

MISSOULA COUNTY, MONTANA

COMPREHENSIVE

ANNUAL

FINANCIAL

REPORT

For the Fiscal Year Ended
June 30, 2009



MISSOULA COUNTY, MONTANA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2009

Prepared by:

Financial Services Department

Andrew V. Czorny
Chief Financial Officer

Carol N. Routh
Teresa Graham
Dawn Overbaugh
Sharon Bowman
Jacque Harris
Julie Harris
Debby Gore
Mary Matthaie
Ruthe Sackey
Alane Stickney

**MISSOULA COUNTY, MONTANA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 TABLE OF CONTENTS
 FISCAL YEAR ENDED JUNE 30, 2009**

INTRODUCTORY SECTION

Table of Contents	
Transmittal Letter	<i>i</i>
Organizational Chart	<i>v</i>
Elected Officials	<i>vi</i>
Certificate of Achievement for Excellence in Financial Reporting - 2008	<i>vii</i>

FINANCIAL SECTION

Independent Auditors' Report	1
Management's Discussion and Analysis	3

Basic Financial Statements

Government-wide Financial Statements:

Statement of Net Assets	19
Statement of Activities	21

Fund Financial Statements:

Balance Sheet - Governmental Funds	22
Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds	24
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	25
Balance Sheet - Proprietary Funds	26
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds	27
Statement of Cash Flows - Proprietary Funds	28
Statement of Fiduciary Net Assets	30
Statement of Changes in Fiduciary Net Assets	31

Notes to Financial Statements	32
-------------------------------------	-----------

Additional Information and Other Schedules

Nonmajor Governmental Funds

Combining Balance Sheet - Nonmajor Governmental Funds	73
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	81

MISSOULA COUNTY, MONTANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2009

General Fund - Budget and Actual	
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	89
Major Governmental Funds - Budget and Actual	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Budgeted Major Governmental Funds	97
Nonmajor Governmental Funds - Budget and Actual	
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	
Budget and Actual - Budgeted Nonmajor Governmental Funds	99
Internal Service Funds	
Combining Statement of Net Assets	123
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	124
Combining Statement of Cash Flows	125
Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget and Actual	126
Trust and Agency Funds	
Combining Statement of Fiduciary Net Assets	129
Combining Statement of Changes in Fiduciary Net Assets	130
Combining Statement of Changes in Assets and Liabilities - All Agency Funds - Schools - Other Local Taxing Units	131
Combining Statement of Changes in Assets and Liabilities - All Agency Funds - State - City	132
Combining Statement of Changes in Assets and Liabilities - All Agency Funds - Other Post-Employment Retirement Benefits	133
Combining Statement of Changes in Assets and Liabilities - All Agency Funds - Payroll & Claims	133
Capital Assets	
Capital Assets Used in the Operation of Governmental Funds - Comparative Schedule by Source	135
Capital Assets Used in the Operation of Governmental Funds - Schedule by Function and Activity	136
Capital Assets Used in the Operation of Governmental Funds - Schedule of Changes by Function and Activity	137
 <u>STATISTICAL SECTION</u>	
Net Assets by Component - Last Five Fiscal Years	139
Schedule of Change in Net Assets - Last Five Fiscal Years	140
Fund Balance of Governmental Funds - Last Ten Fiscal Years	142
Changes in Fund Balance of Governmental Funds - Last Ten Fiscal Years	143
Bureau of Census (BOC) Supplemental Schedule - As of and for the Fiscal Year ended June 30, 2009	144
Property Tax Levies and Collections - Governmental and Internal Service Fund Types - Last Ten Fiscal Years	145

**MISSOULA COUNTY, MONTANA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 TABLE OF CONTENTS
 FISCAL YEAR ENDED JUNE 30, 2009**

Property Tax Assessments and Taxable Value - Last Ten Fiscal Years	146
Property Tax Levies by Mills - All Taxing Entities - Last Ten Fiscal Years	147
Principal Taxpayers - Current Year and Nine Years Ago	148
Special Assessments Billings and Collections	149
Computation of Legal Debt Margin - Last Ten Fiscal Years	150
Tax Exempt Debt Issued - Last Ten Calendar Years	151
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita - Last Ten Fiscal Years	152
Ratios of Outstanding Debt by Type - Last Five Fiscal Years	153
Ratio of Annual Debt Service Requirements for General Obligation Bonded Debt to Total General Expenditures - Last Ten Fiscal Years	154
Computation of Direct and Overlapping Debt	155
Major Employers - Current Fiscal Year and Nine Years Ago	156
Property Tax Levies in the MCA Industrial District - Last Ten Fiscal Years	157
Major Taxpayers in the MCA Industrial District	157
MCA Industrial District - Taxable Value, Incremental Taxable Value & Tax Increment Revenue	158
MCA Industrial District - Increment Bond Coverage	159
Port Authority Tax Levy - Last Ten Fiscal Years	159
Demographic Statistics - Last Ten Fiscal Years	160
Property Value, Construction and Bank Deposits - Last Ten Fiscal Years	161
Full-time Equivalent County Government Employees by Function and Program - Last Ten Fiscal Years	162
Operating Indicators by Function and Program - Last Ten Calendar Years	163
Capital Assets by Function and Program - Last Four Fiscal Years	164
Miscellaneous Statistical Data	165
 <u>SINGLE AUDIT SECTION</u>	
Schedule of Expenditures of Federal Awards - Cash Basis	167
Notes to Schedule of Expenditures of Federal Awards - Cash Basis	176
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	178
Report on Compliance with Requirements Applicable to each Major Program and on Internal Control over Compliance in Accordance with <i>OMB Circular A-133</i>	180
Schedule of Findings and Questioned Costs	182
Report on Prior Audit Report Recommendations	186



January 29, 2010

Board of County Commissioners
and Citizens of Missoula County, Montana

Dear Commissioners,

This letter transmits to the Board of County Commissioners and the citizens of Missoula County the Comprehensive Annual Financial Report (CAFR) for Missoula County for the year ended June 30, 2009. I believe this CAFR presents fairly the financial condition of the County at June 30, 2009 and the results of its operations and cash flows for proprietary type funds for the fiscal year then ended. With the exception of the independent auditors' reports, all the information included in this report is the responsibility of the management of Missoula County.

The County has prepared this report in conformity with generally accepted accounting principles. Consequently, the financial statements reflect the implementation of the Governmental Accounting Standards Board Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments.

This report is the financial reflection of the services provided by Missoula County. It contains all County funds used to account for the normal range of local government services including criminal justice, public safety, public works, public health, cultural and recreational programs, community development and social services. Also presented are the activities of the Missoula County Development Authority, Larchmont Golf Course, Missoula Aging Services, the Missoula County Workers' Compensation Group Insurance Authority, the Missoula County Employee Benefits Plan, and the Partnership Health Center. Missoula County has sufficient authority over these agencies to justify including them as component units of the County. The details of this authority are discussed in Note 1 to the Basic Financial Statements. Rural fire districts, school districts and other local agencies do not meet the criteria for inclusion in the report, and are consequently excluded, except as agency funds. The CAFR also includes Management's Discussion and Analysis which provides a narrative overview of the County's financial position, results of operations, and significant initiatives.

Independent Audit – Montana statutes require that certain local governments obtain at least biennial audits of the financial statements. Missoula County has chosen to contract with Nicole M. Noonan, CPA, P.C.. This audit also satisfies the federal Single Audit Act and Office of Management & Budget Circular A-133.

PROFILE

Missoula County, Montana covers approximately 2,600 square miles in the western part of the state. Five large valleys and two major rivers wind through this mountainous region. Missoula County has a population of over 100,000 people and the county seat is the city of Missoula. The Missoula County Courthouse was completed in 1910. Its south foyer is graced by a series of eight murals painted by famed western artist Edgar S. Paxson between 1912 and 1914. An addition to the Courthouse was completed in 1966. Missoula County is governed by three Commissioners, each elected to staggered six-year terms. The current Commissioners are Chair Michele Landquist, Bill Carey and Jean Curtiss.

The County provides a full range of services in general government, criminal justice, public safety, public works, public health, social and economic services, culture & recreation, and housing and community development. Details of the departments under these functions are provided in Management's Discussion and Analysis.

Budgetary control of these functions is maintained through an annual budget adopted by the Board of County Commissioners. Public Budget Hearings are generally conducted in July of each year. The final budget is adopted by the second Monday in August or 45 days after receiving the certified taxable values from the State of Montana. Budget authority is flexible in that the Commissioners may make transfers among budget object lines within a fund and make budget amendments within statutory restrictions as deemed necessary for proper administration of County government. The level of budgetary control is established at the personnel, operations, and capital level within each fund.

The County's Internal controls begin as a process that is effected by the organization's structure, work and authority flows, people and management information systems that are designed to help the County accomplish its goals and objectives. Budgetary controls are maintained in the accounting office and reported to Department Heads and the County Commissioners. The County's Auditor office reviews all departmental expense claims for appropriate backup documentation and departmental approval prior to the presentation to the County Commissioners for final approval and the creation of warrants. Revenues are monitored by Departmental heads and as well as the County C.F.O. Any deviations from the budget are reported to the Commissioners in a timely fashion and budget modifications which are authorized under current County policy are made throughout the year by majority vote of the County Commissioners.

FINANCIAL CONDITION

Missoula County's economic slowdown which began in 2007 has continued through 2009 and is likely to continue into 2011. The total employment (according to the U.S. Bureau of Labor Statistics) for Missoula County dropped 2.9% from 2008 to 2009. The majority of jobs lost came in the construction and retail trade sectors. Perhaps the one bright spot came in the Health Care Industry which had a 6% increase in employment during the same period. The closure of the Stimson plywood plant in 2007 then further combined with the closure of the of the Stimson sawmill in 2008 together with cutbacks in transportation and a decline in retail trade and services combined to provide for a 3% decline in Non-farm labor income in 2009. The slowdown in new construction will continue to affect the both the residents and the local governments within Missoula County. While the new construction tax revenue calculation provided by the Department of Revenue for Missoula County this past year doubled from the prior year, preliminary estimates for the 2010 tax year is for no growth at best. Additionally, since substantially all growth in

property tax revenue is from new construction (and not from increases in market value of existing properties), if the rate of construction continues to decline in Missoula, the County will be faced with the difficult issue of allocation of scarce resources in the face of increasing costs.

In order to mitigate the risk of declining revenue and other financial risks, the County's long-term financial planning includes basic revenue forecasting for most of the County's general revenues, including property taxes, local option motor vehicle tax, entitlement share, Clerk & Recorder fees and Justice Court fines and forfeitures. The County has adopted a policy of matching ongoing revenues with ongoing expenses to maintain the structural integrity of the budget. The County also maintains multi-year budgets for the Capital Improvement Program and the Technology Program to ensure adequate resources for the future replacement of existing capital assets and to budget for new assets.

Management's Discussion and Analysis, starting on page 3, provides additional information on the economic environment in the County, as well as major initiatives and highlights of the fiscal year 2010 budget.

Other Operating Factors

Fiduciary Responsibilities – The County does not have its own single employer pension fund. However, it acts as either agent or trustee for more than 50 local government agencies within the County in non-pension activities. It collects taxes and other revenues for 45 of those agencies. It also provides accounting and, in some cases, budget monitoring and investment services for those agencies.

Cash Management – The County operates an investment pool for idle cash belonging to the County, school districts, fire districts and other small local agencies. The operation of the pool is governed by an investment policy adopted in September 1985 and amended in January 2008. The policy emphasizes security, liquidity and yield, in that order.

The pool may be invested in the Short Term Investment Pool operated by the State of Montana, U.S. government treasury and agency securities, local bank certificates of deposit and repurchase agreements. At the end of fiscal year 2009, 61.63% was invested in the Short Term Investment Pool, 26.86% was invested in U.S. Government treasury and agency securities, 6.73% was invested in repurchase agreements, and 4.78% was other demand deposits and cash on hand. The average rate of return for fiscal year 2008 was approximately 2.4% based on total investment income in the pool of approximately \$1,879,496 net of fees. The County's share of investment revenue for governmental funds was approximately \$756,507.

Investments are held by a third party in the County's name, or in some cases by the financial institution's trust department in the County's name. Certificates of deposit are covered by insurance or collateralized to the extent required by Montana law (100% for institutions with less than 6% net worth, 50% for those with 6% or greater net worth).

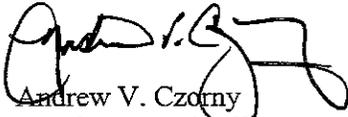
Risk Management – The County has an extensive self-insured risk management program for all property and casualty insurance. The County provides self-insurance coverage to employees for medical and dental insurance. The County also provides Workers' Compensation coverage through a self-insurance program. The Excess Loss Fund provides an additional self-insurance program as an intermediary reinsurance program for the other three programs.

AWARDS & ACKNOWLEDGEMENTS

Awards – Missoula County earned its eighteenth consecutive GFOA's Certificate of Achievement for Excellence in Financial Reporting for its Fiscal Year 2008 Comprehensive Annual Financial Report. The Fiscal Year 2009 Report will also be submitted for consideration for the Certificate.

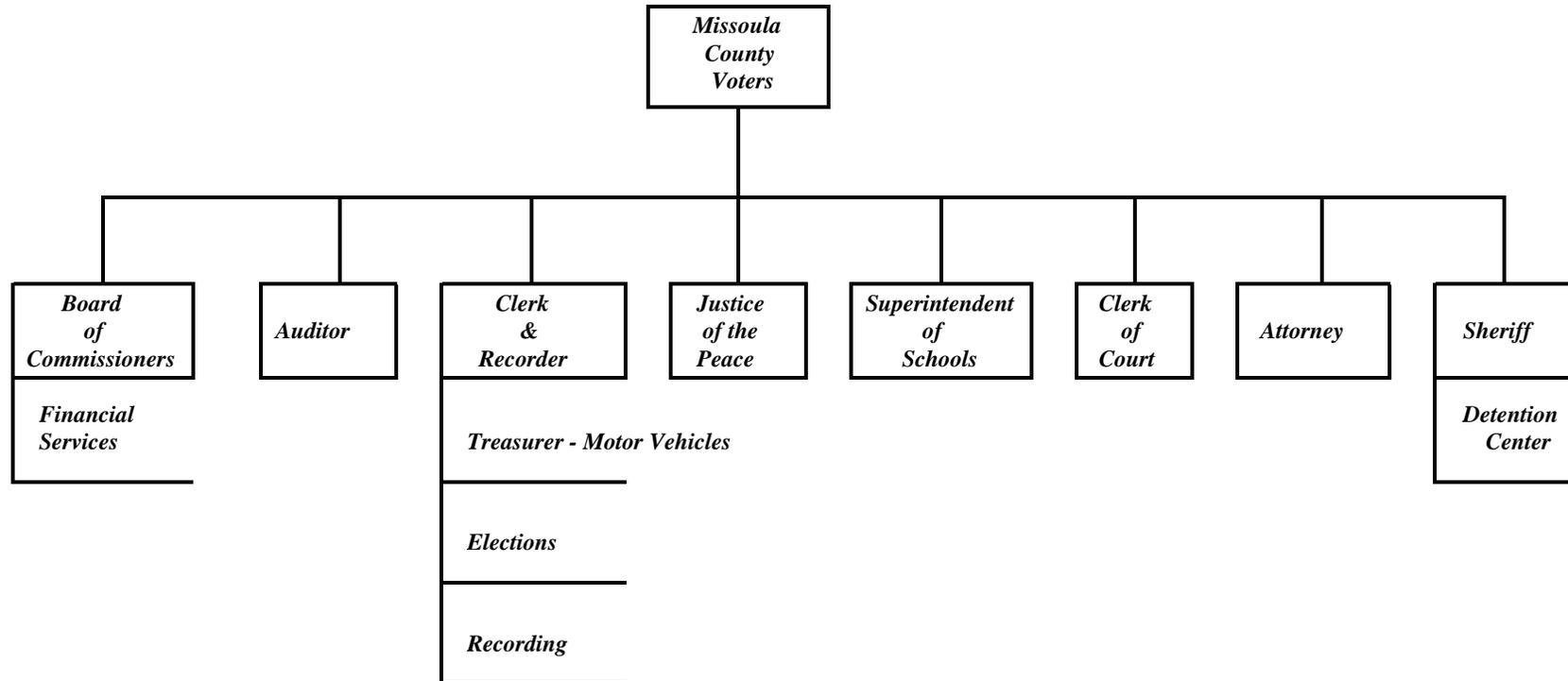
Acknowledgements – I would like to thank everyone in the Missoula County Financial Services Office: Sharon Bowman, Debby Gore, Teresa Graham, Julie Harris, Jacque Harris, Mary Matthaie, Dawn Overbaugh, Ruthe Sackey, Alane Stickney, and especially Carol Routh for all their work and dedication. I would also like to thank Barbara Berens, the Missoula County Auditor, and her staff Nora Morris and Debbie Gross, for their support. A special thanks goes out to the County Chief Administrative Officer; Dale Bickel for his guidance and leadership. Without the efforts of all these people, this report would not have been completed. Finally, I would like to thank the Board of County Commissioners for their understanding of the value of this report and their continued support for strong financial accountability.

Best regards,



Andrew V. Czorny
Chief Financial Officer

MISSOULA COUNTY Organizational Chart



MISSOULA COUNTY, MONTANA

Board of County Commissioners

William J. Carey
Jean L. Curtiss
Michelle Landquist

Auditor

Barbara A. Berens

Clerk and Recorder - Treasurer

Vickie M. Zeier

Justice of the Peace

Karen A. Orzech
John E. Odlin

Superintendent of Schools

Rachel A. Vielleux

Clerk of Court

Shirley E. Faust

County Attorney

Fred Van Valkenberg

Sheriff

Michael R. McMeekin

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Missoula County
Montana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

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



President

Executive Director

FINANCIAL SECTION

Nicole M. Noonan, CPA, P.C.

435 Little Mill Creek Road

St. Regis, Montana 59866

Phone and FAX: (406) 649-2436

Cell phone: (406) 239-4260

E-mail: noonanaccounting@hotmail.com

Board of County Commissioners
Missoula County, Montana

Independent Auditors' Report

I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana (the County), as of and for the fiscal year ended June 30, 2009, 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. My responsibility is to express opinions on these financial statements based on my audit. I did not audit the financial statements of Missoula Aging Services, which represent 31%, 43%, and 34% respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to me and my opinion, insofar as it relates to the amounts included for Missoula Aging Services is based on the report of the other auditors.

I conducted my 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 I 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit and the report of the other auditors provide a reasonable basis for my opinions.

In my opinion, based on my audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana as of June 30, 2009, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated January 29, 2010, on my consideration of the County's internal control over financial reporting and on my 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 my 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 my audit.

The Management's Discussion and Analysis on pages 3 through 16, is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. I 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, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Missoula County, Montana's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by United States Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the County. The combining and individual nonmajor fund financial statements, budgetary schedules, capital asset schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I express no opinion on them.

Nicole M. Noonan, CPA, P.C.

Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
January 29, 2010

MISSOULA COUNTY, MONTANA
Management's Discussion and Analysis
June 30, 2009

The management of Missoula County offers this discussion and analysis of Missoula County's financial position and results of operations for the year ended June 30, 2009. We encourage readers to consider information presented here in conjunction with additional information provided in the transmittal letter and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

- The assets of the County exceeded its liabilities at June 30, 2009, by \$90.1 million (net assets) compared with a balance of \$75.4 million at June 30, 2008. Of this amount, \$38.3 million (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens, vendors and creditors, including \$1.5 million that is classified as unrestricted in the Larchmont Golf Course and Rural Special Improvement Maintenance Districts.
- The County's total net assets increased by \$14.7 million, representing a 19.5% increase from 2008. This was primarily due to a net increase in capital assets of \$6.5 million. There was also an increase of \$8.2 million in unrestricted net assets due to approximately \$6.8 million in lower program expenses and a \$1.4 million increase in program revenues.
- At the end of the current year, the County's Balance Sheet for Governmental Funds reported a combined ending fund balance of \$34.10 million, approximately \$4,117,282 more than the prior year. Of this amount, \$26.7 million is unreserved and immediately available for spending on behalf of its citizens.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$2.5 million, or 18.4% of total general fund expenditures and other financing uses.

Missoula County's total debt increased by \$3,520,281, which contributed to a net 3% increase in Long Term Liabilities, related to primary government activities. The new debt is primarily attributable to \$2,000,000 in Series 2008 Limited Tax General Obligation Bonds issued on behalf of the Partnership Health Center for a new Health Building to accommodate their expanding needs. In addition to approximately \$1.3 million in State Inter-cap Loans issued on behalf of the Roads Department for new equipment and the Historical Museum for a Historical Building located at Fort Missoula.

Using the Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report (CAFR) consists of a series of basic financial statements, notes to those statements, supplementary detail financial statements, and a statistical section. This information is designed to provide the reader information needed to understand Missoula County as a financial whole and by individual functions. This Management's Discussion and Analysis Section (MD&A) provides an overview of the information presented in those other sections.

The Statement of Net Assets and Statement of Activities provide information about all County activities, presenting both an aggregate view of the County's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the County's most significant funds with all other nonmajor funds presented in total in one column.

Reporting Missoula County as a Whole

Statement of Net Assets and the Statement of Activities

The government-wide financial statements are designed to provide readers with a broad view of Missoula County's finances in a manner similar to a private sector business. While this document contains information about the funds used by the County to provide services to our citizens, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially during the year?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the County's net assets and the change in those assets. This change in net assets is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or worsened. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County capital assets should also be evaluated.

The Statement of Net Assets and the Statement of Activities, divide the County into three activities:

- Governmental Activities - Most of the County's services are reported here including public safety, social services programs, administration, and all departments with the exception of Larchmont Golf Course and Rural Special Improvement Maintenance Districts (RSIDs).

- Business-Type Activities - These services have a charge based upon the amount of usage. Larchmont Golf Course revenues are generated solely by the course users. The County charges special assessments to recoup the cost of the entire operation of the RSIDs as well as all capital expenses associated with these facilities.
- Component Units -The County includes financial statements of Missoula Aging Services and the Partnership Health Center in its report. Separately issued financial statements are available for both components units.

The component units are separate entities and may conduct activities such as buy, sell, lease and mortgage property in their own name and can sue or be sued in their own name.

Reporting Missoula County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restrictions on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. Missoula County's major funds are the General, Public Safety, Missoula Development Authority, RSID Debt Service, and Larchmont Golf Course funds.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds (see above). Data

from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of supplementary statements beginning on page 73.

Proprietary Funds: The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for Larchmont Golf Course and the Rural Special Improvement Maintenance Districts. Internal Service funds are used to account for the financing of certain goods and services between departments and agencies of the County. The County uses internal service funds to account for its self-insurance programs: Risk Management, Health Insurance, Workers' Compensation, and Excess Loss. Additionally, Telephone Services, which operates the City/County telephone system, is accounted for in an internal service fund. The proprietary fund financial statements can be found on pages 26-28

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statements can be found on pages 30-31.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the governmental-wide and fund financial statements. The notes to the financial statements begin on page 32.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which begin on page 73. Statistical information that shows trends for periods up to ten years is also available beginning on page 139.

Government-wide Financial Analysis

As noted earlier, net assets may serve as a useful indicator of a government's financial position over time. For the year ended June 30, 2009 the County's assets exceeded liabilities by \$90.1 million (\$85.9 million in governmental activities and \$4.2 million in business-type activities). 56.0% of the County's net assets reflect its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Other restrictions include \$1,275,007 for debt service and \$84,419 for advances. Missoula County has no other restricted net assets that require reservation. Therefore, \$38.3 million in net assets (42.5%) may be used to meet the County's ongoing obligations to its citizens, vendors, and creditors.

