



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Ramsey County, Minnesota 2015

YEAR ENDED DECEMBER 31, 2015

FINANCIAL HIGHLIGHTS

(Dollars in thousands except per capita amounts)		2015	2014	Percent Change
Government-wide Financial Statements:				
Assets and Deferred Outflows of Resources		\$ 1,454,778	\$ 1,408,290	3.3%
Liabilities and Deferred Inflows of Resources		<u>656,963</u>	<u>452,533</u>	45.2%
Net Position		<u>\$ 797,815</u>	<u>\$ 955,757</u>	-16.5%
Government-wide Financial Statements:				
Revenues		\$ 661,503	\$ 633,842	4.4%
Expenses		<u>635,980</u>	<u>624,057</u>	1.9%
Increase in Net Position		<u>\$ 25,523</u>	<u>\$ 9,785</u>	160.8%
Investment/Cash Ratio		91.2%	89.8%	1.6%
Average Investment Book Yield		1.22%	1.18%	3.4%
General Obligation and Revenue Bond Debt		\$ 207,722	\$ 206,362	0.7%
Net General Obligation and Revenue Bond Debt Per Capita		\$ 434.44	\$ 445.68	-2.5%
Bond Ratings	Moody's Investor Service	Aaa	Aaa	
	Standard and Poor's	AAA	AAA	
Property Taxes	Levy (General County)	272,055	265,493	2.5%
	Net Tax Capacity Rates	54.01	54.46	-0.8%
	Net Tax Capacity (Adjusted)	503,156	480,923	4.6%
	Market Values	41,446,692	39,918,417	3.8%
Number of Budgeted Employees (FTE)		<u>3,886.41</u>	<u>3,805.06</u>	2.1%

Comprehensive Annual Financial Report

of the

County of Ramsey, Minnesota

Year Ended December 31, 2015

BOARD OF COUNTY COMMISSIONERS

District 1, Blake Huffman

District 2, Mary Jo McGuire

District 3, Janice Rettman

District 4, Toni Carter

District 5, Rafael Ortega

District 6, Jim McDonough, Chair

District 7, Victoria Reinhardt

County Manager, Julie Kleinschmidt

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

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**RAMSEY COUNTY
LIST OF PRINCIPAL OFFICIALS
As of December 31, 2015**

Elected Officials

Commissioners	Name	Term Expires
1st District	Blake Huffman	January 2017
2nd District	Mary Jo McGuire	January 2017
3rd District	Janice Rettman	January 2019
4th District	Toni Carter	January 2019
5th District	Rafael Ortega	January 2019
6th District	Jim McDonough, Chair	January 2019
7th District	Victoria Reinhardt	January 2017
County Attorney	John Choi	January 2019
County Sheriff	Matt Bostrom	January 2019

Appointed Officials

County Manager	Julie Kleinschmidt	Indefinite
Assessor	Stephen Baker	December 31, 2016
Property Records and Revenue Director	Mark Oswald	Indefinite
Information Services Director	Johanna Berg	Indefinite
Community Corrections Director	Carol Roberts	Indefinite
Parks & Recreation Director	Jon Oyanagi	Indefinite
County Engineer	James Tolaas	May 30, 2016
Community Human Service Director	Meghan Mohs	Indefinite
Public Health Director	Marina McManus	Indefinite

Civil Service Appointments

Human Resources Director	Gail Blackstone
Finance Director	Lee Mehrkens



Office of the County Manager
Julie Kleinschmidt, County Manager

**RAMSEY
COUNTY**

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

Working with You
to Enhance Our Quality of Life

Tel: 651-266-8000

Fax: 651-266-8039

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

June 22, 2016

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, 2015. 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The schedule of expenditures of federal awards (SEFA) is included in this report on Schedule 18. 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

Organizational Direction and Structure Related Initiatives

In early 2015, the Ramsey County Board of Commissioners adopted four goals that focus on activities to expand prosperity and equity for its residents and businesses.

- *Strengthen individual, family and community health, safety and well-being.*
- *Cultivate economic prosperity and invest in neighborhoods with concentrated financial poverty.*

- *Enhance access to opportunity and mobility for all residents and businesses.*
- *Model fiscal accountability, transparency and strategic investments.*

In order to achieve the goals, county departments were realigned in order to strengthen collaboration behind a Residents First approach to improved services delivery. This realignment transitioned Ramsey County away from its longtime structure into five integrated teams of departments. The teams began their work by identifying meaningful opportunities to capitalize on more collaboration among related activities. These opportunities were prioritized into the “2016 Service Team Priority Actions” document which was presented to commissioners in December 2015. This annual work plan identified the following priorities along with activities and deliverables for each service team in 2016:

- **Health and Wellness**
 - Enhance the Continuum of Care for youth and their families
 - Implement an improved service delivery model for county waiver programs
 - Realign how Human Services is organized to more effectively serve residents
- **Economic Growth and Community Investment**
 - Develop a comprehensive economic development and impact investing framework
 - Implement a centralized fleet and asset management program
 - Model inclusive and effective community engagement strategies
- **Safety and Justice**
 - Engage community to promote successful outcomes for young people
 - Complete a Sheriff’s Office staffing study and develop recommendations
 - Reduce language barriers in public safety response situations
- **Information and Public Records**
 - Enhance countywide communication strategies and resources
 - Develop an online resource of open and accessible data
 - Model new workforce planning and implementation efforts
- **Strategic Team**
 - Incorporate community measures into performance measurement
 - Ensure the budget is consistent with all Service Team changes
 - Implement strategic Human Resources performance measures

These actions show the unique opportunities that each team has to lead important changes across and within Ramsey County. The opportunities will ultimately benefit our communities and employees by leveraging communications, planning and resource sharing between Service Teams - strengthening the organization.

Major Initiatives for the Future of Our Community

The county’s major initiatives range from interagency program focused activities to transformative capital projects.

The Prosperity Initiative: Although the Ramsey County is a major job and business activity center, it has the highest concentration of poverty in the metropolitan area. Improving opportunities for residents will strengthen the county as a place to live and do business. This is a continuing initiative that is reflected in our goals and embedded in many activities.

Criminal Justice Coordinating Council: Public safety and justice are major components of local and state governments and tend to be complex and resource-intensive systems. The Coordinating Council brings together major agencies to improve outcomes for the community and individuals through improved communication and alignment. This is a continuing activity with county, city and state agencies.

Countywide Pedestrian and Bicycle Plan: During 2014 and 2015, a countywide approach to increasing activity through biking and walking resulted in Ramsey County's Bicycle & Pedestrian Plan. Instead of a typical plan focused on specific projects for an individual jurisdiction, it is a set of tools, analyses and actions to engage community members at all levels in supporting a place where people of all ages and abilities can safely and comfortably walk and bicycle. This plan is a resource and a framework for development of a connected Ramsey County where walking and biking are regular everyday parts of people's lives.

Transit Development: The County is supporting transit improvements to provide improved commuting and access to amenities for people who live or work here.

- The Riverview Corridor is a priority for Ramsey County. The project is currently evaluating routes and transit modes between Union Depot in downtown Saint Paul and the MSP International Airport and Mall of America in Bloomington.
- The county is also involved in planning for the Gateway/Gold Line, Rush Line, Robert Street and Red Rock regional transit corridors. It is also participating in the Minnesota High Speed Rail Commission which is focused on improving passenger service between the Twin Cities and Chicago.
- Ramsey County is benefiting from the continued success of two major projects that have been completed in recent years:
 - Union Depot is a county property that has been returned to historic conditions and its role as a major transit hub. The investment in this site has also helped trigger major private investments in its immediate neighborhood. For example, the former Saint Paul Post Office Building which is adjacent to the Union Depot is now owned by a private developer. In 2015, the owners began transforming the building in to a combination of hotel, residential and retail spaces.
 - The METRO Green Line light rail continues to exceed ridership projections and has spurred billions of dollars in new development along the line.

Redeveloping Challenging Sites: Redevelopment is critical for Ramsey County's continued growth. The private sector is the primary engine for redevelopment but history has shown that some sites are particularly challenging for private developers.

- Rice Creek Commons: In 2015, Ramsey County completed preparing the Rice Creek Commons site in Arden Hills ready for residential and other development. The project is revitalizing 427 acres and creating significant economic and social opportunity for Ramsey County, Arden Hills and the Twin Cities.

This centrally located property, just ten miles from both downtown Minneapolis and Saint Paul, was a challenge for private developers. The scale of the cleanup shows why: 49 miles of material including 400,000 tons of concrete and asphalt, 43,700 feet of railroad track, 39,000 feet of fencing, and nearly 178,000 feet of piping, from gas mains to sanitary pipe was removed. Roughly 93 percent of the materials hauled off the site were recycled or reused. A significant portion of that was pavement, as well as concrete, steel materials and rebar from old structures. Heavy timber framing material included old growth Douglas fir that was deconstructed, salvaged and will be re-milled and incorporated into new construction.

Also, in 2015:

- The County agreed to acquire an additional 93 acres for a multi-use trail to serve Rice Creek Commons.
- An Energy Integration Resiliency Framework (EIRF) was approved. The EIRF is forward-looking proposal that sets a vision to create the largest net-zero energy redevelopment in the state; it provides information and a conceptual framework for developers.
- The Minnesota Department of Transportation completed an \$11.7 million diverging diamond interchange that connects the Rice Creek Commons area to I-35W.

Future activities include a number of area road improvements, including the \$27 million County Road H/I-35W interchange project and the construction of a parkway through the site. The County plans to issue a solicitation for a master developer in 2016.

- **Riverfront Properties:** In June 2015, Ramsey County began deconstruction of the former Adult Detention Center and West buildings on the river bluffs in downtown Saint Paul to prepare the iconic four-acre site for sale and private development. This complex site includes seven buildings that were constructed between 1886 and 1979 on the Mississippi River bluffs. The site interacts with a major road on the top of the bluffs with an adjacent bridge.

The project will remove the buildings and create a shovel-ready site that will redefine a large section of Saint Paul's downtown riverfront. The project has three primary elements:

- Removal and disposal of all hazardous waste from inside the buildings - mostly asbestos-containing material;
- Deconstructing the buildings, including harvesting materials for resale, reuse or recycling where possible; and
- Building a concrete retaining wall for long-term erosion control secured to the bluff by rock bolts along its length.

Project completion is expected in 2017.

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's Uniform Guidance. 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's Uniform Guidance.

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, 2014. This is the 41st 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.

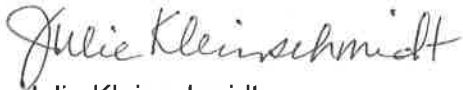
In addition, the County also received the GFOA's Award for Distinguished Budget Presentation for the biennium budget for the period beginning January 1, 2012. The County has received this award for the past 31 years. In order to qualify for the Distinguished Budget Presentation Award, the County's budget 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 2014 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,

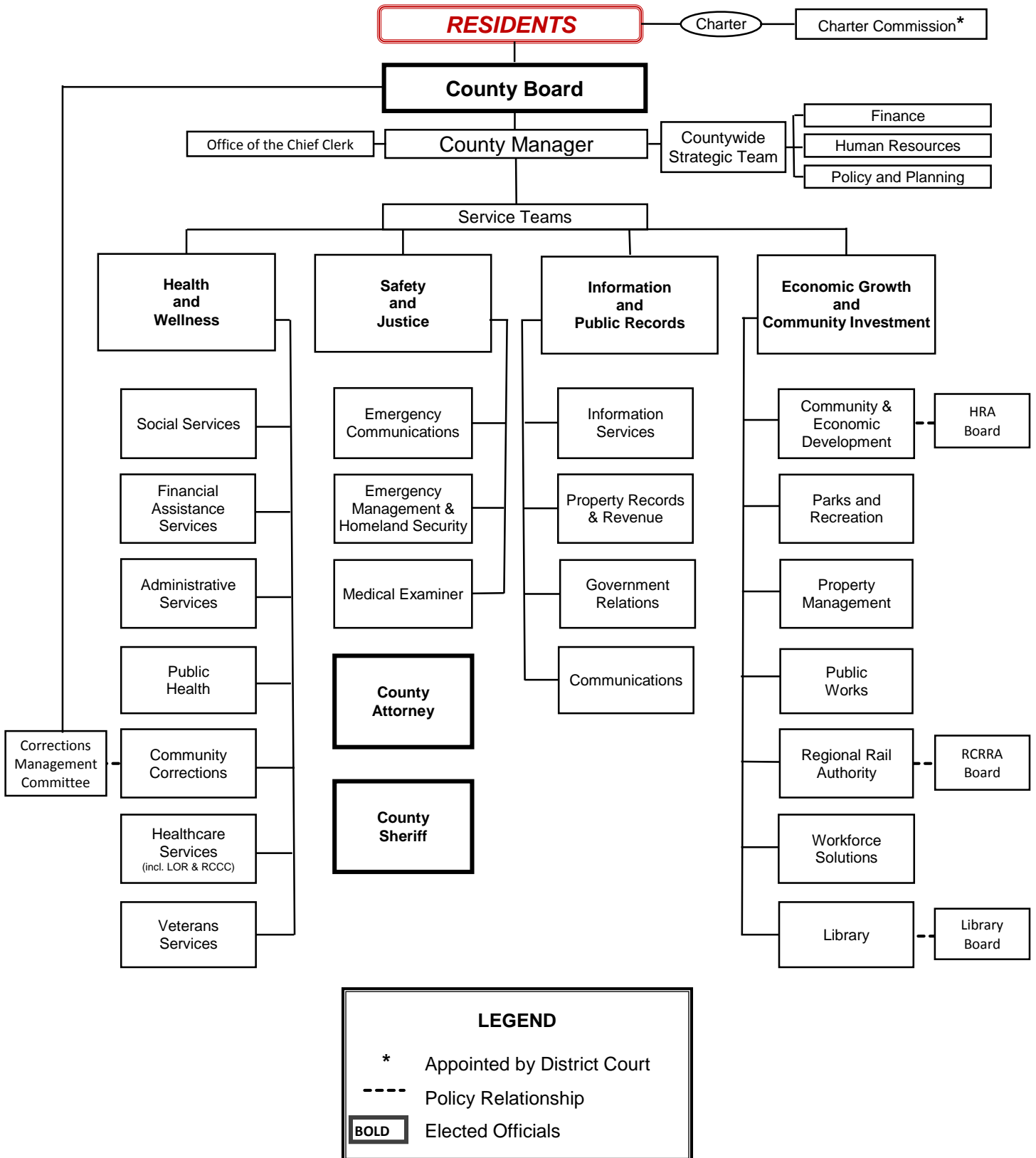


Julie Kleinschmidt
County Manager



Lee Mehrkens, Director, CFO
Finance Department

Ramsey County Organizational Chart





Government Finance Officers Association

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, 2014

Executive Director/CEO



REBECCA OTTO
STATE AUDITOR

STATE OF MINNESOTA OFFICE OF THE STATE AUDITOR

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

(651) 296-2551 (Voice)
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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Ramsey County
Saint Paul, Minnesota

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, 2015, 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 from 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, 2015, 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.

Emphasis of Matter - Change in Accounting Principle

As discussed in Note I.E. to the financial statements, in 2015 the County adopted new accounting guidance by implementing the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, and GASB Statement No. 82, *Pension Issues*, which represents a change in accounting principles. Our opinion is not modified with respect to this matter.

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 GASB, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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 introductory section, the supplementary information, and the statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 22, 2016, 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, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ramsey County's internal control over financial reporting and compliance.



REBECCA OTTO
STATE AUDITOR



GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

June 22, 2016

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, 2015. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal, which can be found on pages ii-vii of this report.

Financial Highlights

- As required by Governmental Accounting Standards Board (GASB), Ramsey County has recorded the portion of the Public Employees Retirement Association of Minnesota (PERA) liability attributed to Ramsey County employees. The total liability reflected on the financials this year is \$196,538,297.
- The assets of Ramsey County exceeded its liabilities at the close of its most recent fiscal year by \$797,815,502 (net position). Unrestricted Net Position of Ramsey County at the end of the year amounted to \$82,008,935.
- The assets of Ramsey County's governmental activities exceeded its liabilities at the close of the most recent fiscal year by \$810,845,506 (net position). Unrestricted Net Position of Ramsey County's governmental activities at the end of the year amounted to \$107,388,288.
- The County's net position increased by \$25,523,013 after restatement for GASB Statements 68 and 71. Additional information about the restatement can be found in Note I.E. to the financial statements.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$390,409,105 an increase of \$20,181,681 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 \$217,333,637 or 50.0% of total General Fund expenditures.
- The County's total General Obligation debt increased by \$1,360,000 (0.7%) 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. The financial statements 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, a sports complex, 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 and 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 18-20 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 short-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, Solid Waste/Recycling Service Fee Special Revenue Fund; Capital Projects Fund, and the Debt Service Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 21-23 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 Lake Owasso Residence, Care Center, Ponds at Battle Creek, Vadnais Sports Center 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, Property Management operations, Firearms Range, Retiree Insurance (OPEB), and Employee Health Insurance. 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, Ponds at Battle Creek and Vadnais Sports Center, 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 24-26 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 28-29 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 30-68 of this report.

Other Information - In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the General Fund and Solid Waste/Recycling Fee Special Revenue Budgets and schedules on the County's Other Post Employment Benefit (OPEB) Plan and Pension Plans. Required supplementary information can be found on pages 70-78 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 \$797,815,502 at the close of the most recent fiscal year.

Ramsey County's investment in capital assets (e.g., land, buildings, machinery and equipment) less any related debt, used to acquire those assets, still outstanding amounts to 81.4% of the County's Net Position. 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.

Summary of Net Position
For the Years Ended December 31, 2015 and 2014

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 581,010,580	\$ 573,719,412	\$ (4,935,640)	\$ (8,028,071)	\$ 576,074,940	\$ 565,691,341
Capital Assets	830,720,310	824,379,871	15,438,935	18,218,405	846,159,245	842,598,276
Total Assets	1,411,730,890	1,398,099,283	10,503,295	10,190,334	1,422,234,185	1,408,289,617
Deferred Outflows of Resources						
Deferred Pension Outflows	30,894,621	-	1,649,345	-	32,543,966	-
Long-term Liabilities Outstanding	515,567,659	325,995,797	20,334,252	10,245,251	535,901,911	336,241,048
Other Liabilities	93,568,962	111,745,383	3,515,181	4,546,330	97,084,143	116,291,713
Total Liabilities	609,136,621	437,741,180	23,849,433	14,791,581	632,986,054	452,532,761
Deferred Inflows of Resources						
Deferred Pension Inflows	22,643,384	-	1,333,211	-	23,976,595	-
Net Position:						
Net Investment in Capital Assets	637,343,653	615,919,275	12,349,349	12,857,516	649,693,002	628,776,791
Restricted	66,113,565	93,663,238	-	-	66,113,565	93,663,238
Unrestricted	107,388,288	250,775,590	(25,379,353)	(17,458,763)	82,008,935	233,316,827
Total Net Position	\$ 810,845,506	960,358,103	\$ (13,030,004)	(4,601,247)	\$ 797,815,502	955,756,856
Change in accounting principle*		(172,351,153)		(11,113,214)		(183,464,367)
Total Net Position, as restated		\$ 788,006,950		\$ (15,714,461)		\$ 772,292,489

* This is the first year the County implement the new pension accounting and financial reporting standards in GASB Statements 68 and 71. The County had to make a prior year change in accounting principles to record the County's net pension liability and deferred outflows of resources.

The government's net position increased by \$25,523,013 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 \$22,838,556 thereby accounting for nearly all of the total growth in the net position. Key elements of this increase are as follows:

- The General Government expenditures decreased \$8,499,965 while revenues increased \$2,464,265 for a net increase in net position of \$11,964,230.
- The County Human Services grant revenue increased \$13,197,686.
- The County Public Works grant revenue increased \$7,351,286 and expenditures for transportation costs increased \$9,770,677.

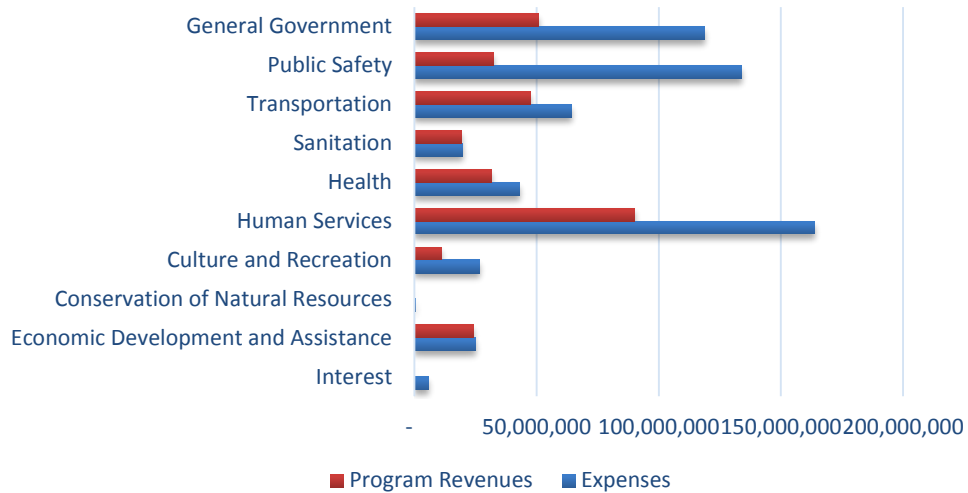
Summary of Changes in Net Position
For the Years Ended December 31, 2015 and 2014

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program Revenues:						
Charges for Services	\$ 99,551,038	\$ 95,687,859	\$ 32,081,529	\$ 30,434,329	\$ 131,632,567	\$ 126,122,188
Operating Grants and Contributions	203,794,055	179,865,659	304,292	388,952	204,098,347	180,254,611
Capital Grants and Contributions	3,124,690	1,721,516	176,099	-	3,300,789	1,721,516
General Revenues:						
Property Taxes	293,584,616	297,567,581	-	-	293,584,616	297,567,581
Wheelage Tax	4,184,673	3,883,855	-	-	4,184,673	-
Grants and Contributions not Restricted to Specific Programs	21,309,616	20,502,897	-	-	21,309,616	20,502,897
Investment Earnings (Loss)	3,139,941	3,337,343	43,520	31,545	3,183,461	3,368,888
Gain on Disposition of Capital Assets	239,872	383,780	(30,674)	36,862	209,198	420,642
Total Revenues	628,928,501	602,950,490	32,574,766	30,891,688	661,503,267	633,842,178
Expenses:						
General Government	118,584,926	127,084,891	-	-	118,584,926	127,084,891
Public Safety	133,837,013	139,654,941	-	-	133,837,013	139,654,941
Transportation	64,387,013	54,616,336	-	-	64,387,013	54,616,336
Sanitation	19,594,580	19,668,328	-	-	19,594,580	19,668,328
Health	43,027,461	38,055,782	-	-	43,027,461	38,055,782
Human Services	163,632,603	154,505,737	-	-	163,632,603	154,505,737
Culture and Recreation	26,684,186	25,827,682	-	-	26,684,186	25,827,682
Conservation of Natural Resources	300,474	318,442	-	-	300,474	318,442
Economic Development and Assistance	24,895,097	22,960,214	-	-	24,895,097	22,960,214
Interest	5,764,841	7,595,967	-	-	5,764,841	7,595,967
Lake Owasso Residence	-	-	9,488,558	9,220,086	9,488,558	9,220,086
Ramsey County Care Center	-	-	17,133,429	16,307,818	17,133,429	16,307,818
Ponds at Battle Creek	-	-	571,319	610,213	571,319	610,213
Vadnais Sports Center	-	-	1,274,327	597,106	1,274,327	597,106
Law Enforcement Services	-	-	6,804,427	7,033,709	6,804,427	7,033,709
Total Expenses	600,708,194	590,288,320	35,272,060	33,768,932	635,980,254	624,057,252
Increase (Decrease) in Net Position Before						
Transfers	28,220,307	12,662,170	(2,697,294)	(2,877,244)	25,523,013	9,784,926
Transfers	(5,381,751)	(2,327,492)	5,381,751	2,327,492	-	-
Increase (Decrease) in Net Position	22,838,556	10,334,678	2,684,457	(549,752)	25,523,013	9,784,926
Net Position - as restated*	788,006,950	-	(15,714,461)	-	772,292,489	-
Net Position - Ending	\$ 810,845,506	\$ 960,358,103	\$ (13,030,004)	\$ (4,601,247)	\$ 797,815,502	\$ 955,756,856

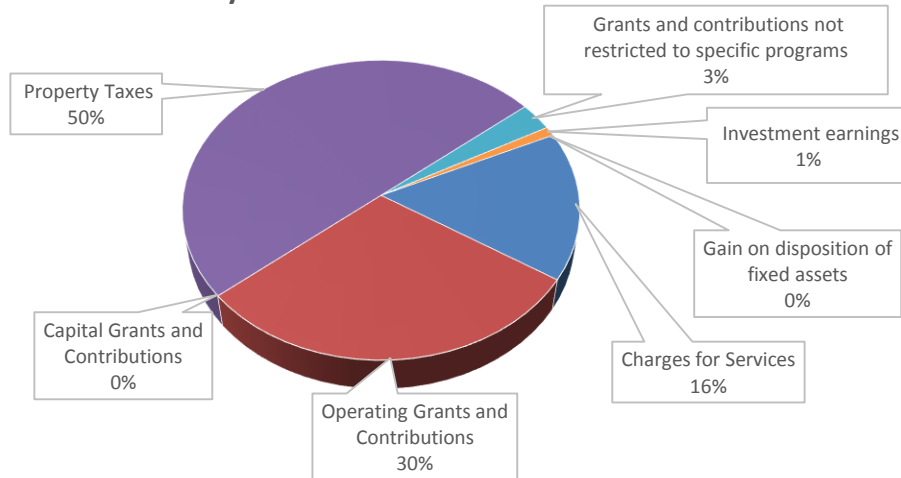
* Amount includes a change in accounting principles.

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

Program Revenues and Expenses by Governmental Activities (in dollars)



Revenues by Source - Governmental Activities



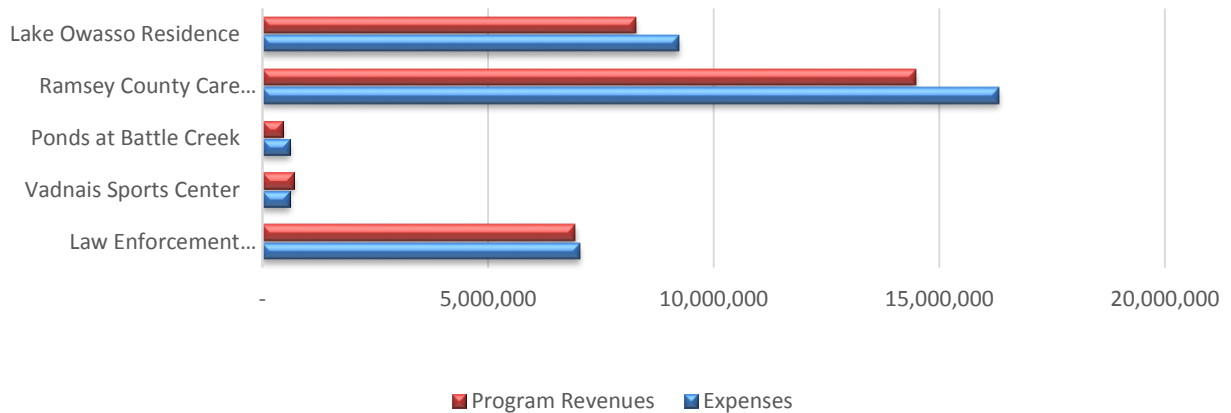
Business-type Activities - Business-type activities increased the County's net position by \$2,684,457. Key elements of this increase are as follows:

- Lake Owasso Residence had an increase of net position of \$387,738 due to a number of variables including an occupant day rate increase, occupancy increase and transfer from the County for increased operating expenses.

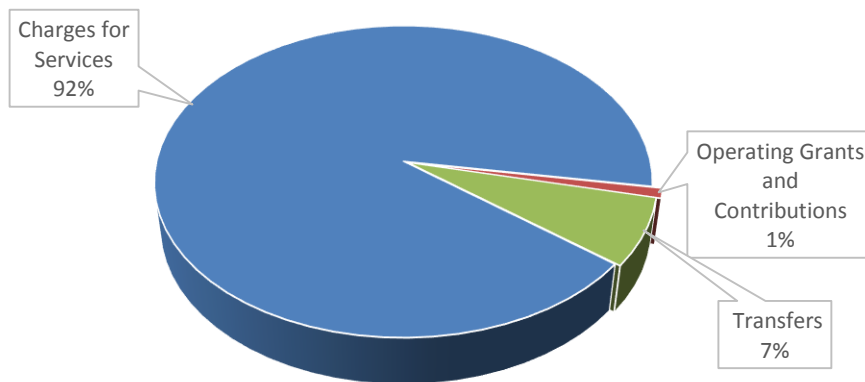
- Ramsey County Care Center had a decrease in net position of \$874,292 due primarily to increased costs and a reduction in reimbursements in rates from Medicare, HMO, and Managed Care services.
- Ponds at Battle Creek had an increase in net position of \$2,531,215 due to net transfers with the General and Debt Service Funds to close the fund.
- Vadnais Sports Center had an increase in net position of \$331,660 due to increase for charges for services related to a full year of operations in the facility:

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

Program Revenue and Expenses by 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 \$390,409,105 a total fund balance increase of \$20,181,682 in comparison with the prior year. Approximately 72.4% of this total amount or \$282,510,677 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 \$12,183,688; (2) restricted for debt service payments \$35,387,762; or (3) for a variety of other restricted purposes \$60,326,978. These other restricted purposes are described in detail in Note IV. J to the financial statements.

