

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 4233



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

FINANCIAL HIGHLIGHTS

(Dollars in thousands except per capita amounts)

	2011	2010	Percent Change
Government-wide Financial Statements:			
Assets	\$ 1,313,349	\$ 1,171,967	12.1%
Liabilities	\$ 442,442	\$ 380,790	16.2%
Net Assets	\$ 870,907	\$ 791,177	10.1%
Government-wide Financial Statements:			
Revenues	\$ 661,521	\$ 626,989	5.5%
Expenses	\$ 581,791	\$ 606,028	(4.0%)
Increase in Net Assets	\$ 79,730	\$ 20,961	
Expense per Capita	\$ 1,130.35	\$ 1,191.47	(5.1%)
Investment/Cash Ratio	89.1%	96.0%	(7.2%)
Average Investment Book Yield	1.45%	2.07%	(30.0%)
General Obligation and Revenue Bond Debt	\$ 246,097	\$ 205,602	19.7%
Net General Obligation and Revenue Bond Debt Per Capita	\$ 332.85	\$ 363.06	(8.3%)
Bond Ratings	Moody's Investor Services Aaa	Aaa	
	Standard & Poor's AAA	AAA	
Property Taxes			
Levy (General County)	\$ 261,519	\$ 257,035	1.7%
Net Tax Capacity Rates	56.95	50.80	12.1%
Net Tax Capacity (Adjusted)	\$ 468,027	\$ 513,488	(8.9%)
Market Values	\$ 39,244,390	\$ 43,219,897	(9.2%)
Number of Budgeted Employees (FTE)	3,799.05	3,816.15	(0.4%)

Comprehensive Annual Financial Report

of the

County of Ramsey, Minnesota

Year Ended December 31, 2011

BOARD OF COUNTY COMMISSIONERS

	District
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, 2011**

Name

Term Expires

ELECTED

Commissioners:

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

APPOINTED

County Manager	Julie Kleinschmidt	Indefinite
Assessor	Stephen Baker	December 31, 2012
Property Records & Revenue Director	Mark Oswald	Indefinite
Information Services Director	Johanna Berg	Indefinite
Community Corrections Director	Carol Roberts	Indefinite
Parks & Recreation Director	Gregory Mack	Indefinite
County Engineer	James Tolaas	May 30, 2016
Community Human Services Director	Monty Martin	Indefinite
Public Health Director	Marina McManus	Indefinite

CIVIL SERVICE APPOINTMENTS

Human Resources Director	Gail Blackstone
Budgeting & Accounting Director	Lee Mehrkens



Working with You
to Enhance Our Quality of Life

Office of the County Manager

Julie Kleinschmidt, County Manager

250 Court House
15 West Kellogg Boulevard
St. Paul, MN 55102

Tel: 651-266-8000

Fax: 651-266-8039

e-mail: julie.kleinschmidt@co.ramsey.mn.us

July 27, 2012

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, 2011. 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

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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 2011, families continued to struggle 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 highlights in 2011 include:
 - Community Human Services took 43,386 applications for clients applying for financial, medical assistance, and food support.
 - CHS also provided case management services to approximately 6,003 adults and children with disabilities.
- Workforce Solution Department helped over 16,918 clients search for employment and they helped over 795 laid-off workers secure new employment.
- The Veterans Services Department completed new marketing materials and began using them to get the word out about services available. During 2011, Veteran's Services responded to just under 10,000 phone inquiries and 1,000 email inquiries from veterans and their dependents.
- Public Health vaccinated 9,500 adults and children to prevent infectious diseases and helped 31,324 low-income mothers, infants and young children get supplemental nutritious foods, and information on health, nutrition and breastfeeding. Public Health also provided 20,155 nurse home visits to 2,977 individuals and performed 31,897 tests at the Public Health Lab.

Facilities

- Continued to provide quality building services while maintaining an operating cost per gross square foot of \$6.45 for their buildings.
- Completed the remodeling of the Metro Square Office Building and relocated the majority of the remaining departments in the RCGC – West Building.
- Completed the construction of the East Metro Behavioral Health Crisis Center. This facility began providing services in September, 2011.
- Provided voice technology services to more than 6,900 County, City of St. Paul, and Minnesota 2nd Judicial District Court users.

Transportation, Recreation & Culture

- Completed the construction of a new library in the New Brighton Community Center to continue library services to the residents of the Arden Hills/New Brighton area.
- 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 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.
- Heavy construction on the Central Corridor Light Rail Transit Project began in 2011. This will be a key element of the region's transportation infrastructure that will eventually connect Minneapolis with Saint Paul via light rail service.
- 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 Union Depot is expected to open in 2012.

Public Safety & Justice

- The Ramsey County Sheriff's Office responded to 22,912 calls for service and handled 611 investigations in the cities which police services are provided, during 2011. The department also processed 24,351 warrants and booked 21,439 arrestees in the Ramsey County Jail, safely housing an average daily population of 357 inmates in 2011.
- Community Corrections provided probation services to 22,497 adults and 2,074 juveniles during 2011. 92% of all adult offenders remained conviction free one year after discharge from supervision.

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, 2010. This is the 37th 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 2011 annual approved budget. The County has received this award for the past 28 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 also received the GFOA's Popular Annual Financial Reporting Award for its 2010 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.

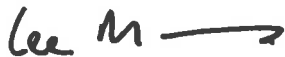
ACKNOWLEDGMENTS

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,

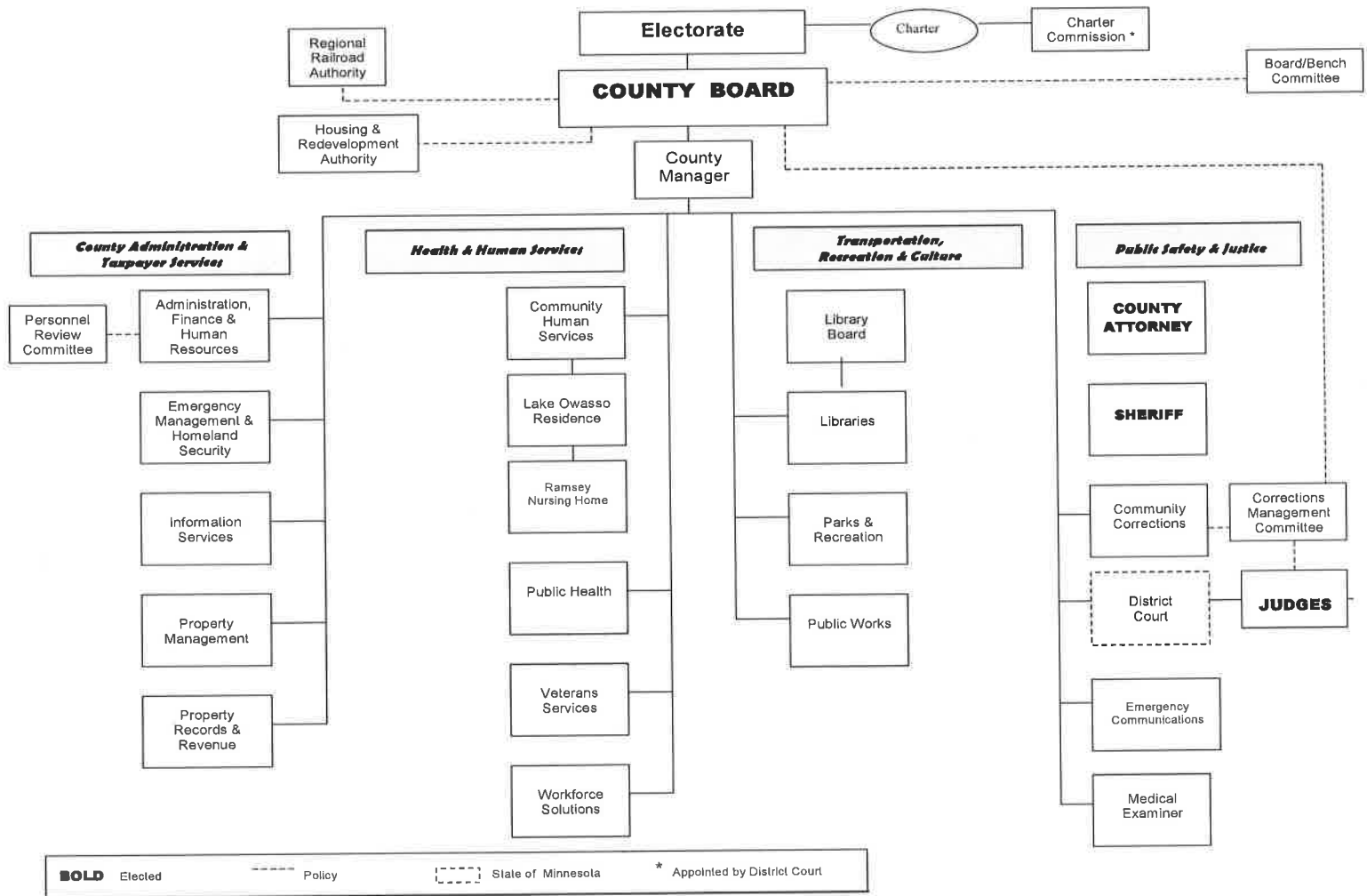


Julie Kleinschmidt
County Manager



Lee Mehrkens, Director
Budgeting & Accounting

RAMSEY COUNTY ORGANIZATION CHART



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, 2010

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



Linda C. Davison

President

Jeffrey R. Enos

Executive Director

Section II

Financial Section



REBECCA OTTO
STATE AUDITOR

STATE OF MINNESOTA OFFICE OF THE STATE AUDITOR

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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, 2011, 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 2010 financial statements and, in our report dated June 20, 2011, 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, 2011, 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.

As discussed in Note IV.J. to the financial statements, during the year ended December 31, 2011, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

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 GASB, 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 July 27, 2012, 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

July 27, 2012

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, 2011. 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 \$874,314,846 (net assets). Of this amount, \$158,982,129 (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 \$79,729,353.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$355,269,902, an increase of \$25,971,148 in comparison with the prior year.
- At the end of the current fiscal year, unrestricted fund balance for the General Fund was \$196,541,606, or 47.1% of total General Fund expenditures.
- The County's total General Obligation debt increased by \$41,070,000 (21.1%) 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, Regional Rail Authority

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- 24 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, Retiree Insurance (OPEB), 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, Ramsey County Care Center, and Ponds at Battle Creek, which are considered major funds, and Law Enforcement Services, which is considered a nonmajor fund. 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 26 - 33 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 34 – 35 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 37 - 70 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 a

schedule on the County's Other Post Employment Benefit (OPEB) Plan. Required supplementary information can be found on pages 71 - 74 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 80 – 105 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 \$870,906,918 at the close of the most recent fiscal year.

The largest portion of Ramsey County's net assets (68.0%) 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>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Current and Other Assets	\$ 506,368,632	\$ 468,555,807	\$ 3,026,121	\$ 2,017,416	\$ 509,394,753	\$ 470,573,223
Capital Assets	<u>793,803,026</u>	<u>690,673,788</u>	<u>10,151,020</u>	<u>10,720,158</u>	<u>803,954,046</u>	<u>701,393,946</u>
Total Assets	1,300,171,658	1,159,229,595	13,177,141	12,737,574	1,313,348,799	1,171,967,169
Long-term Liabilities						
Outstanding	272,010,429	280,464,917	10,473,818	10,309,966	282,484,247	290,774,883
Other Liabilities	<u>153,846,383</u>	<u>86,010,472</u>	<u>6,111,251</u>	<u>4,004,249</u>	<u>159,957,634</u>	<u>90,014,721</u>
Total Liabilities	425,856,812	366,475,389	16,585,069	14,314,215	442,441,881	380,789,604
Net Assets:						
Invested in Capital Assets,						
Net of Related Debt	594,662,081	504,493,994	3,400,278	3,402,305	598,062,359	507,896,299
Restricted	120,670,636	85,110,684	-	-	120,670,636	61,769,571
Unrestricted	<u>158,982,129</u>	<u>203,149,528</u>	<u>(6,808,206)</u>	<u>(4,978,946)</u>	<u>152,173,923</u>	<u>221,511,695</u>
Total Net Assets	<u>\$ 874,314,846</u>	<u>\$ 792,754,206</u>	<u>\$(3,407,928)</u>	<u>\$(1,576,641)</u>	<u>\$ 870,906,918</u>	<u>\$ 791,177,565</u>

The government's net assets increased by \$79,729,353 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. Specifically, construction of the East Metro Behavioral Health Crisis Center, remodeling of the Metro Square Office building, construction of a new library in the New Brighton Community Center, and significant progress on the renovation project at the Union Depot were major building projects which contributed to our increase in net assets during the year.

Governmental Activities - Governmental activities increased the County's net assets by \$81,560,640 thereby accounting for all of the total growth in the net assets. Key elements of this increase are as follows:

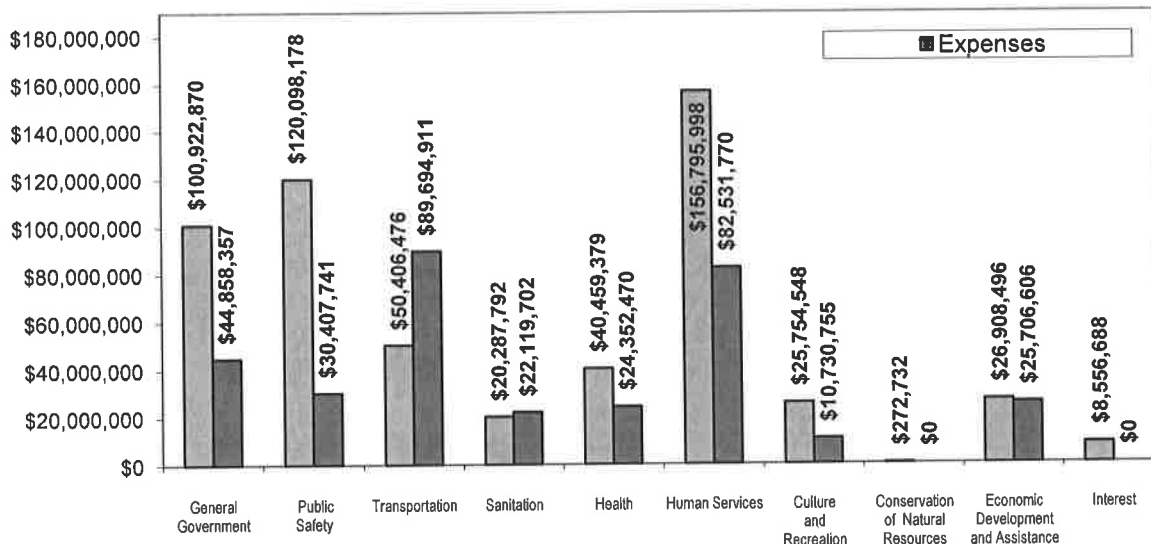
- Capital Assets increased by \$103,129,238. The majority of this increase in capital assets was from the Union Depot construction project funded by capital contributions and grants.
- Property tax collections increased by \$3,024,362 or 1.1% over 2010 in part due to the continuing State policy of relying more heavily on property taxes to finance services.
- Long Term debt increased by \$40,495,000 or 19.7% from 2010. This was partially offset by an increase in cash with trustee of \$8,578,512.

CHANGES IN NET ASSETS

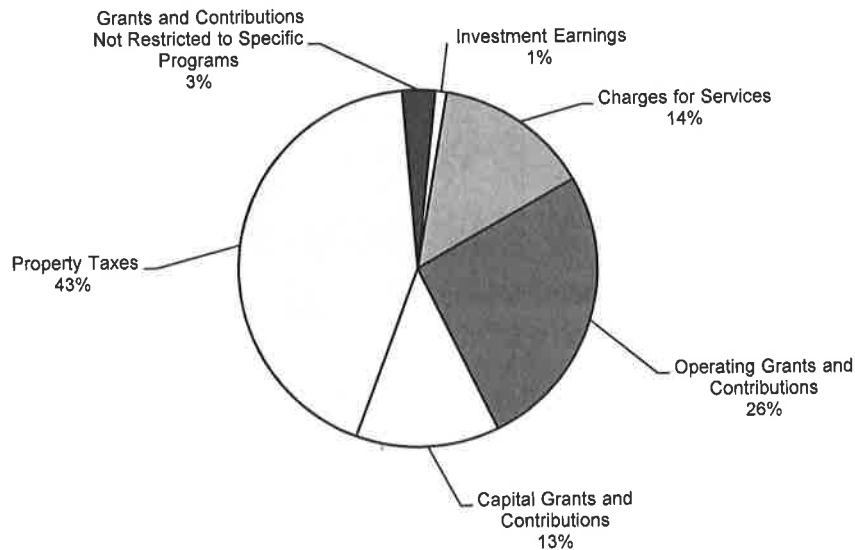
	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues:						
Program Revenues:						
Charges for Services, Fines & Other	\$ 88,128,180	\$ 87,842,472	\$28,218,532	\$27,754,248	\$116,346,712	\$115,596,720
Operating Grants & Contributions	162,305,672	162,779,433	328,192	326,855	162,633,864	163,106,288
Capital Grants & Contributions	79,968,460	47,332,320	-	-	79,968,460	47,332,320
General Revenues:						
Property Taxes	274,791,919	271,767,557	-	-	274,791,919	271,767,557
Grants & Contributions Not						
Restricted to Specific Programs	19,330,043	24,414,110	-	-	19,330,043	24,414,110
Investment Earnings	5,658,590	4,439,391	106,454	26,393	5,765,044	4,465,784
Other	<u>391,791</u>	<u>292,520</u>	<u>13,000</u>	<u>13,474</u>	<u>404,791</u>	<u>305,994</u>
Total Revenues	630,574,655	598,867,803	28,666,178	28,120,970	659,240,833	626,988,773
Expenses:						
General Government	100,922,870	115,004,474	-	-	100,922,870	115,004,474
Public Safety	120,098,178	123,129,484	-	-	120,098,178	123,129,484
Transportation	50,406,476	62,666,799	-	-	50,406,476	62,666,799
Sanitation	20,287,792	17,905,242	-	-	20,287,792	17,905,242
Health	40,459,379	37,201,753	-	-	40,459,379	37,201,753
Human Services	156,795,998	158,887,480	-	-	156,795,998	158,887,480
Culture & Recreation	25,754,548	19,150,384	-	-	25,754,548	19,150,384
Conservation of Natural Resources	272,732	363,667	-	-	272,732	363,667
Economic Development & Assistance	26,908,496	32,581,770	-	-	26,908,496	32,581,770
Interest	8,556,688	8,549,472	-	-	8,556,688	8,549,472
Lake Owasso Residence	-	-	8,809,514	8,494,803	8,809,514	8,494,803
Ponds at Battle Creek	-	-	668,899	683,309	668,899	683,309
Ramsey County Care Center	-	-	15,631,570	15,455,058	15,631,570	15,455,058
Law Enforcement Services	-	-	<u>6,218,335</u>	<u>5,954,287</u>	<u>6,218,335</u>	<u>5,954,287</u>
Total Expenses	550,463,157	575,440,525	31,328,318	30,587,457	581,791,475	606,027,982
Increase (Decrease) in Net Assets						
Before Special Item and Transfers	<u>80,111,498</u>	<u>23,427,278</u>	<u>(2,662,140)</u>	<u>(2,466,487)</u>	<u>77,449,358</u>	<u>20,960,791</u>
Special Item	2,279,995	-	-	-	2,279,995	-
Transfers	<u>(830,853)</u>	<u>(627,228)</u>	<u>830,853</u>	<u>627,228</u>	-	-
Increase (Decrease) in Net Assets	81,560,640	22,800,050	(1,831,287)	(1,839,259)	79,729,353	20,960,791
Net Assets – Beginning	<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>
Net Assets – End	<u>\$874,314,846</u>	<u>\$792,754,206</u>	<u>\$(3,407,928)</u>	<u>\$(1,576,641)</u>	<u>\$870,906,918</u>	<u>\$791,177,565</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

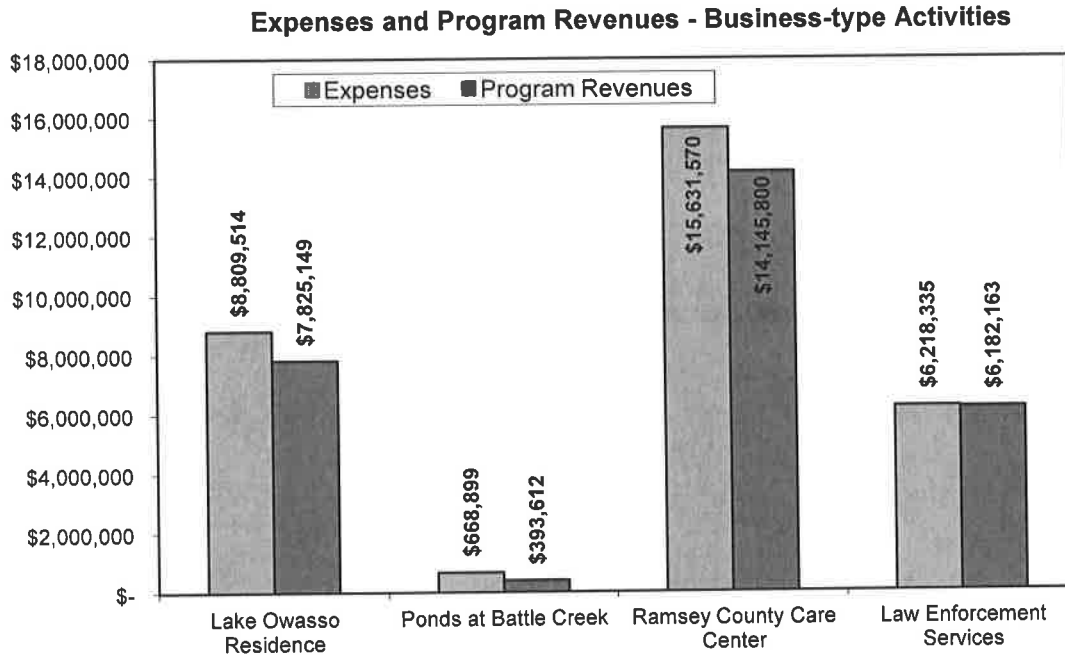


Business-type Activities - Business-type activities decreased the County's net assets by \$1,831,287. Key elements of this decrease are as follows:

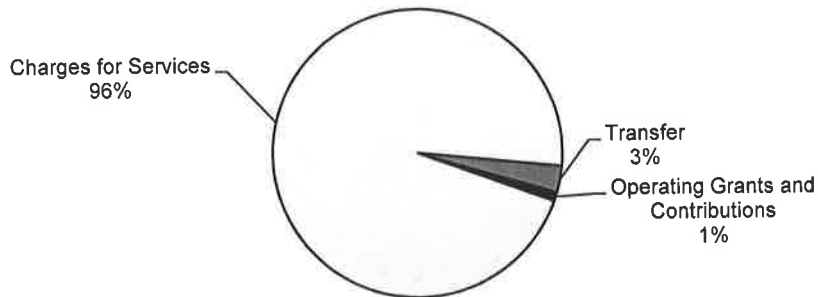
- Lake Owasso Residence had a decrease of net assets of \$523,145 due to recognizing its share of OPEB expense and declining reimbursement rates from the State.

- Ramsey County Care Center had a decrease in net assets of \$1,017,924 due primarily to decreased revenues from Medicare, HMO, and Managed Care revenues.
- Ponds at Battle Creek had a decrease in net assets of \$275,437 due to an operating loss and interest expense.

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



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, unrestricted 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 \$355,269,902, a total fund balance increase of \$25,971,148 in comparison with the prior year. Approximately 60.7% of this total amount \$215,739,190 constitutes unrestricted fund balance, which is available for spending at the government’s discretion. The remainder of fund balance is restricted to indicate that it is not available for new spending, because the fund balance is (1) invested in assets which are in nonspendable form \$18,860,076; (2) restricted for debt service payments \$82,196,923; or (3) for a variety of other restricted purposes \$38,473,713. These other restricted purposes are described in detail in note IV. J to the financial statements.

The General Fund is the chief operating fund of Ramsey County. At the end of the current fiscal year, unrestricted fund balance of the General Fund was \$196,541,606, while total fund balance reached \$215,372,180. As a measure of the General Fund’s liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 47.1% of total General Fund expenditures, while total fund balance represents 51.6% of that same amount.