The following table provides a summary of the County’s net assets for 2009:

Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Assets						
Current & Other Assets	\$ 62,916,849	\$ 60,129,372	\$ 1,696,201	\$ 1,942,159	\$ 64,613,050	\$ 62,071,531
Capital Assets, Net	<u>75,706,695</u>	<u>64,091,625</u>	<u>2,601,443</u>	<u>2,125,336</u>	<u>78,308,138</u>	<u>66,216,961</u>
Total Assets	<u>138,623,544</u>	<u>124,220,997</u>	<u>4,297,644</u>	<u>4,067,495</u>	<u>142,921,188</u>	<u>128,288,492</u>
Liabilities						
Current & Other Liabilities	16,039,700	17,730,605	114,265	163,763	16,153,965	17,894,368
Current Portion of Long-term Debt	5,416,242	5,447,729	-	-	5,416,242	5,447,729
Long-term Debt, Net of Current Portion	<u>31,218,388</u>	<u>29,538,038</u>	<u>-</u>	<u>-</u>	<u>31,218,388</u>	<u>29,538,038</u>
Total Liabilities	<u>52,674,330</u>	<u>52,716,372</u>	<u>114,265</u>	<u>163,763</u>	<u>52,788,595</u>	<u>52,880,135</u>
Net Assets						
Invested in Capital Assets, Net of Debt	47,219,528	41,799,334	2,601,442	2,125,419	49,820,970	43,924,753
Restricted for Debt Service	1,275,007	1,550,263	-	-	1,275,007	1,550,263
Unrestricted	<u>35,454,679</u>	<u>28,155,028</u>	<u>1,581,937</u>	<u>1,622,661</u>	<u>37,036,616</u>	<u>29,777,689</u>
Total Net Assets	<u>\$ 83,949,214</u>	<u>\$ 71,504,625</u>	<u>\$ 4,183,379</u>	<u>\$ 3,748,080</u>	<u>\$ 88,132,593</u>	<u>\$ 75,252,705</u>

The following table provides a summary of the changes in net assets for 2009:

Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues						
Charges for Services	\$ 14,992,396	\$ 16,460,244	\$ 1,835,597	\$ 1,764,808	\$ 16,827,993	\$ 18,225,052
Operating Grants and Contributions	6,626,708	6,862,787	-	-	6,626,708	6,862,787
Capital Grants and Contributions	3,546,936	260,121	-	-	3,546,936	260,121
General Revenues						
Property Taxes	34,622,390	34,367,166	-	-	34,622,390	34,367,166
Intergovernmental Revenue	5,857,686	6,766,492	100,000	-	5,957,686	6,766,492
Private & Local Grants	-	-	-	-	-	-
Investment Earnings	816,387	1,489,227	35,691	38,345	852,078	1,527,572
Gain on Sale of Capital Assets	(28,243)	643,320	10,430	-	(17,813)	643,320
Miscellaneous	2,832,296	2,329,610	5,587	13,873	2,837,883	2,343,483
Total Revenues	<u>69,266,556</u>	<u>69,178,967</u>	<u>1,987,305</u>	<u>1,817,026</u>	<u>71,253,861</u>	<u>70,995,993</u>
Program Expenses						
General Government	12,236,110	11,528,407	-	-	12,236,110	11,528,407
Criminal Justice	3,758,712	3,727,081	-	-	3,758,712	3,727,081
Public Safety	18,135,508	17,929,805	-	-	18,135,508	17,929,805
Public Works	6,065,827	12,889,093	-	-	6,065,827	12,889,093
Public Health	5,860,795	5,900,394	-	-	5,860,795	5,900,394
Social and Economic Services	4,615,766	4,076,145	-	-	4,615,766	4,076,145
Culture and Recreation	4,333,841	4,490,854	-	-	4,333,841	4,490,854
Housing and Community Develop.	2,918,937	3,433,842	-	-	2,918,937	3,433,842
Interest and Fiscal Charges	1,145,352	1,261,685	-	-	1,145,352	1,261,685
Larchmont Golf Course	-	-	847,389	852,695	847,389	852,695
Rural Special Improvement Districts	-	-	735,247	707,010	735,247	707,010
Total Expenses	<u>59,070,848</u>	<u>65,237,306</u>	<u>1,582,636</u>	<u>1,559,705</u>	<u>60,653,484</u>	<u>66,797,011</u>
Change in Net Assets before Transfers	10,195,708	3,941,661	404,669	257,321	10,600,377	4,198,982
Transfers	164,386	151,225	(164,386)	(151,225)	-	-
Change in Net Assets	<u>\$ 10,360,094</u>	<u>\$ 4,092,886</u>	<u>\$ 240,283</u>	<u>\$ 106,096</u>	<u>\$ 10,600,377</u>	<u>\$ 4,198,982</u>

Governmental Activities

General Government – The General Government function includes those elected offices that provide direct service to the public for decision making or record keeping matters. This includes the Board of County Commissioners and staff (including Facilities Management, Financial Services, Human Resources, and Information Services departments); the Clerk & Recorder/Treasurer functions of Elections, Recording, Records Management, and Treasury; the County Auditor; the Superintendent of Schools who maintains a variety of school related records; and the expenses related to the external participants in the County’s self-insurance programs. Additionally, this function includes the Financial Administration department which contains expenses related to general government and the Board of County Commissioners’ agenda. In 2009, general government expenses comprised 20.7% (17.5% in 2008) of governmental activities. Total general government expenses increased by \$703,229 (or 6.1%) from the prior year. This increase is primarily due to increased labor and maintenance costs, in addition to \$217,169 in Capital Improvements from the CIP Fund and \$397,324 from the Tech Fund for computer and related peripheral device replacements.

Criminal Justice – the criminal justice function includes all offices related to the court system. These include the Justice Courts, the County Attorney’s Office, Public Defender’s Office, Court Support (bailiffs), and certain grants related to State District Court. Criminal Justice expenses comprised 6.4% of governmental activities in 2009 (versus 5.7% in 2008). Total expenses increased \$29,559 (or.8 %) from the prior year. The increase was primarily due to personnel costs.

Public Safety – the public safety function is comprised of the Sheriff’s Office including the Missoula County Detention Facility, and the Department of Emergency Services including the 9-1-1 Emergency Dispatch Center, the Office of Emergency Management, and the Public Safety Building capital projects fund. Public safety expenses comprised 30.6% of governmental activities in 2009. Public safety expenses decreased \$202,198 over 2008, (or 1.1%). The overall change was due to an increase in 911 for communications and personnel which was offset by a decrease in expenses in the Detention Budget, primarily related to utility, vaccine & prescriptions costs, physician, office supply and firearm costs.

Public Works – public works includes the Road and Bridge funds and the Surveyor/GIS department, the Weed and Extension funds, the Lolo Mosquito District, the Rural Special Assessment Districts program, Seeley Lake Refuse District and the Missoula Development Authority. Public works expenses comprised 10.3% of governmental activities in 2009 and represented a 55.1% decrease in expenses over 2008. This decrease is primarily due to the large amount of completed capitalized projects and construction in progress in addition to lower RSID debt service payments, lower Building Code expenses due to decreased construction activity, lower expenses in the Missoula Development Authority’s District as the roads and infrastructure are nearly finished, and the completion of the Bonner pedestrian bridge.

Public Health – the public health function is comprised of the Health Department, the Water Quality District, the Junk Vehicle Program, and Animal Control. Public health expenses comprised 9.9% of governmental activities in 2009. Total public health expenses decreased \$42,824 (or -.7%) from 2008, primarily coming from decreased operational costs due to less grant funded programs.

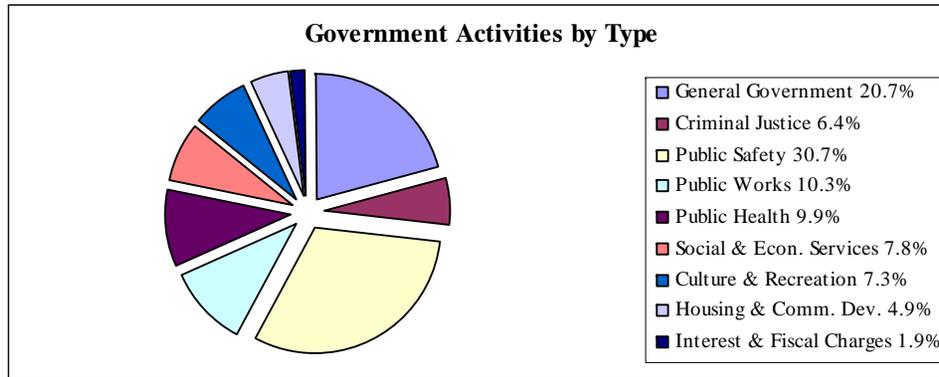
Social & Economic Services – the social and economic services function includes those programs that address the social and economic needs of the citizens of Missoula County. It includes Poor, Aging, Child Daycare, and Mental Health. It also includes programs for the assistance of victims of crime, battered women, at risk families, recovering alcoholics needing housing, those who have little or no health care coverage, and those who need assistance qualifying for SSI. Many of these programs are administered by the Office of Planning and Grants, and consequently, are accounted for in the Planning fund. These expenses comprised 7.8% of governmental activities in 2009. Social and economic services expense increased \$537,447 (or 13.2%) over 2008 largely due to increases in pass-through grant expenditures.

Culture & Recreation – the culture and recreation function includes the Western Montana Fair, the Historical Museum at Fort Missoula, the Library and the Park funds. Culture and recreation expenses comprised 7.4% of governmental activities in 2009. Culture and recreation expense decreased \$159,266 (or -3.5%) from 2008. This was due to lower operational costs in the Library because of the elimination of the shared Library catalog program and lower costs in the Western Montana Fair due to decreased revenues.

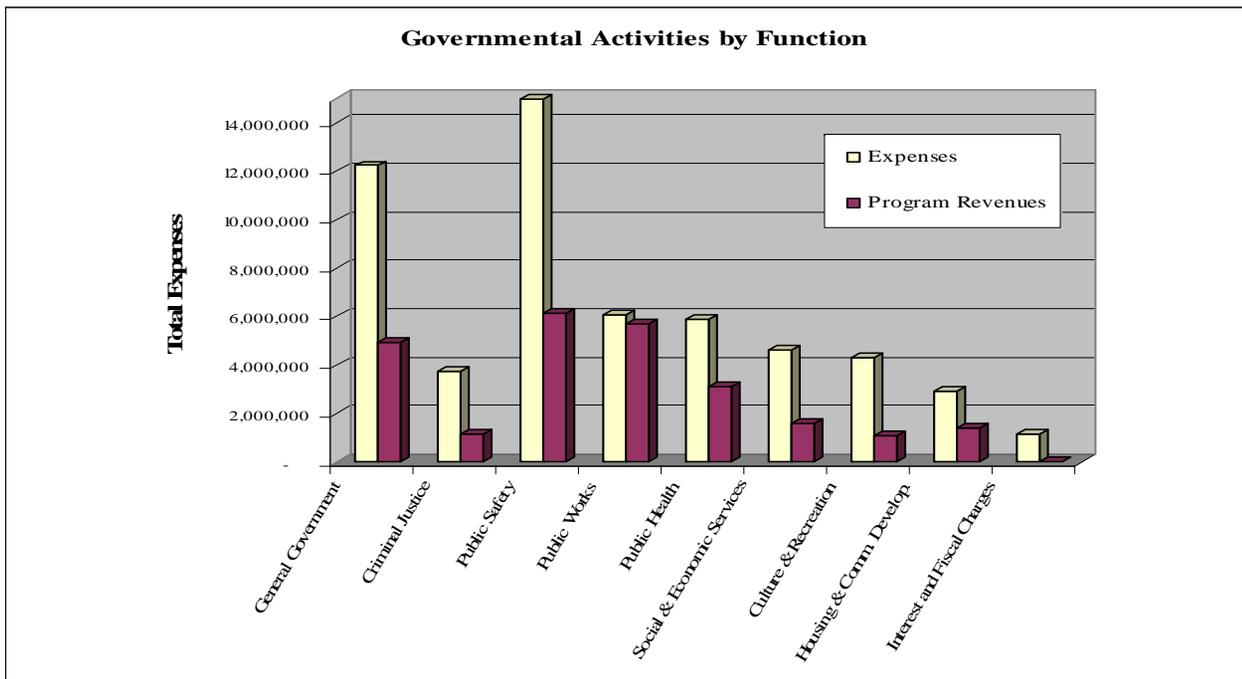
Housing & Community Development – this function includes the land use planning aspects of the Office of Planning and Grants, as well as specific grant programs, and the administration of federal and state community development dollars including the Open Space fund. These expenses comprised 4.9% of governmental activities in 2009. Total expenses decreased \$516,812 (or -15.0%) versus 2008 due to decreased activity in land planning and decreased grant projects in the planning fund.

Total governmental activities resulted in an increase in net assets totaling \$14.7 million. This increase over 2008 is primarily due to a \$6.5 million increase in capital assets, \$6.8 million less in program expenses and \$1.6 million in additional program revenues which include in Charges for Services, Operational Grants, Capital Grants and Contributions.

The following chart shows all of the government activities by type as a percentage of total expenditures:



The following graph shows total expenses and program revenue by function. Total general revenues (primarily property taxes) required for each function can be inferred by the difference between total expenses and program revenue:



Business-Type Activities

Total net assets related to business-type activities increased \$279,647 by compared to an increase of \$114,723 in 2008. This was due to an increase in charges for services for both the Larchmont Golf Course and the Rural Special Improvement Districts.

Fund Level Financial Analysis

Governmental Funds

For the fiscal year ended June 30, 2009, the County's governmental funds reported combined fund balance totaling 34,101,394 compared with \$29,984,112 in 2008. Approximately \$26.6 million of this amount constitutes unreserved fund balance, which is available to spend for current needs. The remaining balance is reserved for inventory, advances, capital and debt service commitments. The governmental funds had a combined increase in fund balances totaling \$4,117,282 for 2009.

The General fund is the chief operating fund of the County. For fiscal year 2009, total fund balance increased \$359,302 to \$2,577,538, all of which was unreserved. As a measure of the General fund's total liquidity, it may be useful to compare total unreserved fund balances to total General fund expenditures. Total General Fund balances represent 18.4% of total expenditures compared to 16.3% in 2008. The 2009 budget was designed to spend down excess cash reserves by approximately \$571,955. However, the Payment in Lieu of Taxes made to the County for Forest lands increased by \$722,659 due to Congress authorizing the full allocations through 2012.

The Public Safety fund accounts for the operation of the Sheriff's Department, including law enforcement and the Missoula County Detention Facility. The Public Safety fund had a fund balance totaling \$2,932,166 at June 30, 2009 (\$2,953,145 at June 30, 2008). Unreserved fund balance represents (19.5% in 2009) of total expenditures. The fund balance decreased during the year by \$20,979, although the 2009 budget was designed to decrease the fund balance by \$591,887. Higher than anticipated revenues for services from County prisoner detention revenue combined with a decrease in supply and operational costs resulted in the smaller than expected decrease in the fund balance.

The RSID Debt Service fund is used to collect special assessments and make bond payments for the County's rural special improvement districts. Total fund balance was \$824,586 at June 30, 2009 (\$464,297 at June 30, 2008), all of which is considered reserved for debt service or advances. Fund balance represents 108% (10.0% in 2008) of total expenditures. Fund balances increased in this fund primarily due to construction projects being completed and funds moved into the RSID Debt Service Fund.

The Missoula Development Authority fund accounts for the activities of Missoula County Development Park, including the MCA Industrial Tax Increment District (which was created to develop an industrial park) and the Missoula County Technology Increment District (which was created to develop technology based Business Park). The Authority had a fund balance totaling \$5,686,613 on June 30, 2009 (\$4,640,276 June 30, 2008), \$4,958,035 of which was unreserved. Unreserved fund balance represents 473.8% (155.4%

in 2008) of total expenditures. Fund balances increased during the year by \$1,046,337 due to decreased transfers out, lower operational costs and capital outlay costs.

Missoula County Budget Highlights

Missoula County's budget is prepared on the basis of cash receipts, disbursements, encumbrances, and certain receivables. During the year, the Board of County Commissioners amends the budget in accordance with state law. For fiscal year 2009, budget amendments resulted in decreases in appropriations in the General fund budget by \$3,500. Significant budget variances in the General fund include:

- Non- Departmental General Fund property tax revenue was \$395,275 under budget due to lower than anticipated property tax revenues.
- Intergovernmental revenue was higher than expected due to an increase of \$722,502 in the "Payment in Lieu of Tax" money received for forest lands inside the County borders from the Federal Government.
- Personnel costs were \$173,914 over budget due to a combination of staff turnover and higher than expected overtime requirements in 911 Communications, Office of Emergency Services, Facilities Management, the Auditors Office and Financial Services.
- Investment earnings were \$304,618 lower than expected due to declining revenue from lower investment rates.
- Issuance of Debt was under budget in Central Stores by \$110,237 due to the delay in purchasing additional pool cars.
- The Clerk and Recorders office charges for service were \$164,102 less than anticipated due to decreased activity in property sales.
- Facilities Management charges for service were \$70,236 more than budgeted due to higher labor and maintenance costs at the detention center.

Capital Assets and Debt Administration

Capital Assets

Missoula County's capital assets consist of land, buildings and systems, improvements, infrastructure, equipment, and machinery. Infrastructure assets placed in service in 2005 and after are reported in capital assets. Capital assets have been restated to include the retro-active implementation of infrastructure capital assets per GASB No. 34. Missoula County's investment in capital assets (net of accumulated depreciation and outstanding debt) was \$57,432,157 at June 30, 2009 (\$52,347,586 at June 30, 2008) Capital asset activity is presented in Note 4 of the financial statements as well as on pages 121-123 of the supplementary information.

Significant activity in capital assets for 2009 includes:

- The completion of the Lolo Sewer District UV disinfection system for \$593,654.
- The completion of the Ellis Mountain Communications site for 911 Emergency Services portion of Public Safety in the amount of \$2,997,198.
- The Historical Museum purchased a Historical building at Fort Missoula known as the T-1 building for \$430,000.
- The completion of the Kona Bridge Fishing access at a cost of \$104,339.
- A variety of road and paving projects in the amount of \$699,233.
- A net increase of \$3,901,630 in Construction in Progress by the Public Works Department ranging from the Milltown Dam project with an additional \$1,855,853 to the Grant Creek Flood Mitigation project with an additional \$2,964,062 in expenses.

Long-Term Debt

Long-Term Liabilities for Missoula County totaled \$36,634,629 at June 30, 2009 (\$34,985,767 at June 30, 2008). Total debt increased \$3,520,281 which is comprised of new Limited Obligation bonds totaling \$2,000,000, new Special Assessment Bonds totaling \$142,000 and Contracts Payable in the amount of \$1,378,281. Liability for compensated absences decreased \$3,733 to a total of \$3,261,957 in compensated absences. Principal payments on outstanding debt were made in the amount of \$2,607,107. Additional information regarding long-term debt can be found in Note 5 to the financial statements.

The following table shows outstanding debt by type:

Total Long-term Debt	
General Obligation Bonds and Loans	\$ 14,512,000
Limited Obligation Bonds and Loans	4,255,000
Tax Increment Bonds	5,300,000
Special Assessment Bonds and Loans	6,930,020
Notes and Contracts Payable	1,789,602
Compensated Absence Liability	3,848,007
	\$ 36,634,629

Economic Factors and the Fiscal Year 2009 and 2010 Budgets

Missoula County has suffered a decline in its labor income from the Wood and Paper as well as the Retail Trade sectors during 2009. Although Missoula County continues as the major trade and service center in western Montana and second largest in the state after Billings. Trade center/service activities constitute 31% of the labor income in basic industries, followed by the University of Montana and other state government (19%), federal government (14%), wood and paper products (12%), transportation (11%), and nonresident travel and other basic (14%). Of the trade center activities, 42% is from medical services, 23% is from retail/wholesale trade, and 35% is from other trade center services.

According to statistics and information provided by the University of Montana Bureau of Business and Economic Research, Missoula was the first community to feel the impact of the recession and it is likely to last longer in Missoula than elsewhere. The news that Smurfit Stone will close its mill on December 31, 2009 was just the latest shock to the Missoula economy. The first bit of bad news was the shut down of the Stimson plywood plant in 2007 and the sawmill in 2008 combined with other events led to a decline in Non-Farm Labor Income in 2009 of a negative 3%. The negative growth is expected to get better in 2010 slowing to a negative .7%. The three straight years of no growth or declines (2008 to 2010) is Missoula's worst economic performance since the early 1980s. With the opening of chain stores and other establishments in nearby communities retail growth is no longer a significant contributor to Missoula's economic growth. Even health care and professional services are not growing at their historical rates. Wood products jobs will be slow to return and competition with other communities is uncertain. Missoula's economy is expected to grow at an average of 2.8% from 2011 through 2013, well below 2 to 5 percent experienced between 2002 and 2007.

The Board of County Commissioners budget priorities include the continued maintenance of strong cash reserves and budgeting at sustainable levels. The 2010 budget had no tax increases with Elected Officials and Department heads receiving no pay increases. The General Fund budget departments were asked to take 3% out of their operating budget while absorbing a 10% hike in health benefits. The funding of major capital projects, notably the construction of a new public safety building and creating room for an over crowded Courthouse and Courthouse Annex Building will require some creative thinking since the voters declined to approve a ballot measure for a new public safety building. The County maintained its strong financial position in 2009. According to the 2010 Missoula County Budget document, General Fund equity was \$2,303,873 (budget basis), \$2,577,538 (audited) at June 30, 2009 compared to \$2,218,236 (audited) at the end of fiscal year 2008. The budgeted ending General Fund equity for 2010 is \$2,042,284. For fiscal year 2010, the Commissioners have reestablished a General Fund reserve of 12% of total revenues. Special Revenue Fund reserve parameters remain at 5% of total revenues, except Public Safety (8%) and the Community Based Organization funds (3%). Other significant items in the 2009 budget include:

Partnership Health Center – In 2009 with the continued success of the Partnership Health Center, the County Commissioners decided to help the PHC expand into a new building to accommodate their increased patient workload. The County issued \$2 million dollars in Limited Obligation Bonds and provided a \$728,578 cash advance to be paid back by the PHC, the Health Department also provided a \$450,000 cash advance and the PHC utilized some cash reserves to complete the acquisition of the old Creamery building.

Building Codes Division – 2009 was the third full year of operations for the County’s Building Codes Program. With the slow down in the Missoula County housing market the 2010 budget was downsized to eliminate some positions and program costs as fees associated with new construction continue to decline.

Public Safety – The Sheriff’s department and the 911 emergency operations center has outgrown their current space within the County Courthouse. On the 2009 election ballot Missoula County put a bond measure in front of the voters of the County of Missoula. The measure failed by a narrow margin but the need still exists. In response to the voters, County staff is committed to thinking outside the box to meet the challenge of increasing space needs with limited financial resources.

