

**MARTIN COUNTY
FAIRMONT, MINNESOTA**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2007

MARTIN COUNTY
FAIRMONT, MINNESOTA
TABLE OF CONTENTS
DECEMBER 31, 2007

INTRODUCTORY SECTION	
ORGANIZATION	1
FINANCIAL SECTION	
INDEPENDENT AUDITORS REPORT	2
REQUIRED SUPPLEMENTARY INFORMATION	
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE STATEMENTS	
STATEMENT OF NET ASSETS	14
STATEMENT OF ACTIVITIES	16
FUND FINANCIAL STATEMENTS	
BALANCE SHEET – GOVERNMENTAL FUNDS	17
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS – GOVERNMENTAL ACTIVITIES	19
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	20
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES – GOVERNMENTAL ACTIVITIES	22
STATEMENT OF FIDUCIARY NET ASSETS – AGENCY FUNDS	23
NOTES TO THE FINANCIAL STATEMENTS	24
REQUIRED SUPPLEMENTARY INFORMATION OTHER THAN MD&A	
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	45
BUDGETARY COMPARISON SCHEDULE – ROAD AND BRIDGE SPECIAL REVENUE FUND	47
BUDGETARY COMPARISON SCHEDULE – HUMAN SERVICES SPECIAL REVENUE FUND	48
BUDGETARY COMPARISON SCHEDULE – DITCH SPECIAL REVENUE FUND	49
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION	50

**MARTIN COUNTY
FAIRMONT, MINNESOTA
TABLE OF CONTENTS (CONTINUED)
DECEMBER 31, 2007**

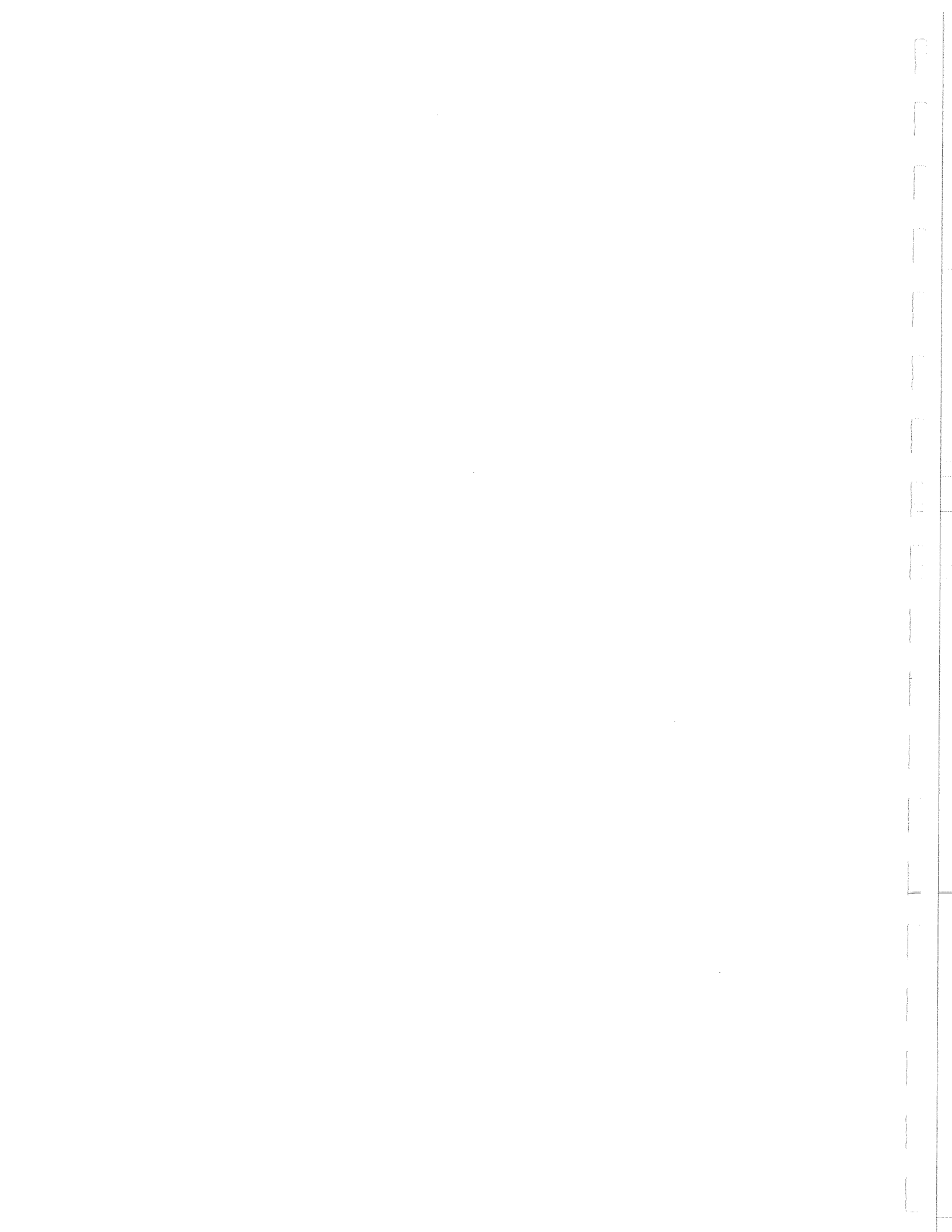
FINANCIAL SECTION (CONTINUED)

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS – COMBINING BALANCE SHEETS	51
NONMAJOR GOVERNMENTAL FUNDS – COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES	53
BUDGETARY COMPARISON SCHEDULE – LIBRARY NONMAJOR SPECIAL REVENUE FUND	55
BUDGETARY COMPARISON SCHEDULE – PARKS NONMAJOR SPECIAL REVENUE FUND	56
BUDGETARY COMPARISON SCHEDULE – SOLID WASTE NONMAJOR SPECIAL REVENUE FUND	57
BUDGETARY COMPARISON SCHEDULE – AREA DEVELOPMENT SPECIAL REVENUE FUND	58
BUDGETARY COMPARISON SCHEDULE – BUILDING SPECIAL REVENUE FUND	59
BUDGETARY COMPARISON SCHEDULE –NONMAJOR DEBT SERVICE FUND	60
BUDGETARY COMPARISON SCHEDULE – NONMAJOR DEBT SERVICE – PRAIRIELAND FUND	61
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – ALL AGENCY FUNDS	62

OTHER SUPPLEMENTARY INFORMATION

SCHEDULE OF INTERGOVERNMENTAL REVENUE	64
COUNTY DITCH SPECIAL REVENUE FUND – BALANCE SHEET BY DITCH	65



INTRODUCTORY SECTION



MARTIN COUNTY
FAIRMONT, MINNESOTA
ORGANIZATION
DECEMBER 31, 2007

Office	Name	Term Expires
Commissioners		
1st District	Jerry Boler	January 2009
2nd District	Steven Pierce	January 2011
3rd District	Steven Donnelly	January 2009
4th District	Dan Schmidtke	January 2011
5th District	Jack Potter*	January 2009
Officers		
Elected		
Attorney	Terry Viesselman	January 2011
Auditor/Treasurer	Jim Forshee	January 2011
Judge	Robert Walker	January 2009
County Recorder	Kay Wrucke	January 2011
Registrar of Titles	Kay Wrucke	January 2011
Sheriff	Brad Gerhardt	January 2011
Surveyor	John Madsen	January 2011
Appointed		
Assessor	Dan Whitman	December 2012
Highway Engineer	Kevin Peyman	May 2010
Medical Examiner	Dr. Dennis Gremel	Indefinite
Veterans Service Officer	Douglas Landsteiner	Indefinite
Librarian	Vacant	Vacant
County Coordinator	Scott Higgins	Indefinite

* Chair

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FINANCIAL SECTION



REBECCA OTTO
STATE AUDITOR

STATE OF MINNESOTA

OFFICE OF THE STATE AUDITOR

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525 PARK STREET
SAINT PAUL, MN 55103-2139

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

Board of County Commissioners
Martin County

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Martin County, Minnesota, as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Martin County as of December 31, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.



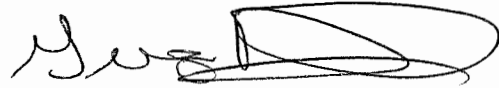
The Management's Discussion and Analysis and budgetary comparison statements on pages 45 through 50 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise Martin County's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of Martin County. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued a report dated March 31, 2009, on our consideration of Martin 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* and should be considered in assessing the results of our audit.



REBECCA OTTO
STATE AUDITOR



GREG HIERLINGER, CPA
DEPUTY STATE AUDITOR

March 31, 2009

REQUIRED SUPPLEMENTARY INFORMATION

**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

Martin County's (the County) Management's Discussion and Analysis (MD&A) provides an overview of the County's financial activities for the year ended December 31, 2007. Since this information is designed to focus on the current year's activities, resulting changes, and currently known facts, it should be read in conjunction with the County's financial statements (beginning on page 14). Certain comparative information between the current year, 2007, and the prior year, 2006, is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2007 include the following:

- Governmental activities' total net assets are \$62,944,175, of which \$47,591,300 is invested in capital assets, net of related debt, and \$3,050,588 is restricted for specific purposes.
- Martin County's net assets increased by \$3,592,528 for the year ended December 31, 2007.
- The net cost of governmental activities was \$7,812,488 for the current fiscal year. The net cost was funded by general revenues and other items totaling \$11,405,016.
- Governmental funds' fund balances increased by \$1,376,330.

OVERVIEW OF THE FINANCIAL STATEMENTS

This MD&A is intended to serve as an introduction to the basic financial statements. Martin County's basic financial statements consist of three parts: Government-wide financial statements, fund financial statements, and notes to the financial statements. The MD&A (this section) is required to accompany the basic financial statements and, therefore, is included as required supplementary information.

There are two government-wide statements. The Statement of Net Assets and the Statement of Activities (pages 14-16) provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements start on page 17. These statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the County's operation in more detail than the government-wide statements by providing information about the County's most significant funds. The remaining statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside the government.

**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Statements - The Statement of Net Assets and the Statement of Activities

Our analysis of the County as a whole begins on page 14. The Statement of Net Assets and the Statement of Activities report information about the County as a whole and about its activities in a way that helps the reader to determine whether the County's financial condition has improved or declined as a result of the year's activities. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two financial statements report the County's net assets and changes in them. You can think of the County's net assets—the difference between the assets and liabilities—as one way to measure the County's financial health or financial position. Over time, increases or decreases in the County's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the County's property tax base and the condition of the County roads, to assess the overall health of the County.

In the Statement of Net Assets and the Statement of Activities:

Governmental Activities—The County's basic services are reported here, including general government, highways and streets, human services, public safety, economic development, environmental services, culture and recreation, conservation of natural resources, and interest. Property taxes and state and federal grants finance most of these activities.

Fund Financial Statements

Our analysis of the County's major funds begins on page 17. The fund financial statements provide detailed information about the significant funds, not the County as a whole. Some funds are required to be established by state law and by bond covenants. However, the County Board establishes some funds to help it control and manage money for a particular purpose or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The County's two kinds of funds--governmental and fiduciary--use different accounting methods.

- **Governmental Funds**—The County's basic services are reported in governmental funds which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting. This method measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or difference) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation in a statement following each governmental fund financial statement.

MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Fund Financial Statements (Continued)

- Fiduciary Funds—The County is the trustee, or fiduciary, over assets which can be used only for the trust beneficiaries based on the trust arrangement. All of the County's fiduciary activities are reported in a separate Combining Statement of Change in Assets and Liabilities (pages 62-63). We excluded these activities from the County's other financial statements because the County cannot use these assets to finance its operations. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net Assets

The County's net assets were \$62,944,175 on December 31, 2007 (see Table A-1).

Table A-1
The County's Net Assets

	Governmental Activities		%
	2007	2006	Change
Current and Other Assets	\$ 17,509,709	\$ 17,090,671	2.5 %
Capital and Noncurrent Assets	51,115,328	48,192,564	6.1
Total Assets	68,625,037	65,283,235	5.1
Current Liabilities	1,590,382	1,422,727	11.8
Long-Term Liabilities	4,090,480	4,508,861	(9.3)
Total Liabilities	5,680,862	5,931,588	(4.2)
Net Assets			
Invested in Capital Assets			
Net of Related Debt	47,591,300	45,376,093	4.9
Restricted	3,050,588	3,970,746	(23.2)
Unrestricted	12,302,287	10,004,808	23.0
Total Net Assets	\$ 62,944,175	\$ 59,351,647	6.1

MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

Changes in Net Assets

The County-wide total revenues were \$21,364,750 for the year ended December 31, 2007. Property taxes and intergovernmental revenues accounted for 73 percent of total revenues for the year (see Table A-2).

