be used to meet the government's general obligations to citizens and creditors.
- The total net assets increased by \$3.7 million. The current year increase is a result of the county's investment in large infrastructure projects, along with the continual saving of resources by departments for future capital purchases and improvements in excess of amounts being spent.
- As of June 30, 2012, Lewis and Clark County's governmental funds reported combined ending fund balances of \$21.9 million, compared with \$21.8 million at June 30, 2011. Of this amount, \$15.4 million is available for spending at the government's discretion (committed, assigned, and unassigned fund balances).
- One of the County's major enterprise funds, the Cooney Home, was sold in June 2012. The gain from the discontinued operations was \$635,824.
- Several major infrastructure and construction projects were started in the later part of fiscal year 2011. Several of those road and bridge projects were completed, but several others were started in fiscal year 2012. The construction of the Phase III cell at the county landfill was primarily completed, but due to a slowdown in the economy, the county did not reach capacity of the Phase II cell.
- A bond issue of \$1,400,000 was approved by commissioners to finance the cost of construction of a new cell for the County's solid waste facility.
- Lewis and Clark County made principal payments for the general obligation bond, special assessment loans, revenue bonds, and contracts/loans of \$2,459,464.

## 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, public 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 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 Lewis and Clark Library. Although legally separate, these component units are important because the County is financially accountable for them. Complete financial statements for the Lewis and Clark Library are available from the County's Finance Department, upon request.

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, open space fund, the rural special improvement district debt fund, and the capital development fund, which are considered to be major funds. Data from the other 56 nonmajor 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 154-172 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 33-73 of this report.

**Other information** – The basic financial statements are followed by a section of required supplementary information. This section includes other post employment benefits information.

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, internal service, and the discretely-presented component units funds are presented immediately following the required supplementary information section. Combining and individual fund statements and schedules can be found on pages 75-153 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 \$66,178,946 at June 30, 2012.

**Net Assets**

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 33,043,285	\$ 31,662,687	\$ 2,309,870	\$ 1,237,898	\$ 35,353,155	\$ 32,900,585
Capital assets	33,401,860	31,592,498	15,893,717	17,117,168	49,295,577	48,709,666
Total assets	<u>66,445,145</u>	<u>63,255,185</u>	<u>18,203,587</u>	<u>18,355,066</u>	<u>84,648,732</u>	<u>81,610,251</u>
Long-term liabilities outstanding	8,108,203	8,718,713	6,516,058	6,867,806	14,624,261	15,586,519
Other liabilities	3,493,505	3,103,298	352,020	515,153	3,845,525	3,618,451
Total liabilities	<u>11,601,708</u>	<u>11,822,011</u>	<u>6,868,078</u>	<u>7,382,959</u>	<u>18,469,786</u>	<u>19,204,970</u>
Net assets:						
Invested in capital assets, Net						
of related debt	30,596,233	28,039,121	10,645,240	11,684,439	41,241,473	39,723,560
Restricted	3,887,440	4,345,778	936,223	858,361	4,823,663	5,204,139
Unrestricted	20,359,764	19,048,275	(245,954)	(1,570,693)	20,113,810	17,477,582
Total net assets	<u>\$ 54,843,437</u>	<u>\$ 51,433,174</u>	<u>\$ 11,335,509</u>	<u>\$ 10,972,107</u>	<u>\$ 66,178,946</u>	<u>\$ 62,405,281</u>

The largest portion of Lewis and Clark County’s net assets, approximately 62 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.

The Restricted portion of Lewis and Clark County’s net assets, 7.3 percent, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$20,113,810, may be used to meet the government’s ongoing obligations to citizens and creditors.

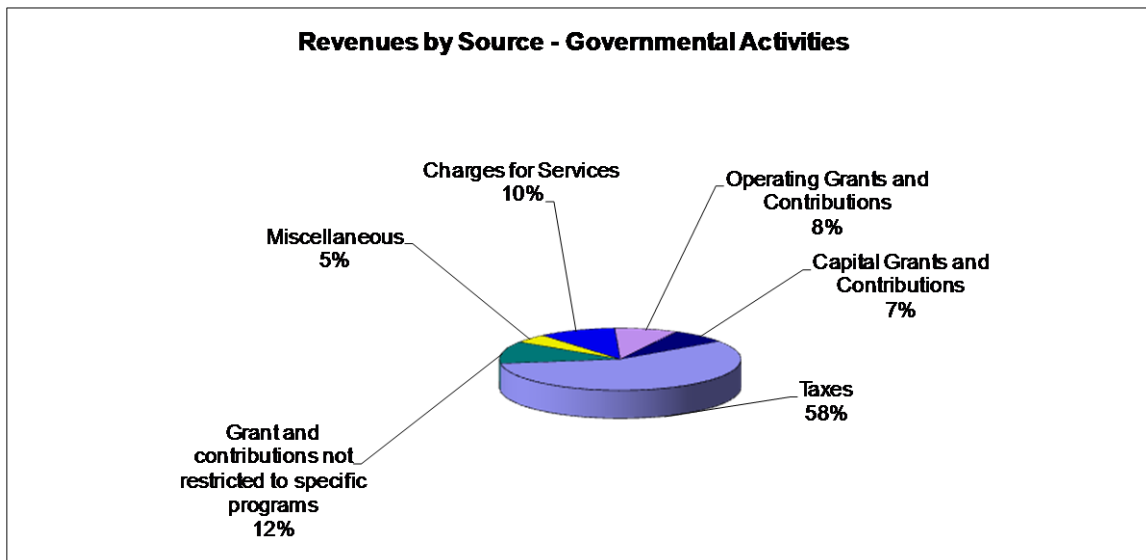
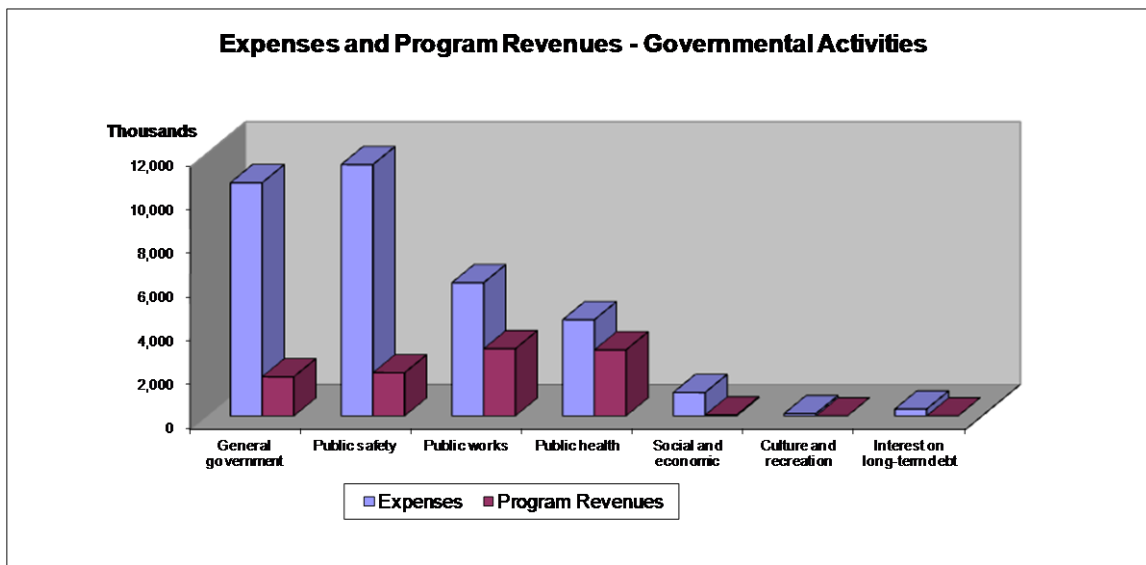
At the end of the current fiscal year, Lewis and Clark County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities, except for the unrestricted balance in the business-type activities. This deficit is the result of restrictions for bond reserves, debt service and expense for the fairgrounds building project exceeding the revenue.

**Governmental Activities** - Governmental activities increased Lewis and Clark County’s net assets by \$3,410,263, thereby accounting for 90.4 percent of the total growth in the net assets of Lewis and Clark County. Total revenues increased by \$3,431,325 or 10.0 percent, with total expenses increasing by \$2,580,625 or 8.2 percent. Elements that contributed to the increase are as follows:

**Changes in Net Assets**

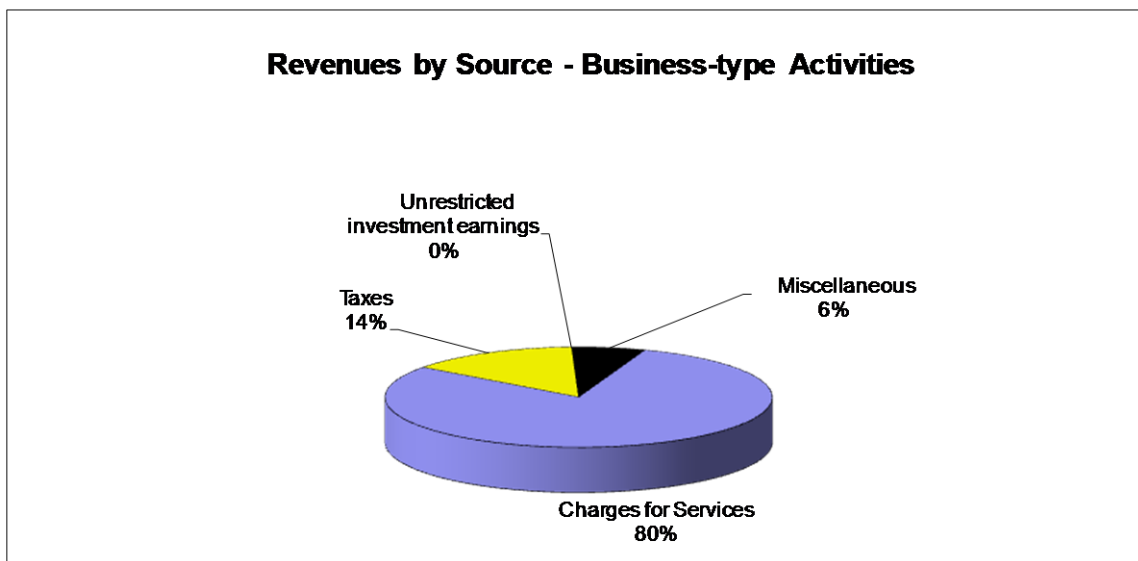
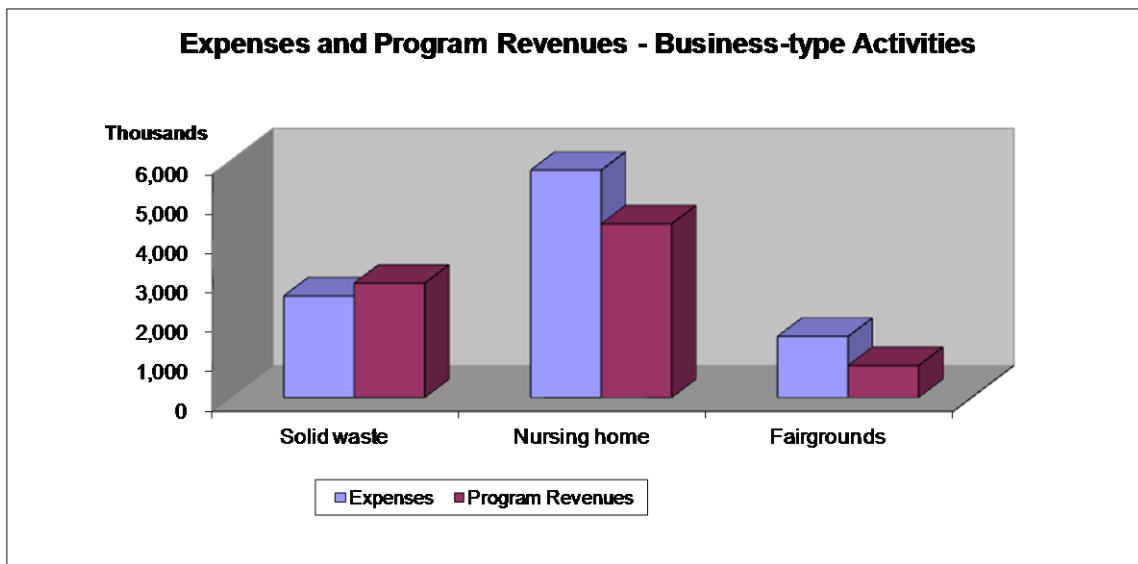
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues:</b>						
Program revenues:						
Fees, fines, and charges for services	\$ 3,903,374	\$ 3,451,271	\$ 8,085,069	\$ 8,819,572	\$ 11,988,443	\$ 12,270,843
Operating grants and contributions	3,181,800	3,197,105	26,758	22,574	3,208,558	3,219,679
Capital grants and contributions	2,829,114	1,417,383	-	-	2,829,114	1,417,383
Total program revenues	9,914,288	8,065,759	8,111,827	8,842,146	18,026,115	16,907,905
General revenues:						
Taxes	21,644,499	21,026,585	1,450,949	1,402,246	23,095,448	22,428,831
Grants and contributions not restricted to specific programs	4,348,447	3,948,549	-	-	4,348,447	3,948,549
Other	1,711,296	1,146,312	622,816	9,808	2,334,112	1,156,120
Total revenues	37,618,530	34,187,205	10,185,592	10,254,200	47,804,122	44,441,405
<b>Expenses:</b>						
General government	10,666,150	8,639,062	-	-	10,666,150	8,639,062
Public safety	11,493,186	10,589,846	-	-	11,493,186	10,589,846
Public works	6,094,251	6,349,954	-	-	6,094,251	6,349,954
Public health	4,402,403	4,051,528	-	-	4,402,403	4,051,528
Social and economic development	1,076,407	1,465,823	-	-	1,076,407	1,465,823
Culture and recreation	106,010	173,734	-	-	106,010	173,734
Interest on long-term debt	316,958	304,793	-	-	316,958	304,793
Solid waste	-	-	2,570,742	2,617,977	2,570,742	2,617,977
Nursing home	-	-	5,755,855	5,896,065	5,755,855	5,896,065
Fairgrounds	-	-	1,548,495	1,545,722	1,548,495	1,545,722
Total expenses	34,155,365	31,574,740	9,875,092	10,059,764	44,030,457	41,634,504
Increase in net assets before transfers	3,463,165	2,612,465	310,500	194,436	3,773,665	2,806,901
Transfers	(52,902)	(211,180)	52,902	211,180	-	-
Increase in net assets	3,410,263	2,401,285	363,402	405,616	3,773,665	2,806,901
Net assets, beginning	51,433,174	49,031,889	10,972,107	10,566,491	62,405,281	59,598,380
Net assets, ending	\$ 54,843,437	\$ 51,433,174	\$ 11,335,509	\$ 10,972,107	\$ 66,178,946	\$ 62,405,281

- Of the County’s major governmental funds, only the Capital Development fund shows a positive net change in fund balance, of \$512,911. The remaining increase is from the Other Governmental Funds grouping. The Capital Development fund, which the County uses for continual saving of resources by departments for future capital purchases and improvements, shows revenues in excess of \$500,000 over the amounts being spent.
- The Open Space fund’s decrease in fund balance was the result of granting out over \$600,000 of its bond money that was received in fiscal year 2011, to outside organizations to assist in their efforts to acquire open space access and conservation easements in the county.
- In the Other Governmental Funds grouping, Special Assessment Districts fund saved \$400,000 more of their annual assessment revenue than they spent on maintenance and repairs costs. The Road/Bridge Projects fund received in excess of \$1,800,000 in grants for Federal Forest Highway projects.
- The modest increase in taxes of 2.9% or \$617,914 is due to growth, but is below historic averages of 3 to 7%.
- Total expenses increased overall by 8.2% or \$2,580,625, with the majority coming from expense related to the capital assets in the form of major repairs and maintenance of roads and buildings.



**Business Activities** - Business-type activities increased Lewis and Clark County’s net assets by \$310,500, thereby accounting for 9.6 percent of the total growth in the net assets of Lewis and Clark County. Key elements of this increase are as follows:

- At the fairgrounds, revenues continue to be greater than expenses resulting in an increase of change in net assets of over \$768,000. Tax revenue from a mill levy continued strong and resulted in \$48,000 more than the previous year.
- Operations relating to solid waste disposal showed some increase in net assets, approximately \$320,000, as slight rate increases assisted in revenues staying ahead of expenses.
- The Cooney Home was sold in June 2012. Up through the sale, the operations showed revenues down and costs up. The county discontinued nursing home operations by a sale to a third party. The net effect of operations and the sale on net assets is a decrease of \$733,687.



## **THE COUNTY'S FUNDS**

### **Governmental funds**

As of the end of the current fiscal year, Lewis and Clark County's governmental funds reported fund balances of \$21.9 million, an increase of \$.1 million in comparison with the prior year. Of this amount, \$2.4 million (11.9%) is classified as non-spendable and \$19.5 million (88.1%) constitutes spendable fund balance. The spendable fund balance is further classified as restricted, \$4.1 million (18.7%), committed, \$13.0 million (59.4%), assigned, \$.4 million (1.8%), and unassigned, \$1.8 million (8.2%). The preceding fund balance ratios are calculated based on their relation to total fund balances. These fund balance classifications resulted from the implementation of GASB Statement No. 54 and are defined in detail in footnote 1.

The general fund is the main operating fund of the County. At the end of the current fiscal year, combined unassigned and assigned fund balance of the general fund was \$2.3 million, while total fund balance was \$2.4 million.

The fund balance of the County's general fund decreased \$356,941 during the current fiscal year. Taxes saw a slight decrease in collections, due to the increase in protested taxes. Intergovernmental revenues decrease by \$149,000 or 5.9%, with the remaining revenues staying fairly stable. Overall expenditures saw an increase of \$1 million or 14.0% of which primarily is the result of general governmental expending a one-time amount of \$459,532 to the health insurance fund. Investment earnings continue to show decreases in yields as investment earnings were down over the previous fiscal year.

The Public Safety Fund had a total fund balance of \$1.9 million, a decrease of \$.4 million from the prior year. The major contributor to this decrease was in property tax revenue being less due to the increase in protested taxes. Current expenditures were more than in the previous year, also.

The Open Space Fund was a new major fund in fiscal year 2011. In fiscal year 2011, the fund received \$3,000,000 in bond proceeds to be used by outside parties for acquisition of access and conservation easements in the county. The restricted fund balance of \$2.3 million can only be used after commission approval.

The Rural Special Improvement District Debt Fund had a total fund balance of \$.1 million, which is steady with the prior year. The restricted fund balance can only be used for payments of principal and interest.

The Capital Development Fund had a total fund balance of \$6.2, which is an increase from the \$5.7 in the prior year. The increase in fund balance shows that departments continue to contribute to their capital improvement plans (CIP) at an amount slightly more than they are expending.

### **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 \$.02 million, the County landfill was \$.3 million and (\$1.5) million for the Fairgrounds. The County has met debt coverage ratios on all revenue bonds, except the Cooney Home.



Although the Cooney Home sold on June 1, 2012, the county will continue to use the fund to collect outstanding receivables, in excess of \$600,000, net of uncollectable, and to record and pay payables.

The deficit in unrestricted net assets for the Fairgrounds decreased by \$.2 million as the operations experienced increases in revenue and was able to pay off principal from construction loans.

### **General Fund Budgetary Highlights**

Over the course of the year, the Board of County Commissioners revised the County budget slightly for the receipt and expenditure of grants. Actual revenues for the General Fund were less than the final budget by \$18,488. Real property taxes received were less than the original budget amount by \$152,677 as more taxes were protested, with other revenues staying fairly close to budgeted amounts.

Actual expenditures from the General Fund were \$217,526 less than budgeted. The majority of departments spent less than they were budgeted, including general governmental and public works departments that had unspent budgets of \$113,828 and \$68,152, respectively. As previously mentioned, the general fund expended a one-time un- anticipated amount of \$459,532 to the health insurance fund.

### **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, 2012, was \$49,295,577. This investment in capital assets includes land, buildings, improvements other than buildings, infrastructure, machinery and equipment. For fiscal year 2012, the County's investment in capital assets decreased by \$\$585,909. The increase is due to current year purchases of capital assets and major costs for road construction exceeding depreciation and retirement of capital assets. Except for last year, this trend of work being done by the county's public work department on infrastructure such as roads and bridges has been greater than the depreciation and retirements.

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

#### Governmental

- The County continues to work on completing the Marysville Road project, with fiscal year 2012 costs of \$16,359. The project has incurred costs of approximately \$7.2 million, to-date, with an estimated \$190,000 to complete. It is scheduled to be completed in fiscal year 2013.
- The Public Works department, in conjunction with the Forest Highway Projects grants, began working on improving the surface of several rural roads in fiscal year 2011, with current fiscal cost being in excess of \$1.8 million, bring the project expenditures to date to 1.9 million. Several new road projects have been added bring future estimated cost around \$4.8 million to compete the projects.
- Purchase of vehicles and equipment for public safety in the amount of \$418,556.
- Purchase of vehicles, machinery and equipment for the Public Works department in the amount of \$773,000.
- Purchase of software for the Clerk and Records division in the amount of \$89,193.

Business-type

- County landfill continued to incur cost for construction of the Phase III cell, with current fiscal year cost of \$1,2 million.
- The sale of the Cooney Home reduce total assets by \$2.1 million.

**Capital Assets**  
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 4,436,972	\$ 4,288,185	\$ 243,648	\$ 374,442	\$ 4,680,620	\$ 4,662,627
Buildings	6,802,374	7,219,899	10,126,421	12,477,286	16,928,795	19,697,185
Improvements other than buildings	481,690	613,055	3,144,418	3,204,284	3,626,108	3,817,339
Machinery and equipment	5,128,316	4,822,114	927,972	977,682	6,056,288	5,799,796
Infrastructure	6,650,624	7,188,098	-	-	6,650,624	7,188,098
Construction in progress	9,901,884	7,461,149	1,451,258	83,474	11,353,142	7,544,623
Total assets	<u>\$ 33,401,860</u>	<u>\$ 31,592,500</u>	<u>\$ 15,893,717</u>	<u>\$ 17,117,168</u>	<u>\$ 49,295,577</u>	<u>\$ 48,709,668</u>

**Long-term debt** - As of June 30, 2012, the County had total debt outstanding of \$10,809,104. Of this amount, \$2,755,000 in general obligation bonds, \$1,231,301 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment and \$5,559,914 represents bonds secured solely by specified revenue sources (i.e., revenue bonds). The remaining \$1,262,889 comprises contract/loan debt backed by the full faith and credit of the government.

**Outstanding Debt**  
**General Obligation and Revenue Bonds**

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
General obligation bonds	\$ 2,755,000	\$ 2,870,000	\$ -	\$ -	\$ 2,755,000	\$ 2,870,000
Special assessment debt with governmental commitment	1,231,301	1,497,476	-	-	1,231,301	1,497,476
Revenue bonds	345,000	395,000	5,214,914	5,371,533	5,559,914	5,766,533
Contracts/loans	1,229,326	1,660,901	33,563	61,196	1,262,889	1,722,097
Total	<u>\$ 5,560,627</u>	<u>\$ 6,423,377</u>	<u>\$ 5,248,477</u>	<u>\$ 5,432,729</u>	<u>\$ 10,809,104</u>	<u>\$ 11,856,106</u>

Lewis and Clark County's total debt has a net decrease of \$1,047,002, due primarily to the payment of \$2,459,463 in principal, which exceeded loan proceeds for revenue bond and special assessment debt, \$1,400,000 and \$9,279, respectively. The revenue bonds were issued to finance the cost of construction of a new cell for the County's solid waste facility. The county made principal payments for general obligation bonds, special assessment loans with governmental commitment, revenue bonds, and contracts/loans of \$115,000, \$275,454, \$1,609,801, and \$459,208, respectively. The County has not had a recent change in its credit rating.

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

### **Economic Factors and Next Year's Budgets and Rates**

- The current unadjusted unemployment figures for Lewis and Clark County is currently 5.2 percent. This is down .7 percent from the one year ago and compares favorably the State of Montana at 6.3 percent and the nation at 8.2 percent.
- The most current median household income for Lewis and Clark County is \$50,889. This amount is down from the previous year.
- Inflationary trends in the County compare favorable to national indices.
- Steady commercial and residential development in the county has provided a stable economic environment. However, the increase in demand for government services that accompanies development has exceeded the growth in revenues.

All of these factors were considered in preparing Lewis and Clark County's budget for the 2012 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. Its primary purpose was to assist in financing the construction of a major event center and other projects at the Lewis and Clark County Fairgrounds. Approximately, \$5,727,000 was for the event center and the projects, with approximately \$250,000 or 2.91 mills for ongoing operations and maintenance, along with asset replacement. To assist in completion of the construction of the event center, which will be in excess of \$9 million, the county issued a revenue bond for \$3,535,000 in August 2007 and internally financed the remainder.

Lewis and Clark County is experiencing the effects of the national economic downturn. After several years of significant growth throughout the county, we have experienced a slowdown in several areas. The number of subdivision applications is declining and we are experiencing a decrease in the tonnage received at our landfill. Permits for septic systems have also dropped considerably. While we are predicting a 2.7% increase in property tax revenues, a major source of funding, that increase is well below historic growth levels of 3% to 7%.

In times of economic downturn, maintaining a healthy fiscal position becomes even more important. The Commission focused on maintaining adequate cash reserves to weather the recession while continuing to provide the current level of services. The County is anticipating cash reserves to decrease by \$6,708,788 to \$19,661,228 County wide. This represents a reserve of 27% of budgeted expenditures. This is a healthy reserve and will allow the Commission the flexibility and time to respond to decreasing revenues in an orderly fashion.

### **Contacting the County's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, 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.

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## **BASIC FINANCIAL STATEMENTS**

LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF NET ASSETS  
June 30, 2012

	PRIMARY GOVERNMENT			COMPONENT UNITS	
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY	COOPERATIVE HEALTH CENTER
<b>ASSETS</b>					
Cash and cash equivalents	\$ 18,615,845	\$ 1,879,143	\$ 20,494,988	\$ 2,701,939	\$ 737,031
Investments	3,589,782	363,937	3,953,719	487,811	142,741
Taxes/assessment receivables (net of allowance for uncollectables)	3,670,654	208,304	3,878,958	353,395	-
Accounts/contracts (net of allowance for uncollectibles)	703,485	1,085,306	1,788,791	59	389,121
Notes receivable	-	216,928	216,928	-	-
Due from other governments	892,918	8,991	901,909	-	-
Inventories	323,744	-	323,744	-	63,210
Restricted assets - noncurrent	457,902	936,223	1,394,125	-	-
Long-term accounts/contracts receivable	354,720	-	354,720	-	-
Long-term notes receivable	-	2,045,273	2,045,273	-	-
Internal balances	4,434,235	(4,434,235)	-	-	-
Land and construction in progress	14,338,856	1,694,906	16,033,762	168,793	-
Buildings, improvements, vehicles and equipment(net) Infrastructure (net)	12,412,380	14,198,811	26,611,191	1,462,728	410,296
	6,650,624	-	6,650,624	-	-
<b>Total assets</b>	<b>66,445,145</b>	<b>18,203,587</b>	<b>84,648,732</b>	<b>5,174,725</b>	<b>1,742,399</b>
<b>Liabilities:</b>					
Accounts payable	1,297,470	352,020	1,649,490	43,021	112,936
Unearned revenues	2,175,469	-	2,175,469	-	-
Accrued interest	20,566	-	20,566	-	-
Long-term liabilities					
Portion due or payable within one year:					
Special assessment debt with government commitment	162,895	-	162,895	-	-
Contracts/loans payable	269,240	16,804	286,044	-	-
General obligation bonds payable	120,000	-	120,000	-	-
Revenue bonds payable	50,000	864,404	914,404	-	-
Landfill postclosure costs payable	-	20,000	20,000	-	-
Claims payable	352,526	-	352,526	-	-
Compensated absences payable	200,707	7,708	208,415	10,781	19,604
Portion due or payable in more than one year:					
Special assessment debt with government commitment	1,068,406	-	1,068,406	-	-
Contracts/loans payable	960,086	16,759	976,845	-	-
General obligation bonds payable	2,635,000	-	2,635,000	-	-
Revenue bonds payable	295,000	4,350,510	4,645,510	-	-
Landfill postclosure costs payable	-	1,160,750	1,160,750	-	-
Compensated absences payable	1,806,357	69,369	1,875,726	97,025	176,431
OPEB implicit rate subsidy	187,986	9,754	197,740	-	25,176
<b>Total liabilities</b>	<b>11,601,708</b>	<b>6,868,078</b>	<b>18,469,786</b>	<b>150,827</b>	<b>334,147</b>
<b>NET ASSETS</b>					
Investment in capital assets, net of related debt	30,596,233	10,645,240	41,241,473	1,631,521	410,296
Restricted for:					
Public safety	273,487	-	273,487	-	-
Public works	2,231,801	-	2,231,801	-	-
Public Health	469,680	-	469,680	-	-
Culture and recreation	(406,356)	-	(406,356)	-	-
Bond reserves	-	399,986	399,986	-	-
Debt service	455,870	536,237	992,107	-	-
Capital projects	395,043	-	395,043	-	-
Other purposes	467,915	-	467,915	3,146,788	-
Unrestricted	20,359,764	(245,954)	20,113,810	245,589	997,956
<b>Total net assets</b>	<b>\$ 54,843,437</b>	<b>\$ 11,335,509</b>	<b>\$ 66,178,946</b>	<b>\$ 5,023,898</b>	<b>\$ 1,408,252</b>

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

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2012**

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF ACTIVITIES  
For the Fiscal Year Ended June 30, 2012**

Function/Programs	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			COMPONENT UNITS		
	EXPENSES	FEES, FINES, AND CHARGE FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	LIBRARY	HEALTH CENTER	COOPERATIVE
<b>Primary government:</b>										
Governmental activities										
General government	\$ 10,666,150	\$ 1,701,917	\$ 91,679	\$ 650	\$ (8,871,904)	\$ -	\$ (8,871,904)			
Public safety	11,493,186	881,147	1,025,592	70,025	(9,516,422)	-	(9,516,422)			
Public works	6,094,251	115,818	200,082	2,758,439	(3,019,912)	-	(3,019,912)			
Public health	4,402,403	1,201,662	1,821,205	-	(1,379,536)	-	(1,379,536)			
Social and economic	1,076,407	2,830	43,242	-	(1,030,335)	-	(1,030,335)			
Culture and recreation	106,010	-	-	-	(106,010)	-	(106,010)			
Interest on long-term debt	316,958	-	-	-	(316,958)	-	(316,958)			
Total governmental activities	<u>\$ 34,155,365</u>	<u>\$ 3,903,374</u>	<u>\$ 3,181,800</u>	<u>\$ 2,829,114</u>	<u>\$ (24,241,077)</u>	<u>\$ -</u>	<u>\$ (24,241,077)</u>			
Business-type activities										
Solid waste	2,570,742	2,892,055	5,267	-	-	326,580	326,580			
Nursing home	5,755,855	4,399,666	-	-	-	(1,356,189)	(1,356,189)			
Fairgrounds	1,548,495	793,348	21,491	-	-	(733,656)	(733,656)			
Total business-type activities	<u>\$ 9,875,092</u>	<u>\$ 8,085,069</u>	<u>\$ 26,758</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,763,265)</u>	<u>\$ (1,763,265)</u>			
<b>Total primary government</b>	<b>\$ 44,030,457</b>	<b>\$ 11,988,443</b>	<b>\$ 3,208,558</b>	<b>\$ 2,829,114</b>	<b>\$ (24,241,077)</b>	<b>\$ (1,763,265)</b>	<b>\$ (26,004,342)</b>			
<b>Component units:</b>										
Library	\$ 2,549,477	\$ 119,709	\$ 1,094,487	\$ 20,502			\$ (1,314,779)	\$ -	\$ 660,314	
Community Health Center	3,746,884	2,350,905	2,056,293	-						
<b>Total component units</b>	<b>\$ 6,296,361</b>	<b>\$ 2,470,614</b>	<b>\$ 3,150,780</b>	<b>\$ 20,502</b>			<b>\$ (1,314,779)</b>		<b>\$ 660,314</b>	
General revenues:										
Property taxes					19,479,201	1,450,949	20,930,150	1,673,330		
Local option tax					2,112,161	-	2,112,161			
Other taxes					53,137	-	53,137			
Grant and contributions not restricted to specific programs					4,348,447	-	4,348,447			
Unrestricted investment earnings					168,231	8,871	177,102	8,450		
Miscellaneous					1,543,065	613,945	2,157,010	22,697		
Transfers					(52,902)	52,902	-			
Total general revenue and transfers					<u>27,651,340</u>	<u>2,126,667</u>	<u>29,778,007</u>	<u>1,704,477</u>		
Change in net assets					3,410,263	363,402	3,773,665	389,698	660,314	
Net assets - beginning					51,433,174	10,972,107	62,405,281	4,634,200	747,938	
Net assets - ending					<u>\$ 54,843,437</u>	<u>\$ 11,335,509</u>	<u>\$ 66,178,946</u>	<u>\$ 5,023,898</u>	<u>\$ 1,408,252</u>	

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

LEWIS AND CLARK COUNTY, MONTANA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2012

	SPECIAL REVENUE		DEBT SERVICE		CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
	PUBLIC SAFETY	OPEN SPACE	RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT	CAPITAL DEVELOPMENT			
<b>ASSETS</b>							
Cash and cash equivalents	\$ 901,445	\$ 1,967,579	\$ 123,673	\$ 3,899,586	\$ 6,849,802	\$ 15,661,388	
Investments	174,586	381,065	23,951	755,242	1,326,619	3,033,179	
Receivables:							
Taxes/assessments	620,638	-	1,373,494	-	709,514	3,670,654	
Accounts/contracts	276,936	-	-	-	8,657	326,228	
Due from other funds	2,926,203	-	-	-	-	2,926,203	
Due from other governments	125,468	-	-	-	627,372	892,918	
Inventories	95,715	-	-	-	185,994	281,709	
Restricted assets:							
Cash and cash equivalents	-	-	-	-	10,013	10,013	
Investments	-	-	-	-	457,902	457,902	
Long-term accounts/contracts receiv	354,720	-	-	-	354,720	354,720	
Advances to other funds	-	-	-	1,660,612	56,233	1,716,845	
<b>Total assets</b>	<b>\$ 5,475,711</b>	<b>\$ 2,348,644</b>	<b>\$ 1,521,118</b>	<b>\$ 6,315,440</b>	<b>\$ 10,232,106</b>	<b>\$ 29,331,759</b>	
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ 309,584	\$ -	\$ -	\$ 59,438	\$ 456,446	\$ 1,120,950	
Due to other funds	-	-	-	-	152,580	152,580	
Deferred revenues	2,742,748	1,172,248	1,359,122	-	728,004	6,002,122	
Advances from other funds	-	-	51,823	-	4,410	56,233	
<b>Total liabilities</b>	<b>3,052,332</b>	<b>1,467,730</b>	<b>1,410,945</b>	<b>59,438</b>	<b>1,341,440</b>	<b>7,331,885</b>	
Fund balance:							
Nonspendable	95,715	-	-	1,660,612	710,142	2,466,469	
Restricted	-	2,348,644	110,173	-	1,646,643	4,105,460	
Unrestricted:							
Committed	7,139	-	-	4,595,390	6,504,953	13,078,492	
Assigned	451,064	-	-	-	28,928	479,992	
Unassigned	1,869,461	-	-	-	-	1,869,461	
<b>Total fund balance</b>	<b>2,423,379</b>	<b>2,348,644</b>	<b>110,173</b>	<b>6,256,002</b>	<b>8,890,666</b>	<b>21,999,874</b>	
<b>Total liabilities and fund balance</b>	<b>\$ 5,475,711</b>	<b>\$ 2,348,644</b>	<b>\$ 1,521,118</b>	<b>\$ 6,315,440</b>	<b>\$ 10,232,106</b>	<b>\$ 29,331,759</b>	



LEWIS AND CLARK COUNTY, MONTANA  
 BALANCE SHEET (Continued)  
 GOVERNMENTAL FUNDS  
 June 30, 2012

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

Total fund balance for governmental funds	\$ 21,999,874
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	14,126,012
Buildings, Improvements, Vehicles and Equipment(net)	11,215,134
Infrastructure (net)	6,650,624
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	3,826,653
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.	4,257,569
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Accrued interest	(20,566)
Bonds Payable	(2,755,000)
Loans/contracts payable	(2,460,627)
Compensated Absences	(1,808,250)
OPEB implicit rate subsidy	(187,986)
	<u>(7,211,863)</u>
	<u>\$ 54,843,437</u>

Net Assets of Governmental Activities

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

LEWIS AND CLARK COUNTY, MONTANA  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 For the Fiscal Year Ended June 30, 2012

	GENERAL	PUBLIC SAFETY	SPECIAL REVENUE	OPEN SPACE	RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT	CAPITAL DEVELOPMENT	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES</b>								
Taxes/assessments	\$ 4,986,510	\$ 7,373,208	\$ -	-	\$ 269,165	\$ -	\$ 8,580,570	\$ 21,209,453
Licenses and permits	264,555	1,435	-	-	-	-	-	265,990
Intergovernmental	2,502,854	854,101	-	-	-	379,458	6,622,948	10,359,361
Charges for services	1,182,336	393,678	-	-	-	-	1,512,467	3,088,481
Fines and forfeitures	71,717	256,562	-	-	-	-	220,624	548,903
Miscellaneous	45,927	57,533	-	-	-	500	414,158	518,118
Interest earnings	39,046	1,879	7,373	-	464	67,969	42,592	159,323
<b>Total revenues</b>	<b>9,092,945</b>	<b>8,938,396</b>	<b>7,373</b>	<b>7,373</b>	<b>269,629</b>	<b>447,927</b>	<b>17,393,359</b>	<b>36,149,629</b>
<b>EXPENDITURES</b>								
Current:								
General government	6,498,458	-	-	602,599	-	43,460	2,801,723	9,946,240
Public safety	313,672	8,699,129	-	-	-	68,488	1,425,252	10,506,541
Public works	1,257,305	-	-	-	-	61,888	3,578,514	4,897,707
Public health	61,000	-	-	-	-	-	4,306,004	4,367,004
Social and economic	543,843	-	-	-	-	-	530,994	1,074,837
Culture and recreation	-	-	-	-	-	-	47,799	47,799
Debt service	174,526	119,226	-	-	268,319	-	557,187	1,119,258
Capital outlay	-	70,025	-	-	-	1,856,880	2,100,690	4,027,595
<b>Total expenditures</b>	<b>8,848,804</b>	<b>8,888,380</b>	<b>602,599</b>	<b>602,599</b>	<b>268,319</b>	<b>2,030,716</b>	<b>15,348,163</b>	<b>35,986,981</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>244,141</b>	<b>50,016</b>	<b>(595,226)</b>	<b>(595,226)</b>	<b>1,310</b>	<b>(1,582,789)</b>	<b>2,045,196</b>	<b>162,648</b>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	296,291	327,879	-	-	-	1,991,548	1,690,694	4,306,412
Transfers out	(897,373)	(854,700)	-	-	(4,251)	-	(2,670,980)	(4,427,304)
Loans	-	-	-	-	-	-	9,279	9,279
Proceeds from sale of capital assets	-	45,431	-	-	-	104,152	-	149,583
<b>Total other financing sources and uses</b>	<b>(601,082)</b>	<b>(481,390)</b>	<b>-</b>	<b>-</b>	<b>(4,251)</b>	<b>2,095,700</b>	<b>(971,007)</b>	<b>37,970</b>
<b>Net change in fund balances</b>	<b>(356,941)</b>	<b>(431,374)</b>	<b>(595,226)</b>	<b>(595,226)</b>	<b>(2,941)</b>	<b>512,911</b>	<b>1,074,189</b>	<b>200,618</b>
Fund balance, July 1	2,780,320	2,402,384	2,943,870	2,943,870	113,114	5,743,091	7,816,477	21,799,256
Fund balance, June 30	<b>\$ 2,423,379</b>	<b>\$ 1,971,010</b>	<b>\$ 2,348,644</b>	<b>\$ 2,348,644</b>	<b>\$ 110,173</b>	<b>\$ 6,256,002</b>	<b>\$ 8,890,666</b>	<b>\$ 21,999,874</b>

**LEWIS AND CLARK COUNTY, MONTANA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)**  
**GOVERNMENTAL FUNDS**  
 For the Fiscal Year Ended June 30, 2012

**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

\$ 200,618

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	1,586,860
Construction in Progress increase/(decrease)	2,440,735
Retirement, Trade In, Donation, etc of Capital assets	333,623
Depreciation expense	<u>(2,424,707)</u>

1,936,511

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

Long-term receivables

894,578

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  
 Principal payments are:  
 Bonds payable  
 Contract/loans payable

(9,279)
115,000
<u>707,029</u>

812,750

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  
 OPEB implicit rate subsidy  
 Accrued interest

(188,595)
(55,963)
<u>2,156</u>

(242,402)

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 dental, 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.