The following table shows taxable value and mill levy information for property Countywide and outside the City limits:

	<i>Countywide</i>		<i>Rural-only</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
<i>Taxable Value</i>	\$190,855,285	\$189,152,539	\$88,203,230	\$88,033,522
<i>Value of Newly Taxable Property</i>	8,619,724	3,041,667	3,568,984	1,782,112
<i>Value of One Mill</i>	190,855	189,153	88,203	86,144
<i>Property Tax Revenues</i>	26,831,582	26,552,977	3,157,225	3,119,369
<i>Number of Mills Levied</i>	140.6	140.4	35.8	36.2

The following table shows the changes in tax revenue and mills for 2010:

	County-wide	Mills	Rural-only	Mills
Total Property Taxes Assessed – Prior Year	\$ 26,552,977	140.4	\$3,119,369	36.2
Current Year Taxes Attributable to Floating Mill*	451,939	(2.37)	32,902	(.37)
Current Year Property Taxes Attributable To Newly Taxable Property**	163,780	(0.86)	14,276	(0.16)
			-	-
New Levy Authority:				
Debt Service Adjustments	47,714	(0.46)	-	-
Voter Approved Initiatives				
Substance Abuse Levy	368,920	1.93		
Open Space Levy	313,975	1.66		
Total Property Taxes Assessed – Current Year	\$26,831,582	140.6	\$3,157,225	35.8

* The “Floating Mill” represents changes in tax revenue attributable to the inflation factor provided in MCA 15-10-420 and the change in certain personal property reimbursements.

** Newly Taxable Property represents changes in property within the County provided by the Montana Department of Revenue. Generally an increase to the tax base and not to the mills levied.

*** MCA 15-10-420 limits local governments’ ability to increase mill levies beyond the prior year’s dollars levied (with certain exceptions). Therefore any change in taxable value that is not from newly taxable property, such as with reappraisal, has the effect of increasing or decreasing mills in order to raise the same amount of dollars.

Contacting Missoula County

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the County’s finances and to show the County’s accountability for the money it receives. If you have any questions about this report or need additional information, contact Andrew V. Czorny, Chief Financial Officer, Missoula County, 200 W. Broadway, Missoula, Montana 59802; aczorny@co.mssoula.mt.us (406) 721-5700. Additionally, Missoula County’s budget reports and CAFRs are available on-line at www.co.missoula.mt.us.

MISSOULA COUNTY, MONTANA
Statement of Net Assets
June 30, 2009
(Page 1 of 2)

	<u>Primary Government</u>			<u>Component Units</u>	
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Missoula Aging Services</u>	<u>Partnership Health Center</u>
Assets					
Cash & Cash Equivalents	\$ 2,292,085	\$ 87,079	\$ 2,379,164	\$ 1,158,605	\$ 50,672
Cash with Fiscal Agents	2,507,106	-	2,507,106	-	163,908
Investments	35,207,505	1,342,522	36,550,027	211,974	1,010,621
Property Taxes Receivable, net	3,041,315	-	3,041,315	-	-
RSID Receivable-Delinquent	109,480	60,665	170,145	-	-
RSID Receivable-Deferred	8,216,836	-	8,216,836	-	-
Accounts Receivable, net	3,895,438	100,000	3,995,438	267,142	278,146
Interest Receivable, net	44,810	-	44,810	-	-
Contributions Receivable	228,747	-	228,747	-	-
Grants Receivable	-	-	-	-	373,303
Loans & Notes Receivable (net)	2,315,611	-	2,315,611	-	-
Advances to (from) Other Funds	(84,419)	84,419	-	-	-
Advances to Component Units	3,483,636	-	3,483,636	-	-
Due from Agency Funds	253,172	-	253,172	-	-
Prepaid Costs	120,279	-	120,279	-	8,399
Inventory	668,783	21,516	690,299	-	140,106
Debt Issuance Costs	616,465	-	616,465	-	-
Capital Assets - non-depreciable	18,274,538	1,049,213	19,323,751	132,000	-
Capital Assets - depreciable, net	<u>57,432,157</u>	<u>1,552,230</u>	<u>58,984,387</u>	<u>1,565,132</u>	<u>5,335,080</u>
 Total Assets	 \$ <u>138,623,544</u>	 \$ <u>4,297,644</u>	 \$ <u>142,921,188</u>	 \$ <u>3,334,853</u>	 \$ <u>7,360,235</u>

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

MISSOULA COUNTY, MONTANA
Statement of Net Assets (Continued)
June 30, 2009
(Page 2 of 2)

	<u>Primary Government</u>			<u>Component Units</u>	
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Missoula Aging Services</u>	<u>Partnership Health Center</u>
Liabilities					
Accounts & Warrants Payable	\$ 1,258,217	\$ 40,700	\$ 1,298,917	\$ 105,485	\$ 170,854
Accrued Interest Payable	632,169	-	632,169	2,620	47,462
Accrued Payroll	1,677,587	73,565	1,751,152	-	135,631
Advance from Primary Governments - Current Portion	-	-	-	-	260,000
Advance from Primary Governments, net of Current Portion	-	-	-	-	3,223,636
Deferred Tax Revenue	8,668,329	-	8,668,329	-	-
Funds Held in Trust	-	-	-	2,451	-
Liability for Sick & Vacation - Current Portion	2,813,105	-	2,813,105	77,993	180,419
Liability for Sick & Vacation, net of Current Portion	1,034,902	-	1,034,902	-	-
Liability for Claims - Current Portion	939,315	-	939,315	-	-
Liability for Claims, net of Current Portion	2,864,083	-	2,864,083	-	-
Long-term Liabilities:					
Special Assessment with Government Commitment-					
Due within One Year	533,020	-	533,020	-	-
Due in more than One Year	6,397,000	-	6,397,000	588,249	-
Other-Due within One Year	2,070,117	-	2,070,117	-	10,303
Other-Due in more than One Year	23,786,486	-	23,786,486	46,958	32,044
Total Liabilities	<u>52,674,330</u>	<u>114,265</u>	<u>52,788,595</u>	<u>823,756</u>	<u>4,060,349</u>
Net Assets					
Invested in Capital Assets, net of Related Debt	47,859,926	2,601,442	50,461,368	1,061,925	1,814,155
Restricted for Debt Service	1,275,007	-	1,275,007	-	-
Restricted for Aging Programs	-	-	-	273,823	-
Restricted for Health Programs	-	-	-	-	41,271
Unrestricted	<u>36,814,281</u>	<u>1,581,937</u>	<u>38,396,218</u>	<u>1,175,349</u>	<u>1,444,460</u>
Total Net Assets	<u>\$ 85,949,214</u>	<u>\$ 4,183,379</u>	<u>\$ 90,132,593</u>	<u>\$ 2,511,097</u>	<u>\$ 3,299,886</u>

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

MISSOULA COUNTY, MONTANA
Statement of Activities
For Fiscal Year Ended June 30, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets				
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units	
					Governmental Activities	Business-Type Activities	Total	Missoula Aging Services	Partnership Health Center
Primary Government:									
Governmental Activities:									
General Government	\$ 12,236,110	\$ 4,405,714	\$ 472,868	\$ 71,995	\$ (7,285,533)	\$ -	\$ (7,285,533)	\$ -	\$ -
Criminal Justice	3,758,712	910,461	258,286	-	(2,589,965)	-	(2,589,965)	-	-
Public Safety	18,135,508	5,218,345	860,089	77,319	(11,979,755)	-	(11,979,755)	-	-
Public Works	6,065,827	1,747,766	565,556	3,377,760	(374,745)	-	(374,745)	-	-
Public Health	5,860,795	1,532,922	1,589,766	-	(2,738,107)	-	(2,738,107)	-	-
Social & Economic Services	4,615,766	-	1,597,100	19,862	(2,998,804)	-	(2,998,804)	-	-
Culture & Recreation	4,333,841	981,832	95,975	-	(3,256,034)	-	(3,256,034)	-	-
Housing & Community Development	2,918,937	195,356	1,187,068	-	(1,536,513)	-	(1,536,513)	-	-
Interest and Fiscal Charges	1,145,352	-	-	-	(1,145,352)	-	(1,145,352)	-	-
Total Governmental Activities	<u>59,070,848</u>	<u>14,992,396</u>	<u>6,626,708</u>	<u>3,546,936</u>	<u>(33,904,808)</u>	<u>-</u>	<u>(33,904,808)</u>	<u>-</u>	<u>-</u>
Business-type Activities:									
Larchmont Golf Course	847,389	1,012,132	-	-	-	164,743	164,743	-	-
Rural Special Improvement Districts	735,247	823,465	-	-	-	88,218	88,218	-	-
Total Business-type Activities	<u>1,582,636</u>	<u>1,835,597</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>252,961</u>	<u>252,961</u>	<u>-</u>	<u>-</u>
Total Primary Government+A16	\$ <u>60,653,484</u>	\$ <u>16,827,993</u>	\$ <u>6,626,708</u>	\$ <u>3,546,936</u>	<u>(33,904,808)</u>	<u>252,961</u>	<u>(33,651,847)</u>	<u>-</u>	<u>-</u>
Component units:									
Missoula Aging Services	\$ 2,968,263	\$ 194,146	\$ 2,893,828	\$ -				119,711	-
Partnership Health Center	5,421,483	3,442,534	2,505,885	-				-	526,936
Total component units	\$ <u>8,389,746</u>	\$ <u>3,636,680</u>	\$ <u>5,399,713</u>	\$ <u>-</u>				<u>119,711</u>	<u>526,936</u>
General revenues:									
Property Taxes					34,622,390	-	34,622,390	-	-
Intergovernmental Revenue - Unrestricted					5,857,686	100,000	5,957,686	-	-
Investment Earnings					816,387	35,691	852,078	26,055	-
Sale of Capital Asset:					(28,243)	10,430	(17,813)	-	-
Miscellaneous Revenues					2,832,296	5,587	2,837,883	-	154,779
Transfers					<u>164,386</u>	<u>(164,386)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total General Revenues & Transfers					<u>44,264,902</u>	<u>(12,678)</u>	<u>44,252,224</u>	<u>26,055</u>	<u>154,779</u>
Change in Net Assets					10,360,094	240,283	10,600,377	145,766	681,715
Net Assets - Beginning of Year					71,504,625	\$ 3,903,732	\$ 75,408,357	\$ 2,365,331	\$ 2,618,171
Prior Period Adjustments					4,084,495	39,364	4,123,859	-	-
Net Assets - Beginning of Year as Restated					<u>75,589,120</u>	<u>3,943,096</u>	<u>79,532,216</u>	<u>2,365,331</u>	<u>2,618,171</u>
Net Assets - End of Year					\$ <u>85,949,214</u>	\$ <u>4,183,379</u>	\$ <u>90,132,593</u>	\$ <u>2,511,097</u>	\$ <u>3,299,886</u>

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

MISSOULA COUNTY, MONTANA
Balance Sheet
Governmental Funds
June 30, 2009
(Page 1 of 2)

	<u>General</u>	<u>Public Safety</u>	<u>RSID Debt Service</u>	<u>Missoula Development Authority</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets						
Cash & Cash Equivalents	\$ 131,329	\$ 131,385	\$ 3,223	\$ 158,649	\$ 891,971	\$ 1,316,557
Cash with Fiscal Agents	-	-	390,325	502,066	1,614,715	2,507,106
Investments	2,619,263	2,620,377	64,282	3,164,138	17,789,761	26,257,821
Property Taxes Receivable (net)	728,334	741,836	-	82,524	1,440,267	2,992,961
RSID Receivable:						
Delinquent	-	-	109,480	-	-	109,480
Deferred	-	-	8,216,836	-	-	8,216,836
Accounts Receivable	377,173	673,034	6,031	1,269,116	1,477,508	3,802,862
Loans & Notes Receivable (net)	40,754	77,766	138,713	649,612	1,408,766	2,315,611
Advances to Other Funds	466	162,313	500,000	-	1,316,783	1,979,562
Advances to Component Units	-	-	-	728,578	2,755,058	3,483,636
Prepaid Costs	-	-	-	-	45,088	45,088
Inventory	-	-	-	-	668,783	668,783
Total Assets	<u>\$ 3,897,319</u>	<u>\$ 4,406,711</u>	<u>\$ 9,428,890</u>	<u>\$ 6,554,683</u>	<u>\$ 29,408,700</u>	<u>\$ 53,696,303</u>
Liabilities						
Accounts & Warrants Payable	\$ 84,679	\$ 175,538	\$ -	\$ 46,567	\$ 804,767	\$ 1,111,551
Accrued Interest Payable	-	-	139,275	84,700	408,194	632,169
Accrued Payroll	466,014	479,405	-	4,667	711,478	1,661,564
Advances from Other Funds	-	-	-	-	2,130,204	2,130,204
Deferred Tax Revenue	728,334	741,836	8,326,316	82,524	1,440,267	11,319,277
Unearned Revenue	40,754	77,766	138,713	649,612	1,833,299	2,740,144
Total Liabilities	<u>1,319,781</u>	<u>1,474,545</u>	<u>8,604,304</u>	<u>868,070</u>	<u>7,328,209</u>	<u>19,594,909</u>

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

MISSOULA COUNTY, MONTANA
Balance Sheet (Continued)
Governmental Funds
June 30, 2009
(Page 2 of 2)

	<u>General</u>	<u>Public Safety</u>	<u>RSID Debt Service</u>	<u>Missoula Development Authority</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund Balance						
Reserved for Inventory	-	-	-	-	668,783	668,783
Reserved for Advances	-	162,313	500,000	728,578	4,071,841	5,462,732
Reserved for Debt Service	-	-	324,586	-	1,231,315	1,555,901
Unreserved, reported in:						
General Fund	2,577,538	-	-	-	-	2,577,538
Special Revenue Funds	-	2,769,853	-	4,958,035	15,048,132	22,776,020
Capital Projects Funds	-	-	-	-	1,341,314	1,341,314
Total Fund Balance	<u>2,577,538</u>	<u>2,932,166</u>	<u>824,586</u>	<u>5,686,613</u>	<u>22,080,491</u>	<u>34,101,394</u>
Total Liabilities and Fund Balance	<u>\$ 3,897,319</u>	<u>\$ 4,406,711</u>	<u>\$ 9,428,890</u>	<u>\$ 6,554,683</u>	<u>\$ 29,408,700</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	75,505,627
Debt issuance costs used in governmental activities are not financial resources and, therefore, are not reported in the funds.	616,465
Notes receivable are not available to pay for current-period expenditures and, therefore, are, deferred in the funds.	2,315,611
Taxes receivable are not recorded as revenue until they are received and, therefore, are, deferred in the funds.	2,992,961
Delinquent RSID receivable are not recorded as revenue until they are received and, therefore, are, deferred in the funds.	109,480
Internal Service Funds are used by management to charge the costs of self-insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	6,942,305
The liability for compensated absences are not due and payable in the current period and therefore are not reported in the funds.	(3,848,007)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(32,786,622)</u>
Net assets of governmental activities	<u>\$ 85,949,214</u>

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

MISSOULA COUNTY, MONTANA
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For Fiscal Year Ended June 30, 2009

	<u>General</u>	<u>Public Safety</u>	<u>RSID Debt Service</u>	<u>Missoula Development Authority</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:						
Property Taxes	\$ 8,945,024	\$ 9,096,449	\$ 906,590	\$ 1,069,019	\$ 16,045,356	\$ 36,062,438
Licenses & Permits	84,029	19,691	-	-	714,004	817,724
Intergovernmental Revenue	3,014,200	816,057	-	1,250,000	12,990,536	18,070,793
Charges for Services	2,299,428	4,406,319	-	-	3,409,129	10,114,876
Fines & Forfeits	731,846	31,798	-	-	213,190	976,834
Investment Earnings	252,416	13,750	-	77,348	211,782	555,296
Private & Local Grants	-	-	-	-	114,916	114,916
Miscellaneous Revenue	65,712	164,503	-	769,386	1,392,390	2,391,991
Total Revenues	<u>15,392,655</u>	<u>14,548,567</u>	<u>906,590</u>	<u>3,165,753</u>	<u>35,091,303</u>	<u>69,104,868</u>
Expenditures:						
Current Operations:						
General Government	7,809,397	-	-	-	295,754	8,105,151
Criminal Justice	2,770,762	-	-	-	1,048,643	3,819,405
Public Safety	2,172,807	14,502,087	-	-	1,752,735	18,427,629
Public Works	580,040	-	27,510	929,215	6,460,614	7,997,379
Public Health	-	-	-	-	5,769,984	5,769,984
Social & Economic Services	-	-	-	-	4,544,542	4,544,542
Culture & Recreation	-	-	-	-	3,701,593	3,701,593
Housing & Community Development	-	-	-	-	2,928,408	2,928,408
Capital Outlay	616,113	563,893	-	404,238	8,288,499	9,872,743
Debt Service:						
Principal	32,025	-	455,980	719,695	1,399,406	2,607,106
Interest and Fiscal Charges	2,924	-	282,118	67,763	847,047	1,199,852
Total Expenditures	<u>13,984,068</u>	<u>15,065,980</u>	<u>765,608</u>	<u>2,120,911</u>	<u>37,037,225</u>	<u>68,973,792</u>
Excess (deficiency) of Revenue over (under) Expenditures	<u>1,408,587</u>	<u>(517,413)</u>	<u>140,982</u>	<u>1,044,842</u>	<u>(1,945,922)</u>	<u>131,076</u>
Other Financing Sources (uses):						
Transfer In	394,375	827,215	17,683	310,209	3,972,461	5,521,943
Transfer Out	(1,568,221)	(330,781)	(14,966)	(308,714)	(3,211,906)	(5,434,588)
Issuance of Debt	112,749	-	-	-	3,407,532	3,520,281
Sale of Capital Assets	11,812	-	-	-	170,024	181,836
Total other financing sources and uses	<u>(1,049,285)</u>	<u>496,434</u>	<u>2,717</u>	<u>1,495</u>	<u>4,338,111</u>	<u>3,789,472</u>
Net Change in Fund Balances	359,302	(20,979)	143,699	1,046,337	2,392,189	3,920,548
Fund Balances - Beginning of Year Previously Reported	2,218,236	2,953,145	464,297	4,640,276	19,708,158	29,984,112
Fund Balances - Beginning of Year as restated	<u>2,218,236</u>	<u>2,953,145</u>	<u>464,297</u>	<u>4,640,276</u>	<u>19,708,158</u>	<u>29,984,112</u>
Change in Inventory Reserves	-	-	-	-	196,734	196,734
Fund Reclassifications	-	-	216,590	-	(216,590)	-
Fund Balances - End of Year	<u>\$ 2,577,538</u>	<u>\$ 2,932,166</u>	<u>\$ 824,586</u>	<u>\$ 5,686,613</u>	<u>\$ 22,080,491</u>	<u>\$ 34,101,394</u>

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

MISSOULA COUNTY, MONTANA
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For Fiscal Year Ended June 30, 2009

Amounts reported for governmental activities in the statement of activities (page 21) are different because:

Net change in fund balances - total governmental funds (page 24)	\$ 3,920,548
Governmental funds report capital outlays as expenditures and proceeds from sales as revenues. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense and gain or loss is reported upon sale or disposal.	
Expenditures for capital assets	12,163,208
Current year depreciation	(3,032,240)
Gain or loss on disposal of capital assets	(210,079)
	<u>8,920,889</u>
Property taxes and special assessment revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,041,557)
The receipt of accounts receivable provides the current financial resources in the governmental funds, while payments received on notes receivable provide current financial resources. funds, however, has no effect on net assets.	(1,250,000)
The issuance of notes receivable consumes the current financial resources of governmental funds, while payments received on notes receivable provide current financial resources. Neither transaction, however, has any effect on net assets.	365,558
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.	
Issuance of debt	(3,520,281)
Principal payments on long-term debt	2,607,106
Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.	(3,411)
The increase in expenses due to the increase in the liability for compensated absences reported in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.	(149,638)
The decrease in expenses due to the increase in inventory reported in the statement of activities do not provide current financial resources and, therefore, are not reported in the governmental funds.	196,734
The net revenue of certain activities of internal service funds is reported with governmental activities.	<u>314,146</u>
Change in net assets of governmental activities (page 21)	\$ <u><u>10,360,094</u></u>

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

MISSOULA COUNTY, MONTANA
Balance Sheet
Proprietary Funds
June 30, 2009

	Business-Type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund	Total	
	Larchmont Golf Course	RSID Funds		
Assets				
<i>Current Assets:</i>				
Cash & Cash Equivalents	\$ 76,508	\$ 10,571	\$ 87,079	\$ 975,528
Investments	1,131,698	210,824	1,342,522	8,949,684
Taxes Receivable, net	-	-	-	48,354
RSID Receivable-Delinquent	-	60,665	60,665	-
Accounts Receivable (net)	-	100,000	100,000	80,817
Interest Receivable	-	-	-	44,810
Prescription Rebate Receivable	-	-	-	11,759
Contributions Receivable	-	-	-	228,747
Advances to Other Funds	-	84,419	84,419	66,223
Due from Agency Fund	-	-	-	253,172
Prepaid Costs	-	-	-	75,191
Inventory	21,516	-	21,516	-
Total Current Assets	<u>1,229,722</u>	<u>466,479</u>	<u>1,696,201</u>	<u>10,734,285</u>
<i>Noncurrent Assets:</i>				
Capital Assets, net	1,676,778	924,665	2,601,443	201,067
Total Assets	<u>\$ 2,906,500</u>	<u>\$ 1,391,144</u>	<u>\$ 4,297,644</u>	<u>\$ 10,935,352</u>
Liabilities				
<i>Current Liabilities:</i>				
Accounts & Warrants Payable	\$ 29,608	\$ 11,092	\$ 40,700	\$ 146,666
Accrued Payroll	64,229	9,336	73,565	16,023
Contributions Paid in Advance	-	-	-	26,960
Liability for Claims, Current Portion	-	-	-	939,315
Total Current Liabilities	<u>93,837</u>	<u>20,428</u>	<u>114,265</u>	<u>1,128,964</u>
<i>Noncurrent Liabilities:</i>				
Liability for Claims, net of Current Portion	-	-	-	2,864,083
Total Liabilities	<u>93,837</u>	<u>20,428</u>	<u>114,265</u>	<u>3,993,047</u>
Net Assets				
Invested in Capital Assets	1,676,778	924,665	2,601,443	201,067
Unrestricted	1,135,885	446,051	1,581,936	6,741,238
Total Net Assets	<u>2,812,663</u>	<u>1,370,716</u>	<u>4,183,379</u>	<u>6,942,305</u>
Total Liabilities and Net Assets	<u>\$ 2,906,500</u>	<u>\$ 1,391,144</u>	<u>\$ 4,297,644</u>	<u>\$ 10,935,352</u>

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

MISSOULA COUNTY, MONTANA
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For Fiscal Year Ended June 30, 2009