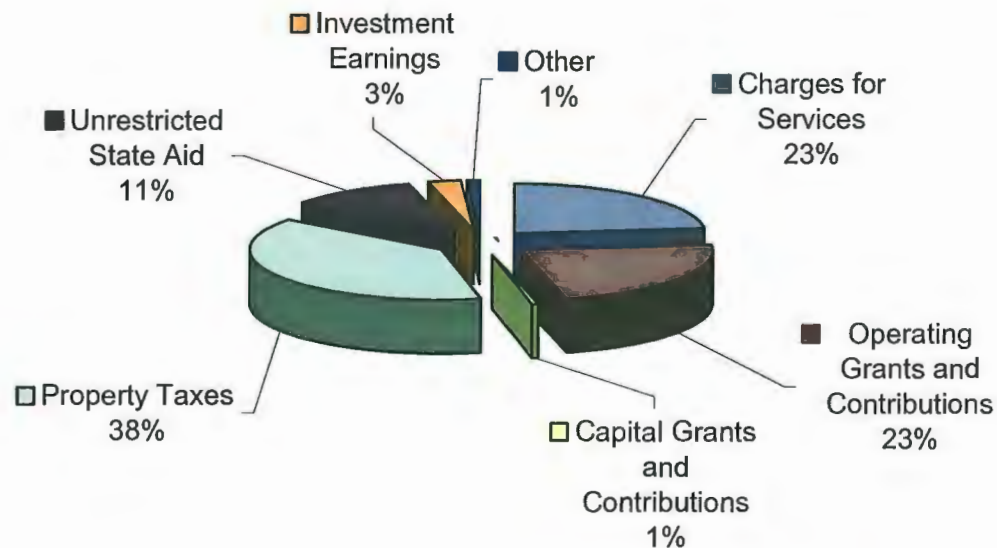
Table A-2
Change in Net Assets

	Governmental Activities		Total % Change
	2007	2006	
REVENUES			
<u>Program Revenues</u>			
Fees, Charges, Fines, and Other	\$ 5,002,519	\$ 3,955,617	26.5 %
Operating Grants and Contributions	4,830,434	4,468,514	8.1
Capital Grants and Contributions	126,781	369,719	(65.7)
<u>General Revenues</u>			
Property Taxes	8,255,550	7,527,973	9.7
Unrestricted State Aid	2,344,991	2,115,995	10.8
Investment Earnings	559,124	504,324	10.9
Other	245,351	62,381	293.3
Total Revenues	21,364,750	19,004,523	12.4
EXPENSES			
General Government	4,819,162	4,650,907	3.6
Public Safety	3,612,004	3,111,387	16.1
Highways and Streets	5,193,996	4,551,581	14.1
Environmental Services	749,048	910,607	(17.7)
Culture and Recreation	761,997	637,965	19.4
Conservation of Natural Resources	370,714	717,448	(48.3)
Economic Development	23,476	262,343	(91.1)
Human Services	2,072,701	1,856,886	11.6
Interest	169,124	96,041	76.1
Total Expenses	17,772,222	16,795,165	5.8
CHANGE IN NET ASSETS	3,592,528	2,209,358	62.6
Net Assets - Beginning of Year	59,351,647	57,142,289	3.9
NET ASSETS - END OF YEAR	<u>\$ 62,944,175</u>	<u>\$ 59,351,647</u>	6.1

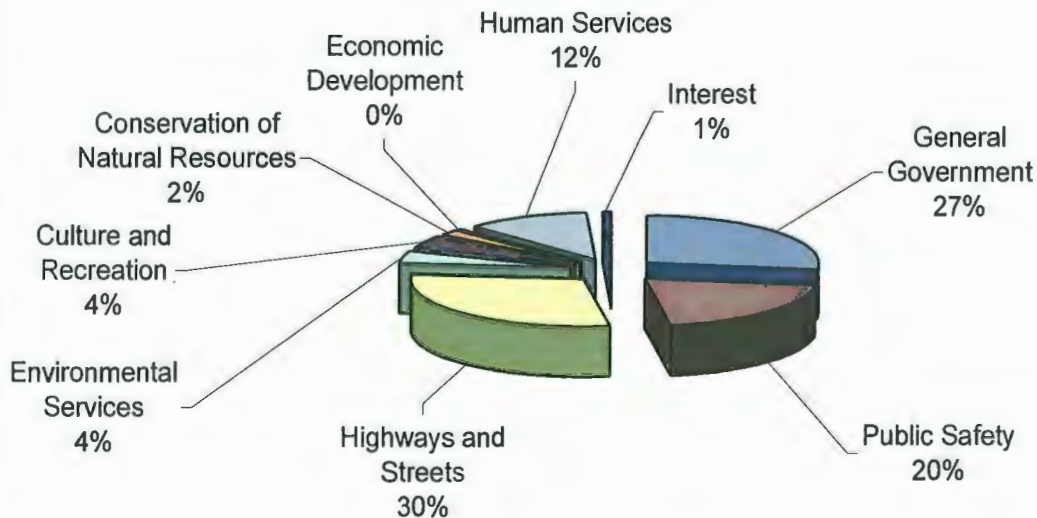
**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

Governmental Activities Revenues by Source 2007



Governmental Activities Expenses by Function 2007



**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE (CONTINUED)

The county-wide cost of all governmental activities this year was \$17,772,222.

- Some of the cost was paid by the users of the County's Programs (\$5,002,519).
- The Federal and state governments subsidized certain programs with grants and contributions (\$4,957,215).
- The remainder of the County's costs, (\$7,812,488) however, was paid for by County taxpayers and the taxpayers of our state. This portion of governmental activities was paid for with the \$8,460,269 in property and other taxes, \$2,344,991 of state aid, and \$599,756 with investment earnings and other general revenues.

Table A-3 presents the cost of each of the County's program functions, as well as each function's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the county's taxpayers by each of these functions.

Table A-3
Expenses and Net (Revenue) Cost of Services

	Total Cost of Services		Percentage Change	Net Revenue (Cost) of Services		Percentage Change
	2007	2006		2007	2006	
GOVERNMENTAL ACTIVITIES						
General Government	\$ 4,819,162	\$ 4,650,907	3.6 %	\$ (2,504,722)	\$ (2,353,284)	6.4 %
Public Safety	3,612,004	3,111,387	16.1	(2,970,387)	(2,233,263)	33.0
Highways and Streets	5,193,996	4,551,581	14.1	(44,338)	(377,523)	(88.3)
Environmental Services	749,048	910,607	(17.7)	427,999	(107,987)	(496.3)
Culture and Recreation	761,997	637,965	19.4	(669,306)	(572,747)	16.9
Conservation of Natural Resources	370,714	717,448	(48.3)	51,800	(287,110)	(118.0)
Economic Development	23,476	262,343	(91.1)	(23,377)	(262,343)	(91.1)
Human Services	2,072,701	1,856,886	11.6	(1,911,033)	(1,711,017)	11.7
Interest	169,124	96,041	76.1	(169,124)	(96,041)	76.1
Total	<u>\$ 17,772,222</u>	<u>\$ 16,795,165</u>	5.8	<u>\$ (7,812,488)</u>	<u>\$ (8,001,315)</u>	(2.4)

**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

FINANCIAL ANALYSIS OF THE COUNTY AT THE FUND LEVEL

The financial performance of the County as a whole is reflected in its governmental funds as well. As the County completed the year, its governmental funds reported a combined fund balance of \$13,056,025. Revenues for the County's governmental funds were \$22,396,900, while total expenditures were \$21,208,611. During 2007, the County also sold capital assets and had proceeds from bonds, which are included in other financing sources and uses.

The General Fund includes the primary operations of the County in providing services to citizens and some capital outlay projects. Fund balance increased by \$940,433 during 2007. This increase was primarily due to increasing tax and intergovernmental revenues.

The Road and Bridge Fund has a total fund balance of \$3,211,325, of which 75% is unreserved.

The Human Services Fund's fund balance increased by \$156,489, this is primarily due to an increase in intergovernmental revenues.

The Ditch Fund's fund balance increased by \$73,533, this is primarily due to the County not issuing any new loans during 2007 and making ditch improvements during 2007.

GENERAL FUND

The General Fund includes the primary operations of the County in providing services to citizens and some capital outlay projects.

Table A-4 presents a summary of General Fund revenues.

Table A-4
General Fund Revenues

Fund	Year Ended		Change	
	December 31, 2007	December 31, 2006	Increase (Decrease)	Percent
Taxes	\$ 4,102,684	\$ 3,655,765	\$ 446,919	12.2 %
Licenses and Permits	47,942	40,423	7,519	18.6
Intergovernmental	2,657,189	2,791,464	(134,275)	(4.8)
Charges for Services	721,321	778,244	(56,923)	(7.3)
Investment Earnings	494,395	482,124	12,271	2.5
Miscellaneous and Other	1,611,424	1,674,446	(63,022)	(3.8)
Total General Fund Revenues	<u>\$ 9,634,955</u>	<u>\$ 9,422,466</u>	<u>\$ 212,489</u>	2.3

**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

GENERAL FUND (CONTINUED)

The following schedule presents a summary of General Fund Expenditures:

Table A-5
General Fund Expenditures

	Year Ended		Change	
	December 31, 2007	December 31, 2006	Increase (Decrease)	Percent
General Government	\$ 4,535,413	\$ 4,727,554	\$ (192,141)	(4.1)%
Public Safety	3,578,281	3,130,431	447,850	14.3
Environmental Services	504,224	606,760	(102,536)	(16.9)
Culture and Recreation	38,378	23,352	15,026	64.3
Conservation of Natural Resources	87,304	109,148	(21,844)	(20.0)
Economic Development	23,476	262,343	(238,867)	(91.1)
Principal Retirement	23,842	19,577	4,265	21.8
Interest and Fiscal Charges	4,210	3,773	437	11.6
Total Expenditures	<u>\$ 8,795,128</u>	<u>\$ 8,882,938</u>	<u>\$ (87,810)</u>	(1.0)

For the year ended December 31, 2007, the County allocated all expenditures.

General Fund Budgetary Highlights

- Actual revenues were \$1,830,909 more than expected. This is due primarily to increased taxes, investment earning, and miscellaneous revenues.
- The actual expenditures were \$1,085,217 more than budget. This is due primarily to additional costs related to county administration and the Sheriff's department.
- The County does not typically amend its budget after it is approved by the County Board, likewise, they have not made any budget amendments during 2007.

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS

By the end of 2007, the County had invested over \$74,200,000 in a broad range of capital assets, including land, buildings, machinery, vehicles, furniture, equipment, and infrastructure (see Table A-6). (More detailed information about capital assets can be found in Note 3.A.3 to the financial statements.) Total depreciation expense for the year was \$1,862,571.

MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007

CAPITAL ASSETS AND DEBT ADMINISTRATION (CONTINUED)

CAPITAL ASSETS (CONTINUED)

Table A-6
The County's Capital Assets

	Governmental Activities		Percent Change
	2007	2006	
Land and Right of Way	\$ 862,591	\$ 855,591	0.8 %
Buildings and Improvements	7,191,366	7,191,366	-
Machinery, Equipment, and Vehicles	5,544,288	5,926,122	(6.4)
Infrastructure	60,442,275	56,079,567	7.8
Construction in Progress	236,399	87,120	171.3
Less: Accumulated Depreciation	<u>(23,161,591)</u>	<u>(21,947,202)</u>	5.5
Total	<u>\$ 51,115,328</u>	<u>\$ 48,192,564</u>	6.1

DEBT ADMINISTRATION

At year-end, the County had outstanding long-term liabilities of \$4,917,859 versus \$5,294,965 in the previous year for a 7.1 percent decrease as shown in Table A-7. This decrease is due to the pay off of bonds in 2007.

Table A-7
The County's Long-Term Liabilities

	2007	2006	Percent Change
GOVERNMENTAL ACTIVITIES			
General Obligation Bonds, Net	\$ 4,081,855	\$ 4,553,533	(10.4)%
Notes and Loans Payable	309,145	234,082	32.1
Compensated Absences Payable	526,859	507,350	3.8
Total	<u>\$ 4,917,859</u>	<u>\$ 5,294,965</u>	(7.1)

**MARTIN COUNTY
FAIRMONT, MINNESOTA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED DECEMBER 31, 2007**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County is dependent on the State of Minnesota for a significant portion of its revenue. Recent experience demonstrates that the legislature may decrease revenues again.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor / Treasurer, James Forshee, at (507) 238-3266.

BASIC FINANCIAL STATEMENTS

MARTIN COUNTY
FAIRMONT, MINNESOTA
STATEMENT OF NET ASSETS
DECEMBER 31, 2007

ASSETS

Cash and Pooled Investments	\$ 12,838,949
Petty Cash and Change Funds	1,455
Taxes Receivable - Delinquent	96,413
Special Assessments Receivable - Delinquent	66,268
Special Assessments Receivable - Deferred	1,021,229
Accounts Receivable - Net	21,255
Loans Receivable	381,362
Accrued Interest Receivable	86,491
Due from Other Governments	2,190,235
Inventories	759,816
Deferred Debt Issue Costs	46,236
Capital Assets - Non-Depreciable	
Land and Right of Way	862,591
Construction in Progress	236,399
Depreciable Capital Assets - Net of Depreciation	
Buildings and Improvements	3,624,963
Land Improvements	8,243
Machinery, Vehicles, Furniture and Equipment	2,077,129
Infrastructure	<u>44,306,003</u>
Total Assets	68,625,037

LIABILITIES

Accounts Payable	\$ 244,514
Salaries Payable	161,021
Contracts Payable	35,447
Due to Other Governments	177,997
Accrued Interest Payable	44,424
Deferred Revenue - Unearned	99,600
Compensated Absences Payable - Due Within One Year	313,057
General Obligation Bonds Payable - Due Within One Year	490,000
Loans Payable - Due Within One Year	24,322
Compensated Absences Payable - Due in More Than One Year	213,802
General Obligation Bonds Payable - Due in More Than One Year	3,591,855
Loans Payable - Due in More Than One Year	284,823
Total Liabilities	<u>5,680,862</u>

NET ASSETS

Invested in Capital Assets, Net of Related Debt	47,591,300
Restricted for	
General Government	395,387
Public Safety	271,305
Debt Service	385,085
Culture and Recreation	16,104
Economic Development	36,836
Highways and Streets	1,945,871
Unrestricted	<u>12,302,287</u>
Total Net Assets	<u>\$ 62,944,175</u>

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MARTIN COUNTY
FAIRMONT, MINNESOTA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2007

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Fees, Charges, Fines, and Other	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
GOVERNMENTAL ACTIVITIES				
General Government	\$ 4,819,162	\$ 1,864,469	\$ 411,385	\$ 38,586
Public Safety	3,612,004	262,745	378,872	-
Highways and Streets	5,193,996	1,359,917	3,701,546	88,195
Environmental Services	749,048	849,235	327,812	-
Culture and Recreation	761,997	81,872	10,819	-
Conservation of Natural Resources	370,714	422,514	-	-
Economic Development	23,476	99	-	-
Human Services	2,072,701	161,668	-	-
Interest	169,124	-	-	-
Total Governmental Activities	<u>\$ 17,772,222</u>	<u>\$ 5,002,519</u>	<u>\$ 4,830,434</u>	<u>\$ 126,781</u>
				(7,812,488)
GENERAL REVENUES				
Property Taxes				8,255,550
Mortgage and Registry Deed Tax				13,722
Wind Power Production Tax				190,997
Grants and Contributions not Restricted for a Particular Purpose				2,344,991
Investment Earnings				559,124
Miscellaneous				40,632
Total General Revenues				<u>11,405,016</u>
CHANGE IN NET ASSETS				3,592,528
Net Assets - Beginning of Year				<u>59,351,647</u>
NET ASSETS - END OF YEAR				<u>\$ 62,944,175</u>

See accompanying Notes to Financial Statements.