The fund balance of the County’s General Fund increased by \$3,927,041 including the change to inventories during the current fiscal year. Key factors in this increase are as follows:

- Increases in taxes and charges for services.
- Less spending on certain Human Service programs.
- Departments were asked to curtail spending due to State cutbacks.
- Lower debt service costs due to historically low interest rates.
- Investment earnings have increased.

The Debt Service Fund had a total fund balance of \$82,196,923, all of which is restricted for the payment of debt service. The net increase in fund balance during the current year in the Debt Service Fund was \$45,341,545. The significant increase in fund balance for Debt Service was due to a timing difference in which Ramsey County issued refunding bonds in 2011 in anticipation of debt retirement in 2012.

The Capital Projects Fund had a fund balance of \$3,949,037. The fund balance decreased by \$11,910,156, primarily due to the completion of several major projects during 2011. Completed projects in 2011 include construction of the East Metro Behavioral Health Crisis Center, remodeling of the Metro Square Office Building, and construction of a new library in the New Brighton Community Center.

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 \$(590,878). The total decrease in net assets for the fund was \$523,145.

Net assets of Ponds at Battle Creek at the end of the year amounted to \$(1,906,019). The total decrease in net assets for the fund was \$275,437.

Net assets of the Ramsey County Care Center at the end of the year amounted to \$(922,576). The total decrease in net assets for the fund was \$1,017,924.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was a decrease of \$12,005,480 in appropriations. The major decreases occurred in the Community Human Services department. Day training and habitation costs were paid by the State and there was a reduction in juvenile out of home placements.

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, 2011, amounts to \$803,954,046 (net of accumulated depreciation). This investment in capital assets includes land, buildings, building improvements, equipment, park facilities, roads, highways, bridges, and computer software. The total increase in the County’s investment in capital assets for the current fiscal year was 14.6% (a 14.9% increase for governmental activities and a 5.3% decrease for business-type activities).

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

- A variety of building construction projects were completed in 2011, including the East Metro Behavioral Health Crisis Center and a new library in the New Brighton Community Center.
- Construction in progress as of the end of the current fiscal year was \$129,295,696, an increase of \$80,162,067 from the prior year. The significant increase was due to the start of renovation work on the Union Depot.

Capital Assets
(Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Land	\$141,754,503	\$137,368,646	\$ 107,073	\$ 107,073	\$141,861,576	\$137,475,719
Buildings & Improvements	273,367,592	250,850,510	6,677,051	7,110,505	280,044,643	257,961,015
Improvements Other Than Buildings	13,714,734	14,254,783	2,782,143	2,936,737	16,496,877	17,191,520
Equipment	26,066,941	25,367,909	584,753	565,843	26,651,694	25,933,752
Computer Software	122,232	692,947	-	-	122,232	692,947
Infrastructure	209,481,328	213,005,364	-	-	209,481,328	213,005,364
Construction in Progress	<u>129,295,696</u>	<u>49,133,629</u>	<u>-</u>	<u>-</u>	<u>129,295,696</u>	<u>49,133,629</u>
Total	<u>\$793,803,026</u>	<u>\$690,673,788</u>	<u>\$10,151,020</u>	<u>\$10,720,158</u>	<u>\$803,954,046</u>	<u>\$701,393,946</u>

Additional information on the County’s capital assets can be found in note IV.C on pages 49 - 51 of this report.

Long-term Debt – At the end of the current fiscal year, the County had total General Obligation bonded debt outstanding of \$230,535,000, 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>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
General Obligation Bonds	\$222,205,000	\$182,285,000	\$8,330,000	\$6,985,000	\$230,535,000	\$189,270,000
Notes Payable	5,327,000	5,522,000	-	-	5,327,000	5,522,000
Lease Revenue Bonds	<u>10,235,000</u>	<u>10,810,000</u>	<u>-</u>	<u>-</u>	<u>10,235,000</u>	<u>10,810,000</u>
Total	<u>\$237,767,000</u>	<u>\$198,617,000</u>	<u>\$8,330,000</u>	<u>\$6,985,000</u>	<u>\$246,097,000</u>	<u>\$205,602,000</u>

The County’s total bonded and note debt increased by \$40,495,000 (19.7%) during the current fiscal year. The increase was primarily due to various remodeling projects around the County being started and a temporary increase in debt outstanding due to issuance of refunding bonds in 2011 which will be used to retire outstanding debt in 2012.

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 \$1,296,596,922, which is significantly in excess of its outstanding General Obligation debt of \$235,862,000.

Additional information on the County’s long-term debt can be found in note IV.I on pages 54 – 58 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 6.6%, which is a decrease from a rate of 7.0% 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 2011, the population estimated by the Metropolitan Council was 514,696.
- Estimated Market Value of Taxable Property in the County decreased about \$2,701,172,400 in 2011 to \$43,219,897,400 or 5.88%. Residential property recorded a decrease in value of 5.62% while commercial values decreased 7.51%.
- 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 2011 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund was \$196,541,606. The 2011 approved budget included a 3.1% increase in spending over the prior year. A 2.70% increase in the 2011 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, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	Governmental Activities	Business-type Activities	Total	
			2011	2010
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 419,487,541	5,695,744	\$ 425,183,285	\$ 392,930,450
Cash with Trustee	10,475,630	-	10,475,630	1,897,118
Restricted Cash and Cash Equivalents	8,550	-	8,550	8,550
Petty Cash and Change Funds	26,880	20,500	47,380	47,175
Cooperative Investment	-	69,657	69,657	33,003
Receivables (Net):				
Taxes	5,593,194	-	5,593,194	7,439,089
Accounts	4,195,776	427,576	4,623,352	4,623,388
Accrued Interest	1,020,258	-	1,020,258	1,423,840
Internal Balances	5,014,137	(5,014,137)	-	-
Due from Other Governments	36,888,390	1,751,912	38,640,302	27,502,267
Lease Receivable	5,327,000	-	5,327,000	15,757,000
Loan Receivables	14,400,504	-	14,400,504	15,562,411
Prepaid Items	221,094	-	221,094	206,672
Inventories	1,703,014	38,555	1,741,569	1,359,848
Total Current Assets	<u>504,361,968</u>	<u>2,989,807</u>	<u>507,351,775</u>	<u>468,790,811</u>
Non Current Assets:				
Advance to Other Governments	110,317	-	110,317	110,317
Advance to Other Organizations	337,807	-	337,807	346,745
Deferred Charges	1,558,540	36,314	1,594,854	1,325,350
Capital Assets not being Depreciated:				
Land	141,754,503	107,073	141,861,576	137,475,719
Construction in Progress	129,295,696	-	129,295,696	49,133,629
Capital Assets being Depreciated:				
Improvements other than Buildings	40,171,019	4,185,030	44,356,049	43,990,093
Buildings	326,829,355	9,374,214	336,203,569	325,006,940
Building Improvements	38,293,502	3,557,987	41,851,489	27,384,221
Equipment	80,271,209	2,562,450	82,833,659	78,568,187
Computer Software	8,810,635	-	8,810,635	8,810,635
Infrastructure	412,270,001	-	412,270,001	406,126,195
Less: Accumulated Depreciation	(383,892,894)	(9,635,734)	(393,528,628)	(375,101,673)
Total Non Current Assets	<u>795,809,690</u>	<u>10,187,334</u>	<u>805,997,024</u>	<u>703,176,358</u>
Total Assets	<u>1,300,171,658</u>	<u>13,177,141</u>	<u>1,313,348,799</u>	<u>1,171,967,169</u>

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

EXHIBIT 1
(continued)

RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET ASSETS
DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	Governmental Activities	Business-type Activities	Total	
			2011	2010
LIABILITIES				
Current Liabilities:				
Salaries Payable	14,421,714	1,130,719	15,552,433	15,476,380
Accounts Payable	14,413,819	283,890	14,697,709	14,723,899
Contracts Payable	23,598,238	-	23,598,238	6,953,898
Interest Payable, Current	3,915,460	133,040	4,048,500	4,061,963
Loan Payable, Current	-	-	-	5,998
Due to Other Governments	7,139,584	521,997	7,661,581	10,728,477
General Obligation, Revenue Bonds, and Notes Payable, Current	69,693,286	2,654,259	72,347,545	16,209,386
Claims and Judgments Payable, Current	2,683,717	-	2,683,717	2,775,724
Vacation and Compensatory Time Payable	17,972,015	1,387,346	19,359,361	19,070,446
Current Liabilities Payable from Restricted Assets:				
Customer Deposits Payable	8,550	-	8,550	8,550
Total Current Liabilities	153,846,383	6,111,251	159,957,634	90,014,721
Non Current Liabilities:				
Advance from Other Governments	680,728	-	680,728	3,330,844
Unearned Revenue	2,180,540	-	2,180,540	8,392,698
General Obligation, Revenue Bonds and Notes Payable, Long-term	179,273,318	6,254,875	185,528,193	193,912,292
Compensated Absences Payable	17,769,118	818,953	18,588,071	18,844,803
Claims and Judgments Payable, Long-term	4,129,520	-	4,129,520	8,621,269
Net OPEB Liability	67,977,205	3,399,990	71,377,195	57,672,977
Total Non Current Liabilities	272,010,429	10,473,818	282,484,247	290,774,883
Total Liabilities	425,856,812	16,585,069	442,441,881	380,789,604
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	594,662,081	3,400,278	598,062,359	507,896,299
Restricted for:				
Debt Service	82,196,923	-	82,196,923	36,855,378
Capital Projects	3,774,037	-	3,774,037	15,684,193
General Government	1,578,996	-	1,578,996	1,724,184
Public Safety	1,178,731	-	1,178,731	793,998
Sanitation	23,040,366	-	23,040,366	21,617,347
Culture and Recreation	4,797,172	-	4,797,172	4,837,542
Conservation of Natural Resources	2,309,769	-	2,309,769	2,033,275
Economic Development	1,111,016	-	1,111,016	956,195
Other Purposes	683,626	-	683,626	608,572
Unrestricted	158,982,129	(6,808,206)	152,173,923	198,170,582
Total Net Assets	\$ 874,314,846	\$ (3,407,928)	\$ 870,906,918	\$ 791,177,565

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, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010**

<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	\$ 100,922,870	\$ 20,938,831	\$ 23,919,526	\$ -
Public Safety	120,098,178	15,986,359	14,421,382	-
Transportation	50,406,476	3,808,081	8,811,046	77,075,784
Sanitation	20,287,792	19,067,958	3,051,744	-
Health	40,459,379	12,421,094	11,931,376	-
Human Services	156,795,998	9,647,165	72,884,605	-
Culture and Recreation	25,754,548	6,131,644	1,706,435	2,892,676
Conservation of Natural Resources	272,732	-	-	-
Economic Development and Assistance	26,908,496	127,048	25,579,558	-
Interest	8,556,688	-	-	-
Total Governmental Activities	<u>550,463,157</u>	<u>88,128,180</u>	<u>162,305,672</u>	<u>79,968,460</u>
Business-type Activities:				
Lake Owasso Residence	8,809,514	7,805,181	19,968	-
Ponds at Battle Creek	668,899	393,612	-	-
Ramsey County Care Center	15,631,570	14,112,022	33,778	-
Law Enforcement Services	6,218,335	5,907,717	274,446	-
Total Business-type Activities	<u>31,328,318</u>	<u>28,218,532</u>	<u>328,192</u>	<u>-</u>
Total Government	<u>\$ 581,791,475</u>	<u>\$ 116,346,712</u>	<u>\$ 162,633,864</u>	<u>\$ 79,968,460</u>

General revenues:

Property Taxes
 Grants and Contributions Not Restricted to Specific Programs
 Investment Earnings
 Gain on Disposition of Capital Assets
 Special Item - Capital Lease Forgiveness
 Transfer
 Total General Revenues, Special Item, 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

Net (Expense) Revenue and Changes in Net Assets			
Governmental Activities	Business-type Activities	Total	
		2011	2010
\$ (56,064,513)	\$ -	\$ (56,064,513)	\$ (70,781,680)
(89,690,437)	-	(89,690,437)	(91,996,575)
39,288,435	-	39,288,435	(9,220,326)
1,831,910	-	1,831,910	2,694,899
(16,106,909)	-	(16,106,909)	(13,868,349)
(74,264,228)	-	(74,264,228)	(77,352,730)
(15,023,793)	-	(15,023,793)	(8,914,684)
(272,732)	-	(272,732)	(360,897)
(1,201,890)	-	(1,201,890)	863,514
(8,556,688)	-	(8,556,688)	(8,549,472)
<u>(220,060,845)</u>	<u>-</u>	<u>(220,060,845)</u>	<u>(277,486,300)</u>
-	(984,365)	(984,365)	(572,623)
-	(275,287)	(275,287)	(252,877)
-	(1,485,770)	(1,485,770)	(1,695,435)
-	(36,172)	(36,172)	14,581
<u>-</u>	<u>(2,781,594)</u>	<u>(2,781,594)</u>	<u>(2,506,354)</u>
<u>(220,060,845)</u>	<u>(2,781,594)</u>	<u>(222,842,439)</u>	<u>(279,992,654)</u>
274,791,919	-	274,791,919	271,767,557
19,330,043	-	19,330,043	24,414,110
5,658,590	106,454	5,765,044	4,465,784
391,791	13,000	404,791	305,994
2,279,995	-	2,279,995	-
(830,853)	830,853	-	-
<u>301,621,485</u>	<u>950,307</u>	<u>302,571,792</u>	<u>300,953,445</u>
81,560,640	(1,831,287)	79,729,353	20,960,791
792,754,206	(1,576,641)	791,177,565	769,456,593
-	-	-	760,181
<u>792,754,206</u>	<u>(1,576,641)</u>	<u>791,177,565</u>	<u>770,216,774</u>
<u>\$ 874,314,846</u>	<u>\$ (3,407,928)</u>	<u>\$ 870,906,918</u>	<u>\$ 791,177,565</u>

**RAMSEY COUNTY, MINNESOTA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010**

	General	Debt Service	Capital Projects	Regional Railroad Authority Capital Projects	Other Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 207,818,520	\$ 66,228,579	\$ 17,264,175	\$ 10,586,745	\$ 56,895,195
Cash with Trustee	-	10,475,630	-	-	-
Petty Cash and Change Funds	24,485	-	-	-	2,320
Receivables (Net):					
Taxes	6,350,304	530,390	-	-	721,287
Accounts	2,015,285	-	-	19,946	2,119,374
Accrued Interest	845,780	3,361	-	-	171,117
Due from Other Funds	559,929	111,255	-	21,841	39,105
Due from Other Governments	13,545,229	-	4,360,995	11,767,723	6,931,790
Lease Receivable	-	5,327,000	-	-	-
Loans Receivable	6,119,859	100,000	-	-	8,180,645
Inventories	1,686,921	-	-	-	7,526
Advance to Other Funds	16,520,300	60,964	175,000	-	-
Advance to Other Governments	105,817	-	-	-	4,500
Advance to Other Organizations	337,807	-	-	-	-
Restricted Cash and Cash Equivalents	7,550	-	-	-	-
Total Assets	<u>255,937,786</u>	<u>82,837,179</u>	<u>21,800,170</u>	<u>22,396,255</u>	<u>75,072,859</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Salaries Payable	12,212,509	-	-	-	1,691,629
Accounts Payable	10,031,207	109,866	9,599	11,964	1,755,048
Contracts Payable	-	-	4,554,289	18,220,846	823,103
Due to Other Funds	1,071,984	-	-	28,310	1,019,923
Due to Other Governments	2,785,709	-	595,311	-	3,718,483
Deferred Revenue	14,053,693	530,390	4,629,478	359,001	11,389,045
Advance from Other Funds	-	-	7,421,913	-	4,700,000
Advance from Other Governments	40,185	-	640,543	-	-
Claims and Judgments Payable	362,769	-	-	-	-
Liabilities Payable from Restricted Assets	7,550	-	-	-	-
Total Liabilities	<u>40,565,606</u>	<u>640,256</u>	<u>17,851,133</u>	<u>18,620,121</u>	<u>25,097,231</u>
Fund Balances:					
Nonspendable	18,675,330	-	175,000	-	9,746
Restricted	155,244	82,196,923	3,774,037	-	34,544,432
Committed	3,819,936	-	-	-	319,835
Assigned	123,848,540	-	-	3,776,134	15,101,615
Unassigned	68,873,130	-	-	-	-
Total Fund Balances	<u>215,372,180</u>	<u>82,196,923</u>	<u>3,949,037</u>	<u>3,776,134</u>	<u>49,975,628</u>
Total Liabilities and Fund Balances	<u>\$ 255,937,786</u>	<u>\$ 82,837,179</u>	<u>\$ 21,800,170</u>	<u>\$ 22,396,255</u>	<u>\$ 75,072,859</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.

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.

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.

Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.

Net assets of governmental activities

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

EXHIBIT 3

Total
Governmental
Funds

	2011	2010
\$	358,793,214	\$ 334,458,654
	10,475,630	1,897,118
	26,805	26,600
	7,601,981	9,498,912
	4,154,605	3,869,799
	1,020,258	1,423,840
	732,130	778,329
	36,605,737	25,839,327
	5,327,000	15,757,000
	14,400,504	15,562,411
	1,694,447	1,314,644
	16,756,264	22,329,407
	110,317	110,317
	337,807	346,745
	7,550	7,550
	<u>458,044,249</u>	<u>433,220,653</u>
	13,904,138	13,803,564
	11,917,684	11,936,741
	23,598,238	6,953,898
	2,120,217	2,319,567
	7,099,503	10,146,469
	30,961,607	37,451,709
	12,121,913	17,756,020
	680,728	3,330,844
	362,769	215,537
	7,550	7,550
	<u>102,774,347</u>	<u>103,921,899</u>
	18,860,076	24,123,113
	120,670,636	85,110,684
	4,139,771	10,194,751
	142,726,289	137,814,272
	68,873,130	72,055,934
	<u>355,269,902</u>	<u>329,298,754</u>
	790,790,853	687,897,002
	26,772,280	26,999,188
	(6,719,509)	(839,269)
	<u>(291,798,680)</u>	<u>(250,601,469)</u>
\$	<u>874,314,846</u>	<u>\$ 792,754,206</u>

RAMSEY COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010

	General	Debt Service	Capital Projects	Regional Railroad Authority Capital Projects	Other Governmental Funds
REVENUES					
Taxes	\$ 219,562,062	\$ 19,332,908	\$ 850,000	\$ 16,419,107	\$ 20,473,737
Licenses and Permits	879,159	-	-	-	804,907
Intergovernmental	138,454,409	2,367,634	24,205,598	54,229,644	38,880,764
Private Grants and Donations	392,258	-	-	-	452,030
Charges for Services	47,121,839	-	77,010	-	23,732,959
Fines and Forfeitures	11,500	-	-	-	939,829
Sales	1,567,393	-	1,177	-	1,651,327
Rental Income	1,287,926	-	62,500	-	905,184
Investment Earnings	4,685,251	828,927	8,266	-	136,146
Program Recoveries - Community	-	-	-	-	-
Human Services	3,266,715	-	-	-	-
Miscellaneous	6,836,980	-	41,879	-	1,293,712
Total Revenues	424,065,492	22,529,469	25,246,430	70,648,751	89,270,595
EXPENDITURES					
Current:					
General Government	92,244,764	-	-	-	9,642,409
Public Safety	101,313,332	-	-	-	14,046,755
Transportation	16,407,416	-	-	87,906,578	2,553,716
Sanitation	1,544,575	-	-	-	18,687,977
Health	39,352,704	-	-	-	11,594
Human Services	154,286,964	-	-	-	125,144
Culture and Recreation	10,658,467	-	-	-	10,713,724
Conservation of Natural Resources	44,626	-	-	-	-
Economic Development and Assistance	-	-	-	-	26,774,013
Capital Projects:					
General Government	224,737	-	14,919,529	-	-
Public Safety	372,964	-	4,501,480	-	-
Transportation	872,785	-	20,909,169	-	-
Health	-	-	397,936	-	-
Human Services	-	-	8,702,133	-	-
Culture and Recreation	315,985	-	4,771,546	-	-
Debt Service:					
Bond Issuance Costs	-	164,377	225,891	-	-
Principal Retirement	5,998	15,325,000	-	-	-
Interest	29	8,909,288	-	-	-
Total Expenditures	417,645,346	24,398,665	54,427,684	87,906,578	82,555,332
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,420,146	(1,869,196)	(29,181,254)	(17,257,827)	6,715,263
OTHER FINANCING SOURCES (USES)					
Bonds issued	-	-	18,500,000	-	-
Discount/Premium on Sale of Bonds	-	6,274,343	1,134,243	-	-
Refunding Bonds Issued	-	35,975,000	-	-	-
Bonds Refunded	-	-	-	-	-
Proceeds from Sale of Assets	-	-	497,594	-	-
Transfers In	1,240,690	6,309,867	1,949,128	16,818,193	1,000,000
Transfers Out	(5,976,062)	(266,306)	(6,309,867)	-	(18,662,604)
Total Other Financing Sources (Uses)	(4,735,372)	48,292,904	15,771,098	16,818,193	(17,662,604)
SPECIAL ITEM					
Capital Lease Forgiveness	1,862,158	(1,082,163)	1,500,000	-	-
Net Change in Fund Balances	3,546,932	45,341,545	(11,910,156)	(439,634)	(10,947,341)
Fund Balances - Beginning	211,445,139	36,855,378	15,859,193	4,215,768	60,923,276
Increase (decrease) in inventories	380,109	-	-	-	(307)
Fund Balances - Ending	\$ 215,372,180	\$ 82,196,923	\$ 3,949,037	\$ 3,776,134	\$ 49,975,628

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

EXHIBIT 4

Total Governmental Funds	
<u>2011</u>	<u>2010</u>
\$ 276,637,814	\$ 270,417,546
1,684,066	1,604,772
258,138,049	233,823,832
844,288	836,528
70,931,808	68,575,275
951,329	807,505
3,219,897	2,321,665
2,255,610	1,653,421
5,658,590	4,439,391
3,266,715	5,133,919
8,172,571	7,394,250
<u>631,760,737</u>	<u>597,008,104</u>
101,887,173	98,837,741
115,360,087	114,767,782
106,867,710	53,379,274
20,232,552	17,853,654
39,364,298	36,557,504
154,412,108	155,917,420
21,372,191	20,314,246
44,626	52,899
26,774,013	32,245,092
15,144,266	3,071,342
4,874,444	859,632
21,781,954	30,789,625
397,936	115,961
8,702,133	1,399,195
5,087,531	12,665,773
390,268	296,715
15,330,998	14,699,286
8,909,317	8,793,587
<u>666,933,605</u>	<u>602,616,728</u>
<u>(35,172,868)</u>	<u>(5,608,624)</u>
18,500,000	16,500,000
7,408,586	508,367
35,975,000	6,950,000
-	(7,390,000)
497,594	-
27,317,878	5,438,950
<u>(31,214,839)</u>	<u>(8,082,975)</u>
<u>58,484,219</u>	<u>13,924,342</u>
<u>2,279,995</u>	<u>-</u>
25,591,346	8,315,718
329,298,754	321,066,782
379,802	(83,746)
<u>\$ 355,269,902</u>	<u>\$ 329,298,754</u>

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, 2011
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2010**

	<u>2011</u>	<u>2010</u>
Net change in fund balances - total governmental funds (Exhibit 4)	\$ 25,591,346	\$ 8,315,718
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.	102,998,394	12,225,672
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.	(238,165)	(3,160,427)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(226,908)	3,502,449
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.	(46,552,588)	11,821,577
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.	8,934,909	(2,149,767)
Internal service funds are used by management to charge the costs of management information systems and property management services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>(8,946,348)</u>	<u>(7,755,172)</u>
Net change in net assets of governmental activities (Exhibit 2)	<u>\$ 81,560,640</u>	<u>\$ 22,800,050</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, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010**