The General Fund is the chief operating fund of Ramsey County. At the end of the current fiscal year, unrestricted fund balance of the General Fund was \$217,333,637 while total fund balance reached \$229,704,583. 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 52.8% of that same amount.

The General Fund fund balance increased by \$546,109 which included the change to inventories during the current fiscal year. Key factors due to increases in intergovernmental revenues offset by lower increases in expenditures.

Solid Waste/Recycling Service Fee Fund had a total fund balance of \$18,304,778, all of which is restricted for waste management programs. The net decrease in fund balance during the current year was \$2,354,841. The decrease in fund balance due to a transfer out and decrease to charges for services revenue.

The Debt Service Fund had a total fund balance of \$35,387,762, all of which is restricted for the payment of debt service. The net increase in fund balance during the current year in the Debt Service Fund was \$2,753,087. The increase in fund balance for Debt Service was due to an increase in tax revenue and a net transfer from closing of Ponds at Battle Creek Fund.

The Capital Projects Fund had a fund balance of \$63,781,631. The fund balance increased by \$10,812,646 primarily due to a transfers made from the General Fund in compliance with the County Board Policy for use of unassigned balances for 2015.

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

Lake Owasso Residence had a increase of net position of \$387,738 due to a number of variables including an occupant day rate increase, occupancy increase and transfer from the County for increased operating expenses.

Net position of the Ramsey County Care Center at the end of the year amounted to \$(9,988,827). The total decrease in net position for the fund was \$874,292 due primarily to increased expenses for personal services for contract changes and supplies. Revenues from Medicare, HMO and Managed Care did not increase enough to cover increased expenses for personal services.

Net position of Ponds at Battle Creek at the end of the year amounted to \$0. The total increase in net position for the fund was \$2,531,215 due to a transfer to close the fund.

General Fund Budgetary Highlights

The overall net change in fund balance was \$20,327,325 more than the final amended budget. This increase was largely due to lower than budgeted expenditures in County Manager, Property Records and Revenue, Computer Equipment and Software, Sheriff, Public Works, Public Health, and Human Services. A decrease partially offset the increase in fund balance due to larger than budgeted transfers out.

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, 2015, amounts to \$846,159,245 (net of accumulated depreciation). This investment in capital assets includes land, buildings, building improvements, machinery and equipment, park facilities, roads, highways, bridges, and construction in progress. The total increase in the County’s investment in capital assets for the current fiscal year was 0.42% (a 0.77% increase for governmental activities and a 15.26% decrease for business-type activities).

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

- Construction and remodeling of library facilities:
 - New Shoreview Library for \$2,230,489
 - Remodeling of the White Bear Lake Library for \$2,017,274
- Emergency Communications:
 - CAD system for \$3,945,818
 - Radio equipment for \$1,124,094

Capital Assets, Net of Depreciation

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 147,392,368	\$ 146,310,567	\$ 1,877,153	\$ 1,877,153	\$ 149,269,521	\$ 148,187,720
Buildings & Improvements	375,682,609	379,595,809	12,533,713	13,516,735	388,216,322	393,112,544
Improvements Other Than Buildings	20,288,712	18,854,308	454,262	2,336,933	20,742,974	21,191,241
Machinery and Equipment	29,549,914	26,738,183	573,807	487,584	30,123,721	27,225,767
Infrastructure	216,227,256	216,956,727	-	-	216,227,256	216,956,727
Construction in Progress	41,579,451	35,924,277	-	-	41,579,451	35,924,277
Total	<u>\$ 830,720,310</u>	<u>\$ 824,379,871</u>	<u>\$ 15,438,935</u>	<u>\$ 18,218,405</u>	<u>\$ 846,159,245</u>	<u>\$ 842,598,276</u>

Additional information on the County’s capital assets can be found in Note IV.C on pages 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 \$203,250,000 which is backed by the full faith and credit of the government.

Outstanding Debt General Obligation Debt and Loans Payable

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
General Obligation Debt:						
Bonds	\$ 200,290,000	\$ 196,855,000	\$ 2,960,000	\$ 4,810,000	\$ 203,250,000	\$ 201,665,000
Notes	4,472,000	4,697,000	-	-	4,472,000	4,697,000
Loans Payable	10,065,001	16,703,334	-	-	10,065,001	16,703,334
Total	<u>\$ 214,827,001</u>	<u>\$ 218,255,334</u>	<u>\$ 2,960,000</u>	<u>\$ 4,810,000</u>	<u>\$ 217,787,001</u>	<u>\$ 223,065,334</u>

The County’s total bonded debt, note, and loans payable debt decreased by \$5,278,333 (2.4%) during the current fiscal year. The decrease was primarily due to the retirement of Loans Payable in 2015.

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 \$1,015,774,981 which is significantly in excess of its outstanding General Obligation debt of \$207,722,000.

Additional information on the County’s long-term debt can be found in Note IV.H on pages 49-54 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Ramsey County is currently 3.5%, which represents a decrease from a rate of 4.2% one year ago. The County unemployment rate is slightly below the state average of 3.7%, but well below the 5.0% 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 2015, the population estimated by the Census Bureau was 533,677.
- Estimated Market Value of Taxable Property in the County increased \$2,911,609,600 in 2015 to \$39,918,416,500 or 7.9%. Tax Capacity for Residential property recorded an increase in value of 8.23% while commercial values increased 3.28%.
- 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. The Wheelage tax approved in July 2013 provided \$4,184,673 for roads in 2015.

All of these factors were considered in preparing the County's budget for the 2016 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund was \$217,333,637. The 2016 approved budget included a 3.2% decrease in spending over the prior year. A 2.95% increase in the 2016 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.

RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 400,988,256	\$ 3,573,302	\$ 404,561,558
Investment with Trustee	58,371,831	-	58,371,831
Restricted Cash and Cash Equivalents	16,000	-	16,000
Petty Cash and Change Funds	27,305	21,100	48,405
Cooperative Investment	-	23,124	23,124
Receivables (Net):			
Taxes	2,045,685	-	2,045,685
Accounts	6,181,294	255,335	6,436,629
Accrued Interest	1,283,980	-	1,283,980
Internal Balances	10,914,383	(10,914,383)	-
Due from Other Governments	61,906,789	2,105,882	64,012,671
Lease Receivable	4,472,000	-	4,472,000
Loan Receivable	13,978,029	-	13,978,029
Notes Receivable	5,700,000	-	5,700,000
Prepaid Items	393,271	-	393,271
Inventories	1,593,492	-	1,593,492
Total Current Assets	<u>567,872,315</u>	<u>(4,935,640)</u>	<u>562,936,675</u>
Non Current Assets:			
Advance to Other Governments	105,817	-	105,817
Advance to Other Organizations	362,023	-	362,023
Property Held for Resale	12,670,425	-	12,670,425
Capital Assets not being Depreciated:			
Land	147,392,368	1,877,153	149,269,521
Construction in Progress	41,579,451	-	41,579,451
Capital Assets being Depreciated:			
Buildings	462,542,713	16,488,090	479,030,803
Building Improvements	41,853,860	3,708,387	45,562,247
Improvements other than Buildings	52,264,833	1,537,677	53,802,510
Machinery and Equipment	83,066,444	2,052,043	85,118,487
Computer Software	8,810,635	-	8,810,635
Infrastructure	456,128,562	-	456,128,562
Less: Accumulated Depreciation	<u>(462,918,556)</u>	<u>(10,224,415)</u>	<u>(473,142,971)</u>
Total Non Current Assets	<u>843,858,575</u>	<u>15,438,935</u>	<u>859,297,510</u>
Total Assets	<u>1,411,730,890</u>	<u>10,503,295</u>	<u>1,422,234,185</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Outflows	<u>30,894,621</u>	<u>1,649,345</u>	<u>32,543,966</u>
Total Deferred Outflows of Resources	<u>30,894,621</u>	<u>1,649,345</u>	<u>32,543,966</u>

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET POSITION
DECEMBER 31, 2015**

**EXHIBIT 1
(continued)**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
LIABILITIES			
Current Liabilities:			
Salaries Payable	9,541,520	816,485	10,358,005
Accounts Payable	15,118,049	380,943	15,498,992
Contracts Payable	9,513,322	-	9,513,322
Interest Payable, Current	3,484,657	60,308	3,544,965
Loan Payable, Current	6,693,334	-	6,693,334
Due to Other Governments	6,275,482	442,298	6,717,780
General Obligation Bonds Payable, Current	19,975,958	384,675	20,360,633
Claims and Judgments Payable, Current	4,191,971	-	4,191,971
Vacation and Compensatory Time Payable	18,758,669	1,430,472	20,189,141
Current Liabilities Payable from Restricted Assets:			
Customer Deposits Payable	16,000	-	16,000
Total Current Liabilities	<u>93,568,962</u>	<u>3,515,181</u>	<u>97,084,143</u>
Non Current Liabilities:			
Unearned Revenue	6,058,803	-	6,058,803
General Obligation Bonds Payable, Long-term	197,958,603	2,704,912	200,663,515
Loans Payable, Long-term	3,371,667	-	3,371,667
Compensated Absences Payable	16,816,802	822,311	17,639,113
Claims and Judgments Payable, Long-term	2,826,785	-	2,826,785
Net OPEB Liability	103,689,519	5,114,212	108,803,731
Net Pension Liability	184,845,480	11,692,817	196,538,297
Total Non Current Liabilities	<u>515,567,659</u>	<u>20,334,252</u>	<u>535,901,911</u>
Total Liabilities	<u>609,136,621</u>	<u>23,849,433</u>	<u>632,986,054</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Inflows	22,643,384	1,333,211	23,976,595
Total Deferred Inflows of Resources	<u>22,643,384</u>	<u>1,333,211</u>	<u>23,976,595</u>
NET POSITION			
Net Investment in Capital Assets	637,343,653	12,349,349	649,693,002
Restricted for:			
Debt Service	35,387,762	-	35,387,762
General Government	2,544,648	-	2,544,648
Public Safety	1,357,959	-	1,357,959
Sanitation	18,829,478	-	18,829,478
Culture and Recreation	4,353,721	-	4,353,721
Conservation of Natural Resources	1,446,944	-	1,446,944
Economic Development	925,996	-	925,996
Other Purposes	1,267,057	-	1,267,057
Unrestricted	107,388,288	(25,379,353)	82,008,935
Total Net Position	<u>\$ 810,845,506</u>	<u>\$ (13,030,004)</u>	<u>\$ 797,815,502</u>

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, 2015

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 118,584,926	\$ 31,637,055	\$ 19,110,271	\$ -	\$ (67,837,600)	\$ -	\$ (67,837,600)
Public Safety	133,837,013	17,310,255	14,961,235	-	(101,565,523)	-	(101,565,523)
Transportation	64,387,013	5,389,382	38,929,189	3,124,690	(16,943,752)	-	(16,943,752)
Sanitation	19,594,580	17,171,481	1,984,594	-	(438,505)	-	(438,505)
Health	43,027,461	12,127,949	19,286,487	-	(11,613,025)	-	(11,613,025)
Human Services	163,632,603	7,960,558	82,200,654	-	(73,471,391)	-	(73,471,391)
Culture and Recreation	26,684,186	7,094,744	4,004,982	-	(15,584,460)	-	(15,584,460)
Conservation of Natural Resources	300,474	-	-	-	(300,474)	-	(300,474)
Economic Development and Assistance	24,895,097	859,614	23,316,643	-	(718,840)	-	(718,840)
Interest	5,764,841	-	-	-	(5,764,841)	-	(5,764,841)
Total Governmental Activities	600,708,194	99,551,038	203,794,055	3,124,690	(294,238,411)	-	(294,238,411)
Business-type Activities:							
Lake Owasso Residence	9,488,558	8,512,694	19,968	-	-	(955,896)	(955,896)
Ramsey County Care Center	17,133,429	14,615,053	33,778	176,099	-	(2,308,499)	(2,308,499)
Ponds at Battle Creek	571,319	508,564	-	-	-	(62,755)	(62,755)
Vadnais Sports Center	1,274,327	1,605,987	-	-	-	331,660	331,660
Law Enforcement Services	6,804,427	6,839,231	250,546	-	-	285,350	285,350
Total Business-type Activities	35,272,060	32,081,529	304,292	176,099	-	(2,710,140)	(2,710,140)
Total Government	\$ 635,980,254	\$ 131,632,567	\$ 204,098,347	\$ 3,300,789	(294,238,411)	(2,710,140)	(296,948,551)
General revenues:							
Property Taxes					293,584,616	-	293,584,616
Wheelage Taxes					4,184,673	-	4,184,673
Grants and Contributions Not Restricted to Specific Programs					21,309,616	-	21,309,616
Investment Earnings (Loss)					3,139,941	43,520	3,183,461
Gain (Loss) on Disposition of Capital Assets					239,872	(30,674)	209,198
Transfers					(5,381,751)	5,381,751	-
Total General Revenues and Transfers					317,076,967	5,394,597	322,471,564
Change in Net Position					22,838,556	2,684,457	25,523,013
Net Position - Beginning as Restated					788,006,950	(15,714,461)	772,292,489
Net Position - Ending					\$ 810,845,506	\$ (13,030,004)	\$ 797,815,502

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

**RAMSEY COUNTY, MINNESOTA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2015**

EXHIBIT 3

	General	Solid Waste/ Recycling Service Fee Special Revenue Fund	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 198,206,360	\$ 16,894,720	\$ 30,603,306	\$ 73,870,964	\$ 50,942,959	\$ 370,518,309
Petty Cash and Change Funds	24,785	50	-	-	2,395	27,230
Receivables (Net):						
Taxes	4,081,637	-	380,614	-	454,579	4,916,830
Accounts	1,778,805	20,337	-	247,913	4,079,976	6,127,031
Accrued Interest	950,274	-	-	-	333,706	1,283,980
Due from Other Funds	19,780,948	12,662	-	-	553,120	20,346,730
Due from Other Governments	18,653,011	18,013,991	-	16,751,458	7,945,371	61,363,831
Lease Receivable	-	-	4,472,000	-	-	4,472,000
Notes Receivable	1,800,000	-	3,900,000	-	-	5,700,000
Loans Receivable	5,978,703	-	-	-	7,999,326	13,978,029
Inventories	1,590,796	-	-	-	2,696	1,593,492
Advance to Other Funds	10,095,126	3,056,478	690,662	9,600,000	-	23,442,266
Advance to Other Governments	105,817	-	-	-	-	105,817
Advance to Other Organizations	362,023	-	-	-	-	362,023
Property Held for Resale	752,200	-	-	-	-	752,200
Restricted Cash and Cash Equivalents	15,000	-	-	-	-	15,000
Total Assets	264,175,485	37,998,238	40,046,582	100,470,335	72,314,128	515,004,768
LIABILITIES						
Salaries Payable	8,117,043	84,639	-	3,826	893,876	9,099,384
Accounts Payable	8,661,625	16,193	-	3,130	3,225,504	11,906,452
Contracts Payable	-	313,923	-	7,297,704	1,901,695	9,513,322
Due to Other Funds	2,084,362	17,924,276	-	103,915	1,674,924	21,787,477
Due to Other Governments	3,651,117	1,350,303	-	6,363	1,208,721	6,216,504
Unearned Revenue	1,503	-	-	4,714,678	1,342,622	6,058,803
Advance from Other Funds	-	-	378,206	8,273,399	4,500,000	13,151,605
Claims and Judgments Payable	114,339	-	-	-	-	114,339
Liabilities Payable from Restricted Assets	15,000	-	-	-	-	15,000
Total Liabilities	22,644,989	19,689,334	378,206	20,403,015	14,747,342	77,862,886
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue	11,825,913	4,126	4,280,614	16,285,689	14,336,435	46,732,777
FUND BALANCES						
Nonspendable	12,178,547	50	-	-	5,091	12,183,688
Restricted	192,399	18,304,728	35,387,762	29,601,176	12,228,675	95,714,740
Committed	1,693,743	-	-	34,180,455	4,773,407	40,647,605
Assigned	36,771,270	-	-	-	26,223,178	62,994,448
Unassigned	178,868,624	-	-	-	-	178,868,624
Total Fund Balances	229,704,583	18,304,778	35,387,762	63,781,631	43,230,351	390,409,105
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 264,175,485	\$ 37,998,238	\$ 40,046,582	\$ 100,470,335	\$ 72,314,128	

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.	837,361,192
Other long-term assets are not available to pay for current-period expenditures and therefore, are deferred in the funds.	43,861,634
Deferred outflows of resources resulting from pension obligation are not available resources and, therefore are not reported in the governmental funds.	29,860,031
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 service funds are included in governmental activities in the Statement of Net Position.	(18,865,864)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(449,960,042)
Deferred inflows resulting from pension obligations are not due and payable in the current period and therefore are not reported in governmental funds.	(21,820,550)
Net assets of governmental activities	\$ 810,845,506

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, 2015

	General	Solid Waste/ Recycling Service Fee Special Revenue Fund	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 231,465,910	\$ 941	\$ 23,552,235	\$ 5,034,673	\$ 38,761,427	\$ 298,815,186
Licenses and Permits	1,004,196	718,810	-	-	258,528	1,981,534
Intergovernmental	157,157,564	1,984,594	660,313	32,111,060	35,633,162	227,546,693
Private Grants and Donations	453,990	-	-	-	441,231	895,221
Charges for Services	45,566,022	16,407,152	-	-	8,764,673	70,737,847
Fines and Forfeitures	387	-	-	-	1,097,782	1,098,169
Sales	1,168,607	-	-	8,400	2,977,893	4,154,900
Rental Income	953,322	-	-	43,000	1,896,520	2,892,842
Investment Earnings	2,770,795	11,731	168,622	13,014	154,121	3,118,283
Program Recoveries - Community Human Services	3,849,708	-	-	-	-	3,849,708
Miscellaneous	10,941,154	54,853	-	1,960,734	1,088,836	14,045,577
Total Revenues	<u>455,331,655</u>	<u>19,178,081</u>	<u>24,381,170</u>	<u>39,170,881</u>	<u>91,074,173</u>	<u>629,135,960</u>
EXPENDITURES						
Current:						
General Government	87,997,709	-	-	-	10,192,981	98,190,690
Public Safety	110,575,664	-	-	-	17,478,012	128,053,676
Transportation	17,030,071	-	-	-	9,276,832	26,306,903
Sanitation	-	18,615,405	-	-	515,305	19,130,710
Health	40,610,584	-	-	-	52,882	40,663,466
Human Services	163,787,066	-	-	-	123,676	163,910,742
Culture and Recreation	10,949,839	-	-	-	11,539,159	22,488,998
Conservation of Natural Resources	43,352	-	-	-	-	43,352
Economic Development and Assistance	-	-	-	-	24,853,630	24,853,630
Capital Outlay:						
General Government	1,144,322	-	-	17,932,090	-	19,076,412
Public Safety	799,520	-	-	1,805,116	-	2,604,636
Transportation	1,228,233	-	-	39,338,946	1,119,568	41,686,747
Health	8,886	-	-	233,953	-	242,839
Human Services	-	-	-	56,528	-	56,528
Culture and Recreation	492,030	-	-	3,482,984	-	3,975,014
Debt Service:						
Bond Issuance Costs	-	-	-	169,555	-	169,555
Principal Retirement	-	-	16,085,000	-	6,638,333	22,723,333
Interest	-	-	8,114,603	-	274,047	8,388,650
Total Expenditures	<u>434,667,276</u>	<u>18,615,405</u>	<u>24,199,603</u>	<u>63,019,172</u>	<u>82,064,425</u>	<u>622,565,881</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,664,379</u>	<u>562,676</u>	<u>181,567</u>	<u>(23,848,291)</u>	<u>9,009,748</u>	<u>6,570,079</u>
OTHER FINANCING SOURCES (USES)						
Bonds Issued	-	-	-	17,945,000	-	17,945,000
Premium on Sale of Bonds	-	-	-	1,426,885	-	1,426,885
Proceeds from Sale of Assets	288,799	-	-	-	-	288,799
Transfers In	1,689,729	-	3,054,933	18,518,985	253,836	23,517,483
Transfers Out	(21,963,475)	(2,917,517)	(483,413)	(3,229,933)	(836,153)	(29,430,491)
Total Other Financing Sources (Uses)	<u>(19,984,947)</u>	<u>(2,917,517)</u>	<u>2,571,520</u>	<u>34,660,937</u>	<u>(582,317)</u>	<u>13,747,676</u>
Net Change in Fund Balances	679,432	(2,354,841)	2,753,087	10,812,646	8,427,431	20,317,755
Fund Balances - Beginning	229,158,475	20,659,619	32,634,675	52,968,985	34,805,670	370,227,424
Increase (decrease) in inventories	(133,324)	-	-	-	(2,750)	(136,074)
Fund Balances - Ending	<u>\$ 229,704,583</u>	<u>\$ 18,304,778</u>	<u>\$ 35,387,762</u>	<u>\$ 63,781,631</u>	<u>\$ 43,230,351</u>	<u>\$ 390,409,105</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, 2015**

Net change in fund balances - total governmental funds (Exhibit 4)	\$ 20,317,755
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.	5,465,571
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.	(64,939)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,882,385
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.	1,768,565
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.	(1,785,526)
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>(5,745,256)</u>
Net change in net position of governmental activities (Exhibit 2)	<u>\$ 22,838,555</u>

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015**

EXHIBIT 6

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Lake Owasso Residence	Ramsey County Care Center	Vadnais Sports Center	Nonmajor Law Enforcement Services		
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 2,216,684	\$ 178,677	\$ 410,676	\$ 767,265	\$ 3,573,302	\$ 30,469,947
Cash with Trustee	-	-	-	-	-	58,371,831
Petty Cash and Change Funds	5,900	14,000	1,200	-	21,100	75
Cooperative Investment	-	23,124	-	-	23,124	-
Accounts Receivable (Net)	-	133,337	115,250	6,748	255,335	54,263
Due from Other Funds	-	5,132	-	-	5,132	11,779,877
Due from Other Governments	860,228	1,139,783	-	105,871	2,105,882	542,958
Prepaid Items	-	-	-	-	-	393,271
Restricted Cash and Cash Equivalents	-	-	-	-	-	1,000
Total Current Assets	<u>3,082,812</u>	<u>1,494,053</u>	<u>527,126</u>	<u>879,884</u>	<u>5,983,875</u>	<u>101,613,222</u>
Noncurrent Assets:						
Property Held for Resale	-	-	-	-	-	467,423
Capital Assets:						
Land	7,873	99,200	1,770,080	-	1,877,153	-
Buildings	4,072,132	4,368,576	8,047,382	-	16,488,090	-
Building Improvements	7,689	3,700,698	-	-	3,708,387	7,335,473
Improvements Other Than Buildings	647,707	889,970	-	-	1,537,677	298,919
Machinery and Equipment	415,430	433,988	65,822	1,136,803	2,052,043	6,471,427
Less Accumulated Depreciation	(2,419,294)	(6,803,925)	(257,619)	(743,577)	(10,224,415)	(9,295,899)
Total Capital Assets (Net of Accumulated Depreciation)	<u>2,731,537</u>	<u>2,688,507</u>	<u>9,625,665</u>	<u>393,226</u>	<u>15,438,935</u>	<u>4,809,920</u>
Total Noncurrent Assets	<u>2,731,537</u>	<u>2,688,507</u>	<u>9,625,665</u>	<u>393,226</u>	<u>15,438,935</u>	<u>5,277,343</u>
Total Assets	<u>5,814,349</u>	<u>4,182,560</u>	<u>10,152,791</u>	<u>1,273,110</u>	<u>21,422,810</u>	<u>106,890,565</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Pension Outflows	644,915	999,458	4,972	-	1,649,345	1,034,590
Total Deferred Outflows of Resources	<u>644,915</u>	<u>999,458</u>	<u>4,972</u>	<u>-</u>	<u>1,649,345</u>	<u>1,034,590</u>
LIABILITIES						
Current Liabilities:						
Salaries Payable	250,860	387,548	18,527	159,550	816,485	442,136
Accounts Payable	56,039	251,151	63,927	9,826	380,943	3,211,597
Interest Payable	29,519	30,789	-	-	60,308	-
Due to Other Funds	2,210,760	3,659,379	2,562	28,767	5,901,468	4,442,797
Due to Other Governments	8,856	12,522	9,032	411,888	442,298	58,978
General Obligation Bonds Payable	280,556	104,119	-	-	384,675	-
Vacation and Compensatory Time Payable	471,951	506,265	24,275	427,980	1,430,471	863,482
Payable from Restricted Assets:						
Customer Deposits Payable	-	-	-	-	-	1,000
Total Current Liabilities	<u>3,308,541</u>	<u>4,951,773</u>	<u>118,323</u>	<u>1,038,011</u>	<u>9,416,648</u>	<u>9,019,990</u>
Noncurrent Liabilities:						
General Obligation Bonds Payable	1,223,382	1,481,530	-	-	2,704,912	-
Advance from Other Funds	378,206	312,456	9,600,000	-	10,290,662	-
Compensated Absences Payable	289,676	531,670	965	-	822,311	813,765
Net OPEB Liability	-	-	-	-	-	108,803,731
Net Pension Liability	4,572,044	7,085,527	35,246	-	11,692,817	7,172,298
Total Noncurrent Liabilities	<u>6,463,308</u>	<u>9,411,183</u>	<u>9,636,211</u>	<u>-</u>	<u>25,510,702</u>	<u>116,789,794</u>
Total Liabilities	<u>9,771,849</u>	<u>14,362,956</u>	<u>9,754,534</u>	<u>1,038,011</u>	<u>34,927,350</u>	<u>125,809,784</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Pension Inflows	521,303	807,889	4,019	-	1,333,211	822,834
Total Deferred Inflows of Resources	<u>521,303</u>	<u>807,889</u>	<u>4,019</u>	<u>-</u>	<u>1,333,211</u>	<u>822,834</u>
NET POSITION						
Net Investment in Capital Assets	1,227,599	1,102,859	9,625,665	393,226	12,349,349	4,809,920
Unrestricted	(5,061,487)	(11,091,686)	(9,226,455)	(158,127)	(25,537,755)	(23,517,383)
Total Net Position	<u>\$ (3,833,888)</u>	<u>\$ (9,988,827)</u>	<u>\$ 399,210</u>	<u>\$ 235,099</u>	<u>(13,188,406)</u>	<u>\$ (18,707,463)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					158,402	
Net Position of Business-Type Activities					<u>\$ (13,030,004)</u>	

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

RAMSEY COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise Funds					Total	Governmental
	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Vadnais Sports Center	Nonmajor Law Enforcement Services		Total
OPERATING REVENUES:							
Charges for Services	\$ 8,512,372	\$ 14,601,191	\$ 394,903	\$ 1,591,237	\$ 6,822,885	\$ 31,922,588	\$ 48,759,630
Sales	-	-	-	11,250	3,285	14,535	4,304
Rental Income	-	-	74,154	-	-	74,154	-
Miscellaneous	322	13,863	39,507	3,500	13,061	70,253	270,100
Total Operating Revenues	<u>8,512,694</u>	<u>14,615,054</u>	<u>508,564</u>	<u>1,605,987</u>	<u>6,839,231</u>	<u>32,081,530</u>	<u>49,034,034</u>
OPERATING EXPENSES:							
Personal Services	7,490,094	12,118,577	213,500	468,786	5,382,983	25,673,940	12,804,240
Other Services and Charges	1,245,865	3,214,340	158,634	460,157	971,148	6,050,144	15,330,748
Supplies	545,968	1,407,071	53,048	181,651	221,380	2,409,118	6,753,271
OPEB Expense	-	-	-	-	-	-	19,533,049
Depreciation	162,959	338,161	114,831	163,733	228,916	1,008,600	1,022,601
Total Operating Expenses	<u>9,444,886</u>	<u>17,078,149</u>	<u>540,013</u>	<u>1,274,327</u>	<u>6,804,427</u>	<u>35,141,802</u>	<u>55,443,909</u>
Operating Income (Loss)	<u>(932,192)</u>	<u>(2,463,095)</u>	<u>(31,449)</u>	<u>331,660</u>	<u>34,804</u>	<u>(3,060,272)</u>	<u>(6,409,875)</u>
NONOPERATING REVENUES (EXPENSES):							
Intergovernmental Revenue	19,968	33,778	-	-	250,546	304,292	48,776
Amortization of (Discount) Premium on Bonds	20,556	4,119	34,818	-	-	59,493	-
Interest Expense	(72,031)	(74,290)	(66,217)	-	-	(212,538)	-
Loss on Disposal of Capital Assets	(3,011)	(27,663)	-	-	-	(30,674)	(401)
Investment Earnings	-	43,520	-	-	-	43,520	639,029
Total Nonoperating Revenues (Expenses)	<u>(34,518)</u>	<u>(20,536)</u>	<u>(31,399)</u>	<u>-</u>	<u>250,546</u>	<u>164,093</u>	<u>687,404</u>
Income before Contributions and Transfers	<u>(966,710)</u>	<u>(2,483,631)</u>	<u>(62,848)</u>	<u>331,660</u>	<u>285,350</u>	<u>(2,896,179)</u>	<u>(5,722,471)</u>
Capital Contributions	-	176,099	-	-	-	176,099	-
Transfers In	1,354,448	1,433,287	5,803,118	-	-	8,590,853	644,139
Transfers Out	-	(47)	(3,209,055)	-	-	(3,209,102)	(865,247)
Change in Net Position	<u>387,738</u>	<u>(874,292)</u>	<u>2,531,215</u>	<u>331,660</u>	<u>285,350</u>	<u>2,661,671</u>	<u>(5,943,579)</u>
Total Net Position - Beginning as Restated	<u>(4,221,626)</u>	<u>(9,114,535)</u>	<u>(2,531,215)</u>	<u>67,550</u>	<u>(50,251)</u>		<u>(12,763,884)</u>
Total Net Position - Ending	<u>\$ (3,833,888)</u>	<u>\$ (9,988,827)</u>	<u>\$ -</u>	<u>\$ 399,210</u>	<u>\$ 235,099</u>		<u>\$ (18,707,463)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.						22,786	
Change in Net Position of Business-type Activities (Exhibit 2)						<u>\$ 2,684,457</u>	

