

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2010



RAMSEY COUNTY, MINNESOTA  
15 WEST KELLOGG BOULEVARD, ROOM 270  
SAINT PAUL, MINNESOTA 55102

## FINANCIAL HIGHLIGHTS

(Dollars in thousands except per capita amounts)		2010	Restated 2009	Percent Change
<b>Government-wide Financial Statements:</b>				
<b>Assets</b>		\$ 1,171,967	\$ 1,151,762	1.8%
<b>Liabilities</b>		\$ 380,790	\$ 381,545	(0.2%)
<b>Net Assets</b>		\$ 791,177	\$ 770,217	2.7%
<b>Government-wide Financial Statements:</b>				
<b>Revenues</b>		\$ 626,989	\$ 590,500	6.2%
<b>Expenses</b>		\$ 606,028	\$ 566,537	7.0%
<b>Increase in Net Assets</b>		\$ 20,961	\$ 23,963	
<b>Expense per Capita</b>		\$ 1,191.47	\$ 1,119.02	6.5%
<b>Investment/Cash Ratio</b>		96.0%	99.2%	(3.2%)
<b>Average Investment Book Yield</b>		2.07%	2.87%	(27.9%)
<b>General Obligation Debt</b>		\$ 205,602	\$ 204,662	0.5%
<b>Net General Obligation Debt Per Capita</b>		\$ 363.06	\$ 365.85	(0.8%)
<b>Bond Ratings</b>	Moody's Investor Services	Aaa	Aaa	
	Standard & Poor's	AAA	AAA	
<b>Property Taxes</b>	Levy (General County)	\$ 257,035	\$ 249,958	2.8%
	Net Tax Capacity Rates	50.80	46.60	9.0%
	Net Tax Capacity (Adjusted)	\$ 513,488	\$ 543,208	(5.5%)
	Market Values	\$ 43,219,897	\$ 45,921,070	(5.9%)
<b>Number of Budgeted Employees (FTE)</b>		3,816.15	3,875.41	(1.5%)

# Comprehensive Annual Financial Report

## of the

# County of Ramsey, Minnesota

Year Ended December 31, 2010

### BOARD OF COUNTY COMMISSIONERS

	<b>District</b>
Tony Bennett	1
Jan Parker	2
Janice Rettman	3
Toni Carter	4
Rafael Ortega	5
Jim McDonough	6
Victoria Reinhardt, Chair	7
Julie Kleinschmidt	County Manager

Prepared by: Budgeting & Accounting Office of  
the County Manager's Department

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# **Section I**

## **Introductory Section**

**RAMSEY COUNTY  
LIST OF PRINCIPAL OFFICIALS  
As of December 31, 2010**

	<b>Name</b>	<b>Term Expires</b>
<b>ELECTED</b>		
<b>Commissioners:</b>		
1st District	Tony Bennett	January 2013
2nd District	Jan Parker	January 2013
3rd District	Janice Rettman	January 2015
4th District	Toni Carter	January 2015
5th District	Rafael Ortega	January 2015
6th District	Jim McDonough	January 2015
7th District	Victoria Reinhardt, Chair	January 2013
County Attorney	John Choi	January 2015
County Sheriff	Matt Bostrom	January 2015
<b>APPOINTED</b>		
County Manager	Julie Kleinschmidt	Indefinite
Assessor	Stephen Baker	December 31, 2012
Property Records & Revenue Director	Mark Oswald	Indefinite
Information Services Director	Mary Mahoney	Indefinite
Community Corrections Director	Carol Roberts	Indefinite
Parks & Recreation Director	Gregory Mack	Indefinite
County Engineer	James Tolaas	January 4, 2012
Community Human Services Director	Monty Martin	Indefinite
Interim Public Health Co-Directors	Zach Hansen	Indefinite
	Diane Holmgren	Indefinite

**CIVIL SERVICE APPOINTMENTS**

Human Resources Director	Gail Blackstone
Budgeting & Accounting Director	Lee Mehrkens



June 20, 2011

Honorable Chair and Commissioners  
Ramsey County Board of Commissioners  
Room 220 Court House  
St. Paul, Minnesota 55102

Commissioners:

The comprehensive annual financial report of Ramsey County is submitted for the fiscal year ended December 31, 2010. This report was prepared by the Office of Budgeting & Accounting. Responsibility for both the accuracy of the presented data and completeness and fairness of the presentation, including all disclosures, rests with County management. This report conforms to Generally Accepted Accounting Principles (GAAP) as set forth in the pronouncements of the Governmental Accounting Standards Board (GASB).

We believe the data are accurate in all material aspects, and set forth the financial position and results of operations of the County, as measured by the financial activity of its various funds, and all disclosures necessary to enable maximum understanding of the County's financial affairs.

Copies of this report will be sent to elected officials, County management, credit rating agencies, financial institutions, and governmental agencies, which have expressed an interest in Ramsey County's financial affairs, and will be made available on the Ramsey County website.

The County is required to undergo an annual single audit in conformity with the provisions of the U.S. Office of Management & Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." The schedule of expenditures of federal awards is included in this report on Schedule 10. The findings and recommendations and auditor's report on the internal control structure and compliance with applicable laws and regulations will be included in the Auditor's Management and Compliance letter to the County and is not part of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a 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. The County's MD&A can be found immediately following the report of the independent auditors.

### **INTERNAL CONTROL**

To provide a reasonable basis for making these representations, Ramsey County has established a comprehensive internal control framework that is designed to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of Ramsey County's financial statements in conformity with Generally Accepted Accounting

Principles. Because the cost of internal controls should not outweigh their benefits, Ramsey County's comprehensive framework of internal controls has been designed to provide a reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. All internal control evaluations occur within this framework.

## **GENERAL INFORMATION**

Ramsey County has an area of 170.2 square miles (107,520 acres) and is the State's second most populous county. Ramsey County was organized on October 27, 1849 and is governed by the general laws of the State of Minnesota. On November 6, 1992, the County became the first Home Rule Charter County in the State, which provides additional powers to the County. The City of Saint Paul comprises slightly less than half of the County's total taxable value, and is the Minnesota State Capital and the County Seat.

## **GOVERNMENTAL ORGANIZATION AND SERVICES**

A seven-member Board of Commissioners determines County policy and decides how money should be spent for the well-being of the people it represents. All members serve overlapping four-year terms of office. Each member also serves on numerous other boards and committees.

The Board appoints the County Manager who is the chief administrative officer of the County. The County Manager is responsible for the administration of Board policy and for the management of the various County departments.

The County provides a full range of services contemplated by statute. This includes public safety, recreation, public works, health services, cultural, human services, vital statistics, and tax assessment and collection. The County also operates, as enterprise funds, a nursing home, a home for developmentally disabled residents, and a golf course.

## **REPORTING ENTITY**

The financial reporting entity includes all funds of the County including component units. Component units are legally separate entities for which the primary government is financially accountable. The criteria used in determining the reporting entity are consistent with the GASB Statement 14.

Blended component units are legally separate entities which, in substance, are part of the primary government's operation and, therefore, part of the primary government. Accordingly, the Ramsey County Regional Railroad Authority and the Ramsey County Housing & Redevelopment Authority are reported as special revenue funds.

## **MAJOR COUNTY INITIATIVES**

### **Health & Human Services**

- In Ramsey County in 2010, families struggled with lost jobs, foreclosures and other challenges. During an economic crisis, counties provide assistance and programs that keep people fed, clothed, sheltered and safe. People came to shelters and food shelves who had never before

asked for assistance. Caseloads rose at staggering rates. Some of the community impacts of this recession are highlighted below:

- Food stamp usage increased sharply: 23% from 2009, 82% from 2005.
- Medical Assistance cases increased: 7% from 2009-2010, 20% from 2005.
- Foreclosures remained high in 2010. There were 313% more foreclosures than in 2005.
- Workforce Solution Department helped over 18,316 clients search for employment, a 16% increase over the previous year; and they helped over 825 laid-off workers secure new employment.
- The Veterans Services Department took the first steps in the transition to a paperless process when use of veteran data software was implemented in 2010. Veteran records are now created in an on-line data system and information can be accessed by all staff. All forms and documents associated with filing claims and accessing benefits are scanned and available for virtual reference as the veteran moves through the benefits processes.
- Environmental Health started pilot projects with area schools, diverting food waste to livestock and out of the trash.
- A pilot project was started to expand recycling programs in schools that save money by keeping food waste, paper, bottles and cans out of the trash. We will be expanding this service to other schools.

#### Facilities

- Completed the design work and began construction of the East Metro Behavioral Health Crisis Center. This project will be completed in July 2011.
- Completed the design work and began remodeling of the Metro Square Office Building. This project will be completed in 2011.
- Vacated the old Arden Hills Library and prepared it for sale, while designing and constructing a new library in the New Brighton Community Center to continue library services to the residents of the Arden Hills/New Brighton area. This project will be completed in 2011.
- Continued to provide quality building services while maintaining an operating cost per gross square foot of \$6.31 for County buildings.
- Instituted a "Green Cleaning" program resulting in the elimination of 74 potentially hazardous cleaning products and introduced 41 Green Seal Certified cleaning products.
- Provided voice technology services to more than 6,900 County, City of St. Paul, and Minnesota 2<sup>nd</sup> Judicial District Court users.

#### Transportation, Recreation & Culture

- The newly expanded and remodeled Ramsey County Library in Roseville reopened in July 2010 to huge demand. Compared to business in the old facility, circulation increased 14%, visits were up 15%, library card registrations increased by 60%, and the number of reference questions answered was up by 33%.
- Recycled 100% of pavement removed on County roads and also utilized recycled parts in construction projects such as aggregates and bituminous millings.
- Reduced sand and salt usage by 30% since 2000 as part of snow and ice control operations.
- Tamarack Nature Center has mostly completed a multi-year project "Destination for Discovery". The project redesigns facilities, trails, programs and exhibits. The enhanced Tamarack Nature Center will provide opportunities for visitors to develop personal relationships with nature through a variety of means. The grand opening is scheduled in 2011.
- In May 2010, the Federal Transit Administration approved the Central Corridor Light Rail Transit project's entry into Final Design. The application to the federal government for the Full Funding Grant Agreement (FFGA) was completed in April 2011. The FFGA is the federal contract committing the federal government's 50 percent share of the project. In order to keep the project on schedule during the 2010 construction season, construction began on the

advanced traffic improvements on the East Bank of the University of Minnesota and east and west portions of the system. Heavy construction will begin in 2011.

- Work continues to transform the Union Depot into the premier Twin Cities multi-modal transportation hub permitting Ramsey County's and the region's residents and business access to light rail, high-speed rail, Amtrak, commuter rail, intra and intercity buses, bicycle and pedestrian facilities at a single location. The Regional Rail Authority selected Mortenson Construction as the Phase II Construction Manager for the renovation of the Union Depot. Phase I design services were completed in 2010 and Mortenson Construction submitted a Guaranteed Maximum Price of \$148,753,916 to finish the project. The Union Depot is expected to open in 2012.

#### Public Safety & Justice

- The Ramsey County Sheriff's Office was awarded a grant from the U.S. Department of Homeland Security, Federal Emergency Management Agency for an American Recovery and Reinvestment Act Port Security Grant Program. The grant was used to purchase equipment for the protection of critical infrastructure from terrorism, especially explosives and non-conventional threats that would cause major disruption to commerce and significant lost of life.
- The Juvenile Detention Alternatives Initiative, which has significantly reduced the numbers of juveniles in detention and on juvenile probation.
- Implementation of a Second Chance Grant at the Correctional Facility, which is meeting the needs of homeless mentally ill offenders by assisting them to effectively transition into housing and employment.

#### General

- Property Records & Revenue started a pilot program to "reuse, recycle, and renovate for reinvestment" tax forfeited properties. The goal is to reuse or recycle 75% of the building materials using deconstruction rather than demolition, then renovate the properties to be appealing taxable properties. Ramsey County is currently managing 86 vacant lots and 20 houses for the State.
- Completed a Comprehensive Local and Regional Trail Network Map using GIS and data provided by many cities; definitions have become a State-wide model.

### **COUNTY DEBT POLICY**

The Joint Property Tax Advisory Committee, created by State Statute, is made up of elected officials from Ramsey County, the City of Saint Paul and the Saint Paul Public Schools. Their charge is to reduce the overall tax burden on Saint Paul citizens through tax reform legislation, integration/consolidation of service delivery and creation of joint ventures. As a member of this Committee, the County will issue debt only for financing capital assets that, because of their long-term nature or because of budgetary constraints, cannot be acquired from current or budgeted resources. Debt is not used for operational needs.

Debt issues of the County will be sold competitively unless a unique circumstance dictates a negotiated or private placement sale.

The County strives to maintain the highest possible credit rating on its debt obligations. It has received the highest credit rating possible on its debt obligations.

Ramsey County's debt program is monitored and measured against financial industry standard benchmarks including benchmarks adopted by the Joint Property Tax Advisory Committee as described in the 2008 report on General Obligation Debt Overlapping on the Saint Paul Tax Base.

In addition to these debt management benchmarks, the group has recommended that the participating jurisdictions expand their efforts to jointly use facilities and transfer facilities between member jurisdictions as needs change.

### **INDEPENDENT AUDIT**

Minnesota State Law requires an audit to be made of the books of account, financial records, and transactions of the County. This requirement has been complied with and the Auditor's report has been included in this report.

In addition to meeting the requirements set forth in state laws, the audit is also designed to meet the requirements of the federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The County's Auditors will issue a management and compliance letter covering the review made as part of the examination of Ramsey County's system of internal control and compliance with applicable legal provisions. This letter also reflects the results of the County's single audit under provisions of the OMB Circular A-133.

### **CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Ramsey County for its comprehensive annual financial report for the fiscal year ended December 31, 2009. This is the 36th year the County has received this award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports 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 report continues to conform to Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the County also received the GFOA's Award for Distinguished Budget Presentation for the 2010 annual approved budget. The County has received this award for the past 27 years. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories including policy documentation, financial planning, and organization.

The County received its first GFOA's Popular Annual Financial Reporting Award for its 2009 Financial Report to Citizens. The award is given to those State and Local governments that issue an accessible and easily understandable financial report to the general public.

## ACKNOWLEDGMENTS

The preparation of this report is the result of the dedicated service of all the financial staff of the County. We would like to express our appreciation to all staff that assisted and contributed to its preparation. We would also like to thank the County Board of Commissioners for their support in maintaining the highest standards of professionalism in the management of the County's finances.

Sincerely,

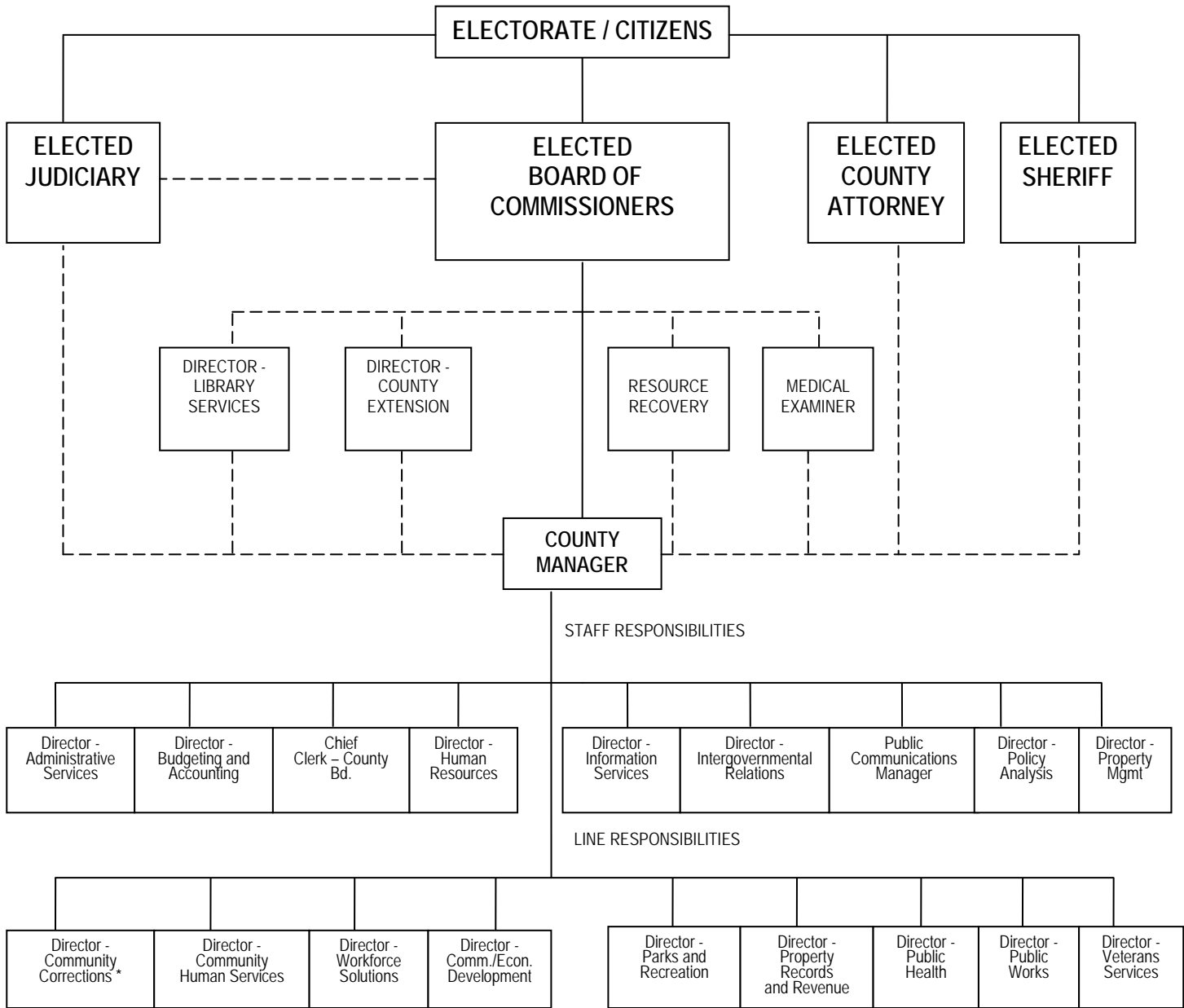


Julie Kleinschmidt  
County Manager



Lee Mehrkens, Director  
Budgeting & Accounting

# Ramsey County Organizational Chart



\*Internal Management Board comprised of Judges and Commissioners

\_\_\_\_\_ Direct lines of responsibility      - - - - - Administrative responsibility only

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Ramsey County  
Minnesota

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2009

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



President

Executive Director



# **Section II**

## **Financial Section**



REBECCA OTTO  
STATE AUDITOR

# STATE OF MINNESOTA

## OFFICE OF THE STATE AUDITOR

SUITE 500  
525 PARK STREET  
SAINT PAUL, MN 55103-2139

(651) 296-2551 (Voice)  
(651) 296-4755 (Fax)  
state.auditor@state.mn.us (E-Mail)  
1-800-627-3529 (Relay Service)

### INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners  
Ramsey County

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ramsey County, Minnesota, as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Ramsey County's management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year partial comparative information has been derived from the County's 2009 financial statements and, in our report dated June 21, 2010, we expressed unqualified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information.

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, each major fund, and the aggregate remaining fund information of Ramsey County as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Required Supplementary Information as listed in the table of contents be presented to supplement the basic financial statements. Such information,

although not 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. In accordance with auditing standards generally accepted in the United States of America, we have applied certain limited procedures to the required supplementary information, 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 Ramsey County's basic financial statements as a whole. The introductory section, the supplementary information, and the statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 20, 2011, on our consideration of Ramsey County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

  
REBECCA OTTO  
STATE AUDITOR

  
GREG HIERLINGER, CPA  
DEPUTY STATE AUDITOR

June 20, 2011

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Ramsey County offers readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended December 31, 2010. Readers are encouraged to consider the information presented here in conjunction with additional information that has been furnished in the letter of transmittal, which can be found on pages viii-xi of this report.

### Financial Highlights

- The assets of Ramsey County's governmental activities exceeded its liabilities at the close of the most recent fiscal year by \$792,754,206 (net assets). Of this amount, \$226,490,641 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$20,960,791.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$329,298,754, an increase of \$8,231,972 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$174,311,675, or 42.4% of total general fund expenditures.
- The County's total General Obligation debt increased by \$1,490,000 (.8%) during the current fiscal year.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Ramsey County's basic financial statements, which are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements** - The government-wide financial statements are designed to provide a broad overview of the County's finances, in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of Ramsey County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, transportation, sanitation, health, human services, conservation of natural resources, economic development and assistance, and culture and recreation. The business-type activities of the County include a nursing home, a home for developmentally delayed residents, special law enforcement services for certain municipalities, and a golf course.

The government-wide financial statements include not only the County itself (known as the primary government), but also a legally separate Regional Railroad Authority and a legally separate Housing & Redevelopment Authority for which Ramsey County is financially accountable. Although legally separate, the County Board of Commissioners serves as the governing board of these organizations. Therefore, they function as departments of the County, and have been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 15-19 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 County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: 1) governmental funds, 2) proprietary funds, and 3) fiduciary funds.

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide 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.

The County maintains four governmental fund types: General, Special Revenue, Debt Service, and Capital Projects. 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, capital projects fund, and the debt service fund, which

are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 20-21 of this report.

- 2) The County maintains two different types of proprietary funds: 1) 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 Care Center, Lake Owasso Residence, Ponds at Battle Creek, and Law Enforcement Services operations. 2) Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its Information Services, Firearms Range, and part of its Property Management operations. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Lake Owasso Residence and Ponds at Battle Creek, which are considered major funds. Data for the other two enterprise funds are combined into a single, aggregated presentation. Individual fund data for each nonmajor enterprise fund is provided in the form of combining statements elsewhere in this report. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 24-31 of this report.

- 3) Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Data from the fiduciary funds are combined into a single aggregated presentation. Individual fund data for each fiduciary fund is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on pages 32-33 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 34-68 of this report.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund budget and schedules on the County's Other Post Employment Benefit Plan. Required supplementary

information can be found on pages 69-72 of this report. Immediately following the required supplementary information is a budget to actual presentation of the Debt Service Major Fund. After that, the combining statements referred to earlier in connection with nonmajor governmental, enterprise and internal service funds are presented. Combining fund statements and schedules can be found on pages 78-106 of this report.

### Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$791,177,565 at the close of the most recent fiscal year.

The largest portion of Ramsey County's net assets (64.2%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), 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 its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

#### NET ASSETS

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	Restated				Restated	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Current and Other Assets	\$ 468,555,807	\$ 500,826,991	\$ 2,017,416	\$ 3,125,304	\$ 470,573,223	\$ 503,952,295
Capital Assets	<u>690,673,768</u>	<u>636,533,944</u>	<u>10,720,158</u>	<u>11,276,170</u>	<u>701,393,946</u>	<u>647,810,114</u>
Total Assets	1,159,229,575	1,137,360,935	12,737,574	14,401,474	1,171,967,169	1,151,762,409
Long-term Liabilities						
Outstanding	280,464,917	265,938,413	10,309,966	10,216,125	290,774,883	276,154,538
Other Liabilities	<u>86,010,472</u>	<u>101,468,366</u>	<u>4,004,249</u>	<u>3,922,731</u>	<u>90,014,721</u>	<u>105,391,097</u>
Total Liabilities	366,475,389	367,406,779	14,314,215	14,138,856	380,789,604	381,545,635
Net Assets:						
Invested in Capital Assets,						
Net of Related Debt	504,493,994	491,454,359	3,402,305	3,824,730	507,896,299	495,279,089
Restricted	61,769,571	64,652,023	-	-	61,769,571	64,652,023
Unrestricted	<u>226,490,641</u>	<u>213,847,774</u>	<u>(4,978,946)</u>	<u>(3,562,112)</u>	<u>221,511,695</u>	<u>210,285,662</u>
Total Net Assets	<u>\$ 792,754,206</u>	<u>\$ 769,954,156</u>	<u>\$(1,576,641)</u>	<u>\$ 262,618</u>	<u>\$ 791,177,565</u>	<u>\$ 770,216,774</u>

The government's net assets increased by \$20,960,791 during the current fiscal year. This increase is primarily due to increases in infrastructure construction for highways and bridges and building projects funded by capital contributions and grants.

**Governmental Activities** - Governmental activities increased the County's net assets by \$22,800,050, thereby accounting for all of the total growth in the net assets. Key elements of this increase are as follows:

- Capital Assets increased by \$54,139,844. The majority of this increase in capital assets was from highway construction and building projects funded by capital contributions and grants including moving the Option to Purchase into Capital Assets in 2010.
- Property tax collections increased in part due to the continuing State policy of relying more heavily on property taxes to finance services.
- Intergovernmental Revenues increased in part due to Federal stimulus funds.

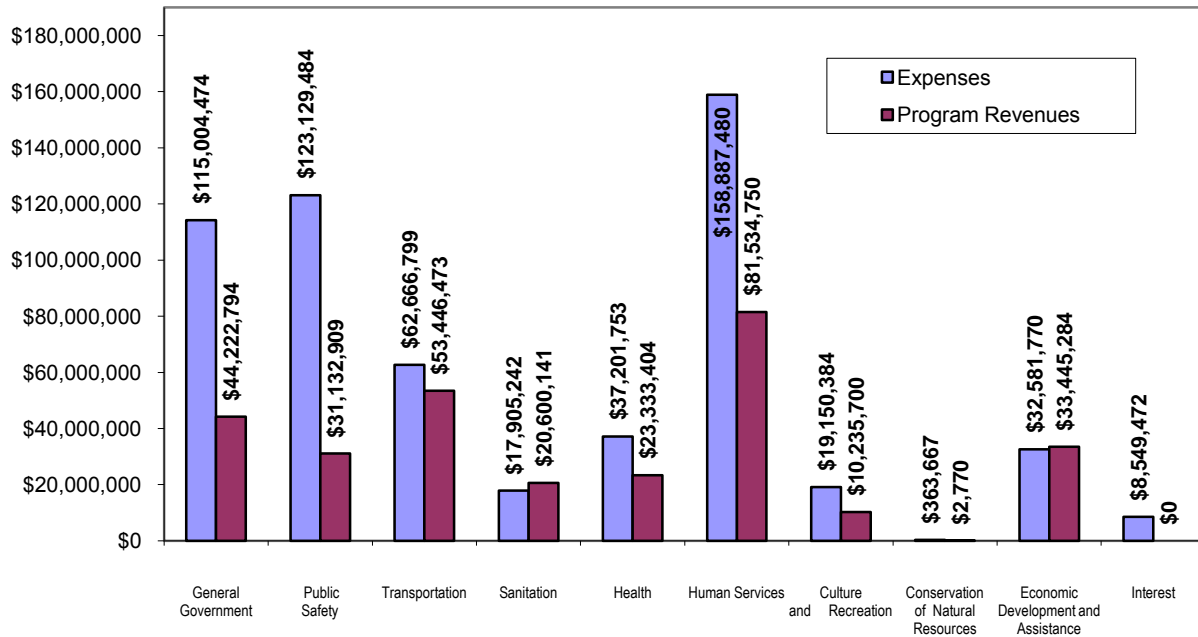
### CHANGES IN NET ASSETS

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2010</u>	<u>Restated 2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>Restated 2009</u>
Revenues:						
Program Revenues:						
Charges for Services, Fines & Other	\$ 87,842,472	\$ 81,094,929	\$27,754,248	\$28,541,389	\$115,596,720	\$109,636,318
Operating Grants & Contributions	162,779,433	163,946,094	326,855	362,275	163,106,288	164,308,369
Capital Grants & Contributions	47,332,320	20,636,945	-	357,393	47,332,320	20,994,338
General Revenues:						
Property Taxes	271,767,557	261,103,048	-	-	271,767,557	261,103,048
Grants & Contributions Not Not Restricted to Specific Programs	24,414,110	28,042,678	-	-	24,414,110	28,042,678
Investment Earnings	4,439,391	5,720,578	26,393	46,616	4,465,784	5,767,194
Other	<u>292,520</u>	<u>641,094</u>	<u>13,474</u>	<u>6,735</u>	<u>305,994</u>	<u>647,829</u>
Total Revenues	598,867,803	561,185,366	28,120,970	29,314,408	626,988,773	590,499,774
Expenses:						
General Government	115,004,474	83,028,090	-	-	115,004,474	83,028,090
Public Safety	123,129,484	126,613,064	-	-	123,129,484	126,613,064
Transportation	62,666,799	45,719,387	-	-	62,666,799	45,719,387
Sanitation	17,905,242	20,344,702	-	-	17,905,242	20,344,702
Health	37,201,753	29,132,076	-	-	37,201,753	29,132,076
Human Services	158,887,480	159,164,483	-	-	158,887,480	159,164,483
Culture & Recreation	19,150,384	30,920,839	-	-	19,150,384	30,920,839
Conservation of Natural Resources	363,667	309,757	-	-	363,667	309,757
Economic Development & Assistance	32,581,770	32,822,478	-	-	32,581,770	32,822,478
Interest	8,549,472	8,322,655	-	-	8,549,472	8,322,655
Lake Owasso Residence	-	-	8,494,803	8,479,113	8,494,803	8,479,113
Ponds at Battle Creek	-	-	683,309	655,002	683,309	655,002
Ramsey County Care Center	-	-	15,455,058	15,082,263	15,455,058	15,082,263
Law Enforcement Services	-	-	<u>5,954,287</u>	<u>5,942,423</u>	<u>5,954,281</u>	<u>5,942,423</u>
Total Expenses	<u>575,440,525</u>	<u>536,377,531</u>	<u>30,587,457</u>	<u>30,158,801</u>	<u>606,027,982</u>	<u>566,536,332</u>
Increase (Decrease) in Net Assets Before Transfers	<u>23,427,278</u>	<u>24,807,835</u>	<u>(2,466,487)</u>	<u>(844,393)</u>	<u>20,960,791</u>	<u>23,963,442</u>
Transfers	<u>(627,228)</u>	<u>(630,853)</u>	<u>627,228</u>	<u>630,853</u>	-	-
Increase (Decrease) in Net Assets	22,800,050	24,176,982	(1,839,259)	(213,540)	20,960,791	23,963,442
Net Assets – Beginning as Restated	<u>769,954,156</u>	<u>745,777,174</u>	<u>262,618</u>	<u>476,158</u>	<u>770,216,774</u>	<u>746,253,332</u>
Net Assets – End	<u>\$792,754,206</u>	<u>\$769,954,156</u>	<u>\$(1,576,641)</u>	<u>\$ 262,618</u>	<u>\$791,177,565</u>	<u>\$770,216,774</u>

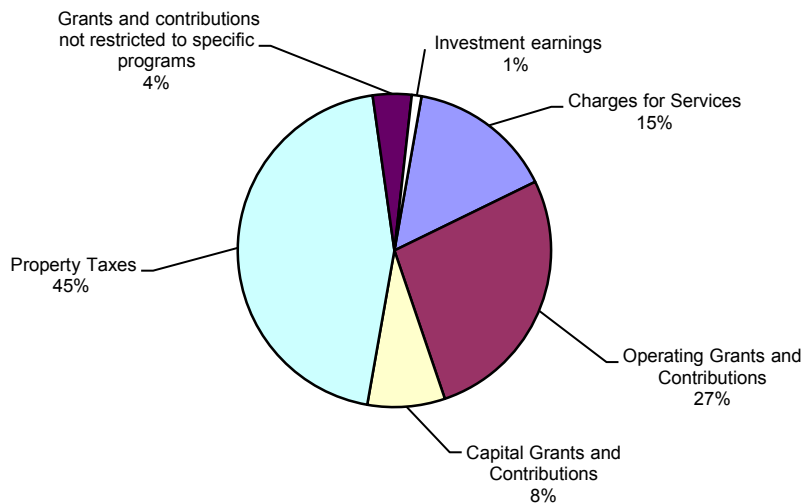
The following charts provide comparisons of governmental activities' program revenues and expenses and also show the sources of governmental activities' revenues.



### Expenses and Program Revenues - Governmental Activities



### Revenues by Source - Governmental Activities



**Business-type Activities** - Business-type activities decreased the County's net assets by \$1,839,259. Key elements of this decrease are as follows:

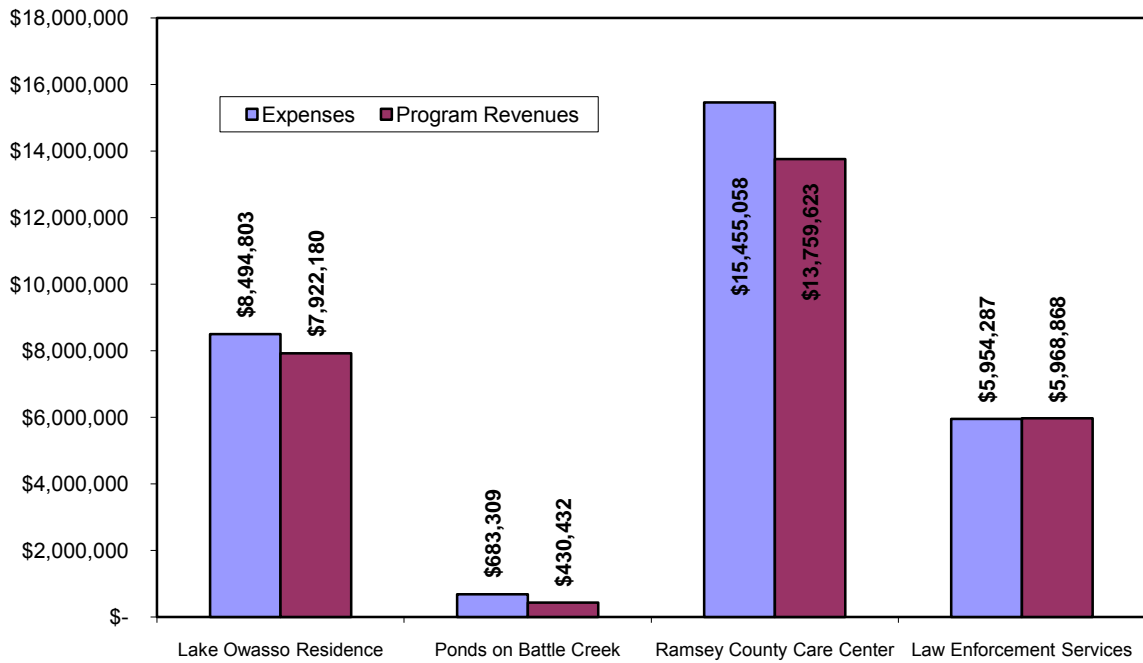
- Lake Owasso Residence had a decrease of net assets of \$308,777 due to recognizing their share of OPEB expense and reimbursement rates from the State declining.
- Ramsey County Care Center had a decrease in net assets of \$1,306,119 due primarily to decreased revenues from Medicare, HMO, and Managed Care revenues. Lower occupancy

in the Transitional Care Unit occurred in 2010 which accounted for most of the decreased revenue.

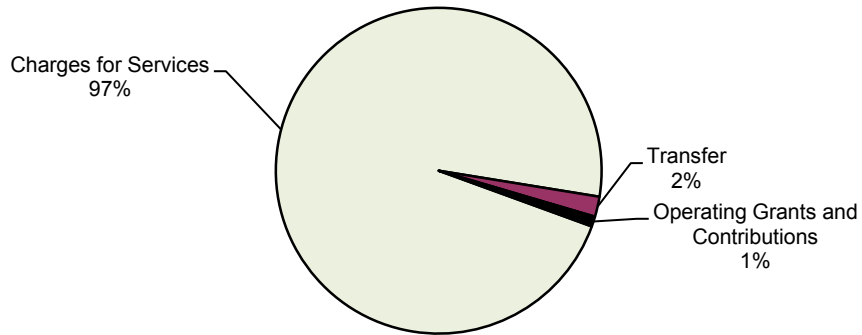
- Ponds at Battle Creek had a decrease in net assets of \$253,038 due to an operating loss and interest expense. It is anticipated the Golf Course would operate at a loss the first several years until revenues would be sufficient to cover expenses.

The following charts provide comparisons of business-type activities' program revenues and expenses and also show the sources of business-type activities' revenues.

