



RAMSEY COUNTY, MINNESOTA



RAMSEY COUNTY 2012

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2012

FINANCIAL HIGHLIGHTS

(Dollars in thousands except per capita amounts)		2012	2011	Percent Change
Government-wide Financial Statements:				
Assets		\$ 1,360,661	\$ 1,313,349	3.6%
Liabilities		\$ 436,227	\$ 442,442	(1.4%)
Net Position		\$ 924,434	\$ 870,907	6.1%
Government-wide Financial Statements:				
Revenues		\$ 654,451	\$ 661,521	(1.1%)
Expenses		\$ 600,924	\$ 581,791	3.3%
Increase in Net Position		\$ 53,527	\$ 79,730	
Expense per Capita		\$ 1,155.55	\$ 1,130.35	2.2%
Investment/Cash Ratio		92.3%	89.1%	3.6%
Average Investment Book Yield		0.95%	1.45%	(34.5%)
General Obligation and Revenue Bond Debt		\$ 210,552	\$ 246,097	(14.4%)
Net General Obligation and Revenue Bond Debt Per Capita		\$ 404.79	\$ 478.14	(15.3%)
Bond Ratings	Moody's Investor Services	Aaa	Aaa	
	Standard & Poor's	AAA	AAA	
Property Taxes	Levy (General County)	\$ 266,147	\$ 261,519	1.8%
	Net Tax Capacity Rates	60.64	56.95	6.5%
	Net Tax Capacity (Adjusted)	\$ 443,648	\$ 468,027	(5.2%)
	Market Values	\$ 36,755,676	\$ 39,244,390	(6.3%)
Number of Budgeted Employees (FTE)		3,715.45	3,799.05	(2.2%)

Comprehensive Annual Financial Report

of the

County of Ramsey, Minnesota

Year Ended December 31, 2012

BOARD OF COUNTY COMMISSIONERS

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

Prepared by: Finance Division of the
County Manager's Department

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Section I
Introductory Section

**RAMSEY COUNTY
LIST OF PRINCIPAL OFFICIALS
As of December 31, 2012**

	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, Chair	January 2015
6th District	Jim McDonough	January 2015
7th District	Victoria Reinhardt	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, 2016
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	
Finance 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

June 24, 2013

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, 2012. This report was prepared by the Department of Finance. 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 11. 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 GAAP. 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

Supporting Growth by Facilitating Economic Development

In 2012, Ramsey County took major steps toward bolstering economic growth, adding tax base, and attracting living wage jobs.

Twin Cities Army Ammunition Plant ("TCAAP") development proceeded. In November 2012, the County Board approved the acquisition and remediation of the former Twin Cities Army Ammunition Plant ("TCAAP") located in Arden Hills. The County Board identified the TCAAP property as the best opportunity to provide our community with economic sustainability and a competitive position in the greater metropolitan area.

This 427 acre parcel represents the largest remaining undeveloped site in Ramsey County, with the potential to generate more than \$10 million per year in property taxes to the County. Since Ramsey County is the smallest, most densely populated county in the state, with nearly 24% of the population living at or below the poverty line, this is a major step in adding to local capacity.

In April 2013, Carl Bolander and Sons will begin work on the remediation of TCAAP under a fixed price contract. Remediation to clean soil to a residential standard will take approximately 30 months, and when complete, the site's soil will be cleaned to a residential standard, ensuring that the property can be put to the highest and best use for future generations of the Ramsey County community.

Union Depot reopened. The Ramsey County Regional Railroad Authority's (RCRRA) bold vision for the future of east metro transportation became reality on December 8, 2012, when Union Depot reopened to the public after being closed for more than 40 years. More than 20,000 people attended the opening festivities and experienced local music, food, artists and performers reenacting historic scenes from Lowertown's past.

It has been revitalized into a 33-acre multimodal transportation hub with regional and national significance in the heart of a thriving Lowertown neighborhood. The 27,000 square foot vaulted waiting room, now in "brand new 1924" condition, is the site where passengers will choose from light rail, local and intercity bus service, taxis, Amtrak service—and in the future—commuter rail and high speed rail to Chicago

As a state-of-the-art transit hub, Union Depot will soon feature art, dining, shopping, entertainment, housing, office space—and plenty of history. It will be a magnet for shopping and entertainment. Already, private investment and economic development is underway around Union Depot, spurred by the bustling neighborhood that will soon be home to a regional ballpark and light rail.

The \$243 million restoration of Union Depot in St. Paul's Lowertown neighborhood is one of the largest projects ever undertaken in Ramsey County. It generated approximately 4,400 jobs, the majority were local trades people. The project utilized some of the most innovative environmental and energy efficient techniques available, and is seeking LEED Gold certification. Federal, state and county funding financed the project with just over half from federal sources, including transportation, American Recovery and Reinvestment Act, and high-speed intercity passenger rail funds.

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, 2011. This is the 38th 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.

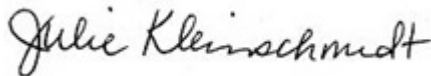
In addition, the County also received the GFOA's Award for Distinguished Budget Presentation for the 2012 annual approved budget. The County has received this award for the past 29 years. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be 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 2011 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,

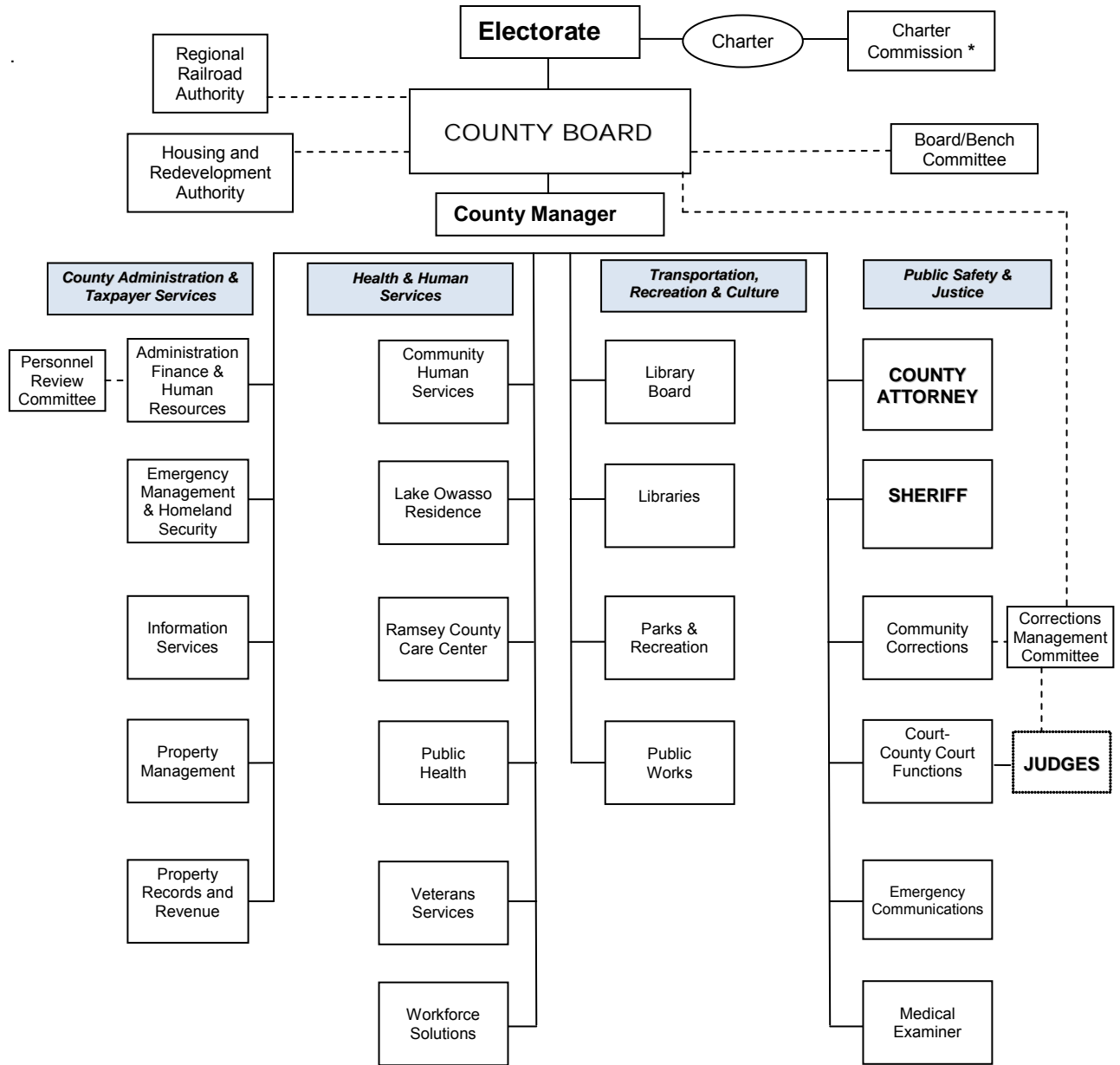


Julie Kleinschmidt
County Manager



Lee Mehrkens, Director
Finance Department

RAMSEY COUNTY ORGANIZATIONAL CHART



Legend:

- * : Appointed by District Court
- BOLD CAPITAL** : Elected Officials
- - - - - : Policy Relationship
- : Minnesota State Agency

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, 2011

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



Christopher P. Morill

President

Jeffrey R. Emer

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

Report on the Financial Statements

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, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ramsey County as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Ramsey County's 2011 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 27, 2012. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2011, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Required Supplementary Information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ramsey County's basic financial statements. The supplementary information, the introductory section, and 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

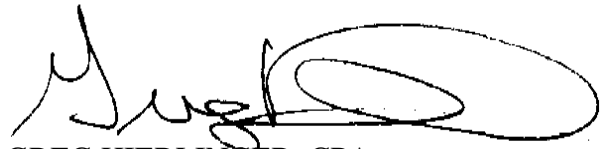
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2013, 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* in considering Ramsey County's internal control over financial reporting and compliance.



REBECCA OTTO
STATE AUDITOR



GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

June 24, 2013

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, 2012. 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 ii-vi of this report.

Financial Highlights

- The assets of Ramsey County exceeded its liabilities at the close of its most recent fiscal year by \$924,434,132 (net position). Of this amount, \$202,571,117 represents unrestricted net position, which may be used to meet the government's ongoing obligation to citizens and creditors.
- The assets of Ramsey County's governmental activities exceeded its liabilities at the close of the most recent fiscal year by \$928,974,241 (net position). Of this amount, \$210,455,168 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position increased by \$53,527,214.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$355,334,814, an increase of \$64,912 in comparison with the prior year.
- At the end of the current fiscal year, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the General Fund was \$205,628,134 or 50.0% of total General Fund expenditures.
- The County's total General Obligation debt decreased by \$35,545,000 (14.4%) 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 position presents information on all of Ramsey County's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (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 18-21 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 Railroad 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 22-24 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 37-69 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 72-74 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 and internal service funds are presented. Combining fund statements and schedules can be found on pages 82-104 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$924,434,132 at the close of the most recent fiscal year.

The largest portion of Ramsey County's net position (66.4%) 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 POSITION

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Current and Other Assets	\$520,496,919	\$ 506,368,632	\$674,234	\$ 3,026,121	\$521,171,153	\$ 509,394,753
Capital Assets	<u>829,916,802</u>	<u>793,803,026</u>	<u>9,573,302</u>	<u>10,151,020</u>	<u>839,490,104</u>	<u>803,954,046</u>
Total Assets	1,350,413,721	1,300,171,658	10,247,536	13,177,141	1,360,661,257	1,313,348,799
Long-term Liabilities						
Outstanding	308,517,371	272,010,429	10,664,356	10,473,818	319,181,727	282,484,247
Other Liabilities	<u>112,922,109</u>	<u>153,846,383</u>	<u>4,123,289</u>	<u>6,111,251</u>	<u>117,045,398</u>	<u>159,957,634</u>
Total Liabilities	421,439,480	425,856,812	14,787,645	16,585,069	436,227,125	442,441,881
Net Position:						
Net Investment in capital assets	610,410,904	594,662,081	3,343,942	3,400,278	613,754,846	598,062,359
Restricted	108,108,169	120,670,636	-	-	108,108,169	120,670,636
Unrestricted	<u>210,455,168</u>	<u>158,982,129</u>	<u>(7,884,051)</u>	<u>(6,808,206)</u>	<u>202,571,117</u>	<u>152,173,923</u>
Total Net Position	<u>\$928,974,241</u>	<u>\$ 874,314,846</u>	<u>\$(4,540,109)</u>	<u>\$(3,407,928)</u>	<u>\$924,434,132</u>	<u>\$ 870,906,918</u>

The government's net position increased by \$53,527,214 during the current fiscal year. This increase is primarily due to increases in infrastructure construction for highways and bridges and building projects funded by capital contributions and grants.

Governmental Activities - Governmental activities increased the County's net position by \$54,659,395 thereby accounting for all of the total growth in the net position. Key elements of this increase are as follows:

- Capital Assets increased by \$36,113,776. The majority of this increase in capital assets was from the Union Depot construction project funded by capital contributions and grants.
- Long term debt decreased by \$12,950,000 or (5.4%) from 2011 debt levels as a result of retirement of existing General Obligation debt.

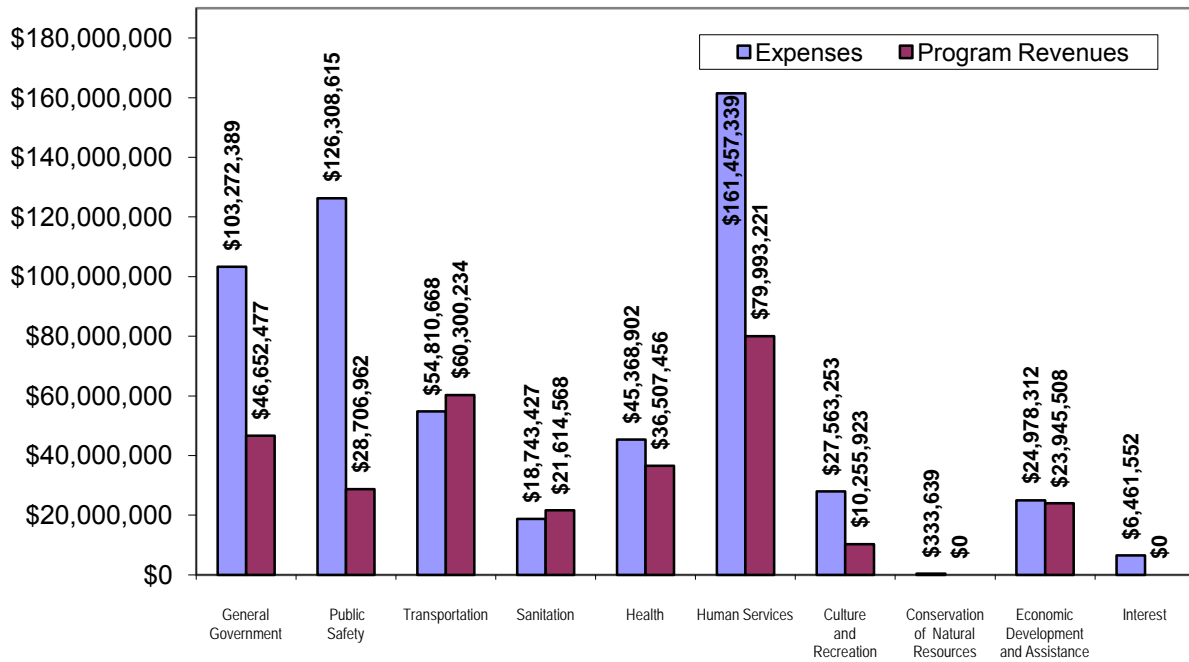
CHANGES IN NET POSITION

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Revenues:						
Program Revenues:						
Charges for Services, Fines & Other	\$88,019,616	\$ 88,128,180	\$28,181,764	\$28,218,532	\$116,201,380	\$116,346,712
Operating Grants & Contributions	157,837,577	162,305,672	296,871	328,192	158,134,448	162,633,864
Capital Grants & Contributions	62,119,156	79,968,460	-	-	62,119,156	79,968,460
General Revenues:						
Property Taxes	291,981,045	274,791,919	-	-	291,981,045	274,791,919
Grants & Contributions Not						
Restricted to Specific Programs	23,052,965	19,330,043	-	-	23,052,965	19,330,043
Investment Earnings	2,912,916	5,658,590	41,112	106,454	2,954,028	5,765,044
Gain on Disposition of Capital Assets	-	-	8,261	-	8,261	
Other	-	391,791	-	13,000	-	404,791
Total Revenues	<u>625,923,275</u>	<u>630,574,655</u>	<u>28,528,008</u>	<u>28,666,178</u>	<u>654,451,283</u>	<u>659,240,833</u>
Expenses:						
General Government	103,272,389	100,922,870	-	-	103,272,389	100,922,870
Public Safety	126,308,615	120,098,178	-	-	126,308,615	120,098,178
Transportation	54,810,668	50,406,476	-	-	54,810,668	50,406,476
Sanitation	18,743,427	20,287,792	-	-	18,743,427	20,287,792
Health	45,368,902	40,459,379	-	-	45,368,902	40,459,379
Human Services	161,457,339	156,795,998	-	-	161,457,339	156,795,998
Culture & Recreation	27,563,253	25,754,548	-	-	27,563,253	25,754,548
Conservation of Natural Resources	333,639	272,732	-	-	333,639	272,732
Economic Development & Assistance	24,978,312	26,908,496	-	-	24,978,312	26,908,496
Interest	6,461,552	8,556,688	-	-	6,461,552	8,556,688
Lake Owasso Residence	-	-	8,788,431	8,809,514	8,788,431	8,809,514
Ponds at Battle Creek	-	-	881,119	668,899	881,119	668,899
Ramsey County Care Center	-	-	15,491,080	15,631,570	15,491,080	15,631,570
Law Enforcement Services	-	-	<u>6,465,343</u>	<u>6,218,335</u>	<u>6,465,343</u>	<u>6,218,335</u>
Total Expenses	<u>569,298,096</u>	<u>550,463,157</u>	<u>31,625,973</u>	<u>31,328,318</u>	<u>600,924,069</u>	<u>581,791,475</u>

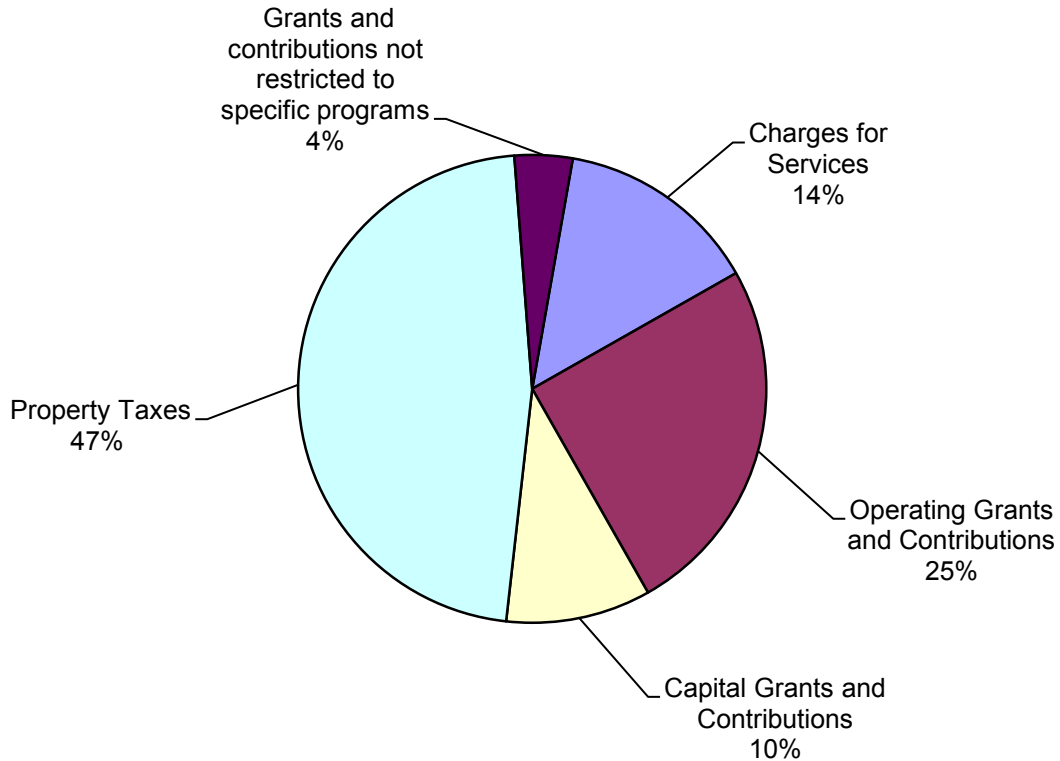
Increase (Decrease) in Net Position Before Special Item and Transfers	<u>56,625,179</u>	<u>80,111,498</u>	<u>(3,097,965)</u>	<u>(2,662,140)</u>	<u>53,527,214</u>	<u>77,449,358</u>
Special Item	-	2,279,995	-	-	-	2,279,995
Transfers	<u>(1,965,784)</u>	<u>(830,853)</u>	<u>1,965,784</u>	<u>830,853</u>	-	-
Increase (Decrease) in Net Position	54,659,395	81,560,640	(1,132,181)	(1,831,287)	53,527,214	79,729,353
Net Position – Beginning	<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>
Net Position – Ending	<u>\$928,974,241</u>	<u>\$874,314,846</u>	<u>(4,540,109)</u>	<u>\$(3,407,928)</u>	<u>924,434,132</u>	<u>\$870,906,918</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

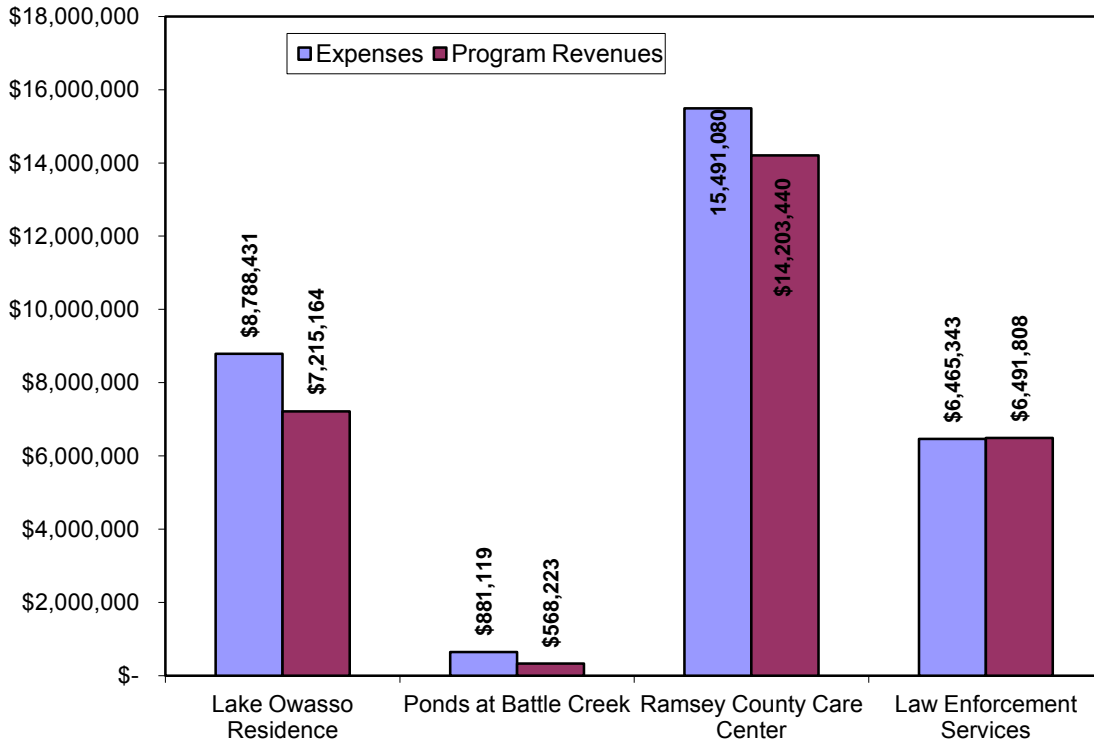


Business-type Activities - Business-type activities decreased the County's net position by \$1,132,181. Key elements of this decrease are as follows:

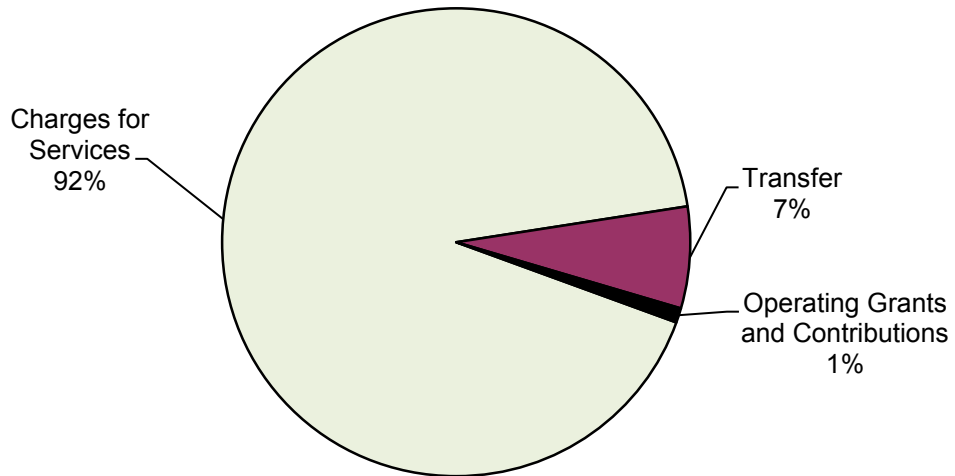
- Lake Owasso Residence had a decrease of net position of \$550,312 due to recognizing its share of OPEB expense and declining reimbursement rates from the State.
- Ramsey County Care Center had a decrease in net position of \$352,483 due primarily to decreased revenues from Medicare, HMO, and Managed Care revenues.
- Ponds at Battle Creek had a decrease in net position of \$313,077 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.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



Financial Analysis of the Government's Funds

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

Governmental Funds – The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, 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 \$355,334,814 a total fund balance increase of \$64,912 in comparison with the prior year. Approximately 64.8% of this total amount or \$230,198,118 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 \$17,028,527; (2) restricted for debt service payments \$48,708,127; or (3) for a variety of other restricted purposes \$59,400,042. These other restricted purposes are described in detail in Note IV. I 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 \$205,628,134 while total fund balance reached \$222,631,153. 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 50.0% of total General Fund expenditures, while total fund balance represents 54.1% of that same amount.