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Vadnais Sports Center	Nonmajor Law Enforcement Services		
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from Customers and Users	\$ 8,465,525	\$ 15,003,134	\$ 534,910	\$ 1,702,992	\$ 6,819,771	\$ 32,526,332	\$ 4,081,702
Receipts from Interfund Services Provided	-	-	-	-	-	-	44,718,574
Payments to Suppliers	(1,757,067)	(4,046,774)	(291,762)	(690,128)	(1,217,582)	(8,003,313)	(30,292,619)
Payments to Employees	(7,406,014)	(12,251,822)	(240,056)	(461,068)	(5,567,781)	(25,926,741)	(12,838,269)
Payments for Interfund Services Used	-	-	-	-	-	-	(4,433,310)
Net Cash Provided (Used) for Operating Activities	<u>(697,556)</u>	<u>(1,295,462)</u>	<u>\$ 3,092</u>	<u>551,796</u>	<u>34,408</u>	<u>(1,403,722)</u>	<u>1,236,078</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Intergovernmental Revenue	19,968	33,778	-	-	250,546	304,292	48,776
Transfers In	1,354,448	1,433,287	62,715	-	-	2,850,450	644,139
Advances from Other Funds	-	60,014	229,550	(200,000)	-	89,564	-
Transfers Out	-	(47)	(873,805)	-	-	(873,852)	(865,247)
Net Cash Provided (Used) for Noncapital Financing Activities	<u>1,374,416</u>	<u>1,527,032</u>	<u>(581,540)</u>	<u>(200,000)</u>	<u>250,546</u>	<u>2,370,454</u>	<u>(172,332)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Purchases of Capital Assets	(21,648)	(103,286)	-	(65,823)	(224,219)	(414,976)	(1,962,811)
Principal Paid on Capital Debt	(245,000)	(95,000)	(160,000)	-	-	(500,000)	-
Interest Paid on Capital Debt	(77,124)	(80,248)	(69,550)	-	-	(226,922)	-
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(343,772)</u>	<u>(278,534)</u>	<u>(229,550)</u>	<u>(65,823)</u>	<u>(224,219)</u>	<u>(1,141,898)</u>	<u>(1,962,811)</u>
CASH FLOWS FROM INVESTING ACTIVITIES							
Dividend Received	-	83,923	-	-	-	83,923	-
Investment Earnings (Loss)	-	-	-	-	-	-	639,029
Net Cash Provided (Used) for Investing Activities	<u>-</u>	<u>83,923</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>83,923</u>	<u>639,029</u>
Net Increase (Decrease) in Cash and Cash Equivalents	333,088	36,959	(807,998)	285,973	60,735	(91,243)	(260,036)
Cash and Cash Equivalents, January 1	1,883,596	141,718	807,998	124,703	706,530	3,664,545	89,102,889
Cash and Cash Equivalents, December 31	<u>\$ 2,216,684</u>	<u>\$ 178,677</u>	<u>\$ -</u>	<u>\$ 410,676</u>	<u>\$ 767,265</u>	<u>\$ 3,573,302</u>	<u>\$ 88,842,853</u>

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

**RAMSEY COUNTY, MINNESOTA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015**

**EXHIBIT 8
(Continued)**

	Business-type Activities - Enterprise Funds					Total	Governmental Activities - Internal Service Funds
	Lake Owasso Residence	Ramsey County Care Center	Ponds at Battle Creek	Vadnais Sports Center	Nonmajor Law Enforcement Services		
Reconciliation of Operating Income to Net							
Cash Provided (Used) by Operating Activities:							
Operating Income (Loss)	\$ (932,192)	\$ (2,463,095)	\$ (31,449)	\$ 331,660	\$ 34,804	\$ (3,060,272)	\$ (6,409,875)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:							
Depreciation Expense	162,959	338,161	114,831	163,733	228,916	1,008,600	1,022,601
Changes in Assets and Liabilities:							
(Increase) Decrease in Accounts Receivable	-	199,515	26,346	97,005	-	322,866	(34,458)
(Increase) Decrease in Due from Other Funds	-	(5,132)	-	-	-	(5,132)	(154,741)
(Increase) Decrease in Due from Other Governments	(47,169)	162,675	-	-	(19,460)	96,046	(137,510)
(Increase) Decrease in Prepaid Items	-	-	-	-	-	-	(68,079)
(Increase) Decrease in Deferred Pension Outflows	(644,915)	(999,458)	-	(4,972)	-	(1,649,345)	(1,034,590)
(Increase) Decrease in Inventories	16,121	-	-	-	-	16,121	-
Increase (Decrease) in Salaries Payable	(194,922)	(335,950)	(5,481)	(10,474)	(152,290)	(699,117)	(361,223)
Increase (Decrease) in Accounts Payable	16,753	(97,660)	(5,016)	(35,484)	4,455	(116,952)	(1,227,030)
Increase (Decrease) in Due to Other Funds	167,490	695,992	(73,250)	(11,975)	(8,776)	769,481	276,662
Increase (Decrease) in Due to Other Governments	(70)	7,326	(1,813)	(860)	(20,733)	(16,150)	(2,859)
Increase (Decrease) in Vacation and Compensatory Time Payable	23,500	15,417	(9,234)	16,432	(32,508)	13,607	74,868
Increase (Decrease) in Compensated Absences Payable	(13,046)	27,634	(11,842)	965	-	3,711	8,361
Increase (Decrease) in Net OPEB Liability	226,632	-	-	-	-	226,632	8,088,373
Increase (Decrease) in Deferred Pension Inflows	-	807,889	-	4,019	-	811,908	822,834
Increase (Decrease) in Net Pension Liability	521,303	351,224	-	1,747	-	874,274	372,744
Net Cash Provided (Used) by Operating Activities	\$ (697,556)	\$ (1,295,462)	\$ 3,092	\$ 551,796	\$ 34,408	\$ (1,403,722)	\$ 1,236,078
Schedule of non-cash capital and related activities:							
Loss on disposition of capital assets	-	27,663	-	-	-	27,663	
Gain on investment	-	40,403	-	-	-	40,403	
Contribution from Governmental Activities							
Assumption of debt	-	-	5,740,404	-	-	5,740,404	
Contribution to Governmental Activities Capital Assets							
Buildings			(711,022)			(711,022)	
Improvements Other Than Buildings			(1,609,660)			(1,609,660)	
Machinery and Equipment			(14,568)			(14,568)	

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

EXHIBIT 9

RAMSEY COUNTY, MINNESOTA
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 DECEMBER 31, 2015

	<u>Private Purpose Trust Funds</u>	<u>Agency Fund</u>
ASSETS		
Cash and Cash Equivalents	\$ 335,318	\$ 31,662,163
Receivables:		
Accounts	-	5,243,781
Due from Other Governments	-	56,190.00
Total Assets	<u>335,318</u>	<u>36,962,134</u>
LIABILITIES		
Custodial Payable	9,451	21,384,710
Due to Other Governments	-	15,577,424
Total Liabilities	<u>9,451</u>	<u>\$ 36,962,134</u>
NET POSITION		
Held in Trust for Private Purposes	<u>\$ 325,867</u>	

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

EXHIBIT 10

RAMSEY COUNTY, MINNESOTA
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Private Purpose Trust Funds</u>
ADDITIONS	
Receipts from Clients	\$ 277,944
Investment Earnings	15
Total Additions	<u>277,959</u>
DEDUCTIONS	
Payments to Clients or on Behalf of Clients	<u>278,830</u>
Change in Net Position	(871)
Net Position- Beginning	326,738
Net Position - Ending	<u>\$ 325,867</u>

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

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

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RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

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, in 1987, 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. Management of Ramsey County has operational responsibility for the Authority. Separate financial statements can be obtained from the Ramsey County Finance Department.

The Ramsey County Housing and Redevelopment Authority was created in 1993 by the Ramsey County Board pursuant to State Statute. The seven member Housing and Redevelopment Authority is appointed by the Ramsey County Board of Commissioners. Currently, the Housing and Redevelopment Authority consists of seven members from the Ramsey County Board. The Authority's financial activities are presented in the Housing and Redevelopment Authority Special Revenue Fund. The Authority is fiscally dependent on Ramsey County and there is a potential financial benefit or burden relationship. 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 Recycling Energy Board. The Recycling Energy 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 Recycling Energy 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.D. 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. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments for direct interfund services provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. 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

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

reported for the various functional activities. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental, proprietary, 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, 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 *Solid Waste/Recycling Service Fee Special Revenue Fund* accounts for the financial activities of waste management services.

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 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.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

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

Ponds at Battle Creek Fund is a golf course on 80 acres of land owned by Ramsey County Community Corrections Department. The course will not only expand golf services to County residents, but also provide transferable work opportunities for workhouse inmates under the Productive Day Program. As of 12/31/2015 this fund became part of the *General Fund*.

The *Vadnais Sports Center* is a sports complex that features two NHL regulation-size hockey rinks and a 100,000-square-foot sports dome. The sports dome provides spring and summer athletes a perfect place to keep their skills sharp all winter long. The dome can host soccer, baseball, softball, lacrosse, football and many other athletic activities.

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.

- Information Services was created by combining Data Processing and Telecommunications – to provide computer and telephone 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.
- 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.
- Employee Health Insurance – to provide resources for Employee Health Insurance for employees.

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 non-operating 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, Ramsey County Care Center, Ponds at Battle Creek, Vadnais Sports 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 non-operating revenues and expenses.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

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

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources 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, 2015, 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 2015 were \$ 2,770,795.

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 uncollectible. Trade accounts in excess of 120 days comprise the trade accounts receivable allowance for uncollectible. 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, 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 \$100,000, depending on asset category, and an estimated useful life in excess of one year. The County, effective October 1, 2014, no longer capitalizes items that were considered high risk that no longer meets the dollar threshold. Those assets that don't meet the current policy and have not been fully depreciated will remain in the capital asset system to be retired as appropriate. 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.

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

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 of 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 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.

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. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expenditure/expense) until then. The County has one item that qualifies for reporting in this category: deferred pension outflows, reported in the government-wide statement of net position. The pension obligation amounts are deferred and the length of the expense recognition period is equal to the average of the expected remaining service lives of all employees that are provided with pension through the pension plan, determined as of the beginning of the measurement period. In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has two types of items. The first, unavailable revenue, arises only

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under a modified accrual basis of accounting, and is reported only in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available. The County also has deferred inflows related to pension obligations. The difference between expected and actual economic experience are recognized over a four or six year period, depending on retirement plan. The other, deferred pension inflows are deferred and the length of the expense recognition period is equal to the average of the expected remaining service lives of all employees that are provided with pension through the pension plan, determined at the beginning of the measurement period.

9. Pension Plan

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA except that PERA's fiscal year end is June 30. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Plan investments are reported at fair value.

10. 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:

Debt Service	\$	35,387,762
Environmental Response Fund		1,254,545
Criminal Forfeiture		1,357,959
Sanitation		18,829,478
Library		3,869,924
Parks and Recreation		483,797
Aggregate Material		192,399
County Recorder's Equipment		1,262,056
Affordable Housing		925,996
Donations		579,230
Other		1,970,419
Total	<u>\$</u>	<u>66,113,565</u>

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.

11. Estimates in Financial Statements

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

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E. Changes in Accounting Principles

During the year ended December 31, 2015, the County adopted new accounting guidance by implementing the provisions of GASB Statements 68, 71, and 82. GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, requires governments providing defined benefit pensions to employees through pension plans administered through trusts to record their proportionate share of the net pension obligation as a liability on their financial statements along with related deferred outflows of resources, deferred inflows of resources, and pension expense. This statement also requires additional note disclosures and schedules in the required supplementary information.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, addresses an issue regarding amounts associated with contributions made to a pension plan after the measurement date of the net pension liability.

GASB Statement No. 82, *Pension Issues - an amendment of GASB Statement No. 67, No. 68, and No. 73*, modifies the measure of payroll that is presented in the required supplementary information schedules.

GASB Statements 68 and 71 require the County to report its proportionate share of the PERA total employers' unfunded pension liability. As a result, beginning net position has been restated to record the County's net pension liability and related deferred outflows of resources.

	Governmental Activities	Business-Type Activities
Net Position, January 1, 2015, as previously reported	\$ 960,358,103.00	\$ (4,601,247.00)
Change in accounting principles	(172,351,153.00)	(11,113,214.00)
Net Position, January 1, 2015, as restated	\$ 788,006,950.00	\$ (15,714,461.00)

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 \$(449,960,042) difference are as follows:

Bonds and Notes Payable	\$(204,762,000)
Loan Payable	(10,065,001)
Accrued Interest Payable	(3,484,657)
Unamortized Premium on Bonds	(13,172,561)
Estimated Payable for Outstanding Claims	(6,904,417)
Compensated Absences Payable, Vacation, & Comp Time Payable	(33,898,224)
Net Pension Liability	(177,673,182)
Net Adjustment to Reduce Fund Balance – Total Governmental Funds to Arrive at Net Position – Governmental Activities	\$ (449,960,042)

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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.” \$5,465,571 the details of this difference are as follows:

Capital Outlay	\$ 36,997,381
Depreciation Expense	(33,886,535)
Contribution of Business-Type Activity Capital Assets	2,335,251
Adjustment to Prior Year’s Accumulated Depreciation	19,474
Net Adjustment to Increase Net Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$ 5,465,571</u>

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 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 \$ 1,768,565 difference are as follows:

Debt Issued or Incurred:	
Issuance of General Obligation Bonds	\$ (17,945,000)
Unamortized Premium on Sale of Bonds	(1,426,884)
Assumption of Business-Type Activity Debt - General Obligation Bonds	(1,350,000)
Unamortized Premium on Bonds	(211,809)
Compensated Absences	(21,075)
Principal Repayments:	
General Obligation Debt	15,860,000
Capital Loan from State of Minnesota for Pedestrian Tunnel	225,000
Loan for Ramsey County Regional Rail Authority	6,638,333
Net Adjustment to Increase Net Changes in Fund Balances – Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$ 1,768,565</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 \$(1,785,526) difference are as follows:

Compensated Absences	\$ 147,775
Claims and Judgments	(287,380)
Accrued Interest	399,226
Amortization of Bond Premium	2,394,138
Offset Operating Transfers from Internal Service Funds	(221,108)
Inventory (Change From Consumption to Purchase Method)	(136,075)
Deferred Outflows of Pensions	21,238,960
Net Pension Liability	(3,500,512)
Deferred Inflows of Pension	(21,820,550)
Net Adjustment to Increase Net Changes in Fund Balances - Total Governmental Funds to Arrive at Changes in Net Position of Governmental Activities	<u>\$ (1,785,526)</u>

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Notes to the Financial Statements
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III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Equity

Lake Owasso Residence Proprietary Fund had a positive change in net position of \$387,738 for the year, resulting in a deficit Net Position of \$3,833,888.

Ramsey County Care Center Proprietary Fund had a negative change in net position of \$874,292 for the year, resulting in a deficit Net Position of \$9,988,827.

The Retiree Insurance Internal Service Fund had a negative change in net position of \$6,250,079 for the year, resulting in a deficit Net Position of \$39,655,084.

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

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

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Notes to the Financial Statements
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IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Government-Wide	
Governmental Activities	
Cash and Cash Equivalents	\$ 400,988,256
Investment with Trustee	58,371,831
Restricted Cash and Cash Equivalents	16,000
Petty Cash and Change Funds	27,305
Business-Type Activities	
Cash and Cash Equivalents	3,573,302
Petty Cash and Change Funds	21,100
Cooperative Investment	23,124
Private Purpose Trust Funds	
Cash and Cash Equivalents	335,318
Agency Fund	
Cash and Cash Equivalents	<u>31,662,163</u>
Cash and Investments	<u>\$ 495,018,399</u>
Deposits	\$ 43,537,992
Investments	393,037,047
Investments with Trustee	58,371,831
Cooperative Investment	23,124
Petty Cash and Change Funds	<u>48,405</u>
Total Cash and Investments	<u>\$ 495,018,399</u>

1. Deposits

MN. Statute 118A.02 and 118A.04 authorize the County to designate a depository for public funds and to invest in certificates of deposit. MN. Statute 118A.03 requires that all county deposits not protected by federal deposit insurance be protected by surety bond, or pledged collateral. The collateral must 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 furnishing the collateral.

Authorized collateral includes treasury bills, notes and bonds; issues of U.S. government agencies; general obligations municipal securities rated "A" or better, revenue obligation municipal securities rated "AA" or better; irrevocable standby letters of credit issued by a Federal Home Loan Bank; and insured certificates of deposit. The market value of collateral pledged shall be at least ten percent more than the amount on deposit at the close of the financial institution's banking day, except where the collateral is irrevocable standby letters of credit issued by Federal Home Loan Banks, the amount of collateral shall be equal to the amount on deposit at the close of the financial institution's banking day. In 2015, County deposits exceeding federal deposit insurance were collateralized by an irrevocable standby letter by Federal Home Loan Bank of Cincinnati.

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Custodial Credit Risk-Deposits. Custodial credit risk for deposits is the risk that, in the event of a financial institution failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk on deposits. As of December 31, 2015, County's deposits were insured or collateralized in accordance with Minnesota statutes and not exposed to custodial credit risk.

2. Investments

MN. Statutes 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 issues 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 MN. Statute 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) insured certificates of deposit and 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. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, Ramsey County manages its exposure to declines in fair value caused by changes in interest rates by limiting the average life of its portfolio to five years. The County also invests in both shorter and longer-term investments, timing maturities so a portion of the portfolio is maturing or coming close to maturity evenly over time and providing the cash flow and liquidity needed for operations. It is the County's general practice to hold investments to maturity.

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Ramsey County has adopted a simulation model of reporting of its investments and their sensitivity to fluctuations in interest rates to comply with Government Accounting Standards Board Statement No. 40, "Deposit and Investment Risk Disclosures". As presented, assumptions are made that interest rate changes of 50, 100, 150, and 200 basis points; occur on December 31, 2015. On December 31, 2015, the investment portfolio has an average book yield of 1.22%, modified duration of 2.60 years and an effective duration of 1.64 years.

Ramsey County:	+50 Basis Pts	+100 Basis Pts	+150 Basis Pts	+200 Basis Pts
U.S. Agency Securities:				
Federal Home Loan	\$ 58,508,050	\$ 58,131,480	\$ 57,754,909	\$ 57,378,338
Federal Home Loan Mtg. Corp.	59,017,749	58,799,571	58,581,394	58,363,217
Federal National Mtg. Assn.	17,861,590	17,752,078	17,642,567	17,533,056
Federal Farm Credit	57,949,110	57,563,431	57,177,752	56,792,072
Federal Discount Notes	119,808,068	119,702,156	119,596,244	119,490,332
Commercial Paper	69,085,625	69,043,660	69,001,646	68,959,632
Municipal Bonds	9,531,930	9,506,898	9,481,866	9,456,834
Total Investments	<u>\$ 391,762,122</u>	<u>\$ 390,499,274</u>	<u>\$ 389,236,378</u>	<u>\$ 387,973,481</u>

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 forth by MN. Statute 118A.

The County's exposure to credit risk as of December 31, 2015, is as follows:

Ramsey County:	Credit Risk	Custody Credit Risk	Par	Fair Value	% of Total Portfolio
U.S. Agency Securities:					
Federal Home Loan	AA+ / Aaa	Custody (a)	\$ 59,000,000	\$ 58,884,550	14.98%
Federal Home Loan Mtg.	AA+ / Aaa	Custody (a)	59,300,000	59,217,218	15.07%
Federal National Mtg. Assn.	AA+ / Aaa	Custody (a)	18,000,000	17,971,040	4.57%
Federal Farm Credit	AA+ / Aaa	Custody (a)	58,575,000	58,334,789	14.84%
Federal Discount Notes	AA+ / Aaa	Custody (a)	120,000,000	119,944,799	30.52%
Commercial Paper	A1 / A+	Custody (a)	69,127,689	69,127,689	17.59%
Municipal Bonds	AA+ / Aaa	Custody (a)	9,535,000	9,556,962	2.43%
Ramsey County's Portfolio			<u>\$393,537,689</u>	<u>\$393,037,047</u>	<u>100.00%</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. The County's investment policy requires a well-diversified portfolio in order to minimize the risk of losses due to an over-concentration of assets in any type of security, specific issuer, or specific maturity. The policy allows U.S. Treasury securities held without limit and places limits on holdings of non-Treasury issuers. The policy restricts Agency bond holdings 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%, and Bankers Acceptances up to 50%. County policy regarding Agency Discount Notes, Commercial Paper, Certificates of Deposits, Repurchase Agreements, and GIC's in consistent with MN. Statute 118A. County policy does not allow the use of Reverse Repurchase Agreements, Options, or Future Contracts.

Custodial Credit Risk - Investments. 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 MN. Statute 118A.06. 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

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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.

B. Receivables

Governmental funds report *deferred inflows of resources* 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 inflows of resources* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned
Delinquent Property Taxes Receivable	\$ 4,916,831	\$ -
Receivables that do not Provide Current Financial Resources	19,944,182	-
Loans Receivable	13,978,029	-
Forfeited Tax Sale Accounts Receivable	3,993,736	-
Notes Receivable	3,900,000	-
Grant Drawdowns Prior to Meeting Eligibility Requirements	-	6,058,803
	\$ 46,732,778	6,058,803

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:

Year Ended December 31	Lease Receivable
2016	\$ 390,545
2017	392,288
2018	393,672
2019	394,697
2020	390,363
2021-2025	1,562,726
2026-2030	2,334,167
	5,858,458
Less Interest	(1,386,458)
Present Value of Lease Receivable	\$ 4,472,000

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.

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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. the event the value of charity care does not meet the lease requirement, the Hospital can fulfill the obligation by making capital improvements to the hospital property. The value of charity care is reduced by Ramsey County's direct cash support, if any.

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C. Capital Assets

The beginning balance of capital assets was decreased by \$37,591 and the beginning balance of accumulated depreciation was decreased by \$57,065 resulting in a restated net assets capital balance of \$824,399,345. Capital asset activity for the year ended December 31, 2015, was as follows:

	Beginning Balance	Adjustments	Increases	Decreases	Ending Balance
Governmental Activities:					
Capital Assets not Being Depreciated:					
Land	\$ 146,310,567	\$ -	\$ 1,081,801	\$ -	\$ 147,392,368
Construction in Progress	35,924,277	-	14,409,572	(8,754,398)	41,579,451
Total Capital Assets, not Being Depreciated	182,234,844	-	15,491,373	(8,754,398)	188,971,819
Capital Assets, Being Depreciated:					
Buildings	458,544,132	143,657	3,854,924	-	462,542,713
Buildings Improvements	36,960,554	-	5,178,642	(285,336)	41,853,860
Improvements Other Than Buildings	47,918,542	-	4,346,291	-	52,264,833
Machinery and Equipment	75,737,990	(181,248)	11,909,440	(4,399,738)	83,066,444
Computer Software	8,810,635	-	-	-	8,810,635
Infrastructure	446,417,880	-	9,977,732	(267,050)	456,128,562
Total Capital Assets Being Depreciated	1,074,389,733	(37,591)	35,267,029	(4,952,124)	1,104,667,047
Buildings	(93,952,515)	-	(9,534,607)	-	(103,487,122)
Buildings Improvements	(21,956,362)	-	(3,270,480)	-	(25,226,842)
Improvements Other Than Buildings	(29,064,234)	-	(2,911,887)	-	(31,976,121)
Machinery and Equipment	(48,999,807)	57,065	(8,484,959)	3,911,171	(53,516,530)
Computer Software	(8,810,635)	-	-	-	(8,810,635)
Infrastructure	(229,461,153)	-	(10,707,203)	267,050	(239,901,306)
Total Accumulated Depreciation	(432,244,706)	57,065	(34,909,136)	4,178,221	(462,918,556)
Total Capital Assets Being Depreciated, Net	642,145,027	19,474	357,893	(773,903)	641,748,491
Governmental Activities Capital Assets, Net	\$ 824,379,871	\$ 19,474	\$ 15,849,266	\$ (9,528,301)	\$ 830,720,310
Business-type activities:					
Capital Assets not Being Depreciated:					
Land	\$ 1,877,153	-	\$ -	\$ -	\$ 1,877,153
Capital Assets, Being Depreciated:					
Buildings	17,421,596	-	-	(933,506)	16,488,090
Buildings Improvements	3,547,949	-	176,099	(15,661)	3,708,387
Improvements Other Than Buildings	4,203,423	-	-	(2,665,746)	1,537,677
Machinery and Equipment	2,008,409	-	418,956	(375,322)	2,052,043
Total Capital Assets Being Depreciated	27,181,377	-	595,055	(3,990,235)	23,786,197
Less Accumulated Depreciation for:					
Buildings	(5,581,433)	-	(349,485)	222,485	(5,708,433)
Buildings Improvements	(1,871,377)	-	(95,603)	12,649	(1,954,331)
Improvements Other Than Buildings	(1,866,490)	-	(273,011)	1,056,086	(1,083,415)
Machinery and Equipment	(1,520,825)	-	(290,501)	333,090	(1,478,236)
Total Accumulated Depreciation	(10,840,125)	-	(1,008,600)	1,624,310	(10,224,415)
Total Capital Assets Being Depreciated, Net	16,341,252	-	(413,545)	(2,365,925)	13,561,782
Business-Type Activities Capital Assets, Net	\$ 18,218,405	\$ -	\$ (413,545)	\$ (2,365,925)	\$ 15,438,935

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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Depreciation expense was charged to functions / programs as follows:

General Government	\$ 5,853,615
Public Safety	6,346,271
Transportation, including depreciation of infrastructure assets	15,630,491
Health	217,605
Sanitation	204,958
Human Services	568,943
Culture and Recreation	4,743,761
Conservation of Natural Resources	280,913
Economic Development and Assistance	39,978
Capital assets held by the County's Internal Service funds are charged to the various functions based on their usage of the assets	<u>1,022,601</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 34,909,136</u>
Business-Type Activities:	
Lake Owasso Residence	\$ 162,959
Ramsey County Care Center	338,161
Ponds at Battle Creek	114,831
Vadnais Sports Center	163,733
Law Enforcement Services	<u>228,916</u>
Total Depreciation Expense - Business-Type Activities	<u>\$ 1,008,600</u>

Construction and Other Significant Commitments

The government has active construction projects as of December 31, 2015. The projects include widening and construction of existing streets and bridges, and the development of the TCAAP property held for resale. At year-end the government's commitments with contractors are as follows:

Project	Spent-to-date	Remaining Commitment
Road and Bridge Construction	\$ 45,260,073	\$ 9,062,688
Twin Cities Army Ammunition Plant (TCAAP)	35,124,689	5,995,907

The remaining commitment amounts for the Road and Bridge Construction and TCAAP 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:

General Fund	\$ 2,886,525
Capital Projects Fund	31,366,365
Regional Railroad Authority Capital Projects Fund	3,000
Nonmajor Governmental Funds	<u>1,975,828</u>
Total	<u>\$ 36,231,718</u>

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
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D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of December 31, 2015, is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General Funds	Capital Projects	\$ 18,200
	Solid Waste/Recycling Service Fee	17,842,856
	Nonmajor Governmental Funds	1,114,526
	Lake Owasso Residence	1,064
	Ramsey County Care Center	705,351
	Law Enforcement Services	28,767
	Internal Service Funds	70,185
Special Revenue Fund -		
Solid Waste/Recycling Fee Fund	Nonmajor Governmental Funds	12,662
Nonmajor Governmental Funds	General	196,122
	Nonmajor Governmental Funds	356,999
Internal Service Funds	General	1,883,108
	Solid Waste/Recycling Service Fee	81,420
	Capital Projects	85,715
	Nonmajor Governmental Funds	190,736
	Lake Owasso Residence	2,209,696
	Ramsey County Care Center	2,954,028
	Vadnais Sports Center	2,562
	Internal Service Funds	4,372,612
Enterprise Fund -		
Ramsey County Care Center	General	5,132
Total		\$ 32,131,741

The outstanding balances between funds result mainly from time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The Ramsey County Care Center also 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:

Receivable Fund	Payable Fund	Amount
General	Capital Projects Fund	\$ 5,216,920
	Workforce Solutions	4,500,000
	Debt Service	378,206
Solid Waste/Recycling		
Service Fee	Capital Projects Fund	3,056,478
Debt Service	Ramsey County Care Center	312,456
	Lake Owasso Residence	378,206
Capital Projects	Vadnais Sports Center	9,600,000
Total		\$ 23,442,266

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

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

Interfund transfers:

	Transfer In						Total
	General	Debt Service	Capital Projects	Enterprise	Non major Governmental	Internal Service	
Transfer Out:							
General	\$ -	\$ -	\$ 14,737,594	\$ 6,327,906	\$ 253,836	\$ 644,139	\$ 21,963,475
Solid Waste/Recycling Service Fee	975	-	2,916,542	-	-	-	2,917,517
Debt Service	-	-	-	483,413	-	-	483,413
Capital Projects Funds	-	3,054,933	-	175,000	-	-	3,229,933
Nonmajor Governmental	814,504	-	-	21,649	-	-	836,153
Enterprise Funds	873,852	-	-	-	-	-	873,852
Internal Service Funds	398	-	864,849	-	-	-	865,247
Total transfers out	\$ 1,689,729	\$ 3,054,933	\$ 18,518,985	\$ 7,007,968	\$ 253,836	\$ 644,139	\$ 31,169,590

The total governmental and proprietary funds transfers in is \$32,752,475, the total governmental and proprietary funds transfers out is \$33,504,840. The variance of \$752,365 is capital asset transfer from an enterprise fund to governmental activities of (\$2,335,250) and an assumption of debt of (\$1,582,883) by governmental activities from an enterprise fund.