	<u>Business-Type Activities-Enterprise Funds</u>			Governmental Activities- Internal Service Funds
	<u>Major Fund</u>	<u>Nonmajor Fund</u>	<u>Total</u>	
	Larchmont Golf Course	RSID Funds		
Operating Revenues:				
Special Assessments	\$ -	\$ 823,465	\$ 823,465	\$ -
Charges for Services	1,012,132	-	1,012,132	8,391,386
Total Operating Revenues	<u>1,012,132</u>	<u>823,465</u>	<u>1,835,597</u>	<u>8,391,386</u>
Operating Expenses:				
Personnel	432,235	186,279	618,514	138,081
Operations	268,398	474,818	743,216	582,424
Claims	-	-	-	7,145,382
Reinsurance Premiums	-	-	-	557,387
Administrative	-	-	-	648,594
Depreciation and Amortization	146,756	74,150	220,906	12,706
Total Operating Expenses	<u>847,389</u>	<u>735,247</u>	<u>1,582,636</u>	<u>9,084,574</u>
Operating Income	<u>164,743</u>	<u>88,218</u>	<u>252,961</u>	<u>(693,188)</u>
Non-operating Revenues (Expenses):				
Property Taxes	-	-	-	545,176
Investment Earnings	32,340	3,421	35,761	261,090
Gain (Loss) on Sale of Asset	10,430	-	10,430	-
Other Income (Expenses)	-	5,517	5,517	34,562
Rebates	-	-	-	40,186
Intergovernmental Revenues	-	100,000	100,000	49,289
Total Non-operating Revenues (Expenses)	<u>42,770</u>	<u>108,938</u>	<u>151,708</u>	<u>930,303</u>
Net Income before Transfers	207,513	197,156	404,669	237,115
Transfers In	-	-	-	167,031
Transfers Out	(123,044)	(41,342)	(164,386)	(90,000)
Change in Net Assets	<u>84,469</u>	<u>155,814</u>	<u>240,283</u>	<u>314,146</u>
Total Net Assets - Beginning of Year	2,688,830	1,214,902	3,903,732	6,628,159
Prior Period Adjustment	39,364	-	39,364	-
Total Net Assets - Beginning of Year, Restated	<u>2,728,194</u>	<u>1,214,902</u>	<u>3,943,096</u>	<u>6,628,159</u>
Total Net Assets - End of Year	<u>\$ 2,812,663</u>	<u>\$ 1,370,716</u>	<u>\$ 4,183,379</u>	<u>\$ 6,942,305</u>

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

MISSOULA COUNTY, MONTANA
Statement of Cash Flows
Proprietary Funds
For Fiscal Year Ended June 30, 2009
(Page 1 of 2)

	Business-Type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund	Total	
	Larchmont Golf Course	RSID Funds		
Cash flows from operating activities:				
Cash receipts for charges for services	\$ 1,052,238	\$ 804,576	\$ 1,856,814	\$ 8,347,116
Cash payments to employees for services	(445,416)	(186,179)	(631,595)	(472,421)
Cash payments for reinsurance premiums	-	-	-	(554,047)
Cash payments for administrative expenses	-	-	-	(289,613)
Cash payments for claims expenses	-	-	-	(7,924,611)
Cash payments to other suppliers for goods and services	(273,458)	(499,721)	(773,179)	(163,336)
Net cash provided by (used in) operating activities	<u>333,364</u>	<u>118,676</u>	<u>452,040</u>	<u>(1,056,912)</u>
Cash flows from non-capital financing activities:				
Property taxes collected	-	-	-	564,221
Rebates	-	-	-	35,210
Advances to other funds	-	(84,419)	(84,419)	(164,430)
Transfer in	-	-	-	92,031
Transfer out	(123,044)	(41,342)	(164,386)	(15,000)
Other sources	-	5,517	5,517	83,851
Net cash provided (used) by non-capital financing activities	<u>(123,044)</u>	<u>(120,244)</u>	<u>(243,288)</u>	<u>595,883</u>
Cash flows from capital and related financing activities:				
Proceeds from sale of capital assets	10,430	-	10,430	-
Acquisition of Capital Assets and construction in progress	(90,609)	(537,403)	(628,012)	-
Net cash used for capital and related financing activities	<u>(80,179)</u>	<u>(537,403)</u>	<u>(617,582)</u>	<u>-</u>
Cash flows from investing activities:				
Purchases of investment securities	(5,081,267)	(595,359)	(5,676,626)	(12,754,275)
Proceeds from sale of investment securities	4,587,918	854,681	5,442,599	10,953,853
Interest on investments	32,340	3,421	35,761	240,994
Net cash provided (used) by investing activities	<u>(461,009)</u>	<u>262,743</u>	<u>(198,266)</u>	<u>(1,559,428)</u>
Net increase (decrease) in cash and cash equivalents	(330,868)	(276,228)	(607,096)	(2,020,457)
Cash and cash equivalents at beginning of year	407,376	286,799	694,175	2,995,985
Cash and cash equivalents at end of year	<u>\$ 76,508</u>	<u>\$ 10,571</u>	<u>\$ 87,079</u>	<u>\$ 975,528</u>

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

MISSOULA COUNTY, MONTANA
Statement of Cash Flows (Continued)
Proprietary Funds
For Fiscal Year Ended June 30, 2009
(Page 2 of 2)

Reconciliation of Income from Operations to Cash Provided by Operations

	Business-Type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Major Fund	Nonmajor Fund		
	Larchmont Golf Course	RSID Funds	Total	
Income (loss) from operations	\$ 164,743	\$ 88,218	\$ 252,961	\$ (693,188)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization	146,756	74,150	220,906	12,706
Change in assets and liabilities:				
(Increase) decrease in receivables	39,927	(18,889)	21,038	(46,096)
(Increase) decrease in prepaid costs	-	-	-	(1,692)
(Increase) decreases in inventory	6,633	-	6,633	-
(Decrease) increase in payables	(11,514)	(24,903)	(36,417)	43,092
(Decrease) increase in accrued liabilities	(13,181)	100	(13,081)	(371,734)
Net cash provided by (used in) operating activities	\$ 333,364	\$ 118,676	\$ 452,040	\$ (1,056,912)

Supplemental Disclosure of Cash Flow Information

Noncash capital financing, non-capital financing and investing activities:

Internal service funds had \$26,532 of net investment income that was reinvested in trust portfolios for the year.

RSID funds had intergovernmental revenue and accounts receivable of \$100,000.

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

MISSOULA COUNTY, MONTANA
Statement of Fiduciary Net Assets
June 30, 2009

	<u>Agency Funds</u>	<u>Investment Trusts</u>
Assets		
Cash & Cash Equivalents	\$ 31,887	\$ 2,130,078
Cash with Fiscal Agents	1,505,819	-
Due from Other Agencies	282,999	-
Property Taxes Receivable, net	9,913,286	-
Other Assets	7,914	-
Investments, at Fair Value:		
Securities	209,870	11,984,474
Bonds	19,079	-
Repurchase Agreements	-	3,004,468
STIP	407,021	39,854,377
Total Investments	<u>635,970</u>	<u>54,843,319</u>
Total Assets	<u>12,377,875</u>	<u>56,973,397</u>
Liabilities		
Accounts Payable	668,934	-
Other Liabilities	289,836	-
Due to Other Agencies	<u>11,419,105</u>	<u>-</u>
Total Liabilities	<u>12,377,875</u>	<u>-</u>
Net Assets		
Funds Held in Trust for:		
Pool Participants	<u>-</u>	<u>56,973,397</u>
Total Net Assets	<u>\$ -</u>	<u>\$ 56,973,397</u>

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

MISSOULA COUNTY, MONTANA
Statement of Changes in Fiduciary Net Assets
For Fiscal Year Ended June 30, 2009

	Investment Trusts
Additions	
Interest Income	\$ 1,336,824
Net Investment Income	1,336,824
Participant Investments in Pool	301,398,203
Total Additions	302,735,027
 Deductions	
Distribution to Participants	(323,417,974)
Total Deductions	(323,417,974)
Change in Net Assets	(20,682,947)
 Net Assets Held in Trust for Pool Participants	
Net Assets - Beginning of Year	77,656,344
Net Assets - End of Year	\$ 56,973,397

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

MISSOULA COUNTY, MONTANA

Notes to Financial Statements

June 30, 2009

Note 1 - Summary of Significant Accounting Policies

The financial statements of Missoula County have been prepared in accordance with generally accepted accounting principles in the United States of America as set forth by standards established by the Governmental Accounting Standards Board (GASB). Consequently, these financial statements reflect the provisions of GASB Statement No. 34 Basic Financial Statements - and Management Discussion and Analysis - for State and Local Governments.

Description of Reporting Entity - Missoula County was incorporated under the Montana Constitution, Article XI, Local Government, Section 2 - Counties. The County operates under a three-member commission form of government and provides the following services authorized by its charter: criminal justice, public safety, public works, public health, social and economic services, culture and recreation, housing and community development, conservation of natural resources and general government services. As required by generally accepted accounting principles, the accompanying financial statements present Missoula County (the primary government) and its component units. The component units discussed in the following paragraphs are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Component Units

Blended Component Units - The following organizations are included in the accompanying financial statements as blended component units. The financial accountability for these entities lies with Missoula County, and the Board of County Commissioners can impose its will on these entities.

Missoula County Employee Benefits Plan

The Board of County Commissioners serves as the governing board for the Missoula County Employee Benefits Plan. The Plan is managed by the County's Risk Manager. The operations of the Plan are reported in a separate Internal Service Fund.

Missoula County Workers' Compensation Group Insurance Authority

The Board of County Commissioners serves as the governing board for the Missoula County Workers' Compensation Group Insurance Authority. The Plan is managed by the County's Risk Manager. The operations of the Plan are reported in a separate Internal Service Fund.

Larchmont Golf Course

The Board of County Commissioners serves as the governing board of Larchmont Golf Course. The course is managed by a seven-member advisory board who are appointed by the Board of County Commissioners of Missoula County. The operations of the golf course are reported in a separate Enterprise Fund.

Note 1 - Summary of Significant Accounting Policies (Continued)

Missoula Development Authority

The Missoula Development Authority is governed by a three-member board consisting of the Board of County Commissioners of Missoula County and was created to develop a business park. The Authority, which was formed in 1992, is financed by tax increment in two districts: The Missoula Airport Industrial District and the Missoula County Technology District, whereby property taxes attributable to increases in taxable valuation of the properties within the district are utilized for debt service and district operations. The Authority is accounted for as a Special Revenue Fund.

Discretely-Presented Component Units - The component units columns in the government-wide financial statements include the financial data of the County's other component units. These are reported in a separate column to emphasize that they are legally separate from the County.

Missoula Aging Services - The Missoula Aging Services is a nonprofit corporation whose purpose is the development and operation of programs for the benefit of senior citizens. The organization's board of directors is appointed by and serves at the will of the Board of County Commissioners of Missoula County. The organization prepares its separately issued financial statements on the basis of GASB Statement 34, using accounting principles applicable to enterprise funds. The complete financial statements for the Missoula Aging Services can be obtained from Missoula Aging Services, 337 Stephens, Missoula, MT 59801.

Community Health Center - The Partnership Health Center, Inc. (Community Health Center), is a nonprofit corporation organized for the purpose of providing health services to the medically underserved in the County. The organization's board is comprised of representatives of local health care providers and consumers and is not controlled by the County. However, under terms of an agreement between the Center and the County, the County has management control over all fiscal and personnel matters of the Center and is responsible for all liabilities arising from the Center's operations. The organization prepares its separately issued financial statements on the basis of GASB Statement 34, using accounting principles applicable to enterprise funds. Complete financial statements of the Partnership Health Center, Inc. can be obtained from the organization at 323 West Alder, Missoula, Montana 59802.

Related Organizations

Three organizations fall into the category of "related organizations" as defined by the Governmental Accounting Standards Board criteria. These are the Missoula County Airport Authority, Lolo Mosquito District, and the Seeley Lake Refuse District. For each of these entities the Missoula County Board of County Commissioners appoints the board of directors, but cannot impose their will on the organization, nor does the County derive any benefit or burden from these organizations.

Missoula County Airport Authority

The Missoula County Airport Authority is governed by a seven-member board and has complete responsibility for the operation of the Missoula International Airport.

Lolo Mosquito District

The Lolo Mosquito District is governed by a five-member board of directors appointed by the Missoula County Commissioners. It operates mosquito abatement programs in the community of Lolo.

Note 1 - Summary of Significant Accounting Policies (Continued)

Accounting Policies - The accounting policies of Missoula County conform to generally accepted accounting principles (GAAP) applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its enterprise funds provided they do not conflict with or contradict GASB pronouncements. The following is a summary of the more significant policies.

Basis of Presentation - The County's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements

The statement of net assets and the statement of activities report information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds, and the discretely presented component units. Certain interfund transactions (primarily transfers) are eliminated to avoid overstating revenues and expenses. The activities of internal service funds are reflected in governmental activities in the government-wide financial statements. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental and business-type activities. Direct expenses are those that are specifically associated with a service, program or department. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted for the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

Fund Financial Statements

During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal services funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting - The accounts of Missoula County are organized on the basis of separate accounting entities referred to as funds. Each fund's operations are accounted for with a separate set of self-balancing accounts consisting of its assets, liabilities, fund equity, revenues and expenditures/expenses. There are three categories of funds: governmental, proprietary and fiduciary.

Note 1 - Summary of Significant Accounting Policies (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, use, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major governmental funds:

General Fund

The General Fund accounts for all activities not accounted for by other funds of the County. The principal source of revenue for this fund is property taxes.

Public Safety Special Revenue Fund

The Public Safety Fund accounts for the Sheriff's Office, including law enforcement and the operations of the Missoula County Detention Facility. The primary sources of revenue for this fund are property taxes and prisoner board for inmates of other governmental entities.

RSID Debt Service Fund

The RSID Debt Service Fund accounts for the activities of rural special improvement districts for which construction has been completed and principal and interest payments are now required on construction bonds.

Missoula Development Authority

The Missoula Development Authority Fund accounts for the tax increment revenues from the MCA Industrial Tax Increment District and the Missoula County Technology District, which were created to develop a business park in the area of the interstate highway interchange near the airport.

Proprietary Funds

Proprietary funds are used to account for the County's ongoing organizations and activities which are similar to those often found in the private sector.

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County reports the following major enterprise fund:

Larchmont Golf Course

The Larchmont Golf Course Fund is used to account for the activities of the County's 18-hole public golf course.

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. These funds include the Risk Management, Health Insurance, Workers' Compensation, Telephone Services, and Excess Loss funds. Risk Management is financed principally through property taxes, while Health Insurance, Workers' Compensation, Telephone Services, and Excess Loss are financed primarily through charges to other funds and departments of the County or its employees.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fiduciary Funds

Fiduciary funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations or other governments. Investment trust funds are used to account for the portion of the County's investment pool that is held on behalf of legally separate entities that are not part of the County's financial reporting entity. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County uses agency funds to account for assets held for other agencies.

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. All assets and liabilities associated with the operations of the County are included in the Statement of Net Assets. Revenues are recognized when earned, and expenses are recognized when incurred.

Fund Financial Statements

All governmental funds are accounted for using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the fiscal period, except for tax receipts which are recorded as revenue when received. Intergovernmental grant revenue usually meets the availability criterion. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued; and (2) principal and interest on general long-term debt which is recognized when due.

Proprietary funds and all trust funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for Larchmont Golf Course, Telephone Services, self-insurance programs, and special assessments for RSID funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Revenues which do not meet this criteria are considered non-operating and reported as such. Property taxes associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period.

Fiduciary funds use the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus.

Budgets - As provided by state law, Missoula County follows these procedures to develop the budget information reflected in the financial statements:

- (1) Prior to the first Monday in July, a proposed operating budget is submitted to the County Commissioners for the fiscal year commencing July 1st. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) On or before the second Monday in August, the budget is legally enacted through an official resolution of adoption.

Note 1 - Summary of Significant Accounting Policies (Continued)

The County prepares its budget primarily on the cash basis. Revenues (except for property taxes) are budgeted in the year they are anticipated to be collected. Expenditures are budgeted in the year they are expected to be paid by warrant. The County includes in its budget encumbrances, which represent commitments to expend funds under current budget appropriations. All appropriations lapse at the end of a fiscal year except for amounts encumbered. The County includes in its budget the full amount of property taxes levied for the year. This approximates the cash basis because delinquencies of current year taxes are generally offset by collection of prior years' delinquencies.

Budgets cannot be increased except by:

- (a) a public emergency which could not have been reasonably foreseen at the time of adoption of the original budget;
- (b) debt service funds for obligations related to debt approved by the governing body;
- (c) trust funds for obligations authorized by trust covenants;
- (d) any funds for federal, state, local, or private grants and shared revenue accepted and approved by the governing body;
- (e) any funds for special assessments approved by the governing body;
- (f) the proceeds from the sale of land;
- (g) any funds for gifts or donations; and
- (h) money borrowed during the fiscal year.

Budget transfers may be made between and among the general classifications of salaries and wages, operations and maintenance, and capital outlay upon a resolution adopted by the governing body; however, no budget transfer can increase an individual salary. Expenditures may not legally exceed appropriations for an individual fund. The level of budgetary control, at which the governing body must approve over-expenditures or transfers of appropriations, is established by the three categories referenced above within an individual fund and within each department of the general fund.

Annual appropriated budgets are adopted for the general fund and most special revenue, debt service, capital projects and internal service funds. Formal budgetary policies are not employed for the Special Revenue and Debt Service funds listed below. Effective budgetary controls are alternatively achieved through Rural Special Improvement District (RSID) bond provisions, and grant contracts. No activity was budgeted for the following funds:

- Jail Project
- Open Space
- 9-1-1-Trust
- IACP School
- MCFPA Trust
- Judgment Levy
- HUD/CDBG
- Abandoned Vehicle
- 901 Sewer/Water
- Disaster
- LEPC Trust
- Art Museum
- RSID Debt Service
- RSID Projects
- Jail Commissary
- Miller Creek Trust
- Other Special Revenue
- Fair Ice Rink
- Friends of Historical Museum
- Subdivision Improvement Bonds
- Historical Museum Gift Shop
- Friends of the Library
- Transportation Mitigation Trust

Individual fund budgetary amounts equal appropriation amounts. Unencumbered appropriations lapse at the end of the year. The amounts reported as the original budget amounts represent the original adopted budget. The amounts reported as final budget amounts represent the final budget, including all amendments and modifications. Supplemental appropriations were generally made for unanticipated state and federal grants awarded during the year.

Property Taxes - Property tax levies are set on or before the second Monday in August, in connection with the budget process. Real property (and certain attached personal property) taxes are billed within ten days after the third Monday in October and are due in equal amounts on November 30 and the following May 31. After those dates, they become delinquent (and a lien upon the property). After three years the County exercises the lien and takes title to the property. Properties taken on tax deeds are recorded in taxes receivable at the outstanding delinquent amount.

Note 1 - Summary of Significant Accounting Policies (Continued)

Special assessments are either billed in one installment due November 30 or two equal installments due November 30 and May 31.

Personal property taxes (other than those billed with real estate) are generally billed no later than the second Monday in July (normally in May or June), based on the prior November's levies. Personal property taxes, other than mobile homes, are due thirty days after billing. Mobile home taxes are billed in two halves, the first due thirty days after billing; the second due November 30.

An allowance for uncollectible taxes is provided based upon an analysis of historical trends. The estimated uncollectible amount at June 30, 2009 is \$1,285,111.

Taxable valuations, mill values and mill levies for November 2008 and May 2009 property tax billings were as follows:

	<u>Taxable Valuation</u>	<u>Valuation of Tax Increment</u>	<u>Value of Mill</u>	<u>Mills Levied</u>
County-wide levies	\$194,368,413	\$ 5,215,874	\$ 189,153	140.40 mills
Unincorporated levies	\$ 88,033,522	\$ 1,889,389	\$ 86,144	36.22 mills

The county-wide value includes \$5,215,874 which is the incremental value of property within the City of Missoula tax increment districts since their creation in 1978, 1991 and 2000. Both the county-wide and unincorporated values include \$1,889,389, the incremental value of property in the Airport Industrial Tax Increment District since 1992. Taxes on that value accrue to the tax increment district, not to the usual taxing authorities, hence the value of a mill which it is budgeted against is reduced by that incremental value.

State law limits the number of mills the County can levy to the amount of property tax dollars levied in the prior fiscal year plus the amounts related to the taxable value for annexation of real property, new construction and improvements, debt service, one-half of the average inflation for the past three years based on the consumer price index, and certain other exceptions.

Cash and Cash Equivalents, Investments and Investment Income - Except for certain specific bank deposits and investments held separately on behalf of the golf course, health benefits, workers compensation, and risk management funds, cash resources, to the extent available, of the individual funds are combined to form an investment pool, which is managed by the County Fiscal Officer. Investments of pooled cash, which are authorized by state law, consist primarily of demand deposits, non-negotiable certificates of deposit, bank repurchase agreements, government agency securities and notes, and investments in the state short-term investment pool (STIP).

Investments are reported at fair value, although certain investments and bank deposits are reported at cost or amortized cost. The following presents the basis of valuation for the County's deposits and investments:

<u>Description of Deposit or Investment</u>	<u>Basis of Valuation</u>
Pooled and non-pooled demand deposits	Cost
Non-negotiable certificates of deposit	Cost
Bank repurchase agreements	Cost
Government agency securities and notes	Fair Value
State Short-Term Investment Pool (STIP)	Share Price (Fair Value)

Note 1 - Summary of Significant Accounting Policies (Continued)

Legally separate entities that are not part of the County reporting entity are permitted to participate in the investment pool, and those entities' portion of the investment pool is reported in an investment trust fund. The investment pool is managed in accordance with the County's stated investment policy. There is no external regulatory oversight for the investment pool. Fair values, to the extent applicable, are determined on a monthly basis. Investments and withdrawals from the pool are based on the underlying value of the deposits and investments (cost or share price, as applicable). The County has not obtained any legally binding guarantees to support the value of the pool, and there are no involuntary participants.

Investment income, which includes realized gains and losses and the change in the fair value of investments, is recognized on the modified accrual basis for internal governmental funds and on the accrual basis for investment trust funds. Investment income is allocated directly to funds holding specific investments. Investment income on pooled investments is allocated to participating external entities on the basis of beginning of month balances. All other pool investment income is allocated to the general fund.

The County issues warrants in payment of its obligations. When warrants are presented to the County Treasurer, the County issues a check to pay the warrants.

For purposes of the statements of cash flows, the Enterprise and Internal Service funds consider all highly liquid investments, (including restricted assets) with a maturity of three months or less when purchased, to be cash equivalents. A portion of funds held in the County's cash management pools are considered cash equivalents. Interest and dividends reinvested into separate investment trust accounts are not considered cash equivalents.

Materials and Supplies Inventories - Inventories of materials and supplies are valued at cost (first-in, first-out), which is lower than market. Inventory in the Special Revenue Funds consists of expendable materials and supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by a fund balance reserve in the fund financial statements, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

Prepaid Costs - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid costs are valued at cost and include prepaid insurance. Prepaid costs are recorded as expenditures or expenses as policies expire. Reported prepaid costs are equally offset by a fund balance reserve to indicate that they do not constitute "available spendable resources" even though they are a component of net current assets.

Advances to/from Other Funds - Advances to/from other funds record noncurrent portions of long-term debt owed by one fund to another. Fund balances are reserved for advances that do not represent expendable available financial resources in the fund financial statements. Advances to/from other funds are eliminated in the government-wide financial statements.

Other Interfund Transactions - During the course of its operations, the County has transactions between funds to finance operations, provide services, and service debt. These transactions are generally recorded as charges for services revenue and operations expenditures or interfund transfers in and out. To the extent that certain transactions between funds had not been paid or received at year end, balance of short-term interfund amounts receivable or payable are reported as due to and due from other funds in the fund financial statements. These transactions are eliminated in the government-wide financial statements.

Note 1 - Summary of Significant Accounting Policies (Continued)

Capital Assets and Depreciation - Capital assets in the government-wide financial statements and the proprietary funds are stated at cost less accumulated depreciation. Cost includes expenditures which materially increase values or capacities and extend useful lives of property and equipment beyond one year. Interest costs on assets constructed (net of interest earnings on invested debt proceeds) are capitalized and amortized over the useful lives of the related assets in the proprietary funds. Depreciation on capital assets, including those assets acquired with contributions, is computed using the straight-line method based upon the estimated useful lives of the related assets as follows:

Buildings and improvements	40 years
Improvements other than buildings	30 years
Equipment, furniture and fixtures	5-10 years

Personal property assets costing more than \$5,000 and all real property are capitalized in the government-wide financial statements and proprietary funds. Property and equipment are recorded at cost, including freight and delivery costs incidental to placing the assets into service. Donated capital assets are valued at their estimated fair market value as of the date of donation.