The fund balance of the County's General Fund increased by \$7,258,973 including the change to inventories during the current fiscal year. Key factors in this increase are as follows:

- Increases in tax revenues.
- Reduced spending in the General Government & Health functional areas.

The Debt Service Fund had a total fund balance of \$48,708,127, all of which is restricted for the payment of debt service. The net decrease in fund balance during the current year in the Debt Service Fund was \$33,488,796. The significant decrease 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 \$27,069,033. The fund balance increased by \$23,119,996 due to bond proceeds of \$18,500,000 to finance a variety of capital projects including road repairs, improvements at Keller Golf Course, and an intergovernmental grant of \$10,300,00 in state funding for improvements at Gillette's Children Hospital.

The Regional Railroad Authority Capital Projects Fund had a fund balance of \$8,034,312. The fund balance increased by \$4,258,178 due to the renovation of Union Depot.

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 position of Lake Owasso Residence at the end of the year amounted to \$(1,141,190). The total decrease in net position for the fund was \$550,312 due to recognizing its share of OPEB expense and declining reimbursement rates from the State.

Net position of Ponds at Battle Creek at the end of the year amounted to \$(2,219,096). The total decrease in net position for the fund was \$313,077 due to an operating loss and interest expense.

Net position of the Ramsey County Care Center at the end of the year amounted to \$(1,275,059). The total decrease in net position for the fund was \$352,484 due primarily to decreased revenues Medicare, HMO and Managed Care revenues.

General Fund Budgetary Highlights

The overall net change in fund balance was \$14,009,198 more than the final amended budget. This increase was largely due to better than anticipated collections of property taxes and lower than budgeted expenditures in Computer Equipment/Software and Public Health. These expenditures are lower due to projects and grants that have not been completed.

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, 2012, amounts to \$839,490,104 (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 4.4% (a 4.5% increase for governmental activities and a 5.7% decrease for business-type activities).

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

- Renovation of the Union Depot is nearly complete. \$48,657,499 was spent in 2012 and the remaining construction commitment is \$12,630,211.
- Road and bridge construction projects which included widening and construction of existing streets and bridges.
- Improvements made to the Ponds at Battle Creek Golf Course.

Capital Assets
(Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Land	\$141,943,045	\$141,754,503	\$107,073	\$ 107,073	\$142,050,118	\$141,861,576
Buildings & Improvements	269,705,459	273,367,592	6,271,428	6,677,051	275,976,887	280,044,643
Improvements Other Than						
Buildings	14,293,470	13,714,734	2,627,657	2,782,143	16,921,127	16,496,877
Equipment	24,941,381	26,066,941	567,144	584,753	25,508,525	26,651,694
Computer Software	-	122,232	-	-	-	122,232
Infrastructure	206,459,365	209,481,328	-	-	206,459,365	209,481,328
Construction in Progress	<u>172,574,082</u>	<u>129,295,696</u>	-	-	<u>172,574,082</u>	<u>129,295,696</u>
Total	<u>\$829,916,802</u>	<u>\$793,803,026</u>	<u>\$9,573,302</u>	<u>\$10,151,020</u>	<u>\$839,490,104</u>	<u>\$803,954,046</u>

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

Long-term Debt – At the end of the current fiscal year, the County had total General Obligation bonded debt outstanding of \$205,430,000 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>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
General						
Obligation Bonds	\$199,695,000	\$222,205,000	\$5,735,000	\$8,330,000	\$205,430,000	\$230,535,000
Notes Payable	5,122,000	5,327,000	-	-	5,122,000	5,327,000
Lease Revenue						
Bonds	-	10,235,000	-	-	-	10,235,000
Loans Payable	<u>20,000,000</u>	-	-	-	<u>20,000,000</u>	-
Total	<u>\$224,817,000</u>	<u>\$237,767,000</u>	<u>\$5,735,000</u>	<u>\$8,330,000</u>	<u>\$230,552,000</u>	<u>\$246,097,000</u>

The County’s total bonded, note, and loans payable debt decreased by \$15,545,000 (6.3%) during the current fiscal year. The decrease was primarily due to the retirement of General Obligation Bonds 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 \$1,177,331,703 which is significantly in excess of its outstanding General Obligation debt of \$210,552,000.

Additional information on the County's long-term debt can be found in Note IV.H on pages 53-58 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Ramsey County is currently 5.8%, which represents a decrease from a rate of 6.6% one year ago. The County unemployment rate is slightly above the state average of 5.2%, but well below the 7.5% average unemployment rate in the United States.
- 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 2012, the population estimated by the Metropolitan Council was 520,152.
- Estimated Market Value of Taxable Property in the County decreased \$3,975,507,300 in 2012 to \$39,244,390,100 or 9.2%. Residential property recorded a decrease in value of 10.5% while commercial values decreased 3.96%.
- 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 2012 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund was \$205,628,134. The 2012 approved budget included a 1.4% increase in spending over the prior year. A 1.70% increase in the 2012 Property Tax Levy was approved to partially replace state and federal aid, other revenue losses, and the inflationary cost increases of current services.

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 Ramsey County Finance Department, Suite 270, 15 West Kellogg Boulevard, Saint Paul, Minnesota 55102.

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Basic Financial Statements

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RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET POSITION
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011

	Governmental Activities	Business-type Activities	Total	
			2012	2011
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 392,024,661	3,120,146	\$ 395,144,807	\$ 425,183,285
Cash with Trustee	44,081,581	-	44,081,581	10,475,630
Restricted Cash and Cash Equivalents	10,500	-	10,500	8,550
Petty Cash and Change Funds	28,005	19,900	47,905	47,380
Cooperative Investment	-	55,678	55,678	69,657
Receivables (Net):				
Taxes	4,924,825	-	4,924,825	5,593,194
Accounts	4,681,371	335,297	5,016,668	4,623,352
Accrued Interest	956,175	-	956,175	1,020,258
Internal Balances	4,735,520	(4,735,520)	-	-
Due from Other Governments	45,951,401	1,813,275	47,764,676	38,640,302
Lease Receivable	5,122,000	-	5,122,000	5,327,000
Loan Receivables	13,418,026	-	13,418,026	14,400,504
Prepaid Items	484,207	-	484,207	221,094
Inventories	1,782,057	39,942	1,821,999	1,741,569
Total Current Assets	<u>518,200,329</u>	<u>648,718</u>	<u>518,849,047</u>	<u>507,351,775</u>
Non Current Assets:				
Advance to Other Governments	110,317	-	110,317	110,317
Advance to Other Organizations	237,555	-	237,555	337,807
Deferred Charges	1,948,718	25,516	1,974,234	1,594,854
Capital Assets not being Depreciated:				
Land	141,943,045	107,073	142,050,118	141,861,576
Construction in Progress	172,574,082	-	172,574,082	129,295,696
Capital Assets being Depreciated:				
Improvements other than Buildings	41,304,455	4,185,030	45,489,485	44,356,049
Buildings	330,516,372	9,374,214	339,890,586	336,203,569
Building Improvements	41,333,162	3,557,987	44,891,149	41,851,489
Equipment	82,657,758	2,548,655	85,206,413	82,833,659
Computer Software	8,810,635	-	8,810,635	8,810,635
Infrastructure	419,938,173	-	419,938,173	412,270,001
Less: Accumulated Depreciation	<u>(409,160,880)</u>	<u>(10,199,657)</u>	<u>(419,360,537)</u>	<u>(393,528,628)</u>
Total Non Current Assets	<u>832,213,392</u>	<u>9,598,818</u>	<u>841,812,210</u>	<u>805,997,024</u>
Total Assets	<u>1,350,413,721</u>	<u>10,247,536</u>	<u>1,360,661,257</u>	<u>1,313,348,799</u>

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET POSITION
DECEMBER 31, 2012**

**EXHIBIT 1
(continued)**

WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011

	Governmental Activities	Business-type Activities	Total	
			2012	2011
LIABILITIES				
Current Liabilities:				
Salaries Payable	15,489,594	1,262,805	16,752,399	15,552,433
Accounts Payable	13,194,052	407,469	13,601,521	14,697,709
Contracts Payable	9,644,903	-	9,644,903	23,598,238
Interest Payable, Current	3,672,161	116,578	3,788,739	4,048,500
Due to Other Governments	10,683,386	431,967	11,115,353	7,661,581
General Obligation and Revenue Bonds Payable, Current	37,120,531	501,824	37,622,355	72,347,545
Claims and Judgments Payable, Current	5,006,074	-	5,006,074	2,683,717
Vacation and Compensatory Time Payable	18,100,908	1,402,646	19,503,554	19,359,361
Current Liabilities Payable from Restricted Assets:				
Customer Deposits Payable	10,500	-	10,500	8,550
Total Current Liabilities	112,922,109	4,123,289	117,045,398	159,957,634
Non Current Liabilities:				
Advance from Other Governments	-	-	-	680,728
Unearned Revenue	3,525,424	-	3,525,424	2,180,540
General Obligation and Revenue Bonds Payable, Long-term	181,941,302	5,753,051	187,694,353	185,528,193
Loans Payable, Long-term	20,000,000	-	20,000,000	-
Compensated Absences Payable	17,405,331	808,087	18,213,418	18,588,071
Claims and Judgments Payable, Long-term	3,944,815	-	3,944,815	4,129,520
Net OPEB Liability	81,700,499	4,103,218	85,803,717	71,377,195
Total Non Current Liabilities	308,517,371	10,664,356	319,181,727	282,484,247
Total Liabilities	421,439,480	14,787,645	436,227,125	442,441,881
NET POSITION				
Net Investment in Capital Assets	610,410,904	3,343,942	613,754,846	598,062,359
Restricted for:				
Debt Service	48,708,127	-	48,708,127	82,196,923
Capital Projects	26,894,033	-	26,894,033	3,774,037
General Government	1,728,293	-	1,728,293	1,578,996
Public Safety	1,305,514	-	1,305,514	1,178,731
Sanitation	20,292,124	-	20,292,124	23,040,366
Culture and Recreation	4,779,470	-	4,779,470	4,797,172
Conservation of Natural Resources	2,559,199	-	2,559,199	2,309,769
Economic Development	962,926	-	962,926	1,111,016
Other Purposes	878,483	-	878,483	683,626
Unrestricted	210,455,168	(7,884,051)	202,571,117	152,173,923
Total Net Position	\$ 928,974,241	\$ (4,540,109)	\$ 924,434,132	\$ 870,906,918

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011**

<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	\$ 103,272,389	\$ 21,902,274	\$ 24,750,203	\$ -
Public Safety	126,308,615	15,625,893	13,081,069	-
Transportation	54,810,668	1,912,846	8,831,400	49,555,988
Sanitation	18,743,427	18,952,784	2,661,784	-
Health	45,368,902	14,262,404	11,945,052	10,300,000
Human Services	161,457,339	9,433,423	70,559,798	-
Culture and Recreation	27,563,253	5,562,631	2,430,124	2,263,168
Conservation of Natural Resources	333,639	-	-	-
Economic Development and Assistance	24,978,312	367,361	23,578,147	-
Interest	6,461,552	-	-	-
Total Governmental Activities	<u>569,298,096</u>	<u>88,019,616</u>	<u>157,837,577</u>	<u>62,119,156</u>
Business-type Activities:				
Lake Owasso Residence	8,788,431	7,195,196	19,968	-
Ponds at Battle Creek	881,119	568,223	-	-
Ramsey County Care Center	15,491,080	14,169,662	33,778	-
Law Enforcement Services	6,465,343	6,248,683	243,125	-
Total Business-type Activities	<u>31,625,973</u>	<u>28,181,764</u>	<u>296,871</u>	<u>-</u>
Total Government	<u>\$ 600,924,069</u>	<u>\$ 116,201,380</u>	<u>\$ 158,134,448</u>	<u>\$ 62,119,156</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 and Transfers
Change in Net Position

Net Position - Beginning

Net Position - Ending

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

EXHIBIT 2

Net (Expense) Revenue and Changes in Net Position

	Governmental Activities	Business-type Activities	Total	
			2012	2011
\$	(56,619,912)	\$ -	\$ (56,619,912)	\$ (56,064,513)
	(97,601,653)	-	(97,601,653)	(89,690,437)
	5,489,566	-	5,489,566	39,288,435
	2,871,141	-	2,871,141	1,831,910
	(8,861,446)	-	(8,861,446)	(16,106,909)
	(81,464,118)	-	(81,464,118)	(74,264,228)
	(17,307,330)	-	(17,307,330)	(15,023,793)
	(333,639)	-	(333,639)	(272,732)
	(1,032,804)	-	(1,032,804)	(1,201,890)
	(6,461,552)	-	(6,461,552)	(8,556,688)
	<u>(261,321,747)</u>	<u>-</u>	<u>(261,321,747)</u>	<u>(220,060,845)</u>
	-	(1,573,267)	(1,573,267)	(984,365)
	-	(312,896)	(312,896)	(275,287)
	-	(1,287,640)	(1,287,640)	(1,485,770)
	-	26,465	26,465	(36,172)
	<u>-</u>	<u>(3,147,338)</u>	<u>(3,147,338)</u>	<u>(2,781,594)</u>
	<u>(261,321,747)</u>	<u>(3,147,338)</u>	<u>(264,469,085)</u>	<u>(222,842,439)</u>
	291,981,045	-	291,981,045	274,791,919
	23,052,965	-	23,052,965	19,330,043
	2,912,916	41,112	2,954,028	5,765,044
	-	8,261	8,261	404,791
	-	-	-	2,279,995
	<u>(1,965,784)</u>	<u>1,965,784</u>	<u>-</u>	<u>-</u>
	<u>315,981,142</u>	<u>2,015,157</u>	<u>317,996,299</u>	<u>302,571,792</u>
	54,659,395	(1,132,181)	53,527,214	79,729,353
	874,314,846	(3,407,928)	870,906,918	791,177,565
\$	<u>928,974,241</u>	<u>(4,540,109)</u>	<u>\$ 924,434,132</u>	<u>\$ 870,906,918</u>

**RAMSEY COUNTY, MINNESOTA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011**

EXHIBIT 3

	General	Debt Service	Capital Projects	Regional Railroad Authority Capital Projects Fund	Other Governmental Funds	Total Governmental Funds	
						2012	2011
ASSETS							
Cash and Cash Equivalents	\$ 220,533,763	\$ 43,539,608	\$ 35,043,805	\$ 12,638,826	\$ 56,762,010	\$ 368,518,012	\$ 358,793,214
Cash with Trustee	-	-	-	-	-	-	10,475,630
Petty Cash and Change Funds	25,385	-	-	-	2,545	27,930	26,805
Receivables (Net):							
Taxes	5,895,611	521,568	-	-	690,883	7,108,062	7,601,981
Accounts	1,832,880	-	3,765	39,746	2,797,305	4,673,696	4,154,605
Accrued Interest	754,671	-	-	-	201,504	956,175	1,020,258
Due from Other Funds	472,204	-	-	-	8,170	480,374	732,130
Due from Other Governments	16,840,195	-	10,641,401	13,213,054	4,730,880	45,425,530	36,605,737
Lease Receivable	-	5,122,000	-	-	-	5,122,000	5,327,000
Loans Receivable	6,087,823	-	-	-	7,330,203	13,418,026	14,400,504
Inventories	1,762,476	-	-	-	14,541	1,777,017	1,694,447
Advance to Other Funds	14,705,307	123,627	175,000	-	-	15,003,934	16,756,264
Advance to Other Governments	105,817	-	-	-	4,500	110,317	110,317
Advance to Other Organizations	237,555	-	-	-	-	237,555	337,807
Restricted Cash and Cash Equivalents	9,500	-	-	-	-	9,500	7,550
Total Assets	<u>269,263,187</u>	<u>49,306,803</u>	<u>45,863,971</u>	<u>25,891,626</u>	<u>72,542,541</u>	<u>462,868,128</u>	<u>458,044,249</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Salaries Payable	13,231,136	-	-	-	1,672,778	14,903,914	13,904,138
Accounts Payable	8,502,699	77,108	300,060	59,774	2,083,521	11,023,162	11,917,684
Contracts Payable	-	-	2,856,499	6,493,625	294,779	9,644,903	23,598,238
Due to Other Funds	2,665,245	-	1,388	17,901	624,699	3,309,233	2,120,217
Due to Other Governments	3,695,250	-	5,538	2,798,895	4,085,410	10,585,093	7,099,503
Deferred Revenue	18,039,789	521,568	9,824,533	8,487,119	10,389,165	47,262,174	30,961,607
Advance from Other Funds	-	-	5,806,920	-	4,500,000	10,306,920	12,121,913
Advance from Other Governments	-	-	-	-	-	-	680,728
Claims and Judgments Payable	488,415	-	-	-	-	488,415	362,769
Liabilities Payable from Restricted Assets	9,500	-	-	-	-	9,500	7,550
Total Liabilities	<u>46,632,034</u>	<u>598,676</u>	<u>18,794,938</u>	<u>17,857,314</u>	<u>23,650,352</u>	<u>107,533,314</u>	<u>102,774,347</u>
Fund Balances:							
Nonspendable	16,836,541	-	175,000	-	16,986	17,028,527	18,860,076
Restricted	166,478	48,708,127	26,894,033	-	32,339,531	108,108,169	120,670,636
Committed	7,321,209	-	-	-	3,709,807	11,031,016	4,139,771
Assigned	135,304,614	-	-	8,034,312	12,825,865	156,164,791	142,726,289
Unassigned	63,002,311	-	-	-	-	63,002,311	68,873,130
Total Fund Balances	<u>222,631,153</u>	<u>48,708,127</u>	<u>27,069,033</u>	<u>8,034,312</u>	<u>48,892,189</u>	<u>355,334,814</u>	<u>355,269,902</u>
Total Liabilities and Fund Balances	<u>\$ 269,263,187</u>	<u>\$ 49,306,803</u>	<u>\$ 45,863,971</u>	<u>\$ 25,891,626</u>	<u>\$ 72,542,541</u>		
Amounts reported for governmental activities in the statement of net position are different because:							
Certain Non Current assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.						825,517,372	790,790,853
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.						41,553,512	26,772,280
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 Position.						(10,413,642)	(6,719,509)
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported in the funds.						(283,017,815)	(291,798,680)
Net assets of governmental activities						<u>\$ 928,974,241</u>	<u>\$ 874,314,846</u>

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

RAMSEY COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	General	Debt Service	Capital Projects	Regional Railroad Authority Capital Projects Fund	Other Governmental Funds	Total Governmental Funds	
						2012	2011
REVENUES							
Taxes	\$ 232,167,617	\$ 21,909,600	\$ 850,000	\$ 16,118,492	\$ 21,603,705	\$ 292,649,414	\$ 276,637,814
Licenses and Permits	986,819	-	-	-	929,961	1,916,780	1,684,066
Intergovernmental	131,762,448	1,591,188	22,087,363	35,444,779	35,426,613	226,312,391	258,138,049
Private Grants and Donations	358,545	-	-	-	242,269	600,814	844,288
Charges for Services	46,594,465	-	2,198	-	24,426,280	71,022,943	70,931,808
Fines and Forfeitures	13,655	-	-	-	1,060,042	1,073,697	951,329
Sales	1,327,492	-	-	-	1,612,642	2,940,134	3,219,897
Rental Income	1,000,518	-	43,416	-	309,950	1,353,884	2,255,610
Investment Earnings	2,312,514	418,694	14,280	-	167,428	2,912,916	5,658,590
Program Recoveries - Community							
Human Services	4,615,256	-	-	-	-	4,615,256	3,266,715
Miscellaneous	6,745,378	-	309,450	7,737	1,406,133	8,468,698	8,172,571
Total Revenues	<u>427,884,707</u>	<u>23,919,482</u>	<u>23,306,707</u>	<u>51,571,008</u>	<u>87,185,023</u>	<u>613,866,927</u>	<u>631,760,737</u>
EXPENDITURES							
Current:							
General Government	84,281,865	-	-	-	9,400,925	93,682,790	101,887,173
Public Safety	102,722,990	-	-	-	15,920,769	118,643,759	115,360,087
Transportation	16,328,905	-	-	1,009,273	2,610,433	19,948,611	106,867,710
Sanitation	1,781,603	-	-	-	16,839,395	18,620,998	20,232,552
Health	34,276,400	-	-	-	32,965	34,309,365	39,364,298
Human Services	158,892,379	-	-	-	51,566	158,943,945	154,412,108
Culture and Recreation	10,922,823	-	-	-	10,829,712	21,752,535	21,372,191
Conservation of Natural Resources	42,286	-	-	-	-	42,286	44,626
Economic Development and Assistance	-	-	-	-	25,001,506	25,001,506	26,774,013
Capital Projects:							
General Government	8,190	-	1,257,552	-	-	1,265,742	15,144,266
Public Safety	461,264	-	592,471	-	-	1,053,735	4,874,444
Transportation	1,091,680	-	9,679,863	66,403,326	559,633	77,734,502	21,781,954
Health	-	-	10,300,000	-	-	10,300,000	397,936
Human Services	-	-	416,815	-	-	416,815	8,702,133
Culture and Recreation	490,832	-	6,397,021	-	-	6,887,853	5,087,531
Debt Service:							
Bond Issuance Costs	-	214,906	175,692	-	-	390,598	390,268
Principal Retirement	-	25,710,000	-	-	-	25,710,000	15,330,998
Interest	-	8,676,283	-	-	48,533	8,724,816	8,909,317
Total Expenditures	<u>411,301,217</u>	<u>34,601,189</u>	<u>28,819,414</u>	<u>67,412,599</u>	<u>81,295,437</u>	<u>623,429,856</u>	<u>666,933,605</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>16,583,490</u>	<u>(10,681,707)</u>	<u>(5,512,707)</u>	<u>(15,841,591)</u>	<u>5,889,586</u>	<u>(9,562,929)</u>	<u>(35,172,868)</u>
OTHER FINANCING SOURCES (USES)							
Bonds Issued	-	-	18,500,000	-	-	18,500,000	18,500,000
Proceeds from Loan	-	-	-	20,000,000	-	20,000,000	-
Discount/Premium on Sale of Bonds	-	2,837,999	2,227,615	-	-	5,065,614	7,408,586
Refunding Bonds Issued	-	16,340,000	-	-	-	16,340,000	35,975,000
Bonds Refunded	-	(42,080,000)	-	-	-	(42,080,000)	-
Proceeds from Sale of Assets	-	-	-	-	-	-	497,594
Transfers In	880,465	490,000	8,395,088	99,769	1,173,661	11,038,983	27,317,878
Transfers Out	(10,280,538)	(395,088)	(490,000)	-	(8,153,699)	(19,319,325)	(31,214,839)
Total Other Financing Sources (Uses)	<u>(9,400,073)</u>	<u>(22,807,089)</u>	<u>28,632,703</u>	<u>20,099,769</u>	<u>(6,980,038)</u>	<u>9,545,272</u>	<u>58,484,219</u>
SPECIAL ITEM							
Capital Lease Forgiveness	-	-	-	-	-	-	2,279,995
Net Change in Fund Balances	7,183,417	(33,488,796)	23,119,996	4,258,178	(1,090,452)	(17,657)	25,591,346
Fund Balances - Beginning	215,372,180	82,196,923	3,949,037	3,776,134	49,975,628	355,269,902	329,298,754
Increase (decrease) in inventories	75,556	-	-	-	7,013	82,569	379,802
Fund Balances - Ending	<u>\$ 222,631,153</u>	<u>\$ 48,708,127</u>	<u>\$ 27,069,033</u>	<u>\$ 8,034,312</u>	<u>\$ 48,892,189</u>	<u>\$ 355,334,814</u>	<u>\$ 355,269,902</u>

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

EXHIBIT 5

**RAMSEY COUNTY, MINNESOTA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2011**

	<u>2012</u>	<u>2011</u>
Net change in fund balances - total governmental funds (Exhibit 4)	\$ (17,657)	\$ 25,591,346
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.	37,064,418	102,998,394
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.	(1,948,141)	(238,165)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	14,781,233	(226,908)
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 position. 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.	7,884,386	(46,552,588)
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.	6,903,847	8,934,909
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>(10,008,691)</u>	<u>(8,946,348)</u>
Net change in net position of governmental activities (Exhibit 2)	<u>\$ 54,659,395</u>	<u>\$ 81,560,640</u>

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

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RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011