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. Funds were transferred to the Capital Project from the General Fund in accordance with the Minimum Fund Balance Policy adopted by the County Board.

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 \$23,252,009 at December 31, 2015 as follows:

	Issue Year	Principal Balance
Common Bond – Skyline Towers	2000	\$ 13,230,000
CHDC – Hanover Townhomes	2001	2,375,000
Centex – Chestnut Housing (Upper Landings)	2002	4,757,998
Westside Community Health Services (501c3)	2004	2,889,011
		\$ 23,252,009

RAMSEY COUNTY, MINNESOTA
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F. Leases payable

Operating Leases

The County leases real estate and equipment under leases expiring at various dates through 2023. Total costs for such leases were \$2,103,008 for year ended December 31, 2015. The future minimum lease payments for these leases are as follows:

<u>Year Ending December 31</u>	<u>General Fund</u>
2016	\$ 1,841,106
2017	1,459,779
2018	1,097,291
2019	772,227
2020	727,587
2021-2024	1,761,079
Total	<u>\$ 7,659,069</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 of 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 \$188,427,000. During the year, general obligation bonds totaling \$17,945,000 were issued to provide funding for various capital projects and to refinance certain general obligation bonds, along with the assumption of \$1,350,000 of business-type activity general obligation bonds.

RAMSEY COUNTY, MINNESOTA
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The following is a list of the long-term debt transactions of the County for the year ended December 31, 2015:

	Payable January 1	Additions	Deductions	Payable December 31	Due Within One Year
GOVERNMENTAL ACTIVITIES:					
General Obligation Bonds	\$ 196,855,000	\$ 19,295,000	\$ 15,860,000	\$ 200,290,000	\$ 18,025,000
Note Payable	4,697,000	-	225,000	4,472,000	230,000
Premium/Discount	13,928,006	1,638,693	2,394,138	13,172,561	1,720,958
Total General Obligation Bonds and Notes Payable	<u>215,480,006</u>	<u>20,933,693</u>	<u>18,479,138</u>	<u>217,934,561</u>	<u>19,975,958</u>
Loans Payable:					
Governmental Funds	<u>16,703,334</u>	<u>-</u>	<u>6,638,333</u>	<u>10,065,001</u>	<u>6,693,334</u>
Claims and Judgments Payable					
Governmental Funds	<u>6,727,732</u>	<u>4,787,948</u>	<u>4,496,924</u>	<u>7,018,756</u>	<u>4,191,971</u>
Compensated Absences:					
Governmental Funds	34,024,924	16,497,148	16,623,848	33,898,224	17,895,187
Internal Service Funds:					
Information Service	812,448	449,259	394,992	866,715	492,846
General County Buildings	781,570	289,964	261,002	810,532	370,636
Total Compensated Absences	<u>35,618,942</u>	<u>17,236,371</u>	<u>17,279,842</u>	<u>35,575,471</u>	<u>18,758,669</u>
Governmental Activities Long-term Liabilities	<u>\$ 274,530,014</u>	<u>\$ 42,958,012</u>	<u>\$ 46,894,237</u>	<u>\$ 270,593,789</u>	<u>\$ 49,619,932</u>
BUSINESS-TYPE ACTIVITIES:					
General Obligation Bonds:					
Enterprise Funds:					
Lake Owasso Residence	\$ 1,665,000	\$ -	\$ 245,000	\$ 1,420,000	\$ 260,000
Ramsey Care Center	1,635,000	-	95,000	1,540,000	100,000
Ponds at Battle Creek	1,510,000	-	1,510,000	-	-
Premium/Discount	400,889	-	271,302	129,587	24,675
Total General Obligation Bonds	<u>5,210,889</u>	<u>-</u>	<u>2,121,302</u>	<u>3,089,587</u>	<u>384,675</u>
Compensated Absences:					
Enterprise Funds:					
Lake Owasso Residence	751,173	290,038	279,584	761,627	471,951
Ramsey Care Center	994,884	512,063	469,012	1,037,935	506,265
Ponds at Battle Creek	21,076	-	21,076	-	-
Vadnais Sports Center	7,844	27,148	9,752	25,240	24,275
Law Enforcement Services	460,488	272,084	304,592	427,980	427,980
Total Compensated Absences	<u>2,235,465</u>	<u>1,101,333</u>	<u>1,084,016</u>	<u>2,252,782</u>	<u>1,430,471</u>
Business-Type Activities Long-term Liabilities	<u>\$ 7,446,354</u>	<u>\$ 1,101,333</u>	<u>\$ 3,205,318</u>	<u>\$ 5,342,369</u>	<u>\$ 1,815,146</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.

RAMSEY COUNTY, MINNESOTA
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Long-term debt payable at December 31, 2015, comprises the following individual issues:

COUNTY GENERAL OBLIGATION DEBT:

County-wide General Obligation Bonds

\$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%	\$ 4,065,000
\$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%	1,420,000
\$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%	3,010,000
\$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%	11,865,000
\$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%	1,540,000
\$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%	3,420,000
\$6,100,000 2009 Taxable 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%	3,775,000
\$15,950,000 2009 Taxable 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%	11,390,000
\$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%	3,595,000
\$8,730,000 2010 Taxable 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%	5,165,000
\$7,770,000 2010 Taxable 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 Capital Improvement Plan Bonds Series 2011A, due in annual installments of \$390,000 to \$1,195,000 through February 1, 2031, interest at 3.4095%	15,905,000
\$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%	24,375,000
\$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%	1,350,000
\$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%	16,515,000
\$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%	10,720,000

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\$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%	2,805,000
\$22,700,000 2013 General Obligation Capital Improvement Plan Bonds 2013A, due in annual installments of \$365,000 to \$2,815,000 through February 1, 2033, interest at 2.4094%	21,360,000
\$12,000,000 2013 Taxable General Obligation Capital Improvement Plan Bonds 2013B, due in annual installments of \$510,000 to \$810,000 through February 1, 2033, interest at 3.2298%	11,490,000
\$5,680,000 2014 General Obligation Library Refunding Bonds, Series 2014A, due in annual installments of \$445,000 to \$685,000 through February 1, 2024, interest at 1.8434%	5,235,000
\$9,500,000 2014 Taxable General Obligation Capital Improvement Plan Bonds, Series 2014B, due in annual installments of \$370,000 to \$630,000 through February 1, 2034, interest at 3.5155%	8,965,000
\$3,300,000 2014 General Obligation Library Bonds, Series 2014C, due in annual installments of \$30,000 to \$245,000 through February 1, 2034, interest at 3.0522%	3,255,000
\$6,870,000 2014 General Obligation Capital Improvement Plan Refunding Bonds Series 2014D, due in annual installments of \$555,000 to \$800,000 through February 1, 2024, interest at 1.8216%	6,315,000
\$3,500,000 General Obligation Capital Improvement Plan Bonds Series 2015A, due in annual installments of \$255,000 to \$835,000 through February 1, 2035 - interest rate 3.9612%	3,500,000
\$14,445,000 General Obligation Library Bonds Series 2015B, due in annual installments of \$510,000 to \$1,025,000 through February 1, 2035 - interest rate 3.5421%	14,445,000
Total County General Obligation Bonds	203,250,000
General Obligation Notes Payable:	
\$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%	4,472,000
Total County General Obligation Debt	\$ 207,722,000

Annual Requirement to Amortize Long-Term Debt

The annual requirements to amortize all long-term debt outstanding as of December 31, 2015, carrying interest rates of 1.29% to 5.00% are:

Years Ending December 31	Governmental Activities		Business - Type Activities	
	Principal	Interest	Principal	Interest
2016	\$ 18,255,000	\$ 7,984,647	\$ 360,000	\$ 135,894
2017	16,230,000	7,480,612	375,000	117,519
2018	16,495,000	6,789,139	390,000	98,944
2019	17,210,000	6,095,303	415,000	79,872
2020	17,380,000	5,352,623	430,000	59,250
2021-2025	64,805,000	16,712,211	675,000	160,625
2026-2030	38,882,000	6,678,194	315,000	14,375
2031-2035	15,505,000	1,011,446	-	-
Total	\$ 204,762,000	\$ 58,104,175	\$ 2,960,000	\$ 666,479

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, 2015, the statutory limit for the County was \$1,269,458,952 providing a debt margin of \$1,087,681,438.

RAMSEY COUNTY, MINNESOTA
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There is \$35,387,762 available in the Debt Service Fund to service the General Obligation Bonds and Notes Payable. 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, 2015 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:

	Outstanding	Percentage Applicable To the County	County's Share Of Debt
Direct Debt			
Ramsey County	\$ 227,787,753	100.0%	\$ 227,787,753
Overlapping Debt			
Cities	35,999,000	9.5%	3,409,268
School Districts	236,310,000	61.2%	144,512,731
Other	206,020,000	14.5%	29,872,900
Underlying Debt			
Cities and Towns	188,540,061	100.0%	188,540,061
School Districts	511,504,842	100.0%	511,504,842
Other	44,555,639	100.0%	44,555,639
TOTAL	<u>\$ 1,450,717,295</u>		<u>\$ 1,150,183,194</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, 2015, the outstanding balances of the 2004B Refunding COPS (tax exempt) and the 2004C Refunding COPS (taxable) are \$ -0-. Both issues have been fully paid off by the Community Action Partnership. The last payment was made in March 2015 to pay off the remaining outstanding debt.

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, 2014, 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.

RAMSEY COUNTY, MINNESOTA
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Annual Requirement to Amortize Regional Railroad Authority Loan

The annual requirements to amortize this loan are as follows:

Year Ending December 31,	Principal	Interest
2016	\$ 6,693,334	\$ 153,282
2017	3,371,667	30,911
	\$ 10,065,001	\$ 184,193

I. Net Position

Net position in the government-wide and proprietary fund financial statements is classified in the following categories:

Net investment in capital assets is the amount of net position representing capital assets net of accumulated depreciation and reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted net position is the amount of net position for which external restrictions have been imposed by creditors, grantors, contributors, or laws or regulations of other governments, and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position is the amount of net position that does not meet the definition of restricted or net investment in capital assets.

J. 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 1) maintain an unrestricted General Fund Balance of no more than 50% of current year revenues, current year expenditures, or the subsequent year's operating budget; 2) maintain an unassigned General Fund Balance of no less than two months of the subsequent year's budget; 3) commit and transfer any unrestricted General Fund Balance in excess of the 50% threshold to the Capital Projects Fund.

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.

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Fund Balance Classifications:

The fund balance of \$50 of the Solid Waste/Recycling Service Fee Special Revenue Fund is non-spendable and the remaining balance of \$18,304,728 is restricted for solid waste management. The fund balance of \$35,387,762 of the Debt Service Fund is restricted for debt service expenditures. The fund balance of the Capital Projects Fund has \$29,601,176 of unspent bond proceeds classified as restricted and \$34,180,455 committed for purchase and upgrade of facilities. 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:

Fund Balance Classification	General Fund	Other Governmental Funds
Nonspendable:		
Petty Cash	\$ 24,785	\$ 2,395
Inventory	1,590,796	2,696
Advances	10,562,965	-
Total Nonspendable	<u>\$ 12,178,546</u>	<u>\$ 5,091</u>
Restricted		
Aggregate Pit Restoration	\$ 192,399	\$ -
Donations for various purposes	-	579,230
Criminal Forfeitures	-	1,357,958
Technology	-	1,262,056
Environmental Response Fund	-	1,254,545
Library	-	3,869,924
Sanitation	-	524,750
Affordable Housing	-	925,996
Parks and Recreation	-	483,797
Other	-	1,970,419
Total Restricted	<u>\$ 192,399</u>	<u>\$ 12,228,675</u>
Committed		
Supporting Housing Priorities	\$ 1,693,743	\$ -
Corrections	-	450,334
Emergency Communications	-	4,323,073
Total Committed	<u>\$ 1,693,743</u>	<u>\$ 4,773,407</u>
Assigned		
Capital Expenditures	\$ 5,892,392	\$ -
Self-Insurance	10,033,019	-
Projects	18,939,155	-
General Government	1,661,930	-
Public Safety	12,766	-
Highways and Streets	22,233	-
Health	132,751	-
Culture and Recreation	77,024	-
Workforce Solutions	-	1,035,004
Emergency Communications	-	8,062,617
Regional Railroad Authority	-	16,735,708
Public Safety	-	79,398
Corrections	-	310,451
Total Assigned	<u>\$ 36,771,270</u>	<u>\$ 26,223,178</u>

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K. Investment Earnings:

Generally accepted accounting principles require the County to record the difference between the market value and cost of investments. This difference is included as a gain or loss in investment earnings. In 2015, the investment earnings for the General Fund, including unrealized gains (losses) on investments, are as follows:

Interest on Investments	\$ 2,252,262
Unrealized Gain on Investments	<u>518,533</u>
	<u>\$ 2,770,795</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 December 31, 2014	Year Ended December 31, 2015
Unpaid claims, beginning of fiscal year	\$ 5,894,330	\$ 6,727,732
Incurred claims (including IBNRs)	4,109,049	4,787,948
Claim payments	<u>(3,275,647)</u>	<u>(4,496,924)</u>
Unpaid claims, end of fiscal year	<u>\$ 6,727,732</u>	<u>\$ 7,018,756</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 \$1,960,000 for any claim. The WCRA becomes responsible for the amount in excess of \$1,960,000. The limit changes each year. A premium is paid by the County to the association based on the County's total salary costs.

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

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B. Subsequent Events

\$17,900,000 of General Obligation Revenue Bonds (Green Bonds), Series 2016A, financing a portion of the acquisition costs of the Recycling Energy Center, an existing refuse-derived fuel solid waste processing facility in the City of Newport, Minnesota, were issued on February 25, 2016.

\$25,400,000 of General Capital Improvement Bonds financing cost of improvements set forth in the capital improvement plan were authorized on April 19, 2016.

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.

The County established a fund to pay the settlement costs of plaintiff attorney fees. To date, \$9,576,000 has been paid to eligible class members, plaintiff attorney fees and County defense fees.

The balance in the fund of \$2,460,713 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

RECYCLING AND ENERGY BOARD

Ramsey and Washington Counties of Minnesota jointly entered into a construction agreement and a service agreement with Northern States Power Company (NSP) to build and operate a resource recovery facility which produces refuse derived fuel to be burned at NSP's electric plants. The counties administered the service agreement through a joint powers board called the Ramsey/Washington County Resource Recovery Project Board. In 1993, the service agreement with NSP was amended to transfer ownership of the Newport Facility (Facility) from NSP to NRG Energy, Inc. In 2000, Northern States Power Company merged with New Century Energies to form Xcel Energy (Xcel). In June 2006, the service agreement was amended to transfer the ownership of the facility from NRG to Resource Recovery Technologies (RRT). The service agreement remained in effect until December 31, 2006. The service agreement obligated the Counties to deliver a minimum of 280,800 tons of solid waste per year to the Resource Recovery Project (Project) and pay a service fee based upon each ton of solid waste handled by the facility, subject to a minimum fee based on 280,800 tons per year minimum and certain other adjustments. Owners of the facility were obligated to accept, process, transport, and dispose of most of the County waste delivered to the facility for twenty years. The service agreement terminated December 31, 2006, and the Counties entered into a six-year Solid Waste Processing Agreement with RRT that included payments to the Owner for each ton of waste and rebates to qualified haulers for each ton of waste delivered to the facility. That agreement expired December 31, 2012.

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A new three-year agreement became effective January 1, 2013, and eliminated the payment of a service fee to the owner of the facility. When the Processing Agreement with RRT was executed, RRT stated that it intended to evolve the Facility to where it could operate as a merchant facility, eventually competing with landfills or alternative options without the Counties' subsidies. Unlike NSP and NRG, RRT contracted directly with private haulers for waste delivery. Over the six-year term of the Processing Agreement, the Counties paid RRT a processing payment, and also paid hauler rebates that incentivized the haulers to deliver waste to the Facility. The payment for processing began at \$40 per ton in 2007, and declined each year to \$10 per ton in 2012. Hauler rebates began at \$12 per ton, and increased to \$14 per ton by 2012. Total annual cost to the Counties during that period ranged from \$16.8 million (2007) to \$8.4 million (2012).

When the Counties' Processing Agreement with RRT ended in 2013, the Counties and RRT entered into a short-term renewal agreement (the "2013-2015 Processing Agreement") and began an extensive evaluation of whether the Counties should purchase the Facility.

The 2013-2015 Processing Agreement included no direct payment for processing, but the Counties agreed to pay a hauler rebate of \$28 per ton up to an aggregate amount of \$8.4 million per year (corresponding to 300,000 tons per year ("TPY") guaranteed to be accepted by RRT under the Processing Agreement). Rebate amounts paid to haulers over the \$8.4 million cap were reimbursed to the Counties by RRT at the end of each year. On December 31, 2015 at 11:59 p.m., the R&E Board acquired the Facility and took over its operations. Indicative of its longer term plans to use the Facility as a hub for ever more ambitious waste management initiatives, the R&E Board renamed the Facility the Recycling and Energy Center, or the R&E Center. Currently, the R&E Board is in the process of evaluating Facility functions and operations and implementing needed capital improvements aimed at improving safety and efficiency. The R&E Board will continue delivering the RDF processed at the Facility to Xcel Energy's RDF combustion units in Red Wing and Mankato. The R&E Board envisions the possible addition of Mixed Waste Processing ("MWP") at the Facility in the next few years, along with potential diversion of organics separated at the Facility to anaerobic digestion, as well as a shift from using all the RDF at Xcel's combustion units to gasification of some or all of the RDF into biofuels and chemicals.

Ramsey County serves as the administrative entity for the R&E Board per the Joint Powers Agreement.

Summary financial information for this joint venture as of and for the year ended December 31, 2015 have been subjected to audit in the following table:

	Total Project	Ramsey County's Share
Total Assets	\$ 29,842,772	\$ 21,785,224
Total Liabilities	26,597,229	19,415,977
Total Net Position	3,245,543	2,369,246
Total Revenues	9,250,276	6,752,701
Total Expenses	10,735,512	7,836,924
Net (Decrease) in Net Position	<u>\$ (1,485,236)</u>	<u>\$ (1,084,223)</u>

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

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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.

F. Defined Benefit Pension Plans – Statewide

Plan description:

The County participates in the following cost sharing multiple employer defined benefit plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA's defined benefit pension plans are established and administered in accordance with Minnesota Statutes, Chapters 353 and 356. PERA's defined pension plans are tax qualified plans under Section 401 (a) of the Internal Revenue Code.

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1. General Employees Retirement Fund (GERF)

All full-time and certain part time employees of Ramsey County are covered by the General Employees Retirement Fund (GERF). GERF 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. The Basic Plan was closed to new members in 1967. 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).

2. Public Employees Police and Fire Fund (PEPFF)

The PEPFF, originally established for police officers and firefighters not covered by a local relief association, now covers all police officers and firefighters hired since 1980. Effective July 1, 1999, the PEPFF also covers police officers and firefighters belonging to a local relief association that elected to merge with and transfer assets and administration to PERA.

3. Public Employees Correctional Fund (PECF)

The Local Government Correctional Fund, referred to as the Public Employees Correctional Fund (PECF), was established for correctional officers serving in county and regional corrections facilities. Eligible participants must be responsible for the security, custody, and control of the facilities and their inmates

Benefits Provided:

PERA provides retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the state legislature.

Benefit increases are provided to benefit recipients each January. Increases are related to the funding ratio of the plan. Members in plans that are at least 90 percent funded for two consecutive years are given 2.5% increases. Members in plans that have not exceeded 90% funded, or have fallen below 80%, are given 1% increases.

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

1. GERF Benefits

Benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for PERA's 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% of average salary for each of the first ten years of service and 2.7% for each remaining year. The annuity accrual rate for a Coordinated Plan member is 1.2 percent of average salary for each of the first ten years and 1.7% for each remaining year. Under Method 2, the annuity accrual rate is 2.7% of average salary for Basic Plan members and 1.7% for Coordinated Plan members for each year of service. For members hired prior to July 1, 1989, a full annuity is available when age plus years of service equal 90 and normal retirement age is 65. For members hired on or after July 1, 1989, normal retirement age is the age for unreduced Social Security benefits capped at 66. Disability benefits are available for vested members and are based upon years of service and average high-five salary.

2. PEPFF Benefits

Benefits for the PEPFF members first hired after June 30, 2010, but before July 1, 2015, vest on a prorated basis from 50% after five years up to 100% after ten years of credited service. Benefits for PEPFF members first hired after June 30, 2015, vest on a prorated basis from 50% after ten years up to 100% after twenty years of credited service. The annuity accrual rate is 3% of average salary for each year of service. For PEPFF who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

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3. PECF Benefits

Benefits for PECF members first hired after June 30, 2010, vest on a prorated basis from 50% after five years up to 100% after ten years of credited service. The annuity accrual rate is 1.9% of average salary for each year of service in that plan. For PECF members who were first hired prior to July 1, 1989, a full annuity is available when age plus years of service equal at least 90.

Contributions

Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. Contribution rates can only be modified by the state legislature.

1. GERF Contributions

Basic Plan members and Coordinated Plan members were required to contribute 9.1% and 6.50%, respectively, of their annual covered salary in calendar year 2015. The County was required to contribute 11.78% of pay for Basic Plan members and 7.50% for Coordinated Plan members in calendar year 2015. The County's contributions to the GERF for the year ended December 31, 2015, were \$15,484,270. The County's contributions were equal to the required contributions as set by state statute.

2. PEPFF Contributions

Plan members were required to contribute 10.8% of their annual covered salary in calendar year 2015. The County was required to contribute 16.20% of pay for PEPFF members in calendar year 2015. The County's contributions to the PEPFF for the year ended December 31, 2015, were \$2,784,481. The County's contributions were equal to the required contributions as set by state statute.

3. PECF Contributions

In calendar year 2015 plan members were required to contribute 5.83% of their annual covered salary. The County was required to contribute 8.75% of pay for PECF members in calendar year 2015. The County's contributions to the PECF for the year ended December 31, 2015, were \$2,141,634. The County's contributions were equal to the required contributions as set by state statute.

Pension Costs

1. GERF Pension Costs

At December 31, 2015, the County reported a liability of \$173,490,006 for its proportionate share of the GERF's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2014, through June 30, 2015, relative to the total employer contributions received from all of PERA's participating employers. At June 30, 2015, the County's proportion was 3.3476 % which was a decrease of 0.3132 % from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the County recognized pension expense of \$3,909,170 for its proportionate share of the GERF's pension expense.

At December 31, 2015, the County reported its proportionate share of the GERF's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 8,746,844
Difference between projected and actual investment earnings	16,423,493	-
Changes in proportion	-	11,034,425
Contributions paid to PERA subsequent to the measurement date	8,048,354	-
Total	<u>\$ 24,471,847</u>	<u>\$ 19,781,269</u>

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\$8,066,354 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended June 30	Pension Expense Amount
2016	\$ (2,487,883)
2017	(2,487,883)
2018	(2,487,883)
2019	4,105,873

2. PEPFF Pension Costs

At December 31, 2015, the County reported a liability of \$21,077,141 for its proportionate share of the PEPFF's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2014, through June 30, 2015, relative to the total employer contributions received from all of PERA's participating employers. At June 30, 2015, the County's proportion was 1.855 % which was an increase of .12 percent from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the County recognized pension expense of \$788,090 for its proportionate share of the PEPFF's pension expense. The County also recognized \$166,950 for the year ended December 31, 2015, as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's on-behalf contributions to the PEPFF. Legislation passed in 2013 required the State of Minnesota to begin contributing \$9 million to the PEPFF each year, starting in fiscal year 2014, until the plan is 90 percent funded.

At December 31, 2015, the County reported its proportionate share of the PEPFF's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 3,418,023
Difference between projected and actual investment earnings	3,672,344	-
Changes in proportion	108,004	-
Contributions paid to PERA subsequent to the measurement date	1,509,563	-
Total	<u>\$ 5,289,911</u>	<u>\$ 3,418,023</u>

\$1,509,563 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended June 30	Pension Expense Amount
2016	\$ 256,082
2017	256,082
2018	256,082
2019	256,082
2020	(662,003)

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3. PECF Pension Costs

At December 31, 2015, the County reported a liability of \$1,971,150 for its proportionate share of the PECF's net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2014, through June 30, 2015, relative to the total employer contributions received from all of PERA's participating employers. At June 30, 2015, the County's proportion was 12.75% which was a decrease of .40 percent from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the County recognized pension expense of \$23,751 for its proportionate share of the PECF's pension expense.

At December 31, 2015, the County reported its proportionate share of the PECF's deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 754,673
Difference between projected and actual investment earnings	1,643,093	
Changes in proportion	-	22,630
Contributions paid to PERA subsequent to the measurement date	1,139,115	-
Total	<u>\$ 2,782,208</u>	<u>\$ 777,303</u>

\$1,139,115 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2015. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended June 30	Pension Expense Amount
2016	\$ 151,672
2017	151,672
2018	151,672
2019	410,774

Actuarial Assumptions

The total pension liability in the June 30, 2015, actuarial valuation was determined using the following actuarial assumptions:

	Annual Rates
Inflation	2.75%
Active Member Payroll Growth	3.50%
Investment Rate of Return	7.90%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, survivors and disabilitants were based on RP-2000 tables for males or females, as appropriate, with slight adjustments. Benefit increases for retirees are assumed to be 1% effective every January 1st through 2026 and 2.5% thereafter.

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Actuarial assumptions used in the June 30, 2015, valuation were based on the results of actuarial experience studies. The experience study in the GERF was for the period July 1, 2004, through June 30, 2008, with an update of economic assumptions in 2014. The experience study for the Public Employees Police and Fire Fund was for the period July 1 2004, through June 30, 2009. The experience study for the Public Employees Correctional Fund was for the period July 1, 2006, through June 30, 2011.

In 2015, an updated experience study was done for PERA's General Employees Retirement Fund for the six-year period ending June 30, 2014, which would result in a larger pension liability. However, PERA will not implement the changes in assumptions until its June 30, 2016, estimate of pension liability.

The long-term expected rate of return on pension plan investments is 7.9%. The State Board of Investment, which manages the investments of PERA, prepares an analysis of the reasonableness of the long-term expected rate of return on a regular basis using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Stocks	45%	5.50%
International Stocks	15%	6.00%
Bonds	18%	1.45%
Alternative Assets	20%	6.40%
Cash	2%	0.50%

Discount Rate

The discount rate used to measure the total pension liability was 7.9%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, each of the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Pension Liability Sensitivity

The following presents the County's proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate 1 percentage point lower or 1 percentage point higher than the current discount rate:

<u>County's proportionate share of the:</u>	<u>1% Decrease in Discount Rate (6.9%)</u>	<u>Discount Rate (7.9%)</u>	<u>1% Increase in Discount Rate (8.9%)</u>
GERF net pension liability	\$ 272,787,957	\$ 173,490,006	\$ 91,485,154
PEPFF net pension liability	\$ 41,079,569	\$ 21,077,141	\$ 4,551,651
PECF net pension liability	\$ 13,727,415	\$ 1,971,150	\$ (7,438,605)

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in a separately-issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained on the Internet at www.mnpera.org; by writing to PERA at 60 Empire Drive #200, St. Paul, Minnesota, 55103-2088; or by calling (651) 296-7460 or 1-800-652-9026.

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Defined Contribution Plan

Three County Board members of Ramsey County are covered by the Public Employees Defined Contribution Plan (PEDCP), a multiple-employer deferred compensation plan administered by PERA. The PEDCP 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. Minnesota Statutes, Chapter 353D.03, specifies plan provisions, including the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official who decides to participate contributes 5% of salary which is matched by the elected official's employer. For ambulance service personnel, employer contributions are determined by the employer, and for salaried employees must be a fixed percentage of salary. Employer contributions for volunteer personnel may be a unit value for each call or period of alert duty. Employees who are paid for their services may elect to make member contributions in an amount not to exceed the employer share. Employer and employee 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% of employer contributions and twenty-five hundredths of 1% (.0025) of the assets in each member's account annually.

Total contributions made by the County during the year ended December 31, 2015, were: \$13,871.

