

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET ASSETS (Accrual Basis)**  
**JUNE 30, 2004**

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<u>ASSETS</u>	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b><u>Current Assets</u></b>			
Cash and demand investments	\$ 7,241,427	\$ 340,130	\$ 7,581,557
Cash investments	15,292,497	661,604	15,954,101
Restricted cash held in trust	0	178,470	178,470
Restricted cash and demand investments for capital improvements	0	548,762	548,762
Receivables (net of allowance for uncollectibles):			
Property taxes	805,385	35,697	841,082
Accounts	1,109,935	31,344	1,141,279
Delinquent assessments	32,096	42,022	74,118
Deferred assessments	154,755	0	154,755
Accrued interest	78,140	1,580	79,720
Prepaid expenses	11,381	26,034	37,415
Inventories	232,923	21,971	254,894
Due from other taxing districts	12,609	0	12,609
Internal balances	59,117	(59,117)	0
<b>Total current assets</b>	<b>25,030,265</b>	<b>1,828,497</b>	<b>26,858,762</b>
<b><u>Noncurrent Assets</u></b>			
Deferred assessments receivable, net of allowance	519,731	0	519,731
Internal balances	96,583	(96,583)	0
<b>Total noncurrent assets</b>	<b>616,314</b>	<b>(96,583)</b>	<b>519,731</b>
<b><u>Capital assets (net of accumulated depreciation):</u></b>			
Land	1,132,792	368,574	1,501,366
Buildings	12,576,021	12,040,950	24,616,971
Improvements other than buildings	449,953	776,043	1,225,996
Equipment and vehicles	5,481,748	253,742	5,735,490
Infrastructure	1,349,355	0	1,349,355
Construction in progress	78,240	16,514	94,754
<b>Total capital assets (net of accumulated depreciation)</b>	<b>21,068,109</b>	<b>13,455,823</b>	<b>34,523,932</b>
<b>TOTAL ASSETS</b>	<b>\$ 46,714,688</b>	<b>\$ 15,187,737</b>	<b>\$ 61,902,425</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET ASSETS (Accrual Basis)**  
**JUNE 30, 2004**

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	<b>Primary Government</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b><u>LIABILITIES</u></b>			
<b><u>Current Liabilities</u></b>			
Accounts payable	\$ 1,187,644	\$ 112,129	\$ 1,299,773
Accrued liabilities	1,242,030	21,726	1,263,756
Accrued compensated absences	396,661	42,047	438,708
Matured bonds payable	7,225	0	7,225
Unearned premiums	169,556	0	169,556
Notes payable	10,757	98,654	109,411
General obligation bonds	555,000	0	555,000
Special assessment debt with governmental commitment	86,412	0	86,412
Liabilities payable from restricted assets:			
Accounts payable	0	30,979	30,979
Accrued liabilities	0	12,029	12,029
Deferred revenue	0	173,128	173,128
Deposits	8,200	13,546	21,746
Due to other taxing districts	234,276	0	234,276
<b>Total current liabilities</b>	<b>3,897,761</b>	<b>504,238</b>	<b>4,401,999</b>
<b><u>Noncurrent Liabilities</u></b>			
Notes payable	36,195	496,276	532,471
Long-term liability for accrued compensated absences	1,219,319	126,140	1,345,459
General obligation bonds	5,925,000	0	5,925,000
Special assessment debt with governmental commitment	597,514	0	597,514
<b>Total noncurrent liabilities</b>	<b>7,778,028</b>	<b>622,416</b>	<b>8,400,444</b>
<b>TOTAL LIABILITIES</b>	<b>11,675,789</b>	<b>1,126,654</b>	<b>12,802,443</b>
<b><u>NET ASSETS</u></b>			
Investment in capital assets, net of related debt	20,981,095	12,705,193	33,686,288
Restricted net assets for debt service	541,822	0	541,822
Unrestricted	13,515,982	1,355,890	14,871,872
<b>TOTAL NET ASSETS</b>	<b>\$ 35,038,899</b>	<b>\$ 14,061,083</b>	<b>\$ 49,099,982</b>