Compensated Absences - Under terms of state law and various union contracts, County employees are granted vacation, sick and other leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation days up to the equivalent of two years' vacation and for 25 percent of accumulated sick leave. In the governmental funds, compensated absences are reported when paid or matured (i.e. unused reimbursable leave outstanding after employee separation from service). The majority of compensated absense liquidation occurs in the General and Public Safety fund

For the government-wide financial statements and the proprietary funds, compensated absences to be funded from future resources are reflected as liabilities to the extent they are vested. The County considers this liability to be due within one year.

Amortization - In the government-wide financial statements and in the proprietary funds deferred bond issuance costs are amortized on a straight-line basis over the life of the related bonds.

Self-Insurance Accruals - Expenses are accrued for estimated claims reported but unpaid at year-end and for health benefits and workers' compensation claims incurred but unreported. Incurred but unreported claims, in aggregate, are not material for risk management.

Fund Equity - Reserves represent those portions of fund equity not appropriated for expenditures or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

Net Assets - Net Assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantor, laws, or regulations of other governments. The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available

Note 2 - Cash and Cash Equivalents and Investments

The total cash and cash equivalents, cash with fiscal agents, restricted cash and investments at June 30, 2009, are detailed as follows:

	<u>Primary Government</u>	<u>Component Units</u>	<u>Total</u>
Cash on hand	\$ 59,239	\$ -	\$ 59,239
Cash in pooled bank deposits	3,574,096	50,672	3,624,768
Cash in non-pooled bank deposits	907,794	1,158,605	2,066,399
Cash with fiscal agents	4,012,925	163,908	4,176,833
Pooled investments	72,464,323	1,010,621	73,474,944
Non-pooled investments	<u>19,564,993</u>	<u>211,974</u>	<u>19,776,967</u>
Total	<u>\$ 100,583,370</u>	<u>\$ 2,595,780</u>	<u>\$ 103,179,150</u>

Cash on hand - Represents: petty cash, change, and checking accounts not controlled by the County Treasurer. This excludes Larchmont Golf Course, Missoula Aging Services, health benefits, workers' compensation and risk management checking accounts and certificates of deposit which are included in pooled and non-pooled bank deposits.

Cash in bank deposits - Cash in bank balances include deposit items such as daily demand/time deposits, Treasury Money Market deposits and fiscal agent deposits. The County minimizes custodial credit risk by restrictions set forth in County policy and state law. Custodial credit risk for deposits is the risk that in the event of a financial institution failure, the County's deposits may not be returned or the County will not be able to recover the collateral securities in the possession of the outside party. Types of securities that may be pledged as collateral are detailed in Section 17-6-103, Montana Code Annotated (MCA).

At June 30, 2009, the County's carrying amount of demand deposits was \$212,449 and the bank balance was \$830,308. The carrying amount for the County includes \$50,672 of component unit cash balances. Of the demand deposit bank balance, \$251,112 was covered by federal depository insurance, \$579,196 was covered by securities held by the pledging financial institution's trust department or agent in the County's name.

Fiscal agent deposits of \$4,176,832 consist of deposits with trustees related to the payment of bonds by the County. These funds are invested in accordance with bond covenants and are pledged for payment of principal and interest. The pledging financial institutions' trust department or agent holds the invested funds in the County's name.

Montana statutes state that the County may have pledged securities equal to 50% of its total bank deposits that are not insured or guaranteed. At June 30, 2009, 100% of the County's uninsured deposits were collateralized.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Pooled and non-pooled investments - At June 30, 2009, the County's pooled and non-pooled investment balances were as follows:

	Maturity in Years					No Maturity	Fair Value	Rating
	Less than 1	1-2	2-3	3-4	4-5			
Primary Government Investments								
Federal Farm Credit Bank Notes-CMO	\$ -	\$ 4,027,835	\$ 754,344	\$ -	\$ -	\$ -	\$ 4,782,179	AAA
Federal Home Loan Bank Notes-CMO	9,169,358	857,094	251,016	986,067	-	-	11,263,535	AAA
Federal Home Loan Mortgage Corp-CMO	1,460,854	2,307,093	-	1,742,874	2,467,432	-	7,978,253	AAA
Federal National Mortgage Assoc-CMO	-	1,110,075	698,895	987,455	489,636	-	3,286,061	AAA
US Treasury Notes	377,875	-	-	-	-	-	377,875	AAA
Short Term Investment Pool (STIP)								
Commercial Paper	-	-	-	-	-	11,945,371	11,945,371	A1
Corporate Notes	-	-	-	-	-	10,309,604	10,309,604	A3
Certificates of Deposit	-	-	-	-	-	3,344,580	3,344,580	A1+
U.S. Government Agency	-	-	-	-	-	22,928,461	22,928,461	A1+
Money Market Accounts (Unrated)	-	-	-	-	-	3,124,034	3,124,034	NR
Money Market Accounts (Rated)	-	-	-	-	-	4,630,958	4,630,958	A1+
Structured Investment Vehicles (SIV)	-	-	-	-	-	2,923,306	2,923,306	D
						59,206,314	59,206,314	
Repurchase Agreements	-	-	-	-	-	5,135,099	5,135,099	A3
Total Primary Government	11,008,087	8,302,097	1,704,255	3,716,396	2,957,068	64,341,413	92,029,316	
Component Unit Investments:								
Federal Farm Credit Bank Notes-CMO	-	44,340	5,889	-	-	-	50,229	AAA
Federal Home Loan Bank Notes-CMO	73,214	-	-	11,748	-	-	84,962	AAA
Federal Home Loan Mortgage Corporation-CMO	-	26,189	-	17,781	29,398	-	73,368	AAA
Federal National Mortgage Association Notes	-	11,965	5,920	11,765	5,834	-	35,484	AAA
Short Term Investment Pool (STIP)								
Commercial Paper	-	-	-	-	-	142,320	142,320	A1+
Corporate Variable-rate	-	-	-	-	-	122,831	122,831	A1+
Certificates of Deposit	-	-	-	-	-	39,848	39,848	A1+
U.S. Government Agency	-	-	-	-	-	273,175	273,175	A1+
Money Market Accounts (Unrated)	-	-	-	-	-	37,220	37,220	NR
Money Market Accounts (Rated)	-	-	-	-	-	55,174	55,174	A1+
Structured Investment Vehicles (SIV)	-	-	-	-	-	34,829	34,829	D
Equity Mutual Funds	-	-	-	-	-	211,974	211,974	NR
Repurchase Agreements	-	-	-	-	-	61,181	61,181	A3
Total Component Unit	73,214	82,494	11,809	41,294	35,232	978,552	1,222,595	
Total	\$ 11,081,301	\$ 8,384,591	\$ 1,716,064	\$ 3,757,690	\$ 2,992,300	\$ 65,319,965	\$ 93,251,911	

Note 2 - Cash and Cash Equivalents and Investments (Continued)

As a means of limiting its exposure to interest rate risk (the risk that the fair value of investments could decrease in a rising interest rate environment), the County uses a laddering technique in which it purchases investments of varying maturities at varying times in order to keep the average maturity of the portfolio within the recommendations of the County's Investment Advisory Committee and the County's investment advisors. Additionally, the County's investment policy prohibits the County from having investments with maturities greater than five years.

As a means of limiting its exposure to credit risk (the risk that an issuer or other counter party to an investment will not fulfill its obligation), the County's investment policy restricts its investments to the following types:

- Direct obligations of the U. S. Government
- Securities issued and guaranteed by agencies of the United States
- Mutual funds that only invest in federal government obligations
- Securities issued by agencies of the United States
- Securities guaranteed by the United States or by an agency of the United States but not issued by agencies of the United States
- Repurchase Agreements
- State of Montana Short Term Investment Pool (STIP)

These investments have credit risk measured by major credit rating services (the ratings in the preceding table are from Standard & Poor's Corporation or Moody's Investment Services), except those obligations of the U.S. Government or obligations explicitly guaranteed by the U. S. Government which are considered to have no credit risk. All of the investments in the schedule are uninsured and unregistered with the pledging financial institution's trust department or agent holding the invested funds in the County's name, except for STIP because those securities are not used as evidence of the investments.

As a means of limiting its exposure to custodial credit risk (the risk that in the event of a financial institution failure, the County's investments would not be returned or the County will not be able to recover the value of its investments of collateral securities that are in possession of the outside party), County policy requires maintenance of a list of authorized institutions. These institutions have been selected through a formal procurement process that, in part, was made on the financial position of those institutions.

The State Short-Term Investment Pool (STIP) is an external investment pool administered by the State of Montana in a manner similar to money market funds under SEC Rule 2a7. Montana statutes (MCA Title 17, Chapter 6) and related administrative rules govern the operation of STIP, which is managed by the Montana Board of Investments. The reported share value of STIP (\$1) is equal to fair value of its underlying investments. Fair values are determined on a monthly basis for the pool. Additional information regarding STIP investments and related disclosures of credit, market and legal risks is available in STIP's June 30, 2009 financial statements at www.investmentmt.com. The County's investment in STIP amounts to 2.60% of total STIP assets.

The external investment pool managed by the County is 57.91% invested in STIP, with 46,405,836 shares whose value of \$1 is equal to the fair value of the underlying investments. For the year ended June 30, 2009, STIP's average investment return was 1.7373%.

Note 2 - Cash and Cash Equivalents and Investments (Continued)

Condensed financial information for the County's investment pool follows:

Statement of Net Assets

Assets:	
Cash on hand	\$ 59,239
Cash in pooled bank deposits	3,624,768
Investments	
Repurchase agreements	5,196,280
Government securities	20,727,359
STIP	47,551,305
Total assets	<u>77,158,951</u>
Net Assets:	
County funds	32,545,961
External participants	44,612,990
Total net assets	<u>\$ 77,158,951</u>

Statement of Changes in Net Assets

Additions:	
Interest income	\$ <u>1,879,496</u>
Net investment Income	1,879,496
Participant Investments in Pool	<u>367,908,249</u>
Total Additions	<u>369,787,745</u>
Deductions:	
Distribution to Participants	<u>(377,185,064)</u>
Change in Net Assets	(7,397,319)
Net assets	
Beginning of year	<u>84,556,270</u>
End of year	<u>\$ 77,158,951</u>

Note 3 - Loans and Notes Receivable

Loans and notes receivable at June 30, 2008 consist of:

<u>HUD - Missoula Children's Theatre</u>	
0%, \$24,500 due annually June 2003 through June 2017	\$ 122,500
<u>Rocky Mountain Biologicals, Inc.</u>	
5%, \$4,813 due monthly from November 2005 through October 2014	188,625
<u>Opportunity Resources, Inc.</u>	
0%, \$167 due monthly from May 2006 through April 2015	13,667
<u>Partnership Health Center</u>	
1%, \$2,640 due annually from July 2006 through July 2016	17,759
<u>North Missoula Community Development Corporation</u>	
3%, varying amounts due annually through May 2014	40,724
<u>Western Montana Mental Health Center</u>	
5%, \$9,719 due annually through November 2015	58,362
<u>AquilaVision</u>	
7%, \$10,383 due monthly, all principal and interest due July 1, 2008	125,800
<u>Missoula Aging Services</u>	
Variable interest and varying amounts due annually through February 15, 2016.	186,084
<u>Gleneagle</u>	
Contracts for sale of lots, 10% interest, varying amounts due annually with remainder due at varying dates through July 2005	125,559
<u>Missoula Area Youth Hockey Association</u>	
Variable interest due annually, all principal and interest due January 1, 2016.	61,000
<u>Mountain Water Company</u>	
Contracts for sale of water lines, 0% interest, varying amounts due annually with remainder due at varying dates through July 2049	906,845
<u>Pyramid Mountain Lumber</u>	
4%, varying amounts from January 2013 through December 2020	370,000
<u>Pyramid Mountain Lumber</u>	
6%, \$1,564 due monthly from May 2008 thru February 2015	98,686
<u>Pioneer Drive, LLC</u>	
6%, \$5,844 due monthly from December 2007 through November 2014	382,568
<u>Allowance for uncollectibility</u>	(382,568)
Loans & Notes Receivable	\$ <u>2,315,611</u>

Note 4 - Capital Assets

Capital asset activity for the year ended June 30, 2009 was as follows.

Primary Government	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 6,894,731	\$ 308,856	\$ -	\$ 7,203,587
Intangibles	173,101	-	(173,101)	-
Construction in Progress	<u>7,169,321</u>	<u>7,642,401</u>	<u>(3,740,771)</u>	<u>11,070,951</u>
Total capital assets, not being depreciated	<u>\$ 14,237,153</u>	<u>\$ 7,951,257</u>	<u>\$ (3,913,872)</u>	<u>\$ 18,274,538</u>
Capital assets, being depreciated:				
Buildings	\$ 37,944,698	\$ 573,624	\$ (15,937)	\$ 38,502,385
Equipment	16,237,447	5,488,906	(1,698,300)	20,028,053
Infrastructure	<u>30,746,511</u>	<u>2,264,360</u>	<u>-</u>	<u>33,010,871</u>
Total capital assets, being depreciated	<u>84,928,656</u>	<u>8,326,890</u>	<u>(1,714,237)</u>	<u>91,541,309</u>
Less accumulated depreciation for:				
Buildings	10,953,283	897,328	(8,992)	11,841,619
Equipment	10,232,398	1,452,100	(1,495,166)	10,189,332
Infrastructure	<u>11,395,389</u>	<u>682,812</u>	<u>-</u>	<u>12,078,201</u>
Total accumulated depreciation	<u>32,581,070</u>	<u>3,032,240</u>	<u>(1,504,158)</u>	<u>34,109,152</u>
Total capital assets, being depreciated, net	<u>\$ 52,347,586</u>	<u>\$ 5,294,650</u>	<u>\$ (210,079)</u>	<u>\$ 57,432,157</u>

The beginning balance of construction in progress has been restated by \$2,493,114 to reflect prior year expenses in Public Safety.

Note 4 - Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,049,212	\$ -	\$ -	\$ 1,049,212
Construction in Progress	27,546	559,832	(565,465)	21,913
Total capital assets, not being depreciated	<u>\$ 1,076,758</u>	<u>\$ 559,832</u>	<u>\$ (565,465)</u>	<u>\$ 1,071,125</u>
Capital assets, being depreciated:				
Buildings and improvements	\$ 1,041,643	\$ 577,245	\$ -	\$ 1,618,888
Improvements other than buildings	2,626,077	-	-	2,626,077
Equipment, furniture and fixtures	1,050,238	55,695	(31,812)	1,074,121
Total capital assets, being depreciated	<u>4,717,958</u>	<u>632,940</u>	<u>(31,812)</u>	<u>5,319,086</u>
Less accumulated depreciation for:				
Buildings and improvements	634,160	37,465	-	671,625
Improvements other than buildings	2,268,888	67,063	-	2,335,951
Equipment, furniture and fixtures	696,626	116,378	(31,812)	781,192
Total capital assets, being depreciated	<u>3,599,674</u>	<u>220,906</u>	<u>(31,812)</u>	<u>3,788,768</u>
Total capital assets, being depreciated, net	<u>\$ 1,118,284</u>	<u>\$ 412,034</u>	<u>\$ -</u>	<u>\$ 1,530,318</u>

Capital Asset beginning balances were restated by a net amount of \$69,706 due to the completion of an inventory of assets at Larchmont Golf Course.

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General Government	\$ 341,292
Criminal Justice	6,892
Public Works	1,217,649
Public Safety	1,226,604
Public Health	92,198
Culture and Recreation	140,138
Social and Economic Services	7,467
Total depreciation expense - governmental activities	<u>\$ 3,032,240</u>
Business-type activities	
Larchmont Golf Course	\$ 146,756
RSIDs	74,150
Total depreciation expense - business-type activities	<u>\$ 220,906</u>

Note 4 - Capital Assets (Continued)**Discretely presented component units**

Activity for the Missoula Aging Services for the year ended June 30, 2009, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:			
Land	\$ 132,000	\$ -	\$ 132,000
Capital assets, being depreciated:			
Buildings	\$ 1,866,260	\$ -	\$ 1,866,260
Equipment	86,482	-	86,482
Total capital assets, being depreciated	<u>1,952,742</u>	<u>-</u>	<u>1,952,742</u>
Less accumulated depreciation	<u>(313,307)</u>	<u>(74,303)</u>	<u>(387,610)</u>
Total capital assets, being depreciated, net	<u>\$ 1,639,435</u>	<u>\$ (74,303)</u>	<u>\$ 1,565,132</u>

Activity for the Partnership Health Clinic for the year ended June 30, 2009, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Ending Balance</u>
Capital assets, being depreciated:			
Buildings	\$ 1,948,334	\$ 3,670,571	\$ 5,618,905
Machinery and equipment	985,691	241,009	1,226,700
Total capital assets, being depreciated	<u>2,934,025</u>	<u>3,911,580</u>	<u>6,845,605</u>
Less accumulated depreciation	<u>(1,330,178)</u>	<u>(180,347)</u>	<u>(1,510,525)</u>
Total capital assets, being depreciated, net	<u>\$ 1,603,847</u>	<u>\$ 3,731,233</u>	<u>\$ 5,335,080</u>

Note 5 - Long-Term Debt

At June 30, 2009, unmatured principal on long-term debt consisted of the following:

General Obligation Bonds and Loans

\$3,325,000 General Obligation Bonds Series 2007 issued December 2007, 3.625% to 3.75%, due in varying amounts to July 2018	\$ 3,325,000
\$13,770,000 Refunding General Obligation Bonds Series 2005 issued August 2005, 2.85% to 4.0%, due in varying amounts to July 2018	11,050,000
\$206,194 State Revolving Fund Loan, issued July 2000, 4%, due in varying amounts to July 2020	137,000
Total general obligation bonds and loans	<u>14,512,000</u>

Limited Obligation Bonds and Notes

Governmental Activities

\$480,000 Partnership Health Center Limited Obligation Note, Series 1998 issued June 16, 1998, 4.1% to 5.5%, due in varying amounts to July 2018	300,000
\$2,000,000 Partnership Health Center Limited Obligation Note, Series 2008 issued November 17, 2008, 4% to 5%, due in varying amounts to July 2028	2,000,000
\$1,000,000 Risk Management Bond, Series 2001 issued July 15, 2001, 3.10% to 4.5%, due in varying amounts to July 2011	345,000
\$995,000 Ice Rink Facility Bond, Series 2004 issued June 10, 2004, 3.75% 5%, due in varying amounts to July 2024	860,000
\$800,000 Ice Rink Facility Bond, Series 2006 issued March, 2006, 3.4% to 4.25%, due in varying amounts to July 2026	750,000
Total limited obligation bonds and notes	<u>4,255,000</u>

Tax Increment Bonds

\$4,945,000 Series 2006 Industrial Tax Increment Bond, 3.6% to 4.0%, due in varying amounts through July 2018; repayment from the Missoula Development Authority - Industrial Tax Increment District	4,235,000
\$1,100,000 Series 2006 Industrial Tax Increment Bond, 5.6% to 6.4%, due in varying amounts through July 2018; repayment from the Missoula Development Authority - Technology Tax Increment District	1,065,000
Total limited obligation bonds and notes	<u>5,300,000</u>

Note 5 - Long-Term Debt (Continued)

Special Assessment Bonds and Loans

Rural Special Improvement Districts, 3.7% to 8%, due at varying dates through July 2027. County is contingently liable for payment of these bonds	2,973,000
\$241,000 State Revolving Fund Loan, issued June 1994, 4%, due in varying amounts to July 2014	44,000
\$1,943,000 State Revolving Fund Loan, issued June 1994, 4%, due in varying amounts to July 2014	449,000
\$291,000 State Revolving Fund Loan, issued November 1998, 4%, due in varying amounts to July 2019	131,000
\$649,936 State Revolving Fund Loan, issued September 2002, 4%, due in varying amounts to July 2023	417,000
\$4,498,121 State Revolving Fund Loan, issued July 2003, 3.75%, due in varying amounts to July 2024	2,559,020
\$169,000 State Revolving Fund Loan, issued April 2005, 2.75%, due in varying amounts to July 2015	92,000
\$281,199 State Revolving Fund Loan, issued April 2005, 3.75%, due in varying amounts to July 2020	123,000
\$142,000 State Revolving Fund Loan, issued November 2008, 3.75%, due in varying amounts to July 2029	142,000
Total special assessment bonds and loans	<u>6,930,020</u>

Note 5 - Long-Term Debt (Continued)

Notes & Contracts Payable

Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2009; repayment from Fair fund	3,048
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2008; repayment from the Central Services fund	92,837
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2013; repayment from the Central Services fund	86,491
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2009; repayment from Technology fund	36,860
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2013; repayment from Road fund	861,790
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2014; repayment from Fair fund	92,492
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through February 2016; repayment from Aging fund	186,084
Variable rate (4.25% at 6/30/09) line of credit payable, due in varying amounts through August 2013; repayment from the Historical Museum fund	430,000
Total notes and contracts payable	<u>1,789,602</u>
Subtotal	<u>32,786,622</u>

Note 5 - Long-Term Debt (Continued)

Liability for Sick and Vacation (Primary Government)

Accrued vacation benefits	1,978,408
Accrued compensatory time benefits	191,495
Accrued holiday benefits	106,591
Accrued sick benefits	961,751
Fringe on Accrued Leave Liability	<u>609,762</u>
Total accrued benefits	<u>3,848,007</u>
Total Long-Term Debt	<u>\$ 36,634,629</u>

An analysis of the changes in bonds, notes, leases and contracts payable for the primary government during the year ended June 30, 2009, follows:

	<u>Beginning Balance</u>	<u>New Debt Issued/ Leave Accrued</u>	<u>Debt Retired/ Leave Used</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
General Obligation	\$ 15,432,000	\$ -	\$ (920,000)	\$ 14,512,000	\$ 1,140,000
Limited Obligation Note	2,445,000	2,000,000	(190,000)	4,255,000	290,000
Tax Increment	5,675,000	-	(375,000)	5,300,000	385,000
Special Assessment Bonds Payable	3,133,000	-	(160,000)	2,973,000	229,000
Special Assessment Loans Payable	4,111,000	142,000	(295,980)	3,957,020	304,020
Contracts Payable	1,077,448	1,378,281	(666,126)	1,789,603	255,117
Liability for Sick and Vacation	<u>3,698,369</u>	<u>3,265,690</u>	<u>(3,116,052)</u>	<u>3,848,007</u>	<u>2,813,105</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 35,571,817</u>	<u>\$ 6,785,971</u>	<u>\$ (5,723,158)</u>	<u>\$ 36,634,630</u>	<u>\$ 5,416,242</u>

Liability for Sick and Vacation beginning balance was restated by \$586,050 to reflect fringe on accrued leave liability.