Business-type Activities - Enterprise Funds

	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Nonmajor Law Enforcement Services
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 971,880	\$ 269,061	\$ 3,605,768	\$ 849,035
Petty Cash and Change Funds	6,500	14,000	-	-
Cooperative Investment	-	69,657	-	-
Accounts Receivable (Net)	-	414,990	5,026	7,560
Due from Other Funds	-	-	-	-
Due from Other Governments	643,350	1,108,562	-	-
Prepaid Items	-	-	-	-
Inventories	16,302	22,253	-	-
Restricted Cash and Cash Equivalents	-	-	-	-
Total Current Assets	<u>1,638,032</u>	<u>1,898,523</u>	<u>3,610,794</u>	<u>856,595</u>
Noncurrent Assets:				
Deferred Charges	12,200	7,922	16,192	-
Capital Assets:				
Land	7,873	99,200	-	-
Improvements Other Than Buildings	648,856	889,970	2,646,204	-
Buildings	4,072,132	4,368,576	933,506	-
Building Improvements	23,349	3,534,638	-	-
Equipment	499,168	962,346	172,007	928,929
Construction in Progress	-	-	-	-
Less Accumulated Depreciation	<u>(1,957,619)</u>	<u>(5,996,518)</u>	<u>(1,017,700)</u>	<u>(663,897)</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>3,293,759</u>	<u>3,858,212</u>	<u>2,734,017</u>	<u>265,032</u>
Total Noncurrent Assets	<u>3,305,959</u>	<u>3,866,134</u>	<u>2,750,209</u>	<u>265,032</u>
Total Assets	<u>4,943,991</u>	<u>5,764,657</u>	<u>6,361,003</u>	<u>1,121,627</u>
LIABILITIES				
Current Liabilities:				
Salaries Payable	348,241	539,827	5,818	236,833
Accounts Payable	56,628	219,187	3,205	4,870
Interest Payable	48,540	37,758	46,742	-
Due to Other Funds	1,459,899	2,262,545	52,271	9,712
Due to Other Governments	19,452	17,154	630	484,761
General Obligation Bonds Payable - Current	230,556	89,119	2,334,584	-
Vacation and Compensatory Time Payable	401,550	595,676	11,563	378,557
Payable from Restricted Assets:				
Customer Deposits Payable	-	-	-	-
Total Current Liabilities	<u>2,564,866</u>	<u>3,761,266</u>	<u>2,454,813</u>	<u>1,114,733</u>
Noncurrent Liabilities:				
General Obligation Bonds Payable	2,270,606	1,878,006	2,106,263	-
Advance from Other Funds	378,206	560,964	3,695,181	-
Compensated Absences Payable	321,191	486,997	10,765	-
Net OPEB Liability	-	-	-	-
Total Noncurrent Liabilities	<u>2,970,003</u>	<u>2,925,967</u>	<u>5,812,209</u>	<u>-</u>
Total Liabilities	<u>5,534,869</u>	<u>6,687,233</u>	<u>8,267,022</u>	<u>1,114,733</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	804,797	1,891,087	439,362	265,032
Unrestricted	<u>(1,395,675)</u>	<u>(2,813,663)</u>	<u>(2,345,381)</u>	<u>(258,138)</u>
Total Net Assets	<u>\$ (590,878)</u>	<u>\$ (922,576)</u>	<u>\$ (1,906,019)</u>	<u>\$ 6,894</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				
Net Assets of Business-Type Activities				

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

EXHIBIT 6

Total		Governmental Activities - Internal Service Funds	
2011	2010	2011	2010
\$ 5,695,744	\$ 4,262,309	\$ 60,694,327	\$ 54,209,487
20,500	20,500	75	75
69,657	33,003	-	-
427,576	726,034	41,171	27,555
-	-	8,187,347	6,942,130
1,751,912	1,551,372	282,653	111,568
-	-	221,094	206,672
38,555	38,439	8,567	6,765
-	-	1,000	1,000
<u>8,003,944</u>	<u>6,631,657</u>	<u>69,436,234</u>	<u>61,505,252</u>
36,314	30,972	-	-
107,073	107,073	-	-
4,185,030	4,185,030	79,955	79,955
9,374,214	9,374,214	-	-
3,557,987	3,516,038	9,759,488	9,208,615
2,562,450	2,622,029	4,619,539	4,376,520
-	-	23,043	9,723
<u>(9,635,734)</u>	<u>(9,084,226)</u>	<u>(11,469,852)</u>	<u>(10,898,027)</u>
10,151,020	10,720,158	3,012,173	2,776,786
<u>10,187,334</u>	<u>10,751,130</u>	<u>3,012,173</u>	<u>2,776,786</u>
<u>18,191,278</u>	<u>17,382,787</u>	<u>72,448,407</u>	<u>64,282,038</u>
1,130,719	1,117,962	517,576	554,854
283,890	397,280	2,496,135	2,389,878
133,040	140,531	-	-
3,784,427	2,800,057	3,014,833	2,600,835
521,997	526,572	40,081	55,436
2,654,259	472,610	-	-
1,387,346	1,349,294	772,483	833,308
-	-	1,000	1,000
<u>9,895,678</u>	<u>6,804,306</u>	<u>6,842,108</u>	<u>6,435,311</u>
6,254,875	6,768,287	-	-
4,634,351	4,573,387	-	-
818,953	809,708	943,962	1,016,759
<u>11,708,179</u>	<u>12,151,382</u>	<u>71,377,195</u>	<u>57,672,977</u>
<u>21,603,857</u>	<u>18,955,688</u>	<u>72,321,157</u>	<u>58,689,736</u>
3,400,278	3,402,305	79,163,265	65,125,047
(6,812,857)	(4,975,206)	3,012,173	2,776,786
<u>(3,412,579)</u>	<u>(1,572,901)</u>	<u>(9,727,031)</u>	<u>(3,619,795)</u>
4,651	(3,740)	<u>\$ (6,714,858)</u>	<u>\$ (843,009)</u>
<u>\$ (3,407,928)</u>	<u>\$ (1,576,641)</u>		

RAMSEY COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010
Business-type Activities - Enterprise Funds

	<u>Lake Owasso Residence</u>	<u>Ramsey County Care Center</u>	<u>Ponds at Battle Creek</u>	<u>Nonmajor Law Enforcement Services</u>
OPERATING REVENUES:				
Charges for Services	\$ 7,805,181	\$ 14,063,134	\$ 330,818	\$ 5,806,614
Sales	-	-	-	1,402
Rental Income	-	-	54,711	-
Miscellaneous	-	48,888	8,083	99,701
Total Operating Revenues	<u>7,805,181</u>	<u>14,112,022</u>	<u>393,612</u>	<u>5,907,717</u>
OPERATING EXPENSES:				
Personal Services	7,344,805	11,470,773	249,391	4,812,816
Other Services and Charges	879,326	2,930,858	142,781	991,096
Supplies	333,352	752,246	53,094	222,770
OPEB Expense	-	-	-	-
Depreciation	156,387	394,147	110,516	191,653
Total Operating Expenses	<u>8,713,870</u>	<u>15,548,024</u>	<u>555,782</u>	<u>6,218,335</u>
Operating Income (Loss)	<u>(908,689)</u>	<u>(1,436,002)</u>	<u>(162,170)</u>	<u>(310,618)</u>
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental Revenue	19,968	33,778	-	274,446
Amortization of Bond Issuance Costs	(1,510)	(525)	(535)	-
Amortization of (Discount) Premium on Bonds	20,556	4,119	-	-
Interest Expense	(117,469)	(90,885)	(112,732)	-
Gain (Loss) on Disposal of Capital Assets	-	(1,717)	-	-
Gain (Loss) on Sale of Capital Assets	-	-	-	13,000
Investment Earnings	-	106,454	-	-
Total Nonoperating Revenues (Expenses)	<u>(78,455)</u>	<u>51,224</u>	<u>(113,267)</u>	<u>287,446</u>
Income before Contributions and Transfers	<u>(987,144)</u>	<u>(1,384,778)</u>	<u>(275,437)</u>	<u>(23,172)</u>
Transfers In	463,999	366,854	-	-
Transfers Out	-	-	-	-
Change in Net Assets	<u>(523,145)</u>	<u>(1,017,924)</u>	<u>(275,437)</u>	<u>(23,172)</u>
Total Net Assets - Beginning	<u>(67,733)</u>	<u>95,348</u>	<u>(1,630,582)</u>	<u>30,066</u>
Total Net Assets - Ending	<u>\$ (590,878)</u>	<u>\$ (922,576)</u>	<u>\$ (1,906,019)</u>	<u>\$ 6,894</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in Net Assets of Business-type Activities (Exhibit 2)

EXHIBIT 7

Total		Governmental Activities - Internal Service Funds	
2011	2010	2011	2010
\$ 28,005,747	\$ 27,586,168	\$ 42,140,284	\$ 40,369,127
1,402	1,591	11,468	560
54,711	60,052	-	-
156,672	106,437	177,966	166,672
<u>28,218,532</u>	<u>27,754,248</u>	<u>42,329,718</u>	<u>40,536,359</u>
23,877,785	23,503,459	11,655,338	11,587,495
4,944,061	4,540,028	14,152,854	14,165,487
1,361,462	1,333,493	947,427	883,176
-	-	24,735,166	21,637,728
852,703	875,994	719,940	632,373
<u>31,036,011</u>	<u>30,252,974</u>	<u>52,210,725</u>	<u>48,906,259</u>
<u>(2,817,479)</u>	<u>(2,498,726)</u>	<u>(9,881,007)</u>	<u>(8,369,900)</u>
328,192	326,855	928,441	576,803
(2,570)	(2,571)	-	-
24,675	24,675	-	-
(321,086)	(339,007)	-	-
(1,717)	(18,200)	75	-
13,000	13,474	-	-
106,454	26,393	14,534	38,545
<u>146,948</u>	<u>31,619</u>	<u>943,050</u>	<u>615,348</u>
<u>(2,670,531)</u>	<u>(2,467,107)</u>	<u>(8,937,957)</u>	<u>(7,754,552)</u>
830,853	630,853	3,462,387	2,605,990
-	(3,625)	(396,279)	(589,193)
<u>(1,839,678)</u>	<u>(1,839,879)</u>	<u>(5,871,849)</u>	<u>(5,737,755)</u>
		(843,009)	4,894,746
		<u>\$ (6,714,858)</u>	<u>\$ (843,009)</u>
8,391	620		
<u>\$ (1,831,287)</u>	<u>\$ (1,839,259)</u>		

RAMSEY COUNTY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010

Business-type Activities - Enterprise Funds

	<u>Lake Owasso Residence</u>	<u>Ramsey County Care Center</u>	<u>Ponds at Battle Creek</u>	<u>Nonmajor Law Enforcement Services</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 7,821,754	\$ 14,176,886	\$ 392,673	\$ 5,929,509
Receipts from Interfund Services Provided	-	-	-	-
Payments to Suppliers	(908,922)	(3,095,789)	(208,953)	(1,231,159)
Payments to Employees	(7,364,329)	(11,424,096)	(248,126)	(4,779,960)
Payments for Interfund Services Used	-	-	-	-
Net Cash Provided (Used) for Operating Activities	<u>(451,497)</u>	<u>(342,999)</u>	<u>(64,406)</u>	<u>(81,610)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental Revenue	19,968	33,778	-	274,446
Transfers In	463,999	366,854	-	-
Transfers Out	-	-	-	-
Net Cash Provided (Used) for Noncapital Financing Activities	<u>483,967</u>	<u>400,632</u>	<u>-</u>	<u>274,446</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from the Sale of Bonds	-	-	2,130,000	-
Proceeds from the Sale of Capital Assets	-	-	-	45,000
Purchases of Capital Assets	(3,424)	(75,347)	-	(238,512)
Principal Paid on Capital Debt	(205,000)	(19,036)	(160,000)	-
Interest Paid on Capital Debt	(120,878)	(92,218)	(115,482)	-
Repayment of Advance	-	-	-	-
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(329,302)</u>	<u>(186,601)</u>	<u>1,854,518</u>	<u>(193,512)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Dividend Received	-	69,799	-	-
Investment Earnings (Loss)	-	-	-	-
Net Cash Provided (Used) for Investing Activities	<u>-</u>	<u>69,799</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(296,832)</u>	<u>(59,169)</u>	<u>1,790,112</u>	<u>(676)</u>
Cash and Cash Equivalents, January 1	1,268,712	328,230	1,815,656	849,711
Cash and Cash Equivalents, December 31	<u>\$ 971,880</u>	<u>\$ 269,061</u>	<u>\$ 3,605,768</u>	<u>\$ 849,035</u>

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

EXHIBIT 8

Total		Governmental Activities - Internal Service Funds	
2011	2010	2011	2010
\$ 28,320,822	\$ 28,086,733	\$ 4,674,890	\$ 19,754,249
-	-	36,224,911	19,207,153
(5,444,823)	(5,382,659)	(23,080,194)	(23,569,951)
(23,816,511)	(23,408,250)	(11,826,236)	(11,451,124)
-	-	(2,562,360)	(440,807)
<u>(940,512)</u>	<u>(704,176)</u>	<u>3,431,011</u>	<u>3,499,520</u>
328,192	326,855	928,441	576,803
830,853	630,853	3,462,387	2,605,990
-	(3,625)	(396,279)	(589,193)
<u>1,159,045</u>	<u>954,083</u>	<u>3,994,549</u>	<u>2,593,600</u>
2,130,000	-	-	-
45,000	35,915	75	-
(317,283)	(360,626)	(955,329)	(428,566)
(384,036)	(435,000)	-	-
(328,578)	(346,249)	-	-
-	(50,000)	-	-
<u>1,145,103</u>	<u>(1,155,960)</u>	<u>(955,254)</u>	<u>(428,566)</u>
69,799	52,396	-	-
-	-	14,534	38,545
<u>69,799</u>	<u>52,396</u>	<u>14,534</u>	<u>38,545</u>
1,433,435	(853,657)	6,484,840	5,703,099
4,262,309	5,115,966	54,210,487	48,507,388
<u>\$ 5,695,744</u>	<u>\$ 4,262,309</u>	<u>\$ 60,695,327</u>	<u>\$ 54,210,487</u>

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010**

Business-type Activities - Enterprise Funds

	<u>Lake Owasso Residence</u>	<u>Ramsey County Care Center</u>	<u>Ponds at Battle Creek</u>	<u>Nonmajor Law Enforcement Services</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (908,689)	\$ (1,436,002)	\$ (162,170)	\$ (310,618)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	156,387	394,147	110,516	191,653
Provision for Uncollectible Accounts	-	19,429	-	-
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	-	281,978	(939)	(2,009)
(Increase) Decrease in Due from Other Funds	-	-	-	-
(Increase) Decrease in Due from Other Governments	16,574	(217,114)	-	-
(Increase) Decrease in Prepaid Items	-	-	-	-
(Increase) Decrease in Inventories	372	(488)	-	-
Increase (Decrease) in Salaries Payable	2,123	(1,306)	106	11,834
Increase (Decrease) in Accounts Payable	20,622	(126,359)	1,160	(4,552)
Increase (Decrease) in Due to Other Funds	274,736	731,198	(13,082)	(12,741)
Increase (Decrease) in Due to Other Governments	8,026	(36,464)	62	23,801
Increase (Decrease) in Vacation and Compensatory Time Payable	(6,664)	23,963	(269)	21,022
Increase (Decrease) in Compensated Absences Payable	(14,984)	24,019	210	-
Increase (Decrease) in Net OPEB Liability Payable	-	-	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ (451,497)</u>	<u>\$ (342,999)</u>	<u>\$ (64,406)</u>	<u>\$ (81,610)</u>

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

EXHIBIT 8
(Continued)

Total		Governmental Activities - Internal Service Funds	
2011	2010	2011	2010
\$ (2,817,479)	\$ (2,498,726)	\$ (9,881,007)	\$ (8,369,900)
852,703	875,994	719,940	632,373
19,429	-	-	-
279,030	(82,550)	(13,614)	(7,761)
-	-	(1,245,217)	(1,739,907)
(200,540)	376,931	(171,085)	172,713
-	-	(14,422)	11,965
(116)	(1,163)	(1,802)	(330)
12,757	54,478	(37,278)	65,822
(109,129)	(141,886)	106,257	596,759
980,111	537,065	413,998	605,155
(4,575)	139,389	(15,355)	(17,643)
38,052	28,795	(60,825)	79,695
9,245	7,497	(72,797)	(9,148)
-	-	13,704,218	11,479,725
<u>\$ (940,512)</u>	<u>\$ (704,176)</u>	<u>\$ 3,431,011</u>	<u>\$ 3,499,518</u>

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010**

	Private Purpose Trust Funds		Agency Fund	
	2011	2010	2011	2010
ASSETS				
Cash and Cash Equivalents	\$ 351,431	\$ 819,643	\$ 32,596,996	\$ 29,968,618
Receivables:				
Accounts	-	-	18,268,506	19,132,066
Due from Other Governments	-	-	-	7,141
Total Assets	<u>351,431</u>	<u>819,643</u>	<u>50,865,502</u>	<u>49,107,825</u>
LIABILITIES				
Salaries Payable	-	-	11,719	20,990
Custodial Payable	6,082	7,719	33,152,843	34,458,645
Due to Other Governments	-	-	17,700,940	14,628,190
Total Liabilities	<u>6,082</u>	<u>7,719</u>	<u>50,865,502</u>	<u>49,107,825</u>
NET ASSETS				
Held in Trust for Private Purposes	<u>\$ 345,349</u>	<u>\$ 811,924</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, 2011
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2010

	Private Purpose Trust Funds	
	2011	2010
ADDITIONS		
Receipts from Clients	\$ 1,189,317	\$ 8,336,872
Investment Earnings	14	3,725
Total Additions	<u>1,189,331</u>	<u>8,340,597</u>
DEDUCTIONS		
Payments to Clients or on Behalf of Clients	<u>1,655,906</u>	<u>10,261,338</u>
Change in Net Assets	(466,575)	(1,920,741)
Net assets - Beginning	811,924	2,732,665
Net assets - Ending	<u>\$ 345,349</u>	<u>\$ 811,924</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, 2011

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RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2011

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, Statement No. 38, *Certain Financial Statement Note Disclosures*, and Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. 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, 2011

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).

The *Regional Rail Authority Capital Projects Fund* accounts for financial resources to be used for the acquisition or construction of major capital assets by the Regional Rail Authority.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2011

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.

The *Ramsey County Care Center Fund* provides health care services for the physically and mentally handicapped.

Ponds at Battle Creek Fund 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:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

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 (OPEB) 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.

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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, 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, 2011, 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 2011 were \$4,685,251.

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."

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 15th) and the second billing (due on October 15th or November 15th). 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. 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

6. 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.

7. Long-term Obligations

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt 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.

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8. 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	\$82,196,923
Capital Projects	3,774,037
Donations	527,927
Aggregate Material	155,244
Criminal Forfeiture	1,178,731
County Recorder's Equipment	982,041
Environmental Response Fund	2,154,525
Library	4,230,384
Sanitation	23,040,366
Affordable Housing	1,024,099
Economic Development	86,917
Parks and Recreation	566,788
Other	752,654
	\$120,670,636

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

9. 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, 2010, 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.

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 \$291,798,680 difference are as follows:

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Bonds and Notes Payable	\$237,767,000
Less: Deferred Charge for Issuance Costs (Amortized Over the Life of the Debt)	(1,558,540)
Accrued Interest Payable	3,915,460
Unamortized Premium on Bonds	11,199,604
Estimated Payable for Outstanding Claims	6,450,468
Compensated Absences Payable, Vacation, & Comp Time Payable	<u>34,024,688</u>
Net Adjustment to Reduce Fund Balance – Total Governmental Activities to Arrive at Net Assets – Governmental Activities	<u>\$291,798,680</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 \$102,998,394 difference are as follows:

Capital Outlay	\$124,196,136
Depreciation Expense	<u>(21,197,742)</u>
Net Adjustment to Increase Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$102,998,394</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 detail of this \$(238,165) difference is as follows:

Loss on Disposal/Sale of Capital Assets	<u>\$(238,165)</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, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this \$(46,552,588) difference are as follows:

Debt issued or Incurred:	
Issuance of General Obligation Bonds	\$(54,475,000)
Unamortized Premium on Sale of Bonds	(7,408,586)
Principal Repayments:	
General Obligation Debt	14,555,000
Capital Loan from State of Minnesota for Pedestrian Tunnel	195,000
Payment on Revenue Bond lease of Griffin Building	575,000
Payments on Xcel Energy Loans	<u>5,998</u>
Net adjustment to Decrease Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Assets of Governmental Activities	<u>\$(46,552,588)</u>

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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 \$8,934,909 difference are as follows:

Compensated Absences	\$ 15,114
Claims and Judgments	4,730,988
Accrued Interest	5,972
Bond Issuance Costs	390,268
Amortization of Bond Issuance Costs	(126,106)
Amortization of Bond Premium	472,763
Offset Operating Transfers from Internal Service Funds	3,066,108
Inventory (Change From Consumption to Purchase Method)	<u>379,802</u>
Net Adjustment to Increase Net Changes in Fund Balances -	
Total Governmental Funds to Arrive at Changes in Net Assets of	<u>\$8,934,909</u>
Governmental Activities	

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Equity

Lake Owasso Residence Proprietary Fund had a net loss of \$523,145 for the year, resulting in a deficit Net Assets of \$590,878.

Ramsey County Care Center Proprietary Fund had a net loss of \$1,017,924 for the year, resulting in a deficit Net Assets of \$922,576.

Ponds at Battle Creek Proprietary Fund had a net loss of \$275,437 for the year, resulting in a deficit Net Assets of \$1,906,019.

The Retiree Insurance Internal Service Fund had a net loss of \$8,494,780 for the year, resulting in a deficit Net Assets of \$28,022,088.

B. 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.

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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 the Capital Project Fund and Regional Railroad Authority Capital Project Fund, which are not expended or encumbered, 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 do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

The Emergency Communications Special Revenue Fund had expenditures in excess of budget in the amount of \$121,924.

The Forfeited Property Management Special Revenue Fund had expenditures in excess of budget in the amount of \$698,033.

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	\$419,487,541
Cash with trustee	10,475,630
Restricted cash	8,550
Petty cash	26,880
Business-type activities	
Cash and Cash equivalents	5,695,744
Petty cash	20,500
Cooperative investment	69,657
Fiduciary funds	
Agency fund	
Cash and Cash equivalents	32,596,996
Private Purpose Trust funds	
Cash and Cash equivalents	<u>351,431</u>
Cash and Investments	<u>\$468,732,929</u>

RAMSEY COUNTY, MINNESOTA
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Deposits	\$185,949,197
Investments	272,191,065
Investments with trustee	10,475,630
Cooperative investment	69,657
Petty Cash	<u>47,380</u>
 Total Cash and Investments	 <u>\$468,732,929</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, 2011, the County's deposits were not exposed to custodial credit risk.

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.

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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, 2011. The investment portfolio has an average book yield of 1.45%, modified duration of 4.17 years and an effective duration of 1.42 years.

<u>Ramsey County:</u>	<u>+50 Basis Pts</u>	<u>+100 Basis Pts</u>	<u>+150 Basis Pts</u>	<u>+200 Basis Pts</u>
U.S. Agency Securities:				
Federal Home Loan	83,561,550	83,047,880	82,534,210	82,020,540
Federal Home Loan Mtg. Corp.	25,920,530	25,734,041	25,547,551	25,361,062
Federal National Mtg. Assn.	17,838,200	17,682,502	17,526,803	17,371,104
Federal Farm Credit	82,825,632	82,191,855	81,558,077	80,294,299
Municipal Bonds	2,525,892	2,480,361	2,434,830	2,389,299
Federal Discount Notes	57,984,091	57,984,091	57,984,091	57,984,091
Griffin Bldg Revenue Bonds: Debt Service				
Money Market Savings Account	9,393,468	9,393,468	9,393,468	9,393,468
Griffin Bldg Revenue Bonds: Reserve Fund				
Money Market Savings Account				
Federal Home Loan	1,082,162	1,082,162	1,082,162	1,082,162
 Total Investments	 <u>281,131,525</u>	 <u>279,596,360</u>	 <u>278,061,192</u>	 <u>275,896,025</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 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.

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The County's exposure to credit risk as of December 31, 2011, 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>U.S. Agency Securities:</u>					
Federal Home Loan	AA+ / Aaa	Custody (a)	83,998,200	84,075,220	29.79%
Federal Home Loan Mtg. Corp.	AA+ / Aaa	Custody (a)	25,981,000	26,107,020	9.21%
Federal National Mtg. Assn.	AA+ / Aaa	Custody (a)	18,000,000	17,993,900	6.38%
Federal Farm Credit	AA+ / Aaa	Custody (a)	83,000,000	83,459,410	29.43%
Federal Discount Notes	AA+ / Aaa	Custody (a)	57,984,092	57,984,092	20.56%
Municipal Bonds	AA+ / Aa1	Custody (a)	<u>2,531,000</u>	<u>2,571,423</u>	.90%
Ramsey County's Portfolio			<u>271,494,292</u>	<u>272,191,065</u>	
<u>Escrow Accounts:</u>					
<u>Griffin Bldg Revenue Bonds: DS. Fund</u>					
Money Market Savings Account	n.a.	Escrow (b)	9,393,468	9,393,468	3.34%
<u>Griffin Building Revenue Bonds:</u>					
Money Market Savings Account	n.a.	Escrow (b)	<u>1,082,162</u>	<u>1,082,162</u>	.38%
Escrow Account Totals			<u>10,475,630</u>	<u>10,475,630</u>	
Total Investments			<u>281,969,922</u>	<u>282,666,695</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, 2011, all of the investments held in escrow accounts listed above totaled \$10,475,630 and were subject to custodial credit risk.