**MARTIN COUNTY
FAIRMONT, MINNESOTA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2007**

	General	Road and Bridge	Human Services	Ditch
ASSETS				
Cash and Pooled Investments	\$ 5,850,638	\$ 2,457,028	\$ 1,374,974	\$ 247,026
Petty Cash and Change Funds	1,280	50	-	-
Taxes Receivable - Delinquent	44,433	17,460	23,526	-
Special Assessments Receivable				
Delinquent	11,763	-	-	3,685
Deferred	509,416	-	-	511,813
Accounts Receivable	19,356	-	-	-
Accrued Interest Receivable	86,491	-	-	-
Loans Receivable	-	-	-	-
Due from Other Funds	274,289	137,045	243,792	16,612
Due from Other Governments	58,436	2,131,604	-	195
Inventories	-	759,816	-	-
Total Assets	<u>\$ 6,856,102</u>	<u>\$ 5,503,003</u>	<u>\$ 1,642,292</u>	<u>\$ 779,331</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 126,126	\$ 32,634	\$ -	\$ 49,166
Salaries Payable	113,696	38,451	-	-
Contracts Payable	-	35,447	-	-
Due to Other Funds	360,821	40,238	38,705	77,390
Due to Other Governments	155,345	3,851	-	18,801
Deferred Revenue - Unavailable	565,612	2,141,057	23,526	515,498
Deferred Revenue - Unearned	99,600	-	-	-
Total Liabilities	1,421,200	2,291,678	62,231	660,855
FUND BALANCES				
Reserved for				
Capital Assets	-	10,000	-	-
Missing Heirs	24,726	-	-	-
Law Library	187,965	-	-	-
E-911 System	271,305	-	-	-
Recorder's Equipment Purchases	182,696	-	-	-
Economic Development	-	-	-	-
Inventories	-	759,816	-	-
Debt Service	-	-	-	-
Endowments	-	-	-	-
Highway Projects	-	20,505	-	-
Unreserved, Undesignated	4,768,210	2,421,004	1,580,061	118,476
Unreserved, Reported in Special Revenue Funds	-	-	-	-
Total Fund Balances	<u>5,434,902</u>	<u>3,211,325</u>	<u>1,580,061</u>	<u>118,476</u>
Total Liabilities and Fund Balances	<u>\$ 6,856,102</u>	<u>\$ 5,503,003</u>	<u>\$ 1,642,292</u>	<u>\$ 779,331</u>

See accompanying Notes to Financial Statements.

Nonmajor Funds	Total Governmental Funds
\$ 2,909,283	\$ 12,838,949
125	1,455
10,994	96,413
50,820	66,268
-	1,021,229
1,899	21,255
-	86,491
381,362	381,362
68,568	740,306
-	2,190,235
-	759,816
<u>\$ 3,423,051</u>	<u>\$ 18,203,779</u>

\$ 36,588	\$ 244,514
8,874	161,021
-	35,447
223,152	740,306
-	177,997
443,176	3,688,869
-	99,600
<u>711,790</u>	<u>5,147,754</u>

-	10,000
-	24,726
-	187,965
-	271,305
-	182,696
36,836	36,836
-	759,816
385,085	385,085
16,104	16,104
-	20,505
-	8,887,751
<u>2,273,236</u>	<u>2,273,236</u>
<u>2,711,261</u>	<u>13,056,025</u>
<u>\$ 3,423,051</u>	<u>\$ 18,203,779</u>

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MARTIN COUNTY
FAIRMONT, MINNESOTA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2007

FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 13,056,025

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets, net of accumulated depreciation, used in governmental activities
are not financial resources and, therefore, are not reported in the governmental funds. 51,115,328

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

Property Taxes	\$ 96,413	
Special Assessments	1,087,497	
Intergovernmental Revenues	2,123,597	
Loans Receivable	<u>381,362</u>	3,688,869

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

General Obligation Bonds	(4,081,855)	
Loans Payable	(309,145)	
Compensated Absences	(526,859)	
Unamortized Bond Issue Costs	46,236	
Accrued Interest Payable	<u>(44,424)</u>	<u>(4,916,047)</u>

NET ASSETS OF GOVERNMENTAL ACTIVITIES \$ 62,944,175

**MARTIN COUNTY
FAIRMONT, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2007**

	General	Road and Bridge	Human Services	Ditch
REVENUES				
Taxes	\$ 4,102,684	\$ 1,471,292	\$ 1,958,016	\$ -
Special Assessments	176,303	-	-	392,250
Licenses and Permits	47,942	-	-	-
Intergovernmental	2,657,189	5,391,931	232,644	-
Charges for Services	721,321	-	-	-
Fines and Forfeits	28,851	-	-	-
Interest on Investments	494,395	60,194	-	4,535
Miscellaneous	1,406,270	1,359,917	-	-
Total Revenues	9,634,955	8,283,334	2,190,660	396,785
EXPENDITURES				
CURRENT				
General Government	4,535,413	-	-	-
Public Safety	3,578,281	-	-	-
Highways and Streets	-	8,363,527	-	-
Environmental Services	504,224	-	-	-
Sanitation	-	-	-	-
Culture and Recreation	38,378	45,214	-	-
Conservation of Natural Resources	87,304	-	-	281,203
Economic Development	23,476	-	-	-
INTERGOVERNMENTAL				
Human Services	-	-	2,034,171	-
CAPITAL OUTLAY				
General Government	-	-	-	-
DEBT SERVICE				
Principal	23,842	-	-	36,701
Interest and Fiscal Charges	4,210	109,259	-	5,348
Fiscal Charges	-	-	-	-
Total Expenditures	8,795,128	8,518,000	2,034,171	323,252
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	839,827	(234,666)	156,489	73,533
OTHER FINANCING SOURCES (USES)				
Proceeds from Loans	100,606	-	-	-
Proceeds from Sale of Assets	-	40,632	-	-
Total Other Financing Sources (Uses)	100,606	40,632	-	-
NET CHANGE IN FUND BALANCES	940,433	(194,034)	156,489	73,533
Fund Balance - Beginning of Year	4,494,469	3,358,556	1,423,572	44,943
INCREASE IN RESERVED FOR INVENTORIES	-	46,803	-	-
FUND BALANCE - END OF YEAR	<u>\$ 5,434,902</u>	<u>\$ 3,211,325</u>	<u>\$ 1,580,061</u>	<u>\$ 118,476</u>

See accompanying Notes to Financial Statements.

Nonmajor Funds	Total Governmental Funds
\$ 921,155	\$ 8,453,147
566,567	1,135,120
-	47,942
161,750	8,443,514
20,394	741,715
-	28,851
-	559,124
221,300	2,987,487
1,891,166	22,396,900
101,280	4,636,693
-	3,578,281
-	8,363,527
-	504,224
244,124	244,124
628,382	711,974
-	368,507
-	23,476
-	2,034,171
88,179	88,179
440,000	500,543
35,664	154,481
431	431
1,538,060	21,208,611
353,106	1,188,289
-	100,606
-	40,632
-	141,238
353,106	1,329,527
2,358,155	11,679,695
-	46,803
<u>\$ 2,711,261</u>	<u>\$ 13,056,025</u>

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MARTIN COUNTY
FAIRMONT, MINNESOTA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO
THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
GOVERNMENTAL ACTIVITIES
YEAR ENDED DECEMBER 31, 2007

CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS		\$ 1,329,527
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported depreciation expense.		
Expenditures for General Capital Assets, Infrastructure, and Other Related Capital Assets Adjustments	\$ 4,785,335	
Current Year Depreciation	<u>(1,862,571)</u>	2,922,764
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(1,072,782)
Loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. The net proceeds for debt issuance are:		
Loans Issued		(100,606)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces liabilities in the statement of net assets.		
Principal Repayments		
General Obligation Bonds	475,000	
Loans Payable	<u>25,543</u>	500,543
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.		
Change in Accrued Interest Payable	(2,652)	
Amortization of Discounts and Deferred Issuance Charges	(11,560)	
Change in Accrued Compensated Absences	(19,509)	
Change in Inventories	<u>46,803</u>	13,082
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES		<u><u>\$ 3,592,528</u></u>

See accompanying Notes to Financial Statements.

MARTIN COUNTY
FAIRMONT, MINNESOTA
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
DECEMBER 31, 2007

ASSETS

Cash and Pooled Investments	<u>\$ 390,293</u>
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LIABILITIES

Accounts Payable	\$ 7,087
Due to Other Governments	<u>383,206</u>
Total Liabilities	<u>\$ 390,293</u>

See accompanying Notes to Financial Statements.

**MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Martin County's (the County) financial statements are prepared in accordance with generally accepted accounting principles (GAAP) for the year ended December 31, 2007. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the County are discussed below.

A. Financial Reporting Entity

Martin County was established May 23, 1857, and has the powers, duties, and privileges granted counties by *Minnesota Statutes* ch. 373. Martin County is governed by a five-member Board of Commissioners elected from districts within the County and administrative officers elected on a County-wide basis. The Board is organized with a chair and a vice chair elected at the annual meeting in January of each year. The County Coordinator serves as the Clerk of the Board of Commissioners, but does not vote in its decisions.

For financial reporting purposes, Martin County has included all funds, organizations, account groups, agencies, boards, commissions, and authorities and has considered all potential component units for which the County is financially accountable, and other organizations for which the nature and significance of their relationship with the County are such that exclusion would cause Martin County's financial statements to be misleading or incomplete.

Other Organizations

The County participates in the joint ventures and jointly-governed organizations identified in Note 10.

B. Basic Financial Statements

1. Government-Wide Statements

The government-wide financial statements (the statement of net assets and the statement of activities) display information about the Primary Government. These statements include the financial activities of the overall County government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities.

In the government-wide statement of net assets, the governmental activities column: (a) is presented on a consolidated basis; and (b) is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net assets are reported in three parts: (1) invested in capital assets, net of related debt; (2) restricted net assets; and (3) unrestricted net assets. The County first utilizes restricted resources to finance qualifying activities.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements (Continued)

1. Government-Wide Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of each function of the County's governmental activities are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Program revenues include: (1) fees, fines, and charges paid by the recipients of goods, services, or privileges provided by a given function or activity; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

2. Fund Financial Statements

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category--governmental and fiduciary--are presented. The emphasis of the governmental fund financial statements is on major individual funds with each displayed as a separate column in the fund financial statements. All remaining funds are aggregated and reported as nonmajor funds.

The County reports the following major funds:

The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Road and Bridge Special Revenue Fund is used to account for revenues and expenditures of the County Highway Department, which is responsible for the construction and maintenance of roads, bridges, and other projects affecting County roadways.

The Human Services Special Revenue Fund accounts for the County's share of the costs of operating the joint County Human Services Program with Faribault County.

The Ditch Special Revenue Fund is used to account for the cost of constructing and maintaining an agricultural drainage ditch system. Financing is provided by special assessments levied against benefited property.

Additionally, the County reports the following fund types:

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basic Financial Statements (Continued)

2. Fund Financial Statements (Continued)

Other Nonmajor Funds – Special Revenue Funds are used to account for the activities of the Park, Solid Waste, Area Development, Building, and Library Special Revenue Funds.

Other Nonmajor Funds – Debt Service Funds is used to account for the accumulation of assets for the repayment of the County's general obligation bonds and Prairieland bonds.

Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. These funds account for assets that the County holds in an agency capacity.

C. Measurement Focus and Basis of Accounting

The government-wide 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. 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. Martin 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, 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. Issuances of long-term debt and acquisitions under capital leases are reported as other financing sources.

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.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Assets or Fund Balance

1. Deposits and Investments

The County maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the statement of net assets and balance sheet as "Cash and Pooled Investments." In accordance with *Minnesota Statutes*, the County maintains deposits at financial institutions which are authorized by the County Board. Additionally, each fund's equity in the County's investment pool is treated as cash and pooled investments because the funds can deposit or effectively withdraw cash at any time without prior notice or penalty.

2. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds".

All other outstanding balances between funds are reported as "due to/from other funds."

Property taxes are levied as of January 1 on property values assessed as of the same date. The tax levy notice is mailed in March with the first half payment due on May 15 and the second half payment due October 15.

Unpaid taxes at December 31 become liens on the respective property and are classified in the financial statements as delinquent taxes receivable.