Change in net assets of governmental activities

(191,792)

\$ 3,410,263

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

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, 2012  
 (Page 1 of 5)

	GENERAL FUND			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	BUDGETED AMOUNTS		ACTUAL	
	ORIGINAL	FINAL		
<b>REVENUES</b>				
<b>Taxes/Assessments</b>				
Real property	\$ 4,350,330	\$ 4,350,330	\$ 4,197,653	\$ (152,677)
Local option tax	214,200	214,200	211,655	(2,545)
Entitlements	642,227	642,227	623,780	(18,447)
<b>Total Taxes/Assessments</b>	<b>5,206,757</b>	<b>5,206,757</b>	<b>5,033,088</b>	<b>(173,669)</b>
<b>Licenses and Permits</b>				
Alcoholic beverage licenses	3,600	3,600	8,069	4,469
General business	200,020	200,020	172,840	(27,180)
Other licenses & permits	24,125	24,125	20,493	(3,632)
<b>Total Licenses and Permits</b>	<b>227,745</b>	<b>227,745</b>	<b>201,402</b>	<b>(26,343)</b>
<b>Intergovernmental</b>				
Federal grants:				
Other federal grants	50,000	98,645	77,838	(20,807)
Federal shared revenue:				
Taylor grazing	1,500	1,500	1,687	187
Payments in lieu	1,655,042	1,655,042	1,655,042	-
State grants:				
Treasure State Endowment Program	15,000	75,000	-	(75,000)
Other state grants	9,100	9,100	143,886	134,786
State shared revenues:				
Personal property reimbursement	553,245	553,245	557,459	4,214
Gambling revenues	20,000	20,000	33,924	13,924
<b>Total Intergovernmental</b>	<b>2,303,887</b>	<b>2,412,532</b>	<b>2,469,836</b>	<b>57,304</b>
<b>Charges for Services</b>				
General government:				
Administrative fees	530,000	530,000	591,461	61,461
Attorney fees	64,855	64,855	67,135	2,280
Property tax	8,100	8,100	13,200	5,100
Election services	5,000	5,000	1,169	(3,831)
Clerk and Recorder	486,000	486,000	450,412	(35,588)
Treasurer's fees	6,500	6,500	19,334	12,834
Weed	24,500	24,500	37,025	12,525
Other charges for services	2,000	2,000	2,600	600
Public safety:				
Animal control	-	-	-	-
<b>Total Charges for Services</b>	<b>1,126,955</b>	<b>1,126,955</b>	<b>1,182,336</b>	<b>55,381</b>
<b>Fines and Forfeitures</b>				
Court fines:				
Fines and forfeitures	500	500	447	(53)
Surcharge	68,000	68,000	71,270	3,270
<b>Total Fines and Forfeitures</b>	<b>68,500</b>	<b>68,500</b>	<b>71,717</b>	<b>3,217</b>
<b>Miscellaneous Revenues</b>	<b>10,000</b>	<b>10,000</b>	<b>82,576</b>	<b>72,576</b>
<b>Interest Earnings</b>	<b>46,000</b>	<b>46,000</b>	<b>39,046</b>	<b>(6,954)</b>
<b>Total revenues</b>	<b>\$ 8,989,844</b>	<b>\$ 9,098,489</b>	<b>\$ 9,080,001</b>	<b>\$ (18,488)</b>

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, 2012  
 (Page 2 of 5)

EXPENDITURES	GENERAL FUND			
	BUDGETED AMOUNTS			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL	ACTUAL	
<b>General Government</b>				
Legislative services				
Personal services	\$ 373,495	\$ 373,495	\$ 282,187	\$ 91,308
Operations and maintenance	83,753	83,753	75,864	7,889
Judicial services				
Personal services	330,578	330,578	322,976	7,602
Operations and maintenance	88,463	88,463	72,607	15,856
Administrative services				
Personal services	330,198	330,198	340,043	(9,845)
Operations and maintenance	254,289	362,934	219,264	143,670
Financial services				
Personal services	1,073,316	1,073,316	1,041,298	32,018
Operations and maintenance	314,680	314,680	264,941	49,739
Personnel services				
Personal services	242,749	242,749	240,017	2,732
Operations and maintenance	9,150	9,150	4,249	4,901
Elections				
Personal services	221,154	221,154	222,528	(1,374)
Operations and maintenance	315,516	315,516	299,730	15,786
Records administration				
Personal services	146,946	146,946	144,440	2,506
Operations and maintenance	110,890	110,890	91,030	19,860
Legal services				
Personal services	1,224,837	1,224,837	1,197,372	27,465
Operations and maintenance	217,238	217,238	207,676	9,562
Public school administration				
Personal services	92,766	92,766	91,678	1,088
Operations and maintenance	14,790	14,790	14,311	479
Other general government				
Operations and maintenance	957,199	957,199	1,264,613	(307,414)
<b>Total General Government</b>	<b>6,402,007</b>	<b>6,510,652</b>	<b>6,396,824</b>	<b>113,828</b>
<b>Public Safety</b>				
Coroner services				
Personal services	132,865	132,865	125,128	7,737
Operations and maintenance	95,421	95,421	83,913	11,508
Civil defense				
Personal services	95,028	95,028	87,822	7,206
Operations and maintenance	25,635	25,635	15,975	9,660
<b>Total Public Safety</b>	<b>348,949</b>	<b>348,949</b>	<b>312,838</b>	<b>36,111</b>
<b>Public Works</b>				
Road and street services				
Personal services	348,909	348,909	353,667	(4,758)
Operations and maintenance	56,216	56,216	41,535	14,681
Bridge				
Personal services	317,465	318,848	296,847	22,001
Operations and maintenance	220,434	220,434	224,298	(3,864)
Facilities administration				
Operations and maintenance	50,955	50,955	45,956	4,999
Weed				
Personal services	177,952	177,952	170,216	7,736
Operations and maintenance	122,380	122,380	95,023	27,357
<b>Total Public Works</b>	<b>1,294,311</b>	<b>1,295,694</b>	<b>1,227,542</b>	<b>68,152</b>

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, 2012  
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	GENERAL FUND			VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	BUDGETED AMOUNTS		ACTUAL	
	ORIGINAL	FINAL		
<b>Public Health</b>				
Animal control services				
Operations and maintenance	61,000	61,000	61,000	-
<b>Total Public Health</b>	<b>61,000</b>	<b>61,000</b>	<b>61,000</b>	<b>-</b>
<b>Social and Economic</b>				
Aging services				
Operations and maintenance	167,935	167,935	167,932	3
Welfare services				
Operations and maintenance	375,342	375,342	375,911	(569)
<b>Total Social and Economic</b>	<b>543,277</b>	<b>543,277</b>	<b>543,843</b>	<b>(566)</b>
<b>Debt Service</b>	<b>174,527</b>	<b>174,527</b>	<b>174,526</b>	<b>1</b>
<b>Total expenditures</b>	<b>8,824,071</b>	<b>8,934,099</b>	<b>8,716,573</b>	<b>217,526</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>165,773</b>	<b>164,390</b>	<b>363,428</b>	<b>199,038</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	311,511	312,894	296,291	(16,603)
Transfers out	(925,161)	(925,161)	(897,373)	27,788
<b>Total other financing sources and uses</b>	<b>(613,650)</b>	<b>(612,267)</b>	<b>(601,082)</b>	<b>11,185</b>
<b>Net change in fund balances</b>	<b>\$ (447,877)</b>	<b>\$ (447,877)</b>	<b>(237,654)</b>	<b>\$ 210,223</b>
Fund balance, July 1			2,552,722	
Fund balance, June 30			<b>\$ 2,315,068</b>	

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

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, 2012  
 (Page 4 of 5)

	PUBLIC SAFETY			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes/assessments	\$ 7,810,685	\$ 7,810,685	\$ 7,446,907	\$ (363,778)
Licenses and permits	1,600	1,600	1,435	(165)
Intergovernmental	965,759	965,759	785,214	(180,545)
Charges for services	288,500	288,500	373,347	84,847
Fines and forfeitures	300,000	300,000	256,562	(43,438)
Miscellaneous	49,000	49,000	63,203	14,203
Interest earnings	-	-	1,879	1,879
<b>Total revenues</b>	<b>9,415,544</b>	<b>9,415,544</b>	<b>8,928,547</b>	<b>(486,997)</b>
<b>EXPENDITURES</b>				
Current:				
General government				
Operations and maintenance	-	-	-	-
Public safety				
Personal services	5,902,080	5,902,080	5,748,522	153,558
Operations and maintenance	3,037,896	3,037,896	2,905,153	132,743
Debt service	119,226	119,226	119,226	-
Capital outlay	-	-	70,025	(70,025)
<b>Total expenditures</b>	<b>9,059,202</b>	<b>9,059,202</b>	<b>8,842,926</b>	<b>216,276</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>356,342</b>	<b>356,342</b>	<b>85,621</b>	<b>(270,721)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	334,797	334,797	327,879	(6,918)
Transfers out	(806,700)	(854,700)	(854,700)	-
Loans	-	-	-	-
Proceeds from sale of capital assets	15,000	15,000	45,431	30,431
<b>Total other financing sources and uses</b>	<b>(456,903)</b>	<b>(504,903)</b>	<b>(481,390)</b>	<b>23,513</b>
<b>Net change in fund balances</b>	<b>\$ (100,561)</b>	<b>\$ (148,561)</b>	<b>(395,769)</b>	<b>\$ (247,208)</b>
Fund balance, July 1			2,364,288	
Fund balance, June 30			<b>\$ 1,968,519</b>	

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

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, 2012  
 (Page 5 of 5)

	OPEN SPACE			
	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes/assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Miscellaneous	-	-	-	-
Interest earnings	-	8,000	7,373	(627)
<b>Total revenues</b>	<b>-</b>	<b>8,000</b>	<b>7,373</b>	<b>(627)</b>
<b>EXPENDITURES</b>				
Current:				
General government				
Operations and maintenance	4,901,250	2,900,083	602,599	2,297,484
Public safety				
Personal services	-	-	-	-
Operations and maintenance	-	-	-	-
Debt service	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>4,901,250</b>	<b>2,900,083</b>	<b>602,599</b>	<b>2,297,484</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(4,901,250)</b>	<b>(2,892,083)</b>	<b>(595,226)</b>	<b>2,296,857</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Loans	5,000,000	-	-	-
Proceeds from sale of capital assets	-	-	-	-
<b>Total other financing sources and uses</b>	<b>5,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 98,750</b>	<b>\$ (2,892,083)</b>	<b>(595,226)</b>	<b>\$ 2,296,857</b>
Fund balance, July 1			2,943,870	
Fund balance, June 30			<b>\$ 2,348,644</b>	

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





LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF FUND NET ASSETS  
PROPRIETARY FUNDS  
June 30, 2012

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTAL	GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY HOME	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS		
<b>ASSETS</b>						
Current assets:						
Cash and cash equivalents	\$ -	\$ 1,015,184	\$ 8,358	\$ 855,601	\$ 1,879,143	\$ 2,873,933
Investments	-	196,613	1,619	165,705	363,937	556,603
Receivables:						
Taxes/assessments	-	-	208,304	-	208,304	-
Accounts/contracts	662,523	125,331	-	297,452	1,085,306	377,257
Notes receivable	216,928	-	-	-	216,928	-
Due from other governments	-	-	8,991	-	8,991	-
Inventories	-	-	-	-	-	42,035
Total current assets	<u>879,451</u>	<u>1,337,128</u>	<u>227,272</u>	<u>1,318,758</u>	<u>3,762,609</u>	<u>3,849,828</u>
Noncurrent assets:						
Restricted assets:						
Cash and cash equivalents	-	514,505	269,817	-	784,322	70,511
Investments	-	99,645	52,256	-	151,901	-
Notes receivable	2,045,273	-	-	-	2,045,273	-
Capital Assets:						
Land and Construction in Progress	-	1,467,252	164,060	63,594	1,694,906	212,844
Buildings, improvements, vehicles and equipment(net)	-	3,664,663	10,444,432	89,716	14,198,811	1,197,246
Total noncurrent assets	<u>2,045,273</u>	<u>5,746,065</u>	<u>10,930,565</u>	<u>153,310</u>	<u>18,875,213</u>	<u>1,480,601</u>
<b>Total assets</b>	<b><u>2,924,724</u></b>	<b><u>7,083,193</u></b>	<b><u>11,157,837</u></b>	<b><u>1,472,068</u></b>	<b><u>22,637,822</u></b>	<b><u>5,330,429</u></b>
<b>Liabilities:</b>						
Current liabilities:						
Accounts payable	124,714	11,341	91,226	124,739	352,020	176,520
Contracts/loans payable - current	-	-	11,568	5,236	16,804	-
Due to other funds	2,773,623	-	-	-	2,773,623	-
Revenue bonds payable	-	282,106	582,298	-	864,404	50,000
Landfill postclosure costs payable - current	-	-	-	20,000	20,000	-
Advances from other funds	-	-	1,660,612	-	1,660,612	-
Compensated absences payable	-	2,369	4,274	1,065	7,708	19,882
Total current liabilities	<u>2,898,337</u>	<u>295,816</u>	<u>2,349,978</u>	<u>151,040</u>	<u>5,695,171</u>	<u>598,928</u>
Noncurrent liabilities:						
Contracts/loans payable	-	-	-	16,759	16,759	-
Revenue bonds payable	-	3,426,479	924,031	-	4,350,510	295,000
Landfill postclosure costs payable	-	920,750	-	240,000	1,160,750	-
Compensated absences payable	-	21,316	38,469	9,584	69,369	178,932
OPEB implicit rate subsidy	-	4,899	4,855	-	9,754	-
Total noncurrent liabilities	<u>-</u>	<u>4,373,444</u>	<u>967,355</u>	<u>266,343</u>	<u>5,607,142</u>	<u>473,932</u>
<b>Total liabilities</b>	<b><u>2,898,337</u></b>	<b><u>4,669,260</u></b>	<b><u>3,317,333</u></b>	<b><u>417,383</u></b>	<b><u>11,302,313</u></b>	<b><u>1,072,860</u></b>
<b>NET ASSETS</b>						
Investment in capital assets, net of related debt	-	1,423,330	9,090,595	131,315	10,645,240	1,065,090
Restricted for bond reserve	-	399,986	-	-	399,986	70,511
Restricted for debt service	-	214,164	322,073	-	536,237	-
Unrestricted	26,387	376,453	(1,572,164)	923,370	(245,954)	3,121,968
<b>Total net assets</b>	<b><u>\$ 26,387</u></b>	<b><u>\$ 2,413,933</u></b>	<b><u>\$ 7,840,504</u></b>	<b><u>\$ 1,054,685</u></b>	<b><u>\$ 11,335,509</u></b>	<b><u>\$ 4,257,569</u></b>

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

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2012**

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2012**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY HOME	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS	TOTAL	
<b>OPERATING REVENUES</b>						
Charges for services	\$ 3,929,988	\$ 1,269,828	\$ 793,348	\$ 1,622,227	\$ 7,615,391	\$ 10,138,033
Miscellaneous	469,678	-	-	-	469,678	104,375
<b>Total Operating Revenues</b>	<b>4,399,666</b>	<b>1,269,828</b>	<b>793,348</b>	<b>1,622,227</b>	<b>8,085,069</b>	<b>10,242,408</b>
<b>OPERATING EXPENSES</b>						
Personal services	3,297,994	323,465	397,139	93,545	4,112,143	2,033,772
Supplies	625,810	308,649	175,704	82,054	1,192,217	2,059,981
Purchased services	1,645,153	94,422	507,779	1,268,215	3,515,569	6,272,171
Depreciation	137,768	276,683	323,829	11,973	750,253	127,148
<b>Total Operating Expenses</b>	<b>5,706,725</b>	<b>1,003,219</b>	<b>1,404,451</b>	<b>1,455,787</b>	<b>9,570,182</b>	<b>10,493,072</b>
<b>Operating income (loss)</b>	<b>(1,307,059)</b>	<b>266,609</b>	<b>(611,103)</b>	<b>166,440</b>	<b>(1,485,113)</b>	<b>(250,664)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Taxes pledged to secure revenue bonds	-	-	1,450,949	-	1,450,949	-
Intergovernmental	-	-	21,491	5,267	26,758	-
Interest income	-	5,519	933	2,419	8,871	8,908
Interest expense	(49,130)	(111,233)	(144,044)	(503)	(304,910)	(21,885)
Amortization of revenue bond issuance costs	(21,879)	-	-	-	(21,879)	-
Proceeds from sale of capital assets	-	-	-	-	-	3,859
Gain on disposal of discontinued operations	635,824	-	-	-	635,824	-
Capital grants and contributions	-	-	-	-	-	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>564,815</b>	<b>(105,714)</b>	<b>1,329,329</b>	<b>7,183</b>	<b>1,795,613</b>	<b>(9,118)</b>
<b>Income (loss) before transfers</b>	<b>(742,244)</b>	<b>160,895</b>	<b>718,226</b>	<b>173,623</b>	<b>310,500</b>	<b>(259,782)</b>
Transfers in	8,783	-	50,000	-	58,783	69,990
Transfers out	(226)	-	-	(5,655)	(5,881)	(2,000)
<b>Change in net assets</b>	<b>(733,687)</b>	<b>160,895</b>	<b>768,226</b>	<b>167,968</b>	<b>363,402</b>	<b>(191,792)</b>
Total net assets, beginning	760,074	2,253,038	7,072,278	886,717	10,972,107	4,449,361
Total net assets, ending	<b>\$ 26,387</b>	<b>\$ 2,413,933</b>	<b>\$ 7,840,504</b>	<b>\$ 1,054,685</b>	<b>\$ 11,335,509</b>	<b>\$ 4,257,569</b>

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

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2012**

**LEWIS AND CLARK COUNTY, MONTANA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
For the Fiscal Year Ended June 30, 2012**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUNDS
	COONEY HOME	COUNTY LANDFILL	FAIR ENTERPRISE	OTHER ENTERPRISE FUNDS	TOTAL	
<b>Cash flows from operating activities:</b>						
Cash received from customers	\$ 3,401,083	\$ 1,275,779	\$ 793,348	\$ 1,607,059	\$ 7,077,269	\$ 10,017,307
Cash payments for goods and services	(1,666,777)	(410,428)	(683,483)	(1,379,334)	(4,140,022)	(8,269,358)
Cash payments for employees	(3,620,502)	(319,214)	(382,756)	(92,359)	(4,414,831)	(2,002,920)
Cash received from other operating revenues	469,678	-	-	-	469,678	104,375
Cash payments for landfill closure and post closure	-	24,510	-	(20,000)	4,510	-
<b>Net cash provided by (used by) operating activities</b>	<b>(1,416,518)</b>	<b>570,647</b>	<b>(272,891)</b>	<b>115,366</b>	<b>(1,003,396)</b>	<b>(150,596)</b>
<b>Cash flows from noncapital financing activities:</b>						
Proceeds from taxes	-	-	1,405,316	-	1,405,316	-
Proceeds received from non-capital grants	-	-	12,500	5,267	17,767	-
Transfers from other Funds	8,783	-	50,000	-	58,783	69,990
Transfers to other Funds	(226)	-	-	(5,655)	(5,881)	(2,000)
Proceeds from interfund loans	1,592,641	-	-	-	1,592,641	-
Repayment of interfund loans	-	-	(272,722)	-	(272,722)	-
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>1,601,198</b>	<b>-</b>	<b>1,195,094</b>	<b>(388)</b>	<b>2,795,904</b>	<b>67,990</b>
<b>Cash flows from capital and related financing activities:</b>						
Payments for capital acquisitions	-	(1,310,290)	(282,584)	(15,200)	(1,608,074)	-
Proceeds from sale of capital assets	-	-	-	-	-	3,859
Gain on disposal of discontinued operations	516,139	-	-	-	516,139	-
Proceeds from issuing bonds	-	1,400,000	-	-	1,400,000	-
Principal repayment - bonds/loans	(790,000)	(213,104)	(579,261)	(5,070)	(1,587,435)	(50,000)
Interest paid	(49,130)	(108,050)	(144,044)	(503)	(301,727)	(21,884)
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>(322,991)</b>	<b>(231,444)</b>	<b>(1,005,889)</b>	<b>(20,773)</b>	<b>(1,581,097)</b>	<b>(68,025)</b>
<b>Cash flows from investing activities:</b>						
Receipts of interest and dividends	-	5,519	933	2,418	8,870	8,908
Payments for investments	-	(119,678)	(4,426)	(55,472)	(179,576)	(130,751)
<b>Net cash provided by (used by) investing activities</b>	<b>-</b>	<b>(114,159)</b>	<b>(3,493)</b>	<b>(53,054)</b>	<b>(170,706)</b>	<b>(121,843)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(138,311)</b>	<b>225,044</b>	<b>(87,179)</b>	<b>41,151</b>	<b>40,705</b>	<b>(272,474)</b>
Cash and cash equivalents, July 1	138,311	1,304,645	365,354	814,450	2,622,760	3,216,918
<b>Cash and cash equivalents, June 30</b>	<b>\$ -</b>	<b>\$ 1,529,689</b>	<b>\$ 278,175</b>	<b>\$ 855,601</b>	<b>\$ 2,663,465</b>	<b>\$ 2,944,444</b>
Cash and cash equivalents, current	\$ -	\$ 1,015,184	\$ 8,358	\$ 855,601	\$ 1,879,143	\$ 2,873,933
Cash and cash equivalents, noncurrent - restricted	-	514,505	269,817	-	784,322	70,511
<b>Total Cash and cash equivalents, June 30</b>	<b>\$ -</b>	<b>\$ 1,529,689</b>	<b>\$ 278,175</b>	<b>\$ 855,601</b>	<b>\$ 2,663,465</b>	<b>\$ 2,944,444</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>						
Operating income (loss)	\$ (1,307,059)	\$ 266,609	\$ (611,103)	\$ 166,440	\$ (1,485,113)	\$ (250,664)
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>						
Depreciation	137,768	276,683	323,829	11,973	750,253	127,148
Change in assets and liabilities:						
(Increase) decrease taxes/accounts/other receivables	105,655	5,951	-	(15,168)	96,438	(120,726)
(Increase) decrease inventory	26,898	-	-	-	26,898	10,312
(Increase) decrease deferred revenue	(34,560)	-	-	-	(34,560)	-
Increase (decrease) compensated absences	(149,758)	2,610	11,085	1,186	(134,877)	22,130
Increase (decrease) accounts payable	(155,316)	(21,978)	1,814	(29,065)	(204,545)	75,652
Increase (decrease) payables for capital purchases	-	14,729	-	-	14,729	-
Increase (decrease) claims payable	-	-	-	-	-	(14,448)
Increase (decrease) postclosure liability	-	24,510	-	(20,000)	4,510	-
Increase (decrease) in OPEB implicit rate subsidy	(40,146)	1,533	1,484	-	(37,129)	-
<b>Net cash provided by (used by) operating activities</b>	<b>\$ (1,416,518)</b>	<b>\$ 570,647</b>	<b>\$ (272,891)</b>	<b>\$ 115,366</b>	<b>\$ (1,003,396)</b>	<b>\$ (150,596)</b>
<b>Schedule of Noncash Transactions</b>						
Amortization of deferred loss from bond refunding	-	(3,182)	-	-	(3,182)	-
Write off of taxes receivables	-	-	4,251	-	4,251	-
Write off of accounts receivables	600,000	-	-	4,795	604,795	-
Amortization of revenue bond issuance cost	(21,879)	-	-	-	(21,879)	-
Gain or loss from disposal of capital assets	119,685	-	-	-	119,685	-
Notes Receivable for Sale of Cooney Home	2,262,201	-	-	-	2,262,201	-

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



**LEWIS AND CLARK COUNTY  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
June 30, 2012**

	<b>INVESTMENT TRUST FUNDS</b>	<b>AGENCY FUNDS</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 28,274,968	\$ 11,705,567
Investments	4,924,234	2,267,044
Receivables:		
Taxes/assessments	-	9,411,679
Land held for resale	-	20,806
<b>Total assets</b>	<b>33,199,202</b>	<b>23,405,096</b>
<b>LIABILITIES</b>		
Accounts payable	-	12,701,157
Intergovernmental payable	-	10,703,939
<b>Total liabilities</b>	<b>-</b>	<b>23,405,096</b>
<b>NET ASSETS</b>		
Held in trust for:		
External investment pool participants	30,349,852	-
Individual investment accounts	2,849,350	-
<b>Total net assets</b>	<b>\$ 33,199,202</b>	<b>\$ -</b>

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

**LEWIS AND CLARK COUNTY  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
For the Fiscal Year Ended June 30, 2012**

	<b>INVESTMENT TRUST FUNDS</b>
<b>ADDITIONS</b>	
Contributions to pooled investments	\$ 114,235,047
Interest and investment income	108,197
<b>Total additions</b>	<b>114,343,244</b>
<b>DEDUCTIONS</b>	
Distribution from pooled investments	115,081,889
Administrative expenses	2,873
<b>Total deductions</b>	<b>115,084,762</b>
Change in net assets held in trust for: Pool participants	(741,518)
Net assets held in trust, beginning of year	33,940,720
<b>Net assets held in trust, end of year</b>	<b>\$ 33,199,202</b>

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





## **NOTES TO THE BASIC FINANCIAL STATEMENTS**

**LEWIS AND CLARK COUNTY, MONTANA**  
**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**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. Ten (10) additional elected officials serve four (4) year terms.

For financial reporting purposes, the County has included all funds which comprise the County (the primary government) and its component units. The component units are entities for which the County is financially accountable, or whose relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. The 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 the organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County.

**Discretely Presented Component Units**

These component units are entities that are legally separate from the County because they possess corporate powers, but are financially accountable to the County, whose relationships with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The component unit columns of the financial statements include the financial data of the following entities.

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 as a governmental fund type.

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**A. Reporting Entity**

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.

The corporation’s board, includes representatives of local health care providers and consumers, is not controlled by the County. The County is financially accountable for the CHC as a result of fiscal dependency. Under terms of an agreement between the CHC and the County, the CHC must follow fiscal and personnel policies established by the County. Among these fiscal and personnel policies are procurement, claims processing, capital asset and hiring and firing. Due to this close operational and financial relationship, CHC could impose specific financial burdens on the County. Therefore, the County Commission can impose its will on the CHC by approving or not approving most of the major fiscal issues. The CHC does not separately present financial information for the entity and therefore it is presented on as a governmental fund type 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**

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

*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.

*Open Space Fund:* This fund accounts for the receipt of bond revenues and related granting of funds to non-county entities to assist them in purchasing recreational or conservational easements.

*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 Home:* This fund is 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:* This fund is 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:* This fund is used to account for the receipt of user charges and other resources and related expenses for the operation of the County fairgrounds. It is, 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.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

As allowed by Montana Code Annotated (MCA) 37-19-82, the earnings of Forestvale Perpetual Care Fund are used for maintaining the county cemetery.

*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 funds, investment trust funds, and the agency funds 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 finances 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

Deposits and Investments

Lewis and Clark County has implemented 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, 2012, the percentage share of the investment pool that relates to the external investments is 41 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.

At June 30, 2012 the balance in the individual investment trust accounts were as follows:

Helena School District Elementary Building Reserves	\$ 727,361
Helena School District High School Building Reserves	1,919,014
Helena School District other investment	191,352
Helena School District fiscal agent bond account	103
Helena School District Endowment	<u>11,520</u>
Total Individual Investment Accounts	\$ 2,849,350

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

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities and Equity (Continued)**

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.

**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, 2012 the allowance amounted to \$83,368 for the primary government, \$7,212 for component units, \$192,075 for agency funds.

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).

**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.

**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 "bond reserve" account is used to report resources set aside to make up potential future deficiencies in the revenue bond debt service account. The "bond debt service" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "perpetual care – nonexpendable" account is used to legally restrict the principal of a program to the extent that only earnings may be used for purposes that support the County's program.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities and Equity (Continued)**

Other purposes represent accounts that are contractually or legally restricted to a specific program.

**Capital Assets**

The County’s major infrastructure networks - roads and bridges – that had been put in place prior to implementation of GASB Statement 34, were first reported retroactively in fiscal-year 2007.

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	\$15,000
Vehicle	\$15,000
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	6-50
Buildings	15-40
Building Improvements	7-30
Vehicles	5-15
Equipment	5-10
Computer Equipment	3-7



**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities and Equity (Continued)**

**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.

**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.

**Postemployment Benefits**

The County accounts for postemployment benefit obligations in accordance with Governmental Accounting Standards Board (GASB) Statement No. 45 "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions". The County allows retirees, their dependents and spouses to pay the same level of rates for insurance as current employees. Statement No. 45 states this gives them an "implicit rate subsidy" since retirees generally have higher health costs and should pay higher premiums. The County feels this is not a legal liability since nothing in State law or other contracts requires us to provide the same rate and we can change it at any time. Rates are actuarially established for the entire group and therefore the costs are covered. The County will continue to fund this imposed liability on a pay-as-you-go basis as County staff feel it would be irresponsible to set aside taxpayer funds in a irrevocable trust fund that will never be used and probably continue to increase.

**Fund Balance/Net Assets**

**Fund Balance:**

The County implemented GASB Statement No. 54 in fiscal year 2011. This statement requires governmental fund balances to be allocated to two general classifications, nonspendable and spendable.

Nonspendable represents the portion of fund balance that the resources are not in spendable form such as inventory, and, in the general fund, long-term notes and loans receivable. Also considered nonspendable are resources that are legally required to be maintained intact (i.e. principal portion of permanent trusts).

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities and Equity (Continued)**

Spendable fund balance is further categorized as restricted, committed, assigned, and unassigned.

- Restricted – Constraint is externally imposed by third party (grantor, contributor, etc.), state constitution or by enabling legislation by the legislature;
- Committed – Constraint is internally imposed by the County Commission by resolution by the end of the reporting period;
- Assigned – Constraint is internally expressed intent by the government body or authorized official (s) through budget approval process by the reporting date;
- Unassigned – remaining balance with no constraints.

The County adopted a spending policy for restricted and unrestricted fund balances with the following order of spending: restricted, assigned, committed, and lastly unassigned. When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of assigned funds, then committed funds and finally unassigned funds, as needed, unless the County has provided otherwise in its commitment or assignment actions. The County Commission is the highest body in the County. Any constraints on funds set by them through public meeting and commission vote must be reported as committed, if action is taken by fiscal year end. Once the Commission has established the commitment, it can only be modified or rescinded by similar public meeting and commission vote. The County's Chief Administrative Officer or the County Finance Officer are generally the only other persons that can impose constraints that would cause amounts to be assigned. These constraints generally relate to carrying over budget authority from prior years for projects that have been budgeted for by the County Commission, but were not complete as of the prior year end.

GASB Statement No. 54 requires the disclosure of the purpose of every major special revenue fund in the financial statement notes. This additional disclosure is in Footnote 11.

The County does not maintain a stabilization fund or have a minimum fund balance policy.

**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.

**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.

**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.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities and Equity (Continued)**

All other interfund transactions, except interfund services provided/used are reported as transfers. Transfers occurring between the County (primary government) and discretely presented component units are reported as revenue and expenses.

**Comparative Data/Reclassifications**

No comparative total data has been presented.

**NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

**General Budget Policies**

An annual appropriated operating budget is adopted each fiscal year for 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; Library-Component Unit Fund; and the following Special Revenue Funds: Craig Mosquito, Mosquito Control, Water Quality, Mental Health, Roads, Predatory Animal Control, District Court, Parks, Permissive Medical, Forestvale Cemetery, County Planning, Emergency Disaster, County Health, Senior Citizens, County Extension, and Public Safety. Others funds that have budgets adopted include Health-Related Grants, Public Safety Radio Projects, Inmate Programs, Records Preservation, Parks Development, Lincoln Parks, BEP Program, DUI Programs, City/County Drug, Missouri River Drug Task Force, MRDTF Federal Sharing, Hard Rock Mine Reserve, Metal Mines Tax Reserve, Cooney Memorial, Cooney Activity, Community Decay, Craig Wastewater Facility Maintenance, Craig Training Center Maintenance, Septic Maintenance Revolving Loan, Septic Maintenance, Open Space, Alcoholism, Gas Tax, HIDTA, Forest Reserve Title III, Justice Assistance Grant, Citizens Corp/CERT Program, National Fire Plan, Economic Development, Noxious Weed Trust, Homeland Security Grant, Other Grants, Special Assessment Districts, City/County Building Debt, RSID Revolving Debt, Rural Special Improvement District Debt, Capital Development, CTEP Projects, RID Projects, Federal Grant Projects, and Road/Bridge Infrastructure Projects.

**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.

**NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**A. Budgetary Information (Continued)**

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 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 expenditures 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 policies 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.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

**B. Budget/GAAP Reconciliation (Continued)**

	Major Funds				
	General	Public Safety	Open Space	RSID Debt	Capital Development
Fund Balances Budget	\$ 2,315,068	\$ 1,968,519	\$ 2,348,644	\$ 95,801	\$ 6,315,440
Basis Differences					
Inventory	95,715	-	-	-	-
Accrual of tax revenue	75,391	117,260	-	14,372	-
Accrual of licenses and permits	121,305	-	-	-	-
Accrual of intergovernmental revenue	125,468	140,078	-	-	-
Accrual of charges for services	-	40,635	-	-	-
Accrual of miscellaneous revenue	-	-	-	-	-
Accrual of proceeds - sale of assets	-	-	-	-	-
Accrual of expenditures	(309,568)	(295,482)	-	-	(59,438)
Fund Balances (GAAP) Basis	2,423,379	1,971,010	2,348,644	110,173	6,256,002
Inbudgeted Fund Balances	-	-	-	-	-
Total Major Funds - Fund Balances	\$ 2,423,379	\$ 1,971,010	\$ 2,348,644	\$ 110,173	\$ 6,256,002

In addition, forty-eight 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.

	Nonmajor Funds			
	Special Revenue	Debt Service	Capital Projects	Permanent
Fund Balances Budget	\$ 7,388,521	\$ 331,419	\$ 230,342	\$ -
Basis Differences				
Inventory	185,994	-	-	-
Accrual of tax revenue	96,510	-	-	-
Accrual of intergovernmental revenue	621,038	-	6,334	-
Accrual of charges for services	1,580	-	-	-
Accrual of fines and forfeitures	7,077	-	-	-
Accrual of expenditures	(383,628)	-	(62,436)	-
Fund Balances (GAAP) Basis	7,917,092	331,419	174,240	-
Inbudgeted Fund Balances	245,100	-	-	222,815
Total Nonmajor Funds - Fund Balances	8,162,192	331,419	174,240	222,815
				\$ 8,890,666

**C. Fund Deficits**

No funds had a deficit balance at fiscal year 2012.

**NOTE 3 – DEPOSITS AND INVESTMENTS**

The county’s investment pool is in accordance with Montana Code Annotated Section 7-6-201 and County’s Investment Pool Investment Policy. The responsibility for conducting investment transactions reside with the County Treasurer, with overall policy guidance the responsibility of a committee formed by the County Commissioners. The pool is not registered with the SEC. The fair value of investments is reviewed monthly, with yearly adjustments to the financial statements at fiscal year-end, if necessary. All parties involved share in gains or loss equitably, based on their average daily balances. Participating jurisdictions elect to participate by an interlocal agreement, with each party share equal, dollar for dollar. Jurisdictions may elect to invest funds outside the investment pool (shown as “Individual Investments” in these notes), but will not participate in pool gains or losses.

Following is a reconciliation of the County’s deposit and investment balances as of June 30, 2012:

	Pooled Cash and Investments	Individual Investments	Other	Total
Bank Deposits	\$ 5,895,224	\$ 109,852	\$ 263,719	\$ 6,268,795
Investments	67,617,971	2,739,498	457,902	70,815,371
Total	<u>\$ 73,513,195</u>	<u>\$ 2,849,350</u>	<u>\$ 721,621</u>	<u>\$ 77,084,166</u>

	Government-wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Component Units	Total
Cash and Cash Equivalents	\$ 20,494,988	\$ 39,980,535	\$ 3,438,970	\$ 63,914,493
Investments	3,953,719	7,191,278	630,552	11,775,549
Restricted assets (noncurrent)	1,394,125	-	-	1,394,125
Total	<u>\$ 25,842,832</u>	<u>\$ 47,171,813</u>	<u>\$ 4,069,522</u>	<u>\$ 77,084,167</u>

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, 2012, was as follows:

	Primary Government	Component Unit
Cash on hand	\$ 10,017	\$ 183,343
Petty cash	5,575	660
Time deposits	2,016,221	112,603
Fiscal agent deposits	70,511	-
Money market account	89,865	-
Certificates of deposit	3,581,754	198,246
Total Primary Government	<u>\$ 5,773,943</u>	
Total Component Unit		<u>\$ 494,852</u>
Total Reporting Entity		<u>\$ 6,268,795</u>

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.

**NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)**

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 fair 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 \$2,128,762 and the bank balance was \$2,165,664. The carrying amount of deposits for the County includes \$112,541 of the component unit cash balances. Of the bank balance, \$250,000 will be covered by federal depository insurance (FDIC), and any remaining will be covered by securities held by the pledging financial institution's trust department or agent in the County's name. In October of 2008, the FDIC raised its insurance limits from \$100,000 to \$250,000.

Fiscal agent deposits of \$70,511 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 fiscal year end, the County had three certificates of deposit amounting to \$3,800,000. The certificates of deposit are 100 percent collateralized by securities held by the pledging financial institution's trust department or agent in the County's name.

At fiscal year end, the carrying amount of the Library's deposits was \$62 and the bank balance was \$3,375. The bank balance was fully covered by federal depository insurance. The library also had \$110 petty/change cash at fiscal year end.

Both, Forestvale Perpetual Care Fund and Forestvale Endowment Fund, had money market balances at fiscal year end, of \$5,387 and \$4,626, 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, 2012, the County was in compliance with this statute.

**Investments**

On June 30, 2012, 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, 2012, was as follows:

**Primary Government**

At fiscal year end, the reported amount of the primary government's investments was \$67,240,701. Of the amount, \$457,902 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 \$3,574,670. Of the amount, none was uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the County's name.

**NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)**

Although the county has no formal policy relating to interest rate risks, the following table illustrates the specific identification method used to disclose interest rate risks related with the County’s investments. The specific identification method does not compute a disclosure measure, but presents a list of each investment, its amount, its maturity date, and any call options. 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 nine 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 - 2.5	4 - 10	More than 10	No Maturity	
<b>Primary Government Investments:</b>						
Federal National Mortgage Association - CMO	\$ -	\$ -	\$ -	\$ 36,443	\$ -	\$ 36,443
Agency Notes	1,904,612	5,804,092	-	-	-	7,708,704
Government Bonds	-	-	71,500	10,000	-	81,500
State Short-Term Investment Pool (STIP)	-	-	-	-	58,956,152	58,956,152
Taxable Bond Fund	-	-	-	-	144,962	144,962
Equity Mutual Fund	-	-	-	-	312,940	312,940
<b>Total Primary Government</b>	<b>\$ 1,904,612</b>	<b>\$ 5,804,092</b>	<b>\$ 71,500</b>	<b>\$ 46,443</b>	<b>\$ 59,414,054</b>	<b>\$ 67,240,701</b>

	Maturities in Years					Fair Value
	Less than 1	1 - 2.5	4 - 10	More than 10	No Maturity	
<b>Component Unit Investments:</b>						
Federal National Mortgage Association - CMO	\$ -	\$ -	\$ -	\$ 2,034	\$ -	\$ 2,034
Agency Notes	106,308	323,964	-	-	-	430,272
State Short-Term Investment Pool (STIP)	-	-	-	-	3,142,364	3,142,364
<b>Total Component unit</b>	<b>\$ 106,308</b>	<b>\$ 323,964</b>	<b>\$ -</b>	<b>\$ 2,034</b>	<b>\$ 3,142,364</b>	<b>\$ 3,574,670</b>
<b>Total Reporting Entity</b>	<b>\$ 2,010,850</b>	<b>\$ 6,127,846</b>	<b>\$ 71,500</b>	<b>\$ 48,476</b>	<b>\$ 62,556,418</b>	<b>\$ 70,815,371</b>

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 County 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 safeguard against risk of loss be evidenced when the County does not physically hold securities.



**NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)**

Credit risk is defined as the risk that an issuer or other counterparty to an investment will not fulfill its obligations. 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. The county has addressed the issue of credit risk in its formal investment policy by requiring safekeeping and collateralization of its investments. The county primarily invests in State of Montana short-term investment pool and obligations of the U.S. government. The Forestvale Perpetual Care Fund and Forestvale Endowment Fund are authorized to invest in stocks, bonds, and mutual funds.

The State of Montana short-term investment pool has its own formal investment policy that addresses credit risk. A copy of the policy is located at [www.investmentmt.com/Programs/STIP/STIP\\_IPS.pdf](http://www.investmentmt.com/Programs/STIP/STIP_IPS.pdf).

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. The agency notes of \$7,790,204 of the primary unit and \$430,272 of the component unit, meet this requirement.

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.

<b>Primary Government Investments:</b>	<u>Fair Value</u>	<u>S &amp; P</u>
Federal National Mortgage Association - CMO	\$ 36,443	NR
State Short-Term Investment Pool (STIP)		
Asset Backed Commercial Paper	14,256,199	A1
Corporate Commercial Paper	1,675,294	A1
Corporate - Fixed Rate	581,087	BBB
Corporate - Variable Rate	10,324,393	A3
Certificate of Deposit - Fixed	739,969	A1
Certificate of Deposit - Variable	10,244,473	A3
Other Asset Backed	529,341	BBB-
US Government Agencies - Fixed	3,076,338	A1
US Government Agencies - Variable	12,372,824	A1
Money Market Funds (Unrated)	3,640,934	NR
Money Market Funds (Rated)	590,696	A1
Structured Investment Vehicles (SIV)	924,604	NR
Corporate Bond Funds		
International Bond	9,085	AA-AAA
Core Bond Fund	90,305	BBB-AAA
High Income Bond Fund	15,300	B-BBB
Other	30,272	NR to AA+
Equity Mutual Fund	312,940	NR
Total Primary Government	<u>\$ 59,450,497</u>	

**NOTE 3 – DEPOSITS AND INVESTMENTS (Continued)**

<b>Component Unit Investments:</b>	<u>Fair Value</u>	<u>S &amp; P</u>
Federal National Mortgage Association - CMO	\$ 2,034	NR
State Short-Term Investment Pool (STIP)		
Asset Backed Commercial Paper	759,856	A1
Corporate Commercial Paper	89,293	A1
Corporate - Fixed Rate	30,972	B
Corporate - Variable Rate	550,290	A3
Certificate of Deposit - Fixed	39,440	A1
Certificate of Deposit - Variable	546,031	A3
Other Asset Backed	28,214	BBB-
US Government Agencies - Fixed	163,969	A1
US Government Agencies - Variable	659,472	A1
Money Market Funds (Unrated)	194,062	NR
Money Market Funds (Rated)	31,484	A1
Structured Investment Vehicles (SIV)	49,281	NR
Total Component Unit	<u>\$ 3,144,398</u>	
Total Reporting Entity	<u>\$ 62,594,895</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 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 in the previous schedules.

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, 2012, was \$38,477 and the fair value on that date was \$39,871.

**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, 2012**

	Internal Portion	External Portion	Total Investment Pool
<b>Assets</b>			
Cash and cash equivalents	\$ 36,160,124	\$ 25,425,618	\$ 61,585,742
Investments	7,003,219	4,924,234	11,927,453
Total assets	43,163,343	30,349,852	73,513,195
<b>Net assets</b>			
Held in trust for:			
Internal investment pool participants	43,163,343		43,163,343
External investment pool participants		30,349,852	30,349,852
Total net assets	\$ 43,163,343	\$ 30,349,852	\$ 73,513,195

**STATEMENT OF CHANGES IN NET ASSETS  
INVESTMENT POOL  
For the Fiscal Year Ended June 30, 2012**

	Internal Portion	External Portion	Investment Pool
<b>Additions</b>			
Total contributions to pooled investments	\$ 148,189,456	\$ 112,609,052	\$ 260,798,508
<b>Deductions</b>			
Total distribution from pooled investments	145,292,632	112,358,205	257,650,837
Net increase (decrease)	2,896,824	250,847	3,147,671
Net assets held in trust, beginning of year	40,266,519	30,099,005	70,365,524
Net assets held in trust, end of year	\$ 43,163,343	\$ 30,349,852	\$ 73,513,195

**Restricted Cash/Investments**

Following are the restricted cash/investments held by the County as of June 30, 2012. These amounts are reported within the Restricted assets - noncurrent account on the Statement of Net Assets.

Enterprise Fund

Restricted for bond reserve	\$ 399,986
Restricted for debt service	536,237
Total	936,223

Internal Service Funds

Restricted for bond reserve	70,511
Total Restricted Cash	\$ 1,006,734

**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	\$ 633,304	\$ 986,743	\$ 1,401,524	\$ -	\$ 723,993	\$ 3,745,564
Allowance for Uncollectibles	(12,666)	(19,735)	(28,030)	-	(14,479)	(74,910)
Taxes (net)	<u>\$ 620,638</u>	<u>\$ 967,008</u>	<u>\$ 1,373,494</u>	<u>\$ -</u>	<u>\$ 709,514</u>	<u>\$ 3,670,654</u>

**Business-type Activities and Component Units**

	<u>Cooney Home</u>	<u>County Landfill</u>	<u>Fairgrounds</u>	<u>Nonmajor Funds</u>	<u>Total</u>	<u>Component Unit</u>
Receivable:						
Taxes/Assessments	\$ -	\$ -	\$ 212,555	\$ -	\$ 212,555	\$ 360,607
Allowance for Uncollectibles	-	-	(4,251)	-	(4,251)	(7,212)
Taxes (net)	<u>-</u>	<u>-</u>	<u>208,304</u>	<u>-</u>	<u>208,304</u>	<u>353,395</u>
Accounts receivable	1,262,523	125,331	-	302,247	1,690,101	638,619
Allowance for doubtful accounts	(600,000)	-	-	(4,795)	(604,795)	(249,439)
Net accounts	<u>662,523</u>	<u>125,331</u>	<u>-</u>	<u>297,452</u>	<u>1,085,306</u>	<u>389,180</u>
Total	<u>\$ 662,523</u>	<u>\$ 125,331</u>	<u>\$ 208,304</u>	<u>\$ 297,452</u>	<u>\$ 1,293,610</u>	<u>\$ 742,575</u>

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)	\$ 545,247	\$ -	\$ 545,247
Accounts receivable (General Fund)	\$ 459,532	\$ 1	\$ 459,533
Taxes/Assessment receivable (Public Safety Fund)	849,748	-	849,748
Taxes/Assessment receivable (RSID Debt)	1,359,122	-	1,359,122
Taxes/Assessment receivable (Nonmajor Funds)	613,004	-	613,004
Payment in lieu of taxes (General Fund)	-	1,737,969	1,737,969
Payment in lieu of taxes (Public Safety Fund)	-	322,500	322,500
Payment in lieu of taxes (Nonmajor Fund)	-	115,000	115,000
Total	<u>\$ 3,826,653</u>	<u>\$ 2,175,470</u>	<u>\$ 6,002,123</u>

**Governmental Activities**

**General Fund**

The County entered into an agreement with Rocky Mountain Development Council, which is associated with unpaid insurance premiums, thus resulting in an amount owing of \$459,532, with a payment of \$104,812 due within one year. The remaining amount of \$354,720 will be classified as a long-term accounts receivable.