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	\$7,601,981	\$ --
Receivables that do not provide Current Financial Resources	6,501,232	--
Loans Receivable	14,006,913	--
Forfeited Tax Sale Contracts Receivable	670,941	--
Grant Drawdowns Prior to Meeting Eligibility Requirements	---	2,180,540
	<u>\$28,781,067</u>	<u>\$2,180,540</u>

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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>
2012	\$ 396,239
2013	393,880
2014	391,341
2015	393,622
2016	390,545
2017-2021	1,961,869
2022-2026	1,948,979
2027-2030	<u>1,557,065</u>
	7,433,540
Less Interest	<u>(2,106,540)</u>
Present Value of Lease Receivable	<u>\$5,327,000</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.

C. Capital Assets

Capital asset activity for the year ended December 31, 2011 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$137,368,646	\$ 4,391,446	\$ (5,589)	\$ 141,754,503
Construction in progress	<u>49,133,629</u>	<u>81,431,498</u>	<u>(1,269,431)</u>	<u>129,295,696</u>
Total capital assets, not being depreciated	<u>186,502,275</u>	<u>85,822,944</u>	<u>(1,275,020)</u>	<u>271,050,199</u>

RAMSEY COUNTY, MINNESOTA
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Capital assets, being depreciated:				
Buildings	315,632,726	11,569,318	(372,689)	326,829,355
Building Improvements	23,868,183	14,425,319	-	38,293,502
Improvements other than buildings	39,805,063	372,247	(6,291)	40,171,019
Equipment	75,946,158	7,839,662	(3,514,611)	80,271,209
Computer Software	8,810,635	-	-	8,810,635
Infrastructure	<u>406,126,195</u>	<u>6,525,026</u>	<u>(381,220)</u>	<u>412,270,001</u>
Total capital assets being depreciated	<u>870,188,960</u>	<u>40,731,572</u>	<u>(4,274,811)</u>	<u>906,645,721</u>
Less accumulated depreciation for:				
Buildings	(76,675,078)	(2,737,940)	272,475	(79,140,543)
Building Improvements	(11,975,321)	(639,401)	-	(12,614,722)
Improvements other than buildings	(25,550,280)	(912,296)	6,291	(26,456,285)
Equipment	(50,578,249)	(6,905,852)	3,279,833	(54,204,268)
Computer Software	(8,117,688)	(570,715)	-	(8,688,403)
Infrastructure	<u>(193,120,831)</u>	<u>(10,151,478)</u>	<u>483,636</u>	<u>(202,788,673)</u>
Total accumulated depreciation	<u>(366,017,447)</u>	<u>(21,917,682)</u>	<u>4,042,235</u>	<u>(383,892,894)</u>
Total capital assets being depreciated, net	<u>504,171,513</u>	<u>18,813,890</u>	<u>(232,576)</u>	<u>522,752,827</u>
Governmental activities capital assets, net	<u>690,673,788</u>	<u>104,636,834</u>	<u>(1,507,596)</u>	<u>793,803,026</u>
Business-type activities:				
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	3,516,038	43,478	(1,529)	3,557,987
Improvements other than buildings	4,185,030	-	-	4,185,030
Equipment	<u>2,622,029</u>	<u>321,405</u>	<u>(380,984)</u>	<u>2,562,450</u>
Total capital assets being depreciated	<u>19,697,311</u>	<u>364,883</u>	<u>(382,513)</u>	<u>19,679,681</u>
Less accumulated depreciation for:				
Buildings	(4,656,378)	(234,236)	-	(4,890,614)
Building improvements	(1,185,528)	(179,009)	1	(1,364,536)
Improvements other than buildings	(1,248,401)	(154,486)	-	(1,402,887)
Equipment	<u>(1,993,919)</u>	<u>(284,972)</u>	<u>301,194</u>	<u>(1,977,697)</u>
Total accumulated depreciation	<u>(9,084,226)</u>	<u>(852,703)</u>	<u>301,195</u>	<u>(9,635,734)</u>
Total capital assets being depreciated, net	<u>10,613,085</u>	<u>(487,820)</u>	<u>(81,318)</u>	<u>10,043,947</u>
Business-type activities capital assets, net	<u>\$ 10,720,158</u>	<u>\$ (487,820)</u>	<u>\$ (81,318)</u>	<u>\$ 10,151,020</u>

Depreciation expense was charged to functions / programs as follows:

Governmental activities:	
General government	\$4,569,128
Public safety	2,272,212
Highways and streets, including depreciation of infrastructure assets	11,060,093
Health	152,727
Sanitation	110,576
Human Services	348,974
Culture and recreation	2,333,305
Conservation of natural resources	253,542
Economic development and assistance	97,185
Capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	<u>719,940</u>
Total depreciation expense – governmental activities	<u>\$ 21,917,682</u>

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Business-type activities:	
Lake Owasso Residence	\$ 156,387
Ramsey County Care Center	394,147
Ponds at Battle Creek	110,516
Law Enforcement Services	<u>191,653</u>
Total depreciation expense – business-type activities	<u>\$ 852,703</u>

Construction Commitments

The government has active construction projects as of December 31, 2011. 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	\$ 72,094,307	\$5,370,961
County building facilities	20,481,106	1,276,569
Union Depot Renovation	75,868,334	72,885,582

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2011, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor Governmental Funds	\$304,117
	Lake Owasso Residence	1,224
	Ramsey County Care Center	233,242
	Ponds at Battle Creek	8,233
	Nonmajor Enterprise Funds	9,712
	Internal Service Funds	3,401
	Ramsey County Care Center	111,255
	General	21,841
	Nonmajor Governmental Funds	39,105
	Internal Service Funds	1,011,038
Debt Service Regional Rail Authority Capital Project	General	21,841
	Nonmajor Governmental Funds	39,105
	Internal Service Funds	1,011,038
	Regional Rail Authority Capital Project	28,310
	Nonmajor Governmental Funds	715,806
	Lake Owasso Residence	1,458,675
	Ponds at Battle Creek	44,038
	Ramsey County Care Center	1,918,048
Internal Service Funds	<u>3,011,432</u>	
Total		<u>\$ 8,919,477</u>

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. Also, the Ramsey County Care Center owed funds to the Debt Service Fund for principal and interest which Ramsey County had paid on behalf of the Care Center.

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

RAMSEY COUNTY, MINNESOTA
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Advances to / from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Capital Projects Fund	\$7,421,913
	Nonmajor Governmental Funds	4,700,000
	Lake Owasso Residence	378,206
	Ramsey County Care Center	500,000
	Ponds at Battle Creek	3,520,181
Capital Projects	Ponds at Battle Creek	175,000
Debt Service	Ramsey County Care Center	60,964
Total		<u>\$16,756,264</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:

	<u>Transfer In</u>					
	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental</u>	<u>Internal Service Funds</u>	<u>Total</u>
Transfer out:						
General	-	-	-	\$844,411	\$396,279	\$1,240,690
Debt Service	-	-	6,309,867	-	-	6,309,867
Capital Projects Fund	1,682,822	266,306	-	-	-	1,949,128
Regional Rail Authority Capital Project			-	16,818,193	-	16,818,193
Nonmajor Governmental	-	-	-	1,000,000	-	1,000,000
Lake Owasso Residence	463,999	-	-	-	-	463,999
Ramsey County Care Center	366,854	-	-	-	-	366,854
Internal Service Funds	<u>3,462,387</u>	-	-	-	-	<u>3,462,387</u>
Total transfers out	<u>\$5,976,062</u>	<u>\$266,306</u>	<u>\$6,309,867</u>	<u>\$18,662,604</u>	<u>\$396,279</u>	<u>\$31,611,118</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. Finally, funds were transferred for the Regional Rail Authority Capital Project.

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 \$98.1 million at December 31, 2011. There were six conduit bond issuances at December 31, 2011:

	<u>Issue Year</u>	<u>Principal Balance</u>
Common Bond – Skyline Towers	2000	\$14,055,000
CHDC – Hanover Townhomes	2001	2,695,000
SP Leased Housing – 808 Berry Street	2002	33,630,000
Centex – Chestnut Housing (Upper Landings)	2002	5,214,793
Dominium Development – Gateway Village	2003	38,690,000
Westside Community Health Services (501c3)	2004	<u>3,811,230</u>
		<u>\$98,096,023</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 \$2,203,085 for year ended December 31, 2011. The future minimum lease payments for these leases are as follows:

<u>Year Ending Dec. 31</u>	<u>General Fund</u>
2012	\$1,997,175
2013	1,372,128
2014	1,107,994
2015	949,703
2016	574,287
2017-2020	<u>322,778</u>
Total	<u>\$6,324,065</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, 2011. No loan balances are outstanding as of December 31, 2011.

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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 \$179,597,000. During the year, general obligation bonds totaling \$56,265,000 were issued to provide funding for various capital projects and to refinance certain general obligation bonds.

The following is a list of the long-term debt transactions of the County for the year ended December 31, 2011:

	<u>Payable</u> <u>January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Payable</u> <u>December 31</u>	<u>Due Within</u> <u>One Year</u>
GOVERNMENTAL ACTIVITIES:					
General Obligation Bonds	182,285,000	54,475,000	14,555,000	222,205,000	57,350,000
Note Payable	5,522,000	-	195,000	5,327,000	205,000
Lease Revenue Bonds	10,810,000	-	575,000	10,235,000	10,235,000
Premium/Discount	<u>4,263,781</u>	<u>7,408,586</u>	<u>472,763</u>	<u>11,199,604</u>	<u>1,903,286</u>
Total General Obligation Bonds, Notes Payable, and Lease Revenue Bonds	<u>202,880,781</u>	<u>61,883,586</u>	<u>15,797,763</u>	<u>248,966,604</u>	<u>69,693,286</u>
Loans Payable:					
Governmental Funds	<u>5,998</u>	-	<u>5,998</u>	-	-
Total Loans Payable	<u>5,998</u>	-	<u>5,998</u>	-	-
Claims and Judgments Payable					
Governmental Funds	<u>11,396,993</u>	<u>5,283,314</u>	<u>9,867,070</u>	<u>6,813,237</u>	<u>2,683,717</u>
Compensated Absences:					
Governmental Funds	33,906,180	18,501,839	18,383,331	34,024,688	17,199,532
Internal Service Funds:					
Data Processing	1,019,590	447,487	617,216	849,861	424,184
General County Buildings	754,186	295,457	259,608	790,035	317,371
Telecommunication	<u>76,291</u>	<u>41,875</u>	<u>41,617</u>	<u>76,549</u>	<u>30,928</u>
Total Compensated Absences	<u>35,756,247</u>	<u>19,286,658</u>	<u>19,301,772</u>	<u>35,741,133</u>	<u>17,972,015</u>
Governmental Activities					
Long-term Liabilities	<u>250,040,019</u>	<u>86,453,558</u>	<u>44,972,603</u>	<u>291,520,974</u>	<u>90,349,018</u>

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	Payable <u>January 1</u>	<u>Additions</u>	<u>Deductions</u>	Payable <u>December 31</u>	Due Within <u>One Year</u>
BUSINESS-TYPE ACTIVITIES:					
General Obligation Bonds:					
Enterprise Funds:					
Lake Owasso Residence	2,540,000	-	205,000	2,335,000	210,000
Ponds at Battle Creek	2,460,000	1,790,000	160,000	4,090,000	2,300,000
Ramsey County Care Center	1,985,000	-	80,000	1,905,000	85,000
Premium/Discount	<u>255,897</u>	<u>348,179</u>	<u>24,942</u>	<u>579,134</u>	<u>59,259</u>
Total General Obligation Bonds	<u>7,240,897</u>	<u>2,138,179</u>	<u>469,942</u>	<u>8,909,134</u>	<u>2,654,259</u>
Compensated Absences:					
Enterprise Funds:					
Lake Owasso Residence	744,389	416,816	438,464	722,741	401,550
Ponds at Battle Creek	22,387	6,798	6,857	22,328	11,563
Ramsey County Care Center	1,034,691	650,248	602,266	1,082,673	595,676
Law Enforcement Services	<u>357,535</u>	<u>348,342</u>	<u>327,320</u>	<u>378,557</u>	<u>378,557</u>
Total Compensated Absences	<u>2,159,002</u>	<u>1,422,204</u>	<u>1,374,907</u>	<u>2,206,299</u>	<u>1,387,346</u>
Business-Type Activities Long-Term Liabilities	<u>9,399,899</u>	<u>3,560,383</u>	<u>1,844,849</u>	<u>11,115,433</u>	<u>4,041,605</u>

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, 2011 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%	28,460,000
\$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%	2,300,000
\$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%	12,485,000
\$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%	3,440,000
\$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%	18,385,000
\$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%	5,675,000

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\$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%	15,930,000
\$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%	6,930,000
\$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%	1,115,000
\$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%	9,635,000
\$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 4-5%	2,335,000
\$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%	4,790,000
\$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%	15,560,000
\$2,250,000 2007 General Obligation Capital Improvement Plan Bonds Series 2007A, due in annual Care Center installments of \$75,000 to \$160,000 through February 1, 2027, interest at 4.00-5.00%	1,905,000
\$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%	4,955,000
\$6,100,000 2009 General Obligation Capital Improvement Plan (Build America) Bonds Series 2009A, due in Installments of \$175,000 to \$450,000 through February 1, 2029, interest rate at 3.3790%	5,310,000
\$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%	13,840,000
\$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%	5,995,000
\$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, 2022, interest rate at 2.4791%	7,455,000
\$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%	7,770,000

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\$18,500,000 2011 General Obligation Bonds 2011A, due in annual installments of \$390,000 to \$1,195,000 through February 1, 2031 – interest rate at 3.4095%	18,500,000
\$35,975,000 2011 Capital Improvement Plan Refunding Series 2011B Bonds, due in annual installments of \$2,760,000 to \$6,115,000 through February 1, 2022 Interest at 1.3172%	35,975,000
\$1,790,000 2011 Capital Improvement Plan Refunding Series 2011B Bonds, due in annual Ponds installments of \$130,000 to \$225,000 through February 1, 2022 – interest at 1.3172%	1,790,000
Total County General Obligation Bonds	230,535,000
<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>5,327,000</u>
Total County General Obligation Debt	235,862,000
<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>10,235,000</u>
Total General Obligation Debt and Revenue Bond Debt	<u>\$246,097,000</u>

Annual Requirement to Amortize Long-Term Debt

The annual requirements to amortize all long-term debt outstanding as of December 31, 2011, 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>
2012	\$67,790,000	\$8,651,159	\$2,595,000	\$306,418
2013	15,165,000	7,365,376	445,000	268,081
2014	14,310,000	6,761,599	480,000	246,694
2015	13,280,000	6,170,599	500,000	222,944
2016	15,930,000	5,515,026	530,000	197,194
2017-2021	58,885,000	19,080,758	2,690,000	575,710
2022-2026	35,615,000	7,619,317	930,000	131,750
2027-2031	16,792,000	1,557,369	160,000	3,500
Total	<u>\$237,767,000</u>	<u>\$62,721,202</u>	<u>\$8,330,000</u>	<u>\$1,952,291</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, 2011, the statutory limit for the County was \$1,296,596,922 providing a debt margin of \$1,137,074,455.

There is \$76,869,923 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.

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The County's proportionate share of debt at December 31, 2011 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 Applicable To the County</u>	<u>County's Share Of Debt</u>
<u>Direct Debt</u>			
Ramsey County	\$ 246,097,000	100%	\$ 246,097,000
<u>Overlapping Debt</u>			
Cities	21,835,000	3.8%	823,895
School Districts	281,500,000	62.7%	176,628,651
Other	213,645,000	15.5%	33,114,975
<u>Underlying Debt</u>			
Cities and Towns	188,537,571	100.0%	188,537,571
School Districts	565,598,312	100.0%	565,598,312
Other	<u>73,276,652</u>	100.0%	<u>73,276,652</u>
TOTAL	<u>\$1,590,489,535</u>		<u>\$1,284,077,056</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 Saint 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 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, 2011, the outstanding balance of the 2004B Refunding COPS (tax exempt) is \$1,285,000 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 2011, the County issued 2011B Capital Improvement Plan Refunding Bonds of \$37,765,000 to refund 2002A, 2002B and 2004A Capital Improvement Plan Bonds. This refunding was undertaken to reduce total debt service payments over the next 11 years by \$8,280,073. The transaction also resulted in an economic gain of \$7,798,768.

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J Fund Balances

The County adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* for the year ended December 31, 2011. This standard changed fund balance classifications within the fund financial statements.

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources reported in governmental funds. These classifications are as follows:

Nonspendable is the amount of fund balance that cannot be spent because it is either not in spendable form or is legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted directly into cash, and includes items such as inventory and advances from the General Fund.

Restricted is the amount of fund balance subject to external constraints imposed by creditors (through debt covenants), grantors, contributors, laws or regulations of other governments or constraints imposed by law through constitutional provisions and enabling legislation.

Committed is the amount of fund balance that can be only used for the specific purposes imposed by formal action (resolution) of the County Board. Those committed amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned is the amount of fund balance the County intends to use for specific purposes but does not meet the criteria to be classified as "restricted" or "committed." In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the County Board. The County Board has also adopted a fund balance policy that delegates authority to assign fund balance to the County Manager.

Unassigned is the residual classification for the General Fund and includes all spendable amounts not contained in the other fund balance classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed, or assigned.

Prior to Ramsey County's implementation of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* on January 1, 2011, the terminology used to describe the components of Fund Balance differed from our current standards. Prior to January 1, 2011, Ramsey County reported Designated for Cash Flow which represented the amount of Fund Balance that had been set aside to fund our annual operating deficit for the first 4.5 months of the year until Property Tax receipts are due from Taxpayers on May 15 of each year. In 2011, the amount established as sufficient to provide cash flow until the first tax collections are received by the General Fund is \$48,841,374. This amount is included in the unassigned balance of the General Fund.

Minimum Fund Balance Policy:

The Minnesota State Auditor's Office recommends that local governments determine, establish and maintain a desired minimum level of unrestricted fund balance of their governmental funds that is sufficient to provide cash flow until the first tax collections are received, to support self-insurance activities, and fund legal obligations that will be paid out of cash at a later date. Also, local governments need to maintain a prudent level of financial resources to protect against a forced service level reduction or having to raise taxes or fees because of unpredicted one-time expenditures. It is the policy of Ramsey County that we will follow the State Auditor's Recommendation as stated above. Accordingly, Ramsey County policy requires a minimum unrestricted fund balance, in the General Fund, at the end of the fiscal

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year equivalent to 7.5% of the subsequent year's budgeted fund operating expenses. The Board will be notified if fund balance levels fall below this stated level.

Policy on Unassigned Fund Balance Process

The County's Unassigned General Fund Balance will be maintained to provide the County with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing.

Policy on Assigned Fund Balance Process

Ramsey County's Assigned Fund Balance consists of internally imposed constraints established by the Ramsey County Commissioners and/or management that reflect the specific purpose for which it is Ramsey County's intended use. Pursuant to Ramsey County Resolution 2010-412, the County Manager is authorized to establish assignments of fund balance. Examples include capital expenditures and self-insurance.

Policy on Committed Fund Balance Process

Fund Balance of the County for a specific source may be committed by formal action of the Ramsey County Board. Formal action consists of internally imposed constraints established by Resolution of the Ramsey County Board. Amendments or modifications of the committed fund balance must also be approved by formal action of the Ramsey County Board. Examples include encumbrances, budget carryovers for a specific item or purpose and an appropriation of existing fund balance for a specific use.

Policy on Priority of Fund Balance Used

For eligible expenditures for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows:

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

When Committed, Assigned or Unassigned resources are available for use, it is Ramsey County's policy to use resources in the following order: 1) Committed, 2) Assigned and 3) Unassigned.

Fund Balance Classifications:

The fund balance of the Debt Service Fund is restricted for debt service expenditures, \$71,721,293, and cash with trustee of \$10,475,630. The fund balance of the Capital Projects Fund has \$175,000 of advances to other funds classified as nonspendable and \$3,774,037 of unspent bond proceeds classified as restricted. The fund balance of the Regional Rail Authority Capital Projects Fund is assigned to Regional Rail projects. The remaining detail of Ramsey County's fund balance classification is as follows:

<u>Fund Balance Classification</u>	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Nonspendable:			
Petty Cash	\$ 24,485	\$ 2,220	\$ 26,705
Inventory	1,686,921	7,526	1,694,447
Advances	<u>16,963,924</u>	-	<u>16,963,924</u>
Total Nonspendable	<u>\$ 18,675,330</u>	<u>\$ 9,746</u>	<u>\$ 18,660,076</u>
Restricted			
Aggregate Pit Restoration	\$ 155,244	\$ -	\$ 155,244
Donations for various purposes	-	527,927	527,927
Criminal Forfeitures	-	1,178,731	1,178,731
Technology	-	982,041	982,041
Environmental Response Fund	-	2,154,525	2,154,525
Library	-	4,230,384	4,230,384

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Sanitation	-	23,040,366	23,040,366
Affordable Housing	-	1,024,099	1,024,099
Economic Development	-	86,917	86,917
Parks and Recreation	-	566,788	566,788
Other	-	752,654	752,654
Total Restricted	<u>\$ 155,244</u>	<u>\$ 34,544,432</u>	<u>\$ 34,699,676</u>
Committed			
Supporting Housing Priorities	\$ 1,693,743	\$ -	\$ 1,693,743
Judgment and Settlements	889,500	-	889,500
Elections	298,727	-	298,727
Parks and Recreation	310,466	-	310,466
Human Resources	70,000	-	70,000
Community Human Services	157,500	-	157,500
Corrections	-	319,835	319,835
Other	400,000	-	400,000
Total Committed	<u>\$ 3,819,936</u>	<u>\$ 319,835</u>	<u>\$ 4,139,771</u>
Assigned			
Self-Insurance	\$ 3,886,264	\$ -	\$ 3,886,264
Projects	13,903,752	-	13,903,752
Human Services	95,699,939	-	95,699,939
Capital Expenditures	6,802,377	-	6,802,377
General Government	746,891	-	746,891
Public Safety	595,798	-	595,798
Highways and Streets	17,954	-	17,954
Health	662,821	-	662,821
Culture and Recreation	32,479	-	32,479
Computer System Development Project	1,500,265	-	1,500,265
Workforce Solutions	-	1,320,368	1,320,368
Emergency Communications	-	7,705,620	7,705,620
Regional Rail Authority	-	5,683,350	5,683,350
Public Safety	-	179,171	179,171
Corrections	-	138,106	138,106
Other	-	75,000	75,000
Total Assigned	<u>\$ 123,848,540</u>	<u>\$ 15,101,615</u>	<u>\$ 138,950,155</u>

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 2011, the investment earnings for the General Fund, including unrealized gains on investments, is as follows:

Interest on Investments	\$3,550,471
Unrealized Loss on Investments	<u>1,134,780</u>
	<u>4,685,251</u>

L. Special Item – Capital Lease Forgiveness:

Ramsey County purchased the Griffin (formerly known as the “Benz”) Building by issuing \$13,845,000 of lease revenue bonds in 2003. The County renovated and remodeled the Griffin Building to be used by the City of Saint Paul as the Saint Paul Police Headquarters Facility and then leased the building back to

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the City through a capital lease. The term of the lease was for 20 years beginning January 1, 2004 to December 31, 2023. The City paid the County base rent on a semi-annual basis equal to the debt service payment including principal and interest. A provision in the lease agreement allowed the City to buy out the lease and exercise a purchase option at any time during the lease term. This lease was properly recorded as a capital lease, which means the City of Saint Paul carried this building on their books and recorded depreciation charges as if they already owned the building.

