

YELLOWSTONE COUNTY, MONTANA
STATEMENT OF NET ASSETS (Accrual Basis)

JUNE 30, 2012

Page 1 of 2

<u>ASSETS</u>	Primary Government		
	Governmental Activities	Business-type Activities	Total
<u>Current Assets</u>			
Cash and demand investments, pooled	\$ 10,283,710	\$ 578,984	\$ 10,862,694
Cash investments, pooled	29,413,937	1,655,918	31,069,855
Restricted cash and demand investments held in trust, nonpooled	0	260,292	260,292
Receivables (net of allowance for uncollectibles):			
Property taxes	6,118,361	381,620	6,499,981
Accounts	857,265	13,317	870,582
Delinquent assessments	31,504	49,194	80,698
Deferred assessments	110,294	0	110,294
Accrued interest	16,940	87	17,027
Prepaid expenses	26,669	100,767	127,436
Inventories	368,821	25,402	394,223
Due from other taxing districts	2,250	0	2,250
Due from other governments	303,549	22,152	325,701
Advance from other funds	350,000	0	350,000
Total current assets	47,883,300	3,087,733	50,971,033
<u>Noncurrent Assets</u>			
Deferred assessments receivable, net of allowance	870,553	0	870,553
Advance from other funds	1,050,000	0	1,050,000
Total noncurrent assets	1,920,553	0	1,920,553
<u>Capital assets (net of accumulated depreciation):</u>			
Land	3,665,796	368,574	4,034,370
Buildings	11,825,454	37,250,614	49,076,068
Improvements other than buildings	2,929,493	2,248,662	5,178,155
Equipment and vehicles	8,032,779	407,329	8,440,108
Infrastructure	22,277,497	0	22,277,497
Construction in progress	63,336	20,736	84,072
Total capital assets (net of accumulated depreciation)	48,794,355	40,295,915	89,090,270
TOTAL ASSETS	\$ 98,598,208	\$ 43,383,648	\$ 141,981,856

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

YELLOWSTONE COUNTY, MONTANA
STATEMENT OF NET ASSETS (Accrual Basis)
JUNE 30, 2012
Page 2 of 2

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<u>LIABILITIES</u>			
<u>Current Liabilities</u>			
Accounts payable	\$ 1,752,297	\$ 200,338	\$ 1,952,635
Accrued liabilities	1,190,476	11,500	1,201,976
Accrued compensated absences	536,434	59,230	595,664
Advance from other funds	0	350,000	350,000
Matured bonds payable	7,225	0	7,225
Unearned premiums	341,866	0	341,866
General obligation bonds	1,190,000	0	1,190,000
Special assessment debt with governmental commitment	95,945	0	95,945
Liabilities payable from restricted assets:			
Deferred revenue	0	260,262	260,262
Deposits	2,850	198,482	201,332
Due to other taxing districts	258,294	0	258,294
Total current liabilities	5,375,387	1,079,812	6,455,199
<u>Noncurrent Liabilities</u>			
Long-term liability for accrued compensated absences	1,617,926	177,688	1,795,614
Advance from other funds	0	1,050,000	1,050,000
Deferred revenue	0	748,135	748,135
General obligation bonds	5,275,000	0	5,275,000
Special assessment debt with governmental commitment	880,000	0	880,000
OPEB implicit rate subsidy liability	1,131,816	95,731	1,227,547
Total noncurrent liabilities	8,904,742	2,071,554	10,976,296
TOTAL LIABILITIES	14,280,129	3,151,366	17,431,495
<u>NET ASSETS</u>			
Investment in capital assets, net of related debt	47,583,688	40,295,915	87,879,603
Restricted net assets for debt service	618,469	0	618,469
Unrestricted	36,115,922	(63,633)	36,052,289
TOTAL NET ASSETS	\$ 84,318,079	\$ 40,232,282	\$ 124,550,361