\$ 459,532

**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, 2012, consist of the following:

<b>Governmental Activities</b>			
<u>Receivable Fund</u>	<u>Payable Funds</u>		<u>Amount</u>
General Fund	HIDTA Grant	\$	23,489
	National Fire Plan		17,512
	Noxious Weed Trust Grant		14,817
	Other Grants		90,428
	CTEP Projects		5,684
	Federal Grant Projects		650
	Cooney Home		<u>2,773,623</u>
	Total general fund		<u><u>2,926,203</u></u>

**NOTE 6 – NOTE AND ADVANCES RECEIVABLE**

Notes and advances receivable at June 30, 2012, include the following:

**Governmental Activities**

**Debt Service Funds**

**RSID Revolving Fund**

2% above the STIP rate, advance receivable from Woodlawn Service Connection, due in semi-annual payments through 2018. \$ 43,706

2% above the STIP rate, advance receivable from Sunny Vista Road Maint. District, due in semi-annual payments through 2012. 4,410

2% above the STIP rate, advance receivable from Cave Gulch Watershed Project, due in semi-annual payments through 2014. 8,117  
 Total debt service funds \$ 56,233

**Capital Projects Funds**

**Capital Development Fund**

2% above the STIP rate, advance receivable from Fairgrounds Enterprise for major construction projects and portable bleachers, due in semi-annual payments beginning in December 2008 and continuing through 2016. \$ 1,660,612

Total governmental activities \$ 1,716,845

**Business-Type Activities**

**Enterprise Fund**

**Cooney Home**

A note receivable was entered into with Cooney Realty LLC for the acquisition of the nursing home with an interest rate of .23%, two annual installment due June 1, 2013 and June 1, 2014, with a final balloon payment due June 1, 2015. \$ 2,262,201

**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 2012:

	<b>Transfers Out</b>							Total Transfers In
	General Fund	Public Safety Fund	RSID Debt Fund	Nonmajor Governmental Funds	Cooney Home Fund	Nonmajor Enterprise Funds	Internal Service Funds	
<b>Transfer In:</b>								
<u>Governmental Funds:</u>								
General Fund	\$ -	\$ -	\$ -	\$ 296,291	\$ -	\$ -	\$ -	\$ 296,291
Public Safety	-	-	-	327,879	-	-	-	327,879
Capital Development	675,681	472,598	-	843,269	-	-	-	1,991,548
Nonmajor Government	171,692	382,102	4,251	1,124,768	226	5,655	2,000	1,690,694
Total Governmental Funds								<u>4,306,412</u>
<u>Enterprise Funds:</u>								
Cooney Home	-	-	-	8,783	-	-	-	8,783
Fairgrounds	50,000	-	-	-	-	-	-	50,000
Total Enterprise Funds								<u>58,783</u>
Internal Services	-	-	-	69,990	-	-	-	69,990
	<u>\$ 897,373</u>	<u>\$ 854,700</u>	<u>\$ 4,251</u>	<u>\$ 2,670,980</u>				
Total transfers out - governmental funds				<u>\$4,427,304</u>				
Total transfers out - enterprise funds					<u>\$ 226</u>	<u>\$ 5,655</u>		<u>\$ 5,881</u>
Total transfers out - internal service funds							<u>\$ 2,000</u>	
Total Transfers Out								<u>\$ 4,435,185</u>

**NOTE 8 – CAPITAL ASSETS**

**PRIMARY GOVERNMENT**

	Beginning Balance	Increases	Decrease	Ending Balance
<b><u>Governmental Activities:</u></b>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 4,288,185	\$ 148,787	\$ -	\$ 4,436,972
Construction in progress	7,461,149	2,507,397	66,662	9,901,884
Total capital assets not being depreciated	11,749,334	2,656,184	66,662	14,338,856
<i>Capital assets being depreciated:</i>				
Buildings	16,726,470	-	-	16,726,470
Improvements other than Buildings	2,019,782	-	-	2,019,782
Infrastructure	10,040,167	424,963	122,890	10,342,240
Machinery & Equipment	12,578,799	1,425,083	746,502	13,257,380
Total capital assets being depreciated	41,365,218	1,850,046	869,392	42,345,872
Less accumulated depreciation for:				
Buildings	9,506,571	417,525	-	9,924,096
Improvements other than Buildings	1,406,727	131,365	-	1,538,092
Infrastructure	2,852,069	962,437	122,890	3,691,616
Machinery & Equipment	7,756,685	1,040,531	668,152	8,129,064
Total accumulated depreciation	21,522,052	2,551,858	791,042	23,282,868
Total capital assets being depreciated, net	19,843,166	(701,812)	78,350	19,063,004
Government activity capital assets, net	\$ 31,592,500	\$ 1,954,372	\$ 145,012	\$ 33,401,860
<b><u>Business-type Activities:</u></b>				
<b><i>Solid Waste</i></b>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 243,648	\$ -	\$ -	\$ 243,648
Construction in progress	83,474	1,203,724	-	1,287,198
Total capital assets not being depreciated	327,122	1,203,724	-	1,530,846
<i>Capital assets being depreciated:</i>				
Buildings	325,366	-	-	325,366
Improvements other than Buildings	4,245,563	48,400	-	4,293,963
Machinery & Equipment	1,801,340	58,636	21,669	1,838,307
Total capital assets being depreciated	6,372,269	107,036	21,669	6,457,636
Less accumulated depreciation for:				
Buildings	134,892	8,134	-	143,026
Improvements other than Buildings	1,339,203	84,104	-	1,423,307
Machinery & Equipment	962,176	196,417	21,669	1,136,924
Total accumulated depreciation	2,436,271	288,655	21,669	2,703,257
Total capital assets being depreciated, net	3,935,998	(181,619)	-	3,754,379
Solid Waste capital assets, net	\$ 4,263,120	\$ 1,022,105	\$ -	\$ 5,285,225

NOTE 8 – CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decrease	Ending Balance
<b>Cooney Convalescent Home</b>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 130,794	\$ -	\$ 130,794	\$ -
<i>Capital assets being depreciated:</i>				
Buildings	3,975,743	-	3,975,743	-
Machinery & Equipment	339,590	-	339,590	-
Total capital assets being depreciated	4,315,333	-	4,315,333	-
Less accumulated depreciation for:				
Buildings	1,922,602	114,588	2,037,190	-
Machinery & Equipment	243,241	23,180	266,421	-
Total accumulated depreciation	2,165,843	137,768	2,303,611	-
Total capital assets being depreciated, net	2,149,490	(137,768)	2,011,722	-
Cooney Convalescent Home capital assets, net	\$ 2,280,284	\$ (137,768)	\$ 2,142,516	\$ -
<b>Fairgrounds</b>				
<i>Capital assets not being depreciated:</i>				
Construction in progress	\$ -	\$ 164,060	\$ -	\$ 164,060
Total capital assets not being depreciated	-	164,060	-	164,060
<i>Capital assets being depreciated:</i>				
Buildings	\$ 10,883,947	\$ -	\$ -	\$ 10,883,947
Improvements other than Buildings	443,465	-	-	443,465
Machinery & Equipment	112,877	194,496	-	307,373
Total capital assets being depreciated	11,440,289	194,496	-	11,634,785
Less accumulated depreciation for:				
Buildings	650,276	289,590	-	939,866
Improvements other than Buildings	145,541	24,162	-	169,703
Machinery & Equipment	70,708	10,076	-	80,784
Total accumulated depreciation	866,525	323,828	-	1,190,353
Total capital assets being depreciated, net	10,573,764	(129,332)	-	10,444,432
Fairgrounds capital assets, net	\$ 10,573,764	\$ 34,728	\$ -	\$ 10,608,492
Business-type activities capital assets, net	\$ 17,117,168	\$ 919,065	\$ 2,142,516	\$ 15,893,717



**NOTE 8 – CAPITAL ASSETS (Continued)**

Depreciation expense was charged to functions as follows:

Governmental Activities:	
General government	\$ 395,792
Public safety	941,177
Public works	1,109,757
Public health	45,351
Social and economic services	1,570
Culture and recreation	58,211
Total depreciation expense - governmental activities:	<u>\$ 2,551,858</u>
Business-type activities:	
Solid waste	\$ 288,655
Nursing home	137,768
Fair	323,828
Total depreciation expense-business-type activities:	<u>\$ 750,251</u>

**DISCRETELY PRESENTED COMPONENT UNITS**

Activity for the **Library** for the fiscal year ended June 30, 2012, was as follows:

	Beginning Balance	Increases	Decrease	Ending Balance
<i>Capital assets not being depreciated:</i>				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Construction in progress	-	118,793	-	118,793
Total capital assets not being depreciated	<u>50,000</u>	<u>118,793</u>	<u>-</u>	<u>168,793</u>
<i>Capital assets being depreciated:</i>				
Buildings	1,703,500	-	-	1,703,500
Machinery & Equipment	391,834	-	-	391,834
Total capital assets being depreciated	<u>2,095,334</u>	<u>-</u>	<u>-</u>	<u>2,095,334</u>
Less accumulated depreciation for:				
Buildings	260,744	42,601	-	303,345
Machinery & Equipment	281,804	47,457	-	329,261
Total accumulated depreciation	<u>542,548</u>	<u>90,058</u>	<u>-</u>	<u>632,606</u>
Total capital assets being depreciated, net	<u>1,552,786</u>	<u>(90,058)</u>	<u>-</u>	<u>1,462,728</u>
Library capital assets, net	<u>\$ 1,602,786</u>	<u>\$ 28,735</u>	<u>\$ -</u>	<u>\$ 1,631,521</u>

**NOTE 8 – CAPITAL ASSETS (Continued)**

Activity for the **Cooperative Health Center** for the ended June 30, 2012, was as follows:

	Beginning Balance	Increases	Decrease	Ending Balance
<i>Capital assets not being depreciated:</i>				
Construction in progress	\$ 39,440		\$ 39,440	\$ -
<i>Capital assets being depreciated:</i>				
Buildings	-	356,939	-	356,939
Machinery & Equipment	55,222	59,458	-	114,680
Total capital assets being depreciated	55,222	416,397	-	471,619
Less accumulated depreciation for:				
Buildings	-	-	-	-
Machinery & Equipment	51,910	9,413	-	61,323
Total accumulated depreciation	51,910	9,413	-	61,323
Total capital assets being depreciated, net	3,312	406,984	-	410,296
Cooperative Health Center capital assets, net	\$ 42,752	\$ 406,984	\$ 39,440	\$ 410,296

**NOTE 9 – LONG-TERM DEBT**

**GENERAL OBLIGATION BONDS**

Governmental Activities

The following is a summary of general obligation bond transactions for the fiscal year ended June 30, 2012:

	General Obligation
Bond payable, July 1	\$ 2,870,000
Bond issued	-
Bond retired	(115,000)
Bond payable, June 30	\$ 2,755,000

On November 4, 2008, pursuant to a voter approved ballot, the Open Space Grant Program was created. It allows for the issuing of up to \$10,000,000 in general obligation bonds for the preserving of open-space lands in the county, including working lands and land for protecting water and wildlife. A special revenue fund, Open Space, was created, in which, to deposit the revenue bond proceeds and for the associated disbursements. To date, \$3,000,000 has been issued.

Revenues for the retirement of the general obligation bond issue are collected through mill levies. All revenue collections and debt repayment disbursements are reported in the Opens Space Debt Service fund. Bonds payable at June 30, 2012, consist of the following issue:

**NOTE 9 - LONG-TERM DEBT (Continued)**

	Interest Rate	Maturity Date	Issued	Amount Outstanding 6/30/2012
General Obligation Bonds:				
Opens Space Projects	variable (2.00% to 4.05%)	7/1/2030	\$3,000,000	\$2,755,000

General obligation bond debt service requirements to maturity are as follows:

<u>FY Ending</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2013	\$ 85,062	\$ 120,000	\$ 205,062
2014	82,662	120,000	\$ 202,662
2015	80,262	125,000	\$ 205,262
2016	78,450	130,000	\$ 208,450
2017	76,565	135,000	\$ 211,565
2018-2022	333,927	715,000	\$ 1,048,927
2023-2027	214,116	830,000	\$ 1,044,116
2028-2031	47,588	580,000	\$ 627,588
Total	<u>\$ 998,632</u>	<u>\$ 2,755,000</u>	<u>\$ 3,753,632</u>

**REVENUE BONDS**

At June 30, 2012, the outstanding revenue bond indebtedness of Lewis and Clark County is as follows:

Governmental Activities

Health Care Facility Revenue Bonds, Series 1998D: \$ 345,000  
 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. The original debt, issued on February 1, 1998, was \$1,367,072 and is secured by net revenues and a limited tax levy of up to 3 mills. Final payment is scheduled for February 1, 2018.

Business-type Activities

At June 30, 2012, the outstanding revenue bond indebtedness, excluding \$7,159 of unamortized deferred loss due to refunding, of Lewis and Clark County is as follows:

Solid Waste Facility Refunding Revenue Bonds, Series 2004: 3,715,744  
 (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 refunding bonds have an interest rate of 3.75%, payable in annual installments of \$52,858 to \$208,000 beginning January 1, 2005. Final payment is scheduled for July 1, 2024. The carrying amount of the Series 1994 and 2000 bonds was

**NOTE 9 – LONG-TERM DEBT (Continued)**

\$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.

Additional revenue bonds were issued in fiscal years 2009 and 2011, amounting to \$649,900 and \$1,400,000, respectively. The bonds are to be repaid from the net revenues derived from the operations from the County’s Solid Waste Facility.

<u>Fairgrounds Revenue Bonds, Series 2007:</u>	<u>1,506,329</u>
The bond has an interest rate of 4.54%, payable from the Fairgrounds Enterprise in semi-annual installments of \$184,766 to \$314,924 beginning July 1, 2008. The original debt, issued on August 27, 2007, was \$3,535,000 and is secured by the Special Fairgrounds Building Tax Levy. Final payment is scheduled for July 1, 2014.	
Total Business-type Activities	<u>5,222,073</u>
Total Revenue Bonds	<u>\$5,567,073</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 percent of the maximum amount of principal and interest in any subsequent fiscal year.

For the year ended June 30, 2012, the County was in compliance with these requirements for the County Solid Waste Facility and the Health Care Facilities.

	<u>County Solid Waste Facility</u>	<u>Health Care Facilities</u>
Gross revenues	\$ 1,275,347	\$ 315,359
Direct operating expenses	726,536	233,874
Net Revenue	<u>\$ 548,811</u>	<u>\$ 81,485</u>
Maximum debt service	\$ 399,986	\$ 69,990
Percent coverage	137.2%	116.4%

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>
2013	\$ 17,490	\$ 50,000	\$ 67,490
2014	14,990	55,000	69,990
2015	12,240	55,000	67,240
2016	9,435	60,000	69,435
2017	6,375	60,000	66,375
2018	3,315	65,000	68,315
Totals	<u>\$ 63,845</u>	<u>\$ 345,000</u>	<u>\$ 408,845</u>

**Business-type Activities**

<u>FY Ending</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2013	\$ 180,923	\$ 864,404	\$ 1,045,327
2014	145,166	899,551	1,044,717
2015	107,916	615,018	722,934
2016	91,183	308,621	399,804
2017	81,299	318,318	399,617
2018-2022	246,390	1,664,956	1,911,346
2023-2025	30,154	551,205	581,359
Totals	<u>\$ 883,031</u>	<u>\$ 5,222,073</u>	<u>\$ 6,105,104</u>

**Changes in Long-Term Liabilities**

The following is a summary of the changes in long-term liabilities for the year ended June 30, 2012:

<u>Governmental Activities</u>	<u>Balance</u> <u>7/1/2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>6/30/2012</u>	<u>Due</u> <u>Within</u> <u>One Year</u>
General obligation bonds	\$ 2,870,000	\$ -	\$ 115,000	\$ 2,755,000	\$ 120,000
Revenue bonds	395,000	-	50,000	345,000	50,000
Special assessment (1)	1,497,476	9,279	275,454	1,231,301	162,895
Contracts/Loans	1,660,901	-	431,575	1,229,326	269,240
Compensated absences	1,777,752	2,030,310	1,800,998	2,007,064	200,706
OPEB implicit rate subsidy	132,023	55,963	-	187,986	-
Total	<u>\$ 8,333,152</u>	<u>\$ 2,095,552</u>	<u>\$ 2,673,027</u>	<u>\$ 7,755,677</u>	<u>\$ 802,841</u>
<b><u>Business-type Activities</u></b>					
Revenue bonds (1)	\$ 5,371,533	\$ 1,403,182	\$ 1,559,801	\$ 5,214,914	\$ 864,404
Contracts/Loans	61,196	-	27,633	33,563	16,804
Landfill liability	1,176,240	24,510	20,000	1,180,750	20,000
Compensated absences	211,954	359,205	494,082	77,077	7,708
OPEB implicit rate subsidy	46,883	17,717	54,846	9,754	-
Total	<u>\$ 6,867,806</u>	<u>\$ 1,804,614</u>	<u>\$ 2,156,362</u>	<u>\$ 6,516,058</u>	<u>\$ 908,916</u>

(1)- Balance on 6/30/12, includes \$7,159 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, the revenue bond balance of \$345,000 and \$198,314 of the compensated absences represent internal service funds’ liabilities. Also, for the governmental activities, claims and judgments and compensated absences are generally liquidated by the general fund and other governmental funds.

The OPEB plan allows retirees to participate, as a group at a rate that does not cover all the related costs. This results in the reporting of an “implicit rate” subsidy in the related financial statements. While this liability is disclosed for financial purposes, it does not represent a legal liability of the County, or any of its component units.

**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**

Montana Board of Investment intercap loans have a variable interest rate that is adjusted annually. For fiscal year 2012, the rate was 1.95 percent. Special assessment debts at June 30, 2012, are as follows:

	Amount Issued	Year of Maturity	Principal Balance 6/30/2012	Due Within One Year	FY2013 Interest Rate (%)
Middlemas Rural Improvement District	\$ 10,475	2017	\$ 5,763	\$ 1,068	1.25%
Lambkin Rural Improvement District	29,352	2016	13,018	3,090	1.25%
Oro Fino Rural Improvement District	30,470	2016	13,642	3,235	1.25%
Applegate Rural Improvement District	43,006	2016	19,073	4,528	1.25%
Ten Mile Creek Estates Rural Improvement District	23,684	2014	7,500	3,704	1.25%
Treasure State Acres Rural Improvement District	194,066	2014	61,455	30,352	1.25%
Golden Estates Rural Improvement District	28,754	2016	12,811	3,025	1.25%
Gable Estates Rural Improvement District	317,476	2016	87,700	20,704	1.25%
Lincoln Road Rural Improvement District	348,772	2016	75,033	17,714	1.25%
Maynard Rural Improvement District	8,680	2016	3,849	914	1.25%
Bel Air Rural Improvement District	194,635	2018	85,316	11,657	1.25%
Bel Air Curbs Rural Improvement District	13,685	2018	7,388	1,106	1.25%
Townview Rural Improvement District	39,197	2018	18,279	2,736	1.25%
Green Acres Rural Improvement District	25,273	2018	13,486	2,018	1.25%
Fox Crossing Rural Improvement District	29,191	2025	13,696	935	1.25%
Skyview Rural Improvement District	52,996	2020	30,361	3,543	1.25%
Autumn Wind Rural Improvement District	40,124	2025	34,652	2,267	1.25%
Fantasy Road Rural Improvement District	9,279	2027	9,279	299	1.25%
McHugh Rural Improvement District	495,272	2023	330,000	30,000	4.10%
Woodlawn Rural Improvement District - wastewater	143,000	2027	116,000	6,000	2.75%
Woodlawn Rural Improvement District - water	319,516	2028	273,000	14,000	2.75%
Total Special Assessment Debt	<u>\$ 2,396,903</u>		<u>\$ 1,231,301</u>	<u>\$ 162,895</u>	

**NOTE 9 – LONG-TERM DEBT (Continued)**

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 2012, funds with special assessment debt had \$14,068 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 percent of total outstanding special assessment debt with government commitment. In the current fiscal year the County did not levy for this fund.

Contracts/Loans Payable

Loans are issued for cost of construction or remodeling of county building, repairs and replacement of bridges, and purchase of motor graders for public works and public safety radio and computer systems.

	Amount Issued	Year of Maturity	Principal Balance 6/30/2012	Due Within One Year	FY2013 Interest Rate (%)
Integrated Public Safety Radio System	750,000	2013	119,360	119,360	1.25%
City/County Building Remodel	977,748	2018	675,976	102,282	1.25%
City/County Building Remodel - Phase II	505,000	2021	433,990	47,598	1.25%
Total	<u>\$ 2,232,748</u>		<u>\$ 1,229,326</u>	<u>\$ 269,240</u>	

The following is a summary of maturities and interest by years for the special assessment debt and contracts payable at June 30, 2012. 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 FY2013 rate of 1.25 percent.

FY Ending	Special Assessment Debt		Contracts Payable	
	Principal	Interest	Principal	Interest
2013	\$ 162,894	\$ 30,433	\$ 269,241	\$ 14,301
2014	166,993	27,175	155,045	11,328
2015	140,201	23,834	160,401	9,412
2016	143,118	20,669	165,961	7,428
2017	85,774	17,650	171,728	5,377
2018-2022	347,388	49,639	306,950	5,757
2023-2027	149,614	15,505	-	-
2028-2029	35,319	868	-	-
Total Governmental Activities	<u>\$ 1,231,301</u>	<u>\$ 185,773</u>	<u>\$ 1,229,326</u>	<u>\$ 53,603</u>

Business-type Activities

Contracts/Loans Payable

Loans are issued for cost of the fairgrounds bleachers and a backhoe for the Augusta solid waste facility.

	Amount Issued	Year of Maturity	Principal Balance 6/30/2012	Due Within One Year	FY2013 Interest Rate (%)
Fairgrounds Bleachers	\$ 199,900	2013	\$ 11,567	\$ 11,567	1.25%
Augusta S W Backhoe	\$ 31,975	2016	\$ 21,996	\$ 5,237	1.25%
Total	<u>\$ 231,875</u>		<u>\$ 33,563</u>	<u>\$ 16,804</u>	

**NOTE 9 – LONG-TERM DEBT (Continued)**

The following is a summary of maturities by years, excluding interest, for the contracts payable at June 30, 2012. 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 FY2013 rate of 1.25 percent.

FY Ending	Principal	Interest
2013	16,804	333
2014	5,408	194
2015	5,585	126
2016	5,766	55
Total Business-type Activities	<u>\$ 33,563</u>	<u>\$ 708</u>

**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.

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.

Higher Education Revenue Note – This note has been issued on behalf of Carroll College, to finance improvements consisting of acquisition, construction, and installation of energy efficiency improvements to various buildings and facilities on the Carroll College campus.

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.

Family Services Provider Revenue Bonds – These bonds have been issued on behalf of Montana Advocacy Program, Inc., to finance the acquisition and remodeling of a building to provide office space for the corporation.

As of June 30, 2012, the status of all third party debt issued is:

	Issued	Outstanding
Environmental Facilities Revenue Bonds Asarco, Inc.	\$ 33,160,000	\$ 33,160,000
Environmental Facilities Revenue Bonds Asarco, Inc.	34,800,000	34,800,000
Higher Education Revenue Note	2,800,000	2,258,890
Industrial Development Revenue Bonds - Golden Triangle, Inc.	2,000,000	948,000
Family Services Provider Revenue Bonds	995,000	868,840
Total	<u>\$ 73,755,000</u>	<u>\$ 72,035,730</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 – FUND BALANCE – MAJOR PURPOSE PRESENTATION**

GASB Statement No. 54 requires the County to present the governmental fund balances and each major special revenue fund revenues by specific purposes. In the basic financial statements, the fund balance classifications are presented in the aggregate. The tables presented below further display the fund balances and major special revenue fund revenues and by major purposes.

GOVERNMENTAL FUND BALANCE BY FUNCTION

	<u>Special Revenue</u>		<u>Debt Service</u>	<u>Capital Projects</u>		Other Nonmajor Governmental	Total
	General	Public Safety	Rural Special Improvement District Debt	Capital Development			
<b>FUND BALANCE:</b>							
<u>Nonspendable:</u>							
Inventory	\$ 95,715	\$ -	\$ -	\$ -	\$ -	\$ 185,994	\$ 281,709
Long term notes receivable	-	-	-	-	1,660,612	56,233	1,716,845
Permanent portion of endowment	-	-	-	-	-	467,915	467,915
Total Nonspendable	<u>95,715</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,660,612</u>	<u>710,142</u>	<u>2,466,469</u>
<u>Restricted:</u>							
Federal/state/other grant commitments							
	-	-	-	-	-	395,043	395,043
General government commitments	-	-	2,348,644	-	-	-	2,348,644
Public safety commitments	-	-	-	-	-	273,487	273,487
Public work commitments	-	-	-	-	-	268,846	268,846
Health-related commitments	-	-	-	-	-	434,081	434,081
Debt service	-	-	-	110,173	-	275,186	385,359
Total Restricted	<u>-</u>	<u>-</u>	<u>2,348,644</u>	<u>110,173</u>	<u>-</u>	<u>1,646,643</u>	<u>4,105,460</u>
<u>Committed:</u>							
General government commitments	-	-	-	-	1,143,517	534,757	1,678,274
District court	-	-	-	-	-	495,240	495,240
Public safety	-	1,971,010	-	-	1,605,110	73,924	3,650,044
Public works	-	-	-	-	1,269,898	173,587	1,443,485
Road commitments	-	-	-	-	-	1,124,511	1,124,511
Public health commitments	-	-	-	-	568,397	1,099,330	1,667,727
Parks improvement	-	-	-	-	8,468	253,179	261,647
Social & economical commitments	-	-	-	-	-	109,521	109,521
Special improvement district commitments	-	-	-	-	-	2,640,904	2,640,904
Contract commitments	7,139	-	-	-	-	-	7,139
Total Committed	<u>7,139</u>	<u>1,971,010</u>	<u>-</u>	<u>-</u>	<u>4,595,390</u>	<u>6,504,953</u>	<u>13,078,492</u>
<u>Assigned:</u>							
No contractual commitments	451,064	-	-	-	-	5,552	456,616
Public safety	-	-	-	-	-	23,376	23,376
Total Assigned	<u>451,064</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,928</u>	<u>479,992</u>
<u>Unassigned</u>	1,869,461	-	-	-	-	-	1,869,461
Total fund balance	<u>\$ 2,423,379</u>	<u>\$ 1,971,010</u>	<u>\$ 2,348,644</u>	<u>\$ 110,173</u>	<u>\$ 6,256,002</u>	<u>\$ 8,890,666</u>	<u>\$ 21,999,874</u>

**NOTE 11 – FUND BALANCE – MAJOR PURPOSE PRESENTATION (Continued)**

<u>Major Special Revenue Funds - Revenues by specific purposes</u>			
	<u>General</u>	<u>Public Safety</u>	<u>Open Space</u>
Taxes/assessments	\$ 4,986,510	\$ 7,373,208	\$ -
Licenses and permits	264,555	1,435	-
Federal grants	1,751,436	542,418	-
State grants	751,418	311,683	-
Charges for services	1,182,336	393,678	-
Fines and forfeitures	71,717	291,554	-
Miscellaneous	45,927	57,533	-
Interest earnings	39,046	1,879	7,373
Transfers in	296,291	327,879	-
Proceeds from sale of assets	-	45,431	-
Total Business-type Activities	<u>\$ 9,389,236</u>	<u>\$ 9,346,698</u>	<u>\$ 7,373</u>

**NOTE 12 - LEASES**

**Capital Leases**

In fiscal year 2012, Lewis and Clark County did not have any capital leases.

**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.

**County Landfill**

The County Landfill began accepting waste in the Class II area on October 11, 1994. The Class II area encompasses a total of 80 acres. In the Class II area, individual cells will be opened, filled and closed over time. These cells are named Phase 1, Phase 2, etc. The final construction of the first cell to be opened, Phase 1, was completed in December 1994. The Phase 2 cell began accepting waste in December of 2002. The closure of the Phase 1 cell was completed during fiscal year 2004. Also in fiscal year 2004, a new area was opened called Class IV that will be used only for construction waste.

In January 2009, a new engineer’s report was completed and it provided some significant changes from the February 2004 engineer’s report. Most notably was a change in the overall life of the landfill from 60 years to 105 years and changes to closure and postclosure cost estimates. The change to the overall life was based on the recently completed Landfill Master Plan, which included a vertical expansion.

The new estimates and new remaining useful life(s) associated with the January 2009 engineer’s report, resulted in the following changes to the reported amounts:

- The overall estimated cost for landfill closure and postclosure care is \$4,168,000. This is an increase of \$881,000. The county needs to only financially assure the largest area that will ever be open during the life of the site. The vertical expansion increased the largest open area of the Class II area from 20 acres to 41 acres. The closure and postclosure liability will increase each year as the costs are recognized on a pro rata basis as the estimated life of usable space is filled, but may decrease in the year that actual closure costs occur.

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

- The total closure cost for the Class II area is \$3,548,000 of which \$1,992,712 is associated with the largest open area, noted above. In the Class II area, Phase 2 is nearing end of its useful life and is currently being closed. The remaining area has an estimated remaining life of 87 years. The total closure cost for the Class IV cell is \$200,000, with an estimated remaining life of 21 years. The total postclosure liability is \$420,000, with an estimated remaining life of 87 years.
- The fiscal year-end liability amount of \$920,750 is comprised of estimated costs for Class II area closures, Class IV area closure, and post-closure monitoring of \$806,566, \$59,872 and \$54,312, respectively. The yearly increase in liability for closure for Class II cells and the Class IV cell is \$13,634 and \$6,673, respectively. The yearly increase in liability for postclosure is \$4,203.

The amounts reported to date, represent estimates based upon the use of 8.75 percent of the landfill's ultimate capacity and 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 13 years for a total of \$260,000. 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**

With a few exceptions, all of Lewis and Clark County's employees must participate in one of three state-administered cost-sharing multiple-employer defined benefit pension plans. The exceptions are employees that work less than 960 hours, Cooney Home employees, and elected officials of the County. These three groups have the option of participating in Montana Public Employees' Retirement System (MPERS). The plans provide retirement, 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 MPERS.

The plans issue financial reports that include financial statements and the required supplementary information. Those reports are available to the public and may be obtained by writing or calling the respective plans offices as follows:

Sheriffs' Retirement System  
100 N Park Ave, Suite 200  
PO Box 200131  
Helena, Montana 59620-0131  
(406) 444-3154

Montana Public Employees' Retirement System  
100 N Park Ave, Suite 200  
PO Box 200131  
Helena, Montana 59620-0131  
(406) 444-3154

**NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)**

Montana Teachers’ Retirement System  
 1500 E Sixth Ave  
 PO Box 200139  
 Helena, Montana 59620-0139  
 (406) 444-3134

State law determines required contribution rates. The contribution rates, expressed as a percentage of covered payroll for the fiscal year ended June 30, 2012, were as follows:

	<u>MPERS</u>	<u>MSRS</u>	<u>MTRS</u>
Employer	7.070%	10.115%	7.470%
Employee hired prior to 7/1/11	6.900%	9.245%	7.150%
Employee hired after to 7/1/11	7.900%		

The County’s contributions for the years ended June 30, 2010, 2011 and 2012, as listed below, are equal to the required contribution for each year.

	<u>MPERS</u>	<u>MSRS</u>	<u>MTRS</u>
2010	\$ 992,361	\$ 349,329	\$ 5,278
2011	1,007,000	367,148	5,341
2012	1,036,530	380,680	5,457

**Other Employee Benefits**

Lewis and Clark County provides medical insurance coverage for its employees via a self funded plan administered by Allegiance Benefit Plan Management, Inc., of Missoula, Montana. The purpose of this plan is to pay medical, dental and vision 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 \$120,000 specific per claimant plus \$50,000 aggregate for the group 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 Allegiance Benefit Plan Management, Inc., as being incurred prior to the date of the financial statements. As of June 30, 2012, the County’s medical insurance fund had a balance of \$95,640. Employees are responsible to pay 40 percent of a claimant’s costs up to \$3,500 for individuals and \$7,000 per family. After the \$3,500 out-of-pocket maximum is met, 100 percent of any eligible costs are covered by the health plan.

<b><u>Medical Benefit</u></b>	<u>Annual Deductible (1)</u>		<u>Benefit Percentage (1)</u>		<u>Out-of-pocket Maximum (1)</u>	
	<u>PPO</u>	<u>Non-PPO</u>	<u>PPO</u>	<u>Non-PPO</u>	<u>PPO</u>	<u>Non-PPO</u>
Per Covered Person	\$250	\$500	60%	50%	\$3,500	\$100,000
Per Family	\$750	\$1,000	100%	100%	\$7,000	N/A
<b><u>Pharmacy Benefit</u></b>			<u>Preferred</u>	<u>Non-Preferred</u>		
Per Covered Person		\$200	20%	40%		
Per Family		\$400				

(1) per benefit period

This is a generalization of the coverage, specific exceptions are available in the Health Benefits manual.

The County continues to monitor health care costs closely and is prepared to take steps as is deemed necessary if a deficit occurs.

**NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)**

A reconciliation of claims payable follows:

	Fiscal Year 2012	Fiscal Year 2011
Claims payable, July 1	\$ 366,974	\$ 304,714
Claims incurred	(4,526,364)	3,910,842
Claims paid	4,511,916	(3,848,582)
Claims payable, June 30	<u>\$ 352,526</u>	<u>\$ 366,974</u>

The County 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, 2012.

The County also operates an Internal Revenue Code Section 125 plan for medical and day care expenses. Employees can contribute pretax dollars up to \$3,000 per year for medical expenses and up to \$5,000 per year for day care expenses.

**Other Post Employment Benefits (OPEB)**

As required by state law, 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). June 30, 2012, the County had six retired employees and six 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, 2012, the County was paying insurance for five retirees.

As required by Governmental Accounting Standards Board (GASB) Statement No. 45 Other Post Employment Benefits, the County has calculated and included a post employment benefit liability in 2012.

**Plan Description**

Lewis and Clark County Employee Group Benefit Plan maintain a single-employer self-insured medical plan that is administered by Allegiance Benefit Plan Management, Inc. The plan currently provides defined medical, dental and vision insurance benefits for eligible employees, retirees, spouses and dependants. Participation is elected by the retiree at the time of retirement. Benefit provisions are set annually by the Board of County Commissioners and may be revoked or altered at any time.

**Funding Policy**

The County provides no direct subsidy to the health insurance premiums for retirees. Retirees pay for the entire cost of the health insurance premium. Eligible retired employees include former fulltime and certain other employees. As of June 30, 2012 there are seven retirees and/or survivors enrolled for the employer’s sponsored health insurance plan. In fiscal year 2012, retirees contributed \$25,600 towards the cost of the County’s annual premium, with premiums per month being \$700 for retiree only and \$1,100 for retiree and spouse, less amounts earned toward wellness credits. Premiums for retirees covering children add \$70 per child, with a limit of \$280/month to the above options.

**Annual OPEB Cost Obligation.**

The County’s other postemployment benefit (OPEB) cost (expense) is calculated based on the projected unit credit cost method. The objective under this method is to fund each participant’s benefits under the plan as they accrue. Thus, the total benefit to which each participant is expected to become entitled at retirement is broken down into units, each associated with a year of past or future credit service.

**NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)**

Typically, when this method is introduced, there will be an initial liability for benefits credited for service prior to that date, and to the extent that the liability is not covered by assets of the plan, there is an unfunded liability to be funded over a stipulated period in accordance with an amortization schedule.

	2012	2011	2010
Annual required contribution	\$ 100,355	\$ 101,465	\$ 97,527
Interest on net OPEB obligation	7,604	4,966	2,023
Adjustment to annual required contribution	(5,964)	(3,895)	(1,587)
Annual OPEB cost (expense)	101,995	102,536	97,963
Contributions made	(28,275)	(40,477)	(28,720)
Decrease in Obligation (1)	(54,846)	-	-
Increase/(Decrease) in net OPEB obligation	18,874	62,059	69,243
Net OPEB obligation - beginning of year	178,906	116,847	47,604
Net OPEB obligation - end of year	<u>\$ 197,780</u>	<u>\$ 178,906</u>	<u>\$ 116,847</u>
Percentage of Annual OPEB Cost Contributed	27.72%	39.48%	29.32%

(1) The decrease is due to the county selling the Cooney Home and not having the obligation of their employees.

Funded Status and Funding Progress

As of June 30, 2012, the actuarial accrued liability (AAL) for benefits was \$968,425 all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$25,861,566 and the ratio of unfunded actuarial accrued liability to the covered payroll was 4.36 %. There are no assets set aside to fund these benefits as the County funds post-retirement health insurance benefits on a pay-as-you-go basis.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the note to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. As required by GASB 45, fiscal year 2009 was the first year an actuarial had been completed for other postemployment benefits. Additional information can be found in the Required Supplementary Information section.

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The following assumptions were made:

Retirement and Disability rates are assumed to follow the RP2000 Healthy Combined Table with mortality improvements by Scale AA to 2008 and set backs of two years for both males and females. In the case of a disability the same applies, except for females, where it is a set forward of one year.

Turnover rates were based on specific gender age data assigning active members a probability of remaining employed until the assumed retirement age and for developing an expected future working lifetime assumption for purposes of allocating to periods the present value of total benefits to be paid. The

**NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)**

amortization factors are for a 30-year, level percent of pay amortization on an open basis, using a 4.25 percent investment rate and a 2.5 percent payroll inflation rate.

Healthcare cost trend rate (HCCTR) was based on projections from historical rates of the County. The 2010\* increase is based on actual renewal rates. A rate of 9.0% is shown for 2011 reduced by .5% each year until an ultimate rate of 5.0% after 8 years and thereafter.

<u>Plan Year</u>	<u>Insurance Plan</u>	
	<u>Medical, Dental, Vision</u>	<u>Prescription Drugs</u>
2010*	26.5%	26.5%
2011	9.0%	9.0%
2012	8.5%	8.5%
2013	8.0%	8.0%
2014	7.5%	7.5%
2015	7.0%	7.0%
2016	6.5%	6.5%
2017	6.0%	6.0%
2018	5.5%	5.5%
2019+	5.0%	5.0%

The following retiree contributions are a weighted average of all retiree contributions for the period July 1, 2011 to June 30, 2012:

<u>Medical, Dental, Vision</u> <u>Prescription Drugs</u>	<u>Retiree/ Surviving Spouse</u>	<u>Spouse</u>
Before Medicare Eligibility	\$7,200	\$4,800
After Medicare Eligibility	\$7,200	\$4,800

The following are the retiree contribution increases for Medical, Dental, Vision, and Prescription Drugs:

<u>Plan Year</u>	<u>Retiree/ Surviving Spouse</u>	<u>Spouse</u>
2010*	26.5%	26.5%
2011	9.0%	9.0%
2012	8.4%	8.4%
2013	7.8%	7.8%
2014	7.2%	7.2%
2015	6.6%	6.6%
2016	6.2%	6.2%
2017	5.8%	5.8%
2018	5.4%	5.4%
2019+	5.0%	5.0%

Assumed rates of increase applied to retiree/surviving spouse and spouse only premiums are as follows:

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014+</u>
7.6%	7.4%	6.8%	6.2%	5.6%	5.0%

Health insurance premiums for 2009 retirees were used as the basis for calculation of the present value of total benefits to be paid.

**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 2007, Lewis and Clark County changed the plan

**NOTE 14 – EMPLOYEE BENEFIT PLANS (Continued)**

provider to Great-West Retirement Services, hereafter referred to as Great-West. Employees had previously participated in a plan provided by PEBSICO, a division of Nationwide Retirement Solutions. Upon the change, employees who had invested in PEBSICO had a choice to transfer it to Great-West or leave it with PEBSICO. Contributions must now be deposited with Great West.

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 PEBSICO or Great-West, therefore the County has elected to not report the balances and activities of the plans in its financial statements.

**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, provides claim administrative services. Premiums paid to the Trust for fiscal year 2012 amounted to \$939,257. Audited financial statements for fiscal year ended June 30, 2012, 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. The county has a \$10,000 deductible per occurrence. Claims over \$10,000 are covered by the pool. The Trust also provides for additional coverage for the above areas through excess insurance lines for varying amounts. Premiums paid to the Trust for fiscal year 2012 amounted to \$440,046.

Audited financial statements for the fiscal year ended June 30, 2012, are available from the Montana Association of Counties Joint Powers Insurance Authority.

Members of the public risk pools may be subject to supplemental assessments in the event of deficiencies. They are also responsible for their own claim liabilities in the event the pool fails.

**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. The State of Montana does not contribute to fringe benefits, as the county pays the full cost. The basis for recognizing the revenue and expenditure payments is the actual contribution made by the State. For fiscal year 2012, the State contributed \$60,855 toward the annual salary of \$107,384 to the County Attorney. These amounts are reflected in the general fund of the County.



**NOTE 17 – COMMITMENTS AND CONTINGENCIES**

**Construction Contract Commitments**

At June 30, 2012, there were uncompleted construction contracts as follows:

<u>Project Title</u>	<u>Construction Committed</u>
Forest Highways Projects	\$ 4,485,755
Statewide Radio System Support Project	479,536
TSEP Bridges Project - construction stage	286,033
Purchase of excavator	157,400
Installation of Heath Department digital sign	48,917
Renovation of the 222 Building	45,003
Total	<u>\$ 5,502,644</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.

**Legal Contingencies**

The County is party to many legal proceedings. The legal proceedings are not, in the opinion of the County's legal counsel, likely to have a material adverse impact (more than a \$25,000) on the County's financial position or liquidity, except as listed below.

<u>Case</u>	<u>Damages Requested</u>	<u>Potential of Loss</u>	<u>Status</u>
BDV-06-348 (attorney fees-only)	\$ 350,000	probable	Award, decision on legal fees
Various	\$ 920,000	possible	In litigation
Various	\$ 30,000	possible	In litigation or asserted claim
Various	\$ 30,000	probable	In litigation or asserted claim

At this time, the County has not accrued a contingent liability for any of the above cases. The County has an unasserted claim that has not been filed in court for \$10,000 that has a possibility of a possible unfavorable outcome.

**NOTE 18 – SUBSEQUENT EVENTS**

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

On July 3, 2012 and on July 12, 2012, the County entered into three contracts of \$423,105, \$68,899 and \$105,377, respectively, for chip seal surfacing and paint striping projects on county roads and RID roads.

On August 7, 2012 the County entered into a contract with FEMA for road slide repairs for \$33,305.

On August 7, 2012 the County entered into a contract for road safety improvements with the Forest Highway Projects of \$192,192.

On August 28, 2012 and October 9, 2012, the County signed contracts for the design and construction of the South Hills Volunteer Fire Department building, for \$20,000 and \$360,000, respectively.

**NOTE 19 – RECENT ACCOUNTING PRONOUNCEMENTS**

The GASB has recently issued several statements. The county will be evaluating them for future impact on these financial statements.

The Government Accounting Standards Board (GASB) has issued Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which is effective for the County beginning in fiscal year 2013. The objective of this Statement is to incorporate into the GASB’s authoritative literature certain accounting and financial reporting guidance.

The Government Accounting Standards Board (GASB) has issued Statement No. 67, *Financial Reporting for Pension Plans*, which is effective for the County beginning in fiscal year 2014. The objective of this Statement is to improve financial reporting by state and local governmental pension plans.

The Government Accounting Standards Board (GASB) has issued Statement No. 68, *Accounting and Financial Reporting for Pensions*, which is effective for the County beginning in fiscal year 2015. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities.

Statement 67 and Statement 68 establish a definition of a pension plan that reflects the primary activities associated with the pension arrangement—determining pensions, accumulating and managing assets dedicated for pensions, and paying benefits to plan members as they come due.

The County has not assessed the impact of these statement on its financial position and results of operations and has not determined if the adoption of these statement will have a material effect on its basic financial statements.

**NOTE 20 – DISCONTINUED OPERATIONS**

In June 2012, the County sold the Cooney Nursing Home to exit the nursing home business. The County accounted for the nursing home business as a discontinued operation. The Cooney Nursing Home was sold to a third party for a total price of \$ 2778,340 with \$516,139 in down payment and the remaining \$2,262,201 in the form of a note receivable. The County sold all assets of the nursing home, except for accounts receivable as of June 1, 2012, and recognized a gain of \$635,824.

As of June 30, 2012, the County had a net receivable balance of \$662,523 and recorded an estimate for uncollectible receivables of \$600,000. All asset and liability balances shown in the Statement of Fund Net Assets Proprietary Funds on page 28 in the Cooney Nursing Home major fund are related to the discontinued operation, and have been valued at their net realizable value.

For the year ending June 30, 2012, a summary of the results of operations of the discontinued nursing home business unit follows:

Revenue	\$4,399,666
Costs and expenses	( 5,777,734)
Net Transfers	<u>8,557</u>
Loss from discontinued operations	(1,369,511)
Gain on disposal of discontinued operations	<u>635,824</u>
Loss from discontinued operations	<u>\$ (733,687)</u>

## **REQUIRED SUPPLEMENTARY INFORMATION**

Except for the Other Postemployment Benefits (OPEB) schedule, no information needs to be presented in this section, as it is presented in the Basic Financial Statements.