Contribution Amount		Percentage of Covered Payroll		Required
Employee	Employer	Employee	Employer	Rate
\$ 13,871	\$ 13,871	5%	5%	5%

Central Pension Fund

The County also has employees who participate in the Central Pension Fund of the International Union of Operating Engineers, Local 49. The County is not responsible for any shortages in that pension and therefore no liability for it has been recorded accordingly.

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 \$51,666,744.

Benefits Provided

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

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

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

Membership

At December 31, 2015, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits	1,997
Terminated Employees Entitled to Benefits but not yet Receiving them	45
Active Employees	3,600
Total	5,642
Participating Employers	1

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, 2015, retirees contributed \$2,027,930 and the County contributed \$11,117,160.

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 cannot 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 2015, Ramsey County Contributed \$1,500,000 and had a year end balance in the OPEB revocable trust of \$58,371,831.

Annual OPEB Costs and Net OPEB Obligation

The County had an updated actuarial valuation performed for the plan as of January 1, 2015, 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, 2015. The County's annual OPEB cost (expense) was \$20,632,628. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the County's net OPEB obligation for 2015, 2014, and 2013 were as follows:

Fiscal Year Ended December 31	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$ 19,205,533	\$ 11,117,160	57.9%	\$ 108,803,731
2014	19,648,733	11,662,274	59.4%	100,715,358
2013	19,407,005	12,481,823	64.3%	92,728,899

The net OPEB obligation (NOPEBO) as of December 31, 2015, was calculated as follows:

Annual Required Contribution	\$ 20,632,628
Interest on Net OPEB Obligation	5,388,272
Adjustment to Annual Required Contribution	(6,815,367)
Annual OPEB Cost	19,205,533
Contributions Made	(11,117,160)
Increase (Decrease) in Net OPEB Obligation	8,088,373
Net OPEB Obligation Beginning of Year	100,715,358
NET OPEB OBLIGATION END OF YEAR	\$ 108,803,731

RAMSEY COUNTY, MINNESOTA
Notes to the Financial Statements
December 31, 2015

Funded Status and Funding Progress. The funded status of the plan as of January 1, 2015, was as follows:

Actuarial accrued liability (AAL)	235,503,520
Actuarial value of plan assets	N/A
Unfunded actuarial accrued liability (UAAL)	235,503,520
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	227,822,509
UAAL as a percentage of covered payroll	103.37%

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, 2015, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a discount rate of 5.35% based on the expected long term investment return on assets used to pay benefits. The actuarial pre-Medicare healthcare cost trend assumption of 7.2% for 2015 grades down to 5% over 7 years. The actuarial post-Medicare healthcare cost trend assumption of 6.3% for 2015 grades down to 5% over 7 years. Both the discount rate and the health care trend rate include an underlying annual inflation assumption. The inflation was assumed to be 2.75% general inflation underlying the asset return.

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.

Required Supplementary Information

SCHEDULE 1

**RAMSEY COUNTY, MINNESOTA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<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	\$ 229,452,630	\$ 232,438,874	\$ 231,465,910	\$ (972,964)
Licenses and Permits	993,530	993,530	1,004,196	10,666
Intergovernmental	145,814,215	151,872,070	157,157,564	5,285,494
Private Grants and Donations	82,575	360,494	453,990	93,496
Charges for Services	50,911,437	50,813,459	45,566,023	(5,247,436)
Fines and Forfeitures	12,000	12,000	387	(11,613)
Sales	1,280,622	2,535,247	1,168,607	(1,366,640)
Rental Income	980,408	1,000,408	953,322	(47,086)
Investment Earnings	7,600,000	7,600,000	2,770,795	(4,829,205)
Program Recoveries - Community				
Human Services	3,235,000	5,071,363	3,849,708	(1,221,655)
Miscellaneous	5,413,568	3,384,354	6,598,254	3,213,900
Total Revenues	<u>445,775,985</u>	<u>456,081,799</u>	<u>450,988,756</u>	<u>(5,093,043)</u>
EXPENDITURES				
Current:				
General Government:				
County Board of Commissioners	2,098,536	2,092,164	2,092,164	-
Charter Commission	1,010	64	64	-
Courts	3,006,903	3,004,577	3,004,577	-
County Manager	12,713,355	13,793,307	11,897,478	(1,895,829)
Property Records and Revenue	16,071,368	19,055,657	16,375,625	(2,680,032)
Attorney	39,319,555	39,221,921	38,680,363	(541,558)
Property Management	1,243,302	1,564,711	1,533,912	(30,799)
Veterans Service Officer	488,214	501,399	479,200	(22,199)
Contingency	2,000,000	995,000	-	(995,000)
Computer Equipment and Software	5,820,690	5,434,852	1,719,932	(3,714,920)
Unallocated General Expenditures	5,994,441	1,307,128	1,307,128	-
Total General Government	<u>88,757,374</u>	<u>86,970,780</u>	<u>77,090,443</u>	<u>(9,880,337)</u>
Public Safety:				
Sheriff	43,331,065	45,124,047	43,781,905	(1,342,142)
Community Corrections	64,819,650	65,407,077	64,840,171	(566,906)
Medical Examiner	2,493,160	2,526,265	2,526,265	-
Total Public Safety	<u>110,643,875</u>	<u>113,057,389</u>	<u>111,148,341</u>	<u>(1,909,048)</u>
Transportation				
Public Works	<u>18,366,550</u>	<u>17,990,199</u>	<u>17,968,344</u>	<u>(21,855)</u>
Sanitation:				
Environmental Health	<u>1,598,083</u>	<u>1,456,344</u>	<u>883,459</u>	<u>(572,885)</u>
Health:				
Public Health	34,435,902	33,378,285	26,244,696	(7,133,589)
Miscellaneous Health	8,061,568	8,063,883	8,063,883	-
Total Health	<u>42,497,470</u>	<u>41,442,168</u>	<u>34,308,579</u>	<u>(7,133,589)</u>

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

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, 2015

	<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	35,008,861	31,295,508	31,282,724	(12,784)
Social Services	136,422,431	134,680,292	127,926,880	(6,753,412)
Total Human Services	<u>171,431,292</u>	<u>165,975,800</u>	<u>159,209,604</u>	<u>(6,766,196)</u>
Culture and Recreation:				
Parks and Recreation	10,058,886	11,328,786	10,443,854	(884,932)
St Paul-Ramsey Historical Society	77,803	77,803	77,803	-
Landmark Center Management	861,880	861,880	861,880	-
Total Culture and Recreation	<u>10,998,569</u>	<u>12,268,469</u>	<u>11,383,537</u>	<u>(884,932)</u>
Conservation of Natural Resources:				
Extension Service	44,186	43,364	43,364	-
Total Conservation of Natural Resources	<u>44,186</u>	<u>43,364</u>	<u>43,364</u>	<u>-</u>
Total Expenditures	<u>444,337,399</u>	<u>439,204,513</u>	<u>412,035,671</u>	<u>(27,168,842)</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>1,438,586</u>	<u>16,877,286</u>	<u>38,953,085</u>	<u>22,075,799</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	790,000	2,443,203	1,689,729	(753,474)
Transfers Out	-	(4,573,510)	(5,568,510)	(995,000)
Total Other Financing Sources (Uses)	<u>790,000</u>	<u>(2,130,307)</u>	<u>(3,878,781)</u>	<u>(1,748,474)</u>
Net Change in Fund Balance	2,228,586	14,746,979	35,074,304	20,327,325
Adjustment	(34,394,872)	(34,394,872)	(34,394,872)	-
Fund Balance - Beginning	229,158,475	229,158,475	229,158,475	-
Increase (Decrease) in Reserve for Inventories	-	-	(133,324)	(133,324)
Fund Balance - Ending	<u>\$ 196,992,189</u>	<u>\$ 209,510,582</u>	<u>\$ 229,704,583</u>	<u>\$ 20,194,001</u>

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

SCHEDULE 2

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, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ -	\$ -	\$ 941	\$ 941
Licenses and Permits	694,533	694,533	718,810	24,277
Intergovernmental	1,718,518	2,056,876	1,984,594	(72,282)
Charges for Services	17,162,316	17,162,316	16,407,152	(755,164)
Investment Earnings	39,103	39,103	11,731	(27,372)
Miscellaneous	-	-	54,853	54,853
Total Revenues	<u>19,614,470</u>	<u>19,952,828</u>	<u>19,178,081</u>	<u>(774,747)</u>
EXPENDITURES				
Current:				
Sanitation	19,288,657	19,837,295	18,553,623	(1,283,672)
Total Expenditures	<u>19,288,657</u>	<u>19,837,295</u>	<u>18,553,623</u>	<u>(1,283,672)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>325,813</u>	<u>115,533</u>	<u>624,458</u>	<u>508,925</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(2,917,517)	(2,917,517)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(2,917,517)</u>	<u>(2,917,517)</u>	<u>-</u>
Net Change in Fund Balance	325,813	(2,801,984)	(2,293,059)	508,925
Adjustment	(61,782)	(61,782)	(61,782)	-
Fund Balance - Beginning	20,659,619	20,659,619	20,659,619	-
Fund Balance - Ending	<u>\$ 20,923,650</u>	<u>\$ 17,795,853</u>	<u>\$ 18,304,778</u>	<u>\$ 508,925</u>

RAMSEY COUNTY, MINNESOTA
Notes to the Required Supplementary Information
December 31, 2015

Budgetary Information

The County Board adopts an annual budget for the General Fund and Solid Waste/ Recycling Service Fee - Special Revenue 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 and Solid Waste/ Recycling Service Fee - Special Revenue Fund are presented on a Non-GAAP budgetary basis. The primary difference between the two bases of accounting is that the “actual amounts 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>	<u>Solid Waste/ Recycling Service Fee - Special Revenue Fund</u>
Actual Expenditures – Budgetary Basis	\$ 412,035,671	\$ 18,553,623
Decrease:		
Encumbrances	(8,400,742)	(1,457,450)
Increase:		
Expenditures in 2015 from December 31, 2014	<u>31,032,347</u>	<u>1,519,232</u>
Expenditures – GAAP Basis	<u>\$ 434,667,276</u>	<u>\$ 18,615,405</u>
Proceeds from Sale of Assets	\$ (288,799)	\$ -
Unbudgeted Transfers	14,742,864	-
Unbudgeted Revenue	(4,342,899)	-
Encumbrances	(8,400,742)	(1,457,450)
Expenditures in 2015 from December 31, 2014 Reserves for Encumbrances	<u>31,032,347</u>	<u>1,519,232</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>\$ 32,742,771</u>	<u>\$ 61,782</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.

SCHEDULE 3

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF FUNDING PROGRESS
 OTHER POST-EMPLOYMENT BENEFIT PLAN
 December 31, 2015

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)
2011	-	307,634,820	0.00%	307,634,820	216,821,530	141.88%
2013	-	220,835,832	0.00%	220,835,832	220,027,341	100.37%
2015	-	235,503,520	0.00%	235,503,520	227,822,509	103.37%

SCHEDULE 4

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 PERA GENERAL EMPLOYEES RETIREMENT FUND
 DECEMBER 31, 2015

<u>Measurement Date</u>	<u>Employer's Proportion (Percentage) of the Net Pension Liability (Asset)</u>	<u>Employer's Proportionate Share (Amount) of the Net Pension Liability (Asset) (a)</u>	<u>Covered Payroll (b)</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll (a/b)</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2015	3.34760%	\$ 173,490,006	\$ 196,742,135	88.18%	78.20%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The measurement date for each year is June 30.

SCHEDULE 5

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF CONTRIBUTIONS
 PERA GENERAL EMPLOYEES RETIREMENT FUND
 DECEMBER 31, 2015

<u>Year Ending</u>	<u>Statutorily Required Contributions (a)</u>	<u>Actual Contributions in Relation to the Statutorily Required Contributions (b)</u>	<u>Contribution Deficiency (Excess) (a-b)</u>	<u>Covered Payroll (c)</u>	<u>Actual Contribution as a Percentage of Covered Payroll (b/c)</u>
2015	\$ 15,484,241	\$ 15,484,241	\$ -	\$ 206,456,551	7.50%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The County's year-end is December 31.

SCHEDULE 6

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 PERA PUBLIC EMPLOYEE POLICE AND FIRE RETIREMENT FUND
 DECEMBER 31, 2015

<u>Measurement Date</u>	<u>Employer's Proportion (Percentage) of the Net Pension Liability (Asset)</u>	<u>Employer's Proportionate Share (Amount) of the Net Pension Liability (Asset) (a)</u>	<u>Covered Payroll (b)</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll (a/b)</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2015	1.85500%	\$ 21,077,141	\$ 16,979,853	124.13%	86.60%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The measurement date for each year is June 30.

SCHEDULE 7

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF CONTRIBUTIONS
 PERA PUBLIC EMPLOYEE POLICE AND FIRE RETIREMENT FUND
 DECEMBER 31, 2015

<u>Year Ending</u>	<u>Statutorily Required Contributions (a)</u>	<u>Actual Contributions in Relation to the Statutorily Required Contributions (b)</u>	<u>Contribution Deficiency (Excess) (a-b)</u>	<u>Covered Payroll (c)</u>	<u>Actual Contribution as a Percentage of Covered Payroll (b/c)</u>
2015	\$ 2,784,472	\$ 2,784,472	\$ -	\$ 17,188,096	16.20%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The County's year-end is December 31.

SCHEDULE 8

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 PERA PUBLIC EMPLOYEES CORRECTIONAL FUND
 DECEMBER 31, 2015

<u>Measurement Date</u>	<u>Employer's Proportion (Percentage) of the Net Pension Liability (Asset)</u>	<u>Employer's Proportionate Share (Amount) of the Net Pension Liability (Asset) (a)</u>	<u>Covered Payroll (b)</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll (a/b)</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2015	12.750%	\$ 1,971,150	\$22,909,243	8.60%	96.90%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The measurement date for each year is June 30.

SCHEDULE 9

RAMSEY COUNTY, MINNESOTA
 SCHEDULE OF CONTRIBUTIONS
 PERA PUBLIC EMPLOYEES CORRECTIONAL FUND
 DECEMBER 31, 2015

<u>Year Ending</u>	<u>Statutorily Required Contributions (a)</u>	<u>Actual Contributions in Relation to the Statutorily Required Contributions (b)</u>	<u>Contribution Deficiency (Excess) (a-b)</u>	<u>Covered Payroll (c)</u>	<u>Actual Contribution as a Percentage of Covered Payroll (b/c)</u>
2015	\$ 2,141,634	\$ 2,141,634	\$ -	\$ 24,475,819	8.75%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available. The County's year-end is December 31.

Other Supplementary Information

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, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 22,745,296	\$ 22,788,108	\$ 23,552,235	\$ 764,127
Intergovernmental	2,930,338	2,901,041	660,313	(2,240,728)
Investment Earnings	332,486	332,486	168,622	(163,864)
Miscellaneous	240,350	-	-	-
Total Revenues	26,248,470	26,021,635	24,381,170	(1,640,465)
EXPENDITURES				
Debt service:				
Principal Retirement	20,625,000	18,610,000	18,610,000	-
Interest	8,033,132	8,116,132	8,107,631	(8,501)
Total Expenditures	28,658,132	26,726,132	26,717,631	(8,501)
Excess (Deficiency) of Revenues over (under) Expenditures	(2,409,663)	(704,497)	(2,336,461)	(1,631,964)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	1,524,933	3,054,933	1,530,000
Transfers Out	-	-	(483,413)	(483,413)
Total Other Financing Sources (Uses)	-	1,524,933	2,571,520	1,046,587
Net Change in Fund Balance	(2,409,663)	820,436	235,059	(585,377)
Adjustment	2,518,028	2,518,028	2,518,028	-
Fund Balance - Beginning	32,634,675	32,634,675	32,634,675	-
Fund Balance - Ending	\$ 32,743,041	\$ 35,973,139	\$ 35,387,762	\$ (585,377)

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.

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.

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.

NONMAJOR GOVERNMENTAL FUNDS (Continued)

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 -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.

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.

Regional Railroad Authority Capital Projects Fund – To account for financial resources to be used for the acquisition or construction of major capital assets by the Regional Rail Authority.

**RAMSEY COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2015**

	County Library Special Revenue Fund	Housing and Redevelopment Authority Special Revenue Fund	Workforce Solutions Special Revenue Fund	State Funding For Courts Special Revenue Fund
ASSETS				
Cash and Cash Equivalents	\$ 4,372,468	\$ 693,920	\$ 2,695,039	\$ 137,533
Petty Cash and Change Funds	1,575	-	450	-
Receivables (Net):				
Taxes	114,840	-	-	-
Accounts	34,694	-	-	-
Accrued Interest	-	329,489	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	289,727	5,135,282	170,471
Loans Receivable	-	7,841,289	-	-
Inventories	2,696	-	-	-
Total Assets	<u>4,526,273</u>	<u>9,154,425</u>	<u>7,830,771</u>	<u>308,004</u>
LIABILITIES				
Salaries Payable	211,287	7,395	227,692	82,189
Accounts Payable	95,202	160	1,120,676	-
Contracts Payable	-	337,499	-	-
Due to Other Funds	19,163	34,285	356,017	225,815
Due to Other Governments	856	2,000	55,599	-
Unearned Revenue	210,730	5,801.00	-	-
Advance from Other Funds	-	-	4,500,000	-
Total Liabilities	<u>537,238</u>	<u>387,140</u>	<u>6,259,984</u>	<u>308,004</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	<u>114,840</u>	<u>7,841,289</u>	<u>535,333</u>	<u>-</u>
FUND BALANCES				
Nonspendable	4,271	-	450	-
Restricted	3,869,924	925,996	-	-
Committed	-	-	-	-
Assigned	-	-	1,035,004	-
Total Fund Balances	<u>3,874,195</u>	<u>925,996</u>	<u>1,035,454</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,526,273</u>	<u>\$ 9,154,425</u>	<u>\$ 7,830,771</u>	<u>\$ 308,004</u>

STATEMENT 1

State Public Defender Special Revenue Fund	Emergency Communications Special Revenue Fund	Gifts and Donations Special Revenue Fund	Sheriff Special Revenue Fund	Corrections Special Revenue Fund	Property Records Special Revenue Fund
\$ 1,218,095	\$ 13,267,063	\$ 594,400	\$ 762,622	\$ 799,806	\$ 2,514,282
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	4,217
-	3,313	-	-	-	-
-	567,690	-	-	-	-
-	-	-	-	-	158,037
-	-	-	-	-	-
<u>1,218,095</u>	<u>13,838,066</u>	<u>594,400</u>	<u>762,622</u>	<u>799,806</u>	<u>2,676,536</u>
90,465	232,095	-	5,563	-	-
1,539	967,720	15,143	14,213	30,796	-
-	-	-	-	-	-
-	93,929	-	145,110	-	1,898
-	156,715	27	24,345	8,225	-
1,126,091	-	-	-	-	-
-	-	-	-	-	-
<u>1,218,095</u>	<u>1,450,459</u>	<u>15,170</u>	<u>189,231</u>	<u>39,021</u>	<u>1,898</u>
-	1,917	-	-	-	158,037
-	-	-	-	-	-
-	-	579,230	493,993	-	2,516,601
-	4,323,073	-	-	450,334	-
-	8,062,617	-	79,398	310,451	-
-	<u>12,385,690</u>	<u>579,230</u>	<u>573,391</u>	<u>760,785</u>	<u>2,516,601</u>
\$ 1,218,095	\$ 13,838,066	\$ 594,400	\$ 762,622	\$ 799,806	\$ 2,676,536

(Continued)

**RAMSEY COUNTY, MINNESOTA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2015**

	County Attorney Special Revenue Fund	Health Promotion/ Health Improvement Special Revenue Fund	Parks and Recreation Special Revenue Fund	Care Center Patients' Activity Special Revenue Fund	4R Program Special Revenue Fund
ASSETS					
Cash and Cash Equivalents	\$ 866,216	\$ 169,088	\$ 492,448	\$ 26,393	\$ 560,914
Petty Cash and Change Funds	-	-	-	-	-
Receivables (Net):					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Accrued Interest	-	-	-	-	-
Due from Other Funds	-	-	-	-	549,807
Due from Other Governments	-	-	-	-	-
Loans Receivable	-	-	-	-	-
Inventories	-	-	-	-	-
Total Assets	<u>866,216</u>	<u>169,088</u>	<u>492,448</u>	<u>26,393</u>	<u>1,110,721</u>
LIABILITIES					
Salaries Payable	-	-	-	-	-
Accounts Payable	2,251	210	7,889	656	23,760
Contracts Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	12,404
Due to Other Governments	-	-	762	-	-
Unearned Revenue	-	-	-	-	-
Advance from Other Funds	-	-	-	-	-
Total Liabilities	<u>2,251</u>	<u>210</u>	<u>8,651</u>	<u>656</u>	<u>36,164</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	-	-	-	-	549,807
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	863,965	168,878	483,797	25,737	524,750
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Total Fund Balances	<u>863,965</u>	<u>168,878</u>	<u>483,797</u>	<u>25,737</u>	<u>524,750</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 866,216</u>	<u>\$ 169,088</u>	<u>\$ 492,448</u>	<u>\$ 26,393</u>	<u>\$ 1,110,721</u>

**STATEMENT 1
(Continued)**

Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Regional Railroad Authority Special Revenue Fund	Regional Railroad Authority Debt Service Fund	Regional Railroad Authority Capital Projects Fund	Total Nonmajor Governmental Funds
\$ 1,730,733	\$ 1,244,437	\$ 11,009,410	\$ 418,212	\$ 7,369,880	\$ 50,942,959
-	20	350	-	-	2,395
-	-	339,739	-	-	454,579
3,993,736	134	51,412	-	-	4,079,976
-	-	-	-	-	333,706
-	-	-	-	-	553,120
-	70,979	77,532	-	1,633,690	7,945,371
-	-	-	-	-	7,999,326
-	-	-	-	-	2,696
<u>5,724,469</u>	<u>1,315,570</u>	<u>11,478,443</u>	<u>418,212</u>	<u>9,003,570</u>	<u>72,314,128</u>
-	8,667	28,523	-	-	893,876
19,850	23,289	901,697	-	453	3,225,504
-	-	239,063	-	1,325,133	1,901,695
675,725	1,002	109,576	-	-	1,674,924
960,157	-	35	-	-	1,208,721
-	-	-	-	-	1,342,622
-	-	-	-	-	4,500,000
<u>1,655,732</u>	<u>32,958</u>	<u>1,278,894</u>	<u>-</u>	<u>1,325,586</u>	<u>14,747,342</u>
<u>3,993,737</u>	<u>-</u>	<u>460,535</u>	<u>-</u>	<u>680,940</u>	<u>14,336,435</u>
-	20	350	-	-	5,091
75,000	1,282,592	-	418,212	-	12,228,675
-	-	-	-	-	4,773,407
-	-	9,738,664	-	6,997,044	26,223,178
<u>75,000</u>	<u>1,282,612</u>	<u>9,739,014</u>	<u>418,212</u>	<u>6,997,044</u>	<u>43,230,351</u>
<u>\$ 5,724,469</u>	<u>\$ 1,315,570</u>	<u>\$ 11,478,443</u>	<u>\$ 418,212</u>	<u>\$ 9,003,570</u>	<u>\$ 72,314,128</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	County Library Special Revenue Fund	Housing and Redevelopment Authority Special Revenue Fund	Workforce Solutions Special Revenue Fund	State Funding For Courts Special Revenue Fund
REVENUES				
Taxes	\$ 8,788,242	\$ -	\$ 360,762	\$ -
Licenses and Permits	-	-	-	-
Intergovernmental	857,447	2,266,348	20,475,399	3,227,551
Private Grants and Donations	-	-	49,696	-
Charges for Services	-	29,789	64,982	-
Fines and Forfeitures	537,163	-	-	-
Sales	70,181	1,000	-	-
Rental Income	185,928	-	-	-
Investment Earnings	1,679	144,194	-	-
Miscellaneous	94,146	598,628	-	-
Total Revenues	<u>10,534,786</u>	<u>3,039,959</u>	<u>20,950,839</u>	<u>3,227,551</u>
EXPENDITURES				
Current:				
General Government	-	-	-	3,227,551
Public Safety	-	-	-	-
Transportation	-	-	-	-
Sanitation	-	-	-	-
Health	-	-	-	-
Human Services	-	-	-	-
Culture and Recreation	10,708,668	-	-	-
Economic Development and Assistance	-	3,120,102	21,733,528	-
Capital Projects:				
Transportation	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest	-	-	-	-
Total Expenditures	<u>10,708,668</u>	<u>3,120,102</u>	<u>21,733,528</u>	<u>3,227,551</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(173,882)</u>	<u>(80,143)</u>	<u>(782,689)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	155,628	-
Transfers Out	-	-	(1,248)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>154,380</u>	<u>-</u>
Net Change in Fund Balances	<u>(173,882)</u>	<u>(80,143)</u>	<u>(628,309)</u>	<u>-</u>
Fund Balances - Beginning	4,050,827	1,006,139	1,663,763	-
Increase (Decrease) in Inventories	(2,750)	-	-	-
Fund Balances - Ending	<u>\$ 3,874,195</u>	<u>\$ 925,996</u>	<u>\$ 1,035,454</u>	<u>\$ -</u>

STATEMENT 2

State Public Defender Special Revenue Fund	Emergency Communications Special Revenue Fund	Gifts and Donations Special Revenue Fund	Sheriff Special Revenue Fund	Corrections Special Revenue Fund	Property Records Special Revenue Fund
\$ -	\$ 10,219,229	\$ -	\$ -	\$ -	\$ 674,143
-	-	-	258,528	-	-
2,846,878	1,404,710	-	19,577	-	53,476
-	-	371,085	200	3,778	-
-	6,455,902	-	263,536	258,612	750,490
-	-	-	438,947	-	-
-	-	-	260,250	473,283	-
-	-	-	-	-	-
-	-	130	95	7	2,987
39,234	4,242	35,689	889	564	11,331
<u>2,886,112</u>	<u>18,084,083</u>	<u>406,904</u>	<u>1,242,022</u>	<u>736,244</u>	<u>1,492,427</u>
2,886,112	-	6,845	-	-	1,348,306
-	15,725,367	5,820	1,156,877	589,948	-
-	-	-	-	-	-
-	-	36,176	-	-	-
-	-	110,686	-	-	-
-	-	218,718	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,886,112</u>	<u>15,725,367</u>	<u>378,245</u>	<u>1,156,877</u>	<u>589,948</u>	<u>1,348,306</u>
-	2,358,716	28,659	85,145	146,296	144,121
-	98,208	-	-	-	-
-	(115)	(21,649)	(200,000)	-	(274,254)
-	98,093	(21,649)	(200,000)	-	(274,254)
-	2,456,809	7,010	(114,855)	146,296	(130,133)
-	9,928,881	572,220	688,246	614,489	2,646,734
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 12,385,690</u>	<u>\$ 579,230</u>	<u>\$ 573,391</u>	<u>\$ 760,785</u>	<u>\$ 2,516,601</u>

(Continued)

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	County Attorney Special Revenue Fund	Health Promotion/ Health Improvement Special Revenue Fund	Parks and Recreation Special Revenue Fund	Care Center Patients' Activity Special Revenue Fund	4R Program Special Revenue Fund
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-	-	-
Intergovernmental	-	-	428,499	-	-
Private Grants and Donations	-	-	1,340	15,132	-
Charges for Services	-	-	-	-	-
Fines and Forfeitures	115,052	6,620	-	-	-
Sales	483	-	-	-	-
Rental Income	-	-	-	-	-
Investment Earnings	-	-	-	-	-
Miscellaneous	4,001	76,210	247	-	1,734
Total Revenues	<u>119,536</u>	<u>82,830</u>	<u>430,086</u>	<u>15,132</u>	<u>1,734</u>
EXPENDITURES					
Current:					
General Government	197,582	-	-	-	-
Public Safety	-	-	-	-	-
Transportation	-	-	-	-	-
Sanitation	-	-	-	-	515,305
Health	-	16,706	-	-	-
Human Services	-	-	-	12,990	-
Culture and Recreation	-	-	611,773	-	-
Economic Development and Assistance	-	-	-	-	-
Capital Projects:					
Transportation	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	<u>197,582</u>	<u>16,706</u>	<u>611,773</u>	<u>12,990</u>	<u>515,305</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(78,046)</u>	<u>66,124</u>	<u>(181,687)</u>	<u>2,142</u>	<u>(513,571)</u>
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(78,046)</u>	<u>66,124</u>	<u>(181,687)</u>	<u>2,142</u>	<u>(513,571)</u>
Fund Balances - Beginning	942,011	102,754	665,484	23,595	1,038,321
Increase (Decrease) in Inventories	-	-	-	-	-
Fund Balances - Ending	<u>\$ 863,965</u>	<u>\$ 168,878</u>	<u>\$ 483,797</u>	<u>\$ 25,737</u>	<u>\$ 524,750</u>