	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	\$ 657,364	\$ 535,253	\$ 1,077,032	\$ 850,497
Cash with Trustee	-	-	-	-
Petty Cash and Change Funds	5,900	14,000	-	-
Cooperative Investment	-	55,678	-	-
Accounts Receivable (Net)	-	323,331	4,946	7,020
Due from Other Funds	-	-	-	-
Due from Other Governments	620,280	1,192,995	-	-
Prepaid Items	-	-	-	-
Inventories	17,127	22,815	-	-
Restricted Cash and Cash Equivalents	-	-	-	-
Total Current Assets	1,300,671	2,144,072	1,081,978	857,517
Noncurrent Assets:				
Deferred Charges	10,690	7,397	7,429	-
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	500,331	940,406	172,007	935,911
Construction in Progress	-	-	-	-
Less Accumulated Depreciation	(2,111,758)	(6,337,872)	(1,127,321)	(622,706)
Total Capital Assets (Net of Accumulated Depreciation)	3,140,783	3,494,918	2,624,396	313,205
Total Noncurrent Assets	3,151,473	3,502,315	2,631,825	313,205
Total Assets	4,452,144	5,646,387	3,713,803	1,170,722
LIABILITIES				
Current Liabilities:				
Salaries Payable	388,386	581,350	6,423	286,646
Accounts Payable	41,853	346,846	5,790	12,980
Interest Payable	44,175	36,341	36,062	-
Unamortized Bond Discount/Premium	20,556	4,119	32,149	-
Due to Other Funds	1,760,744	2,346,475	59,802	28,319
Due to Other Governments	8,748	12,795	685	409,739
General Obligation Bonds Payable - Current	225,000	90,000	130,000	-
Vacation and Compensatory Time Payable	404,050	596,327	10,851	391,418
Payable from Restricted Assets:				
Customer Deposits Payable	-	-	-	-
Total Current Liabilities	2,893,512	4,014,253	281,762	1,129,102
Noncurrent Liabilities:				
General Obligation Bonds Payable	1,900,000	1,730,000	1,660,000	-
Unamortized Bond Discount/Premium	125,050	53,887	284,114	-
Advance from Other Funds	378,206	623,627	3,695,181	-
Compensated Absences Payable	296,566	499,679	11,842	-
Net OPEB Liability	-	-	-	-
Total Noncurrent Liabilities	2,699,822	2,907,193	5,651,137	-
Total Liabilities	5,593,334	6,921,446	5,932,899	1,129,102
NET POSITION				
Net Investment in Capital Assets	880,867	1,624,308	525,562	313,205
Unrestricted	(2,022,057)	(2,899,367)	(2,744,658)	(271,585)
Total Net Position	\$ (1,141,190)	\$ (1,275,059)	\$ (2,219,096)	\$ 41,620
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				
Net Position 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	
2012	2011	2012	2011
\$ 3,120,146	\$ 5,695,744	\$ 23,506,649	\$ 60,694,327
-	-	44,081,581	-
19,900	20,500	75	75
55,678	69,657	-	-
335,297	427,576	7,675	41,171
-	-	10,563,661	8,187,347
1,813,275	1,751,912	525,871	282,653
-	-	484,207	221,094
39,942	38,555	5,040	8,567
-	-	1,000	1,000
<u>5,384,238</u>	<u>8,003,944</u>	<u>79,175,759</u>	<u>69,436,234</u>
25,516	36,314	-	-
107,073	107,073	-	-
4,185,030	4,185,030	187,915	79,955
9,374,214	9,374,214	-	-
3,557,987	3,557,987	11,824,423	9,759,488
2,548,655	2,562,450	4,575,473	4,619,539
-	-	9,601	23,043
<u>(10,199,657)</u>	<u>(9,635,734)</u>	<u>(12,197,982)</u>	<u>(11,469,852)</u>
<u>9,573,302</u>	<u>10,151,020</u>	<u>4,399,430</u>	<u>3,012,173</u>
<u>9,598,818</u>	<u>10,187,334</u>	<u>4,399,430</u>	<u>3,012,173</u>
<u>14,983,056</u>	<u>18,191,278</u>	<u>83,575,189</u>	<u>72,448,407</u>
1,262,805	1,130,719	585,680	517,576
407,469	283,890	2,170,890	2,496,135
116,578	133,040	-	-
56,824	59,259	-	-
4,195,340	3,784,427	3,539,462	3,014,833
431,967	521,997	98,293	40,081
445,000	2,595,000	-	-
1,402,646	1,387,346	816,050	772,483
-	-	1,000	1,000
<u>8,318,629</u>	<u>9,895,678</u>	<u>7,211,375</u>	<u>6,842,108</u>
5,290,000	5,735,000	-	-
463,051	519,875	-	-
4,697,014	4,634,351	-	-
808,087	818,953	920,123	943,962
-	-	85,803,717	71,377,195
<u>11,258,152</u>	<u>11,708,179</u>	<u>86,723,840</u>	<u>72,321,157</u>
<u>19,576,781</u>	<u>21,603,857</u>	<u>93,935,215</u>	<u>79,163,265</u>
3,343,942	3,400,278	4,399,430	3,012,173
<u>(7,937,667)</u>	<u>(6,812,857)</u>	<u>(14,759,456)</u>	<u>(9,727,031)</u>
<u>(4,593,725)</u>	<u>(3,412,579)</u>	<u>\$ (10,360,026)</u>	<u>\$ (6,714,858)</u>
53,616	4,651		
<u>\$ (4,540,109)</u>	<u>\$ (3,407,928)</u>		

RAMSEY COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	Business-type Activities - Enterprise Funds			
	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Nonmajor Law Enforcement Services
OPERATING REVENUES:				
Charges for Services	\$ 7,195,196	\$ 14,125,246	\$ 252,197	\$ 6,114,859
Sales	-	-	-	1,600
Rental Income	-	-	76,343	-
Miscellaneous	-	44,416	1,825	132,224
Total Operating Revenues	<u>7,195,196</u>	<u>14,169,662</u>	<u>330,365</u>	<u>6,248,683</u>
OPERATING EXPENSES:				
Personal Services	7,177,227	11,284,793	250,289	4,981,183
Other Services and Charges	1,026,646	2,969,723	133,332	1,076,637
Supplies	360,310	793,750	51,881	227,994
OPEB Expense	-	-	-	-
Depreciation	154,139	384,174	109,621	176,834
Total Operating Expenses	<u>8,718,322</u>	<u>15,432,440</u>	<u>545,123</u>	<u>6,462,648</u>
Operating Income (Loss)	<u>(1,523,126)</u>	<u>(1,262,778)</u>	<u>(214,758)</u>	<u>(213,965)</u>
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental Revenue	19,968	33,778	-	243,125
Amortization of Bond Issuance Costs	(1,510)	(525)	(8,763)	-
Amortization of (Discount) Premium on Bonds	20,556	4,119	34,585	-
Interest Expense	(107,135)	(87,502)	(95,319)	-
Insurance Claim	-	-	(266,680)	-
Insurance Reimbursement	-	-	237,858	-
Gain (Loss) on Disposal of Capital Assets	-	(5,536)	-	(2,695)
Gain (Loss) on Sale of Capital Assets	-	-	-	8,261
Investment Earnings	-	41,112	-	-
Total Nonoperating Revenues (Expenses)	<u>(68,121)</u>	<u>(14,554)</u>	<u>(98,319)</u>	<u>248,691</u>
Income before Contributions and Transfers	<u>(1,591,247)</u>	<u>(1,277,332)</u>	<u>(313,077)</u>	<u>34,726</u>
Transfers In	1,040,935	924,849	-	-
Transfers Out	-	-	-	-
Change in Net Position	<u>(550,312)</u>	<u>(352,483)</u>	<u>(313,077)</u>	<u>34,726</u>
Total Net Position - Beginning	<u>(590,878)</u>	<u>(922,576)</u>	<u>(1,906,019)</u>	<u>6,894</u>
Total Net Position - Ending	<u>\$ (1,141,190)</u>	<u>\$ (1,275,059)</u>	<u>\$ (2,219,096)</u>	<u>\$ 41,620</u>

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

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

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

EXHIBIT 7

Total		Governmental Activities - Internal Service Funds	
2012	2011	2012	2011
\$ 27,687,498	\$ 28,005,747	\$ 42,831,463	\$ 42,140,284
1,600	1,402	26,234	11,468
76,343	54,711	-	-
178,465	156,672	145,508	177,966
<u>27,943,906</u>	<u>28,218,532</u>	<u>43,003,205</u>	<u>42,329,718</u>
23,693,492	23,877,785	11,829,515	11,655,338
5,206,338	4,944,061	13,774,606	14,152,854
1,433,935	1,361,462	1,853,017	947,427
-	-	24,883,601	24,735,166
824,768	852,703	824,120	719,940
<u>31,158,533</u>	<u>31,036,011</u>	<u>53,164,859</u>	<u>52,210,725</u>
<u>(3,214,627)</u>	<u>(2,817,479)</u>	<u>(10,161,654)</u>	<u>(9,881,007)</u>
296,871	328,192	166,529	928,441
(10,798)	(2,570)	-	-
59,260	24,675	-	-
(289,956)	(321,086)	-	-
(266,680)	-	-	-
237,858	-	-	-
(8,231)	(1,717)	-	75
8,261	13,000	-	-
41,112	106,454	35,399	14,534
<u>67,697</u>	<u>146,948</u>	<u>201,928</u>	<u>943,050</u>
<u>(3,146,930)</u>	<u>(2,670,531)</u>	<u>(9,959,726)</u>	<u>(8,937,957)</u>
1,965,784	830,853	6,314,755	3,462,387
-	-	(197)	(396,279)
<u>(1,181,146)</u>	<u>(1,839,678)</u>	<u>(3,645,168)</u>	<u>(5,871,849)</u>
		<u>(6,714,858)</u>	<u>(843,009)</u>
		<u>\$ (10,360,026)</u>	<u>\$ (6,714,858)</u>
48,965	8,391		
<u>\$ (1,132,181)</u>	<u>\$ (1,831,287)</u>		

RAMSEY COUNTY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

Business-type Activities - Enterprise Funds

	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Nonmajor Law Enforcement Services
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 7,218,267	\$ 14,150,204	\$ 330,444	\$ 6,174,202
Receipts from Interfund Services Provided	-	-	-	-
Payments to Suppliers	(1,403,288)	(3,530,124)	(177,211)	(1,277,914)
Payments to Employees	(6,868,335)	(11,229,936)	(248,036)	(4,918,509)
Payments for Interfund Services Used	-	-	-	-
Net Cash Provided (Used) for Operating Activities	<u>(1,053,356)</u>	<u>(609,856)</u>	<u>(94,803)</u>	<u>(22,221)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental Revenue	19,968	33,778	-	243,125
Transfers In	1,040,935	924,849	-	-
Return of Petty Cash	600	-	-	-
Advances from Other Funds	-	62,663	-	-
Transfers Out	-	-	-	-
Net Cash Provided (Used) for Noncapital Financing Activities	<u>1,061,503</u>	<u>1,021,290</u>	<u>-</u>	<u>243,125</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Bonds Refunded	-	-	(2,130,000)	-
Proceeds from the Sale of Capital Assets	-	-	-	37,566
Insurance Claim	-	-	(265,792)	-
Insurance Reimbursement	-	-	237,858	-
Purchases of Capital Assets	(1,163)	(26,414)	-	(257,008)
Principal Paid on Capital Debt	(210,000)	(85,000)	(170,000)	-
Interest Paid on Capital Debt	(111,500)	(88,919)	(105,999)	-
Repayment of Advance	-	-	-	-
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(322,663)</u>	<u>(200,333)</u>	<u>(2,433,933)</u>	<u>(219,442)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Dividend Received	-	55,091	-	-
Investment Earnings (Loss)	-	-	-	-
Net Cash Provided (Used) for Investing Activities	<u>-</u>	<u>55,091</u>	<u>-</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(314,516)	266,192	(2,528,736)	1,462
Cash and Cash Equivalents, January 1	971,880	269,061	3,605,768	849,035
Cash and Cash Equivalents, December 31	<u>\$ 657,364</u>	<u>\$ 535,253</u>	<u>\$ 1,077,032</u>	<u>\$ 850,497</u>

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

EXHIBIT 8

Total		Governmental Activities - Internal Service Funds	
2012	2011	2012	2011
\$ 27,873,117	\$ 28,320,822	\$ 4,493,832	\$ 4,674,890
-	-	35,923,337	36,224,911
(6,388,537)	(5,444,823)	(23,824,299)	(23,080,194)
(23,264,816)	(23,816,511)	(11,741,682)	(11,826,236)
-	-	(2,262,394)	(2,562,360)
<u>(1,780,236)</u>	<u>(940,512)</u>	<u>2,588,794</u>	<u>3,431,011</u>
296,871	328,192	166,529	928,441
1,965,784	830,853	6,314,755	3,462,387
600	-	-	-
62,663	-	-	-
-	-	(197)	(396,279)
<u>2,325,918</u>	<u>1,159,045</u>	<u>6,481,087</u>	<u>3,994,549</u>
(2,130,000)	2,130,000	-	-
37,566	45,000	-	75
(265,792)	-	-	-
237,858	-	-	-
(284,585)	(317,283)	(2,211,377)	(955,329)
(465,000)	(384,036)	-	-
(306,418)	(328,578)	-	-
-	-	-	-
<u>(3,176,371)</u>	<u>1,145,103</u>	<u>(2,211,377)</u>	<u>(955,254)</u>
55,091	69,799	-	-
-	-	35,399	14,534
<u>55,091</u>	<u>69,799</u>	<u>35,399</u>	<u>14,534</u>
(2,575,598)	1,433,435	6,893,903	6,484,840
5,695,744	4,262,309	60,695,327	54,210,487
<u>\$ 3,120,146</u>	<u>\$ 5,695,744</u>	<u>\$ 67,589,230</u>	<u>\$ 60,695,327</u>

RAMSEY COUNTY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	Business-type Activities - Enterprise Funds			
	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Nonmajor Law Enforcement Services
Reconciliation of Operating Income to Net				
Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (1,523,126)	\$ (1,262,778)	\$ (214,758)	\$ (213,965)
Adjustments to Reconcile Operating Income to Net				
Cash Provided (Used) by Operating Activities:				
Depreciation Expense	154,139	384,174	109,621	176,834
Provision for Uncollectible Accounts	-	26,682	-	-
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	-	64,975	80	540
(Increase) Decrease in Due from Other Funds	-	-	-	-
(Increase) Decrease in Due from Other Governments	23,070	(84,433)	-	-
(Increase) Decrease in Prepaid Items	-	-	-	-
(Increase) Decrease in Inventories	(825)	(562)	-	-
Increase (Decrease) in Salaries Payable	40,145	41,523	606	49,813
Increase (Decrease) in Accounts Payable	(14,775)	127,659	1,698	8,111
Increase (Decrease) in Due to Other Funds	300,845	83,930	7,531	18,606
Increase (Decrease) in Due to Other Governments	(10,704)	(4,359)	55	(75,021)
Increase (Decrease) in Vacation and Compensatory Time Payable	2,500	651	(713)	12,861
Increase (Decrease) in Compensated Absences Payable	(24,625)	12,682	1,077	-
Increase (Decrease) in Net OPEB Liability Payable	-	-	-	-
Net Cash Provided (Used) by Operating Activities	\$ (1,053,356)	\$ (609,856)	\$ (94,803)	\$ (22,221)

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

EXHIBIT 8
(Continued)

Total		Governmental Activities - Internal Service Funds	
2012	2011	2012	2011
\$ (3,214,627)	\$ (2,817,479)	\$ (10,161,654)	\$ (9,881,007)
824,768	852,703	824,120	719,940
26,682	19,429	-	-
65,595	279,030	33,496	(13,614)
-	-	(2,376,314)	(1,245,217)
(61,363)	(200,540)	(243,218)	(171,085)
-	-	(263,113)	(14,422)
(1,387)	(116)	3,527	(1,802)
132,087	12,757	68,104	(37,278)
122,693	(109,129)	(325,245)	106,257
410,912	980,111	524,629	413,998
(90,029)	(4,575)	58,212	(15,355)
15,299	38,052	43,567	(60,825)
(10,866)	9,245	(23,839)	(72,797)
-	-	14,426,522	13,704,218
<u>\$ (1,780,236)</u>	<u>\$ (940,512)</u>	<u>\$ 2,588,794</u>	<u>\$ 3,431,011</u>

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011**

	Private Purpose Trust Funds		Agency Fund	
	2012	2011	2012	2011
ASSETS				
Cash and Cash Equivalents	\$ 314,497	\$ 351,431	\$ 33,002,877	\$ 32,596,996
Receivables:				
Accounts	-	-	18,635,721	18,268,506
Due from Other Governments	-	-	34,685	-
Total Assets	<u>314,497</u>	<u>351,431</u>	<u>51,673,283</u>	<u>50,865,502</u>
LIABILITIES				
Salaries Payable	-	-	21,045	11,719
Custodial Payable	2,858	6,082	36,097,539	33,152,843
Due to Other Governments	-	-	15,554,699	17,700,940
Total Liabilities	<u>2,858</u>	<u>6,082</u>	<u>51,673,283</u>	<u>50,865,502</u>
NET POSITION				
Held in Trust for Private Purposes	<u>\$ 311,639</u>	<u>\$ 345,349</u>		

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2011**

	Private Purpose Trust Funds	
	2012	2011
ADDITIONS		
Receipts from Clients	246,917	\$ 1,189,317
Investment Earnings	24	14
Total Additions	<u>246,941</u>	<u>1,189,331</u>
DEDUCTIONS		
Payments to Clients or on Behalf of Clients	<u>280,651</u>	<u>1,655,906</u>
Change in Net Position	(33,710)	(466,575)
Net Position- Beginning	345,349	811,924
Net Position - Ending	<u>\$ 311,639</u>	<u>\$ 345,349</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, 2012

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RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2012

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.

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 the Ramsey County Finance Department.

The Ramsey County Housing & Redevelopment Authority was created in 1993 by the Ramsey County Board pursuant to State Statute. The seven member Housing & Redevelopment Authority is appointed by the Ramsey County Board of Commissioners. Currently, the Housing & Redevelopment Authority consists of seven 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 requires 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 the Ramsey County Finance Department.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. 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 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

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2012

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 Railroad 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.

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.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2012

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.

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

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

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2012

D. Assets, Liabilities, and Net Position/Fund Balance

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, 2012, 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 2012 were \$2,312,514.

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.

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.

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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 position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight line 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.

8. Restricted Assets/Fund Equity

Certain funds of the County are classified as restricted assets on the statement of net position 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:

RAMSEY COUNTY, MINNESOTA
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Debt Service	\$48,708,127
Capital Projects	26,894,033
Donations	528,093
Aggregate Material	166,478
Criminal Forfeiture	1,305,514
County Recorder's Equipment	1,200,200
Environmental Response Fund	2,392,721
Library	4,142,383
Sanitation	20,292,124
Affordable Housing	876,009
Economic Development	86,917
Parks and Recreation	637,087
Other	878,483
	\$108,108,169

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, 2011, 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 Position

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. 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 \$283,017,815 difference are as follows:

Bonds and Notes Payable	\$204,817,000
Less: Deferred Charge for Issuance Costs (Amortized Over the Life of the Debt)	(1,948,718)
Loan Payable	20,000,000
Accrued Interest Payable	3,672,161
Unamortized Premium on Bonds	14,244,833
Estimated Payable for Outstanding Claims	8,462,473
Compensated Absences Payable, Vacation, & Comp Time Payable	<u>33,770,066</u>
Net Adjustment to Reduce Fund Balance – Total Governmental Funds to Arrive at Net Position – Governmental Activities	<u>\$283,017,815</u>

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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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 reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position 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 \$37,064,418 difference are as follows:

Capital Outlay	\$67,943,999
Depreciation Expense	<u>(30,879,581)</u>
Net Adjustment to Increase Net Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$37,064,418</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 position.

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 position differs from the change in fund balance by the net book value of the capital assets sold. The amount of this difference is \$(1,948,141).

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 position. 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 \$ 7,884,386 difference are as follows:

Debt Issued or Incurred:	
Issuance of General Obligation Bonds	\$(34,840,000)
Unamortized Premium on Sale of Bonds	(5,065,614)
Loan Payable	(20,000,000)
Principal Repayments:	
General Obligation Debt	15,270,000
Capital Loan from State of Minnesota for Pedestrian Tunnel	205,000
Payment on Revenue Bond Lease of Griffin Building	10,235,000
Redemption of Refunded Bonds	<u>42,080,000</u>
Net Adjustment to Increase Net Changes in Fund Balances – Total Governmental	
Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$ 7,884,386</u>

Finally, the reconciliation states, “Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this \$6,903,847 difference are as follows:

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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Compensated Absences	\$254,622
Claims and Judgments	(2,012,006)
Accrued Interest	243,299
Bond Issuance Costs	390,598
Amortization of Bond Issuance Costs	(390,178)
Amortization of Bond Premium	2,020,385
Offset Operating Transfers from Internal Service Funds	6,314,558
Inventory (Change From Consumption to Purchase Method)	<u>82,569</u>
Net Adjustment to Increase Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$6,903,847</u>

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Equity

Lake Owasso Residence Proprietary Fund had a net loss of \$550,312 for the year, resulting in a deficit Net Position of \$1,141,190.

Ramsey County Care Center Proprietary Fund had a net loss of \$352,483 for the year, resulting in a deficit Net Position of \$1,275,059.

Ponds at Battle Creek Proprietary Fund had a net loss of \$313,077 for the year, resulting in a deficit Net Position of \$2,219,096.

The Retiree Insurance Internal Service Fund had a net loss of \$6,808,527 for the year, resulting in a deficit Net Position of \$34,830,615.

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), Regional Railroad Authority Debt Service Fund 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, Care Center Patients Activity, 4R Program, and Law Library. The Capital Projects Fund, Regional Railroad Authority Capital Projects Fund, and those Special Revenue Funds, whose budgets overlap fiscal years, are not consistent with the County's method of financial reporting; therefore, comparisons between the results of operations and budgets in these funds are not relevant and are not presented.

Based on a process established by the County Manager and staff, all departments of the government submit requests for appropriations to the County Manager every two years. After review, analysis and discussions with the departments, the County Manager's proposed budget is presented to the County Board for review. The Board holds public hearings and a final budget must be prepared and adopted no later than December 31. The appropriated budget is prepared by fund, function, and department. Budgets may be amended during the year with the approval of the County Manager or County Board as required by the County's Administrative Code. The County Manager is authorized to transfer budgeted amounts within departments or appropriate certain revenues received in excess of the original budget estimate. Transfers of appropriations between departments and other transfers of appropriations require County

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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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 Finance Department 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 Forfeited Property Management Special Revenue Fund had expenditures in excess of budget in the amount of \$156,872.

The Regional Rail Authority Special Revenue Fund had expenditures in excess of budget in the amount of \$86,650.

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	\$392,024,661
Cash with Trustee	44,081,581
Restricted Cash and Cash Equivalents	10,500
Petty Cash and Change Funds	28,005
Business-Type Activities	
Cash and Cash Equivalents	3,120,146
Petty Cash and Change Funds	19,900
Cooperative Investment	55,678
Fiduciary Funds	
Agency Fund	
Cash and Cash Equivalents	33,002,877
Private Purpose Trust Funds	
Cash and Cash Equivalents	<u>314,497</u>
Cash and Investments	<u>\$472,657,845</u>
Deposits	\$46,007,211
Investments	382,465,470
Investments with Trustee	44,081,581
Cooperative Investment	55,678
Petty Cash and Change Funds	<u>47,905</u>
Total Cash and Investments	<u>\$472,657,845</u>

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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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, 2012, 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. The securities are rated AA+/Aaa by Standard & Poor's and Moody's respectfully;
- (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. The securities need to be rated A or better by a national bond rating agency;
- (d) bankers' acceptances of United States banks;
- (e) commercial paper issued by United States corporations or their Canadian subsidiaries that is rated in the highest quality category by two nationally recognized rating agencies and matures in 270 days or less; and
- (f) with certain restrictions, in repurchase agreements, securities lending agreements, joint powers investment trusts, and guaranteed investment contracts.

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

Ramsey County has adopted a simulation model of reporting of its investments and their sensitivity to fluctuation in interest rates to comply with Government Accounting Standards Board Statement No. 40, "Deposit and Investment Risk Disclosures". As presented, assumptions are made of interest rate changes of 50, 100, 150, and 200 basis points; it also assumes that interest rate changes occurred on December 31, 2012. The investment portfolio has an average book yield of .95%, modified duration of 3.78 years and an effective duration of 1.72 years.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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<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	29,885,034	29,756,067	29,627,101	29,498,134
Federal Home Loan Mtg. Corp.	9,882,272	9,743,443	9,604,615	9,465,787
Federal National Mtg. Assn.	86,985,066	86,290,792	85,596,518	84,902,244
Federal Farm Credit	72,563,601	71,992,582	71,421,563	70,850,545
Municipal Bonds	10,512,875	10,335,142	10,157,409	9,979,676
Federal Discount Notes	<u>170,925,802</u>	<u>170,925,802</u>	<u>170,925,802</u>	<u>170,925,802</u>
Total Investments	<u>380,754,650</u>	<u>379,043,828</u>	<u>377,333,008</u>	<u>375,622,188</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, as defined in note IV. A. 2.