**LEWIS AND CLARK COUNTY, MONTANA  
EMPLOYEE GROUP BENEFITS PLAN - OTHER POSTEMPLOYMENT BENEFITS (OPEB)  
REQUIRED SUPPLEMENTAL SCHEDULES**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u> (a)	<u>Actuarial Accrued Liability (AAL)</u> (b)	<u>Unfunded AAL (UAAL)</u> (b-a)	<u>Funded Ratio (%)</u> (a/b)	<u>Annual Covered Payroll</u> (c)	<u>UAAL as a Percentage of Covered Payroll (%)</u> (b-a/c)
June 30, 2012	\$ -	\$ 968,425	\$ 968,425	0.00%	\$ 25,861,566	3.74%
June 30, 2011	\$ -	\$ 895,820	\$ 895,820	0.00%	\$ 25,184,371	3.56%
June 30, 2010	\$ -	\$ 926,167	\$ 926,167	0.00%	\$ 24,358,671	3.80%
June 30, 2009	\$ -	\$ 868,569	\$ 868,569	0.00%	\$ 23,153,929	3.75%

This schedule is based on the actuarial values as of June 30, 2011. Information for years prior to June 30, 2009, is not available.

## 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.

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

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.

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.

Helena Area Groundwater Phase II - Used to account for the receipt of federal grants and related expenditures for the study, monitor and improvement of groundwater quality in the Helena area.

Watershed Grants - Used to account for the receipt of federal funding and related expenditures for the purposes of completing a restoration projects in the Lake Helena Watershed area.

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.

Lake Helena Watershed Riparian Ag Project - Used to account for the receipt of federal grants and associated revenues, along with the related expenditures for the improvement of water quality for agricultural lands in the Lake Helena Watershed.

Targeted Watershed Grant - Used to account for the receipt of federal grants and associated revenues, along with the related for the control of non-point source water contamination to improve water quality in the Lake Helena Watershed.

Safe Schools Healthy Students - Used for tracking the cost of services associated with the Save School, Healthy Student initiative.

Asthma Home Visiting Program - Used to account for the receipt of state funding and related expenditures for the purpose of providing home visiting services to control asthma in individuals identified as risk for special health care needs.

## **LEWIS AND CLARK COUNTY, MONTANA**

### **SPECIAL REVENUE FUNDS**

Comprehensive Cancer Control Program - Used to account for the receipt of federal grants and associated revenues, along with the related expenditures for the support of collaborative efforts across sectors to reduce the burden of cancer in Montana.

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.

MIECHV Infrastructure Development Grant - Used to account for the receipt of federal funding and related expenditures for the Maternal, Infant, and Early Childhood Visiting Infrastructure Development projects.

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.

MT NAPA Obesity Prevention Project - Used to account for the receipt of federal funding and related expenditures for the purpose of obesity prevention.

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.

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.

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).

## LEWIS AND CLARK COUNTY, MONTANA

### SPECIAL REVENUE FUNDS

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

#### **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 in the County.

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.

Permissive Medical - 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.

## LEWIS AND CLARK COUNTY, MONTANA

### SPECIAL REVENUE FUNDS

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 senior citizens.

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.

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.

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.



## LEWIS AND CLARK COUNTY, MONTANA

### SPECIAL REVENUE FUNDS

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

Cooney Home Activity - Used to account for donations and disbursements made to provide activities at the Cooney Home.

Community Decay - Used to account for the receipt of monies and related expenditures to provide control of the accumulation of rubble, trash, debris and other public nuisance conditions on or adjacent to public roadways within the unincorporated areas of Lewis and Clark County.

Craig Wastewater Facility – Used to accumulate funds for the construction, maintenance and operations of a wastewater treatment system for the Craig Resort area.

Craig Training Center Facility – Used to accumulate funds to be used for the maintenance of the Craig Training Center Facility.

Septic Maintenance Revolving Loan Fund – Used to account for principal and interest repayments from loans to applicants to upgrade and/or fix their septic systems that were originally paid by a grant from the EPA. Expenses in this fund are disbursements for new loans to applicants.

Septic Maintenance Fund – Used To account for revenue and expenditures related to inspection, public outreach and education associated with septic systems.

Open Space Fund - Used to account for the receipt of bond revenue to be used to acquire conservation easements in the county to provide open space access.

Road Improvement - Subdivisions Fund - Used to account for the receipt of revenue to be used to improve county roads impacted by specific new subdivisions.

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

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.

Justice Assistance Grant (JAG) - Used to account for the receipt of federal funding and related expenditures for the purpose of increasing law enforcement services.

**LEWIS AND CLARK COUNTY, MONTANA**

**SPECIAL REVENUE FUNDS**

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 - 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.

Economic Development - Used to account for grant revenues and expenditures related to 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.

Homeland Security Grant - Used to account for the receipt of federal funding and related expenditures for the purpose of homeland security.

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

**Special Assessment Districts**

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

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

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:

Pleasant Valley Lighting

Augusta Lighting

Maynard 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	Applegate / Norris	South Boundary II
Middlemas	Ranchview Estates	Hoff
Eastgate	Ten Mile Creek Estates	Grass-Land
LaCasa Grande	Treasure State	Rosemary Acres
Lambkins	Schmidtville	Bel Air Addition
North Valley Downs	Gilbert	Broadwater Estates
Town View Estates	Vandenberg Village	Primley Subdivision
Pine Hills Estates	Augusta	Foothills Estate
Sunny Vista	Pleasant Valley	Ryan Minor
Tenneson	Golden Estates II	Gruber Minor
Lanning / Grandview	Settlers Cove	Mud Springs
Prickley Pear	Silver Creek	Spruce Drive
Redwing / Shangri La	Boundary Street	Glacier Point
Oro Fino	Mount Vista	Fox Crossing
Beartooth	Gable Estates	Skyview
Harris	Munger	Buffalo Hills
Oleo Acres	Fawn Meadows	Autumn Wind
Colorado Gulch	North Hills	Elkhorn
Big Valley	Lincoln	Wheat Ridge
Eagle Ridge	Maynard	Creastwood Green
Green Acres	Raven	Lower Rosemary
Evergreen Estates	Rosendale	
Lime Kiln / South Hills	York	

**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.

Open Space 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 Open Space Bonds.

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

Gilbert	Bel Air Addition
Augusta	Bel Air Addition's Curbs
Cave Gulch	Townview Estates
Gable Estates	Riddock
Munger	Green Acres
Fawn Meadows	Woodlawn Water
Lincoln	Woodlawn Service Connection
Maynard	Skyview
Prickley Pear	Autumn Wind
McHugh	Fantasy
Woodlawn Wastewater	

### 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**

Road/Bridge Infrastructure Projects Fund - Used to account for the receipt and transfer of funding for the expenditures associated with road/bridge infrastructure project.

**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.

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2012

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUND FORESTVALE PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>					
Cash and cash equivalents	\$ 6,420,989	\$ 230,537	\$ 198,276	\$ -	\$ 6,849,802
Investments	1,243,570	44,649	38,400	-	1,326,619
Receivables:					
Taxes/assessments	659,593	49,921	-	-	709,514
Accounts/contracts	8,657	-	-	-	8,657
Notes receivable	-	-	-	-	-
Due from other governments	621,038	-	6,334	-	627,372
Inventories	185,994	-	-	-	185,994
Restricted assets:					
Cash and cash equivalents	4,626	-	-	5,387	10,013
Investments	240,474	-	-	217,428	457,902
Advances to other funds	-	56,233	-	-	56,233
<b>Total assets</b>	<b>\$ 9,384,941</b>	<b>\$ 381,340</b>	<b>\$ 243,010</b>	<b>\$ 222,815</b>	<b>\$ 10,232,106</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 394,010	\$ -	\$ 62,436	\$ -	\$ 456,446
Due to other funds	146,246	-	6,334	-	152,580
Deferred revenues	678,083	49,921	-	-	728,004
Advances from other funds	4,410	-	-	-	4,410
<b>Total liabilities</b>	<b>1,222,749</b>	<b>49,921</b>	<b>68,770</b>	<b>-</b>	<b>1,341,440</b>
Fund balance:					
Nonspendable	431,094	56,233	-	222,815	710,142
Restricted	1,197,217	275,186	174,240	-	1,646,643
Unrestricted:					
Committed	6,504,953	-	-	-	6,504,953
Assigned	28,928	-	-	-	28,928
<b>Total fund balance</b>	<b>8,162,192</b>	<b>331,419</b>	<b>174,240</b>	<b>222,815</b>	<b>8,890,666</b>
<b>Total liabilities and fund balance</b>	<b>\$ 9,384,941</b>	<b>\$ 381,340</b>	<b>\$ 243,010</b>	<b>\$ 222,815</b>	<b>\$ 10,232,106</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	HEALTH RELATED GRANTS	CRAIG MOSQUITO CONTROL	MOSQUITO CONTROL	WATER QUALITY	MENTAL HEALTH
<b>ASSETS</b>					
Cash and cash equivalents	\$ 215,730	\$ 3,553	\$ 53,147	\$ 100,401	\$ 115,132
Investments	41,781	688	10,293	19,446	22,299
Receivables:					
Taxes/assessments	-	321	7,652	29,074	11,548
Accounts/contracts	-	-	-	-	-
Due from other governments	252,483	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 509,994</b>	<b>\$ 4,562</b>	<b>\$ 71,092</b>	<b>\$ 148,921</b>	<b>\$ 148,979</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 75,914	\$ -	\$ -	\$ 7,862	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	-	321	7,652	22,059	11,548
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>75,914</b>	<b>321</b>	<b>7,652</b>	<b>29,921</b>	<b>11,548</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	434,080	-	-	-	-
Unrestricted:					
Committed	-	4,241	63,440	119,000	137,431
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>434,080</b>	<b>4,241</b>	<b>63,440</b>	<b>119,000</b>	<b>137,431</b>
<b>Total liabilities and fund balance</b>	<b>\$ 509,994</b>	<b>\$ 4,562</b>	<b>\$ 71,092</b>	<b>\$ 148,921</b>	<b>\$ 148,979</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	ROAD	PREDATORY ANIMAL CONTROL	DISTRICT COURT	PARKS	PERMISSIVE MEDICAL
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,029,577	\$ 69	\$ 437,172	\$ 16,455	\$ 4,095
Investments	199,401	13	84,668	3,187	793
Receivables:					
Taxes/assessments	123,452	13	56,205	1,667	165,330
Accounts/contracts	-	-	-	-	-
Due from other governments	17,933	-	8,315	-	7,406
Inventories	150,395	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,520,758</b>	<b>\$ 95</b>	<b>\$ 586,360</b>	<b>\$ 21,309</b>	<b>\$ 177,624</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 40,919	\$ -	\$ 41,719	\$ -	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	204,933	13	49,401	1,667	143,757
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>245,852</b>	<b>13</b>	<b>91,120</b>	<b>1,667</b>	<b>143,757</b>
Fund balance:					
Nonspendable	150,395	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	1,124,511	82	495,240	19,642	33,867
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>1,274,906</b>	<b>82</b>	<b>495,240</b>	<b>19,642</b>	<b>33,867</b>
<b>Total liabilities and fund balance</b>	<b>\$ 1,520,758</b>	<b>\$ 95</b>	<b>\$ 586,360</b>	<b>\$ 21,309</b>	<b>\$ 177,624</b>



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	FORESTVALE CEMETERY	COUNTY PLANNING	EMERGENCY DISASTER	COUNTY HEALTH	SENIOR CITIZENS
<b>ASSETS</b>					
Cash and cash equivalents	\$ 138,496	\$ 362,478	\$ 112,230	\$ 595,686	\$ 29,578
Investments	26,823	70,201	21,736	115,368	5,728
Receivables:					
Taxes/assessments	48,582	11,093	5,539	125,799	17,696
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	5,185	-
Inventories	-	-	-	35,599	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 213,901</b>	<b>\$ 443,772</b>	<b>\$ 139,505</b>	<b>\$ 877,637</b>	<b>\$ 53,002</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 7,407	\$ 27,294	\$ 23,801	\$ 35,538	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	48,582	11,093	5,539	110,570	17,696
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>55,989</b>	<b>38,387</b>	<b>29,340</b>	<b>146,108</b>	<b>17,696</b>
Fund balance:					
Nonspendable	-	-	-	35,599	-
Restricted	-	-	110,165	-	-
Unrestricted:					
Committed	157,912	405,385	-	695,930	35,306
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>157,912</b>	<b>405,385</b>	<b>110,165</b>	<b>731,529</b>	<b>35,306</b>
<b>Total liabilities and fund balance</b>	<b>\$ 213,901</b>	<b>\$ 443,772</b>	<b>\$ 139,505</b>	<b>\$ 877,637</b>	<b>\$ 53,002</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	COUNTY EXTENSION	PUBLIC SAFETY RADIO PROJECT	INMATE PROGRAMS	RECORDS PRESERVATION	PARKS DEVELOPMENT
<b>ASSETS</b>					
Cash and cash equivalents	\$ 62,174	\$ 26,700	\$ 3,064	\$ 80,009	\$ 195,646
Investments	12,041	5,171	594	15,496	37,891
Receivables:					
Taxes/assessments	22,174	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 96,389</b>	<b>\$ 31,871</b>	<b>\$ 3,658</b>	<b>\$ 95,505</b>	<b>\$ 233,537</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ 8,495	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	22,174	-	-	-	-
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>22,174</b>	<b>8,495</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	74,215	-	3,658	95,505	233,537
Assigned	-	23,376	-	-	-
<b>Total fund balance</b>	<b>74,215</b>	<b>23,376</b>	<b>3,658</b>	<b>95,505</b>	<b>233,537</b>
<b>Total liabilities and fund balance</b>	<b>\$ 96,389</b>	<b>\$ 31,871</b>	<b>\$ 3,658</b>	<b>\$ 95,505</b>	<b>\$ 233,537</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	LINCOLN PARKS	BEP PROGRAM	DUI PROGRAMS	CITY/COUNTY DRUG	MISSOURI RIVER DRUG TASK FORCE
<b>ASSETS</b>					
Cash and cash equivalents	\$ 4,652	\$ 11,861	\$ 48,755	\$ 47,005	\$ 146,248
Investments	900	2,297	9,442	9,103	28,324
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	7,077
Due from other governments	-	-	8,900	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 5,552</b>	<b>\$ 14,158</b>	<b>\$ 67,097</b>	<b>\$ 56,108</b>	<b>\$ 181,649</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 25,786
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,786</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	-	-	67,097	-	155,863
Unrestricted:					
Committed	-	14,158	-	56,108	-
Assigned	5,552	-	-	-	-
<b>Total fund balance</b>	<b>5,552</b>	<b>14,158</b>	<b>67,097</b>	<b>56,108</b>	<b>155,863</b>
<b>Total liabilities and fund balance</b>	<b>\$ 5,552</b>	<b>\$ 14,158</b>	<b>\$ 67,097</b>	<b>\$ 56,108</b>	<b>\$ 181,649</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	MRDTF FEDERAL SHARING	HARD ROCK MINE RESERVE	METAL MINES TAX RESERVE	COONEY MEMORIAL	COONEY ACTIVITY
<b>ASSETS</b>					
Cash and cash equivalents	\$ 2,744	\$ 27,837	\$ 11,747	\$ -	\$ -
Investments	532	5,391	2,276	-	-
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 3,276</b>	<b>\$ 33,228</b>	<b>\$ 14,023</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	3,276	33,228	14,023	-	-
Unrestricted:					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>3,276</b>	<b>33,228</b>	<b>14,023</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 3,276</b>	<b>\$ 33,228</b>	<b>\$ 14,023</b>	<b>\$ -</b>	<b>\$ -</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	COMMUNITY DECAY	CRAIG WASTEWATER FAC MAINT	CRAIG TRAINING CNTR MAINT	SEPTIC MAINTENANCE REVOLVING LN	SEPTIC MAINTENANCE PROGRAM
<b>ASSETS</b>					
Cash and cash equivalents	\$ 13,132	\$ 57,785	\$ 7,752	\$ 816	\$ 126
Investments	2,543	11,192	1,502	159	24
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	1,580
Due from other governments	-	-	-	-	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 15,675</b>	<b>\$ 68,977</b>	<b>\$ 9,254</b>	<b>\$ 975</b>	<b>\$ 1,730</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 1,730
Due to other funds	-	-	-	-	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,730</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted:					
Committed	15,675	68,977	9,254	975	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>15,675</b>	<b>68,977</b>	<b>9,254</b>	<b>975</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 15,675</b>	<b>\$ 68,977</b>	<b>\$ 9,254</b>	<b>\$ 975</b>	<b>\$ 1,730</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	ROAD IMPROVEMENT - SUBDIVISION	ALCOHOLISM	GAS TAX	HIDTA	JUSTICE ASSISTANCE GRANT
<b>ASSETS</b>					
Cash and cash equivalents	\$ 630	\$ 1	\$ 246,877	\$ -	\$ 823
Investments	121	-	47,814	-	160
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	19,344	-	26,667	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 751</b>	<b>\$ 19,345</b>	<b>\$ 294,691</b>	<b>\$ 26,667</b>	<b>\$ 983</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ 19,344	\$ 31,257	\$ -	\$ -
Due to other funds	-	-	-	23,489	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>19,344</b>	<b>31,257</b>	<b>23,489</b>	<b>-</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	751	1	263,434	3,178	983
Unrestricted:					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>751</b>	<b>1</b>	<b>263,434</b>	<b>3,178</b>	<b>983</b>
<b>Total liabilities and fund balance</b>	<b>\$ 751</b>	<b>\$ 19,345</b>	<b>\$ 294,691</b>	<b>\$ 26,667</b>	<b>\$ 983</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	CITIZEN CORP/ CERT PROGRAM	NATIONAL FIRE PLAN	ECONOMIC DEVELOPMENT	NOXIOUS WEED GRANT	HOMELAND SECURITY GRANT
<b>ASSETS</b>					
Cash and cash equivalents	\$ 419	\$ -	\$ -	\$ -	\$ -
Investments	81	-	-	-	-
Receivables:					
Taxes/assessments	-	-	-	-	-
Accounts/contracts	-	-	-	-	-
Due from other governments	-	40,314	70,194	14,817	-
Inventories	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
<b>Total assets</b>	<b>\$ 500</b>	<b>\$ 40,314</b>	<b>\$ 70,194</b>	<b>\$ 14,817</b>	<b>\$ -</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ 22,802	\$ -	\$ -	\$ -
Due to other funds	-	17,512	-	14,817	-
Deferred revenues	-	-	-	-	-
Advances from other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>40,314</b>	<b>-</b>	<b>14,817</b>	<b>-</b>
Fund balance:					
Nonspendable	-	-	-	-	-
Restricted	500	-	70,194	-	-
Unrestricted:					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
<b>Total fund balance</b>	<b>500</b>	<b>-</b>	<b>70,194</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 500</b>	<b>\$ 40,314</b>	<b>\$ 70,194</b>	<b>\$ 14,817</b>	<b>\$ -</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 June 30, 2012  
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	OTHER GRANTS	SPECIAL ASSESSMENT DISTRICTS	FORESTVALE ENDOWMENT FUND	TOTAL SPECIAL REVENUE
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ 2,210,387	\$ -	\$ 6,420,989
Investments	-	428,091	-	1,243,570
Receivables:				
Taxes/assessments	-	33,448	-	659,593
Accounts/contracts	-	-	-	8,657
Due from other governments	149,480	-	-	621,038
Inventories	-	-	-	185,994
Restricted assets:				
Cash and cash equivalents	-	-	4,626	4,626
Investments	-	-	240,474	240,474
<b>Total assets</b>	<b>\$ 149,480</b>	<b>\$ 2,671,926</b>	<b>\$ 245,100</b>	<b>\$ 9,384,941</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 18,608	\$ 5,534	\$ -	\$ 394,010
Due to other funds	90,428	-	-	146,246
Deferred revenues	-	21,078	-	678,083
Advances from other funds	-	4,410	-	4,410
<b>Total liabilities</b>	<b>109,036</b>	<b>31,022</b>	<b>-</b>	<b>1,222,749</b>
Fund balance:				
Nonspendable	-	-	245,100	431,094
Restricted	40,444	-	-	1,197,217
Unrestricted:				
Committed	-	2,640,904	-	6,504,953
Assigned	-	-	-	28,928
<b>Total fund balance</b>	<b>40,444</b>	<b>2,640,904</b>	<b>245,100</b>	<b>8,162,192</b>
<b>Total liabilities and fund balance</b>	<b>\$ 149,480</b>	<b>\$ 2,671,926</b>	<b>\$ 245,100</b>	<b>\$ 9,384,941</b>



**LEWIS AND CLARK COUNTY, MONTANA  
COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
June 30, 2012**

	<u>CITY/COUNTY BUILDING DEBT</u>	<u>OPEN SPACE DEBT</u>	<u>HEALTH FACILITIES DEBT</u>	<u>RSID REVOLVING DEBT</u>	<u>TOTAL DEBT SERVICE</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ 29,811	\$ 5,151	\$ 195,575	\$ 230,537
Investments	-	5,774	997	37,878	44,649
Receivables:					
Taxes/assessments	-	28,801	21,120	-	49,921
Advances to other funds	-	-	-	56,233	56,233
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 64,386</b>	<b>\$ 27,268</b>	<b>\$ 289,686</b>	<b>\$ 381,340</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Deferred revenues	\$ -	\$ 28,801	\$ 21,120	\$ -	\$ 49,921
<b>Total liabilities</b>	<b>-</b>	<b>28,801</b>	<b>21,120</b>	<b>-</b>	<b>49,921</b>
Fund balance:					
Nonspendable	-	-	-	56,233	56,233
Restricted	-	35,585	6,148	233,453	275,186
<b>Total fund balance</b>	<b>-</b>	<b>35,585</b>	<b>6,148</b>	<b>289,686</b>	<b>331,419</b>
<b>Total liabilities and fund balance</b>	<b>\$ -</b>	<b>\$ 64,386</b>	<b>\$ 27,268</b>	<b>\$ 289,686</b>	<b>\$ 381,340</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECT FUNDS  
 June 30, 2012

	CTEP PROJECTS	RID PROJECTS	FEDERAL GRANT PROJECTS	ROAD/BRIDGE INFRASTRUCTURE PROJECTS	TOTAL CAPITAL PROJECTS
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 198,276	\$ 198,276
Investments	-	-	-	38,400	38,400
Due from other governments	5,684	-	650	-	6,334
<b>Total assets</b>	<b>\$ 5,684</b>	<b>\$ -</b>	<b>\$ 650</b>	<b>\$ 236,676</b>	<b>\$ 243,010</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 62,436	\$ 62,436
Due to other funds	5,684	-	650	-	6,334
<b>Total liabilities</b>	<b>5,684</b>	<b>-</b>	<b>650</b>	<b>62,436</b>	<b>68,770</b>
Fund balance:					
Restricted	-	-	-	174,240	174,240
<b>Total fund balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>174,240</b>	<b>174,240</b>
<b>Total liabilities and fund balance</b>	<b>\$ 5,684</b>	<b>\$ -</b>	<b>\$ 650</b>	<b>\$ 236,676</b>	<b>\$ 243,010</b>

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, 2012

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	PERMANENT FUND FORESTVALE PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>REVENUES</b>					
Taxes/assessments	\$ 8,189,235	\$ 391,335	\$ -	\$ -	\$ 8,580,570
Intergovernmental	4,610,058	29,886	1,983,004	-	6,622,948
Charges for services	1,510,269	-	-	2,198	1,512,467
Fines and forfeitures	220,624	-	-	-	220,624
Miscellaneous	245,483	168,675	-	-	414,158
Interest earnings	31,750	3,962	-	6,880	42,592
<b>Total revenues</b>	<b>14,807,419</b>	<b>593,858</b>	<b>1,983,004</b>	<b>9,078</b>	<b>17,393,359</b>
<b>EXPENDITURES</b>					
Current:					
General government	2,801,073	-	650	-	2,801,723
Public safety	1,425,252	-	-	-	1,425,252
Public works	3,134,251	-	444,263	-	3,578,514
Public health	4,300,090	-	-	5,914	4,306,004
Social and economic	530,994	-	-	-	530,994
Culture and recreation	47,799	-	-	-	47,799
Debt service	50,759	506,428	-	-	557,187
Capital outlay	21,175	-	2,079,515	-	2,100,690
<b>Total expenditures</b>	<b>12,311,393</b>	<b>506,428</b>	<b>2,524,428</b>	<b>5,914</b>	<b>15,348,163</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>2,496,026</b>	<b>87,430</b>	<b>(541,424)</b>	<b>3,164</b>	<b>2,045,196</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	1,238,709	-	451,985	-	1,690,694
Transfers out	(2,594,504)	(69,990)	(6,486)	-	(2,670,980)
Loans	-	464	8,815	-	9,279
<b>Total other financing sources and uses</b>	<b>(1,355,795)</b>	<b>(69,526)</b>	<b>454,314</b>	<b>-</b>	<b>(971,007)</b>
<b>Net change in fund balances</b>	<b>1,140,231</b>	<b>17,904</b>	<b>(87,110)</b>	<b>3,164</b>	<b>1,074,189</b>
Fund balance, July 1	7,021,961	313,515	261,350	219,651	7,816,477
Fund balance, June 30	<b>\$ 8,162,192</b>	<b>\$ 331,419</b>	<b>\$ 174,240</b>	<b>\$ 222,815</b>	<b>\$ 8,890,666</b>

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, 2012  
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	HEALTH RELATED GRANTS	CRAIG MOSQUITO CONTROL	MOSQUITO CONTROL	WATER QUALITY	MENTAL HEALTH
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ 399	\$ 109,308	\$ 266,037	\$ 84,083
Intergovernmental	1,638,121	221	2,279	-	4,923
Charges for services	640,056	-	-	3,987	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	583	-	-	8,000	-
Interest earnings	-	-	2	-	23
<b>Total revenues</b>	<b>2,278,760</b>	<b>620</b>	<b>111,589</b>	<b>278,024</b>	<b>89,029</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	64,908
Public works	-	-	-	-	-
Public health	2,123,630	8,446	181,026	288,371	-
Social and economic	100,506	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	13,575	-	-	-	-
<b>Total expenditures</b>	<b>2,237,711</b>	<b>8,446</b>	<b>181,026</b>	<b>288,371</b>	<b>64,908</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>41,049</b>	<b>(7,826)</b>	<b>(69,437)</b>	<b>(10,347)</b>	<b>24,121</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	253,045	-	-	12,904	-
Transfers out	(17,979)	-	-	(1,615)	-
<b>Total other financing sources and uses</b>	<b>235,066</b>	<b>-</b>	<b>-</b>	<b>11,289</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>276,115</b>	<b>(7,826)</b>	<b>(69,437)</b>	<b>942</b>	<b>24,121</b>
Fund balance, July 1	157,965	12,067	132,877	118,058	113,310
Fund balance, June 30	<b>\$ 434,080</b>	<b>\$ 4,241</b>	<b>\$ 63,440</b>	<b>\$ 119,000</b>	<b>\$ 137,431</b>

**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, 2012  
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	ROAD	PREDATORY ANIMAL CONTROL	DISTRICT COURT	PARKS	PERMISSIVE MEDICAL
<b>REVENUES</b>					
Taxes/assessments	\$ 2,273,328	\$ 1,652	\$ 1,071,814	\$ 11,972	\$ 1,192,366
Intergovernmental	946,227	-	64,192	671	7,406
Charges for services	33,388	-	46,549	-	-
Fines and forfeitures	-	-	44,447	-	-
Miscellaneous	9,682	-	1,058	-	-
Interest earnings	2,624	-	110	3	287
<b>Total revenues</b>	<b>3,265,249</b>	<b>1,652</b>	<b>1,228,170</b>	<b>12,646</b>	<b>1,200,059</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	1,006,916	-	149,462
Public safety	-	-	192,411	-	-
Public works	2,111,719	-	-	-	-
Public health	-	1,834	-	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	33,524	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>2,111,719</b>	<b>1,834</b>	<b>1,199,327</b>	<b>33,524</b>	<b>149,462</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>1,153,530</b>	<b>(182)</b>	<b>28,843</b>	<b>(20,878)</b>	<b>1,050,597</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	200,142	-	58,830	17,000	-
Transfers out	(1,019,263)	-	(3,000)	(3,000)	(1,020,612)
<b>Total other financing sources and uses</b>	<b>(819,121)</b>	<b>-</b>	<b>55,830</b>	<b>14,000</b>	<b>(1,020,612)</b>
<b>Net change in fund balances</b>	<b>334,409</b>	<b>(182)</b>	<b>84,673</b>	<b>(6,878)</b>	<b>29,985</b>
Fund balance, July 1	940,497	264	410,567	26,520	3,882
Fund balance, June 30	<b>\$ 1,274,906</b>	<b>\$ 82</b>	<b>\$ 495,240</b>	<b>\$ 19,642</b>	<b>\$ 33,867</b>

**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, 2012  
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	<b>FORESTVALE CEMETERY</b>	<b>COUNTY PLANNING</b>	<b>EMERGENCY DISASTER</b>	<b>COUNTY HEALTH</b>	<b>SENIOR CITIZENS</b>
<b>REVENUES</b>					
Taxes/assessments	\$ 272,285	\$ 854,212	\$ 34,897	\$ 905,575	\$ 128,760
Intergovernmental	14,107	19,986	238,368	91,168	7,681
Charges for services	25,738	20,658	-	437,112	-
Fines and forfeitures	-	-	-	10,271	-
Miscellaneous	-	778	-	30,255	-
Interest earnings	10,981	6	-	247	35
<b>Total revenues</b>	<b>323,111</b>	<b>895,640</b>	<b>273,265</b>	<b>1,474,628</b>	<b>136,476</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	968,416	-	-	-
Public safety	-	-	163,100	-	-
Public works	233,233	-	-	-	-
Public health	-	-	-	1,295,605	-
Social and economic	-	-	-	-	132,320
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>233,233</b>	<b>968,416</b>	<b>163,100</b>	<b>1,295,605</b>	<b>132,320</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>89,878</b>	<b>(72,776)</b>	<b>110,165</b>	<b>179,023</b>	<b>4,156</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	12,787	45,825	-	133,038	-
Transfers out	(105,000)	(15,248)	-	(268,026)	(3,000)
<b>Total other financing sources and uses</b>	<b>(92,213)</b>	<b>30,577</b>	<b>-</b>	<b>(134,988)</b>	<b>(3,000)</b>
<b>Net change in fund balances</b>	<b>(2,335)</b>	<b>(42,199)</b>	<b>110,165</b>	<b>44,035</b>	<b>1,156</b>
Fund balance, July 1	160,247	447,584	-	687,494	34,150
Fund balance, June 30	<b>\$ 157,912</b>	<b>\$ 405,385</b>	<b>\$ 110,165</b>	<b>\$ 731,529</b>	<b>\$ 35,306</b>

**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, 2012  
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	<b>COUNTY EXTENSION</b>	<b>PUBLIC SAFETY RADIO PROJECT</b>	<b>INMATE PROGRAMS</b>	<b>RECORDS PRESERVATION</b>	<b>PARKS DEVELOPMENT</b>
<b>REVENUES</b>					
Taxes/assessments	\$ 161,281	\$ -	\$ -	\$ -	\$ 2,288
Intergovernmental	10,695	67,382	-	-	-
Charges for services	2,830	8,200	16,746	112,245	-
Fines and forfeitures	-	-	464	-	-
Miscellaneous	6,380	16,785	75,832	-	-
Interest earnings	44	-	-	-	-
<b>Total revenues</b>	<b>181,230</b>	<b>92,367</b>	<b>93,042</b>	<b>112,245</b>	<b>2,288</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	75,354	-
Public safety	-	348,747	311,486	-	-
Public works	-	-	-	-	-
Public health	-	-	-	-	-
Social and economic	181,534	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>181,534</b>	<b>348,747</b>	<b>311,486</b>	<b>75,354</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(304)</b>	<b>(256,380)</b>	<b>(218,444)</b>	<b>36,891</b>	<b>2,288</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	4,440	170,695	222,102	4,440	-
Transfers out	(16,000)	-	-	(38,000)	-
<b>Total other financing sources and uses</b>	<b>(11,560)</b>	<b>170,695</b>	<b>222,102</b>	<b>(33,560)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(11,864)</b>	<b>(85,685)</b>	<b>3,658</b>	<b>3,331</b>	<b>2,288</b>
Fund balance, July 1	86,079	109,061	-	92,174	231,249
Fund balance, June 30	<b>\$ 74,215</b>	<b>\$ 23,376</b>	<b>\$ 3,658</b>	<b>\$ 95,505</b>	<b>\$ 233,537</b>

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, 2012  
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	LINCOLN PARKS	BEP PROGRAM	DUI PROGRAMS	CITY/COUNTY DRUG	MISSOURI RIVER DRUG TASK FORCE
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	63,463	-	-
Charges for services	-	26,065	-	-	-
Fines and forfeitures	-	-	-	5,625	159,817
Miscellaneous	8,524	-	3,869	-	-
Interest earnings	-	-	-	-	-
<b>Total revenues</b>	<b>8,524</b>	<b>26,065</b>	<b>67,332</b>	<b>5,625</b>	<b>159,817</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	4,663	273	228,258
Public safety	-	30,542	-	-	-
Public works	-	-	-	-	-
Public health	-	-	51,630	-	-
Social and economic	-	-	-	-	-
Culture and recreation	14,275	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>14,275</b>	<b>30,542</b>	<b>56,293</b>	<b>273</b>	<b>228,258</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(5,751)</b>	<b>(4,477)</b>	<b>11,039</b>	<b>5,352</b>	<b>(68,441)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	2,220	6,000	-	-
Transfers out	-	-	(6,000)	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>2,220</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(5,751)</b>	<b>(2,257)</b>	<b>11,039</b>	<b>5,352</b>	<b>(68,441)</b>
Fund balance, July 1	11,303	16,415	56,058	50,756	224,304
Fund balance, June 30	<b>\$ 5,552</b>	<b>\$ 14,158</b>	<b>\$ 67,097</b>	<b>\$ 56,108</b>	<b>\$ 155,863</b>



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, 2012  
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	MRDTF FEDERAL SHARING	HARD ROCK MINE RESERVE	METAL MINES TAX RESERVE	COONEY MEMORIAL	COONEY ACTIVITY
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	8,258	16,605	7,710	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	34	90
Interest earnings	9	66	25	4	2
<b>Total revenues</b>	<b>8,267</b>	<b>16,671</b>	<b>7,735</b>	<b>38</b>	<b>92</b>
<b>EXPENDITURES</b>					
Current:					
General government	6,343	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Public health	-	-	-	2,896	1,611
Social and economic	-	3,732	4,268	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>6,343</b>	<b>3,732</b>	<b>4,268</b>	<b>2,896</b>	<b>1,611</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>1,924</b>	<b>12,939</b>	<b>3,467</b>	<b>(2,858)</b>	<b>(1,519)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	227
Transfers out	-	-	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>227</b>
<b>Net change in fund balances</b>	<b>1,924</b>	<b>12,939</b>	<b>3,467</b>	<b>(2,858)</b>	<b>(1,292)</b>
Fund balance, July 1	1,352	20,289	10,556	2,858	1,292
Fund balance, June 30	<b>\$ 3,276</b>	<b>\$ 33,228</b>	<b>\$ 14,023</b>	<b>\$ -</b>	<b>\$ -</b>

**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, 2012  
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	<b>COMMUNITY DECAY</b>	<b>CRAIG WASTEWATER FAC MAINT</b>	<b>CRAIG TRAINING CNTR MAINT</b>	<b>SEPTIC MAINTENANCE REVOLVING LN</b>	<b>SEPTIC MAINTENANCE PROGRAM</b>
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Charges for services	-	68,823	7,647	-	42,755
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest earnings	-	195	23	702	-
<b>Total revenues</b>	<b>-</b>	<b>69,018</b>	<b>7,670</b>	<b>702</b>	<b>42,755</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	14,300	-	-	-
Public health	8,183	-	-	-	92,257
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>8,183</b>	<b>14,300</b>	<b>-</b>	<b>-</b>	<b>92,257</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(8,183)</b>	<b>54,718</b>	<b>7,670</b>	<b>702</b>	<b>(49,502)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	6,117	-	-	-	49,502
Transfers out	-	-	-	-	-
<b>Total other financing sources and uses</b>	<b>6,117</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>49,502</b>
<b>Net change in fund balances</b>	<b>(2,066)</b>	<b>54,718</b>	<b>7,670</b>	<b>702</b>	<b>-</b>
Fund balance, July 1	17,741	14,259	1,584	273	-
Fund balance, June 30	<b>\$ 15,675</b>	<b>\$ 68,977</b>	<b>\$ 9,254</b>	<b>\$ 975</b>	<b>\$ -</b>

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, 2012  
 (Page 8 of 10)

	ROAD IMPROVEMENT - SUBDIVISION	ALCOHOLISM	GAS TAX	HIDTA	JUSTICE ASSISTANCE GRANT
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	76,727	270,197	116,682	11,650
Charges for services	-	-	5,470	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	749	-	-	-	-
Interest earnings	2	-	-	-	-
<b>Total revenues</b>	<b>751</b>	<b>76,727</b>	<b>275,667</b>	<b>116,682</b>	<b>11,650</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	128,572	-
Public safety	-	-	-	-	12,476
Public works	-	-	314,956	-	-
Public health	-	76,727	-	-	-
Social and economic	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>76,727</b>	<b>314,956</b>	<b>128,572</b>	<b>12,476</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>751</b>	<b>-</b>	<b>(39,289)</b>	<b>(11,890)</b>	<b>(826)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	15,068	694
Transfers out	-	-	(57,500)	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>(57,500)</b>	<b>15,068</b>	<b>694</b>
<b>Net change in fund balances</b>	<b>751</b>	<b>-</b>	<b>(96,789)</b>	<b>3,178</b>	<b>(132)</b>
Fund balance, July 1	-	1	360,223	-	1,115
Fund balance, June 30	<b>\$ 751</b>	<b>\$ 1</b>	<b>\$ 263,434</b>	<b>\$ 3,178</b>	<b>\$ 983</b>

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, 2012  
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	CITIZEN CORP/ CERT PROGRAM	NATIONAL FIRE PLAN	ECONOMIC DEVELOPMENT	NOXIOUS WEED GRANT	HOMELAND SECURITY GRANT
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	122,085	173,928	84,981	1,750
Charges for services	-	-	-	12,000	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest earnings	-	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>122,085</b>	<b>173,928</b>	<b>96,981</b>	<b>1,750</b>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	125,121	-	-	1,750
Public works	-	-	-	89,534	-
Public health	-	-	-	-	-
Social and economic	-	-	108,634	-	-
Culture and recreation	-	-	-	-	-
Debt service	-	-	-	-	-
Capital outlay	-	-	-	7,600	-
<b>Total expenditures</b>	<b>-</b>	<b>125,121</b>	<b>108,634</b>	<b>97,134</b>	<b>1,750</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>(3,036)</b>	<b>65,294</b>	<b>(153)</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	3,273	4,900	-	-
Transfers out	-	(237)	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>3,036</b>	<b>4,900</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>-</b>	<b>70,194</b>	<b>(153)</b>	<b>-</b>
Fund balance, July 1	500	-	-	153	-
Fund balance, June 30	<b>\$ 500</b>	<b>\$ -</b>	<b>\$ 70,194</b>	<b>\$ -</b>	<b>\$ -</b>

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, 2012  
 (Page 10 of 10)

	OTHER GRANTS	SPECIAL ASSESSMENT DISTRICTS	FORESTVALE ENDOWMENT	TOTAL SPECIAL REVENUE
<b>REVENUES</b>				
Taxes/assessments	\$ -	\$ 818,978	\$ -	\$ 8,189,235
Intergovernmental	541,915	680	-	4,610,058
Charges for services	-	-	-	1,510,269
Fines and forfeitures	-	-	-	220,624
Miscellaneous	65,117	17,747	-	245,483
Interest earnings	-	7,050	9,310	31,750
<b>Total revenues</b>	<b>607,032</b>	<b>844,455</b>	<b>9,310</b>	<b>14,807,419</b>
<b>EXPENDITURES</b>				
Current:				
General government	232,816	-	-	2,801,073
Public safety	174,711	-	-	1,425,252
Public works	-	370,509	-	3,134,251
Public health	161,248	-	6,626	4,300,090
Social and economic	-	-	-	530,994
Culture and recreation	-	-	-	47,799
Debt service	-	50,759	-	50,759
Capital outlay	-	-	-	21,175
<b>Total expenditures</b>	<b>568,775</b>	<b>421,268</b>	<b>6,626</b>	<b>12,311,393</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>38,257</b>	<b>423,187</b>	<b>2,684</b>	<b>2,496,026</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,189	13,271	-	1,238,709
Transfers out	(2)	(20,022)	-	(2,594,504)
<b>Total other financing sources and uses</b>	<b>2,187</b>	<b>(6,751)</b>	<b>-</b>	<b>(1,355,795)</b>
<b>Net change in fund balances</b>	<b>40,444</b>	<b>416,436</b>	<b>2,684</b>	<b>1,140,231</b>
Fund balance, July 1	-	2,224,468	242,416	7,021,961
Fund balance, June 30	<b>\$ 40,444</b>	<b>\$ 2,640,904</b>	<b>\$ 245,100</b>	<b>\$ 8,162,192</b>

**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, 2012**

	CITY/COUNTY BUILDING DEBT	OPEN SPACE DEBT	HEALTH FACILITIES DEBT	RSID REVOLVING DEBT	TOTAL DEBT SERVICE
<b>REVENUES</b>					
Taxes/assessments	\$ -	\$ 214,713	\$ 176,622	\$ -	\$ 391,335
Intergovernmental	-	-	29,886	-	29,886
Miscellaneous	168,675	-	-	-	168,675
Interest earnings	-	288	239	3,435	3,962
<b>Total revenues</b>	<b>168,675</b>	<b>215,001</b>	<b>206,747</b>	<b>3,435</b>	<b>593,858</b>
<b>EXPENDITURES</b>					
Current:					
Debt service	168,675	202,763	134,990	-	506,428
<b>Total expenditures</b>	<b>168,675</b>	<b>202,763</b>	<b>134,990</b>	<b>-</b>	<b>506,428</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>12,238</b>	<b>71,757</b>	<b>3,435</b>	<b>87,430</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	-	-	(69,990)	-	(69,990)
Loans	-	-	-	464	464
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>(69,990)</b>	<b>464</b>	<b>(69,526)</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>12,238</b>	<b>1,767</b>	<b>3,899</b>	<b>17,904</b>
Fund balance, July 1	-	23,347	4,381	285,787	313,515
Fund balance, June 30	<b>\$ -</b>	<b>\$ 35,585</b>	<b>\$ 6,148</b>	<b>\$ 289,686</b>	<b>\$ 331,419</b>

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, 2012

	CTEP PROJECTS	RID PROJECTS	FEDERAL GRANT PROJECTS	ROAD/BRIDGE INFRASTRUCTURE PROJECTS	TOTAL CAPITAL PROJECTS
<b>REVENUES</b>					
Intergovernmental	\$ 100,135	\$ -	\$ 650	1,882,219	\$ 1,983,004
<b>Total revenues</b>	<b>100,135</b>	<b>-</b>	<b>650</b>	<b>1,882,219</b>	<b>1,983,004</b>
<b>EXPENDITURES</b>					
Capital outlay					
General government	-	-	650	-	650
Public works	104,773	8,815	-	330,675	444,263
Capital outlay	-	-	-	2,079,515	2,079,515
<b>Total expenditures</b>	<b>104,773</b>	<b>8,815</b>	<b>650</b>	<b>2,410,190</b>	<b>2,524,428</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(4,638)</b>	<b>(8,815)</b>	<b>-</b>	<b>(527,971)</b>	<b>(541,424)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	4,638	-	-	447,347	451,985
Transfers out	-	-	-	(6,486)	(6,486)
Loans	-	8,815	-	-	8,815
<b>Total other financing sources and uses</b>	<b>4,638</b>	<b>8,815</b>	<b>-</b>	<b>440,861</b>	<b>454,314</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(87,110)</b>	<b>(87,110)</b>
Fund balance, July 1	-	-	-	261,350	261,350
Fund balance, June 30	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 174,240</b>	<b>\$ 174,240</b>