**STATEMENT 2
(Continued)**

Forfeited Property Management Special Revenue Fund	Law Library Special Revenue Fund	Regional Railroad Authority Special Revenue Fund	Regional Railroad Authority Debt Service Fund	Regional Railroad Authority Capital Projects Fund	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 10,222,556	\$ 7,329,000	\$ 1,167,495	\$ 38,761,427
-	-	-	-	-	258,528
-	38,761	325,353	-	3,689,163	35,633,162
-	-	-	-	-	441,231
11,071	930,291	-	-	-	8,764,673
-	-	-	-	-	1,097,782
2,172,696	-	-	-	-	2,977,893
2,490	-	1,708,102	-	-	1,896,520
-	507	4,522	-	-	154,121
21,287	3,731	196,903	-	-	1,088,836
<u>2,207,544</u>	<u>973,290</u>	<u>12,457,436</u>	<u>7,329,000</u>	<u>4,856,658</u>	<u>91,074,173</u>
1,868,657	657,928	-	-	-	10,192,981
-	-	-	-	-	17,478,012
-	-	9,276,832	-	-	9,276,832
-	-	-	-	-	515,305
-	-	-	-	-	52,882
-	-	-	-	-	123,676
-	-	-	-	-	11,539,159
-	-	-	-	-	24,853,630
-	-	-	-	1,119,568	1,119,568
-	-	-	6,638,333	-	6,638,333
-	-	-	274,047	-	274,047
<u>1,868,657</u>	<u>657,928</u>	<u>9,276,832</u>	<u>6,912,380</u>	<u>1,119,568</u>	<u>82,064,425</u>
<u>338,887</u>	<u>315,362</u>	<u>3,180,604</u>	<u>416,620</u>	<u>3,737,090</u>	<u>9,009,748</u>
-	-	-	-	-	253,836
(338,887)	-	-	-	-	(836,153)
<u>(338,887)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(582,317)</u>
-	315,362	3,180,604	416,620	3,737,090	8,427,431
75,000	967,250	6,558,410	1,592	3,259,954	34,805,670
-	-	-	-	-	(2,750)
<u>\$ 75,000</u>	<u>\$ 1,282,612</u>	<u>\$ 9,739,014</u>	<u>\$ 418,212</u>	<u>\$ 6,997,044</u>	<u>\$ 43,230,351</u>

**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, 2015**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 8,893,946	\$ 9,015,920	\$ 8,788,242	\$ (227,678)
Intergovernmental	748,291	856,140	857,447	1,307
Fines and Forfeitures	600,000	600,000	537,163	(62,837)
Sales	70,000	70,000	70,181	181
Rental Income	120,000	120,000	1,679	(118,321)
Investment Earnings	9,500	9,500	185,928	176,428
Miscellaneous	-	93,655	94,146	491
Total Revenues	<u>10,441,737</u>	<u>10,765,215</u>	<u>10,534,786</u>	<u>(230,429)</u>
EXPENDITURES				
Current:				
Culture and Recreation	10,441,737	10,765,215	10,477,426	(287,789)
Total Expenditures	<u>10,441,737</u>	<u>10,765,215</u>	<u>10,477,426</u>	<u>(287,789)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>57,360</u>	<u>57,360</u>
Adjustment	(231,242)	(231,242)	(231,242)	-
Fund Balance - Beginning	4,050,827	4,050,827	4,050,827	-
Increase (Decrease) in Inventories	-	-	(2,750)	(2,750)
Fund Balance - Ending	<u>\$ 3,819,585</u>	<u>\$ 3,819,585</u>	<u>\$ 3,874,195</u>	<u>\$ 54,610</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, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 10,219,229	\$ 10,219,229	\$ 10,219,229	\$ -
Intergovernmental	689,651	689,651	1,404,710	715,059
Charges for Services	6,472,610	6,523,864	6,455,902	(67,962)
Miscellaneous	-	-	4,242	4,242
Total Revenues	<u>17,381,490</u>	<u>17,432,744</u>	<u>18,084,083</u>	<u>651,339</u>
EXPENDITURES				
Current:				
Public Safety	17,864,490	14,644,588	14,569,473	(75,115)
Total Expenditures	<u>17,864,490</u>	<u>14,644,588</u>	<u>14,569,473</u>	<u>(75,115)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(483,000)</u>	<u>2,788,156</u>	<u>3,514,610</u>	<u>726,454</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	98,208	98,208	98,208	-
Transfers Out	-	-	(115)	(115)
Total Other Financing Sources (Uses)	<u>98,208</u>	<u>98,208</u>	<u>98,093</u>	<u>(115)</u>
Net Change in Fund Balance	<u>(384,792)</u>	<u>2,886,364</u>	<u>3,612,703</u>	<u>726,339</u>
Adjustment	(1,155,894)	(1,155,894)	(1,155,894)	-
Fund Balance - Beginning	9,928,881	9,928,881	9,928,881	-
Fund Balance - Ending	<u>\$ 8,388,195</u>	<u>\$ 11,659,351</u>	<u>\$ 12,385,690</u>	<u>\$ 726,339</u>

RAMSEY COUNTY, MINNESOTA
4R PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISONS (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Miscellaneous	\$ 1,260,000	\$ 1,260,000	\$ 1,734	\$ (1,258,266)
EXPENDITURES				
Current:				
Sanitation	1,260,000	1,260,000	316,726	(943,274)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(314,992)	(314,992)
Adjustment	(198,579)	(198,579)	(198,579)	-
Fund Balance - Beginning	1,038,321	1,038,321	1,038,321	-
Fund Balance - Ending	<u>\$ 839,742</u>	<u>\$ 839,742</u>	<u>\$ 524,750</u>	<u>\$ (314,992)</u>

SCHEDULE 14

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, 2015

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Charges for Services	\$ 7,200	\$ 7,200	\$ 11,071	\$ 3,871
Sales	362,025	559,525	2,172,696	1,613,171
Rental Income	-	-	2,490	2,490
Investment Earnings	15,000	15,000	-	(15,000)
Miscellaneous	-	-	21,287	21,287
Total Revenues	384,225	581,725	2,207,544	1,625,819
EXPENDITURES				
Current:				
General Government	384,225	581,725	561,977	(19,748)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	1,645,567	1,645,567
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(338,887)	(338,887)
Total Other Financing Sources (Uses)	-	-	(338,887)	(338,887)
Net Change in Fund Balance	-	-	1,306,680	1,306,680
Adjustment	(1,306,680)	(1,306,680)	(1,306,680)	-
Fund Balance - Beginning	75,000	75,000	75,000	-
Fund Balance - Ending	\$ (1,231,680)	\$ (1,231,680)	\$ 75,000	\$ 1,306,680

**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, 2015**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 10,438,097	\$ 10,438,097	\$ 10,222,556	\$ (215,541)
Intergovernmental:				
Grants:				
Federal	-	-	275,982	275,982
State	-	-	9,449	9,449
Local	400	400	39,922	39,522
Investment Earnings	7,000	7,000	4,522	(2,478)
Rental Income	1,725,238	1,725,238	1,708,102	(17,136)
Miscellaneous	-	-	196,903	196,903
Total Revenues	<u>12,170,735</u>	<u>12,170,735</u>	<u>12,457,436</u>	<u>286,701</u>
EXPENDITURES				
Current:				
Transportation	<u>12,170,735</u>	<u>8,391,920</u>	<u>8,331,920</u>	<u>(60,000)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>3,778,815</u>	<u>4,125,516</u>	<u>346,701</u>
Adjustment	(944,912)	(944,912)	(944,912)	-
Fund Balance - Beginning	6,558,410	6,558,410	6,558,410	-
Fund Balance - Ending	<u>\$ 5,613,498</u>	<u>\$ 9,392,313</u>	<u>\$ 9,739,014</u>	<u>\$ 346,701</u>

**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, 2015**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS ON A BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET OVER (UNDER)
	ORIGINAL	FINAL		
REVENUES				
Taxes	\$ 6,980,000	\$ 7,329,000	\$ 7,329,000	-
EXPENDITURES				
Debt Service:				
Principal	6,700,000	6,638,333	6,638,333	-
Interest	280,000	274,047	274,047	-
Total Expenditures	<u>6,980,000</u>	<u>6,912,380</u>	<u>6,912,380</u>	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	416,620	416,620	-
Fund Balance - Beginning	1,592	1,592	1,592	-
Fund Balance - Ending	<u>\$ 1,592</u>	<u>\$ 418,212</u>	<u>\$ 418,212</u>	-

INTERNAL SERVICE FUNDS

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

Information Services – To provide electronic data processing services to County departments and other governmental units. It also operates the telephone system in the Ramsey County Government Center-West Building, Ramsey County Government Center-East Building, and City/County Courthouse.

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.

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.

Employee Health Insurance – To account for all expenses incurred in providing for Employee health insurance.

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
December 31, 2015

STATEMENT 3

	Information Services	General County Buildings	Firearms Range	Retiree Insurance	Employee Health Insurance	Total Internal Service Funds
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 8,706,088	\$ 17,128,800	\$ 98,907	\$ 2,182,413	\$ 2,353,739	\$ 30,469,947
Cash with Trustee	-	-	-	58,371,831	-	58,371,831
Petty Cash and Change Funds	75	-	-	-	-	75
Accounts Receivable (Net)	25,824	27,674	765	-	-	54,263
Due from Other Funds	1,981,355	326,466	1,680	9,470,376	-	11,779,877
Due from Other Governments	177,981	350,615	14,362	-	-	542,958
Prepaid Items	393,271	-	-	-	-	393,271
Restricted Cash and Cash Equivalents	-	1,000	-	-	-	1,000
Total Current Assets	<u>11,284,594</u>	<u>17,834,555</u>	<u>115,714</u>	<u>70,024,620</u>	<u>2,353,739</u>	<u>101,613,222</u>
Noncurrent Assets:						
Property Held for Resale	-	467,423	-	-	-	467,423
Capital Assets:						
Improvements Other Than Buildings	111,005	187,914	-	-	-	298,919
Building Improvements	49,900	7,285,573	-	-	-	7,335,473
Machinery and Equipment	5,873,354	598,073	-	-	-	6,471,427
Less Accumulated Depreciation	(3,960,751)	(5,335,148)	-	-	-	(9,295,899)
Total Capital Assets (Net of Accumulated Depreciation)	<u>2,073,508</u>	<u>2,736,412</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,809,920</u>
Total Noncurrent Assets	<u>2,073,508</u>	<u>3,203,835</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,277,343</u>
Total Assets	<u>13,358,102</u>	<u>21,038,390</u>	<u>115,714</u>	<u>70,024,620</u>	<u>2,353,739</u>	<u>106,890,565</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Pension Outflows	613,925	420,665	-	-	-	1,034,590
Total Deferred Outflows of Resources	<u>613,925</u>	<u>420,665</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,034,590</u>
LIABILITIES						
Current Liabilities:						
Salaries Payable	246,561	160,746	-	34,829	-	442,136
Accounts Payable	980,232	1,375,800	14,421	841,144	-	3,211,597
Due to Other Funds	2,252,393	2,190,404	-	-	-	4,442,797
Due to Other Governments	16,243	42,735	-	-	-	58,978
Vacation and Compensatory Time Payable	492,846	370,636	-	-	-	863,482
Payable from Restricted Assets:						
Customer Deposits Payable	-	1,000	-	-	-	1,000
Total Current Liabilities	<u>3,988,275</u>	<u>4,141,321</u>	<u>14,421</u>	<u>875,973</u>	<u>-</u>	<u>9,019,990</u>
Noncurrent Liabilities:						
Compensated Absences Payable	373,869	439,896	-	-	-	813,765
Net OPEB Liability	-	-	-	108,803,731	-	108,803,731
Net Pension Liability	4,352,341	2,819,957	-	-	-	7,172,298
Total Noncurrent Liabilities	<u>4,726,210</u>	<u>3,259,853</u>	<u>-</u>	<u>108,803,731</u>	<u>-</u>	<u>116,789,794</u>
Total Liabilities	<u>8,714,485</u>	<u>7,401,174</u>	<u>14,421</u>	<u>109,679,704</u>	<u>-</u>	<u>125,809,784</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Pension Inflows	496,252	326,582	-	-	-	822,834
Total Deferred Inflows of Resources	<u>496,252</u>	<u>326,582</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>822,834</u>
NET POSITION						
Net Investment in Capital Assets	2,073,508	2,736,412	-	-	-	4,809,920
Unrestricted	2,687,782	10,994,887	101,293	(39,655,084)	2,353,739	(23,517,383)
Total Net Position	<u>\$ 4,761,290</u>	<u>\$ 13,731,299</u>	<u>\$ 101,293</u>	<u>\$ (39,655,084)</u>	<u>\$ 2,353,739</u>	<u>\$ (18,707,463)</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

STATEMENT 4

	<u>Information Services</u>	<u>General County Buildings</u>	<u>Firearms Range</u>	<u>Retiree Insurance</u>	<u>Employee Health Insurance</u>	<u>Total Internal Service Funds</u>
OPERATING REVENUES:						
Charges for Services	\$ 18,227,214	\$ 17,794,941	\$ 93,534	\$ 12,643,941	\$ -	\$ 48,759,630
Sales	-	1,422	2,882	-	-	4,304
Miscellaneous	1,867	268,233	-	-	-	270,100
Total Operating Revenues	<u>18,229,081</u>	<u>18,064,596</u>	<u>96,416</u>	<u>12,643,941</u>	<u>-</u>	<u>49,034,034</u>
OPERATING EXPENSES:						
Personal Services	7,596,483	5,207,757	-	-	-	12,804,240
Other Services and Charges	5,891,656	9,374,113	64,979	-	-	15,330,748
Supplies	3,128,458	3,623,373	1,440	-	-	6,753,271
OPEB Expense	-	-	-	19,533,049	-	19,533,049
Depreciation	485,024	537,577	-	-	-	1,022,601
Total Operating Expenses	<u>17,101,621</u>	<u>18,742,820</u>	<u>66,419</u>	<u>19,533,049</u>	<u>-</u>	<u>55,443,909</u>
Operating Income (Loss)	<u>1,127,460</u>	<u>(678,224)</u>	<u>29,997</u>	<u>(6,889,108)</u>	<u>-</u>	<u>(6,409,875)</u>
NONOPERATING REVENUES (EXPENSES):						
Intergovernmental Revenue	19,586	29,190	-	-	-	48,776
Investment Earnings (Loss)	-	-	-	639,029	-	639,029
Loss on Disposal of Capital Assets	(401)	-	-	-	-	(401)
Total Nonoperating Revenues (Expenses)	<u>19,185</u>	<u>29,190</u>	<u>-</u>	<u>639,029</u>	<u>-</u>	<u>687,404</u>
Income Before Transfers	<u>1,146,645</u>	<u>(649,034)</u>	<u>29,997</u>	<u>(6,250,079)</u>	<u>-</u>	<u>(5,722,471)</u>
Transfers In	446,594	-	-	-	197,545	644,139
Transfers Out	(865,247)	-	-	-	-	(865,247)
Change in Net Position	<u>727,992</u>	<u>(649,034)</u>	<u>29,997</u>	<u>(6,250,079)</u>	<u>197,545</u>	<u>(5,943,579)</u>
Net Position - Beginning as Restated	4,033,298	14,380,333	71,296	(33,405,005)	2,156,194	(12,763,884)
Net Position - Ending	<u>\$ 4,761,290</u>	<u>\$ 13,731,299</u>	<u>\$ 101,293</u>	<u>\$ (39,655,084)</u>	<u>\$ 2,353,739</u>	<u>\$ (18,707,463)</u>

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

STATEMENT 5

	Information Services	General County Buildings	Firearms Range	Retiree Insurance	Employee Health Insurance	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from Customers and Users	\$ 823,205	\$ 3,201,432	\$ 57,065	\$ -	\$ -	\$ 4,081,702
Receipts from Interfund Services Provided	17,448,399	15,059,190	44,887	\$12,166,098	-	44,718,574
Payments to Suppliers	(8,109,791)	(11,877,489)	(14,551)	(10,290,788)	-	(30,292,619)
Payments to Employees	(7,592,709)	(5,245,560)	-	-	-	(12,838,269)
Payments for Interfund Services Used	(204,761)	(2,870,083)	(37,533)	(1,320,933)	-	(4,433,310)
Net Cash Provided (Used) for Operating Activities	<u>2,364,343</u>	<u>(1,732,510)</u>	<u>49,868</u>	<u>554,377</u>	<u>-</u>	<u>1,236,078</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Intergovernmental Revenue	19,586	29,190	-	-	-	48,776
Transfers In	446,594	-	-	-	197,545	644,139
Transfers Out	(865,247)	-	-	-	-	(865,247)
Net Cash Provided (Used) for Noncapital Financing Activities	<u>(399,067)</u>	<u>29,190</u>	<u>-</u>	<u>-</u>	<u>197,545</u>	<u>(172,332)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Purchases of Capital Assets	(1,571,792)	(391,019)	-	-	-	(1,962,811)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(1,571,792)</u>	<u>(391,019)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,962,811)</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Investment Earnings (Loss)	-	-	-	639,029	-	639,029
Net Cash Provided (Used) for Investing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>639,029</u>	<u>-</u>	<u>639,029</u>
Net Increase (Decrease) in Cash and Cash Equivalents	393,484	(2,094,339)	49,868	1,193,406	197,545	(260,036)
Cash and Cash Equivalents, January 1	8,312,679	19,224,139	49,039	59,360,838	2,156,194	89,102,889
Cash and Cash Equivalents, December 31	<u>8,706,163</u>	<u>17,129,800</u>	<u>98,907</u>	<u>60,554,244</u>	<u>2,353,739</u>	<u>88,842,853</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:						
Operating Income (Loss)	1,127,460	(678,224)	29,997	(6,889,108)	-	(6,409,875)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:						
Depreciation Expense	485,024	537,577	-	-	-	1,022,601
Changes in Assets and Liabilities:						
(Increase) Decrease in Accounts Receivable	(9,044)	(25,415)	1	-	-	(34,458)
(Increase) Decrease in Due From Other Funds	5,032	490,962	9,133	(659,868)	-	(154,741)
(Increase) Decrease in Due From Other Governments	46,534	(269,522)	(3,598)	89,076	-	(137,510)
(Increase) Decrease in Prepaid Items	(68,079)	-	-	-	-	(68,079)
(Increase) Decrease in Deferred Pension Outflows	(613,925)	(420,665)	-	-	-	(1,034,590)
Increase (Decrease) in Salaries Payable	(148,563)	(129,683)	-	(82,977)	-	(361,223)
Increase (Decrease) in Accounts Payable	623,114	(1,873,360)	14,335	8,881	-	(1,227,030)
Increase (Decrease) in Due to Other Funds	151,021	125,641	-	-	-	276,662
Increase (Decrease) in Due to Other Governments	(493)	(2,366)	-	-	-	(2,859)
Increase (Decrease) in Vacation and Compensatory Time Payable	48,885	25,983	-	-	-	74,868
Increase (Decrease) in Compensated Absences Payable	5,382	2,979	-	-	-	8,361
Increase (Decrease) in Net OPEB Liability Payable	-	-	-	8,088,373	-	8,088,373
Increase (Decrease) in Deferred Pension Inflows	496,252	326,582	-	-	-	822,834
Increase (Decrease) in Net Pension Liability	215,743	157,001	-	-	-	372,744
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,364,343</u>	<u>\$ (1,732,510)</u>	<u>\$ 49,868</u>	<u>\$ 554,377</u>	<u>\$ -</u>	<u>\$ 1,236,078</u>

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.

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
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Missing Heirs</u>	<u>Lake Owasso Residence Client Trust</u>	<u>Ramsey Care Center Client Trust</u>	<u>Total Private Purpose Trust Funds</u>
ASSETS				
Cash and Cash Equivalents	\$ 241,995	\$ 52,088	\$ 41,235	\$ 335,318
LIABILITIES				
Custodial Payable	-	4,872	4,579	9,451
NET POSITION				
Held in Trust for Private Purposes	<u>\$ 241,995</u>	<u>\$ 47,216</u>	<u>\$ 36,656</u>	<u>\$ 325,867</u>

STATEMENT 7

RAMSEY COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Missing Heirs</u>	<u>Lake Owasso Residence Client Trust</u>	<u>Ramsey Care Center Client Trust</u>	<u>Total Private Purpose Trust Funds</u>
ADDITIONS				
Receipts from Clients	\$ 27,162	\$ 138,075	\$ 112,707	\$ 277,944
Investment Earnings	-	-	15	15
Total Additions	<u>27,162</u>	<u>138,075</u>	<u>112,722</u>	<u>277,959</u>
DEDUCTIONS				
Payments to Clients or on Behalf of Clients	<u>3,396</u>	<u>163,464</u>	<u>111,970</u>	<u>278,830</u>
Change in Net Position	23,766	(25,389)	752	(871)
Net Position - Beginning	<u>218,229</u>	<u>72,605</u>	<u>35,904</u>	<u>326,738</u>
Net Position - Ending	<u>\$ 241,995</u>	<u>\$ 47,216</u>	<u>\$ 36,656</u>	<u>\$ 325,867</u>

RAMSEY COUNTY, MINNESOTA
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2015</u>
ASSETS				
Cash and Cash Equivalents	\$ 34,714,242	\$ 1,184,124,217	\$ 1,187,176,296	\$ 31,662,163
Receivables:				
Accounts	9,650,566	18,318,600	22,725,385	5,243,781
Due from Other Governments	-	56,190	-	56,190
	<u>\$ 44,364,808</u>	<u>\$ 1,202,499,007</u>	<u>\$ 1,209,901,681</u>	<u>\$ 36,962,134</u>
Total Assets				
LIABILITIES				
Custodial Payable	\$ 26,203,687	\$ 695,714,499	\$ 700,533,476	\$ 21,384,710
Due to Other Governments	18,161,121	506,784,508	509,368,205	15,577,424
	<u>\$ 44,364,808</u>	<u>\$ 1,202,499,007</u>	<u>\$ 1,209,901,681</u>	<u>\$ 36,962,134</u>
Total Liabilities				

Supplementary Schedules

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Special Revenue Funds					
	General Fund	County Library	Solid Waste/ Recycling Service Fee	Housing and Redevelopment Authority	Workforce Solutions	State Funding For Courts
Shared Revenue:						
State-						
Highway Users Tax	\$ 8,437,881	\$ -	\$ -	\$ -	\$ -	\$ -
Watercraft Registration	103,937	-	-	-	-	-
Market Value Homestead Credit	812	22	-	-	-	-
Disparity Reduction Aid	262,977	-	-	-	-	-
County Program Aid	16,264,230	535,054	-	-	-	-
State Aid for Police Pension	1,381,012	-	-	-	-	-
911 Telephone Fee	-	-	-	-	-	-
PERA Rate Increase Aid	707,013	21,652	3,718	762	9,372	11,114
Local Performance Aid	25,000	-	-	-	-	-
Total Shared Revenue	27,182,862	556,728	3,718	762	9,372	11,114
Reimbursement for Services:						
State-						
Minnesota Department of Human Services	13,052,176	-	-	-	-	-
Total Reimbursement for Services	13,052,176	-	-	-	-	-
Grants:						
State-						
Minnesota Department of Commerce	346,112	-	-	-	-	-
Education	3,728	7,849	-	-	-	-
Historical Society	50,650	-	-	-	-	-
Public Safety	1,051,878	-	-	-	-	-
Pollution Control	-	-	1,617,870	-	-	-
Health	4,756,106	-	-	-	-	-
Natural Resources	175,749	-	-	-	-	-
Transportation	-	-	-	-	-	-
Corrections	10,264,109	-	-	-	-	-
Human Services	37,032,507	-	-	-	2,295,624	-
Veteran Affairs	22,500	-	-	-	-	-
Employment & Economic Development	-	-	-	-	2,237,663	-
Trial Courts	-	-	-	-	-	3,216,437
Public Defense Board	-	-	-	-	-	-
Miscellaneous Boards	76,298	-	-	-	-	-
Total State	53,779,637	7,849	1,617,870	-	4,533,287	3,216,437
Federal-						
Department of Agriculture	10,561,607	-	-	-	-	-
Housing and Urban Development	1,087,672	-	-	2,265,586	-	-
Justice	359,148	-	-	-	-	-
Labor	-	-	-	-	2,030,182	-
Transportation	415,702	-	-	-	-	-
Environmental Protection Agency	-	-	-	-	-	-
Education	-	-	-	-	-	-
Health and Human Services	44,543,654	-	-	-	13,902,558	-
Homeland Security	903,677	-	-	-	-	-
Total Federal	57,871,460	-	-	2,265,586	15,932,740	-
Local	4,225,818	292,115	363,006	-	-	-
Total Grants	115,876,915	299,964	1,980,876	2,265,586	20,466,027	3,216,437
Build America Bonds Interest Subsidy	229,243	-	-	-	-	-
Excess Tax Increment	475,999	-	-	-	-	-
Payments in lieu of taxes	340,369	755	-	-	-	-
Total Intergovernmental Revenue	\$ 157,157,564	\$ 857,447	\$ 1,984,594	\$ 2,266,348	\$ 20,475,399	\$ 3,227,551

Special Revenue Funds							
State Public Defender	Emergency Communications	Regional Railroad Authority	Sheriff	Property Records	Parks and Recreation	Law Library	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	56	-	-	-	-	78
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	535,054
-	689,651	-	-	-	-	-	689,651
10,410	-	-	-	-	-	836	57,864
-	-	-	-	-	-	-	-
<u>10,410</u>	<u>689,651</u>	<u>56</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>836</u>	<u>1,282,647</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	7,849
-	-	-	-	-	-	37,925	37,925
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,617,870
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	2,295,624
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	2,237,663
-	-	-	-	-	-	-	3,216,437
2,836,468	-	-	-	-	-	-	2,836,468
-	-	-	-	-	-	-	-
<u>2,836,468</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,925</u>	<u>12,249,836</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	2,265,586
-	-	-	19,577	-	-	-	19,577
-	-	-	-	-	-	-	2,030,182
-	-	275,982	-	-	-	-	275,982
-	-	-	-	53,476	-	-	53,476
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	13,902,558
-	-	-	-	-	-	-	-
-	-	<u>275,982</u>	<u>19,577</u>	<u>53,476</u>	<u>-</u>	<u>-</u>	<u>18,547,361</u>
-	715,059	39,922	-	-	428,499	-	1,838,601
2,836,468	715,059	315,904	19,577	53,476	428,499	37,925	32,635,798
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	9,393	-	-	-	-	10,148
<u>\$ 2,846,878</u>	<u>\$ 1,404,710</u>	<u>\$ 325,353</u>	<u>\$ 19,577</u>	<u>\$ 53,476</u>	<u>\$ 428,499</u>	<u>\$ 38,761</u>	<u>\$ 33,928,593</u>

(Continued)

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUES
ALL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Regional Railroad					Total
	Debt Service Fund	Authority Capital Projects Fund	Capital Projects Fund	Enterprise Funds	Internal Service Funds	All Funds
Shared Revenue:						
State-						
Highway Users Tax	\$ 242,457	\$ -	\$ 10,499,611	\$ -	\$ -	\$ 19,179,949
Watercraft Registration	-	-	-	-	-	103,937
Market Value Homestead Credit	5	-	-	-	-	895
Disparity Reduction Aid	-	-	-	-	-	262,977
County Program Aid	134,000	-	-	-	-	16,933,284
State Aid for Police Pension	-	-	-	250,000	-	1,631,012
911 Telephone Fee	-	-	-	-	-	689,651
PERA Rate Increase Aid	-	-	-	54,292	27,117	846,286
Local Performance Aid	-	-	-	-	-	25,000
Total Shared Revenue	376,462	-	10,499,611	304,292	27,117	39,672,991
Reimbursement for Services:						
State-						
Minnesota Department of Human Services	-	-	-	-	-	13,052,176
Total Reimbursement for Services	-	-	-	-	-	13,052,176
Grants:						
State-						
Minnesota Department of Commerce	-	-	-	-	-	346,112
Education	-	-	-	-	-	11,577
Historical Society	-	-	-	-	-	88,575
Public Safety	-	-	-	-	-	1,051,878
Pollution Control	-	-	-	-	-	1,617,870
Health	-	-	-	-	-	4,756,106
Natural Resources	-	-	-	-	-	175,749
Transportation	-	-	12,092,563	-	-	12,092,563
Corrections	-	-	-	-	-	10,264,109
Human Services	-	-	-	-	-	39,328,131
Veteran Affairs	-	-	-	-	-	22,500
Employment & Economic Development	-	-	-	-	21,659	2,259,322
Trial Courts	-	-	-	-	-	3,216,437
Public Defense Board	-	-	-	-	-	2,836,468
Miscellaneous Boards	-	-	-	-	-	76,298
Total State	-	-	12,092,563	-	21,659	78,143,695
Federal-						
Department of Agriculture	-	-	-	-	-	10,561,607
Housing and Urban Development	-	-	-	-	-	3,353,258
Justice	-	-	-	-	-	378,725
Labor	-	-	-	-	-	2,030,182
Transportation	-	3,689,163	6,847,399	-	-	11,228,246
Environmental Protection Agency	-	-	-	-	-	53,476
Education	-	-	-	-	-	-
Health and Human Services	-	-	-	-	-	58,446,212
Homeland Security	-	-	-	-	-	903,677
Total Federal	-	3,689,163	6,847,399	-	-	86,955,383
Local	-	-	2,671,487	-	-	8,735,906
Total Grants	-	3,689,163	21,611,449	-	21,659	173,834,984
Build America Bonds Interest Subsidy	273,061	-	-	-	-	502,304
Excess Tax Increment	-	-	-	-	-	475,999
Payments in lieu of taxes	10,790	-	-	-	-	361,307
Total Intergovernmental Revenue	\$ 660,313	\$ 3,689,163	\$ 32,111,060	\$ 304,292	\$ 48,776	\$ 227,899,761