The County's exposure to credit risk as of December 31, 2012, is as follows:

<u>Ramsey County:</u>	<u>Credit Risk</u>	<u>Custody Credit Risk</u>	<u>Par</u>	<u>Fair Value</u>	<u>% of Total Portfolio</u>
U.S. Agency Securities:					
Federal Home Loan	AA+ / Aaa	Custody (a)	30,000,000	30,014,000	7.86%
Federal Home Loan Mtg. Corp.	AA+ / Aaa	Custody (a)	10,000,000	10,201,100	2.62%
Federal National Mtg. Assn.	AA+ / Aaa	Custody (a)	87,442,500	87,679,340	22.90%
Federal Farm Credit	AA+ / Aaa	Custody (a)	72,998,000	73,134,620	19.11%
Federal Discount Notes	AA+ / Aaa	Custody (a)	170,925,802	170,925,802	44.76%
Municipal Bonds	AA+ / Aaa	Custody (a)	<u>10,536,111</u>	<u>10,690,608</u>	2.76%
Ramsey County's Portfolio			<u>381,902,413</u>	<u>382,465,470</u>	

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.

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Notes to the Financial Statements
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B. Receivables

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

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent Property Taxes Receivable	\$ 7,108,061	\$ --
Receivables that do not Provide Current Financial Resources	22,404,153	--
Loans Receivable	13,218,447	--
Forfeited Tax Sale Contracts Receivable	1,006,089	--
Grant Drawdowns Prior to Meeting Eligibility Requirements	---	3,525,424
	<u>\$ 43,736,750</u>	<u>\$3,525,424</u>

Direct financing leases:

PEDESTRIAN CONNECTION

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

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

Terms of the lease are as follows:

<u>Years Ended December 31</u>	<u>Lease Receivable</u>
2013	\$ 393,880
2014	391,341
2015	393,622
2016	390,545
2017	392,288
2018-2022	1,960,558
2023-2027	1,949,231
2028-2030	<u>1,165,835</u>
	7,037,300
Less Interest	<u>(1,915,300)</u>
Present Value of Lease Receivable	<u>\$5,122,000</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.

RAMSEY COUNTY, MINNESOTA
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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, 2012 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 141,754,503	\$ 220,272	\$ (31,730)	\$ 141,943,045
Construction in Progress	<u>129,295,696</u>	<u>46,868,926</u>	<u>(3,590,540)</u>	<u>172,574,082</u>
Total Capital Assets, not Being Depreciated	<u>271,050,199</u>	<u>47,089,198</u>	<u>(3,622,270)</u>	<u>314,517,127</u>
Capital Assets, Being Depreciated:				
Buildings	326,829,355	5,863,226	(2,176,209)	330,516,372
Buildings Improvements	38,293,502	3,039,660	-	41,333,162
Improvements Other Than Buildings	40,171,019	2,437,039	(1,303,603)	41,304,455
Equipment	80,271,209	7,275,459	(4,888,910)	82,657,758
Computer Software	8,810,635	-	-	8,810,635
Infrastructure	<u>412,270,001</u>	<u>7,989,410</u>	<u>(321,238)</u>	<u>419,938,173</u>
Total Capital Assets Being Depreciated	<u>906,645,721</u>	<u>26,604,794</u>	<u>(8,689,960)</u>	<u>924,560,555</u>
Less Accumulated Depreciation For:				
Buildings	(79,140,543)	(7,372,390)	474,012	(86,038,921)
Buildings Improvements	(12,614,722)	(3,490,432)	-	(16,105,154)
Improvements Other Than Buildings	(26,456,285)	(1,817,793)	1,263,093	(27,010,985)
Equipment	(54,204,268)	(7,937,192)	4,425,083	(57,716,377)
Computer Software	(8,688,403)	(122,232)	-	(8,810,635)
Infrastructure	<u>(202,788,673)</u>	<u>(10,963,662)</u>	<u>273,527</u>	<u>(213,478,808)</u>
Total Accumulated Depreciation	<u>(383,892,894)</u>	<u>(31,703,701)</u>	<u>6,435,715</u>	<u>(409,160,880)</u>
Total Capital Assets Being Depreciated, Net	<u>522,752,827</u>	<u>(5,098,907)</u>	<u>(2,254,245)</u>	<u>515,399,675</u>
Governmental Activities Capital Assets, Net	<u>793,803,026</u>	<u>41,990,291</u>	<u>(5,876,515)</u>	<u>829,916,802</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
Buildings Improvements	3,557,987	-	-	3,557,987
Improvements Other Than Buildings	4,185,030	-	-	4,185,030
Equipment	<u>2,562,450</u>	<u>284,593</u>	<u>(298,388)</u>	<u>2,548,655</u>
Total Capital Assets Being Depreciated	<u>19,679,681</u>	<u>284,593</u>	<u>(298,388)</u>	<u>19,665,886</u>

RAMSEY COUNTY, MINNESOTA
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	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Less Accumulated Depreciation for:				
Buildings	(4,890,614)	(230,273)	-	(5,120,887)
Buildings Improvements	(1,364,536)	(175,350)	-	(1,539,886)
Improvements Other Than Buildings	(1,402,887)	(154,486)	-	(1,557,373)
Equipment	<u>(1,977,697)</u>	<u>(264,659)</u>	<u>260,845</u>	<u>(1,981,511)</u>
Total Accumulated Depreciation	<u>(9,635,734)</u>	<u>(824,768)</u>	<u>260,845</u>	<u>(10,199,657)</u>
Total Capital Assets Being Depreciated, Net	<u>10,043,947</u>	<u>(540,175)</u>	<u>(37,543)</u>	<u>9,466,229</u>
Business-Type Activities Capital Assets, Net	<u>\$ 10,151,020</u>	<u>\$ (540,175)</u>	<u>\$ (37,543)</u>	<u>\$ 9,573,302</u>

Depreciation expense was charged to functions / programs as follows:

Governmental Activities:		
General Government		\$ 7,743,826
Public Safety		5,478,117
Transportation, including depreciation of infrastructure assets		12,486,044
Health		272,818
Sanitation		124,511
Human Services		986,639
Culture and Recreation		3,429,712
Conservation of Natural Resources		287,089
Economic Development and Assistance		70,825
Capital assets held by the County's Internal Service funds are charged to the various functions based on their usage of the assets		<u>824,120</u>
Total Depreciation Expense - Governmental Activities		<u>\$ 31,703,701</u>
 Business-Type Activities:		
Lake Owasso Residence		\$ 154,139
Ramsey County Care Center		384,174
Ponds at Battle Creek		109,621
Law Enforcement Services		<u>176,834</u>
Total Depreciation Expense - Business-Type Activities		<u>\$ 824,768</u>

Construction and Other Significant Commitments

The government has active construction projects as of December 31, 2012. 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	\$ 62,793,410	\$1,389,653
Union Depot Renovation	136,123,705	12,630,211

The remaining commitment amounts for the Road and Bridge Construction and Union Depot Renovation were encumbered at fiscal year end.

Encumbrances. As discussed in Note III B, encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year-end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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General Fund	\$3,052,600
Capital Projects Fund	6,758,272
Regional Railroad Authority Capital Projects Fund	12,676,259
Nonmajor Governmental Funds	<u>1,668,757</u>
Total	<u>\$24,155,888</u>

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2012, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Capital Projects Fund	\$1,388
	Regional Railroad Authority	
	Capital Projects	17,901
	Nonmajor Governmental Funds	387,811
	Lake Owasso Residence	2,816
	Ramsey County Care Center	4,552
	Ponds at Battle Creek	20,161
	Law Enforcement Services	27,306
	Internal Service Funds	10,269
Nonmajor Governmental Funds	General	8,170
Internal Service Funds	General	2,657,075
	Nonmajor Governmental Funds	236,888
	Lake Owasso Residence	1,757,928
	Ponds at Battle Creek	39,641
	Ramsey County Care Center	2,341,923
	Law Enforcement Services	1,013
	Internal Service Funds	<u>3,529,193</u>
Total		<u>\$ 11,044,035</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.

Advances to / from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Capital Projects Fund	\$5,806,920
	Nonmajor Governmental Funds	4,500,000
	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	123,627
Total		<u>\$15,003,934</u>

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

Interfund transfers:

	Transfer In					<u>Total</u>
	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental</u>	<u>Internal Service Funds</u>	
Transfer Out:						
General	-	-	-	\$880,268	\$197	\$880,465
Debt Service	-	-	490,000	-	-	490,000
Capital Projects Fund	1,999,999	395,088	-	6,000,001	-	8,395,088
Regional Railroad Authority Capital Project	-	-	-	99,769	-	99,769
Nonmajor Governmental Lake Owasso Residence	-	-	-	1,173,661	-	1,173,661
Ramsey County Care Center	1,040,935	-	-	-	-	1,040,935
Internal Service Funds	924,849	-	-	-	-	924,849
	<u>6,314,755</u>					<u>6,314,755</u>
Total transfers out	<u>\$10,280,538</u>	<u>\$395,088</u>	<u>\$490,000</u>	<u>\$8,153,699</u>	<u>\$197</u>	<u>\$19,319,522</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 the General Fund to the Retiree Insurance to partially finance the OPEB liability. Finally, funds were transferred for the Regional Railroad 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.

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 \$64.1 million at December 31, 2012. There were five conduit bond issuances at December 31, 2012:

	<u>Issue Year</u>	<u>Principal Balance</u>
Common Bond – Skyline Towers	2000	\$14,055,000
CHDC – Hanover Townhomes	2001	2,625,000
Centex – Chestnut Housing (Upper Landings)	2002	5,110,486
Dominium Development – Gateway Village	2003	38,690,000
Westside Community Health Services (501c3)	2004	<u>3,594,298</u>
		<u>\$64,074,782</u>

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F. Leases payable

Operating Leases

The County leases real estate and equipment under leases expiring at various dates through 2021. Total costs for such leases were \$2,144,916 for year ended December 31, 2012. The future minimum lease payments for these leases are as follows:

<u>Year Ending Dec. 31</u>	<u>General Fund</u>
2013	1,909,629
2014	1,568,366
2015	1,411,957
2016	1,048,307
2017	588,504
2018-2021	<u>100,778</u>
Total	<u>\$6,627,541</u>

G. 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.

H. 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 \$175,712,000. During the year, general obligation bonds totaling \$34,840,000 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, 2012:

	<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	222,205,000	34,840,000	57,350,000	199,695,000	34,825,000
Note Payable	5,327,000	-	205,000	5,122,000	210,000
Lease Revenue Bonds	10,235,000	-	10,235,000	-	-
Premium/Discount	<u>11,199,604</u>	<u>5,065,614</u>	<u>2,020,385</u>	<u>14,244,833</u>	<u>2,085,531</u>
Total General Obligation Bonds, Notes Payable and Lease Revenue Bonds	<u>248,966,604</u>	<u>39,905,614</u>	<u>69,810,385</u>	<u>219,061,833</u>	<u>37,120,531</u>
Loans Payable:					
Governmental Funds	-	<u>20,000,000</u>	-	<u>20,000,000</u>	-
Total Loans Payable	-	<u>20,000,000</u>	-	<u>20,000,000</u>	-
Claims and Judgments Payable					
Governmental Funds	<u>6,813,237</u>	<u>7,495,809</u>	<u>5,358,157</u>	<u>8,950,889</u>	<u>5,006,074</u>

RAMSEY COUNTY, MINNESOTA
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	<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>
Compensated Absences:					
Governmental Funds	34,024,688	17,926,571	18,181,193	33,770,066	17,284,858
Internal Service Funds:					
Data Processing	849,861	439,574	435,515	853,920	444,133
General County Buildings	790,035	313,302	306,917	796,420	335,057
Telecommunications	<u>76,549</u>	<u>43,803</u>	<u>34,519</u>	<u>85,833</u>	<u>36,860</u>
Total Compensated Absences	<u>35,741,133</u>	<u>18,723,250</u>	<u>18,958,144</u>	<u>35,506,239</u>	<u>18,100,908</u>
Governmental Activities Long-term Liabilities	<u>291,520,974</u>	<u>86,124,673</u>	<u>94,126,686</u>	<u>283,518,961</u>	<u>60,227,513</u>
BUSINESS-TYPE ACTIVITIES:					
General Obligation Bonds:					
Enterprise Funds:					
Lake Owasso Residence	2,335,000	-	210,000	2,125,000	225,000
Ponds at Battle Creek	4,090,000	-	2,300,000	1,790,000	130,000
Ramsey Care Center	1,905,000	-	85,000	1,820,000	90,000
Premium/Discount	<u>579,134</u>		<u>59,259</u>	<u>519,875</u>	<u>56,824</u>
Total General Obligation Bonds	<u>8,909,134</u>	-	<u>2,654,259</u>	<u>6,254,875</u>	<u>501,824</u>
Compensated Absences:					
Enterprise Funds:					
Lake Owasso Residence	722,741	375,249	397,374	700,616	404,050
Ponds at Battle Creek	22,328	7,575	7,210	22,693	10,851
Ramsey Care Center	1,082,673	590,233	576,900	1,096,006	596,327
Law Enforcement Services	<u>378,557</u>	<u>303,027</u>	<u>290,166</u>	<u>391,418</u>	<u>391,418</u>
Total Compensated Absences	<u>2,206,299</u>	<u>1,276,084</u>	<u>1,271,650</u>	<u>2,210,733</u>	<u>1,402,646</u>
Business-Type Activities Long-term Liabilities	<u>11,115,433</u>	<u>1,276,084</u>	<u>3,925,909</u>	<u>8,465,608</u>	<u>1,904,470</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, 2012 comprises the following individual issues:

COUNTY GENERAL OBLIGATION DEBT:

County-wide General Obligation Bonds:

\$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%	3,300,000
\$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%	17,120,000
\$31,960,000 2004 General Obligation Bond Capital Improvement Plan Bonds Series 2004D, due in annual installments of \$645,000 to \$2,790,000 through February 1, 2024, interest at 4.1876%	13,335,000
\$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%	6,530,000
\$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 3.25-4.00%	855,000

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\$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 3.50-5.00%	8,355,000
\$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 4.00-5.00%	2,125,000
\$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%	4,370,000
\$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%	14,690,000
\$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%	1,820,000
\$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%	4,595,000
\$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 at 3.3790%	4,940,000
\$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 at 3.4204%	13,245,000
\$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 at 2.3689%	5,420,000
\$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 at 2.4791%	6,765,000
\$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 at 2.9081%	7,770,000
\$18,500,000 2011 General Obligation Bonds Series 2011A, due in annual installments of \$390,000 to \$1,195,000 through February 1, 2031, interest at 3.4095%	17,590,000
\$35,975,000 2011 Capital Improvement Plan Refunding Bonds Series 2011B, 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 Bonds Series 2011B, due in annual Ponds installments of \$130,000 to \$225,000 through February 1, 2022, interest at 1.3172%	1,790,000

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\$18,500,000 2012 General Obligation Capital Improvement Plan Bonds Series 2012A, due in annual installments of \$195,000 to \$1,205,000 through February 1, 2032, interest at 2.7230%	18,500,000
\$13,185,000 2012 General Obligation Capital Improvement Plan Refunding Bonds Series 2012B, due in annual installments of \$225,000 to \$1,635,000 through February 1, 2023, interest at 1.2952%	13,185,000
\$3,155,000 2012 General Obligation Capital Improvement Plan Refunding Bonds Series 2012C, due in annual installments of \$165,000 to \$240,000 through February 1, 2028, interest at 1.9757%	<u>3,155,000</u>
Total County General Obligation Bonds	205,430,000
 <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>5,122,000</u>
Total County General Obligation Debt	<u>\$210,552,000</u>

Annual Requirement to Amortize Long-Term Debt

The annual requirements to amortize all long-term debt outstanding as of December 31, 2012, carrying interest rates of 1.29% to 5.00% are:

<u>Years Ending December 31</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2013	\$35,035,000	\$8,169,647	\$445,000	\$268,081
2014	14,390,000	7,275,754	480,000	246,694
2015	14,120,000	6,682,741	500,000	222,944
2016	15,660,000	6,033,676	530,000	197,194
2017	12,555,000	5,406,911	550,000	170,194
2018-2022	61,980,000	18,567,542	2,495,000	450,141
2023-2027	33,995,000	7,468,025	735,000	90,625
2028-2032	17,082,000	1,440,940	-	-
Total	<u>\$204,817,000</u>	<u>\$61,045,236</u>	<u>\$5,735,000</u>	<u>\$1,645,873</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, 2012, the statutory limit for the County was \$1,177,331,703 providing a debt margin of \$1,010,887,398.

There is \$43,586,127 available in the Debt Service Fund to service the General Obligation Bonds. There are a number of limitations and restrictions contained in the various bond indentures. The County is in compliance with all significant limitations and restrictions.

The County's proportionate share of debt at December 31, 2012 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:

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	<u>Outstanding</u>	<u>Percentage Applicable To the County</u>	<u>County's Share Of Debt</u>
<u>Direct Debt</u>			
Ramsey County	\$ 219,061,833	100%	\$ 219,061,833
<u>Overlapping Debt</u>			
Cities	30,125,000	3.8%	3,569,345
School Districts	307,715,000	62.7%	193,218,281
Other	226,580,000	15.5%	34,440,160
<u>Underlying Debt</u>			
Cities and Towns	241,219,081	100.0%	241,219,081
School Districts	590,272,710	100.0%	590,272,710
Other	<u>47,979,976</u>	100.0%	<u>47,979,976</u>
TOTAL	<u>\$1,662,953,600</u>		<u>\$1,329,761,386</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, 2012, the outstanding balance of the 2004B Refunding COPS (tax exempt) is \$1,095,000 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.

Regional Railroad Authority Loan

On April 19, 2012, the Ramsey County Regional Railroad Authority (RCRRA) closed on two \$10,000,000 Limited Tax Obligation Notes (Union Depot Project), Series 2012A and 2012B through U.S. Bank. The loan terms are five years, callable at par after three years, with interest only payments beginning August 1, 2012 and February 1, 2013, respectively, and principal and interest payments beginning August 1, 2014. The final payment is scheduled to be made February 1, 2017. The loans carry interest rates of 1.68% and 1.91%, respectively. Loan proceeds will be used to provide partial financing of construction costs to transform the Union Depot into a multi-modal transit hub.

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Annual Requirement to Amortize Regional Railroad Authority Loan

The annual requirements to amortize this loan are as follows:

<u>Year Ending</u> <u>December 31</u>	<u>Principal</u>	<u>Interest</u>
2013	-	\$303,292
2014	3,260,000	361,653
2015	6,610,000	273,088
2016	6,720,000	153,201
2017	<u>3,410,000</u>	<u>30,967</u>
	<u>\$20,000,000</u>	<u>\$1,122,201</u>

Bond Refundings

In 2012, the County issued General Obligation Capital Improvement Plan Refunding Bonds, Series 2012B, of \$13,185,000 to refund 2003A Capital Improvement Plan Bonds. This refunding was undertaken to reduce total debt service payments over the next 10 years by \$2,864,173. The transaction also resulted in an economic gain of \$2,704,675.

Also in 2012, the County issued General Obligation Capital Improvement Plan Refunding Bonds, Series 2012C, of \$3,155,000 to refund 2002C General Obligation State-Aid Street Bonds. This refunding was undertaken to reduce total debt service payments over the next 14 years by \$930,071. The transaction also resulted in an economic gain of \$713,858.

I. Fund Balances

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 (such as 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.

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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 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 \$48,708,127 of the Debt Service Fund is restricted for debt service expenditures. The fund balance of the Capital Projects Fund has \$175,000 of advances to other funds classified as nonspendable and \$26,894,033 of unspent bond proceeds, and other funds, classified as restricted. The fund balance of the Regional Railroad Authority Capital Projects Fund is assigned to Regional Rail projects. The remaining detail of Ramsey County's fund balance classification is as follows:

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<u>Fund Balance Classification</u>	<u>General Fund</u>	<u>Other Governmental Funds</u>
Nonspendable:		
Petty Cash	\$ 25,385	\$ 2,445
Inventory	1,762,476	14,541
Advances	<u>15,048,680</u>	<u>-</u>
Total Nonspendable	<u>\$ 16,836,541</u>	<u>\$ 16,986</u>
Restricted		
Aggregate Pit Restoration	\$ 166,478	\$ -
Donations for various purposes	-	528,093
Criminal Forfeitures	-	1,305,514
Technology	-	1,200,200
Environmental Response Fund	-	2,392,721
Library	-	4,142,383
Sanitation	-	20,292,124
Affordable Housing	-	876,009
Economic Development	-	86,917
Parks and Recreation	-	637,087
Other	<u>-</u>	<u>878,483</u>
Total Restricted	<u>\$ 166,478</u>	<u>\$ 32,339,531</u>
Committed		
Supporting Housing Priorities	\$ 1,693,743	\$ -
Judgment and Settlements	889,500	-
Public Works	4,000,000	-
Parks and Recreation	310,466	-
Human Resources	70,000	-
Community Human Services	157,500	-
Corrections	-	383,207
Emergency Communications	-	3,326,600
Other	<u>200,000</u>	<u>-</u>
Total Committed	<u>\$ 7,321,209</u>	<u>\$ 3,709,807</u>
Assigned		
Capital Expenditures	\$ 6,227,777	\$ -
Self-Insurance	2,991,102	-
Projects	13,227,240	-
Human Services	102,954,551	-
General Government	800,134	-
Public Safety	744,046	-
Highways and Streets	41,670	-
Health	2,810,217	-
Culture and Recreation	26,417	-
Workforce Solutions	-	1,700,851
Judgment and Settlements	5,481,460	-
Emergency Communications	-	4,635,315
Regional Railroad Authority	-	6,101,656
Public Safety	-	200,410
Corrections	<u>-</u>	<u>187,633</u>
Total Assigned	<u>\$ 135,304,614</u>	<u>\$ 12,825,865</u>

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J. 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 2012, the investment earnings for the General Fund, including unrealized gains on investments, are as follows:

Interest on Investments	\$2,440,063
Unrealized Loss on Investments	<u>(127,549)</u>
	<u>\$2,312,514</u>

V. OTHER INFORMATION

A. Risk Management

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

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

	Year Ended <u>12/31/12</u>	Year Ended <u>12/31/11</u>
Unpaid claims, beginning of fiscal year	\$6,813,237	\$11,396,993
Incurred claims (including IBNRs)	7,495,809	5,283,314
Claim payments	<u>5,358,157</u>	<u>9,867,070</u>
Unpaid claims, end of fiscal year	<u>\$8,950,889</u>	<u>\$6,813,237</u>

The County carries commercial insurance for:

- 1) Ramsey County Care Center (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 \$1,840,000 for any claim. The WCRA becomes responsible for the amount in excess of \$1,840,000. The limit changes each year. A premium is paid by the County to the association based on the County's total salary costs.

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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 \$34,700,000 General Obligation Capital Improvement Plan Bonds, Series 2013A and 2013B 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.

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 was 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 was being sought for inmates who were exposed to tuberculosis. The County denies liability to the plaintiffs and other class members. Nevertheless, the parties have entered into a settlement.

As part of the settlement, the County agreed to make monetary payments to eligible class members as compensation for the injury they incurred and complications they experienced as a result of contracting tuberculosis (TB) at the Workhouse. The County also agreed to provide or fund medically necessary diagnostic procedures, care and treatment to the eligible class members.

County Board Resolution 2010-288 set aside \$10,689,500 to fund settlements to eligible class members, payment of annual check-ups to class action members, and for the cost of plaintiff attorney fees. To date, \$8,484,000 has been paid to eligible class members, plaintiff attorney fees and County defense fees. The balance in the fund is believed to be adequate to cover future exposures such as payments for annual medical checkups and necessary medical treatment for those eligible class members who qualify for additional supplemental payments.

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

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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 2012 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.

The approved 2012 Project budget for the estimated shortfall in the Service Fee was \$9,280,000, financed by Ramsey and Washington Counties. The 2012 budget for the Service Fee assumed waste deliveries to the Resource Recovery Facility of 350,000 tons. During 2012, 303,040 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, 2012 have been subjected to audit in the following table:

	<u>Total Project</u>	<u>Ramsey County's Share</u>
Total Fund Assets	\$6,869,940	\$5,015,056
Total Fund Liabilities	1,093,730	798,423
Total Fund Balance	5,776,210	4,216,633
Total Revenues	8,542,240	6,235,835
Total Expenditures	8,311,966	6,067,735
Net (Decrease) in Fund Balance	\$230,274	\$168,100

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Financial statements for Resource Recovery are available from Ramsey County Finance Department, 270 Courthouse, 15 West Kellogg Blvd., St. Paul, MN 55102.

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 and no financial report is available.

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 a 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.
- 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.

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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 yearly 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 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.

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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 2012:

	<u>2012</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, 2012, 2011, and 2010, for the General Employees Retirement Fund, the Public Employees Police and Fire Fund, and the Public Employees Correctional Fund were:

	<u>2012</u>	<u>2011</u>	<u>2010</u>
General Employees Retirement Fund	\$ 13,644,626	\$ 13,696,009	\$ 13,247,168
Public Employees Police and Fire Fund	2,299,843	2,404,221	2,347,785
Public Employees Correctional Fund	1,894,730	1,851,002	1,750,962

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

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 5.00 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.

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Total contributions by dollar amount and percentage of covered payroll made by the County during the year ended December 31, 2012, were:

	<u>Employee</u>	<u>Employer</u>
Contribution amount	\$17,156	\$17,156
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 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 \$40,450,585.

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.

Membership

At December 31, 2012, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	1,853
Terminated Employees Entitled to Benefits but not yet Receiving them	29
Active Employees	<u>3,605</u>
Total	<u>5,487</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, 2012, retirees contributed \$1,543,186 and the County contributed \$12,660,009.