**Expenses and Program Revenues - Business-type Activities**



**Revenues by Source - Business-type Activities**



## **Financial Analysis of the Government's Funds**

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds** – The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$329,298,754, a total fund balance increase of \$8,231,972 in comparison with the prior year. Approximately 68.0% of this total amount \$224,028,885 constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending, because it has already been committed (1) to liquidate contracts and purchase orders of the prior period \$44,144,391; (2) temporary loans to Other Funds \$22,781,969; or (3) for a variety of other restricted purposes \$38,343,509.

The General Fund is the chief operating fund of Ramsey County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$174,311,675, while total fund balance reached \$211,445,139. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 42.4% of total General Fund expenditures, while total fund balance represents 51.4% of that same amount.

The fund balance of the County's general fund increased by \$6,299,458 including the change to inventories during the current fiscal year. Key factors in this increase are as follows:

- Less spending on certain Human Service programs.
- Departments were asked to curtail spending due to State cutbacks.
- Certain tax funded projects carry over into the next year.

The Debt Service Fund had a total fund balance of \$36,855,378, all of which is reserved for the payment of debt service. The net decrease in fund balance during the current year in the debt service fund was \$1,071,927. The decrease was due to planned spend down of Debt Service Fund Balance.

The Capital Projects Fund had a fund balance of \$15,859,193 planned for construction. The fund balance increased by \$2,705,915, primarily due to several major projects starting in 2010.

**Proprietary Funds** – The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net assets of Lake Owasso Residence at the end of the year amounted to \$(67,733). The total decrease in net assets for the fund was \$308,777. This was a result of recognizing OPEB expense and declining reimbursement rates from the State.

Ponds at Battle Creek had a decrease in net assets of \$253,038 due to an operating loss and interest expense. The County has provided a temporary loan to help pay the long-term debt until fees can be generated to cover these costs.

Ramsey County Care Center had a decrease in net assets of \$1,306,119 due to lower occupancy rates in the Transitional Care Unit and recognizing OPEB.

### **General Fund Budgetary Highlights**

The difference between the original budget and the final amended budget was an increase of \$827,740 in appropriations. The major increases occurred when various Grants were awarded during the years.

The variance of final budget versus actual was due to project grants that have not been completed and spending cutbacks because of declining State revenues and economic conditions.

### **Capital Asset and Debt Administration**

**Capital Assets** – The County’s investment in capital assets for its governmental and business type activities as of December 31, 2010, amounts to \$701,393,946 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, park facilities, roads, highways, and bridges and computer software. The total increase in the County’s investment in capital assets for the current fiscal year was 8.4% (an 8.6% increase for governmental activities and a less than 4.9% decrease for business-type activities).

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

- A variety of street and building construction projects were completed in 2010; construction in progress as of the end of the current fiscal year was \$49,133,629, a decrease of \$20,377,104 from the prior year.
- Regional Rail made the final payment for the Union Depot capitalizing the purchase of \$45 million.

**Capital Assets**  
(Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
		Restated				Restated
	2010	2009	2010	2009	2010	2009
Land	\$137,368,646	\$ 98,201,461	\$ 107,073	\$ 107,073	\$137,475,719	\$ 98,308,534
Buildings & Improvements	250,850,510	234,898,633	7,110,505	7,461,299	257,961,015	242,359,932
Improvements Other Than Buildings	14,254,783	14,520,109	2,936,737	3,083,411	17,191,520	17,603,520
Equipment	25,367,909	26,451,620	565,843	624,387	25,933,752	27,076,007
Computer Software	692,947	760,181	-	-	692,947	760,181
Infrastructure	213,005,364	192,191,207	-	-	213,005,364	192,191,207
Construction in Progress	49,133,629	69,510,733	-	-	49,133,629	69,510,733
Total	<u>\$690,673,788</u>	<u>\$636,533,944</u>	<u>\$10,720,158</u>	<u>\$11,276,170</u>	<u>\$701,393,946</u>	<u>\$647,810,114</u>

Additional information on the County’s capital assets can be found in note IV.C on pages 49-50 of this report.

**Long-term Debt** – At the end of the current fiscal year, the County had total General Obligation bonded debt outstanding of \$189,270,000, which is backed by the full faith and credit of the government.

**Outstanding Debt**  
General Obligation and Revenue Bonds

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2010	2009	2010	2009	2010	2009
General Obligation Bonds	\$182,285,000	\$180,170,000	\$6,985,000	\$7,420,000	\$189,270,000	\$187,590,000
Notes Payable	5,522,000	5,712,000	-	-	5,522,000	5,712,000
Lease Revenue Bonds	<u>10,810,000</u>	<u>11,360,000</u>	<u>-</u>	<u>-</u>	<u>10,810,000</u>	<u>11,360,000</u>
Total	<u>\$198,617,000</u>	<u>\$197,242,000</u>	<u>\$6,985,000</u>	<u>\$7,420,000</u>	<u>\$205,602,000</u>	<u>\$204,662,000</u>

The County’s total bonded and note debt increased by \$940,000 (.5%) during the current fiscal year. The increase was primarily due to various remodeling projects around the County being started.

The County maintains a “AAA” rating from Standard & Poor’s and a “Aaa” rating from Moody’s for general obligation debt.

Minnesota state statutes limit the amount of general obligation debt a governmental entity may issue to 3% of its total market value of taxable property in the County. The current debt limitation for the County is \$1,380,674,082, which is significantly in excess of its outstanding general obligation debt of \$194,792,000.

Additional information on the County’s long-term debt can be found in note IV.I on pages 53-58 of this report.

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

- The unemployment rate for the County is currently 7.0%, which is a decrease from a rate of 7.8% a year ago. This compares to the state's average unemployment rate of 7.3% and the national average rate of 9.6%.
- The County is a fully developed urban center. Its roads and transportation system make access to the County easy for all citizens. Its population continues to grow but at a slower pace than in the previous decades. In 1980, the population was 485,765. In 2010, the population estimated by the Metropolitan Council was 508,640.
- Estimated Market Value of Taxable Property in the County decreased about \$2,456,137,100 in 2010 to \$45,921,069,800 or 5.08%. Residential property recorded a decrease in value of 6.14% while commercial values decreased 1.68%.
- Although many of the above indicators appear to show Ramsey County as economically strong and stable, it is important to be aware of some of the other dynamics that may affect it in the coming years. Ramsey is faced with the problems of older urban Counties. Its infrastructure of roads and bridges are aging and will require replacement and rebuilding in the coming years. Taxes will have to be used to effect these changes. This issue has been addressed by a functional consolidation of roads plan developed in 1993. The plan, which is complete, upgrades many roads and bridges in the County. Municipalities will become responsible for maintaining certain County roads and transfer major arterials to the County. This functional alignment focused additional funds to roads and allowed further use of County State aid funds.

All of these factors were considered in preparing the County's budget for the 2010 fiscal year.

During the current fiscal year, unreserved fund balance in the general fund was \$174,311,675. The 2010 approved budget included a 1.31% increase in spending. A 2.75% increase in the 2010 Property Tax Levy was approved, in part, to offset anticipated State revenue reductions and increased public safety initiatives.

## **Requests for Information**

This financial report is designed to provide a general overview of Ramsey County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of Budgeting & Accounting, Suite 270, 15 West Kellogg Boulevard, Saint Paul, Minnesota 55102.

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# **Basic Financial Statements**



**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF NET ASSETS**  
**DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	Governmental Activities	Business-type Activities	Total	
			2010	Restated 2009
<b>ASSETS</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 388,668,141	\$ 4,262,309	\$ 392,930,450	\$ 379,817,697
Cash with Trustee	1,897,118	-	1,897,118	1,937,254
Restricted Cash and Cash Equivalents	8,550	-	8,550	3,000
Petty Cash and Change Funds	26,675	20,500	47,175	47,450
Imprest Cash	-	-	-	60,000
Cooperative Investment	-	33,003	33,003	59,005
Receivables (Net):				
Taxes	7,439,089	-	7,439,089	6,089,077
Accounts	3,897,354	726,034	4,623,388	3,737,690
Accrued Interest	1,423,840	-	1,423,840	2,760,301
Internal Balances	4,645,213	(4,645,213)	-	-
Due from Other Governments	25,950,895	1,551,372	27,502,267	30,122,487
Lease Receivable	15,757,000	-	15,757,000	16,522,000
Loan Receivables	15,562,411	-	15,562,411	14,316,090
Prepaid Items	206,672	-	206,672	218,637
Inventories	1,321,409	38,439	1,359,848	1,442,101
Total Current Assets	<u>466,804,367</u>	<u>1,986,444</u>	<u>468,790,811</u>	<u>457,132,789</u>
Non Current Assets:				
Advance to Other Governments	110,317	-	110,317	4,500
Advance to Other Organizations	346,745	-	346,745	372,637
Option to Purchase	-	-	-	45,278,408
Deferred Charges	1,294,378	30,972	1,325,350	1,163,961
Capital Assets not being Depreciated:				
Land	137,368,646	107,073	137,475,719	98,308,534
Construction in Progress	49,133,629	-	49,133,629	69,510,733
Capital Assets being Depreciated:				
Improvements other than Buildings	39,805,063	4,185,030	43,990,093	42,580,674
Buildings	315,632,726	9,374,214	325,006,940	303,076,675
Building Improvements	23,868,183	3,516,038	27,384,221	25,347,196
Equipment	75,946,158	2,622,029	78,568,187	77,944,456
Computer Software	8,810,635	-	8,810,635	8,810,635
Infrastructure	406,126,195	-	406,126,195	387,244,255
Less: Accumulated Depreciation	<u>(366,017,447)</u>	<u>(9,084,226)</u>	<u>(375,101,673)</u>	<u>(365,013,044)</u>
Total Non Current Assets	<u>692,425,228</u>	<u>10,751,130</u>	<u>703,176,358</u>	<u>694,629,620</u>
Total Assets	<u>1,159,229,595</u>	<u>12,737,574</u>	<u>1,171,967,169</u>	<u>1,151,762,409</u>

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

**RAMSEY COUNTY, MINNESOTA  
STATEMENT OF NET ASSETS  
DECEMBER 31, 2010**

**EXHIBIT 1  
(continued)**

**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
			<b>2010</b>	<b>Restated 2009</b>
<b>LIABILITIES</b>				
Current Liabilities:				
Salaries Payable	14,358,418	1,117,962	15,476,380	14,329,856
Accounts Payable	14,326,619	397,280	14,723,899	13,924,511
Contracts Payable	6,953,898	-	6,953,898	6,125,900
Interest Payable, Current	3,921,432	140,531	4,061,963	4,037,774
Loan Payable, Current	5,998	-	5,998	14,294
Contract for Deed Payable, Current	-	-	-	13,690,658
Due to Other Governments	10,201,905	526,572	10,728,477	17,574,714
General Obligation and Revenue Bonds Payable, Current	15,736,776	472,610	16,209,386	15,512,745
Claims and Judgments Payable, Current	2,775,724	-	2,775,724	1,792,623
Vacation and Compensatory Time Payable	17,721,152	1,349,294	19,070,446	18,385,022
Current Liabilities Payable from Restricted Assets:				
Customer Deposits Payable	8,550	-	8,550	3,000
<b>Total Current Liabilities</b>	<b>86,010,472</b>	<b>4,004,249</b>	<b>90,014,721</b>	<b>105,391,097</b>
Non Current Liabilities:				
Advance from Other Governments	3,330,844	-	3,330,844	5,500,889
Unearned Revenue	8,392,698	-	8,392,698	6,472,319
General Obligation and Revenue Bonds Payable, Long-term	187,144,005	6,768,287	193,912,292	193,593,544
Loans Payable, Long-term	-	-	-	5,990
Compensated Absences Payable	18,035,095	809,708	18,844,803	18,960,082
Claims and Judgments Payable, Long-term	8,621,269	-	8,621,269	5,428,462
Net OPEB Liability	54,941,006	2,731,971	57,672,977	46,193,252
<b>Total Non Current Liabilities</b>	<b>280,464,917</b>	<b>10,309,966</b>	<b>290,774,883</b>	<b>276,154,538</b>
<b>Total Liabilities</b>	<b>366,475,389</b>	<b>14,314,215</b>	<b>380,789,604</b>	<b>381,545,635</b>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	504,493,994	3,402,305	507,896,299	495,279,089
Restricted for:				
Debt Service	36,855,378	-	36,855,378	37,927,305
Capital Projects	2,125,045	-	2,125,045	4,298,813
Solid Waste	20,723,696	-	20,723,696	19,594,595
Other Purposes	2,065,452	-	2,065,452	2,831,310
Unrestricted	226,490,641	(4,978,946)	221,511,695	210,285,662
<b>Total Net Assets</b>	<b>\$ 792,754,206</b>	<b>\$ (1,576,641)</b>	<b>\$ 791,177,565</b>	<b>\$ 770,216,774</b>

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

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**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Fees, Fines, Charges and Other</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental Activities:				
General Government	\$ 115,004,474	\$ 20,899,775	\$ 23,323,019	\$ -
Public Safety	123,129,484	15,355,653	15,177,256	600,000
Transportation	62,666,799	2,140,811	7,436,879	43,868,783
Sanitation	17,905,242	18,331,643	2,268,498	-
Health	37,201,753	9,148,842	14,184,562	-
Human Services	158,887,480	13,988,585	67,546,165	-
Culture and Recreation	19,150,384	6,160,011	1,212,152	2,863,537
Conservation of Natural Resources	363,667	2,770	-	-
Economic Development and Assistance	32,581,770	1,814,382	31,630,902	-
Interest	8,549,472	-	-	-
Total Governmental Activities	<u>575,440,525</u>	<u>87,842,472</u>	<u>162,779,433</u>	<u>47,332,320</u>
Business-type Activities:				
Lake Owasso Residence	8,494,803	7,902,212	19,968	-
Ponds at Battle Creek	683,309	430,432	-	-
Ramsey County Care Center	15,455,058	13,725,845	33,778	-
Law Enforcement Services	5,954,287	5,695,759	273,109	-
Total Business-type Activities	<u>30,587,457</u>	<u>27,754,248</u>	<u>326,855</u>	<u>-</u>
Total Government	<u>\$ 606,027,982</u>	<u>\$ 115,596,720</u>	<u>\$ 163,106,288</u>	<u>\$ 47,332,320</u>

**General revenues:**

Property Taxes  
Grants and Contributions Not Restricted to Specific Programs  
Investment Earnings  
Gain on Disposition of Capital Assets  
Transfer  
Total General Revenues and Transfers  
Change in Net Assets

Net Assets - Beginning, as Previously Reported  
Restatement  
Net Assets - Beginning, as Restated  
Net Assets - Ending

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

**EXHIBIT 2**

<b>Net (Expense) Revenue and Changes in Net Assets</b>			
<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
		<b>2010</b>	<b>Restated 2009</b>
\$ (70,781,680)	\$ -	\$ (70,781,680)	\$ (40,921,566)
(91,996,575)	-	(91,996,575)	(97,039,878)
(9,220,326)	-	(9,220,326)	(15,405,698)
2,694,899	-	2,694,899	(536,869)
(13,868,349)	-	(13,868,349)	(7,231,557)
(77,352,730)	-	(77,352,730)	(77,105,792)
(8,914,684)	-	(8,914,684)	(23,369,629)
(360,897)	-	(360,897)	(309,366)
863,514	-	863,514	(456,553)
(8,549,472)	-	(8,549,472)	(8,322,655)
<u>(277,486,300)</u>	<u>-</u>	<u>(277,486,300)</u>	<u>(270,699,563)</u>
-	(572,623)	(572,623)	(419,163)
-	(252,877)	(252,877)	(205,022)
-	(1,695,435)	(1,695,435)	(229,340)
-	14,581	14,581	(44,219)
<u>-</u>	<u>(2,506,354)</u>	<u>(2,506,354)</u>	<u>(897,744)</u>
<u>(277,486,300)</u>	<u>(2,506,354)</u>	<u>(279,992,654)</u>	<u>(271,597,307)</u>
271,767,557	-	271,767,557	261,103,048
24,414,110	-	24,414,110	28,042,678
4,439,391	26,393	4,465,784	5,767,194
292,520	13,474	305,994	647,829
(627,228)	627,228	-	-
<u>300,286,350</u>	<u>667,095</u>	<u>300,953,445</u>	<u>295,560,749</u>
22,800,050	(1,839,259)	20,960,791	23,963,442
769,193,975	262,618	769,456,593	745,425,917
760,181	-	760,181	827,415
<u>769,954,156</u>	<u>262,618</u>	<u>770,216,774</u>	<u>746,253,332</u>
<u>\$ 792,754,206</u>	<u>\$ (1,576,641)</u>	<u>\$ 791,177,565</u>	<u>\$ 770,216,774</u>

**RAMSEY COUNTY, MINNESOTA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2010**

**EXHIBIT 3**

**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds	
					2010	Restated 2009
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 198,644,180	\$ 18,935,171	\$ 39,100,283	\$ 77,779,020	\$ 334,458,654	\$ 326,195,343
Cash with Trustee	-	1,897,118	-	-	1,897,118	1,937,254
Petty Cash and Change Funds	24,280	-	-	2,320	26,600	26,875
Imprest Cash	-	-	-	-	-	60,000
Receivables (Net):						
Taxes	7,975,883	656,916	-	866,113	9,498,912	8,183,136
Accounts	2,092,166	-	-	1,777,633	3,869,799	3,074,412
Accrued Interest	1,263,247	16,089	-	144,504	1,423,840	2,760,301
Due from Other Funds	771,121	-	-	7,208	778,329	1,111,234
Due from Other Governments	14,374,751	-	3,740,119	7,724,457	25,839,327	27,909,903
Lease Receivable	-	15,757,000	-	-	15,757,000	16,522,000
Loans Receivable	6,151,290	250,000	-	9,161,121	15,562,411	14,316,090
Inventories	1,306,811	-	-	7,833	1,314,644	1,398,390
Advance to Other Funds	22,154,407	-	175,000	-	22,329,407	16,986,807
Advance to Other Governments	105,817	-	-	4,500	110,317	4,500
Advance to Other Organizations	346,745	-	-	-	346,745	372,637
Restricted Cash and Cash Equivalents	7,550	-	-	-	7,550	2,000
Total Assets	<u>255,218,248</u>	<u>37,512,294</u>	<u>43,015,402</u>	<u>97,474,709</u>	<u>433,220,653</u>	<u>420,860,882</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Salaries Payable	12,156,823	-	1,631	1,645,110	13,803,564	12,777,338
Accounts Payable	9,235,514	-	17,493	2,683,734	11,936,741	11,590,501
Contracts Payable	-	-	2,213,088	4,740,810	6,953,898	6,125,900
Due to Other Funds	1,229,973	-	-	1,089,594	2,319,567	2,056,533
Due to Other Governments	5,339,910	-	67,008	4,739,551	10,146,469	17,114,432
Deferred Revenue	14,995,432	656,916	8,981,595	12,817,766	37,451,709	32,063,117
Advance from Other Funds	-	-	13,136,920	4,619,100	17,756,020	12,363,420
Advance from Other Governments	592,370	-	2,738,474	-	3,330,844	5,500,889
Claims and Judgments Payable	215,537	-	-	-	215,537	199,970
Liabilities Payable from Restricted Assets	7,550	-	-	-	7,550	2,000
Total Liabilities	<u>43,773,109</u>	<u>656,916</u>	<u>27,156,209</u>	<u>32,335,665</u>	<u>103,921,899</u>	<u>99,794,100</u>
Fund Balances:						
Reserved for:						
Encumbrances	13,048,417	-	27,685,201	3,410,773	44,144,391	37,261,204
Advances	22,606,969	-	175,000	-	22,781,969	17,359,444
Inventories	1,306,811	-	-	7,833	1,314,644	1,398,390
Petty Cash	24,280	-	-	2,220	26,500	86,775
Aggregate Material Pit Restoration	146,987	-	-	-	146,987	138,963
Debt Service with Trustee	-	1,933,286	-	-	1,933,286	1,956,898
Debt Service Fund	-	19,165,092	-	-	19,165,092	19,448,407
Lease Receivable	-	15,757,000	-	-	15,757,000	16,522,000
Unreserved, Reported in:						
General Fund	174,311,675	-	-	-	174,311,675	174,298,428
Special Revenue Funds	-	-	-	58,948,458	58,948,458	52,296,135
Capital Projects Fund	-	-	(12,001,008)	2,769,760	(9,231,248)	300,138
Total Fund Balances	<u>211,445,139</u>	<u>36,855,378</u>	<u>15,859,193</u>	<u>65,139,044</u>	<u>329,298,754</u>	<u>321,066,782</u>
Total Liabilities and Fund Balances	<u>\$ 255,218,248</u>	<u>\$ 37,512,294</u>	<u>\$ 43,015,402</u>	<u>\$ 97,474,709</u>		
Amounts reported for governmental activities in the statement of net assets are different because:						
Certain Non Current assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.					687,897,002	678,831,757
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.					26,999,188	23,458,163
Internal services funds are used by management to charge the costs of management information systems and property management services to individual funds. The assets and liabilities of the internal services funds are included in governmental activities in the Statement of Net Assets.					(839,269)	4,899,106
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.					(250,601,469)	(258,301,652)
Net assets of governmental activities					<u>\$ 792,754,206</u>	<u>\$ 769,954,156</u>

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

**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds	
					2010	2009
<b>REVENUES</b>						
Taxes	\$ 214,169,351	\$ 18,519,533	\$ 850,000	\$ 36,878,662	\$ 270,417,546	\$ 260,402,097
Licenses and Permits	838,304	-	-	766,468	1,604,772	1,625,056
Intergovernmental	139,686,797	1,943,882	32,797,181	59,395,972	233,823,832	215,862,442
Private Grants and Donations	525,749	-	-	310,779	836,528	877,888
Charges for Services	45,672,903	-	1,249	22,901,123	68,575,275	67,244,221
Fines and Forfeitures	15,000	-	-	792,505	807,505	923,872
Sales	1,500,331	-	2,432	818,902	2,321,665	2,552,113
Rental Income	1,283,708	-	62,500	307,213	1,653,421	1,590,902
Investment Earnings	3,410,852	801,075	29,071	198,393	4,439,391	5,720,578
Program Recoveries - Community Human Services	5,133,919	-	-	-	5,133,919	5,921,413
Miscellaneous	6,828,185	-	22,579	543,486	7,394,250	7,257,163
<b>Total Revenues</b>	<b>419,065,099</b>	<b>21,264,490</b>	<b>33,765,012</b>	<b>122,913,503</b>	<b>597,008,104</b>	<b>569,977,745</b>
<b>EXPENDITURES</b>						
Current:						
General Government	88,342,302	-	-	10,495,439	98,837,741	88,827,004
Public Safety	100,420,412	-	-	14,347,370	114,767,782	117,216,770
Transportation	16,059,192	-	-	37,320,082	53,379,274	34,207,811
Sanitation	1,396,401	-	-	16,457,253	17,853,654	20,234,092
Health	36,555,157	-	-	2,347	36,557,504	29,780,411
Human Services	155,822,429	-	-	94,991	155,917,420	158,512,154
Culture and Recreation	9,791,524	-	-	10,522,722	20,314,246	19,738,837
Conservation of Natural Resources	52,899	-	-	-	52,899	50,943
Economic Development and Assistance	-	-	-	32,245,092	32,245,092	32,645,070
Capital Projects:						
General Government	790,720	-	2,280,622	-	3,071,342	7,206,673
Public Safety	507,585	-	352,047	-	859,632	1,488,485
Transportation	926,037	-	29,863,588	-	30,789,625	21,816,678
Health	-	-	115,961	-	115,961	388,247
Human Services	-	-	1,399,195	-	1,399,195	198,675
Culture and Recreation	454,114	-	12,211,659	-	12,665,773	11,318,415
Debt Service:						
Bond Issuance Costs	-	80,600	216,115	-	296,715	171,873
Principal Retirement	14,286	14,685,000	-	-	14,699,286	28,525,650
Interest	268	8,793,319	-	-	8,793,587	8,379,746
<b>Total Expenditures</b>	<b>411,133,326</b>	<b>23,558,919</b>	<b>46,439,187</b>	<b>121,485,296</b>	<b>602,616,728</b>	<b>580,707,534</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,931,773	(2,294,429)	(12,674,175)	1,428,207	(5,608,624)	(10,729,789)
<b>OTHER FINANCING SOURCES (USES)</b>						
Bonds Issued	-	-	16,500,000	-	16,500,000	22,050,000
Discount/Premium on Sale of Bonds	-	525,877	(17,510)	-	508,367	66,911
Refunding Bonds Issued	-	6,950,000	-	-	6,950,000	-
Bonds Refunded	-	(7,390,000)	-	-	(7,390,000)	-
Transfers In	1,691,725	1,486,625	380,600	1,880,000	5,438,950	13,776,186
Transfers Out	(3,236,843)	(350,000)	(1,483,000)	(3,013,132)	(8,082,975)	(15,927,674)
<b>Total Other Financing Sources (Uses)</b>	<b>(1,545,118)</b>	<b>1,222,502</b>	<b>15,380,090</b>	<b>(1,133,132)</b>	<b>13,924,342</b>	<b>19,965,423</b>
<b>Net Change in Fund Balances</b>	<b>6,386,655</b>	<b>(1,071,927)</b>	<b>2,705,915</b>	<b>295,075</b>	<b>8,315,718</b>	<b>9,235,634</b>
Fund Balances - Beginning	205,145,681	37,927,305	13,153,278	64,840,518	321,066,782	311,533,610
Increase (decrease) in reserve for inventories	(87,197)	-	-	3,451	(83,746)	297,538
<b>Fund Balances - Ending</b>	<b>\$ 211,445,139</b>	<b>\$ 36,855,378</b>	<b>\$ 15,859,193</b>	<b>\$ 65,139,044</b>	<b>\$ 329,298,754</b>	<b>\$ 321,066,782</b>

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

## EXHIBIT 5

**RAMSEY COUNTY, MINNESOTA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>2010</u>	<u>Restated 2009</u>
Net change in fund balances - total governmental funds (Exhibit 4)	\$ 8,315,718	\$ 9,235,634
Amounts reported for governmental activities in the Statement of Activities (Exhibit 2) are 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 expense. This is the amount by which capital outlays exceeded depreciation in the current period.	12,225,672	25,368,395
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.	(3,160,427)	(2,407,557)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	3,502,449	(4,439,441)
The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, the governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	11,821,577	6,408,739
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(2,149,767)	(1,271,123)
Internal service funds are used by management to charge the costs of management information systems and property management services to individual funds.	(8,071,560)	(8,885,251)
The net revenue of certain activities of internal service funds is reported with governmental activities.	316,388	167,586
Net change in net assets of governmental activities (Exhibit 2)	<u>\$ 22,800,050</u>	<u>\$ 24,176,982</u>

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



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**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

**Business-type Activities - Enterprise Funds**

	Lake Owasso Residence	Ponds at Battle Creek	Other Enterprise Funds	Total	
				2010	2009
<b>ASSETS</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 1,268,712	\$ 1,815,656	\$ 1,177,941	\$ 4,262,309	\$ 5,115,966
Petty Cash and Change Funds	6,500	-	14,000	20,500	20,500
Cooperative Investment	-	-	33,003	33,003	59,005
Accounts Receivable (Net)	-	4,087	721,947	726,034	643,484
Due from Other Funds	-	-	-	-	-
Due from Other Governments	659,924	-	891,448	1,551,372	1,928,303
Prepaid Items	-	-	-	-	-
Inventories	16,674	-	21,765	38,439	37,276
Restricted Cash and Cash Equivalents	-	-	-	-	-
Total Current Assets	<u>1,951,810</u>	<u>1,819,743</u>	<u>2,860,104</u>	<u>6,631,657</u>	<u>7,804,534</u>
Noncurrent Assets:					
Deferred Charges	13,710	8,815	8,447	30,972	33,809
Capital Assets:					
Land	7,873	-	99,200	107,073	107,073
Improvements Other Than Buildings	648,856	2,646,204	889,970	4,185,030	4,177,559
Buildings	4,072,132	933,506	4,368,576	9,374,214	9,374,214
Building Improvements	23,349	-	3,492,689	3,516,038	3,501,155
Equipment	519,616	227,593	1,874,820	2,622,029	2,650,151
Construction in Progress	-	-	-	-	-
Less Accumulated Depreciation	(1,825,104)	(962,770)	(6,296,352)	(9,084,226)	(8,533,982)
Total Capital Assets (Net of Accumulated Depreciation)	<u>3,446,722</u>	<u>2,844,533</u>	<u>4,428,903</u>	<u>10,720,158</u>	<u>11,276,170</u>
Total Noncurrent Assets	<u>3,460,432</u>	<u>2,853,348</u>	<u>4,437,350</u>	<u>10,751,130</u>	<u>11,309,979</u>
Total Assets	<u>5,412,242</u>	<u>4,673,091</u>	<u>7,297,454</u>	<u>17,382,787</u>	<u>19,114,513</u>
<b>LIABILITIES</b>					
Current Liabilities:					
Salaries Payable	346,118	5,712	766,132	1,117,962	1,063,486
Accounts Payable	36,006	2,045	359,229	397,280	540,891
Interest Payable	51,949	49,492	39,090	140,531	147,775
Unamortized Bond Discount/Premium	20,556	2,935	4,119	27,610	27,876
Due to Other Funds	1,185,163	65,353	1,549,541	2,800,057	2,261,244
Due to Other Governments	11,426	568	514,578	526,572	387,203
General Obligation Bonds Payable - Current	205,000	160,000	80,000	445,000	435,000
Vacation and Compensatory Time Payable	408,214	11,832	929,248	1,349,294	1,320,500
Payable from Restricted Assets:					
Customer Deposits Payable	-	-	-	-	-
Total Current Liabilities	<u>2,264,432</u>	<u>297,937</u>	<u>4,241,937</u>	<u>6,804,306</u>	<u>6,183,975</u>
Noncurrent Liabilities:					
General Obligation Bonds Payable	2,335,000	2,300,000	1,905,000	6,540,000	6,985,000
Unamortized Bond Discount/Premium	166,162	-	62,125	228,287	252,962
Advance from Other Funds	378,206	3,695,181	500,000	4,573,387	4,623,387
Compensated Absences Payable	336,175	10,555	462,978	809,708	802,211
Net OPEB Liability	-	-	-	-	-
Total Noncurrent Liabilities	<u>3,215,543</u>	<u>6,005,736</u>	<u>2,930,103</u>	<u>12,151,382</u>	<u>12,663,560</u>
Total Liabilities	<u>5,479,975</u>	<u>6,303,673</u>	<u>7,172,040</u>	<u>18,955,688</u>	<u>18,847,535</u>
<b>NET ASSETS</b>					
Invested in Capital Assets, Net of Related Debt	754,271	261,928	2,386,106	3,402,305	3,824,730
Unrestricted	(822,004)	(1,892,510)	(2,260,692)	(4,975,206)	(3,557,752)
Total Net Assets	<u>\$ (67,733)</u>	<u>\$ (1,630,582)</u>	<u>\$ 125,414</u>	<u>(1,572,901)</u>	<u>266,978</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(3,740)	(4,360)
Net Assets of Business-Type Activities				<u>\$ (1,576,641)</u>	<u>\$ 262,618</u>

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

**EXHIBIT 6**

<b>Governmental Activities - Internal Service Funds</b>	
<u>2010</u>	<u>2009</u>
\$ 54,209,487	\$ 48,506,388
75	75
-	-
27,555	19,794
6,942,130	5,202,223
111,568	284,281
206,672	218,637
6,765	6,435
1,000	1,000
<u>61,505,252</u>	<u>54,238,833</u>
-	-
-	-
79,955	41,415
-	8,941,689
9,208,615	-
4,376,520	4,315,315
9,723	-
<u>(10,898,027)</u>	<u>(10,317,824)</u>
2,776,786	2,980,595
<u>2,776,786</u>	<u>2,980,595</u>
<u>64,282,038</u>	<u>57,219,428</u>
554,854	489,032
2,389,878	1,793,119
-	-
-	-
2,600,835	1,995,680
55,436	73,079
-	-
833,308	753,613
1,000	1,000
<u>6,435,311</u>	<u>5,105,523</u>
-	-
-	-
-	-
1,016,759	1,025,907
<u>57,672,977</u>	<u>46,193,252</u>
<u>58,689,736</u>	<u>47,219,159</u>
<u>65,125,047</u>	<u>52,324,682</u>
2,776,786	2,980,595
(3,619,795)	1,914,151
<u>\$ (843,009)</u>	<u>\$ 4,894,746</u>

**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**  
**Business-type Activities - Enterprise Funds**

	Lake Owasso Residence	Ponds at Battle Creek	Other Enterprise Funds	Total	
				2010	2009
<b>OPERATING REVENUES:</b>					
Charges for Services	\$ 7,902,212	\$ 366,914	\$ 19,317,042	\$ 27,586,168	\$ 28,451,519
Sales	-	-	1,591	1,591	-
Rental Income	-	60,052	-	60,052	56,239
Miscellaneous	-	3,466	102,971	106,437	33,631
Total Operating Revenues	<u>7,902,212</u>	<u>430,432</u>	<u>19,421,604</u>	<u>27,754,248</u>	<u>28,541,389</u>
<b>OPERATING EXPENSES:</b>					
Personal Services	7,047,690	248,104	16,207,665	23,503,459	22,989,253
Other Services and Charges	846,098	145,207	3,548,723	4,540,028	4,602,152
Supplies	322,438	59,809	951,246	1,333,493	1,422,539
OPEB Expense	-	-	-	-	-
Depreciation	172,152	110,516	593,326	875,994	793,316
Total Operating Expenses	<u>8,388,378</u>	<u>563,636</u>	<u>21,300,960</u>	<u>30,252,974</u>	<u>29,807,260</u>
Operating Income (Loss)	<u>(486,166)</u>	<u>(133,204)</u>	<u>(1,879,356)</u>	<u>(2,498,726)</u>	<u>(1,265,871)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>					
Intergovernmental Revenue	19,968	-	306,887	326,855	362,275
Amortization of Bond Issuance Costs	(1,510)	(536)	(525)	(2,571)	(2,571)
Amortization of (Discount) Premium on Bonds	20,556	-	4,119	24,675	24,675
Interest Expense	(125,624)	(119,298)	(94,085)	(339,007)	(356,378)
Gain (Loss) on Disposal of Capital Assets	-	-	(18,200)	(18,200)	(25,027)
Gain (Loss) on Sale of Capital Assets	-	-	13,474	13,474	6,531
Investment Earnings	-	-	26,393	26,393	46,616
Total Nonoperating Revenues (Expenses)	<u>(86,610)</u>	<u>(119,834)</u>	<u>238,063</u>	<u>31,619</u>	<u>56,121</u>
Income before Contributions and Transfer:	<u>(572,776)</u>	<u>(253,038)</u>	<u>(1,641,293)</u>	<u>(2,467,107)</u>	<u>(1,209,750)</u>
Capital Contributions	-	-	-	-	357,393
Transfers In	263,999	-	366,854	630,853	630,853
Transfers Out	-	-	(3,625)	(3,625)	-
Change in Net Assets	<u>(308,777)</u>	<u>(253,038)</u>	<u>(1,278,064)</u>	<u>(1,839,879)</u>	<u>(221,504)</u>
Total Net Assets - Beginning	241,044	(1,377,544)	1,403,478		
Total Net Assets - Ending	<u>\$ (67,733)</u>	<u>\$ (1,630,582)</u>	<u>\$ 125,414</u>		
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				620	7,964
Change in Net Assets of Business-type Activities (Exhibit 2)				<u>\$ (1,839,259)</u>	<u>\$ (213,540)</u>