The City provided notice to the County in late 2011 that they would like to exercise their purchase option, and subsequently refinanced their capital lease obligation with the County by issuing their own refunding bonds on January 12, 2012. The proceeds from the City's refinancing transaction were sufficient to retire the original \$13,845,000, par value, lease revenue bonds which the County had issued in 2003.

This refinancing transaction has been recorded as a Special Item – Capital Lease Forgiveness, on the Financial Statements of Ramsey County for the year ended December 31, 2011.

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>12/31/11</u>	Year Ended <u>12/31/10</u>
Unpaid claims, beginning of fiscal year	\$11,396,993	\$7,221,085
Incurred claims (including IBNRs)	5,283,314	10,956,210
Claim payments	<u>9,867,070</u>	<u>6,780,302</u>
Unpaid claims, end of fiscal year	<u>\$6,813,237</u>	<u>\$11,396,993</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

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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.

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 2012A 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.

On April 19, 2012, the Ramsey County Regional Railroad Authority (RCRRA) closed on a \$10,000,000 Limited Tax Obligation Note (Union Depot Project), Series 2012A through U.S. Bank. The loan term is five years, callable at par after three years, with interest only payments beginning August 1, 2012 and principal and interest payments beginning August 1, 2014. The final payment is scheduled to be made February 1, 2017. The loan carries an interest rate of 1.68%. Loan proceeds will be used to provide partial financing of construction costs to transform the Union Depot into a multi-modal transit hub.

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.

Under the terms of the settlement, the County paid \$5,296,853 in 2011. As of December 31, 2011, the County has paid a cumulative amount of \$8,990,409 related to this case. The maximum exposure to the county is estimated to be \$10,689,500. The amount committed in the County's General Fund Balance is \$889,500.

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. The County brought a motion for summary judgment, which was heard on May 26, 2011. Judge Kyle issued his Order on July 11, 2011 dismissing the County and two employees but leaves alive claims against five nurses as individuals, though not as to their "official" capacity. The County has argued to the Eighth Circuit Court of Appeals the portion of Judge Kyle's Order declining to dismiss the plaintiff's claims against the five nurses. All or some of the nurses could be dismissed, depending on the outcome. No

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commitments have been set for a settlement of this claim. It is not anticipated that this issue will be resolved in 2012.

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 2011 is \$14 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 2011 Project budget for the estimated shortfall in the Service Fee was \$10,800,000, financed by Ramsey and Washington Counties. The 2011 budget for the Service Fee assumed waste deliveries to the Resource Recovery Facility of 350,000 tons. During 2011, 304,193 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, 2011 have been subjected to audit in the following table:

	Total <u>Project</u>	Ramsey County's <u>Share</u>
Total Fund Assets	\$6,532,784	\$4,768,932
Total Fund Liabilities	986,848	720,399
Total Fund Balance	5,545,936	4,048,533
Total Revenues	9,648,994	7,043,766
Total Expenditures	9,771,679	7,133,326
Net (Decrease) in Fund Balance	\$(372,453)	\$(271,891)

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 five 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 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 General 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 General 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 General 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; 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. Rates for employer and employee contributions are set by Minn. Stat. ch. 353. 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 are required to contribute 9.10 and 6.25 percent, respectively, of their annual covered salary. Public Employees Police and Fire Fund members are required to contribute 9.60 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 2011:

	<u>2011</u>
General Employee Retirement Fund	
Basic Plan Members	11.78%
Coordinated Plan Members	7.25%
Public Employees Police and Fire Fund	14.40%
Public Employees Correctional Fund	8.75%

The County's contributions for the years ending December 31, 2011, 2010, and 2009, for the General Employees Retirement Fund, the Public Employees Police and Fire Fund, and the Public Employees Correctional Fund, were:

	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Employees Retirement Fund	\$ 13,696,009	\$ 13,247,168	\$ 12,444,752
Public Employees Police and Fire Fund	2,404,221	2,347,785	2,297,490
Public Employees Correctional Fund	1,851,002	1,750,962	1,766,493

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 Public Employees Defined Contribution Plan, a multiple-employer, deferred compensation plan administered by PERA. The plan is established and administered in accordance with Minn. Stat. ch.353D, which 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.

Plan benefits depend solely on amounts contributed to the plan plus investment earnings, less administrative expenses. For those qualified personnel who elect to participate, Minn. Stat. 353D.03 specifies plan provisions, including the employee and employer contribution rates. 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, 2011, were:

	<u>Employee</u>	<u>Employer</u>
Contribution amount	\$16,922	\$16,922
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 \$34,135,830.

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.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2011

Membership

At December 31, 2011, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	1,799
Terminated Employees Entitled to Benefits but not yet Receiving them	24
Active Employees	<u>3,598</u>
Total	<u>5,421</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, 2011, retirees contributed \$1,514,741 and the County contributed \$12,759,080.

Annual OPEB Costs and Net OPEB Obligation

The County had an updated actuarial valuation performed for the plan as of January 1, 2011, 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, 2011. The County's annual OPEB cost (expense) was \$26,463,298. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the County's net OPEB obligation for 2011, 2010, and 2009 were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2011	\$26,463,298	\$12,759,080	48.2%	\$13,704,218
December 31, 2010	24,210,802	12,731,077	52.6	11,479,725
December 31, 2009	24,384,488	12,337,151	49.6	12,047,337
CUMULATIVE NET OPEB OBLIGATION				<u>\$71,377,195</u>

The net OPEB obligation (NOPEBO) as of December 31, 2011, was calculated as follows:

Annual Required Contribution	\$27,331,359
Interest on Net OPEB Obligation	2,883,649
Adjustment to Annual Required Contribution	<u>(3,751,710)</u>
Annual OPEB Cost	26,463,298
Contributions Made	<u>12,759,080</u>
Increase (Decrease) in Net OPEB Obligation	13,704,218
Net OPEB Obligation Beginning of Year	<u>57,672,977</u>
NET OPEB OBLIGATION END OF YEAR	<u>\$71,377,195</u>

Funded Status and Funding Progress. The funded status of the plan as of January 1, 2011, was as follows:

Actuarial accrued liability (AAL)	307,634,820
Actuarial value of plan assets	N/A
Unfunded actuarial accrued liability (UAAL)	307,634,820
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	261,821,530
UAAL as a percentage of covered payroll	141.88%

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2011

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 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, 2011 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 5.0% investment rate of return and an annual healthcare cost trend rate range of 9.0% to 5.0%. The actuarial value of assets was not determined as the County has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over 30 years.

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, 2011**

	<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>		
REVENUES				
Property Taxes	\$ 224,270,332	\$ 215,540,326	\$ 219,562,062	\$ 4,021,736
Licenses and Permits	881,846	881,846	879,159	(2,687)
Intergovernmental	137,217,027	140,623,827	138,454,409	(2,169,418)
Private Grants and Donations	250,948	151,660	392,258	240,598
Charges for Services	50,138,732	51,121,642	47,121,839	(3,999,803)
Fines and Forfeitures	15,000	15,000	11,500	(3,500)
Sales	1,371,611	1,616,312	1,567,393	(48,919)
Rental Income	1,246,539	1,246,539	1,287,926	41,387
Investment Earnings	10,011,106	10,011,106	4,685,251	(5,325,855)
Program Recoveries - Community Human Services	4,934,526	6,000,230	3,266,715	(2,733,515)
Miscellaneous	1,038,280	3,742,326	3,590,828	(151,498)
Total Revenues	<u>431,375,947</u>	<u>430,950,814</u>	<u>420,819,340</u>	<u>(10,131,474)</u>
EXPENDITURES				
Current:				
General Government:				
County Board of Commissioners	1,998,134	1,998,134	1,924,906	(73,228)
Charter Commission	1,136	1,136	299	(837)
Courts	3,618,708	3,696,533	3,696,482	(51)
County Manager	11,046,643	11,084,716	10,133,748	(950,968)
Property Records and Revenue	15,322,377	15,812,250	13,842,771	(1,969,479)
Attorney	35,202,446	36,463,650	34,746,486	(1,717,164)
Property Management	1,233,409	1,245,718	1,186,104	(59,614)
Veterans Service Officer	408,549	408,549	405,791	(2,758)
Contingency	2,000,000	1,682,822	1,682,822	-
Computer Equipment and Software	5,820,690	7,518,971	1,945,733	(5,573,238)
Unallocated General Expenditures	15,022,091	8,112,497	7,349,861	(762,636)
Total General Government	<u>91,674,183</u>	<u>88,024,976</u>	<u>76,915,003</u>	<u>(11,109,973)</u>
Public Safety:				
Sheriff	39,474,158	40,252,400	39,285,803	(966,597)
Community Corrections	62,784,937	62,760,112	59,772,357	(2,987,755)
Medical Examiner	2,236,888	2,307,688	2,254,949	(52,739)
Total Public Safety	<u>104,495,983</u>	<u>105,320,200</u>	<u>101,313,109</u>	<u>(4,007,091)</u>
Transportation				
Public Works	<u>17,374,707</u>	<u>17,628,167</u>	<u>17,627,511</u>	<u>(656)</u>
Sanitation:				
Environmental Health	<u>867,014</u>	<u>821,720</u>	<u>758,422</u>	<u>(63,298)</u>
Health:				
Public Health	30,533,524	30,995,503	25,879,046	(5,116,457)
Miscellaneous Health	6,438,755	7,095,058	7,095,058	-
Total Health	<u>36,972,279</u>	<u>38,090,561</u>	<u>32,974,104</u>	<u>(5,116,457)</u>

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, 2011

	<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>		
EXPENDITURES (continued)				
Human Services				
Income Maintenance	31,189,633	30,169,326	29,923,861	(245,465)
Social Services	139,490,517	129,737,084	122,545,336	(7,191,748)
Total Human Services	<u>170,680,150</u>	<u>159,906,410</u>	<u>152,469,197</u>	<u>(7,437,213)</u>
Culture and Recreation:				
Parks and Recreation	9,587,539	9,854,341	9,285,575	(568,766)
St Paul-Ramsey Historical Society	90,757	90,757	90,757	-
Landmark Center Management	941,483	941,483	941,483	-
Total Culture and Recreation	<u>10,619,779</u>	<u>10,886,581</u>	<u>10,317,815</u>	<u>(568,766)</u>
Conservation of Natural Resources:				
Extension Service	65,820	65,820	45,925	(19,895)
Total Conservation of Natural Resources	<u>65,820</u>	<u>65,820</u>	<u>45,925</u>	<u>(19,895)</u>
Debt Service:				
Principal Retirement	5,764	5,764	5,998	234
Interest	303	303	29	(274)
Total Debt Service	<u>6,067</u>	<u>6,067</u>	<u>6,027</u>	<u>(40)</u>
Total Expenditures	<u>432,755,982</u>	<u>420,750,502</u>	<u>392,427,113</u>	<u>(28,323,389)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(1,380,035)</u>	<u>10,200,312</u>	<u>28,392,227</u>	<u>18,191,915</u>
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	-	-	-	-
Transfers In	1,800,000	2,926,866	2,066,277	(860,589)
Transfers Out	(851,190)	(11,454,103)	(12,901,649)	(1,447,546)
Total Other Financing Sources (Uses)	<u>948,810</u>	<u>(8,527,237)</u>	<u>(10,835,372)</u>	<u>(2,308,135)</u>
SPECIAL ITEM				
Capital Lease Forgiveness	-	-	1,862,158	1,862,158
Net Change in Fund Balance	<u>(431,225)</u>	<u>1,673,075</u>	<u>19,419,013</u>	<u>17,745,938</u>
Adjustment	(15,872,081)	(15,872,081)	(15,872,081)	-
Fund Balance - Beginning	211,445,139	211,445,139	211,445,139	-
Increase (Decrease) in Inventories	-	-	380,109	380,109
Fund Balance - Ending	<u>\$ 195,141,833</u>	<u>\$ 197,246,133</u>	<u>\$ 215,372,180</u>	<u>\$ 18,126,047</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, 2011

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)
2007	-	315,651,119	0.00%	315,651,119	184,854,555	170.76%
2009	-	272,698,609	0.00%	272,698,609	201,065,043	135.63%
2011	-	307,634,820	0.00%	307,634,820	216,821,530	141.88%

RAMSEY COUNTY, MINNESOTA
Notes to the Required Supplementary Information
December 31, 2011

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	\$392,427,113
Decrease:	
Encumbrances	(12,541,503)
Increase:	
Expenditures in 2011 from December 31, 2010	<u>37,759,736</u>
Expenditures – GAAP Basis	<u>\$417,645,346</u>
Unbudgeted Revenue	\$(3,246,152)
Unbudgeted Transfers	(6,100,000)
Encumbrances	(12,541,503)
Expenditures in 2010 from December 31, 2010 Reserves for Encumbrances	<u>37,759,736</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>\$15,872,081</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, or encumbered, 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 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, 2011

	<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>		
REVENUES				
Property taxes	\$ 19,469,094	\$ 18,712,521	\$ 19,332,908	\$ 620,387
Intergovernmental	1,813,385	2,569,958	2,367,634	(202,324)
Investment Earnings	1,605,408	1,612,908	828,927	(783,981)
Total revenues	<u>22,887,887</u>	<u>22,895,387</u>	<u>22,529,469</u>	<u>(365,918)</u>
EXPENDITURES				
Debt service:				
Bond Issuance Costs	-	101,687	101,687	-
Principal retirement	16,655,615	59,705,875	59,705,875	-
Interest	8,547,272	8,418,992	8,418,992	-
Total expenditures	<u>25,202,887</u>	<u>68,226,554</u>	<u>68,226,554</u>	<u>-</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(2,315,000)</u>	<u>(45,331,167)</u>	<u>(45,697,085)</u>	<u>(365,918)</u>
OTHER FINANCING SOURCES (USES)				
Refunded Bonds Issued	-	42,534,832	35,975,000	(6,559,832)
Transfers In	-	4,819,867	6,309,867	1,490,000
Transfers Out	-	(266,306)	(266,306)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>47,088,393</u>	<u>42,018,561</u>	<u>(5,069,832)</u>
Net Change in Fund Balance	<u>(2,315,000)</u>	<u>1,757,226</u>	<u>(3,678,524)</u>	<u>(5,435,750)</u>
Adjustment	49,020,069	49,020,069	49,020,069	-
Fund Balance - Beginning	36,855,378	36,855,378	36,855,378	-
Fund Balance - Ending	<u>\$ 83,560,447</u>	<u>\$ 87,632,673</u>	<u>\$ 82,196,923</u>	<u>\$ (5,435,750)</u>

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Combining Statements

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

To account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

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.

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**RAMSEY COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010**

	County Library Special Revenue Fund	Solid Waste/ Recycling Service Fee Special Revenue Fund	Housing and Redevelopment Authority Special Revenue Fund	Workforce Solutions Special Revenue Fund
ASSETS				
Cash and Cash Equivalents	\$ 4,833,356	\$ 24,172,741	\$ 1,218,798	\$ 1,812,049
Petty Cash and Change Funds	1,500	50	-	350
Receivables (Net):				
Taxes	169,355	-	-	-
Accounts	22,205	1,414,393	-	-
Accrued Interest	-	-	166,717	-
Due from Other Funds	-	-	-	34,898
Due from Other Governments	-	-	57,281	6,023,315
Loans Receivable	-	91,541	7,887,054	-
Inventories	4,325	-	-	1,979
Advance to Other Governments	-	4,500	-	-
Total Assets	<u>5,030,741</u>	<u>25,683,225</u>	<u>9,329,850</u>	<u>7,872,591</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Salaries Payable	322,797	115,512	11,764	429,323
Accounts Payable	153,700	21,701	103	1,403,067
Contracts Payable	-	415,488	84,812	-
Due to Other Funds	4,616	791,060	5,136	73,700
Due to Other Governments	9,142	2,608,581	210,658	111,318
Deferred Revenue	304,277	-	7,906,361	32,486
Advance from Other Funds	-	-	-	4,500,000
Total Liabilities	<u>794,532</u>	<u>3,952,342</u>	<u>8,218,834</u>	<u>6,549,894</u>
Fund Balances:				
Nonspendable	5,825	50	-	2,329
Restricted	4,230,384	21,730,833	1,111,016	-
Committed	-	-	-	-
Assigned	-	-	-	1,320,368
Total Fund Balances	<u>4,236,209</u>	<u>21,730,883</u>	<u>1,111,016</u>	<u>1,322,697</u>
Total Liabilities and Fund Balances	<u>\$ 5,030,741</u>	<u>\$ 25,683,225</u>	<u>\$ 9,329,850</u>	<u>\$ 7,872,591</u>

STATEMENT 1

State Funding For Courts Special Revenue Fund	State Public Defender Special Revenue Fund	Emergency Communications Special Revenue Fund	Gifts and Donations Special Revenue Fund	Regional Railroad Authority Special Revenue Fund	Sheriff Special Revenue Fund
\$ 1,863	\$ 1,870,668	\$ 8,135,622	\$ 535,039	\$ 6,438,782	\$ 547,126
-	100	-	-	100	-
-	-	-	-	551,932	-
-	-	-	-	11,798	-
-	-	4,207	-	-	-
432,635	-	385,035	-	-	-
-	-	-	-	-	-
-	-	1,222	-	-	-
-	-	-	-	-	-
<u>434,498</u>	<u>1,870,768</u>	<u>8,526,086</u>	<u>535,039</u>	<u>7,002,612</u>	<u>547,126</u>
234,498	158,599	316,949	-	89,044	-
-	304	9,827	7,112	5,111	45,004
-	-	-	-	322,803	-
-	-	12,724	-	72,659	-
-	-	479,744	-	268,480	9,231
-	1,711,865	-	-	561,065	-
200,000	-	-	-	-	-
<u>434,498</u>	<u>1,870,768</u>	<u>819,244</u>	<u>7,112</u>	<u>1,319,162</u>	<u>54,235</u>
-	-	1,222	-	100	-
-	-	-	527,927	-	313,720
-	-	-	-	-	-
-	-	7,705,620	-	5,683,350	179,171
-	-	7,706,842	527,927	5,683,450	492,891
<u>\$ 434,498</u>	<u>\$ 1,870,768</u>	<u>\$ 8,526,086</u>	<u>\$ 535,039</u>	<u>\$ 7,002,612</u>	<u>\$ 547,126</u>

(Continued)

**RAMSEY COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010**

	Corrections Special Revenue Fund	Property Records Special Revenue Fund	County Attorney Special Revenue Fund	Health Promotion Health Improvement Special Revenue Fund	Parks and Recreation Special Revenue Fund
ASSETS					
Cash and Cash Equivalents	\$ 495,313	\$ 3,132,166	\$ 865,011	\$ 147,316	\$ 612,285
Petty Cash and Change Funds	200	-	-	-	-
Receivables (Net):					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Accrued Interest	-	4,400	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Loans Receivable	-	202,050	-	-	-
Inventories	-	-	-	-	-
Advance to Other Governments	-	-	-	-	-
Total Assets	495,513	3,338,616	865,011	147,316	612,285
LIABILITIES AND FUND BALANCES					
Liabilities:					
Salaries Payable	-	-	-	-	-
Accounts Payable	31,822	-	-	-	45,099
Contracts Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Due to Other Governments	5,550	-	-	-	398
Deferred Revenue	-	202,050	-	-	-
Advance from Other Funds	-	-	-	-	-
Total Liabilities	37,372	202,050	-	-	45,497
Fund balances:					
Nonspendable	200	-	-	-	-
Restricted	-	3,136,566	865,011	147,316	566,788
Committed	319,835	-	-	-	-
Assigned	138,106	-	-	-	-
Total Fund Balances	458,141	3,136,566	865,011	147,316	566,788
Total Liabilities and Fund Balances	\$ 495,513	\$ 3,338,616	\$ 865,011	\$ 147,316	\$ 612,285

**STATEMENT 1
(Continued)**

Care Center Patients' Activity Special Revenue Fund	Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Total Nonmajor Governmental Funds	
			2011	2010
\$ 8,383	\$ 1,464,557	\$ 604,120	\$ 56,895,195	\$ 77,779,020
-	-	20	2,320	2,320
-	-	-	721,287	866,113
-	670,941	37	2,119,374	1,777,633
-	-	-	171,117	144,504
-	-	-	39,105	7,208
-	-	33,524	6,931,790	7,724,457
-	-	-	8,180,645	9,161,121
-	-	-	7,526	7,833
-	-	-	4,500	4,500
<u>8,383</u>	<u>2,135,498</u>	<u>637,701</u>	<u>75,072,859</u>	<u>97,474,709</u>
-	-	13,143	1,691,629	1,645,110
-	5,805	26,393	1,755,048	2,683,734
-	-	-	823,103	4,740,810
-	58,838	1,190	1,019,923	1,089,594
-	15,381	-	3,718,483	4,739,551
-	670,941	-	11,389,045	12,817,766
-	-	-	4,700,000	4,619,100
-	<u>750,965</u>	<u>40,726</u>	<u>25,097,231</u>	<u>32,335,665</u>
-	-	20	9,746	10,053
8,383	1,309,533	596,955	34,544,432	32,424,126
-	-	-	319,835	236,603
-	75,000	-	15,101,615	32,468,262
<u>8,383</u>	<u>1,384,533</u>	<u>596,975</u>	<u>49,975,628</u>	<u>65,139,044</u>
<u>\$ 8,383</u>	<u>\$ 2,135,498</u>	<u>\$ 637,701</u>	<u>\$ 75,072,859</u>	<u>\$ 97,474,709</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010

	County Library Special Revenue Fund	Solid Waste/ Recycling Service Fee Special Revenue Fund	Housing and Redevelopment Authority Special Revenue Fund	Workforce Solutions Special Revenue Fund
REVENUES				
Taxes	\$ 7,992,261	\$ 499	\$ -	\$ 392,256
Licenses and Permits	-	672,538	-	-
Intergovernmental	985,660	1,727,902	969,591	24,571,655
Private Grants and Donations	-	-	-	49,265
Charges for Services	-	17,557,126	69,097	-
Fines and Forfeitures	570,904	-	-	-
Sales	60,089	-	-	-
Rental Income	241,286	-	-	-
Investment Earnings	1,587	9,961	110,982	-
Miscellaneous	156,472	29,106	959,388	-
Total Revenues	<u>10,008,259</u>	<u>19,997,132</u>	<u>2,109,058</u>	<u>25,013,176</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Transportation	-	-	-	-
Sanitation	-	17,989,945	-	-
Health	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	10,082,171	-	-	-
Economic Development and Assistance	-	-	1,954,237	24,819,776
Total Expenditures	<u>10,082,171</u>	<u>17,989,945</u>	<u>1,954,237</u>	<u>24,819,776</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(73,912)</u>	<u>2,007,187</u>	<u>154,821</u>	<u>193,400</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(1,000,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,000,000)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(73,912)</u>	<u>1,007,187</u>	<u>154,821</u>	<u>193,400</u>
Fund Balances - Beginning	4,308,220	20,723,696	956,195	1,131,991
Increase (Decrease) in Inventories	1,901	-	-	(2,694)
Fund Balances - Ending	<u>\$ 4,236,209</u>	<u>\$ 21,730,883</u>	<u>\$ 1,111,016</u>	<u>\$ 1,322,697</u>

STATEMENT 2

State Funding For Courts Special Revenue Fund	State Public Defender Special Revenue Fund	Emergency Communications Special Revenue Fund	Gifts and Donations Special Revenue Fund	Regional Railroad Authority Special Revenue Fund	Sheriff Special Revenue Fund
\$ -	\$ -	\$ 9,140,722	\$ -	\$ 2,536,761	\$ -
-	-	-	-	-	132,369
5,178,564	3,395,268	740,994	-	720,149	27,770
-	-	-	260,157	-	90,469
-	-	4,542,058	35	-	29,674
-	-	-	-	-	121,534
-	-	-	-	-	749,152
-	-	-	-	663,898	-
-	-	-	104	8,886	28
-	54	-	-	53,290	3,595
<u>5,178,564</u>	<u>3,395,322</u>	<u>14,423,774</u>	<u>260,296</u>	<u>3,982,984</u>	<u>1,154,591</u>
5,178,564	3,395,322	-	228	-	-
-	-	12,585,658	828	-	902,946
-	-	-	-	2,553,716	-
-	-	-	3,528	-	-
-	-	-	121,168	-	-
-	-	-	95,999	-	-
<u>5,178,564</u>	<u>3,395,322</u>	<u>12,585,658</u>	<u>221,751</u>	<u>2,553,716</u>	<u>902,946</u>
-	-	1,838,116	38,545	1,429,268	251,645
-	-	-	-	-	-
-	-	-	-	(16,818,193)	-
-	-	-	-	(16,818,193)	-
-	-	1,838,116	38,545	(15,388,925)	251,645
-	-	5,868,240	489,382	21,072,375	241,246
-	-	486	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,706,842</u>	<u>\$ 527,927</u>	<u>\$ 5,683,450</u>	<u>\$ 492,891</u>