Significant portions of special assessments receivable are not expected to be collected within one year therefore are shown as deferred at the fund level.

3. Loans Receivable

Loans receivable represents the unpaid principal portions of loans made by the County through its Area Development Fund. Principal and interest received by the County on these loans are recognized, at the fund level, in the period in which they are collected; accordingly, the unpaid principal portions are also reflected in deferred revenue.

4. Inventories

All inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories in governmental funds are recorded as expenditures when purchased rather than when consumed.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Assets or Fund Balance (Continued)

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the County government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset's lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	20-40
Land Improvements	20-30
Infrastructure	50-75
Machinery, Vehicles, Furniture, and Equipment	5-12

6. Compensated Absences

The liability for compensated absences reported in financial statements consists of unpaid, accumulated annual and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Compensated absences are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, and Net Assets or Fund Balance (Continued)

7. Deferred Revenue

All County funds and the government-wide financial statements defer revenue for resources that have been received, but not yet earned. Governmental funds also report deferred revenue in connection with receivables for revenues not considered to be available to liquidate liabilities of the current period.

8. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

9. Fund Balance

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

10. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The following funds had expenditures in excess of budget at the department level for the year ended December 31, 2007:

	<u>Budget</u>	<u>Actual</u>	<u>Difference</u>
General Fund			
General Government			
County Administration	\$ 579,785	\$ 1,565,102	\$ 985,317
Elections	7,000	7,096	96
Recorder	280,863	318,266	37,403
Public Safety			
Sheriff	3,090,326	3,408,013	317,687
Environmental Services			
Planning and Zoning	369,363	504,224	134,861
Culture and Recreation			
Administration	33,700	38,378	4,678
Debt Service			
Interest and Fiscal Charges	-	4,210	4,210
Road and Bridge Fund			
Highways and Streets			
Engineering and Construction	3,442,750	5,189,508	1,746,758
Maintenance	1,413,350	1,594,701	181,351
Miscellaneous	23,000	100,739	77,739
Debt Service			
Interest and Fiscal Charges	-	109,259	109,259
Ditch Fund			
Debt Service	-	42,049	42,049
Debt Service Fund - Nonmajor			
Debt Service	-	431	431
Park Fund			
Culture and Recreation			
Park	-	65,146	65,146

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Assets

1. Deposits and Investments

The cash balances of substantially all funds are pooled and invested by the County Auditor/Treasurer for the purpose of increasing earnings through investment activities. Pooled and fund investments are reported at their fair value at December 31, 2007, based on market prices. Pursuant to *Minnesota Statutes* § 385.07, investment earnings on cash and pooled investments are credited to the general fund. Other funds received investment earnings based on other state statutes, grant agreements, contracts, and bond covenants.

Custodial Credit Risk - Deposits

In the case of deposits, custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk and follows *Minnesota Statutes* for deposits.

Minnesota Statutes require that all deposits be protected by insurance, surety bond, or collateral. The market value of collateral pledge must equal 110% of the deposits not covered by insurance or corporate surety bonds. Authorized collateral includes: U.S. government treasury bills, notes, or bonds; issues of a U.S. government agency; general obligations of a state or local government rated "A" or better; revenue obligations of a state or local government rated "AA" or better; irrevocable standby letters of credit issue by a Federal Home Loan Bank; and time deposits insured by a federal agency. *Minnesota Statutes* require securities pledged as collateral be held in safekeeping in a restricted account at the Federal Reserve Bank or at an account at a trust department of a commercial bank or other financial institution not owned or controlled by the depository

The County had deposits of \$13,311,716 in banks at December 31, 2007 of which 100 percent was entirely covered by federal depository insurance or by pledged collateral held by the bank's agent in the County's name in amounts equal to at least 110% of the amount in excess of the federal depository insurance, as required by *Minnesota Statutes*.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

1. Deposits and Investments (Continued)

Minnesota 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, its instrumentalities, or organizations created by an act of Congress, except mortgage-backed securities defined as "high risk" by *Minnesota Statutes* § 118A.04, Subd. 6;
- (b) Mutual funds through shares of registered investment companies provided the mutual fund receives certain ratings depending on its investments;
- (c) General obligations of the State of Minnesota and its municipalities, and in certain state agency and local obligations of Minnesota and other states provided such obligations have certain specified bond ratings by a national bond rating service;
- (d) Bankers' acceptances of United States banks;
- (e) Commercial paper issued by United States corporations or their Canadian subsidiaries that is rated in the highest quality category by two nationally recognized rating agencies and matures in 270 days or less; and
- (f) With certain restrictions, in repurchase agreements, securities lending agreements, joint powers investment trusts, and guaranteed investment contracts.

As of December 31, 2007, the County had the following investments:

<u>Investment Type</u>	<u>Maturity</u>	<u>Fair Value</u>	<u>Rating</u>	<u>Concentration</u>
Federal Home Loan Bank	6/18/2008	\$ 250,703	AAA	50%
Federal Home Loan Bank	5/15/2008	249,452	AAA	50%

Interest Rate Risk

The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. At December 31, 2007, the County's investment in Federal Home Loan Bank Consolidated Bonds all had maturities of one year or less.

Credit Risk

Minnesota Statutes restrict the types of investments that the County may invest in. The County's investment policy does not further limit its investment choices. As of December 31, 2007, the County's investment had the rating as indicated in the table above; the rating was provided by Moody's.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

1. Deposits and Investments (Continued)

Concentration Credit Risk

The County places no limit on the amount the County may invest in any one issuer. However, the County makes investments which suggest diversification to avoid undue risk. More than five percent of the County's investments are held with the issuer noted in the table above.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of failure by the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy further limits their investments by limiting the amount of investments to any one broker to the amount SPIC and excess SPIC coverage available.

As of December 31, 2007, the County's pooled investments consisted of \$500,155 of Federal Home Loan Bank Consolidated Bonds.

2. Receivables

Receivables as of December 31, 2007, for the County are as follows:

	County Receivables	Amounts Not Scheduled for Collection During the Subsequent Year
Taxes	\$ 96,413	\$ 96,413
Special Assessments	1,087,497	1,087,497
Accounts	21,255	-
Loans Receivable	381,362	381,362
Interest	86,491	-
Due from Other Governments	2,190,235	2,123,597
Total	<u>\$ 3,863,253</u>	<u>\$ 3,688,869</u>

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Assets (Continued)

3. Capital Assets

Capital asset activity for the year ended December 31, 2007, was as follows:

Government-Type Activities – Primary Government

	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets, Not Being Depreciated				
Land and Right of Way	\$ 855,591	\$ 7,000	\$ -	\$ 862,591
Construction in Progress	87,120	4,518,987	4,369,708	236,399
Total Capital Assets, Not Being Depreciated:	942,711	4,525,987	4,369,708	1,098,990
Capital Assets, Being Depreciated				
Buildings and Improvements	7,177,029	-	-	7,177,029
Land Improvements	14,337	-	-	14,337
Machinery, Furniture, and Equipment	4,991,961	200,334	599,132	4,593,163
Infrastructure	56,079,567	4,362,708	-	60,442,275
Vehicles	934,161	66,014	49,050	951,125
Total Capital Assets, Being Depreciated	69,197,055	4,629,056	648,182	73,177,929
Less Accumulated Depreciation for				
Buildings	3,383,463	168,603	-	3,552,066
Land Improvements	5,377	717	-	6,094
Machinery, Furniture, and Equipment	2,937,545	475,726	599,132	2,814,139
Infrastructure	15,010,737	1,125,535	-	16,136,272
Vehicles	610,080	91,990	49,050	653,020
Total Accumulated Depreciation	21,947,202	1,862,571	648,182	23,161,591
Total Capital Assets, Being Depreciated, Net	47,249,853	2,766,485	-	50,016,338
Governmental Activities Capital Assets, Net	<u>\$ 48,192,564</u>	<u>\$ 7,292,472</u>	<u>\$ 4,369,708</u>	<u>\$ 51,115,328</u>

Depreciation expense was charged to functions/programs of the Primary Government as follows:

Government-Type Activities

General Government	\$ 164,984
Public Safety	80,935
Highways and Streets, Including Depreciation of Infrastructure Assets	1,546,992
Human Services	38,366
Culture and Recreation	31,294
Total Depreciation Expense - Governmental Activities	<u>\$ 1,862,571</u>

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Interfund Receivables and Payables

The composition of interfund balances as of December 31, 2007, is as follows:

Due To/From Other Funds

Receivable Fund	Payable Fund	Amount	Reason
General	Road and Bridge	\$ 28,279	Allocation of State Aids
	Human Services	38,705	Allocation of State Aids
	Ditch	77,390	Drainage Administration
	Building (Non-Major)	93,894	Allocation of State Aids
	Library (Non-Major)	27,900	Allocation of State Aids
	Park (Non-Major)	8,121	Allocation of State Aids
Total Due to General Fund		274,289	
Road and Bridge	General	103,166	December Fuel Usage
	Building (Non-Major)	22,877	Maintenance and Fuel
	Library (Non-Major)	5,486	Maintenance Services
	Park (Non-Major)	5,516	December Fuel Usage
Total Due to Road and Bridge Fund		137,045	
Human Services	General	185,829	Allocation of State Aids
	Building (Non-Major)	57,963	Allocation of State Aids
		243,792	
Ditch	General	16,612	Allocation of State Aids
Non-Major Library	General	31,187	Allocation of State Aids
	Park (Non-Major)	1,395	Allocation of State Aids
Total Due to Non-major Library Fund		32,582	
Non-Major Parks	General	134	Allocation of State Aids
Non-major Debt Service Fund	General	23,893	Allocation of State Aids
	Road and Bridge	11,959	Allocation of State Aids
Total Due to Non-major Debt Service Fund		35,852	
Total To/From other Funds		\$ 740,306	

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Liabilities

1. Long-Term Debt

Governmental Activities

Types of Indebtedness	Final Maturity	Installment Amounts	Interest Rates (%)	Original Issues Amount	Outstanding Balance December 31, 2007
General Obligation Bonds					
Refunding Bonds of 2001	2008	\$145,000 - \$180,000	3.25% - 3.85%	\$ 985,000	\$ 180,000
Refunding Bonds of 2005	2010	285,000 - 325,000	2.20 - 2.90	1,545,000	955,000
Construction Bonds of 2006	2023	150,000 - 250,000	3.60 - 4.20	3,000,000	3,000,000
			Subtotal		4,135,000
			Less: Unamortized Discounts		(53,145)
			Total General Obligation Bonds		4,081,855
Loans Payable	2017	22,551 - 34,130	0.00 - 2.00	455,404	309,145
			Total Long-Term Debt		<u>\$ 4,391,000</u>

2. Debt Service Requirements

Debt service requirements at December 31, 2007, were as follows:

Year Ending December 31	General Obligation		Loans Payable		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 490,000	\$ 143,600	\$ 24,322	\$ 3,730	\$ 514,322	\$ 147,330
2009	470,000	129,163	24,810	3,241	494,810	132,404
2010	475,000	114,693	25,309	2,742	500,309	117,435
2011	160,000	104,283	25,818	2,234	185,818	106,517
2012	175,000	98,085	26,337	1,715	201,337	99,800
2013-2017	950,000	386,679	65,958	2,132	1,015,958	388,811
2018-2022	1,165,000	176,725	-	-	1,165,000	176,725
2023-2027	250,000	5,250	-	-	250,000	5,250
Total	<u>\$ 4,135,000</u>	<u>\$ 1,158,478</u>	<u>\$ 192,554</u>	<u>\$ 15,794</u>	<u>\$ 4,327,554</u>	<u>\$ 1,174,272</u>

Note: Excluded from the loans payable debt service requirements listed above is a loan from the Minnesota Pollution Control Agency (MPCA) in the amount of \$99,583 that has repayment terms that are unknown at December 31, 2007, and a loan to the Ditch Fund from Jackson County in the amount of \$17,008 that is repaid based on related special assessment collections.

**MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Liabilities (Continued)

3. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2007, was as follows:

Governmental Activities

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation					
Refunding Bonds	\$ 1,610,000	\$ -	\$ 475,000	\$ 1,135,000	\$ 490,000
Construction	3,000,000	-	-	3,000,000	-
Loans Payable	234,082	100,606	25,543	309,145	24,322
Compensated Absences	507,350	438,842	419,333	526,859	313,057
Governmental Activity					
Long-Term Liabilities	<u>\$ 5,351,432</u>	<u>\$ 539,448</u>	<u>\$ 919,876</u>	<u>\$ 4,971,004</u>	<u>\$ 827,379</u>

NOTE 4 OPERATING LEASE

At year-end 2007, the County maintained 5 operating leases for squad cars. Daily rentals under the agreements range from \$26 - \$36.21 per day plus \$.34 - \$.42 per mile for maintenance. In 2007, expenditures under these agreements totaled \$16,057. Future minimum lease payments are as follows:

<u>Year Ended</u>	
2008	\$ 16,610
2009	8,305
2010	3,322
2011	554
Total	<u>\$ 28,791</u>

NOTE 5 CONDUIT DEBT

On October 1, 1999 the County issued \$8,710,000 of Hospital Revenue Bonds (Fairmont Community Hospital Association, Inc., project), Series 1999. These bonds were issued to fund the expansion and improvement to the existing facilities. The Series 1999 bonds have an interest rate of 6.625 percent and mature in amounts of \$245,000 to \$515,000 in the years 2011 to 2022. Martin County has no obligation for this debt, which was provided to Fairmont Community Hospital for the capital improvement. The aggregate amount of all outstanding conduit debt obligations at December 31, 2007 was \$8,710,000.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 6 RETIRED EMPLOYEE HEALTH INSURANCE BENEFITS

The County provides post-employment health insurance for elected and non-elected employees, (except those employees whose positions are included in a collective bargaining unit) who retire with 20 or more years of County employment. The monthly payments are the single premium for the plan selected by the employee prior to retirement. Specifics of an employee's benefit vary with individual conditions and requirements such as hired date; full-time employment at date of retirement; years of continuous, uninterrupted service; age; and the Public Employees Retirement Association eligibility. All benefits cease at age 65.