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

**YELLOWSTONE COUNTY  
STATEMENT OF ACTIVITIES (ACCRUAL BASIS)  
FOR THE YEAR ENDED JUNE 30, 2004**

Functions / Programs	Program Revenues								Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Special Assessments	Licenses and Permits	Intergovernmental	Fines and Forfeitures	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
									Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>											
<u>Governmental activities:</u>											
General government	\$ 10,578,018	\$0	\$0	\$166,375	\$ 658,195	\$ 3,944,998	\$0	\$0	\$ (5,808,450)	\$0	\$ (5,808,450)
Public Safety	17,582,802	0	47,441	1,429,560	123,493	4,071,792	942,258	34,410	(10,933,848)	0	(10,933,848)
Public Works	4,920,229	249,279	35,886	452,700	0	335,405	0	10,455	(3,836,504)	0	(3,836,504)
Public Health	1,716,960	0	0	0	0	0	0	0	(1,716,960)	0	(1,716,960)
Social and Economic	1,335,714	930	0	0	0	0	25,904	0	(1,308,880)	0	(1,308,880)
Culture and Recreation	788,460	0	0	0	0	0	14,947	0	(773,513)	0	(773,513)
Community Development	688,573	0	0	0	0	0	0	688,573	0	0	
Conservation of Natural Resources	264,100	0	0	54,667	0	0	63,840	0	(145,593)	0	(145,593)
Interest on Long-Term Debt	311,946	220,064	0	0	0	2,450	0	0	(89,432)	0	(89,432)
<b>Total governmental activities</b>	<b>38,186,802</b>	<b>470,273</b>	<b>83,327</b>	<b>2,103,302</b>	<b>781,688</b>	<b>8,354,645</b>	<b>1,046,949</b>	<b>733,438</b>	<b>(24,613,180)</b>	<b>0</b>	<b>(24,613,180)</b>
<u>Business-type activities:</u>											
Refuse Disposal	341,273	368,226	0	0	0	0	0	0	0	26,953	26,953
METRA	5,590,955	0	0	1,086	0	3,843,714	0	0	0	(1,746,155)	(1,746,155)
<b>Total business-type activities:</b>	<b>5,932,228</b>	<b>368,226</b>	<b>0</b>	<b>1,086</b>	<b>0</b>	<b>3,843,714</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(1,719,202)</b>	<b>(1,719,202)</b>
<b>Total primary government</b>	<b>\$ 44,119,030</b>	<b>\$ 838,499</b>	<b>\$ 83,327</b>	<b>\$ 2,104,388</b>	<b>\$ 781,688</b>	<b>\$ 12,198,359</b>	<b>\$ 1,046,949</b>	<b>\$ 733,438</b>	<b>\$ (24,613,180)</b>	<b>\$ (1,719,202)</b>	<b>\$ (26,332,382)</b>
<b>General revenues:</b>											
Property taxes									19,373,352	863,967	20,237,319
Licenses and permits									3,399,278	0	3,399,278
Intergovernmental									2,426,492	31,092	2,457,584
Other revenues									505,292	9,668	514,960
Transfers									(26,923)	26,923	0
<b>Total general revenues and transfers</b>									<b>25,677,491</b>	<b>931,650</b>	<b>26,609,141</b>
<b>Change in net assets</b>									<b>1,064,311</b>	<b>(787,552)</b>	<b>276,759</b>
<b>Net assets, beginning</b>									<b>33,974,588</b>	<b>14,848,635</b>	<b>48,823,223</b>
<b>Net assets - ending</b>									<b>\$ 35,038,899</b>	<b>\$ 14,061,083</b>	<b>\$ 49,099,982</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2004**  
**(Page 1 of 2)**

	MAJOR FUNDS						Other Nonmajor Governmental Funds	Total Governmental Funds
	General	Road	Property & Liability Insurance Fund	Public Safety Fund	R.S.I.D. Bond Fund	Capital Improvement Fund		
<b><u>ASSETS</u></b>								
Cash and demand investments	\$811,649	\$670,882	\$819,712	\$1,513,994	\$52,034	\$1,284,021	\$1,704,218	\$6,856,509
Cash investments	2,847,912	1,304,968	1,576,141	2,944,949	100,051	2,477,626	3,300,736	14,552,384
Restricted cash and demand investments	0	0	0	0	0	0	0	0
Receivables (net of allowance for uncollectibles):								
Property taxes	197,239	89,980	24,851	211,120	0	0	282,195	805,385
Accounts	215,195	0	0	264,708	0	2,994	611,420	1,094,317
Delinquent assessments	1,156	0	0	0	16,352	0	14,588	32,096
Deferred assessments	18,085	0	0	0	636,398	0	20,003	674,486
Accrued interest	54,206	0	7,030	0	446	7,669	5,486	74,837
Due from other funds	35,007	0	0	0	0	0	0	35,007
Due from other taxing districts	12,609	0	0	0	0	0	0	12,609
Prepaid expenses	200	0	0	10,586	0	0	595	11,381
Inventories	52,938	143,713	0	0	0	0	36,272	232,923
Advances to other funds	0	0	0	0	0	155,700	0	155,700
<b>Total assets</b>	<b>\$4,246,196</b>	<b>\$2,209,543</b>	<b>\$2,427,734</b>	<b>\$4,945,357</b>	<b>\$805,281</b>	<b>\$3,928,010</b>	<b>\$5,975,513</b>	<b>\$24,537,634</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2004**  
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	MAJOR FUNDS							Total Governmental Funds
	General	Road	Property & Liability Insurance Fund	Public Safety Fund	R.S.I.D. Bond Fund	Capital Improvement Fund	Other Nonmajor Governmental Funds	
<b>LIABILITIES AND FUND BALANCE</b>								
<b>LIABILITIES:</b>								
Accounts payable	\$523,376	\$118,609	\$16,669	\$226,980	\$0	\$17,443	\$273,129	\$1,176,206
Accrued liabilities	337,389	56,000	487,500	228,526	0	0	114,136	1,223,551
Matured bonds payable	0	0	0	0	7,225	0	0	7,225
Unearned premiums	0	0	0	0	0	0	0	0
Due to other funds	0	0	0	0	0	0	35,007	35,007
Advances from other funds	0	0	0	0	0	0	0	0
Deferred revenue	216,480	89,980	24,851	211,120	652,750	0	316,786	1,511,967
Deposits	0	0	0	0	0	0	8,200	8,200
Due to others	0	0	0	0	0	0	0	0
Due to other taxing districts	22,530	0	0	222	0	0	211,524	234,276
<b>Total liabilities</b>	<b>1,099,775</b>	<b>264,589</b>	<b>529,020</b>	<b>666,848</b>	<b>659,975</b>	<b>17,443</b>	<b>958,782</b>	<b>4,196,432</b>
<b>FUND BALANCE:</b>								
Reserved for debt service	0	0	0	0	145,306	0	396,516	541,822
Reserved for capital improvements	357,459	0	0	0	0	3,754,867	105,131	4,217,457
Reserved for inventories	52,938	143,713	0	0	0	0	36,272	232,923
Reserved for advances	0	0	0	0	0	155,700	0	155,700
Unreserved for nonmajor special revenue funds	0	0	0	0	0	0	4,478,812	4,478,812
Unreserved major funds	2,736,024	1,801,241	1,898,714	4,278,509	0	0	0	10,714,488
<b>Total fund balance</b>	<b>3,146,421</b>	<b>1,944,954</b>	<b>1,898,714</b>	<b>4,278,509</b>	<b>145,306</b>	<b>3,910,567</b>	<b>5,016,731</b>	<b>20,341,202</b>
<b>Total liabilities and fund balance</b>	<b>\$4,246,196</b>	<b>\$2,209,543</b>	<b>\$2,427,734</b>	<b>\$4,945,357</b>	<b>\$805,281</b>	<b>\$3,928,010</b>	<b>\$5,975,513</b>	<b>\$24,537,634</b>