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

**EXHIBIT 7**

<b>Governmental Activities - Internal Service Funds</b>	
<b>2010</b>	<b>2009</b>
\$ 40,369,127	\$ 37,825,939
560	371
-	-
166,672	175,404
<u>40,536,359</u>	<u>38,001,714</u>
11,587,495	10,985,812
14,165,487	12,870,977
883,176	816,785
21,637,728	21,527,219
632,373	592,210
<u>48,906,259</u>	<u>46,793,003</u>
<u>(8,369,900)</u>	<u>(8,791,289)</u>
576,803	41,716
-	-
-	-
-	-
-	155
-	-
38,545	39,717
<u>615,348</u>	<u>81,588</u>
<u>(7,754,552)</u>	<u>(8,709,701)</u>
-	-
2,605,990	1,520,918
(589,193)	(283)
<u>(5,737,755)</u>	<u>(7,189,066)</u>
4,894,746	12,083,812
<u>\$ (843,009)</u>	<u>\$ 4,894,746</u>

**RAMSEY COUNTY, MINNESOTA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010  
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009  
Business-type Activities - Enterprise Funds**

	Lake Owasso Residence	Ponds at Battle Creek	Other Enterprise Funds	Total	
				2010	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from Customers and Users	\$ 7,897,853	\$ 434,662	\$ 19,754,218	\$ 28,086,733	\$ 28,298,698
Receipts from Interfund Services Provided	-	-	-	-	-
Payments to Suppliers	(938,573)	(267,810)	(4,176,276)	(5,382,659)	(5,488,997)
Payments to Employees	(7,069,411)	(240,833)	(16,098,006)	(23,408,250)	(22,757,443)
Payments for Interfund Services Used	-	-	-	-	-
Net Cash Provided (Used) for Operating Activities	(110,131)	(73,981)	(520,064)	(704,176)	52,258
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Intergovernmental Revenue	19,968	-	306,887	326,855	362,275
Transfers In	263,999	-	366,854	630,853	630,853
Transfers Out	-	-	(3,625)	(3,625)	-
Net Cash Provided (Used) for Noncapital Financing Activities	283,967	-	670,116	954,083	993,128
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from the Sale of Capital Assets	-	-	35,915	35,915	19,385
Proceeds from Insurance Recoveries	-	-	-	-	-
Purchases of Capital Assets	-	-	(360,626)	(360,626)	(437,437)
Principal Paid on Capital Debt	(200,000)	(155,000)	(80,000)	(435,000)	(420,000)
Interest Paid on Capital Debt	(128,950)	(121,881)	(95,418)	(346,249)	(363,445)
Private Donations	-	-	-	-	20,713
Repayment of Advance	-	-	(50,000)	(50,000)	-
Net Cash Provided (Used) for Capital and Related Financing Activities	(328,950)	(276,881)	(550,129)	(1,155,960)	(1,180,784)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Dividend Received	-	-	52,396	52,396	26,951
Investment Earnings (Loss)	-	-	-	-	-
Net Cash Provided (Used) for Investing Activities	-	-	52,396	52,396	26,951
Net Increase (Decrease) in Cash and Cash Equivalents	(155,114)	(350,862)	(347,681)	(853,657)	(108,447)
Cash and Cash Equivalents, January 1	1,423,826	2,166,518	1,525,622	5,115,966	5,224,413
Cash and Cash Equivalents, December 31	\$ 1,268,712	\$ 1,815,656	\$ 1,177,941	\$ 4,262,309	\$ 5,115,966

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

**EXHIBIT 8**

<b>Governmental Activities - Internal Service Funds</b>	
<b>2010</b>	<b>2009</b>
\$ 19,754,249	\$ 12,773,781
19,207,153	25,585,165
(23,569,951)	(20,655,166)
(11,451,124)	(10,862,359)
(440,807)	(2,451,280)
<u>3,499,520</u>	<u>4,390,141</u>
576,803	41,716
2,605,990	1,520,918
(589,193)	(283)
<u>2,593,600</u>	<u>1,562,351</u>
-	155
-	-
(428,566)	(727,800)
-	-
-	-
-	-
<u>(428,566)</u>	<u>(727,645)</u>
-	-
<u>38,545</u>	<u>39,717</u>
<u>38,545</u>	<u>39,717</u>
5,703,099	5,264,564
<u>48,507,388</u>	<u>43,242,824</u>
<u>\$ 54,210,487</u>	<u>\$ 48,507,388</u>

**RAMSEY COUNTY, MINNESOTA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010  
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

**Business-type Activities - Enterprise Funds**

	Lake Owasso Residence	Ponds at Battle Creek	Other Enterprise Funds	Total	
				2010	2009
<b>Reconciliation of Operating Income to Net</b>					
<b>Cash Provided (Used) by Operating Activities:</b>					
Operating Income (Loss)	\$ (486,166)	\$ (133,204)	\$ (1,879,356)	\$ (2,498,726)	\$ (1,265,871)
Adjustments to Reconcile Operating Income to Net					
<b>Cash Provided (Used) by Operating Activities:</b>					
Depreciation Expense	172,152	110,516	593,326	875,994	793,316
Provision for Uncollectible Accounts	-	-	-	-	59,511
<b>Changes in Assets and Liabilities:</b>					
(Increase) Decrease in Accounts Receivable	-	693	(83,243)	(82,550)	(101,982)
(Increase) Decrease in Due from Other Funds	-	-	-	-	-
(Increase) Decrease in Due from Other Governments	(4,359)	-	381,290	376,931	(197,813)
(Increase) Decrease in Prepaid Items	-	-	-	-	-
(Increase) Decrease in Inventories	1,535	-	(2,698)	(1,163)	(771)
Increase (Decrease) in Salaries Payable	21,193	380	32,905	54,478	39,488
Increase (Decrease) in Accounts Payable	1,664	(62,795)	(80,755)	(141,886)	(41,164)
Increase (Decrease) in Due to Other Funds	224,560	7,885	304,620	537,065	650,021
Increase (Decrease) in Due to Other Governments	2,203	95	137,091	139,389	48,240
Increase (Decrease) in Vacation and Compensatory Time Payable	(20,490)	213	49,072	28,795	72,616
Increase (Decrease) in Compensated Absences Payable	(22,423)	2,236	27,684	7,497	(3,333)
Increase (Decrease) in Net OPEB Liability Payable	-	-	-	-	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (110,131)</b>	<b>\$ (73,981)</b>	<b>\$ (520,064)</b>	<b>\$ (704,176)</b>	<b>\$ 52,258</b>

**Noncash Capital and Related Financing Activity:**

The fair value of Ramsey County Care Center Investment decreased by \$26,002 in 2010, and increased by \$19,665 in 2009.

The Internal Service Funds disposed of capital assets with a net book value of zero.

Capital contributions from the County's Capital Improvement Fund to Ramsey County Care Center was \$336,680 in 2009.

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



**EXHIBIT 8**  
**(Continued)**

<b>Governmental Activities - Internal Service Funds</b>	
<u>2010</u>	<u>2009</u>
\$ (8,369,900)	\$ (8,791,289)
632,373	592,210
-	-
(7,761)	24,130
(1,739,907)	341,365
172,713	(8,264)
11,965	12,616
(330)	(649)
65,822	34,132
596,759	(259,945)
605,155	269,099
(17,643)	40,075
79,695	9,577
(9,148)	79,747
11,479,725	12,047,337
<u>\$ 3,499,518</u>	<u>\$ 4,390,141</u>

**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	Private Purpose Trust Funds		Agency Fund	
	2010	2009	2010	2009
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 819,643	\$ 2,743,661	\$ 29,968,618	\$ 25,100,466
Petty Cash and Change Funds	-	-	-	-
Receivables:				
Accounts	-	-	19,132,066	21,060,005
Due from Other Governments	-	-	7,141	31,998
Total Assets	<u>819,643</u>	<u>2,743,661</u>	<u>49,107,825</u>	<u>46,192,469</u>
<b>LIABILITIES</b>				
Salaries Payable	-	-	20,990	15,582
Custodial Payable	7,719	10,996	34,458,645	36,092,568
Due to Other Governments	-	-	14,628,190	10,084,319
Total Liabilities	<u>7,719</u>	<u>10,996</u>	<u>49,107,825</u>	<u>46,192,469</u>
<b>NET ASSETS</b>				
Held in Trust for Private Purposes	<u>\$ 811,924</u>	<u>\$ 2,732,665</u>		

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

**RAMSEY COUNTY, MINNESOTA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<b>Private Purpose Trust Funds</b>	
	<b>2010</b>	<b>2009</b>
<b>ADDITIONS</b>		
Receipts from Clients	\$ 8,336,872	\$ 13,945,986
Investment Earnings	3,725	6,077
Total Additions	<u>8,340,597</u>	<u>13,952,063</u>
<b>DEDUCTIONS</b>		
Payments to Clients or on Behalf of Clients	<u>10,261,338</u>	<u>13,876,514</u>
Change in Net Assets	(1,920,741)	75,549
Net assets - Beginning	<u>2,732,665</u>	<u>2,657,116</u>
Net assets - Ending	<u><u>\$ 811,924</u></u>	<u><u>\$ 2,732,665</u></u>

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

Ramsey County, Minnesota  
Notes to the Basic Financial Statements  
December 31, 2010

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**RAMSEY COUNTY, MINNESOTA**  
**Notes to the Financial Statements**  
**December 31, 2010**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

Ramsey County, Minnesota, was created by the Legislative Assembly of the Territory of Minnesota in 1849. The County operated under a County Board-Executive Director form of government until 1992. On November 6, 1992, Ramsey County became the first County in the State to be governed by a home-rule charter. The Charter defines the powers and structure of the County. The seven members of the Board of County Commissioners are elected by district for four years. The County Manager is appointed by the Board on an indefinite basis.

The accounting practices of Ramsey County, Minnesota, conform to generally accepted accounting principles applicable to governmental units. This financial report has been prepared in conformity with Governmental Accounting Standard Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, as amended, Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments*, as amended, and Statement No. 38, *Certain Financial Statement Note Disclosures*. The following is a summary of significant accounting principles.

As required by generally accepted accounting principles, these financial statements present Ramsey County and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operations or financial relationships with the County.

**Blended Component Units:**

The Ramsey County Regional Railroad Authority was created by the Ramsey County Board pursuant to State statute. The seven member Regional Railroad Authority Board is appointed by the Ramsey County Board of Commissioners. Currently, the Regional Railroad Authority consists of the seven Ramsey County Commissioners. The Authority has the power to levy taxes, issue bonds and enter into contracts and agreements. The Authority is solely liable for its obligations. Separate financial statements can be obtained from Ramsey County Budgeting & Accounting Office.

The Ramsey County Housing & Redevelopment Authority was created in 1993 by the Ramsey County Board pursuant to State Statute. The five member Housing & Redevelopment Authority is appointed by the Ramsey County Board of Commissioners. Currently, the Housing & Redevelopment Authority consists of five members from the Ramsey County Board. The Authority's financial activities are presented in the Housing & Redevelopment Authority Special Revenue Fund. Separate financial statements are not available.

**Joint Ventures:**

A joint powers agreement between Ramsey and Washington Counties created the Ramsey/Washington County Resource Recovery Project Board as a joint venture to administer the Resource Recovery Facility. The Project Board is composed of four representatives from Washington County appointed by the Washington County Board and five Ramsey County Commissioners appointed by the Ramsey County Board. All administrative decisions are made by the Project Board except for: budget approval, levying taxes or assessing service charges and establishing the tipping fee to be charged at the facility which require the approval of the County Boards. Details of Ramsey County's share of the joint venture can be found in Note V. Separate financial statements can be obtained from Ramsey County Budgeting & Accounting Office.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of the interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported

**RAMSEY COUNTY, MINNESOTA**  
**Notes to the Financial Statements**  
**December 31, 2010**

separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment, are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs have been included as part of the program expenses reported for the various functional activities. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide, proprietary fund, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Shared revenues are generally recognized in the period the appropriation goes into effect. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Ramsey County considers all revenues to be *available* if they are collected within 60 days after the end of the current period. Property and other taxes, shared revenues, licenses, and interest are all 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, compensated absences, and claims and judgments, which are recognized as expenditures to the extent that they have matured. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The *debt service fund* accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

The *capital projects fund* accounts for financial resources to be used for the acquisition or construction of major capital facilities and infrastructure (other than those financed by proprietary funds).

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The County reports the following major proprietary funds:

The *Lake Owasso Residence fund* provides residential treatment services to 64 people who are developmentally delayed or have related conditions ages 16 through adult.

*Ponds at Battle Creek* is a golf course on 80 acres of land owned by Ramsey County Community Corrections Department. The course will not only expand golf services to County residents, but also provide transferable work opportunities for workhouse inmates under the Productive Day Program.

Additionally, the government reports the following fund types:

*Internal service funds* are used to account for goods or services provided by one department or agency to other departments or agencies of the County, or other governments, on a cost-reimbursement basis.

- Data Processing – to provide electronic data processing services to County departments and other governmental units.
- General County Buildings – to account for rents received from occupants of several County Buildings and to pay all expenses incurred in operating and maintaining the building.
- Telecommunications – to account for all expenses incurred in operating the telephone system in the Ramsey County Buildings.
- Firearms Range – to provide a Firearms Range to law enforcement personnel of the County and other local governments.
- Retiree Insurance – to provide resources for the Other Post-Employment Benefit Liability.

The *private-purpose trust funds* are used to account for client resources held in trust to pay expenses on their behalf and missing heir funds until they are located.

The County has an *agency fund*, which is custodial in nature and does not present results of operations or have a measurement focus. The agency fund is accounted for using the accrual basis of accounting. This fund is used to account for assets that the County holds for others in an agency capacity, including pass-through funds that are equivalent to pure cash conduits; inmate and other governmental agency funds held in the custody of the County; and revenues collected on behalf of other governmental units related to property taxes.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions, as well as any related interest earnings; and (3) capital grants and contributions, as well as any related interest earnings. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Lake Owasso Residence, Ponds at Battle Creek, Ramsey County Care Center, and Law Enforcement Services enterprise funds, and of the government's internal service funds are charges to customers. Operating expenses for enterprise funds and internal service funds include the cost of sales and services,

**RAMSEY COUNTY, MINNESOTA**  
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administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

**D. Assets, Liabilities, and Net Assets or Equity**

**1. Cash and Cash Equivalents**

Ramsey County has defined cash and cash equivalents to include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Additionally, each fund's equity in the County's investment pool is treated as a cash equivalent because the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

**2. Deposits and Investments**

The cash balances of substantially all funds are pooled and invested for the purpose of increasing earnings through investment activities. Pooled and fund investments are reported at their fair value at December 31, 2010, based on market prices. Pursuant to Minn. Stat. § 385.07, investment earnings on cash and pooled investments of governmental and fiduciary funds are credited to the General Fund. Other funds received investment earnings based on other state statutes, grant agreements, contracts, and bond covenants. Pooled investment earnings for 2010 were \$3,410,852.

**3. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts in excess of 120 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 1% of the current year's property tax levy.

Property taxes are levied as of January 1 on property values assessed as of the same date. The tax levy is divided into two billings: the first billing (due from property owners on May 15<sup>th</sup>) and the second billing (due on October 15<sup>th</sup> or November 15<sup>th</sup>). Taxes, which remain unpaid by property owners at December 31, are considered delinquent.

**4. Inventories and Prepaid Items**

Inventory is valued at cost using the first-in/first-out (FIFO) method. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time of purchase on the fund financial statements and converted to the consumption method for the government-wide statements.

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



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**5. Option to Purchase**

In 2007, the Ramsey County Regional Rail Authority approved the Purchase Agreement and Contract for Deed with the United States Postal Service for the acquisition of real estate necessary to develop a multimodal transit hub. The value of the asset is \$45,278,408. The Purchase Agreement required the Ramsey County Regional Rail Authority to make an initial payment on the contract for deed of \$4,000,000. In 2009 and 2008, installment payments of \$15,625,000 and \$11,962,750 have been made respectively. In 2010, the final installment of \$13,690,658 was paid and the option to purchase was reclassified in the Capital Assets-Land of \$35,002,575 and Building \$10,275,833.

**6. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 to more than \$50,000, depending on asset category, and an estimated useful life in excess of one year, as well as certain exceptions that are considered to be high risk to theft. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

General infrastructure assets acquired prior to January 1, 2002 consist of the road network assets that were acquired or that received substantial improvements subsequent to July 1, 1980 and are reported at actual historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	10-50
Building Improvements	5-20
Infrastructure	20-75
Improvements Other Than Buildings	10-20
Machinery and Equipment	2-20
Computer Software	5-10

**7. Compensated Absences**

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Under the County's personnel policies and union contracts, County employees are granted vacation and sick leave in varying amounts based on length of services. Certain County employees are also granted compensatory time. Unused accumulated vacation leave, compensatory time, and vested sick leave are paid to employees upon termination. Unvested sick leave is available to employees in the event of illness-related absences and is not paid to employees upon termination. Each permanent employee earns up to 25 days vacation leave and 15 days of sick leave per year.

**8. Contract for Deed**

In 2009, Ramsey County has entered into a contract, with option to purchase the Union Depot Concourse from the U.S. Postal Service. The assets acquired through the contract is as follows:

Asset:	Option to Purchase	\$45,278,408
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The contract was fully amortized as of December 31, 2010.

**RAMSEY COUNTY, MINNESOTA**  
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**9. 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 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.

**10. Restricted Assets/Fund Equity**

Certain funds of the County are classified as restricted assets on the statement of net assets because the restriction is either imposed by law through constitutional provisions or enabling legislation or imposed externally by creditors, grantors, contributors, or laws or regulations of other governments. Therefore, their use is limited by applicable laws and regulations. These legal restrictions include:

Debt Service	\$36,855,378
Capital Projects	2,125,045
Solid Waste	20,723,696
Aggregate Material	146,987
Criminal Forfeiture	640,969
Underground Storage Tanks	100,000
County Recorder's Equipment	1,037,798
Election Equipment	<u>139,698</u>
	<u>\$61,769,571</u>

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**11. Estimates in Financial Statements**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**E. Prior Year Comparative Data**

The basic financial statements include partial prior year comparative information. Such information does not include all of the information required to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the County's financial statements for the year ended December 31, 2009, from which such partial information was derived. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

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**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Assets**

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$250,601,469 difference are as follows:

Bonds and Notes Payable	\$198,617,000
Loans Payable	5,998
Less: Deferred Charge for Issuance Costs (Amortized Over the Life of the Debt)	(1,294,378)
Accrued Interest Payable	3,921,432
Unamortized Premium on Bonds	4,263,781
Estimated Payable for Outstanding Claims	11,181,456
Compensated Absences Payable, Vacation, & Comp Time Payable	<u>33,906,180</u>
Net Adjustment to Reduce Fund Balance – Total Governmental Activities to Arrive at Net Assets – Governmental Activities	<u>\$250,601,469</u>

**B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains, “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$12,225,672 difference are as follows:

Capital Outlay	\$39,203,286
Depreciation Expense	<u>(26,977,614)</u>
Net Adjustment to Increase Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$12,225,672</u>

The second element of that reconciliation states that “The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) is to decrease net assets.

In the statement of activities, only the loss on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the net book value of the capital assets sold. The details of this \$3,160,427 difference is as follows:

Loss on Disposal/Sale of Capital Assets	<u>\$(3,160,427)</u>
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Another element of that reconciliation states that “the issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts,

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and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$11,821,577 difference are as follows:

Debt issued or Incurred:	
Issuance of General Obligation Bonds	\$(23,450,000)
Unamortized Premium on Sale of Bonds	(508,367)
Principal Repayments:	
General Obligation Debt	21,335,000
Payment on Contract for Deed	13,690,658
Capital Loan from State of Minnesota for Pedestrian Tunnel	190,000
Payment on Revenue Bond lease of Griffin Building	550,000
Payments on Xcel Energy Loans	<u>14,286</u>
Net adjustment to Increase Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$11,821,577</u>

Finally, the reconciliation states, “Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this \$(2,149,767) difference are as follows:

Compensated Absences	\$ (463,307)
Claims and Judgments	(4,160,341)
Accrued Interest	(31,433)
Bond Issuance Costs	296,715
Amortization of Bond Issuance Costs	(132,489)
Amortization of Bond Premium	408,037
Offset Operating Transfers from Internal Service Funds	2,016,797
Inventory (Change From Consumption to Purchase Method)	<u>(83,746)</u>
Net Adjustment to Decrease Net Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$(2,149,767)</u>

**III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Deficit Fund Equity**

Lake Owasso Residence Proprietary Fund had a net loss of \$308,777 for the year, resulting in a deficit Net Assets of \$67,733.

Ponds at Battle Creek Proprietary Fund had a net loss of \$253,038 for the year, resulting in a deficit Net Assets of \$1,630,582.

The Data Processing Internal Service Fund had a net loss of \$372,663 for the year, resulting in a deficit Net Assets of \$321,503.

The Retiree Insurance Internal Service Fund had a net loss of \$7,538,785 for the year, resulting in a deficit Net Assets of \$19,527,308.

**B. Restatement of Prior Year Net Assets**

The County implemented GASB Statement #51, Accounting and Financial Reporting for Intangible Assets in 2010. The County performed an inventory of computer software and added \$8,810,635 in computer software with an Accumulated Depreciation of \$7,983,220 in 2009. No additions were made in 2010.

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	<u>2010</u>	<u>2009</u>
Net Assets – Beginning as Previously Reported	\$769,456,593	\$745,425,917
Restatement	<u>760,181</u>	<u>827,415</u>
Net Assets – Beginning as Restated	<u>\$770,216,774</u>	<u>\$746,253,332</u>

**C. Budgetary Information**

The County Board adopts an annual budget for certain Special Revenue Funds (County Library, Solid Waste/Recycling Service Fee, Emergency Communications, Regional Railroad Authority, and Forfeited Property Management), and the County Debt Service Fund. These budgets are prepared on the modified accrual basis of accounting. Annual budgets are not adopted for the Capital Project Fund, Regional Railroad Authority Capital Project Fund, and certain Special Revenue Funds. Some of these funds have budgets, which are approved at the time the project or budget is initially authorized and overlap fiscal years. Other Special Revenue Funds are not budgeted. The following Special Revenue Funds either have budgets that overlap the County's fiscal year or are not budgeted: Housing & Redevelopment Authority, Workforce Solutions, State Funding for Courts, State Public Defender, Gifts and Donations, Sheriff, Corrections, Property Records, County Attorney, Health Promotion/Health Improvement, Parks & Recreation, Nursing Home Patients Activity, and Law Library. The Capital Projects Fund, Regional Railroad Authority Capital Projects Fund, and those Special Revenue Funds, whose budgets overlap fiscal years, are not consistent with the County's method of financial reporting; therefore, comparisons between the results of operations and budgets in these funds are not relevant and are not presented.

Based on a process established by the County Manager and staff, all departments of the government submit requests for appropriations to the County Manager every two years. After review, analysis and discussions with the departments, the County Manager's proposed budget is presented to the County Board for review. The Board holds public hearings and a final budget must be prepared and adopted no later than December 31.

The appropriated budget is prepared by fund, function, and department. Budgets may be amended during the year with the approval of the County Manager or County Board as required by the County's Administrative Code. The County Manager is authorized to transfer budgeted amounts within departments or appropriate certain revenues received in excess of the original budget estimate. Transfers of appropriations between departments and other transfers of appropriations require County Board approval. Supplemental appropriations are reviewed by the County Manager's office and submitted to the County Board for their approval. If approved, the adjustments are implemented by the Budgeting and Accounting Office by budget revision. Supplemental appropriations required during the year were immaterial. Expenditures may not legally exceed budgeted appropriations at the department level. All appropriations, except Capital Project Fund and Regional Railroad Authority Capital Project Fund, which are not expended, encumbered, or reserved, as described above, lapse at year end.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts, capital reserves, and other commitments for the expenditure of monies) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

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**IV. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

Reconciliation of County's total cash and investments to the basic financial statements follows:

Government-wide	
Governmental Activities	
Cash and Cash equivalents	\$388,668,141
Cash with trustee	1,897,118
Restricted cash	8,550
Petty cash	26,675
Business-type activities	
Cash and Cash equivalents	4,262,309
Petty cash	20,500
Cooperative investment	33,003
Fiduciary funds	
Cash and Cash equivalents	29,968,618
Private Purpose Trust funds	
Cash and Cash equivalents	<u>819,643</u>
Cash and Investments	<u>\$425,704,557</u>
Deposits	\$ 88,732,121
Investments	334,995,140
Investments with trustee	1,897,118
Cooperative investment	33,003
Petty Cash	<u>47,175</u>
Total Cash and Investments	<u>\$425,704,557</u>

**1. Deposits**

Minn. Stat. §§ 118A.02 and 118A.04 authorize the County to designate a depository for public funds and to invest in certificates of deposit. Minn. Stat. § 118A.03 requires that all county deposits be protected by insurance, surety bond, or collateral. The market value of collateral pledged shall be at least ten percent more than the amount on deposit plus accrued interest at the close of the financial institution's banking day, not covered by insurance or bonds.

Authorized collateral includes treasury bills, notes and bonds; issues of U.S. government agencies; general obligations rated "A" or better, revenue obligations rated "AA" or better; irrevocable standby letters of credit issued by the Federal Home Loan Bank; and certificates of deposit. Minnesota Statutes require that securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or in an account at a trust department of a commercial bank or other financial institution that is not owned or controlled by the financial institution furnishing the collateral.

*Custodial Credit Risk-Deposits.* Custodial credit risk is the risk that, in the event of a financial institution failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of December 31, 2010, the County's deposits were not exposed to custodial credit risk.

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**2. Investments**

Minn. Stat. §§ 118A.04 and 118A.05 generally authorize the following types of investments as available to the County:

- (a) securities which are direct obligations or are guaranteed or insured issued of the United States, its agencies, or instrumentalities, or organizations created by an act of Congress, except mortgage-backed securities defined as "high risk" by Minn. Stat. § 118A.04, subd. 6;
- (b) mutual funds through shares of registered investment companies provided the mutual fund receives certain ratings depending on its investments;
- (c) general obligations of the State of Minnesota and its municipalities, and in certain state agency and local obligations of Minnesota and other states provided such obligations have certain specified bond ratings by a national bond rating service;
- (d) bankers' acceptances of United States banks;
- (e) commercial paper issued by United States corporations or their Canadian subsidiaries that is rated in the highest quality category by two nationally recognized rating agencies and matures in 270 days or less; and
- (f) with certain restrictions, in repurchase agreements, securities lending agreements, joint powers investment trusts, and guaranteed investment contracts.

*Interest Rate Risk.* In accordance with its investment policy, Ramsey County manages its exposure to declines in fair value by investing in both shorter and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Ramsey County has adopted a simulation model of reporting of its investments and their sensitivity to fluctuation in interest rates to comply with Government Accounting Standards Board Statement No. 40, "Deposit and Investment Risk Disclosures". As presented, assumptions are made of interest rate changes of 50, 100, 150, and 200 basis points; it also assumes that interest rate changes occurred on December 31, 2010. The investment portfolio has an average book yield of 2.07%, modified duration of 4.15 years and an effective duration of 2.20 years.

<b><u>Ramsey County:</u></b>	<b><u>+50 Basis Pts</u></b>	<b><u>+100 Basis Pts</u></b>	<b><u>+150 Basis Pts</u></b>	<b><u>+200 Basis Pts</u></b>
U.S. Agency Securities:				
Federal Home Loan	38,434,148	38,000,185	37,566,223	37,132,260
Federal Home Loan Mtg. Corp.	34,837,882	34,626,664	34,415,446	34,204,228
Federal National Mtg. Assn.	56,117,383	55,531,116	54,944,850	54,358,583
Federal Farm Credit	50,283,000	49,539,930	48,796,858	48,053,787
Municipal Bonds	2,389,628	2,334,460	2,279,291	2,224,122
Federal Discount Notes	150,903,413	150,903,413	150,903,413	150,903,413
Griffin Bldg Revenue Bonds: Debt Sv				
Money Market Savings Acct	841,659	841,659	841,659	841,659
Griffin Bldg Revenue Bonds: RF				
Money Market Savings Acct	162	162	162	162
Federal Home Loan	<u>1,055,296</u>	<u>1,055,296</u>	<u>1,055,296</u>	<u>1,055,296</u>
Total Investments	<u>334,862,571</u>	<u>332,832,885</u>	<u>330,803,198</u>	<u>328,773,510</u>

The Ramsey County Board of Commissioners officially approved Ramsey County's investment policy in September of 1998. In November of 1999, a few changes were made to the policy, which were also approved by the Ramsey County Board. The policy is slightly more restricted than what is prescribed in Chapter 118A of Minnesota Statutes governing the investment of public funds. Ramsey

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County's policy restricts Agency Debentures to be up to 60% of the portfolio, Structured Agency Notes up to 30% with no inverses, Agency Mortgage Pass-Thru's up to 30%, Agency CMO's up to 30%, Municipal Bonds up to 30%, and Bankers Acceptances up to 50%. Commercial Paper, Certificates of Deposits, Repurchase Agreements, and GIC's are consistent with language of Chapter 118A.

Chapter 118A of the Minnesota Statutes allows Reverse Repurchase agreements as an investment to create leverage. The Ramsey County policy currently does not allow the use of Reverse Repurchase Agreements, Options, or Future Contracts.

*Credit Risk.* Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. It is the County's policy to invest only in securities that meet the ratings requirements set by state statute.

The County's exposure to credit risk as of December 31, 2010, is as follows:

<u>Ramsey County:</u>	<u>Credit Risk</u>	<u>Custody Credit Risk</u>	<u>Par</u>	<u>Fair Value</u>	<u>% of Total Portfolio</u>
U.S. Agency Securities:					
Federal Home Loan	AAA / Aaa	Custody (a)	39,000,000	38,868,110	11.56%
Federal Home Loan Mtg. Corp.	AAA / Aaa	Custody (a)	35,000,000	35,049,100	10.37%
Federal National Mtg. Assn.	AAA / Aaa	Custody (a)	57,000,000	56,703,650	16.89%
Federal Farm Credit	AAA / Aaa	Custody (a)	51,000,000	51,026,070	15.11%
Federal Discount Notes	AAA / Aaa	Custody (a)	151,000,000	150,903,413	44.75%
Municipal Bonds	AAA / Aa1	Custody (a)	<u>2,535,000</u>	<u>2,444,797</u>	0.75%
Ramsey County's Portfolio			<u>335,535,000</u>	<u>334,995,140</u>	
 <u>Escrow Accounts:</u>					
Griffin Bldg Revenue Bonds: DS. Fund					
Money Market Savings Account	n.a.	Escrow (b)	841,659	841,659	0.25%
Griffin Building Revenue Bonds:					
Money Market Savings Account	n.a.	Escrow (b)	162	162	0.00%
Federal Home Loan	AAA / Aaa	Escrow (b)	<u>1,082,000</u>	<u>1,055,296</u>	0.32%
Escrow Account Totals			<u>1,923,821</u>	<u>1,897,117</u>	
Total Investments			<u>337,458,821</u>	<u>336,892,257</u>	<u>100.00%</u>

- (a) Securities held in custody are in Ramsey County's name.
- (b) Securities held by the escrow agent.

*Concentration of Credit Risk.* The concentration of credit risk is the risk of loss that may be caused by the County's investment in a single issuer. It is the County's policy that U.S. Treasury Securities, U.S. Agency Securities, and obligations backed by U.S. Treasury and/or U.S. Agency Securities, may be held without limit.

*Custodial Credit Risk.* The custodial credit risk for investment securities is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment securities or collateral securities that are in the possession of an outside party. Ramsey County's policy states all securities purchased by the County will be held by a third party safekeeping agency appointed as custodian by the County, consistent with Section 118A.06 of the Minnesota Statutes. The custodian shall issue a safekeeping receipt to the County for each transaction detailing all pertinent aspects of the specific security and the name and account which the security is held. All security transactions entered into by the County, with the exception of money market mutual funds, fixed income mutual fund, and repurchase agreements, shall be conducted on a delivery versus payment basis. At December 31, 2010, all of the investments held in escrow accounts listed above totaled \$1,897,117 and were subject to custodial credit risk.



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**B. Receivables**

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>
Delinquent Property Taxes Receivable	\$ 9,498,911	\$ -
Receivables that do not provide Current Financial Resources	4,299,870	-
Loans Receivable	14,908,351	-
Forfeited Tax Sale Contracts Receivable	351,879	-
Grant Drawdowns Prior to Meeting Eligibility Requirements	-	6,892,698
Earnest Money	-	1,500,000
	<u>\$29,059,011</u>	<u>\$8,392,698</u>

**Direct financing leases:**

**PEDESTRIAN CONNECTION**

Using loan funds obtained through an agreement with the Minnesota Public Facilities Authority, the County built a pedestrian connection from the RiverCentre complex to the core downtown St. Paul area. Under an agreement with the City of St. Paul, the City is required to make lease payments to the County in an amount equal to 105% of the loan payments due from the County to the Minnesota Public Facilities Authority.

The City is responsible for the operation and maintenance of the pedestrian connection. At the expiration of the term of the lease in the year 2030, the connection will become the sole property of the City. As a result, the pedestrian connection is not included in the County's capital assets.

Terms of the lease are as follows:

<u>Years Ended December 31</u>	<u>Lease Receivable</u>
2011	\$ 393,240
2012	396,239
2013	393,880
2014	391,341
2015-2019	1,964,823
2020-2024	1,953,088
2025-2029	1,948,812
2030	<u>385,355</u>
	7,826,778
Less Interest	<u>(2,304,778)</u>
Present Value of Lease Receivable	<u>\$5,522,000</u>

**BENZ BUILDING**

Issuing \$13,845,000 of lease revenue bonds in 2003, the County renovated and remodeled the Benz Building to be used for the Saint Paul Police Headquarters Facility and leased by the City of Saint Paul. The term of the lease is for 20 years beginning January 1, 2004 to December 31, 2023. The City of Saint Paul will pay base rent on a semi-annual basis equal to the debt service payment including principal and interest.

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The City may buy out the lease and exercise a purchase option at any time during the lease as well as purchase the property for \$1,500,000 at the end of the lease term. As a result, the building is not included in the County's capital assets.

Terms of the lease are as follows:

<u>Years Ended December 31</u>	<u>Lease Receivable</u>
2011	\$ 1,032,568
2012	1,054,567
2013	1,054,767
2014	1,048,967
2015-2019	5,347,337
2020-2023	<u>4,300,263</u>
	13,838,469
Less Interest	<u>(3,603,470)</u>
Present Value of Lease Receivable	<u>\$10,234,999</u>

**REGIONS HOSPITAL**

The lease agreement granted Regions Hospital use of the property through December 2046 under the condition that it (i) provide care to the indigent of Ramsey County throughout the lease term; (ii) pay all taxes, utilities, maintenance, and insurance costs with respect to the property; (iii) use its best efforts to continue providing, and consult with the Ramsey County Board of Commissioners before discontinuing, its major or unique services, including but not limited to the trauma center, burn unit, graduate medical education, and research services; and (iv) not assign the lease to a for-profit corporation.

The property leased is classified as a capital lease and is not included in the County's capital assets. The lease requires that a minimum dollar amount of indigent care be provided to Ramsey County residents. In the event the value of charity care does not meet the lease requirement, the Hospital can fulfill the obligation by making capital improvements to the hospital property. The value of charity care is reduced by Ramsey County's direct cash support, if any.