The County established a revocable trust to accumulate funds for the future costs of OPEB. According to GASB No. 45, because the trust is not irrevocable, the assets in the trust can not be used to offset the actuarial accrued liability in determining the unfunded actuarial accrued liability. Therefore, as long as the County's trust is revocable, The Actuarial Value of Assets for GASB No. 45 is assumed to be \$0. During 2012, Ramsey County Contributed \$44,075,415 and had a year end balance in the OPEB revocable trust of \$44,081,581.

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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, 2012. The County's annual OPEB cost (expense) was \$27,086,531. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the County's net OPEB obligation for 2012, 2011, and 2010 were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
December 31, 2012	\$27,086,531	\$12,660,009	46.7%	\$85,803,717
December 31, 2011	26,463,298	12,759,080	48.2	71,377,195
December 31, 2010	24,210,802	12,731,077	52.6	57,672,977
CUMULATIVE NET OPEB OBLIGATION				<u>\$85,803,717</u>

The net OPEB obligation (NOPEBO) as of December 31, 2012, was calculated as follows:

Annual Required Contribution	\$28,160,860
Interest on Net OPEB Obligation	3,568,860
Adjustment to Annual Required Contribution	<u>(4,643,189)</u>
Annual OPEB Cost	27,086,531
Contributions Made	<u>(12,660,009)</u>
Increase (Decrease) in Net OPEB Obligation	14,426,522
Net OPEB Obligation Beginning of Year	<u>71,377,195</u>
NET OPEB OBLIGATION END OF YEAR	<u>\$85,803,717</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)	216,821,530
UAAL as a percentage of covered payroll	141.88%

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 & 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

For the January 1, 2011, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a discount rate of 5% based on the expected long term investment return on assets used to pay benefits. The actuarial pre-Medicare healthcare cost trend assumption of

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2012

9% for 2011 grades down to 5% over 8 years. The actuarial post-Medicare healthcare cost trend assumption of 7% for 2011 grades down to 5% over 4 years. Both the discount rate and the health care trend rate include an underlying annual inflation assumption. The inflation was assumed to be 3% general inflation underlying the asset return, and 4% medical inflation underlying the health care trend rates.

The actuarial assets currently invested in a revocable trust are not used to reduce the unfunded actuarial accrued liability since they are not invested in irrevocable trust.

The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis over 30 years.

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Required Supplementary Information

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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, 2012**

	<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	\$ 225,516,689	\$ 226,974,883	\$ 232,167,617	\$ 5,192,734
Licenses and Permits	882,431	882,431	986,819	104,388
Intergovernmental	130,925,430	135,070,863	131,762,448	(3,308,415)
Private Grants and Donations	455,323	318,463	358,545	40,082
Charges for Services	43,682,331	44,255,918	46,594,465	2,338,547
Fines and Forfeitures	12,000	13,655	13,655	-
Sales	1,521,583	1,482,878	1,327,492	(155,386)
Rental Income	1,206,271	1,206,271	1,000,518	(205,753)
Investment Earnings	9,458,161	9,458,161	2,312,514	(7,145,647)
Program Recoveries - Community				
Human Services	4,519,674	5,835,039	4,615,256	(1,219,783)
Miscellaneous	718,926	1,756,996	2,812,670	1,055,674
Total Revenues	<u>418,898,819</u>	<u>427,255,558</u>	<u>423,951,999</u>	<u>(3,303,559)</u>
EXPENDITURES				
Current:				
General Government:				
County Board of Commissioners	1,983,849	1,983,849	1,972,597	(11,252)
Charter Commission	1,068	1,068	857	(211)
Courts	2,769,292	2,769,292	2,769,292	-
County Manager	10,625,235	10,615,022	10,114,032	(500,990)
Property Records and Revenue	13,284,751	13,284,033	12,429,748	(854,285)
Attorney	35,648,678	36,058,211	34,603,294	(1,454,917)
Property Management	1,155,638	1,362,496	1,029,551	(332,945)
Veterans Service Officer	431,888	431,888	410,544	(21,344)
Contingency	2,000,000	-	-	-
Computer Equipment and Software	5,820,690	6,556,258	2,439,069	(4,117,189)
Unallocated General Expenditures	12,852,177	7,089,417	7,039,694	(49,723)
Total General Government	<u>86,573,266</u>	<u>80,151,534</u>	<u>72,808,678</u>	<u>(7,342,856)</u>
Public Safety:				
Sheriff	39,864,512	41,825,270	40,457,706	(1,367,564)
Community Corrections	60,904,253	61,029,194	59,221,830	(1,807,364)
Medical Examiner	2,260,859	2,308,270	2,308,070	(200)
Total Public Safety	<u>103,029,624</u>	<u>105,162,734</u>	<u>101,987,606</u>	<u>(3,175,128)</u>
Transportation				
Public Works	<u>17,346,590</u>	<u>17,288,650</u>	<u>16,994,350</u>	<u>(294,300)</u>
Sanitation:				
Environmental Health	<u>887,746</u>	<u>2,026,217</u>	<u>1,078,460</u>	<u>(947,757)</u>
Health:				
Public Health	30,538,226	31,576,067	25,973,520	(5,602,547)
Miscellaneous Health	8,496,215	8,496,215	8,494,059	(2,156)
Total Health	<u>39,034,441</u>	<u>40,072,282</u>	<u>34,467,579</u>	<u>(5,604,703)</u>

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

(continued)

SCHEDULE 1
(Continued)

RAMSEY COUNTY, MINNESOTA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2012

	<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	32,162,973	30,447,872	30,344,598	(103,274)
Social Services	130,346,896	127,271,499	125,434,115	(1,837,384)
Total Human Services	<u>162,509,869</u>	<u>157,719,371</u>	<u>155,778,713</u>	<u>(1,940,658)</u>
Culture and Recreation:				
Parks and Recreation	9,569,690	10,873,533	9,992,297	(881,236)
St Paul-Ramsey Historical Society	85,312	85,312	85,312	-
Landmark Center Management	884,994	884,994	884,994	-
Total Culture and Recreation	<u>10,539,996</u>	<u>11,843,839</u>	<u>10,962,603</u>	<u>(881,236)</u>
Conservation of Natural Resources:				
Extension Service	48,514	48,514	41,086	(7,428)
Total Conservation of Natural Resources	<u>48,514</u>	<u>48,514</u>	<u>41,086</u>	<u>(7,428)</u>
Total Expenditures	<u>419,970,046</u>	<u>414,313,141</u>	<u>394,119,075</u>	<u>(20,194,066)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(1,071,227)</u>	<u>12,942,417</u>	<u>29,832,924</u>	<u>16,890,507</u>
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	-	-	-	-
Transfers In	2,415,000	2,421,577	886,845	(1,534,732)
Transfers Out	-	(8,940,341)	(10,286,918)	(1,346,577)
Total Other Financing Sources (Uses)	<u>2,415,000</u>	<u>(6,518,764)</u>	<u>(9,400,073)</u>	<u>(2,881,309)</u>
Net Change in Fund Balance	1,343,773	6,423,653	20,432,851	14,009,198
Adjustment	(13,249,434)	(13,249,434)	(13,249,434)	-
Fund Balance - Beginning	215,372,180	215,372,180	215,372,180	-
Increase (Decrease) in Reserve for Inventories	-	-	75,556	75,556
Fund Balance - Ending	<u>\$ 203,466,519</u>	<u>\$ 208,546,399</u>	<u>\$ 222,631,153</u>	<u>\$ 14,084,754</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, 2012

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, 2012

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	\$394,119,075
Decrease:	
Encumbrances	(12,806,115)
Increase:	
Expenditures in 2012 from December 31, 2011	<u>29,988,257</u>
Expenditures – GAAP Basis	<u>\$411,301,217</u>
Unbudgeted Revenue	\$(3,932,708)
Encumbrances	(12,806,115)
Expenditures in 2012 from December 31, 2011 Reserves for Encumbrances	<u>29,988,257</u>
Adjustment to Reconcile Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual to Statement of Revenues, Expenditures and Changes in Fund Balances	 <u>\$13,249,434</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 Finance Department 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.

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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, 2012

	<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				
Taxes	\$ 21,409,711	\$ 21,388,920	\$ 21,909,600	\$ 520,680
Intergovernmental	1,549,648	1,570,439	1,591,188	20,749
Investment Earnings	1,582,557	1,582,557	418,694	(1,163,863)
Total Revenues	<u>24,541,916</u>	<u>24,541,916</u>	<u>23,919,482</u>	<u>(622,434)</u>
EXPENDITURES				
Debt service:				
Bond Issuance Costs	-	80,201	80,201	-
Principal Retirement	19,054,077	35,238,875	35,238,875	-
Interest	7,058,738	8,075,986	8,075,985	(1)
Total Expenditures	<u>26,112,815</u>	<u>43,395,062</u>	<u>43,395,061</u>	<u>(1)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(1,570,899)</u>	<u>(18,853,146)</u>	<u>(19,475,579)</u>	<u>(622,433)</u>
OTHER FINANCING SOURCES (USES)				
Refunding Bonds Issued	-	19,062,545	16,340,000	(2,722,545)
Transfers In	-	-	490,000	490,000
Transfers Out	-	-	(395,088)	(395,088)
Total Other Financing Sources (Uses)	<u>-</u>	<u>19,062,545</u>	<u>16,434,912</u>	<u>(2,627,633)</u>
Net Change in Fund Balance	<u>(1,570,899)</u>	<u>209,399</u>	<u>(3,040,667)</u>	<u>(3,250,066)</u>
Adjustment	(30,448,129)	(30,448,129)	(30,448,129)	-
Fund Balance - Beginning	82,196,923	82,196,923	82,196,923	-
Fund Balance - Ending	<u>\$ 50,177,895</u>	<u>\$ 51,958,193</u>	<u>\$ 48,708,127</u>	<u>\$ (3,250,066)</u>

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

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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.

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.

4R Program – To account for the "Reuse, Recycle and Renovate for Reinvestment Program" established by the County Board, funded with Solid Waste fund balance.

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

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

Regional Railroad Authority Debt Service Fund – To account for the resources accumulated and payments made for principal and interest on long-term debt of the Regional Rail Authority.

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**RAMSEY COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011**

	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	\$ 4,731,860	\$ 20,495,240	\$ 911,210	\$ 4,106,114
Petty Cash and Change Funds	1,575	50	-	450
Receivables (Net):				
Taxes	179,731	-	-	-
Accounts	32,307	1,672,177	-	-
Accrued Interest	-	-	197,142	-
Due from Other Funds	-	-	-	7,849
Due from Other Governments	-	1,663	82,504	3,956,325
Loans Receivable	-	8,208	7,130,624	-
Inventories	5,953	-	-	3,756
Advance to Other Governments	-	4,500	-	-
Total Assets	<u>4,951,426</u>	<u>22,181,838</u>	<u>8,321,480</u>	<u>8,074,494</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Salaries Payable	355,633	132,153	12,684	373,961
Accounts Payable	222,400	26,206	2,090	1,052,556
Contracts Payable	-	266,493	12,488	-
Due to Other Funds	15,557	41,679	32,409	317,011
Due to Other Governments	4,162	2,792,820	152,567	81,324
Deferred Revenue	203,763	-	7,146,316	44,585
Advance from Other Funds	-	-	-	4,500,000
Total Liabilities	<u>801,515</u>	<u>3,259,351</u>	<u>7,358,554</u>	<u>6,369,437</u>
Fund Balances:				
Nonspendable	7,528	50	-	4,206
Restricted	4,142,383	18,922,437	962,926	-
Committed	-	-	-	-
Assigned	-	-	-	1,700,851
Total Fund Balances	<u>4,149,911</u>	<u>18,922,487</u>	<u>962,926</u>	<u>1,705,057</u>
Total Liabilities and Fund Balances	<u>\$ 4,951,426</u>	<u>\$ 22,181,838</u>	<u>\$ 8,321,480</u>	<u>\$ 8,074,494</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
\$ -	\$ 1,435,704	\$ 8,960,022	\$ 536,320	\$ 6,612,672	\$ 603,000
-	100	-	-	350	-
-	-	-	-	511,152	-
-	-	-	-	11,357	-
-	-	-	-	-	-
-	-	321	-	-	-
223,659	-	431,472	-	52	-
-	-	-	-	-	-
-	-	4,832	-	-	-
-	-	-	-	-	-
223,659	1,435,804	9,396,647	536,320	7,135,583	603,000
223,659	160,105	349,336	-	51,814	-
-	218	22,175	8,227	264,385	108,333
-	-	-	-	15,798	-
-	-	23,531	-	172,275	-
-	-	1,034,858	-	7,745	6,135
-	1,275,481	-	-	521,560	-
-	-	-	-	-	-
223,659	1,435,804	1,429,900	8,227	1,033,577	114,468
-	-	4,832	-	350	-
-	-	-	528,093	-	288,122
-	-	3,326,600	-	-	-
-	-	4,635,315	-	6,101,656	200,410
-	-	7,966,747	528,093	6,102,006	488,532
\$ 223,659	\$ 1,435,804	\$ 9,396,647	\$ 536,320	\$ 7,135,583	\$ 603,000

(Continued)

**RAMSEY COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011**

	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	\$ 613,906	\$ 3,722,330	\$ 1,020,888	\$ 140,436	\$ 674,576
Petty Cash and Change Funds	-	-	-	-	-
Receivables (Net):					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Accrued Interest	-	4,362	-	-	-
Due from Other Funds	-	-	-	-	-
Due from Other Governments	-	-	-	-	-
Loans Receivable	-	191,371	-	-	-
Inventories	-	-	-	-	-
Advance to Other Governments	-	-	-	-	-
Total Assets	<u>613,906</u>	<u>3,918,063</u>	<u>1,020,888</u>	<u>140,436</u>	<u>674,576</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Salaries Payable	-	-	-	-	-
Accounts Payable	37,870	133,656	3,496	1,049	37,489
Contracts Payable	-	-	-	-	-
Due to Other Funds	-	115	-	-	-
Due to Other Governments	5,196	-	-	-	-
Deferred Revenue	-	191,371	-	-	-
Advance from Other Funds	-	-	-	-	-
Total Liabilities	<u>43,066</u>	<u>325,142</u>	<u>3,496</u>	<u>1,049</u>	<u>37,489</u>
Fund balances:					
Nonspendable	-	-	-	-	-
Restricted	-	3,592,921	1,017,392	139,387	637,087
Committed	383,207	-	-	-	-
Assigned	187,633	-	-	-	-
Total Fund Balances	<u>570,840</u>	<u>3,592,921</u>	<u>1,017,392</u>	<u>139,387</u>	<u>637,087</u>
Total Liabilities and Fund Balances	<u>\$ 613,906</u>	<u>\$ 3,918,063</u>	<u>\$ 1,020,888</u>	<u>\$ 140,436</u>	<u>\$ 674,576</u>

**STATEMENT 1
(Continued)**

Care Center Patients' Activity Special Revenue Fund	4R Program Special Revenue Fund	Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Regional Railroad Authority Debt Service Fund	Total Nonmajor Governmental Funds	
					2012	2011
\$ 27,665	\$ 1,477,708	\$ 16,013	\$ 551,218	\$ 125,128	\$ 56,762,010	\$ 56,895,195
-	-	-	20	-	2,545	2,320
-	-	-	-	-	690,883	721,287
-	-	1,081,427	37	-	2,797,305	2,119,374
-	-	-	-	-	201,504	171,117
-	-	-	-	-	8,170	39,105
-	-	-	35,205	-	4,730,880	6,931,790
-	-	-	-	-	7,330,203	8,180,645
-	-	-	-	-	14,541	7,526
-	-	-	-	-	4,500	4,500
<u>27,665</u>	<u>1,477,708</u>	<u>1,097,440</u>	<u>586,480</u>	<u>125,128</u>	<u>72,542,541</u>	<u>75,072,859</u>
-	-	-	13,433	-	1,672,778	1,691,629
1,213	108,022	28,649	25,487	-	2,083,521	1,755,048
-	-	-	-	-	294,779	823,103
-	-	21,200	922	-	624,699	1,019,923
-	-	377	226	-	4,085,410	3,718,483
-	-	1,006,089	-	-	10,389,165	11,389,045
-	-	-	-	-	4,500,000	4,700,000
<u>1,213</u>	<u>108,022</u>	<u>1,056,315</u>	<u>40,068</u>	<u>-</u>	<u>23,650,352</u>	<u>25,097,231</u>
-	-	-	20	-	16,986	9,746
26,452	1,369,686	41,125	546,392	125,128	32,339,531	34,544,432
-	-	-	-	-	3,709,807	319,835
-	-	-	-	-	12,825,865	15,101,615
<u>26,452</u>	<u>1,369,686</u>	<u>41,125</u>	<u>546,412</u>	<u>125,128</u>	<u>48,892,189</u>	<u>49,975,628</u>
<u>\$ 27,665</u>	<u>\$ 1,477,708</u>	<u>\$ 1,097,440</u>	<u>\$ 586,480</u>	<u>\$ 125,128</u>	<u>\$ 72,542,541</u>	<u>\$ 75,072,859</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	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	\$ 8,483,465	\$ 2,216	\$ -	\$ 385,759
Licenses and Permits	-	717,071	-	-
Intergovernmental	734,477	1,741,693	1,267,395	22,320,886
Private Grants and Donations	-	-	-	-
Charges for Services	-	17,369,059	74,249	79,042
Fines and Forfeitures	575,414	-	-	-
Sales	68,557	-	-	-
Rental Income	225,602	-	-	-
Investment Earnings	3,115	19,709	136,169	-
Miscellaneous	60,275	50,426	970,500	-
Total Revenues	<u>10,150,905</u>	<u>19,900,174</u>	<u>2,448,313</u>	<u>22,785,687</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Transportation	-	-	-	-
Sanitation	-	15,708,570	-	-
Health	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	10,238,831	-	-	-
Economic Development and Assistance	-	-	2,596,403	22,405,103
Capital Projects:				
Transportation	-	-	-	-
Debt Service: Interest				
Total Expenditures	<u>10,238,831</u>	<u>15,708,570</u>	<u>2,596,403</u>	<u>22,405,103</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(87,926)</u>	<u>4,191,604</u>	<u>(148,090)</u>	<u>380,584</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(7,000,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(7,000,000)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(87,926)</u>	<u>(2,808,396)</u>	<u>(148,090)</u>	<u>380,584</u>
Fund Balances - Beginning	4,236,209	21,730,883	1,111,016	1,322,697
Increase (Decrease) in Inventories	1,628	-	-	1,776
Fund Balances - Ending	<u>\$ 4,149,911</u>	<u>\$ 18,922,487</u>	<u>\$ 962,926</u>	<u>\$ 1,705,057</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
\$ -	\$ -	\$ 8,702,198	\$ -	\$ 3,447,653	\$ -
-	-	-	-	-	212,890
4,793,369	3,047,641	698,208	-	247,620	21,153
-	-	-	208,786	-	1,100
-	-	5,055,693	-	-	30,957
-	-	-	-	-	284,090
-	-	-	-	-	773,046
-	-	-	-	84,348	-
-	-	-	226	4,412	129
-	-	17,446	-	78,019	27,552
<u>4,793,369</u>	<u>3,047,641</u>	<u>14,473,545</u>	<u>209,012</u>	<u>3,862,052</u>	<u>1,350,917</u>
4,793,369	3,047,641	-	1,042	-	-
-	-	14,217,249	1,322	-	1,155,276
-	-	-	-	2,610,433	-
-	-	-	-	-	-
-	-	-	5,396	-	-
-	-	-	43,744	-	-
-	-	-	157,342	-	-
-	-	-	-	-	-
-	-	-	-	559,633	-
-	-	-	-	-	-
<u>4,793,369</u>	<u>3,047,641</u>	<u>14,217,249</u>	<u>208,846</u>	<u>3,170,066</u>	<u>1,155,276</u>
-	-	256,296	166	691,986	195,641
-	-	-	-	-	-
-	-	-	-	(273,430)	(200,000)
-	-	-	-	(273,430)	(200,000)
-	-	256,296	166	418,556	(4,359)
-	-	7,706,842	527,927	5,683,450	492,891
-	-	3,609	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,966,747</u>	<u>\$ 528,093</u>	<u>\$ 6,102,006</u>	<u>\$ 488,532</u>

(Continued)

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	Corrections Special Revenue Fund	Property Records Special Revenue Fund	County Attorney Special Revenue Fund	Health Promotion Health Improvement Special Revenue Fund
REVENUES				
Taxes	\$ -	\$ 582,414	\$ -	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental	-	20,861	-	-
Private Grants and Donations	1,193	-	-	19,640
Charges for Services	239,754	898,428	-	-
Fines and Forfeitures	-	-	200,538	-
Sales	415,076	-	-	-
Rental Income	-	-	-	-
Investment Earnings	14	3,654	-	-
Miscellaneous	3,584	10,678	10,000	-
Total Revenues	<u>659,621</u>	<u>1,516,035</u>	<u>210,538</u>	<u>19,640</u>
EXPENDITURES				
Current:				
General Government	-	379,411	58,157	-
Public Safety	546,922	-	-	-
Transportation	-	-	-	-
Sanitation	-	-	-	-
Health	-	-	-	27,569
Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Economic Development and Assistance	-	-	-	-
Capital Projects:				
Transportation	-	-	-	-
Debt Service: Interest				
Total Expenditures	<u>546,922</u>	<u>379,411</u>	<u>58,157</u>	<u>27,569</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>112,699</u>	<u>1,136,624</u>	<u>152,381</u>	<u>(7,929)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(680,269)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(680,269)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>112,699</u>	<u>456,355</u>	<u>152,381</u>	<u>(7,929)</u>
Fund Balances - Beginning	458,141	3,136,566	865,011	147,316
Increase (Decrease) in Inventories	-	-	-	-
Fund Balances - Ending	<u>\$ 570,840</u>	<u>\$ 3,592,921</u>	<u>\$ 1,017,392</u>	<u>\$ 139,387</u>

**STATEMENT 2
(Continued)**

Parks and Recreation Special Revenue Fund	Care Center Patients' Activity Special Revenue Fund	4R Program Special Revenue Fund	Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Regional Railroad Authority Debt Service Fund	Total Nonmajor Governmental Funds	
						2012	2011
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,603,705	\$ 20,473,737
-	-	-	-	-	-	929,961	804,907
502,688	-	-	-	30,622	-	35,426,613	38,880,764
-	11,550	-	-	-	-	242,269	452,030
-	-	190,978	5,777	482,343	-	24,426,280	23,732,959
-	-	-	-	-	-	1,060,042	939,829
-	14,341	-	341,622	-	-	1,612,642	1,651,327
-	-	-	-	-	-	309,950	905,184
-	-	-	-	-	-	167,428	136,146
1,150	-	-	175,598	905	-	1,406,133	1,293,712
<u>503,838</u>	<u>25,891</u>	<u>190,978</u>	<u>522,997</u>	<u>513,870</u>	<u>-</u>	<u>87,185,023</u>	<u>89,270,595</u>
-	-	-	556,872	564,433	-	9,400,925	9,642,409
-	-	-	-	-	-	15,920,769	14,046,755
-	-	-	-	-	-	2,610,433	2,553,716
-	-	1,130,825	-	-	-	16,839,395	18,687,977
-	-	-	-	-	-	32,965	11,594
-	7,822	-	-	-	-	51,566	125,144
433,539	-	-	-	-	-	10,829,712	10,713,724
-	-	-	-	-	-	25,001,506	26,774,013
-	-	-	-	-	-	559,633	-
-	-	-	-	-	48,533	48,533	-
<u>433,539</u>	<u>7,822</u>	<u>1,130,825</u>	<u>556,872</u>	<u>564,433</u>	<u>48,533</u>	<u>81,295,437</u>	<u>82,555,332</u>
<u>70,299</u>	<u>18,069</u>	<u>(939,847)</u>	<u>(33,875)</u>	<u>(50,563)</u>	<u>(48,533)</u>	<u>5,889,586</u>	<u>6,715,263</u>
-	-	1,000,000	-	-	173,661	1,173,661	1,000,000
-	-	-	-	-	-	(8,153,699)	(18,662,604)
-	-	1,000,000	-	-	173,661	(6,980,038)	(17,662,604)
<u>70,299</u>	<u>18,069</u>	<u>60,153</u>	<u>(33,875)</u>	<u>(50,563)</u>	<u>125,128</u>	<u>(1,090,452)</u>	<u>(10,947,341)</u>
566,788	8,383	1,309,533	75,000	596,975	-	49,975,628	60,923,276
-	-	-	-	-	-	7,013	(307)
<u>\$ 637,087</u>	<u>\$ 26,452</u>	<u>\$ 1,369,686</u>	<u>\$ 41,125</u>	<u>\$ 546,412</u>	<u>\$ 125,128</u>	<u>\$ 48,892,189</u>	<u>\$ 49,975,628</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, 2012**