(Continued)

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010

	Corrections Special Revenue Fund	Property Records Special Revenue Fund	County Attorney Special Revenue Fund	Health Promotion Health Improvement Special Revenue Fund
REVENUES				
Taxes	\$ -	\$ 411,238	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental	250	-	-	-
Private Grants and Donations	1,053	-	-	44,115
Charges for Services	244,763	788,654	-	-
Fines and Forfeitures	-	-	247,391	-
Sales	426,357	-	-	-
Rental Income	-	-	-	-
Investment Earnings	731	3,867	-	-
Miscellaneous	7,977	10,469	-	-
Total Revenues	<u>681,131</u>	<u>1,214,228</u>	<u>247,391</u>	<u>44,115</u>
EXPENDITURES				
Current:				
General Government	-	157,337	23,349	-
Public Safety	557,323	-	-	-
Transportation	-	-	-	-
Sanitation	-	-	-	-
Health	-	-	-	8,066
Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Economic Development and Assistance	-	-	-	-
Total Expenditures	<u>557,323</u>	<u>157,337</u>	<u>23,349</u>	<u>8,066</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>123,808</u>	<u>1,056,891</u>	<u>224,042</u>	<u>36,049</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(844,411)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(844,411)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	123,808	212,480	224,042	36,049
Fund Balances - Beginning	334,333	2,924,086	640,969	111,267
Increase (Decrease) in Inventories	-	-	-	-
Fund Balances - Ending	<u>\$ 458,141</u>	<u>\$ 3,136,566</u>	<u>\$ 865,011</u>	<u>\$ 147,316</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	Total Nonmajor Governmental Funds	
				2011	2010
\$ -	\$ -	\$ -	\$ -	\$ 20,473,737	\$ 36,878,662
-	-	-	-	804,907	766,468
562,125	-	-	836	38,880,764	59,395,972
6,971	-	-	-	452,030	310,779
-	-	14,228	487,324	23,732,959	22,901,123
-	-	-	-	939,829	792,505
-	4,436	411,293	-	1,651,327	818,902
-	-	-	-	905,184	307,213
-	-	-	-	136,146	198,393
-	-	71,801	1,560	1,293,712	543,486
<u>569,096</u>	<u>4,436</u>	<u>497,322</u>	<u>489,720</u>	<u>89,270,595</u>	<u>122,913,503</u>
-	-	308,458	579,151	9,642,409	10,495,439
-	-	-	-	14,046,755	14,347,370
-	-	-	-	2,553,716	37,320,082
-	-	698,032	-	18,687,977	16,457,253
-	-	-	-	11,594	2,347
-	3,976	-	-	125,144	94,991
535,554	-	-	-	10,713,724	10,522,722
-	-	-	-	26,774,013	32,245,092
<u>535,554</u>	<u>3,976</u>	<u>1,006,490</u>	<u>579,151</u>	<u>82,555,332</u>	<u>121,485,296</u>
<u>33,542</u>	<u>460</u>	<u>(509,168)</u>	<u>(89,431)</u>	<u>6,715,263</u>	<u>1,428,207</u>
-	-	1,000,000	-	1,000,000	1,880,000
-	-	-	-	(18,662,604)	(3,013,132)
-	-	<u>1,000,000</u>	-	<u>(17,662,604)</u>	<u>(1,133,132)</u>
33,542	460	490,832	(89,431)	(10,947,341)	295,075
533,246	7,923	893,701	686,406	60,923,276	64,840,518
-	-	-	-	(307)	3,451
<u>\$ 566,788</u>	<u>\$ 8,383</u>	<u>\$ 1,384,533</u>	<u>\$ 596,975</u>	<u>\$ 49,975,628</u>	<u>\$ 65,139,044</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, 2011

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 8,272,245	\$ 7,957,796	\$ 7,992,261	\$ 34,465
Intergovernmental	704,004	1,193,453	985,660	(207,793)
Fines and Forfeitures	625,000	625,000	570,904	(54,096)
Sales	65,000	65,000	60,089	(4,911)
Rental Income	100,000	100,000	241,286	141,286
Investment Earnings	59,500	59,500	1,587	(57,913)
Miscellaneous	-	149,929	156,472	6,543
Total Revenues	<u>9,825,749</u>	<u>10,150,678</u>	<u>10,008,259</u>	<u>(142,419)</u>
EXPENDITURES				
Current:				
Culture and Recreation	9,825,749	10,150,678	9,838,403	(312,275)
Total Expenditures	<u>9,825,749</u>	<u>10,150,678</u>	<u>9,838,403</u>	<u>(312,275)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>169,856</u>	<u>169,856</u>
Adjustment	(243,768)	(243,768)	(243,768)	-
Fund Balance - Beginning	4,308,220	4,308,220	4,308,220	-
Increase (Decrease) in Inventories	-	-	1,901	1,901
Fund Balance - Ending	<u>\$ 4,064,452</u>	<u>\$ 4,064,452</u>	<u>\$ 4,236,209</u>	<u>\$ 171,757</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, 2011**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ -	\$ -	\$ 499	\$ 499
Licenses and Permits	660,000	660,000	672,538	12,538
Intergovernmental	1,428,637	1,650,083	1,727,902	77,819
Charges for Services	16,232,530	16,232,530	17,557,126	1,324,596
Investment Earnings	-	-	9,961	9,961
Miscellaneous	88,927	88,927	38,589	(50,338)
Total Revenues	<u>18,410,094</u>	<u>18,631,540</u>	<u>20,006,615</u>	<u>1,375,075</u>
EXPENDITURES				
Current:				
Sanitation	19,293,031	19,962,334	17,430,274	(2,532,060)
Total Expenditures	<u>19,293,031</u>	<u>19,962,334</u>	<u>17,430,274</u>	<u>(2,532,060)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(882,937)</u>	<u>(1,330,794)</u>	<u>2,576,341</u>	<u>3,907,135</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(1,000,000)	(1,000,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>
Net Change in Fund Balances	<u>(882,937)</u>	<u>(1,330,794)</u>	<u>1,576,341</u>	<u>2,907,135</u>
Adjustment	(569,154)	(569,154)	(569,154)	-
Fund Balance - Beginning	20,723,696	20,723,696	20,723,696	-
Fund Balance - Ending	<u>\$ 19,271,605</u>	<u>\$ 18,823,748</u>	<u>\$ 21,730,883</u>	<u>\$ 2,907,135</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, 2011**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 9,140,722	\$ 9,140,722	\$ 9,140,722	\$ -
Intergovernmental	740,994	740,994	740,994	-
Charges for Services	4,456,598	4,456,598	4,542,058	85,460
Miscellaneous	-	-	-	-
Total Revenues	<u>14,338,314</u>	<u>14,338,314</u>	<u>14,423,774</u>	<u>85,460</u>
EXPENDITURES				
Current:				
Public Safety	14,338,314	12,856,907	12,978,881	121,974
Total Expenditures	<u>14,338,314</u>	<u>12,856,907</u>	<u>12,978,881</u>	<u>121,974</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>1,481,407</u>	<u>1,444,893</u>	<u>(36,514)</u>
Adjustment	393,223	393,223	393,223	-
Fund Balance - Beginning	5,868,240	5,868,240	5,868,240	-
Increase (Decrease) in Inventories	-	-	486	486
Fund Balance - Ending	<u>\$ 6,261,463</u>	<u>\$ 7,742,870</u>	<u>\$ 7,706,842</u>	<u>\$ (36,028)</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, 2011**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 2,717,089	\$ 2,717,089	\$ 2,536,761	\$ (180,328)
Intergovernmental	400	337,400	720,149	382,749
Investment Earnings	175,000	175,000	8,886	(166,114)
Rental Income	49,645	198,811	663,898	465,087
Miscellaneous	-	-	53,290	53,290
Total Revenues	<u>2,942,134</u>	<u>3,428,300</u>	<u>3,982,984</u>	<u>554,684</u>
EXPENDITURES				
Current:				
Transportation	<u>2,942,134</u>	<u>3,428,300</u>	<u>2,833,531</u>	<u>(594,769)</u>
Total Expenditures	<u>2,942,134</u>	<u>3,428,300</u>	<u>2,833,531</u>	<u>(594,769)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>1,149,453</u>	<u>1,149,453</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(16,818,193)	(16,818,193)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(16,818,193)</u>	<u>(16,818,193)</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>(16,818,193)</u>	<u>(15,668,740)</u>	<u>1,149,453</u>
Adjustment	279,815	279,815	279,815	-
Fund Balance - Beginning	<u>21,072,375</u>	<u>21,072,375</u>	<u>21,072,375</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 21,352,190</u>	<u>\$ 4,533,997</u>	<u>\$ 5,683,450</u>	<u>\$ 1,149,453</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, 2011**

	<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>		
REVENUES				
Charges for Services	\$ 2,400	\$ 2,290	\$ 14,228	\$ 11,938
Sales	99,000	411,293	411,293	-
Miscellaneous	2,000	66,983	71,801	4,818
Total Revenues	<u>103,400</u>	<u>480,566</u>	<u>497,322</u>	<u>16,756</u>
EXPENDITURES				
Current:				
General Government	205,250	308,457	1,006,490	698,033
Total Expenditures	<u>205,250</u>	<u>308,457</u>	<u>1,006,490</u>	<u>698,033</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(101,850)</u>	<u>172,109</u>	<u>(509,168)</u>	<u>(681,277)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	1,000,000	1,000,000
Net Change in Fund Balance Adjustment	(101,850)	172,109	490,832	318,723
Fund Balance - Beginning	893,701	893,701	893,701	-
Fund Balance - Ending	<u>\$ 791,851</u>	<u>\$ 1,065,810</u>	<u>\$ 1,384,533</u>	<u>\$ 318,723</u>

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, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	<u>Data Processing</u>	<u>General County Buildings</u>	<u>Telecomm- unications</u>
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 1,376,854	\$ 17,463,270	\$ 3,969,394
Petty Cash and Change Funds	75	-	-
Accounts Receivable (Net)	3,596	35,312	2,263
Due from Other Funds	1,568,081	122,037	154,219
Due from Other Governments	11,047	144,116	51,167
Prepaid Items	221,094	-	-
Inventories	8,567	-	-
Restricted Cash and Cash Equivalents	-	1,000	-
Total Current Assets	<u>3,189,314</u>	<u>17,765,735</u>	<u>4,177,043</u>
Noncurrent Assets:			
Capital Assets:			
Improvements Other Than Buildings	-	79,955	-
Building Improvements	-	9,759,488	-
Equipment	394,906	663,690	3,560,943
Construction in Progress	-	23,043	-
Less Accumulated Depreciation	(383,222)	(8,063,097)	(3,023,533)
Total Capital Assets (Net of Accumulated Depreciation)	<u>11,684</u>	<u>2,463,079</u>	<u>537,410</u>
Total Assets	<u>3,200,998</u>	<u>20,228,814</u>	<u>4,714,453</u>
LIABILITIES			
Current Liabilities:			
Salaries Payable	280,972	207,852	28,752
Accounts Payable	367,948	1,186,984	15,535
Due to Other Funds	1,552,428	1,368,382	94,023
Due to Other Governments	14,375	24,830	876
Vacation and Compensatory Time Payable	424,184	317,371	30,928
Payable from Restricted Assets:			
Customer Deposits Payable	-	1,000	-
Total Current Liabilities	<u>2,639,907</u>	<u>3,106,419</u>	<u>170,114</u>
Noncurrent Liabilities:			
Compensated Absences Payable	425,677	472,664	45,621
Net OPEB Liability	-	-	-
Total Noncurrent Liabilities	<u>425,677</u>	<u>472,664</u>	<u>45,621</u>
Total Liabilities	<u>3,065,584</u>	<u>3,579,083</u>	<u>215,735</u>
NET ASSETS			
Invested in Capital Assets	11,684	2,463,079	537,410
Unrestricted	123,730	14,186,652	3,961,308
Total Net Assets	<u>\$ 135,414</u>	<u>\$ 16,649,731</u>	<u>\$ 4,498,718</u>

STATEMENT 3

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2011	2010
\$ 15,232	\$ 37,869,577	\$ 60,694,327	\$ 54,209,487
-	-	75	75
-	-	41,171	27,555
1,600	6,341,410	8,187,347	6,942,130
6,535	69,788	282,653	111,568
-	-	221,094	206,672
-	-	8,567	6,765
-	-	1,000	1,000
<u>23,367</u>	<u>44,280,775</u>	<u>69,436,234</u>	<u>61,505,252</u>
-	-	79,955	79,955
-	-	9,759,488	9,208,615
-	-	4,619,539	4,376,520
-	-	23,043	9,723
-	-	(11,469,852)	(10,898,027)
-	-	3,012,173	2,776,786
<u>23,367</u>	<u>44,280,775</u>	<u>72,448,407</u>	<u>64,282,038</u>
-	-	517,576	554,854
-	925,668	2,496,135	2,389,878
-	-	3,014,833	2,600,835
-	-	40,081	55,436
-	-	772,483	833,308
-	-	1,000	1,000
-	925,668	6,842,108	6,435,311
-	-	943,962	1,016,759
-	71,377,195	71,377,195	57,672,977
-	71,377,195	72,321,157	58,689,736
-	72,302,863	79,163,265	65,125,047
-	-	3,012,173	2,776,786
23,367	(28,022,088)	(9,727,031)	(3,619,795)
<u>\$ 23,367</u>	<u>\$ (28,022,088)</u>	<u>\$ (6,714,858)</u>	<u>\$ (843,009)</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010

	Data Processing	General County Buildings	Telecomm- unications
OPERATING REVENUES:			
Charges for Services	\$ 10,526,882	\$ 17,443,775	\$ 1,817,720
Sales	-	6,046	-
Miscellaneous	38,664	138,616	686
Total Operating Revenues	<u>10,565,546</u>	<u>17,588,437</u>	<u>1,818,406</u>
OPERATING EXPENSES:			
Personal Services	6,205,740	4,867,439	582,159
Other Services and Charges	3,824,713	9,466,917	809,205
Supplies	44,892	879,405	22,061
OPEB Expense	-	-	-
Depreciation	90,475	518,698	110,767
Total Operating Expenses	<u>10,165,820</u>	<u>15,732,459</u>	<u>1,524,192</u>
Operating Income (Loss)	<u>399,726</u>	<u>1,855,978</u>	<u>294,214</u>
NONOPERATING REVENUES (EXPENSES):			
Intergovernmental Revenue	18,334	9,116	1,252
Investment Earnings (Loss)	-	-	-
Gain (Loss) on Disposal of Capital Assets	75	-	-
Total Nonoperating Revenues (Expenses)	<u>18,409</u>	<u>9,116</u>	<u>1,252</u>
Income Before Transfers	<u>418,135</u>	<u>1,865,094</u>	<u>295,466</u>
Transfers In	435,061	-	-
Transfers Out	<u>(396,279)</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u>456,917</u>	<u>1,865,094</u>	<u>295,466</u>
Total Net Assets - Beginning	<u>(321,503)</u>	<u>14,784,637</u>	<u>4,203,252</u>
Total Net Assets - Ending	<u>\$ 135,414</u>	<u>\$ 16,649,731</u>	<u>\$ 4,498,718</u>

STATEMENT 4

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2011	2010
\$ 53,120	\$ 12,298,787	\$ 42,140,284	\$ 40,369,127
5,422	-	11,468	560
-	-	177,966	166,672
<u>58,542</u>	<u>12,298,787</u>	<u>42,329,718</u>	<u>40,536,359</u>
-	-	11,655,338	11,587,495
52,019	-	14,152,854	14,165,487
1,069	-	947,427	883,176
-	24,735,166	24,735,166	21,637,728
-	-	719,940	632,373
<u>53,088</u>	<u>24,735,166</u>	<u>52,210,725</u>	<u>48,906,259</u>
<u>5,454</u>	<u>(12,436,379)</u>	<u>(9,881,007)</u>	<u>(8,369,900)</u>
-	899,739	928,441	576,803
-	14,534	14,534	38,545
-	-	75	-
-	<u>914,273</u>	<u>943,050</u>	<u>615,348</u>
<u>5,454</u>	<u>(11,522,106)</u>	<u>(8,937,957)</u>	<u>(7,754,552)</u>
-	3,027,326	3,462,387	2,605,990
-	-	(396,279)	(589,193)
<u>5,454</u>	<u>(8,494,780)</u>	<u>(5,871,849)</u>	<u>(5,737,755)</u>
17,913	(19,527,308)	(843,009)	4,894,746
<u>\$ 23,367</u>	<u>\$ (28,022,088)</u>	<u>\$ (6,714,858)</u>	<u>\$ (843,009)</u>

**RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010**

	Data Processing	General County Buildings	Telecomm- unications
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 117,238	\$ 3,744,817	\$ 778,023
Receipts from Interfund Services Provided	10,473,099	13,588,892	1,107,956
Payments to Suppliers	(3,125,939)	(8,313,362)	(673,882)
Payments to Employees	(6,405,864)	(4,839,439)	(580,933)
Payments for Interfund Services Used	(326,127)	(2,051,706)	(147,001)
Net Cash Provided (Used) for Operating Activities	<u>732,407</u>	<u>2,129,202</u>	<u>484,163</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental Revenue	18,334	9,116	1,252
Transfers In	435,061	-	-
Transfers Out	(396,279)	-	-
Net Cash Provided (Used) for Noncapital Financing Activities	<u>57,116</u>	<u>9,116</u>	<u>1,252</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from the Sale of Capital Assets	75	-	-
Purchases of Capital Assets	(12,746)	(766,336)	(176,247)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(12,671)</u>	<u>(766,336)</u>	<u>(176,247)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Earnings (Loss)	-	-	-
Net Cash Provided (Used) for Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	776,852	1,371,982	309,168
Cash and Cash Equivalents, January 1	600,002	16,092,288	3,660,226
Cash and Cash Equivalents, December 31	<u>1,376,854</u>	<u>17,464,270</u>	<u>3,969,394</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	399,726	1,855,978	294,214
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	90,475	518,698	110,767
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(679)	(13,442)	507
(Increase) Decrease in Due From Other Funds	32,888	(109,948)	29,368
(Increase) Decrease in Due From Other Governments	(7,419)	(131,336)	37,698
(Increase) Decrease in Prepaid Items	(14,422)	-	-
(Increase) Decrease in Inventories	(1,802)	-	-
Increase (Decrease) in Salaries Payable	(30,395)	(7,851)	968
Increase (Decrease) in Accounts Payable	176,522	(138,010)	(11,758)
Increase (Decrease) in Due to Other Funds	284,832	106,956	22,210
Increase (Decrease) in Due to Other Governments	(27,590)	12,308	(89)
Increase (Decrease) in Vacation and Compensatory Time Payable	(79,364)	24,336	(5,797)
Increase (Decrease) in Compensated Absences Payable	(90,365)	11,513	6,055
Increase (Decrease) in Net OPEB Liability Payable	-	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 732,407</u>	<u>\$ 2,129,202</u>	<u>\$ 484,163</u>

STATEMENT 5

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2011	2010
\$ 34,812	\$ -	\$ 4,674,890	\$ 19,754,249
21,890	11,033,074	36,224,911	19,207,153
(15,566)	(10,951,445)	(23,080,194)	(23,569,951)
-	-	(11,826,236)	(11,451,124)
(37,526)	-	(2,562,360)	(440,807)
<u>3,610</u>	<u>81,629</u>	<u>3,431,011</u>	<u>3,499,520</u>
-	899,739	928,441	576,803
-	3,027,326	3,462,387	2,605,990
-	-	(396,279)	(589,193)
-	3,927,065	3,994,549	2,593,600
-	-	75	-
-	-	(955,329)	(428,566)
-	-	<u>(955,254)</u>	<u>(428,566)</u>
-	14,534	14,534	38,545
-	14,534	14,534	38,545
3,610	4,023,228	6,484,840	5,703,099
11,622	33,846,349	54,210,487	48,507,388
<u>15,232</u>	<u>37,869,577</u>	<u>60,695,327</u>	<u>54,210,487</u>
5,454	(12,436,379)	(9,881,007)	(8,369,900)
-	-	719,940	632,373
-	-	(13,614)	(7,761)
(1,600)	(1,195,925)	(1,245,217)	(1,739,907)
(240)	(69,788)	(171,085)	172,713
-	-	(14,422)	11,965
-	-	(1,802)	(330)
-	-	(37,278)	65,822
-	79,503	106,257	596,759
-	-	413,998	605,155
(4)	-	(15,355)	(17,643)
-	-	(60,825)	79,695
-	-	(72,797)	(9,148)
-	13,704,218	13,704,218	11,479,725
<u>\$ 3,610</u>	<u>\$ 81,629</u>	<u>\$ 3,431,011</u>	<u>\$ 3,499,518</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 Client Trust – To account for residents 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 6

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PRIVATE PURPOSE TRUST FUNDS
DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2010

	<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>2011</u>	<u>2010</u>
ASSETS						
Cash and Cash Equivalents	\$ 221,375	\$ 66,296	\$ 32,387	\$ 31,373	\$ 351,431	\$ 819,643
LIABILITIES						
Custodial Payable	-	2,617	3,302	163	6,082	7,719
NET ASSETS						
Held in Trust for Private Purposes	<u>\$ 221,375</u>	<u>\$ 63,679</u>	<u>\$ 29,085</u>	<u>\$ 31,210</u>	<u>\$ 345,349</u>	<u>\$ 811,924</u>

STATEMENT 7

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PRIVATE PURPOSE TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2010

	<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>2011</u>	<u>2010</u>
ADDITIONS						
Receipts from Clients	\$ -	\$ 111,252	\$ 89,920	\$ 988,145	\$ 1,189,317	\$ 8,336,872
Investment Earnings	-	-	14	-	14	3,725
Total Additions	-	111,252	89,934	988,145	1,189,331	8,340,597
DEDUCTIONS						
Payments to Clients or on Behalf of Clients	26,404	121,994	90,276	1,417,232	1,655,906	10,261,338
Change in Net Assets	(26,404)	(10,742)	(342)	(429,087)	(466,575)	(1,920,741)
Net Assets - Beginning	247,779	74,421	29,427	460,297	811,924	2,732,665
Net Assets - Ending	<u>\$ 221,375</u>	<u>\$ 63,679</u>	<u>\$ 29,085</u>	<u>\$ 31,210</u>	<u>\$ 345,349</u>	<u>\$ 811,924</u>

**RAMSEY COUNTY, MINNESOTA
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED DECEMBER 31, 2011**

	<u>Balance January 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2011</u>
ASSETS				
Cash and Cash Equivalents	\$ 29,968,618	\$ 860,620,583	\$ 857,992,205	\$ 32,596,996
Receivables (Net):				
Accounts	19,132,066	18,268,506	19,132,066	18,268,506
Due from Other Governments	7,141	-	7,141	-
	<u>49,107,825</u>	<u>878,889,089</u>	<u>877,131,412</u>	<u>50,865,502</u>
Total Assets				
LIABILITIES				
Salaries Payable	20,990	11,719	20,990	11,719
Custodial Payable	34,458,645	33,152,843	34,458,645	33,152,843
Due to Other Governments	14,628,190	17,700,940	14,628,190	17,700,940
	<u>\$ 49,107,825</u>	<u>\$ 50,865,502</u>	<u>\$ 49,107,825</u>	<u>\$ 50,865,502</u>
Total Liabilities				

Supplementary Schedules

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RAMSEY COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2011