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, 2012**

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
Primary government:											
<u>Governmental activities:</u>											
General government	\$ 12,002,290	\$ 0	\$ 0	\$ 60,855	\$ 605,206	\$ 4,433,969	\$ 0	\$ 0	\$ (6,902,260)	\$ 0	\$ (6,902,260)
Public Safety	22,801,598	0	26,145	161,137	26,645	4,792,644	738,757	449,676	(16,606,594)	0	(16,606,594)
Public Works	7,486,540	799,465	32,526	524,586	0	254,788	18,020	342,897	(5,514,258)	0	(5,514,258)
Public Health	2,973,546	0	0	0	0	3,560	315,630	0	(2,654,356)	0	(2,654,356)
Social and Economic	1,642,537	0	0	171,373	0	32,482	0	0	(1,438,682)	0	(1,438,682)
Culture and Recreation	1,321,039	0	0	0	0	0	526,693	280,782	(513,564)	0	(513,564)
Community Development	370,700	0	0	0	0	0	0	0	(370,700)	0	(370,700)
Conservation of Natural Resources	124,678	0	0	0	0	0	0	0	(124,678)	0	(124,678)
Interest on Long-Term Debt	257,376	0	0	0	0	0	0	0	(257,376)	0	(257,376)
Total governmental activities	48,980,304	799,465	58,671	917,951	631,851	9,517,443	1,599,100	1,073,355	(34,382,468)	0	(34,382,468)
<u>Business-type activities:</u>											
Refuse Disposal	521,445	450,630	0	0	0	0	0	0	0	(70,815)	(70,815)
METRA	6,967,646	0	0	0	0	4,322,531	0	0	0	(2,645,115)	(2,645,115)
Total business-type activities:	7,489,091	450,630	0	0	0	4,322,531	0	0	0	(2,715,930)	(2,715,930)
Total primary government	\$ 56,469,395	\$ 1,250,095	\$ 58,671	\$ 917,951	\$ 631,851	\$ 13,839,974	\$ 1,599,100	\$ 1,073,355	\$ (34,382,468)	\$ (2,715,930)	\$ (37,098,398)
General revenues:											
Property taxes									35,187,834	2,438,771	37,626,605
Licenses and permits									3,668,211	0	3,668,211
Intergovernmental									2,598,745	22,152	2,620,897
Other revenues									652,773	490,544	1,143,317
Transfers									65,664	(65,664)	0
Total general revenues and transfers									42,173,227	2,885,803	45,059,030
Change in net assets									7,790,759	169,873	7,960,632
Net assets, beginning									76,527,320	40,062,409	116,589,729
Net assets - ending									\$ 84,318,079	\$ 40,232,282	\$ 124,550,361

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

YELLOWSTONE COUNTY, MONTANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	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	
ASSETS								
Cash and demand investments, pooled	\$1,570,713	\$982,402	\$686,616	\$1,233,709	\$48,768	\$1,978,970	\$2,055,825	\$8,557,003
Cash investments, pooled	4,493,561	2,809,688	1,963,865	3,528,433	139,485	5,660,277	5,879,903	24,475,212
Receivables (net of allowance for uncollectibles):								
Property taxes	1,628,430	1,183,041	149,492	1,264,912	0	0	1,892,486	6,118,361
Accounts	244,062	500	0	349,511	0	1,726	259,838	855,637
Delinquent assessments	0	0	0	0	2,560	0	28,944	31,504
Deferred assessments	0	0	0	0	976,552	0	4,295	980,847
Accrued interest	9,448	0	949	0	45	2,789	1,456	14,687
Due from other funds	100	0	0	0	0	0	0	100
Due from other taxing districts	2,250	0	0	0	0	0	0	2,250
Due from other governments	93,992	26,579	8,510	71,948	0	0	102,520	303,549
Prepaid expenses	5,188	90	4,718	10,622	0	0	6,051	26,669
Inventories	40,385	250,812	0	0	0	0	77,624	368,821
Advances to other funds	0	0	0	0	0	1,400,000	0	1,400,000
Total assets	\$8,088,129	\$5,253,112	\$2,814,150	\$6,459,135	\$1,167,410	\$9,043,762	\$10,308,942	\$43,134,640
LIABILITIES:								
Accounts payable	\$187,482	\$612,761	\$9,271	\$593,160	\$0	\$27,636	\$315,952	\$1,746,262
Accrued liabilities	542,600	78,723	270,796	251,886	0	0	117,269	1,261,274
Matured bonds payable	0	0	0	0	7,225	0	0	7,225
Due to other funds	0	0	0	0	0	0	27,435	27,435
Deferred revenue	1,628,430	1,183,041	149,492	1,264,912	979,112	0	1,925,725	7,130,712
Deposits	0	0	0	0	0	2,850	0	2,850
Due to other taxing districts	0	0	0	0	0	0	258,294	258,294
Total liabilities	2,358,512	1,874,525	429,559	2,109,958	986,337	30,486	2,644,675	10,434,052
FUND BALANCE:								
Unspendable	45,573	250,902	4,718	10,622	0	0	83,675	395,490
Restricted	17,043	2,409,226	0	0	172,573	0	3,733,991	6,332,833
Committed	65,709	0	728,718	3,767,640	0	0	2,317,479	6,879,546
Assigned	1,244,791	718,459	1,651,155	570,915	8,500	9,013,276	1,529,122	14,736,218
Unassigned	4,356,501	0	0	0	0	0	0	4,356,501
Total fund balance	5,729,617	3,378,587	2,384,591	4,349,177	181,073	9,013,276	7,664,267	32,700,588
Total liabilities and fund balance	\$8,088,129	\$5,253,112	\$2,814,150	\$6,459,135	\$1,167,410	\$9,043,762	\$10,308,942	\$43,134,640