As of December 31, 2007, one retiree was receiving the continued health insurance benefit. The County's contributions for the year were \$3,960. The plan is financed on a pay-as-you-go basis.

NOTE 7 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

A. Defined Benefit Plan

1. Plan Description

All full-time and certain part-time employees of the County are covered by defined benefit plans administered by the Public Employees Retirement Association of Minnesota (PERA). PERA administers the Public Employees Retirement Fund (PERF), the Public Employees Police and Fire Fund (PEPFF), and the Local Government Correctional Service Retirement Fund, called the Public Employees Correctional Fund (PECF), which are cost-sharing, multiple-employer retirement plans. These plans are established and administered in accordance with *Minnesota Statutes*, Chapters 353 and 356.

PERF members belong to either the Coordinated Plan or the Basic Plan. Coordinated Plan members are covered by Social Security and Basic Plan members are not. All new members must participate in the Coordinated Plan. All police officers, fire-fighters and peace officers who qualify for membership by statute are covered by the PEPFF. Members who are employed in a county correctional institution as a correctional guard or officer, a joint jailer/dispatcher, or as a supervisor of correctional guards or officers or of joint jailers/dispatchers and are directly responsible for the direct security, custody, and control of the county correctional institution and its inmates are covered by the PECF.

PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by state statute, and vest after three years of credited service. The defined retirement 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.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 7 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

A. Defined Benefit Plans (Continued)

1. Plan Description (Continued)

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 percent of average salary for each of the first 10 years of service and 2.7 percent 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 10 years and 1.7 percent for each remaining year. Under Method 2, the annuity accrual rate is 2.7 percent of average salary for Basic Plan members and 1.7 percent for Coordinated Plan members for each year of service. For PEPFF members, the annuity accrual rate is 3.0 percent for each year of service. The annuity accrual rate is 1.9 percent for each year of service for PECF members. For all PEPFF members, PECF members, and PERF members hired prior to July 1, 1989 whose annuity is calculated using Method 1, a full annuity is available when age plus years of service equal 90. Normal retirement age is 55 for PEPFF and PECF members and 65 for Basic and Coordinated members hired prior to July 1, 1989.

Normal retirement age is the age for unreduced Social Security benefits capped at 66 for coordinated members hired on or after July 1, 1989. A reduced retirement annuity is also available to eligible members seeking early retirement.

There are different types of annuities available to members upon retirement. A single-life annuity is a lifetime annuity that ceases upon the death of the retiree--no survivor annuity is payable. There are also various types of joint and survivor annuity options available which will be payable over joint lives. Members may also leave their contributions in the fund upon termination of public service in order to qualify for a deferred annuity at retirement age. Refunds of contributions are available at any time to members who leave public service, but before retirement benefits begin.

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

PERA issues a publicly available financial report that includes financial statements and required supplementary information for PERF, PEPFF, and PECF. 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.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 7 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

A. Defined Benefit Plan (Continued)

2. Funding Policy

Minnesota Statutes Chapter 353 sets the rates for employer and employee contributions. These statutes are established and amended by the state legislature. The County makes annual contributions to the pension plans equal to the amount required by state statutes. PERF Basic Plan members and Coordinated Plan members were required to contribute 9.10% and 5.75%, respectively, of their annual covered salary in 2007. Contribution rates in the Coordinated Plan will increase in 2008 to 6.0%. PEPFF members were required to contribute 7.8% of their annual covered salary in 2007. That rate will increase to 8.6% in 2007. PECF members are required to contribute 5.83% of their annual covered salary. The County is required to contribute the following percentages of annual covered payroll: 11.78% for Basic Plan PERF members, 6.25% for Coordinated Plan PERF members, 11.7% for PEPFF members, and 8.75% for PECF members. Employer contribution rates for the Coordinated Plan and PEPFF will increase to 6.5% and 12.9% respectively, effective January 1, 2008.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 7 EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (CONTINUED)

B. Defined Contribution Plan

Local government officials, except elected County Sheriffs are covered by the Public Employees Defined Contribution Plan (PEDCP), a multiple-employer deferred compensation plan. The plan is established and administered in accordance with *Minnesota Statutes* Ch. 353.D. 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 the employee and employer contribution rates for those qualified personnel who elect to participate. An eligible elected official who decides to participate contributes 5 percent 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 two percent of employer contributions and twenty-five hundredths of one percent of the assets in each member's account annually. No vesting period is required to receive benefits in the Defined Contribution Plan. At the time of retirement or termination, the market value of the member's account is distributed to the member or another qualified plan.

C. Contributions

The County's contributions to the Public Employees Retirement Fund, Public Employees Police and Fire Fund, Public Employees Correctional Fund, and Defined Contribution Plan for the years ending December 31, 2007, 2006, and 2005 were:

	Public Employees Retirement Fund	Public Employees Police and Fire Fund	Public Employees Correctional Fund	Public Employees Defined Contribution Plan
2007	\$ 215,391	\$ 68,542	\$ 54,437	\$ 2,326
2006	183,715	62,275	49,666	2,292
2005	163,454	50,510	48,083	2,207

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

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 8 RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; or natural disasters for which the County carries commercial insurance. The County has entered into a joint powers agreement with other Minnesota counties to form the Minnesota Counties Insurance Trust (MCIT). The County is a member of both the MCIT Workers' Compensation and Property and Casualty Divisions. For other risks of loss, the County carries commercial insurance. There were no significant reductions in insurance from the prior year. The amount of settlements did not exceed insurance coverage for the past three fiscal years.

The Workers' Compensation Division of MCIT is self-sustaining based on the contributions charged, so that total contributions plus compounded earnings on these contributions will equal the amount needed to satisfy claims liabilities and other expenses. MCIT participates in the Workers' Compensation Reinsurance Association with coverage at \$400,000 per claim in 2007. Should the MCIT Workers' Compensation Division liabilities exceed assets, MCIT may assess the County in a method and amount to be determined by MCIT.

The Property and Casualty Division of MCIT is self-sustaining and the County pays an annual premium to cover current and future losses. The MCIT carries reinsurance for its property lines to protect against catastrophic losses. Should the MCIT Property and Casualty Division liabilities exceed assets, MCIT may assess the County in a method and amount to be determined by MCIT.

NOTE 9 SUMMARY OF SIGNIFICANT CONTINGENCIES AND OTHER ITEMS

Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of the expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

NOTE 10 OTHER ORGANIZATIONS

Joint Ventures

Faribault – Martin County Human Services Board

Martin County entered into a joint powers agreement with Faribault County (Minn. Stat. § 471.59) to provide welfare and health services to county residents (Minn. Stat. §§ 402.01-.10). The Faribault – Martin – Watonwan Human Services Board was established on June 30, 1975. As of January 1, 1991, Watonwan County withdrew from the Human Services Board. Martin and Faribault Counties are continuing with the joint powers agreement. The Board has 12 members, six from each county. Each county collects its share of local tax revenues and transfers these funds to the Board to fulfill its ongoing financial responsibility. Complete financial statements for the Human Services Board can be obtained at 115 West First Street, Fairmont, Minnesota 56031.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 10 OTHER ORGANIZATIONS (CONTINUED)

Joint Ventures (Continued)

Prairieland Solid Waste Board

Martin County entered into a joint powers agreement with Faribault County in 1990 to build and operate a solid waste composting plant, the Prairieland Solid Waste Board. Solid Waste Resources Recovery Revenue Bonds were issued for the purpose of plant construction. Martin County issued a guarantee agreement in connection with the bond offering which specified that Martin County had a general obligation for any unpaid sums due under the bonds to the extent of 57 percent, its proportionate interest in the Prairieland Solid Waste joint venture, in the event that revenues (profits) were insufficient to pay the bonds.

Prairieland Solid Waste Board reported a net loss of \$256,995 in 2007. The full-faith and credit and taxing power of Faribault and Martin Counties is pledged to the payment of each County's proportional share of the principal and interest when due. Complete financial statements for the Prairieland Solid Waste Board can be obtained at 801 East Fifth Street North, P.O. Box 100, Truman, Minnesota 56088.

Red Rock Rural Water System

The Red Rock Rural Water System was established pursuant to Minn. Stat. ch. 116A through a joint powers agreement pursuant to Minn. Stat. SS 471.59, and under the jurisdiction of the Fifth Judicial District. Brown, Cottonwood, Jackson, Lyon, Martin, Murray, Redwood, and Watonwan Counties have agreed to guarantee their shares of debt arising within each respective county. The Red Rock Rural Water System provides water for participating rural water users and cities within the water district.

The Red Rock Rural Water System is governed by a nine-member board appointed for terms of three years by the District Court. Each County is responsible for levying and collecting the special assessments from the benefited properties within the County. The bond issue and notes payable are shown as long-term debt in the financial statements of the Red Rock Rural Water System. Complete financial statements of the Red Rock Rural Water System can be obtained from the main office in Jeffers, Minnesota 56145.

Jointly Governed Organizations

Minnesota River Basin Board

The Minnesota River Basin Joint Powers Board promotes orderly water quality improvement and management of the Minnesota River watersheds. During the year, the County paid \$1,926 to the Board.

South Central Emergency Medical Services

The South Central Emergency Medical Services (SEMS) provides various emergency medical services to several counties. The County did not provide any funding to SEMS during 2007.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

NOTE 10 OTHER ORGANIZATIONS (CONTINUED)

Jointly Governed Organizations (Continued)

Greater Blue Earth River Basin Alliance

The Greater Blue Earth River Basin Alliance provides the preparation to comprehensive water plans for the participating counties. The County did not provide any funding to the project during 2007.

NOTE 11 AGRICULTURAL BEST MANAGEMENT LOAN PROGRAM

The County has entered into an agreement with the Minnesota Department of Agriculture and a local lending institution to jointly administer a loan program to individuals to implement projects that prevent or mitigate non-point sources water pollution. While the County is not liable for the repayment of the loans in any manner, it does have certain responsibilities under the agreement. The County has met those responsibilities for 2007.

NOTE 12 SPECIAL BENEFIT TAX LEVY

In 1993, the South Central Minnesota Multi-County Housing Authority issued \$20,315,000 of revenue bonds to construct housing units in Martin County and four surrounding counties. The Authority defaulted on these bonds. In 2000, the counties entered into a settlement agreement where each of the counties will approve a special benefit tax levy on behalf of the Authority from 2001 through 2024 to cover the operating deficits based on each county's proportionate share of housing units constructed. Martin County's proportionate share of the operating deficit for 2007 is \$72,034. The proportionate shares on the counties may change for the years 2007 through 2024 if there are changes in the taxable market value over the 2006 taxable market value.

NOTE 13 HUMAN SERVICES BOARD OPERATING LEASE

Martin County (lessor) has an operating lease with the Human Services Board of Faribault and Martin Counties (lessee) that runs from January 1 through December 31. This lease is automatically renewed on an annual basis unless either party decides to terminate the lease at least 90 days before the end of the term. The total annual rent is \$149,520 payable in 12 monthly installments of \$12,460 on the first day of each month.

NOTE 14 CONSTRUCTION COMMITMENTS

The County has active construction projects as of December 31, 2007. The projects include the following (amounts in thousands):

	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Governmental Activities		
Roads and Bridges	\$ 1,119	\$ 43

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**REQUIRED SUPPLEMENTARY INFORMATION
OTHER THAN MD&A**

**MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2007**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 4,094,478	\$ 3,656,440	\$ 4,102,684	\$ 446,244
Special Assessments	155,000	155,000	176,303	21,303
Licenses and Permits	26,980	26,980	47,942	20,962
Intergovernmental	2,205,056	2,706,094	2,657,189	(48,905)
Charges for Services	758,390	758,390	721,321	(37,069)
Fines and Forfeits	25,000	25,000	28,851	3,851
Investment Earnings	226,000	226,000	494,395	268,395
Miscellaneous	228,142	250,142	1,406,270	1,156,128
Total Revenues	7,719,046	7,804,046	9,634,955	1,830,909
EXPENDITURES				
CURRENT				
GENERAL GOVERNMENT				
Commissioners	198,865	198,865	185,653	13,212
Courts	40,600	125,600	29,751	95,849
County Administration	579,785	579,785	1,565,102	(985,317)
County Coordinator	149,583	149,583	139,815	9,768
County Auditor/Treasurer	518,483	518,483	502,446	16,037
County Assessor	365,823	365,823	353,249	12,574
Drainage Administrator	70,618	70,618	65,947	4,671
Elections	7,000	7,000	7,096	(96)
Data Processing	192,295	192,295	164,664	27,631
Attorney	317,038	317,038	311,219	5,819
Recorder	280,863	280,863	318,266	(37,403)
Buildings and Plant	347,028	347,028	219,429	127,599
Transit System	576,003	576,003	543,729	32,274
Veterans Service Officer	129,553	129,553	129,047	506
Total General Government	3,773,537	3,858,537	4,535,413	(676,876)
PUBLIC SAFETY				
Sheriff	3,090,326	3,090,326	3,408,013	(317,687)
Coroner	12,000	12,000	7,357	4,643
Civil Defense	73,736	73,736	67,136	6,600
Victim/Witness	108,535	108,535	95,775	12,760
Total Public Safety	3,284,597	3,284,597	3,578,281	(293,684)

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE (CONTINUED)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED)				
CURRENT (CONTINUED)				
ENVIRONMENTAL SERVICES				
Planning and Zoning	\$ 369,363	\$ 369,363	\$ 504,224	\$ (134,861)
CULTURE AND RECREATION	33,700	33,700	38,378	(4,678)
CONSERVATION OF NATURAL RESOURCES				
County Extension	91,524	91,524	87,304	4,220
ECONOMIC DEVELOPMENT				
Administration	33,090	33,090	23,476	9,614
DEBT SERVICE				
Principal	39,100	39,100	23,842	15,258
Interest and Fiscal Charges	-	-	4,210	(4,210)
Total Debt Service	39,100	39,100	28,052	11,048
Total Expenditures	7,624,911	7,709,911	8,795,128	(1,085,217)
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	94,135	94,135	839,827	745,692
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	30,000	30,000	100,606	70,606
NET CHANGE IN FUND BALANCE	<u>\$ 124,135</u>	<u>\$ 124,135</u>	940,433	<u>\$ 816,298</u>
Fund Balance - Beginning of Year			4,494,469	
FUND BALANCE - END OF YEAR			<u>\$ 5,434,902</u>	

The Notes to the Required Supplementary Information are an Integral Part of this Schedule.

**MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
ROAD AND BRIDGE SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 1,648,331	\$ 1,473,290	1,471,292	\$ (1,998)
Intergovernmental	4,558,714	4,733,755	5,391,931	658,176
Investment Earnings	-	-	60,194	60,194
Miscellaneous	320,000	320,000	1,359,917	1,039,917
Total Revenues	6,527,045	6,527,045	8,283,334	1,756,289
EXPENDITURES				
CURRENT				
HIGHWAYS AND STREETS				
Administration	408,645	408,645	336,003	72,642
Engineering and Construction	3,442,750	3,442,750	5,189,508	(1,746,758)
Maintenance	1,413,350	1,413,350	1,594,701	(181,351)
Equipment and Maintenance Shops	1,251,300	1,251,300	1,142,576	108,724
Miscellaneous	23,000	23,000	100,739	(77,739)
Total Highways and Streets	6,539,045	6,539,045	8,363,527	(1,824,482)
CULTURE AND RECREATION				
Parks	67,500	67,500	45,214	22,286
DEBT SERVICE				
Interest and Fiscal Charges	-	-	109,259	(109,259)
Total Expenditures	6,606,545	6,606,545	8,518,000	(1,911,455)
EXCESS OF REVENUES UNDER EXPENDITURES	(79,500)	(79,500)	(234,666)	(155,166)
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Assets	12,000	12,000	40,632	28,632
NET CHANGE IN FUND BALANCE	<u>\$ (67,500)</u>	<u>\$ (67,500)</u>	(194,034)	<u>\$ (126,534)</u>
Fund Balance - Beginning of Year			3,358,556	
Increase in Reserved for Inventory			46,803	
FUND BALANCE - END OF YEAR			<u>\$ 3,211,325</u>	

The Notes to the Required Supplementary Information are an Integral Part of this Schedule.

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
HUMAN SERVICES SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 2,193,044	\$ 1,960,400	\$ 1,958,016	\$ (2,384)
Intergovernmental	-	232,644	232,644	-
Total Revenues	2,193,044	2,193,044	2,190,660	(2,384)
EXPENDITURES				
INTERGOVERNMENTAL				
Human Services	2,193,044	2,193,044	2,034,171	158,873
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	156,489	<u>\$ 156,489</u>
Fund Balance - Beginning of Year			<u>1,423,572</u>	
FUND BALANCE - END OF YEAR			<u>\$ 1,580,061</u>	

The Notes to the Required Supplementary Information are an Integral Part of this Schedule.

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
DITCH SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Special Assessments	\$ 400,000	\$ 400,000	\$ 392,250	\$ (7,750)
Investment Earnings	-	-	4,535	4,535
Total Revenues	400,000	400,000	396,785	(3,215)
EXPENDITURES				
CURRENT				
CONSERVATION OF NATURAL RESOURCES				
Administration and Maintenance	400,000	400,000	281,203	118,797
DEBT SERVICE				
Principal Payments	-	-	36,701	(36,701)
Interest and Fiscal Charges	-	-	5,348	(5,348)
Total Debt Service	-	-	42,049	(42,049)
Total Expenditures	400,000	400,000	323,252	76,748
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	73,533	<u>\$ 73,533</u>
Fund Balance - Beginning of Year			44,943	
FUND BALANCE - END OF YEAR			<u>\$ 118,476</u>	

The Notes to the Required Supplementary Information are an Integral Part of this Schedule.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2007

I. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at fiscal year-end. The appropriated budget is prepared by fund, function, and department. The County's department heads may make transfers of appropriations within the department. Transfers of appropriations between departments require approval of the board of commissioners. The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is the department level. The Board of Commissioners did not make any budgetary adjustments during 2007.

Encumbrance accounting, under which commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is used in the governmental funds. Encumbrances outstanding at year-end are reported as reserved fund balances since they do not constitute expenditures or liabilities. Encumbrances lapse at year-end and are re-budgeted the following year.

II. Excess of Expenditures over Appropriations

The following funds had expenditures in excess of budget at the department level for the year ended December 31, 2007:

	<u>Budget</u>	<u>Actual</u>	<u>Difference</u>
General Fund			
General Government			
County Administration	\$ 579,785	\$ 1,565,102	\$ 985,317
Elections	7,000	7,096	96
Recorder	280,863	318,266	37,403
Public Safety			
Sheriff	3,090,326	3,408,013	317,687
Environmental Services			
Planning and Zoning	369,363	504,224	134,861
Culture and Recreation			
Administration	33,700	38,378	4,678
Debt Service			
Interest and Fiscal Charges	-	4,210	4,210
Road and Bridge Fund			
Highways and Streets			
Engineering and Construction	3,442,750	5,189,508	1,746,758
Maintenance	1,413,350	1,594,701	181,351
Miscellaneous	23,000	100,739	77,739
Debt Service			
Interest and Fiscal Charges	-	109,259	109,259
Ditch Fund			
Debt Service	-	42,049	42,049

These expenditures were funded by greater than anticipated revenues and existing fund balance.

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SUPPLEMENTARY INFORMATION

MARTIN COUNTY
FAIRMONT, MINNESOTA
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2007

County Library Fund is to account for the operating cost of the Martin County Library. Financing for the library is provided by an annual property tax levy.

County Parks Fund is to account for park acquisition, development, and operating costs. Financing for the parks is provided by an annual property tax levy and from fees collected.

Solid Waste Fund is used to account for revenues and expenditures of the recycling and solid waste program. Revenues are derived from fees collected, special assessments, and various intergovernmental revenues.

Area Development Fund is used to account for the revenues and expenditures of the Area Redevelopment Authority established by the Martin County Board of Commissioners to make loans for redevelopment within the county.

Building Fund is used to account for the maintenance and costs of running the County's buildings.

Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligations debt of the county.

Debt Service – Prairieland Fund is used to account for the accumulation of assets for the repayment of the Prairieland Bonds.

MARTIN COUNTY
FAIRMONT, MINNESOTA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2007

	Special Revenue Funds			
	Library	Park	Solid Waste	Area Development
ASSETS				
Cash and Pooled Investments	\$ 249,811	\$ 81,211	\$ 327,590	\$ 326,023
Petty Cash and Change Funds	125	-	-	-
Taxes Receivable - Delinquent	6,061	507	-	-
Special Assessments Receivable				
Delinquent	-	-	10,805	-
Accounts Receivable	1,899	-	-	-
Loans Receivable	-	-	-	381,362
Due from Other Funds	32,582	134	-	-
Total Assets	<u>\$ 290,478</u>	<u>\$ 81,852</u>	<u>\$ 338,395</u>	<u>\$ 707,385</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 4,999	\$ -	\$ 24,322	\$ -
Salaries Payable	8,874	-	-	-
Due to Other Funds	33,386	15,032	-	-
Deferred Revenue - Unavailable	6,061	507	10,805	381,362
Total Liabilities	53,320	15,539	35,127	381,362
FUND BALANCES				
Reserved for				
Endowments	16,104	-	-	-
Economic Development	-	-	-	36,836
Debt Service	-	-	-	-
Unreserved, Undesignated	221,054	66,313	303,268	289,187
Total Fund Balances	<u>237,158</u>	<u>66,313</u>	<u>303,268</u>	<u>326,023</u>
Total Liabilities and Fund Balances	<u>\$ 290,478</u>	<u>\$ 81,852</u>	<u>\$ 338,395</u>	<u>\$ 707,385</u>

Building	Total Special Revenue Funds	Debt Service Funds		Total Nonmajor Debt Service Funds	Total Nonmajor Funds
		Debt Service	Debt Service - PrairieLand		
\$ 1,575,415	\$ 2,560,050	\$ 319,938	\$ 29,295	\$ 349,233	\$ 2,909,283
-	125	-	-	-	125
2,404	8,972	2,022	-	2,022	10,994
-	10,805	-	40,015	40,015	50,820
-	1,899	-	-	-	1,899
-	381,362	-	-	-	381,362
-	32,716	35,852	-	35,852	68,568
<u>\$ 1,577,819</u>	<u>\$ 2,995,929</u>	<u>\$ 357,812</u>	<u>\$ 69,310</u>	<u>\$ 427,122</u>	<u>\$ 3,423,051</u>
\$ 7,267	\$ 36,588	\$ -	\$ -	\$ -	\$ 36,588
-	8,874	-	-	-	8,874
174,734	223,152	-	-	-	223,152
2,404	401,139	2,022	40,015	42,037	443,176
184,405	669,753	2,022	40,015	42,037	711,790
-	16,104	-	-	-	16,104
-	36,836	-	-	-	36,836
-	-	355,790	29,295	385,085	385,085
1,393,414	2,273,236	-	-	-	2,273,236
1,393,414	2,326,176	355,790	29,295	385,085	2,711,261
<u>\$ 1,577,819</u>	<u>\$ 2,995,929</u>	<u>\$ 357,812</u>	<u>\$ 69,310</u>	<u>\$ 427,122</u>	<u>\$ 3,423,051</u>

MARTIN COUNTY
FAIRMONT, MINNESOTA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2007

	Special Revenue Funds			
	Library	Park	Solid Waste	Area Development
REVENUES				
Taxes	\$ 495,435	\$ 42,416	\$ -	\$ -
Special Assessments	-	-	240,374	-
Intergovernmental	59,353	5,228	52,039	-
Charges for Services	19,964	-	430	-
Miscellaneous	10,432	32,997	6,788	9,415
Total Revenues	585,184	80,641	299,631	9,415
EXPENDITURES				
CURRENT				
General Government	-	-	-	-
Sanitation	-	-	244,124	-
Culture and Recreation	563,236	65,146	-	-
CAPITAL OUTLAY				
General Government	-	-	-	-
DEBT SERVICE				
Principal	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Fiscal Charges	-	-	-	-
Total Expenditures	563,236	65,146	244,124	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	21,948	15,495	55,507	9,415
Fund Balance - Beginning of Year	215,210	50,818	247,761	316,608
FUND BALANCE - END OF YEAR	<u>\$ 237,158</u>	<u>\$ 66,313</u>	<u>\$ 303,268</u>	<u>\$ 326,023</u>

Building	Total Special Revenue Funds	Debt Service Funds		Total Nonmajor Debt Service Funds	Total Nonmajor Funds
		Debt Service	Debt Service - Prairieland		
\$ 222,620	\$ 760,471	\$ 160,684	\$ -	\$ 160,684	\$ 921,155
-	240,374	-	326,193	326,193	566,567
26,704	143,324	18,426	-	18,426	161,750
-	20,394	-	-	-	20,394
161,668	221,300	-	-	-	221,300
410,992	1,385,863	179,110	326,193	505,303	1,891,166
101,280	101,280	-	-	-	101,280
-	244,124	-	-	-	244,124
-	628,382	-	-	-	628,382
88,179	88,179	-	-	-	88,179
-	-	135,000	305,000	440,000	440,000
-	-	6,110	29,554	35,664	35,664
-	-	431	-	431	431
189,459	1,061,965	141,541	334,554	476,095	1,538,060
221,533	323,898	37,569	(8,361)	29,208	353,106
1,171,881	2,002,278	318,221	37,656	355,877	2,358,155
<u>\$ 1,393,414</u>	<u>\$ 2,326,176</u>	<u>\$ 355,790</u>	<u>\$ 29,295</u>	<u>\$ 385,085</u>	<u>\$ 2,711,261</u>