	<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				
Taxes	\$ 8,458,530	\$ 8,458,496	\$ 8,483,465	\$ 24,969
Intergovernmental	616,771	616,805	734,477	117,672
Fines and Forfeitures	650,000	650,000	575,414	(74,586)
Sales	65,000	65,000	68,557	3,557
Rental Income	135,000	135,000	225,602	90,602
Investment Earnings	16,500	16,500	3,115	(13,385)
Miscellaneous	-	59,926	60,275	349
Total Revenues	<u>9,941,801</u>	<u>10,001,727</u>	<u>10,150,905</u>	<u>149,178</u>
EXPENDITURES				
Current:				
Culture and Recreation	9,941,801	10,001,727	9,908,756	(92,971)
Total Expenditures	<u>9,941,801</u>	<u>10,001,727</u>	<u>9,908,756</u>	<u>(92,971)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>242,149</u>	<u>242,149</u>
Adjustment	(330,075)	(330,075)	(330,075)	-
Fund Balance - Beginning	4,236,209	4,236,209	4,236,209	-
Increase (Decrease) in Inventories	-	-	1,628	1,628
Fund Balance - Ending	<u>\$ 3,906,134</u>	<u>\$ 3,906,134</u>	<u>\$ 4,149,911</u>	<u>\$ 243,777</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ -	\$ -	\$ 2,216	\$ 2,216
Licenses and Permits	674,460	674,460	717,071	42,611
Intergovernmental	1,488,672	1,645,521	1,741,693	96,172
Charges for Services	16,862,993	16,862,993	17,369,059	506,066
Investment Earnings	-	-	19,709	19,709
Miscellaneous	38,285	38,285	51,629	13,344
Total Revenues	<u>19,064,410</u>	<u>19,221,259</u>	<u>19,901,377</u>	<u>680,118</u>
EXPENDITURES				
Current:				
Sanitation	19,975,273	17,587,814	15,569,840	(2,017,974)
Total Expenditures	<u>19,975,273</u>	<u>17,587,814</u>	<u>15,569,840</u>	<u>(2,017,974)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(910,863)</u>	<u>1,633,445</u>	<u>4,331,537</u>	<u>2,698,092</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(7,000,000)	(7,000,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(7,000,000)</u>	<u>(7,000,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>(910,863)</u>	<u>(5,366,555)</u>	<u>(2,668,463)</u>	<u>2,698,092</u>
Adjustment	(139,933)	(139,933)	(139,933)	-
Fund Balance - Beginning	21,730,883	21,730,883	21,730,883	-
Fund Balance - Ending	<u>\$ 20,680,087</u>	<u>\$ 16,224,395</u>	<u>\$ 18,922,487</u>	<u>\$ 2,698,092</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 8,702,198	\$ 8,702,198	\$ 8,702,198	\$ -
Intergovernmental	715,322	715,322	698,208	(17,114)
Charges for Services	5,072,228	5,072,228	5,055,693	(16,535)
Miscellaneous	-	-	17,446	17,446
Total Revenues	<u>14,489,748</u>	<u>14,489,748</u>	<u>14,473,545</u>	<u>(16,203)</u>
EXPENDITURES				
Current:				
Public Safety	14,489,748	13,915,107	12,797,423	(1,117,684)
Total Expenditures	<u>14,489,748</u>	<u>13,915,107</u>	<u>12,797,423</u>	<u>(1,117,684)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>574,641</u>	<u>1,676,122</u>	<u>1,101,481</u>
Adjustment	(1,419,826)	(1,419,826)	(1,419,826)	-
Fund Balance - Beginning	7,706,842	7,706,842	7,706,842	-
Increase (Decrease) in Inventories	-	-	3,609	3,609
Fund Balance - Ending	<u>\$ 6,287,016</u>	<u>\$ 6,861,657</u>	<u>\$ 7,966,747</u>	<u>\$ 1,105,090</u>

**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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 3,381,568	\$ 3,381,568	\$ 3,447,653	\$ 66,085
Intergovernmental	400	138,100	247,620	109,520
Investment Earnings	25,000	25,000	4,412	(20,588)
Rental Income	95,600	95,600	84,348	(11,252)
Miscellaneous	-	-	78,019	78,019
Total Revenues	<u>3,502,568</u>	<u>3,640,268</u>	<u>3,862,052</u>	<u>221,784</u>
EXPENDITURES				
Current:				
Transportation	3,502,568	3,266,519	2,761,054	(505,465)
Capital Projects:				
Transportation	-	-	592,115	592,115
Total Expenditures	<u>3,502,568</u>	<u>3,266,519</u>	<u>3,353,169</u>	<u>86,650</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>373,749</u>	<u>508,883</u>	<u>135,134</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(173,661)	(273,430)	(99,769)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(173,661)</u>	<u>(273,430)</u>	<u>(99,769)</u>
Net Change in Fund Balance	<u>-</u>	<u>200,088</u>	<u>235,453</u>	<u>35,365</u>
Adjustment	183,103	183,103	183,103	-
Fund Balance - Beginning	5,683,450	5,683,450	5,683,450	-
Fund Balance - Ending	<u>\$ 5,866,553</u>	<u>\$ 6,066,641</u>	<u>\$ 6,102,006</u>	<u>\$ 35,365</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 1,200	\$ 1,200	\$ 5,777	\$ 4,577
Sales	195,000	277,000	341,622	64,622
Miscellaneous	2,900	2,900	175,598	172,698
Total Revenues	199,100	281,100	522,997	241,897
EXPENDITURES				
Current:				
General Government	318,000	400,000	556,872	156,872
Total Expenditures	318,000	400,000	556,872	156,872
Excess (Deficiency) of Revenues Over (Under) Expenditures	(118,900)	(118,900)	(33,875)	85,025
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Net Change in Fund Balance	(118,900)	(118,900)	(33,875)	85,025
Fund Balance - Beginning	75,000	75,000	75,000	-
Fund Balance - Ending	\$ (43,900)	\$ (43,900)	\$ 41,125	\$ 85,025

**RAMSEY COUNTY, MINNESOTA
REGIONAL RAILROAD AUTHORITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Debt Service:				
Interest	-	173,661	48,533	(125,128)
Total Expenditures	-	173,661	48,533	(125,128)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(173,661)	(48,533)	125,128
OTHER FINANCING SOURCES (USES)				
Transfers In	-	173,661	173,661	-
Total Other Financing Sources (Uses)	-	173,661	173,661	-
Net Change in Fund Balance	-	-	125,128	125,128
Adjustment	-	-	-	-
Fund Balance - Beginning	-	-	-	-
Fund Balance - Ending	\$ -	\$ -	\$ 125,128	\$ 125,128

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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 POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011

	<u>Data Processing</u>	<u>General County Buildings</u>	<u>Telecomm- unications</u>
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 2,610,351	\$ 16,327,796	\$ 4,459,658
Cash with Trustee	-	-	-
Petty Cash and Change Funds	75	-	-
Accounts Receivable (Net)	2,592	3,026	2,057
Due from Other Funds	1,453,009	1,375,604	134,680
Due from Other Governments	7,374	362,815	64,516
Prepaid Items	484,207	-	-
Inventories	5,040	-	-
Restricted Cash and Cash Equivalents	-	1,000	-
Total Current Assets	<u>4,562,648</u>	<u>18,070,241</u>	<u>4,660,911</u>
Noncurrent Assets:			
Capital Assets:			
Improvements Other Than Buildings	-	187,915	-
Building Improvements	49,900	11,774,523	-
Equipment	329,987	673,424	3,572,062
Construction in Progress	-	9,601	-
Less Accumulated Depreciation	<u>(312,947)</u>	<u>(8,756,340)</u>	<u>(3,128,695)</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>66,940</u>	<u>3,889,123</u>	<u>443,367</u>
Total Assets	<u>4,629,588</u>	<u>21,959,364</u>	<u>5,104,278</u>
LIABILITIES			
Current Liabilities:			
Salaries Payable	334,200	220,222	31,258
Accounts Payable	181,090	1,076,217	42,849
Due to Other Funds	1,769,996	1,679,451	90,015
Due to Other Governments	61,645	36,016	632
Vacation and Compensatory Time Payable	444,133	335,057	36,860
Payable from Restricted Assets:			
Customer Deposits Payable	-	1,000	-
Total Current Liabilities	<u>2,791,064</u>	<u>3,347,963</u>	<u>201,614</u>
Noncurrent Liabilities:			
Compensated Absences Payable	409,787	461,363	48,973
Net OPEB Liability	-	-	-
Total Noncurrent Liabilities	<u>409,787</u>	<u>461,363</u>	<u>48,973</u>
Total Liabilities	<u>3,200,851</u>	<u>3,809,326</u>	<u>250,587</u>
NET POSITION			
Net Investment in Capital Assets	66,940	3,889,123	443,367
Unrestricted	1,361,797	14,260,915	4,410,324
Total Net Position	<u>\$ 1,428,737</u>	<u>\$ 18,150,038</u>	<u>\$ 4,853,691</u>

STATEMENT 3

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2012	2011
\$ 29,373	\$ 79,471	\$ 23,506,649	\$ 60,694,327
-	44,081,581	44,081,581	-
-	-	75	75
-	-	7,675	41,171
-	7,600,368	10,563,661	8,187,347
8,750	82,416	525,871	282,653
-	-	484,207	221,094
-	-	5,040	8,567
-	-	1,000	1,000
<u>38,123</u>	<u>51,843,836</u>	<u>79,175,759</u>	<u>69,436,234</u>
-	-	187,915	79,955
-	-	11,824,423	9,759,488
-	-	4,575,473	4,619,539
-	-	9,601	23,043
-	-	(12,197,982)	(11,469,852)
-	-	4,399,430	3,012,173
<u>38,123</u>	<u>51,843,836</u>	<u>83,575,189</u>	<u>72,448,407</u>
-	-	585,680	517,576
-	870,734	2,170,890	2,496,135
-	-	3,539,462	3,014,833
-	-	98,293	40,081
-	-	816,050	772,483
-	-	1,000	1,000
-	870,734	7,211,375	6,842,108
-	-	920,123	943,962
-	85,803,717	85,803,717	71,377,195
-	85,803,717	86,723,840	72,321,157
-	86,674,451	93,935,215	79,163,265
-	-	4,399,430	3,012,173
38,123	(34,830,615)	(14,759,456)	(9,727,031)
<u>\$ 38,123</u>	<u>\$ (34,830,615)</u>	<u>\$ (10,360,026)</u>	<u>\$ (6,714,858)</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Data Processing</u>	<u>General County Buildings</u>	<u>Telecomm- unications</u>
OPERATING REVENUES:			
Charges for Services	\$ 12,266,836	\$ 16,993,013	\$ 1,791,031
Sales	-	22,808	-
Miscellaneous	23,738	121,372	398
Total Operating Revenues	<u>12,290,574</u>	<u>17,137,193</u>	<u>1,791,429</u>
OPERATING EXPENSES:			
Personal Services	6,445,604	4,771,419	612,492
Other Services and Charges	3,689,973	9,346,402	697,459
Supplies	867,744	961,606	20,106
OPEB Expense	-	-	-
Depreciation	12,067	704,402	107,651
Total Operating Expenses	<u>11,015,388</u>	<u>15,783,829</u>	<u>1,437,708</u>
Operating Income (Loss)	<u>1,275,186</u>	<u>1,353,364</u>	<u>353,721</u>
NONOPERATING REVENUES (EXPENSES):			
Intergovernmental Revenue	18,334	146,943	1,252
Investment Earnings (Loss)	-	-	-
Gain (Loss) on Disposal of Capital Assets	-	-	-
Total Nonoperating Revenues (Expenses)	<u>18,334</u>	<u>146,943</u>	<u>1,252</u>
Income Before Transfers	<u>1,293,520</u>	<u>1,500,307</u>	<u>354,973</u>
Transfers In	-	-	-
Transfers Out	(197)	-	-
Change in Net Position	<u>1,293,323</u>	<u>1,500,307</u>	<u>354,973</u>
Net Position - Beginning	135,414	16,649,731	4,498,718
Net Position - Ending	<u>\$ 1,428,737</u>	<u>\$ 18,150,038</u>	<u>\$ 4,853,691</u>

STATEMENT 4

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2012	2011
\$ 55,663	\$ 11,724,920	\$ 42,831,463	\$ 42,140,284
3,426	-	26,234	11,468
-	-	145,508	177,966
<u>59,089</u>	<u>11,724,920</u>	<u>43,003,205</u>	<u>42,329,718</u>
-	-	11,829,515	11,655,338
40,772	-	13,774,606	14,152,854
3,561	-	1,853,017	947,427
-	24,883,601	24,883,601	24,735,166
-	-	824,120	719,940
<u>44,333</u>	<u>24,883,601</u>	<u>53,164,859</u>	<u>52,210,725</u>
<u>14,756</u>	<u>(13,158,681)</u>	<u>(10,161,654)</u>	<u>(9,881,007)</u>
-	-	166,529	928,441
-	35,399	35,399	14,534
-	-	-	75
-	<u>35,399</u>	<u>201,928</u>	<u>943,050</u>
<u>14,756</u>	<u>(13,123,282)</u>	<u>(9,959,726)</u>	<u>(8,937,957)</u>
-	6,314,755	6,314,755	3,462,387
-	-	(197)	(396,279)
<u>14,756</u>	<u>(6,808,527)</u>	<u>(3,645,168)</u>	<u>(5,871,849)</u>
<u>23,367</u>	<u>(28,022,088)</u>	<u>(6,714,858)</u>	<u>(843,009)</u>
<u>\$ 38,123</u>	<u>\$ (34,830,615)</u>	<u>\$ (10,360,026)</u>	<u>\$ (6,714,858)</u>

**RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011**

	Data Processing	General County Buildings	Telecomm- unications
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 105,672	\$ 3,650,932	\$ 701,274
Receipts from Interfund Services Provided	12,304,651	12,046,281	1,096,551
Payments to Suppliers	(4,618,824)	(8,077,489)	(609,242)
Payments to Employees	(6,388,317)	(4,752,664)	(600,701)
Payments for Interfund Services Used	(120,499)	(2,019,031)	(85,262)
Net Cash Provided (Used) for Operating Activities	<u>1,282,683</u>	<u>848,029</u>	<u>502,620</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Intergovernmental Revenue	18,334	146,943	1,252
Transfers In	-	-	-
Transfers Out	(197)	-	-
Net Cash Provided (Used) for Noncapital Financing Activities	<u>18,137</u>	<u>146,943</u>	<u>1,252</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from the Sale of Capital Assets	-	-	-
Purchases of Capital Assets	(67,323)	(2,130,446)	(13,608)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(67,323)</u>	<u>(2,130,446)</u>	<u>(13,608)</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	1,233,497	(1,135,474)	490,264
Cash and Cash Equivalents, January 1	1,376,854	17,464,270	3,969,394
Cash and Cash Equivalents, December 31	<u>2,610,351</u>	<u>16,328,796</u>	<u>4,459,658</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	1,275,186	1,353,364	353,721
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	12,067	704,402	107,651
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	1,004	32,286	206
(Increase) Decrease in Due From Other Funds	115,072	(1,253,567)	19,539
(Increase) Decrease in Due From Other Governments	3,673	(218,699)	(13,349)
(Increase) Decrease in Prepaid Items	(263,113)	-	-
(Increase) Decrease in Inventories	3,527	-	-
Increase (Decrease) in Salaries Payable	53,228	12,370	2,506
Increase (Decrease) in Accounts Payable	(186,858)	(110,767)	27,314
Increase (Decrease) in Due to Other Funds	217,568	311,069	(4,008)
Increase (Decrease) in Due to Other Governments	47,270	11,186	(244)
Increase (Decrease) in Vacation and Compensatory Time Payable	19,949	17,686	5,932
Increase (Decrease) in Compensated Absences Payable	(15,890)	(11,301)	3,352
Increase (Decrease) in Net OPEB Liability Payable	-	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,282,683</u>	<u>\$ 848,029</u>	<u>\$ 502,620</u>

STATEMENT 5

Firearms Range	Retiree Insurance	Total Internal Service Funds	
		2012	2011
\$ 35,954	\$ -	\$ 4,493,832	\$ 4,674,890
22,520	10,453,334	35,923,337	36,224,911
(6,731)	(10,512,013)	(23,824,299)	(23,080,194)
-	-	(11,741,682)	(11,826,236)
(37,602)	-	(2,262,394)	(2,562,360)
<u>14,141</u>	<u>(58,679)</u>	<u>2,588,794</u>	<u>3,431,011</u>
-	-	166,529	928,441
-	6,314,755	6,314,755	3,462,387
-	-	(197)	(396,279)
-	6,314,755	6,481,087	3,994,549
-	-	-	75
-	-	(2,211,377)	(955,329)
-	-	(2,211,377)	(955,254)
-	35,399	35,399	14,534
-	35,399	35,399	14,534
14,141	6,291,475	6,893,903	6,484,840
15,232	37,869,577	60,695,327	54,210,487
<u>29,373</u>	<u>44,161,052</u>	<u>67,589,230</u>	<u>60,695,327</u>
14,756	(13,158,681)	(10,161,654)	(9,881,007)
-	-	824,120	719,940
-	-	33,496	(13,614)
1,600	(1,258,958)	(2,376,314)	(1,245,217)
(2,215)	(12,628)	(243,218)	(171,085)
-	-	(263,113)	(14,422)
-	-	3,527	(1,802)
-	-	68,104	(37,278)
-	(54,934)	(325,245)	106,257
-	-	524,629	413,998
-	-	58,212	(15,355)
-	-	43,567	(60,825)
-	-	(23,839)	(72,797)
-	14,426,522	14,426,522	13,704,218
<u>\$ 14,141</u>	<u>\$ (58,679)</u>	<u>\$ 2,588,794</u>	<u>\$ 3,431,011</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 POSITION
PRIVATE PURPOSE TRUST FUNDS
DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2011

	<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>2012</u>	<u>2011</u>
ASSETS						
Cash and Cash Equivalents	\$ 210,843	\$ 73,262	\$ 30,392	\$ -	\$ 314,497	\$ 351,431
LIABILITIES						
Custodial Payable	-	2,858	-	-	2,858	6,082
NET POSITION						
Held in Trust for Private Purposes	<u>\$ 210,843</u>	<u>\$ 70,404</u>	<u>\$ 30,392</u>	<u>\$ -</u>	<u>\$ 311,639</u>	<u>\$ 345,349</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2011

	Missing Heirs	Lake Owasso Residence Client Trust	Ramsey Care Center Client Trust	Social Welfare	Total Private Purpose Trust Funds	
					2012	2011
ADDITIONS						
Receipts from Clients	\$ -	\$ 125,149	\$ 92,855	\$ 28,913	\$ 246,917	\$ 1,189,317
Investment Earnings	-	-	24	-	24	14
Total Additions	-	125,149	92,879	28,913	246,941	1,189,331
DEDUCTIONS						
Payments to Clients or on Behalf of Clients	10,532	118,424	91,572	60,123	280,651	1,655,906
Change in Net Position	(10,532)	6,725	1,307	(31,210)	(33,710)	(466,575)
Net Position - Beginning	221,375	63,679	29,085	31,210	345,349	811,924
Net Position - Ending	\$ 210,843	\$ 70,404	\$ 30,392	\$ -	\$ 311,639	\$ 345,349

RAMSEY COUNTY, MINNESOTA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Balance January 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2012</u>
ASSETS				
Cash and Cash Equivalents	\$ 32,596,996	\$ 897,749,863	\$ 897,343,982	\$ 33,002,877
Receivables (Net):				
Accounts	18,268,506	18,635,721	18,268,506	18,635,721
Due from Other Governments	-	34,685	-	34,685
	<u>50,865,502</u>	<u>916,420,269</u>	<u>915,612,488</u>	<u>51,673,283</u>
LIABILITIES				
Salaries Payable	11,719	21,045	11,719	21,045
Custodial Payable	33,152,843	36,097,539	33,152,843	36,097,539
Due to Other Governments	17,700,940	15,554,699	17,700,940	15,554,699
	<u>\$ 50,865,502</u>	<u>\$ 51,673,283</u>	<u>\$ 50,865,502</u>	<u>\$ 51,673,283</u>

Supplementary Schedules

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**RAMSEY COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2012**

	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	\$ 7,916,567	\$ -	\$ -	\$ -	\$ -	\$ -
Watercraft Registration	37,269	-	-	-	-	-
Market Value Homestead Credit	2,661	114	-	-	-	-
Disparity Reduction Aid	241,313	-	-	-	-	-
County Program Aid	11,116,969	395,088	-	-	-	-
State Aid for Police Pension	1,156,026	-	-	-	-	-
911 Telephone Fee	-	-	-	-	-	-
PERA Rate Increase Aid	704,499	21,652	3,718	762	9,372	11,114
Total Shared Revenue	21,175,304	416,854	3,718	762	9,372	11,114
Reimbursement for Services:						
State-						
Minnesota Department of Human Services	11,746,843	-	-	-	-	-
Total Reimbursement for Services	11,746,843	-	-	-	-	-
Grants:						
State-						
Minnesota Department of Agriculture	-	-	14,920	-	-	-
Education	149,283	-	-	-	-	-
Historical Society	-	-	-	-	-	-
Office of Higher Education	-	7,877	-	-	-	-
Administration	-	-	-	-	-	-
Public Safety	1,063,284	-	-	-	-	-
Environmental Assistance	-	-	1,253,988	-	-	-
Health	3,480,640	-	-	-	-	-
Natural Resources	333,525	-	-	-	-	-
Transportation	568,006	-	-	-	-	-
Corrections	10,163,170	-	-	-	-	-
Human Services	29,160,973	-	-	-	1,863,366	-
Employment & Economic Development	-	-	-	-	2,891,242	-
Trial Courts	12,000	-	-	-	-	4,782,255
Public Defense Board	-	-	-	-	-	-
Miscellaneous Boards	75,716	-	-	-	-	-
Total State	45,006,597	7,877	1,268,908	-	4,754,608	4,782,255
Federal-						
Department of Agriculture	7,528,385	-	-	-	-	-
Housing and Urban Development	1,163,048	-	-	1,266,633	-	-
Justice	997,252	-	-	-	-	-
Labor	-	-	-	-	2,996,418	-
Transportation	312,341	-	-	-	-	-
Environmental Protection Agency	-	-	-	-	-	-
Energy	328,335	-	-	-	-	-
Education	2,615	-	-	-	10,681	-
Health and Human Services	39,335,945	-	-	-	14,453,458	-
Homeland Security	1,200,554	-	-	-	-	-
Total Federal	50,868,475	-	-	1,266,633	17,460,557	-
Local	2,494,744	309,307	469,067	-	96,349	-
Total Grants	98,369,816	317,184	1,737,975	1,266,633	22,311,514	4,782,255
Build America Bonds Interest Subsidy	258,161	-	-	-	-	-
Excess Tax Increment	152,471	-	-	-	-	-
Payments in lieu of taxes	59,853	439	-	-	-	-
Total Intergovernmental Revenue	\$ 131,762,448	\$ 734,477	\$ 1,741,693	\$ 1,267,395	\$ 22,320,886	\$ 4,793,369

Special Revenue Funds

State Public Defender	Emergency Communications	Regional Railroad Authority	Sheriff	Property Records	Parks and Recreation	Law Library	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	210	-	-	-	-	324
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	395,088
-	698,208	-	-	-	-	-	698,208
11,256	-	-	-	-	-	836	58,710
<u>11,256</u>	<u>698,208</u>	<u>210</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>836</u>	<u>1,152,330</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	14,920
-	-	-	-	-	-	-	-
-	-	-	-	-	-	29,786	29,786
-	-	-	-	-	-	-	7,877
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,253,988
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,863,366
-	-	-	-	-	-	-	2,891,242
-	-	-	-	-	-	-	4,782,255
3,036,385	-	-	-	-	-	-	3,036,385
<u>3,036,385</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,786</u>	<u>13,879,819</u>
-	-	-	-	-	-	-	-
-	-	164,666	-	-	-	-	1,431,299
-	-	-	21,153	-	-	-	21,153
-	-	-	-	-	-	-	2,996,418
-	-	-	-	20,861	-	-	20,861
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	10,681
-	-	-	-	-	-	-	14,453,458
-	-	-	-	-	-	-	-
-	-	164,666	21,153	20,861	-	-	18,933,870
-	-	75,543	-	-	502,688	-	1,452,954
3,036,385	-	240,209	21,153	20,861	502,688	29,786	34,266,643
-	-	-	-	-	-	-	-
-	-	7,201	-	-	-	-	7,640
<u>\$ 3,047,641</u>	<u>\$ 698,208</u>	<u>\$ 247,620</u>	<u>\$ 21,153</u>	<u>\$ 20,861</u>	<u>\$ 502,688</u>	<u>\$ 30,622</u>	<u>\$ 35,426,613</u>

(Continued)