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

**YELLOWSTONE COUNTY  
RECONCILIATION OF BALANCE SHEET FUND BALANCE  
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2004**

<b>Fund Balance June 30, 2004, governmental funds</b>	<b>\$ 20,341,202</b>
Net assets of internal service funds as of June 30, 2004, are included as general governmental functions since they are primarily related to that function.	623,859
Net capital assets of internal service funds included above	(40,062)
Long-term assets are not available to pay for current period expenditures and, therefore, are deferred on the fund statements	1,511,967
Long-term portion of compensated absences is not anticipated to be expended in the current period	(1,217,038)
Long-term debt previously recognized as revenue in prior periods	(7,210,878)
Accrued interest payable on long-term debt	(38,260)
Net capital assets	21,068,109
 <b>Net Assets of governmental activities, June 30, 2004</b>	 <b><u><u>\$ 35,038,899</u></u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	MAJOR FUNDS							Total Governmental Funds
	General	Road	Property and Liability Insurance Fund	Public Safety Fund	RSID Bond Fund	Capital Improvement Fund	Nonmajor Governmental Funds	
<b>REVENUES:</b>								
Taxes	\$4,786,161	\$2,210,461	\$593,149	\$5,074,216	\$0	\$0	\$7,021,976	\$19,685,963
Special assessments	0	0	0	0	220,064	0	250,209	470,273
Licenses and permits	21,445	36,877	0	3,424,283	0	0	0	3,482,605
Intergovernmental	1,099,767	1,640,222	21,125	340,346	0	127,000	2,768,177	5,996,637
Fines and forfeitures	658,195	0	0	0	0	0	123,493	781,688
Charges for services	1,452,218	175,345	264,100	2,642,428	0	20,501	1,705,325	6,259,917
Other	498,388	168	26,989	135,872	1,268	63,087	77,924	803,696
<b>Total revenues</b>	<b>8,516,174</b>	<b>4,063,073</b>	<b>905,363</b>	<b>11,617,145</b>	<b>221,332</b>	<b>210,588</b>	<b>11,947,104</b>	<b>37,480,779</b>
<b>EXPENDITURES:</b>								
Current:								
General government	4,895,563	0	1,129,112	0	0	0	1,067,419	7,092,094
Public safety	753,660	0	0	10,041,357	0	0	5,549,397	16,344,414
Public works	6,215	3,178,357	0	0	0	0	884,925	4,069,497
Public health	152,635	0	0	158,022	0	0	1,397,024	1,707,681
Social and economic services	790,940	0	0	0	0	0	524,111	1,315,051
Culture and recreation	12,000	0	0	0	0	0	698,958	710,958
Conservation of natural resources	0	0	0	0	0	17,443	245,103	262,546
Community development	688,573	0	0	0	0	0	0	688,573
Capital outlay	265,265	709,454	0	399,229	0	167,801	718,631	2,260,380
Debt service:								
Principal	0	0	0	0	229,541	0	525,000	754,541
Interest	0	0	0	0	51,177	0	265,133	316,310
<b>Total expenditures</b>	<b>7,564,851</b>	<b>3,887,811</b>	<b>1,129,112</b>	<b>10,598,608</b>	<b>280,718</b>	<b>185,244</b>	<b>11,875,701</b>	<b>35,522,045</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>951,323</b>	<b>175,262</b>	<b>(223,749)</b>	<b>1,018,537</b>	<b>(59,386)</b>	<b>25,344</b>	<b>71,403</b>	<b>1,958,734</b>
<b>OTHER FINANCING SOURCES (USES):</b>								
Interfund transfers in	114,673	39,600	3,672	105,803	9,893	1,189,369	1,756,555	3,219,565
Interfund transfers out	(1,327,137)	(90,000)	(9,706)	(824,015)	(10,196)	(15,000)	(1,608,705)	(3,884,759)
Special assessment bond proceeds	0	0	0	0	0	0	48,020	48,020
<b>Total other financing sources (uses)</b>	<b>(1,212,464)</b>	<b>(50,400)</b>	<b>(6,034)</b>	<b>(718,212)</b>	<b>(303)</b>	<b>1,174,369</b>	<b>195,870</b>	<b>(617,174)</b>
<b>Net change in fund balances</b>	<b>(261,141)</b>	<b>124,862</b>	<b>(229,783)</b>	<b>300,325</b>	<b>(59,689)</b>	<b>1,199,713</b>	<b>267,273</b>	<b>1,341,560</b>
<b>Fund balances July 1, 2003</b>	<b>3,407,562</b>	<b>1,820,092</b>	<b>2,128,497</b>	<b>3,978,184</b>	<b>204,995</b>	<b>2,710,854</b>	<b>4,749,458</b>	<b>18,999,642</b>
<b>Fund balances June 30, 2004</b>	<b>\$3,146,421</b>	<b>\$1,944,954</b>	<b>\$1,898,714</b>	<b>\$4,278,509</b>	<b>\$145,306</b>	<b>\$3,910,567</b>	<b>\$5,016,731</b>	<b>\$20,341,202</b>