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, 2012**

Fund Balance June 30, 2012, governmental funds	\$ 32,700,588
Net assets of internal service funds as of June 30, 2012, are included as general governmental functions since they are primarily related to that function.	5,985,492
Net capital assets of internal service funds included above	(81,823)
Long-term assets are not available to pay for current period expenditures and, therefore, are deferred on the fund statements	7,130,712
Long-term portion of compensated absences is not anticipated to be expended in the current period	(1,614,352)
Long-term debt previously recognized as revenue in prior periods	(7,440,945)
Accrued interest payable on long-term debt	(24,132)
Net capital assets	48,794,355
Other post employment benefits (OPEB) - implicit rate subsidy liability	(1,131,816)
Net Assets of governmental activities, June 30, 2012	<u>\$ 84,318,079</u>

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, 2012

	MAJOR FUNDS							Total Governmental Funds
	General	Road	Property and Liability Insurance Fund	Public Safety Fund	RSID Bond Fund	Capital Improvement Fund	Nonmajor Governmental Funds	
REVENUES:								
Taxes	\$9,859,385	\$4,005,114	\$888,947	\$7,514,973	\$0	\$0	\$10,976,261	\$33,244,680
Special assessments	0	0	0	0	206,404	0	740,864	947,268
Licenses and permits	30,282	32,526	0	3,519,074	0	0	145,000	3,726,882
Intergovernmental	1,456,403	2,233,920	8,510	682,313	0	0	1,808,005	6,189,151
Fines and forfeitures	605,206	0	0	0	0	0	26,645	631,851
Charges for services	1,245,758	214,701	377,490	3,211,094	0	19,980	1,771,717	6,840,740
Other	228,840	23,748	18,454	122,554	541	146,560	81,459	622,156
Total revenues	13,425,874	6,510,009	1,293,401	15,050,008	206,945	166,540	15,549,951	52,202,728
EXPENDITURES:								
Current:								
General government	6,927,655	0	1,127,632	0	0	0	355,022	8,410,309
Public safety	1,114,114	0	0	14,334,480	0	0	6,371,514	21,820,108
Public works	9,619	5,803,400	0	0	0	0	1,014,873	6,827,892
Public health	710,481	0	0	142,794	0	0	2,109,264	2,962,539
Social and economic services	656,932	0	0	0	0	0	972,808	1,629,740
Culture and recreation	0	0	0	0	0	0	1,191,320	1,191,320
Conservation of natural resources	27,020	0	0	0	0	0	97,658	124,678
Community development	370,700	0	0	0	0	0	0	370,700
Capital outlay	1,097,074	608,288	4,701	612,845	0	295,217	1,623,014	4,241,139
Debt service:								
Principal	0	0	0	0	155,777	0	1,130,000	1,285,777
Interest	0	0	0	0	56,007	0	227,773	283,780
Total expenditures	10,913,595	6,411,688	1,132,333	15,090,119	211,784	295,217	15,093,246	49,147,982
Excess (deficiency) of revenues over (under) expenditures	2,512,279	98,321	161,068	(40,111)	(4,839)	(128,677)	456,705	3,054,746
OTHER FINANCING SOURCES (USES):								
Interfund transfers in	1,033,475	292,734	20,851	899,092	0	1,630,000	3,269,242	7,145,394
Interfund transfers out	(3,463,003)	(527,486)	0	(261,191)	0	0	(3,964,447)	(8,216,127)
Total other financing sources (uses)	(2,429,528)	(234,752)	20,851	637,901	0	1,630,000	(695,205)	(1,070,733)
Net change in fund balances	82,751	(136,431)	181,919	597,790	(4,839)	1,501,323	(238,500)	1,984,013
Fund balances July 1, 2011	5,646,866	3,515,018	2,202,672	3,751,387	185,912	7,511,953	7,902,767	30,716,575
Fund balances June 30, 2012	\$5,729,617	\$3,378,587	\$2,384,591	\$4,349,177	\$181,073	\$9,013,276	\$7,664,267	\$32,700,588