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2012

Regional Railroad

	Debt Service Fund	Regional Railroad Authority Capital Projects Fund	Capital Projects Fund	Enterprise Funds	Internal Service Funds	Total All Funds
Shared Revenue:						
State-						
Highway Users Tax	\$ 301,455	\$ -	\$ 5,750,752	\$ -	\$ -	\$ 13,968,774
Watercraft Registration	-	-	-	-	-	37,269
Market Value Homestead Credit	235	-	-	-	-	3,220
Disparity Reduction Aid	20,742	-	-	-	-	262,055
County Program Aid	928,375	-	-	-	-	12,440,432
State Aid for Police Pension	-	-	-	242,579	-	1,398,605
911 Telephone Fee	-	-	-	-	-	698,208
PERA Rate Increase Aid	-	-	-	54,292	28,786	846,287
Total Shared Revenue	<u>1,250,807</u>	<u>-</u>	<u>5,750,752</u>	<u>296,871</u>	<u>28,786</u>	<u>29,654,850</u>
Reimbursement for Services:						
State-						
Minnesota Department of Human Services	-	-	-	-	-	11,746,843
Total Reimbursement for Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,746,843</u>
Grants:						
State-						
Minnesota Department of Agriculture	-	-	-	-	-	14,920
Education	-	-	-	-	-	149,283
Historical Society	-	-	-	-	-	29,786
Office of Higher Education	-	-	-	-	-	7,877
Administration	-	-	10,300,000	-	-	10,300,000
Public Safety	-	-	-	-	31,787	1,095,071
Environmental Assistance	-	-	-	-	-	1,253,988
Health	-	-	-	-	-	3,480,640
Natural Resources	-	-	-	-	-	333,525
Transportation	-	-	462,061	-	-	1,030,067
Corrections	-	-	-	-	-	10,163,170
Human Services	-	-	-	-	-	31,024,339
Employment & Economic Development	-	-	-	-	-	2,891,242
Trial Courts	-	-	-	-	-	4,794,255
Public Defense Board	-	-	-	-	-	3,036,385
Miscellaneous Boards	-	-	-	-	-	75,716
Total State	<u>-</u>	<u>-</u>	<u>10,762,061</u>	<u>-</u>	<u>31,787</u>	<u>69,680,264</u>
Federal-						
Department of Agriculture	-	-	-	-	-	7,528,385
Housing and Urban Development	-	-	-	-	-	2,594,347
Justice	-	-	-	-	-	1,018,405
Labor	-	-	-	-	-	2,996,418
Transportation	-	35,198,026	3,294,040	-	-	38,804,407
Environmental Protection Agency	-	-	-	-	-	20,861
Energy	-	-	-	-	-	328,335
Education	-	-	-	-	-	13,296
Health and Human Services	-	-	-	-	-	53,789,403
Homeland Security	-	-	-	-	105,956	1,306,510
Total Federal	<u>-</u>	<u>35,198,026</u>	<u>3,294,040</u>	<u>-</u>	<u>105,956</u>	<u>108,400,367</u>
Local	-	246,753	2,280,510	-	-	6,474,961
Total Grants	<u>-</u>	<u>35,444,779</u>	<u>16,336,611</u>	<u>-</u>	<u>137,743</u>	<u>184,555,592</u>
Build America Bonds Interest Subsidy	332,820	-	-	-	-	590,981
Excess Tax Increment	-	-	-	-	-	152,471
Payments in lieu of taxes	7,561	-	-	-	-	75,054
Total Intergovernmental Revenue	<u>\$ 1,591,188</u>	<u>\$ 35,444,779</u>	<u>\$ 22,087,363</u>	<u>\$ 296,871</u>	<u>\$ 166,529</u>	<u>\$ 226,775,791</u>

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RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Expenditures	Passed Through to Subrecipients
Department of Agriculture			
Passed Through Minnesota Department of Education:			
<i>Child Nutrition Cluster</i>			
School Breakfast Program	10.553	\$ 38,865	\$
National School Lunch Program	10.555	66,818	
Passed Through Minnesota Department of Health:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	3,089,927	
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	4,326,375	
Passed Through Minnesota Department of Agriculture:			
WIC Farmers Market Nutrition Program (FMNP)	10.572	6,400	
Total Department of Agriculture		<u>7,528,385</u>	<u>-</u>
Department of Housing and Urban Development			
Direct			
Community Development Block Grants/Entitlement Grants	14.218	1,104,599	747,403
Passed Through City of St. Paul:			
Community Development Block Grants/Entitlement Grants (Total CDBG/Entitlements Grants 14.218 \$1,158,004)	14.218	53,405	
Direct			
Supportive Housing Program	14.235	562,056	562,056
Passed Through Minnesota Housing Finance Agency:			
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	146,250	
Passed Through Dakota County: Community Development Agency			
Home Investment Partnerships Program	14.239	15,784	
Passed Through Minnesota Department of Health:			
Healthy Homes Production Grant Program	14.913	16,734	
Passed Through Hennepin County:			
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	495,648	
Passed Through City of St. Paul:			
Homelessness Prevention and Rapid Re-Housing Program	14.257	35,205	
Total Department of Housing and Urban Development		<u>2,429,681</u>	<u>1,309,459</u>
Department of Justice			
Direct			
Supervised Visitation, Safe Havens for Children	16.527	126,018	
Part E - Developing, Testing and Demonstrating Promising New Programs			
State Criminal Alien Assistance Program	16.541	92,756	
State Criminal Alien Assistance Program	16.606	111,333	
Second Chance Act Prisoner Reentry Initiative	16.812	273,571	
Passed Through Minnesota Department of Public Safety:			
Juvenile Accountability Block Grants	16.523	30,405	3,322
Crime Victim Assistance	16.575	19,651	
Public Safety Partnership and Community Policing Grants	16.710	3,179	
<i>JAG Program Cluster</i>			
Edward Byrne Memorial Justice Assistance Grant Program (Total Edward Byrne Memorial Justice Assistance Grant Program 16.738 \$166,523)	16.738	28,718	
Edward Byrne Memorial Justice Assistance Grant Program/ Grants to States and Territories - ARRA	16.803	169,156	

(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, 2012

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			
<i>JAG Program Cluster</i>			
Edward Byrne Memorial Justice Assistance Grant Program (Total Edward Byrne Memorial Justice Assistance Grant Program 16.738 \$166,523)	16.738	137,805	
Edward Byrne Memorial Justice Assistance Grant Program/ Grants to Units of Local Government - ARRA	16.804	17,493	
Passed Through Minnesota Trial Courts			
Drug Court Discretionary Grant Program	16.585	8,320	
Total Department of Justice		<u>1,018,405</u>	<u>3,322</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	1,055,941	578,145
Workforce Investment Act (WIA) - Youth Activities	17.259	1,005,809	661,707
Workforce Investment Act (WIA) - Dislocated Worker Formula Grants	17.278	836,145	
Incentive Grants - Workforce Investment Act Section 503	17.267	57,124	49,385
Passed Through City of Minneapolis:			
Program of Competitive Grants for Worker Training and Placement in High Growth and Emerging Industry Sectors - ARRA	17.275	41,399	
Total Department of Labor		<u>2,996,418</u>	<u>1,289,237</u>
Department of Transportation			
<i>Highway Planning and Construction Cluster</i>			
Passed Through Minnesota Department of Transportation:			
Highway Planning & Construction	20.205	3,260,954	
Highway Planning & Construction - ARRA (Total Highway Planning & Construction 20.205 \$3,294,040)	20.205	33,086	
<i>Highway Safety Cluster</i>			
Passed Through Minnesota Department of Public Safety:			
Occupant Protection Incentive Grants	20.602	31,800	
Safety Belt Performance Grants	20.609	33,422	
Passed Through Minnesota Department of Public Safety:			
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	247,119	
Total Department of Transportation		<u>3,606,381</u>	<u>-</u>
Environmental Protection Agency			
Direct			
Brownfields Assessment and Cleanup Cooperative Agreements	66.818	20,861	
Department of Energy			
Direct			
Energy Efficiency and Conservation Block Grant Program - ARRA	81.128	328,335	

(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, 2012

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	10,681	3,180
Passed Through the University of St. Thomas:			
Federal Work-Study Program	84.033	2,615	
Total Department of Education		13,296	3,180
Department of Health and Human Services			
Direct			
Food and Drug Administration Research	93.103	2,500	
Family Planning Services	93.217	455,867	
Adoption Opportunities	93.652	423,198	
Child Abuse and Neglect Discretionary Activities	93.670	384,713	
<i>Temporary Assistance for Needy Families (TANF) Cluster</i>			
Passed Through Minnesota Department of Human Services:			
Temporary Assistance for Needy Families (TANF) (Total Temporary Assistance for Needy Families 93.558 \$17,238.984)	93.558	16,244,251	6,849,569
Emergency Contingency Fund for Temporary Assistance for Needy Families (TANF) State Program - ARRA	93.714	1,281,240	671,305
Passed Through Minnesota Department of Health:			
Temporary Assistance for Needy Families (TANF) (Total Temporary Assistance for Needy Families 93.558 \$17,238.984)	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	278,964	250,000
Child Support Enforcement	93.563	9,033,859	
Refugee and Entrant Assistance - State Administered Programs	93.566	6,181	
Child Care and Development Block Grant	93.575	930,026	
Refugee and Entrant Assistance-Targeted Assistance Grants	93.584	22,000	
Community Based Child Abuse Prevention Grants	93.590	172,506	
Chafee Education and Training Vouchers Program	93.599	83,216	
Stephanie Tubbs Jones Child Welfare Services Program	93.645	115,858	
Guardianship Assistance	93.090	144,248	
Foster Care Title IV-E	93.658	4,363,390	
Adoption Assistance	93.659	485,068	
Social Services Block Grant	93.667	4,136,706	
Child Abuse and Neglect State Grants	93.669	1,935	
Chafee Foster Care Independence Program	93.674	30,791	
Medical Assistance Program	93.778	10,983,777	
Block Grant for Prevention and Treatment of Substance Abuse	93.959	1,410,774	
Passed Through Minnesota Department of Health:			
Postal Model for Medical Countermeasures Delivery and Distribution	93.016	24,074	
Public Health Emergency Preparedness	93.069	328,072	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	17,466	
Childhood Lead Poisoning Prevention Projects-State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	22,000	

(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, 2012

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 Health (continued):			
Affordable Care Act (ACA) Abstinence Education Program	93.235	39,961	
Universal Newborn Hearing Screening	93.251	15,450	
Immunization Grants	93.268	134,200	
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	15,470	
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Visiting Program	93.505	73,255	
Refugee and Entrant Assistance Discretionary Grants	93.576	16,640	
PPHF 2012: Breast and Cervical Cancer Screening Opportunities for States, Tribes and Territories Solely Financed by 2012 Prevention and Public Health Funds	93.744	400	
HIV Prevention Activities-Health Department Based Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.940	50,445	
Block Grant - Preventative Health and Health Services	93.977	36,568	
Maternal and Child Health Services Block Grant to the States	93.991	250	
93.994	93.994	846,227	
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		53,789,403	7,770,874
Department of Homeland Security			
Direct			
Law Enforcement Officer Reimbursement Agreement Program	97.090	19,554	
Passed Through Minnesota Department of Public Safety:			
Disaster Grants - Public Assistance	97.036	105,956	
Hazard Mitigation Grant	97.039	31,189	
Emergency Management Performance Grants	97.042	196,382	
Homeland Security Grant Program (Total Homeland Security Grant Program 97.067 \$794,603)	97.067	609,239	56,037
Passed Through Minnesota Department of Natural Resources:			
Boating Safety Financial Assistance	97.012	32,740	
Passed Through City of Minneapolis:			
Metropolitan Medical Response System	97.071	59,544	
Passed Through City of St. Paul:			
Metropolitan Medical Response System (Total Metropolitan Medical Response System 97.071 \$126,086)	97.071	66,542	
Passed Through Washington County:			
Homeland Security Grant Program (Total Homeland Security Grant Program 97.067 \$794,603)	97.067	185,364	
Total Department of Homeland Security		1,306,510	56,037
Total Cash Federal Awards		73,037,675	10,432,109
Non-Cash Awards			
Department of Agriculture			
Food Donation Program	10.550	6,283	-
Total Non-Cash Federal Awards		6,283	-
Total Federal Awards		\$ 73,043,958	\$ 10,432,109

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, 2012**

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 \$35,362,692 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, 2012. 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	\$	105,683
JAG Program Cluster		353,172
WIA Cluster		2,897,895

**RAMSEY COUNTY
SAINT PAUL, MINNESOTA**

4. Clusters (Continued)

Highway Planning and Construction Cluster	3,294,040
Highway Safety Cluster	65,222
Temporary Assistance for Needy Families (TANF) Cluster	18,520,224

5. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 108,400,367
Non-cash awards	6,283
Grant received by blended component unit not included	
Sustainable Communities Regional Planning Grant Program	(164,666)
Highway Planning and Construction	(13,156,703)
Surface Transportation - Discretionary Grants for Capital Investment - ARRA	(3,931,231)
Federal Railroad Administration – HSIPR	(17,417,534)
Alternative Analysis	(692,558)
	(25,363,292)
Expenditures Per Schedule of Expenditures of Federal Awards	\$ 73,043,958

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.

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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.	122
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property taxes.	128
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.	131
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.	135
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.	137

RAMSEY COUNTY, MINNESOTA
NET POSITION BY COMPONENT
LAST TEN YEARS

(accrual basis of accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Net Invested in Capital Assets	\$ 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	\$ 610,410,904
Restricted	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	108,108,169
Unrestricted	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	210,455,168
Total governmental activities net position	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	928,974,241
Business-type activities										
Invested in capital assets, net of related debt	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	3,343,942
Restricted	231,962	66,411	46,163	50,657	-	-	-	-	-	-
Unrestricted	411,773	560,087	285,907	9,153	(1,389,478)	(3,168,911)	(3,562,112)	(4,978,946)	(6,808,206)	(7,884,051)
Total business-type activities net position	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)	(4,540,109)
Primary government										
Invested in capital assets, net of related debt	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	613,754,846
Restricted	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	108,108,169
Unrestricted	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	202,571,117
Total primary government net position	\$ 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	\$ 924,434,132

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

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RAMSEY COUNTY, MINNESOTA
CHANGES IN NET POSITION
LAST TEN YEARS

(accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities:										
General government	\$ 88,644,095	\$ 49,037,867	\$ 69,903,388	\$ 83,775,008	\$ 101,167,962	\$ 128,943,586	\$ 82,960,856	\$ 115,004,474	\$ 100,922,870	\$ 103,272,389
Public safety	81,266,102	92,552,785	103,140,189	93,123,718	119,620,609	95,365,044	126,613,064	123,129,484	120,098,178	126,308,615
Transportation	19,587,607	46,613,526	26,016,187	35,186,475	55,736,382	27,755,773	45,719,387	62,666,799	50,406,476	54,810,668
Sanitation	14,801,190	15,737,538	17,850,477	17,071,936	20,784,044	21,437,028	20,344,702	17,905,242	20,287,792	18,743,427
Health	24,400,859	23,278,945	26,154,048	26,343,037	28,278,967	30,170,924	29,132,076	37,201,753	40,459,379	45,368,902
Human services	176,750,563	170,372,597	172,133,597	176,236,609	184,531,459	180,681,041	159,164,483	158,887,480	156,795,998	161,457,339
Culture and recreation	18,792,204	17,181,691	21,253,410	18,916,977	17,643,825	24,850,816	30,920,839	19,150,384	25,754,548	27,563,253
Conservation of natural resources	776,639	466,403	421,883	413,943	81,364	127,989	309,757	363,667	272,732	333,639
Economic development and assistance	23,877,182	22,938,963	22,774,299	22,931,445	23,600,476	26,515,815	32,822,478	32,581,770	26,908,496	24,978,312
Interest	7,297,704	9,648,967	9,259,922	9,433,629	9,474,261	8,590,471	8,322,655	8,549,472	8,556,688	6,461,552
Total governmental activities expenses	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	569,298,096
Business-type activities:										
Lake Owasso Residence	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	8,788,431
Ponds at Battle Creek	172,661	665,560	608,504	701,798	694,747	738,633	655,002	683,309	668,899	881,119
Ramsey County Care Center	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	15,491,080
Office of Integrated Managed Care	711,578	-	-	-	-	-	-	-	-	-
Law Enforcement Services	4,586,613	4,790,221	4,945,064	5,051,851	5,248,385	5,582,194	5,942,423	5,954,287	6,218,335	6,465,343
Total business-type activities expenses	24,916,826	25,321,299	25,439,157	26,367,163	28,254,009	29,493,987	30,158,801	30,587,457	31,328,318	31,625,973
Total primary government expenses	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	600,924,069
Program Revenues										
Governmental activities:										
Fees, fines, charges and other:										
General government	15,641,123	14,140,880	14,721,943	25,586,857	17,929,840	20,472,751	19,529,671	20,899,775	20,938,831	21,902,274
Public safety	6,243,086	7,023,639	9,170,315	8,350,392	9,702,158	17,230,963	14,321,258	15,355,653	15,986,359	15,625,893
Transportation	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	1,912,846
Sanitation	13,063,110	15,817,903	16,870,909	19,659,083	17,864,232	19,041,808	17,766,566	18,331,643	19,067,958	18,952,784
Health	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	14,262,404
Human services	5,851,067	6,727,816	6,555,896	7,773,517	8,276,649	10,383,511	10,287,808	13,988,585	9,647,165	9,433,423
Culture and recreation	5,450,301	5,709,279	5,854,429	6,010,116	6,291,835	6,799,792	6,023,509	6,160,011	6,131,644	5,562,631
Conservation of natural resources	181,631	161,547	257,348	302,760	179,122	455	391	2,770	-	-
Economic development and assistance	5,054,419	1,349,226	3,896,699	1,666,602	522,029	2,220,368	196,245	1,814,382	127,048	367,361
Operating grants and contributions:										
General government	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	24,750,203
Public safety	17,515,627	13,617,565	12,788,912	13,857,784	14,579,839	15,566,362	15,251,928	15,177,256	14,421,382	13,081,069
Transportation	59,938	5,201,984	3,206,041	4,261,815	6,014,034	4,040,531	6,113,663	7,436,879	8,811,046	8,831,400
Sanitation	1,312,417	1,438,701	1,401,465	1,506,761	2,494,748	1,709,892	2,041,267	2,268,498	3,051,744	2,661,784
Health	11,937,292	9,318,922	11,167,848	11,983,024	13,341,719	11,891,612	12,952,071	14,184,562	11,931,376	11,945,052
Human services	109,200,218	93,048,708	93,618,417	98,980,847	95,521,547	96,601,195	71,770,883	67,546,165	72,884,605	70,559,798
Culture and recreation	293,722	914,335	337,490	677,345	1,714,644	1,667,841	1,069,749	1,212,152	1,706,435	2,430,124
Conservation of natural resources	49,280	85,618	78,061	77,584	4,000	-	-	-	-	-
Economic development and assistance	19,515,445	20,541,025	21,274,245	21,595,537	22,761,021	25,699,726	32,169,680	31,630,902	25,579,558	23,578,147
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	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	49,555,988
Health	-	-	-	-	-	-	-	-	-	10,300,000
Culture and recreation	2,282,440	195,432	1,921,921	1,603,138	521,765	976,609	457,952	2,863,537	2,892,676	2,263,168
Conservation of natural resources	-	3,000	26,552	-	-	-	-	-	-	-
Economic development and assistance	905,001	1,328,705	85,000	-	-	-	-	-	-	-
Total governmental activities program	270,199,045	245,092,694	262,246,286	277,954,095	299,546,740	283,634,459	265,677,968	297,954,225	330,402,312	307,976,349

Unaudited

TABLE II
(Continued)

RAMSEY COUNTY, MINNESOTA
CHANGES IN NET POSITION
LAST TEN YEARS

(accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Business-type activities:										
Fees, fines, charges and other:										
Lake Owasso Residence	7,191,307	7,715,951	7,478,024	7,630,384	7,793,049	8,015,858	8,014,630	7,902,212	7,805,181	7,195,196
Ponds at Battle Creek	30,343	460,246	430,735	446,901	481,476	465,921	449,980	430,432	393,612	568,223
Ramsey County Care Center	11,215,071	11,484,976	11,323,025	11,949,961	12,344,360	12,910,864	14,464,624	13,725,845	14,112,022	14,169,662
Office of Integrated Managed Care	193	-	-	-	-	-	-	-	-	-
Law Enforcement Services	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	6,248,683
Operating grants and contributions:										
Lake Owasso Residence	-	-	-	-	19,968	26,957	24,607	19,968	19,968	19,968
Ramsey County Care Center	-	-	-	-	93,084	60,587	51,619	33,778	33,778	33,778
Office of Integrated Managed Care	934,065	-	-	-	-	-	-	-	-	-
Law Enforcement Services	258,969	254,128	-	258,573	313,099	290,782	286,049	273,109	274,446	243,125
Capital grants and contributions:										
Lake Owasso Residence	-	-	-	-	75,010	-	20,713	-	-	-
Ramsey County Care Center	72,823	25,183	328,644	68,018	67,407	-	336,680	-	-	-
Total business-type activities program	24,016,581	24,491,151	24,174,102	25,158,738	26,121,589	27,050,602	29,281,057	28,081,103	28,546,724	28,478,635
Total primary government program	294,215,626	269,583,845	286,420,388	303,112,833	309,756,048	292,728,570	294,939,025	358,483,415	28,546,724	336,454,985
Net (Expense)/Revenue										
Governmental activities	(185,995,100)	(202,736,588)	(206,661,114)	(205,478,682)	(261,372,609)	(260,804,028)	(270,632,329)	(277,486,300)	-	(261,321,747)
Business-type activities	(900,245)	(830,148)	(1,265,055)	(1,208,425)	(2,132,420)	(2,443,385)	(897,744)	(2,506,354)	28,546,724	(3,147,338)
Total primary government net expense	(186,895,345)	(203,566,736)	(207,926,169)	(206,687,107)	(263,505,029)	(263,247,413)	(271,530,073)	(279,992,654)	28,546,724	(264,469,085)
General Revenues and Other Charges in Net Position										
Governmental activities:										
Property taxes	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	291,981,045
Grants and contributions not restricted to specific programs	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	23,052,965
Investment earnings	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	2,912,916
Miscellaneous	1,426,526	1,021,777	3,493,298	3,032,751	-	-	-	-	-	-
Lease proceeds	-	13,845,000	-	-	-	-	-	-	-	-
Gain on disposal/sale of capital assets	(657,353)	97,814	478,559	3,358,752	1,079,083	2,520,956	641,094	292,520	391,791	-
Special item - capital lease forgiveness	-	-	-	-	-	-	-	-	2,279,995	-
Transfers	(1,471,453)	(607,492)	(558,561)	(619,561)	(383,090)	(857,703)	(630,853)	(627,228)	(830,853)	(1,965,784)
Total governmental activities	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	315,981,142
Business-type activities:										
Grants and contributions not restricted to specific programs	79,249	54,292	314,170	54,170	-	-	-	-	-	-
Investment earnings	36,725	88,966	137,621	142,025	149,835	52,796	46,616	26,393	106,454	41,112
Miscellaneous	-	-	4,725	1,575	-	-	-	-	-	-
Gain on disposal/sale of capital assets	54,248	17,560	46,461	(16,981)	9,253	18,725	6,735	13,474	13,000	8,261
Transfers	1,471,453	607,492	558,561	619,561	383,090	857,703	630,853	627,228	830,853	1,965,784
Total business-type activities	1,641,675	768,310	1,061,538	800,350	542,178	929,224	684,204	667,095	950,307	2,015,157
Total primary government	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	317,996,299
Change in Net Position										
Governmental activities	20,428,519	28,996,960	38,147,673	68,319,432	24,190,853	31,112,212	24,244,216	22,800,050	301,621,485	54,659,395
Business-type activities	741,430	(61,838)	(203,517)	(408,075)	(1,590,242)	(1,514,161)	(213,540)	(1,839,259)	29,497,031	(1,132,181)
Total primary government	\$ 21,169,949	\$ 28,935,122	\$ 37,944,156	\$ 67,911,357	\$ 22,600,611	\$ 29,598,051	\$ 24,030,676	\$ 20,960,791	\$ 331,118,516	\$ 53,527,214

Unaudited

TABLE III

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

(modified accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 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	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	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	16,836,541
Restricted	-	-	-	-	-	-	-	-	155,244	166,478
Committed	-	-	-	-	-	-	-	-	3,819,936	7,321,209
Assigned	-	-	-	-	-	-	-	-	123,848,540	135,304,614
Unassigned	-	-	-	-	-	-	-	-	68,873,130	63,002,311
Total General Fund	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	222,631,153
All Other Governmental Funds										
Reserved	27,834,096	81,494,745	71,413,941	73,519,370	79,419,196	66,857,324	63,324,828	68,136,405	-	-
Unreserved										
Designated										
Special revenue funds	29,278,356	35,689,366	35,481,628	45,240,562	52,937,331	63,514,506	47,507,530	14,968,937	-	-
Capital project fund	21,320,176	15,932,348	12,287,308	12,664,938	-	-	-	(15,620,875)	-	-
Undesignated										
Special revenue funds	5,321,751	4,325,063	4,555,554	5,427,871	5,836,106	390,275	4,788,605	46,749,281	-	-
Capital project fund	-	-	-	-	(2,156,637)	(8,772,755)	300,138	3,619,867	-	-
Nonspendable	-	-	-	-	-	-	-	-	184,746	191,986
Restricted	-	-	-	-	-	-	-	-	120,515,392	107,941,691
Committed	-	-	-	-	-	-	-	-	319,835	3,709,807
Assigned	-	-	-	-	-	-	-	-	18,877,749	20,860,177
Total all other governmental funds	\$ 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	\$ 132,703,661