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Pass-Through Grant Number	Passed Through to Subrecipients
Department of Agriculture			
Passed Through Minnesota Department of Education:			
<i>Child Nutrition Cluster</i>			
School Breakfast Program	10.553	02F701	\$ 39,072 \$ -
National School Lunch Program	10.555	02F701	61,521 -
National School Lunch Program	10.555	02F702	11,598 -
Total CFDA #10.555			<u>73,119 -</u>
(Total expenditures for Child Nutrition Cluster \$112,191)			
Passed Through Minnesota Department of Health:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC)	10.557	12-700-00093	4,198,595 -
Passed Through Minnesota Department of Human Services:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	15152MN10152514	6,243,075 -
Passed Through Minnesota Department of Agriculture:			
WIC Farmers Market Nutrition Program (FMNP)	10.572	Not Provided	7,746 -
Total Department of Agriculture			<u>10,561,607 -</u>
Department of Housing and Urban Development			
Direct			
Community Development Block Grants/Entitlement Grants	14.218		988,025 698,117
Supportive Housing Program	14.235		704,533 704,533
Continuum of Care Program	14.267		35,494 -
Passed Through Dakota County Community Development Agency			
Home Investment Partnerships Program	14.239	M15-DC-27-0203	1,277,561 -
Passed Through Hennepin County:			
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	Not Provided	347,645 -
Total Department of Housing and Urban Development			<u>3,353,258 1,402,650</u>
Department of Justice			
Direct			
State Criminal Alien Assistance Program	16.606		100,953 -
Equitable Sharing Program	16.922		61,414 -
Passed Through Minnesota Department of Public Safety:			
Juvenile Accountability Block Grants	16.523	AO-3994	2,976 -
Juvenile Accountability Block Grants	16.523	AO-4457	436 -
Juvenile Accountability Block Grants	16.523	AO-4458	11,904 -
Juvenile Accountability Block Grants	16.523	AO-5175	1,105 -
Juvenile Accountability Block Grants	16.523	AO-5540	557 -
Total CFDA #16.523			<u>16,978 -</u>
Violence Against Women Formula Grants	16.588	AO-4455	23,250 -
Violence Against Women Formula Grants	16.588	AO-5539	12,625 -
Total CFDA # 16.588			<u>35,875 -</u>
Passed Through City of St. Paul			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2014-DJ-BX-0912	82,564 -
Passed Through Minnesota Trial Courts			
Drug Court Discretionary Grant Program	16.585	Not Provided	80,941 -
Total Department of Justice			<u>378,725 -</u>

(continued)

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

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number	Pass-Through Grant Number		Passed Through to Subrecipients
Department of Labor				
Passed Through Minnesota Department of Employment and Economic Development:				
<i>WIA Cluster</i>				
Workforce Investment Act (WIA) - Adult Programs	17.258	4153100	450,200	-
Workforce Investment Act (WIA) - Adult Programs	17.258	5153100	54,202	-
Total CFDA #17.258			<u>504,402</u>	<u>230,259</u>
Workforce Investment Act (WIA) - Youth Activities	17.259	4153600	326,320	-
Workforce Investment Act (WIA) - Youth Activities	17.259	5153600	527,623	-
Total CFDA #17.259			<u>853,943</u>	<u>396,215</u>
Workforce Investment Act (WIA) - Dislocated Worker Formula Grants	17.278	4158000	406,070	-
Workforce Investment Act (WIA) - Dislocated Worker Formula Grants	17.278	5158000	265,767	-
Total CFDA #17.278			<u>671,837</u>	<u>532,914</u>
(Total expenditures for WIA Cluster \$2,030,182)				
Total Department of Labor			<u>2,030,182</u>	<u>1,159,388</u>
Department of Transportation				
Passed Through Minnesota Department of Transportation:				
Highway Planning & Construction	20.205	50780	48,315	-
Highway Planning & Construction	20.205	50781	57,790	-
Highway Planning & Construction	20.205	51551	2,240,833	-
Highway Planning & Construction	20.205	52300	44,438	-
Highway Planning & Construction	20.205	52321	1,119,186	-
Highway Planning & Construction	20.205	52440	860,610	-
Highway Planning & Construction	20.205	52641	820,443	-
Highway Planning & Construction	20.205	52920	21,290	-
Highway Planning & Construction	20.205	52921	725,088	-
Highway Planning & Construction	20.205	53490	166,987	-
Highway Planning & Construction	20.205	53630	742,419	-
Total CFDA # 20.205			<u>6,847,399</u>	<u>-</u>
Passed Through Metropolitan Council:				
Federal Transit Capital Investment Grants	20.500	MN04x031	13,040	-
Alternatives Analysis	20.522	MN39x002	231,844	-
Passed Through Minnesota Department of Public Safety:				
State and Community Highway Safety	20.600	SD-0902	54,365	-
State and Community Highway Safety	20.600	SD-1023	6,789	-
State and Community Highway Safety	20.600	SD-1152	46,844	-
Total CFDA # 20.600			<u>107,998</u>	<u>-</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	SD-1023	72,252	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	SD-1152	76,420	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	SD-1299	137,797	-
Total CFDA # 20.608			<u>286,469</u>	<u>-</u>
National Priority Safety Programs	20.616	SD-1152	21,235	-
Total Department of Transportation			<u>7,507,985</u>	<u>-</u>

(continued)

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

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number		Passed Through to Subrecipients
Environmental Protection Agency			
Direct			
Brownfields Assessment and Cleanup Cooperative Agreements	66.818		53,476
Total Environmental Protection Agency			53,476
Department of Health and Human Services			
Direct			
Family Planning Services	93.217	Not Provided	440,840
Passed Through Minnesota Department of Human Services: Temporary Assistance for Needy Families (TANF)	93.558	1601MNTANF	16,688,384
Passed Through Minnesota Department of Health: Temporary Assistance for Needy Families (TANF) (Total Temporary Assistance for Needy Families 93.558 \$17,683,118)	93.558	1601MNTANF	994,734
Passed Through Minnesota Department of Human Services: Projects for Assistance in Transition from Homelessness Early Hearing Detection and Intervention Information System (EHDI-IS) Surveillance Program	93.150	SM016024-15	222,323
Promoting Safe and Stable Families	93.314	UR3DD000842	17,925
Child Support Enforcement	93.563	1501MNFPS	229,725
Refugee and Entrant Assistance - State Administered Programs	93.566	1604MNCEST	9,592,758
Child Care and Development Block Grant	93.575	1601MNRCA	11,618
Community Based Child Abuse Prevention Grants	93.590	G1601MNCCDF	1,097,526
Stephanie Tubbs Jones Child Welfare Services Program	93.645	1402MNFPRG	113,558
Foster Care Title IV-E	93.658	1501MNCWSS	58,714
Adoption Assistance	93.659	1601MNFOST	5,068,394
Social Services Block Grant	93.667	1601MNADPT	751,749
Child Abuse and Neglect State Grants	93.669	1501MNSOSR	3,518,157
Chafee Foster Care Independence Program	93.674	1301MNCA01	2,438
Children's Health Insurance Program	93.767	1501MNCILP	30,121
Medical Assistance Program	93.778	1605MN5021	5,679
Block Grant for Prevention and Treatment of Substance Abuse	93.959	1605MN5ADM	16,475,454
Passed Through Minnesota Department of Health: Public Health Emergency Preparedness	93.069	14B1MNSAPT	937,550
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	Not Provided	310,621
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	Not Provided	18,403
Affordable Care Act (ACA) Abstinence Education Program	93.235	U52PS004701	14,643
Universal Newborn Hearing Screening	93.251	1501MNAEGP	243,045
Immunization Cooperative Agreements	93.268	H61MC00035	6,600
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	93.505	H23IP000737	96,239
Child Lead Poisoning Prevention Surveillance financed in part by Prevention and Public Health (PPHF) Program	93.753	X02MC23111	1,153,108
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	UE1EH001268	12,250
HIV Prevention Activities-Health Department Based	93.940	Not Provided	2,140
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	U62PS003701	54,180
Maternal and Child Health Services Block Grant to the States	93.994	H25PS004255	5,238
Passed Through Natl Assoc of County & City Health Officials: Medical Reserve Corps Small Grant Program	93.008	B04MC28107	248,958
Total Department of Health and Human Services			58,426,572
			8,231,416

(continued)

RAMSEY COUNTY, MINNESOTA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015

Federal Grantor Pass Through Agency Grant Program Title	Federal CFDA Number		Passed Through to Subrecipients
Department of Homeland Security			
Passed Through Minnesota Department of Public Safety:			
Emergency Management Performance Grants	97.042	CO-0771	201,548 -
Emergency Management Performance Grants	97.042	CO-1208	179,714 -
Total CFDA # 97.042			<u>381,262 -</u>
Homeland Security Grant Program	97.067	0406	94,511 -
Homeland Security Grant Program	97.067	0444	29,763 -
Homeland Security Grant Program	97.067	0446	35,965 -
Homeland Security Grant Program	97.067	0456	3,300 -
Homeland Security Grant Program	97.067	0458	6,242 -
Homeland Security Grant Program	97.067	0465	10,149 -
Homeland Security Grant Program	97.067	0468	96 -
Homeland Security Grant Program	97.067	0481	1,111 -
Homeland Security Grant Program	97.067	0489	24,152 -
Homeland Security Grant Program	97.067	0533	50,104 -
Homeland Security Grant Program	97.067	0535	40,540 -
Homeland Security Grant Program	97.067	0537	88,789 -
Homeland Security Grant Program	97.067	0571	49,293 -
Total CFDA # 97.067			<u>434,015 -</u>
Passed Through Minnesota Department of Natural Resources:			
Boating Safety Financial Assistance	97.012	SHRFP-001703	88,400 -
Total Department of Homeland Security			<u>903,677 -</u>
Total Cash Federal Awards			<u>\$ 83,215,482 \$ 10,793,454</u>

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

1. Reporting Entity

The Schedule of Expenditures of Federal Awards presents the activities of federal award programs expended by Ramsey County. Ramsey County's reporting entity is defined in Note I to the financial statements.

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, 2015. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 position, 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. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Ramsey County has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

4. Reconciliation to Schedule of Intergovernmental Revenue

Federal grant revenue per Schedule of Intergovernmental Revenue	\$ 86,955,383
Grants received more than 60 days after year-end, deferred in 2015	
Federal Railroad Administration – HS1PR	680,940
Alternative Analysis	77,531
Grants deferred in 2014, recognized as revenue in 2015	
Federal Railroad Administration – HS1PR	(4,223,943)
Federal Transit Capital Investment Grants	(133,120)
Alternatives Analysis	(121,669)
HIV Prevention Activities - Health Department Based	<u>(19,640)</u>
Expenditures Per Schedule of Expenditures of Federal Awards	<u>\$ 83,215,482</u>

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.

Contents	Page
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.	112
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property taxes.	117
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.	120
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.	124
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.	127

TABLE I

RAMSEY COUNTY, MINNESOTA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in Capital Assets	\$ 437,027,997	\$ 433,496,071	\$ 459,571,638	\$ 490,694,178	\$ 504,493,994	\$ 594,662,081	\$ 610,410,904	\$ 621,216,506	\$ 615,919,275	\$ 637,343,653
Restricted	84,675,877	71,157,995	61,904,201	64,652,023	85,110,684	120,670,636	108,108,169	99,804,214	93,663,238	66,113,565
Unrestricted	167,942,820	209,183,481	223,473,920	213,847,774	203,149,528	158,982,129	210,455,168	229,002,705	250,775,590	107,388,288
Total governmental activities net position	689,646,694	713,837,547	744,949,759	769,193,975	792,754,206	874,314,846	928,974,241	950,023,425	960,358,103	810,845,506
Business-type activities										
Net investment in Capital Assets	3,520,751	3,379,797	3,645,069	3,824,730	3,402,305	3,400,278	3,343,942	3,369,326	12,857,516	12,349,349
Restricted	50,657	-	-	-	-	-	-	-	-	-
Unrestricted	9,153	(1,389,478)	(3,168,911)	(3,562,112)	(4,978,946)	(6,808,206)	(7,281,627)	(7,420,821)	(17,458,763)	(25,379,353)
Total business-type activities net position	3,580,561	1,990,319	476,158	262,618	(1,576,641)	(3,407,928)	(3,937,685)	(4,051,495)	(4,601,247)	(13,030,004)
Primary government										
Net investment in Capital Assets	440,548,748	436,875,868	463,216,707	494,518,908	507,896,299	598,062,359	613,754,846	624,585,832	628,776,791	649,693,002
Restricted	84,726,534	71,157,995	61,904,201	64,652,023	85,110,684	120,670,636	108,108,169	99,804,214	93,663,238	66,113,565
Unrestricted	167,951,973	207,794,003	220,305,009	210,285,662	198,170,582	152,173,923	203,173,541	221,581,884	233,316,827	82,008,935
Total primary government net position	\$ 693,227,255	\$ 715,827,866	\$ 745,425,917	\$ 769,456,593	\$ 791,177,565	\$ 870,906,918	\$ 925,036,556	\$ 945,971,930	\$ 955,756,856	\$ 797,815,502

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

** 2012 Business Activities charges for services were restated.

*** 2015 Governmental and Business Activities were restated due to implementation of GASB 68.

Unaudited

RAMSEY COUNTY, MINNESOTA
CHANGES IN NET POSITION
LAST TEN YEARS

(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities:										
General government	\$ 83,775,008	\$ 101,167,962	\$ 128,943,586	\$ 82,960,856	\$ 115,004,474	\$ 100,922,870	\$ 103,272,389	\$ 107,355,011	\$ 127,084,891	118,584,926
Public safety	93,123,718	119,620,609	95,365,044	126,613,064	123,129,484	120,098,178	126,308,615	122,923,626	139,654,941	133,837,013
Transportation	35,186,475	55,736,382	27,755,773	45,719,387	62,666,799	50,406,476	54,810,668	75,207,790	54,616,336	64,387,013
Sanitation	17,071,936	20,784,044	21,437,028	20,344,702	17,905,242	20,287,792	18,743,427	19,719,836	19,668,328	19,594,580
Health	26,343,037	28,278,967	30,170,924	29,132,076	37,201,753	40,459,379	45,368,902	36,311,200	38,055,782	43,027,461
Human services	176,236,609	184,531,459	180,681,041	159,164,483	158,887,480	156,795,998	161,457,339	157,082,703	154,505,737	163,632,603
Culture and recreation	18,916,977	17,643,825	24,850,816	30,920,839	19,150,384	25,754,548	27,563,253	23,705,512	25,827,682	26,684,186
Conservation of natural resources	413,943	81,364	127,989	309,757	363,667	272,732	333,639	319,019	318,442	300,474
Economic development and assistance	22,931,445	23,600,476	26,515,815	32,822,478	32,581,770	26,908,496	24,978,312	25,262,318	22,960,214	24,895,097
Interest	9,433,629	9,474,261	8,590,471	8,322,655	8,549,472	8,556,688	6,461,552	6,283,322	7,595,967	5,764,841
Total governmental activities expenses	483,432,777	560,919,349	544,438,487	536,310,297	575,440,525	550,463,157	569,298,096	574,170,337	590,288,320	600,708,194
Business-type activities:										
Lake Owasso Residence	8,177,791	8,702,482	8,772,381	8,479,113	8,494,803	8,809,514	8,788,431	8,831,038	9,220,086	9,488,558
Ramsey County Care Center	12,435,723	13,608,395	14,400,779	15,082,263	15,455,058	15,631,570	15,491,080	15,522,140	16,307,818	17,133,429
Ponds at Battle Creek	701,798	694,747	738,633	655,002	683,309	668,899	881,119	611,437	610,213	571,319
Vadnais Sports Center	-	-	-	-	-	-	-	-	597,106	1,274,327
Law Enforcement Services	5,051,851	5,248,385	5,582,194	5,942,423	5,954,287	6,218,335	6,465,343	6,730,650	7,033,709	6,804,427
Total business-type activities expenses	26,367,163	28,254,009	29,493,987	30,158,801	30,587,457	31,328,318	31,625,973	31,695,265	33,768,932	35,272,060
Total primary government expenses	509,799,940	589,173,358	573,932,474	566,469,098	606,027,982	581,791,475	600,924,069	605,865,602	624,057,252	635,980,254
Program Revenues										
Governmental activities:										
Charges for Services										
General government	25,586,857	17,929,840	20,472,751	19,529,871	20,899,775	20,938,831	21,902,274	23,880,255	26,063,756	31,637,055
Public safety	8,350,392	9,702,158	17,230,963	14,321,258	15,355,653	15,986,359	15,625,893	16,875,698	17,004,098	17,310,255
Transportation	2,451,634	4,384,943	3,582,569	4,021,033	2,140,811	3,808,081	1,912,846	2,442,465	3,610,980	5,389,382
Sanitation	19,659,083	17,864,232	19,041,808	17,766,566	18,331,643	19,067,958	18,952,784	18,420,680	18,549,765	17,171,481
Health	8,166,676	7,865,494	8,092,699	8,948,448	9,148,842	12,421,094	14,262,404	13,614,859	14,610,724	12,127,949
Human services	7,773,517	8,276,649	10,383,511	10,287,808	13,988,585	9,647,165	9,433,423	9,427,711	8,420,833	7,960,558
Culture and recreation	6,010,116	6,291,835	6,799,792	6,023,509	6,160,011	6,131,644	5,562,631	5,293,171	6,639,246	7,094,744
Conservation of natural resources	302,760	179,122	455	391	2,770	-	-	-	4,098	-
Economic development and assistance	1,666,602	522,029	2,220,368	196,245	1,814,382	127,048	367,361	1,674,251	784,359	859,614
Operating grants and contributions:										
General government	11,750,858	28,311,540	21,246,302	22,576,853	23,323,019	23,919,526	24,750,203	22,947,112	22,219,305	19,110,271
Public safety	13,857,784	14,579,839	15,566,362	15,251,928	15,177,256	14,421,382	13,081,069	14,352,834	13,793,108	14,961,235
Transportation	4,261,815	6,014,034	4,040,531	6,113,663	7,436,879	8,811,046	8,831,400	10,200,915	32,981,077	38,929,189
Sanitation	1,506,761	2,494,748	1,709,892	2,041,267	2,268,498	3,051,744	2,661,784	1,813,817	1,599,690	1,984,594
Health	11,983,024	13,341,719	11,891,612	12,952,071	14,184,562	11,931,376	11,945,052	13,940,332	15,734,197	19,286,487
Human services	98,980,847	95,521,547	96,601,195	71,770,883	67,546,165	72,884,605	70,559,798	71,595,939	69,002,968	82,200,654
Culture and recreation	677,345	1,714,644	1,667,841	1,069,749	1,212,152	1,706,435	2,430,124	1,770,880	2,645,594	4,004,982
Conservation of natural resources	77,584	4,000	-	-	-	-	-	-	-	-
Economic development and assistance	21,595,537	22,761,021	25,699,726	32,169,680	31,630,902	25,579,558	23,578,147	23,229,417	21,889,720	23,316,643
Capital grants and contributions:										
General government	1,256,573	3,500,000	3,986,939	-	-	-	-	-	-	-
Public safety	6,195,938	8,873,273	197,329	-	600,000	-	-	-	-	-
Transportation	24,239,254	28,892,308	12,225,205	20,178,993	43,868,783	77,075,784	49,555,988	31,533,762	1,721,516	3,124,690
Health	-	-	-	-	-	-	10,300,000	-	-	-
Culture and recreation	1,603,138	521,765	976,609	457,952	2,863,537	2,892,676	2,263,168	1,200,863	-	-
Conservation of natural resources	-	-	-	-	-	-	-	-	-	-
Economic development and assistance	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	277,954,095	299,546,740	283,634,459	265,677,968	297,954,225	330,402,312	307,976,349	284,214,961	277,275,034	306,469,783

Unaudited

TABLE II
(Continued)

RAMSEY COUNTY, MINNESOTA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

(accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Business-type activities:										
Charges for Services										
Lake Owasso Residence	7,630,384	7,793,049	8,015,858	8,014,630	7,902,212	7,805,181	7,797,620	7,946,574	8,252,204	8,512,694
Ramsey County Care Center	11,949,961	12,344,360	12,910,864	14,464,624	13,725,845	14,112,022	14,169,662	13,804,871	14,438,620	14,615,053
Ponds at Battle Creek	446,901	481,476	465,921	449,980	430,432	393,612	568,223	426,384	453,462	508,564
Vadnais Sports Center	-	-	-	-	-	-	-	-	698,155	1,605,987
Law Enforcement Services	4,804,901	4,934,136	5,279,653	5,612,155	5,695,759	5,907,717	6,248,683	6,428,364	6,591,888	6,839,231
Operating grants and contributions:										
Lake Owasso Residence	-	19,968	26,957	24,607	19,968	19,968	19,968	19,968	19,968	19,968
Ramsey County Care Center	-	93,084	60,567	51,619	33,778	33,778	33,778	33,778	33,778	33,778
Law Enforcement Services	258,573	313,099	290,782	286,049	273,109	274,446	243,125	256,555	335,206	250,546
Capital grants and contributions:										
Lake Owasso Residence	-	75,010	-	20,713	-	-	-	-	-	-
Ramsey County Care Center	68,018	67,407	-	336,680	-	-	-	-	-	176,099
Ponds at Battle Creek	-	-	-	-	-	-	-	30,290	-	-
Total business-type activities program revenues	25,158,738	26,121,589	27,050,602	29,261,057	28,081,103	28,546,724	29,081,059	28,946,784	30,823,281	32,561,920
Total primary government program revenues	303,112,833	309,756,048	292,728,570	294,939,025	358,483,415	358,949,036	337,057,408	313,161,745	308,098,315	339,031,703
Net (Expense)/Revenue										
Governmental activities	(205,478,682)	(261,372,609)	(260,804,028)	(270,632,329)	(277,486,300)	(220,060,845)	(261,321,747)	(289,955,376)	(313,013,286)	(294,238,411)
Business-type activities	(1,208,425)	(2,132,420)	(2,443,385)	(897,744)	(2,506,354)	(2,781,594)	(2,544,914)	(2,748,481)	(2,945,651)	(2,710,140)
Total primary government net expense	(206,687,107)	(263,505,029)	(263,247,413)	(271,530,073)	(279,992,654)	(222,842,439)	(263,866,661)	(292,703,857)	(315,958,937)	(296,948,551)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	217,391,017	241,069,599	251,168,844	261,103,048	271,767,557	274,791,919	291,981,045	296,128,119	297,567,581	293,584,616
Wheelage taxes	-	-	-	-	-	-	-	-	3,883,855	4,184,673
Grants and contributions not restricted to specific programs	35,053,797	23,416,716	23,843,634	28,042,678	24,414,110	19,330,043	23,052,965	17,673,798	20,502,897	21,309,616
Investment earnings (loss)	15,581,358	20,381,154	15,240,509	5,720,578	4,439,391	5,658,590	2,912,916	(322,081)	3,337,343	3,139,941
Miscellaneous	3,032,751	-	-	-	-	-	-	-	-	-
Gain on disposal/sale of capital assets	3,358,752	1,079,083	2,520,956	641,094	292,520	391,791	-	106,211	383,780	239,872
Special item - capital lease forgiveness	-	-	-	-	-	2,279,985	-	-	-	-
Transfers	(619,561)	(383,090)	(857,703)	(630,853)	(627,228)	(830,853)	(1,965,784)	(2,581,487)	(2,327,492)	(5,381,751)
Total governmental activities	273,798,114	285,563,462	291,916,240	294,876,545	300,286,350	301,621,485	315,981,142	311,004,560	323,347,964	317,076,967
Business-type activities:										
Grants and contributions not restricted to specific programs	54,170	-	-	-	-	-	-	-	-	-
Investment earnings	142,025	149,835	52,796	46,816	26,393	106,454	41,112	39,366	31,545	43,520
Miscellaneous	1,575	-	-	-	-	-	-	-	-	-
Gain on disposal/sale of capital assets	(16,981)	9,253	18,725	6,735	13,474	13,000	8,261	13,818	36,862	(30,674)
Transfers	619,561	383,090	857,703	630,853	627,228	830,853	1,965,784	2,581,487	2,327,492	5,381,751
Total business-type activities	800,350	542,178	929,224	684,204	667,095	950,307	2,015,157	2,634,671	2,395,899	5,394,597
Total primary government	274,598,464	286,105,640	292,845,464	295,560,749	300,953,445	302,571,792	317,996,299	313,639,231	325,743,863	322,471,564
Change in Net Position										
Governmental activities	68,319,432	24,190,853	31,112,212	24,244,216	22,800,050	81,560,640	54,659,395	21,049,184	10,334,678	22,838,556
Business-type activities	(408,075)	(1,590,242)	(1,514,161)	(213,540)	(1,839,259)	(1,831,287)	(529,757)	(113,810)	(549,752)	2,684,457
Total primary government	\$ 67,911,357	\$ 22,600,611	\$ 29,598,051	\$ 24,030,676	\$ 20,960,791	\$ 79,729,353	\$ 54,129,638	\$ 20,935,374	\$ 9,784,926	\$ 25,523,013

* 2012 Business Activities charges for services were restated.