Note 5 - Long-Term Debt (Continued)

Annual debt service principal and interest payments required on bonds, notes, leases, contracts and loans payable at June 30, 2009, are as follows:

Governmental Activities										
Fiscal Year Ending June 30	Open Space Bond Principal	Open Space Bond Interest	Refunding Bond Principal	Refunding Bond Interest	Fair SRF Principal	Fair SRF Interest	General Obligation Total Principal	General Obligation Total Interest	2008 PHC Ltd Oblig Principal	2008 PHC Ltd Oblig Interest
2010	\$ 195,000	\$ 118,675	\$ 935,000	\$ 387,741	\$ 10,000	\$ 5,380	\$ 1,140,000	\$ 511,796	\$ 85,000	\$ 144,763
2011	290,000	109,581	965,000	357,450	10,000	4,980	1,265,000	472,011	65,000	153,543
2012	305,000	98,425	1,000,000	324,894	10,000	4,580	1,315,000	427,899	70,000	155,943
2013	320,000	86,706	1,040,000	289,819	10,000	4,180	1,370,000	380,705	70,000	153,143
2014	330,000	74,519	1,075,000	252,134	12,000	3,760	1,417,000	330,413	75,000	80,343
2015-2019	1,885,000	176,084	6,035,000	607,719	64,000	11,480	7,984,000	795,283	435,000	352,923
2020-2024	-	-	-	-	21,000	840	21,000	840	525,000	245,938
2025-2029	-	-	-	-	-	-	-	-	675,000	104,750
2030-2034	-	-	-	-	-	-	-	-	-	-
	<u>3,325,000</u>	<u>\$ 663,990</u>	<u>11,050,000</u>	<u>\$ 2,219,757</u>	<u>137,000</u>	<u>\$ 35,200</u>	<u>14,512,000</u>	<u>\$ 2,918,947</u>	<u>2,000,000</u>	<u>\$ 1,391,346</u>
Less current portion	<u>(195,000)</u>		<u>(935,000)</u>		<u>(10,000)</u>		<u>(1,140,000)</u>		<u>(85,000)</u>	
	<u>\$ 3,130,000</u>		<u>\$ 10,115,000</u>		<u>\$ 127,000</u>		<u>\$ 13,372,000</u>		<u>\$ 1,915,000</u>	

Governmental Activities (Continued)										
Fiscal Year Ending June 30	PHC Ltd Oblig Principal	PHC Ltd Oblig Interest	Industrial Increment Principal	Industrial Increment Interest	Technology Increment Principal	Technology Increment Interest	Special Assess Bonds Principal	Special Assess Bonds Interest	Special Assess Loans Principal	Special Assess Loans Interest
2010	\$ 25,000	\$ 15,247	\$ 350,000	\$ 162,400	\$ 35,000	\$ 63,747	\$ 229,000	\$ 127,507	\$ 304,020	\$ 147,330
2011	25,000	13,991	365,000	148,100	35,000	61,778	185,000	118,730	334,000	135,740
2012	25,000	12,722	380,000	133,200	40,000	59,669	194,000	109,970	342,000	123,225
2013	25,000	11,435	395,000	117,700	40,000	57,419	175,000	101,247	346,000	110,395
2014	30,000	9,998	410,000	101,600	45,000	54,972	170,000	93,049	349,000	97,425
2015-2019	170,000	24,565	2,335,000	240,100	255,000	232,197	755,000	365,468	1,275,000	324,517
2020-2024	-	-	-	-	350,000	142,025	780,000	195,681	958,000	101,615
2025-2029	-	-	-	-	265,000	26,297	485,000	45,425	45,000	5,625
2030-2034	-	-	-	-	-	-	-	-	4,000	75
	<u>300,000</u>	<u>\$ 87,958</u>	<u>4,235,000</u>	<u>\$ 903,100</u>	<u>1,065,000</u>	<u>\$ 698,104</u>	<u>2,973,000</u>	<u>\$ 1,157,077</u>	<u>3,957,020</u>	<u>\$ 1,045,947</u>
Less current portion	<u>(25,000)</u>		<u>(350,000)</u>		<u>(35,000)</u>		<u>(229,000)</u>		<u>(304,020)</u>	
	<u>\$ 275,000</u>		<u>\$ 3,885,000</u>		<u>\$ 1,030,000</u>		<u>\$ 2,744,000</u>		<u>\$ 3,653,000</u>	

Note 5 - Long-Term Debt (Continued)

Governmental Activities (Continued)

Fiscal Year Ending June 30	Risk	Risk	Ice Rink	Ice Rink	Ice Rink	Ice Rink	Notes &	Notes &	Total	Total
	Management Principal	Management Interest	2004 Principal	2004 Interest	2006 Principal	2006 Interest	Contracts Principal	Contracts Interest	Governmental Principal	Governmental Interest
2010	\$ 110,000	\$ 12,825	\$ 40,000	\$ 38,455	\$ 30,000	\$ 29,820	\$ 255,117	\$ 46,167	\$ 2,603,137	\$ 1,300,057
2011	115,000	7,930	40,000	36,955	30,000	28,740	355,290	51,378	2,814,290	1,228,896
2012	120,000	2,700	40,000	35,445	30,000	27,645	318,006	37,080	2,874,006	1,125,498
2013	-	-	45,000	33,785	35,000	26,415	328,566	23,773	2,829,566	1,016,017
2014	-	-	45,000	31,940	35,000	25,050	211,703	15,137	2,787,703	839,927
2015-2019	-	-	255,000	127,705	190,000	103,738	295,923	31,011	13,949,923	2,597,507
2020-2024	-	-	320,000	59,628	235,000	60,365	24,997	1,000	3,213,997	807,092
2025-2029	-	-	75,000	1,875	165,000	10,519	-	-	1,710,000	194,491
2030-2034	-	-	-	-	-	-	-	-	4,000	75
	<u>345,000</u>	<u>\$ 23,455</u>	<u>860,000</u>	<u>\$ 365,788</u>	<u>750,000</u>	<u>\$ 312,292</u>	<u>1,789,602</u>	<u>\$ 205,546</u>	<u>32,786,622</u>	<u>\$ 9,109,560</u>
Less current portion	<u>(110,000)</u>		<u>(40,000)</u>		<u>(30,000)</u>		<u>(255,117)</u>		<u>(2,603,137)</u>	
	<u>\$ 235,000</u>		<u>\$ 820,000</u>		<u>\$ 720,000</u>		<u>\$ 1,534,485</u>		<u>\$ 30,183,485</u>	

The various bond indentures contain limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, minimum revenue bond coverages, minimum levels of insurance coverage and maintenance of operating assets in good condition. At June 30, 2009, the County was in compliance with all significant indenture provisions.

During 1992, the County created an industrial tax increment district under the provision of state statutes (MCA 7-15-4297-99). The district, known as the Missoula County Airport Industrial District, was created to develop an industrial park in the area of the proposed site of an interstate highway interchange near the Airport. The County is selling parcels in the industrial park to commercial enterprises wishing to establish facilities in the area. In addition, a portion of the property may be used in the future for the development of an inland port facility. In December 2005, the County recharacterized a portion of the industrial district into a technology increment district that was authorized by the 2005 Legislature.

General Obligation Bond Issue - In July 1997, the County issued \$4 million in bond anticipation notes related to a general obligation bond issue approved in 1996 for the construction of a new detention center. The proceeds of the notes were used for the acquisition of land to be used for the detention center. In April 1998, the County issued \$17,100,000 of general obligation bonds, whose net proceeds of \$16,762,636 were used to establish a fund for the construction of the detention facility (\$16,758,000), and to pay accrued interest on the bonds of \$4,636. Concurrently with the closing of the bond issue, the County repaid the \$4 million of general obligation notes plus accrued interest of \$50,567. In August, 2005, the County issued the Series 2005 General Obligation Refunding Bonds in order to capture savings from low interest rates. Proceeds of the note were used to defease the Series 1998 Detention Center Bonds, resulting in a net present value benefit of \$455,615 and an aggregate debt service saving of \$3,072,229. In December 2007 the County issued \$3,325,000 of general obligation notes to support the acquisition of lands to be designated as "Open Space" in perpetuity.

Variable-Rate Debt - Several notes and contracts payable have variable interest rates. The majority of these notes are issued by the State Intercap Revolving Program. Interest rates are determined annually by the State Board of Investments, depending on program experience.

Tax Increment Bond Issue and Defeasance of Prior Issue - In September 1997, the County issued \$2,465,000 in Series 1997 tax increment bonds. The net proceeds of \$2,390,865 were used to defease the outstanding 1996 tax increment bonds (\$279,365), to pay the County's share of the I-90 airport interchange (\$1,292,000), to finance infrastructure projects in the airport industrial park (\$608,000), and to establish a debt service reserve of \$211,500. Because tax increment revenues alone are not expected to be sufficient to meet debt service obligations in the early years of the Series 1997 issue, the County has covenanted to levy annually as much of the 2 mill Port Authority levy as necessary to meet remaining debt service obligations. The economic gain on the refunding portion was immaterial. In August 2006, the County issued \$4,945,000 in Series 2006 tax increment bonds. The net proceeds of \$4,798,061 were used to defease the outstanding 1997 tax increment bonds (\$1,641,286) and \$3,156,775 to complete the infrastructure in the industrial increment portion of the Missoula County Development Park. The net present value benefit of the refunding portion was \$15,237. The aggregate debt service savings on the refunding totaled \$43,963.

Note 5 - Long-Term Debt (Continued)

In December 2006, the County issued \$1,100,000 in taxable Series 2006 tax increment bonds. The net proceeds of \$1,000,716 were used to acquire the site improvements of the anchor project in the technology district (\$900,000) and establish a debt service reserve (\$100,716).

Although tax increment revenues in the industrial district and the technology district are projected to be adequate to service the debt on the tax increment bonds, the County has covenanted to levy annually as much of the 2 mill Port Authority levy as necessary to meet debt service obligations.

Limited Obligation Bonds - In July 2001, the County issued \$1,000,000 in Series 2001 General Fund Bonds. The net proceeds of \$987,000 were transferred to the Risk Management fund to increase self insurance reserves. These bonds will be repaid from General Fund levy authority. In June 2004, the County issued \$995,000 in Series 2004 Limited Obligation General Fund Bonds. The net proceeds of \$981,113 were recorded in the Fair Ice Rink Capital Projects fund. These bonds will be repaid from revenues generated from leasing the Ice Rink facility.

Limited Obligation Note Payable - In June 1998, the County issued \$480,000 in Series 1998 Limited Obligation Notes. The net proceeds of \$471,600 were used to finance a portion of a new health care facility. The health care facility is owned by Partnership Health Center for the purpose of providing health care services to the residents of Missoula County. In October 2008 the County issued \$2,000,000 in Series 2008 Limited Obligation Bonds. The net proceeds of \$1,975,273 were used to finance a portion of the purchase of a new building for the Partnership Health Center. Debt service payments will be made by the Partnership Health Center.

RSID Loans Payable - In June 1995, the County borrowed \$2,184,000 from the State of Montana Revolving Fund for two Linda Vista sewer projects. In November 1998, the County borrowed \$291,000 from the State of Montana Revolving Fund for the Sunset West drinking water project. In September 2002, the County borrowed \$649,936 from the State of Montana Revolving Fund to fund improvements for the Lolo sewer project. In July 2003, the County borrowed \$4,498,121 from the State of Montana Revolving Fund for the Mullan Corridor Sewer Project. In April 2005, the County borrowed funds from the State of Montana Revolving Fund to fund two Mullan Corridor Sewer Subdistricts. The County received \$169,000 for the El Mar subdistrict and \$281,199 for the Country Crest subdistrict. In November 2008, the County received \$142,000 for the Lorraine Water Distribution system. The State of Montana Revolving Loan fund was created under a program of the Federal Environmental Protection Agency to help fund waste water treatment and drinking water project

Conduit Debt - From time to time the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of Montana, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

In December 1997, the County issued one additional series of Industrial Revenue Bonds. That issue was for a building for the District XI Human Resource Council. The original amount was \$375,000. The amount payable at June 30, 2009 was \$224,935.

In June 2000, the County issued an additional series of Revenue Bonds. This issue was for the purchase, construction, and equipping of a new facility for Dinny Stranahan Research Institute, Inc. The original issue was \$8,500,000. The amount payable at June 30, 2009 was \$5,600,000.

In December 2006, the County entered into a transaction for the purchase of a facility from and a lease to DIRECTV Customer Services, Inc. The DIRECTV purchase was financed through a 4.8% \$10,640,000 loan from the Montana Board of Investments (MBOI) infrastructure loan. Repayment terms of the loan are equal to the monthly lease payments of \$60,714, which are fully assigned to MBOI under the loan agreement, and in the event of default, MBOI may obtain title to the property. Accordingly, the loan is nonrecourse to the County. The lease has an initial term of ten years ending December 2016, with three five-year renewal options. At the end of the initial lease term, DIRECTV has the option to purchase the property for \$7,808,108. Title to the property transfers to DIRECTV at the end of the lease term concurrent with full repayment of the MBOI loan. Because the County acts solely as an intermediary to collect payments from DIRECTV and remit them to MBOI for payments on the loan, the transaction is tantamount to a conduit debt obligation, and no liability is recorded on the County's financial statements.

Note 5 - Long-Term Debt (Continued)

As of June 30, 2009, there were eight series of Industrial Revenue Bonds outstanding, all of which were issued prior to July 1, 1995. The aggregate principal amount payable for these series could not be determined; however, their original issue amounts totaled \$29,360,000.

Legal Debt Margin - The County's legal debt limitation is 2.5% of total assessed value of taxable property. As of June 30, 2009 the debt margin was \$157,758,845.

Note 6 - Commitments and Contingencies

Commitments - At June 30, 2009, the County was committed to spend approximately \$3,160,000 on various contracts for rural special improvement district facilities (principally streets, curbs and gutters), county roads, bridges, social services, and other construction projects. Appropriations for these contractual obligations are budgeted in the years that payments are required.

Protested Taxes - The County and other taxing districts within the County are contingently liable for refunds of property taxes under various tax appeals proceedings. In general, the amount available in the protested tax fund is sufficient to provide for such potential refunds; however, it is possible that refunds could be required relative to taxes not deposited in the protest fund. The County's potential liability, should such refunds be necessary, is not determinable. As of June 30, 2009, taxes remaining under protest totaled \$3,277,897.

Rural Special Improvement Districts (RSIDs) - As of June 30, 2009, delinquent assessments on RSIDs were \$170,161. The delinquencies are due from various residential property owners. The County anticipates payment of the delinquencies from the land owners and will proceed with tax deeds on the property if the assessments are not paid current before the end of the RSID bond terms.

Leases - At June 30, 2009, future minimum annual rental expenditures and rental revenue on noncancellable operating leases are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Minimum Annual Rental Expenditures/Expenses</u>	<u>Minimum Annual Rental Revenues</u>
2010	\$ 197,761	\$ 874,704
2011	181,092	871,833
2012	109,031	869,442
2013	148,478	876,373
2014	49,947	873,391
Later	<u>945,505</u>	<u>14,384,485</u>
Total	\$ <u>1,631,814</u>	\$ <u>18,750,228</u>

Operating lease expense for 2009 was \$188,356.

During fiscal year 2004 an operating lease was entered into between Missoula County and the Missoula Area Youth Hockey Association for the use of facilities at the fairgrounds. Yearly minimum rental payments are equal to the bond debt service requirements for bonds issued for construction of ice rink facilities. In addition, the Hockey Association will pay the greater of \$17 per hour or 17% of the hourly ice fee charged by the Association for time exceeding 2000 hours.

Note 6 - Commitments and Contingencies (Continued)

As part of the transaction with DIRECTV described in Note 5, the County has entered into a lease for the DIRECTV site. This land lease requires no payments during the initial ten-year lease term, and then provides for three five-year renewal options with monthly rents of approximately \$10,900. DIRECTV has the option to purchase the land at any time during the lease term for the fair value of the property at the initial date of the lease of \$1,317,128. Because the purchase option is not considered a bargain purchase, the land lease is treated as an operating lease.

The County is party to certain litigation under which it may be required to pay certain monies upon the decision of the courts. The office of the County Attorney reports various contingent liabilities based on the amount of damages alleged in various cases. However, it is the opinion of the County Attorney that the County's liability in the cases not covered by insurance will not be material to the financial statements and amounts reserved are sufficient to cover any losses. Accordingly, no provision has been made in the financial statements for these contingent liabilities.

Note 7 - Risk Management

The County is exposed to various risks of loss related to torts, damage or loss of assets, errors and omissions, injuries to employees, employee medical claims and natural disasters. The County has established four internal service funds to account for and finance its uninsured risks of loss. In the past three years, there have been no settlements that have exceeded self-insurance or re-insurance coverage. Brief descriptions of these funds' self-insurance activities follow:

Risk Management - The Risk Management fund relates to general liability coverage for the County. The County has self-insured several major types of risks, including general liability, various aspects of law enforcement and public officials' liability. There have been claims of \$772,272 asserted for risks which are self-insured as of year end.

Excess Loss - The Excess Loss fund is a self-insurance plan that acts as a layer of re-insurance for the County's other self-insurance. The Plan is designed to provide lower insurance costs to the County by giving the other plans the ability to raise deductibles from commercial carriers.

Health Insurance -

Description of the Plan - The County has a self-insured health plan which provides medical, dental, optical, disability and life insurance benefits for all permanent employees electing to be covered. The County also allows other local government and nonprofit entities and their employees to participate in the plan, but the County is the dominant employer. The plan is accounted for as an internal service fund with respect to current employee benefits, while retiree benefits are accounted for in an agency fund. The plan was established in 1980 by resolution of the Board of County Commissioners.

Plan Contributions - County and employee monthly contribution rates depend on whether the employee is full or part time and type of coverage. County contributions for medical benefits are based on expected claims using a five-year history of claims paid. County contributions for long-term disability coverage are calculated as 0.15% of covered payroll. County contributions range from \$414 to \$703 depending on the type of coverage. Employee contributions were up to \$400 for full time employees; contribution rates for part-time employees vary depending on the type of coverage. Continued medical, dental and vision coverage is available for County retirees and qualified terminated employees for monthly employee contributions from \$308 to \$1,099, depending on the type of coverage. County contributions to the plan for the year ended June 30, 2009 were \$3,774,272 for current employees (representing 12.8% of covered payroll), current employee contributions were \$1,139,172 and retiree contributions were \$421,997. Contributions from the ten other agencies participating in the plan were \$1,410,825.

Note 7 - Risk Management (Continued)

Covered Participants - As of June 30, 2009, the Plan covered the following participants

	<u>Missoula County</u>	<u>Other Employers</u>
Current employees and their beneficiaries	1,107	311
Retirees and their beneficiaries	132	39
	<u>1,239</u>	<u>350</u>

Postemployment Benefits - Terminated employees may remain on the County's health insurance plan for up to 18 months if they pay the monthly premiums. This benefit is required under the federal C.O.B.R.A. law. Retirees may also remain on the County's health insurance plan as long as they wish, provided they pay the monthly premiums. State law requires the County to provide this benefit. There are no other post-employment benefits provided by the County.

The County has adopted the provisions of GASB Statement No. 43, "Financial Reporting for Postemployment Benefit Plans other than the Pension Plans" to the extent applicable. Under GASB 43, the County's health insurance plan is not administered as a qualifying trust: accordingly, retiree premiums, benefits and net assets are segregated into an agency fund, and as required by GASB Statement No. 10, the internal service fund reflects only the activities related to current employees of the County and other participating employers.

The liability for health claims consists of an accrual for claims reported, but unpaid, and for claims incurred but not reported (IBNR) as of the balance sheet date. The Plan estimates its IBNR liability based on claims paid within a ninety day period subsequent to the balance sheet date that were incurred prior to but received by the Plan after the balance sheet date. This method of estimating the IBNR is supported by the Plan's historical claims experience.

Workers' Compensation - The County self-insures for workers' compensation coverage for all employees through the Missoula County Workers' Compensation Group Insurance Authority (formerly the Missoula County Workers' Compensation Plan). County contribution rates to the Authority were \$1.00 to \$11.60 per \$100 of covered salary, depending on employee classification. County contributions to the Authority for the fiscal year ended June 30, 2009 were \$951,073. Asserted workers' compensation claims at June 30, 2009 totaled \$232,811.

The Authority establishes claims liabilities based on estimates of the cost of claims that have been reported but not settled, and claims that have been incurred but not reported. The estimated ultimate cost of settling the reported and unreported claims, and claims reserve development including the effects of inflation and other social and economic factors. Estimated amounts of subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Estimated claims liabilities are recomputed periodically based on current reviews of claims information, experience with similar claims and other factors. Adjustments to estimated claims liabilities are recorded as an increase or decrease in claims expense in the period the adjustments are made.

Note 7 - Risk Management (Continued)

Changes in the funds' claims liability for 2008 and 2009 are as follows:

	Risk Management	Health Insurance	Workers' Compensation
Estimated Claims Liability, June 30, 2007	\$ 470,414	\$ 606,637	\$ 2,226,202
Incurred for Claims and Claims Adjustment Expenses:			
Provisions for claims incurred in Fiscal Year 2008	369,756	5,716,814	538,509
Increase (decrease) in provisions for claims incurred in prior years	743,277	(114,021)	157,110
Adjustment to exclude Health Plan retirees and other terminated employees		(39,917)	
Total incurred claims and claims adjustment expenses	1,113,033	5,562,876	695,619
Payments:			
Claims and claims adjustment expense attributable to Fiscal Year 2008	102,998	4,989,658	57,483
Claims and claims adjustment expense attributable to prior years	417,729	508,301	439,302
Total payments, Fiscal Year 2008	520,727	5,497,959	496,785
Estimated Claims liability, June 30, 2008	1,062,720	671,554	2,425,036
Incurred for Claims and Claims Adjustment Expenses:			
Provisions for claims of the current year	218,933	6,293,661	473,180
Increase (decrease) in provision for claims of prior years	279,601	89,953	(209,946)
Total incurred claims and claims adjustment expenses	498,534	6,383,614	263,234
Payments:			
Claims and claims adjustment expense attributable to the current year	84,260	5,701,025	28,194
Claims and claims adjustment expense attributable to prior years	704,722	694,828	288,265
Total payments	788,982	6,395,853	316,459
Estimated Claims liability, June 30, 2009	\$ 772,272	\$ 659,315	\$ 2,371,811

Note 8 - Retirement Plans

The County participates in three state-administered cost-sharing multiple-employer defined benefit pension plans. The plans provide retirement, death and disability benefits to plan members and beneficiaries. Sheriff employees are covered by the Montana Sheriffs' Retirement System (MSRS), the county superintendent of schools is covered by the Montana Teachers' Retirement System (MTRS), and substantially all other County employees are covered by the Montana Public Employees' Retirement System (MPERS). The state statutes which assign the authority to establish and amend plan benefits, and the administrative bodies given this authority are as follows:

Note 8 - Retirement Plans (Continued)

<u>Plan</u>	<u>Statute</u>	<u>Administering Body</u>
MSRS	Title 19 Chapter 7	Public Employees' Retirement Division
MTRS	Title 19 Chapter 20	Teachers' Retirement Board
MPERS	Title 19 Chapters 2-3	Public Employees' Retirement Division

The plans issue publicly available financial reports that include financial statements and required supplementary information. Those reports may be obtained by writing or calling the respective plans' offices as follows:

<u>Sheriffs' Retirement System and Public Employees' Retirement System</u>	<u>Teachers' Retirement System</u>
1712 Ninth Avenue Helena, Montana 59620-0131 (406) 444-3154	1500 Sixth Avenue Helena, Montana 59620-0139 (406) 444-3134

Funding Policy - Contributions by plan members and the County are mandatory and are determined by state law. Contribution rates for the year ended June 30, 2009, expressed as a percent of covered payroll, are as follows:

	<u>Employees</u>	<u>County</u>	<u>State</u>
MSRS	9.245%	9.825%	-
MTRS	7.150%	7.470%	0.110%
MPERS	6.900%	6.935%	0.100%

The County's actual contributions to the plans (which equal the required amounts) for each of the three fiscal years ended June 30, were as follows:

	<u>MSRS</u>	<u>MTRS</u>	<u>MPERS</u>
2009	\$ 542,468	\$ 5,490	\$ 1,641,913
2008	532,691	5,328	1,605,045
2007	451,455	5,061	1,482,656

On behalf payments made by the State of Montana totaled \$81 and \$23,676 for MTRS and MPERS respectively. On behalf payments totaling \$23,757 are recognized as intergovernmental revenue and general government expenditures in the County's General Fund.