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**C. Capital Assets**

Capital asset activity for the year ended December 31, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 98,201,461	\$39,167,185	\$ -	\$137,368,646
Construction in progress	<u>69,510,733</u>	<u>9,723</u>	<u>(20,386,827)</u>	<u>49,133,629</u>
Total capital assets, not being depreciated	<u>167,712,194</u>	<u>39,176,908</u>	<u>(20,386,827)</u>	<u>186,502,275</u>
Capital assets, being depreciated:				
Buildings	293,702,461	23,440,838	(1,510,573)	315,632,726
Building Improvements	21,846,041	2,022,142	-	23,868,183
Improvements other than buildings	38,403,115	1,513,902	(111,954)	39,805,063
Equipment	75,294,305	7,245,928	(6,594,075)	75,946,158
Computer Software	8,810,635	-	-	8,810,635
Infrastructure	<u>387,244,255</u>	<u>18,881,940</u>	<u>-</u>	<u>406,126,195</u>
Total capital assets being depreciated	<u>825,300,812</u>	<u>53,104,750</u>	<u>(8,216,602)</u>	<u>870,188,960</u>
Less accumulated depreciation for:				
Buildings	(70,497,181)	(6,246,767)	68,870	(76,675,078)
Building Improvements	(10,152,688)	(1,820,910)	(1,723)	(11,975,321)
Improvements other than buildings	(23,883,006)	(1,742,494)	75,220	(25,550,280)
Equipment	(48,842,685)	(7,925,146)	6,189,582	(50,578,249)
Computer Software	(8,050,454)	(67,234)	-	(8,117,688)
Infrastructure	<u>(195,053,048)</u>	<u>(9,797,973)</u>	<u>11,730,190</u>	<u>(193,120,831)</u>
Total accumulated depreciation	<u>(356,479,062)</u>	<u>(27,600,524)</u>	<u>18,062,139</u>	<u>(366,017,447)</u>
Total capital assets being depreciated, net	<u>468,821,750</u>	<u>25,504,226</u>	<u>9,845,537</u>	<u>504,171,513</u>
Governmental activities capital assets, net	<u>636,533,944</u>	<u>64,681,134</u>	<u>(10,541,290)</u>	<u>690,673,788</u>
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	<u>107,073</u>	-	-	<u>107,073</u>
Total capital assets, not being depreciated	<u>107,073</u>	-	-	<u>107,073</u>
Capital assets, being depreciated:				
Buildings	9,374,214	-	-	9,374,214
Building improvements	3,501,155	14,883	-	3,516,038
Improvements other than buildings	4,177,559	7,575	(104)	4,185,030
Equipment	<u>2,650,151</u>	<u>338,166</u>	<u>(366,288)</u>	<u>2,622,029</u>
Total capital assets being depreciated	<u>19,703,079</u>	<u>360,624</u>	<u>(366,392)</u>	<u>19,697,311</u>
Less accumulated depreciation for:				
Buildings	(4,418,180)	(238,198)	-	(4,656,378)
Building improvements	(995,890)	(189,638)	-	(1,185,528)
Improvements other than buildings	(1,094,148)	(154,357)	104	(1,248,401)
Equipment	<u>(2,025,764)</u>	<u>(293,801)</u>	<u>325,646</u>	<u>(1,993,919)</u>
Total accumulated depreciation	<u>(8,533,982)</u>	<u>(875,994)</u>	<u>325,750</u>	<u>(9,084,226)</u>
Total capital assets being depreciated, net	<u>11,169,097</u>	<u>(515,370)</u>	<u>(40,642)</u>	<u>10,613,085</u>
Business-type activities capital assets, net	<u>\$ 11,276,170</u>	<u>\$ (515,370)</u>	<u>\$ (40,642)</u>	<u>\$ 10,720,158</u>

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Depreciation expense was charged to functions / programs as follows:

Governmental activities:	
General government	\$ 5,250,385
Public safety	6,464,728
Highways and streets, including depreciation of infrastructure assets	11,137,844
Health	301,124
Sanitation	107,264
Human Services	424,277
Culture and recreation	2,812,906
Conservation of natural resources	302,644
Economic development and assistance	166,979
Capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	<u>632,373</u>
Total depreciation expense – governmental activities	<u>\$27,600,524</u>
Business-type activities:	
Lake Owasso Residence	\$172,152
Ramsey County Care Center	396,217
Ponds at Battle Creek	110,516
Law Enforcement Services	<u>197,109</u>
Total depreciation expense – business-type activities	<u>\$875,994</u>

**Construction Commitments**

The government has active construction projects as of December 31, 2010. The projects include widening and construction of existing streets and bridges, and the construction of new county building facilities. At year-end the government's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
Road and bridge construction	\$61,103,901	\$ 16,529,479
County building facilities	1,148,036	8,337,484
Union Depot Renovation	3,782,994	139,771,605

**D. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of December 31, 2010, is as follows:

*Due to/from other funds:*

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor Governmental Funds	\$ 555,243
	Lake Owasso Residence	3,084
	Ponds at Battle Creek	22,371
	Nonmajor Enterprise Funds	22,623
	Internal Service Funds	167,800
Nonmajor Governmental Funds	General	7,208
Internal Service Funds	General	1,222,765
	Nonmajor Governmental Funds	534,351
	Lake Owasso Residence	1,182,079
	Ponds at Battle Creek	42,982
	Nonmajor Enterprise Funds	1,526,918
	Internal Service Funds	<u>2,433,035</u>
Total		<u>\$7,720,459</u>

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These balances reflect the interfund goods and services provided for Telecommunications, Information Services, and Property Management, and not paid at year-end but expected to be paid in the subsequent year.

Advances are usually loans that are outstanding more than one year.

*Advances to / from other funds:*

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Capital Projects Fund	\$13,136,920
	Nonmajor Governmental Funds	4,619,100
	Lake Owasso Residence	378,206
	Nonmajor Enterprise Funds	500,000
Capital Projects	Ponds at Battle Creek	3,520,181
Total	Ponds at Battle Creek	<u>175,000</u>
		<u>\$22,329,407</u>

These balances are primarily working capital loans made to other funds and not scheduled to be paid back in the subsequent year.

*Interfund transfers:*

	Transfer In					Internal Service Funds	Total
	General	Debt Service	Capital Projects	Nonmajor Governmental	Non Major Enterprise		
Transfer out:							
General	\$ -	\$ -	\$ -	\$1,102,532	\$ -	\$589,193	\$1,691,725
Debt Service	-	-	1,483,000	-	3,625	-	1,486,625
Capital Projects Fund	-	-	-	380,600	-	-	380,600
Nonmajor Governmental	-	350,000	-	1,530,000	-	-	1,880,000
Lake Owasso Residence	263,999	-	-	-	-	-	263,999
Nonmajor Enterprise	366,854	-	-	-	-	-	366,854
Internal Service Funds	<u>2,605,990</u>	-	-	-	-	-	<u>2,605,990</u>
Total transfers out	<u>\$3,236,843</u>	<u>\$350,000</u>	<u>\$1,483,000</u>	<u>\$3,013,132</u>	<u>\$3,625</u>	<u>\$589,193</u>	<u>\$8,675,793</u>

Transfers are used to move revenues from the General Fund to finance various programs accounted for in other funds and move restricted funds to the Debt Service Fund. Also move revenues from Refunded Bonds from Debt Service Fund to the Agency Fund and move revenues from the General Fund to the Retiree Insurance to partially finance the OPEB liability.

**E. HRA Conduit Debt Obligations**

The HRA has issued Rental Housing Revenue Bonds to facilitate the development of housing facilities designed for occupancy by persons of low or moderate income which improves the economic and housing conditions of the County. The bonds are secured by the financed property and are payable solely from the revenues of the housing projects. The HRA has issued Revenue Bonds to facilitate the development of enterprises engaged in providing health care services to residents of Ramsey County. The bonds are secured by the financial property and are payable solely from the revenues of the health care operation.

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The bonds do not constitute a charge, lien, or encumbrance, legal or equitable, upon any property or funds of the HRA, nor is the HRA subject to any liability thereon. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Conduit bonds have an outstanding principal balance of \$98.5 million at December 31, 2010. There were six conduit bond issuances at December 31, 2010:

	<u>Issue Year</u>	<u>Principal Balance</u>
Common Bond – Skyline Towers	2000	\$14,055,000
CHDC – Hanover Townhomes	2001	2,765,000
SP Leased Housing – 808 Berry Street	2002	33,630,000
Centex – Chestnut Housing (Upper Landings)	2002	5,313,129
Dominium Development – Gateway Village	2003	38,690,000
Westside Community Health Services (501c3)	2004	<u>4,019,671</u>
		<u>\$98,472,800</u>

**F. Leases payable**

Operating Leases

The county leases real estate and equipment under leases expiring at various dates through 2020. Total costs for such leases were \$2,594,500 for year ended December 31, 2010. The future minimum lease payments for these leases are as follows:

<u>Year Ending Dec. 31</u>	<u>General Fund</u>
2011	\$2,135,895
2012	1,795,608
2013	1,170,560
2014	905,732
2015	745,405
2016-2019	<u>759,999</u>
Total	<u>\$7,513,199</u>

**G. Loans payable**

The County has taken advantage of the Xcel Energy Local Government Energy Conservation Program to complete energy retrofits of various County buildings. Xcel's program provides low interest loans for building energy retrofits, based on energy savings generated; a one-time bounty for reduced kilowatt consumption and partial funding for engineering audits and design services.

Based on Xcel's program guidelines, after an assessment of needs has been made of energy conservation measures, a loan application, limited to two times the annual energy consumption, is submitted to Xcel for all construction and equipment costs. After the application has been approved by Xcel, the energy conservation project is competitively bid, and construction/installation completed. Upon completion of the project, a loan agreement is submitted to Xcel, and Xcel then issues the loan proceeds and sets up a repayment schedule through the monthly electric/gas bills. At that time, Xcel also pays the actual engineering costs up to 15% of the loan amount.

Since Xcel loan proceeds are not received until project completion, the County must provide upfront funding for projects, which have received application approval from Xcel. All outstanding applications have been approved as of December 31, 2010. The future minimum loan payments are:

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<u>Year Ending Dec. 31</u>	<u>Government Activities</u>
2011	\$6,026
Less: Interest	<u>(28)</u>
Present Value of Minimum Loan Payments	<u>\$5,998</u>

**H. Sick Leave, Vacation, and Compensatory Time**

Under the County's personnel policies and union contracts, county employees are granted vacation and sick leave in varying amounts based on length of service. Certain employees are also granted compensatory time. Unused accumulated vacation, vested sick leave, and compensatory time are paid to employees upon termination. Each permanent employee earns up to 25 days vacation leave and 15 days of sick leave per year.

**I. Long Term Obligations**

General Obligation Bonds and Notes

The county issues general obligation bonds and notes to provide funds for the acquisition and construction of major capital facilities. General obligation bonds and notes have been issued for both governmental and business-type activities. The outstanding amount of general obligation bonds and notes issued in prior years was \$171,342,000. During the year, general obligation bonds totaling \$23,450,000 were issued to provide funding for various capital projects and to refinance certain general obligation bonds.

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The following is a list of the long-term debt transactions of the County for the year ended December 31, 2010:

	Payable <u>January 1</u>	<u>Additions</u>	<u>Deductions</u>	Payable <u>December 31</u>	Due Within <u>One Year</u>
<b>GOVERNMENTAL ACTIVITIES:</b>					
General Obligation Bonds	180,170,000	23,450,000	21,335,000	182,285,000	14,555,000
Note Payable	5,712,000	-	190,000	5,522,000	195,000
Lease Revenue Bonds	11,360,000	-	550,000	10,810,000	575,000
Premium/Discount	<u>4,163,451</u>	<u>508,367</u>	<u>408,037</u>	<u>4,263,781</u>	<u>411,776</u>
Total General Obligation Bonds, Notes Payable, and Lease Revenue Bonds	<u>201,405,451</u>	<u>23,958,367</u>	<u>22,483,037</u>	<u>202,880,781</u>	<u>15,736,776</u>
Loans Payable:					
Governmental Funds	<u>20,284</u>	<u>-</u>	<u>14,286</u>	<u>5,998</u>	<u>5,998</u>
Total Loans Payable	<u>20,284</u>	<u>-</u>	<u>14,286</u>	<u>5,998</u>	<u>5,998</u>
Contract for Deed	<u>13,690,658</u>	<u>-</u>	<u>13,690,658</u>	<u>-</u>	<u>-</u>
Claims and Judgments Payable					
Governmental Funds	<u>7,221,085</u>	<u>10,956,210</u>	<u>6,780,302</u>	<u>11,396,993</u>	<u>2,775,724</u>
Compensated Absences:					
Governmental Funds	33,442,873	18,389,039	17,925,732	33,906,180	16,887,844
Internal Service Funds:					
Data Processing	959,097	491,820	431,327	1,019,590	503,548
General County Buildings	749,378	260,699	255,891	754,186	293,035
Telecommunication	<u>71,045</u>	<u>36,905</u>	<u>31,659</u>	<u>76,291</u>	<u>36,725</u>
Total Compensated Absences	<u>35,222,393</u>	<u>19,178,463</u>	<u>18,644,609</u>	<u>35,756,247</u>	<u>17,721,152</u>
Governmental Activities Long-term Liabilities	<u>257,559,871</u>	<u>54,093,040</u>	<u>61,612,892</u>	<u>290,040,019</u>	<u>36,239,650</u>
<b>BUSINESS-TYPE ACTIVITIES:</b>					
General Obligation Bonds:					
Enterprise Funds:					
Lake Owasso Residence	2,740,000	-	200,000	2,540,000	205,000
Ponds at Battle Creek	2,615,000	-	155,000	2,460,000	160,000
Ramsey County Care Center	2,065,000	-	80,000	1,985,000	80,000
Premium/Discount	<u>280,838</u>	<u>-</u>	<u>24,941</u>	<u>255,897</u>	<u>27,610</u>
Total General Obligation Bonds	<u>7,700,838</u>	<u>-</u>	<u>459,941</u>	<u>7,240,897</u>	<u>472,610</u>
Compensated Absences:					
Enterprise Funds:					
Lake Owasso Residence	787,302	403,505	446,418	744,389	408,214
Ponds at Battle Creek	19,938	9,328	6,879	22,387	11,832
Ramsey County Care Center	953,340	651,747	570,396	1,034,691	571,713
Law Enforcement Services	<u>362,131</u>	<u>299,352</u>	<u>303,948</u>	<u>357,535</u>	<u>357,535</u>
Total Compensated Absences	<u>2,122,711</u>	<u>1,363,932</u>	<u>1,327,641</u>	<u>2,159,002</u>	<u>1,349,294</u>
Business-Type Activities Long- Term Liabilities	<u>9,823,549</u>	<u>1,363,932</u>	<u>1,787,582</u>	<u>9,399,899</u>	<u>1,821,904</u>



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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. Also, for the governmental activities, claims and judgments and compensated absences are generally liquidated by the General Fund.

Long-term debt payable at December 31, 2010 comprises the following individual issues:

COUNTY GENERAL OBLIGATION DEBT:

County-wide General Obligation Bonds:

\$31,160,000 2002 Capital Improvement Plan Series 2002A, due in annual installments of \$260,000 to \$5,655,000 through February 1, 2022, interest at 4.9683%	28,805,000
\$3,550,000 Capital Improvement Plan Series 2002A, due in annual Ponds at Battle Creek installments of \$110,000 to \$260,000 through February 1, 2022, interest at 4.9683%	2,460,000
\$30,885,000 2002 CIP Refunding Series 2002B, due in annual installments of \$1,325,000 to \$3,840,000 through February 1, 2015, interest at 4.5544%	14,930,000
\$4,400,000 2002 State Aid Street Bonds Series 2002C, due in annual installments of \$85,000 to \$285,000 through February 1, 2028, interest at 4.525%	3,575,000
\$27,015,000 2003 Capital Improvement Plan Series 2003A, due in annual installments of \$910,000 to \$1,905,000 through February 2023, interest at 3.7818%	19,610,000
\$12,910,000 2004 Capital Improvement Plan Refunding Bonds Series 2004A due in annual installments of \$210,000 to \$1,280,000 through February 1, 2017, interest at 3.4791%	6,830,000
\$31,960,000 2004 General Obligation Bond Capital Improvement Plan Bonds Series 2004D due in annual installments of \$645,000 to \$2,790,000 through February 1, 2024, interest at 4.1876%	18,440,000
\$9,750,000 2004 General Obligation Library Bonds Series 2004E, due in annual installments of \$325,000 to \$705,000 through February 1, 2024, interest at 4.1983%	7,315,000
\$2,500,000 2005 General Obligation Capital Improvement Plan Bonds Series 2005A, due in annual installments of \$215,000 to \$295,000 through February 1, 2015, interest at 3.25-4%	1,365,000
\$15,075,000 2005 Capital Improvement Plan Refunding Series 2005B due in annual installments of \$815,000 to \$1,615,000 through February 1, 2020, interest at 3.5-5%	10,970,000
\$2,935,000 2005 Capital Improvement Plan Refunding Series 2005B, due in annual Lake Owasso installments of \$195,000 to \$310,000 through February 1, 2020, interest at 3.5-5%	2,540,000
\$6,750,000 2006 General Obligation Capital Improvement Plan Bonds Series 2006A, due in annual installments of \$210,000 to \$495,000 through February 1, 2026, interest at 3.85-4.30%	5,195,000

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\$18,610,000 2007 General Obligation Capital Improvement Plan Bonds Series 2007A, due in annual installments of \$645,000 to \$1,170,000 through February 1, 2027, interest at 4.00-5.00%	16,395,000
\$2,250,000 2007 General Obligation Capital Improvement Plan Bonds Series 2007A, due in annual Nursing Home installments of \$75,000 to \$160,000 through February 1, 2027, interest at 4.00-5.00%	1,985,000
\$6,100,000 2008 General Obligation Capital Improvement Plan Bonds Series 2008A, due in annual installments of \$175,000 to \$455,000 through February 1, 2028, interest at 4.00-4.375%	5,305,000
\$6,100,000 2009 General Obligation Capital Improvement Plan (Build America) Bonds Series 2009A, due in Installments of \$175,000 to \$435,000 through February 1, 2029, interest rate at 3.3790%	5,680,000
\$15,950,000 2009 General Obligation Library (Build America) Bonds Series 2009B, due in annual installments of \$580,000 to \$1,530,000 through February 1, 2029, interest rate at 3.4204%	14,420,000
\$6,950,000 2010 General Obligation Capital Improvement Plan Refunding Bonds Series 2010A, due in annual installments of \$510,000 to \$955,000 through February 1, 2021, interest rate at 2.3689%	6,950,000
\$8,730,000 2010 General Obligation Capital Improvement Plan (Build America) Bonds Series 2010B, due in annual installments of \$200,000 to \$1,275,000 through February 1, 2011, interest rate at 2.4791%	8,730,000
\$7,770,000 2010 General Obligation Capital Improvement Plan (Recovery Zone Economic Development) Bonds Series 2010C, due in annual installments of \$230,000 to \$1,040,000 through February 1, 2030, interest rate at 2.9081%	<u>7,770,000</u>
Total County General Obligation Bonds	189,270,000
<u>General Obligation Notes Payable:</u>	
\$6,872,000 2001 General Obligation Notes due in annual installments of \$150,000 to \$372,000 through August 30, 2030, interest at 3.59%.	<u>5,522,000</u>
Total County General Obligation Debt	194,792,000
<u>REVENUE BONDS:</u>	
<u>Public Facility Lease Revenue Bonds:</u>	
\$13,845,000 2003 Public Facility Lease Revenue Series A Bonds, due in annual installments of \$470,000 to \$1,025,000 through January 1, 2024, interest at 4.5366%	<u>10,810,000</u>
Total General Obligation Debt and Revenue Bond Debt	<u>\$205,602,000</u>

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Annual Requirement to Amortize Long-Term Debt

The annual requirements to amortize all long-term debt outstanding as of December 31, 2010, carrying interest rates of 2.48% to 5.00% are:

<u>Years Ending</u> <u>December 31</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ 15,325,000	\$ 8,909,287	\$ 445,000	\$ 328,550
2012	15,140,000	8,154,006	465,000	308,988
2013	15,795,000	7,495,481	490,000	287,059
2014	16,010,000	6,790,954	510,000	263,394
2015	15,235,000	6,086,457	530,000	238,082
2016-2020	62,875,000	21,162,278	3,050,000	761,707
2021-2025	42,650,000	8,068,073	1,180,000	186,891
2026-2030	15,587,000	1,640,617	315,000	14,375
Total	<u>\$198,617,000</u>	<u>\$68,307,153</u>	<u>\$6,985,000</u>	<u>\$2,389,046</u>

The County is subject to Minn. Stat., Sect. 475.53, Subd. 1, as amended in 2008, which limits the amount of bonded debt (exclusive of revenue bonds) that the County may have outstanding to 3 percent of the market value of property within the County. At December 31, 2010, the statutory limit for the County was \$1,380,674,082 providing a debt margin of \$1,206,323,544.

There is \$21,098,378 available in the Debt Service Fund to service the General Obligation Bonds. There are a number of limitations and restrictions contained in the various bond indentures. The County is in compliance with all significant limitations and restrictions.

The County's proportionate share of debt at December 31, 2010 of all local governmental units which provide services within the County's boundaries, and which must be borne by properties in the County, is summarized below:

	<u>Outstanding</u>	<u>Percentage</u> <u>Applicable</u> <u>To the County</u>	<u>County's</u> <u>Share</u> <u>Of Debt</u>
<u>Direct Debt</u>			
Ramsey County	\$ 205,602,000	100.0%	\$ 205,602,000
<u>Overlapping Debt</u>			
Cities	21,615,000	1.7%	376,535
School Districts	280,385,000	62.0%	173,708,111
Other	245,200,000	15.3%	37,515,600
<u>Underlying Debt</u>			
Cities and Towns	212,409,466	100.0%	212,409,466
School Districts	575,186,884	100.0%	575,186,884
Other	29,392,814	100.0%	29,392,814
TOTAL	<u>\$1,569,791,164</u>		<u>\$1,234,191,410</u>

Community Action Partnership of Ramsey and Washington Counties (formerly RAP)

In 1996, Ramsey County entered into a lease-purchase agreement with Norwest Bank Minnesota, National Association (Trustee), whereby the Trustee issued \$3,465,000 in Certificates of Participation (COPS) to finance the acquisition of land and a building located in St. Paul. Subsequently, Ramsey County sub-leased the facility to Community Action to be developed into a one-stop service center housing a variety of programs offered by it and other non-profit and public agencies dedicated to relieving poverty. The COPS represent proportionate interests in lease payments to be made under the lease-purchase agreement. The County is obligated through the lease-purchase agreement to make all lease

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payments and other obligations of the County under the lease. Community Action is obligated under the sub-lease agreement to pay directly the Trustee, as agent and on behalf of the County, monthly lease payments in an amount equal to the annual expenses of the County due to the Trustee. They will own the land and the building at the conclusion of the agreement.

The original 1996 Series COPS issue was refunded in 2004, via the issue 2004B of \$1,855,000 Refunding Certificates of Participation (tax exempt), and issue 2004C of \$620,000 Refunding Certificates of Participation (taxable). The taxable portion of the issue was requested by RAP to allow for sub-leasing of the property to for-profit tenants. As of December 31, 2010, the outstanding balance of the 2004B Refunding COPS (tax exempt) is \$1,470,000 and the 2004C Refunding COPS (taxable) is \$ -0-. The outstanding debt will be paid off on January 1, 2017 for the 2004B Refunding COPS. The terms of the refunding agreement transferred trustee rights to Wells Fargo Bank, National Association.

**Bond Refundings**

In 2010, the County issued 2010A General Obligation Refunding Bonds of \$6,950,000 to refund 1999A and 2001A General Obligation Bonds. As a result, the refunded bonds are considered defeased and the liability has been removed from the governmental activities column of the Statement of Net Assets. This refunding was undertaken to reduce total debt service payments over the next 11 years by \$1,157,594. The transaction also resulted in an economic gain of \$949,644.

**J. Unreserved – Fund Balance**

In the fund financial statements, Unreserved Fund Balances were designated to show the portion segregated from unreserved spendable resources as follows:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>
Designated for:			
Capital Expenditures	\$ 7,213,786	\$ -	\$ 477,343
Subsequent Years' Budget/Expenditure	9,685,715	(15,620,875)	9,524,149
2011 Budget	6,000,000	-	-
Unrealized Gain on Investments	-	-	-
Supporting Housing Priorities	1,687,423	-	869,278
Other Post-Employment Benefits	-	-	102,716
Cash Flow	86,527,859	-	3,834,184
Asset Replacement	-	-	50,000
Solid Waste Management	-	-	-
Resource Recovery Project	-	-	-
Health Promotion/Health Improvement	-	-	111,267
Capital Project/Computer System	19,298,088	-	-
Self Insurance	4,453,630	-	-
Judgments	6,989,500	-	-
Total Designated	<u>141,856,001</u>	<u>(15,620,875)</u>	<u>14,968,937</u>
Undesignated	<u>32,455,674</u>	<u>3,619,867</u>	<u>46,749,281</u>
Total Unreserved	<u>\$174,311,675</u>	<u>\$12,001,008</u>	<u>\$61,718,218</u>

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**K. Investment Earnings:**

Generally accepted accounting principles require the County to record the difference between the market value and cost of investments. This difference is included as a gain or loss in investment earnings. In 2010, the investment earnings for the General Fund, including unrealized gains on investments, is as follows:

Interest on Investments	\$5,162,666
Unrealized Loss on Investments	<u>(1,751,814)</u>
	<u>\$3,410,852</u>

**V. OTHER INFORMATION**

**A. Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County currently reports all of its risk management activities in its General Fund except for Solid Waste risk management activities which are reported in the Solid Waste/Recycling Service Fee Special Revenue Fund and the Ramsey County Care Center risk management activities which are reported in the Ramsey County Care Center Enterprise Fund. Premiums are paid into the General Fund by the other funds and are available to pay claims, claim reserves, and administrative costs of the program.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Changes in the balances of claims liabilities during the past two years are as follows:

	Year Ended <u>12/31/10</u>	Year Ended <u>12/31/09</u>
Unpaid claims, beginning of fiscal year	\$ 7,221,085	\$4,323,184
Incurred claims (including IBNRs)	10,956,210	6,512,178
Claim payments	<u>6,780,302</u>	<u>3,614,277</u>
Unpaid claims, end of fiscal year	<u>\$11,396,993</u>	<u>\$7,221,085</u>

The County carries commercial insurance for:

- 1) Ramsey Nursing Home (self-insured for workers compensation),
- 2) Lake Owasso Residence,
- 3) Law Enforcement Service, and
- 4) Job Training Partnership Act (Administration of program only)

The County also participates in the Workers Compensation Reinsurance Association (WCRA) as required by State law. Ramsey County is responsible for costs up to \$1,800,000 for any claim. The WCRA becomes responsible for the amount in excess of \$1,800,000. The limit changes each year. A premium is paid by the County to the association based on the County's total salary costs.

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At December 31, 2010, Solid Waste/Recycling Service Fee Special Revenue Fund investments of \$1,000,000 were held for the purpose of funding the County's future claims liability. As a result, \$1,000,000 of Solid Waste/Recycling Service Fee Special Revenue Fund balance is designated for payment of future claims liabilities.

There were no significant reductions in insurance or increases in expenditures from the County's self-insurance accounts from the previous year or settlements in excess of insurance coverage or self-insurance balances for any of the past three fiscal years.

**B. Subsequent Event**

The issuance of bonds not to exceed \$18,500,000 General Obligation Capital Improvement Plan Bonds, Series 2011A to defray the expense of acquiring and constructing various capital improvements authorized in the County's Capital Improvement Plan under the County's Home Rule Charter.

If market conditions dictate, issuance of Refunding General Obligation Bonds Series 2011B, in the aggregate principal amount of approximately \$12,605,000 may be issued in 2011. This issue is for the current refund of Refunding General Obligation Capital Improvement Bonds, Series 2002B.

**C. Contingent Liabilities**

**GRANTS**

The County receives significant financial assistance from numerous federal, state, and local governmental agencies in the form of grants and entitlements. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements. The financial assistance received may be subject to an audit pursuant to OMB Circular A-133 or audits by the grantor agency.

**LITIGATION**

The County is a defendant in a class action lawsuit filed in U.S. District Court involving exposure to a contagious disease at the Ramsey County Correctional Facility. Compensation is being sought for inmates who were exposed to tuberculosis. The County denies liability to the plaintiffs and other class members. Nevertheless, the parties have agreed to enter into a settlement.

The County has agreed to make monetary payments in varying amounts for various stages and complications of tuberculosis for eligible class members and to provide or fund medically necessary diagnostic procedures of care and treatment. The settlement was approved by the Court.

As part of the settlement, about \$3,700,000 was paid in 2010. Most of the balance will be paid in 2011. The maximum exposure to the County is estimated to be \$10,689,500. The amount designated in the County's General Fund Balance is \$6,989,500.

The County is also a defendant in a case brought on by an inmate at the Ramsey County Correctional Facility, who had active tuberculosis upon admission to the facility. The Plaintiff claims the staff should have diagnosed his condition upon admission or should have discovered it while he was there.

The County denies liability to the Plaintiff and asserts various defenses to the claims asserted by the Plaintiff. A summary judgment motion was brought to the Courts by the County on May 26, 2011. The judge has not ruled on the motion. If the litigation is not resolved by summary judgment, a settlement conference will be held on August 3, 2011. The Court has set a trial date of approximately September 1, 2011.

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**D. Joint Ventures**

**RESOURCE RECOVERY PROJECT**

Ramsey and Washington Counties have jointly entered into a construction agreement and a service agreement with Xcel Energy to build and operate a resource recovery facility which would produce refuse derived fuel to be burned at Xcel's electric plants. The service agreement was amended in 1993 to transfer Xcel's duties to its subsidiary NRG Energy Inc. (NRG). In 2005, NRG became a publicly held company and was no longer a subsidiary of Xcel. The service agreement obligates the Counties to deliver 280,800 tons of solid waste per year to the project and pay NRG a service fee based on each ton of solid waste handled by the facility subject to a minimum fee based on 280,800 tons per year minimum and subject to certain other adjustments. NRG is obligated to accept, process, transport, and dispose of most of the Counties' waste for twenty years.

The joint powers agreement, as discussed in Note 1, established the apportionment between the two Counties of the administrative costs and service fee payments to NRG. The first year of operations began at 80% Ramsey County and 20% Washington County and was adjusted retroactively to 73% Ramsey County and 27% Washington County based on the actual proportion of waste delivered from each County to the facility, as determined by NRG. The joint powers agreement provides for an annual adjustment of these cost allocation percentages.

From 1990 through 1993, the Counties financed the entire Service Fee, plus Project Board administrative costs, from the tipping fee charged at the facility. During 1993 and 1994, several court decisions directed that counties could not prohibit solid waste from being delivered out of state. In order to ensure environmentally responsible management of solid waste in Ramsey and Washington Counties, both counties approved lowering the tipping fee at the Newport Resource Recovery Facility, from \$66.79 per ton to \$50 per ton, effective January 1, 1994. Effective June 1, 1996, the tipping fee was lowered to \$38 per ton. In August of 2005, the tipping fee was lowered to \$34 per ton.

In June 2001, Ramsey and Washington Counties both approved a process to fully explore and consider development and implementation of a public collection system for solid waste. The process was to engage participation of residents, municipalities, solid waste haulers, businesses, and citizen groups as the counties consider development and implementation of a public solid waste collection system. The timeline for this process would allow for potential implementation of public collection in January 2003. During 2002, the Counties both decided not to implement public collection and instead decided to change the method for collecting the solid waste fee. Beginning in 2003, the fee is collected by waste haulers from the waste generators. This change removes the fee from the property tax statements and more closely ties the fee to the waste generator.

In October 2006, the Facility was sold by NRG to Resource Recovery Technology (RRT). The Counties approved the sale and have entered into a new processing agreement with RRT. The new agreement is effective January 1, 2007 through December 31, 2012. The terms of the agreement call for payments to RRT for each ton of Ramsey Washington MSW delivered to the facility up to a maximum of 350,000 tons. The payment to RRT starts at \$40 per ton delivered for 2007 and 2008. The fee is then reduced to \$33 per ton in 2009, \$20 per ton in 2010, \$15 per ton in 2011, and \$10 per ton in 2012. The agreement also calls for a Hauler Rebate Program to be established by the Resource Recovery Project. The Rebate Program began January 1, 2007, and calls for a rebate to be paid to the haulers for each ton of Ramsey Washington MSW delivered to the facility. The amount of the rebate in 2010 is \$12 per ton delivered. The new agreement calls for RRT to contract with haulers and landfills so the project has terminated all contracts with those entities effective December 31, 2006.

Ramsey County serves as the administrative entity for the Project per the Joint Powers Agreement.

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The approved 2010 Project budget for the estimated shortfall in the Service Fee was \$11,250,000, financed by Ramsey and Washington Counties. The 2010 budget for the Service Fee assumed waste deliveries to the Resource Recovery Facility of 350,000 tons. During 2010, 303,703 tons of solid waste was delivered to the facility by haulers from Ramsey and Washington Counties.

Summary financial information for this joint venture as of and for the year ended December 31, 2010 have been subjected to audit in the following table:

	Total <u>Project</u>	Ramsey County's <u>Share</u>
Total Fund Assets	\$ 6,904,918	\$ 5,050,590
Total Fund Liabilities	986,529	720,166
Total Fund Balance	5,918,389	4,330,424
Total Revenues	10,242,967	7,477,366
Total Expenditures	10,237,036	7,473,036
Net (Decrease) in Fund Balance	\$ 5,931	\$ 4,330

**VERIFICATION COLLABORATIVE EXECUTIVE COMMITTEE**

Ramsey County entered into a joint powers agreement pursuant to the provisions of Minnesota Statute Sect. 471.59, to oversee any entity under contract to provide vendor certification services to the members of the Inclusiveness in Contracting Collaborative and to handle appeals of vendor certification status and other certification-related matters that may arise from time to time. The committee is composed of one representative of each of the members. Ramsey County joined with Hennepin County, the City of Minneapolis, the City of St. Paul, and Independent School District 625. Currently, a fiscal agent is not needed.

**COUNTIES TRANSIT IMPROVEMENT BOARD (CTIB)**

CTIB was created on April 1, 2008, as required by Minn. Statute Section 297A.992, by joint powers agreement between the counties of Anoka, Dakota, Hennepin, Ramsey, and Washington. Its purpose is to receive and distribute the new ¼ cent transit sales tax for the development, construction, and operation of transit ways serving the five-county area. Hennepin County is the fiscal agent. Financial statements are available from Hennepin County, Department of Finance, 300 South Sixth Street, A-2301 Government Center, Minneapolis, Minnesota 55487.

**E. Jointly Governed Organizations**

Ramsey County, in conjunction with other local governments and various private organizations have formed the collaboratives listed below:

- North Suburban Collaborative: The collaborative was established to receive and expend grant funds on new prevention and early intervention children services. The Roseville School District is the fiscal agent. Ramsey County has no operational or financial control over the collaborative. Financial statements are available from the Roseville School District, 1251 West County Road B2, Roseville, MN 55113.
- Children's Mental Health Collaborative: The collaborative was established to receive and expend grant funds on new prevention and early intervention children's mental health issues. Ramsey County is the fiscal agent. Ramsey County has no operational or financial control over the collaborative.
- Saint Paul-Ramsey County Children's Initiative Collaborative: The collaborative was established to receive and expend grant funds on new prevention and early intervention family services. Ramsey County is the fiscal agent. Ramsey County has no operational or financial control over the collaborative.



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- Ramsey County LCTS Collaborative Partnership: The collaborative was established to receive and redistribute grant funds to other collaboratives. Ramsey County is the fiscal agent. Ramsey County has no operational or financial control over the collaborative.
- Inclusiveness Contracting Collaborative: The collaborative was established to create a centralized program for certification of businesses in the members' respective small businesses, minority-owned business, or women-owned business enterprise programs. An outside contractor, Impact Inc. is the fiscal agent. Ramsey County has no operational or financial control over the collaborative.
- Mental Health Crisis Alliance: A Cooperative Agreement was established with Dakota County to provide funding to increase mental health crisis services for adults. A Cooperative Agreement was created with a governing board which will be referred to as the East Metropolitan Adult Crisis Stabilization Collaborative ("EMACS"). Ramsey County is the fiscal agent. Ramsey County has no operational or financial control over the collaborative.

**F. Defined Benefit Pension Plans – Statewide**

**Plan description:**

All full-time and certain part-time employees of Ramsey County are covered by defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the General Employees Retirement Fund, the Public Employees Police and Fire Fund, and the Local Government Correctional Service Retirement Fund (the Public Employees Correctional Fund), which are cost sharing, multiple-employer retirement plans. These plans are established and administered in accordance with Minn. Stat. chs. 353 and 356.

General Employees Retirement Fund members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and Basic Plan members are not. All new members must participate in the Coordinated Plan and benefits vest after three years of credited service (five years for those first eligible for membership after June 30, 2010).