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
LIBRARY NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 554,587	\$ 493,201	\$ 495,435	\$ 2,234
Intergovernmental	-	61,386	59,353	(2,033)
Charges for Services	20,000	20,000	19,964	(36)
Miscellaneous	5,500	5,500	10,432	4,932
Total Revenues	580,087	580,087	585,184	5,097
EXPENDITURES				
CURRENT				
CULTURE AND RECREATION				
Regional Library	580,087	580,087	563,236	16,851
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	21,948	<u>\$ 21,948</u>
Fund Balance - Beginning of Year			215,210	
FUND BALANCE - END OF YEAR			<u>\$ 237,158</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
PARKS NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 47,500	\$ 42,602	\$ 42,416	\$ (186)
Intergovernmental	-	4,898	5,228	330
Miscellaneous	20,000	20,000	32,997	12,997
Total Revenues	67,500	67,500	80,641	13,141
EXPENDITURES				
CURRENT				
CULTURE AND RECREATION				
Parks	-	-	65,146	(65,146)
NET CHANGE IN FUND BALANCE	<u>\$ 67,500</u>	<u>\$ 67,500</u>	15,495	<u>\$ (52,005)</u>
Fund Balance - Beginning of Year			50,818	
FUND BALANCE - END OF YEAR			<u>\$ 66,313</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
SOLID WASTE NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Special Assessments	\$ 224,544	\$ 224,544	\$ 240,374	\$ 15,830
Intergovernmental	49,000	49,000	52,039	3,039
Charges for Services	170	170	430	260
Miscellaneous	2,000	2,000	6,788	4,788
Total Revenues	275,714	275,714	299,631	23,917
EXPENDITURES				
CURRENT				
SANITATION				
Solid Waste Management	245,080	245,080	244,124	956
NET CHANGE IN FUND BALANCE	<u>\$ 30,634</u>	<u>\$ 30,634</u>	55,507	<u>\$ 24,873</u>
Fund Balance - Beginning of Year			247,761	
FUND BALANCE - END OF YEAR			<u>\$ 303,268</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
AREA DEVELOPMENT NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Miscellaneous	\$ 15,000	\$ 15,000	\$ 9,415	\$ (5,585)
EXPENDITURES				
CURRENT				
Total Expenditures	-	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 15,000</u>	<u>\$ 15,000</u>	9,415	<u>\$ (5,585)</u>
Fund Balance - Beginning of Year			<u>316,608</u>	
FUND BALANCE - END OF YEAR			<u>\$ 326,023</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
BUILDING NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES				
Taxes	\$ 250,000	\$ 223,296	\$ 222,620	\$ (676)
Intergovernmental	-	26,704	26,704	-
Miscellaneous	149,516	149,516	161,668	12,152
Total Revenues	399,516	399,516	410,992	11,476
EXPENDITURES				
CURRENT				
GENERAL GOVERNMENT				
Building Operations	116,500	116,500	101,280	15,220
CAPITAL OUTLAY	260,000	260,000	88,179	171,821
Total Expenditures	376,500	376,500	189,459	187,041
NET CHANGE IN FUND BALANCE	<u>\$ 23,016</u>	<u>\$ 23,016</u>	221,533	<u>\$ 198,517</u>
Fund Balance - Beginning of Year			1,171,881	
FUND BALANCE - END OF YEAR			<u>\$ 1,393,414</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 180,118	\$ 159,980	\$ 160,684	\$ 704
Intergovernmental	-	20,138	18,426	(1,712)
Total Revenues	180,118	180,118	179,110	(1,008)
EXPENDITURES				
CURRENT				
DEBT SERVICE				
Principal Payments	170,000	170,000	135,000	35,000
Interest	10,118	10,118	6,110	4,008
Fiscal Charges	-	-	431	(431)
Total Debt Service	180,118	180,118	141,541	38,577
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	37,569	<u>\$ 37,569</u>
Fund Balance - Beginning of Year			<u>318,221</u>	
FUND BALANCE - END OF YEAR			<u>\$ 355,790</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR DEBT SERVICE – PRAIRIELAND FUND
YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Special Assessments	\$ 334,554	\$ 334,554	\$ 326,193	\$ (8,361)
EXPENDITURES				
CURRENT				
DEBT SERVICE				
Principal Payments	305,000	305,000	305,000	-
Interest and Fiscal Charges	29,554	29,554	29,554	-
Total Debt Service	334,554	334,554	334,554	-
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(8,361)	<u>\$ (8,361)</u>
Fund Balance - Beginning of Year			37,656	
FUND BALANCE - END OF YEAR			<u>\$ 29,295</u>	

MARTIN COUNTY
FAIRMONT, MINNESOTA
AGENCY FUNDS

Agency funds account for assets held in a custodial capacity for others.

State Agency Fund – to account for the collection and distribution of funds for the State of Minnesota.

Mortgage Registry Tax Fund – to account for collection and payment of mortgage registry tax to the County and State of Minnesota.

Deed Tax Fund – to account for collection and payment of deed tax to the County and the State of Minnesota.

Taxes and Penalties Fund – to account for the collection of taxes and penalties and their payment to the various taxing districts.

MARTIN COUNTY
FAIRMONT, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2007

	Balance January 1	Additions	Deductions	Balance December 31
<u>STATE AGENCY</u>				
ASSETS				
Cash and Pooled Investments	\$ 28,202	\$ 466,287	\$ 465,965	\$ 28,524
LIABILITIES				
Accounts Payable	\$ 2,253	\$ 4,834	\$ -	\$ 7,087
Due to Other Governments	25,949	461,453	465,965	21,437
Total Liabilities	\$ 28,202	\$ 466,287	\$ 465,965	\$ 28,524
<u>MORTGAGE REGISTRY TAX</u>				
ASSETS				
Cash and Investments	\$ 59,400	\$ 186,855	\$ 230,756	\$ 15,499
LIABILITIES				
Due to Other Governments	\$ 59,400	\$ 186,855	\$ 230,756	\$ 15,499
<u>DEED TAX</u>				
ASSETS				
Cash and Pooled Investments	\$ 30,809	\$ 229,304	\$ 226,825	\$ 33,288
LIABILITIES				
Due to Other Governments	\$ 30,809	\$ 229,304	\$ 226,825	\$ 33,288

MARTIN COUNTY
FAIRMONT, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2007

	Balance January 1	Additions	Deductions	Balance December 31
<u>TAXES AND PENALTIES</u>				
ASSETS				
Cash and Pooled Investments	\$ 390,752	\$ 21,033,738	\$ 21,111,508	\$ 312,982
LIABILITIES				
Due to Other Governments	\$ 390,752	\$ 21,033,738	\$ 21,111,508	\$ 312,982
<u>TOTAL ALL AGENCY FUNDS</u>				
ASSETS				
Cash and Pooled Investments	\$ 509,163	\$ 21,916,184	\$ 22,035,054	\$ 390,293
LIABILITIES				
Accounts Payable	\$ 2,253	\$ 4,834	\$ -	\$ 7,087
Due to Other Governments	506,910	21,911,350	22,035,054	383,206
Total Liabilities	\$ 509,163	\$ 21,916,184	\$ 22,035,054	\$ 390,293

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OTHER SUPPLEMENTARY INFORMATION

MARTIN COUNTY
FAIRMONT, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUE
YEAR ENDED DECEMBER 31, 2007

	Total All Funds
SHARED REVENUES	
STATE	
Highway Users Tax	\$ 4,931,049
County Program Aid	1,092,424
Market Value Credit	919,668
Disparity Reduction Aid	35,766
PERA Rate Increase Aid	17,659
State Police Aid	62,275
Enhanced 911	98,598
Total Shared Revenues	<u>7,157,439</u>
STATE GRANTS	
MINNESOTA DEPARTMENT OF	
Corrections	77,844
Natural Resources	66,680
Peace Officers (POST)	4,422
Pollution Control Agency	222,439
Supreme Court	2,818
Transportation	220,729
Trial Courts	13,237
Public Safety	61,141
Water and Soil Resources	105,373
Total State Grants	<u>774,683</u>
FEDERAL GRANTS	
FEDERAL DEPARTMENT OF	
Justice	48,637
Transportation	169,908
Homeland Security	13,373
Total Federal Grants	<u>231,918</u>
Total State and Federal Grants	<u>1,006,601</u>
LOCAL	<u>279,474</u>
Total Intergovernmental Revenues	<u><u>\$ 8,443,514</u></u>

MARTIN COUNTY
FAIRMONT, MINNESOTA
COUNTY DITCH SPECIAL REVENUE FUND
BALANCE SHEET – BY DITCH
DECEMBER 31, 2007

Assets					
	Cash	Special Assessments Receivable	Due from Other Governments	Due from Other Funds	Total
Judicial Ditches					
1	\$ 6,286	\$ -	\$ -	\$ -	\$ 6,286
2 M&F	(5,595)	10,000	-	-	4,405
2 Imp. #1 M&F Pipeline	4,417	-	-	152	4,569
2 M&W	(1,066)	6,000	-	-	4,934
3	(10,478)	2	-	-	(10,476)
4 F&M	(373)	2,000	-	-	1,627
6	2,008	-	-	72	2,080
7 M&F	(11,578)	20,000	-	-	8,422
8 M&F	1,126	-	-	39	1,165
8	3,338	8	-	-	3,346
9 Whitman	5,218	-	-	54	5,272
9 M&W	13,666	10,410	-	17	24,093
10 Original	(6,013)	56,861	-	-	50,848
11 M&J	923	754	-	29	1,706
12 M&F	1,331	7,000	-	-	8,331
13 Original	(676)	2,100	-	-	1,424
15 Original M&J	6,714	-	-	-	6,714
15	14,354	17,008	-	518	31,880
17	738	2,000	-	36	2,774
18	(1,737)	20,000	195	-	18,458
20	5,582	-	-	201	5,783
21 Original	2,138	-	-	71	2,209
22	(5,252)	-	-	-	(5,252)
24 Imp.	3,291	-	-	119	3,410
24 MBE&F	104	2,000	-	5	2,109
25	86	-	-	4	90
25 MBE&W	16,306	13,180	-	607	30,093
25 M&F	117	500	-	6	623
26	613	-	-	14	627
26 M&F	3,610	-	-	23	3,633
27	901	-	-	34	935
27 M&F	(241)	1,000	-	-	759
28 Imp.	4,132	5,000	-	-	9,132
29	4,851	-	-	194	5,045
30	354	1,000	-	15	1,369
31	69	-	-	3	72
31 M&W	2,247	-	-	-	2,247

Liabilities						
Accounts Payable	Due to Other Funds	Due to Other Governments	Deferred Revenue	Total	Total Fund Balances	Total Liabilities and Fund Balances
\$ 321	\$ 870	\$ -	\$ -	\$ 1,191	\$ 5,095	\$ 6,286
-	1,087	-	10,000	11,087	(6,682)	4,405
-	87	-	-	87	4,482	4,569
-	280	-	6,000	6,280	(1,346)	4,934
499	1,940	-	2	2,441	(12,917)	(10,476)
-	207	628	2,000	2,835	(1,208)	1,627
-	101	-	-	101	1,979	2,080
850	1,393	2,301	20,000	24,544	(16,122)	8,422
-	19	3,484	-	3,503	(2,338)	1,165
1,260	1,073	-	8	2,341	1,005	3,346
-	612	-	-	612	4,660	5,272
-	528	-	10,410	10,938	13,155	24,093
5,130	2,041	-	56,861	64,032	(13,184)	50,848
-	148	-	754	902	804	1,706
1,223	406	2,850	7,000	11,479	(3,148)	8,331
-	228	-	2,100	2,328	(904)	1,424
-	1,364	-	-	1,364	5,350	6,714
212	321	-	17,008	17,541	14,339	31,880
-	307	-	2,000	2,307	467	2,774
-	780	-	20,000	20,780	(2,322)	18,458
-	338	-	-	338	5,445	5,783
-	297	-	-	297	1,912	2,209
100	24	-	-	124	(5,376)	(5,252)
-	196	-	-	196	3,214	3,410
-	90	27	2,000	2,117	(8)	2,109
-	18	101	-	119	(29)	90
1,535	883	-	13,180	15,598	14,495	30,093
-	126	-	500	626	(3)	623
-	74	-	-	74	553	627
-	36	-	-	36	3,597	3,633
-	91	-	-	91	844	935
-	368	-	1,000	1,368	(609)	759
-	1,258	-	5,000	6,258	2,874	9,132
434	191	-	-	625	4,420	5,045
689	94	-	1,000	1,783	(414)	1,369
-	15	-	-	15	57	72
-	109	-	-	109	2,138	2,247

MARTIN COUNTY
FAIRMONT, MINNESOTA
COUNTY DITCH SPECIAL REVENUE FUND
BALANCE SHEET – BY DITCH (CONTINUED)
DECEMBER 31, 2007

	Assets				Total
	Cash	Special Assessments Receivable	Due from Other Governments	Due from Other Funds	
Judicial Ditches (continued)					
32	\$ 1,145	\$ 10,000	\$ -	\$ 26	\$ 11,171
33	317	-	-	-	317
34	(9,283)	41,980	-	-	32,697
35	811	1,000	-	34	1,845
37	1,163	5,204	-	-	6,367
38	1,602	1,010	-	11	2,623
39	5,907	6,026	-	121	12,054
39 Branch R	919	-	-	93	1,012
39 Imp. of Main	6,013	7,657	-	229	13,899
39 Imp. of Main Tile	1,080	470	-	42	1,592
39 Imp.	1,421	1,025	-	61	2,507
40	(68)	1,000	-	-	932
41	4,605	-	-	-	4,605
42	537	3,004	-	-	3,541
43	583	-	-	27	610
44	257	2,000	-	29	2,286
46	569	1,000	-	29	1,598
47	(28,914)	10,020	-	-	(18,894)
48	1,232	-	-	39	1,271
48 M&J	(1,634)	1,365	-	-	(269)
49	967	-	-	15	982
50	684	1,435	-	54	2,173
51	259	1,000	-	9	1,268
52	15	2,000	-	9	2,024
56	987	-	-	-	987
57	672	-	-	24	696
59	292	2,000	-	-	2,292
60	(962)	3,000	-	115	2,153
64	136	2,500	-	-	2,636
65	805	2,000	-	26	2,831
66	1,335	-	-	-	1,335
67	505	-	-	18	523
68	1,314	-	-	47	1,361
70	858	-	-	46	904
71	696	1,000	-	10	1,706
72	104	1,000	-	11	1,115
73	826	1,000	-	23	1,849
74	881	-	-	-	881
75	2,700	-	-	96	2,796
76	(9,797)	10,000	-	-	203