Note 8 - Retirement Plans (Continued)

The above funding policies provide for periodic employer and employee contributions at rates specified by State law. Contribution requirements are not actuarially determined. An actuary determines the actuarial implications of the funding requirements in a biennial actuarial valuation. The actuarial method used to determine the implications of the statutory funding level is the entry age normal funding method, with both normal costs and amortization of the unfunded accrued liability determined as a level percentage of payrolls. To maintain the fund on an actuarially sound basis, the rate of contributions should fund the normal cost in addition to amortizing the unfunded liability over a period of 40 years. Each system functions uniquely as described as follows:

Public Employees' Retirement System (PERS)

This mandatory system established in 1945 provides retirement services to substantially all public employees. Benefit eligibility is age 60 with at least 5 years of service: age 65 and in active service: or 30 years of service regardless of age. Monthly benefits for retirement with at least 25 years of service are determined by taking 2% times the number of years of service credit times the highest average compensation. Actuarially reduced benefits may be taken at any age with 25 years of service or at age 50 with at least 5 years of service. Members' rights become vested after 5 years of service.

Teachers' Retirement System (TRS)

This mandatory system established in 1937 and governed by Title 19, Chapter 4 of the Montana Code Annotated, as a cost-sharing multi-employer defined benefit pension plan that provides retirement services to all persons employed as teachers or professional staff of any public elementary or secondary school, vocation-technical center or unit of the university system. Eligibility is met with a minimum of 25 years of service or age 60 with at least 5 years of creditable service. The formula for accrual benefits is 1/60 times creditable service times the average final compensation. Rights are vested after 5 years of creditable service. Vested employees may retire at or after age 50 and receive reduced retirement benefits.

Sheriffs' Retirement System (SRS)

The Sheriffs' Retirement System is a public pension plan for all Montana sheriffs hired after July 1, 1974, Department of Justice investigators hired after July 1, 1993 and detention officers hired after July 1, 2005. In 1974, the Legislature created the SRS to grant a retirement, disability, or death benefit to plan members and their beneficiaries. Eligibility for service retirement benefits is met upon completing 20 years of membership service at any age. Monthly retirement benefits are calculated by taking 2.5% times years of service credit times highest average compensation. Early retirement, with reduced benefits, may be taken at age 50 with at least 5 years of membership service.

Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan is available to all County employees. This permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Participation in the plan is optional. The fair value of assets held in the plan at June 30, 2009 was \$4,235,272.

Effective July 1, 1998, the County amended its deferred compensation plan to conform with section 457(g) of the Internal Revenue Code. Trusts were established to hold deferred compensation plan assets for the exclusive benefit of participants and their beneficiaries. The trusts are administered by Valic and Equitable, and the County's duty with respect to the plan is limited to withholding deferred compensation amounts from employees and remitting them to Valic and Equitable. Because the County's involvement with the plan is limited to ministerial functions, the plan is not included in the County reporting entity because it does not meet the definition of a fiduciary fund under generally accepted accounting principles.

Note 9 - Other Post-employment Benefits

The County has adopted the provisions of GASB Statement 45 "Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pension Plans," in fiscal year 2009. GASB 45 requires employers to calculate the actuarial liability for future retiree benefits and the annual required contribution (ARC) for retirees. The provisions of this statement were applied prospectively. Information for the County's health benefits plan for retirees is included below.

The County is self insured through their participation in the "Missoula County Employee Benefits Plan" a "Cost Sharing Multiple Employer Plan." Missoula County and ten additional entities participate in the plan. The plan is reported as an agency fund of the County and uses the accrual basis of accounting. To qualify for retiree medical benefits the employee must have attained the age of 60 plus five years of service or attained age 65 or completed 30 years of service. An employee may qualify for early retirement by meeting one of the following criteria: attained the age of 50 plus 5 years of service or completed 25 years of service. These benefits are established and may be amended by Missoula County. The plan issues stand-alone financial statements which can be obtained from Missoula County Risk & Benefits, 200 West Broadway, Missoula, MT 59802. Each employer in the plan is required to disclose additional information with regard to funding policy, the employers annual OPEB cost and contributions made, the funded status and funding progress of the employers individual plan, and actuarial methods and assumptions used. This information for Missoula County is presented below.

Retirees are able to purchase health benefits for themselves and their family members at two different rates: the "Medical Standard Plan" and the "Medical High Deductible Plan." The retiree contributions are determined and can be amended by Missoula County and are based on their plan election and level of dependent coverage. The premiums effective July 1, 2008 are shown below.

Retiree Contributions as of July 1, 2008:

<u>Level of Coverage</u>	<u>Single</u>	<u>Employee/ Spouse</u>	<u>Employee/ Child</u>	<u>Family</u>
Medical Standard Plan	\$ 373.00	\$ 625.00	\$ 699.00	\$ 951.00
Medical High Deductible Plan	261.10	437.50	489.30	665.70
Dental	37.00	91.00	67.00	121.00
Vision	10.05	18.50	18.95	27.40

The retiree pays into the plan what the County and an active employee would pay on a monthly basis. The plan is financed on a pay-as-you-go basis. There are no additional employer contributions required by the plan. The Employee Benefits Plan had an actuarial study completed on June 30, 2008. The study assumed that the cost of coverage for a male age 50 and the associated administrative cost per month for a 12 month period as shown below.

Cost of Coverage:

<u>Level of Coverage</u>	<u>Claim Cost</u>	<u>Administrative</u>
Medical Standard Plan	\$ 337.96	\$ 48.38
Medical High Deductible Plan	237.12	48.38
Dental	27.67	3.49
Vision	6.37	3.42

Note 9 - Other Post-employment Benefits (Continued)

Based on the actuarial study the Accrued Actuarial Liability (AAL) for the year ending June 30, 2008 was \$3,604,348. The Annual Required Contribution (ARC) is \$386,348, so the Accrued Actuarial Liability AAL for the year ending June 30, 2009 is \$3,990,696. As of June 30, 2009 there were no qualified contributions made toward this cost.

Actuarial valuations involve estimates of the reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as actual results are compared to the past expectations and new estimates are made about the future. Projections of benefits for the plan are based on types of benefits provided under the substantive plan members to that point. Actuarial calculations reflect a long-term prospective and, consistent with that prospective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities. For the actuarial valuation performed at June 30, 2008 the projected unit credit actuarial cost method was used. The health care trend rate was 10% for 2009 decreasing to 5% for 2014 and after. The assumed discount rate was 6%. The unfunded actuarial liability was amortized on a level-dollar basis over an open period of 30 years.

Note 10 - Deficit Fund Balances/Net Assets and Excess of Expenditures over Appropriations

Deficit fund balances - At June 30, 2009, the following funds had a deficit fund balance or retained earnings resulting from expenditures/expenses in excess of revenues during 2009 and prior years:

Nonmajor Governmental Funds	
Special Revenue Funds	
Building Code Division	\$ 27,642
Disaster & Emergency Levy	1,393
Community Based Organizations	85,037
Seeley Lake Refuse District	3,834
Judgment Levy	375
Debt Service Funds	
Fair Ice Rink Series 2004	100,207
Fair Ice Rink Series 2006	43,056
Open Space Bonds	69,258
Capital Projects Fund	
Milltown Development Projects	512,843
Grant Creek Project	61,639
RSID Projects	584,419
Fair Ice Rink Project	20,439

The Seeley Lake Refuse District, Judgment Levy and Disaster & Emergency deficits will be eliminated through delinquent tax collections over the next few years. The deficits in the Community Based Organizations, Fair Ice Rink Debt Service, Open Space Debt Service, RSID Projects, Building Code Division, Grant Creek Project and Milltown Development Projects funds are expected to be eliminated through future income. The deficit in the Fair Ice Rink Project will be eliminated through collections on a note receivable.

Expenditures in excess of appropriations - The following funds had an excess of actual expenditures/expenses over budget, at the level of budgetary control, for the year ended June 30, 2009:

Governmental Activities	
Major Funds	
General Fund	
Attorney	
Capital Outlay	\$ 150
Financial Services	
Personnel	3,503
Capital Outlay	32
Auditor	
Personnel	5,218

Note 10 - Deficit Fund Balances/Retained Earnings and Excess of Expenditures over Appropriations (Continued)

Facilities Management	
Personnel	9,917
Office of Emergency Services	
Personnel	1,135
Capital Outlay	34,736
9-1-1- Communications Center	
Personnel	35,694
Operations	43,095
Non-Departmental	
Operations	66,494
Public Safety Fund	
Capital	289,486
Nonmajor Governmental Funds	
Special Revenue Funds	
Road	
Transfers Out	18,374
Fair	
Personnel	17,003
District Court	
Operations	6,633
Weed Grant	
Transfers Out	12,286
Library	
Operations	3,272
Capital Outlay	243,685
Urban Initiatives	
Personnel	3,813
Operations	20,122
Transfers Out	36,668
Building Code Division	
Principal	1,005
Animal Control	
Operations	8,611
Drug Forfeiture	
Transfers Out	295
Museum	
Personnel	323

Note 10 - Deficit Fund Balances/Retained Earnings and Excess of Expenditures over Appropriations (Continued)

Search & Rescue Operations	6,934
Lolo Mosquito district Operations	1,338
RSID Administration Operations	392
Transfers Out	15,000
Permissive Medical Levy Transfers Out	336
Community Based Organizations Operations	15,714
Principal	908
Seeley Lake Refuse Operations	31,549
Debt Service Funds	
RSID Revolving Transfers Out	6,026
Open Space General Obligation Interest	300
Capital Projects Funds	
Capital Improvements Principal	64,888
Interest	12,678
Transfers Out	60,000
Milltown Development Projects Capital Outlay	248,615
Business-type Activities	
Internal Service Funds	
Health Insurance Operations	490,465
Workers' Compensation Operations	98,827
Excess Loss Fund Operations	70,000
Other Benefits Programs Operations	46,317

Note 10 - Deficit Fund Balances/Retained Earnings and Excess of Expenditures over Appropriations (Continued)

Personnel over-expenditure in the 9-1-1 Communications Center was due to high over-time wages, operations over expenditure was due to increased phone expenses. Capital over-expenditures in Office of Emergency Services due to extra work at the Ellis Mountain communications site. Over-expenditures in Non-Departmental was due to much higher Psych Exam costs. Over-expenditure in Road Transfers and Public Safety Capital was due to the funds being budgeted in Operations. Personnel over-expenditures at the Fair were due to an increase in employees versus contractors at the annual fair event. Library Capital used cash reserves to fund certain re-modeling and upgrades to the elevator. Over-expenditures in Capital Projects Principal, Interest, and Transfers Out were covered by funds budgeted in capital lines. Milltown Development Project was over-expended due to unexpected costs. Operations over-expenditure in the Seeley Lake Refuse District was due to restructuring of the office. Higher than expected claims resulted in over-expenditures in Health Insurance, Workers' Compensation and Other Benefits Programs.

Over expenditures in the remaining funds represent expenditures approved by the Commissioners, but for which no transfer form or amendment was formally completed.

Note 11 - Budgetary-GAAP Reporting Reconciliation

The accompanying combining schedules of revenues and expenditures-budget and actual are presented on the budget basis. The following is a reconciliation of the change in Fund Balance-GAAP basis to the change in Fund Balance-budget basis for budgeted funds:

	<u>General</u>	<u>Public Safety</u>	<u>Missoula Development Authority</u>	<u>Nonmajor Governmental</u>	<u>Internal Service</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - GAAP Basis	\$ 359,302	\$ (20,979)	\$ 1,046,337	\$ 2,392,189	\$ 314,146
Cash & Investments - 6/30/09	(1,178,289)	(262)	(1,694)	(4,281)	(629)
Cash & Investments - 6/30/08	727,543	1,040	8,738	16,544	1,789
Accounts Receivable - 6/30/09	(333,484)	(673,034)	(1,269,116)	(1,027,229)	(361,383)
Accounts Receivable - 6/30/08	-	-	-	1,087,409	317,831
Accounts Payable - 6/30/09	82,630	137,106	29,746	794,857	23,567
Accounts Payable - 6/30/08	(116,416)	(204,843)	(19,774)	(1,727,139)	(29,179)
Claims Payable - 6/30/09	-	-	-	-	3,803,398
Claims Payable - 6/30/08	-	-	-	-	(4,683,078)
Accrued Payroll - 6/30/09	466,014	479,405	4,667	711,478	16,023
Accrued Payroll - 6/30/08	(444,369)	(475,766)	(4,109)	(640,077)	(31,982)
Prepaid Cost - 6/30/09	-	-	-	-	(75,191)
Prepaid Cost - 6/30/08	-	-	-	-	73,499
Accrued Interest - 6/30/09	-	-	84,700	426,666	-
Accrued Interest - 6/30/08	-	-	(218,903)	(306,432)	-
Deferred Tax Revenue	-	-	-	-	(48,354)
Other Deferred Revenue - 6/30/09	-	-	-	-	26,960
Other Deferred Revenue - 6/30/08	-	-	-	-	(24,833)
Depreciation	-	-	-	-	12,706
Non-budgeted Funds:					
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	-	-	-	211,208	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - Budget Basis	<u>\$ (437,069)</u>	<u>\$ (757,333)</u>	<u>\$ (339,408)</u>	<u>\$ 1,935,193</u>	<u>\$ (664,710)</u>

Note 12 - Interfund Transactions

Interfund transfers - The County uses interfund transfers for regular recurring internal charges, such as debt service, supplies and materials, and services provided. An analysis of transfers in and out during 2009 follows:

General Fund to:	
Public Safety	\$ 434,429
Nonmajor Governmental Funds (Technology, Emergency Levy, Community Based Organizations, Planning, Rural Initiatives, Nonmajor Capital Funds (Grant Creek Project)	1,033,792 100,000
Public Safety Fund to:	
Nonmajor Governmental Funds (Drug Forfeiture, Planning, Technology)	262,975
Internal Service (Risk Management)	67,806
RSID Debt Service Funds to:	
Nonmajor Governmental Funds (RSID Revolving)	8,077
Nonmajor Governmental Funds (RSID Administration)	6,889
Missoula County Development Park to:	
General Fund	22,000
Nonmajor Governmental Funds (Road, Technology, Capital Improvements, MDA Debt Service) PHC Creamery Building)	269,031
RSID Debt Service	17,683
Nonmajor Governmental Funds to:	
General Fund	357,733
Public Safety Fund	392,786
Missoula Development Authority	310,209
Nonmajor Governmental Funds (Library, Animal Control, Fair Planning, Technology, Extension, Road, Weed, Health, Museum, RSID Administration, RSID Enterprise, RSID Capital, Parks, District Court, Bridge, Fair Ice Rink Series 2004, Fair Ice Rink Series 2006, Rural Initiatives, City Initiatives, Capital Improvements, Weed Grant, PHC Creamery Building)	2,141,953
Internal Service (Risk Management, Health Insurance)	9,225
Internal Service Funds to:	
Internal Service (Excess Loss)	15,000
Internal Service (Health Benefits)	75,000

Note 12 - Interfund Transactions (Continued)

Larchmont Golf Course Fund to:	
General Fund	14,642
Capital Improvements	108,402
Nonmajor Enterprise Fund to:	
Nonmajor Governmental Funds (RSID Administration, Parks)	41,342
	<hr/>
Total Transfers In/Out	\$ 5,688,974

Advances to other funds - Interfund advances to allocate cash resources between funds at June 30, 2009 consist of the following:

General Fund - Cash flow advances to:	
Nonmajor Governmental Funds (Planning)	\$ 466
Public Safety - Cash flow advances to:	
Nonmajor Governmental Funds (Jail Bonds)	162,313
RSID Debt Service - Cash flow advances to:	
Nonmajor Governmental Funds (RSID Capital Projects)	500,000
Nonmajor Governmental Funds - Cash flow advances to:	
Nonmajor Governmental Funds (Planning, Building Code Division, Milltown Development Projects, Fair Ice Rink Series 2004, Fair Ice Rink Series 2006, Fair Ice Rink Project, Disaster, Judgment Levy)	1,401,202
Internal Service Funds - Cash flow advances to:	
Nonmajor Governmental Funds (Risk Management Bonds, Employee Benefits)	66,223
	<hr/>
Total Advances to Other Funds	\$ 2,130,204

Note 13 - Transactions with Component Units

Missoula County's significant transactions with its discretely-presented component units include:

Partnership Health Center

Advances from Primary Government

Other advance from Nonmajor Governmental Funds (Health Center Bonds)	\$ 2,305,058
Other advance from Nonmajor Governmental Funds (Health Center Building)	1,178,578

Note 13 - Transactions with Component Units (Continued)

Transfers from General Government

Interest payment to Nonmajor Governmental Funds (Health Center Bonds)	\$	16,363
Health insurance premiums paid to Internal Service Funds		260,431
Community Based Organizations Grant from Nonmajor Governmental Fund (Poor Fund)		236,623

Missoula Aging Services

Community Based Organizations Grant from Nonmajor Governmental Fund (Aging Fund)		626,652
Community Based Organizations Loan from Nonmajor Governmental Fund (Aging Fund) (Variable interest, semi-annual payments of \$14,671 through August 2015)		186,084

Note 14 - Reclassifications

During 2009, \$216,590 was reclassified from RSID Capital Projects to RSID Debt Service

Note 15 - Subsequent Events

On July 16, 2009, the County issued \$2,230,000 of Series 2009A Bonds. Proceeds of the bonds were used for sanitary sewer improvements in RSID 8489. The 3.5% - 6.25% bonds are due in varying amounts through July 1, 2029

On July 22, 2009, the County received final approval for two loans from the Montana Department of Natural Resources & Conservation's Revolving Fund Program for sanitary sewer improvements. The total of both loans is \$3,800,825 at 3.75%, due in varying amounts until July 1, 2029. The funds were used for a portion of RSID 8489. \$390,700 of the total was funded through the American Recovery and Reinvestment Act (AARA).

In Fiscal Year 2010, the County will receive AARA funds through the Montana Department of Natural Resources & Conservation's Revolving Fund Program for water system improvements. This loan for \$317,700 at .75%, due in varying amounts until July 1, 2029, was used for RSID 8496.

Note 16 - Restatements

Beginning governmental activities net assets in the government-wide financial statements were restated by \$4,084,495. Net assets were increased by \$1,250,000 for a grant not previously accrued, \$927,431 for unrecorded notes receivable, and \$2,493,114 for unrecorded construction in progress. Net assets were decreased by \$586,050 for prior years fringe benefits on compensated absences. Beginning business-type net assets increased by \$39,364 due to errors in the Larchmont depreciation schedule in previous periods.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue funds are used to account for revenues which are legally restricted to certain specific uses.

Road Fund - To account for taxes and other revenues to be used for construction and maintenance of County highways.

Poor Fund - To account for taxes to be used for welfare programs which the State of Montana will not cover in its Welfare Assumption Program.

Bridge Fund - To account for taxes and other revenues restricted to the construction and maintenance of bridges.

Weed Fund - To account for taxes and other revenues restricted to use in weed control programs.

Fair Fund - To account for various revenues restricted to use for funding the Western Montana Fair and maintenance of the fairgrounds.

District Court Fund - To account for revenues to be used for expenditures by Clerk of Court, Public Defender, and the Sheriff in court-related matters.

Weed Grant - To account for revenues related to the State of Montana Weed Grant Program.

Parks Fund - To account for revenues to support County parks and recreational programs.

Library Fund - To account for revenues restricted to use in various public library programs in the County.

Planning Fund - To account for revenues used by the Office of Planning and Grants.

Rural Initiatives Fund - To account for revenues used by the Rural Initiatives Office.

Urban Initiatives Fund - To account for revenues used by the Urban Initiatives Office.

Building Code Division - To account for revenues used by the Building Code Division.

Health Fund - To account for revenues restricted to use in programs related to public health.

Water Quality District - To account for revenues to be used by the Water Quality District.

Animal Control - To account for revenues to support Animal Control programs.

Extension Fund - To account for revenues restricted to use by the County Extension Service.

Drug Forfeiture Fund - To account for revenues from seizures made by the Sheriff's Department in drug-related arrests, and revenues from Board of Crime Control grants to be used in drug-related law enforcement.

Y.E.S. Fund - To account for revenues used to support the Youth Education and Safety program.

Museum Fund - To account for revenues restricted to use in art or historical museum programs.

Search & Rescue - To account for revenues used in the Search & Rescue Program.

Lolo Mosquito District - To account for the revenues of the mosquito abatement program in Lolo, Montana.

Disaster Emergency Levy - To account for certain costs and related revenues for County disasters as declared by the Board of County Commissioners.

Junk Vehicle Fund - To account for state grant monies restricted to programs to eliminate junk vehicles.

Forest Reserve Title III - To account for the special mitigation projects set aside from the County's Forest Reserve receipts.

RSID Administration - To account for the administration costs and revenues of the County's Rural Special Improvement District Program.

HUD/CDBG - To account for the use of Housing and Urban Development grants and Community Block Grants.

Community Based Organization Fund - To account for revenues to be used for community programs such as aging programs, child daycare, programs for the developmentally disabled and mentally ill, assistance to victims and witnesses of crimes, cultural grants from the State of Montana and grant supported housing and infrastructure projects.

Permissive Medical Levy - To account for the revenues used to support the County's health insurance program

Seeley Lake Refuse - To account for those resources used in the Seeley Lake Refuse District.

Judgment Levy - To account for revenues used to support judgments against the County.

(Continued)

Open Space Fund - To account for those resources used in the Growth Management Process.

Other Special Revenue Funds - To account for various trusts which are expendable both as to principal and interest for specific County purposes, including:

9-1-1 Trust
Abandoned Vehicles
901 Sewer/Water
Jail Commissary
IACP School

MCFPA Trust
LEPC Trust
Art Museum
Friends of the Library
Other Special Revenue Funds

Transportation Mitigation Trust
Friends of Historical Museum
Historical Museum Gift Shop
Subdivision Improvement Bonds
Miller Creek Trust - for future capital improvements

Debt Service Funds - To account for the accumulation of resources for and the payment of general long-term debt principal and interest:

Risk Management - To account for principal and interest payments for the 2002 General Fund bond issue for the risk management program.

Jail Bond Fund - To account for principal and interest payments for the 1998 general obligation bond issue for jail construction.

Health Center - To account for principal and interest payments for the 1998 and 2009 general fund note for the Partnership Health Clinic building.

RSID Revolving Fund - To account for revenues set aside to make principal and interest payments in the event that collections of special assessments are insufficient to make those payments.

Fair Ice Rink - To account for principal and interest payments for the 2004 and 2006 limited general obligation bond issue for the ice facilities at the Western Montana Fairgrounds.

Technology Tax Increment - To account for principal and interest payments for the 2006 Technology Tax Increment Bonds.

Open Space Bonds - To account for principal and interest payments for the 2007 Open Space general obligation bonds.