All police officers, firefighters, and peace officers, who qualify for membership by statute, are covered by the Public Employees Police and Fire Fund. Members who are employed in a county correctional institution as a correctional guard or officer, a joint jailer/dispatcher, or as a supervisor of correctional guards or officers or of joint jailer/dispatchers, and are directly responsible for the direct security, custody, and control of the County correctional institution and its inmates, are covered by the Public Employees Correctional Fund. For members first eligible for membership after June 30, 2010, benefits vest on a graduated schedule starting with 50 percent after five years and increasing 10 percent for each year of service until fully vested after ten years. Members eligible for membership before July 1, 2010, are fully vested after three years of service.

PERA provides retirement benefits as well as disability benefits to members and benefits to survivors upon death of eligible members. Benefits are established by state statute. Defined retirement benefits are based on a member's average salary for the highest-paid consecutive years of allowable service, age, and years of credit at termination of service.

Two methods are used to compute benefits for General Employees Retirement Fund Coordinated and Basic Plan members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2). Under Method 1, the annuity accrual rate for a Basic Plan member is 2.2 percent of average salary for each of the first ten years of service and 2.7 percent for each year thereafter. For a Coordinated Plan member, the annuity accrual rate is 1.2 percent of average salary for each of the first ten years and 1.7 percent for each successive year. Under Method 2, the annuity accrual rate is 2.7 percent of average salary for Basic Plan members and 1.7 percent for Coordinated Plan members for each year of service. For the Public Employees Police and Fire Fund members, the annuity accrual rate is 3.0 percent of average salary for each year of service. For Public

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Employees Correctional Fund members, the annuity accrual rate is 1.9 percent of average salary for each year of service.

For all Public Employees Retirement Fund members hired prior to July 1, 1989, whose annuity is calculated using Method 1, and for all Public Employees Police and Fire Fund and Public Employees Correctional Fund members, a full annuity is available when age plus years of service equal 90. Normal retirement age is 55 for Public Employees Police and Fire Fund members and Public Employees Correctional Fund members, and either 65 or 66 (depending on date hired) for Public Employees Retirement Fund members. A reduced retirement annuity is also available to eligible members seeking early retirement.

The benefit provisions stated in the previous paragraphs of this section are current provisions and apply to active plan participants. Vested, terminated employees, who are entitled to benefits but are not yet receiving them, are bound by the provisions in effect at the time they last terminated public service.

PERA issues a publicly available financial report that includes financial statements and required supplementary information for the Public Employees Retirement Fund, the Public Employees Police and Fire Fund, and the Public Employees Correctional Fund. That report may be obtained on the Internet at [www.mnpera.org](http://www.mnpera.org); by writing to PERA at 60 Empire Drive, Suite 200, Saint Paul, Minnesota 55103-2088; or by calling (651) 296-7460 or 1-800-652-9026.

**Funding policy:**

Pension benefits are funded from member and employer contributions and income from the investment of fund assets. Minn. Stat. ch. 353 sets the rates for employer and employee contributions. These statutes are established and amended by the State Legislature. The County makes annual contributions to the pension plans equal to the amount required by state statutes. General Employees Retirement Fund Basic Plan members and Coordinated Plan members were required to contribute 9.10 and 6.00 percent, respectively, of their annual covered salary. Public Employees Police and Fire Fund members are required to contribute 9.40 percent. Public Employees Correctional Fund members are required to contribute 5.83 percent of their annual covered salary.

The County is required to contribute the following percentages of annual covered payroll in 2010:

	<u>2010</u>
General Employee Retirement Fund	
Basic Plan Members	11.78%
Coordinated Plan Members	7.00%
Public Employees Police and Fire Fund	14.10%
Public Employees Correctional Fund	8.75%

The County's contributions for the years ending December 31, 2010, 2009, and 2008, for the General Employees Retirement Fund, the Public Employees Police and Fire Fund, and the Public Employees Correctional Fund, were:

<u>Year</u>	<u>Public Employees Retirement Fund</u>	<u>Public Employees Police &amp; Fire Fund</u>	<u>Public Employees Correctional Fund</u>
2010	\$13,247,168	\$2,347,785	\$1,750,962
2009	12,444,752	2,297,490	1,766,493
2008	11,446,060	2,216,239	1,682,625

These contributions are equal to the contractually required contributions for each year as set by state statute.

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**Defined Contribution Plan**

Four Board members of Ramsey County are covered by the General Employees Defined Contribution Plan, a multiple-employer, deferred compensation plan administered by PERA in accordance with Minn. Stat. Ch. 353D. This statute may be amended by the State Legislature. The plan is a tax qualified plan under Section 401(a) of the Internal Revenue Code, and all contributions by or on behalf of employees, are tax deferred until time of withdrawal. The other three Board members are members of the Coordinated Plan covered under the General Employees Retirement Fund.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. Minn. Stat. Ch. 353D.03 specifies plan provision, including the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official, who decides to participate, contributes 5.0 percent of salary, which is matched by the employer. Employees may elect to make member contributions in an amount not to exceed the employer share. Employee and employer contributions are combined and used to purchase shares in one or more of the seven accounts of the Minnesota Supplemental Investment Fund. For administering the plan, PERA receives 2.00 percent of employer contributions and 0.25 percent of the assets in each member account annually.

Total contributions by dollar amount and percentage of covered payroll made by the County during the year ended December 31, 2010, were:

	<u>Employee</u>	<u>Employer</u>
Contribution amount	\$16,606	\$16,606
Percentage of covered payroll	5%	5%

Required contribution rates were 5.0 percent.

**G. Other Post Employment Benefits**

**Plan Description**

In addition to providing the pension benefits described above, the County provides post-employment health care insurance benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the County. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the County's Retiree Health Insurance Fund, an internal service fund. The County annually transfers from the General Fund to the Retiree Health Insurance Fund. The amount to date has been \$31,108,504.

**Benefits Provided**

The County provides post-employment health care insurance benefits to its retirees. To be eligible for benefits, an employee or elected official must qualify for retirement under the County's retirement plan.

All health care benefits are provided through the County's third party health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the County's plan becomes secondary.

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**Membership**

At December 31, 2010, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	1,776
Terminated Employees Entitled to Benefits but not yet Receiving them	25
Active Employees	<u>3,698</u>
Total	<u>5,499</u>
Participating Employers	<u>1</u>

**Funding Policy**

The County negotiates the contribution percentages between the County and employees through the union contracts and personnel policy. All retirees contribute 0-25% of the actuarially determined premium to the plan and the County contributes the remainder to cover the cost of providing the benefits to the retirees via the third party plan (pay as you go). This amount fluctuates on an annual basis. For the fiscal year ending December 31, 2010, retirees contributed \$1,347,101 and the County contributed \$12,731,077.

**Annual OPEB Costs and Net OPEB Obligation**

The County had an updated actuarial valuation performed for the plan as of January 1, 2009, to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended December 31, 2010. The County's annual OPEB cost (expense) was \$24,210,802. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the County's net OPEB obligation for 2010 were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2010	\$24,210,802	\$12,731,077	52.6%	\$11,479,725
CUMULATIVE NET OPEB OBLIGATION				<u>\$57,672,977</u>

The net OPEB obligation (NOPEBO) as of December 31, 2009, was calculated as follows:

Annual Required Contribution	\$24,876,767
Interest on Net OPEB Obligation	2,425,146
Adjustment to Annual Required Contribution	<u>(3,091,111)</u>
Annual OPEB Cost	24,210,802
Contributions Made	<u>12,731,077</u>
Increase (Decrease) in Net OPEB Obligation	11,479,725
Net OPEB Obligation Beginning of Year	<u>46,193,252</u>
NET OPEB OBLIGATION END OF YEAR	<u>\$57,672,977</u>

Funded Status and Funding Progress. The funded status of the plan as of January 1, 2010, was as follows:

Actuarial accrued liability (AAL)	272,698,609
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	272,698,609
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	215,937,420
UAAL as a percentage of covered payroll	126.29%

Actuarial valuations of an ongoing plan involve 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 of the plan and the annual required contributions of the employer, are subject

**RAMSEY COUNTY, MINNESOTA**  
**Notes to the Financial Statements**  
**December 31, 2010**

to continual revision as actual results 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 notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members), 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 actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2009 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 5.25% investment rate of return and an annual healthcare cost trend rate range of 8.5% to 5.0%. The actuarial value of assets was not determined as the County has not advanced funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2010, was twenty-six years.

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# **Required Supplementary Information**

SCHEDULE 1

**RAMSEY COUNTY, MINNESOTA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS ON BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Property Taxes	\$ 218,388,523	\$ 209,090,583	\$ 214,169,351	\$ 5,078,768
Licenses and Permits	862,986	862,986	838,304	(24,682)
Intergovernmental	130,192,356	143,158,881	139,686,797	(3,472,084)
Private Grants and Donations	249,334	614,793	525,749	(89,044)
Charges for Services	48,216,834	48,738,231	45,672,903	(3,065,328)
Fines and Forfeitures	15,000	15,000	15,000	-
Sales	1,300,315	1,444,600	1,500,331	55,731
Rental Income	1,233,971	1,233,971	1,283,708	49,737
Investment Earnings	10,000,000	10,000,217	3,410,852	(6,589,365)
Program Recoveries - Community				
Human Services	5,139,999	5,476,657	5,133,919	(342,738)
Miscellaneous	703,565	2,668,021	3,632,792	964,771
Total Revenues	<u>416,302,883</u>	<u>423,303,940</u>	<u>415,869,706</u>	<u>(7,434,234)</u>
<b>EXPENDITURES</b>				
Current:				
General Government:				
County Board of Commissioners	1,934,628	1,934,628	1,905,949	(28,679)
Charter Commission	1,136	1,136	289	(847)
Courts	3,649,316	3,727,141	3,639,467	(87,674)
County Manager	10,627,712	12,625,388	10,744,470	(1,880,918)
Property Records and Revenue	12,901,543	15,930,674	12,793,384	(3,137,290)
Attorney	34,638,645	35,082,219	33,788,239	(1,293,980)
Property Management	1,212,599	1,244,824	1,226,000	(18,824)
Veterans Service Officer	408,308	433,908	388,142	(45,766)
Contingency	3,687,423	2,368,358	-	(2,368,358)
Computer Equipment and Software	5,820,690	7,790,352	4,593,254	(3,197,098)
Unallocated General Expenditures	7,021,113	7,021,113	6,545,056	(476,057)
Total General Government	<u>81,903,113</u>	<u>88,159,741</u>	<u>75,624,250</u>	<u>(12,535,491)</u>
Public Safety:				
Sheriff	38,315,069	39,993,987	39,205,788	(788,199)
Community Corrections	61,337,975	62,430,403	58,424,554	(4,005,849)
Medical Examiner	2,204,004	2,261,079	2,261,079	-
Total Public Safety	<u>101,857,048</u>	<u>104,685,469</u>	<u>99,891,421</u>	<u>(4,794,048)</u>
Transportation				
Public Works	<u>17,099,707</u>	<u>17,178,531</u>	<u>16,896,122</u>	<u>(282,409)</u>
Sanitation:				
Environmental Health	<u>1,743,934</u>	<u>1,696,209</u>	<u>759,849</u>	<u>(936,360)</u>
Health:				
Public Health	32,027,784	32,548,877	26,755,486	(5,793,391)
Miscellaneous Health	6,362,220	7,725,732	7,725,679	(53)
Total Health	<u>38,390,004</u>	<u>40,274,609</u>	<u>34,481,165</u>	<u>(5,793,444)</u>

The notes to the required supplementary information are an integral part of this schedule.

(continued)



**SCHEDULE 1**  
**(Continued)**

**RAMSEY COUNTY, MINNESOTA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL AMOUNTS ON BUDGETARY BASIS</b>	<b>VARIANCE WITH FINAL BUDGET OVER (UNDER)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>EXPENDITURES (continued)</b>				
Human Services				
Income Maintenance	30,135,155	29,748,332	29,745,046	(3,286)
Social Services	134,185,449	122,999,645	120,931,723	(2,067,922)
Total Human Services	<u>164,320,604</u>	<u>152,747,977</u>	<u>150,676,769</u>	<u>(2,071,208)</u>
Culture and Recreation:				
Parks and Recreation	9,396,498	10,796,111	9,356,971	(1,439,140)
St Paul-Ramsey Historical Society	90,757	90,757	90,757	-
Landmark Center Management	951,483	951,483	951,483	-
Total Culture and Recreation	<u>10,438,738</u>	<u>11,838,351</u>	<u>10,399,211</u>	<u>(1,439,140)</u>
Conservation of Natural Resources:				
Extension Service	65,813	65,813	53,547	(12,266)
Total Conservation of Natural Resources	<u>65,813</u>	<u>65,813</u>	<u>53,547</u>	<u>(12,266)</u>
Debt Service:				
Principal Retirement	13,748	13,749	14,286	537
Interest	806	806	268	(538)
Total Debt Service	<u>14,554</u>	<u>14,555</u>	<u>14,554</u>	<u>(1)</u>
Total Expenditures	<u>415,833,515</u>	<u>416,661,255</u>	<u>388,796,888</u>	<u>(27,864,367)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>469,368</u>	<u>6,642,685</u>	<u>27,072,818</u>	<u>20,430,133</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	896,000	4,589,165	6,144,858	1,555,693
Transfers Out	(2,348,428)	(6,945,740)	(7,576,593)	(630,853)
Total Other Financing Sources (Uses)	<u>(1,452,428)</u>	<u>(2,356,575)</u>	<u>(1,431,735)</u>	<u>924,840</u>
Net Change in Fund Balance	(983,060)	4,286,110	25,641,083	21,354,973
Adjustment	(19,254,428)	(19,254,428)	(19,254,428)	-
Fund Balance - Beginning	205,145,681	205,145,681	205,145,681	-
Increase (Decrease) in Reserve for Inventories	-	-	(87,197)	(87,197)
Fund Balance - Ending	<u>\$ 184,908,193</u>	<u>\$ 190,177,363</u>	<u>\$ 211,445,139</u>	<u>\$ 21,267,776</u>

The notes to the required supplementary information are an integral part of this schedule.

SCHEDULE 2

RAMSEY COUNTY, MINNESOTA  
 SCHEDULE OF FUNDING PROGRESS  
 OTHER POST-EMPLOYMENT BENEFIT PLAN  
 December 31, 2010

Actuarial Valuation Date January 1	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Projected Unit Credit	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2)-(1)	(5) Active Members Covered Payroll	(6) UAAL As a Percentage of Covered Payroll (4) / (5)
2008	-	315,651,119	0.00%	315,651,119	194,837,676	162.01%
2009	-	272,698,609	0.00%	272,698,609	201,065,043	135.63%
2010	-	272,698,609	0.00%	272,698,609	215,937,420	126.29%

**RAMSEY COUNTY, MINNESOTA**  
**Notes to the Required Supplementary Information**  
**December 31, 2010**

**Budgetary Information**

The County Board adopts an annual budget for the General Fund.

The Statement of Revenues, Expenditures and Changes in Fund Balances for Governmental Funds is prepared on a GAAP basis. Results of operations included in the Schedule of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual – General Fund are presented on a Non-GAAP budgetary basis. The primary difference between the two bases of accounting is that the “actual on a budgetary basis” column includes encumbrances and does not include expenditures from prior year budget reserves.

Adjustments necessary to convert actual expenditures reported on the budgetary basis in the Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual to the GAAP basis as reported in the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds are:

	<u>General</u>
Actual Expenditures – Budgetary Basis	\$388,796,888
Decrease:	
Encumbrances	(11,623,471)
Increase:	
Expenditures in 2010 from December 31, 2009	<u>33,959,909</u>
Expenditures – GAAP Basis	<u>\$411,133,326</u>
Unbudgeted Revenue	\$(3,195,393)
Unbudgeted Transfers	113,383
Encumbrances	(11,623,471)
Expenditures in 2009 from December 31, 2009 Reserves for Encumbrances	<u>33,959,909</u>
Adjustment to Reconcile Statement of Revenues, Expenditures and Change in Fund Balances – Budget and Actual to Statement of Revenues, Expenditures and Changes in Fund Balances	<u>\$19,254,428</u>

Based on a process established by the County Manager and staff, all departments of the government submit requests for appropriations to the County Manager every two years. After review, analysis and discussions with the departments, the County Manager’s proposed budget is presented to the County Board for review. The Board holds public hearings and a final budget must be prepared and adopted no later than December 31.

The appropriated budget is prepared by fund, function, and department. Budgets may be amended during the year with the approval of the County Manager or County Board as required by the County’s Administrative Code. The County Manager is authorized to transfer budgeted amounts within departments or appropriate certain revenues received in excess of the original budget estimate. Transfers of appropriations between departments and other transfers of appropriations require County Board approval. Supplemental appropriations are reviewed by the County Manager’s office and submitted to the County Board for their approval. If approved, the adjustments are implemented by the Budgeting and Accounting Office by budget revision. Supplemental appropriations required during the year were immaterial. Expenditures may not legally exceed budgeted appropriations at the department level. All appropriations, which are not expended, encumbered, or reserved, lapse at year end.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts, capital reserves, and other commitments for the expenditure of monies) outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

# **Major Fund Budget & Actual Schedule**

**RAMSEY COUNTY, MINNESOTA  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS ON BUDGETARY BASIS</u>	<u>VARIANCE WITH FINAL BUDGET OVER (UNDER)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Property taxes	\$ 18,539,494	\$ 17,831,123	\$ 18,519,533	\$ 688,410
Intergovernmental	1,505,493	2,425,898	1,943,882	(482,016)
Investment Earnings	1,604,754	1,604,754	801,075	(803,679)
Total revenues	<u>21,649,741</u>	<u>21,861,775</u>	<u>21,264,490</u>	<u>(597,285)</u>
<b>EXPENDITURES</b>				
Debt service:				
Bond Issuance Costs	-	81,356	80,600	(756)
Principal retirement	15,432,215	22,135,000	22,135,000	-
Interest	8,525,526	8,355,337	8,355,333	(4)
Total expenditures	<u>23,957,741</u>	<u>30,571,693</u>	<u>30,570,933</u>	<u>(760)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(2,308,000)</u>	<u>(8,709,918)</u>	<u>(9,306,443)</u>	<u>(596,525)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Redemption of Refunded Bonds	-	6,950,000	6,950,000	-
Transfers In	-	-	1,486,625	1,486,625
Transfers Out	-	(350,000)	(350,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>6,600,000</u>	<u>8,086,625</u>	<u>1,486,625</u>
Net Change in Fund Balance	<u>(2,308,000)</u>	<u>(2,109,918)</u>	<u>(1,219,818)</u>	<u>890,100</u>
Adjustment	147,891	147,891	147,891	-
Fund Balance - Beginning	37,927,305	37,927,305	37,927,305	-
Fund Balance - Ending	<u>\$ 35,767,196</u>	<u>\$ 35,965,278</u>	<u>\$ 36,855,378</u>	<u>\$ 890,100</u>

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# **Combining Statements**

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

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.

**County Library** - To provide a public library system where governmental units do not maintain their own. The tax levy is on suburban property only.

**Solid Waste/Recycling Service Fee** - To account for collection of a waste management service charge imposed by the County, pursuant to Minnesota Statutes Sections 400.08 and 473.811, subd. 3A, on all generators of mixed municipal solid waste. These funds are used to pay for waste management programs throughout the County. A portion of the funds are remitted to the Resource Recovery Project Board for Ramsey County's share of vendor service fees for operation of a resource recovery facility. The Project Board is a joint venture with Washington County.

**Housing and Redevelopment Authority** - To account for funds provided by the U.S. Department of Housing and Urban Development for development projects in suburban communities benefiting persons of low and moderate income. This fund was formerly known as the Community Development Block Grants Special Revenue Fund.

**Workforce Solutions** - Originally enacted in 1973 under the Comprehensive Employment and Training Act (CETA) and revised in 1982 by the Federal Government to provide job training and employment opportunities for economically disadvantaged, unemployed, and underemployed persons. In addition, the fund also accounts for state dislocated worker programs and the Minnesota Youth Program. Workforce Solutions also performs services under the MFIP program to assist welfare recipients to prepare for and obtain employment.

**State Funding for Courts** - To account for funds provided by the State to finance the eventual takeover of the Courts system.

**State Public Defender** - To account for funds provided by the State to finance the operations of the Public Defender Office under the State takeover of the Courts system.

**Emergency Communications** – To account for funds provided by member cities and the County for multi-agency dispatching services for law enforcement, fire, and emergency medical responders.

**Gifts and Donations** – To account for gifts and donations made for various purposes such as books for the libraries, activities and personal hygiene items for nursing home patients, provision of Home Delivered Meals, etc.



## NONMAJOR GOVERNMENTAL FUNDS (Continued)

**Regional Railroad Authority** - To provide for the preservation of a railway corridor for future public transit use and to provide for the preservation and improvement of local rail service.

**Sheriff** – To account for revenues and expenditures dedicated for specific activities and projects of the Sheriff's Department.

**Corrections** – To account for revenues from various sources to benefit Community Corrections clients.

**Property Records** - To account for certain fees which are to be used for providing modern, retrievable information from the County's system of recorded documents and clean up of polluted property.

**County Attorney** - To account for revenues and expenditures dedicated for specific activities or projects of the County Attorney's Office.

**Health Promotion/Health Improvement** – To account for funds provided by the County's health insurer for work-site health promotion purposes.

**Parks and Recreation** – To account for funds provided by grants and donations to develop an inter-city skating program and replace/repair buildings and other improvements in the County's Regional Park & Trail System.

**Care Center Patients' Activity** – To account for revenues from donations, canteen and vending machines, and expenditures for patients' activities and recreational supplies.

**Forfeited Property Management** – To account for all funds collected for management and sale of forfeited real estate.

**Law Library** – To account for revenues and expenditures of the Law Library. Revenue is derived from fees collected from certain litigants and expenditures are primarily law books and operational costs to run the Library.

**Regional Railroad Authority Capital Projects Fund** – To account for revenues and expenditures of major capital projects in the Regional Railroad Authority.

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**RAMSEY COUNTY, MINNESOTA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2010  
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	<b>County Library Special Revenue Fund</b>	<b>Solid Waste/ Recycling Service Fee Special Revenue Fund</b>	<b>Housing and Redevelopment Authority Special Revenue Fund</b>	<b>Workforce Solutions Special Revenue Fund</b>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 4,828,527	\$ 22,813,773	\$ 949,700	\$ 3,426,435
Petty Cash and Change Funds	1,500	50	-	350
Receivables (Net):				
Taxes	219,686	-	-	-
Accounts	24,069	1,374,125	-	-
Accrued Interest	-	-	140,067	-
Due from Other Funds	-	-	-	-
Due from Other Governments	4,698	17,606	329,711	5,243,493
Loans Receivable	-	191,542	8,757,060	-
Inventories	2,424	-	-	4,673
Advance to Other Governments	-	4,500	-	-
<b>Total Assets</b>	<b>5,080,904</b>	<b>24,401,596</b>	<b>10,176,538</b>	<b>8,674,951</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Salaries Payable	314,737	121,663	10,657	407,330
Accounts Payable	164,501	19,633	325	2,148,868
Contracts Payable	-	149,025	89,849	-
Due to Other Funds	7,010	568,103	773	365,824
Due to Other Governments	4,173	2,819,476	338,585	85,529
Deferred Revenue	282,263	-	8,780,154	35,409
Advance from Other Funds	-	-	-	4,500,000
<b>Total Liabilities</b>	<b>772,684</b>	<b>3,677,900</b>	<b>9,220,343</b>	<b>7,542,960</b>
Fund Balances:				
Reserved for:				
Encumbrances	24,972	1,453,128	-	-
Inventories	2,424	-	-	4,673
Petty Cash	1,500	50	-	350
Debt Service	-	-	-	-
Unreserved	4,279,324	19,270,518	956,195	1,126,968
<b>Total Fund Balances</b>	<b>4,308,220</b>	<b>20,723,696</b>	<b>956,195</b>	<b>1,131,991</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 5,080,904</b>	<b>\$ 24,401,596</b>	<b>\$ 10,176,538</b>	<b>\$ 8,674,951</b>

STATEMENT 1

<b>State Funding For Courts Special Revenue Fund</b>	<b>State Public Defender Special Revenue Fund</b>	<b>Emergency Communications Special Revenue Fund</b>	<b>Gifts and Donations Special Revenue Fund</b>	<b>Regional Railroad Authority Special Revenue Fund</b>	<b>Sheriff Special Revenue Fund</b>
\$ -	\$ 2,028,170	\$ 6,028,273	\$ 506,825	\$ 21,279,232	\$ 433,703
-	100	-	-	100	-
-	-	-	-	646,427	-
-	-	22,744	-	4,816	-
-	-	-	-	-	-
-	-	7,208	-	-	-
263,745	-	843,646	-	-	-
-	-	-	-	-	-
-	-	736	-	-	-
-	-	-	-	-	-
<u>263,745</u>	<u>2,028,270</u>	<u>6,902,607</u>	<u>506,825</u>	<u>21,930,575</u>	<u>433,703</u>
263,745	172,402	294,715	-	46,635	-
-	4,090	10,133	17,443	13,195	181,666
-	-	-	-	25,001	-
-	-	25,193	-	97,282	6,572
-	-	704,326	-	24,844	4,219
-	1,851,778	-	-	651,243	-
-	-	-	-	-	-
<u>263,745</u>	<u>2,028,270</u>	<u>1,034,367</u>	<u>17,443</u>	<u>858,200</u>	<u>192,457</u>
-	-	459,088	-	27,577	-
-	-	736	-	-	-
-	-	-	-	100	-
-	-	-	-	-	-
-	-	5,408,416	489,382	21,044,698	241,246
-	-	5,868,240	489,382	21,072,375	241,246
<u>\$ 263,745</u>	<u>\$ 2,028,270</u>	<u>\$ 6,902,607</u>	<u>\$ 506,825</u>	<u>\$ 21,930,575</u>	<u>\$ 433,703</u>

(Continued)

**RAMSEY COUNTY, MINNESOTA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2010  
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	<b>Corrections Special Revenue Fund</b>	<b>Property Records Special Revenue Fund</b>	<b>County Attorney Special Revenue Fund</b>	<b>Health Promotion Health Improvement Special Revenue Fund</b>	<b>Parks and Recreation Special Revenue Fund</b>
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 351,795	\$ 3,186,835	\$ 645,773	\$ 135,914	\$ 557,411
Petty Cash and Change Funds	200	-	-	-	-
Receivables (Net):					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Accrued Interest	-	4,437	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Loans Receivable	-	212,519	-	-	-
Inventories	-	-	-	-	-
Advance to Other Governments	-	-	-	-	-
<b>Total Assets</b>	<b>351,995</b>	<b>3,403,791</b>	<b>645,773</b>	<b>135,914</b>	<b>557,411</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Salaries Payable	-	-	-	-	-
Accounts Payable	17,662	13,195	4,804	24,647	24,165
Contracts Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	-	253,991	-	-	-
Deferred Revenue	-	212,519	-	-	-
Advance from Other Funds	-	-	-	-	-
<b>Total Liabilities</b>	<b>17,662</b>	<b>479,705</b>	<b>4,804</b>	<b>24,647</b>	<b>24,165</b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Inventories	-	-	-	-	-
Petty Cash	200	-	-	-	-
Debt Service	-	-	-	-	-
Unreserved	334,133	2,924,086	640,969	111,267	533,246
<b>Total Fund Balances</b>	<b>334,333</b>	<b>2,924,086</b>	<b>640,969</b>	<b>111,267</b>	<b>533,246</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 351,995</b>	<b>\$ 3,403,791</b>	<b>\$ 645,773</b>	<b>\$ 135,914</b>	<b>\$ 557,411</b>

**STATEMENT 1  
(Continued)**

Care Center Patients' Activity Special Revenue Fund	Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Regional Railroad Authority Capital Projects Fund	Total Nonmajor Governmental Funds	
				2010	2009
\$ 8,818	\$ 1,038,868	\$ 695,638	\$ 8,863,330	\$ 77,779,020	\$ 77,733,173
-	-	20	-	2,320	2,320
-	-	-	-	866,113	789,424
-	351,879	-	-	1,777,633	1,806,249
-	-	-	-	144,504	101,633
-	-	-	-	7,208	8,268
-	-	35,008	986,550	7,724,457	7,960,971
-	-	-	-	9,161,121	7,883,961
-	-	-	-	7,833	4,382
-	-	-	-	4,500	4,500
<u>8,818</u>	<u>1,390,747</u>	<u>730,666</u>	<u>9,849,880</u>	<u>97,474,709</u>	<u>96,294,881</u>
-	-	13,226	-	1,645,110	1,557,119
825	8,409	29,673	500	2,683,734	3,425,237
-	-	-	4,476,935	4,740,810	524,945
-	17,476	1,361	-	1,089,594	1,126,723
70	182	-	504,156	4,739,551	9,298,689
-	351,879	-	652,521	12,817,766	10,920,150
-	119,100	-	-	4,619,100	4,601,500
<u>895</u>	<u>497,046</u>	<u>44,260</u>	<u>5,634,112</u>	<u>32,335,665</u>	<u>31,454,363</u>
-	-	-	1,446,008	3,410,773	12,537,781
-	-	-	-	7,833	4,382
-	-	20	-	2,220	2,220
-	-	-	-	-	-
7,923	893,701	686,386	2,769,760	61,718,218	52,296,135
<u>7,923</u>	<u>893,701</u>	<u>686,406</u>	<u>4,215,768</u>	<u>65,139,044</u>	<u>64,840,518</u>
<u>\$ 8,818</u>	<u>\$ 1,390,747</u>	<u>\$ 730,666</u>	<u>\$ 9,849,880</u>	<u>\$ 97,474,709</u>	<u>\$ 96,294,881</u>

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<b>County Library Special Revenue Fund</b>	<b>Solid Waste/ Recycling Service Fee Special Revenue Fund</b>	<b>Housing and Redevelopment Authority Special Revenue Fund</b>	<b>Workforce Solutions Special Revenue Fund</b>
<b>REVENUES</b>				
Taxes	\$ 7,969,386	\$ 1,373	\$ -	\$ 395,793
Licenses and Permits	-	656,905	-	-
Intergovernmental	883,745	1,541,662	2,355,382	29,275,520
Private Grants and Donations	-	-	-	-
Charges for Services	-	16,814,264	74,322	-
Fines and Forfeitures	553,038	-	-	-
Sales	49,286	-	-	-
Rental Income	213,717	-	-	-
Investment Earnings	3,964	28,851	134,469	-
Miscellaneous	124,497	23,899	354,441	-
Total Revenues	<u>9,797,633</u>	<u>19,066,954</u>	<u>2,918,614</u>	<u>29,671,313</u>
<b>EXPENDITURES</b>				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Transportation	-	-	-	-
Sanitation	-	16,457,253	-	-
Health	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	9,871,682	-	-	-
Economic Development and Assistance	-	-	2,915,960	29,329,132
Debt Service: Principal Retirement	-	-	-	-
Total Expenditures	<u>9,871,682</u>	<u>16,457,253</u>	<u>2,915,960</u>	<u>29,329,132</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(74,049)</u>	<u>2,609,701</u>	<u>2,654</u>	<u>342,181</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	350,000	-	-	-
Transfers Out	-	(1,480,600)	-	-
Total Other Financing Sources (Uses)	<u>350,000</u>	<u>(1,480,600)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	275,951	1,129,101	2,654	342,181
Fund Balances - Beginning	4,032,121	19,594,595	953,541	787,243
Increase (Decrease) in Reserve for Inventories	148	-	-	2,567
Fund Balances - Ending	<u>\$ 4,308,220</u>	<u>\$ 20,723,696</u>	<u>\$ 956,195</u>	<u>\$ 1,131,991</u>

STATEMENT 2

<b>State Funding For Courts Special Revenue Fund</b>	<b>State Public Defender Special Revenue Fund</b>	<b>Emergency Communications Special Revenue Fund</b>	<b>Gifts and Donations Special Revenue Fund</b>	<b>Regional Railroad Authority Special Revenue Fund</b>	<b>Sheriff Special Revenue Fund</b>
\$ -	\$ -	\$ 9,088,095	\$ -	\$ 2,573,037	\$ -
-	-	-	-	-	109,563
5,439,061	3,540,770	740,994	-	858,293	176,317
-	-	-	259,062	-	5,217
-	-	3,951,595	33,975	-	285,557
-	-	-	-	-	141,036
-	-	-	-	-	346,219
-	-	-	-	93,496	-
-	-	-	306	26,609	94
-	-	8,726	174	780	3,607
<u>5,439,061</u>	<u>3,540,770</u>	<u>13,789,410</u>	<u>293,517</u>	<u>3,552,215</u>	<u>1,067,610</u>
5,439,061	3,540,770	-	-	-	-
-	-	12,573,691	2,574	-	1,185,792
-	-	-	-	2,285,189	-
-	-	-	2,347	-	-
-	-	-	52,321	-	-
-	-	-	150,035	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,439,061</u>	<u>3,540,770</u>	<u>12,573,691</u>	<u>207,277</u>	<u>2,285,189</u>	<u>1,185,792</u>
-	-	1,215,719	86,240	1,267,026	(118,182)
-	-	-	-	-	-
-	-	(222)	-	(530,000)	-
-	-	(222)	-	(530,000)	-
-	-	1,215,497	86,240	737,026	(118,182)
-	-	4,652,007	403,142	20,335,349	359,428
-	-	736	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,868,240</u>	<u>\$ 489,382</u>	<u>\$ 21,072,375</u>	<u>\$ 241,246</u>

(Continued)



**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<b>Corrections Special Revenue Fund</b>	<b>Property Records Special Revenue Fund</b>	<b>County Attorney Special Revenue Fund</b>	<b>Health Promotion Health Improvement Special Revenue Fund</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ 441,332	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental	-	-	-	-
Private Grants and Donations	2,437	-	-	40,896
Charges for Services	372,135	866,344	-	-
Fines and Forfeitures	-	-	98,431	-
Sales	247,549	-	-	-
Rental Income	-	-	-	-
Investment Earnings	23	4,077	-	-
Miscellaneous	6,503	-	-	-
Total Revenues	<u>628,647</u>	<u>1,311,753</u>	<u>98,431</u>	<u>40,896</u>
<b>EXPENDITURES</b>				
Current:				
General Government	-	580,283	91,200	-
Public Safety	585,313	-	-	-
Transportation	-	-	-	-
Sanitation	-	-	-	-
Health	-	-	-	-
Human Services	-	-	-	37,139
Culture and Recreation	-	-	-	-
Economic Development and Assistance	-	-	-	-
Debt Service: Principal Retirement	-	-	-	-
Total Expenditures	<u>585,313</u>	<u>580,283</u>	<u>91,200</u>	<u>37,139</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>43,334</u>	<u>731,470</u>	<u>7,231</u>	<u>3,757</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	-	-
Transfers Out	-	(1,002,310)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,002,310)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	43,334	(270,840)	7,231	3,757
Fund Balances - Beginning	290,999	3,194,926	633,738	107,510
Increase (Decrease) in Reserve for Inventories	-	-	-	-
Fund Balances - Ending	<u>\$ 334,333</u>	<u>\$ 2,924,086</u>	<u>\$ 640,969</u>	<u>\$ 111,267</u>