Unaudited

TABLE III

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

(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	\$ 20,037,607	\$ 26,183,908	\$ 24,745,093	\$ 30,847,253	\$ 37,133,464	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved										
Designated	125,350,133	116,401,902	127,940,274	142,877,033	141,856,001	-	-	-	-	-
Undesignated	30,592,387	32,204,125	36,858,893	31,421,395	32,455,674	-	-	-	-	-
Nonspendable	-	-	-	-	-	18,675,330	16,836,541	15,168,209	20,041,480	12,178,547
Restricted	-	-	-	-	-	155,244	166,478	175,122	183,534	192,399
Committed	-	-	-	-	-	3,819,936	7,321,209	2,042,509	1,693,743	1,693,743
Assigned	-	-	-	-	-	123,848,540	135,304,614	131,842,047	127,675,675	36,771,270
Unassigned	-	-	-	-	-	68,873,130	63,002,311	73,349,901	79,564,043	178,868,624
Total General Fund	175,980,127	174,789,935	189,544,260	205,145,681	211,445,139	215,372,180	222,631,153	222,577,788	229,158,475	229,704,583
All Other Governmental Funds										
Reserved	73,519,370	79,419,196	66,857,324	63,324,828	68,136,405	-	-	-	-	-
Unreserved										
Designated										
Special revenue funds	45,240,562	52,937,331	63,514,506	47,507,530	14,968,937	-	-	-	-	-
Capital projects fund	12,664,938	-	-	-	(15,620,875)	-	-	-	-	-
Undesignated										
Special revenue funds	5,427,871	5,836,106	390,275	4,788,605	46,749,281	-	-	-	-	-
Capital projects fund	-	(2,156,637)	(8,772,755)	300,138	3,619,867	-	-	-	-	-
Nonspendable	-	-	-	-	-	184,746	191,986	199,071	7,892	5,141
Restricted	-	-	-	-	-	120,515,392	107,941,691	107,888,830	93,479,704	95,522,341
Committed	-	-	-	-	-	319,835	3,709,807	4,964,496	30,497,112	38,953,862
Assigned	-	-	-	-	-	18,877,749	20,860,177	13,422,547	17,084,241	21,605,109
Unassigned	-	-	-	-	-	-	-	(3,266,335)	-	4,618,069
Total all other governmental funds	\$ 136,852,741	\$ 136,035,996	\$ 121,989,350	\$ 115,921,101	\$ 117,853,615	\$ 139,897,722	\$ 132,703,661	\$ 123,208,609	\$ 141,088,949	\$ 160,704,522

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

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

(modified accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Property taxes	\$ 216,674,650	\$ 239,785,933	\$ 249,861,620	\$ 260,402,097	\$ 270,417,546	\$ 276,637,814	\$ 282,649,414	\$ 297,006,997	\$ 302,405,800	\$ 298,815,186
Licenses and permits	1,394,880	1,471,701	1,639,971	1,625,056	1,604,772	1,684,066	1,916,780	2,153,560	1,998,108	1,981,534
Intergovernmental	242,690,517	237,252,980	225,621,021	215,862,442	233,823,832	258,138,049	226,312,391	198,201,205	216,279,971	227,546,693
Private grants and donations	422,816	1,133,959	1,468,043	877,888	836,528	844,288	600,814	476,655	377,992	895,221
Charges for services	62,043,508	61,155,215	68,393,453	67,244,221	68,575,275	70,931,808	71,022,943	71,563,871	71,446,921	70,737,847
Fines and forfeitures	745,971	845,968	733,550	923,872	807,505	951,329	1,073,697	884,816	1,070,054	1,098,169
Sales	2,850,049	2,568,428	2,486,445	2,552,113	2,321,665	3,219,897	2,940,134	3,274,937	3,894,945	4,154,900
Rental income	1,658,210	1,500,716	1,559,640	1,590,902	1,653,421	1,353,884	1,684,955	2,613,374	2,892,842	2,892,842
Investment earnings	17,560,179	22,514,136	16,012,013	5,720,578	4,439,391	5,658,590	2,912,916	(322,081)	3,020,220	3,118,283
Program recoveries	3,790,928	4,021,196	3,919,001	5,921,413	5,133,919	3,266,715	4,615,256	4,649,593	3,234,327	3,849,708
Miscellaneous	5,529,616	8,816,301	8,813,756	7,257,163	7,394,250	8,172,571	8,468,698	8,470,337	11,456,683	14,045,578
Total revenues	555,361,324	581,066,533	580,508,512	569,977,745	597,008,104	631,760,737	613,866,927	588,044,845	617,738,395	629,135,961
Expenditures										
General government	87,579,800	136,147,236	99,922,521	88,827,004	98,837,741	101,887,173	93,682,790	97,216,767	90,621,432	98,190,690
Public safety	93,978,150	103,852,517	116,561,185	117,216,770	114,767,782	115,360,087	118,643,759	120,450,958	126,290,684	128,053,676
Transportation	14,898,949	15,308,044	15,352,544	34,207,811	53,379,274	108,867,710	19,948,611	46,168,113	25,419,208	26,306,903
Sanitation	17,027,293	20,578,256	21,216,560	20,234,092	17,853,654	20,232,552	18,620,998	19,574,566	20,790,288	19,130,710
Health	27,620,672	27,845,829	29,674,278	29,780,411	36,557,504	39,364,298	34,309,365	35,985,653	37,830,992	40,663,466
Human services	178,479,898	179,473,226	179,189,088	158,512,154	155,917,420	154,412,108	158,943,945	157,930,908	156,653,900	163,910,742
Culture and recreation	17,816,393	18,832,863	19,911,185	19,738,837	20,314,246	21,372,191	21,752,535	20,816,960	21,749,166	22,488,998
Conservation of natural resources	406,016	51,254	71,516	50,943	52,899	44,626	42,286	39,225	42,133	43,352
Economic development and assistance	22,915,902	23,650,189	26,146,647	32,645,070	32,245,092	28,774,013	25,001,606	25,256,316	23,051,049	24,853,630
Capital outlay	50,134,804	66,777,129	35,478,085	42,417,173	48,301,528	55,988,264	97,658,647	58,460,610	72,308,629	67,642,176
Debt service										
Bond issuance costs	70,093	86,872	66,371	171,873	296,715	390,268	390,598	352,841	298,047	169,555
Principal	11,835,252	16,298,102	24,429,453	28,525,650	14,699,286	15,330,998	42,080,000	35,035,000	31,576,666	22,723,333
Payment to refunded bond escrow agent										
Interest	9,373,553	9,651,318	9,166,915	8,379,746	8,793,587	8,909,317	8,724,816	8,475,272	9,166,373	8,388,650
Total expenditures	532,136,775	618,552,835	577,186,348	580,707,534	602,616,728	666,933,605	665,509,956	625,763,199	615,798,567	622,565,881
Excess of revenues over (under) expenditures	23,224,549	(37,486,302)	3,322,164	(10,729,789)	(5,608,624)	(35,172,868)	(51,643,029)	(37,718,344)	1,939,828	6,570,080
Other Financing Sources (Uses):										
Contract for Deed	-	45,278,408	-	-	-	-	-	-	-	-
Xcel Energy Loan Proceeds	76,940	-	-	-	-	-	-	-	-	-
Bonds issued	6,750,000	18,610,000	6,100,000	22,050,000	16,500,000	18,500,000	18,500,000	34,700,000	12,800,000	17,945,000
Loans issued	-	-	-	-	-	-	20,000,000	-	-	-
Discount/premium on bonds	31,046	690,659	122,772	66,911	508,367	7,408,586	5,065,614	2,718,398	1,236,900	1,426,885
Proceeds from Sale of Assets	6,000,000	3,300,000	3,531,806	-	-	497,594	-	-	383,780	288,799
Refunding Bonds Issued	-	-	-	-	-	35,975,000	-	-	12,550,000	-
Redemption of refunded bonds	-	(8,510,000)	(7,355,000)	-	(7,390,000)	-	-	-	-	-
Transfers in	2,331,539	5,894,151	8,875,286	13,776,186	5,438,950	27,317,878	11,038,983	14,625,426	23,011,729	23,517,483
Transfers out	(2,950,973)	(29,567,348)	(13,681,743)	(15,927,674)	(8,082,975)	(31,214,839)	(19,319,325)	(23,412,538)	(27,895,119)	(29,430,491)
Total other financing sources (uses)	12,238,552	35,695,870	(2,406,679)	19,965,423	13,924,942	58,484,219	51,625,272	28,631,286	22,067,290	13,747,676
Special Item:										
Capital Lease Forgiveness	-	-	-	-	-	2,279,995	-	-	-	-
Net change in fund balances	\$ 35,463,101	\$ (1,790,432)	\$ 915,285	\$ 9,235,634	\$ 8,315,718	\$ 25,591,346	\$ (17,757)	\$ (9,087,058)	\$ 24,027,118	\$ 20,317,756
Debt service as a percentage of noncapital expenditures	4.40%	4.61%	6.25%	6.97%	4.17%	4.47%	5.76%	7.61%	6.76%	5.31%

* Capital outlay amounts were reclassified.

Unaudited

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

PAYABLE FISCAL PERIOD	REAL ESTATE			PERSONAL PROPERTY			NET FISCAL DISPARITY (1)	LESS TAX CAPTURED TAX CAPACITY	NET TAX CAPACITY (2)	TOTAL DIRECT TAX RATE	TOTAL TAXABLE MARKET VALUE		PERCENT OF TAXABLE MARKET VALUE
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	NET TAX CAPACITY	TAXABLE MARKET VALUE	TAXABLE MARKET VALUE					TAXABLE MARKET VALUE	TAXABLE MARKET VALUE	
2007	\$ 382,683,298	\$ 164,138,472	\$ 546,821,770	\$ 9,300,648	\$ 468,551,900	\$ 12,882,615	\$ 40,581,499	\$ 528,423,534	44.943	\$ 45,931,488,000	49,095,390,200	1.15%	
2008	404,185,641	184,897,196	589,082,837	10,017,460	505,113,100	15,266,511	47,852,805	566,514,003	44.023	48,377,706,900	49,095,390,200	1.15%	
2009	392,447,216	194,114,329	586,561,545	9,871,164	498,208,500	18,713,524	47,183,423	596,432,709	46.546	48,377,706,900	49,095,390,200	1.23%	
2010	368,364,207	190,868,511	559,232,718	9,797,013	495,033,100	19,029,175	44,851,268	543,207,638	50.248	45,921,069,800	45,921,069,800	1.18%	
2011	347,641,653	176,530,778	524,172,431	10,566,921	534,322,500	20,063,169	41,314,153	513,488,368	54.678	43,219,897,400	43,219,897,400	1.19%	
2012	311,038,207	169,547,611	480,585,818	9,821,259	498,346,000	17,187,329	39,567,567	488,026,839	61.317	39,244,390,100	39,244,390,100	1.19%	
2013	288,413,459	163,778,574	452,192,033	10,342,110	524,899,200	17,227,066	36,112,751	443,648,458	65.240	36,755,676,300	36,755,676,300	1.21%	
2014	290,467,832	164,323,739	454,791,571	10,383,426	528,025,300	17,915,338	34,987,307	448,103,028	63.735	37,006,806,900	37,006,806,900	1.21%	
2015	314,379,211	169,713,969	484,093,180	10,791,542	548,879,800	19,567,837	33,528,754	480,922,805	58.922	39,918,416,500	39,918,416,500	1.20%	
2016	336,477,866	164,349,138	500,827,004	11,332,078	578,215,300	24,505,680	33,509,122	503,155,640	58.885	41,446,691,700	41,446,691,700	1.21%	

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

(1) 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) 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. 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.

Starting with taxes payable in 1989, values are expressed in terms of gross tax capacity instead of assessed values.

Unaudited

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

LEVY YEAR	PAYABLE YEAR	GENERAL FUND		GENERAL DEBT SERVICE	TOTAL GENERAL COUNTY	COUNTY LIBRARY REVENUE (1)	COUNTY LIBRARY DEBT (1)	TOTAL
		GENERAL SERVICES	HUMAN SERVICES					
TAX RATE AS A PERCENTAGE OF NET TAX CAPACITY (2)								
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
2013	2014	35.999	18.275	4.831	59.105	3.828	0.802	63.735
2014	2015	33.190	16.813	4.459	54.462	3.593	0.867	58.922
2015	2016	32.654	17.056	4.302	54.012	3.796	1.077	58.885
TAX LEVIES								
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
2013	2014	161,969,193	82,223,771	21,735,000	265,927,964	8,771,373	1,839,014	276,538,351
2014	2015	161,798,020	81,960,308	21,735,000	265,493,328	8,897,462	2,147,561	276,538,351
2015	2016	164,476,432	85,907,831	21,671,201	272,055,464	9,628,462	2,732,424	284,416,350

(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			
2006	217,459,484	10,143,743	207,315,741	797,442	206,518,299	203,455,200	98.14%	3,032,430	206,487,630	99.99%
2007	230,929,535	9,162,260	221,767,275	842,256	220,925,019	217,124,442	97.91%	3,748,495	220,872,937	99.98%
2008	242,075,699	8,758,281	233,317,418	984,308	232,333,110	227,391,319	97.46%	4,851,907	232,243,226	99.96%
2009	252,760,267	8,855,957	243,904,310	638,535	243,265,775	238,336,998	97.72%	4,780,183	243,117,181	99.94%
2010	259,971,049	9,196,053	250,774,996	684,747	250,090,249	244,384,790	97.45%	5,486,460	249,871,250	99.91%
2011	267,120,252	9,736,705	257,383,547	1,311,894	256,071,653	252,154,167	97.97%	3,670,391	255,824,558	99.90%
2012	271,794,856	281,830	271,513,026	1,069,739	270,443,287	266,990,571	98.33%	3,064,712	270,055,283	99.86%
2013	276,538,351	262,647	276,275,704	1,022,703	275,253,001	272,492,451	98.63%	2,400,137	274,892,588	99.87%
2014	276,538,351	262,630	276,275,721	1,244,889	275,030,832	272,522,340	98.64%	1,826,810	274,349,150	99.75%
2015	276,538,351	262,894	276,275,457	1,012,383	275,263,074	272,896,122	98.78%	-	272,896,122	99.14%

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			NET TAX CAPACITY	PERCENT OF DEBT TO TAXABLE VALUE	DEBT PER CAPITA	PERCENTAGE OF PERSONAL INCOME
	GENERAL OBLIGATION BONDS	PUBLIC FACILITY LEASES	GENERAL OBLIGATION BONDS	LOANS PAYABLE	NOTES PAYABLE	GENERAL OBLIGATION BONDS	LOANS PAYABLE	TOTAL PRIMARY GOVERNMENT				
2006	190,962,000	12,895,000	107,512	70,895	6,242,000	9,430,000	219,707,407	478,383,799	45.93%	432.66	1.00%	
2007	189,327,000	12,400,000	55,551	52,420	6,072,000	11,370,000	219,276,971	528,423,534	41.50%	426.40	0.94%	
2008	176,187,000	11,890,000	-	35,935	5,897,000	7,840,000	201,849,935	566,514,003	35.63%	390.72	0.85%	
2009	185,882,000	11,360,000	-	20,284	5,712,000	7,420,000	210,394,284	567,962,810	37.04%	404.25	0.91%	
2010	186,548,781	10,810,000	-	5,998	5,522,000	7,240,897	210,127,676	544,866,274	38.56%	413.12	0.92%	
2011	233,404,604	10,235,000	-	-	5,327,000	8,909,134	257,875,738	513,488,368	50.22%	501.03	1.10%	
2012	213,939,833	-	-	20,000,000	5,122,000	6,254,875	245,316,708	468,026,839	52.42%	471.63	1.02%	
2013	214,220,111	-	-	20,000,000	4,912,000	5,750,382	244,882,493	444,175,623	55.13%	464.92	1.00%	
2014	210,783,006	-	-	16,703,334	4,697,000	5,210,889	237,394,229	448,103,028	52.98%	445.68	0.95%	
2015	214,600,752	-	-	10,065,001	4,472,000	4,651,396	233,789,149	480,922,805	48.61%	434.44	0.78%	

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
2006	\$ 194,150,000	\$ 36,513,877	\$ 157,636,123	0.74%	32.95%	\$ 319.61
2007	194,625,000	27,884,696	166,740,304	0.74%	31.55%	333.55
2008	184,027,000	20,581,626	163,445,374	0.71%	28.85%	325.96
2009	187,590,000	21,405,305	166,184,695	0.74%	30.50%	328.25
2010	193,789,678	21,098,378	172,691,300	0.75%	33.63%	339.52
2011	242,313,738	76,339,533	165,974,205	0.71%	34.15%	322.47
2012	220,194,708	44,107,695	176,087,013	0.73%	37.62%	338.53
2013	219,970,493	24,629,153	195,341,340	0.80%	43.98%	370.87
2014	215,993,895	25,890,213	190,103,682	0.76%	42.42%	356.90
2015	213,462,561	25,944,486	187,518,075	0.75%	38.99%	351.37

Unaudited

TABLE X

**RAMSEY COUNTY, MINNESOTA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2015**

<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 Spring Lake Park	894,000	2.7%	24,138
City of St. Anthony	10,535,000	29.8%	3,139,430
City of Blaine	24,570,000	1.0%	245,700
School District #624	93,420,000	78.5%	73,334,701
School District #622	113,805,000	52.5%	59,747,625
School District #282	29,085,000	39.3%	11,430,405
Metro Council	206,020,000	14.5%	29,872,900
Ramsey-Washington Metro Watershed District	1,232,698	100.0%	1,232,698
Capital Region Watershed	3,917,940	100.0%	3,917,940
City of Falcon Heights	685,000	100.0%	685,000
City of Gem Lake	1,520,000	100.0%	1,520,000
City of Little Canada	3,255,000	100.0%	3,255,000
City of St. Paul	121,800,888	100.0%	121,800,888
City of Maplewood	5,735,000	100.0%	5,735,000
City of Mounds View	789,173	100.0%	789,173
City of New Brighton	815,000	100.0%	815,000
City of North St. Paul	6,735,000	100.0%	6,735,000
City of Roseville	28,185,000	100.0%	28,185,000
City of Shoreview	12,450,000	100.0%	12,450,000
City of Vadnais Heights	6,570,000	100.0%	6,570,000
School District #621	118,030,000	100.0%	118,030,000
School District #623	39,470,000	100.0%	39,470,000
School District #625	354,004,842	100.0%	354,004,842
Port Authority	29,340,000	100.0%	29,340,000
Ramsey County Regional Rail Authority	10,065,001.00	100.0%	10,065,001
Subtotal, overlapping debt			922,395,441
Ramsey County Direct Debt	<u>227,999,562</u>	100.0%	<u>227,999,562</u>
Total direct and overlapping debt	<u><u>1,450,929,104</u></u>		<u><u>\$1,150,395,003</u></u>

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

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

Unaudited

TABLE XII

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

Taxpayer	Type of Business	Payable 2015		Payable 2006			
		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 (Excel Energy)	Utility	\$ 10,716,770	1	2.17%	\$ 7,808,804	1	1.74%
3M	Industrial and Commercial Products	4,551,051	2	0.92%	5,677,654	2	1.27%
Medtronic	Surgical & Medical Instrument Manufacturing	2,642,614	3	0.53%			0.00%
St Paul Fire and Marine Ins Co (St Paul Travelers)	Insurance	2,552,888	4	0.52%			0.00%
CSM Corporation & Investors	Property Management/ Real Estate Investing (Commercial/ Office/ Hotel/ Townhome)	2,087,486	5	0.42%	1,820,606	4	0.41%
Compass Retail, Inc	Rosedale Center	1,944,488	6	0.39%	2,187,100	3	0.49%
Target Corporation	Retail	1,663,058	7	0.34%	1,648,414	7	0.37%
Unilev Management Corporation	Property Management	1,616,218	8	0.33%			0.00%
Maplewood Mall	Real Estate	1,580,250	9	0.32%	1,529,250	10	0.34%
Guidant (Cardiac Pacemakers, Inc.)	Medical Manufacturing	1,549,250	10	0.31%	1,699,250	6	0.38%
US Bank Corp	Corp Office Bldg and Banking				1,545,153	9	0.34%
Heritage Property Investment Trust Inc. (Bradley Operating LP)	Real estate investing				1,565,736	8	0.35%
Minnesota Mutual life Ins Co.	Insurance	-			1,731,034	5	0.39%
	Total	<u>\$ 30,904,073</u>		<u>6.24%</u>	<u>\$ 27,213,001</u>		<u>6.07%</u>

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
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	23,991	46,124	85,234	5.8%
2013	526,714	24,507	46,529	86,903	5.0%
2014	532,655	25,045	47,019	87,405	4.2%
2015	533,677	*	*	87,312	3.5%

* - 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 Employment and 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 2015</u>				<u>Fiscal Year 2006</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>	<u>Approximate Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
University of Minnesota	18,000	a	1	6.63%	16,300	e	3	6.13%	
State of Minnesota	15,427	a	2	5.68%	35,750		2	13.44%	
3M Company	10,500		3	3.87%	14,500		4	5.45%	
Indep. School District #625	6,100	a	4	2.25%	5,797		7	2.18%	
Ramsey County	4,390		5	1.62%	4,379		8	1.65%	
Medtronic	4,000	b	6	1.47%	-		-	0.00%	
Regions Hospital	3,740		7	1.38%	4,000		10	1.50%	
United Hospital (Saint Paul)	3,400		8	1.25%	4,500		9	1.69%	
City of Saint Paul	2,868	c	9	1.06%	-		-	0.00%	
Boston Scientific	2,532		10	0.93%	-		-	0.00%	
US Bancorp	-	-	-	-	51,000	d	1	19.18%	
Target	-	-	-	-	11,400	f	5	4.29%	
HealthEast	-	-	-	-	6,700		6	2.52%	
	<u>70,957</u>			<u>26.14%</u>	<u>154,326</u>			<u>58.03%</u>	

a: Includes full- and part-time employees.

b: Represents employees at Mounds View location only. Previous figure represented the company's worldwide worldwide employment.

c: Represents full-time equivalent employees.

d: Employment figure nationwide headquarter in St. Paul.

e: Includes Minneapolis campus.

f: Includes entire Twin Cities area.

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

Unaudited

**RAMSEY COUNTY, MINNESOTA
INSURANCE IN FORCE
DECEMBER 31, 2015**

<u>COMPANY NAME</u>	<u>POLICY NUMBER</u>	<u>POLICY PERIOD</u>	<u>COVERAGE-DEPARTMENTS</u>	<u>POLICY LIMIT</u>
Travelers	KTK-CMB-294T324-4-15	9/22/15-9/22/16	COUNTY Property Fire & Extended Coverage Boiler & Machinery Vehicles & Mobile Equipment	All Risk, Full Replacement, \$100,000 Deductible B&M Perils \$500 MM \$764 MM Total Ins. Value
Travelers	105497465	9/22/15-9/22/17	Commercial Crime Including Public Employee Dishonesty coverage	\$3,000,000 \$100,000 Deductible
WCRA	40014	1/1/15-1/1/16	Reinsurance - Workers' Compensation	\$1,960,000 Retention Limits
Ramsey County		1/1/15-1/1/16	Self-Funded Vehicle	\$30,000/\$60,000/\$10,000
Ramsey County	T-01-20	1/1/15-1/1/16	Self-Funded Tort	\$500,000 per Claim \$1,500,000 per Occurrence
Ramsey County	EPP-01-23	1/1/15-1/1/16	Employee Personal Prop. Loss	Per RC Board Policy up to \$750
Ramsey County	P-01-24	1/1/15-1/1/16	Self-Funded Property	Per State Statute - \$5,000 Deductible
MN Risk Management Fund	0023PK16	7/1/15-7/1/16	800 MHZ Property Fire and Extended, Boiler and Machinery and Vehicle and Mobile Equipment	\$8,662,000 \$25,000 Deductible
MN Risk Management Fund	0285PK16	7/1/15-7/1/16	Commercial General Liability	\$500,000 per Person/ \$1,500,000 per occurrence
National Indemnity Company of America	73 APS053432	1/1/15-1/1/16	LAKE OWASSO AND NURSING HOME Automobile	\$1,000,000 \$500 Deductible for Collision & Comprehensive.
CNA Surety/Western Surety Co.	0601 69042089	9/15/15-9/15/16	RAMSEY COUNTY CARE CENTER Patient's Bond	\$100,000
League of MN Cities	CMC38285/OML12651	9/10/15-9/10/16	SHERIFF \$1,500,000/\$2,000,000 Municipal Liability Violent Crime Enforcement Team	
Allied World Assurance	0308-3130	4/16/13-4/16/23	COUNTY MANAGER Pollution Legal Liability - TCAAP	\$25,000,000 \$100,000 Deductible Each Incident
Allied World Assurance	0308-3131	4/16/13-4/16/16	Contractor's Pollution Liability - TCAAP	\$10,000,000 \$25,000 Deductible Each Occurrence

Unaudited

(Continued)

**TABLE XV
(Continued)**

**RAMSEY COUNTY, MINNESOTA
INSURANCE IN FORCE
DECEMBER 31, 2015**

COMPANY NAME	POLICY NUMBER	POLICY PERIOD	COVERAGE-DEPARTMENTS	POLICY LIMIT
			EMERGENCY MANAGEMENT	
National Indemnity	75APR315321	2/5/15-2/5/16	Automobile	\$1,000,000 CSL Plus Physical Damage
			MEDICAL EXAMINER	
Midwest Medical	MP71336	1/1/15-1/1/16	Professional Liability Covers McGee, Froloff, Mills, and Huston Paid Directly by Medical Examiner	\$1,000,000/\$3,000,000 Claims Made Policy
			COUNTY ATTORNEY	
Travelers	106376229	9/22/15-9/22/17	Commercial Crime Including Employee Theft of Client Property	\$3,000,000 \$25,000 Deductible
			REGIONAL RAIL	
MN Joint Underwriting Association	J040015	7/1/15-7/1/16	General Liability	\$1,000,000 \$250 Deductible per Event
League of MN Cities	CMC38124/OML12493	7/12/15-7/12/16	\$100,000 Crime, \$250,000 Petrofund, \$1,500,000 Muni & Auto Liability 50/250 Defense Reimbursement Rush Line Corridor	
League of MN Cities	CMC38356/OML12720	10/6/15-10/6/16	Liability and Open Meeting Defense MN Hi Speed Rail Commission	\$1,500,000/\$2,000,000 Municipal, Auto, Crime, and Petrofund
Lexington Insurance	14245890	1/1/15-1/1/16	General Liability - Union Depot	\$5,000,000 \$25,000 Deductible
Affiliated FM Insurance	EP139	1/1/15-1/1/16	Property Insurance - Union Depot	\$134,600,000 \$50,000 Deductible per Occurrence
National Union Fire Insurance Company	01-450-86-81	7/1/15-7/1/16	Public Officials Liability	\$1,000,000 \$10,000 Deductible for Each Wrongful Act or Employment Practice Violation
Catlin Insurance Company	115571U15	11/20/15-11/20/16	Railroad Liability	\$50,000,000/\$100,000,000 \$500,000 Deductible per Occurrence \$2,000,000 Deductible FELA

Unaudited

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

<u>Function/Program</u>	<u>Full-Time Equivalent Employees as of December 31</u>									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General government	719.08	723.73	720.58	712.23	707.70	708.70	684.90	700.90	709.40	733.90
Public safety	1,069.49	1,088.49	1,124.79	1,138.54	1,107.66	1,100.66	1,069.16	1,058.16	1,058.66	1,062.16
Transportation	122.18	126.68	126.68	117.58	116.58	116.58	114.58	114.58	114.58	114.58
Health	292.73	302.68	309.28	325.28	318.83	319.00	308.35	338.70	334.90	355.65
Human services	1,252.09	1,267.79	1,269.09	1,292.44	1,282.64	1,269.59	1,265.14	1,311.24	1,318.24	1,343.84
Culture and recreation	193.61	193.61	196.96	198.94	192.34	192.62	187.32	185.43	185.28	192.28
Conservation of natural resources	4.90	4.90	4.05	-	-	-	-	-	-	-
Economic development and assistance	89.40	88.40	88.40	90.40	90.40	91.90	86.00	87.00	84.00	84.00
Total	3,743.48	3,796.28	3,839.83	3,875.41	3,816.15	3,799.05	3,715.45	3,796.01	3,805.06	3,886.41

Source: County Finance Office

Unaudited

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

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
County Building Operating Cost per Net Rentable ft ²	\$ 5.28	\$ 5.46	\$ 5.62	\$ 5.55	\$ 5.55	\$ 6.45	\$ 6.62	\$ 6.76	\$ 6.73	\$ 6.61
Public Safety										
Sheriff:										
Jail Facility Bookings	25,864	24,427	26,958	22,669	22,149	21,439	21,283	20,226	21,048	21,610
Warrants Issued & Cleared	15,118	15,029	14,637	9,315	12,572	24,351	24,154	22,225	21,070	24,415
Corrections:										
Adult Probation Cases	28,763	30,677	30,799	28,529	27,686	27,112	21,924	20,406	19,554	19,282
Juvenile Probation Cases	3,529	3,084	3,504	3,113	2,276	2,202	1,277	1,140	1,064	1,064
Average Daily Population All Facilities	539	523	533	539	486	464	424	397	386	390
Transportation										
Average Daily Vehicle Miles Traveled on County Roads**	2,819,652	2,792,534	2,740,986	2,719,998	2,679,069	2,678,420	2,665,947	2,673,051	N/A	NA
Health										
WIC Nutrition Program Client Served	29,436	29,649	30,969	31,465	31,274	31,324	31,224	30,474	30,151	29,397
Client Personal Care Attendant Assessments	1,710	1,649	2,008	2,442	3,257	2,950	3,616	3,790	N/A	N/A
Human Services										
Financial Assistance Cases	43,053	43,507	44,822	48,786	52,846	58,948	62,476	64,510	63,036	87,892
Out of Home Placements***	3,260	2,883	2,506	1,706	1,844	1,956	1,958	1,875	1,688	1,842
Applications for Financial Assistance	37,158	38,488	41,949	44,059	43,653	45,919	45,312	46,203	37,368	9177
Services for Disabled Adults	1,366	1,567	1,868	3,454	3,268	3,307	3,344	3,390	3,402	3,208
Child Maltreatment Intake Reports	1,718	1,444	1,255	1,264	1,265	1,265	1,526	1,408	1,680	2,150
Culture and Recreation										
Parks and Recreation:										
Ice Hours Rented at Ice Arenas	15,746	15,605	15,658	14,832	13,912	12,657	13,127	14,240	15,351	20,491
Park Shelter Rentals	1,254	1,310	1,259	1,288	1,260	1,065	1,085	1,119	1,081	1,172
Libraries:										
Total Circulation	4,074,673	4,214,298	4,589,151	4,556,073	4,517,571	4,713,703	4,772,566	4,596,085	4,308,599	4,095,008
Visits to Library Buildings	1,674,239	1,788,536	1,878,350	1,733,150	1,725,513	1,808,934	1,804,943	1,706,338	1,601,495	1,588,525
Librarian Reference Assistance	264,372	270,215	280,075	263,431	279,503	275,964	225,914	278,694	269,295	267,930
Economic Development and Assistance										
Workforce Solutions:										
Percent of Participants in Voluntary Programs Employed	77%	81%	80%	80%	85%	83%	80%	82%	79%	85%
Percent of Participants in Mandatory Programs Employed	71%	79%	72%	70%	60%	55%	41%	40%	43%	43%

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 2013.

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

N/A: Not available

Unaudited

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

Function/Program	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
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	2	2	2	2
Pre-Adjudicated Correctional Facilities	1	1	1	1	1	1	1	1	1	1
Transportation										
Centerline Miles of County Road Maintained	298	295	295	295	295	295	295	295	285	293
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	6,527	6,527	6,527	6,527	6,527	6,527	6,527	6,527	6,527	6,527
County Golf Courses	5	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	10	10	10	10	11	11
Fairgrounds	1	1	1	1	1	1	1	1	1	1
Nature Center	1	1	1	1	1	1	1	1	1	1
Archery Range	1	1	1	1	1	1	1	1	1	1
Picnic Shelters	28	28	28	28	28	28	28	28	28	28
Pavilions	4	4	4	4	4	4	4	4	4	4
Libraries:										
Library Buildings	7	7	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

Unaudited

**Ramsey County, Minnesota
2015 Comprehensive Annual Financial Report
CAFR Production**

Finance Department

Financial Reporting Division

Michael Webster, Financial Reporting Manager
Dan Rahkola, Principal Financial Analyst
Matt Phillips, Budget Analyst I

Budget Division

Jim Butler, Principal Financial Analyst
Steven Kuhn, Principal Financial Analyst

Investment Division

Mark Thompson, Investment Manager

Other Finance Staff

Jeanne Engelsmeier, John Hanson, Carrie Learn, Moua Lee-Yang, Gregg Lydeen, Bianca Sedesky and Tony Sofie
Consultant - Kiran Kumar

Special thanks to Stacey Sullivan in the Project Management Office; Mary Karcz in the County Manager's Office; and State Auditors: Rick Clark, Chuck Knandel, Sandy Cummings, and Britney Palme

Countywide Administrative and Accounting Staff

Care Center

Renee Vought

Health

Bavong Thao and Mike Gooley

Human Services

Mark Schaeffbauer, Don Habisch and Anna Michaud

Information Services

Tom Oertel

Lake Owasso Residence

Tracey Trover

Parks and Recreation

Trudi Winek,

Public Works

Tony Lutgen

Property Management

Daniel Winek

Property Records and Revenue

Dick Sivanich

Regional Railroad Authority

Kris Longhenry

Sheriff's Office

Eric Clark

Workforce Solutions

Kris Wehlage