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, 2012**

Net change in fund balances - total governmental funds	\$ 1,984,013
Change in net assets of internal service funds are included as general governmental functions since they are primarily related to that function.	894,881
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	6,704,334
Depreciation expense	(4,608,632)
Gain (loss) on disposal / trade-in of capital assets / sale of fixed asset	1,304
(Decrease) increase in property tax and special assessment receivables that may not be available in the current period	1,795,351
Increase in the long-term portion of compensated absences that is not anticipated to be expended in the current period	(33,827)
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.	1,285,777
Change in accrued interest payable	26,404
Change in other post employment benefits - implicit rate subsidy	(258,846)
Change in net assets in governmental activities	<u>\$ 7,790,759</u>

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, 2012
(Page 1 of 2)**

	BUDGET		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final Revised		
REVENUES:				
Taxes:				
Real estate property taxes	\$10,139,987	\$10,139,987	\$9,447,547	(\$692,440)
Personal property taxes	343,900	343,900	253,194	(90,706)
Mobile homes, penalty and interest, other	124,380	124,380	158,644	34,264
Licenses and permits	25,200	25,200	30,282	5,082
Intergovernmental:				
Grants	121,416	2,129,989	1,283,997	(845,992)
State entitlement and other	75,343	75,343	172,406	97,063
Fines and forfeitures, justice court	660,000	660,000	605,206	(54,794)
Charges for services:				
Clerk & Recorder	1,035,000	1,035,000	1,062,823	27,823
Miscellaneous	164,350	164,350	182,935	18,585
Other:				
Interest on investments	225,000	225,000	126,415	(98,585)
Miscellaneous	20,000	161,751	102,425	(59,326)
Total revenues	\$12,934,576	\$ 15,084,900	\$ 13,425,874	\$ (1,659,026)

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, 2012
(Page 2 of 2)