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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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)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 12,283	\$ 399	\$ (11,884)
Intergovernmental	1,512,362	1,535,919	23,557	221	221	-
Charges for services	621,470	640,056	18,586	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	244,365	583	(243,782)	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>2,378,197</b>	<b>2,176,558</b>	<b>(201,639)</b>	<b>12,504</b>	<b>620</b>	<b>(11,884)</b>
<b>EXPENDITURES</b>						
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	1,562,547	1,488,565	73,982	-	-	-
Operations and maintenance	1,032,143	642,525	389,618	20,239	8,446	11,793
Social and economic						
Personal services	84,629	69,318	15,311	-	-	-
Operations and maintenance	33,392	26,094	7,298	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	1,291	-	1,291	-	-	-
<b>Total expenditures</b>	<b>2,714,002</b>	<b>2,226,502</b>	<b>487,500</b>	<b>20,239</b>	<b>8,446</b>	<b>11,793</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(335,805)</b>	<b>(49,944)</b>	<b>285,861</b>	<b>(7,735)</b>	<b>(7,826)</b>	<b>(91)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	246,155	253,045	6,890	-	-	-
Transfers out	(13,742)	(17,979)	(4,237)	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>232,413</b>	<b>235,066</b>	<b>2,653</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (103,392)</b>	<b>185,122</b>	<b>\$ 288,514</b>	<b>\$ (7,735)</b>	<b>(7,826)</b>	<b>\$ (91)</b>
Fund balance (deficit), July 1		72,389			12,067	
Fund balance (deficit), June 30		<b>\$ 257,511</b>			<b>\$ 4,241</b>	



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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)
<b>REVENUES</b>						
Taxes/assessments	\$ 171,922	\$ 109,308	\$ (62,614)	\$ 261,700	\$ 268,462	\$ 6,762
Intergovernmental	2,282	2,279	(3)	-	-	-
Charges for services	-	-	-	3,000	3,987	987
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	3,500	8,000	4,500
Investment earnings	-	2	2	-	-	-
<b>Total revenues</b>	<b>174,204</b>	<b>111,589</b>	<b>(62,615)</b>	<b>268,200</b>	<b>280,449</b>	<b>12,249</b>
<b>EXPENDITURES</b>						
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	-	-	-	223,882	215,186	8,696
Operations and maintenance	257,589	181,026	76,563	79,911	72,101	7,810
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>257,589</b>	<b>181,026</b>	<b>76,563</b>	<b>303,793</b>	<b>287,287</b>	<b>16,506</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(83,385)</b>	<b>(69,437)</b>	<b>13,948</b>	<b>(35,593)</b>	<b>(6,838)</b>	<b>28,755</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	14,056	12,904	(1,152)
Transfers out	-	-	-	(1,000)	(1,615)	(615)
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,056</b>	<b>11,289</b>	<b>(1,767)</b>
<b>Net change in fund balances</b>	<b>\$ (83,385)</b>	<b>(69,437)</b>	<b>\$ 13,948</b>	<b>\$ (22,537)</b>	<b>4,451</b>	<b>\$ 26,988</b>
Fund balance (deficit), July 1		132,877			115,396	
Fund balance (deficit), June 30		<b>\$ 63,440</b>			<b>\$ 119,847</b>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ 87,162	\$ 84,083	\$ (3,079)	\$ 2,297,902	\$ 2,281,062	\$ (16,840)
Intergovernmental	4,929	4,923	(6)	912,315	928,294	15,979
Charges for services	-	-	-	27,500	33,388	5,888
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	4,500	9,682	5,182
Investment earnings	-	23	23	11,250	2,624	(8,626)
<b>Total revenues</b>	<b>92,091</b>	<b>89,029</b>	<b>(3,062)</b>	<b>3,253,467</b>	<b>3,255,050</b>	<b>1,583</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	166,500	64,908	101,592	-	-	-
Public works						
Personal services	-	-	-	1,181,659	1,123,462	58,197
Operations and maintenance	-	-	-	1,077,050	1,005,386	71,664
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>166,500</b>	<b>64,908</b>	<b>101,592</b>	<b>2,258,709</b>	<b>2,128,848</b>	<b>129,861</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(74,409)</b>	<b>24,121</b>	<b>98,530</b>	<b>994,758</b>	<b>1,126,202</b>	<b>131,444</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	212,352	200,142	(12,210)
Transfers out	-	-	-	(1,251,497)	(1,019,263)	232,234
Proceed from sale of capital assets	-	-	-	25,000	-	(25,000)
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,014,145)</b>	<b>(819,121)</b>	<b>195,024</b>
<b>Net change in fund balances</b>	<b>\$ (74,409)</b>	<b>24,121</b>	<b>\$ 98,530</b>	<b>\$ (19,387)</b>	<b>307,081</b>	<b>\$ 326,468</b>
Fund balance (deficit), July 1		113,310			806,897	
Fund balance (deficit), June 30		<b>\$ 137,431</b>			<b>\$ 1,113,978</b>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ 1,900	\$ 1,652	\$ (248)	\$ 1,090,200	\$ 1,076,143	\$ (14,057)
Intergovernmental	-	-	-	52,000	76,366	24,366
Charges for services	-	-	-	38,000	46,549	8,549
Fines and forfeitures	-	-	-	53,000	44,447	(8,553)
Miscellaneous	-	-	-	-	1,058	1,058
Investment earnings	-	-	-	-	110	110
<b>Total revenues</b>	<b>1,900</b>	<b>1,652</b>	<b>(248)</b>	<b>1,233,200</b>	<b>1,244,673</b>	<b>11,473</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	648,185	613,292	34,893
Operations and maintenance	-	-	-	370,147	391,584	(21,437)
Public safety						
Personal services	-	-	-	105,599	95,033	10,566
Operations and maintenance	-	-	-	173,341	87,143	86,198
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	2,040	1,834	206	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>2,040</b>	<b>1,834</b>	<b>206</b>	<b>1,297,272</b>	<b>1,187,052</b>	<b>110,220</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(140)</b>	<b>(182)</b>	<b>(42)</b>	<b>(64,072)</b>	<b>57,621</b>	<b>121,693</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	62,100	58,830	(3,270)
Transfers out	-	-	-	(3,000)	(3,000)	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>59,100</b>	<b>55,830</b>	<b>(3,270)</b>
<b>Net change in fund balances</b>	<b>\$ (140)</b>	<b>(182)</b>	<b>\$ (42)</b>	<b>\$ (4,972)</b>	<b>113,451</b>	<b>\$ 118,423</b>
Fund balance (deficit), July 1		264			408,389	
Fund balance (deficit), June 30		<b>\$ 82</b>			<b>\$ 521,840</b>	

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	PARKS			PERMISSIVE MEDICAL		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ 12,526	\$ 11,972	\$ (554)	\$ 1,220,500	\$ 1,201,069	\$ (19,431)
Intergovernmental	672	671	(1)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	3	3	-	287	287
<b>Total revenues</b>	<b>13,198</b>	<b>12,646</b>	<b>(552)</b>	<b>1,220,500</b>	<b>1,201,356</b>	<b>(19,144)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	164,800	149,462	15,338
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						
Personal services	5,000	2,167	2,833	-	-	-
Operations and maintenance	37,883	31,357	6,526	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>42,883</b>	<b>33,524</b>	<b>9,359</b>	<b>164,800</b>	<b>149,462</b>	<b>15,338</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(29,685)</b>	<b>(20,878)</b>	<b>8,807</b>	<b>1,055,700</b>	<b>1,051,894</b>	<b>(3,806)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	17,000	17,000	-	-	-	-
Transfers out	(3,000)	(3,000)	-	(1,055,870)	(1,020,612)	35,258
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>14,000</b>	<b>14,000</b>	<b>-</b>	<b>(1,055,870)</b>	<b>(1,020,612)</b>	<b>35,258</b>
<b>Net change in fund balances</b>	<b>\$ (15,685)</b>	<b>(6,878)</b>	<b>\$ 8,807</b>	<b>\$ (170)</b>	<b>31,282</b>	<b>\$ 31,452</b>
Fund balance (deficit), July 1		26,520			(26,394)	
Fund balance (deficit), June 30		<b>\$ 19,642</b>			<b>\$ 4,888</b>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ 281,088	\$ 280,562	\$ (526)	\$ 861,124	\$ 854,212	\$ (6,912)
Intergovernmental	14,126	14,107	(19)	15,999	19,986	3,987
Charges for services	17,720	25,738	8,018	71,742	20,658	(51,084)
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	1,000	778	(222)
Investment earnings	11,200	10,981	(219)	-	6	6
<b>Total revenues</b>	<b>324,134</b>	<b>331,388</b>	<b>7,254</b>	<b>949,865</b>	<b>895,640</b>	<b>(54,225)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	907,756	826,318	81,438
Operations and maintenance	-	-	-	206,812	149,641	57,171
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	188,423	155,930	32,493	-	-	-
Operations and maintenance	114,934	69,896	45,038	-	-	-
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>303,357</b>	<b>225,826</b>	<b>77,531</b>	<b>1,114,568</b>	<b>975,959</b>	<b>138,609</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>20,777</b>	<b>105,562</b>	<b>84,785</b>	<b>(164,703)</b>	<b>(80,319)</b>	<b>84,384</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	11,812	12,787	975	51,579	45,825	(5,754)
Transfers out	(105,000)	(105,000)	-	(20,000)	(15,248)	4,752
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>(93,188)</b>	<b>(92,213)</b>	<b>975</b>	<b>31,579</b>	<b>30,577</b>	<b>(1,002)</b>
<b>Net change in fund balances</b>	<b>\$ (72,411)</b>	<b>13,349</b>	<b>\$ 85,760</b>	<b>\$ (133,124)</b>	<b>(49,742)</b>	<b>\$ 83,382</b>
Fund balance (deficit), July 1		151,970			482,421	
Fund balance (deficit), June 30		<u>\$ 165,319</u>			<u>\$ 432,679</u>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ 101,796	\$ 101,796	\$ 948,472	\$ 915,269	\$ (33,203)
Intergovernmental	139,300	238,368	99,068	54,287	85,983	31,696
Charges for services	-	-	-	384,004	437,112	53,108
Fines and forfeitures	-	-	-	11,000	10,271	(729)
Miscellaneous	-	-	-	52,400	30,255	(22,145)
Investment earnings	-	-	-	-	247	247
<b>Total revenues</b>	<b>139,300</b>	<b>340,164</b>	<b>200,864</b>	<b>1,450,163</b>	<b>1,479,137</b>	<b>28,974</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	1,619	(1,619)	-	-	-
Operations and maintenance	139,300	137,680	1,620	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	943,869	933,953	9,916
Operations and maintenance	-	-	-	548,864	357,548	191,316
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>139,300</b>	<b>139,299</b>	<b>1</b>	<b>1,492,733</b>	<b>1,291,501</b>	<b>201,232</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>200,865</b>	<b>200,865</b>	<b>(42,570)</b>	<b>187,636</b>	<b>230,206</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	90,500	133,038	42,538
Transfers out	-	-	-	(231,680)	(268,026)	(36,346)
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(141,180)</b>	<b>(134,988)</b>	<b>6,192</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>200,865</b>	<b>\$ 200,865</b>	<b>\$ (183,750)</b>	<b>52,648</b>	<b>\$ 236,398</b>
Fund balance (deficit), July 1		(66,899)			658,406	
Fund balance (deficit), June 30		<b>\$ 133,966</b>			<b>\$ 711,054</b>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ 133,434	\$ 128,760	\$ (4,674)	\$ 167,323	\$ 161,281	\$ (6,042)
Intergovernmental	7,691	7,681	(10)	9,637	10,695	1,058
Charges for services	-	-	-	2,075	2,830	755
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	2,500	6,380	3,880
Investment earnings	-	35	35	-	44	44
<b>Total revenues</b>	<b>141,125</b>	<b>136,476</b>	<b>(4,649)</b>	<b>181,535</b>	<b>181,230</b>	<b>(305)</b>
<b>EXPENDITURES</b>						
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	-	-	-	54,040	51,447	2,593
Operations and maintenance	144,045	132,320	11,725	140,253	130,087	10,166
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>144,045</b>	<b>132,320</b>	<b>11,725</b>	<b>194,293</b>	<b>181,534</b>	<b>12,759</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(2,920)</b>	<b>4,156</b>	<b>7,076</b>	<b>(12,758)</b>	<b>(304)</b>	<b>12,454</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	4,393	4,440	47
Transfers out	(3,000)	(3,000)	-	(16,000)	(16,000)	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>(3,000)</b>	<b>(3,000)</b>	<b>-</b>	<b>(11,607)</b>	<b>(11,560)</b>	<b>47</b>
<b>Net change in fund balances</b>	<b>\$ (5,920)</b>	<b>1,156</b>	<b>\$ 7,076</b>	<b>\$ (24,365)</b>	<b>(11,864)</b>	<b>\$ 12,501</b>
Fund balance (deficit), July 1		34,150			86,079	
Fund balance (deficit), June 30		<u>\$ 35,306</u>			<u>\$ 74,215</u>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	219,269	67,382	(151,887)	-	-	-
Charges for services	1,200	8,200	7,000	69,997	41,342	(28,655)
Fines and forfeitures	-	-	-	200	464	264
Miscellaneous	-	16,785	16,785	62,100	75,832	13,732
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>220,469</b>	<b>92,367</b>	<b>(128,102)</b>	<b>132,297</b>	<b>117,638</b>	<b>(14,659)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	209,857	196,427	13,430	-	-	-
Operations and maintenance	130,396	143,825	(13,429)	351,215	351,215	-
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>340,253</b>	<b>340,252</b>	<b>1</b>	<b>351,215</b>	<b>351,215</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(119,784)</b>	<b>(247,885)</b>	<b>(128,101)</b>	<b>(218,918)</b>	<b>(233,577)</b>	<b>(14,659)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	165,520	170,695	5,175	222,102	222,102	-
Transfers out	-	-	-	-	-	-
Prococeed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>165,520</b>	<b>170,695</b>	<b>5,175</b>	<b>222,102</b>	<b>222,102</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 45,736</b>	<b>(77,190)</b>	<b>\$ (122,926)</b>	<b>\$ 3,184</b>	<b>(11,475)</b>	<b>\$ (14,659)</b>
Fund balance (deficit), July 1		109,061			15,133	
Fund balance (deficit), June 30		<b>\$ 31,871</b>			<b>\$ 3,658</b>	



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	RECORDS PRESERVATION			PARKS DEVELOPMENT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 5,000	\$ 2,288	\$ (2,712)
Intergovernmental	-	-	-	-	-	-
Charges for services	115,000	112,245	(2,755)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>115,000</b>	<b>112,245</b>	<b>(2,755)</b>	<b>5,000</b>	<b>2,288</b>	<b>(2,712)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	46,382	45,647	735	-	-	-
Operations and maintenance	36,113	29,707	6,406	-	-	-
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	104,742	-	104,742
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>82,495</b>	<b>75,354</b>	<b>7,141</b>	<b>104,742</b>	<b>-</b>	<b>104,742</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>32,505</b>	<b>36,891</b>	<b>4,386</b>	<b>(99,742)</b>	<b>2,288</b>	<b>102,030</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	4,440	4,440	-	-	-
Transfers out	(38,000)	(38,000)	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>(38,000)</b>	<b>(33,560)</b>	<b>4,440</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (5,495)</b>	<b>3,331</b>	<b>\$ 8,826</b>	<b>\$ (99,742)</b>	<b>2,288</b>	<b>\$ 102,030</b>
Fund balance (deficit), July 1		92,174			231,249	
Fund balance (deficit), June 30		<u>\$ 95,505</u>			<u>\$ 233,537</u>	

LEWIS AND CLARK COUNTY, MONTANA  
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	LINCOLN PARKS			BEP		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	28,000	26,065	(1,935)
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	10,246	8,524	(1,722)	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>10,246</b>	<b>8,524</b>	<b>(1,722)</b>	<b>28,000</b>	<b>26,065</b>	<b>(1,935)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	26,998	26,931	67
Operations and maintenance	-	-	-	3,803	3,611	192
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	14,275	14,275	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>14,275</b>	<b>14,275</b>	<b>-</b>	<b>30,801</b>	<b>30,542</b>	<b>259</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(4,029)</b>	<b>(5,751)</b>	<b>(1,722)</b>	<b>(2,801)</b>	<b>(4,477)</b>	<b>(1,676)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	2,160	2,220	60
Transfers out	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,160</b>	<b>2,220</b>	<b>60</b>
<b>Net change in fund balances</b>	<b>\$ (4,029)</b>	<b>(5,751)</b>	<b>\$ (1,722)</b>	<b>\$ (641)</b>	<b>(2,257)</b>	<b>\$ (1,616)</b>
Fund balance (deficit), July 1		11,303			16,415	
Fund balance (deficit), June 30		<u>\$ 5,552</u>			<u>\$ 14,158</u>	

LEWIS AND CLARK COUNTY, MONTANA  
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	DUI PROGRAMS			CITY/COUNTY DRUG		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	88,490	64,162	(24,328)	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	10,274	5,625	(4,649)
Miscellaneous	1,000	3,869	2,869	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>89,490</b>	<b>68,031</b>	<b>(21,459)</b>	<b>10,274</b>	<b>5,625</b>	<b>(4,649)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	6,345	4,283	2,062	-	-	-
Operations and maintenance	387	380	7	274	273	1
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	30,337	22,572	7,765	-	-	-
Operations and maintenance	39,769	29,058	10,711	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>76,838</b>	<b>56,293</b>	<b>20,545</b>	<b>274</b>	<b>273</b>	<b>1</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>12,652</b>	<b>11,738</b>	<b>(914)</b>	<b>10,000</b>	<b>5,352</b>	<b>(4,648)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	6,000	6,000	-	-	-
Transfers out	(10,000)	(6,000)	4,000	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>(10,000)</b>	<b>-</b>	<b>10,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 2,652</b>	<b>11,738</b>	<b>\$ 9,086</b>	<b>\$ 10,000</b>	<b>5,352</b>	<b>\$ (4,648)</b>
Fund balance (deficit), July 1		46,459			50,756	
Fund balance (deficit), June 30		<b>\$ 58,197</b>			<b>\$ 56,108</b>	

LEWIS AND CLARK COUNTY, MONTANA  
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	MISSOURI RIVER DRUG TASK FORCE			MRDTF FEDERAL SHARING		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	7,500	8,258	758
Charges for services	-	-	-	-	-	-
Fines and forfeitures	215,696	152,740	(62,956)	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	9	9
<b>Total revenues</b>	<b>215,696</b>	<b>152,740</b>	<b>(62,956)</b>	<b>7,500</b>	<b>8,267</b>	<b>767</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	207,473	207,472	1	8,800	6,343	2,457
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>207,473</b>	<b>207,472</b>	<b>1</b>	<b>8,800</b>	<b>6,343</b>	<b>2,457</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>8,223</b>	<b>(54,732)</b>	<b>(62,955)</b>	<b>(1,300)</b>	<b>1,924</b>	<b>3,224</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 8,223</b>	<b>(54,732)</b>	<b>\$ (62,955)</b>	<b>\$ (1,300)</b>	<b>1,924</b>	<b>\$ 3,224</b>
Fund balance (deficit), July 1		229,304			1,352	
Fund balance (deficit), June 30		<b>\$ 174,572</b>			<b>\$ 3,276</b>	

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	HARD ROCK MINE RESERVE			METAL MINES TAX RESERVE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	16,605	16,605	-	7,710	7,710
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	66	66	-	25	25
<b>Total revenues</b>	<b>-</b>	<b>16,671</b>	<b>16,671</b>	<b>-</b>	<b>7,735</b>	<b>7,735</b>
<b>EXPENDITURES</b>						
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	3,733	3,732	1	4,268	4,268	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>3,733</b>	<b>3,732</b>	<b>1</b>	<b>4,268</b>	<b>4,268</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(3,733)</b>	<b>12,939</b>	<b>16,672</b>	<b>(4,268)</b>	<b>3,467</b>	<b>7,735</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (3,733)</b>	<b>12,939</b>	<b>\$ 16,672</b>	<b>\$ (4,268)</b>	<b>3,467</b>	<b>\$ 7,735</b>
Fund balance (deficit), July 1		20,289			10,556	
Fund balance (deficit), June 30		<u>\$ 33,228</u>			<u>\$ 14,023</u>	

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	COONEY MEMORIAL			COONEY ACTIVITY		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	34	34	-	90	90
Investment earnings	-	4	4	-	2	2
<b>Total revenues</b>	<b>-</b>	<b>38</b>	<b>38</b>	<b>-</b>	<b>92</b>	<b>92</b>
<b>EXPENDITURES</b>						
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	-	2,895	(2,895)	-	1,611	(1,611)
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>2,895</b>	<b>(2,895)</b>	<b>-</b>	<b>1,611</b>	<b>(1,611)</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>(2,857)</b>	<b>(2,857)</b>	<b>-</b>	<b>(1,519)</b>	<b>(1,519)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	227	227
Transfers out	-	(1)	(1)	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>(1)</b>	<b>(1)</b>	<b>-</b>	<b>227</b>	<b>227</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>(2,858)</b>	<b>\$ (2,858)</b>	<b>\$ -</b>	<b>(1,292)</b>	<b>\$ (1,292)</b>
Fund balance (deficit), July 1		2,858			1,292	
Fund balance (deficit), June 30	<b>\$ -</b>			<b>\$ -</b>		

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	COMMUNITY DECAY			CRAIG WASTEWATER FACILITY MAINTENANCE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	14,300	68,823	54,523
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	195	195
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,300</b>	<b>69,018</b>	<b>54,718</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	14,300	14,300	-
Public health						
Personal services	8,350	6,533	1,817	-	-	-
Operations and maintenance	4,145	1,650	2,495	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>12,495</b>	<b>8,183</b>	<b>4,312</b>	<b>14,300</b>	<b>14,300</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(12,495)</b>	<b>(8,183)</b>	<b>4,312</b>	<b>-</b>	<b>54,718</b>	<b>54,718</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	14,000	6,117	(7,883)	-	-	-
Transfers out	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>14,000</b>	<b>6,117</b>	<b>(7,883)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 1,505</b>	<b>(2,066)</b>	<b>\$ (3,571)</b>	<b>\$ -</b>	<b>54,718</b>	<b>\$ 54,718</b>
Fund balance (deficit), July 1		17,741			14,259	
Fund balance (deficit), June 30		<b>\$ 15,675</b>			<b>\$ 68,977</b>	

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	CRAIG TRAINING CENTER MAINTENANCE			SEPTIC MAINTENANCE REVOVING LOAN		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	-	7,647	7,647	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	23	23	-	702	702
<b>Total revenues</b>	<b>-</b>	<b>7,670</b>	<b>7,670</b>	<b>-</b>	<b>702</b>	<b>702</b>
<b>EXPENDITURES</b>						
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>7,670</b>	<b>7,670</b>	<b>-</b>	<b>702</b>	<b>702</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Prococeed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>7,670</b>	<b>\$ 7,670</b>	<b>\$ -</b>	<b>702</b>	<b>\$ 702</b>
Fund balance (deficit), July 1		1,584			273	
Fund balance (deficit), June 30		<b>\$ 9,254</b>			<b>\$ 975</b>	



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	SEPTIC MAINTENANCE PROGRAM			ROAD IMPROVEMENT SUBDIVISIONS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Charges for services	79,325	41,175	(38,150)	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	749	749
Investment earnings	-	-	-	-	2	2
<b>Total revenues</b>	<b>79,325</b>	<b>41,175</b>	<b>(38,150)</b>	<b>-</b>	<b>751</b>	<b>751</b>
<b>EXPENDITURES</b>						
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	60,011	74,661	(14,650)	-	-	-
Operations and maintenance	32,247	17,596	14,651	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>92,258</b>	<b>92,257</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(12,933)</b>	<b>(51,082)</b>	<b>(38,149)</b>	<b>-</b>	<b>751</b>	<b>751</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	4,813	49,502	44,689	-	-	-
Transfers out	-	-	-	-	-	-
Prococeed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>4,813</b>	<b>49,502</b>	<b>44,689</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (8,120)</b>	<b>(1,580)</b>	<b>\$ 6,540</b>	<b>\$ -</b>	<b>751</b>	<b>\$ 751</b>
Fund balance (deficit), July 1		-			-	
Fund balance (deficit), June 30		<b>\$ (1,580)</b>			<b>\$ 751</b>	

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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)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	90,000	76,069	(13,931)	260,000	270,197	10,197
Charges for services	-	-	-	3,000	5,470	2,470
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>90,000</b>	<b>76,069</b>	<b>(13,931)</b>	<b>263,000</b>	<b>275,667</b>	<b>12,667</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	419,933	283,699	136,234
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	90,000	76,069	13,931	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>90,000</b>	<b>76,069</b>	<b>13,931</b>	<b>419,933</b>	<b>283,699</b>	<b>136,234</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(156,933)</b>	<b>(8,032)</b>	<b>148,901</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	(57,501)	(57,500)	1
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(57,501)</b>	<b>(57,500)</b>	<b>1</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>	<b>\$ (214,434)</b>	<b>(65,532)</b>	<b>\$ 148,902</b>
Fund balance (deficit), July 1		1			360,223	
Fund balance (deficit), June 30		<u>\$ 1</u>			<u>\$ 294,691</u>	

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	HIDTA			JUSTICE ASSISTANCE GRANT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	137,266	117,815	(19,451)	13,007	11,650	(1,357)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>137,266</b>	<b>117,815</b>	<b>(19,451)</b>	<b>13,007</b>	<b>11,650</b>	<b>(1,357)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	51,601	50,184	1,417	-	-	-
Operations and maintenance	88,844	84,022	4,822	-	-	-
Public safety						
Personal services	-	-	-	12,987	12,288	699
Operations and maintenance	-	-	-	194	188	6
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>140,445</b>	<b>134,206</b>	<b>6,239</b>	<b>13,181</b>	<b>12,476</b>	<b>705</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(3,179)</b>	<b>(16,391)</b>	<b>(13,212)</b>	<b>(174)</b>	<b>(826)</b>	<b>(652)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	4,000	15,068	11,068	-	694	694
Transfers out	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>4,000</b>	<b>15,068</b>	<b>11,068</b>	<b>-</b>	<b>694</b>	<b>694</b>
<b>Net change in fund balances</b>	<b>\$ 821</b>	<b>(1,323)</b>	<b>\$ (2,144)</b>	<b>\$ (174)</b>	<b>(132)</b>	<b>\$ 42</b>
Fund balance (deficit), July 1		(22,166)			1,115	
Fund balance (deficit), June 30		<b>\$ (23,489)</b>			<b>\$ 983</b>	

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	CITIZENS CORP/CERT PROGRAM			NATIONAL FIRE PLAN		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	275,000	131,465	(143,535)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>275,000</b>	<b>131,465</b>	<b>(143,535)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	45,373	29,355	16,018
Operations and maintenance	500	-	500	217,669	81,616	136,053
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						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>500</b>	<b>-</b>	<b>500</b>	<b>263,042</b>	<b>110,971</b>	<b>152,071</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(500)</b>	<b>-</b>	<b>500</b>	<b>11,958</b>	<b>20,494</b>	<b>8,536</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	3,273	3,273
Transfers out	-	-	-	-	(237)	(237)
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,036</b>	<b>3,036</b>
<b>Net change in fund balances</b>	<b>\$ (500)</b>	<b>-</b>	<b>\$ 500</b>	<b>\$ 11,958</b>	<b>23,530</b>	<b>\$ 11,572</b>
Fund balance (deficit), July 1		500			(49,694)	
Fund balance (deficit), June 30		<u>\$ 500</u>			<u>\$ (26,164)</u>	

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	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)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	2,720,000	108,634	(2,611,366)	120,000	70,164	(49,836)
Charges for services	-	-	-	-	12,000	12,000
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>2,720,000</b>	<b>108,634</b>	<b>(2,611,366)</b>	<b>120,000</b>	<b>82,164</b>	<b>(37,836)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public safety						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	121,000	89,534	31,466
Public health						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	2,720,000	113,972	2,606,028	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	7,600	(7,600)
<b>Total expenditures</b>	<b>2,720,000</b>	<b>113,972</b>	<b>2,606,028</b>	<b>121,000</b>	<b>97,134</b>	<b>23,866</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>(5,338)</b>	<b>(5,338)</b>	<b>(1,000)</b>	<b>(14,970)</b>	<b>(13,970)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	4,900	4,900	-	-	-
Transfers out	-	-	-	-	-	-
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>4,900</b>	<b>4,900</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>(438)</b>	<b>\$ (438)</b>	<b>\$ (1,000)</b>	<b>(14,970)</b>	<b>\$ (13,970)</b>
Fund balance (deficit), July 1		438			153	
Fund balance (deficit), June 30		\$ -			\$ (14,817)	

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	HOMELAND SECURITY GRANT			OTHER GRANTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,750	8,173	6,423	1,148,218	534,210	(614,008)
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	65,117	65,117
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>1,750</b>	<b>8,173</b>	<b>6,423</b>	<b>1,148,218</b>	<b>599,327</b>	<b>(548,891)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	31,920	18,815	13,105
Operations and maintenance	-	-	-	344,756	214,001	130,755
Public safety						
Personal services	-	-	-	11,290	28,059	(16,769)
Operations and maintenance	1,750	1,750	-	155,547	146,652	8,895
Public works						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Public health						
Personal services	-	-	-	16,503	24,028	(7,525)
Operations and maintenance	-	-	-	373,300	127,547	245,753
Social and economic						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Culture and recreation						
Personal services	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<b>Total expenditures</b>	<b>1,750</b>	<b>1,750</b>	<b>-</b>	<b>933,316</b>	<b>559,102</b>	<b>374,214</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>-</b>	<b>6,423</b>	<b>6,423</b>	<b>214,902</b>	<b>40,225</b>	<b>(174,677)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	2,189	2,189
Transfers out	-	-	-	-	(2)	(2)
Proceed from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,187</b>	<b>2,187</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>6,423</b>	<b>\$ 6,423</b>	<b>\$ 214,902</b>	<b>42,412</b>	<b>\$ (172,490)</b>
Fund balance (deficit), July 1		(6,423)			(132,840)	
Fund balance (deficit), June 30		\$ -			\$ (90,428)	

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 SPECIAL REVENUE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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	SPECIAL ASSESSMENT DISTRICTS			TOTAL NONMAJOR SPECIAL REVENUE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ 784,798	\$ 826,662	\$ 41,864	\$ 8,337,334	\$ 8,304,980	\$ (32,354)
Intergovernmental	681	680	(1)	7,807,002	4,418,667	(3,388,335)
Charges for services	-	-	-	1,476,333	1,533,285	56,952
Fines and forfeitures	-	-	-	290,170	213,547	(76,623)
Miscellaneous	500	17,747	17,247	382,111	245,483	(136,628)
Investment earnings	8,090	7,050	(1,040)	30,540	22,440	(8,100)
<b>Total revenues</b>	<b>794,069</b>	<b>852,139</b>	<b>58,070</b>	<b>18,323,490</b>	<b>14,738,402</b>	<b>(3,585,088)</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Personal services	-	-	-	1,692,189	1,558,539	133,650
Operations and maintenance	-	-	-	1,428,406	1,232,885	195,521
Public safety						
Personal services	-	-	-	412,104	389,712	22,392
Operations and maintenance	-	-	-	1,340,215	1,018,588	321,627
Public works						
Personal services	2,577	3,712	(1,135)	1,372,659	1,283,104	89,555
Operations and maintenance	2,752,227	366,798	2,385,429	4,499,444	1,829,613	2,669,831
Public health						
Personal services	-	-	-	2,845,499	2,765,498	80,001
Operations and maintenance	-	-	-	2,480,247	1,519,906	960,341
Social and economic						
Personal services	-	-	-	138,669	120,765	17,904
Operations and maintenance	-	-	-	3,045,691	410,473	2,635,218
Culture and recreation						
Personal services	-	-	-	5,000	2,167	2,833
Operations and maintenance	-	-	-	156,900	45,632	111,268
Debt service	50,666	50,759	(93)	50,666	50,759	(93)
Capital outlay	-	-	-	1,291	7,600	(6,309)
<b>Total expenditures</b>	<b>2,805,470</b>	<b>421,269</b>	<b>2,384,201</b>	<b>19,468,980</b>	<b>12,235,241</b>	<b>7,233,739</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(2,011,401)</b>	<b>430,870</b>	<b>2,442,271</b>	<b>(1,145,490)</b>	<b>2,503,161</b>	<b>3,648,651</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	13,271	13,271	1,122,542	1,238,709	116,167
Transfers out	(20,000)	(20,022)	(22)	(2,829,290)	(2,594,505)	234,785
Proceed from sale of capital assets	-	-	-	25,000	-	(25,000)
<b>Total other financing sources(uses)</b>	<b>(20,000)</b>	<b>(6,751)</b>	<b>13,249</b>	<b>(1,681,748)</b>	<b>(1,355,796)</b>	<b>325,952</b>
<b>Net change in fund balances</b>	<b>\$ (2,031,401)</b>	<b>424,119</b>	<b>\$ 2,455,520</b>	<b>\$ (2,827,238)</b>	<b>1,147,365</b>	<b>\$ 3,974,603</b>
Fund balance (deficit), July 1		2,209,949			6,241,156	
Fund balance (deficit), June 30		<u>\$ 2,634,068</u>			<u>\$ 7,388,521</u>	

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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	CITY/COUNTY BUILDING DEBT			OPEN SPACE DEBT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ -	\$ -	\$ -	\$ 220,000	\$ 214,713	\$ (5,287)
Intergovernmental	-	-	-	-	-	-
Miscellaneous	168,674	168,674	-	-	-	-
Investment earnings	-	-	-	150	288	138
<b>Total revenues</b>	<b>168,674</b>	<b>168,674</b>	<b>-</b>	<b>220,150</b>	<b>215,001</b>	<b>(5,149)</b>
<b>EXPENDITURES</b>						
Current:						
Public health	-	-	-	-	-	-
Debt service	168,675	168,675	-	218,663	202,763	15,900
<b>Total expenditures</b>	<b>168,675</b>	<b>168,675</b>	<b>-</b>	<b>218,663</b>	<b>202,763</b>	<b>15,900</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(1)</b>	<b>(1)</b>	<b>-</b>	<b>1,487</b>	<b>12,238</b>	<b>10,751</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (1)</b>	<b>(1)</b>	<b>\$ -</b>	<b>\$ 1,487</b>	<b>12,238</b>	<b>\$ 10,751</b>
Fund balance (deficit), July 1		-			23,347	
Fund balance (deficit), June 30		<b>\$ (1)</b>			<b>\$ 35,585</b>	



LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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	HEALTH FACILITIES DEBT			RSID REVOLVING DEBT		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ 203,319	\$ 176,622	\$ (26,697)	\$ -	\$ -	\$ -
Intergovernmental	29,924	29,886	(38)	-	-	-
Miscellaneous	-	-	-	-	-	-
Investment earnings	150	239	89	3,350	3,433	83
<b>Total revenues</b>	<b>233,393</b>	<b>206,747</b>	<b>(26,646)</b>	<b>3,350</b>	<b>3,433</b>	<b>83</b>
<b>EXPENDITURES</b>						
Current:						
Public health	134,990	134,990	-	-	-	-
Debt service	-	-	-	-	-	-
<b>Total expenditures</b>	<b>134,990</b>	<b>134,990</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>98,403</b>	<b>71,757</b>	<b>(26,646)</b>	<b>3,350</b>	<b>3,433</b>	<b>83</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	(69,990)	(69,990)	-	-	-	-
Loans	-	-	-	500	464	(36)
<b>Total other financing sources(uses)</b>	<b>(69,990)</b>	<b>(69,990)</b>	<b>-</b>	<b>500</b>	<b>464</b>	<b>(36)</b>
<b>Net change in fund balances</b>	<b>\$ 28,413</b>	<b>1,767</b>	<b>\$ (26,646)</b>	<b>\$ 3,850</b>	<b>3,897</b>	<b>\$ 47</b>
Fund balance (deficit), July 1		4,381			285,789	
Fund balance (deficit), June 30		<b>\$ 6,148</b>			<b>\$ 289,686</b>	

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 DEBT SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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	RURAL SPECIAL IMPROVEMENT DISTRICTS DEBT			TOTAL DEBT SERVICE		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Taxes/assessments	\$ 276,052	\$ 269,763	\$ (6,289)	\$ 699,371	\$ 661,098	\$ (38,273)
Intergovernmental	-	-	-	29,924	29,886	(38)
Miscellaneous	-	-	-	168,674	168,674	-
Investment earnings	509	464	(45)	4,159	4,424	265
<b>Total revenues</b>	<b>276,561</b>	<b>270,227</b>	<b>(6,334)</b>	<b>902,128</b>	<b>864,082</b>	<b>(38,046)</b>
<b>EXPENDITURES</b>						
Current:						
Public health	-	-	-	134,990	134,990	-
Debt service	290,040	268,319	21,721	458,715	639,757	(181,042)
<b>Total expenditures</b>	<b>290,040</b>	<b>268,319</b>	<b>21,721</b>	<b>593,705</b>	<b>774,747</b>	<b>(181,042)</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(13,479)</b>	<b>1,908</b>	<b>15,387</b>	<b>308,423</b>	<b>89,335</b>	<b>(219,088)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers out	(4,375)	(4,251)	124	(74,365)	(74,241)	124
Loans	-	-	-	500	464	(36)
<b>Total other financing sources(uses)</b>	<b>(4,375)</b>	<b>(4,251)</b>	<b>124</b>	<b>(73,865)</b>	<b>(73,777)</b>	<b>88</b>
<b>Net change in fund balances</b>	<b>\$ (17,854)</b>	<b>(2,343)</b>	<b>\$ 15,511</b>	<b>\$ 234,558</b>	<b>15,558</b>	<b>\$ (219,000)</b>
Fund balance (deficit), July 1		98,144			411,661	
Fund balance (deficit), June 30		<b>\$ 95,801</b>			<b>\$ 427,219</b>	

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2012  
 (Page 1 of 3)

	CAPITAL DEVELOPMENT			CTEP PROJECTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Intergovernmental	\$ 209,675	\$ 379,458	\$ 169,783	\$ 627,530	\$ 100,104	\$ (527,426)
Miscellaneous	-	500	500	-	-	-
Investment earnings	90,000	67,969	(22,031)	-	-	-
<b>Total revenues</b>	<b>299,675</b>	<b>447,927</b>	<b>148,252</b>	<b>627,530</b>	<b>100,104</b>	<b>(527,426)</b>
<b>EXPENDITURES</b>						
Capital outlay						
General government						
Operations and maintenance	834,000	700,401	133,599	-	-	-
Public safety						
Operations and maintenance	522,806	507,670	15,136	-	-	-
Public works						
Operations and maintenance	892,585	829,869	62,716	627,530	104,773	522,757
Public health						
<b>Total expenditures</b>	<b>2,249,391</b>	<b>2,037,940</b>	<b>211,451</b>	<b>627,530</b>	<b>104,773</b>	<b>522,757</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(1,949,716)</b>	<b>(1,590,013)</b>	<b>359,703</b>	<b>-</b>	<b>(4,669)</b>	<b>(4,669)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	1,862,038	1,991,548	129,510	-	4,638	4,638
Transfers out	-	-	-	-	-	-
Loans	-	-	-	-	-	-
Proceeds from sale of capital assets	-	104,152	104,152	-	-	-
<b>Total other financing sources(uses)</b>	<b>1,862,038</b>	<b>2,095,700</b>	<b>233,662</b>	<b>-</b>	<b>4,638</b>	<b>4,638</b>
<b>Net change in fund balances</b>	<b>\$ (87,678)</b>	<b>505,687</b>	<b>\$ 593,365</b>	<b>\$ -</b>	<b>(31)</b>	<b>\$ (31)</b>
Fund balance (deficit), July 1		5,809,753			(5,653)	
Fund balance (deficit), June 30		<u>\$ 6,315,440</u>			<u>\$ (5,684)</u>	

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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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)
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ 650	\$ -	\$ (650)
Miscellaneous	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>650</b>	<b>-</b>	<b>(650)</b>
<b>EXPENDITURES</b>						
Capital outlay						
General government						
Operations and maintenance	-	-	-	650	650	-
Public safety						
Operations and maintenance	-	-	-	-	-	-
Public works						
Operations and maintenance	69,455	8,815	60,640	-	-	-
Public health	-	-	-	-	-	-
<b>Total expenditures</b>	<b>69,455</b>	<b>8,815</b>	<b>60,640</b>	<b>650</b>	<b>650</b>	<b>-</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(69,455)</b>	<b>(8,815)</b>	<b>60,640</b>	<b>-</b>	<b>(650)</b>	<b>(650)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Loans	69,455	8,815	(60,640)	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-
<b>Total other financing sources(uses)</b>	<b>69,455</b>	<b>8,815</b>	<b>(60,640)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>	<b>\$ -</b>	<b>(650)</b>	<b>\$ (650)</b>
Fund balance (deficit), July 1	-	-	-	-	-	-
Fund balance (deficit), June 30	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>\$ -</b>	<b>(650)</b>	<b>-</b>

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (BUDGET BASIS)  
 CAPITAL PROJECTS FUNDS  
 For the Fiscal Year Ended June 30, 2012  
 (Page 3 of 3)

	ROAD/BRIDGE INFRASTRUCTURE PROJECTS			TOTAL CAPITAL PROJECTS		
	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)	FINAL BUDGET	ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
<b>REVENUES</b>						
Intergovernmental	\$ 5,276,596	\$ 1,882,219	\$ (3,394,377)	\$ 6,114,451	\$ 2,361,781	\$ (3,752,670)
Miscellaneous	-	-	-	-	500	500
Investment earnings	-	-	-	90,000	67,969	(22,031)
<b>Total revenues</b>	<b>5,276,596</b>	<b>1,882,219</b>	<b>(3,394,377)</b>	<b>6,204,451</b>	<b>2,430,250</b>	<b>(3,774,201)</b>
<b>EXPENDITURES</b>						
Capital outlay						
General government						
Operations and maintenance	-	-	-	834,650	701,051	133,599
Public safety						
Operations and maintenance	-	-	-	522,806	507,670	15,136
Public works						
Operations and maintenance	6,181,836	2,413,667	3,768,169	7,771,406	3,357,124	4,414,282
Public health						
<b>Total expenditures</b>	<b>6,181,836</b>	<b>2,413,667</b>	<b>3,768,169</b>	<b>9,128,862</b>	<b>4,565,845</b>	<b>4,563,017</b>
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>(905,240)</b>	<b>(531,448)</b>	<b>373,792</b>	<b>(2,924,411)</b>	<b>(2,135,595)</b>	<b>788,816</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	679,580	447,347	(232,233)	2,541,618	2,443,533	(98,085)
Transfers out	-	(6,486)	(6,486)	-	(6,486)	(6,486)
Loans	-	-	-	69,455	8,815	(60,640)
Proceeds from sale of capital assets	-	-	-	-	104,152	104,152
<b>Total other financing sources(uses)</b>	<b>679,580</b>	<b>440,861</b>	<b>(238,719)</b>	<b>2,611,073</b>	<b>2,550,014</b>	<b>(61,059)</b>
<b>Net change in fund balances</b>	<b>\$ (225,660)</b>	<b>(90,587)</b>	<b>\$ 135,073</b>	<b>\$ (313,338)</b>	<b>414,419</b>	<b>\$ 727,757</b>
Fund balance (deficit), July 1		327,263			6,131,363	
Fund balance (deficit), June 30		<u>\$ 236,676</u>			<u>\$ 6,545,782</u>	



**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  
 COMBINING STATEMENT OF NET ASSETS  
 NONMAJOR ENTERPRISE FUNDS  
 June 30, 2012

	<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>
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 71,755	\$ 138,270	\$ 611,933	\$ 33,643	\$ 855,601
Investments	13,897	26,778	118,514	6,516	165,705
Receivables:					
Accounts/contracts	8,046	25,740	258,746	4,920	297,452
Total current assets	<u>93,698</u>	<u>190,788</u>	<u>989,193</u>	<u>45,079</u>	<u>1,318,758</u>
Noncurrent assets:					
Restricted assets:					
Land and Construction in Progress	5,396	-	54,611	3,587	63,594
Buildings, improvements, vehicles and equipment(net)	70,786	18,930	-	-	89,716
Total noncurrent assets	<u>76,182</u>	<u>18,930</u>	<u>54,611</u>	<u>3,587</u>	<u>153,310</u>
<b>Total assets</b>	<b><u>169,880</u></b>	<b><u>209,718</u></b>	<b><u>1,043,804</u></b>	<b><u>48,666</u></b>	<b><u>1,472,068</u></b>
<b>Liabilities:</b>					
Current liabilities:					
Accounts payable	-	9,487	115,252	-	124,739
Contracts/loans payable - current	5,236	-	-	-	5,236
Landfill postclosure costs payable - current	-	-	20,000	-	20,000
Compensated absences payable	429	140	346	150	1,065
Total current liabilities	<u>5,665</u>	<u>9,627</u>	<u>135,598</u>	<u>150</u>	<u>151,040</u>
Noncurrent liabilities:					
Contracts/loans payable	16,759	-	-	-	16,759
Landfill postclosure costs payable	-	-	240,000	-	240,000
Compensated absences payable	3,861	1,262	3,115	1,346	9,584
Total noncurrent liabilities	<u>20,620</u>	<u>1,262</u>	<u>243,115</u>	<u>1,346</u>	<u>266,343</u>
<b>Total liabilities</b>	<b><u>26,285</u></b>	<b><u>10,889</u></b>	<b><u>378,713</u></b>	<b><u>1,496</u></b>	<b><u>417,383</u></b>
<b>NET ASSETS</b>					
Investment in capital assets, net of related debt	54,187	18,930	54,611	3,587	131,315
Unrestricted	89,408	179,899	610,480	43,583	923,370
<b>Total net assets</b>	<b><u>\$ 143,595</u></b>	<b><u>\$ 198,829</u></b>	<b><u>\$ 665,091</u></b>	<b><u>\$ 47,170</u></b>	<b><u>\$ 1,054,685</u></b>