**STATEMENT 2  
(Continued)**

Parks and Recreation Special Revenue Fund	Care Center Patients' Activity Special Revenue Fund	Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Regional Railroad Authority Capital Projects Fund	Total Nonmajor Governmental Funds	
					2010	2009
\$ -	\$ -	\$ -	\$ -	\$ 16,409,646	\$ 36,878,662	\$ 36,067,988
-	-	-	-	-	766,468	787,002
397,748	-	-	42,652	14,143,828	59,395,972	47,024,962
3,167	-	-	-	-	310,779	254,084
-	-	1,320	501,611	-	22,901,123	22,204,040
-	-	-	-	-	792,505	909,872
-	6,446	169,402	-	-	818,902	834,500
-	-	-	-	-	307,213	385,627
-	-	-	-	-	198,393	180,532
-	-	16,889	3,970	-	543,486	558,601
<u>400,915</u>	<u>6,446</u>	<u>187,611</u>	<u>548,233</u>	<u>30,553,474</u>	<u>122,913,503</u>	<u>109,207,208</u>
-	-	255,846	588,279	-	10,495,439	10,365,745
-	-	-	-	-	14,347,370	14,341,902
-	-	-	-	35,034,893	37,320,082	18,391,231
-	-	-	-	-	16,457,253	19,010,636
-	-	-	-	-	2,347	7,997
-	5,531	-	-	-	94,991	70,822
501,005	-	-	-	-	10,522,722	9,764,861
-	-	-	-	-	32,245,092	32,645,070
-	-	-	-	-	-	15,625,000
<u>501,005</u>	<u>5,531</u>	<u>255,846</u>	<u>588,279</u>	<u>35,034,893</u>	<u>121,485,296</u>	<u>120,223,264</u>
<u>(100,090)</u>	<u>915</u>	<u>(68,235)</u>	<u>(40,046)</u>	<u>(4,481,419)</u>	<u>1,428,207</u>	<u>(11,016,056)</u>
-	-	1,000,000	-	530,000	1,880,000	9,465,691
-	-	-	-	-	(3,013,132)	(9,968,940)
-	-	1,000,000	-	530,000	(1,133,132)	(503,249)
<u>(100,090)</u>	<u>915</u>	<u>931,765</u>	<u>(40,046)</u>	<u>(3,951,419)</u>	<u>295,075</u>	<u>(11,519,305)</u>
633,336	7,008	(38,064)	726,452	8,167,187	64,840,518	76,360,535
-	-	-	-	-	3,451	(712)
<u>\$ 533,246</u>	<u>\$ 7,923</u>	<u>\$ 893,701</u>	<u>\$ 686,406</u>	<u>\$ 4,215,768</u>	<u>\$ 65,139,044</u>	<u>\$ 64,840,518</u>

SCHEDULE 4

**RAMSEY COUNTY, MINNESOTA  
COUNTY LIBRARY SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL AMOUNTS ON BUDGETARY BASIS</b>	<b>VARIANCE WITH FINAL BUDGET OVER (UNDER)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Taxes	\$ 8,175,564	\$ 7,873,765	\$ 7,969,386	\$ 95,621
Intergovernmental	582,511	997,645	883,745	(113,900)
Fines and Forfeitures	620,000	620,000	553,038	(66,962)
Sales	60,000	60,000	49,286	(10,714)
Rental Income	80,000	80,000	213,717	133,717
Investment Earnings	39,700	39,700	3,964	(35,736)
Miscellaneous	-	123,297	124,497	1,200
Total Revenues	<u>9,557,775</u>	<u>9,794,407</u>	<u>9,797,633</u>	<u>3,226</u>
<b>EXPENDITURES</b>				
Current:				
Culture and Recreation	9,907,775	10,144,912	9,825,585	(319,327)
Total Expenditures	<u>9,907,775</u>	<u>10,144,912</u>	<u>9,825,585</u>	<u>(319,327)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(350,000)</u>	<u>(350,505)</u>	<u>(27,952)</u>	<u>322,553</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	350,000	350,000	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>350,000</u>	<u>350,000</u>	<u>-</u>
Net Change in Fund Balance	<u>(350,000)</u>	<u>(505)</u>	<u>322,048</u>	<u>322,553</u>
Adjustment	(46,097)	(46,097)	(46,097)	-
Fund Balance - Beginning	4,032,121	4,032,121	4,032,121	-
Increase (Decrease) in Reserve for Inventories	-	-	148	148
Fund Balance - Ending	<u>\$ 3,636,024</u>	<u>\$ 3,985,519</u>	<u>\$ 4,308,220</u>	<u>\$ 322,701</u>

SCHEDULE 5

**RAMSEY COUNTY, MINNESOTA  
SOLID WASTE/RECYCLING SERVICE FEE SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL AMOUNTS ON A BUDGETARY BASIS</b>	<b>VARIANCE WITH FINAL BUDGET OVER (UNDER)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 1,373	\$ 1,373
Licenses and Permits	660,000	660,000	656,905	(3,095)
Intergovernmental	1,511,267	1,511,267	1,541,662	30,395
Charges for Services	16,150,177	16,150,177	16,815,347	665,170
Investment Earnings	-	-	28,851	28,851
Miscellaneous	103,144	103,144	23,899	(79,245)
Total Revenues	<u>18,424,588</u>	<u>18,424,588</u>	<u>19,068,037</u>	<u>643,449</u>
<b>EXPENDITURES</b>				
Current:				
Sanitation	19,797,509	19,797,509	17,770,134	(2,027,375)
Total Expenditures	<u>19,797,509</u>	<u>19,797,509</u>	<u>17,770,134</u>	<u>(2,027,375)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,372,921)</u>	<u>(1,372,921)</u>	<u>1,297,903</u>	<u>2,670,824</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	-	-	(1,480,600)	(1,480,600)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(1,480,600)</u>	<u>(1,480,600)</u>
Net Change in Fund Balances	<u>(1,372,921)</u>	<u>(1,372,921)</u>	<u>(182,697)</u>	<u>1,190,224</u>
Adjustment	1,311,798	1,311,798	1,311,798	-
Fund Balance - Beginning	19,594,595	19,594,595	19,594,595	-
Fund Balance - Ending	<u>\$ 19,533,472</u>	<u>\$ 19,533,472</u>	<u>\$ 20,723,696</u>	<u>\$ 1,190,224</u>

**RAMSEY COUNTY, MINNESOTA  
EMERGENCY COMMUNICATIONS SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL AMOUNTS ON A BUDGETARY BASIS</b>	<b>VARIANCE WITH FINAL BUDGET OVER (UNDER)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Taxes	\$ 9,088,095	\$ 9,088,095	\$ 9,088,095	\$ -
Intergovernmental	740,994	740,994	740,994	-
Charges for Services	3,901,131	3,901,131	3,951,595	50,464
Miscellaneous	-	-	8,726	8,726
Total Revenues	<u>13,730,220</u>	<u>13,730,220</u>	<u>13,789,410</u>	<u>59,190</u>
<b>EXPENDITURES</b>				
Current:				
Public Safety	13,730,220	13,730,220	12,902,137	(828,083)
Total Expenditures	<u>13,730,220</u>	<u>13,730,220</u>	<u>12,902,137</u>	<u>(828,083)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>887,273</u>	<u>887,273</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	143,180	143,180	-	(143,180)
Transfers Out	-	-	(222)	(222)
Total Other Financing Sources (Uses)	<u>143,180</u>	<u>143,180</u>	<u>(222)</u>	<u>(143,402)</u>
Net Change in Fund Balance	143,180	143,180	887,051	743,871
Adjustment	328,446	328,446	328,446	-
Fund Balance - Beginning	4,652,007	4,652,007	4,652,007	-
Increase (Decrease) in Reserve for Inventories	-	-	736	736
Fund Balance - Ending	<u>\$ 5,123,633</u>	<u>\$ 5,123,633</u>	<u>\$ 5,868,240</u>	<u>\$ 744,607</u>

SCHEDULE 7

**RAMSEY COUNTY, MINNESOTA  
REGIONAL RAILROAD AUTHORITY SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes	\$ 2,843,098	\$ 2,843,098	\$ 2,573,037	\$ (270,061)
Intergovernmental	400	400	858,293	857,893
Investment Earnings	175,000	175,000	26,609	(148,391)
Rental Income	306,978	48,578	93,496	44,918
Miscellaneous	-	-	779	779
Total Revenues	<u>3,325,476</u>	<u>3,067,076</u>	<u>3,552,214</u>	<u>485,138</u>
<b>EXPENDITURES</b>				
Current:				
Transportation	<u>3,325,476</u>	<u>2,965,201</u>	<u>1,726,369</u>	<u>(1,238,832)</u>
Total Expenditures	<u>3,325,476</u>	<u>2,965,201</u>	<u>1,726,369</u>	<u>(1,238,832)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>101,875</u>	<u>1,825,845</u>	<u>1,723,970</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	42,500	-	(42,500)
Transfers Out	-	-	(530,000)	(530,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>42,500</u>	<u>(530,000)</u>	<u>(572,500)</u>
Net Change in Fund Balances	<u>-</u>	<u>144,375</u>	<u>1,295,845</u>	<u>1,151,470</u>
Adjustment	(558,820)	(558,820)	(558,820)	-
Fund Balance - Beginning	<u>17,899,302</u>	<u>17,899,302</u>	<u>20,335,349</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 17,340,482</u>	<u>\$ 17,484,857</u>	<u>\$ 21,072,374</u>	<u>\$ 3,587,517</u>

SCHEDULE 8

**RAMSEY COUNTY, MINNESOTA  
FORFEITED PROPERTY MANAGEMENT SPECIAL REVENUE FUND  
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for Services	2,400	2,400	1,320	(1,080)
Sales	99,000	124,000	169,402	45,402
Miscellaneous	2,000	2,000	16,889	14,889
Total Revenues	103,400	128,400	187,611	59,211
<b>EXPENDITURES</b>				
Current:				
General Government	205,250	206,557	255,846	49,289
Total Expenditures	205,250	206,557	255,846	49,289
Excess (Deficiency) of Revenues Over (Under) Expenditures	(101,850)	(78,157)	(68,235)	9,922
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	1,000,000	1,000,000
Net Change in Fund Balance Adjustment	(101,850)	(78,157)	931,765	1,009,922
Fund Balance - Beginning	(38,064)	(38,064)	(38,064)	-
Increase (Decrease) in Reserve for Inventories	-	-	-	-
Fund Balance - Ending	\$ (139,914)	\$ (116,221)	\$ 893,701	\$ 1,009,922

## **NONMAJOR ENTERPRISE FUNDS**

To account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

**Ramsey County Care Center** – To provide health care services for the physically and mentally handicapped.

**Law Enforcement Services** – To provide law enforcement services to certain communities in Ramsey County beyond the services normally provided or available to all communities within the County.



**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	Ramsey County Care Center	Law Enforcement Services	Total Nonmajor Enterprise Funds	
			2010	2009
<b>ASSETS</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 328,230	\$ 849,711	\$ 1,177,941	\$ 1,525,622
Petty Cash and Change Funds	14,000	-	14,000	14,000
Cooperative Investment	33,003	-	33,003	59,005
Accounts Receivable (Net)	716,396	5,551	721,947	638,704
Due from Other Governments	891,448	-	891,448	1,272,738
Inventories	21,765	-	21,765	19,067
Total Current Assets	<u>2,004,842</u>	<u>855,262</u>	<u>2,860,104</u>	<u>3,529,136</u>
Noncurrent Assets:				
Deferred charges	8,447	-	8,447	8,972
Capital Assets:				
Land	99,200	-	99,200	99,200
Improvements Other Than Buildings	889,970	-	889,970	882,395
Building	4,368,576	-	4,368,576	4,368,576
Building Improvements	3,492,689	-	3,492,689	3,477,806
Equipment	969,328	905,492	1,874,820	1,841,708
Construction in Progress	-	-	-	-
Less Accumulated Depreciation	(5,641,033)	(655,319)	(6,296,352)	(5,967,438)
Total Capital Assets (Net of Accumulated Depreciation)	<u>4,178,730</u>	<u>250,173</u>	<u>4,428,903</u>	<u>4,702,247</u>
Total Noncurrent Assets	<u>4,187,177</u>	<u>250,173</u>	<u>4,437,350</u>	<u>4,711,219</u>
Total Assets	<u>6,192,019</u>	<u>1,105,435</u>	<u>7,297,454</u>	<u>8,240,355</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Salaries Payable	541,133	224,999	766,132	733,229
Accounts Payable	345,548	13,681	359,229	439,882
Interest Payable	39,090	-	39,090	40,424
Unamortized Bond Discount/Premium	4,119	-	4,119	4,119
Due to Other Funds	1,531,347	18,194	1,549,541	1,245,021
Due to Other Governments	53,618	460,960	514,578	377,487
General Obligation Bonds Payable-Current	80,000	-	80,000	80,000
Vacation and Compensatory Time Payable	571,713	357,535	929,248	880,177
Total Current Liabilities	<u>3,166,568</u>	<u>1,075,369</u>	<u>4,241,937</u>	<u>3,800,339</u>
Noncurrent Liabilities:				
General Obligation Bonds Payable	1,905,000	-	1,905,000	1,985,000
Unamortized Bond Discount/Premium	62,125	-	62,125	66,244
Advance from Other Funds	500,000	-	500,000	550,000
Compensated Absences Payable	462,978	-	462,978	435,294
Total Noncurrent Liabilities	<u>2,930,103</u>	<u>-</u>	<u>2,930,103</u>	<u>3,036,538</u>
Total Liabilities	<u>6,096,671</u>	<u>1,075,369</u>	<u>7,172,040</u>	<u>6,836,877</u>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Related Debt	2,135,933	250,173	2,386,106	2,791,087
Unrestricted	(2,040,585)	(220,107)	(2,260,692)	(1,387,609)
Total Net Assets	<u>\$ 95,348</u>	<u>\$ 30,066</u>	<u>\$ 125,414</u>	<u>\$ 1,403,478</u>

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	Ramsey County Care Center	Law Enforcement Services	Total Nonmajor Enterprise Funds	
			2010	2009
<b>OPERATING REVENUES:</b>				
Charges for Services	\$ 13,689,667	\$ 5,627,375	\$ 19,317,042	\$ 20,045,335
Sales	-	1,591	1,591	-
Miscellaneous	36,178	66,793	102,971	31,444
Total Operating Revenues	<u>13,725,845</u>	<u>5,695,759</u>	<u>19,421,604</u>	<u>20,076,779</u>
<b>OPERATING EXPENSES:</b>				
Personal Services	11,535,374	4,672,291	16,207,665	15,735,986
Other Services and Charges	2,634,145	914,578	3,548,723	3,599,518
Supplies	782,496	168,750	951,246	1,063,876
Depreciation	396,217	197,109	593,326	511,975
Total Operating Expenses	<u>15,348,232</u>	<u>5,952,728</u>	<u>21,300,960</u>	<u>20,911,355</u>
Operating Income (Loss)	<u>(1,622,387)</u>	<u>(256,969)</u>	<u>(1,879,356)</u>	<u>(834,576)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Intergovernmental Revenue	33,778	273,109	306,887	337,668
Amortization of Bond Issuance Costs	(525)	-	(525)	(525)
Amortization of (Discount) Premium on Bonds	4,119	-	4,119	4,119
Interest Expense	(94,085)	-	(94,085)	(97,285)
Gain (Loss) on Disposal of Capital Assets	(16,641)	(1,559)	(18,200)	(25,027)
Gain on Sale of Capital Assets	-	13,474	13,474	6,735
Investment Earnings (Loss)	26,393	-	26,393	46,616
Total Nonoperating Revenues (Expenses)	<u>(46,961)</u>	<u>285,024</u>	<u>238,063</u>	<u>272,301</u>
Income Before Contributions and Transfers	<u>(1,669,348)</u>	<u>28,055</u>	<u>(1,641,293)</u>	<u>(562,275)</u>
Capital Contributions	-	-	-	336,680
Transfers In	366,854	-	366,854	366,854
Transfers Out	(3,625)	-	(3,625)	-
Change in Net Assets	<u>(1,306,119)</u>	<u>28,055</u>	<u>(1,278,064)</u>	<u>141,259</u>
Total Net Assets - Beginning	1,401,467	2,011	1,403,478	1,262,219
Total Net Assets - Ending	<u>\$ 95,348</u>	<u>\$ 30,066</u>	<u>\$ 125,414</u>	<u>\$ 1,403,478</u>

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	Ramsey County Care Center	Law Enforcement Services	Total Nonmajor Enterprise Funds	
			2010	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from Customers and Users	\$ 13,974,108	\$ 5,780,110	\$ 19,754,218	\$ 19,833,437
Payments to Suppliers	(3,092,359)	(1,083,917)	(4,176,276)	(4,237,845)
Payments to Employees	(11,438,595)	(4,659,411)	(16,098,006)	(15,604,905)
Net Cash Provided (Used) for Operating Activities	(556,846)	36,782	(520,064)	(9,313)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Intergovernmental Revenue	33,778	273,109	306,887	337,668
Transfers In	366,854	-	366,854	366,854
Transfers Out	(3,625)	-	(3,625)	-
Net Cash Provided (Used) for Noncapital Financing Activities	397,007	273,109	670,116	704,522
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from the Sale of Capital Assets	-	35,915	35,915	19,385
Proceeds from Insurance Recoveries	-	-	-	-
Purchases of Capital Assets	(183,165)	(177,461)	(360,626)	(408,447)
Principal Paid on Capital Debt	(80,000)	-	(80,000)	(75,000)
Interest Paid on Capital Debt	(95,418)	-	(95,418)	(98,614)
Repayment of Advance	-	(50,000)	(50,000)	-
Net Cash Provided (Used) for Capital and Related Financing Activities	(358,583)	(191,546)	(550,129)	(562,676)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Dividends Received	52,396	-	52,396	26,951
Net Cash Provided (Used) for Investing Activities	52,396	-	52,396	26,951
Net Increase (Decrease) in Cash and Cash Equivalents	(466,026)	118,345	(347,681)	159,484
Cash and Cash Equivalents, January 1	794,256	731,366	1,525,622	1,366,138
Cash and Cash Equivalents, December 31	328,230	849,711	1,177,941	1,525,622
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>				
Operating Income (Loss)	(1,622,387)	(256,969)	(1,879,356)	(834,576)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	396,217	197,109	593,326	511,975
Provision for Uncollectible Accounts	-	-	-	59,511
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(77,692)	(5,551)	(83,243)	(103,950)
(Increase) Decrease in Cooperative Investment Receivable	-	-	-	-
(Increase) Decrease in Due from Other Governments	381,290	-	381,290	(196,496)
(Increase) Decrease in Inventories	(2,698)	-	(2,698)	(1,226)
Increase (Decrease) in Salaries Payable	15,430	17,475	32,905	55,916
Increase (Decrease) in Accounts Payable	(93,477)	12,722	(80,755)	(16,864)
Increase (Decrease) in Due to Other Funds	317,930	(13,310)	304,620	401,288
Increase (Decrease) in Due to Other Governments	47,190	89,901	137,091	39,943
Increase (Decrease) in Vacation and Compensatory Time Payable	53,667	(4,595)	49,072	57,076
Increase (Decrease) in Compensated Absences Payable	27,684	-	27,684	18,090
Net Cash Provided (Used) by Operating Activities	\$ (556,846)	\$ 36,782	\$ (520,064)	\$ (9,313)

Noncash Investing, Capital and Financing Activities:

The fair value of Ramsey County Care Center Investment decreased by \$26,002 in 2010, and increased by \$19,665 in 2009.

Capital contributions from the County's Capital Improvement Fund to Ramsey County Care Center was \$336,680 in 2009.

## **INTERNAL SERVICE FUNDS**

To account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or other governments, on a cost-reimbursement basis.

**Data Processing** – To provide electronic data processing services to county departments and other governmental units.

**General County Buildings** – To account for rents received from occupants of several County Buildings and to pay all expenses incurred in operating and maintaining the building.

**Telecommunications** – To account for all expenses incurred in operating the telephone system in the Ramsey County Government Center-West Building, Ramsey County Government Center-East Building, and City/County Courthouse.

**Firearms Range** – To provide a Firearms Range to law enforcement personnel of the County and other local governments.

**Retiree Insurance** – To account for the County's contribution to Retiree Insurance and OPEB expenses in compliance with GASB Statement #45.

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	<b>Data Processing</b>	<b>General County Buildings</b>	<b>Telecomm- unications</b>
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 600,002	16,091,288	\$ 3,660,226
Petty Cash and Change Funds	75	-	-
Accounts Receivable (Net)	2,917	21,868	2,770
Due from Other Funds	1,600,969	12,089	183,587
Due from Other Governments	3,628	12,780	88,865
Prepaid Items	206,672	-	-
Inventories	6,765	-	-
Restricted Cash and Cash Equivalents	-	1,000	-
<b>Total Current Assets</b>	<b>2,421,028</b>	<b>16,139,025</b>	<b>3,935,448</b>
Noncurrent Assets:			
Capital Assets:			
Improvements Other Than Buildings	-	79,955	-
Building Improvements	147,740	9,060,875	-
Equipment	382,535	609,289	3,384,696
Construction in Progress	-	9,723	-
Less Accumulated Depreciation	(440,862)	(7,544,399)	(2,912,766)
<b>Total Capital Assets (Net of     Accumulated Depreciation)</b>	<b>89,413</b>	<b>2,215,443</b>	<b>471,930</b>
<b>Total Assets</b>	<b>2,510,441</b>	<b>18,354,468</b>	<b>4,407,378</b>
<b>LIABILITIES</b>			
Current Liabilities:			
Salaries Payable	311,367	215,703	27,784
Accounts Payable	191,426	1,324,994	27,293
Due to Other Funds	1,267,596	1,261,426	71,813
Due to Other Governments	41,965	12,522	945
Vacation and Compensatory Time Payable	503,548	293,035	36,725
Payable from Restricted Assets:			
Customer Deposits Payable	-	1,000	-
<b>Total Current Liabilities</b>	<b>2,315,902</b>	<b>3,108,680</b>	<b>164,560</b>
Noncurrent Liabilities:			
Compensated Absences Payable	516,042	461,151	39,566
Net OPEB Liability	-	-	-
<b>Total Noncurrent Liabilities</b>	<b>516,042</b>	<b>461,151</b>	<b>39,566</b>
<b>Total Liabilities</b>	<b>2,831,944</b>	<b>3,569,831</b>	<b>204,126</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	89,413	2,215,443	471,930
Unrestricted	(410,916)	12,569,194	3,731,322
<b>Total Net Assets</b>	<b>\$ (321,503)</b>	<b>\$ 14,784,637</b>	<b>\$ 4,203,252</b>

**STATEMENT 6**

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2010	2009
\$ 11,622	\$ 33,846,349	\$ 54,209,487	\$ 48,506,388
-	-	75	75
-	-	27,555	19,794
-	5,145,485	6,942,130	5,202,223
6,295	-	111,568	284,281
-	-	206,672	218,637
-	-	6,765	6,435
-	-	1,000	1,000
<u>17,917</u>	<u>38,991,834</u>	<u>61,505,252</u>	<u>54,238,833</u>
-	-	79,955	41,415
-	-	9,208,615	8,941,689
-	-	4,376,520	4,315,315
-	-	9,723	-
-	-	(10,898,027)	(10,317,824)
-	-	2,776,786	2,980,595
<u>17,917</u>	<u>38,991,834</u>	<u>64,282,038</u>	<u>57,219,428</u>
-	-	554,854	489,032
-	846,165	2,389,878	1,793,119
-	-	2,600,835	1,995,680
4	-	55,436	73,079
-	-	833,308	753,613
-	-	1,000	1,000
<u>4</u>	<u>846,165</u>	<u>6,435,311</u>	<u>5,105,523</u>
-	-	1,016,759	1,025,907
-	57,672,977	57,672,977	46,193,252
-	57,672,977	58,689,736	47,219,159
<u>4</u>	<u>58,519,142</u>	<u>65,125,047</u>	<u>52,324,682</u>
-	-	2,776,786	2,980,595
17,913	(19,527,308)	(3,619,795)	1,914,151
<u>\$ 17,913</u>	<u>\$ (19,527,308)</u>	<u>\$ (843,009)</u>	<u>\$ 4,894,746</u>

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<b>Data Processing</b>	<b>General County Buildings</b>	<b>Telecomm- unications</b>
<b>OPERATING REVENUES:</b>			
Charges for Services	\$ 9,928,889	\$ 17,470,211	\$ 1,766,948
Sales	-	560	-
Miscellaneous	5,512	160,602	558
Total Operating Revenues	<u>9,934,401</u>	<u>17,631,373</u>	<u>1,767,506</u>
<b>OPERATING EXPENSES:</b>			
Personal Services	6,490,338	4,531,831	565,326
Other Services and Charges	3,433,780	9,881,404	811,600
Supplies	54,784	800,219	24,758
OPEB Expense	-	-	-
Depreciation	14,865	513,241	104,267
Total Operating Expenses	<u>9,993,767</u>	<u>15,726,695</u>	<u>1,505,951</u>
Operating Income (Loss)	<u>(59,366)</u>	<u>1,904,678</u>	<u>261,555</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Intergovernmental Revenue	18,334	8,886	1,252
Investment Earnings (Loss)	-	-	-
Gain (Loss) on Disposal of Capital Assets	-	-	-
Total Nonoperating Revenues (Expenses)	<u>18,334</u>	<u>8,886</u>	<u>1,252</u>
Income Before Transfers	<u>(41,032)</u>	<u>1,913,564</u>	<u>262,807</u>
Transfers In	257,562	-	-
Transfers Out	(589,193)	-	-
Change in Net Assets	<u>(372,663)</u>	<u>1,913,564</u>	<u>262,807</u>
Total Net Assets - Beginning	51,160	12,871,073	3,940,445
Total Net Assets - Ending	<u>\$ (321,503)</u>	<u>\$ 14,784,637</u>	<u>\$ 4,203,252</u>

**STATEMENT 7**

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2010	2009
\$ 39,440	\$ 11,163,639	\$ 40,369,127	\$ 37,825,939
-	-	560	371
-	-	166,672	175,404
<u>39,440</u>	<u>11,163,639</u>	<u>40,536,359</u>	<u>38,001,714</u>
-	-	11,587,495	10,985,812
38,703	-	14,165,487	12,870,977
3,415	-	883,176	816,785
-	21,637,728	21,637,728	21,527,219
-	-	632,373	592,210
<u>42,118</u>	<u>21,637,728</u>	<u>48,906,259</u>	<u>46,793,003</u>
<u>(2,678)</u>	<u>(10,474,089)</u>	<u>(8,369,900)</u>	<u>(8,791,289)</u>
-	548,331	576,803	41,716
-	38,545	38,545	39,717
-	-	-	155
-	<u>586,876</u>	<u>615,348</u>	<u>81,588</u>
<u>(2,678)</u>	<u>(9,887,213)</u>	<u>(7,754,552)</u>	<u>(8,709,701)</u>
-	2,348,428	2,605,990	1,520,918
-	-	(589,193)	(283)
<u>(2,678)</u>	<u>(7,538,785)</u>	<u>(5,737,755)</u>	<u>(7,189,066)</u>
20,591	(11,988,523)	4,894,746	12,083,812
<u>\$ 17,913</u>	<u>\$ (19,527,308)</u>	<u>\$ (843,009)</u>	<u>\$ 4,894,746</u>



**RAMSEY COUNTY, MINNESOTA  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2010  
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<b>Data Processing</b>	<b>General County Buildings</b>	<b>Telecomm- unications</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers and Users	\$ 140,086	\$ 17,793,034	\$ 1,776,904
Receipts from Interfund Services Provided	9,049,531	-	-
Payments to Suppliers	(2,704,403)	(10,293,274)	(832,556)
Payments to Employees	(6,404,378)	(4,488,981)	(557,765)
Payments for Interfund Services Used	(440,807)	-	-
Net Cash Provided (Used) for Operating Activities	<u>(359,971)</u>	<u>3,010,779</u>	<u>386,583</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Intergovernmental Revenue	18,334	8,886	1,252
Transfers In	257,562	-	-
Transfers Out	(589,193)	-	-
Net Cash Provided (Used) for Noncapital Financing Activities	<u>(313,297)</u>	<u>8,886</u>	<u>1,252</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Proceeds from the Sale of Capital Assets	-	-	-
Purchases of Capital Assets	-	(351,240)	(77,326)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>-</u>	<u>(351,240)</u>	<u>(77,326)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment Earnings (Loss)	-	-	-
Net Cash Provided (Used) for Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(673,268)	2,668,425	310,509
Cash and Cash Equivalents, January 1	1,273,270	13,423,863	3,349,717
Cash and Cash Equivalents, December 31	<u>600,002</u>	<u>16,092,288</u>	<u>3,660,226</u>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>			
Operating Income (Loss)	(59,366)	1,904,678	261,555
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	14,865	513,241	104,267
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	2,127	(11,012)	1,124
(Increase) Decrease in Due From Other Funds	(764,031)	57,273	(30,603)
(Increase) Decrease in Due From Other Governments	17,120	115,400	38,878
(Increase) Decrease in Prepaid Items	11,965	-	-
(Increase) Decrease in Inventories	(330)	-	-
Increase (Decrease) in Salaries Payable	25,467	38,040	2,315
Increase (Decrease) in Accounts Payable	114,738	21,169	454
Increase (Decrease) in Due to Other Funds	221,665	379,246	4,244
Increase (Decrease) in Due to Other Governments	(4,684)	(12,066)	(897)
Increase (Decrease) in Vacation and Compensatory Time Payable	69,810	6,365	3,520
Increase (Decrease) in Compensated Absences Payable	(9,317)	(1,557)	1,726
Increase (Decrease) in Net OPEB Liability Payable	-	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ (359,971)</u>	<u>\$ 3,010,777</u>	<u>\$ 386,583</u>

Non cash Capital and Related Financing Activity:  
Data Processing disposed of capital assets with a net book value of zero.

**STATEMENT 8**

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2010	2009
\$ 44,225	\$ -	\$ 19,754,249	\$ 12,773,781
-	10,157,622	19,207,153	25,585,165
(42,114)	(9,697,604)	(23,569,951)	(20,655,166)
-	-	(11,451,124)	(10,862,359)
-	-	(440,807)	(2,451,280)
<u>2,111</u>	<u>460,018</u>	<u>3,499,520</u>	<u>4,390,141</u>
-	548,331	576,803	41,716
-	2,348,428	2,605,990	1,520,918
-	-	(589,193)	(283)
-	2,896,759	2,593,600	1,562,351
-	-	-	155
-	-	(428,566)	(727,800)
-	-	(428,566)	(727,645)
-	38,545	38,545	39,717
-	38,545	38,545	39,717
2,111	3,395,322	5,703,099	5,264,564
9,511	30,451,027	48,507,388	43,242,824
<u>11,622</u>	<u>33,846,349</u>	<u>54,210,487</u>	<u>48,507,388</u>
(2,678)	(10,474,089)	(8,369,900)	(8,791,289)
-	-	632,373	592,210
-	-	(7,761)	24,130
3,470	(1,006,016)	(1,739,907)	341,365
1,315	-	172,713	(8,264)
-	-	11,965	12,616
-	-	(330)	(649)
-	-	65,822	34,132
-	460,398	596,759	(259,945)
-	-	605,155	269,099
4	-	(17,643)	40,075
-	-	79,695	9,577
-	-	(9,148)	79,747
-	11,479,725	11,479,725	12,047,337
<u>\$ 2,111</u>	<u>\$ 460,018</u>	<u>\$ 3,499,518</u>	<u>\$ 4,390,141</u>

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## **FIDUCIARY FUNDS**

To account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, and other governmental units.

### **Private Purpose Trust Funds:**

**Missing Heirs** – To account for unclaimed funds of heirs who cannot immediately be located.

**Lake Owasso Residence Trust** – To account for resident's assets held by the County.

**Ramsey County Care Center Client Trust** – To account for client assets held by the County.

**Social Welfare** – To account for certain Community Human Services client assets held by the County.

### **Agency Fund:**

To account for assets held by a governmental unit as an agent for individuals/private organizations, and other governmental units.