Current:	BUDGET		<u>Actual</u>	Variance with Final Budget - Positive
	<u>Original</u>	<u>Final Revised</u>		(Negative)
General government:				
County commissioners	\$466,966	\$466,966	\$458,026	\$ 8,940
Elections	450,387	450,387	339,446	110,941
Clerk & Recorder	584,721	584,721	515,013	69,708
Treasurer, Auditor, Finance	1,952,158	1,952,158	1,836,339	115,819
Information technology	731,198	734,448	714,904	19,544
Building maintenance	653,619	653,619	647,831	5,788
Other	3,645,232	3,582,232	2,416,096	1,166,136
Public safety:				
Disaster and Emergency, Rural Fire	360,456	728,760	470,376	258,384
Juvenile detention	477,840	477,840	477,840	0
Other	184,582	184,582	165,898	18,684
Public works	0	38,515	9,619	28,896
Public health	420,635	736,265	710,481	25,784
Social and economic services				
Youth shelter	238,920	238,920	238,920	0
Rent assistance program	137,500	137,500	137,500	0
Medical assistance program	212,108	212,108	212,108	0
Other	94,200	94,200	68,404	25,796
Culture and recreation	0	99,868	0	99,868
Conservation of natural resources	27,020	27,020	27,020	0
Community development	399,777	439,777	370,700	69,077
Capital outlay	397,750	1,902,627	1,097,074	805,553
Total expenditures	11,435,069	13,742,513	10,913,595	2,828,918
Excess (deficiency) of revenues over (under) expenditures	1,499,507	1,342,387	2,512,279	1,169,892
OTHER FINANCING SOURCES (USES):				
Interfund transfers in	1,085,776	1,275,866	1,033,475	(242,391)
Interfund transfers out	(3,789,126)	(3,844,126)	(3,463,003)	381,123
Total other financing sources (uses)	(2,703,350)	(2,568,260)	(2,429,528)	138,732
Net change in fund balances	(\$1,203,843)	(\$1,225,873)	82,751	\$1,308,624
Fund balance July 1, 2011			5,646,866	
Fund balance June 30, 2012			\$5,729,617	

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, 2012

	Road Fund				Property and Liability Insurance Fund				Public Safety Fund				
	BUDGET			Variance with Final Budget - Positive (Negative)	BUDGET			Variance with Final Budget - Positive (Negative)	BUDGET			Variance with Final Budget - Positive (Negative)	
	Original	Final Revised	Actual		Original	Final Revised	Actual		Original	Final Revised	Actual		
REVENUES:													
Taxes	\$4,524,073	\$4,524,073	\$4,005,114	(\$518,959)	\$959,653	\$959,653	\$888,947	(\$70,706)	\$8,113,432	\$8,113,432	\$7,514,973	(\$598,459)	
Licenses and permits	17,750	17,750	32,526	14,776	0	0	0	0	3,755,000	3,755,000	3,519,074	(235,926)	
Intergovernmental	2,013,646	2,210,696	2,233,920	23,224	0	0	8,510	8,510	49,000	896,310	682,313	(213,997)	
Charges for services	183,000	183,000	214,701	31,701	377,490	377,490	377,490	0	2,285,700	2,455,700	3,211,094	755,394	
Other	40,500	40,500	23,748	(16,752)	18,000	18,000	18,454	454	10,000	148,115	122,554	(25,561)	
Total revenues	6,778,969	6,976,019	6,510,009	(466,010)	1,355,143	1,355,143	1,293,401	(61,742)	14,213,132	15,368,557	15,050,008	(318,549)	
EXPENDITURES:													
Current:													
General government	0	0	0	0	2,783,769	2,783,769	1,127,632	1,656,137	0	0	0	0	
Public safety	0	0	0	0	0	0	0	0	15,101,615	15,750,924	14,334,480	1,416,444	
Public works	6,882,980	6,831,985	5,803,400	1,028,585	0	0	0	0	0	0	0	0	
Public health	0	0	0	0	0	0	0	0	147,904	148,904	142,794	6,110	
Capital outlay	663,961	659,956	608,288	51,668	4,800	4,800	4,701	99	258,444	729,360	612,845	116,515	
Total expenditures	7,546,941	7,491,941	6,411,688	1,080,253	2,788,569	2,788,569	1,132,333	1,656,236	15,507,963	16,629,188	15,090,119	1,539,069	
Excess (deficiency) of revenues over (under) expenditures	(767,972)	(515,922)	98,321	614,243	(1,433,426)	(1,433,426)	161,068	1,594,494	(1,294,831)	(1,260,631)	(40,111)	1,220,520	
OTHER FINANCING SOURCES (USES):													
Interfund transfers in	294,184	294,184	292,734	(1,450)	21,014	21,014	20,851	(163)	1,165,736	1,165,736	899,092	(266,644)	
Interfund transfers out	(487,863)	(542,862)	(527,486)	15,376	0	0	0	0	(263,608)	(263,608)	(261,191)	2,417	
Total other financing sources (uses)	(193,679)	(248,678)	(234,752)	13,926	21,014	21,014	20,851	(163)	902,128	902,128	637,901	(264,227)	
Net change in fund balances	(\$961,651)	(\$764,600)	(136,431)	\$628,169	(\$1,412,412)	(\$1,412,412)	181,919	\$1,594,331	(\$392,703)	(\$358,503)	597,790	\$956,293	
Fund balances July 1, 2011			3,515,018				2,202,672				3,751,387		
Fund balances June 30, 2012			\$3,378,587				\$2,384,591				\$4,349,177		