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

**YELLOWSTONE COUNTY  
RECONCILIATION of THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS to the STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30,2004**

<b>Net change in fund balances - total governmental funds</b>	<b>\$ 1,341,560</b>
Change in net assets of internal service funds are included as general governmental functions since they are primarily related to that function.	(398,450)
Capital Assets:	
Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.	
Acquisition of capital assets	1,572,237
Depreciation expense	(1,822,305)
Loss on disposal of capital assets	(3,331)
Increase in property tax receivables that may not be available in the current period	(312,611)
Increase in the long-term portion of compensated absences that is not anticipated to be expended in the current period	(36,197)
Change in net long-term debt (notes, bonds). Repayment or the issuance of debt has no impact on net assets. Governmental funds report repayment of debt as an expenditure and the issuance of debt as revenue.	715,703
Change in accrued interest payable	7,705
<b>Change in net assets in governmental activities</b>	<b><u>\$ 1,064,311</u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**  
**(Page 1 of 2)**

	BUDGET		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final Revised</u>		
<b><u>REVENUES:</u></b>				
<b>Taxes:</b>				
Real estate property taxes	\$4,390,221	\$4,390,221	\$4,475,847	\$85,626
Personal property taxes	162,520	162,520	154,228	(8,292)
Mobile homes, penalty and interest, othe	90,550	90,550	156,086	65,536
<b>Licenses and permits</b>	17,200	17,200	21,445	4,245
<b>Intergovernmental:</b>				
Grants	72,275	2,038,212	880,789	(1,157,423)
State personal property reimbursement	167,741	167,741	167,552	(189)
State entitlement	46,720	46,720	51,426	4,706
<b>Fines and forfeitures, justice court</b>	660,000	660,000	658,195	(1,805)
<b>Charges for services:</b>				
Clerk & Recorder	1,001,000	1,001,000	1,322,825	321,825
Miscellaneous	95,000	95,000	129,393	34,393
<b>Other:</b>				
Interest on investments	400,000	400,000	340,186	(59,814)
Miscellaneous	10,000	322,711	158,202	(164,509)
<b>Total revenues</b>	<b>\$7,113,227</b>	<b>\$ 9,391,875</b>	<b>\$ 8,516,174</b>	<b>\$ (875,701)</b>