	Special Revenue Funds					State Funding For Courts
	General Fund	County Library	Solid Waste/ Recycling Service Fee	Housing and Redevelopment Authority	Workforce Solutions	
Shared Revenue:						
State-						
Highway Users Tax	\$ 8,165,630	\$ -	\$ -	\$ -	\$ -	\$ -
Watercraft Registration	47,932	-	-	-	-	-
Market Value Homestead Credit	3,739,977	134,047	-	-	-	-
Disparity Reduction Aid	267,717	-	-	-	-	-
County Program Aid	10,690,660	522,352	-	-	-	-
State Aid for Police Pension	1,274,900	-	-	-	-	-
911 Telephone Fee	-	-	-	-	-	-
PERA Rate Increase Aid	703,521	21,652	3,718	762	10,191	11,114
Total Shared Revenue	24,890,337	678,051	3,718	762	10,191	11,114
Reimbursement for Services:						
State-						
Minnesota Department of Human Services	13,241,315	-	-	-	-	-
Federal-						
Health and Human Services	-	-	-	-	-	-
Family Service Collaborative	149,363	-	-	-	-	-
Total Reimbursement for Services	13,390,678	-	-	-	-	-
Grants:						
State-						
Minnesota Department of Agriculture	-	-	3,593	-	-	-
Education	96,712	-	-	-	-	-
Office of Higher Education	-	8,088	-	-	-	-
Public Safety	753,621	-	-	-	-	-
Environmental Assistance	-	-	1,275,496	-	-	-
Health	3,276,051	-	-	-	-	-
Natural Resources	107,712	-	-	-	-	-
Transportation	22,959	-	-	-	-	-
Corrections	10,090,882	-	-	-	-	-
Human Services	29,783,807	-	-	-	1,531,872	-
Employment & Economic Development	-	-	-	-	2,435,208	-
Trial Courts	-	-	-	-	-	5,167,450
Public Defense Board	-	-	-	-	-	-
Miscellaneous Boards	88,622	-	-	-	-	-
Total State	44,220,366	8,088	1,279,089	-	3,967,080	5,167,450
Federal-						
Department of Agriculture	8,534,478	-	-	-	403,709	-
Housing and Urban Development	1,167,558	-	-	968,829	-	-
Interior	25,000	-	-	-	-	-
Justice	1,092,980	-	-	-	-	-
Labor	-	-	-	-	4,225,348	-
Transportation	485,667	-	-	-	-	-
Energy	319,916	-	-	-	-	-
Education	1,875	-	-	-	31,098	-
Election Assistance	384,046	-	-	-	-	-
Health and Human Services	39,333,829	-	-	-	15,817,937	-
Homeland Security	1,174,638	-	-	-	-	-
Total Federal	52,519,987	-	-	968,829	20,478,092	-
Local	2,530,789	298,941	445,095	-	116,292	-
Total Grants	99,271,142	307,029	1,724,184	968,829	24,561,464	5,167,450
Build America Bonds Interest Subsidy	261,180	-	-	-	-	-
Payments in lieu of taxes	641,072	580	-	-	-	-
Total Intergovernmental Revenue	\$ 138,454,409	\$ 985,660	\$ 1,727,902	\$ 969,591	\$ 24,571,655	\$ 5,178,564

Special Revenue Funds

State Public Defender	Emergency Communications	Regional Railroad Authority	Sheriff	Corrections	Parks and Recreation	Law Library	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	701,369	-	-	-	-	835,416
-	-	-	-	-	-	-	522,352
-	740,994	-	-	-	-	-	740,994
12,356	-	-	-	-	-	836	60,629
<u>12,356</u>	<u>740,994</u>	<u>701,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>836</u>	<u>2,159,391</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	3,593
-	-	-	-	-	-	-	8,088
-	-	-	-	-	-	-	1,275,496
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,531,872
-	-	-	-	-	-	-	2,435,208
-	-	-	-	-	-	-	5,167,450
3,382,912	-	-	-	-	-	-	3,382,912
<u>3,382,912</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,804,619</u>
-	-	-	-	-	-	-	403,709
-	-	-	-	-	-	-	968,829
-	-	-	27,770	-	-	-	27,770
-	-	-	-	-	-	-	4,225,348
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	31,098
-	-	-	-	-	-	-	15,817,937
-	-	-	<u>27,770</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,474,691</u>
-	-	18,000	-	250	562,125	-	1,440,703
3,382,912	-	18,000	27,770	250	562,125	-	36,720,013
-	-	-	-	-	-	-	-
-	-	780	-	-	-	-	1,360
<u>\$ 3,395,268</u>	<u>\$ 740,994</u>	<u>\$ 720,149</u>	<u>\$ 27,770</u>	<u>\$ 250</u>	<u>\$ 562,125</u>	<u>\$ 836</u>	<u>\$ 38,880,764</u>

(Continued)

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2011

	Debt Service Fund	Regional Rail Authority Capital Projects Fund	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Total All Funds
Shared Revenue:						
State-						
Highway Users Tax	\$ 302,055	\$ -	\$ 7,553,491	\$ -	\$ -	\$ 16,021,176
Watercraft Registration	-	-	-	-	-	47,932
Market Value Homestead Credit	314,478	-	-	-	-	4,889,871
Disparity Reduction Aid	21,117	-	-	-	-	288,834
County Program Aid	1,227,420	-	-	-	-	12,440,432
State Aid for Police Pension	-	-	-	273,938	-	1,548,838
911 Telephone Fee	-	-	-	-	-	740,994
PERA Rate Increase Aid	-	-	-	54,254	28,702	847,106
Total Shared Revenue	<u>1,865,070</u>	<u>-</u>	<u>7,553,491</u>	<u>328,192</u>	<u>28,702</u>	<u>36,825,183</u>
Reimbursement for Services:						
State-						
Minnesota Department of Human Services	-	-	-	-	-	13,241,315
Federal-						
Health and Human Services	-	-	-	-	899,739	899,739
Family Service Collaborative	-	-	-	-	-	149,363
Total Reimbursement for Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>899,739</u>	<u>14,290,417</u>
Grants:						
State-						
Minnesota Department of Agriculture	-	-	-	-	-	3,593
Education	-	-	400,000	-	-	496,712
Office of Higher Education	-	-	-	-	-	8,088
Public Safety	-	-	-	-	-	753,621
Environmental Assistance	-	-	-	-	-	1,275,496
Health	-	-	-	-	-	3,276,051
Natural Resources	-	-	-	-	-	107,712
Transportation	-	9,767,500	3,355,279	-	-	13,145,738
Corrections	-	-	-	-	-	10,090,882
Human Services	-	-	-	-	-	31,315,679
Employment & Economic Development	-	-	-	-	-	2,435,208
Trial Courts	-	-	-	-	-	5,167,450
Public Defense Board	-	-	-	-	-	3,382,912
Miscellaneous Boards	-	-	-	-	-	88,622
Total State	<u>-</u>	<u>9,767,500</u>	<u>3,755,279</u>	<u>-</u>	<u>-</u>	<u>71,547,764</u>
Federal-						
Department of Agriculture	-	-	-	-	-	8,938,187
Housing and Urban Development	-	-	-	-	-	2,136,387
Interior	-	-	-	-	-	25,000
Justice	-	-	-	-	-	1,120,750
Labor	-	-	-	-	-	4,225,348
Transportation	-	44,277,964	9,386,976	-	-	54,150,607
Energy	-	-	-	-	-	319,916
Education	-	-	-	-	-	32,973
Election Assistance	-	-	-	-	-	384,046
Health and Human Services	-	-	-	-	-	55,151,766
Homeland Security	-	-	-	-	-	1,174,638
Total Federal	<u>-</u>	<u>44,277,964</u>	<u>9,386,976</u>	<u>-</u>	<u>-</u>	<u>127,659,618</u>
Local	-	184,180	3,509,852	-	-	7,665,524
Total Grants	<u>-</u>	<u>54,229,644</u>	<u>16,652,107</u>	<u>-</u>	<u>-</u>	<u>206,872,906</u>
Build America Bonds Interest Subsidy	491,110	-	-	-	-	752,290
Payments in lieu of taxes	11,454	-	-	-	-	653,886
Total Intergovernmental Revenue	<u>\$ 2,367,634</u>	<u>\$ 54,229,644</u>	<u>\$ 24,205,598</u>	<u>\$ 328,192</u>	<u>\$ 928,441</u>	<u>\$ 259,394,682</u>

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
Department of Agriculture			
Direct			
Wildlife Habitat Incentive Program	10.914	\$ 1,364	\$
Passed Through Minnesota Department of Education:			
<i>Child Nutrition Cluster</i>			
School Breakfast Program	10.553	45,780	
National School Lunch Program	10.555	78,719	
Passed Through Minnesota Department of Health:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	3,181,434	
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	5,624,440	
Passed Through Minnesota Department of Agriculture:			
WIC Farmers Market Nutrition Program (FMNP)	10.572	6,450	
Total Department of Agriculture		<u>8,938,187</u>	<u>-</u>
Department of Housing and Urban Development			
<i>CDBG - Entitlement Grants Cluster</i>			
Direct			
Community Development Block Grants/Entitlement Grants	14.218	718,684	554,314
Community Development Block Entitlement Grant - ARRA	14.253	122,638	
Passed Through City of St. Paul:			
Community Development Block Grants/Entitlement Grants	14.218	257,282	184,119
Direct			
Supportive Housing Program	14.235	575,862	531,425
Passed Through Dakota County: Community Development Agency			
Home Investment Partnerships Program	14.239	127,507	
Passed Through Hennepin County:			
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	256,257	
Passed Through City of St. Paul:			
Homelessness Prevention and Rapid Re-Housing Program	14.257	78,157	
Total Department of Housing and Urban Development		<u>2,136,387</u>	<u>1,269,858</u>
Department of the Interior			
Passed Through Minnesota Department of Natural Resources:			
State Wildlife Grants	15.634	25,000	
Total Department of the Interior		<u>25,000</u>	<u>-</u>
Department of Justice			
Direct			
Supervised Visitation, Safe Havens for Children	16.527	107,748	
Part E - Developing, Testing and Demonstrating Promising New Programs			
State Criminal Alien Assistance Program	16.541	134,739	
State Criminal Alien Assistance Program	16.606	146,158	
Second Chance Act Prisoner Reentry Initiative	16.812	185,831	
Passed Through Minnesota Department of Public Safety:			
Juvenile Accountability Block Grants	16.523	61,111	
Crime Victim Assistance	16.575	51,286	
Public Safety Partnership and Community Policing Grants	16.710	2,652	
<i>JAG Program Cluster</i>			
Edward Byrne Memorial Justice Assistance Grant Program/ Grants to States and Territories - ARRA	16.803	169,753	

(continued)

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

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
Department of Justice (continued):			
Passed Through City of St. Paul			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	28,560	
<i>JAG Program Cluster</i>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	121,974	
Edward Byrne Memorial Justice Assistance Grant Program/ Grants to Units of Local Government - ARRA	16.804	72,919	
Edward Byrne Memorial Competitive Grant Program - ARRA	16.808	38,019	
Total Department of Justice		<u>1,120,750</u>	-
Department of Labor			
Passed Through Minnesota Department of Employment and Economic Development:			
<i>WIA Cluster</i>			
Workforce Investment Act (WIA) - Adult Programs	17.258	1,396,018	857,718
Workforce Investment Act (WIA) - Youth Activities	17.259	1,289,080	710,648
Workforce Investment Act (WIA) - Dislocated Workers	17.260	42,635	
Workforce Investment Act (WIA) - Dislocated Workers - ARRA	17.260	125,823	29,836
Workforce Investment Act (WIA) - National Emergency Grants	17.277	181,385	
Workforce Investment Act (WIA) - Dislocated Worker Formula Grants	17.278	1,129,918	37,798
Incentive Grants - Workforce Investment Act Section 503	17.267	6,395	
Passed Through City of Minneapolis:			
Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors - ARRA	17.275	54,094	
Total Department of Labor		<u>4,225,348</u>	<u>1,636,000</u>
Department of Transportation			
<i>Highway Planning and Construction Cluster</i>			
Passed Through Minnesota Department of Natural Resources:			
Recreational Trails Program	20.219	8,881	
Passed Through Minnesota Department of Transportation:			
Highway Planning & Construction	20.205	9,325,005	
Highway Planning & Construction - ARRA	20.205	61,971	
<i>Highway Safety Cluster</i>			
Passed Through Minnesota Department of Public Safety:			
State and Community Highway Safety	20.600	84,679	
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	249,249	
Occupant Protection Incentive Grants	20.602	43,200	
Safety Belt Performance Grants	20.609	10,950	
Passed Through Minnesota Department of Public Safety:			
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	88,708	
Total Department of Transportation		<u>9,872,643</u>	-
Department of Energy			
Direct			
Energy Efficiency and Conservation Block Grant Program - ARRA	81.128	319,916	
		<u>319,916</u>	-

(continued)

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

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
Department of Education			
Passed Through Minnesota Department of Employment and Economic Development:			
Adult Education - Basic Grants to States	84.002	31,098	13,332
Passed Through the University of St. Thomas:			
Federal Work-Study Program	84.033	1,875	
		32,973	13,332
Election Assistance Commission			
Passed Through Minnesota Secretary of State:			
Help America Vote Act Requirements Payments	90.401	384,046	
		384,046	-
Department of Health and Human Services			
Direct			
Family Planning Services	93.217	464,200	
Adoption Opportunities	93.652	439,840	
Child Abuse and Neglect Discretionary Activities	93.670	358,672	
<i>Temporary Assistance for Needy Families (TANF) Cluster</i>			
Passed Through Minnesota Department of Human Services:			
Temporary Assistance for Needy Families (TANF)	93.558	17,508,236	9,989,298
Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program - ARRA	93.714	1,058,447	
Passed Through Minnesota Department of Health:			
Temporary Assistance for Needy Families (TANF)	93.558	994,733	
Passed Through Minnesota Department of Human Services:			
Projects for Assistance in Transition from Homelessness	93.150	178,124	
Promoting Safe and Stable Families	93.556	432,711	250,000
Child Support Enforcement	93.563	10,362,387	
Refugee and Entrant Assistance - State Administered Programs			
	93.566	4,999	
<i>Child Care and Development Fund Cluster</i>			
Child Care and Development Block Grant	93.575	447,861	
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	581,645	
Refugee and Entrant Assistance-Targeted Assistance Grants	93.584	21,677	
Chafee Education and Training Vouchers Program	93.599	70,680	
Child Welfare Services-State Grants	93.645	121,500	
<i>Foster Care Title IV-E Cluster</i>			
Foster Care Title IV-E	93.658	3,326,606	
Foster Care Title IV-E - ARRA	93.658	74,975	
<i>Adoption Assistance Cluster</i>			
Adoption Assistance	93.659	1,350,042	
Adoption Assistance - ARRA	93.659	47,136	
Social Services Block Grant	93.667	4,141,615	
Child Abuse and Neglect State Grants	93.669	2,285	
Chafee Foster Care Independence Program	93.674	55,526	
Children's Health Insurance Program	93.767	4,523	
Medical Assistance Program	93.778	10,387,418	

(continued)

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

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
Department of Health and Human Services (continued):			
Passed Through Minnesota Department of Human Services (continued):			
Block Grant for Community Mental Health Services	93.958	5,873	
Block Grant for Prevention and Treatment of Substance Abuse	93.959	962,415	
Passed Through Minnesota Department of Health:			
Public Health Emergency Preparedness	93.069	409,627	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	29,460	
Childhood Lead Poisoning Prevention Projects-State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	22,385	
Affordable Care Act (ACA) Abstinence Education Program	93.235	13,073	
Universal Newborn Hearing Screening	93.251	5,625	
<i>Immunization Cluster</i>			
Immunization Grants	93.268	132,400	
Immunization - ARRA	93.712	89,918	
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	43,786	
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Visiting Program	93.505	13,034	
Refugee and Entrant Assistance Discretionary Grants	93.576	14,980	
HIV Prevention Activities-Health Department Based Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	28,457	
Maternal and Child Health Services Block Grant to the States	93.994	862,095	
Passed Through Natl Assoc of County & City Health Officials:			
Medical Reserve Corps Small Grant Program	93.008	5,000	
Total Department of Health and Human Services		<u>55,151,766</u>	<u>10,239,298</u>
Department of Homeland Security			
Direct			
Law Enforcement Officer Reimbursement Agreement Program	97.090	22,353	
Port Security Grant Program - ARRA	97.116	38,356	
Passed Through Minnesota Department of Public Safety:			
Homeland Security Grant Program	97.067	858,669	58,382
Passed Through City of Minneapolis:			
Metropolitan Medical Response System	97.071	120,441	
Passed Through Minnesota Department of Public Safety:			
Emergency Management Performance Grants	97.042	123,944	
Passed Through Minnesota Department of Natural Resources:			
Boating Safety Financial Assistance	97.012	10,875	
Total Department of Homeland Security		<u>1,174,638</u>	<u>58,382</u>
Total Cash Federal Awards		<u>83,381,654</u>	<u>13,216,870</u>
Non-Cash Awards			
Department of Agriculture			
Food Donation Program	10.550	6,294	-
Total Non-Cash Federal Awards		<u>6,294</u>	<u>-</u>
Total Federal Awards		<u>\$ 83,387,948</u>	<u>\$ 13,216,870</u>

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

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011**

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. It does not include \$44,277,964 in federal awards expended by the Regional Railroad Authority, a blended component unit of the County, which had a separate 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, 2011. 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. Clusters

Clusters of programs are groupings of closely related programs that share common compliance requirements. Total expenditures by cluster are:

Child Nutrition Cluster	\$ 124,499
CDBG - Entitlement Grants Cluster	1,098,604
JAG Program Cluster	364,646
WIA Cluster	4,164,859
Highway Planning and Construction Cluster	9,395,857

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

4. Clusters (Continued)

Highway Safety Cluster	388,078
Temporary Assistance for Needy Families (TANF) Cluster	19,561,416
Child Care and Development Fund Cluster	1,029,506
Foster Care Title IV-E Cluster	3,401,581
Adoption Assistance Cluster	1,397,178
Immunization Cluster	222,318

5. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 127,659,618
Non-cash awards	6,294
Grant received by blended component unit not included	
Highway Planning and Construction	(17,096,394)
Surface Transportation - Discretionary Grants for Capital Investment - ARRA	(26,429,514)
Alternative Analysis	(752,056)
	(33,278,064)
Expenditures Per Schedule of Expenditures of Federal Awards	\$ 83,387,948

6. 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.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	116
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property taxes.	121
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the county's ability to issue additional debt in the future.	124
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the county's financial activities take place and to help make comparisons over time and with other governments.	128
Operating Information These schedules contain information about the county's operations and resources to help the reader understand how the county's financial information relates to the services the County provides and the activities it performs.	130

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 TEN YEARS

(accrual basis of accounting)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
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	\$ 594,662,081
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	85,110,684	120,670,636
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	203,149,528	158,982,129
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	874,314,846
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	3,400,278
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)	(6,808,206)
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)	(3,407,928)
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	598,062,359
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	85,110,684	120,670,636
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	198,170,582	152,173,923
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	\$ 870,906,918

* 2010 Net Assets were reclassified due to implementation of GASB 54.

Unaudited

TABLE II

RAMSEY COUNTY, MINNESOTA
CHANGES IN NET ASSETS
LAST TEN YEARS

(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental activities:										
General government	\$ 83,519,244	\$ 88,844,095	\$ 49,037,867	\$ 68,903,388	\$ 83,775,008	\$ 101,167,962	\$ 128,943,586	\$ 82,960,856	\$ 115,004,474	\$ 100,922,870
Public safety	84,036,106	81,266,102	92,552,785	103,140,189	93,123,718	119,620,609	95,365,044	128,613,084	123,129,484	120,098,178
Transportation	23,609,628	19,587,607	46,613,526	28,016,187	35,186,475	55,736,382	27,755,773	45,719,387	62,868,799	50,408,476
Sanitation	15,851,946	14,801,180	15,737,538	17,850,477	17,071,936	20,784,044	21,437,028	20,344,702	17,905,242	20,287,792
Health	24,118,961	24,400,859	23,278,945	28,154,048	26,343,037	28,278,967	30,170,924	29,132,076	37,201,753	40,459,379
Human services	181,927,405	176,750,563	170,372,597	172,133,597	176,236,609	184,531,459	180,881,041	159,164,483	158,887,480	156,795,998
Culture and recreation	18,896,677	18,792,204	17,181,891	21,253,410	18,916,877	17,643,825	24,850,816	30,920,839	19,150,384	25,754,548
Conservation of natural resources	768,743	776,639	466,403	421,883	413,943	81,364	127,989	309,757	363,667	272,732
Economic development and assistance	25,747,275	23,877,182	22,938,983	22,774,299	22,931,445	23,600,476	26,515,815	32,822,478	32,561,770	26,908,496
Interest	7,826,063	7,297,704	9,648,907	9,259,922	8,433,629	9,474,261	8,590,471	6,322,655	6,549,472	6,556,688
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	550,463,157
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	8,809,514
Ponds at Battle Creek	486	172,681	665,560	608,504	701,798	684,747	738,633	655,002	683,309	668,899
Ramsey County Care Center	11,398,215	11,751,327	12,079,285	12,184,848	12,435,723	13,608,395	14,400,779	15,082,263	15,455,058	15,631,570
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	6,218,335
Total business-type activities expenses	24,258,619	24,916,826	25,321,299	25,439,157	26,367,163	28,254,009	29,483,987	30,158,801	30,587,457	31,328,318
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	581,791,475
Program Revenues										
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	20,838,831
Public safety	6,534,896	6,243,086	7,023,639	9,170,315	8,350,392	9,702,158	17,230,863	14,321,258	15,355,653	15,986,359
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	3,808,081
Sanitation	1,173,952	13,063,110	15,817,903	16,870,909	18,659,083	17,864,232	19,041,808	17,766,566	18,331,643	19,067,958
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	12,421,094
Human services	6,976,751	5,851,067	6,727,816	6,555,896	7,773,517	8,278,649	10,383,511	10,287,808	13,988,585	9,647,165
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	6,131,844
Conservation of natural resources	312,688	181,631	161,547	257,348	302,760	179,122	455	381	2,770	-
Economic development and assistance	624,540	5,054,419	1,349,226	3,896,699	1,666,602	522,029	2,220,388	196,245	1,814,382	127,048
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	23,919,526
Public safety	19,345,021	17,515,827	13,617,565	12,788,912	13,857,784	14,579,839	15,566,362	15,251,928	15,177,256	14,421,382
Transportation	-	59,938	5,201,984	3,208,041	4,261,815	6,014,034	4,040,531	6,113,663	7,436,879	8,811,046
Sanitation	1,757,002	1,312,417	1,438,701	1,401,465	1,506,761	2,494,748	1,709,892	2,041,287	2,268,498	3,051,744
Health	10,342,476	11,937,292	9,318,922	11,167,848	11,983,024	13,341,719	11,891,612	12,852,071	14,184,562	11,931,376
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	72,884,805
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	1,706,435
Conservation of natural resources	118,516	49,280	85,618	78,061	77,584	4,000	-	-	-	-
Economic development and assistance	23,184,326	19,515,445	20,541,025	21,274,245	21,595,537	22,761,021	25,899,726	32,169,880	31,630,902	25,579,558
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	77,075,784
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	2,892,676
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	289,546,740	283,634,459	265,877,968	297,954,225	330,402,312

Unaudited

TABLE II
(Continued)

RAMSEY COUNTY, MINNESOTA
CHANGES IN NET ASSETS
LAST TEN YEARS

(accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Business-type activities:										
Fees, fines, charges and other:										
Lake Owasso Residence	7,285,797	7,191,307	7,715,951	7,478,024	7,630,384	7,793,049	8,015,858	8,014,830	7,902,212	7,805,181
Ponds at Battle Creek	-	30,343	460,246	430,735	446,901	481,476	465,921	449,980	430,432	393,612
Ramsey County Care Center	10,797,696	11,215,071	11,484,876	11,323,025	11,949,961	12,344,360	12,910,864	14,464,824	13,725,845	14,112,022
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	5,907,717
Operating grants and contributions:										
Lake Owasso Residence	-	-	-	-	-	19,968	26,957	24,807	19,968	19,968
Ramsey County Care Center	-	-	-	-	-	93,084	60,567	51,619	33,778	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	274,446
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	23,336,980	24,016,581	24,481,151	24,174,102	25,158,738	26,121,589	27,050,602	29,261,057	28,081,103	28,546,724
Total primary government program	294,064,154	294,215,626	269,583,845	266,420,388	303,112,833	325,668,329	310,685,061	294,939,025	326,035,328	358,949,036
Net (Expense)/Revenue										
Governmental activities	(205,576,874)	(185,995,100)	(202,736,588)	(206,861,114)	(205,478,682)	(261,372,609)	(260,804,028)	(270,632,329)	(277,486,300)	(220,060,845)
Business-type activities	(919,639)	(900,245)	(830,148)	(1,285,055)	(1,208,425)	(2,132,420)	(2,443,385)	(897,744)	(2,506,354)	(2,781,594)
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)	(222,842,439)
General Revenues and Other Charges in Net Assets										
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	274,791,919
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	19,330,043
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	5,658,590
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	282,520	391,791
Special item - capital lease forgiveness	-	-	-	-	-	-	-	-	-	2,279,995
Transfers	(519,384)	(1,471,453)	(607,492)	(558,561)	(619,561)	(363,090)	(657,703)	(630,853)	(627,228)	(830,853)
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	301,621,485
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	106,454
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	13,000
Transfers	519,384	1,471,453	607,492	558,561	619,561	363,090	657,703	630,853	627,228	830,853
Total business-type activities	848,128	1,641,675	768,310	1,061,538	800,350	542,178	929,224	684,204	667,095	950,307
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	302,571,792
Change In Net Assets										
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	81,560,640
Business-type activities	(71,511)	741,430	(61,838)	(203,517)	(408,075)	(1,590,242)	(1,514,161)	(213,540)	(1,839,259)	(1,831,287)
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	\$ 79,729,353

Unaudited

TABLE III

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

(modified accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
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	-
Nonspendable	-	-	-	-	-	-	-	-	-	18,675,330
Restricted	-	-	-	-	-	-	-	-	-	155,244
Committed	-	-	-	-	-	-	-	-	-	3,819,936
Assigned	-	-	-	-	-	-	-	-	-	123,848,540
Unassigned	-	-	-	-	-	-	-	-	-	68,873,130
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	215,372,180
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	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	-
Special revenue funds	-	21,320,176	15,932,348	12,287,308	12,664,938	-	-	-	(15,620,875)	-
Capital project fund	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	-
Undesignated	-	-	-	-	-	(2,156,637)	(8,772,755)	300,138	3,619,867	-
Special revenue funds	-	-	-	-	-	-	-	-	-	184,746
Capital project fund	-	-	-	-	-	-	-	-	-	120,515,392
Nonspendable	-	-	-	-	-	-	-	-	-	319,835
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	18,877,749
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	\$ 139,897,722

Note: Ramsey County implemented GASB 54 for the fiscal year ended December 31, 2011. Prior year amounts were not restated.