## STATEMENT 9

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
**PRIVATE PURPOSE TRUST FUNDS**  
**DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009**

	<u>Missing Heirs</u>	<u>Lake Owasso Residence Client Trust</u>	<u>Ramsey Care Center Client Trust</u>	<u>Social Welfare</u>	<u>Total Private Purpose Trust Funds</u>	
					<u>2010</u>	<u>2009</u>
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 247,779	\$ 78,858	\$ 32,709	\$ 460,297	\$ 819,643	\$ 2,743,661
Total Assets	<u>247,779</u>	<u>78,858</u>	<u>32,709</u>	<u>460,297</u>	<u>819,643</u>	<u>2,743,661</u>
<b>LIABILITIES</b>						
Custodial Payable	<u>-</u>	<u>4,437</u>	<u>3,282</u>	<u>-</u>	<u>7,719</u>	<u>10,996</u>
<b>NET ASSETS</b>						
Held in Trust for Private Purposes	<u>\$ 247,779</u>	<u>\$ 74,421</u>	<u>\$ 29,427</u>	<u>\$ 460,297</u>	<u>\$ 811,924</u>	<u>\$ 2,732,665</u>

**RAMSEY COUNTY, MINNESOTA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**PRIVATE PURPOSE TRUST FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**  
**WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>Missing Heirs</u>	<u>Lake Owasso Residence Client Trust</u>	<u>Ramsey Care Center Client Trust</u>	<u>Social Welfare</u>	<u>Total Private Purpose Trust Funds</u>	
					<u>2010</u>	<u>2009</u>
<b>ADDITIONS</b>						
Receipts from Clients	\$ 56,335	\$ 113,535	\$ 99,380	\$ 8,067,622	\$ 8,336,872	\$ 13,945,986
Investment Earnings	-	-	45	3,680	3,725	6,077
Total Additions	<u>56,335</u>	<u>113,535</u>	<u>99,425</u>	<u>8,071,302</u>	<u>8,340,597</u>	<u>13,952,063</u>
<b>DEDUCTIONS</b>						
Payments to Clients or on Behalf of Clients	<u>44,658</u>	<u>117,178</u>	<u>102,007</u>	<u>9,997,495</u>	<u>10,261,338</u>	<u>13,876,514</u>
Change in Net Assets	11,677	(3,643)	(2,582)	(1,926,193)	(1,920,741)	75,549
Net Assets - Beginning	236,102	78,066	32,007	2,386,490	2,732,665	2,657,116
Net Assets - Ending	<u>\$ 247,779</u>	<u>\$ 74,423</u>	<u>\$ 29,425</u>	<u>\$ 460,297</u>	<u>\$ 811,924</u>	<u>\$ 2,732,665</u>

**RAMSEY COUNTY, MINNESOTA  
AGENCY FUND  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED DECEMBER 31, 2010**

	<b>Balance January 1, 2010</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance December 31, 2010</b>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 25,100,466	\$ 861,174,529	\$ 856,306,377	\$ 29,968,618
Petty Cash and Change Funds	-	-	-	-
Receivables (Net):				
Accounts	21,060,005	19,132,066	21,060,005	19,132,066
Due from Other Governments	31,998	7,141	31,998	7,141
Total Assets	<u>46,192,469</u>	<u>880,313,736</u>	<u>877,398,380</u>	<u>49,107,825</u>
<b>LIABILITIES</b>				
Salaries Payable	15,582	20,990	15,582	20,990
Custodial Payable	36,092,568	34,458,645	36,092,568	34,458,645
Due to Other Governments	10,084,319	14,628,190	10,084,319	14,628,190
Total Liabilities	<u>\$ 46,192,469</u>	<u>\$ 49,107,825</u>	<u>\$ 46,192,469</u>	<u>\$ 49,107,825</u>

# **Supplementary Schedules**



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**RAMSEY COUNTY, MINNESOTA**  
**SCHEDULE OF INTERGOVERNMENTAL REVENUES**  
**ALL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 2010**

	Special Revenue Funds					
	General Fund	County Library	Solid Waste/ Recycling Service Fee	Housing and Redevelopment Authority	Workforce Solutions	State Funding For Courts
<b>Shared Revenue:</b>						
State-						
Highway Users Tax	\$ 6,153,807	\$ -	\$ -	\$ -	\$ -	\$ -
Watercraft Registration	51,001	-	-	-	-	-
Market Value Homestead Credit	3,741,029	134,676	-	-	-	-
Disparity Reduction Aid	243,536	-	-	-	-	-
County Program Aid	11,097,048	400,881	-	-	-	-
State Aid for Police Pension	1,265,099	-	-	-	-	-
911 Telephone Fee	-	-	-	-	-	-
PERA Rate Increase Aid	702,697	21,652	3,718	762	9,372	11,114
<b>Total Shared Revenue</b>	<u>23,254,217</u>	<u>557,209</u>	<u>3,718</u>	<u>762</u>	<u>9,372</u>	<u>11,114</u>
<b>Reimbursement for Services:</b>						
State-						
Minnesota Department of Human Services	11,792,702	-	-	-	-	-
Federal-						
Health and Human Services	-	-	-	-	-	-
Family Service Collaborative	207,633	-	-	-	-	-
<b>Total Reimbursement for Services</b>	<u>12,000,335</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Grants:</b>						
State-						
Minnesota Department of Agriculture	5,999	-	7,621	-	-	-
Commerce	256,450	-	-	-	-	-
Education	182,851	-	-	-	-	-
Historical Society	-	-	-	-	-	-
Office of Higher Education	-	13,840	-	-	-	-
Public Safety	516,013	-	-	-	-	-
Environmental Assistance	-	-	1,279,728	-	-	-
Health	4,886,467	-	-	-	-	-
Natural Resources	66,958	-	-	-	-	-
Transportation	38,884	-	-	-	-	-
Corrections	10,396,318	-	-	-	-	-
Human Services	26,642,529	-	-	-	1,369,851	-
Veteran Affairs	25,600	-	-	-	-	-
Employment & Economic Development	110	-	-	-	3,878,002	-
Trial Courts	-	-	-	-	-	5,427,947
Public Defense Board	-	-	-	-	-	-
Miscellaneous Boards	86,756	-	-	-	-	-
<b>Total State</b>	<u>43,104,935</u>	<u>13,840</u>	<u>1,287,349</u>	<u>-</u>	<u>5,247,853</u>	<u>5,427,947</u>
Federal-						
Department of Agriculture	9,134,219	-	-	-	-	-
Justice	1,269,621	-	-	-	-	-
Transportation	482,342	-	-	-	-	-
Housing and Urban Development	1,597,002	-	-	2,354,620	-	-
Labor	-	-	-	-	5,655,158	-
Institute of Museum and Library Services	-	-	-	-	-	-
Energy	165,649	-	-	-	-	-
Health and Human Services	39,273,413	-	-	-	18,334,902	-
Homeland Security	1,494,743	-	-	-	-	-
<b>Total Federal</b>	<u>53,416,989</u>	<u>-</u>	<u>-</u>	<u>2,354,620</u>	<u>23,990,060</u>	<u>-</u>
Local	4,085,071	311,874	250,595	-	28,235	-
<b>Total Grants</b>	<u>100,606,995</u>	<u>325,714</u>	<u>1,537,944</u>	<u>2,354,620</u>	<u>29,266,148</u>	<u>5,427,947</u>
Build America Bonds Interest Subsidy	-	-	-	-	-	-
Excess Tax Increment	3,634,976	-	-	-	-	-
Payments in lieu of taxes	190,274	822	-	-	-	-
<b>Total Intergovernmental Revenue</b>	<u>\$ 139,686,797</u>	<u>\$ 883,745</u>	<u>\$ 1,541,662</u>	<u>\$ 2,355,382</u>	<u>\$ 29,275,520</u>	<u>\$ 5,439,061</u>

Special Revenue Funds							
State Public Defender	Emergency Communications	Regional Railroad Authority	Sheriff	Parks and Recreation	Law Library	Regional Railroad Authority Capital	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	410,250	-	-	-	298,516	843,442
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	400,881
-	-	-	-	-	-	-	-
-	740,994	-	-	-	-	-	740,994
13,372	-	-	-	-	836	-	60,826
<u>13,372</u>	<u>740,994</u>	<u>410,250</u>	<u>-</u>	<u>-</u>	<u>836</u>	<u>298,516</u>	<u>2,046,143</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	7,621
-	-	-	-	-	-	-	-
-	-	-	-	-	7,000	-	7,000
-	-	-	-	-	-	-	13,840
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,279,728
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,369,851
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	3,878,002
-	-	-	-	-	-	-	5,427,947
3,527,398	-	-	-	-	-	-	3,527,398
-	-	-	-	-	-	-	-
<u>3,527,398</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,000</u>	<u>-</u>	<u>15,511,387</u>
-	-	-	-	-	-	-	-
-	-	-	176,317	-	-	-	176,317
-	-	69,858	-	-	-	13,782,631	13,852,489
-	-	-	-	-	-	-	2,354,620
-	-	-	-	-	-	-	5,655,158
-	-	-	-	-	34,816	-	34,816
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	18,334,902
-	-	-	-	-	-	-	-
-	-	69,858	176,317	-	34,816	13,782,631	40,408,302
-	-	370,864	-	397,748	-	62,681	1,421,997
3,527,398	-	440,722	176,317	397,748	41,816	13,845,312	57,341,686
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	7,321	-	-	-	-	8,143
<u>\$ 3,540,770</u>	<u>\$ 740,994</u>	<u>\$ 858,293</u>	<u>\$ 176,317</u>	<u>\$ 397,748</u>	<u>\$ 42,652</u>	<u>\$ 14,143,828</u>	<u>\$ 59,395,972</u>

(Continued)

RAMSEY COUNTY, MINNESOTA  
SCHEDULE OF INTERGOVERNMENTAL REVENUES  
ALL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 2010

	Debt Service Fund	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Total All Funds
<b>Shared Revenue:</b>					
State-					
Highway Users Tax	\$ 302,455	\$ 7,844,139	\$ -	\$ -	\$ 14,300,401
Watercraft Registration	-	-	-	-	51,001
Market Value Homestead Credit	307,843	-	-	-	4,892,314
Disparity Reduction Aid	18,520	-	-	-	262,056
County Program Aid	942,502	-	-	-	12,440,431
State Aid for Police Pension	-	-	272,563	-	1,537,662
911 Telephone Fee	-	-	-	-	740,994
PERA Rate Increase Aid	-	-	54,292	28,472	846,287
<b>Total Shared Revenue</b>	<u>1,571,320</u>	<u>7,844,139</u>	<u>326,855</u>	<u>28,472</u>	<u>35,071,146</u>
<b>Reimbursement for Services:</b>					
State-					
Minnesota Department of Human Services	-	-	-	-	11,792,702
Federal-					
Health and Human Services	-	-	-	548,331	548,331
Family Service Collaborative	-	-	-	-	207,633
<b>Total Reimbursement for Services</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>548,331</u>	<u>12,548,666</u>
<b>Grants:</b>					
State-					
Minnesota Department of Agriculture	-	-	-	-	13,620
Commerce	-	-	-	-	256,450
Education	-	-	-	-	182,851
Historical Society	-	-	-	-	7,000
Office of Higher Education	-	-	-	-	13,840
Public Safety	-	-	-	-	516,013
Environmental Assistance	-	-	-	-	1,279,728
Health	-	-	-	-	4,886,467
Natural Resources	-	-	-	-	66,958
Transportation	-	7,734,838	-	-	7,773,722
Corrections	-	-	-	-	10,396,318
Human Services	-	-	-	-	28,012,380
Veteran Affairs	-	-	-	-	25,600
Employment & Economic Development	-	-	-	-	3,878,112
Trial Courts	-	-	-	-	5,427,947
Public Defense Board	-	-	-	-	3,527,398
Miscellaneous Boards	-	-	-	-	86,756
<b>Total State</b>	<u>-</u>	<u>7,734,838</u>	<u>-</u>	<u>-</u>	<u>66,351,160</u>
Federal-					
Department of Agriculture	-	-	-	-	9,134,219
Justice	-	-	-	-	1,445,938
Transportation	-	12,366,856	-	-	26,701,687
Housing and Urban Development	-	-	-	-	3,951,622
Labor	-	-	-	-	5,655,158
Institute of Museum and Library Service	-	-	-	-	34,816
Energy	-	-	-	-	165,649
Health and Human Services	-	-	-	-	57,608,315
Homeland Security	-	600,000	-	-	2,094,743
<b>Total Federal</b>	<u>-</u>	<u>12,966,856</u>	<u>-</u>	<u>-</u>	<u>106,792,147</u>
Local					
<b>Total Grants</b>	<u>-</u>	<u>4,251,348</u>	<u>-</u>	<u>-</u>	<u>9,758,416</u>
Build America Bonds Interest Subsidy	365,946	-	-	-	365,946
Excess Tax Increment	-	-	-	-	3,634,976
Payments in lieu of taxes	6,616	-	-	-	205,033
<b>Total Intergovernmental Revenue</b>	<u>\$ 1,943,882</u>	<u>\$ 32,797,181</u>	<u>\$ 326,855</u>	<u>\$ 576,803</u>	<u>\$ 234,727,490</u>

**RAMSEY COUNTY, MINNESOTA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2010**

<b>Federal Grantor Pass Through Agency Grant Program Title</b>	<b>Federal CFDA Number</b>	<b>Expenditures</b>	<b>Passed Through to Subrecipients</b>
<b>Department of Agriculture</b>			
Passed Through Minnesota Department of Education:			
<i>Child Nutrition Cluster</i>			
School Breakfast Program	10.553	\$ 51,601	\$
National School Lunch Program	10.555	82,554	
Passed Through Minnesota Department of Health:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	3,270,347	
<i>State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP) Cluster</i>			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	5,562,447	
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program - ARRA	10.561	167,270	
Total Department of Agriculture		9,134,219	-
<b>Department of Housing and Urban Development</b>			
<i>CDBG - Entitlement Grants Cluster</i>			
Direct			
Community Development Block Grants/Entitlement Grants	14.218	995,045	675,805
Community Development Block Entitlement Grant - ARRA	14.253	82,612	
Passed Through City of St. Paul:			
Community Development Block Grants/Entitlement Grants	14.218	253,330	184,119
Direct			
Supportive Housing Program	14.235	758,920	758,920
Passed Through Minnesota Housing Finance Agency:			
Neighborhood Stabilization Program - ARRA	14.256	1,055,748	
Passed Through Dakota County: Community Development Agency			
Home Investment Partnerships Program	14.239	221,215	
Passed Through Hennepin County:			
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	469,541	
Passed Through City of St. Paul:			
Homelessness Prevention and Rapid Re-Housing Program	14.257	115,211	
Total Department of Housing and Urban Development		3,951,622	1,618,844
<b>Department of Justice</b>			
Direct			
Supervised Visitation, Safe Havens for Children	16.527	135,705	
Part E - Developing, Testing and Demonstrating Promising New Programs			
State Criminal Alien Assistance Program	16.541	19,207	
State Criminal Alien Assistance Program	16.606	319,134	
Passed Through Minnesota Department of Public Safety:			
Juvenile Accountability Block Grants	16.523	77,962	
Crime Victim Assistance	16.575	51,158	
Public Safety Partnership and Community Policing Grants	16.710	65,000	
Edward Byrne Memorial Justice Assistance Grant Program/ Grants to States and Territories - ARRA	16.803	233,763	

(continued)

RAMSEY COUNTY, MINNESOTA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2010

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
<b>Department of Justice (continued):</b>			
Passed Through City of St. Paul			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	71,412	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	146,742	
Edward Byrne Memorial Justice Assistance Grant Program/ Grants to Units of Local Government - ARRA	16.804	280,185	
Edward Byrne Memorial Competitive Grant Program - ARRA	16.808	45,670	
Total Department of Justice		<u>1,445,938</u>	<u>-</u>
<b>Department of Labor</b>			
Passed Through Minnesota Department of Employment and Economic Development:			
Unemployment Insurance	17.225	26,697	
<i>WIA Cluster</i>			
Workforce Investment Act (WIA) - Adult Programs	17.258	1,007,609	730,047
Workforce Investment Act (WIA) - Adult Programs - ARRA	17.258	298,784	185,457
Workforce Investment Act (WIA) - Youth Activities	17.259	1,459,471	889,828
Workforce Investment Act (WIA) - Youth Activities - ARRA	17.259	442,108	302,501
Workforce Investment Act (WIA) - Dislocated Workers	17.260	808,859	51,333
Workforce Investment Act (WIA) - Dislocated Workers - ARRA	17.260	1,561,630	197,587
Passed Through City of Minneapolis:			
Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors	17.275	50,000	
Total Department of Labor		<u>5,655,158</u>	<u>2,356,753</u>
<b>Department of Transportation</b>			
<i>Highway Planning and Construction Cluster</i>			
Passed Through Minnesota Department of Natural Resources:			
Recreational Trails Program	20.219	7,237	
Passed Through Minnesota Department of Transportation:			
Highway Planning & Construction	20.205	10,244,469	
Highway Planning & Construction - ARRA	20.205	2,122,387	
<i>Highway Safety Cluster</i>			
Passed Through Minnesota Department of Public Safety:			
State and Community Highway Safety	20.600	114,984	
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	359,027	
Safety Belt Performance Grants	20.609	1,094	
Total Department of Transportation		<u>12,849,198</u>	<u>-</u>
<b>Institute of Museum and Library Services</b>			
Passed Through Minnesota Department of Education:			
Grants to States	45.310	34,816	
<b>Department of Energy</b>			
Direct			
Energy Efficiency and Conservation Block Grant Program - ARRA	81.128	165,649	

(continued)

RAMSEY COUNTY, MINNESOTA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2010

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
<b>Department of Health and Human Services</b>			
Direct			
Family Planning Services	93.217	753,129	
Adoption Opportunities	93.652	543,531	
Child Abuse and Neglect Discretionary Activities	93.670	569,661	
<i>Temporary Assistance for Needy Families (TANF) Cluster</i>			
Passed Through Minnesota Department of Human Services:			
Temporary Assistance for Needy Families (TANF)	93.558	21,764,423	10,862,496
Passed Through Minnesota Department of Health:			
Temporary Assistance for Needy Families (TANF)	93.558	994,733	
Passed Through Minnesota Department of Employment and Economic Development:			
Temporary Assistance for Needy Families (TANF) -ARRA	93.558	331,195	305,634
Passed Through Minnesota Department of Human Services:			
Projects for Assistance in Transition from Homelessness	93.150	176,590	
Promoting Safe and Stable Families	93.556	429,614	250,000
<i>Child Support Enforcement Cluster</i>			
Child Support Enforcement	93.563	10,489,071	
Child Support Enforcement - ARRA	93.563	521,235	
Refugee and Entrant Assistance - State Administered Programs			
	93.566	6,019	
Refugee and Entrant Assistance-Targeted Assistance Grants	93.584	40,618	
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	853,817	
Chafee Education and Training Vouchers Program	93.599	75,083	
Child Welfare Services-State Grants	93.645	32,256	
<i>Foster Care Title IV-E Cluster</i>			
Foster Care Title IV-E	93.658	3,623,648	
Foster Care Title IV-E - ARRA	93.658	305,664	
Adoption Assistance - ARRA	93.659	23,351	
Social Services Block Grant	93.667	4,155,927	
Child Abuse and Neglect State Grants	93.669	1,676	
Chafee Foster Care Independence Program	93.674	58,325	
Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	93.768	21,191	21,191
Medical Assistance Program	93.778	8,496,951	
Block Grant for Community Mental Health Services	93.958	239,248	
Block Grant for Prevention and Treatment of Substance Abuse	93.959	930,569	
Passed Through Minnesota Department of Health:			
Public Health Emergency Preparedness	93.069	663,527	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	33,832	
Childhood Lead Poisoning Prevention Projects-State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	22,436	

(continued)

RAMSEY COUNTY, MINNESOTA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2010

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
<b>Department of Health and Human Services (continued):</b>			
Passed Through Minnesota Department of Health (continued):			
Universal Newborn Hearing Screening	93.251	5,975	
<i>Immunization Cluster</i>			
Immunization Grants	93.268	129,200	
Immunization - ARRA	93.712	65,007	
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	240,715	
Refugee and Entrant Assistance Discretionary Grants	93.576	22,840	
Child Abuse and Neglect Discretionary Activities	93.670	19,760	
HIV Prevention Activities-Health Department Based	93.940	49,118	
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	43,526	
Maternal and Child Health Services Block Grant to the States	93.994	862,095	
Passed Through Hennepin County:			
Special Projects of National Significance	93.928	7,759	
Passed Through Natl Assoc of City & County Health Officers:			
Medical Reserve Corps Small Grant Program	93.008	5,000	
Total Department of Health and Human Services		57,608,315	271,191
<b>Department of Homeland Security</b>			
Direct			
Law Enforcement Officer Reimbursement Agreement Program	97.090	45,080	
Port Security Grant Program - ARRA	97.116	425,345	
<i>Homeland Security Cluster</i>			
Passed Through Minnesota Department of Public Safety:			
Homeland Security Grant Program	97.067	1,237,813	258,771
Passed Through City of Minneapolis:			
Metropolitan Medical Response System	97.071	80,526	
Passed Through Minnesota Department of Public Safety:			
Emergency Management Performance Grants	97.042	267,205	
Passed Through Minnesota Department of Natural Resources:			
Boating Safety Financial Assistance	97.012	38,774	
Total Department of Homeland Security		2,094,743	-
<b>Total Cash Federal Awards</b>		92,939,658	4,246,788
<b>Non-Cash Awards</b>			
<b>Department of Agriculture</b>			
Food Donation Program	10.550	7,362	-
<b>Total Non-Cash Federal Awards</b>		7,362	-
<b>Total Federal Awards</b>		\$ 92,947,020	\$ 4,246,788

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.



**RAMSEY COUNTY, MINNESOTA**  
**Notes to the Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2010**

1. Reporting Entity

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by Ramsey County. The County's reporting entity is defined in Note 1 to the financial statements. The Regional Railroad Authority blended component unit is not included on the County's Schedule of Expenditures of Federal Awards because it has its own single audit.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Ramsey County under programs of the federal government for the year ended December 31, 2010. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Ramsey County.

3. Summary of Significant Accounting Policies

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. The basis used for CFDA No. 10.550 is the dollar value of vouchers issued. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through grant numbers were not assigned by the pass-through agencies.

4. Reconciliation to Schedule of Intergovernmental Revenues

Federal grant revenue per Schedule of Intergovernmental Revenues	\$106,792,147
Non cash awards	7,362
Grant received by blended component unit not included:	
Alternatives Analysis	(475,244)
Highway Planning and construction	(13,300,000)
Federal Transit Capital Investment Grants	<u>(77,245)</u>
Expenditures Per Schedule of Expenditures of Federal Awards	\$ <u>92,947,020</u>

5. American Recovery and Reinvestment Act

The American Recovery and Reinvestment Act of 2009 (ARRA) requires recipients to clearly distinguish ARRA funds from non-ARRA funding. In the schedule, ARRA funds are denoted by the addition of ARRA to the program name.

**Section III**  
**Statistical Section**

# Statistical Section

This part of Ramsey 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 county's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	117
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property taxes.	122
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the county's ability to issue additional debt in the future.	125
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place and to help make comparisons over time and with other governments.	129
<b>Operating Information</b> These schedules contain information about the county's operations and resources to help the reader understand how the county's financial information relates to the services the County provides and the activities it performs.	131

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The county implemented GASB Statement 34 in 2002; schedules presenting entity-wide information include information beginning in that year.

TABLE I

RAMSEY COUNTY, MINNESOTA  
NET ASSETS BY COMPONENT  
LAST NINE YEARS

(accrual basis of accounting)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities									
Invested in capital assets, net of related debt	\$ 350,568,755	\$ 362,980,947	\$ 331,762,415	\$ 411,727,719	\$ 437,027,997	\$ 433,496,071	\$ 459,571,638	\$ 490,694,178	\$ 504,493,994
Restricted	24,145,375	61,572,424	106,484,915	92,804,198	84,675,877	71,157,995	61,904,201	64,652,023	61,769,571
Unrestricted	158,307,476	128,896,754	144,932,259	116,795,345	167,942,820	209,183,481	223,473,920	213,847,774	226,490,641
Total governmental activities net assets	\$ 533,021,606	\$ 553,450,125	\$ 583,179,589	\$ 621,327,262	\$ 689,646,694	\$ 713,837,547	\$ 744,949,759	\$ 769,193,975	\$ 792,754,206
Business-type activities									
Invested in capital assets, net of related debt	3,849,605	3,730,753	3,565,655	3,656,566	3,520,751	3,379,797	3,645,069	3,824,730	3,402,305
Restricted	-	231,962	66,411	46,163	50,657	-	-	-	-
Unrestricted	(216,463)	411,773	560,087	285,907	9,153	(1,389,478)	(3,168,911)	(3,562,112)	(4,978,946)
Total business-type activities net assets	\$ 3,633,142	\$ 4,374,488	\$ 4,192,153	\$ 3,988,636	\$ 3,580,561	\$ 1,990,319	\$ 476,158	\$ 262,618	\$ (1,576,641)
Primary government									
Invested in capital assets, net of related debt	354,418,360	366,711,700	335,328,070	415,384,285	440,548,748	436,875,868	463,216,707	494,518,908	507,896,299
Restricted	24,145,375	61,804,386	106,551,326	92,850,361	84,726,534	71,157,995	61,904,201	64,652,023	61,769,571
Unrestricted	158,091,013	129,308,527	145,492,346	117,081,252	167,951,973	207,794,003	220,305,009	210,285,662	221,511,695
Total primary government net assets	\$ 536,654,748	\$ 557,824,613	\$ 587,371,742	\$ 625,315,898	\$ 693,227,255	\$ 715,827,866	\$ 745,425,917	\$ 769,456,593	\$ 791,177,565

Note: Accrual-basis financial information is available back to 2002 only, the year GASB Statement 34 was implemented.

\* 2010 Net Assets was restated due to implementation of GASB 51.

Unaudited

TABLE II

**RAMSEY COUNTY, MINNESOTA**  
**CHANGES IN NET ASSETS**  
**LAST NINE YEARS**

(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Expenses</b>									
Governmental activities:									
General government	\$ 93,519,244	\$ 88,644,095	\$ 49,037,867	\$ 69,903,388	\$ 83,775,008	\$ 101,167,962	\$ 128,943,586	\$ 82,960,856	\$ 115,004,474
Public safety	84,036,106	81,266,102	92,552,785	103,140,189	93,123,718	119,620,609	95,365,044	126,613,064	123,129,484
Transportation	23,609,628	19,587,607	46,613,526	26,016,187	35,186,475	55,736,382	27,755,773	45,719,387	62,666,799
Sanitation	15,851,946	14,801,190	15,737,538	17,850,477	17,071,936	20,784,044	21,437,028	20,344,702	17,905,242
Health	24,118,961	24,400,859	23,278,945	26,154,048	26,343,037	28,278,967	30,170,924	29,132,076	37,201,753
Human services	181,927,405	176,750,563	170,372,597	172,133,597	176,236,609	184,531,459	180,681,041	159,164,483	158,887,480
Culture and recreation	18,896,677	18,792,204	17,181,691	21,253,410	18,916,977	17,643,825	24,850,816	30,920,839	19,150,384
Conservation of natural resources	768,743	776,639	466,403	421,883	413,943	81,364	127,989	309,757	363,667
Economic development and assistance	25,747,275	23,877,182	22,938,963	22,774,299	22,931,445	23,600,476	26,515,815	32,822,478	32,581,770
Interest	7,826,063	7,297,704	9,648,967	9,259,922	9,433,629	9,474,261	8,590,471	8,322,655	8,549,472
Total governmental activities expenses	476,302,048	456,194,145	447,829,282	468,907,400	483,432,777	560,919,349	544,438,487	536,310,297	575,440,525
Business-type activities:									
Lake Owasso Residence	7,142,831	7,692,647	7,786,233	7,700,741	8,177,791	8,702,482	8,772,381	8,479,113	8,494,803
Ponds at Battle Creek	488	172,661	665,560	608,504	701,798	694,747	738,633	655,002	683,309
Ramsey County Care Center	11,398,215	11,751,327	12,079,283	12,184,848	12,435,723	13,608,395	14,400,779	15,082,263	15,455,058
Office of Integrated Managed Care	1,242,876	711,578	-	-	-	-	-	-	-
Law Enforcement Services	4,474,209	4,588,613	4,790,221	4,945,064	5,051,851	5,248,385	5,582,194	5,942,423	5,954,287
Total business-type activities expenses	24,258,619	24,916,826	25,321,299	25,439,157	26,367,163	28,254,009	29,493,987	30,158,801	30,587,457
Total primary government expenses	500,560,667	481,110,971	473,150,581	494,346,557	509,799,940	589,173,358	573,932,474	566,469,098	606,027,982
<b>Program Revenues</b>									
Governmental activities:									
Fees, fines, charges and other:									
General government	22,131,397	15,641,123	14,140,880	14,721,943	25,586,857	17,929,840	20,472,751	19,529,671	20,899,775
Public safety	6,534,896	6,243,086	7,023,639	9,170,315	8,350,392	9,702,158	17,230,963	14,321,258	15,355,653
Transportation	2,863,501	2,853,955	1,388,395	1,959,189	2,451,634	4,384,943	3,582,569	4,021,033	2,140,811
Sanitation	1,173,952	13,063,110	15,817,903	16,870,909	19,659,083	17,864,232	19,041,808	17,766,566	18,331,643
Health	6,171,791	7,727,760	7,988,406	9,613,494	8,166,676	7,865,494	8,092,699	8,948,448	9,148,842
Human services	6,976,751	5,851,067	6,727,816	6,555,896	7,773,517	8,276,649	10,383,511	10,287,808	13,988,585
Culture and recreation	5,364,987	5,450,301	5,709,279	5,854,429	6,010,116	6,291,835	6,799,792	6,023,509	6,160,011
Conservation of natural resources	312,688	181,631	161,547	257,348	302,760	179,122	455	391	2,770
Economic development and assistance	624,540	5,054,419	1,349,226	3,896,699	1,666,602	522,029	2,220,368	196,245	1,814,382
Operating grants and contributions:									
General government	26,461,574	19,377,353	24,122,721	23,160,822	11,750,858	28,311,540	21,246,302	22,576,853	23,323,019
Public safety	19,345,021	17,515,627	13,617,565	12,788,912	13,857,784	14,579,839	15,566,362	15,251,928	15,177,256
Transportation	-	59,938	5,201,984	3,206,041	4,261,815	6,014,034	4,040,531	6,113,663	7,436,879
Sanitation	1,757,002	1,312,417	1,438,701	1,401,465	1,506,761	2,494,748	1,709,892	2,041,267	2,268,498
Health	10,342,476	11,937,292	9,318,922	11,167,848	11,983,024	13,341,719	11,891,612	12,952,071	14,184,562
Human services	114,448,042	109,200,218	93,048,708	93,618,417	98,980,847	95,521,547	96,601,195	71,770,883	67,546,165
Culture and recreation	901,079	293,722	914,335	337,490	677,345	1,714,644	1,667,841	1,069,749	1,212,152
Conservation of natural resources	118,516	49,280	85,618	78,061	77,584	4,000	-	-	-
Economic development and assistance	23,194,326	19,515,445	20,541,025	21,274,245	21,595,537	22,761,021	25,699,726	32,169,680	31,630,902
Capital grants and contributions:									
General government	-	901,702	19,955	605,391	1,256,573	3,500,000	3,986,939	-	-
Public safety	-	2,444,356	4,730,416	5,768,076	6,195,938	8,873,273	197,329	-	600,000
Transportation	20,784,558	22,337,802	10,218,516	17,905,823	24,239,254	28,892,308	12,225,205	20,178,993	43,868,783
Culture and recreation	1,218,077	2,282,440	195,432	1,921,921	1,603,138	521,765	976,609	457,952	2,863,537
Conservation of natural resources	-	-	3,000	26,552	-	-	-	-	-
Economic development and assistance	-	905,001	1,328,705	85,000	-	-	-	-	-
Total governmental activities program	270,725,174	270,199,045	245,092,694	262,246,286	277,954,095	299,546,740	283,634,459	265,677,968	297,954,225

Note: Accrual-basis financial information is available back to 2002 only, the year GASB Statement 34 was implemented.

Unaudited

TABLE II  
(Continued)

RAMSEY COUNTY, MINNESOTA  
CHANGES IN NET ASSETS  
LAST NINE YEARS

(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010
Business-type activities:									
Fees, fines, charges and other:									
Lake Owasso Residence	7,295,797	7,191,307	7,715,951	7,478,024	7,630,384	7,793,049	8,015,858	8,014,630	7,902,212
Ponds at Battle Creek	-	30,343	460,246	430,735	446,901	481,476	465,921	449,980	430,432
Ramsey County Care Center	10,797,696	11,215,071	11,484,976	11,323,025	11,949,961	12,344,360	12,910,864	14,464,624	13,725,845
Office of Integrated Managed Care	13,000	193	-	-	-	-	-	-	-
Law Enforcement Services	4,171,818	4,313,810	4,550,667	4,613,674	4,804,901	4,934,136	5,279,653	5,612,155	5,695,759
Operating grants and contributions:									
Lake Owasso Residence	-	-	-	-	-	19,968	26,957	24,607	19,968
Ramsey County Care Center	-	-	-	-	-	93,084	60,567	51,619	33,778
Office of Integrated Managed Care	1,017,242	934,065	-	-	-	-	-	-	-
Law Enforcement Services	-	258,969	254,128	-	258,573	313,099	290,782	286,049	273,109
Capital grants and contributions:									
Lake Owasso Residence	2,175	-	-	-	-	75,010	-	20,713	-
Ramsey County Care Center	41,252	72,823	25,183	328,644	68,018	67,407	-	336,680	-
Total business-type activities program	23,338,980	24,016,581	24,491,151	24,174,102	25,158,738	26,121,589	27,050,602	29,261,057	28,081,103
Total primary government program	294,064,154	294,215,626	269,583,845	286,420,388	303,112,833	325,668,329	310,685,061	294,939,025	326,035,328
Net (Expense)/Revenue									
Governmental activities	(205,576,874)	(185,995,100)	(202,736,588)	(206,661,114)	(205,478,682)	(261,372,609)	(260,804,028)	(270,632,329)	(277,486,300)
Business-type activities	(919,639)	(900,245)	(830,148)	(1,265,055)	(1,208,425)	(2,132,420)	(2,443,385)	(897,744)	(2,506,354)
Total primary government net expense	(206,496,513)	(186,895,345)	(203,566,736)	(207,926,169)	(206,687,107)	(263,505,029)	(263,247,413)	(271,530,073)	(279,992,654)
<b>General Revenues and Other Charges in Net Assets</b>									
Governmental activities:									
Property taxes	175,132,352	179,663,516	188,180,358	198,458,773	217,391,017	241,069,599	251,168,844	261,103,048	271,767,557
Grants and contributions not restricted to specific programs	28,641,355	23,078,325	23,566,382	35,262,802	35,053,797	23,416,716	23,843,634	28,042,678	24,414,110
Investment earnings	11,579,900	4,384,058	5,629,709	7,673,916	15,581,358	20,381,154	15,240,509	5,720,578	4,439,391
Miscellaneous	2,146,683	1,426,526	1,021,777	3,493,298	3,032,751	-	-	-	-
Lease proceeds	-	-	13,845,000	-	-	-	-	-	-
Gain on disposal/sale of capital assets	302,700	(657,353)	97,814	478,559	3,358,752	1,079,083	2,520,956	641,094	292,520
Transfers	(519,384)	(1,471,453)	(607,492)	(558,561)	(619,561)	(383,090)	(857,703)	(630,853)	(627,228)
Total governmental activities	217,283,606	206,423,619	231,733,548	244,808,787	273,798,114	285,563,462	291,916,240	294,876,545	300,286,350
Business-type activities:									
Grants and contributions not restricted to specific programs	297,460	79,249	54,292	314,170	54,170	-	-	-	-
Investment earnings	36,124	36,725	88,966	137,621	142,025	149,835	52,796	46,616	26,393
Miscellaneous	-	-	-	4,725	1,575	-	-	-	-
Gain on disposal/sale of capital assets	(4,840)	54,248	17,560	46,461	(16,981)	9,253	18,725	6,735	13,474
Transfers	519,384	1,471,453	607,492	558,561	619,561	383,090	857,703	630,853	627,228
Total business-type activities	848,128	1,641,675	768,310	1,061,538	800,350	542,178	929,224	684,204	667,095
Total primary government	218,131,734	208,065,294	232,501,858	245,870,325	274,598,464	286,105,640	292,845,464	295,560,749	300,953,445
<b>Change in Net Assets</b>									
Governmental activities	11,706,732	20,428,519	28,996,960	38,147,673	68,319,432	24,190,853	31,112,212	24,244,216	22,800,050
Business-type activities	(71,511)	741,430	(61,838)	(203,517)	(408,075)	(1,590,242)	(1,514,161)	(213,540)	(1,839,259)
Total primary government	\$ 11,635,221	\$ 21,169,949	\$ 28,935,122	\$ 37,944,156	\$ 67,911,357	\$ 22,600,611	\$ 29,598,051	\$ 24,030,676	\$ 20,960,791

Note: Accrual-basis financial information is available back to 2002 only, the year GASB Statement 34 was implemented.

Unaudited

TABLE III

RAMSEY COUNTY, MINNESOTA  
FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST NINE YEARS

(modified accrual basis of accounting)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Fund									
Reserved	\$ 18,380,671	\$ 14,276,857	\$ 16,600,329	\$ 18,271,565	\$ 20,037,607	\$ 26,183,908	\$ 24,745,093	\$ 30,847,253	\$ 37,133,464
Unreserved									
Designated	97,712,255	96,639,755	90,228,057	105,631,733	125,350,133	116,401,902	127,940,274	142,877,033	141,856,001
Undesignated	25,079,440	28,022,435	28,704,212	29,441,401	30,592,387	32,204,125	36,858,893	31,421,395	32,455,674
Total General Fund	141,172,366	138,939,047	135,532,598	153,344,699	175,980,127	174,789,935	189,544,260	205,145,681	211,445,139
All Other Governmental Funds									
Reserved	72,653,648	27,834,096	81,494,745	71,413,941	73,519,370	79,419,196	66,857,324	63,324,828	68,136,405
Unreserved									
Designated									
Special revenue funds	22,163,668	29,278,356	35,689,366	35,481,628	45,240,562	52,937,331	63,514,506	47,507,530	14,968,937
Capital project fund	-	21,320,176	15,932,348	12,287,308	12,664,938	-	-	-	(15,620,875)
Undesignated									
Special revenue funds	7,768,347	5,321,751	4,325,063	4,555,554	5,427,871	5,836,106	390,275	4,788,605	46,749,281
Capital project fund	-	-	-	-	-	(2,156,637)	(8,772,755)	300,138	3,619,867
Total all other governmental funds	\$ 102,585,663	\$ 83,754,379	\$ 137,441,522	\$ 123,738,431	\$ 136,852,741	\$ 136,035,996	\$ 121,989,350	\$ 115,921,101	\$ 117,853,615

Note: Due to changes in the county's reporting with GASB Statement 34, fund balance information is available back to 2002 only.