**YELLOWSTONE COUNTY, MONTANA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2004  
(Page 2 of 2)**

<b>Current:</b>	<b>BUDGET</b>			Variance with Final Budget -
	<u>Original</u>	<u>Final Revised</u>	<u>Actual</u>	Positive (Negative)
<b>General government:</b>				
County commissioners	\$ 323,889	\$ 330,239	\$ 329,836	\$ 403
Elections	248,967	264,567	263,224	1,343
Clerk & Recorder	465,652	465,652	393,701	71,951
Treasurer, Auditor, Finance	1,418,651	1,419,081	1,404,413	14,668
Information technology	480,645	478,545	469,182	9,363
Building maintenance	478,612	472,312	462,757	9,555
Other	1,730,369	1,663,462	1,577,317	86,145
<b>Public safety:</b>				
Disaster and Emergency, Rural Fire	237,889	679,375	436,606	242,769
Other	36,000	53,110	53,066	44
<b>Public works</b>	3,900	10,400	6,215	4,185
<b>Public health</b>	152,635	152,635	152,635	0
<b>Social and economic services</b>				
Youth shelter	410,000	425,000	425,700	(700)
Juvenile detention	102,000	305,571	268,538	37,033
Rent assistance program	202,500	202,500	207,560	(5,060)
Medical assistance program	210,000	210,000	157,680	52,320
Other	0	0	(9,417)	9,417
<b>Culture and recreation</b>	0	49,580	12,000	37,580
<b>Community development</b>	0	691,961	688,573	3,388
<b>Capital outlay</b>	259,684	1,188,215	265,265	922,950
<b>Total expenditures</b>	<b>6,761,393</b>	<b>9,062,205</b>	<b>7,564,851</b>	<b>1,497,354</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>351,834</b>	<b>329,670</b>	<b>951,323</b>	<b>621,653</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Interfund transfers in	137,730	152,330	114,673	(37,657)
Interfund transfers out	(1,343,418)	(1,390,420)	(1,327,137)	63,283
<b>Total other financing sources (uses)</b>	<b>(1,205,688)</b>	<b>(1,238,090)</b>	<b>(1,212,464)</b>	<b>25,626</b>
<b>Net change in fund balances</b>	<b>(\$853,854)</b>	<b>(\$908,420)</b>	<b>(261,141)</b>	<b>\$647,279</b>
<b>Fund balances July 1, 2003</b>			<b>3,407,562</b>	
<b>Fund balances June 30, 2004</b>			<b>\$3,146,421</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**MAJOR SPECIAL REVENUE FUNDS - ROAD, PROPERTY and LIABILITY INSURANCE, AND PUBLIC SAFETY FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	Road Fund				Property and Liability Insurance Fund				Public Safety Fund			
	BUDGET		Actual	Variance with Final Budget - Positive (Negative)	BUDGET		Actual	Variance with Final Budget - Positive (Negative)	BUDGET		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final Revised			Original	Final Revised			Original	Final Revised		
<b>REVENUES:</b>												
Taxes	\$2,143,688	\$2,143,688	\$2,210,461	\$66,773	\$582,322	\$582,322	\$593,149	\$10,827	\$4,976,394	\$4,976,394	\$5,074,216	\$97,822
Licenses and permits	40,000	40,000	36,877	(3,123)	0	0	0	0	3,146,000	3,146,000	3,424,283	278,283
Intergovernmental	1,628,318	1,628,318	1,640,222	11,904	21,275	21,275	21,125	(150)	229,798	348,581	340,346	(8,235)
Fines and forfeitures	0	0	0	0	0	0	0	0	2,500	2,500	0	(2,500)
Charges for services	205,800	205,800	175,345	(30,455)	264,100	264,100	264,100	0	2,165,000	2,165,000	2,642,428	477,428
Other	500	500	168	(332)	5,500	35,500	26,989	(8,511)	1,000	1,825	135,872	134,047
<b>Total revenues</b>	<b>4,018,306</b>	<b>4,018,306</b>	<b>4,063,073</b>	<b>44,767</b>	<b>873,197</b>	<b>903,197</b>	<b>905,363</b>	<b>2,166</b>	<b>10,520,692</b>	<b>10,640,300</b>	<b>11,617,145</b>	<b>976,845</b>
<b>EXPENDITURES:</b>												
Current:												
General government	\$0	\$0	\$0	\$0	\$2,425,297	\$2,425,297	\$1,129,112	\$1,296,185	\$405,187	\$0	\$0	\$0
Public safety	0	0	0	0	0	0	0	0	10,156,602	10,186,618	10,041,357	145,261
Public works	3,660,776	3,668,776	3,178,357	490,419	0	0	0	0	0	0	0	0
Public health	0	0	0	0	0	0	0	0	159,120	161,670	158,022	3,648
Capital outlay	761,738	753,738	709,454	44,284	0	0	0	0	312,482	407,641	399,229	8,412
<b>Total expenditures</b>	<b>4,422,514</b>	<b>4,422,514</b>	<b>3,887,811</b>	<b>534,703</b>	<b>2,425,297</b>	<b>2,425,297</b>	<b>1,129,112</b>	<b>1,296,185</b>	<b>11,033,391</b>	<b>10,755,929</b>	<b>10,598,608</b>	<b>157,321</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(404,208)</b>	<b>(404,208)</b>	<b>175,262</b>	<b>579,470</b>	<b>(1,552,100)</b>	<b>(1,522,100)</b>	<b>(223,749)</b>	<b>1,298,351</b>	<b>(512,699)</b>	<b>(115,629)</b>	<b>1,018,537</b>	<b>1,134,166</b>
<b>OTHER FINANCING SOURCES (USES):</b>												
Interfund transfers in	40,920	40,920	39,600	(1,320)	3,060	3,060	3,672	612	110,880	112,985	105,803	(7,182)
Interfund transfers out	(90,000)	(90,000)	(90,000)	0	(67,500)	(67,500)	(9,706)	57,794	(427,700)	(827,700)	(824,015)	3,685
<b>Total other financing sources (uses)</b>	<b>(49,080)</b>	<b>(49,080)</b>	<b>(50,400)</b>	<b>(1,320)</b>	<b>(64,440)</b>	<b>(64,440)</b>	<b>(6,034)</b>	<b>58,406</b>	<b>(316,820)</b>	<b>(714,715)</b>	<b>(718,212)</b>	<b>(3,497)</b>
<b>Net change in fund balances</b>	<b>(\$453,288)</b>	<b>(\$453,288)</b>	<b>124,862</b>	<b>\$578,150</b>	<b>(\$1,616,540)</b>	<b>(\$1,586,540)</b>	<b>(229,783)</b>	<b>\$1,356,757</b>	<b>(\$829,519)</b>	<b>(\$830,344)</b>	<b>300,325</b>	<b>\$1,130,669</b>
<b>Fund balances July 1, 2003</b>			<b>1,820,092</b>				<b>2,128,497</b>				<b>3,978,184</b>	
<b>Fund balances June 30, 2004</b>			<b>\$1,944,954</b>				<b>\$1,898,714</b>				<b>\$4,278,509</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2004**  
**(Page 1 of 2)**