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

YELLOWSTONE COUNTY, MONTANA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2012
(Page 1 of 2)

<u>ASSETS</u>	Business-Type Activities Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
CURRENT ASSETS:				
Cash and demand investments, pooled	\$95,138	\$483,846	\$578,984	\$1,726,707
Cash investments, pooled	272,096	1,383,822	1,655,918	4,938,725
Restricted cash and demand investments held in trust, nonpooled	0	260,292	260,292	0
Receivables (net of allowance for uncollectibles):				
Property taxes	0	381,620	381,620	0
Accounts	0	13,317	13,317	1,628
Delinquent assessments	49,194	0	49,194	0
Accrued interest	0	87	87	2,253
Due from other funds	0	0	0	27,335
Due from other governments	0	22,152	22,152	0
Prepaid expenses	0	100,767	100,767	0
Inventories	0	25,402	25,402	0
Total current assets	416,428	2,671,305	3,087,733	6,696,648
NONCURRENT ASSETS:				
Capital assets:				
Land	0	368,574	368,574	0
Buildings	0	53,863,750	53,863,750	0
Improvements other than buildings	0	5,472,074	5,472,074	0
Equipment and vehicles	0	1,116,350	1,116,350	315,619
Construction in progress	0	20,736	20,736	0
Accumulated depreciation	0	(20,545,569)	(20,545,569)	(233,796)
Total capital assets (net of accumulated depreciation)	0	40,295,915	40,295,915	81,823
Total assets	\$416,428	\$42,967,220	\$43,383,648	\$6,778,471

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

YELLOWSTONE COUNTY, MONTANA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2012
(Page 2 of 2)

	Business-Type Activities Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
	<u>LIABILITIES</u>			
CURRENT LIABILITIES:				
Accounts payable	714	199,624	\$200,338	\$6,035
Accrued liabilities	0	11,500	11,500	440,313
Accrued compensated absences	0	59,230	59,230	1,191
Advance from other funds	0	350,000	350,000	0
Deferred revenue	0	168,448	168,448	0
Unearned premiums	0	0	0	341,866
Deposits	0	42,483	42,483	0
Total current liabilities	714	831,285	831,999	789,405
CURRENT LIABILITIES PAYABLE FROM RESTRICTED CASH:				
Deferred revenue	0	91,814	91,814	0
Deposits	0	155,999	155,999	0
Total current liabilities payable from restricted cash	0	247,813	247,813	0
NONCURRENT LIABILITIES:				
Accrued compensated absences	0	177,688	177,688	3,574
Advance from other funds	0	1,050,000	1,050,000	0
Deferred revenue	0	748,135	748,135	0
OPEB implicit rate subsidy	0	95,731	95,731	0
Total noncurrent liabilities	0	2,071,554	2,071,554	3,574
Total liabilities	714	3,150,652	3,151,366	792,979
<u>NET ASSETS</u>				
Investment in capital assets, net of related debt Unrestricted	0 415,714	40,295,915 (479,347)	40,295,915 (63,633)	81,823 5,903,669
Total net assets	415,714	39,816,568	40,232,282	5,985,492
Total liabilities and net assets	\$416,428	\$42,967,220	\$43,383,648	\$6,778,471