Unaudited

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

(modified accrual basis of accounting)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
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	\$ 276,637,814
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	1,684,066
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	258,138,049
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	844,288
Charges for services	42,762,479	56,428,484	61,635,081	64,869,125	62,043,508	61,155,215	66,393,453	67,244,221	68,575,275	70,931,808
Fines and forfeitures	4,124,232	2,437,722	733,823	761,722	745,971	845,968	733,550	923,872	807,505	951,329
Sales	2,649,774	2,306,044	2,457,870	2,804,900	2,850,049	2,588,428	2,486,445	2,552,113	2,321,965	3,219,897
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	2,255,610
Investment earnings	11,579,900	4,884,456	6,254,178	9,187,327	17,560,179	22,514,136	18,012,013	5,720,578	4,439,391	5,658,590
Program recoveries	5,600,073	4,116,529	4,020,666	3,946,060	3,900,928	4,021,196	3,919,001	5,921,413	5,133,919	3,266,715
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	8,172,571
Total revenues	493,747,158	478,412,486	472,015,470	506,334,074	555,361,324	581,066,533	560,508,512	569,977,745	597,008,104	631,760,737
Expenditures										
General government	87,589,504	81,731,833	79,581,902	88,857,578	87,579,800	136,147,236	99,922,521	88,827,004	98,837,741	101,887,173
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	115,360,087
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	106,867,710
Sanitation	15,850,612	14,778,330	15,742,726	17,852,048	17,027,293	20,578,256	21,216,590	20,234,092	17,853,654	20,232,552
Health	24,983,929	25,702,871	24,447,734	26,459,940	27,620,672	27,845,829	29,674,278	28,780,411	36,557,504	39,364,298
Human services	185,217,269	178,278,504	173,313,709	174,403,870	178,479,898	178,473,226	179,189,088	158,512,154	155,917,420	154,412,108
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	21,372,191
Conservation of natural resources	828,136	775,940	458,455	436,555	406,016	51,254	71,516	50,943	52,899	44,626
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	26,774,013
Capital outlay	63,166,225	65,318,576	43,153,982	38,959,892	50,134,804	66,777,129	35,478,085	42,417,173	48,901,528	55,988,264
Debt service	1,079,357	229,302	363,672	134,111	70,093	86,872	66,371	171,873	296,715	390,268
Bond issuance costs	43,829,429	15,496,354	11,517,541	11,913,241	11,835,252	16,298,102	24,429,453	26,525,650	14,699,286	15,330,998
Principal	6,541,233	7,418,382	8,326,082	9,680,213	9,373,553	9,651,318	9,166,915	8,379,746	8,793,587	8,909,317
Interest	587,492,690	525,827,534	496,665,043	512,774,451	532,136,775	618,552,835	577,186,348	580,707,534	602,616,728	666,933,605
Total 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)	(35,172,866)
Excess of revenues over (under) expenditures										
Other Financing Sources (Uses):										
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	18,500,000
Discount/premium on bonds	4,682,875	1,007,203	1,770,673	1,057,776	31,046	690,659	122,772	66,911	508,367	7,408,566
Sale of capital assets	1,146,128	14,400	13,845,000	756,306	6,000,000	3,300,000	3,531,806	-	6,850,000	35,975,000
Refunding Bonds Issued	900,000	-	-	-	-	-	-	-	-	-
Redemption of refunded bonds	-	-	(2,345,000)	(10,505,000)	-	(8,510,000)	(7,355,000)	-	(7,390,000)	-
Transfers in	3,024,157	9,606,712	2,118,199	226,969	2,331,539	5,894,151	8,875,286	13,776,166	5,438,950	27,317,878
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)	(31,214,839)
Total other financing sources (uses)	86,500,247	26,380,094	67,283,181	8,305,395	12,238,552	35,695,870	(2,406,679)	19,965,423	13,924,342	58,484,219
Special Item:										
Capital Lease Forgiveness	-	-	-	-	-	-	-	-	-	2,279,995
Net change in fund balances	\$ 12,754,715	\$ (21,034,944)	\$ 42,633,608	\$ 1,865,018	\$ 35,463,101	\$ (1,790,432)	\$ 915,285	\$ 9,235,634	\$ 8,315,718	\$ 25,591,346
Debt service as a percentage of noncapital expenditures	9.98%	4.98%	4.38%	4.55%	4.40%	4.76%	6.20%	6.86%	4.24%	4.47%

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 TAX INCREMENT NET CAPTURED TAX CAPACITY		NET TAX CAPACITY (2)	TOTAL		PERCENT OF TAXABLE MARKET VALUE
	RESIDENTIAL	COMMERCIAL INDUSTRIAL	NET TAX CAPACITY	TAXABLE MARKET VALUE	NET TAX CAPACITY		TAXABLE MARKET VALUE	TOTAL DIRECT TAX RATE		TAXABLE MARKET VALUE		
2003	\$ 232,709,558	\$ 121,254,997	\$ 353,964,555	\$ 28,452,376,400	\$ 8,614,622	\$ 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	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	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	12,982,384	33,549,332	478,383,789	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	12,882,615	40,581,499	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	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	18,713,524	47,183,423	596,632,709	46.546	48,377,706,900	1.23%	
2010	368,364,207	190,888,511	559,252,718	45,426,036,700	9,797,013	19,029,175	44,851,268	543,207,638	50.248	45,921,063,800	1.18%	
2011	347,641,653	176,530,778	524,172,431	42,921,549,600	10,566,921	20,063,169	41,314,153	513,486,368	54.678	43,219,897,400	1.19%	
2012	311,038,207	169,547,611	480,585,818	38,746,044,100	9,821,259	17,187,329	39,567,567	468,028,839	61.051	39,244,390,100	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

TABLE VI

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

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					
TAX RATE AS A PERCENTAGE OF NET TAX CAPACITY (2)								
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
2011	2012	35.119	17.319	4.507	56.945	3.675	0.697	61.317
TAX LEVIES								
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
2011	2012	161,283,136	79,536,358	20,699,607	261,519,101	8,637,079	1,638,676	271,794,856

(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	
						Amount	Percentage of Original Levy on Taxpayer		Amount	Percentage of Adjusted Levy
2002	\$ 189,146,194	\$ 27,524,379	\$ 161,621,815	\$ 249,906	\$ 161,371,909	\$ 159,790,921	98.87%	\$ 1,550,739	161,341,660	99.99%
2003	195,304,680	22,773,089	172,531,591	970,483	171,561,108	169,910,507	98.48%	1,635,530	171,546,037	99.99%
2004	197,811,635	12,743,098	185,068,537	1,500,388	183,568,149	181,440,412	98.04%	2,100,038	183,540,450	99.97%
2005	206,554,660	11,636,585	194,918,075	1,128,554	193,789,521	191,406,457	98.20%	2,327,633	193,734,090	99.95%
2006	217,459,484	10,143,743	207,315,741	797,442	206,518,299	203,455,200	98.14%	2,956,139	206,411,339	99.89%
2007	230,929,535	9,162,260	221,767,275	842,256	220,925,019	217,124,442	97.91%	3,570,070	220,694,512	99.77%
2008	242,075,699	8,758,281	233,317,418	984,308	232,333,110	227,391,319	97.46%	4,458,327	231,849,646	99.30%
2009	252,760,267	8,855,957	243,904,310	638,535	243,265,775	238,336,998	97.72%	4,129,156	242,466,154	97.97%
2010	259,971,049	9,196,053	250,774,996	684,747	250,090,249	244,384,790	97.45%	4,176,693	248,561,483	97.72%
2011	267,120,252	9,736,705	257,383,547	1,311,894	256,071,653	252,154,167	97.97%	-	252,154,167	98.47%

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 DEBT PER CAPITA	PERCENTAGE OF PERSONAL INCOME
	GENERAL OBLIGATION BONDS	PUBLIC FACILITY LEASE REV. BONDS	CAPITAL LEASES	GENERAL OBLIGATION BONDS							
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%
2011	227,532,000	10,235,000	-	8,330,000	246,097,000	76,339,533	169,757,467	513,488,368	33.06%	332.85	0.73%

Unaudited

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

YEAR	GENERAL OBLIGATION BONDS	LESS DEBT SERVICE FUNDS	TOTAL	PERCENTAGE OF PERSONAL INCOME	PERCENTAGE OF NET TAX CAPACITY	NET BONDED DEBT PER CAPITA
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
2011	235,862,000	76,339,533	159,522,467	0.69%	31.07%	312.79

TABLE X

**RAMSEY COUNTY, MINNESOTA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2011**

<u>Government Unit</u>	<u>Debt Outstanding*</u>	<u>Estimated Percentage Application **</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt repaid with property taxes			
City of White Bear Lake	\$ -	98.2%	\$ -
City of Spring Lake Park	295,000	2.5%	7,375
City of St. Anthony	2,210,000	28.2%	623,220
City of Blaine	19,330,000	1.0%	193,300
School District #624	108,130,000	80.1%	86,612,131
School District #622	148,690,000	54.0%	80,292,600
School District #282	24,680,000	39.4%	9,723,920
North Metro Intermediate School District #916	-	43.0%	-
Metro Council	213,645,000	15.5%	33,114,975
Ramsey-Washington Metro Watershed District	571,652	100.0%	571,652
Capital Region Watershed	1,340,000	100.0%	1,340,000
City of Falcon Heights	235,000	100.0%	235,000
City of Gem Lake	805,000	100.0%	805,000
City of St. Paul	128,287,969	100.0%	128,287,969
HRA of St. Paul	45,105,000	100.0%	45,105,000
City of Maplewood	7,420,000	100.0%	7,420,000
City of Mounds View	924,602	100.0%	924,602
City of New Brighton	3,905,000	100.0%	3,905,000
City of North St. Paul	8,970,000	100.0%	8,970,000
City of Roseville	20,135,000	100.0%	20,135,000
City of Shoreview	8,705,000	100.0%	8,705,000
City of Vadnais Heights	7,500,000	100.0%	7,500,000
Town of White Bear	1,650,000	100.0%	1,650,000
School District #621	188,348,495	100.0%	188,348,495
School District #623	47,765,000	100.0%	47,765,000
School District #625	329,484,817	100.0%	329,484,817
Port Authority	26,260,000	100.0%	26,260,000
Other debt			
Ramsey County Public Facility Revenue Bonds	10,235,000	100.0%	<u>10,235,000</u>
Subtotal, overlapping debt			1,048,215,056
Ramsey County Direct Debt	235,862,000	100.0%	<u>235,862,000</u>
Total direct and overlapping debt			<u><u>\$1,284,077,056</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

TABLE XI

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

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$ 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	\$ 1,296,596,922
Total net debt applicable to limit	155,230,796	163,184,505	176,591,347	169,487,622	163,878,123	172,812,304	163,445,374	171,896,695	174,350,538	159,522,467
Legal debt margin	\$ 358,583,916	\$ 414,593,547	\$ 470,007,697	\$ 565,415,182	\$ 661,009,803	\$ 745,817,456	\$ 1,309,416,332	\$ 1,279,434,512	\$ 1,206,323,544	\$ 1,137,074,455
Legal Debt Margin Calculation for Fiscal Year 2011										
Assessed value										\$ 43,219,897,400
Debt Limit (3% of assessed value)										1,296,596,922
Debt applicable to limit:										
General obligation bonds										235,862,000
Less: Amount set aside for repayment of general obligation bonds										(76,339,533)
Total net debt applicable to limit										159,522,467
Legal debt margin										\$ 1,137,074,455

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

TABLE XII

RAMSEY COUNTY, MINNESOTA
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	Type of Business	2011		2002			
		Taxable Net Tax Capacity	Rank	Percentage of Total Taxable Net Tax Capacity	Taxable Net Tax Capacity	Rank	Percentage of Total Taxable Net Tax Capacity
NorthernStates Power (Xcel Energy)	Utility	\$ 8,981,554	1	1.92%	\$ 11,819,608	2	3.74%
3M	Industrial and Commercial Products	4,437,822	2	0.95%	12,807,306	1	4.05%
Compass Retail, Inc	Rosedale Center	2,998,500	3	0.64%	3,427,698	3	1.08%
St Paul Fire and Marine Ins Co (St Paul Travelers)	Insurance	2,818,622	4	0.60%	3,327,110	4	1.05%
CSM Corporation & Investors	Property Management/ Real Estate Investing (Commercial/ Office/ Hotel/ Townhome)	2,623,726	5	0.56%			
Medtronic	Surgical & Medical Instrument Manufacturing	2,406,734	6	0.51%			
Minnesota Mutual life Ins Co.	Insurance	2,155,744	7	0.46%			
Unilev Management Corporation	Property Management	1,713,500	8	0.37%			
Target Corporation	Retail	1,606,196	9	0.34%	1,466,786	9	0.46%
Guidant (Cardiac Pacemakers, Inc.)	Medical Manufacturing	1,599,250	10	0.34%			
Maplewood Mall	Real Estate				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**

Year	Population^a	Personal Income (millions of dollars)^b	Per Capita Personal Income^b	Public School Enrollment (K-12)^c	Annual Average Unemployment Rate^d
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	22,897	44,962	84,403	7.0%
2011	514,696	*	*	82,953	6.6%

* - Figure for this period is not yet available.

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

^b U.S. Department of Commerce, Bureau of Economic Analysis.

^c State Department of Education.

^d Minnesota Department of Economic Security, Research and Planning.

Unaudited

TABLE XIV

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

Taxpayer	Fiscal Year 2011			2002		
	Approximate Number of Employees	Rank	Percentage of Total County Employment	Approximate Number of Employees	Rank	Percentage of Total County Employment
University of Minnesota	22,703	a 1	8.82%	15,606	2	5.72%
State of Minnesota	17,117	a 2	6.65%	35,751	1	13.09%
3M Company	10,000	3	3.88%	11,579	c 3	4.24%
Medtronic	8,000	4	3.11%	-	-	-
Indep. School District #625	5,953	a 5	2.31%	6,697	6	2.45%
United/Children's Hospital	4,547	6	1.77%	8,200	4	3.00%
Ramsey County	4,422	a 7	1.72%	4,000	8	1.47%
Regions Hospital	4,300	8	1.67%	2,780	-	1.02%
U.S. Bank	3,545	9	1.38%	5,142	d 7	1.88%
Target Corporation	2,731	a,b 10	1.06%	3,000	e -	1.10%
Health East	-	-	-	7,494	5	2.74%
Marsden	-	-	-	4,000	f 9	1.47%
St. Paul Companies, Inc.	-	-	-	3,500	10	1.28%
	<u>83,318</u>		<u>32.37%</u>	<u>107,749</u>		<u>39.46%</u>

a: Includes full- and part-time employees.

b: Includes multiple locations throughout the County.

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

d: 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.

e: Includes Target Stores, Dayton's and Marshall Fields.

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, 2011**

<u>COMPANY NAME</u>	<u>POLICY NUMBER</u>	<u>POLICY PERIOD</u>	<u>COVERAGE-DEPARTMENTS</u>	<u>POLICY LIMIT</u>
St. Paul/Travelers	KTK-CMB-294T324-4-11	9/22/11-9/22/12	COUNTY Property Fire & Extended Coverage Boiler & Machinery Vehicles & Mobile Equipment	All Risk, Full Replacement, \$100,000 Deductible B&M Perils \$500 MM \$698 MM Total Ins. Value
Travelers Insurance Company	105497465	9/22/11-9/22/12	Commercial Crime Including Public Employee Dishonesty coverage	\$3,000,000 \$100,000 Deductible
WCRA	40014	1/1/11-1/1/12	Reinsurance - Workers Compensation	\$1,800,000 Retention Limits
Ramsey County	A-01-21	1/1/11-1/1/12	Self-Funded Vehicle	\$30,000/\$60,000/\$10,000
Ramsey County	T-01-20	1/1/11-1/1/12	Self-Funded Tort	\$400,000 per Claim \$1,200,000 per Occurrence
Ramsey County	EPP-01-23	1/1/11-1/1/12	Employee Personal Prop. Loss	Per RC Board Policy up to \$750
Ramsey County	P-01-24	1/1/11-1/1/12	Self-Funded Property	Per State Statute - \$5,000 Deductible
MN Risk Management Fund	0023PK11	7/1/11-7/1/12	800 MHZ Property Fire and Extended, Boiler and Machinery and Vehicle and Mobile Equipment	\$8,662,000 \$25,000 Deductible
National Indemnity Company of America	75 APR 257510	1/1/11-1/1/12	LAKE OWASSO Automobile	\$1,000,000 \$500 Deductible for Collision & Comprehensive.

Unaudited

(Continued)

TABLE XV
(Continued)

RAMSEY COUNTY, MINNESOTA
INSURANCE IN FORCE
DECEMBER 31, 2011

<u>COMPANY NAME</u>	<u>POLICY NUMBER</u>	<u>POLICY PERIOD</u>	<u>COVERAGE-DEPARTMENTS</u>	<u>POLICY LIMIT</u>
Midwest Medical	MP71336	1/1/11-1/1/12	MEDICAL EXAMINER Professional Liability Covers McGee, Froloff, Mills, and Huston Paid Directly by Medical Examiner	\$2,000,000/\$4,000,000 Claims Made Policy
CNA Surety/Western Surety Co.	0601 69042089	9/15/11-9/15/12	NURSING HOME Patient's Bond	\$100,000
MCIT	PC245011	1/1/11-1/1/12	RESOURCE RECOVERY Package Liability	\$500,000 per Claim Gen. Liability & Public Officials: \$1,500,000 Each Occurrence
MN Joint Underwriting Association	J04-0016	7/1/11-7/1/12	REGIONAL RAIL Directors & Officers	\$1,000,000
MN Joint Underwriting Association	J040015	7/1/11-7/1/12	General Liability	\$1,000,000 \$250 Deductible per Event
League of MN Cities	CMC32249/OML7755	7/12/11-7/12/12	Crime, Petrofund, Municipal & Auto Liability Rush Line Corridor	\$100,000 Crime \$250,000 Petrofund \$1,500,000 Muni & Auto Liability
League of MN Cities	CMC32369/OML6785	10/06/11-10/06/12	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>									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General government	902.03	896.08	709.88	709.08	719.08	723.73	720.58	712.23	707.70	708.70
Public safety	928.24	952.99	956.99	959.49	1,069.49	1,088.49	1,124.79	1,138.54	1,107.66	1,100.66
Transportation	131.13	131.13	123.13	122.18	122.18	126.68	126.68	117.58	116.58	116.58
Health	273.76	288.76	273.83	291.53	292.73	302.68	309.28	325.28	318.83	319.00
Human services	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	1,269.59
Culture and recreation	201.06	204.36	194.66	196.91	193.61	193.61	196.96	198.94	192.34	192.62
Conservation of natural resources	6.25	3.90	3.90	4.90	4.90	4.90	4.05	-	-	-
Economic development and assistance	79.40	76.20	78.40	89.40	89.40	88.40	88.40	90.40	90.40	91.90
Total	3,786.13	3,853.16	3,592.14	3,647.58	3,743.48	3,796.28	3,839.83	3,875.41	3,816.15	3,799.05

Source: County Budgeting and Accounting Office.

Unaudited

TABLE XVII

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

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
County Building Operating Cost per Gross Square Foot*	\$ 5.45	\$ 5.36	\$ 5.43	\$ 5.28	\$ 5.28	\$ 5.46	\$ 5.62	\$ 5.55	\$ 5.55	\$ 6.45
Public Safety										
Sheriff:										
Jail Facility Bookings	24,240	23,578	23,652	25,025	25,864	24,427	26,958	22,669	22,149	21,439
Warrants Issued & Cleared	20,140	18,467	17,059	15,598	15,118	15,029	14,637	9,315	12,572	24,351
Corrections:										
Adult Probation Cases	31,765	32,331	31,234	29,553	28,763	30,677	30,799	28,529	27,686	27,112
Juvenile Probation Cases	3,398	3,231	3,040	3,151	3,529	3,084	3,504	3,113	2,276	2,202
Average Daily Population All Facilities	503	515	505	531	539	523	533	539	486	464
Transportation										
Average Daily Vehicle Miles Traveled on County Roads**	1,960,926	1,929,843	1,898,759	1,884,314	2,819,652	2,792,534	2,740,986	2,719,998	2,679,069	N/A
Health										
WIC Nutrition Program Client Served	N/A	26,161	27,744	28,610	29,436	29,649	30,969	31,465	31,274	31,324
Client Personal Care Attendant Assessments	N/A	1,438	1,884	1,772	1,710	1,649	2,008	2,442	3,257	2,950
Human Services										
Financial Assistance Cases	37,881	39,247	40,937	41,536	43,053	43,507	44,822	48,786	52,846	52,948
Out of Home Placements***	3,842	3,473	3,565	3,287	3,260	2,883	2,506	1,706	1,844	1,956
Applications for Financial Assistance	28,433	31,205	31,205	34,267	37,158	38,488	41,949	44,059	43,653	45,919
Services for Disabled Adults	438	714	916	1,145	1,366	1,567	1,868	3,454	3,268	3,307
Child Maltreatment Intake Reports	1,457	1,427	1,502	1,833	1,718	1,444	1,255	1,264	1,265	1,265
Culture and Recreation										
Parks and Recreation:										
Ice Hours Rented at Ice Arenas	13,423	12,774	15,389	15,814	15,746	15,605	15,658	14,832	13,912	12,657
Park Shelter Rentals	N/A	1,315	1,247	1,272	1,254	1,310	1,259	1,288	1,280	1,065
Libraries:										
Total Circulation	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	4,713,703
Visits to Library Buildings	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	1,808,934
Librarian Reference Assistance	293,569	269,444	274,712	272,302	264,372	270,215	280,075	263,431	279,503	275,964
Economic Development and Assistance										
Workforce Solutions:										
Percent of Participants in Voluntary Programs Employed	N/A	N/A	N/A	73%	77%	81%	80%	80%	85%	83%
Percent of Participants in Mandatory Programs Employed	N/A	N/A	N/A	63%	71%	79%	72%	70%	60%	55%

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.

N/A: Not available

Unaudited

TABLE XVIII

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

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Public Safety										
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
Transportation										
Centerline Miles of County Road Maintained	302	302	298	298	298	295	295	295	295	295
Culture and recreation										
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	6,527	6,527	6,527	6,527	6,527	6,527	6,527
County Golf Courses	4	4	5	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	10	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	6*	6*	7	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