<u><b>ASSETS</b></u>	<b>Business-Type Activities Enterprise Funds</b>			<b>Governmental Activities -</b>
	<b>Refuse Disposal Fund</b>	<b>METRA Fund</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>CURRENT ASSETS:</b>				
Cash and demand investments	\$340,130	\$0	\$340,130	\$384,918
Cash investments	661,604	0	661,604	740,113
Restricted cash held in trust	0	178,470	178,470	0
Restricted cash and demand investments for capital improvements	0	548,762	548,762	0
Receivables (net of allowance for uncollectibles):				
Property taxes	0	35,697	35,697	0
Accounts	0	31,344	31,344	15,618
Delinquent assessments	42,022	0	42,022	0
Accrued interest	0	1,580	1,580	3,303
Prepaid expenses	0	26,034	26,034	0
Inventories	0	21,971	21,971	0
<b>Total current assets</b>	<b><u>1,043,756</u></b>	<b><u>843,858</u></b>	<b><u>1,887,614</u></b>	<b><u>1,143,952</u></b>
<b>NONCURRENT ASSETS:</b>				
<b>Capital assets:</b>				
Land	0	368,574	368,574	0
Buildings	0	21,698,068	21,698,068	0
Improvements other than buildings	0	2,614,568	2,614,568	0
Equipment and vehicles	0	1,170,659	1,170,659	467,469
Construction in progress	0	16,514	16,514	0
Accumulated depreciation	0	(12,412,560)	(12,412,560)	(427,407)
<b>Total capital assets (net of accumulated depreciation)</b>	<b><u>0</u></b>	<b><u>13,455,823</u></b>	<b><u>13,455,823</u></b>	<b><u>40,062</u></b>
<b>Total assets</b>	<b><u>\$1,043,756</u></b>	<b><u>\$14,299,681</u></b>	<b><u>\$15,343,437</u></b>	<b><u>\$1,184,014</u></b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2004**  
**(Page 2 of 2)**

	Business-Type Activities Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b><u>LIABILITIES</u></b>				
<b>CURRENT LIABILITIES:</b>				
Accounts payable	\$0	\$112,129	\$112,129	\$11,438
Accrued liabilities	0	21,726	21,726	376,119
Accrued compensated absences	0	42,047	42,047	761
Advance from other funds	0	59,117	59,117	0
Unearned premiums	0	0	0	169,556
Notes payable	0	98,654	98,654	0
<b>Total current liabilities</b>	<b>0</b>	<b>333,673</b>	<b>333,673</b>	<b>557,874</b>
<b>CURRENT LIABILITIES PAYABLE FROM RESTRICTED CASH:</b>				
Accounts payable	0	30,979	30,979	0
Accrued liabilities	0	12,029	12,029	0
Deferred revenue	0	173,128	173,128	0
Deposits	0	13,546	13,546	0
<b>Total current liabilities payable from restricted cash</b>	<b>0</b>	<b>229,682</b>	<b>229,682</b>	<b>0</b>
<b>NONCURRENT LIABILITIES:</b>				
Accrued compensated absences	0	126,140	126,140	2,281
Advance from other funds	0	96,583	96,583	0
Notes payable	0	496,276	496,276	0
<b>Total noncurrent liabilities</b>	<b>0</b>	<b>718,999</b>	<b>718,999</b>	<b>2,281</b>
<b>Total liabilities</b>	<b>0</b>	<b>1,282,354</b>	<b>1,282,354</b>	<b>560,155</b>
<b><u>NET ASSETS</u></b>				
Investment in capital assets, net of related debt	0	12,705,193	12,705,193	40,062
Unrestricted	1,043,756	312,134	1,355,890	583,797
<b>Total net assets</b>	<b>1,043,756</b>	<b>13,017,327</b>	<b>14,061,083</b>	<b>623,859</b>
<b>Total liabilities and net assets</b>	<b>\$1,043,756</b>	<b>\$14,299,681</b>	<b>\$15,343,437</b>	<b>\$1,184,014</b>