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, 2012

	Business-Type Activities - Enterprise Funds			Governmental Activities -
	Refuse Disposal Fund	METRA Fund	Total	Internal Service Funds
OPERATING REVENUES:				
Charge for services and use of facilities	\$ 450,630	\$ 4,322,531	\$ 4,773,161	\$ 136,136
Health insurance premiums	0	0	0	5,609,371
Total operating revenues	450,630	4,322,531	4,773,161	5,745,507
OPERATING EXPENSES:				
Salaries and benefits	612	2,535,053	2,535,665	60,230
Supplies	0	629,485	629,485	12,438
Contracted services	520,833	2,117,034	2,637,867	109,165
Health claims	0	0	0	5,396,392
Stop-loss insurance and administration	0	0	0	409,081
Awards	0	104,014	104,014	0
Depreciation	0	1,582,060	1,582,060	30,334
Total operating expenses	521,445	6,967,646	7,489,091	6,017,640
Operating income (loss)	(70,815)	(2,645,115)	(2,715,930)	(272,133)
NONOPERATING REVENUES (EXPENSES):				
Taxes	0	2,438,771	2,438,771	0
Intergovernmental revenue	0	22,152	22,152	0
Interest revenue (expense)	0	(3,829)	(3,829)	30,617
Other revenue	0	6,676	6,676	0
Revenue from signage agreement	0	176,871	176,871	0
Contribution from grant fund	0	310,826	310,826	0
Total nonoperating revenues (expenses)	0	2,951,467	2,951,467	30,617
Income (loss) before transfers	(70,815)	306,352	235,537	(241,516)
Transfer in from other funds	0	0	0	1,136,397
Transfer out to other funds	(25,000)	(40,664)	(65,664)	0
Change in net assets	(95,815)	265,688	169,873	894,881
Net assets July 1, 2011	511,529	39,550,880	40,062,409	5,090,611
Net assets June 30, 2012	\$ 415,714	\$ 39,816,568	\$ 40,232,282	\$ 5,985,492

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, 2012
(Page 1 of 2)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Refuse Disposal</u>	<u>METRA</u>	<u>Total</u>	<u>Internal</u>
	<u>Fund</u>	<u>Fund</u>		<u>Service Funds</u>
<u>Cash flows from operating activities:</u>				
Cash received from users	\$ 466,136	\$ 4,053,189	\$ 4,519,325	\$ 136,136
Cash received from health insurance premiums	0	0	0	5,702,008
Cash paid to other suppliers for goods or services	(520,835)	(2,930,878)	(3,451,713)	(117,885)
Cash paid to employees for services	(612)	(2,501,423)	(2,502,035)	(59,354)
Cash paid for health claims	0	0	0	(5,276,554)
Cash paid for stop-loss insurance and administration	0	0	0	(409,081)
Net cash provided (used) by operating activities	(55,311)	(1,379,112)	(1,434,423)	(24,730)
<u>Cash flows from noncapital financing activities:</u>				
Cash received from taxes, licenses, permits, and intergovernmental revenue	0	2,316,899	2,316,899	0
Cash received from interfund transfer	0	0	0	1,109,062
Cash transferred to other funds for services	0	(40,664)	(40,664)	0
Cash transferred to Blight Abatement	(25,000)	0	(25,000)	0
Cash received from other revenues	0	6,676	6,676	0
Net cash provided (used) by noncapital financing activities	(25,000)	2,282,911	2,257,911	1,109,062
<u>Cash flows from capital and related financing activities:</u>				
Acquisition of capital assets	0	(9,236,180)	(9,236,180)	0
Cash received from interfund loan	0	1,400,000	1,400,000	0
Net cash used for capital and related financing activities	0	(7,836,180)	(7,836,180)	0
<u>Cash flows from investing activities:</u>				
Deposits into investment pool	100,255	5,754,872	5,855,127	(324,978)
Interest received on investments	0	(260)	(260)	37,141
Net cash provided (used) by investing activities	100,255	5,754,612	5,854,867	(287,837)
Net increase (decrease) in cash and demand investments	19,944	(1,177,769)	(1,157,825)	796,495
Cash and demand investments, and restricted cash, July 1, 2011	75,194	1,921,907	1,997,101	930,212
Cash and demand investments, and restricted cash, June 30, 2012	\$ 95,138	\$ 744,138	\$ 839,276	\$ 1,726,707
<u>Presented in Statement of Net Assets as follows:</u>				
Cash and demand investments, pooled	\$ 95,138	\$ 483,846	\$ 578,984	
Restricted cash held in trust, nonpooled	0	260,292	260,292	
Cash and demand investments, and restricted cash, June 30, 2012	\$ 95,138	\$ 744,138	\$ 839,276	