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN FUND NET ASSETS  
 NONMAJOR ENTERPRISE FUNDS  
 For the Fiscal Year Ended June 30, 2012

	<u>AUGUSTA LANDFILL</u>	<u>LINCOLN LANDFILL</u>	<u>SCRATCH- GRAVEL LANDFILL</u>	<u>MARYSVILLE LANDFILL</u>	<u>TOTAL</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 94,497	\$ 179,017	\$ 1,321,103	\$ 27,610	\$ 1,622,227
<b>Total Operating Revenues</b>	<b>94,497</b>	<b>179,017</b>	<b>1,321,103</b>	<b>27,610</b>	<b>1,622,227</b>
<b>OPERATING EXPENSES</b>					
Personal services	30,478	14,099	33,032	15,936	93,545
Supplies	3,779	12,099	54,476	11,700	82,054
Purchased services	22,727	98,335	1,146,897	256	1,268,215
Depreciation	8,264	3,709	-	-	11,973
<b>Total Operating Expenses</b>	<b>65,248</b>	<b>128,242</b>	<b>1,234,405</b>	<b>27,892</b>	<b>1,455,787</b>
<b>Operating income (loss)</b>	<b>29,249</b>	<b>50,775</b>	<b>86,698</b>	<b>(282)</b>	<b>166,440</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Intergovernmental	-	5,267	-	-	5,267
Interest income	225	421	1,654	119	2,419
Interest expense	(503)	-	-	-	(503)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(278)</b>	<b>5,688</b>	<b>1,654</b>	<b>119</b>	<b>7,183</b>
<b>Income (loss) before transfers</b>	<b>28,971</b>	<b>56,463</b>	<b>88,352</b>	<b>(163)</b>	<b>173,623</b>
Transfers out	-	(600)	(5,055)	-	(5,655)
<b>Change in net assets</b>	<b>28,971</b>	<b>55,863</b>	<b>83,297</b>	<b>(163)</b>	<b>167,968</b>
Total net assets, beginning	114,624	142,966	581,794	47,333	886,717
Total net assets, ending	<b>\$ 143,595</b>	<b>\$ 198,829</b>	<b>\$ 665,091</b>	<b>\$ 47,170</b>	<b>\$ 1,054,685</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CASH FLOWS  
 NONMAJOR ENTERPRISE FUNDS  
 For the Fiscal Year Ended June 30, 2012

	AUGUSTA LANDFILL	LINCOLN LANDFILL	SCRATCH- GRAVEL LANDFILL	MARYSVILLE LANDFILL	TOTAL
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 94,133	\$ 177,223	\$ 1,306,851	\$ 28,852	\$ 1,607,059
Cash payments for goods and services	(26,506)	(110,230)	(1,230,642)	(11,956)	(1,379,334)
Cash payments for employees	(29,580)	(14,049)	(33,214)	(15,516)	(92,359)
Cash payments for landfill closure and post closure costs	-	-	(20,000)	-	(20,000)
<b>Net cash provided by (used by) operating activities</b>	<b>38,047</b>	<b>52,944</b>	<b>22,995</b>	<b>1,380</b>	<b>115,366</b>
<b>Cash flows from noncapital financing activities:</b>					
Proceeds received from non-capital grants	-	5,267	-	-	5,267
Transfers to other Funds	-	(600)	(5,055)	-	(5,655)
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>-</b>	<b>4,667</b>	<b>(5,055)</b>	<b>-</b>	<b>(388)</b>
<b>Cash flows from capital and related financing activities:</b>					
Payments for capital acquisitions	(7,600)	(7,600)	-	-	(15,200)
Principal repayment - bonds/loans	(5,070)	-	-	-	(5,070)
Interest paid	(503)	-	-	-	(503)
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>(13,173)</b>	<b>(7,600)</b>	<b>-</b>	<b>-</b>	<b>(20,773)</b>
<b>Cash flows from investing activities:</b>					
Receipts of interest and dividends	226	419	1,654	119	2,418
Payments for investments	(6,678)	(13,114)	(33,772)	(1,908)	(55,472)
<b>Net cash provided by (used by) investing activities</b>	<b>(6,452)</b>	<b>(12,695)</b>	<b>(32,118)</b>	<b>(1,789)</b>	<b>(53,054)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>18,422</b>	<b>37,316</b>	<b>(14,178)</b>	<b>(409)</b>	<b>41,151</b>
Cash and cash equivalents, July 1	53,333	100,954	626,111	34,052	814,450
<b>Cash and cash equivalents, June 30</b>	<b>\$ 71,755</b>	<b>\$ 138,270</b>	<b>\$ 611,933</b>	<b>\$ 33,643</b>	<b>\$ 855,601</b>
Cash and cash equivalents, current	\$ 71,755	\$ 138,270	\$ 611,933	\$ 33,643	\$ 855,601
<b>Total Cash and cash equivalents, June 30</b>	<b>\$ 71,755</b>	<b>\$ 138,270</b>	<b>\$ 611,933</b>	<b>\$ 33,643</b>	<b>\$ 855,601</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>					
Operating income (loss)	\$ 29,249	\$ 50,775	\$ 86,698	\$ (282)	\$ 166,440
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>					
Depreciation	8,264	3,709	-	-	11,973
Change in assets and liabilities:					
(Increase) decrease taxes/accounts/other receivables	(364)	(1,794)	(14,252)	1,242	(15,168)
Increase (decrease) compensated absences	898	50	(182)	420	1,186
Increase (decrease) accounts payable	-	204	(29,269)	-	(29,065)
Increase (decrease) postclosure liability	-	-	(20,000)	-	(20,000)
<b>Net cash provided by (used by) operating activities</b>	<b>\$ 38,047</b>	<b>\$ 52,944</b>	<b>\$ 22,995</b>	<b>\$ 1,380</b>	<b>\$ 115,366</b>
<b>Schedule of Noncash Transactions</b>					
Write off of accounts receivables	164	525	4,025	81	4,795

## 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**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
 June 30, 2012  
 (Page 1 of 2)

	<u>BUILDING MAINTENANCE SERVICES</u>	<u>HEALTH CARE FACILITIES</u>	<u>COUNTY SHOP</u>	<u>FUEL REVOLVING</u>
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 399,662	\$ 170,986	\$ 262,556	\$ 45,937
Investments	77,404	33,116	50,850	8,897
Receivables:				
Accounts/contracts	55,817	-	-	-
Inventories	-	-	11,225	30,810
Total current assets	<u>532,883</u>	<u>204,102</u>	<u>324,631</u>	<u>85,644</u>
Noncurrent assets:				
Restricted assets:				
Cash and cash equivalents	-	70,511	-	-
Land and Construction in Progress	-	212,844	-	-
Buildings, improvements, vehicles and equipment(net)	332,401	572,009	32,547	-
Total noncurrent assets	<u>332,401</u>	<u>855,364</u>	<u>32,547</u>	<u>-</u>
<b>Total assets</b>	<b><u>865,284</u></b>	<b><u>1,059,466</u></b>	<b><u>357,178</u></b>	<b><u>85,644</u></b>
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable	34,769	5,096	8,131	18,414
Revenue bonds payable	-	50,000	-	-
Claims payable	-	-	-	-
Compensated absences payable	5,594	2,239	2,595	-
Total current liabilities	<u>40,363</u>	<u>57,335</u>	<u>10,726</u>	<u>18,414</u>
Noncurrent liabilities:				
Revenue bonds payable	-	295,000	-	-
Compensated absences payable	50,348	20,147	23,359	-
Total noncurrent liabilities	<u>50,348</u>	<u>315,147</u>	<u>23,359</u>	<u>-</u>
<b>Total liabilities</b>	<b><u>90,711</u></b>	<b><u>372,482</u></b>	<b><u>34,085</u></b>	<b><u>18,414</u></b>
<b>NET ASSETS</b>				
Investment in capital assets, net of related debt	332,401	439,853	32,547	-
Restricted for bond reserve	-	70,511	-	-
Unrestricted	442,172	176,620	290,546	67,230
<b>Total net assets</b>	<b><u>\$ 774,573</u></b>	<b><u>\$ 686,984</u></b>	<b><u>\$ 323,093</u></b>	<b><u>\$ 67,230</u></b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF NET ASSETS  
 INTERNAL SERVICE FUNDS  
 June 30, 2012  
 (Page 2 of 2)

	INFORMATION TECHNOLOGY & SERVICES	LIABILITY INSURANCE	HEALTH INSURANCE	FLEXIBLE BENEFITS ADMINISTRATION	TOTAL INTERNAL SERVICE
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 1,296,582	\$ 572,325	\$ 112,083	\$ 13,802	\$ 2,873,933
Investments	251,112	110,843	21,708	2,673	556,603
Receivables:					
Accounts/contracts	-	-	321,440	-	377,257
Inventories	-	-	-	-	42,035
Total current assets	<u>1,547,694</u>	<u>683,168</u>	<u>455,231</u>	<u>16,475</u>	<u>3,849,828</u>
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents	-	-	-	-	70,511
Land and Construction in Progress	-	-	-	-	212,844
Buildings, improvements, vehicles and equipment(net)	260,289	-	-	-	1,197,246
Total noncurrent assets	<u>260,289</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,480,601</u>
<b>Total assets</b>	<b><u>1,807,983</u></b>	<b><u>683,168</u></b>	<b><u>455,231</u></b>	<b><u>16,475</u></b>	<b><u>5,330,429</u></b>
<b>Liabilities:</b>					
Current liabilities:					
Accounts payable	94,499	15,611	-	-	176,520
Revenue bonds payable	-	-	-	-	50,000
Claims payable	-	-	352,526	-	352,526
Compensated absences payable	8,747	-	707	-	19,882
Total current liabilities	<u>103,246</u>	<u>15,611</u>	<u>353,233</u>	<u>-</u>	<u>598,928</u>
Noncurrent liabilities:					
Revenue bonds payable	-	-	-	-	295,000
Compensated absences payable	78,720	-	6,358	-	178,932
Total noncurrent liabilities	<u>78,720</u>	<u>-</u>	<u>6,358</u>	<u>-</u>	<u>473,932</u>
<b>Total liabilities</b>	<b><u>181,966</u></b>	<b><u>15,611</u></b>	<b><u>359,591</u></b>	<b><u>-</u></b>	<b><u>1,072,860</u></b>
<b>NET ASSETS</b>					
Investment in capital assets, net of related debt	260,289	-	-	-	1,065,090
Restricted for bond reserve	-	-	-	-	70,511
Unrestricted	<u>1,365,728</u>	<u>667,557</u>	<u>95,640</u>	<u>16,475</u>	<u>3,121,968</u>
<b>Total net assets</b>	<b><u>\$ 1,626,017</u></b>	<b><u>\$ 667,557</u></b>	<b><u>\$ 95,640</u></b>	<b><u>\$ 16,475</u></b>	<b><u>\$ 4,257,569</u></b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN FUND NET ASSETS  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
 (Page 1 of 2)

	BUILDING MAINTENANCE SERVICES	HEALTH CARE FACILITIES	COUNTY SHOP	FUEL REVOLVING
<b>OPERATING REVENUES</b>				
Charges for services	\$ 1,189,643	\$ 243,826	\$ 447,694	\$ 493,393
Miscellaneous	636	-	110	-
<b>Total Operating Revenues</b>	<b>1,190,279</b>	<b>243,826</b>	<b>447,804</b>	<b>493,393</b>
<b>OPERATING EXPENSES</b>				
Personal services	504,981	143,211	231,787	-
Supplies	261,355	48,460	217,527	464,935
Purchased services	397,487	42,203	41,515	1,967
Depreciation	38,655	27,265	7,657	-
<b>Total Operating Expenses</b>	<b>1,202,478</b>	<b>261,139</b>	<b>498,486</b>	<b>466,902</b>
<b>Operating income (loss)</b>	<b>(12,199)</b>	<b>(17,313)</b>	<b>(50,682)</b>	<b>26,491</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Interest income	1,290	1,543	978	106
Interest expense	-	(21,885)	-	-
Proceeds from sale of capital assets	2,249	-	1,610	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>3,539</b>	<b>(20,342)</b>	<b>2,588</b>	<b>106</b>
<b>Income (loss) before transfers</b>	<b>(8,660)</b>	<b>(37,655)</b>	<b>(48,094)</b>	<b>26,597</b>
Transfers in	-	69,990	-	-
Transfers out	-	-	(2,000)	-
<b>Change in net assets</b>	<b>(8,660)</b>	<b>32,335</b>	<b>(50,094)</b>	<b>26,597</b>
Total net assets, beginning	783,233	654,649	373,187	40,633
Total net assets, ending	<b>\$ 774,573</b>	<b>\$ 686,984</b>	<b>\$ 323,093</b>	<b>\$ 67,230</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN FUND NET ASSETS  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
 (Page 2 of 2)

	INFORMATION TECHNOLOGY & SERVICES	LIABILITY INSURANCE	HEALTH INSURANCE	FLEXIBLE BENEFITS ADMINISTRATION	TOTAL
<b>OPERATING REVENUES</b>					
Charges for services	\$ 2,188,508	\$ 604,649	\$ 4,990,846	\$ (20,526)	\$ 10,138,033
Miscellaneous	22,500	81,129	-	-	104,375
<b>Total Operating Revenues</b>	<b>2,211,008</b>	<b>685,778</b>	<b>4,990,846</b>	<b>(20,526)</b>	<b>10,242,408</b>
<b>OPERATING EXPENSES</b>					
Personal services	1,102,074	-	51,719	-	2,033,772
Supplies	558,727	508,977	-	-	2,059,981
Purchased services	523,575	118,926	5,146,498	-	6,272,171
Depreciation	53,571	-	-	-	127,148
<b>Total Operating Expenses</b>	<b>2,237,947</b>	<b>627,903</b>	<b>5,198,217</b>	<b>-</b>	<b>10,493,072</b>
<b>Operating income (loss)</b>	<b>(26,939)</b>	<b>57,875</b>	<b>(207,371)</b>	<b>(20,526)</b>	<b>(250,664)</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Interest income	3,473	1,314	204	-	8,908
Interest expense	-	-	-	-	(21,885)
Proceeds from sale of capital assets	-	-	-	-	3,859
<b>Total Nonoperating Revenues (Expenses)</b>	<b>3,473</b>	<b>1,314</b>	<b>204</b>	<b>-</b>	<b>(9,118)</b>
<b>Income (loss) before transfers</b>	<b>(23,466)</b>	<b>59,189</b>	<b>(207,167)</b>	<b>(20,526)</b>	<b>(259,782)</b>
Transfers in	-	-	-	-	69,990
Transfers out	-	-	-	-	(2,000)
<b>Change in net assets</b>	<b>(23,466)</b>	<b>59,189</b>	<b>(207,167)</b>	<b>(20,526)</b>	<b>(191,792)</b>
Total net assets, beginning	1,649,483	608,368	302,807	37,001	4,449,361
Total net assets, ending	<b>\$ 1,626,017</b>	<b>\$ 667,557</b>	<b>\$ 95,640</b>	<b>\$ 16,475</b>	<b>\$ 4,257,569</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
 (Page 1 of 2)

	BUILDING MAINTENANCE SERVICES	HEALTH CARE FACILITIES	COUNTY SHOP	FUEL REVOLVING
<b>Cash flows from operating activities:</b>				
Cash received from customers	\$ 1,133,826	\$ 243,826	\$ 447,694	\$ 493,393
Cash payments for goods and services	(679,458)	(90,663)	(248,896)	(474,645)
Cash payments for employees	(497,636)	(139,501)	(228,422)	-
Cash received from other operating revenues	636	-	110	-
<b>Net cash provided by (used by) operating activities</b>	<b>(42,632)</b>	<b>13,662</b>	<b>(29,514)</b>	<b>18,748</b>
<b>Cash flows from noncapital financing activities:</b>				
Payments for principal and interest on				
Transfers from other Funds	-	69,990	-	-
Transfers to other Funds	-	-	(2,000)	-
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>-</b>	<b>69,990</b>	<b>(2,000)</b>	<b>-</b>
<b>Cash flows from capital and related financing activities:</b>				
Proceeds from sale of capital assets	2,249	-	1,610	-
Principal repayment - bonds/loans	-	(50,000)	-	-
Interest paid	-	(21,884)	-	-
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>2,249</b>	<b>(71,884)</b>	<b>1,610</b>	<b>-</b>
<b>Cash flows from investing activities:</b>				
Receipts of interest and dividends	1,290	1,543	978	106
Payments for investments	(15,872)	(10,371)	(10,040)	(4,609)
<b>Net cash provided by (used by) investing activities</b>	<b>(14,582)</b>	<b>(8,828)</b>	<b>(9,062)</b>	<b>(4,503)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(54,965)</b>	<b>2,940</b>	<b>(38,966)</b>	<b>14,245</b>
Cash and cash equivalents, July 1	454,627	238,557	301,522	31,692
<b>Cash and cash equivalents, June 30</b>	<b>\$ 399,662</b>	<b>\$ 241,497</b>	<b>\$ 262,556</b>	<b>\$ 45,937</b>
Cash and cash equivalents, current	\$ 399,662	\$ 170,986	\$ 262,556	\$ 45,937
Cash and cash equivalents, noncurrent - restricted	-	70,511	-	-
<b>Total Cash and cash equivalents, June 30</b>	<b>\$ 399,662</b>	<b>\$ 241,497</b>	<b>\$ 262,556</b>	<b>\$ 45,937</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>				
Operating income (loss)	\$ (12,199)	\$ (17,313)	\$ (50,682)	\$ 26,491
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>				
Depreciation	38,655	27,265	7,657	-
Change in assets and liabilities:				
(Increase) decrease taxes/accounts/other receivables	(55,817)	-	-	-
(Increase) decrease inventory	-	-	16,924	(6,612)
Increase (decrease) compensated absences	4,732	3,967	3,273	-
Increase (decrease) accounts payable	(18,003)	(257)	(6,686)	(1,131)
Increase (decrease) claims payable	-	-	-	-
<b>Net cash provided by (used by) operating activities</b>	<b>\$ (42,632)</b>	<b>\$ 13,662</b>	<b>\$ (29,514)</b>	<b>\$ 18,748</b>



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 For the Fiscal Year Ended June 30, 2012  
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	INFORMATION TECHNOLOGY & SERVICES	LIABILITY INSURANCE	HEALTH INSURANCE	FLEXIBLE BENEFITS ADMINI- STRATION	TOTAL
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 2,188,508	\$ 604,649	\$ 4,925,937	\$ (20,526)	\$ 10,017,307
Cash payments for goods and services	(1,002,458)	(612,292)	(5,160,946)	-	(8,269,358)
Cash payments for employees	(1,086,654)	-	(50,707)	-	(2,002,920)
Cash received from other operating revenues	22,500	81,129	-	-	104,375
<b>Net cash provided by (used by) operating activities</b>	<b>121,896</b>	<b>73,486</b>	<b>(285,716)</b>	<b>(20,526)</b>	<b>(150,596)</b>
<b>Cash flows from noncapital financing activities:</b>					
Payments for principal and interest on Transfers from other Funds	-	-	-	-	69,990
Transfers to other Funds	-	-	-	-	(2,000)
<b>Net cash provided by (used by) noncapital financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67,990</b>
<b>Cash flows from capital and related financing activities:</b>					
Proceeds from sale of capital assets	-	-	-	-	3,859
Principal repayment - bonds/loans	-	-	-	-	(50,000)
Interest paid	-	-	-	-	(21,884)
<b>Net cash provided by (used by) capital and related financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(68,025)</b>
<b>Cash flows from investing activities:</b>					
Receipts of interest and dividends	3,473	1,314	204	-	8,908
Payments for investments	(81,555)	(38,319)	28,277	1,738	(130,751)
<b>Net cash provided by (used by) investing activities</b>	<b>(78,082)</b>	<b>(37,005)</b>	<b>28,481</b>	<b>1,738</b>	<b>(121,843)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>43,814</b>	<b>36,481</b>	<b>(257,235)</b>	<b>(18,788)</b>	<b>(272,474)</b>
Cash and cash equivalents, July 1	1,252,768	535,844	369,318	32,590	3,216,918
<b>Cash and cash equivalents, June 30</b>	<b>\$ 1,296,582</b>	<b>\$ 572,325</b>	<b>\$ 112,083</b>	<b>\$ 13,802</b>	<b>\$ 2,944,444</b>
Cash and cash equivalents, current	\$ 1,296,582	\$ 572,325	\$ 112,083	\$ 13,802	\$ 2,873,933
Cash and cash equivalents, noncurrent - restricted	-	-	-	-	70,511
<b>Cash and cash equivalents, June 30</b>	<b>\$ 1,296,582</b>	<b>\$ 572,325</b>	<b>\$ 112,083</b>	<b>\$ 13,802</b>	<b>\$ 2,944,444</b>
<b>Reconciliation of operating income to net cash provided by operating activity:</b>					
Operating income (loss)	\$ (26,939)	\$ 57,875	\$ (207,371)	\$ (20,526)	\$ (250,664)
<b>Adjustments to reconcile operating income to net cash provided by (used by) operating activities:</b>					
Depreciation	53,571	-	-	-	127,148
Change in assets and liabilities:					
(Increase) decrease taxes/accounts/other receivables	-	-	(64,909)	-	(120,726)
(Increase) decrease inventory	-	-	-	-	10,312
Increase (decrease) compensated absences	9,146	-	1,012	-	22,130
Increase (decrease) accounts payable	86,118	15,611	-	-	75,652
Increase (decrease) claims payable	-	-	(14,448)	-	(14,448)
<b>Net cash provided by (used by) operating activities</b>	<b>\$ 121,896</b>	<b>\$ 73,486</b>	<b>\$ (285,716)</b>	<b>\$ (20,526)</b>	<b>\$ (150,596)</b>



**LEWIS AND CLARK COUNTY, MONTANA**

**DISCRETELY PRESENTED COMPONENT UNITS**

Lewis and Clark Library – The Lewis and Clark Library was formed by an Interlocal Library Contract executed by Lewis and Clark County and the City of Helena, whose purpose is to provide library services in the County.

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.

**LEWIS AND CLARK COUNTY, MONTANA  
COMPONENT UNITS  
COMBINING BALANCE SHEET  
June 30, 2012**

	<u>LIBRARY</u>	<u>COOPERATIVE HEALTH CENTER</u>
<b>ASSETS AND OTHER DEBITS</b>		
Assets:		
Cash and cash equivalents	\$ 2,701,939	\$ 737,031
Investments	487,811	142,741
Receivables:		
Taxes/assessments	353,395	-
Accounts/contracts	59	389,121
Inventories	-	63,210
<b>TOTAL ASSETS/OTHER DEBITS</b>	<b><u>3,543,204</u></b>	<b><u>1,332,103</u></b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>		
Deferred revenues	353,395	-
<b>Total Liabilities</b>	<b><u>396,416</u></b>	<b><u>112,936</u></b>
Fund balance:		
Reserved for:		
Nonspendable	-	63,210
Restricted	-	1,155,957
Library Foundation	3,146,788	-
<b>Total Equity and Other Credits</b>	<b><u>3,146,788</u></b>	<b><u>1,219,167</u></b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b><u>\$ \$ 3,543,204</u></b>	<b><u>\$ 1,332,103</u></b>
<b>RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET ASSETS</b>		
Total <i>fund balance</i> for governmental funds	\$ 3,146,788	\$ 1,219,167
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	168,793	-
Buildings, Improvements, Vehicles and Equipment(net)	1,462,728	410,296
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	353,395	-
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Compensated Absences	(107,806)	(196,035)
OPEB implicit rate subsidy	-	(25,176)
Net Assets of Governmental Activities	<b><u>\$ 5,023,898</u></b>	<b><u>\$ 1,408,252</u></b>

**LEWIS AND CLARK COUNTY, MONTANA  
COMPONENT UNIT FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
For the Fiscal Year Ended June 30, 2012**

	<b>LIBRARY</b>	<b>COOPERATIVE HEALTH CENTER</b>
<b>REVENUES</b>		
Taxes/assessments	\$ 1,599,423	\$ -
Intergovernmental	1,094,487	2,056,293
Charges for services	78,306	1,956,957
Fines and forfeitures	41,403	-
Miscellaneous	43,199	393,948
Interest earnings	8,450	-
	<b>2,865,268</b>	<b>4,407,198</b>
<b>Total Revenues</b>		
<b>EXPENDITURES</b>		
Current:		
Public health	-	3,690,769
Culture and recreation	2,461,113	-
Capital outlay	118,793	376,957
	<b>2,579,906</b>	<b>4,067,726</b>
<b>Total Expenditures</b>		
<b>Excess (deficiency) of revenue over (under) expenditures</b>	<b>285,362</b>	<b>339,472</b>
<b>Net change in fund balances</b>	<b>285,362</b>	<b>339,472</b>
Fund balance, July 1	2,861,426	879,695
Fund balance, June 30	<b>\$ 3,146,788</b>	<b>\$ 1,219,167</b>
 <b>RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES</b>		
Net Change in fund balances -- total governmental funds	\$ 285,362	\$ 339,472
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	-	376,957
Construction in Progress increase/(decrease)	118,793	-
Depreciation expense	(90,058)	(9,413)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Long-term receivables	73,907	-
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	1,694	(37,938)
OPEB implicit rate subsidy	-	(8,764)
<b>Change in net assets of governmental activities</b>	<b>\$ 389,698</b>	<b>\$ 660,314</b>



**LEWIS AND CLARK COUNTY, MONTANA**

**FIDUCIARY ASSETS – 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, 2012**

	<b>EXTERNAL PORTION INVESTMENT POOL</b>	<b>INDIVIDUAL INVESTMENT FUNDS</b>	<b>TOTAL INVESTMENT TRUST FUNDS</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 25,425,618	\$ 2,849,350	\$ 28,274,968
Investments	4,924,234	-	4,924,234
<b>Total assets</b>	<b>30,349,852</b>	<b>2,849,350</b>	<b>33,199,202</b>
 <b>NET ASSETS</b>			
Held in trust for:			
External investment pool participants	30,349,852	-	30,349,852
Individual investment accounts	-	2,849,350	2,849,350
<b>Total net assets</b>	<b>\$ 30,349,852</b>	<b>\$ 2,849,350</b>	<b>\$ 33,199,202</b>



**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, 2012**

	<b>EXTERNAL PORTION INVESTMENT POOL</b>	<b>INDIVIDUAL INVESTMENT FUNDS</b>	<b>TOTAL INVESTMENT TRUST FUNDS</b>
<b>ADDITIONS</b>			
Contributions to pooled investments	\$ 112,512,772	\$ 1,722,275	\$ 114,235,047
Interest and investment income	96,280	11,917	108,197
<b>Total additions</b>	<b>112,609,052</b>	<b>1,734,192</b>	<b>114,343,244</b>
<b>DEDUCTIONS</b>			
Distribution from pooled investments	112,355,332	2,726,557	115,081,889
Administrative expenses	2,873	-	2,873
<b>Total deductions</b>	<b>112,358,205</b>	<b>2,726,557</b>	<b>115,084,762</b>
<b>Change in net assets held in trust for: Pool participants</b>	<b>250,847</b>	<b>(992,365)</b>	<b>(741,518)</b>
Net assets held in trust, beginning of year	30,099,005	3,841,715	33,940,720
<b>Net assets held in trust, end of year</b>	<b>\$ 30,349,852</b>	<b>\$ 2,849,350</b>	<b>\$ 33,199,202</b>



**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

Tri-County Working Group	Entitlement Levy
Special Mobile Units - Holding	Tax Review
Fairgrounds Users Foundation	Mobile Home/Partial Pay Holding
Payroll Fund	Protested Tax
Refund Revolving	Estate Administrator
AT&T Advance Holding	Redemption
Sheriff's Commissary	Clerk of District Court
Sheriff's Volunteer Fire Department	Investment Earnings
County Crime Prevention Program	Restitution
Sheriff's Civil Trust	Fairgrounds Security Deposits
Solid Waste Task Force	MACO Medical Flex Plan
Tax Deed Land	
Cooney Patient Trust	

Special Districts

Augusta Fire	Marysville Fire District
Eastgate Fire District	Augusta Rural Fire Service Area
Baxendale Fire	Montana City Fire District
East Helena Valley Fire	Tri-Lakes Fire Service Area
Birdseye Fire	Helena Valley Irrigation
Wolf Creek/Craig Fire	Helena Valley Irrigation Contract
York Fire Service Area	Augusta Cemetery
Canyon Creek Fire	Soil Conservation District
Dearborn Fire Service Area	LaCasa Grande Water District
Westside Fire	Treasure State Sewer District
Lincoln Fire	Augusta Water/Sewer District
West Helena Valley Fire	Lincoln Hospital District

Schools

Helena Elem. School District #1	Lincoln School District #38
Helena High School District #1	Augusta Elem. School District #45
Canyon Creek School District #4	Augusta High School District #45
Prickly Pear Cooperative	County-wide School Transportation
East Helena School District #9	County-wide Elementary Retirement
Wolf Creek School District #13	County-wide High Retirement
Auchard Creek School District #27	

**LEWIS AND CLARK COUNTY, MONTANA**

**FIDUCIARY ASSETS – AGENCY FUNDS**

Cities

City of Helena

City of East Helena

State

Motor Vehicles - DOJ

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

Parole Supervisory Fee

Livestock (Per Capita) Assessments

University Millage

State Equalization Aid

Vo-Tech Millage

Montana Land Information

Forest Fire Protection

Abandoned Property

Montana Interactive

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2012  
 (Page 1 of 6)

	TRI-COUNTY WORKING GROUP	SPEC MOBILE-UNITS HOLDING	FAIRGROUNDS USERS FOUNDATION	PAYROLL	REFUND REVOLVING
<b>ASSETS</b>					
Cash and cash equivalents	\$ 883	\$ -	\$ 70,374	\$ 206,976	\$ -
Investments	172	-	13,629	40,085	-
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 1,055</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 84,003</u></b>	<b><u>\$ 247,061</u></b>	<b><u>\$ -</u></b>
<b>Liabilities:</b>					
Accounts payable	\$ 1,055	\$ -	\$ 84,003	\$ -	\$ -
Intergovernmental payable	-	-	-	247,061	-
<b>Total liabilities</b>	<b><u>\$ 1,055</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 84,003</u></b>	<b><u>\$ 247,061</u></b>	<b><u>\$ -</u></b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2012  
 (Page 2 of 6)

	AT & T ADVANCE HOLDING	SHERIFF'S COMMISSARY	SHERIFF'S VOLUNTEER FIRE DEPARTMENT	COUNTY CRIME PREVENTION PROGRAM	SHERIFF CIVIL TRUST
<b>ASSETS</b>					
Cash and cash equivalents	\$ 823	\$ 3,534	\$ 2,010	\$ 605	\$ 28,982
Investments	160	684	388	117	5,613
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b>\$ 983</b>	<b>\$ 4,218</b>	<b>\$ 2,398</b>	<b>\$ 722</b>	<b>\$ 34,595</b>
<b>Liabilities:</b>					
Accounts payable	\$ 983	\$ 4,218	\$ 2,398	\$ 722	\$ 34,595
Intergovernmental payable	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ 983</b>	<b>\$ 4,218</b>	<b>\$ 2,398</b>	<b>\$ 722</b>	<b>\$ 34,595</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2012  
 (Page 3 of 6)

	SOLID WASTE TASK FORCE	TAX DEED LAND	COONEY PATIENT TRUST	ENTITLEMENT LEVY	TAX REVIEW
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,433	\$ -	\$ -	\$ -	\$ 75,552
Investments	278	-	-	-	14,633
Receivables:					
Taxes/assessments	-	-	-	285,802	-
Land held for resale	-	20,806	-	-	-
<b>Total assets</b>	<b>\$ 1,711</b>	<b>\$ 20,806</b>	<b>\$ -</b>	<b>\$ 285,802</b>	<b>\$ 90,185</b>
<b>Liabilities:</b>					
Accounts payable	\$ 1,711	\$ 20,806	\$ -	\$ -	\$ 90,185
Intergovernmental payable	-	-	-	285,802	-
<b>Total liabilities</b>	<b>\$ 1,711</b>	<b>\$ 20,806</b>	<b>\$ -</b>	<b>\$ 285,802</b>	<b>\$ 90,185</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2012  
 (Page 4 of 6)

	<u>MOBILE HOME PARTIAL PAYMENT HOLDING</u>	<u>PROTESTED TAX</u>	<u>ESTATE ADMINISTRATOR</u>	<u>REDEMPTIONS</u>	<u>CLERK OF DISTRICT COURT</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ 6,549,397	\$ 203,781	\$ 90,835	\$ 3,501,684
Investments	-	1,268,438	39,466	17,592	678,180
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ -</u></b>	<b><u>\$ 7,817,835</u></b>	<b><u>\$ 243,247</u></b>	<b><u>\$ 108,427</u></b>	<b><u>\$ 4,179,864</u></b>
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 7,817,835	\$ 243,247	\$ 108,427	\$ 4,179,864
Intergovernmental payable	-	-	-	-	-
<b>Total liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ 7,817,835</u></b>	<b><u>\$ 243,247</u></b>	<b><u>\$ 108,427</u></b>	<b><u>\$ 4,179,864</u></b>



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2012  
 (Page 5 of 6)

	INVESTMENT EARNINGS	RESTITUTION	FAIRGROUNDS SECURITY DEPOSITS	COUNTY FLEX PLAN	MACO MEDICAL FLEX PLAN
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ 68,618	\$ 8,784	\$ (26,177)	\$ 366
Investments	-	13,289	1,701	(5,070)	72
Receivables:					
Taxes/assessments	-	-	-	-	-
Land held for resale	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 81,907</b>	<b>\$ 10,485</b>	<b>\$ (31,247)</b>	<b>\$ 438</b>
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 81,907	\$ 10,485	\$ (31,247)	\$ 438
Intergovernmental payable	-	-	-	-	-
<b>Total liabilities</b>	<b>\$ -</b>	<b>\$ 81,907</b>	<b>\$ 10,485</b>	<b>\$ (31,247)</b>	<b>\$ 438</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS AND LIABILITIES - AGENCY FUNDS  
 FIDUCIARY FUNDS  
 June 30, 2012  
 (Page 6 of 6)

	SUBDIVISION IMPROVEMENT AGREEMENTS	SPECIAL DISTRICTS	SCHOOLS	CITIES	STATE	TOTAL AGENCY FUNDS
<b>ASSETS</b>						
Cash and cash equivalents	\$ 41,490	\$ 42,883	\$ -	\$ 178,735	\$ 653,999	\$ 11,705,567
Investments	8,035	8,305	-	34,616	126,661	2,267,044
Receivables:						
Taxes/assessments	-	138,771	4,889,197	2,376,386	1,721,523	9,411,679
Land held for resale	-	-	-	-	-	20,806
<b>Total assets</b>	<b>\$ 49,525</b>	<b>\$ 189,959</b>	<b>\$ 4,889,197</b>	<b>\$ 2,589,737</b>	<b>\$ 2,502,183</b>	<b>\$ 23,405,096</b>
<b>Liabilities:</b>						
Accounts payable	\$ 49,525	\$ -	\$ -	\$ -	\$ -	\$ 12,701,157
Intergovernmental payable	-	189,959	4,889,197	2,589,737	2,502,183	10,703,939
<b>Total liabilities</b>	<b>\$ 49,525</b>	<b>\$ 189,959</b>	<b>\$ 4,889,197</b>	<b>\$ 2,589,737</b>	<b>\$ 2,502,183</b>	<b>\$ 23,405,096</b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
 (Page 1 of 8)

	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>TRI-COUNTY WORKING GROUP</b>				
<b>ASSETS</b>				
Cash and investments	\$ 1,121	\$ 3	\$ 69	\$ 1,055
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 1,121</u>	<u>\$ 3</u>	<u>\$ 69</u>	<u>\$ 1,055</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 1,121	\$ 3	\$ 69	\$ 1,055
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 1,121</u>	<u>\$ 3</u>	<u>\$ 69</u>	<u>\$ 1,055</u>
<b>SPECIAL MOBILE UNITS - HOLDING</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 163,817	\$ 163,817	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 163,817</u>	<u>\$ 163,817</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 163,817	\$ 163,817	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 163,817</u>	<u>\$ 163,817</u>	<u>\$ -</u>
<b>FAIRGROUNDS USERS FOUNDATION</b>				
<b>ASSETS</b>				
Cash and investments	\$ 68,399	\$ 20,127	\$ 4,523	\$ 84,003
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 68,399</u>	<u>\$ 20,127</u>	<u>\$ 4,523</u>	<u>\$ 84,003</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 68,399	\$ 20,127	\$ 4,523	\$ 84,003
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 68,399</u>	<u>\$ 20,127</u>	<u>\$ 4,523</u>	<u>\$ 84,003</u>
<b>PAYROLL FUND</b>				
<b>ASSETS</b>				
Cash and investments	\$ 311,774	\$ 9,852,789	\$ 9,917,502	\$ 247,061
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 311,774</u>	<u>\$ 9,852,789</u>	<u>\$ 9,917,502</u>	<u>\$ 247,061</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	311,774	9,852,789	9,917,502	247,061
Total Liabilities	<u>\$ 311,774</u>	<u>\$ 9,852,789</u>	<u>\$ 9,917,502</u>	<u>\$ 247,061</u>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
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	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>REFUND REVOLVING</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 228,544	\$ 228,544	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 228,544</u>	<u>\$ 228,544</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 228,544	\$ 228,544	\$ -
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 228,544</u>	<u>\$ 228,544</u>	<u>\$ -</u>
<b>AT &amp; T ADVANCE HOLDING</b>				
<b>ASSETS</b>				
Cash and investments	\$ 983	\$ -	\$ -	\$ 983
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 983</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 983</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 983	\$ -	\$ -	\$ 983
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 983</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 983</u>
<b>SHERIFF'S COMMISSARY</b>				
<b>ASSETS</b>				
Cash and investments	\$ 11,769	\$ 238,794	\$ 246,345	\$ 4,218
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 11,769</u>	<u>\$ 238,794</u>	<u>\$ 246,345</u>	<u>\$ 4,218</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 11,769	\$ 238,794	\$ 246,345	\$ 4,218
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 11,769</u>	<u>\$ 238,794</u>	<u>\$ 246,345</u>	<u>\$ 4,218</u>
<b>SHERIFF'S VOLUNTEER FIRE DEPARTMENT</b>				
<b>ASSETS</b>				
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>
<b>LIABILITIES</b>				
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>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
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	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>COUNTY CRIME PREVENTION PROGRAM</b>				
<b>ASSETS</b>				
Cash and investments	\$ 722	\$ -	\$ -	\$ 722
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 722</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 722	\$ -	\$ -	\$ 722
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 722</u>
<b>SHERIFF'S CIVIL TRUST</b>				
<b>ASSETS</b>				
Cash and investments	\$ 39,833	\$ 154,866	\$ 160,104	\$ 34,595
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 39,833</u>	<u>\$ 154,866</u>	<u>\$ 160,104</u>	<u>\$ 34,595</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 39,833	\$ 154,866	\$ 160,104	\$ 34,595
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 39,833</u>	<u>\$ 154,866</u>	<u>\$ 160,104</u>	<u>\$ 34,595</u>
<b>SOLID WASTE TASK FORCE</b>				
<b>ASSETS</b>				
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>
<b>LIABILITIES</b>				
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>
<b>TAX DEED LAND</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	6,718	14,088	-	20,806
Total Assets	<u>\$ 6,718</u>	<u>\$ 14,088</u>	<u>\$ -</u>	<u>\$ 20,806</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 6,718	\$ 14,088	\$ -	\$ 20,806
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 6,718</u>	<u>\$ 14,088</u>	<u>\$ -</u>	<u>\$ 20,806</u>

**LEWIS AND CLARK COUNTY, MONTANA  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
Year Ended June 30, 2012  
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	<u>BALANCE</u> July 1, 2011	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> June 30, 2012
<b>COONEY PATIENT TRUST</b>				
<b>ASSETS</b>				
Cash and investments	\$ 2,814	\$ 4,193	\$ 7,007	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 2,814</u></b>	<b><u>\$ 4,193</u></b>	<b><u>\$ 7,007</u></b>	<b><u>\$ -</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,814	\$ 4,193	\$ 7,007	\$ -
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 2,814</u></b>	<b><u>\$ 4,193</u></b>	<b><u>\$ 7,007</u></b>	<b><u>\$ -</u></b>
<b>ENTITLEMENT LEVY</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 3,796,650	\$ 3,796,650	\$ -
Receivables	223,293	2,429,444	2,366,935	285,802
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 223,293</u></b>	<b><u>\$ 6,226,094</u></b>	<b><u>\$ 6,163,585</u></b>	<b><u>\$ 285,802</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	223,293	6,226,094	6,163,585	285,802
<b>Total Liabilities</b>	<b><u>\$ 223,293</u></b>	<b><u>\$ 6,226,094</u></b>	<b><u>\$ 6,163,585</u></b>	<b><u>\$ 285,802</u></b>
<b>TAX REVIEW</b>				
<b>ASSETS</b>				
Cash and investments	\$ 65,195	\$ 24,990	\$ -	\$ 90,185
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 65,195</u></b>	<b><u>\$ 24,990</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 90,185</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ 65,195	\$ 24,990	\$ -	\$ 90,185
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ 65,195</u></b>	<b><u>\$ 24,990</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 90,185</u></b>
<b>MOBILE HOME/PARTIAL PAY HOLDING</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 4,825	\$ 4,825	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
<b>Total Assets</b>	<b><u>\$ -</u></b>	<b><u>\$ 4,825</u></b>	<b><u>\$ 4,825</u></b>	<b><u>\$ -</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 4,825	\$ 4,825	\$ -
Due to other governmental units	-	-	-	-
<b>Total Liabilities</b>	<b><u>\$ -</u></b>	<b><u>\$ 4,825</u></b>	<b><u>\$ 4,825</u></b>	<b><u>\$ -</u></b>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
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	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>PROTESTED TAX</b>				
<b>ASSETS</b>				
Cash and investments	\$ 5,024,404	\$ 5,815,407	\$ 3,021,976	\$ 7,817,835
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 5,024,404</u>	<u>\$ 5,815,407</u>	<u>\$ 3,021,976</u>	<u>\$ 7,817,835</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 5,024,404	\$ 5,815,407	\$ 3,021,976	\$ 7,817,835
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 5,024,404</u>	<u>\$ 5,815,407</u>	<u>\$ 3,021,976</u>	<u>\$ 7,817,835</u>
<b>ESTATE ADMINISTRATION</b>				
<b>ASSETS</b>				
Cash and investments	\$ 129,610	\$ 220,117	\$ 106,480	\$ 243,247
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 129,610</u>	<u>\$ 220,117</u>	<u>\$ 106,480</u>	<u>\$ 243,247</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 129,610	\$ 220,117	\$ 106,480	\$ 243,247
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 129,610</u>	<u>\$ 220,117</u>	<u>\$ 106,480</u>	<u>\$ 243,247</u>
<b>REDEMPTIONS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 2,506	\$ 894,480	\$ 788,559	\$ 108,427
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 2,506</u>	<u>\$ 894,480</u>	<u>\$ 788,559</u>	<u>\$ 108,427</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,506	\$ 894,480	\$ 788,559	\$ 108,427
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 2,506</u>	<u>\$ 894,480</u>	<u>\$ 788,559</u>	<u>\$ 108,427</u>
<b>CLERK OF DISTRICT COURT</b>				
<b>ASSETS</b>				
Cash and investments	\$ 4,176,879	\$ 1,580,699	\$ 1,577,714	\$ 4,179,864
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 4,176,879</u>	<u>\$ 1,580,699</u>	<u>\$ 1,577,714</u>	<u>\$ 4,179,864</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 4,176,879	\$ 1,580,699	\$ 1,577,714	\$ 4,179,864
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 4,176,879</u>	<u>\$ 1,580,699</u>	<u>\$ 1,577,714</u>	<u>\$ 4,179,864</u>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
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	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>INVESTMENT EARNINGS</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 1,299,403	\$ 1,299,403	\$ -
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 1,299,403</u>	<u>\$ 1,299,403</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	-	1,299,403	1,299,403	-
Total Liabilities	<u>\$ -</u>	<u>\$ 1,299,403</u>	<u>\$ 1,299,403</u>	<u>\$ -</u>
<b>RESTITUTION</b>				
<b>ASSETS</b>				
Cash and investments	\$ 81,049	\$ 192,389	\$ 191,531	\$ 81,907
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 81,049</u>	<u>\$ 192,389</u>	<u>\$ 191,531</u>	<u>\$ 81,907</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 81,049	\$ 192,389	\$ 191,531	\$ 81,907
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 81,049</u>	<u>\$ 192,389</u>	<u>\$ 191,531</u>	<u>\$ 81,907</u>
<b>FAIRGROUNDS SECURITY DEPOSITS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 10,565	\$ 13,230	\$ 13,310	\$ 10,485
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 10,565</u>	<u>\$ 13,230</u>	<u>\$ 13,310</u>	<u>\$ 10,485</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 10,565	\$ 13,230	\$ 13,310	\$ 10,485
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 10,565</u>	<u>\$ 13,230</u>	<u>\$ 13,310</u>	<u>\$ 10,485</u>
<b>COUNTY FLEX PLAN</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 256,824	\$ 288,071	\$ (31,247)
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 256,824</u>	<u>\$ 288,071</u>	<u>\$ (31,247)</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 256,824	\$ 288,071	\$ (31,247)
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 256,824</u>	<u>\$ 288,071</u>	<u>\$ (31,247)</u>



LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
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	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>MACO MEDICAL FLEX PLAN</b>				
<b>ASSETS</b>				
Cash and investments	\$ 438	\$ -	\$ -	\$ 438
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 438</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 438</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 438	\$ -	\$ -	\$ 438
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ 438</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 438</u>
<b>SUBDIVISION IMPROVEMENT AGREEMENTS</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 49,603	\$ 78	\$ 49,525
Receivables	-	-	-	-
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 49,603</u>	<u>\$ 78</u>	<u>\$ 49,525</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 49,603	\$ 78	\$ 49,525
Due to other governmental units	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 49,603</u>	<u>\$ 78</u>	<u>\$ 49,525</u>
<b>SPECIAL DISTRICTS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 48,295	\$ 159,520	\$ 156,627	\$ 51,188
Receivables	129,916	2,322,962	2,314,107	138,771
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 178,211</u>	<u>\$ 2,482,482</u>	<u>\$ 2,470,734</u>	<u>\$ 189,959</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	178,211	2,482,482	2,470,734	189,959
Total Liabilities	<u>\$ 178,211</u>	<u>\$ 2,482,482</u>	<u>\$ 2,470,734</u>	<u>\$ 189,959</u>
<b>SCHOOL FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables	3,958,780	39,531,820	38,601,403	4,889,197
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 3,958,780</u>	<u>\$ 39,531,820</u>	<u>\$ 38,601,403</u>	<u>\$ 4,889,197</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	3,958,780	39,531,820	38,601,403	4,889,197
Total Liabilities	<u>\$ 3,958,780</u>	<u>\$ 39,531,820</u>	<u>\$ 38,601,403</u>	<u>\$ 4,889,197</u>

LEWIS AND CLARK COUNTY, MONTANA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 Year Ended June 30, 2012  
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	BALANCE July 1, 2011	ADDITIONS	DELETIONS	BALANCE June 30, 2012
<b>CITY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 278,839	\$ 20,619,268	\$ 20,684,756	\$ 213,351
Receivables	1,921,341	20,912,358	20,457,313	2,376,386
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 2,200,180</u>	<u>\$ 41,531,626</u>	<u>\$ 41,142,069</u>	<u>\$ 2,589,737</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	2,200,180	41,531,626	41,142,069	2,589,737
Total Liabilities	<u>\$ 2,200,180</u>	<u>\$ 41,531,626</u>	<u>\$ 41,142,069</u>	<u>\$ 2,589,737</u>
<b>STATE FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 889,034	\$ 21,632,740	\$ 21,741,114	\$ 780,660
Receivables	1,367,949	14,737,250	14,383,676	1,721,523
Land acquired by tax deed	-	-	-	-
Total Assets	<u>\$ 2,256,983</u>	<u>\$ 36,369,990</u>	<u>\$ 36,124,790</u>	<u>\$ 2,502,183</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other governmental units	2,256,983	36,369,990	36,124,790	2,502,183
Total Liabilities	<u>\$ 2,256,983</u>	<u>\$ 36,369,990</u>	<u>\$ 36,124,790</u>	<u>\$ 2,502,183</u>
<b>TOTALS - ALL AGENCY FUNDS</b>				
<b>ASSETS</b>				
Cash and investments	\$ 11,148,338	\$ 66,994,734	\$ 64,170,461	\$ 13,972,611
Receivables	7,601,279	80,162,378	78,351,978	9,411,679
Land acquired by tax deed	6,718	14,088	-	20,806
Total Assets	<u>\$ 18,756,335</u>	<u>\$ 147,171,200</u>	<u>\$ 142,522,439</u>	<u>\$ 23,405,096</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 9,627,114	\$ 9,648,452	\$ 6,574,409	\$ 12,701,157
Due to other governmental units	9,129,221	137,522,748	135,948,030	10,703,939
Total Liabilities	<u>\$ 18,756,335</u>	<u>\$ 147,171,200</u>	<u>\$ 142,522,439</u>	<u>\$ 23,405,096</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, 2012 and 2011**

	<b>2012</b>	<b>2011</b>
<b>Governmental Funds Capital Assets:</b>		
Land	\$ 4,224,128	\$ 4,075,341
Buildings	15,114,317	15,114,317
Improvements other than buildings	1,612,350	1,612,350
Infrastructure	10,342,240	10,040,167
Machinery and equipment	12,417,554	11,717,022
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 43,710,589</b>	<b>\$ 42,559,197</b>
 <b>Investment in Governmental Funds Capital Assets by Source:</b>		
General fund	\$ 11,575,209	\$ 11,645,450
Special revenue funds	15,126,588	14,577,113
Capital projects funds	17,008,792	16,336,634
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 43,710,589</b>	<b>\$ 42,559,197</b>

(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, 2012

FUNCTION AND ACTIVITY	LAND	BUILDINGS	IMPROVEMENTS OTHER THAN BUILDINGS	INFRASTRUCTURE	MACHINERY AND EQUIPMENT	TOTAL
<b>GENERAL GOVERNMENT</b>						
Legislative services	\$ -	\$ 956,979	\$ -	\$ -	\$ 79,735	\$ 1,036,714
Judicial services	-	172,263	-	-	23,912	196,175
Administrative services	4,052,476	7,294,357	548,124	-	151,466	12,046,423
Financial services	-	-	-	-	374,415	374,415
Election services	-	-	-	-	134,686	134,686
Planning services	-	-	-	-	65,145	65,145
Records administration	-	-	-	-	375,928	375,928
Legal services	-	-	-	-	-	-
<b>Total General Government</b>	<b>4,052,476</b>	<b>8,423,599</b>	<b>548,124</b>	<b>-</b>	<b>1,205,287</b>	<b>14,229,486</b>
<b>PUBLIC SAFETY</b>						
Law enforcement services	-	453,492	-	6,006,233	4,493,131	10,952,856
Detention and correction services	-	3,589,561	-	-	-	3,589,561
Fire protection and control	125,307	-	-	-	167,569	292,876
Civil defense	22,865	-	-	-	58,998	81,863
<b>Total Public Safety</b>	<b>148,172</b>	<b>4,043,053</b>	<b>-</b>	<b>6,006,233</b>	<b>4,719,698</b>	<b>14,917,156</b>
<b>PUBLIC WORKS</b>						
Public work administration	-	32,757	-	-	31,721	64,478
Road and street services	-	-	291,154	4,336,007	5,715,337	10,342,498
Cemetery services	-	88,304	748,456	-	135,848	972,608
Facilities administration	-	241,932	-	-	24,252	266,184
Weed spraying services	-	160,960	-	-	299,687	460,647
<b>Total Public Works</b>	<b>-</b>	<b>523,953</b>	<b>1,039,610</b>	<b>4,336,007</b>	<b>6,206,845</b>	<b>12,106,415</b>
<b>PUBLIC HEALTH</b>						
Public health services	-	-	-	-	244,992	244,992
<b>Total Public Health</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>244,992</b>	<b>244,992</b>
<b>CULTURE AND RECREATION</b>						
Park and recreations services	23,480	-	24,616	-	32,882	80,978
Library services	-	2,123,712	-	-	-	2,123,712
<b>Total Culture and Recreation</b>	<b>23,480</b>	<b>2,123,712</b>	<b>24,616</b>	<b>-</b>	<b>32,882</b>	<b>2,204,690</b>
<b>SOCIAL AND ECONOMICS</b>						
County extension	-	-	-	-	7,850	7,850
<b>Total Social and Economics</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,850</b>	<b>7,850</b>
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 4,224,128</b>	<b>\$ 15,114,317</b>	<b>\$ 1,612,350</b>	<b>\$ 10,342,240</b>	<b>\$ 12,417,554</b>	<b>\$ 43,710,589</b>

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 OF CHANGES BY FUNCTION AND ACTIVITY (1)**  
**For the Fiscal Year Ended June 30, 2012**

FUNCTION AND ACTIVITY	GOVERNMENTAL FUNDS CAPITAL ASSETS (2) JULY 1, 2011	ADDITIONS	DEDUCTIONS	GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2012
<b>GENERAL GOVERNMENT</b>				
Legislative services	\$ 1,036,714	\$ -	\$ -	\$ 1,036,714
Judicial services	196,175	-	-	196,175
Administrative services	8,817,045	-	-	8,817,045
Financial services	391,545	-	17,130	374,415
Election services	134,686	-	-	134,686
Planning services	65,145	-	-	65,145
Records administration	294,930	88,193	7,195	375,928
<b>Total General Government</b>	<b>10,936,240</b>	<b>88,193</b>	<b>24,325</b>	<b>11,000,108</b>
<b>PUBLIC SAFETY</b>				
Law enforcement services	10,794,354	504,056	345,554	10,952,856
Detention and correction services	3,589,561	-	-	3,589,561
Fire services	167,569	125,307	-	292,876
Civil defense	81,863	-	-	81,863
<b>Total Public Safety</b>	<b>14,633,347</b>	<b>629,363</b>	<b>345,554</b>	<b>14,917,156</b>
<b>PUBLIC WORKS</b>				
Public work administration	64,478	-	-	64,478
Road and street services	12,841,502	1,200,324	469,950	13,571,876
Cemetery services	1,012,476	-	-	1,012,476
Facilities administration	233,927	-	7,611	226,316
Weed spraying services	416,750	43,897	-	460,647
<b>Total Public Works</b>	<b>14,569,133</b>	<b>1,244,221</b>	<b>477,561</b>	<b>15,335,793</b>
<b>PUBLIC HEALTH</b>				
Public health services	231,417	13,575	-	244,992
<b>Total Public Health</b>	<b>231,417</b>	<b>13,575</b>	<b>-</b>	<b>244,992</b>
<b>CULTURE AND RECREATION</b>				
Park and recreations services	57,498	23,480	-	80,978
Library services	2,123,712	-	-	2,123,712
<b>Total Culture and Recreation</b>	<b>2,181,210</b>	<b>23,480</b>	<b>-</b>	<b>2,204,690</b>
<b>SOCIAL AND ECONOMICS</b>				
County extension	7,850	-	-	7,850
<b>Total Social and Economics</b>	<b>7,850</b>	<b>-</b>	<b>-</b>	<b>7,850</b>
<b>Total Governmental Funds Capital Assets</b>	<b>\$ 42,559,197</b>	<b>\$ 1,998,832</b>	<b>\$ 847,440</b>	<b>\$ 43,710,589</b>

(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.

## **STATISTICAL SECTION**





## 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.

<b>Contents</b>	<b>Page</b>
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, along with 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 Ten Fiscal Years  
(accrual basis of accounting)  
(amounts expressed in thousands)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Governmental activities</b>										
Investment in capital assets, net of related debt	\$ 10,686	\$ 11,657	\$ 19,059	\$ 16,052	\$ 22,343	\$ 24,104	\$ 26,686	\$ 27,500	\$ 28,039	\$ 30,596
Restricted	4,541	5,439	4,371	7,257	6,170	7,543	8,419	4,676	4,346	3,887
Unrestricted	6,421	6,453	8,220	9,802	10,598	11,521	11,232	16,856	19,048	20,360
<b>Total governmental activities net assets</b>	<b>\$ 21,648</b>	<b>\$ 23,549</b>	<b>\$ 31,650</b>	<b>\$ 33,111</b>	<b>\$ 39,111</b>	<b>\$ 43,168</b>	<b>\$ 46,337</b>	<b>\$ 49,032</b>	<b>\$ 51,433</b>	<b>\$ 54,843</b>
<b>Business-type activities</b>										
Investment in capital assets, net of related debt	\$ 2,303	\$ 2,255	\$ 2,837	\$ 3,681	\$ 4,319	\$ 6,774	\$ 10,407	\$ 11,187	\$ 11,684	\$ 10,645
Restricted	789	799	518	500	498	2,704	1,164	908	858	936
Unrestricted	601	1,420	2,264	2,589	3,007	(839)	(2,045)	(1,529)	(1,570)	(246)
<b>Total business-type activities net assets</b>	<b>\$ 3,693</b>	<b>\$ 4,474</b>	<b>\$ 5,619</b>	<b>\$ 6,770</b>	<b>\$ 7,824</b>	<b>\$ 8,639</b>	<b>\$ 9,526</b>	<b>\$ 10,566</b>	<b>\$ 10,972</b>	<b>\$ 11,335</b>
<b>Primary government</b>										
Investment in capital assets, net of related debt	\$ 12,989	\$ 13,912	\$ 21,896	\$ 19,733	\$ 26,662	\$ 30,878	\$ 37,093	\$ 38,687	\$ 39,723	\$ 41,241
Restricted	5,330	6,238	4,889	7,757	6,668	10,247	9,583	5,584	5,204	4,823
Unrestricted	7,022	7,873	10,484	12,391	13,605	10,682	9,187	15,327	17,478	20,114
<b>Total primary government net assets</b>	<b>\$ 25,341</b>	<b>\$ 28,023</b>	<b>\$ 37,269</b>	<b>\$ 39,881</b>	<b>\$ 46,935</b>	<b>\$ 51,807</b>	<b>\$ 55,863</b>	<b>\$ 59,598</b>	<b>\$ 62,405</b>	<b>\$ 66,178</b>

**County of Lewis and Clark, Montana Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2012**

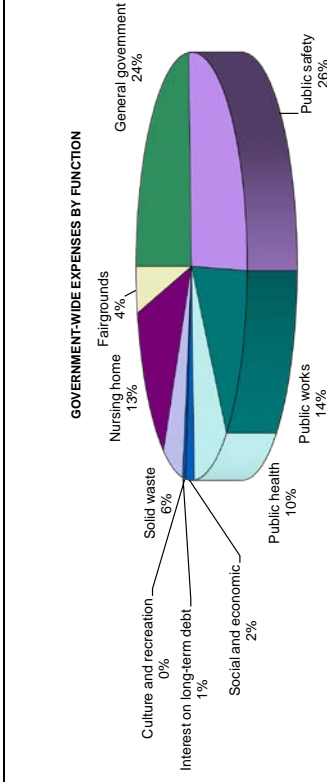
**LEWIS AND CLARK COUNTY, MONTANA**  
**CHANGE IN NET ASSETS**  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 (amounts expressed in thousands)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Expenses</b>										
Governmental activities:										
General government	\$ 5,585	\$ 6,376	\$ 6,521	\$ 9,605	\$ 10,709	\$ 7,521	\$ 9,444	\$ 8,785	\$ 8,639	\$ 10,666
Public safety	6,984	7,024	6,999	7,920	4,900	8,860	9,343	10,255	10,590	11,493
Public works	3,614	3,556	3,345	3,603	4,484	4,777	4,187	6,584	6,350	6,094
Public health	3,132	2,737	2,841	2,972	3,352	3,580	3,917	4,056	4,051	4,402
Social and economic	860	1,141	1,020	1,427	1,726	1,746	1,243	1,167	1,466	1,077
Culture and recreation	107	139	169	96	91	99	125	149	174	106
Interest on long-term debt	197	151	141	370	311	338	324	249	305	317
<b>Total governmental activities expenses</b>	<b>20,479</b>	<b>21,124</b>	<b>21,036</b>	<b>25,993</b>	<b>25,573</b>	<b>26,921</b>	<b>28,583</b>	<b>31,245</b>	<b>31,575</b>	<b>34,155</b>
Business-type activities:										
Solid waste	1,919	1,840	1,889	1,948	2,021	2,213	2,267	2,469	2,618	2,571
Nursing home	4,510	4,753	4,981	5,098	5,353	5,493	5,915	6,169	5,896	5,756
Fairgrounds	109	427 <sup>1</sup>	545	643	708	671	1,182	1,528	1,546	1,548
<b>Total business-type activities expenses</b>	<b>6,538</b>	<b>7,020</b>	<b>7,415</b>	<b>7,689</b>	<b>8,082</b>	<b>8,377</b>	<b>9,364</b>	<b>10,166</b>	<b>10,060</b>	<b>9,875</b>
<b>Total primary government expenses</b>	<b>\$ 27,017</b>	<b>\$ 28,144</b>	<b>\$ 28,451</b>	<b>\$ 33,682</b>	<b>\$ 33,655</b>	<b>\$ 35,298</b>	<b>\$ 37,947</b>	<b>\$ 41,411</b>	<b>\$ 41,635</b>	<b>\$ 44,030</b>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 1,230	\$ 1,293	\$ 1,233	\$ 1,458	\$ 1,649	\$ 1,580	\$ 1,632	\$ 1,675	\$ 1,544	\$ 1,702
Public safety	543	675	766	800	828	677	771	768	792	881
Public works	127	71	124	108	63	102	85	107	103	116
Public health	441	642	636	791	646	835	826	797	1,011	1,201
Social and economic	12	-	-	-	5	3	2	1	2	3
Operating grants and contributions	3,097	2,073	2,780	2,726	2,692	2,832	3,124	3,100	3,197	3,182
Capital grants and contributions	864	1,241	6,192	1,126	1,733	2,629	5,549	2,334	1,417	2,829
<b>Total governmental activities program revenues</b>	<b>6,314</b>	<b>5,995</b>	<b>11,731</b>	<b>7,009</b>	<b>7,616</b>	<b>8,658</b>	<b>11,989</b>	<b>8,782</b>	<b>8,066</b>	<b>9,914</b>
Business-type activities:										
Charges for services:										
Solid waste	1,982	2,349	2,065	2,044	2,113	2,217	2,043	2,929	2,661	2,892
Nursing home	4,222	4,657	4,613	4,989	5,048	5,093	5,583	5,474	5,346	4,400
Fairgrounds	66	387 <sup>1</sup>	395	387	432	417	584	696	813	793
Operating grants and contributions	-	-	-	-	-	-	-	-	22	-
Capital grants and contributions	84	-	-	-	-	-	-	-	-	-
<b>Total business-type activities program revenues</b>	<b>6,354</b>	<b>7,393</b>	<b>7,073</b>	<b>7,420</b>	<b>7,593</b>	<b>7,727</b>	<b>8,210</b>	<b>9,099</b>	<b>8,842</b>	<b>8,112</b>
<b>Total primary government program revenues</b>	<b>\$ 12,668</b>	<b>\$ 13,388</b>	<b>\$ 18,804</b>	<b>\$ 14,429</b>	<b>\$ 15,209</b>	<b>\$ 16,385</b>	<b>\$ 20,199</b>	<b>\$ 17,881</b>	<b>\$ 16,908</b>	<b>\$ 18,026</b>
<b>Net (expense) revenue</b>	<b>\$ (14,165)</b>	<b>\$ (15,129)</b>	<b>\$ (9,305)</b>	<b>\$ (18,984)</b>	<b>\$ (17,957)</b>	<b>\$ (18,263)</b>	<b>\$ (16,594)</b>	<b>\$ (22,463)</b>	<b>\$ (23,509)</b>	<b>\$ (24,241)</b>
Governmental activities:	(184)	373	(342)	(269)	(489)	(650)	(1,154)	(1,067)	(1,218)	(1,763)
Business-type activities										
<b>Total primary government expenses</b>	<b>\$ (14,349)</b>	<b>\$ (14,756)</b>	<b>\$ (9,647)</b>	<b>\$ (19,253)</b>	<b>\$ (18,446)</b>	<b>\$ (18,913)</b>	<b>\$ (17,748)</b>	<b>\$ (23,530)</b>	<b>\$ (24,727)</b>	<b>\$ (26,004)</b>

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Taxes										
Property taxes	\$ 10,705	\$ 11,052	\$ 11,878	\$ 14,388	\$ 14,153	\$ 15,934	\$ 16,226	\$ 18,300	\$ 18,916	\$ 19,939
Local option tax	1,577	1,682	1,727	1,835	1,946	2,041	1,974	2,052	2,063	2,112
Other taxes	74	82	191	27	22	18	29	35	47	53
Unrestricted grants and contributions	2,449	3,510	3,214	3,409	2,884	2,896	4,179	4,266	3,949	4,348
Investment earnings	336	219	331	573	891	921	468	277	232	168
Miscellaneous	284	998	521	458	388	644	550	680	914	1,084
Contributions of capital assets	-	-	-	(246)	(259)	(133)	(2,964)	-	-	-
Transfers	(436)	(514)	(457)	(246)	(259)	(133)	(699)	(452)	(211)	(53)
<b>Total governmental activities</b>	<b>14,989</b>	<b>17,029</b>	<b>17,405</b>	<b>20,444</b>	<b>20,025</b>	<b>22,321</b>	<b>19,763</b>	<b>25,158</b>	<b>25,910</b>	<b>27,651</b>
Business-type activities:										
Taxes	-	-	960	1,063	1,133	1,139	1,245	1,351	1,402	1,451
Unrestricted grants and contributions	-	-	-	-	-	70	43	287	-	-
Investment earnings	63	39	66	126	184	180	55	17	10	9
Miscellaneous	1	(146)	5	(14)	(33)	(57)	-	-	-	614
Transfers	436	514	457	246	259	133	699	452	211	53
<b>Total business-type activities</b>	<b>500</b>	<b>407</b>	<b>1,488</b>	<b>1,421</b>	<b>1,543</b>	<b>1,465</b>	<b>2,042</b>	<b>2,107</b>	<b>1,623</b>	<b>2,127</b>
<b>Total primary government</b>	<b>\$ 15,489</b>	<b>\$ 17,436</b>	<b>\$ 18,893</b>	<b>\$ 21,865</b>	<b>\$ 21,568</b>	<b>\$ 23,786</b>	<b>\$ 21,805</b>	<b>\$ 27,265</b>	<b>\$ 27,533</b>	<b>\$ 29,778</b>
<b>Change in Net Assets</b>										
Governmental activities	\$ 824	\$ 1,900	\$ 8,100	\$ 1,460	\$ 2,068	\$ 4,058	\$ 3,169	\$ 2,695	\$ 2,401	\$ 3,410
Business-type activities	316	780	1,146	1,152	1,054	815	888	1,040	405	364
<b>Total primary government</b>	<b>\$ 1,140</b>	<b>\$ 2,680</b>	<b>\$ 9,246</b>	<b>\$ 2,612</b>	<b>\$ 3,122</b>	<b>\$ 4,873</b>	<b>\$ 4,057</b>	<b>\$ 3,735</b>	<b>\$ 2,806</b>	<b>\$ 3,774</b>

<sup>1</sup> 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									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General fund										
Nonspendable	\$ 68	\$ 43	\$ 39	\$ 37	\$ 48	\$ 61	\$ 45	\$ 61	\$ 121	\$ 96
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted:										
Committed	-	-	-	-	-	8	10	59	81	7
Assigned	1,290	59	637	653	768	819	399	559	354	451
Unassigned	167	1,063	954	1,399	1,291	1,189	1,446	1,485	2,224	1,869
Total general fund	<u>\$ 1,525</u>	<u>\$ 1,165</u>	<u>\$ 1,630</u>	<u>\$ 2,089</u>	<u>\$ 2,107</u>	<u>\$ 2,077</u>	<u>\$ 1,900</u>	<u>\$ 2,164</u>	<u>\$ 2,780</u>	<u>\$ 2,423</u>
All other governmental funds										
Nonspendable	\$ 540	\$ 505	\$ 474	\$ 495	\$ 568	\$ 1,717	\$ 3,282	\$ 3,014	\$ 2,634	\$ 2,371
Restricted	1,028	1,785	306	1,894	1,670	1,522	1,579	1,530	4,389	4,105
Unrestricted:										
Committed	5,101	5,534	6,670	7,857	8,508	9,457	9,218	10,435	11,871	13,072
Assigned	16	25	26	34	88	48	214	119	125	29
Unassigned	(153)	(228)	(67)	(142)	(57)	-	(53)	(54)	-	-
Total all other governmental funds	<u>\$ 6,532</u>	<u>\$ 7,621</u>	<u>\$ 7,409</u>	<u>\$ 10,138</u>	<u>\$ 10,777</u>	<u>\$ 12,744</u>	<u>\$ 14,240</u>	<u>\$ 15,044</u>	<u>\$ 19,019</u>	<u>\$ 19,577</u>

**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									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Taxes/assessments	\$ 12,216	\$ 12,461	\$ 13,769	\$ 14,860	\$ 15,821	\$ 17,930	\$ 19,145	\$ 19,136	\$ 21,436	\$ 21,209
Licenses and permits	8	22	139	148	168	183	214	274	190	266
Intergovernmental	6,411	6,807	12,186	7,262	7,308	8,357	12,852	9,700	8,563	10,359
Charges for services	1,927	2,161	2,162	2,517	2,460	2,475	2,543	2,504	2,667	3,089
Fines and forfeitures	418	497	459	492	563	539	560	570	594	549
Miscellaneous	368	1,073	455	426	365	604	505	637	974	518
Interest earnings	289	193	286	494	778	818	423	255	219	159
<b>Total revenues</b>	<b>21,637</b>	<b>23,214</b>	<b>29,456</b>	<b>26,199</b>	<b>27,463</b>	<b>30,906</b>	<b>36,242</b>	<b>33,076</b>	<b>34,643</b>	<b>36,149</b>
<b>Expenditures</b>										
General government	5,511	5,666	6,024	6,515	6,683	7,235	7,770	7,708	8,807	9,946
Public safety	6,615	6,631	7,079	7,530	7,342	7,982	8,430	9,156	9,601	10,506
Public works	3,618	3,193	3,279	3,618	3,787	4,063	4,222	4,614	5,028	4,898
Public health	3,075	2,704	2,801	2,946	3,337	3,556	3,876	4,006	4,034	4,367
Social and economic	860	1,139	1,018	1,425	1,723	1,743	1,241	1,166	1,464	1,075
Culture and recreation	44	85	115	41	36	44	40	94	118	48
Debt service										
Principal	238	373	322	1,053	735	661	1,183	1,215	873	727
Interest	140	365	292	128	228	227	221	144	190	392
Capital outlay	780	3,029	7,892	1,740	2,786	4,401	8,186	4,395	2,709	4,028
<b>Total expenditures</b>	<b>20,881</b>	<b>23,185</b>	<b>28,822</b>	<b>24,996</b>	<b>26,657</b>	<b>29,912</b>	<b>35,169</b>	<b>32,498</b>	<b>32,824</b>	<b>35,987</b>
Excess of revenues over (under) expenditures	756	29	634	1,203	806	994	1,073	578	1,819	162
<b>Other financing sources (uses)</b>										
Transfers in	1,929	3,653	1,967	2,789	3,099	3,219	4,576	3,586	4,401	4,306
Transfers out	(2,813)	(3,756)	(2,545)	(3,159)	(3,503)	(3,480)	(5,421)	(4,105)	(4,631)	(4,427)
Loans	465	517	-	2,286	243	1,154	1,050	969	3,002	9
Proceeds from sale of capital asset:	-	25	65	69	13	50	41	40	-	150
Gain (Loss) on sale of investments	-	-	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(419)</b>	<b>439</b>	<b>(513)</b>	<b>1,985</b>	<b>(148)</b>	<b>943</b>	<b>246</b>	<b>490</b>	<b>2,772</b>	<b>38</b>
<b>Net change in fund balances</b>	<b>\$ 337</b>	<b>\$ 468</b>	<b>\$ 121</b>	<b>\$ 3,188</b>	<b>\$ 658</b>	<b>\$ 1,937</b>	<b>\$ 1,319</b>	<b>\$ 1,068</b>	<b>\$ 4,591</b>	<b>\$ 200</b>
Debt service as a percentage of noncapital expenditures	N/A	N/A	N/A	7.1%	3.6%	3.3%	4.6%	4.2%	3.2%	3.1%

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

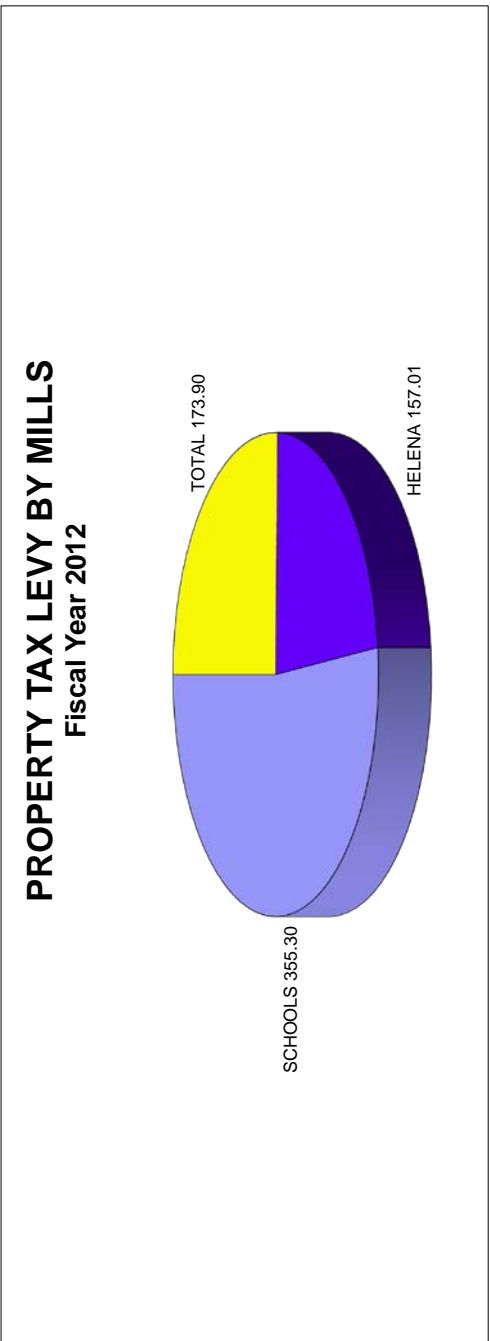
FISCAL YEAR	REAL PROPERTY	PERSONAL PROPERTY	MOBILE HOMES	MOTOR VEHICLE	CENTRALLY ASSESSED	TAX INCREMENT DISTRICT	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE
2003	\$ 64,361	\$ 2,181	\$ 1,352	\$ 1,350	\$ 15,151	\$ 1,768	\$ 86,163	134.14
2004	81,304	2,200	1,315	n/a	15,360	1,810	101,989	138.85
2005	81,702	2,230	1,272	n/a	15,360	1,425	101,989	154.16
2006	88,438	2,591	1,197	n/a	17,778	-	110,004	158.97
2007	91,660	2,629	1,170	n/a	18,325	-	113,784	162.80
2008	97,794	-	1,159	n/a	21,461	-	120,414	161.74
2009	100,660	5,784	1,108	n/a	21,518	-	129,070	160.70
2010	82,536	2,663	1,028	n/a	21,945	-	108,172	160.98
2011	83,823	2,547	1,015	n/a	25,729	-	113,114	171.34
2012	85,534	2,158	977	n/a	26,694	-	115,363	173.90

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.

Source: County Property Tax Department

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

FISCAL YEAR	LEWIS AND CLARK COUNTY					TOTAL DIRECT	OVERLAPPING RATES			TOTAL DIRECT & OVERLAPPING DEBT
	ALL PURPOSE	DEBT SERVICE	LIBRARY	PUBLIC SAFETY	OTHER LEVIES		CITY OF HELENA	SCHOOLS		
2003	29.31	3.00	20.22	47.11	34.50	134.14	109.67	357.93	601.74	
2004	30.76	2.07	21.50	49.26	35.26	138.85	114.71	358.68	612.24	
2005	31.91	1.80	22.24	50.93	47.28	154.16	125.46	358.65	638.27	
2006	33.19	1.75	23.07	52.81	48.15	158.97	131.77	368.87	659.61	
2007	34.21	1.55	23.72	54.28	49.04	162.80	134.45	356.18	653.43	
2008	34.01	1.15	23.52	53.82	49.24	161.74	135.01	363.41	660.16	
2009	34.68	1.10	20.25	54.87	49.80	160.70	149.29	375.66	685.65	
2010	35.09	1.13	20.33	55.51	48.92	160.98	150.69	367.40	679.07	
2011	37.33	1.35	21.18	58.06	53.42	171.34	155.82	370.98	698.14	
2012	37.68	1.25	21.38	58.60	54.99	173.90	157.01	355.30	686.21	



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).

Source: County Finance approved mill levies



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

TAXPAYER	2011			2002		
	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	PERCENTAGE OF COUNTY TAXABLE ASSESSED VALUE
North Western Energy LLC	\$ 10,877,346	1	9.92%	\$ -	-	-
Celloco Partnership DBA Verizon Wireless	5,749,654	2	5.24%	2,446,459	3	2.93%
PPL Montana LLC	2,448,117	3	2.22%	2,446,459	3	2.93%
Qwest	2,117,044	4	1.92%	-	-	-
Railways	1,765,963	5	1.60%	1,070,072	5	1.28%
Bresnan Communications	1,681,474	6	1.52%	-	-	-
Helena Federal Office Complex LLC	458,294	7	0.41%	-	-	-
Wal-Mart Stores Inc.	397,297	8	0.35%	419,126	7	0.50%
Helena Sand & Gravel Inc	329,050	9	0.29%	-	-	-
Touchmark on Saddle Drive LLC	325,276	10	0.29%	-	-	-
American Smelting & Refining	-	-	-	1,208,067	4	1.44%
AT&T Communications	-	-	-	354,849	8	0.42%
Tri Touch America	-	-	-	748,805	6	0.89%
Federal Reserve Bank	-	-	-	328,998	9	0.38%
Montana Power Company	-	-	-	7,745,439	1	9.27%
U S West Communications	-	-	-	2,852,280	2	3.41%
Montana Physicians Service	-	-	-	-	-	-
Shopko Stores, Inc.	-	-	-	-	-	-
Costco Wholesale	-	-	-	-	-	-
American Chemet Corporation	-	-	-0.01%	-	-	-
<b>Total</b>	<b><u>\$ 26,149,515</u></b>		<b><u>23.75%</u></b>	<b><u>\$ 19,620,554</u></b>		<b><u>23.45%</u></b>

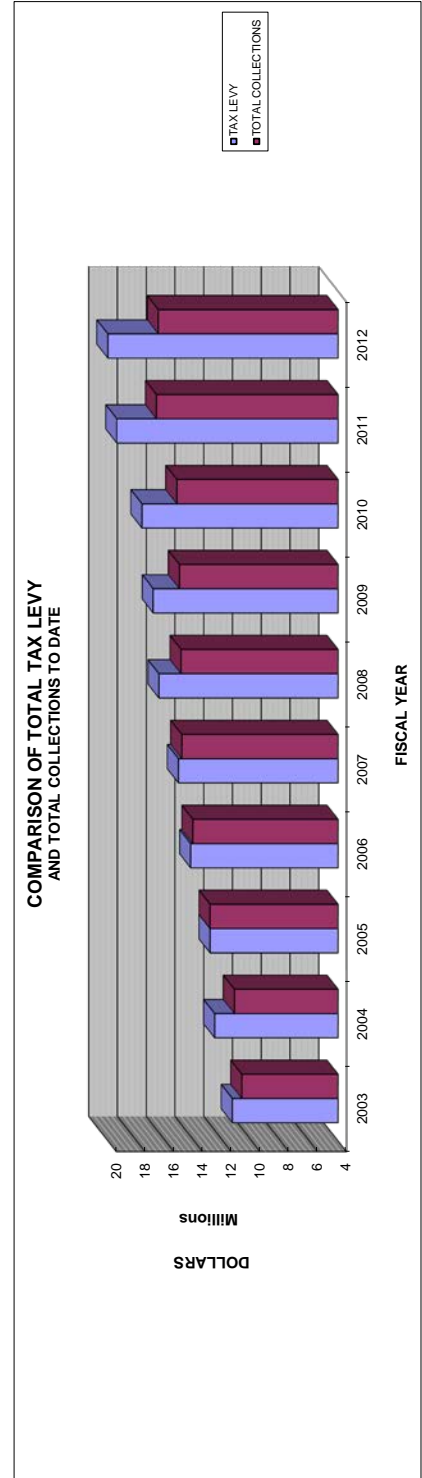
Source: Lewis and Clark County Treasurer

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 (1)	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS	TOTAL COLLECTIONS TO DATE	
		AMOUNT	PERCENTAGE OF LEVY		AMOUNT	PERCENTAGE OF LEVY (1)
2003	\$ 11,344,971	\$ 9,901,843	87.28%	\$ 790,860	\$ 10,692,703	94.25%
2004	12,581,068	10,409,334	82.74%	795,117	11,204,451	89.06%
2005	12,899,459	12,134,312	94.07%	763,005	12,897,317	99.98%
2006	14,241,919	12,865,087	90.33%	1,223,017	14,088,104	98.92%
2007	15,098,296	13,674,775	90.57%	1,194,817	14,869,592	98.49%
2008	16,450,507	13,477,161	81.93%	1,439,328	14,916,489	90.67%
2009	16,842,558	13,818,447	82.04%	1,210,816	15,029,263	89.23%
2010	17,631,450	14,060,369	79.75%	1,146,245	15,206,614	86.25%
2011	19,378,939	16,052,571	82.84%	569,667	16,622,238	85.77%
2012	20,067,664	16,489,511	82.17%	-	16,489,511	82.17%

Source and other information:

(1) From Lewis & Clark County Finance Department budget documents - "Tax Revenues".



Note: Total collections to date may be more or less than total tax levy, due to the recalculation of tax bills related to the incorrect taxable value being placed on a property. The tax bills are recalculated on an on going basis. This changes the total taxable value for a certain tax year. Since the levy is calculated from the taxable value it is possible to collect more or less revenue for property taxes than the original levy was estimated. Thus it is possible to exceed 100% in collections of the levy.

LEWIS AND CLARK COUNTY, MONTANA  
 RATIO OF OUTSTANDING DEBT BY TYPE  
 Last Ten 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 Capita (1)
	General Obligation Bonds	Revenue Bonds	Special Assessment Debt	Contracts/Loans	Capital Leases	Revenue Bonds	Contracts/Loans	Total			
2003	\$ -	\$ 710	\$ 294	\$ 1,731	\$ 707	\$ 4,750	\$ 202	\$ 8,394	0.50%	\$ 147	
2004	-	675	307	2,020	647	4,449	174	8,272	0.47%	143	
2005	-	640	235	1,718	582	4,252	156	7,583	0.41%	130	
2006	-	605	1,181	2,678	-	4,073	137	8,674	0.42%	147	
2007	-	565	1,208	2,172	-	3,890	118	7,953	0.36%	132	
2008	-	525	1,836	2,116	-	7,233	98	11,808	0.50%	193	
2009	-	485	1,999	1,894	-	7,251	77	11,706	0.49%	189	
2010	-	440	1,755	1,990	-	6,489	88	10,762	0.44%	169	
2011	2,870	395	1,497	1,661	-	5,372	61	11,856	N/A	184	
2012	2,755	345	1,231	1,229	-	5,215	34	10,809	N/A	168	

Note: Information pri 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)**

<b>FISCAL YEAR</b>	<b>GENERAL OBLIGATION BONDS</b>	<b>LESS: AMOUNT AVAILABLE IN DEBT SERVICE FUNDS</b>	<b>TOTAL</b>	<b>PERCENTAGE OF TAXABLE VALUE OF PROPERTY</b> <sup>1</sup>	<b>PER CAPITA</b> <sup>2</sup>
2003	\$ -	\$ -	\$ -	0.00%	-
2004	-	-	-	0.00%	-
2005	-	-	-	0.00%	-
2006	-	-	-	0.00%	-
2007	-	-	-	0.00%	-
2008	-	-	-	0.00%	-
2009	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2011	2,870	23	2,847	2.52%	44.23
2012	2,755	35	2,720	2.36%	41.61

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

<sup>1</sup> See Schedule "Assessed Value and Actual Value of Taxable Property" for data.

<sup>2</sup> 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)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt Limit	\$ 9,387	\$ 9,554	\$ 9,644	\$ 9,890	\$ 10,401	\$ 10,768	\$ 11,462	\$ 84,174	\$ 89,862	\$ 93,582
Total net debt applicable to limit	37	-	-	-	-	-	-	-	2,893	2,790
Legal debt margin	<u>\$ 9,350</u>	<u>\$ 9,554</u>	<u>\$ 9,644</u>	<u>\$ 9,890</u>	<u>\$ 10,401</u>	<u>\$ 10,768</u>	<u>\$ 11,462</u>	<u>\$ 84,174</u>	<u>\$ 86,969</u>	<u>\$ 90,792</u>
Total net debt applicable to the limit as a percentage of debt limit	0.39%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	3.22%	2.98%

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed Value	\$ 3,743,284
Debt Limit 2.5% of Assessed Value	<u>2.50%</u>
General Obligation Debt Limit (1)	93,582
Outstanding General Obligation Debt, June 30, 2011	\$ 2,755
Less: Amount set aside for repayment of General Obligation Debt	<u>35</u>
Total net debt applicable to limit	<u>2,790</u>
Legal Debt Margin	<u>\$ 96,372</u>

(1) The statutes of the State of Montana prescribe a legal debt limit of 2.5% 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
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%
2007	1,056,772	601,717	455,055	129,000	89,400	218,400	208.4%
2008	1,070,728	672,884	397,844	129,000	89,400	218,400	182.2%
2009	1,112,752	669,706	443,046	172,326	111,903	284,229	155.9%
2010	1,482,148	731,943	750,205	172,326	101,015	273,341	274.5%
2011	1,225,295	784,967	440,328	147,604	94,025	241,629	182.2%
2012	1,275,347	726,536	548,811	293,106	106,880	399,986	137.2%

**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
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%
2007	313,981	196,237	117,744	40,000	30,130	70,130	167.9%
2008	319,147	205,357	113,790	40,000	28,330	68,330	166.5%
2009	315,108	223,464	91,644	40,000	26,490	66,490	137.8%
2010	321,275	216,714	104,561	45,000	24,490	69,490	150.5%
2011	348,865	255,545	93,320	45,000	22,240	67,240	138.8%
2012	315,359	233,874	81,485	50,000	19,990	69,990	116.4%

**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>
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%
2007	5,255,136	5,144,836	110,300	75,000	60,545	135,545	81.4%
2008	5,307,254	5,284,999	22,255	80,000	57,170	137,170	16.2%
2009	5,802,320	5,685,062	117,258	85,000	53,490	138,490	84.7%
2010	5,589,161	5,922,531	(333,370)	90,000	49,240	139,240	-239.4%
2011	5,345,676	5,694,426	(348,750)	95,000	44,740	139,740	-249.6%
2012	n/a (4)	n/a (4)	n/a (4)	n/a (4)	n/a (4)	n/a (4)	n/a (4)

**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>
2003	\$ 106,822	\$ 41,326	\$ 9,627	209.65%
2004	157,536	54,167	9,104	248.99%
2005	160,119	71,815	7,478	201.93%
2006	88,536	50,901	8,440	149.20%
2007	214,546	206,157	52,383	82.98%
2008	361,358	153,437	67,715	163.40%
2009	405,974	291,797	72,731	111.37%
2010	409,954	707,867	65,727	52.99%
2011	414,880	297,164	51,697	118.92%
2012	384,567	275,454	37,516	122.88%

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.