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

**YELLOWSTONE COUNTY, MONTANA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	Business-Type Activities - Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
<b>OPERATING REVENUES:</b>				
Charge for services and use of facilities	\$ 368,226	\$ 3,843,714	\$ 4,211,940	\$ 334,287
Health insurance premiums	0	0	0	3,364,100
<b>Total operating revenues</b>	<u>368,226</u>	<u>3,843,714</u>	<u>4,211,940</u>	<u>3,698,387</u>
<b>OPERATING EXPENSES:</b>				
Salaries and benefits	6,300	2,231,300	2,237,600	42,892
Supplies	0	714,798	714,798	31,694
Contracted services	334,973	1,681,039	2,016,012	202,995
Health claims	0	0	0	4,177,705
Stop-loss insurance and administration	0	0	0	272,777
Awards	0	141,207	141,207	0
Loss on disposal of fixed assets	0	0	0	0
Depreciation	0	800,123	800,123	23,162
<b>Total operating expenses</b>	<u>341,273</u>	<u>5,568,467</u>	<u>5,909,740</u>	<u>4,751,225</u>
<b>Operating income (loss)</b>	<u>26,953</u>	<u>(1,724,753)</u>	<u>(1,697,800)</u>	<u>(1,052,838)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Taxes	0	863,967	863,967	0
Intergovernmental revenue	0	32,178	32,178	0
Interest revenue	0	8,068	8,068	12,416
Gain on sale of fixed assets	0	1,600	1,600	3,700
Other expenditures	0	0	0	0
Interest expense	0	(22,488)	(22,488)	0
<b>Total nonoperating revenues (expenses)</b>	<u>0</u>	<u>883,325</u>	<u>883,325</u>	<u>16,116</u>
<b>Income (loss) before transfers</b>	<u>26,953</u>	<u>(841,428)</u>	<u>(814,475)</u>	<u>(1,036,722)</u>
Transfer in from other funds	0	33,406	33,406	638,272
Transfer out to other funds	(6,483)	0	(6,483)	0
<b>Change in net assets</b>	<u>20,470</u>	<u>(808,022)</u>	<u>(787,552)</u>	<u>(398,450)</u>
<b>Retained earnings July 1, 2003</b>	<u>1,023,286</u>	<u>13,825,349</u>	<u>14,848,635</u>	<u>1,022,309</u>
<b>Retained earnings June 30, 2004</b>	<u>\$ 1,043,756</u>	<u>\$ 13,017,327</u>	<u>\$ 14,061,083</u>	<u>\$ 623,859</u>

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**  
(Page 1 of 2)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities</u>
	<u>Refuse Disposal Fund</u>	<u>METRA Fund</u>	<u>Total</u>	<u>Internal Service Funds</u>
<b><u>Cash flows from operating activities:</u></b>				
Cash received from users	\$ 347,418	\$ 3,750,908	\$ 4,098,326	\$ 325,818
Cash received from health insurance premiums	0	0	0	3,378,332
Cash paid to other suppliers for goods or services	(495,100)	(2,503,478)	(2,998,578)	(212,501)
Cash paid to employees for services	0	(2,237,663)	(2,237,663)	(42,734)
Cash paid for health claims	0	0	0	(4,191,253)
Cash paid for stop-loss insurance and administration	0	0	0	(297,500)
<b>Net cash provided (used) by operating activities</b>	<b>(147,682)</b>	<b>(990,233)</b>	<b>(1,137,915)</b>	<b>(1,039,838)</b>
<b><u>Cash flows from noncapital financing activities:</u></b>				
Cash received from taxes, licenses, permits, and intergovernmental revenue	0	904,578	904,578	0
Cash received from interfund transfer	0	0	0	638,272
Cash transferred from permissive medical levy fund	0	33,406	33,406	0
Cash transferred to Blight Abatement	(6,483)	0	(6,483)	0
<b>Net cash provided by noncapital financing activities</b>	<b>(6,483)</b>	<b>937,984</b>	<b>931,501</b>	<b>638,272</b>
<b><u>Cash flows from capital and related financing activities:</u></b>				
Gain on sale of fixed assets	0	0	0	3,700
Acquisition of capital assets	0	(289,710)	(289,710)	(15,699)
Principal paid on notes payable	0	(82,927)	(82,927)	0
Interest paid on notes payable	0	(16,457)	(16,457)	0
Principal paid on advance from capital improvement fund	0	(55,187)	(55,187)	0
Interest paid on advance from capital improvement fund	0	(9,866)	(9,866)	0
<b>Net cash used for capital and related financing activities</b>	<b>0</b>	<b>(454,147)</b>	<b>(454,147)</b>	<b>(11,999)</b>
<b><u>Cash flows from investing activities:</u></b>				
Withdrawals from investment pool	0	105,139	105,139	0
Deposits into investment pool	(198,054)	0	(198,054)	(127,687)
Interest received on investments	0	7,349	7,349	11,465
<b>Net cash provided (used) by investing activities</b>	<b>(198,054)</b>	<b>112,488</b>	<b>(85,566)</b>	<b>(116,222)</b>
<b>Net increase (decrease) in cash and demand investments</b>	<b>(352,219)</b>	<b>(393,908)</b>	<b>(746,127)</b>	<b>(529,787)</b>
<b>Cash and demand investments, and restricted cash, July 1, 2003</b>	<b>692,349</b>	<b>1,121,140</b>	<b>1,813,489</b>	<b>914,705</b>
<b>Cash and demand investments, and restricted cash, June 30, 2004</b>	<b>\$ 340,130</b>	<b>\$ 727,232</b>	<b>\$ 1,067,362</b>	<b>\$ 384,918</b>
<b><u>Presented in Statement of Net Assets as follows:</u></b>				
Cash and demand investments			\$ 340,130	
Restricted cash held in trust			178,470	
Restricted cash and demand investments for capital improvements			548,762	
<b>Cash and demand investments, and restricted cash, June 30, 2004</b>			<b>\$ 1,067,362</b>	