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)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Property taxes	\$ 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	\$ 292,649,414
Licenses and permits	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	1,916,780
Intergovernmental	221,508,422	201,310,013	216,905,306	242,690,517	237,252,980	225,621,020	215,862,442	233,823,832	258,138,040	226,312,391
Private grants and donations	1,241,181	397,283	621,000	422,816	1,133,959	1,468,043	877,888	836,528	844,288	600,814
Charges for services	56,428,484	61,635,081	64,869,125	62,043,508	61,155,215	68,393,453	67,244,221	68,575,275	70,931,808	71,022,943
Fines and forfeitures	2,437,722	733,823	761,722	745,971	845,968	733,550	923,872	807,505	951,329	1,073,697
Sales	2,306,044	2,457,870	2,804,900	2,568,049	2,568,428	2,486,440	2,552,111	2,321,665	3,219,897	2,940,134
Rental income	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	1,353,884
Investment earnings	4,884,456	6,254,178	9,187,327	17,560,179	22,514,136	16,012,013	5,720,578	4,439,391	5,658,590	2,912,916
Program recoveries	4,116,529	4,020,666	3,948,060	3,790,928	4,021,196	3,919,001	5,921,413	5,133,919	3,266,715	4,615,256
Miscellaneous	7,125,047	4,748,409	7,104,859	5,529,616	8,816,301	8,813,756	7,257,163	7,394,250	8,172,571	8,468,698
Total revenues	478,412,496	472,015,470	506,334,074	555,361,324	581,066,533	580,508,512	569,977,745	597,008,104	631,760,737	613,866,927
Expenditures										
General government	81,731,833	79,591,902	88,857,578	87,579,800	136,147,236	99,922,521	88,827,004	98,837,741	101,887,173	93,682,790
Public safety	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	118,643,759
Transportation	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	19,948,611
Sanitation	14,778,330	15,742,726	17,852,048	17,027,293	20,578,256	21,216,560	20,234,092	17,853,654	20,232,552	18,620,998
Health	25,702,871	24,447,734	26,459,940	27,620,672	27,845,829	29,674,278	29,780,411	36,557,504	39,364,298	34,309,365
Human services	178,278,504	173,313,709	174,403,870	178,479,898	179,473,226	179,189,088	158,512,154	155,917,420	154,412,108	158,943,945
Culture and recreation	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	21,752,535
Conservation of natural resources	775,940	458,455	438,555	406,016	51,254	71,516	50,943	52,899	44,626	42,286
Economic development and assistance	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	25,001,506
Capital outlay	65,318,576	43,153,982	39,959,892	50,134,804	66,777,129	35,478,085	42,417,173	48,901,528	55,988,264	97,658,647
Debt service										
Bond issuance costs	229,302	363,672	134,111	70,093	86,872	66,371	171,873	296,715	390,268	390,598
Principal	15,496,354	11,517,541	11,913,241	11,835,252	16,298,102	24,429,453	28,525,650	14,699,286	15,330,998	25,710,000
Interest	7,418,382	8,326,082	9,660,213	9,373,553	9,651,318	9,166,915	8,379,746	8,793,587	8,909,317	8,724,816
Total expenditures	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	623,429,856
Excess of revenues over (under) expenditures	(47,415,038)	(24,649,573)	(6,440,377)	23,224,549	(37,486,302)	3,322,164	(10,728,789)	(5,608,624)	(35,172,868)	(9,562,929)
Other Financing Sources (Uses):										
Contract for Deed	-	-	-	-	45,278,408	-	-	-	-	-
Xcel Energy Loan Proceeds	-	-	-	76,940	-	-	-	-	-	-
Bonds Issued	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	18,500,000
Loans Issued	-	-	-	-	-	-	-	-	-	20,000,000
Discount/premium on bonds	1,007,203	1,770,673	1,057,776	31,046	690,659	122,772	66,911	508,367	7,408,586	5,065,614
Sale of capital assets	14,400	13,845,000	756,306	6,000,000	3,300,000	3,531,806	-	-	497,594	-
Refunding Bonds Issued	-	-	-	-	-	-	-	-	35,975,000	16,340,000
Redemption of refunded bonds	-	(2,345,000)	(10,505,000)	-	(8,510,000)	(7,355,000)	-	(7,390,000)	-	(42,080,000)
Transfers in	9,606,712	2,118,199	226,989	2,331,539	5,894,151	8,875,286	13,776,186	5,438,950	27,317,878	11,038,983
Transfers out	(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)	(19,319,325)
Total other financing sources (uses)	26,380,094	67,283,181	8,305,395	12,238,562	35,695,870	(2,406,879)	19,965,423	13,924,342	58,484,219	9,545,272
Special Item:										
Capital Lease Forgiveness	-	-	-	-	-	-	-	-	2,279,995	-
Net change in fund balances	\$ (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	\$ (17,657)
Debt service as a percentage of noncapital expenditures	4.98%	4.38%	4.55%	4.40%	4.70%	6.20%	6.86%	4.24%	3.97%	6.55%

Unaudited

TABLE V

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

PAYABLE FISCAL PERIOD	REAL ESTATE			PERSONAL PROPERTY			NET FISCAL DISPARITY (1)	LESS		TOTAL		PERCENT OF TAXABLE MARKET VALUE
	RESIDENTIAL	COMMERCIAL INDUSTRIAL	NET TAX CAPACITY	TAXABLE MARKET VALUE	NET TAX CAPACITY	TAXABLE MARKET VALUE		TAX CAPTURED	TAX INCREMENT	TOTAL DIRECT TAX RATE	TAXABLE MARKET VALUE	
2004	\$ 260,973,656	\$ 129,435,303	\$ 390,408,959	\$ 31,879,341,300	\$ 8,929,442	\$ 450,808,900	\$ 14,929,192	\$ 30,443,069	\$ 383,824,524	53.135	\$ 32,329,950,200	1.19%
2005	305,043,385	133,723,605	438,766,990	36,273,689,900	9,351,087	471,470,300	13,244,590	31,946,107	429,416,560	49.210	36,745,140,200	1.17%
2006	343,211,827	146,572,708	489,784,535	40,782,233,700	9,166,212	462,162,600	12,982,384	33,549,332	478,383,799	46.623	41,244,396,300	1.16%
2007	382,683,298	164,138,472	546,821,770	45,462,936,100	9,300,648	468,551,900	12,882,615	40,581,499	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	505,113,100	15,286,511	47,852,805	566,514,003	44.023	49,095,390,200	1.15%
2009	392,447,216	194,114,329	586,561,545	47,879,498,400	9,871,164	498,208,500	18,713,524	47,183,423	596,432,709	46.546	48,377,706,900	1.23%
2010	368,364,207	190,868,511	559,232,718	45,426,036,700	9,797,013	495,033,100	19,029,175	44,851,268	543,207,638	50.248	45,921,069,800	1.18%
2011	347,641,653	176,530,778	524,172,431	42,921,549,600	10,566,921	534,322,500	20,063,169	41,314,153	513,488,368	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	498,346,000	17,187,329	39,587,567	488,026,839	61.317	39,244,390,100	1.19%
2013	288,413,459	163,778,574	452,192,033	36,230,777,100	10,342,110	524,899,200	17,227,066	36,112,751	443,648,458	65.240	36,755,676,300	1.21%

(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					
<u>TAX RATE AS A PERCENTAGE OF NET TAX CAPACITY (2)</u>								
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
2012	2013	37.652	18.265	4.721	60.638	3.875	0.727	65.240
<u>TAX LEVIES</u>								
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
2012	2013	165,256,698	80,169,289	20,721,123	266,147,110	8,750,861	1,640,380	276,538,351

(1) Tax Levy on suburban property only.

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

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

Unaudited

TABLE VII

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

Payable Fiscal Year	Taxes Levied for the Fiscal Year (Original Levy)	Property Tax Credits (1)	Taxes Levied on Taxpayer	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	Percentage of Adjusted Levy
						Amount	Percentage of Original Levy on Taxpayer			
2003	\$ 195,304,680	\$ 22,773,089	\$ 172,531,591	\$ 970,483	\$ 171,561,108	\$ 169,910,507	98.48%	\$ 1,639,134	\$ 171,549,641	99.99%
2004	197,811,635	12,743,098	185,068,537	1,500,388	183,568,149	181,440,412	98.04%	2,102,260	183,542,672	99.99%
2005	206,554,660	11,636,585	194,918,075	1,128,554	193,789,521	191,406,457	98.20%	2,338,774	193,745,231	99.98%
2006	217,459,484	10,143,743	207,315,741	797,442	206,518,299	203,455,200	98.14%	2,985,674	206,440,874	99.96%
2007	230,929,535	9,162,260	221,767,275	842,256	220,925,019	217,124,442	97.91%	3,671,828	220,796,270	99.94%
2008	242,075,699	8,758,281	233,317,418	984,308	232,333,110	227,391,319	97.46%	4,655,308	232,046,627	99.88%
2009	252,760,267	8,855,957	243,904,310	638,535	243,265,775	238,336,998	97.72%	4,437,659	242,774,657	99.80%
2010	259,971,049	9,196,053	250,774,996	684,747	250,090,249	244,384,790	97.45%	4,829,240	249,214,030	99.65%
2011	267,120,252	9,736,705	257,383,547	1,311,894	256,071,653	252,154,167	97.97%	2,742,428	254,896,595	99.54%
2012	271,794,856	281,830	271,513,026	1,069,739	270,443,287	266,990,571	98.33%	-	266,990,571	98.72%

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

Unaudited

TABLE VIII

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

YEAR	GOVERNMENTAL ACTIVITIES			BUSINESS-TYPE ACTIVITIES		TOTAL PRIMARY GOVERNMENT	NET TAX CAPACITY	PERCENT OF DEBT TO TAXABLE VALUE	DEBT PER CAPITA	PERCENTAGE OF PERSONAL INCOME
	GENERAL OBLIGATION BONDS	PUBLIC FACILITY LEASE REV. BONDS	CAPITAL LEASES	GENERAL OBLIGATION BONDS						
2003	\$159,002,000	\$13,845,000	\$244,089	\$7,345,000	\$180,436,089	\$414,267,593	43.56%	\$350.18	0.98%	
2004	199,827,000	13,845,000	201,570	7,075,000	220,948,570	461,362,667	47.89%	426.68	1.12%	
2005	195,507,000	13,375,000	156,111	9,725,000	218,763,111	429,416,560	50.94%	424.57	1.08%	
2006	190,962,000	12,895,000	107,512	9,430,000	213,394,512	478,383,799	44.61%	432.66	1.00%	
2007	189,327,000	12,400,000	55,551	11,370,000	213,152,551	528,423,534	40.34%	426.40	0.94%	
2008	176,187,000	11,890,000	-	7,840,000	195,917,000	566,514,003	34.58%	390.72	0.85%	
2009	185,882,000	11,360,000	-	7,420,000	204,662,000	567,962,810	36.03%	404.25	0.91%	
2010	186,548,781	10,810,000	-	7,240,897	204,599,678	544,866,274	37.55%	402.25	0.89%	
2011	233,404,604	10,235,000	-	8,909,134	252,548,738	513,488,368	49.18%	490.68	1.08%	
2012	213,939,833	-	-	6,254,875	220,194,708	468,026,839	47.05%	423.33	*	

* = Per capita personal income not yet available.

Unaudited

TABLE IX

**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	193,789,678	21,098,378	172,691,300	0.75%	33.63%	339.52
2011	233,404,604	76,339,533	157,065,071	0.67%	32.32%	305.16
2012	213,939,833	44,107,695	169,832,138	*	36.29%	326.50

Unaudited

* = Data for this period is not yet available.

TABLE X

**RAMSEY COUNTY, MINNESOTA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2012**

<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	\$ -	98.1%	\$ -
City of Spring Lake Park	160,000	2.5%	4,000
City of St. Anthony	11,705,000	28.9%	3,382,745
City of Blaine	18,260,000	1.0%	182,600
School District #624	125,540,000	78.7%	98,799,981
School District #622	158,660,000	53.7%	85,200,420
School District #282	23,515,000	39.2%	9,217,880
North Metro Intermediate School District #916	-	100.0%	-
Metro Council	226,580,000	15.2%	34,440,160
Ramsey-Washington Metro Watershed District	1,669,976	100.0%	1,669,976
Capital Region Watershed	1,280,000	100.0%	1,280,000
City of Falcon Heights	170,000	100.0%	170,000
City of Gem Lake	790,000	100.0%	790,000
City of St. Paul	125,114,733	100.0%	125,114,733
HRA of St. Paul	40,945,000	100.0%	40,945,000
City of Maplewood	6,435,000	100.0%	6,435,000
City of Mounds View	894,348	100.0%	894,348
City of New Brighton	3,160,000	100.0%	3,160,000
City of North St. Paul	12,200,000	100.0%	12,200,000
City of Roseville	34,385,000	100.0%	34,385,000
City of Shoreview	8,355,000	100.0%	8,355,000
City of Vadnais Heights	7,275,000	100.0%	7,275,000
Town of White Bear	1,495,000	100.0%	1,495,000
School District #621	183,433,495	100.0%	183,433,495
School District #623	46,010,000	100.0%	46,010,000
School District #625	360,829,215	100.0%	360,829,215
Port Authority	25,030,000	100.0%	25,030,000
Ramsey County Regional Rail Authority	20,000,000	100.0%	20,000,000
Subtotal, overlapping debt			1,110,699,553
Ramsey County Direct Debt	219,061,833	100.0%	<u>219,061,833</u>
Total direct and overlapping debt			<u><u>\$1,329,761,386</u></u>

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

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

Unaudited

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

TABLE XI

		Legal Debt Margin Calculation for Fiscal Year 2012																																																																																													
		2003	2004	2005	2006	2007	2008	2009	2010	2011	2012																																																																																				
Debt limit		\$ 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	\$ 1,177,331,703																																																																																				
Total net debt applicable to limit		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	166,444,305																																																																																				
Legal debt margin		<u>\$ 414,593,547</u>	<u>\$ 470,007,697</u>	<u>\$ 565,415,182</u>	<u>\$ 661,009,803</u>	<u>\$ 745,817,456</u>	<u>\$ 1,309,416,332</u>	<u>\$ 1,279,434,512</u>	<u>\$ 1,206,323,544</u>	<u>\$ 1,137,074,455</u>	<u>\$ 1,010,887,398</u>																																																																																				
		<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%;">Assessed value</td> <td style="width: 15%;"></td> <td colspan="10" style="text-align: right;">\$ 39,244,390,100</td> </tr> <tr> <td>Debt Limit (3% of assessed value)</td> <td></td> <td colspan="10" style="text-align: right;">1,177,331,703</td> </tr> <tr> <td>Debt applicable to limit:</td> <td></td> <td colspan="10" style="text-align: right;">210,552,000</td> </tr> <tr> <td> General obligation bonds</td> <td></td> <td colspan="10" style="text-align: right;">(44,107,695)</td> </tr> <tr> <td> Less: Amount set aside for repayment of general obligation bonds</td> <td></td> <td colspan="10" style="text-align: right;">166,444,305</td> </tr> <tr> <td>Total net debt applicable to limit</td> <td></td> <td colspan="10" style="text-align: right;">\$ 1,010,887,398</td> </tr> <tr> <td>Legal debt margin</td> <td></td> <td colspan="10" style="text-align: right;"><u>\$ 1,010,887,398</u></td> </tr> </table>										Assessed value		\$ 39,244,390,100										Debt Limit (3% of assessed value)		1,177,331,703										Debt applicable to limit:		210,552,000										General obligation bonds		(44,107,695)										Less: Amount set aside for repayment of general obligation bonds		166,444,305										Total net debt applicable to limit		\$ 1,010,887,398										Legal debt margin		<u>\$ 1,010,887,398</u>									
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Legal debt margin		<u>\$ 1,010,887,398</u>																																																																																													

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

Unaudited

TABLE XII

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

Taxpayer	Type of Business	2012		2003			
		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%	\$ 5,418,760	1	1.53%
3M	Industrial and Commercial Products	4,437,822	2	0.95%	4,786,238	2	1.35%
Compass Retail, Inc	Rosedale Center	2,998,500	3	0.64%	2,139,250	3	0.61%
St Paul Fire and Marine Ins Co (St Paul Travelers)	Insurance	2,818,622	4	0.60%	1,296,592	7	0.37%
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%	1,755,272	4	0.50%
Guidant (Cardiac Pacemakers, Inc.)	Medical Manufacturing	1,599,250	10	0.34%			
Maplewood Mall	Real Estate				1,666,938	5	0.47%
Capital City Properties	Real Estate				1,491,510	6	0.42%
Rice Park Association	Real Estate				1,060,154	8	0.30%
Zeller World Trade	Manufacturing				1,009,876	9	0.29%
Meritex	Real Estate				928,720	10	0.26%
	Total	468,026,839		6.69%	353,227,911		6.10%

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
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	23,349	45,365	82,953	6.6%
2012	520,152	*	*	85,234	5.8%

* - 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**

<u>Taxpayer</u>	<u>Fiscal Year 2012</u>			<u>2003</u>				
	<u>Approximate Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Approximate Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>		
Medtronic	45,000	a	1	17.25%	-	-	0.00%	
University of Minnesota	22,608	b	2	8.67%	15,600	2	5.76%	
State of Minnesota	14,560	b	3	5.58%	35,751	1	13.19%	
3M Company	10,000		4	3.83%	11,579	e	3	4.27%
Land O' Lakes	10,000		5	3.83%	-	-	0.00%	
HealthEast/St. John's Hospital	7,200	c	6	2.76%	7,500	4	2.77%	
Indep. School District #625	5,870	b	7	2.25%	6,414	5	2.37%	
Ramsey County	4,476	b	8	1.72%	4,237	7	1.56%	
Regions Hospital	4,300		9	1.65%	-	-	0.00%	
U.S. Bancorp	3,500	b,d,f	10	1.34%	5,000	6	1.85%	
Children's Hospital	-	-	-	-	4,000	8	1.48%	
United Hospital	-	-	-	-	3,500	9	1.29%	
St. Paul Companies, Inc.	-	-	-	-	3,500	10	1.29%	
	<u>127,514</u>			<u>48.88%</u>	<u>97,081</u>		<u>35.83%</u>	

a: Worldwide employment.

b: Includes full- and part-time employees.

c: Reflects total number of employees in HealthEast network.

d: Includes multiple locations throughout the County.

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

f: 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.

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

Unaudited

**RAMSEY COUNTY, MINNESOTA
INSURANCE IN FORCE
DECEMBER 31, 2012**

<u>COMPANY NAME</u>	<u>POLICY NUMBER</u>	<u>POLICY PERIOD</u>	<u>COVERAGE-DEPARTMENTS</u>	<u>POLICY LIMIT</u>
			COUNTY	
Travelers	KTK-CMB-294T324-4-12	9/22/12-9/22/13	Property Fire & Extended Coverage Boiler & Machinery Vehicles & Mobile Equipment	All Risk, Full Replacement, \$100,000 Deductible B&M Perils \$500 MM \$715 MM Total Ins. Value
Travelers	105497465	9/22/12-9/22/13	Commercial Crime Including Public Employee Dishonesty coverage	\$3,000,000 \$100,000 Deductible
WCRA	40014	1/1/12-1/1/13	Reinsurance - Workers Compensation	\$1,840,000 Retention Limits
Ramsey County	A-01-21	1/1/12-1/1/13	Self-Funded Vehicle	\$30,000/\$60,000/\$10,000
Ramsey County	T-01-20	1/1/12-1/1/13	Self-Funded Tort	\$400,000 per Claim \$1,200,000 per Occurrence
Ramsey County	EPP-01-23	1/1/12-1/1/13	Employee Personal Prop. Loss	Per RC Board Policy up to \$750
Ramsey County	P-01-24	1/1/12-1/1/13	Self-Funded Property	Per State Statute - \$5,000 Deductible
			800 MHZ	
MN Risk Management Fund	0023PK13	7/1/12-7/1/13	Property Fire and Extended, Boiler and Machinery and Vehicle and Mobile Equipment	\$8,662,000 \$25,000 Deductible
			LAKE OWASSO	
National Indemnity Company of America	75 APR 270808	1/1/12-1/1/13	Automobile	\$1,000,000 \$500 Deductible for Collision & Comprehensive.
			Keller Golf Course	
Travelers	QT660-8A125124-TIL-12	10/1/12-10/1/13	Builders Risk	\$6,500,000 \$1,000 Deductible
			NURSING HOME	
CNA Surety/Western Surety Co.	0601 69042089	9/15/12-9/15/13	Patient's Bond	\$100,000
		Unaudited		(Continued)

**TABLE XV
(Continued)**

**RAMSEY COUNTY, MINNESOTA
INSURANCE IN FORCE
DECEMBER 31, 2012**

COMPANY NAME	POLICY NUMBER	POLICY PERIOD	COVERAGE-DEPARTMENTS	POLICY LIMIT
Midwest Medical	MP71336	1/1/12-1/1/13	MEDICAL EXAMINER Professional Liability Covers McGee, Froloff, Mills, and Huston Paid Directly by Medical Examiner	\$2,000,000/\$4,000,000 Claims Made Policy
MCIT	PC245012	1/1/12-1/1/13	RESOURCE RECOVERY Package Liability	\$500,000 per Claim Gen. Liability & Public Officials: \$1,500,000 Each Occurrence \$1,000 Deductible
MN Joint Underwriting Association	J04-0016	7/1/12-7/1/13	REGIONAL RAIL Directors & Officers	\$1,000,000
MN Joint Underwriting Association	J040015	7/1/12-7/1/13	General Liability	\$1,000,000 \$250 Deductible per Event
League of MN Cities	CMC34541/OML8950	7/12/12-7/12/13	Crime, Petrofund, Municipal & Auto Liability Rush Line Corridor	\$100,000 Crime \$250,000 Petrofund \$1,500,000 Muni & Auto Liability
League of MN Cities	CMC34773/OML	10/06/12-10/06/13	Liability and Open Meeting Defense MN Hi Speed Rail Commission	\$1,500,000/\$2,000,000 Municipal, Auto, Crime, and Petrofund
Travelers	QT-660-2284C888-TIL-10	12/31/10-12/31/12	Builders Risk - Union Depot	\$160,610,000 \$50,000 Main Deductible
Lexington Insurance	14245890	12/1/12-1/1/14	General Liability - Union Depot	\$5,000,000 \$25,000 Deductible
Affiliated FM Insurance	EM883	12/1/12-1/1/14	Property Insurance - Union Depot	\$127,000,000 \$500,000 Deductible

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TABLE XVI

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

<u>Function/Program</u>	Full-Time Equivalent Employees as of December 31									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government	896.08	709.88	709.08	719.08	723.73	720.58	712.23	707.70	708.70	684.90
Public safety	952.99	956.99	959.49	1,069.49	1,088.49	1,124.79	1,138.54	1,107.66	1,100.66	1,069.16
Transportation	131.13	123.13	122.18	122.18	126.68	126.68	117.58	116.58	116.58	114.58
Health	288.76	273.83	291.53	292.73	302.68	309.28	325.28	318.83	319.00	308.35
Human services	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	1,265.14
Culture and recreation	204.36	194.66	196.91	193.61	193.61	196.96	198.94	192.34	192.62	187.32
Conservation of natural resources	3.90	3.90	4.90	4.90	4.90	4.05	0.00	-	-	-
Economic development and assistance	76.20	78.40	89.40	89.40	88.40	88.40	90.40	90.40	91.90	86.00
Total	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	3,715.45

Source: County Finance Office.

Unaudited

TABLE XVII

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

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
County Building Operating Cost per Gross Square Foot*	\$ 5.36	\$ 5.43	\$ 5.28	\$ 5.28	\$ 5.46	\$ 5.62	\$ 5.55	\$ 5.55	\$ 6.45	\$ 6.62
Public Safety										
Sheriff:										
Jail Facility Bookings	23,578	23,652	25,025	25,864	24,427	26,958	22,669	22,149	21,439	21,283
Warrants Issued & Cleared	18,467	17,059	15,598	15,118	15,029	14,637	9,315	12,572	24,351	24,154
Corrections:										
Adult Probation Cases	32,331	31,234	29,553	28,763	30,677	30,799	28,529	27,686	27,112	21,924
Juvenile Probation Cases	3,231	3,040	3,151	3,529	3,084	3,504	3,113	2,276	2,202	1,277
Average Daily Population All Facilities	515	505	531	539	523	533	539	486	464	424
Transportation										
Average Daily Vehicle Miles Traveled on County Roads**	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	N/A
Health										
WIC Nutrition Program Client Served	26,161	27,744	28,610	29,436	29,649	30,969	31,465	31,274	31,324	31,224
Client Personal Care Attendant Assessments	1,438	1,884	1,772	1,710	1,649	2,008	2,442	3,257	2,950	3,616
Human Services										
Financial Assistance Cases	39,247	40,937	41,536	43,053	43,507	44,822	48,786	52,846	58,948	62,476
Out of Home Placements***	3,473	3,565	3,287	3,260	2,883	2,506	1,706	1,844	1,956	1,958
Applications for Financial Assistance	31,205	31,205	34,267	37,158	38,488	41,949	44,059	43,653	46,366	46,969
Services for Disabled Adults	714	916	1,145	1,366	1,567	1,868	3,454	3,268	3,307	3,344
Child Maltreatment Intake Reports	1,427	1,502	1,833	1,718	1,444	1,255	1,264	1,265	1,265	1,526
Culture and Recreation										
Parks and Recreation:										
Ice Hours Rented at Ice Arenas	12,774	15,389	15,814	15,746	15,605	15,658	14,832	13,912	12,657	13,127
Park Shelter Rentals	1,315	1,247	1,272	1,254	1,310	1,259	1,288	1,280	1,065	1,085
Libraries:										
Total Circulation	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	4,772,566
Visits to Library Buildings	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	1,804,943
Librarian Reference Assistance	269,444	274,712	272,302	264,372	270,215	280,075	263,431	279,503	275,964	225,914
Economic Development and Assistance										
Workforce Solutions:										
Percent of Participants in Voluntary Programs Employed	N/A	N/A	73%	77%	81%	80%	80%	85%	83%	80%
Percent of Participants in Mandatory Programs Employed	N/A	N/A	63%	71%	79%	72%	70%	60%	55%	41%

Source: Ramsey County Finance Department 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. Data from MN Department of Transportation was not available for years 2011 & 2012.

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

N/A: Not available

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TABLE XVIII

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

Function/Program	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
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	298	298	298	295	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	6,527	6,527	6,527	6,527	6,527	6,527	6,527	6,527
County Golf Courses	4	5	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	10	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	6*	6*	7	7	7	7	7	7	7	7

Source: Ramsey County Finance Department 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

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