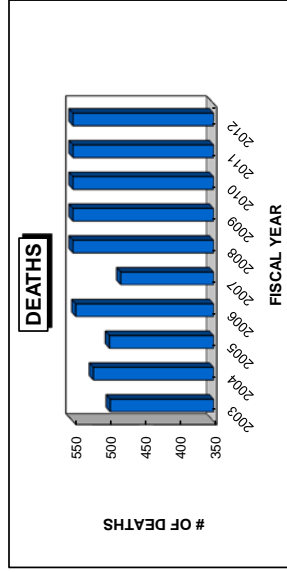
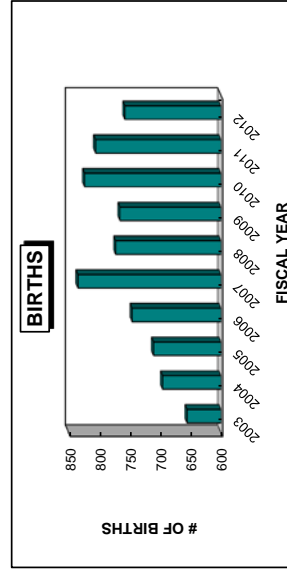
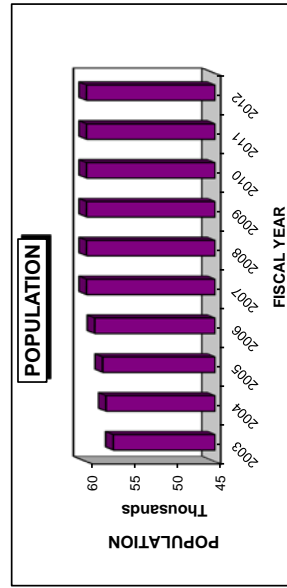
Source and other information:

Lewis and Clark County General Purpose Financial Statements, Fiscal Year Ended June 30, 2009

- (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.
- (4) The Cooney Convalescent Home was sold on May 31, 2012.

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

FISCAL YEAR	ESTIMATED POPULATION (a)	BIRTHS (b)	DEATHS (b)	ESTIMATED PER CAPITA PERSONAL INCOME (e)	PERSONAL INCOME (in thousands) (e)	SCHOOLS		EMPLOYMENT STATISTICS		
						PUBLIC SCHOOL ENROLLMENT (d)	PRIVATE SCHOOL ENROLLMENT (d)	CIVILIAN EMPLOYMENT (c)	UNEMPLOYMENT RATE (c)	
2003	56,889	656	497	\$ 29,265	\$ 1,665	9,515	626	27,314	4.3%	
2004	57,731	696	521	30,509	1,761	9,543	601	27,404	3.6%	
2005	58,126	711	498	31,743	1,845	9,344	646	29,940	3.7%	
2006	59,050	746	546	34,865	2,059	9,403	585	30,554	2.9%	
2007	60,131	835	482	36,915	2,220	9,424	599	31,768	2.1%	
2008	61,156	773	579	38,680	2,366	9,298	665	32,891	2.7%	
2009	61,942	766	575	38,771	2,402	9,495	620	34,688	4.3%	
2010	63,604	824	582	38,238	2,432	9,621	608	33,893	4.4%	
2011	64,366	806	555	N/A	N/A	9,600	674	N/A	4.8%	
2012	65,368	758	560	N/A	N/A	9,403	761	N/A	5.2%	



Source and other information:

- (a) Montana Department of Commerce
- (b) Lewis and Clark County Coroner
- (c) Montana Department of Labor and Industry
- (d) Lewis & Clark County Superintendent of Schools
- (e) US Department of Commerce Bureau of Economic Analysis
- N/A - Not Available



**LEWIS AND CLARK COUNTY, MONTANA  
TOP TWENTY PRIVATE EMPLOYERS IN LEWIS AND CLARK COUNTY  
Year Ended June 30, 2012**

<b>COMPANY NAME</b>	<b>PRODUCT OR SERVICE</b>
A 2 Z Personel	Employment Services
Acumen Inc	Employment Services
Albertsons	Retail
Blue Cross/Blue Shield	Health Services
Carroll College	Higher Education
Costco	Wholesale
Family Outreach	Human Services
Intermountain Children's Home	Health Services
McDonald's	Food Service
Mountain West Bank	Financial Services
Optimum	Communications
Rocky Mountain Development Council	Community Services
St. Peter's Hospital	Health Services
Shodair Children's Hospital	Health Services
Student Assistance Foundation of Montana	Higher Education
Summit Aeronautics	Manufacturer
Town Pump	Auto Services
Valley Bank	Financial Services
Wal-Mart	Retail
West Mont	Health Services

**Note:**

Due to confidentiality laws, top employer lists are provided in alphabetical order only....the listing can not 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.

**Source:**

Montana Department of Labor and Industry

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

FUNCTION/PROGRAM	FULL-TIME EQUIVALENT EMPLOYEES									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>GENERAL GOVERNMENT</b>										
Legislative services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Judicial services	19.50	21.50	24.00	24.44	16.44	16.44	16.44	17.94	18.94	18.50
Administrative services	24.00	26.00	26.00	26.00	27.80	27.80	27.32	27.82	27.82	27.82
Financial services	16.25	16.25	16.75	18.75	18.75	18.75	15.50	15.75	15.75	15.75
Election services	2.25	2.25	2.25	2.00	3.00	9.50	3.00	3.25	3.25	3.25
Planning services	12.00	12.00	12.00	11.00	12.00	14.00	12.00	12.00	10.50	9.50
Records administration	3.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Legal services	9.50	9.50	10.50	15.00	16.50	17.50	19.38	19.13	20.13	20.13
<b>PUBLIC SAFETY</b>										
Law enforcement services	66.00	66.00	66.00	74.50	78.25	81.25	72.00	72.69	76.69	75.50
Other public safety	3.00	3.00	4.00	4.00	4.13	4.13	1.50	1.50	1.50	1.50
Civil defense	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Animal control services	1.41	1.41	1.41	1.00	1.00	3.00	1.00	1.00	1.00	1.00
<b>PUBLIC WORKS</b>										
Public work administration	7.00	7.00	7.00	7.00	7.60	10.60	4.00	4.04	4.04	4.04
Bridge maintenance	14.50	14.50	14.50	14.00	14.00	15.00	4.50	4.50	4.50	4.50
Road and street services	5.00	5.00	5.00	5.00	5.00	5.00	14.50	15.35	15.35	15.35
Cemetery services	1.80	1.80	1.80	5.80	6.80	6.80	2.88	4.62	4.62	4.62
Facilities administration	10.90	10.00	10.00	8.50	9.50	9.50	15.10	15.95	15.95	15.95
Solid waste	6.50	6.50	6.50	5.85	5.85	6.10	6.85	7.36	7.53	7.54
Weed spraying services	1.00	1.75	1.80	2.00	2.00	2.00	1.13	3.89	3.89	3.89
<b>PUBLIC HEALTH</b>										
Public health services	37.90	36.84	37.16	55.67	55.70	46.81	47.92	47.51	48.51	43.26
Nursing home	92.24	92.28	92.99	93.90	104.19	105.19	94.40	94.40	72.10	72.99
<b>CULTURE AND RECREATION</b>										
Fairs	-	3.00	4.50	4.00	5.25	8.25	6.00	7.25	7.25	7.26
<b>SOCIAL AND ECONOMIC</b>										
County extension	2.00	2.00	1.70	2.00	2.00	2.00	2.00	2.00	1.00	1.00
<b>Total</b>	<b>340.75</b>	<b>347.58</b>	<b>354.86</b>	<b>389.41</b>	<b>415.40</b>	<b>429.52</b>	<b>382.72</b>	<b>386.95</b>	<b>369.32</b>	<b>362.35</b>

Source and other information:  
 Lewis & Clark County Budget Office

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

FUNCTION/PROGRAM	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>GENERAL GOVERNMENT</b>										
Registered Voters (June)	34,500	34,879	37,550	38,350	36,728	38,278	34,577	35,935	36,884	34,000
Property Transactions:										
Filings with Clerk & Recorder	22,760	22,607	19,565	22,978	21,377	19,232	19,415	18,598	17,886	16,890
Certificates of Survey	186	242	209	195	168	166	114	100	77	86
Real Property Tax Information										
Taxes Assessed	\$ 55,135,204	\$ 56,995,481	\$ 60,821,097	\$ 65,164,378	\$ 67,177,249	\$ 72,369,348	\$ 76,442,138	\$ 79,489,319	\$ 85,615,922	\$ 86,604,324
Taxes Collected	\$ 54,096,485	\$ 55,393,809	\$ 60,904,873	\$ 62,185,114	\$ 65,338,071	\$ 66,895,633	\$ 76,029,061	\$ 72,611,245	\$ 85,354,704	\$ 80,011,013
Amount Protested	\$ 867,517	\$ 1,762,639	\$ 1,047,460	\$ 2,869,382	\$ 2,920,106	\$ 3,606,907	\$ 1,836,194	\$ 2,453,470	\$ 3,388,656	\$ 3,973,611
Total Outstanding	\$ 863,716	\$ 2,743,834	\$ 2,244,856	\$ 378,761	\$ 1,820,937	\$ 2,079,896	\$ 2,137,774	\$ 3,368,053	\$ 3,706,682	\$ 3,090,119
Number of Bills Sent	31,781	32,272	31,829	32,178	32,710	33,471	34,528	34,337	35,259	39,524
Delinquent Reminders	9,134	2,940	6,186	4,425	9,276	5,826	2,824	5,092	3,891	8,540
<b>PUBLIC SAFETY ACTIVITIES</b>										
Sheriff										
Arrests	1,069	1,248	N/A	1,270	1,103	622	518	908	817	832
Prisoner Days	35,920	39,217	31,626	28,115	24,308	27,022	28,163	32,683	35,311	37,956
Complaints	44,045	52,487	N/A	N/A	N/A	N/A	N/A	N/A	N/A	14,380
Traffic Violations	N/A	N/A	1,422	5,446	4,485	3,281	2,985	3,484	2,439	2,113
Sheriff's Fire										
Emergency Responses	N/A	N/A	10	227	257	317	369	439	473	471
Fires Responses	N/A	N/A	10	145	139	159	129	155	134	152
Justice Court										
Civil & Small Claims	1,797	2,006	2,384	2,196	2,162	2,405	2,597	2,001	1,651	1,364
Formal Criminal Complaints	1,015	1,221	1,761	1,167	610	849	533	838	711	753
Temporary Restraining Orders	127	147	119	137	134	95	109	91	92	118
County Attorney										
Felonies	608	617	684	604	631	703	676	610	624	620
Mental Commitments	60	58	61	78	94	80	93	108	102	100
Juvenile Cases	146	114	90	149	99	65	62	38	44	45
<b>PUBLIC WORKS</b>										
Refuse Disposal										
Refuse disposed of (tons per day)	N/A	N/A	120	119	140.96	126.61	118.11	176.80	116.66	115.23
Number of permits issued	N/A	N/A	N/A	N/A	12,368	12,641	13,672	12,344	14,480	13,244
Other Public Works										
Road Resurfacing (miles)	N/A	N/A	17	4	12.98	12.50	11.70	12.28	10.24	10.38
Pothole repairs (by ton of asphalt)	N/A	N/A	1,674	1,507	3,876.58	2,096.11	1,149.01	1,785.26	624.49	868.77
<b>PUBLIC HEALTH ACTIVITIES</b>										
Septic System Site Evaluations	353	527	568	974	606	248	241	289	108	184
Licensed Establishment Inspections	756	365	726	611	623	604	715	410	585	757
Junk Vehicles Hauled	241	273	274	224	225	174	230	140	64	14
Air Quality										
Good Days	120	347	364	363	339	350	358	330	347	354
Watch Days	-	13	1	2	23	8	7	24	13	9
Poor Days	-	-	-	-	3	8	-	11	5	3
Communicable Disease Cases	39	364	293	275	361	618	514	3,262	318	541
Immunizations Administered	8,163	9,034	6,989	8,499	7,222	7,745	8,420	11,514	6,547	6,069

Source and other information:

Lewis and Clark County Treasurer's Office  
Lewis and Clark County Sheriff's Office  
Lewis and Clark County Public Works Department  
Lewis and Clark County Health Department  
Lewis and Clark County Justice Court  
Lewis and Clark County Attorney's Office

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

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>GENERAL GOVERNMENT</b>										
Election tabulators	2	2	2	2	2	2	2	2	2	2
Touch screen handicap voting devices	-	-	-	37	37	37	37	37	37	37
<b>PUBLIC SAFETY ACTIVITIES</b>										
Stations	4	4	4	4	4	4	4	4	4	4
Patrol units	48	48	48	50	42	32	31	30	32	30
<b>PUBLIC WORKS</b>										
Snow plows	7	7	7	7	10	10	10	10	10	10
Graders	7	7	7	7	7	7	7	7	6	6
Loaders	3	3	3	3	3	5	5	5	5	5
Shops	6	6	6	6	6	6	6	6	6	6
Landfill compactors	1	1	1	1	1	1	1	1	1	1
Landfill loaders	1	1	1	2	2	2	2	2	2	2
Landfills (active)	1	1	1	1	1	1	1	1	1	1
Solid waste container sites	3	3	3	3	3	3	3	3	3	3
Weed spraying vehicles	11	13	13	13	9	10	9	11	12	12
Cemeteries	1	1	1	1	1	1	1	1	1	1
Gravel roads (miles)	N/A	N/A	429	429	429	429	431	425	425	426
Paved roads (miles)	N/A	N/A	44	44	44	44	45	52	52	52
Chip sealed roads (miles)	N/A	N/A	66	66	66	66	66	65	65	65
Rural improvement districts (miles)	N/A	N/A	N/A	142	160	161	169	172	178	176
<b>PUBLIC HEALTH ACTIVITIES</b>										
Animal control vehicles	1	1	1	1	1	1	1	1	1	1
Health facilities	1	1	1	1	1	1	1	1	1	1
Nursing homes	1	1	1	1	1	1	1	1	1	-
<b>CULTURE AND RECREATION</b>										
Fairgrounds	1	1	1	1	1	1	1	1	1	1
Parks	12	12	12	12	12	12	12	12	12	12

Note: 2001 information is not available.

Source: Lewis and Clark County Treasurer's Office  
 Lewis and Clark County Sheriff's Office  
 Lewis and Clark County Public Works Department

# **SINGLE AUDIT SECTION**



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 & Clark County, Montana

We have audited the 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, as of and for the year ended June 30, 2012, which collectively comprise Lewis & Clark County's basic financial statements and have issued our report thereon dated November 26, 2012. 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 Lewis & Clark County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Lewis & Clark County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Lewis & Clark County's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lewis & Clark 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*.

We noted certain matters that we reported to management of Lewis & Clark County, in a separate letter dated November 26, 2012.

This report is intended solely for the information and use of management, Board of County Commissioners, others within the entity, 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.

A handwritten signature in black ink that reads "Anderson Zurmuehlen & Co. P.C." in a cursive style.

Helena, Montana  
November 26, 2012



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR  
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN  
ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of County Commissioners  
Lewis & Clark County, Montana

### Compliance

We have audited Lewis & Clark County's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Lewis & Clark County's major federal programs for the year ended June 30, 2012. Lewis & Clark 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 each of its major federal programs is the responsibility of Lewis & Clark County's management. Our responsibility is to express an opinion on Lewis & Clark 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 Lewis & Clark 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 of Lewis & Clark County's compliance with those requirements.

As described in item 2012-1 in the accompanying schedule of findings and questioned costs, Lewis & Clark County, Montana, did not comply with requirements regarding eligibility under OMB A-133 that are applicable to its United States Department of Agriculture #10.557 program. Compliance with such requirements is necessary, in our opinion, for Lewis & Clark County, Montana, to comply with the requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, Lewis & Clark County complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Subsequent to the issuance of the June 30, 2012 Circular A-133 compliance report, an error in calculating the percentage of coverage for major program determination was discovered. As a result, an additional award was selected for testing as a major program (10.665 – Schools and Roads – Grants to States). The June 30, 2012 single audit was reissued and the November 26, 2012 auditor’s report is not to be relied upon and is replaced by this auditor’s report on compliance with requirements that could have a direct and material effect on each major program. The results of the additional testing do not affect our opinion on compliance as stated in the preceding paragraph.

### **Internal Control Over Compliance**

Management of Lewis & Clark County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Lewis & Clark County’s internal control over compliance with the 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Lewis & Clark County’s internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We considered the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2012-1 to be a material weakness.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. However, as discussed above, we identified a deficiency in internal control over compliance that we consider to be a material weakness.

Lewis & Clark County, Montana’s responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Lewis & Clark County, Montana’s responses and, accordingly, we express no opinion on the responses.

The purpose of this report is solely to describe the scope of our testing of compliance with the types of compliance requirements applicable to each of Lewis & Clark County's major programs and our testing of internal control over compliance and the results of our testing, and to provide an opinion on Lewis & Clark County's compliance but not to provide an opinion on the effectiveness of Lewis & Clark County's internal control over compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Lewis & Clark County's compliance with requirements applicable to each major program and its internal control over compliance. Accordingly, this report is not suitable for any other purpose.

*Anderson Zurmuehlen & Co. P.C.*

Helena, Montana

November 26, 2012, except for the fifth paragraph above, as to which the date is

January 24, 2013

LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2012

**Section I - Summary of Auditors' Results**

**Financial Statements:**

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency identified that is not considered to be a material weakness?	None reported
Noncompliance material to financial statements noted?	No

**Federal Awards:**

Internal control over major programs:	
Material weakness identified?	Yes
Significant deficiency identified that is not considered to be a material weakness?	None reported
Type of auditor's report issued on compliance for major programs:	Qualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?	Yes

Identification of major programs:

<u>CFDA #</u>	<u>Name of Federal Program or Cluster</u>
10.557	USDA Special Supplemental Nutrition Program for Women, Infants, and Children
81.128	DOE ARRA Energy Efficiency and Conservation Block Grant Program
97.067	Homeland Security Cluster Homeland Security Grant Program Interoperable Emergency Communication
97.036	Federal Emergency Management Agency 2011 Spring Flooding



LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2012

*Financial Statement Audit Findings:*

None

*Federal Award Findings and Questioned Costs:*

2012-1:

*Information on the federal programs:*

United States Department of Health and Human Services #10.557

*Criteria:*

OMB A-133 Compliance Supplement requires recipients to verify eligibility for WIC participants based on establish criteria, including income, residency and identification.

*Condition:*

The CHC did not adequately verify eligibility for WIC participants.

*Questioned costs:*

None

*Context:*

In a sample of 40 participants, eligibility procedures were not adequately performed on 6 participants.

*Effect:*

Noncompliance with OMB A-133 as it relates to eligibility could result in a loss of funding. Without proper verification of eligibility, ineligible participants could receive benefits resulting in questioned costs that could be deemed unallowable.

*Cause:*

Management did not have appropriate controls in place to prevent non-compliance.

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2012

*Federal Award Findings and Questioned Costs (Continued):*

2012-1 (Continued):

*Recommendation:*

The State of Montana performed monitoring procedures in December 2011, which brought this issue to management's attention. The employees involved have been disciplined and remedial training has been performed. We noted improvement in the compliance with the requirement in the period subsequent to the State's monitoring visit.

*Planned corrective actions:*

The WIC Staff was made aware of the deficiencies in verifying eligibility during the State of Montana monitoring visit in December 2011. Training was provided to all staff involved and regular internal reviews are done to ensure that eligibility procedures are adequately performed and documented.

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2012

**Summary Schedule of Prior Audit Findings**

None



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LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2012

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beg Bal	Income/Other	Matching Income/Other	Matching Expense/Other	Federal Expenditures	Cash Bal
<b>U.S. Department of Agriculture</b>									
Rural Communities Solid Waste Management Project	10.761		\$ 56,514	\$ (13,843)	\$ 45,093	\$ -	\$ -	\$ 31,250	\$ -
Tansy Ragwort/St. Johnswort Eradication Erosion and Noxious Weed Reduction	10.665		15,538	-	993	-	-	993	-
Passed through the Office of Finance and Budget: Schools and Roads - Grants to State - Forest Reserve - major program (note 3)	10.665	N/A	619,312	-	439,411	-	-	439,411	-
<b>Subtotal by Federal CFDA Number</b>			<b>650,146</b>	<b>-</b>	<b>440,404</b>	<b>-</b>	<b>-</b>	<b>450,762</b>	<b>(10,358)</b>
<b>Passed through the State Department of Natural Resources/Conservation:</b>									
Western Wildland Urban Interface Grant Program	10.664	WSF-11-002	285,000	(27,631)	47,442	222	-	21,804	(1,771)
Western Wildland Urban Interface Grant Program	10.664	SPF-10-001	165,000	(2,807)	53,045	1,386	-	77,780	(26,156)
Western Wildland Urban Interface Grant Program	10.664	WSF-10-005	200,000	(19,256)	30,978	448	-	11,274	-
<b>Passed through the State Department of Agriculture:</b>									
Lincoln Valley Snowmobile Trails	10.664	2011-707G	2,820	-	2,820	13,200	-	2,820	-
Little Prickley Pear Noxious Weed	10.664	2011-720	10,000	-	6,123	9,038	-	6,123	-
<b>Subtotal by Federal CFDA Number</b>			<b>662,820</b>	<b>(49,694)</b>	<b>140,408</b>	<b>23,846</b>	<b>-</b>	<b>119,801</b>	<b>(27,927)</b>
<b>Passed through the State Department of Public Health and Human Services:</b>									
W.I.C. Program	10.557	12-07-5-21-012-0	216,060	-	120,651	154	154	158,196	(37,545)
W.I.C. Program	10.557	11-07-5-21-012-0	199,930	(45,828)	96,998	816	816	51,310	-
W.I.C. Breastfeeding	10.557	11-07-5-21-035-0	19,309	(5,454)	17,544	-	-	12,090	-
W.I.C. Breastfeeding	10.557	12-07-5-21-035-0	14,000	-	6,480	-	-	8,954	(2,074)
<b>Subtotal by Federal CFDA Number</b>			<b>449,299</b>	<b>(51,282)</b>	<b>241,673</b>	<b>1,110</b>	<b>970</b>	<b>230,150</b>	<b>(39,619)</b>
<b>Total U.S. Department of Agriculture</b>			<b>\$ 1,818,779</b>	<b>\$ (114,819)</b>	<b>\$ 867,578</b>	<b>\$ 24,956</b>	<b>\$ 23,656</b>	<b>\$ 831,963</b>	<b>\$ (77,904)</b>
<b>U.S. Department of Housing and Urban Development</b>									
Passed through the Montana Department of Commerce:									
River Rock	14.228	MT-CDBG-11HR-01	\$ 450,000	\$ -	\$ 87,531	\$ -	\$ -	\$ 87,531	\$ -
Westmont	14.228	MT-CDBG-11PG-03	20,000	-	20,000	28,794	-	20,000	-
Public Facilities & Housing Project	14.228	MT-CDBG-10PF-03	450,000	-	3,000	-	-	3,000	-
<b>Subtotal by Federal CFDA Number</b>			<b>920,000</b>	<b>-</b>	<b>110,531</b>	<b>28,794</b>	<b>-</b>	<b>110,531</b>	<b>-</b>
Home Grant	14.239	M09-SG3001-13	86,000	438	4,861	4,900	4,900	5,299	-
<b>Total U.S. Department of Housing and Urban Development</b>			<b>\$ 1,006,000</b>	<b>\$ 438</b>	<b>\$ 115,392</b>	<b>\$ 33,694</b>	<b>\$ 33,694</b>	<b>\$ 115,830</b>	<b>\$ -</b>
<b>U.S. Department of Justice</b>									
BulletProof Vest Partnership Grant	16.607		\$ 4,230	\$ -	\$ -	\$ 918	\$ 918	\$ 918	\$ (918)
<b>Passed through the City of Helena:</b>									
Byrne Justice Assistance Grant (JAG) Program	16.738	2011-DJ-BX-3281	11,650	-	11,650	638	638	11,650	-
<b>Passed through Gallatin County:</b>									
Missouri River Drug Task Force	16.738	10-G01-90869	124,777	(17,896)	56,113	20,531	20,531	47,907	(9,690)
ARRA-Missouri River Drug Task Force	16.803	09-GR01-91059	136,427	(17,896)	67,763	21,169	21,169	59,557	(9,690)
<b>Subtotal by Federal CFDA Number</b>			<b>25,692</b>	<b>-</b>	<b>17,985</b>	<b>7,707</b>	<b>7,707</b>	<b>17,985</b>	<b>-</b>
<b>Passed through the Montana Board of Crime Control:</b>									
DUI Grant	16.727	11-U01-91105	29,405	-	10,727	-	-	11,540	(813)
DUI - Non RFP EUDL Funds	16.727	09-U01-90730	50,862	985	14,382	-	-	15,367	-
<b>Subtotal by Federal CFDA Number</b>			<b>80,267</b>	<b>985</b>	<b>25,109</b>	<b>-</b>	<b>-</b>	<b>26,907</b>	<b>(813)</b>
Violence Against Women Formula Grant	16.588	11-W02-90933	41,719	-	41,719	17,477	17,477	41,719	-
<b>Passed through the Secretary of State's Office:</b>									
Help America Vote Act of 2002	39.011	n/a	-	-	649	-	-	649	-
<b>Total U.S. Department of Justice</b>			<b>\$ 288,355</b>	<b>\$ (16,911)</b>	<b>\$ 153,225</b>	<b>\$ 47,271</b>	<b>\$ 47,271</b>	<b>\$ 147,735</b>	<b>\$ (11,421)</b>
<b>U.S. Department of the Interior</b>									
Hazardous Fuel Reduction (BLM - Projects)	15.228		\$ 101,425	\$ (4,537)	\$ 21,645	\$ -	\$ 448	\$ 34,655	\$ (17,995)
Hazardous Fuel Reduction (BLM - Projects)	15.228		415,000	(15,712)	90,529	1,336	-	130,540	(54,387)
<b>Subtotal by Federal CFDA Number</b>			<b>516,425</b>	<b>(20,249)</b>	<b>112,174</b>	<b>1,336</b>	<b>448</b>	<b>165,195</b>	<b>(72,382)</b>
Noxious Weed Control	15.235		37,162	2,000	5,229	-	-	7,229	-
ARRA-BLM MT ARRA Invasive Species Management	15.230		94,000	-	22,266	-	-	22,266	-

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2012

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beg Bal	Income/Other	Matching Income/Other	Matching Expense/Other	Federal Expenditures	Cash Bal
<b>Passed through the Montana Historical Society:</b>									
Urban Renewal Exhibit	15.904	MT-11-027	\$ 4,000	\$ -	\$ 4,000	\$ 9,627	\$ 9,627	\$ 4,000	\$ -
Historic Preservation	15.904	MT-11-018	5,500	-	5,500	5,961	5,961	5,500	-
<b>Subtotal by Federal CFDA Number</b>			<b>9,500</b>	<b>-</b>	<b>9,500</b>	<b>15,588</b>	<b>15,588</b>	<b>9,500</b>	<b>-</b>
<b>Total U.S. Department of the Interior</b>			<b>\$ 687,087</b>	<b>\$ (18,249)</b>	<b>\$ 149,169</b>	<b>\$ 16,924</b>	<b>\$ 16,036</b>	<b>\$ 204,190</b>	<b>\$ (72,382)</b>
<b>U.S. Federal Highway Administration</b>									
Mayville Road Improvement Program	20.205		\$ 7,423,363	\$ (1,888)	\$ 18,247	\$ -	\$ -	\$ 16,359	\$ -
Forest Highway Surface Preservation & Safety	20.205		4,937,500	(116,370)	1,813,162	343,297	343,297	1,750,004	(53,212)
Rimini Road Project	20.205		549,000	-	35,964	-	-	177,866	(141,702)
<b>Passed through the State Department of Transportation:</b>									
CTEP-Jim Darcy Path Bridge	20.205	7215	34,632	(5,653)	29,889	-	-	28,874	(4,638)
Air Quality Equipment	20.205	UPN 6770-CM STWD	175,879	-	175,879	27,262	27,262	175,879	-
Warren School SRTS Path- Helena	20.205	7684	195,535	-	3,011	-	-	8,695	(5,684)
Way to Go Campaign-L&C Co.	20.205		30,000	-	4,169	-	1,340	8,643	(5,814)
Safe Routes to School	20.205	105758	16,450	-	-	-	-	5,433	(5,433)
CTEP-Benton Ave Sidewalks	20.205	7329	67,204	-	67,204	10,417	10,417	67,204	-
CTEP-Courthouse Square Rehab	20.205	7394	223,427	-	201,037	33,596	33,596	216,750	(15,713)
<b>Passed through Cascade County:</b>									
Extraordinary Snow Removal	20.205	N/A	-	-	-	-	-	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>13,652,990</b>	<b>(123,911)</b>	<b>2,348,562</b>	<b>414,572</b>	<b>415,912</b>	<b>2,455,507</b>	<b>(232,196)</b>
Traffic Safety	20.600 & 20.601	2011-02-06-25	9,000	(2,135)	7,332	-	-	5,197	-
Traffic Safety	20.600 & 20.601	106080	12,000	-	1,675	-	-	4,906	(3,231)
<b>Subtotal by Federal CFDA Number</b>			<b>21,000</b>	<b>(2,135)</b>	<b>9,007</b>	<b>-</b>	<b>-</b>	<b>10,103</b>	<b>(3,231)</b>
<b>Total U.S. Federal Highway Administration</b>			<b>\$ 13,673,990</b>	<b>\$ (126,046)</b>	<b>\$ 2,357,569</b>	<b>\$ 414,572</b>	<b>\$ 415,912</b>	<b>\$ 2,465,610</b>	<b>\$ (235,427)</b>
<b>Environmental Protection Agency</b>									
Brownfield Assessment Program	66.818		\$ 400,000	\$ (23,753)	\$ 111,703	\$ -	\$ -	\$ 146,141	\$ (58,191)
Targeted Watershed Grant	66.439		899,000	(23,146)	108,761	6,863	6,863	100,000	(14,385)
Tri-County Small Business Efficiency Program	66.041		305,000	(2,544)	16,974	-	-	32,326	(17,896)
East Helena Superfund Cooperative Agreement	66.802		473,977	(62,220)	270,935	-	-	254,277	(45,562)
<b>Passed through the State Department of Natural Resources and Conservation:</b>									
Helena Area Groundwater Project Phase II	66.460	210112	95,000	(13,220)	56,768	84,138	84,138	53,728	(10,180)
Lake Helena Watershed Restoration Project	66.460	211072	160,000	-	17,058	116,752	116,752	23,035	(5,977)
Helena Area Groundwater Project	66.460	209071	30,000	(363)	363	-	-	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>285,000</b>	<b>(13,583)</b>	<b>74,189</b>	<b>200,890</b>	<b>200,890</b>	<b>76,763</b>	<b>(16,157)</b>
Public Water Supplies	66.605	510042	8,280	-	2,515	-	-	2,515	-
Air Quality Program Survey	66.605	512038	33,750	-	-	-	-	3,963	(3,563)
Air Pollution Control Program	66.605	20.041	20,041	(8,651)	15,232	16,709	20,551	20,041	(8,651)
Air Pollution Control Program	66.605	511003	20,041	(4,363)	5,010	647	647	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>82,112</b>	<b>(4,363)</b>	<b>22,757</b>	<b>16,709</b>	<b>21,198</b>	<b>26,119</b>	<b>(12,214)</b>
Water Infrastructure-Wastewater Development in the Helena Valley	66.418	XP-98860801-0	1,455,000	-	-	292	292	357	(357)
<b>Total U.S. Environmental Protection Agency</b>			<b>\$ 3,900,089</b>	<b>\$ (129,609)</b>	<b>\$ 605,319</b>	<b>\$ 224,754</b>	<b>\$ 229,243</b>	<b>\$ 635,983</b>	<b>\$ (164,762)</b>
<b>Office of Energy Efficiency &amp; Renewable Energy</b>									
ARRA-Energy Efficiency and Conservation Block Grant	81.128		\$ 120,400	\$ (21,669)	\$ 48,782	\$ -	\$ -	\$ 27,113	\$ -
ARRA-Energy Efficiency and Conservation Block Grant	81.128		138,600	-	138,600	1,302	1,302	138,600	-
<b>Passed through the State Department of Environmental Quality:</b>									
ARRA-Lewis & Clark County Shop Energy Efficiency Project	81.128	210154	61,519	(34,058)	36,284	-	2,226	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>320,519</b>	<b>(55,727)</b>	<b>223,666</b>	<b>1,302</b>	<b>3,528</b>	<b>165,713</b>	<b>-</b>
ARRA-Lincoln/Headwaters Plastic Recycling	81.041	210094	14,000	(4,350)	5,267	700	700	917	-
<b>Total U.S. Office of Energy Efficiency &amp; Renewable Energy</b>			<b>\$ 334,519</b>	<b>\$ (60,077)</b>	<b>\$ 228,933</b>	<b>\$ 2,002</b>	<b>\$ 4,228</b>	<b>\$ 166,630</b>	<b>\$ -</b>

LEWIS AND CLARK COUNTY, MONTANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2012

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beg Bal	Income/Other	Matching Income/Other	Matching Expense/Other	Federal Expenditures	Cash Bal
<b>Federal Emergency Management Agency</b>									
Passed through the Department of Military Affairs:									
CERT Program	97.067	2006-GE-T6-0062	\$ 1,216	\$ 500	\$ -	\$ -	\$ -	\$ -	\$ 500
Homeland Security Grant Program	97.067	EMMW-2011-SS-00052	75,000	-	-	-	-	70,025	(70,025)
Homeland Security Grant Program	97.067	DHS-10-GPD-067-000-01	38,860	-	12,838	-	-	21,488	(8,650)
Homeland Security Grant Program	97.067	2009-SS-T9-0005	30,057	(6,423)	8,173	-	-	1,750	-
Interoperable Emergency Comm.	97.067	2009-IP-T9-0033	124,533	-	85,857	-	-	123,056	(37,199)
Homeland Security Grant Program	97.067	2009-SS-T9-0005	8,217	(8,212)	8,212	-	-	-	-
<b>Subtotal by Federal CFDA Number</b>			<b>277,883</b>	<b>(14,135)</b>	<b>115,080</b>	-	-	<b>216,319</b>	<b>(115,374)</b>
Homeland Security Grant Program EMPG	97.042	2010-EP-E0-0015	52,605	(11,924)	11,924	-	-	-	-
Homeland Security Grant Program EMPG	97.042	EMMW-2011-EP-00035	57,871	45,266	52,265	57,265	52,078	52,078	(11,812)
<b>Subtotal by Federal CFDA Number</b>			<b>110,476</b>	<b>(11,924)</b>	<b>57,190</b>	<b>52,265</b>	<b>57,265</b>	<b>52,078</b>	<b>(11,812)</b>
2011 Spring Flooding	97.036	1996-DR-MT	-	-	178,776	94,489	-	139,299	133,966
Pre-Disaster Mitigation Planning Grant	97.047	PDMC-PL-08-MT-2010-003	30,000	(16,725)	24,600	7,663	7,663	7,875	-
<b>Total Federal Emergency Management Agency</b>			<b>\$ 418,359</b>	<b>\$ (42,784)</b>	<b>\$ 375,646</b>	<b>\$ 154,417</b>	<b>\$ 64,928</b>	<b>\$ 415,571</b>	<b>\$ 6,780</b>
<b>Office of National Drug Control Policy</b>									
High Intensity Drug Trafficking Area (HIDTA)	95.001		\$ 128,128	(22,166)	\$ 81,319	\$ 12,848	\$ 9,969	\$ 62,032	\$ -
High Intensity Drug Trafficking Area (HIDTA)	95.001		137,266	-	36,496	-	-	66,916	(30,420)
<b>Total U.S. Office of National Drug Control Policy</b>			<b>\$ 265,394</b>	<b>\$ (22,166)</b>	<b>\$ 117,815</b>	<b>\$ 12,848</b>	<b>\$ 9,969</b>	<b>\$ 128,948</b>	<b>\$ (30,420)</b>
<b>U.S. Department of Health and Human Services</b>									
Passed through the State Department of Public Health and Human Services:									
Community Health Assessment	93.991	11-07-1-01-016-0	\$ 15,000	\$ -	\$ 15,000	\$ -	\$ -	\$ 15,000	\$ -
Tuberculosis High Risk	93.116	n/a	1,000	-	1,000	-	-	1,000	-
Tuberculosis Control Program	93.116	12-07-4-11-048-0	3,000	-	1,000	-	-	2,446	(1,446)
Tuberculosis Control Program	93.116; 93.991	11-07-4-11-048-0	4,000	(476)	4,000	-	-	3,524	-
<b>Subtotal by Federal CFDA Number</b>			<b>23,000</b>	<b>(476)</b>	<b>21,000</b>	-	-	<b>21,970</b>	<b>(1,446)</b>
Childhood Immunization Grant	93.268	12-07-4-31-024-0	10,969	-	10,968	-	-	8,955	2,013
Childhood Immunization Grant	93.268	11-07-4-31-024-0	25,698	1,459	14,730	-	-	16,189	-
<b>Subtotal by Federal CFDA Number</b>			<b>36,667</b>	<b>1,459</b>	<b>25,698</b>	-	-	<b>25,144</b>	<b>2,013</b>
HIV Prevention Services	93.940	11-07-4-51-013-0	51,679	-	34,685	-	-	34,685	-
HIV Prevention Services	93.940	12-07-4-51-009-0	13,460	(149)	-	-	-	10,335	(10,484)
<b>Subtotal by Federal CFDA Number</b>			<b>65,139</b>	<b>(149)</b>	<b>34,685</b>	-	-	<b>45,020</b>	<b>(10,484)</b>
ARRA - H1N1 Phase IV	93.069	3H75TP000377-01W1	8,889	(99)	\$ -	\$ 99	\$ -	\$ -	\$ -
Bioterrorism	93.069	11-07-6-11-028-0	99,343	8,605	44,704	-	-	53,509	-
Bioterrorism	93.069	12-07-6-11-028-0	74,506	-	52,154	-	-	46,791	5,363
<b>Subtotal by Federal CFDA Number</b>			<b>182,738</b>	<b>8,706</b>	<b>96,858</b>	<b>99</b>	-	<b>100,300</b>	<b>5,363</b>
HIV Medical Case Management	93.117	11-07-4-51-103-0	7,000	-	6,247	500	4,678	6,049	698
HIV Case Management	93.117	10-07-4-51-106-0	10,750	8,207	2,000	-	-	5,529	-
<b>Subtotal by Federal CFDA Number</b>			<b>17,750</b>	<b>8,207</b>	<b>8,247</b>	<b>500</b>	<b>4,678</b>	<b>11,578</b>	<b>698</b>
ARRA - Best Beginnings Community Councils	93.708	1102COMM0005	47,569	-	6,598	-	-	6,269	329
Best Beginnings Community Councils	93.110	1102COMM0005	6,474	-	898	-	-	853	45
Best Beginnings Community Councils	93.600	1102COMM0005	3,757	-	521	-	-	495	26
Title IV-Legal Services	93.658	12-03-8-25-001-0	n/a	-	-	-	-	28,197	(11,131)
Maternal Infant and Early Childhood Home Visiting Infra. Development	93.505	12-07-5-31-032-0	99,991	-	49,996	-	-	8,297	41,699
Maternal Child Health and Block Grant	93.994	12-07-5-01-025-0	70,148	918	70,148	52,611	52,611	70,148	918
<b>Subtotal by Federal CFDA Number</b>			<b>15,000</b>	-	<b>11,250</b>	<b>17</b>	<b>17</b>	<b>5,617</b>	<b>5,633</b>
Passed through Montana State University:									
MT NAPA Obesity Prevention Project	93.283	11-07-3-01-021-0	15,000	2,312	8,750	-	-	11,062	-
MT NAPA Obesity Prevention Project	93.283		30,000	2,312	20,000	17	17	16,679	5,633
<b>Subtotal by Federal CFDA Number</b>			<b>\$ 45,000</b>	<b>\$ 4,624</b>	<b>\$ 28,750</b>	<b>\$ 17</b>	<b>\$ 17</b>	<b>\$ 27,741</b>	<b>\$ 11,263</b>
Passed through Missoula County:									
Aids Early Intervention	93.918	n/a	13,000	(1,964)	13,000	-	-	6,102	4,934
<b>Total U.S. Department of Health and Human Services</b>			<b>\$ 596,233</b>	<b>\$ 19,013</b>	<b>\$ 347,649</b>	<b>\$ 81,424</b>	<b>\$ 85,503</b>	<b>\$ 323,986</b>	<b>\$ 38,597</b>



LEWIS AND CLARK COUNTY, MONTANA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 Year Ended June 30, 2012

Federal Grantor/Pass - Through Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Program or Award Amount	Beg Bal	Income/Other	Matching Income/Other	Matching Expense/Other	Federal Expenditures	Cash Bal
<b>Drug Enforcement Administration</b>									
Equitable Sharing	16.922	N/A	\$ -	\$ -	\$ 8,258	\$ -	\$ -	\$ 8,258	\$ -
<b>Total Drug Enforcement Administration</b>			\$ -	\$ -	\$ 8,258	\$ -	\$ -	\$ 8,258	\$ -
<b>Other Federal Financial Assistance</b>									
Passed through State Treasurer's Office: Taylor Grazing	15.034	N/A	\$ -	\$ -	\$ 1,688	\$ -	\$ -	\$ 1,688	\$ -
<b>Total Other Federal Financial Assistance</b>			\$ -	\$ -	\$ 1,688	\$ -	\$ -	\$ 1,688	\$ -
<b>Total Federal Financial Assistance - Primary Government</b>			\$ 22,958,805	\$ (511,210)	\$ 5,328,241	\$ 1,012,862	\$ 930,440	\$ 5,446,392	\$ (546,939)
<b>Component Unit Federal Financial Assistance</b>									
<b>U.S. Department of Health and Human Services</b>									
Community Health Centers	93.224		282,638	213,871	68,767			282,638	-
Community Health Centers	93.224		924,252	196,665	924,252	1,123,514	1,320,179	924,252	-
Healthcare for the Homeless	93.224		138,084		138,084			138,084	(2,022)
Patient Center Medical Home	93.224		35,000					2,022	
Community Health Centers	93.224				102,694			102,694	-
Healthcare for the Homeless	93.224		23,013		23,013			23,013	-
Community Health Centers	93.224		1,129,641		152,777	1,046,316	266,562	152,777	779,754
Healthcare for the Homeless	93.224		253,154		62,766	48,313		22,789	88,290
<b>Passed through Riverstone Health:</b>									
Healthcare for the Homeless	93.224	6 H80CS00418-10-03	115,069	(36,170)	102,443		14,826	51,447	-
<b>Subtotal by Federal CFDA Number</b>			<b>3,003,545</b>	<b>374,366</b>	<b>1,574,796</b>	<b>2,218,143</b>	<b>1,601,567</b>	<b>1,699,716</b>	<b>866,022</b>
ARRA - Capital Improvement Program	93.703		469,345		309,773	29,047	29,047	309,773	-
Mental Health	93.912		100,000		91,491	44,406	22,146	100,000	13,751
Mental Health	93.912		179,643	(8,804)	41,819			33,015	-
<b>Subtotal by Federal CFDA Number</b>			<b>279,643</b>	<b>(8,804)</b>	<b>133,310</b>	<b>44,406</b>	<b>22,146</b>	<b>133,015</b>	<b>13,751</b>
Healthcare & Other Facilities	93.887		99,000		88,840			88,840	-
<b>Passed through the State Department of Public Health and Human Services:</b>									
Access to Baby & Child Dentistry	10.561	09-07-5-01-061-0	24,089	17,298				17,298	-
Healthy Montana Kids CHIPRA Outreach	93.767	10-11-2-01-016-0	28,845	3,351	570	1,049		4,970	-
<b>Total Component Unit</b>			<b>\$ 3,904,467</b>	<b>\$ 386,211</b>	<b>\$ 2,107,289</b>	<b>\$ 2,292,645</b>	<b>\$ 1,652,760</b>	<b>\$ 2,253,612</b>	<b>\$ 879,773</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 26,863,272</b>	<b>\$ (124,999)</b>	<b>\$ 7,435,530</b>	<b>\$ 3,305,507</b>	<b>\$ 2,583,200</b>	<b>\$ 7,700,004</b>	<b>\$ 332,834</b>

**LEWIS AND CLARK COUNTY, MONTANA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the Fiscal Year Ended June 30, 2012**

**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 – Subrecipients**

Circular A-133 requires the schedule of expenditures of federal awards to include, to the extent practical, an identification of the total amount provided to subrecipients from each federal program. Of the federal expenditures presented in the schedule, Lewis and Clark County provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Lincoln Valley Snowmobile Trails	10.664	\$ 2,820
MIEC Home Visiting Infrastructure Development	93.505	\$ 49,996
Best Beginnings Community Councils	93.110	\$ 8,017
River Rock	14.228	\$ 87,531
Westmont	14.228	\$ 20,000

**Note 3 - Other Information**

**U S Department of Agriculture**

The \$439,411 reported, represents 66 2/3 percent of the total amount of \$658,787 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.