Unaudited

RAMSEY COUNTY, MINNESOTA  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST NINE YEARS

(modified accrual basis of accounting)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Revenues</b>									
Property taxes	\$ 176,442,599	\$ 176,103,167	\$ 187,853,804	\$ 197,333,878	\$ 216,674,650	\$ 239,785,933	\$ 249,861,620	\$ 260,402,097	\$ 270,417,546
Licenses and permits	1,128,524	1,253,422	1,258,037	1,410,846	1,394,880	1,471,701	1,639,971	1,625,056	1,604,772
Intergovernmental	241,787,901	221,508,422	201,310,013	216,905,306	242,690,517	237,252,980	225,621,020	215,862,442	233,823,832
Private grants and donations	1,097,019	1,241,181	397,283	621,000	422,816	1,133,959	1,468,043	877,888	836,528
Charges for services	42,762,479	56,428,484	61,635,081	64,869,125	62,043,508	61,155,215	68,393,453	67,244,221	68,575,275
Fines and forfeitures	4,124,232	2,437,722	733,823	761,722	745,971	845,968	733,550	923,872	807,505
Sales	2,649,774	2,306,044	2,457,870	2,804,044	2,850,049	2,568,428	2,486,445	2,321,665	2,321,665
Rental income	929,341	1,007,022	1,346,306	1,387,051	1,658,210	1,500,716	1,559,640	1,590,902	1,653,421
Investment earnings	11,579,900	4,884,456	6,254,178	9,187,327	17,560,179	22,514,136	16,012,013	5,720,578	4,439,391
Program recoveries	5,600,073	4,116,529	4,020,666	3,948,060	3,790,928	4,021,196	3,919,001	5,921,413	5,133,919
Miscellaneous	5,645,316	7,126,047	4,748,409	7,104,859	5,529,616	8,816,301	8,813,756	7,257,163	7,394,250
Total revenues	493,747,758	478,412,496	472,015,470	506,334,074	555,361,324	581,066,533	580,508,512	569,977,745	597,008,104
<b>Expenditures</b>									
General government	87,599,504	81,731,833	79,591,902	88,867,578	87,579,800	136,147,236	99,922,521	88,827,004	98,837,741
Public safety	81,910,462	80,891,130	86,399,635	89,586,294	93,978,150	103,852,517	116,561,185	117,216,770	114,767,782
Transportation	14,054,555	15,023,259	14,087,001	14,321,647	14,898,949	15,308,044	15,352,544	34,207,811	53,379,274
Sanitation	15,850,612	14,778,330	15,742,726	17,852,048	17,027,293	20,578,256	21,216,560	20,234,092	17,853,654
Health	24,993,929	25,702,871	24,447,734	26,459,829	27,620,672	27,845,829	29,674,278	29,780,411	36,557,504
Human services	185,217,289	178,278,504	173,313,709	174,403,870	178,479,898	179,473,226	179,189,088	158,512,154	155,917,420
Culture and recreation	16,743,482	16,548,538	16,140,176	17,452,152	17,816,393	18,832,863	19,911,185	19,738,837	20,314,246
Conservation of natural resources	828,136	775,940	458,455	438,555	406,016	51,254	71,516	50,943	52,899
Economic development and assistance	25,678,477	23,634,515	23,122,428	22,734,910	22,915,902	23,650,189	26,146,647	32,645,070	32,245,092
Capital outlay	63,166,225	66,318,576	43,153,982	38,959,892	50,134,804	66,777,129	35,478,085	42,417,173	48,901,528
Debt service									
Bond issuance costs	1,079,357	229,302	363,672	134,111	70,093	86,872	66,371	171,873	296,715
Principal	43,829,429	15,496,354	11,517,541	11,913,241	11,835,252	16,298,102	24,429,453	28,525,650	14,699,286
Interest	6,541,233	7,418,382	8,326,082	9,660,213	9,373,553	9,651,318	9,166,915	8,379,746	8,793,587
Total expenditures	567,492,690	525,827,534	496,665,043	512,774,451	532,136,775	618,552,835	577,186,348	580,707,534	602,616,728
Excess of revenues over (under) expenditures	(73,745,532)	(47,415,038)	(24,649,573)	(6,440,377)	23,224,549	(37,486,302)	3,322,164	(10,729,789)	(5,608,624)
<b>Other Financing Sources (Uses):</b>									
Contract for Deed	-	-	-	-	-	45,278,408	-	-	-
Xcel Energy Loan Proceeds	-	-	-	-	76,940	-	-	-	-
Proceeds from bonds	80,290,000	27,015,000	54,620,000	17,575,000	6,750,000	18,610,000	6,100,000	22,050,000	16,500,000
Proceeds from loan	4,682,875	-	-	-	-	-	-	-	-
Discount/premium on bonds	1,146,128	1,007,203	1,770,673	1,057,776	31,046	690,659	122,772	66,911	508,367
Sale of capital assets	900,000	14,400	13,845,000	756,306	6,000,000	3,300,000	3,531,806	-	-
Refunding Bonds Issued	-	-	-	-	-	-	-	-	-
Redemption of refunded bonds	-	-	(2,345,000)	(10,505,000)	-	-	(7,355,000)	-	6,950,000
Transfers in	3,024,157	9,606,712	2,118,199	226,989	2,331,539	5,894,151	8,875,286	13,776,186	5,438,950
Transfers out	(3,542,913)	(11,263,221)	(2,725,691)	(805,676)	(2,950,973)	(29,567,348)	(13,681,743)	(15,927,674)	(8,082,975)
Total other financing sources (uses)	86,500,247	26,380,094	67,283,181	8,305,395	12,238,552	35,695,870	(2,406,879)	19,965,423	13,924,342
Net change in fund balances	\$ 12,754,715	\$ (21,034,944)	\$ 42,633,606	\$ 1,865,018	\$ 35,463,101	\$ (1,790,432)	\$ 915,285	\$ 9,235,634	\$ 8,315,716
Debt service as a percentage of noncapital expenditures	9.99%	4.98%	4.38%	4.55%	4.40%	4.76%	6.20%	6.86%	4.24%

Note: Due to changes in the county's reporting with GASB Statement 34, fund balance information is available from 2002.

Unaudited



TABLE V

RAMSEY COUNTY, MINNESOTA  
NET TAX CAPACITY AND MARKET VALUE OF PROPERTY  
LAST TEN FISCAL YEARS

PAYABLE FISCAL PERIOD	REAL ESTATE			PERSONAL PROPERTY			NET FISCAL DISPARITY (1)	LESS		TOTAL DIRECT TAX RATE	TAXABLE MARKET VALUE	PERCENT OF TAXABLE MARKET VALUE
	RESIDENTIAL	COMMERCIAL INDUSTRIAL	NET TAX CAPACITY	TAXABLE MARKET VALUE	NET TAX CAPACITY	TAX INCREMENT NET CAPACITY		TAX CAPACITY	TAX CAPACITY			
2002	\$ 210,627,086	\$ 106,947,310	\$ 317,574,396	\$ 25,264,935,700	\$ 8,437,837	\$ 425,801,700	\$ 15,476,414	\$ 25,517,872	\$ 315,970,775	55.366	\$ 25,690,737,400	1.23%
2003	232,709,558	121,254,997	353,964,555	28,452,378,400	8,614,622	436,524,200	18,141,924	27,493,190	353,227,911	54.603	28,888,902,600	1.22%
2004	260,973,656	129,435,303	390,408,959	31,879,341,300	8,929,442	450,608,900	14,929,192	30,443,069	383,824,524	53.135	32,329,950,200	1.19%
2005	305,043,385	133,723,605	438,766,990	36,273,669,900	9,351,087	471,470,300	13,244,590	31,946,107	429,416,560	49.210	36,745,140,200	1.17%
2006	343,211,827	146,572,708	489,784,535	40,782,233,700	9,166,212	462,162,600	12,982,384	33,549,332	478,383,799	46.623	41,244,396,300	1.16%
2007	382,683,298	164,138,472	546,821,770	45,462,936,100	9,300,648	468,551,900	12,882,615	40,581,489	528,423,534	44.943	45,931,488,000	1.15%
2008	404,185,641	184,897,196	589,082,837	48,590,277,100	10,017,460	505,113,100	15,266,511	47,852,805	566,514,003	44.023	49,095,390,200	1.15%
2009	392,447,216	194,114,329	586,561,545	47,879,498,400	9,871,164	498,208,500	18,713,524	47,183,423	596,432,709	46.546	48,377,706,900	1.23%
2010	368,364,207	190,868,511	559,232,718	45,426,036,700	9,797,013	485,033,100	19,029,175	44,851,268	543,207,638	50.248	45,921,069,800	1.18%
2011	347,641,653	176,530,778	524,172,431	42,921,549,600	10,366,921	534,322,500	20,063,169	41,314,153	513,488,368	54.678	43,219,897,400	1.19%

(1) Fiscal Disparity Net Tax Capacity is the increase in the tax base distributed to Ramsey County by the Other metropolitan counties pursuant to M.S. Chapter 473.F - Metropolitan Revenue Distribution. There are no provisions in the law for calculating a market value for the Fiscal Disparity Net Tax Capacity.

(2) All taxable property in Minnesota is listed annually and reappraised at least once every four years with reference to its value on January 2 of that year. Property is currently appraised at "Market Value," defined as the usual selling price of the property which would be obtained at private sale and not at a forced or auction sale. Statutory percentages are then applied to this value to determine a property's "Taxable Net Tax Capacity," upon which taxes are levied, extended, and collected. The total net tax capacity is reduced by the amount of the tax increment financing captured net tax capacity.

unaudited

**RAMSEY COUNTY, MINNESOTA**  
**PROPERTY TAX RATES AND TAX LEVIES**  
**LAST TEN FISCAL YEARS**

**TABLE VI**

LEVY YEAR	PAYABLE YEAR	GENERAL FUND		GENERAL DEBT SERVICE	TOTAL GENERAL COUNTY	COUNTY LIBRARY REVENUE (1)	COUNTY LIBRARY DEBT (1)	TOTAL
		GENERAL SERVICES	HUMAN SERVICES					
<u>TAX RATE AS A PERCENTAGE OF NET TAX CAPACITY (2)</u>								
2001	2002	27.592	18.510	4.647	50.749	3.899	0.718	55.366
2002	2003	27.734	18.250	4.302	50.286	3.732	0.585	54.603
2003	2004	27.078	17.789	4.572	49.439	3.198	0.498	53.135
2004	2005	25.636	16.156	4.056	45.848	3.025	0.337	49.210
2005	2006	25.541	14.465	3.548	43.554	2.819	0.250	46.623
2006	2007	24.454	14.294	3.219	41.967	2.746	0.230	44.943
2007	2008	24.808	13.339	3.011	41.158	2.577	0.288	44.023
2008	2009	26.450	13.623	3.098	43.171	2.768	0.607	46.546
2009	2010	28.075	15.198	3.325	46.598	3.051	0.599	50.248
2010	2011	31.119	15.968	3.714	50.801	3.255	0.622	54.678
<u>TAX LEVIES</u>								
2001	2002	\$ 99,131,050	\$ 66,502,260	\$ 15,090,354	\$ 180,723,664	\$ 7,056,979	\$ 1,352,694	\$ 189,133,337
2002	2003	103,504,290	68,110,222	15,084,238	186,698,750	7,384,610	1,222,757	195,306,117
2003	2004	104,154,621	68,422,784	17,587,559	190,164,964	6,616,255	1,029,947	197,811,166
2004	2005	111,196,210	70,077,008	17,591,732	198,864,950	6,918,441	771,317	206,554,708
2005	2006	122,936,213	69,623,923	17,077,462	209,637,598	7,184,837	637,049	217,459,485
2006	2007	129,778,535	75,859,525	17,080,720	222,718,780	7,569,452	633,671	230,921,903
2007	2008	140,864,381	75,739,837	17,093,059	233,697,277	7,526,427	839,346	242,063,050
2008	2009	149,151,376	76,820,820	17,466,895	243,439,091	7,853,393	1,720,703	253,013,187
2009	2010	150,599,548	81,523,673	17,835,097	249,958,318	8,368,534	1,644,197	259,971,049
2010	2011	157,450,244	80,792,540	18,791,880	257,034,664	8,467,470	1,618,118	267,120,252

(1) Tax Levy on suburban property only.

(2) Tax rates may be lower in certain tax areas due to Disparity Reduction Aid paid by the state to governmental units in certain state determined tax areas.

(3) To make comparable to prior year levies, amount for HACA aid has been added to County's certified levy.

Unaudited

TABLE VII

RAMSEY COUNTY, MINNESOTA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS

Payable Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Property Tax Credits (1)	Taxes Levied on Taxpayer	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	Percentage of Adjusted Levy
						Amount	Percentage of Original Levy on Taxpayer			
2001	\$ 180,304,183	\$ 14,925,219	\$ 165,378,964	\$ 622,522	\$ 164,756,442	\$ 162,538,628	98.28%	\$ 2,209,675	\$ 164,748,303	100.00%
2002	189,146,194	27,524,379	161,621,815	249,906	161,371,909	159,790,921	98.87%	1,570,474	161,361,395	99.99%
2003	195,304,680	22,773,089	172,531,591	970,483	171,561,108	169,910,507	98.48%	1,638,704	171,549,211	99.99%
2004	197,811,635	12,743,098	185,068,537	1,500,388	183,568,149	181,440,412	98.04%	2,080,118	183,520,530	99.97%
2005	206,554,660	11,636,585	194,918,075	1,128,554	193,789,521	191,406,457	98.20%	2,288,117	193,694,574	99.95%
2006	217,459,484	10,143,743	207,315,741	797,442	206,518,299	203,455,200	98.14%	2,841,465	206,296,665	99.89%
2007	230,929,535	9,162,260	221,767,275	842,256	220,925,019	217,124,442	97.91%	3,286,599	220,411,041	99.77%
2008	242,075,699	8,758,281	233,317,418	984,308	232,333,110	227,391,319	97.46%	3,310,024	230,701,343	99.30%
2009	252,760,267	8,855,957	243,904,310	638,535	243,265,775	238,336,998	97.72%	2,891,717	238,336,998	97.97%
2010	259,971,049	9,196,053	250,774,996	684,747	250,090,249	244,384,790	97.45%	-	244,384,790	97.72%

Source: County Department of Records and Revenue  
1) Payments made by the State for Property Tax relief.

Unaudited

TABLE VIII

RAMSEY COUNTY, MINNESOTA  
 RATIO OF NET GENERAL OUTSTANDING DEBT BY TYPE  
 TO ASSESSED VALUE, NET BONDED DEBT PER CAPITA AND PERSONAL INCOME  
 LAST TEN FISCAL YEARS

YEAR	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES		TOTAL PRIMARY GOVERNMENT	LESS DEBT SERVICE FUNDS	NET BONDED DEBT	NET TAX CAPACITY	PERCENT OF NET BONDED DEBT TO TAXABLE VALUE	NET BONDED DEBT PER CAPITA	PERCENTAGE OF PERSONAL INCOME
	GENERAL OBLIGATION BONDS	PUBLIC FACILITY LEASE REV. BONDS	CAPITAL LEASES	GENERAL OBLIGATION BONDS	NET BONDED DEBT							
2001	\$ 120,061,718	\$ -	\$ -	\$ 4,045,000	\$ 124,106,718	\$ 12,721,534	\$ 111,385,184	\$ 352,321,925	31.61%	\$ 217.96	0.63%	
2002	147,453,680	13,845,000	-	7,595,000	168,893,680	13,662,884	155,230,796	380,721,101	40.77%	302.91	0.86%	
2003	159,002,000	13,845,000	244,089	7,345,000	180,436,089	17,007,495	163,428,594	414,267,593	39.45%	317.49	0.90%	
2004	199,827,000	13,845,000	201,570	7,075,000	220,948,570	30,310,653	190,637,917	461,362,667	41.32%	369.97	1.01%	
2005	195,507,000	13,375,000	156,111	9,725,000	218,763,111	35,744,378	183,018,733	429,416,560	42.62%	355.09	0.96%	
2006	190,962,000	12,895,000	107,512	9,430,000	213,394,512	36,513,877	176,880,635	478,383,799	36.97%	343.12	0.93%	
2007	189,327,000	12,400,000	55,551	11,370,000	213,152,551	27,323,985	185,828,566	528,423,534	35.17%	360.00	0.86%	
2008	176,187,000	11,890,000	-	7,840,000	195,917,000	20,059,613	175,857,387	566,514,003	31.04%	351.02	0.84%	
2009	185,882,000	11,360,000	-	7,420,000	204,662,000	20,639,678	184,022,322	567,962,810	32.40%	365.85	0.78%	
2010	187,807,000	10,810,000	-	6,985,000	205,602,000	20,441,462	185,160,538	544,866,274	33.98%	363.06	0.77%	

Unaudited

TABLE IX

**RAMSEY COUNTY, MINNESOTA  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>GENERAL OBLIGATION BONDS</u>	<u>LESS DEBT SERVICE FUNDS</u>	<u>TOTAL</u>	<u>PERCENTAGE OF PERSONAL INCOME</u>	<u>PERCENTAGE OF NET TAX CAPACITY</u>	<u>NET BONDED DEBT PER CAPITA</u>
2001	\$ 124,106,718	\$ 12,721,534	\$ 111,385,184	0.62%	31.61%	\$ 217.35
2002	155,048,680	13,662,884	141,385,796	0.78%	37.14%	274.67
2003	166,347,000	17,007,495	149,339,505	0.81%	36.05%	289.83
2004	206,902,000	30,310,653	176,591,347	0.90%	38.28%	342.62
2005	205,232,000	35,744,378	169,487,622	0.84%	39.47%	328.94
2006	200,392,000	36,513,877	163,878,123	0.77%	34.26%	332.27
2007	200,697,000	27,884,696	172,812,304	0.77%	32.70%	345.70
2008	184,027,000	20,581,626	163,445,374	0.71%	28.85%	325.96
2009	193,302,000	21,405,305	171,896,695	0.77%	31.55%	339.53
2010	194,792,000	21,098,378	173,693,622	0.73%	31.99%	341.87

Unaudited

TABLE X

**RAMSEY COUNTY, MINNESOTA  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2010**

<u>Government Unit</u>	<u>Debt Outstanding*</u>	<u>Estimated Percentage Application **</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
City of White Bear Lake	\$ -	98.2%	\$ -
City of Spring Lake Park	260,000	2.5%	6,500
City of St. Anthony	595,000	27.3%	162,435
City of Blaine	20,760,000	1.0%	207,600
School District #624	105,365,000	80.0%	84,292,001
School District #622	149,715,000	53.2%	79,648,380
School District #282	25,305,000	38.6%	9,767,730
North Metro Intermediate School District #916	-	43.0%	-
Metro Council	245,200,000	15.3%	37,515,600
Ramsey-Washington Metro Watershed District	647,814	100.0%	647,814
Capital Region Watershed	1,400,000	100.0%	1,400,000
City of Gem Lake	820,000	100.0%	820,000
City of St. Paul	124,327,127	100.0%	124,327,127
HRA of St. Paul	33,845,000	100.0%	33,845,000
City of Maplewood	8,400,000	100.0%	8,400,000
City of Mounds View	1,002,339	100.0%	1,002,339
City of New Brighton	4,760,000	100.0%	4,760,000
City of North St. Paul	9,480,000	100.0%	9,480,000
City of Roseville	11,520,000	100.0%	11,520,000
City of Shoreview	8,950,000	100.0%	8,950,000
City of Vadnais Heights	7,500,000	100.0%	7,500,000
Town of White Bear	1,805,000	100.0%	1,805,000
School District #621	179,793,495	100.0%	179,793,495
School District #623	48,160,000	100.0%	48,160,000
School District #625	347,233,389	100.0%	347,233,389
Port Authority	27,345,000	100.0%	27,345,000
<b>Other debt</b>			
Ramsey County Public Facility Revenue Bonds	10,810,000	100.0%	10,810,000
Subtotal, overlapping debt			1,039,399,410
<b>Ramsey County Direct Debt</b>	194,792,000	100.0%	194,792,000
<b>Total direct and overlapping debt</b>			<u><u>\$1,234,191,410</u></u>

\* Debt Outstanding - That portion of the debt which is financed by tax levies.

\*\* Determined by ratio of net tax capacity of property subject to taxation in overlapping unit to net tax capacity of property subject to taxation in reporting unit.

Unaudited

**RAMSEY COUNTY, MINNESOTA  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

TABLE XI

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 507,175,248	\$ 513,814,712	\$ 577,778,052	\$ 646,599,044	\$ 734,902,804	\$ 824,887,926	\$ 918,629,760	\$ 1,472,861,706	\$ 1,451,331,207	\$ 1,380,674,082
Total net debt applicable to limit	111,213,520	155,230,796	163,184,505	176,591,347	169,487,622	163,878,123	172,812,304	163,445,374	171,896,695	173,693,622
Legal debt margin	<u>\$ 395,961,728</u>	<u>\$ 358,583,916</u>	<u>\$ 414,593,547</u>	<u>\$ 470,007,697</u>	<u>\$ 565,415,182</u>	<u>\$ 661,009,803</u>	<u>\$ 745,817,456</u>	<u>\$ 1,309,416,332</u>	<u>\$ 1,279,434,512</u>	<u>\$ 1,206,980,460</u>
Assessed value										\$ 46,022,469,400
Debt Limit ( 3% of assessed value)										1,380,674,082
Debt applicable to limit:										
General obligation bonds										194,792,000
Less: Amount set aside for repayment of general obligation bonds										(21,098,378)
Total net debt applicable to limit										173,693,622
Legal debt margin										<u>\$ 1,206,980,460</u>

Note: Limit on debt - Minnesota Statutes, Section 475.53, Subdivision 1 - "Except as otherwise provided -- no municipality, --, shall incur or be subject to a net debt in excess of 3 percent of the market value of taxable property in the municipality."

Unaudited

**RAMSEY COUNTY, MINNESOTA  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEAR'S AGO**

**TABLE XII**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2010</u>			<u>2001</u>		
		<u>Taxable Net Tax Capacity</u>	<u>Rank</u>	<u>Percentage of Total Taxable Net Tax Capacity</u>	<u>Taxable Net Tax Capacity</u>	<u>Rank</u>	<u>Percentage of Total Taxable Net Tax Capacity</u>
NorthernStates Power (Xcel Energy)	Utility	\$ 8,665,101	1	1.69%	\$ 11,819,608	2	3.74%
3M	Industrial and Commercial Products	4,523,112	2	0.88%	12,807,306	1	4.05%
Compass Retail, Inc	Rosedale Center	3,448,500	3	0.67%	3,427,698	3	1.08%
CSM Corporation & Investors	Property Management/ Real Estate Investing (Commercial/ Office/ Hotel/ Townhome)	2,706,164	4	0.53%			
Medtronic	Surgical & Medical Instrument Manufacturing	2,419,220	5	0.47%			
St Paul Fire and Marine Ins Co (St Paul Travelers)	Insurance	2,390,042	6	0.47%	3,327,110	4	1.05%
Unilev Management Corporation	Property Management	1,858,246	7	0.36%			
Guidant (Cardiac Pacemakers, Inc.)	Medical Manufacturing	1,718,500	8	0.33%			
Target Corporation	Retail	1,711,512	9	0.33%	1,466,786	9	0.46%
Maplewood Mall	Real Estate	1,559,250	10	0.30%	2,852,238	5	0.90%
Zeller World Trade	Manufacturing				2,474,242	6	0.78%
Rice Park Association	Real Estate				2,227,614	7	0.71%
Vance Minnesota Street Assoc.	Office Bldg., First Bank Building				1,685,256	8	0.53%
Ford Motor Company	Manufacturing				1,195,300	10	0.38%

Source: Ramsey County Department of Property Records and Revenue

Unaudited



TABLE XIII

**RAMSEY COUNTY, MINNESOTA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>Year</b>	<b>Population<sup>a</sup></b>	<b>Personal Income (millions of dollars)<sup>b</sup></b>	<b>Per Capita Personal Income<sup>b</sup></b>	<b>Public School Enrollment (K-12)<sup>c</sup></b>	<b>Annual Average Unemployment Rate<sup>d</sup></b>
2001	512,462	\$ 18,058	\$ 35,237	87,128	3.3%
2002	514,748	18,173	35,304	86,442	4.2%
2003	515,274	18,487	36,654	84,709	4.9%
2004	515,411	19,641	39,369	83,916	4.8%
2005	515,258	20,232	40,883	82,843	4.0%
2006	493,215	21,306	42,798	84,039	3.8%
2007	499,891	22,528	45,180	82,658	4.4%
2008	501,428	22,960	45,790	82,466	5.3%
2009	506,278	22,469	44,381	84,542	7.8%
2010	508,640	*	*	84,403	7.0%

\* - Figure for this period is not yet available.

<sup>a</sup> Source for 2010 is U.S. Census Bureau; all other years are estimates from the Metropolitan Council or U.S. Census Bureau.

<sup>b</sup> U.S. Department of Commerce, Bureau of Economic Analysis.

<sup>c</sup> State Department of Education.

<sup>d</sup> Minnesota Department of Economic Security, Research and Planning.

Unaudited

TABLE XIV

**RAMSEY COUNTY, MINNESOTA  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEAR'S AGO**

<u>Taxpayer</u>	<u>Fiscal Year 2010</u>			<u>2001</u>		
	<u>Approximate Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Approximate Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
University of Minnesota	22,703	1	8.92%	15,606	2	5.63%
State of Minnesota	15,100	2 a	5.94%	35,751	1	12.90%
3M Company	10,000	3	3.93%	11,579 d	3	4.18%
HealthEast (three care centers)	7,210	4 b	2.83%	7,494	5	2.70%
Indep. School District #625	5,953	5	2.34%	6,697	6	2.42%
United/Children's Hospital	4,547	6	1.79%	8,200	4	2.96%
Ramsey County	4,183	7	1.64%	4,000	8	1.44%
Regions Hospital	4,007	8	1.58%	2,780	14	1.00%
U.S. Bank N.A.	3,545	9	1.39%	5,142 e	7	1.85%
City of Saint Paul	2,649	10 c	1.04%	3,309	12	1.19%
Marsden Bldg. Maintenance	-	-	-	4,000 f	9	1.44%
The Traveler's Companies, Inc.	2,350	12	0.92%	3,500	10	1.26%
	<u>82,247</u>		<u>32.32%</u>	<u>108,058</u>		<u>38.97%</u>

a: Includes full- and part-time employees.

b: Reflects total number of employees in HealthEast network

c: Represents the City's number of full-time equivalent employees.

d: Includes employees in Saint Paul and Maplewood, excludes employees in Cottage Grove and Eagan.

e: U.S. Bank has six retail facilities and six other office operations located within the City. Does not reflect changes resulting from the 2001 merger with Firststar Bank, N.A.

f: Includes 1,000 employees of American Securities, a Marsden company.

Source: Minnesota Department of Employment and Economic Security.  
County's Official Statement

Unaudited

TABLE XV

**RAMSEY COUNTY, MINNESOTA  
INSURANCE IN FORCE  
DECEMBER 31, 2010**

<u>COMPANY NAME</u>	<u>POLICY NUMBER</u>	<u>POLICY PERIOD</u>	<u>COVERAGE-DEPARTMENTS</u>	<u>POLICY LIMIT</u>
			<b>COUNTY</b>	
St. Paul/Travelers	KTK-CMB-294T324-4-08	9/22/10-9/22/11	Property Fire & Extended Coverage Boiler & Machinery Vehicles & Mobile Equipment	All Risk, Full Replacement, \$100,000 Deductible B&M Perils \$500 MM \$643 MM Total Ins. Value
Travelers Insurance Company	105497465	9/22/10-9/22/11	Commercial Crime Including Public Employee Dishonesty coverage	\$3,000,000 \$100,000 Deductible
WCRA	40014	1/1/10-1/1/11	Reinsurance - Workers Compensation	\$1,800,000 Retention Limits
Ramsey County	A-01-21	1/1/10-1/1/11	Self-Funded Vehicle	\$30,000/\$60,000/\$10,000
Ramsey County	T-01-20	1/1/10-1/1/11	Self-Funded Tort	\$400,000 per Claim \$1,200,000 per Occurrence
Ramsey County	EPP-01-23	1/1/10-1/1/11	Employee Personal Prop. Loss	Per RC Board Policy up to \$750
Ramsey County	P-01-24	1/1/10-1/1/11	Self-Funded Property	Per State Statute - \$5,000 Deductible
			<b>800 MHZ</b>	
MN Risk Management Fund	0023PK11	7/1/10-7/1/11	Property Fire and Extended, Boiler and Machinery and Vehicle and Mobile Equipment	\$11,902,657 \$10,000 Deductible
			<b>LAKE OWASSO</b>	
National Indemnity Company of America	75 APR 243856	1/1/10-1/1/11	Automobile	\$1,000,000 \$500 Deductible for Collision & Comprehensive.
			<b>COMMUNITY HUMAN SERVICES</b>	
Travelers	QT-660-2884C11A-TIL-10	9/17/10-7/1/11	Builders Risk - East Metro Behavioral Crisis Center	\$9,453,615 \$100,000 Deductible
		Unaudited		(Continued)

**TABLE XV  
(Continued)**

**RAMSEY COUNTY, MINNESOTA  
INSURANCE IN FORCE  
DECEMBER 31, 2010**

<u>COMPANY NAME</u>	<u>POLICY NUMBER</u>	<u>POLICY PERIOD</u>	<u>COVERAGE-DEPARTMENTS</u>	<u>POLICY LIMIT</u>
Midwest Medical	MP71336	1/1/10-1/1/11	<b>MEDICAL EXAMINER</b> Professional Liability Covers McGee, Froloff, Mills, and Huston Paid Directly by Medical Examiner	\$1,000,000/\$3,000,000 Claims Made Policy
CNA Surety/Western Surety Co.	0601 69042089	9/15/10-9/15/11	<b>NURSING HOME</b> Patient's Bond	\$100,000
MCIT	PC245010	1/1/10-1/1/11	<b>RESOURCE RECOVERY</b> Package Liability	\$500,000 per Claim Gen. Liability & Public Officials: \$1,500,000 Each Occurrence
MN Joint Underwriting Association	J04-0016	7/1/10-7/1/11	<b>REGIONAL RAIL</b> Directors & Officers	\$1,000,000
MN Joint Underwriting Association	J040015	7/1/10-7/1/11	General Liability	\$1,000,000 \$250 Deductible per Event
League of MN Cities	CMC32203/OML6617	7/12/10-7/12/11	Crime, Petrofund, Municipal & Auto Liability Rush Line Corridor	\$100,000 Crime \$250,000 Petrofund \$1,500,000 Muni & Auto Liability
League of MN Cities	CMC 332369/OML6785	10/06/10-10/06/11	Liability and Open Meeting Defense MN Hi Speed Rail Commission	\$1,500,000/\$2,000,000 Municipal, Auto, Crime, and Petrofund
Travelers	To be Determined	12/31/10-12/31/12	Builders Risk - Union Depot	\$160,610,000 \$50,000 Main Deductible

Unaudited

TABLE XVI

**RAMSEY COUNTY, MINNESOTA  
FULL-TIME-EQUIVALENT COUNTY EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

<u>Function/Program</u>	<u>Full-Time Equivalent Employees as of December 31</u>									
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General government	896.73	902.03	896.08	709.88	709.08	719.08	723.73	720.58	712.23	707.70
Public safety	925.74	928.24	952.99	956.99	959.49	1,069.49	1,088.49	1,124.79	1,138.54	1,107.66
Transportation	132.13	131.13	131.13	123.13	122.18	122.18	126.68	126.68	117.58	116.58
Health	259.88	273.76	288.76	273.83	291.53	292.73	302.68	309.28	325.28	318.83
Human services	1,224.96	1,264.26	1,299.74	1,251.35	1,274.09	1,252.09	1,267.79	1,269.09	1,292.44	1,282.64
Culture and recreation	199.07	201.06	204.36	194.66	196.91	193.61	193.61	196.96	198.94	192.34
Conservation of natural resources	4.90	6.25	3.90	3.90	4.90	4.90	4.90	4.05	0.00	0.00
Economic development and assistance	74.40	79.40	76.20	78.40	89.40	89.40	88.40	88.40	90.40	90.40
<b>Total</b>	<b>3,717.81</b>	<b>3,786.13</b>	<b>3,853.16</b>	<b>3,592.14</b>	<b>3,647.58</b>	<b>3,743.48</b>	<b>3,796.28</b>	<b>3,839.83</b>	<b>3,875.41</b>	<b>3,816.15</b>

Source: County Budgeting and Accounting Office.

Unaudited

TABLE XVII

RAMSEY COUNTY, MINNESOTA  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>General Government</b>										
County Building Operating Cost per Gross Square Foot*	N/A	\$ 5.45	\$ 5.36	\$ 5.43	\$ 5.28	\$ 5.28	\$ 5.46	\$ 5.62	\$ 5.55	\$ 5.55
<b>Public Safety</b>										
Sheriff:										
Jail Facility Bookings	23,233	24,240	23,578	23,652	25,025	25,864	24,427	26,958	22,669	22,149
Warrants Issued & Cleared	18,855	20,140	18,467	17,059	15,598	15,118	15,029	14,637	9,315	12,572
Corrections:										
Adult Probation Cases	29,095	31,765	32,331	31,234	29,553	28,763	30,677	30,799	28,529	27,686
Juvenile Probation Cases	3,404	3,398	3,231	3,040	3,151	3,529	3,084	3,504	3,113	2,276
Average Daily Population All Facilities****	469	503	515	505	531	539	523	533	539	486
<b>Transportation</b>										
Vehicle Miles Traveled on County Roads**	1,919,190	1,940,058	1,960,926	1,929,843	1,898,759	1,884,314	2,819,652	2,792,534	2,740,986	2,719,998
<b>Health</b>										
WIC Nutrition Program Client Served	N/A	N/A	26,161	27,744	28,610	29,436	29,649	31,792	31,465	31,274
Client Personal Care Attendant Assessments	N/A	N/A	1,438	1,884	1,772	1,710	1,649	2,008	2,442	3,257
<b>Human Services</b>										
Financial Assistance Cases	34,993	37,881	39,247	40,937	41,536	43,053	43,507	44,822	48,786	52,846
Out of Home Placements***	N/A	3,842	3,473	3,565	3,287	3,260	2,883	2,506	1,706	1,844
Applications for Financial Assistance	N/A	28,433	31,205	31,205	34,267	37,158	38,488	41,949	44,059	43,653
Services for Disabled Adults	207	438	714	916	1,145	1,366	1,567	1,868	3,454	3,268
Child Maltreatment Intake Reports	N/A	1,457	1,427	1,502	1,833	1,718	1,444	1,255	1,264	1,265
<b>Culture and Recreation</b>										
Parks and Recreation:										
Ice Hours Rented at Ice Arenas	N/A	13,423	12,774	15,389	15,814	15,746	15,605	15,658	14,832	13,912
Park Shelter Rentals	N/A	N/A	1,315	1,247	1,272	1,254	1,310	1,259	1,288	1,280
Libraries:										
Total Circulation	2,996,503	3,404,282	3,579,427	3,749,432	3,842,512	4,074,673	4,214,298	4,589,151	4,556,073	4,517,571
Visits to Library Buildings	1,531,946	1,641,497	1,626,456	1,623,429	1,681,171	1,674,239	1,788,536	1,878,350	1,733,150	1,725,513
Librarian Reference Assistance	313,277	293,569	269,444	274,712	272,302	264,372	270,215	280,075	263,431	279,503
<b>Economic Development and Assistance</b>										
Workforce Solutions:										
Percent of Participants in Voluntary Programs Employed	N/A	N/A	N/A	N/A	73%	77%	81%	80%	80%	85%
Percent of Participants in Mandatory Programs Employed	N/A	N/A	N/A	N/A	63%	71%	79%	72%	70%	60%

Source: County Budgeting and Accounting Office and individual county departments.

\* Includes only Property Management managed properties that have been occupied and in operation throughout the current year.

\*\* 2007 began combining all County roads, all prior years include only Suburban County roads

\*\*\* 2008 includes all continuous out of home placements, which could involve multiple placements.

\*\*\*\* Average Daily Population does not include the Ramsey County Correctional Facility for 2010.

N/A: Not available

Unaudited

TABLE XVIII

RAMSEY COUNTY, MINNESOTA  
CAPITAL ASSETS STATISTICS BY FUNCTION  
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
<b>Public Safety</b>										
Patrol Station	1	1	1	1	1	1	1	1	1	1
Law Enforcement Center	1	1	1	1	1	1	1	1	1	1
Post Adjudicated Correctional Facilities	3	3	3	3	3	3	3	3	3	3
Pre-Adjudicated Correctional Facilities	1	1	1	1	1	1	1	1	1	1
<b>Transportation</b>										
Centerline Miles of County Road Maintained	298	302	302	298	298	298	295	295	295	295
<b>Culture and recreation</b>										
Parks and Recreation:										
Number of Regional Parks	6	6	6	6	6	6	6	6	6	6
Number of County Parks	9	9	9	9	9	9	9	9	9	9
Park Acreage	6,407	6,407	6,407	6,407	6,527	6,527	6,527	6,527	6,527	6,527
County Golf Courses	4	4	4	5	5	5	5	5	5	5
Golf Dome (Practice Range)	1	1	1	1	1	1	1	1	1	1
Ice Arenas	11	11	11	11	11	11	11	11	11	10
Fairgrounds	1	1	1	1	1	1	1	1	1	1
Nature Center	1	1	1	1	1	1	1	1	1	1
Archery Range	1	1	1	1	1	1	1	1	1	1
Picnic Shelters	28	28	28	28	28	28	28	28	28	28
Pavilions	4	4	4	4	4	4	4	4	4	4
Libraries:										
Library Buildings	7	7	6*	6*	7	7	7	7	7	7

Source: County Budgeting and Accounting Office and individual county departments.

\* Services were suspended on June 1, 2003 at the North St. Paul Branch due to budgetary constraints and reopened in 2005

N/A: Not available

Unaudited