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, 2012
(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>Internal</u>
	<u>Fund</u>	<u>Fund</u>		<u>Service Funds</u>
Noncash transactions:				
Donation of capital asset from grant	\$ 0	\$ 310,826	\$ 310,826	\$ 0
Revenue recognized on sales rights agreement	\$ 0	\$ 176,871	\$ 176,871	\$ 0
OPEB implicit rate subsidy expense	\$ 0	\$ 24,614	\$ 24,614	\$ 0

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

Operating income (loss)	<u>\$ (70,815)</u>	<u>\$ (2,645,115)</u>	<u>\$ (2,715,930)</u>	<u>\$ (272,133)</u>
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation expense	0	1,582,060	1,582,060	30,334
(Increase) decrease in assets:				
Accounts receivable	0	9,060	9,060	46,106
Delinquent assessments receivable	15,506	0	15,506	0
Prepaid expenses	0	4,359	4,359	0
Inventories	0	(10,075)	(10,075)	0
Construction in progress	0	3,000	3,000	0
Increase (decrease) in liabilities:				
Accounts payable	(2)	(77,629)	(77,631)	3,718
Accrued liabilities	0	9,016	9,016	120,714
Unearned premiums	0	0	0	46,531
Deferred revenue	0	(61,188)	(61,188)	0
Deposits	0	(217,214)	(217,214)	0
OPEB implicit rate subsidy liability	0	24,614	24,614	0
Total adjustments	<u>15,504</u>	<u>1,266,003</u>	<u>1,281,507</u>	<u>247,403</u>
Net cash provided (used) by operating activities	<u>\$ (55,311)</u>	<u>\$ (1,379,112)</u>	<u>\$ (1,434,423)</u>	<u>\$ (24,730)</u>

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, 2012

	External Investment Trust Fund	Agency Funds	Total Fiduciary Funds
<u>ASSETS</u>			
Cash and demand investments, pooled	\$ 20,601,002	\$ 1,327,013	\$ 21,928,015
Cash investments, pooled	58,922,917	3,795,283	62,718,200
Restricted cash and demand investments held in trust, nonpooled	0	29,955	29,955
Restricted cash and demand investments for capital improvements, nonpooled	0	2,467,918	2,467,918
Receivables:			
Property taxes	0	24,195,194	24,195,194
Delinquent assessments	0	614,428	614,428
Accrued interest	26,563	631	27,194
Due from other funds	0	5,427,978	5,427,978
Due from other government	0	37,760	37,760
Total assets	\$ 79,550,482	\$ 37,896,160	\$ 117,446,642
<u>LIABILITIES</u>			
Accounts payable	\$0	\$ 185,192	\$ 185,192
Due to other funds - protest tax fund	0	5,427,979	5,427,979
Due to others	0	1,295,837	1,295,837
Due to other taxing districts - county general fund	0	2,250	2,250
Due to other taxing districts	0	30,984,902	30,984,902
Total liabilities	0	37,896,160	37,896,160
<u>NET ASSETS</u>			
Net assets held in trust for pool participants	\$ 79,550,482	\$0	\$ 79,550,482

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

**YELLOWSTONE COUNTY, MONTANA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
EXTERNAL INVESTMENT TRUST FUND
FOR THE YEAR ENDED JUNE 30, 2012**

ADDITIONS:

Contributions to pooled investments	\$ 567,466,720	
Interest and investment income	368,204	
Total additions		\$ 567,834,924

DEDUCTIONS

Distributions from pooled investments	(546,239,792)	
Investment administrative expenses	(4,515)	
Total deductions		(546,244,307)

Change in net assets held in trust for pool participants		21,590,617
Net assets held in trust for pool participants, July 1, 2011		57,959,865
Net assets held in trust for pool participants, June 30, 2012		\$ 79,550,482

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