Liabilities						
Accounts Payable	Due to Other Funds	Due to Other Governments	Deferred Revenue	Total	Total Fund Balances	Total Liabilities and Fund Balances
\$ -	\$ 428	\$ -	\$ 10,000	\$ 10,428	\$ 743	\$ 11,171
-	106	-	-	106	211	317
1,249	1,158	-	41,980	44,387	(11,690)	32,697
-	168	-	1,000	1,168	677	1,845
-	1,102	-	5,204	6,306	61	6,367
-	495	-	1,010	1,505	1,118	2,623
-	534	-	6,026	6,560	5,494	12,054
-	586	-	-	586	426	1,012
-	698	-	7,657	8,355	5,544	13,899
-	140	-	470	610	982	1,592
-	646	-	1,025	1,671	836	2,507
-	133	-	1,000	1,133	(201)	932
-	370	-	-	370	4,235	4,605
-	576	-	3,004	3,580	(39)	3,541
-	209	-	-	209	401	610
518	167	-	2,000	2,685	(399)	2,286
232	89	-	1,000	1,321	277	1,598
7,171	2,755	-	10,020	19,946	(38,840)	(18,894)
-	59	-	-	59	1,212	1,271
-	361	-	1,365	1,726	(1,995)	(269)
-	144	-	-	144	838	982
207	756	-	1,435	2,398	(225)	2,173
-	291	-	1,000	1,291	(23)	1,268
-	90	-	2,000	2,090	(66)	2,024
-	135	-	-	135	852	987
-	29	-	-	29	667	696
-	152	-	2,000	2,152	140	2,292
-	714	-	3,000	3,714	(1,561)	2,153
277	868	-	2,500	3,645	(1,009)	2,636
-	314	-	2,000	2,314	517	2,831
-	193	-	-	193	1,142	1,335
-	35	-	-	35	488	523
-	58	-	-	58	1,303	1,361
-	332	-	-	332	572	904
-	140	-	1,000	1,140	566	1,706
-	208	-	1,000	1,208	(93)	1,115
-	395	-	1,000	1,395	454	1,849
-	190	-	-	190	691	881
-	128	-	-	128	2,668	2,796
-	493	-	10,000	10,493	(10,290)	203

MARTIN COUNTY
FAIRMONT, MINNESOTA
COUNTY DITCH SPECIAL REVENUE FUND
BALANCE SHEET – BY DITCH (CONTINUED)
DECEMBER 31, 2007

	Assets				
	Cash	Special Assessments Receivable	Due from Other Governments	Due from Other Funds	Total
Judicial Ditches (continued)					
77	\$ (736)	\$ -	\$ -	\$ 10	\$ (726)
78	564	-	-	29	593
79	(606)	3,000	-	5	2,399
80	594	-	-	27	621
81	(389)	-	-	-	(389)
82	(2,428)	5,098	-	-	2,670
85	(39,505)	54,121	-	-	14,616
86	2,162	-	-	15	2,177
88	284	1,000	-	6	1,290
89	592	3,000	-	49	3,641
90	1,115	-	-	41	1,156
91	1,630	-	-	71	1,701
92	3,831	167	-	106	4,104
93	489	2,000	-	22	2,511
95	3,185	-	-	112	3,297
96	729	1,000	-	8	1,737
97	(1,045)	4,000	-	-	2,955
98	604	10,002	-	-	10,606
99	650	-	-	33	683
100	437	5,000	-	41	5,478
101	1,940	-	-	33	1,973
102	1,069	1,000	-	18	2,087
103	2,216	-	-	43	2,259
104	(31)	1,000	-	4	973
105	2,053	-	-	36	2,089
108	165	-	-	8	173
109	1,558	-	-	54	1,612
110	865	-	-	34	899
111	2,323	-	-	43	2,366
115	521	2,000	-	26	2,547
116	1,982	2,000	-	25	4,007
Joint County Ditches					
201	25	-	-	1	26
202	5,057	-	-	193	5,250
204	183	-	-	6	189
204 Owens	(69,074)	-	-	-	(69,074)
204 Hugoson	25,275	-	-	871	26,146
204 Imp. Br. 38	41,708	-	-	2,530	44,238
204 Imp. Br. A-38	48,347	-	-	2,091	50,438
204 Imp. Br. N	31,127	-	-	923	32,050

Liabilities						
Accounts Payable	Due to Other Funds	Due to Other Governments	Deferred Revenue	Total	Total Fund Balances	Total Liabilities and Fund Balances
\$ -	\$ 204	\$ -	\$ -	\$ 204	\$ (930)	\$ (726)
-	69	-	-	69	524	593
-	351	-	3,000	3,351	(952)	2,399
-	189	-	-	189	432	621
761	32	-	-	793	(1,182)	(389)
-	349	-	5,098	5,447	(2,777)	2,670
-	3,958	-	54,121	58,079	(43,463)	14,616
-	229	-	-	229	1,948	2,177
-	186	-	1,000	1,186	104	1,290
-	787	-	3,000	3,787	(146)	3,641
-	107	-	-	107	1,049	1,156
-	450	-	-	450	1,251	1,701
-	214	-	167	381	3,723	4,104
-	151	-	2,000	2,151	360	2,511
-	132	-	-	132	3,165	3,297
-	118	-	1,000	1,118	619	1,737
-	172	-	4,000	4,172	(1,217)	2,955
-	1,141	-	10,002	11,143	(537)	10,606
-	302	-	-	302	381	683
-	676	-	5,000	5,676	(198)	5,478
-	272	-	-	272	1,701	1,973
-	107	-	1,000	1,107	980	2,087
-	190	-	-	190	2,069	2,259
-	181	-	1,000	1,181	(208)	973
-	266	-	-	266	1,823	2,089
-	71	-	-	71	102	173
-	40	-	-	40	1,572	1,612
-	187	-	-	187	712	899
-	248	-	-	248	2,118	2,366
-	774	-	2,000	2,774	(227)	2,547
-	1,798	-	2,000	3,798	209	4,007
-	5	34	-	39	(13)	26
-	555	-	-	555	4,695	5,250
-	-	-	-	-	189	189
881	4,354	9,376	-	14,611	(83,685)	(69,074)
-	764	-	-	764	25,382	26,146
-	1,683	-	-	1,683	42,555	44,238
-	1,102	-	-	1,102	49,336	50,438
-	-	-	-	-	32,050	32,050

MARTIN COUNTY
FAIRMONT, MINNESOTA
COUNTY DITCH SPECIAL REVENUE FUND
BALANCE SHEET – BY DITCH (CONTINUED)
DECEMBER 31, 2007

Assets					
	Cash	Special Assessments Receivable	Due from Other Governments	Due from Other Funds	Total
Joint County Ditches (continued)					
204 BRT-29	\$ (381)	\$ -	\$ -	\$ -	\$ (381)
301	(12)	3,036	-	-	3,024
367	(4,101)	33,168	-	-	29,067
Total Judicial and Joint County Ditches	118,022	427,111	195	10,971	556,299
County Ditches					
1	29,286	8,129	-	1,083	38,498
2	(1,857)	5,000	-	49	3,192
3	(1,039)	5,000	-	-	3,961
6	(789)	1,500	-	-	711
8	711	1,000	-	27	1,738
9	(25)	2,500	-	8	2,483
11	(4,180)	10,173	-	-	5,993
11 Imp. C	1,299	-	-	47	1,346
13	311	1,000	-	15	1,326
14	27,464	-	-	946	28,410
15	18	2,000	-	8	2,026
19	(70)	1,000	-	3	933
20	918	-	-	40	958
22	313	-	-	13	326
23	3,297	-	-	121	3,418
24	11,086	-	-	409	11,495
25	1,398	-	-	-	1,398
26	696	2,000	-	-	2,696
27	845	-	-	36	881
28	772	8,294	-	-	9,066
29	3,476	-	-	132	3,608
30 Original	1,296	-	-	-	1,296
31	3,321	-	-	140	3,461
32	1,082	-	-	40	1,122
33	(2,286)	10,000	-	-	7,714
34	1,422	-	-	50	1,472
35	93	2,000	-	10	2,103
36	1,282	-	-	4	1,286
37	256	-	-	9	265
38	2,464	-	-	91	2,555
40	48	500	-	4	552
41	1,697	-	-	60	1,757
42	19	1,000	-	5	1,024

Liabilities						
Accounts Payable	Due to Other Funds	Due to Other Governments	Deferred Revenue	Total	Total Fund Balances	Total Liabilities and Fund Balances
\$ -	\$ 61	\$ -	\$ -	\$ 61	\$ (442)	\$ (381)
-	1,005	-	3,036	4,041	(1,017)	3,024
780	3,093	-	33,168	37,041	(7,974)	29,067
24,329	61,018	18,801	427,111	531,259	25,040	556,299
15,406	916	-	8,129	24,451	14,047	38,498
-	638	-	5,000	5,638	(2,446)	3,192
901	203	-	5,000	6,104	(2,143)	3,961
-	72	-	1,500	1,572	(861)	711
2,723	71	-	1,000	3,794	(2,056)	1,738
-	205	-	2,500	2,705	(222)	2,483
2,000	2,504	-	10,173	14,677	(8,684)	5,993
-	118	-	-	118	1,228	1,346
-	118	-	1,000	1,118	208	1,326
-	585	-	-	585	27,825	28,410
-	248	-	2,000	2,248	(222)	2,026
-	110	-	1,000	1,110	(177)	933
-	211	-	-	211	747	958
-	64	-	-	64	262	326
-	61	-	-	61	3,357	3,418
2,399	351	-	-	2,750	8,745	11,495
-	221	-	-	221	1,177	1,398
-	251	-	2,000	2,251	445	2,696
-	160	-	-	160	721	881
-	600	-	8,294	8,894	172	9,066
455	322	-	-	777	2,831	3,608
-	301	-	-	301	995	1,296
-	754	-	-	754	2,707	3,461
-	80	-	-	80	1,042	1,122
264	463	-	10,000	10,727	(3,013)	7,714
-	42	-	-	42	1,430	1,472
-	196	-	2,000	2,196	(93)	2,103
-	70	-	-	70	1,216	1,286
108	19	-	-	127	138	265
-	207	-	-	207	2,348	2,555
-	62	-	500	562	(10)	552
-	70	-	-	70	1,687	1,757
-	129	-	1,000	1,129	(105)	1,024

MARTIN COUNTY
FAIRMONT, MINNESOTA
COUNTY DITCH SPECIAL REVENUE FUND
BALANCE SHEET – BY DITCH (CONTINUED)
DECEMBER 31, 2007

		Assets				
		Cash	Special Assessments Receivable	Due from Other Governments	Due from Other Funds	Total
County Ditches (continued)						
43	\$	188	\$	-	\$	195
44		45		-		65
46		(1,579)		3,000	-	1,421
47		901		1,000	-	1,940
50		(288)		1,000	-	712
51		763		-	29	792
52		788		2,000	-	2,833
53		427		1,010	-	1,470
54		3,634		-	133	3,767
55		657		-	26	683
56		2,883		629	-	3,517
58		1,050		111	-	1,178
59		570		-	26	596
60		714		1,000	-	1,742
61		536		-	20	556
62		536		1,000	-	1,556
63		762		-	12	774
64		2,140		-	79	2,219
65		669		1,000	-	1,694
67		265		-	12	277
69		(874)		2,000	-	1,126
70		421		-	16	437
71		2,011		-	80	2,091
72		(2,703)		6,058	-	3,355
73		(4,636)		7,483	-	2,847
74		1,169		-	52	1,221
75		10,936		-	803	11,739
76		22,395		-	764	23,159
Total County Ditches		129,004	88,387	-	5,641	223,032
Total All Ditches		\$ 247,026	\$ 515,498	\$ 195	\$ 16,612	\$ 779,331

Liabilities						
Accounts Payable	Due to Other Funds	Due to Other Governments	Deferred Revenue	Total	Total Fund Balances	Total Liabilities and Fund Balances
\$ -	\$ 4	\$ -	\$ -	\$ 4	\$ 191	\$ 195
-	198	-	-	198	(133)	65
-	377	-	3,000	3,377	(1,956)	1,421
-	116	-	1,000	1,116	824	1,940
-	200	-	1,000	1,200	(488)	712
-	82	-	-	82	710	792
-	515	-	2,000	2,515	318	2,833
-	435	-	1,010	1,445	25	1,470
-	176	-	-	176	3,591	3,767
-	127	-	-	127	556	683
-	35	-	629	664	2,853	3,517
-	123	-	111	234	944	1,178
-	168	-	-	168	428	596
-	82	-	1,000	1,082	660	1,742
-	49	-	-	49	507	556
-	63	-	1,000	1,063	493	1,556
-	185	-	-	185	589	774
-	178	-	-	178	2,041	2,219
-	52	-	1,000	1,052	642	1,694
-	76	-	-	76	201	277
-	254	-	2,000	2,254	(1,128)	1,126
-	40	-	-	40	397	437
-	325	-	-	325	1,766	2,091
-	458	-	6,058	6,516	(3,161)	3,355
-	681	-	7,483	8,164	(5,317)	2,847
-	285	-	-	285	936	1,221
-	400	-	-	400	11,339	11,739
581	266	-	-	847	22,312	23,159
<u>24,837</u>	<u>16,372</u>	<u>-</u>	<u>88,387</u>	<u>129,596</u>	<u>93,436</u>	<u>223,032</u>
<u>\$ 49,166</u>	<u>\$ 77,390</u>	<u>\$ 18,801</u>	<u>\$ 515,498</u>	<u>\$ 660,855</u>	<u>\$ 118,476</u>	<u>\$ 779,331</u>

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