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

**YELLOWSTONE COUNTY, MONTANA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**  
**(Page 2 of 2)**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Refuse Disposal</u>	<u>METRA</u>	<u>Total</u>	<u>Activities</u>
	<u>Fund</u>	<u>Fund</u>		<u>Internal</u>
				<u>Service Funds</u>
<b>Noncash transactions:</b>				
Capital asset trade-ins	\$ 0	\$ 1,600	\$ 1,600	\$ 0
Decrease in cash investments market value	\$ 0	\$ (4,119)	\$ (4,119)	\$ (8,611)

**Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities**

<b>Operating income (loss)</b>	<b>\$ 26,953</b>	<b>\$ (1,724,751)</b>	<b>\$ (1,697,798)</b>	<b>\$ (1,052,837)</b>
<b>Adjustments to reconcile operating income (loss) to net cash from operating activities:</b>				
Depreciation expense	0	800,123	800,123	23,162
(Increase) decrease in assets:				
Accounts receivable	0	20,602	20,602	(7,697)
Delinquent assessments receivable	(20,809)	0	(20,809)	0
Prepaid expenses	0	(1,655)	(1,655)	0
Inventories	0	17,621	17,621	0
Increase (decrease) in liabilities:				
Accounts payable	(153,826)	17,600	(136,226)	(2,999)
Accrued liabilities	0	(6,363)	(6,363)	(13,096)
Unearned premiums	0	0	0	13,629
Deferred revenue	0	30,101	30,101	0
Deposits	0	(143,511)	(143,511)	0
<b>Total adjustments</b>	<b>(174,635)</b>	<b>734,518</b>	<b>559,883</b>	<b>12,999</b>
<b>Net cash provided (used) by operating activities</b>	<b>\$ (147,682)</b>	<b>\$ (990,233)</b>	<b>\$ (1,137,915)</b>	<b>\$ (1,039,838)</b>

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

**YELLOWSTONE COUNTY, MONTANA  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2004**

	<b>External Investment Trust Fund</b>	<b>Agency Funds</b>	<b>Total Fiduciary Funds</b>
<b><u>ASSETS</u></b>			
Cash and demand investments	\$ 7,228,899	\$ 1,340,323	\$ 8,569,222
Cash investments	32,857,031	2,868,942	35,725,973
Restricted cash held in trust	0	134,593	134,593
Restricted cash and demand investments for capital improvements	9,809,249	0	9,809,249
Receivables:			
Tax title sales contracts	0	0	0
Property taxes	0	4,862,415	4,862,415
Delinquent assessments	0	801,064	801,064
Deferred assessments	0	8,302	8,302
Accrued interest	109,274	0	109,274
<b>Total assets</b>	<b>\$ 50,004,453</b>	<b>\$ 10,015,639</b>	<b>\$ 60,020,092</b>
<b><u>LIABILITIES</u></b>			
Accounts payable	\$ 0	\$ 275,606	\$ 275,606
Due to general fund	0	12,609	12,609
Due to others	0	933,881	933,881
Due to other taxing districts	0	8,793,543	8,793,543
<b>Total liabilities</b>	<b>0</b>	<b>10,015,639</b>	<b>10,015,639</b>
<b><u>NET ASSETS</u></b>			
<b>Net assets held in trust for pool participants</b>	<b>\$ 50,004,453</b>	<b>\$ 0</b>	<b>\$ 50,004,453</b>

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