Capital Project Funds - To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by the proprietary funds:

Capital Improvement Fund - To account for revenues legally set aside for capital purchases that are too low to justify the use of a capital project fund

Technology Fund - To account for technology-related capital purchases in the County's Capital Improvement Plan.

Public Safety Building Fund - To account for construction of the Public Safety Building.

Milltown Development Projects - To account for revenues used in Public Works projects related to the removal of the Milltown dam.

Milltown Historical Preservation - To account for revenues used in the historical preservation projects on the Milltown dam site.

Grant Creek Project - To account for revenues used in the pre-disaster mitigation of the Grant Creek Area.

Open Space - To account for bond proceeds and other revenues used in the acquisition and maintenance of Open Space properties.

Jail Project - To account for bond proceeds and other revenues used for the construction of the Missoula County Detention Facility.

RSID Funds - To account for financial resources in those special improvement districts (RSIDs) which are in the construction phase

Ice Rink Project - To account for bond proceeds and other revenues used for the construction of additional ice rink facilities at the Western Montana Fair.

MCA Industrial District Construction - To account for proceeds from the series 2006 Industrial Tax Increment Bonds.

MISSOULA COUNTY, MONTANA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009
(Page 1 of 8)

Special Revenue

	Road	Poor	Bridge	Weed	Fair	District Court	Weed Grant	Parks	Library	Planning
Assets:										
Cash & Cash Equivalents	\$ 54,567	\$ 3,594	\$ 19,605	\$ 19,941	\$ -	\$ 7,428	\$ 3,201	\$ 25,600	\$ 15,605	\$ -
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	1,088,300	71,678	391,003	397,703	-	148,146	63,838	510,577	311,235	-
Property Taxes Receivable (net)	236,060	93,945	87,766	43,076	6,520	58,830	-	21,504	213,944	83,435
Accounts Receivable	1,145	-	-	-	-	53,100	-	(244)	-	488,005
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-	-
Advances to Other Funds	654,861	-	-	-	190,385	375	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	668,783	-	-	-	-	-	-	-	-	-
Total Assets	\$ 2,703,716	\$ 169,217	\$ 498,374	\$ 460,720	\$ 196,905	\$ 267,879	\$ 67,039	\$ 557,437	\$ 540,784	\$ 571,440
Liabilities:										
Accounts & Warrants Payable	\$ 332,490	\$ 3,489	\$ 4,749	\$ 1,222	\$ 28,756	\$ 4,398	\$ 3,738	\$ 15	\$ 18,004	\$ 49,977
Accrued Interest Payable	-	-	-	-	2,740	-	-	-	-	-
Accrued Payroll	95,273	-	32,269	15,388	16,390	36,780	-	3,073	76,277	134,541
Advances from Other Funds	-	-	-	-	-	-	-	-	-	62,659
Deferred Tax Revenue	236,060	93,945	87,766	43,076	6,520	58,830	-	21,504	213,944	83,435
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Total Liabilities	663,823	97,434	124,784	59,686	54,406	100,008	3,738	24,592	308,225	330,612
Fund Balance:										
Reserved for Inventory	668,783	-	-	-	-	-	-	-	-	-
Reserved for Advances	654,861	-	-	-	190,385	375	-	-	-	-
Reserved for Debt Service	-	-	-	-	-	-	-	-	-	-
Unreserved Fund Balance:										
Undesignated	716,249	71,783	373,590	401,034	(47,886)	167,496	63,301	532,845	232,559	240,828
Total Fund Balance	2,039,893	71,783	373,590	401,034	142,499	167,871	63,301	532,845	232,559	240,828
Total Liabilities and Fund Balance	\$ 2,703,716	\$ 169,217	\$ 498,374	\$ 460,720	\$ 196,905	\$ 267,879	\$ 67,039	\$ 557,437	\$ 540,784	\$ 571,440

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 2 of 8)

	Special Revenue									
	Rural Initiatives	Urban Initiatives	Building Code Division	Health	Water Quality District	Animal Control	Extension	Drug Forfeiture	Youth Education & Safety	Museum
Assets:										
Cash & Cash Equivalents	\$ 14,932	\$ 191	\$ -	\$ 54,836	\$ 16,371	\$ 2,514	\$ 7,293	\$ 5,296	\$ 715	\$ 5,649
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	297,816	3,809	-	1,093,662	326,502	50,143	145,456	105,622	14,275	112,658
Property Taxes Receivable (net)	-	-	-	93,527	23,965	15,277	31,351	-	-	41,815
Accounts Receivable	-	-	-	318,907	12,822	6,071	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	62,194	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	450,000	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 312,748</u>	<u>\$ 66,194</u>	<u>\$ -</u>	<u>\$ 2,010,932</u>	<u>\$ 379,660</u>	<u>\$ 74,005</u>	<u>\$ 184,100</u>	<u>\$ 110,918</u>	<u>\$ 14,990</u>	<u>\$ 160,122</u>
Liabilities:										
Accounts & Warrants Payable	\$ 7,937	\$ 290	\$ 2,856	\$ 38,773	\$ 760	\$ 4,307	\$ 1,396	\$ 152	\$ -	\$ 6,796
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	16,190	12,401	14,163	174,646	14,923	20,894	10,431	11,339	-	13,451
Advances from Other Funds	-	-	10,623	-	-	-	-	-	-	-
Deferred Tax Revenue	-	-	-	93,527	23,965	15,277	31,351	-	-	41,815
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>24,127</u>	<u>12,691</u>	<u>27,642</u>	<u>306,946</u>	<u>39,648</u>	<u>40,478</u>	<u>43,178</u>	<u>11,491</u>	<u>-</u>	<u>62,062</u>
Fund Balance:										
Reserved for Inventory	-	-	-	-	-	-	-	-	-	-
Reserved for Advances	-	62,194	-	450,000	-	-	-	-	-	-
Reserved for Debt Service	-	-	-	-	-	-	-	-	-	-
Unreserved Fund Balance:										
Undesignated	288,621	(8,691)	(27,642)	1,253,986	340,012	33,527	140,922	99,427	14,990	98,060
Total Fund Balance	<u>288,621</u>	<u>53,503</u>	<u>(27,642)</u>	<u>1,703,986</u>	<u>340,012</u>	<u>33,527</u>	<u>140,922</u>	<u>99,427</u>	<u>14,990</u>	<u>98,060</u>
Total Liabilities and Fund Balance	<u>\$ 312,748</u>	<u>\$ 66,194</u>	<u>\$ -</u>	<u>\$ 2,010,932</u>	<u>\$ 379,660</u>	<u>\$ 74,005</u>	<u>\$ 184,100</u>	<u>\$ 110,918</u>	<u>\$ 14,990</u>	<u>\$ 160,122</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 3 of 8)

	Special Revenue									
	Search & Rescue	Lolo Mosquito	Disaster Emergency Levy	Junk Vehicle	Forest Reserve Title III	RSID Administration	HUD/ CDBG	Community Based Organizations	Permissive Medical Levy	Seeley Lake Refuse
Assets:										
Cash & Cash Equivalents	\$ 2,633	\$ 619	\$ -	\$ 2,772	\$ 18,489	\$ 26,660	\$ 13,279	\$ 3,420	\$ -	\$ 1,434
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-	-
Investments	52,520	12,337	-	55,289	368,748	531,707	264,843	68,206	-	28,603
Property Taxes Receivable (net)	7,915	758	120	-	-	-	-	72,099	97,638	26,668
Accounts Receivable	-	-	-	-	-	-	-	-	-	-
Loans & Notes Receivable (net)	-	-	-	-	-	125,559	1,036,123	186,084	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 63,068</u>	<u>\$ 13,714</u>	<u>\$ 120</u>	<u>\$ 58,061</u>	<u>\$ 387,237</u>	<u>\$ 683,926</u>	<u>\$ 1,314,245</u>	<u>\$ 329,809</u>	<u>\$ 97,638</u>	<u>\$ 56,705</u>
Liabilities:										
Accounts & Warrants Payable	\$ 1,120	\$ -	\$ -	\$ 175	\$ 26,710	\$ -	\$ -	\$ 156,663	\$ -	\$ 30,003
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-
Accrued Payroll	-	2,792	-	3,576	-	2,813	-	-	-	3,868
Advances from Other Funds	-	-	1,393	-	-	-	-	-	-	-
Deferred Tax Revenue	7,915	758	120	-	-	-	-	72,099	97,638	26,668
Unearned Revenue	-	-	-	-	-	125,559	1,036,123	186,084	-	-
Total Liabilities	<u>9,035</u>	<u>3,550</u>	<u>1,513</u>	<u>3,751</u>	<u>26,710</u>	<u>128,372</u>	<u>1,036,123</u>	<u>414,846</u>	<u>97,638</u>	<u>60,539</u>
Fund Balance:										
Reserved for Inventory	-	-	-	-	-	-	-	-	-	-
Reserved for Advances	-	-	-	-	-	-	-	-	-	-
Reserved for Debt Service	-	-	-	-	-	-	-	-	-	-
Unreserved Fund Balance:										
Undesignated	54,033	10,164	(1,393)	54,310	360,527	555,554	278,122	(85,037)	-	(3,834)
Total Fund Balance	<u>54,033</u>	<u>10,164</u>	<u>(1,393)</u>	<u>54,310</u>	<u>360,527</u>	<u>555,554</u>	<u>278,122</u>	<u>(85,037)</u>	<u>-</u>	<u>(3,834)</u>
Total Liabilities and Fund Balance	<u>\$ 63,068</u>	<u>\$ 13,714</u>	<u>\$ 120</u>	<u>\$ 58,061</u>	<u>\$ 387,237</u>	<u>\$ 683,926</u>	<u>\$ 1,314,245</u>	<u>\$ 329,809</u>	<u>\$ 97,638</u>	<u>\$ 56,705</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 4 of 8)

Special Revenue

	9-1-1 Trust	Abandoned Vehicle	901 Sewer - Water	Jail Commissary	IACP School	MCFPA Trust	LEPC Trust	Art Museum	Friends of the Library
Assets:									
Cash & Cash Equivalents	\$ 17,820	\$ 59	\$ 36,966	\$ 16,662	\$ 3	\$ 38	\$ 16	\$ 10	\$ 1,961
Cash with Fiscal Agents	-	-	-	-	-	-	-	-	-
Investments	355,421	1,182	737,252	332,311	67	761	321	196	39,103
Property Taxes Receivable (net)	-	-	-	-	-	-	-	-	-
Accounts Receivable	-	-	-	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-
Advances to Other Funds	1,393	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Total Assets	\$ 374,634	\$ 1,241	\$ 774,218	\$ 348,973	\$ 70	\$ 799	\$ 337	\$ 206	\$ 41,064
Liabilities:									
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ 12,165	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-	-	-	-	-
Deferred Tax Revenue	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	12,165	-	-	-	-	-
Fund Balance:									
Reserved for Inventory	-	-	-	-	-	-	-	-	-
Reserved for Advances	1,393	-	-	-	-	-	-	-	-
Reserved for Debt Service	-	-	-	-	-	-	-	-	-
Unreserved Fund Balance:									
Undesignated	373,241	1,241	774,218	336,808	70	799	337	206	41,064
Total Fund Balance	374,634	1,241	774,218	336,808	70	799	337	206	41,064
Total Liabilities and Fund Balance	\$ 374,634	\$ 1,241	\$ 774,218	\$ 348,973	\$ 70	\$ 799	\$ 337	\$ 206	\$ 41,064

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 5 of 8)

	Special Revenue							
	Transportation Mitigation Trust	Miller Creek Trust	Friends of Historical Museum	Historical Museum Gift Shop	Other Special Revenue	Subdivision Improvement Bonds	Judgment Levy	Open Space
Assets:								
Cash & Cash Equivalents	\$ 15,876	\$ 156	\$ 1,479	\$ 896	\$ 514	\$ 1,104	\$ -	\$ 1,727
Cash with Fiscal Agents	-	-	-	-	-	-	-	-
Investments	316,644	3,120	29,491	17,867	10,258	22,029	-	34,441
Property Taxes Receivable (net)	-	-	-	-	-	-	85	93
Accounts Receivable	-	-	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	-	-	-	-	-	-
Prepaid Costs	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 332,520</u>	<u>\$ 3,276</u>	<u>\$ 30,970</u>	<u>\$ 18,763</u>	<u>\$ 10,772</u>	<u>\$ 23,133</u>	<u>\$ 85</u>	<u>\$ 36,261</u>
Liabilities:								
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payable	-	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-	-
Advances from Other Funds	-	-	-	-	-	-	375	-
Deferred Tax Revenue	-	-	-	-	-	-	85	93
Unearned Revenue	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>460</u>	<u>93</u>
Fund Balance:								
Reserved for Inventory	-	-	-	-	-	-	-	-
Reserved for Advances	-	-	-	-	-	-	-	-
Reserved for Debt Service	-	-	-	-	-	-	-	-
Unreserved Fund Balance:								
Undesignated	<u>332,520</u>	<u>3,276</u>	<u>30,970</u>	<u>18,763</u>	<u>10,772</u>	<u>23,133</u>	<u>(375)</u>	<u>36,168</u>
Total Fund Balance	<u>332,520</u>	<u>3,276</u>	<u>30,970</u>	<u>18,763</u>	<u>10,772</u>	<u>23,133</u>	<u>(375)</u>	<u>36,168</u>
Total Liabilities and Fund Balance	<u>\$ 332,520</u>	<u>\$ 3,276</u>	<u>\$ 30,970</u>	<u>\$ 18,763</u>	<u>\$ 10,772</u>	<u>\$ 23,133</u>	<u>\$ 85</u>	<u>\$ 36,261</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 6 of 8)

Debt Service

	Risk Management	Jail Bond	Health Center 1998	RSID Revolving	Fair Ice Rink Series 2004	Fair Ice Rink Series 2006	Technology Tax Increment Bonds	Open Space Bonds	Health Center 2009
Assets:									
Cash & Cash Equivalents	\$ -	\$ -	\$ -	\$ 16,544	\$ -	\$ -	\$ 4,809	\$ -	\$ -
Cash with Fiscal Agents	117,595	1,136,175	-	-	59,603	45,176	-	256,166	-
Investments	-	-	-	329,957	-	-	95,907	-	-
Property Taxes Receivable (net)	12,659	116,268	-	57	-	-	-	8,241	-
Accounts Receivable	-	-	-	-	-	-	-	-	-
Loans & Notes Receivable	-	-	-	-	-	-	-	-	-
Advances to Other Funds	-	-	-	-	-	-	-	-	-
Advances to Component Units	-	-	305,058	-	-	-	-	-	2,000,000
Prepaid Costs	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 130,254</u>	<u>\$ 1,252,443</u>	<u>\$ 305,058</u>	<u>\$ 346,558</u>	<u>\$ 59,603</u>	<u>\$ 45,176</u>	<u>\$ 100,716</u>	<u>\$ 264,407</u>	<u>\$ 2,000,000</u>
Liabilities:									
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest Payable	7,595	201,175	7,961	-	19,603	15,176	32,366	61,166	60,412
Accrued Payroll	-	-	-	-	-	-	-	-	-
Advances from Other Funds	66,223	162,313	-	-	140,207	73,056	-	264,258	-
Deferred Tax Revenue	12,659	116,268	-	57	-	-	-	8,241	-
Unearned Revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>86,477</u>	<u>479,756</u>	<u>7,961</u>	<u>57</u>	<u>159,810</u>	<u>88,232</u>	<u>32,366</u>	<u>333,665</u>	<u>60,412</u>
Fund Balance:									
Reserved for Inventory	-	-	-	-	-	-	-	-	-
Reserved for Advances	-	-	305,058	-	-	-	-	-	2,000,000
Reserved for Debt Service	43,777	772,687	-	346,501	-	-	68,350	-	-
Unreserved Fund Balance:									
Undesignated	-	-	(7,961)	-	(100,207)	(43,056)	-	(69,258)	(60,412)
Total Fund Balance	<u>43,777</u>	<u>772,687</u>	<u>297,097</u>	<u>346,501</u>	<u>(100,207)</u>	<u>(43,056)</u>	<u>68,350</u>	<u>(69,258)</u>	<u>1,939,588</u>
Total Liabilities and Fund Balance	<u>\$ 130,254</u>	<u>\$ 1,252,443</u>	<u>\$ 305,058</u>	<u>\$ 346,558</u>	<u>\$ 59,603</u>	<u>\$ 45,176</u>	<u>\$ 100,716</u>	<u>\$ 264,407</u>	<u>\$ 2,000,000</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 7 of 8)

	Capital Projects						
	Capital Improvements	Technology	Public Safety Building	Milltown Development Projects	Milltown Historical Preservation	Grant Creek Project	Open Space
Assets:							
Cash & Cash Equivalents	\$ 45,727	\$ 54,805	\$ 201,140	\$ -	\$ 325	\$ -	\$ 53,769
Cash with Fiscal Agents	-	-	-	-	-	-	-
Investments	911,989	1,093,045	4,011,592	-	6,486	-	1,072,394
Property Taxes Receivable (net)	-	46,651	-	-	-	-	-
RSID Receivable							
Delinquent	-	-	-	-	-	-	-
Deferred	-	-	-	-	-	-	-
Accounts Receivable	-	787	-	496,915	-	100,000	-
Loans & Notes Receivable	-	-	-	-	-	-	-
Advances to Other Funds	43,317	-	-	-	100,000	-	264,258
Advances to Component Units	-	-	-	-	-	-	-
Prepaid Costs	-	45,088	-	-	-	-	-
Inventory	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,001,033</u>	<u>\$ 1,240,376</u>	<u>\$ 4,212,732</u>	<u>\$ 496,915</u>	<u>\$ 106,811</u>	<u>\$ 100,000</u>	<u>\$ 1,390,421</u>
Liabilities:							
Accounts & Warrants Payable	\$ 59,249	\$ 179	\$ -	\$ 2,625	\$ -	\$ -	\$ 5,773
Accrued Interest Payable	-	-	-	-	-	-	-
Accrued Payroll	-	-	-	-	-	-	-
Advances from Other Funds	-	-	-	582,600	-	161,639	-
Due to Other Funds	-	-	-	-	-	-	-
Deferred Tax Revenue	-	46,651	-	-	-	-	-
Unearned Revenue	-	-	-	424,533	-	-	-
Total Liabilities	<u>59,249</u>	<u>46,830</u>	<u>-</u>	<u>1,009,758</u>	<u>-</u>	<u>161,639</u>	<u>5,773</u>
Fund Balance:							
Reserved for Inventory	-	-	-	-	-	-	-
Reserved for Advances	43,317	-	-	-	100,000	-	264,258
Reserved for Debt Service	-	-	-	-	-	-	-
Unreserved Fund Balance:							
Undesignated	898,467	1,193,546	4,212,732	(512,843)	6,811	(61,639)	1,120,390
Total Fund Balance	<u>941,784</u>	<u>1,193,546</u>	<u>4,212,732</u>	<u>(512,843)</u>	<u>106,811</u>	<u>(61,639)</u>	<u>1,384,648</u>
Total Liabilities and Fund Balance	<u>\$ 1,001,033</u>	<u>\$ 1,240,376</u>	<u>\$ 4,212,732</u>	<u>\$ 496,915</u>	<u>\$ 106,811</u>	<u>\$ 100,000</u>	<u>\$ 1,390,421</u>

MISSOULA COUNTY, MONTANA
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2009
(Page 8 of 8)

	Capital Projects				Total
	Jail Project	RSID Projects	Ice Rink Project	MCA Industrial District Construction	
Assets:					
Cash & Cash Equivalents	\$ 27,358	\$ -	\$ -	\$ 65,563	\$ 891,971
Cash with Fiscal Agents	-	-	-	-	1,614,715
Investments	545,639	-	-	1,307,612	17,789,761
Property Taxes Receivable (net)	-	-	-	-	1,440,267
Accounts Receivable	-	-	-	-	1,477,508
Loans & Notes Receivable	-	-	61,000	-	1,408,766
Advances to Other Funds	-	-	-	-	1,316,783
Advances to Component Units	-	-	-	-	2,755,058
Prepaid Costs	-	-	-	-	45,088
Inventory	-	-	-	-	668,783
Total Assets	\$ 572,997	\$ -	\$ 61,000	\$ 1,373,175	\$ 29,408,700
Liabilities:					
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ -	\$ 804,767
Accrued Interest Payable	-	-	-	-	408,194
Accrued Payroll	-	-	-	-	711,478
Advances from Other Funds	-	584,419	20,439	-	2,130,204
Deferred Tax Revenue	-	-	-	-	1,440,267
Unearned Revenue	-	-	61,000	-	1,833,299
Total Liabilities	-	584,419	81,439	-	7,328,209
Fund Balance:					
Reserved for Inventory	-	-	-	-	668,783
Reserved for Advances	-	-	-	-	4,071,841
Reserved for Debt Service	-	-	-	-	1,231,315
Unreserved Fund Balance:					
Undesignated	572,997	(584,419)	(20,439)	1,373,175	16,108,552
Total Fund Balance	572,997	(584,419)	(20,439)	1,373,175	22,080,491
Total Liabilities and Fund Balance	\$ 572,997	\$ -	\$ 61,000	\$ 1,373,175	\$ 29,408,700

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 1 of 8)

Special Revenue

	Road	Poor	Bridge	Weed	Fair	District Court	Weed Grant	Parks	Library	Planning
Revenues:										
Property Taxes	\$ 2,004,868	\$ 967,273	\$ 901,728	\$ 444,261	\$ 65,632	\$ 827,127	\$ -	\$ 221,212	\$ 2,211,261	\$ 1,612,136
Licenses & Permits	12,692	-	-	-	-	-	-	-	-	41,186
Intergovernmental Revenue	2,107,943	201,318	106,908	45,865	8,363	175,948	108,325	7,253	159,342	2,823,408
Charges for Services	28,670	-	-	10,100	788,456	55,488	-	32,688	58,163	3,287
Fines & Forfeits	-	-	-	-	-	413	-	-	59,027	150,883
Investment Earnings	3,362	-	-	6,783	3,701	-	-	-	3,099	430
Private & Local Grants	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	139,127	-	-	1,950	43,553	40,000	-	14,330	6,136	59,036
Total Revenues	4,296,662	1,168,591	1,008,636	508,959	909,705	1,098,976	108,325	275,483	2,497,028	4,690,366
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	1,048,643	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Works	3,379,048	-	758,147	392,896	-	-	214,193	-	-	-
Public Health	-	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	806,345	-	-	-	-	-	-	-	2,692,243
Culture & Recreation	-	-	-	-	913,047	-	-	209,824	1,997,041	-
Housing & Community Development	-	-	-	-	-	-	-	-	-	2,057,422
Capital Outlay	1,168,733	-	374,745	2,166	-	1,746	-	88,505	573,468	4,142
Debt Service:										
Principal	-	-	-	-	10,000	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	5,580	-	-	-	-	-
Total Expenditures	4,547,781	806,345	1,132,892	395,062	928,627	1,050,389	214,193	298,329	2,570,509	4,753,807
Excess of Revenues over (under) Expenditures	(251,119)	362,246	(124,256)	113,897	(18,922)	48,587	(105,868)	(22,846)	(73,481)	(63,441)
Other Financing Sources (uses)										
Transfers In	65,356	-	18,556	39,941	66,798	34,221	150,754	32,061	38,424	1,076,668
Transfers Out	(103,579)	(308,000)	(28,401)	(172,254)	(69,713)	(43,532)	(12,286)	(715)	-	(770,225)
Issuance of Debt	835,532	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	168,749	-	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	714,939	54,246	(134,101)	(18,416)	(21,837)	39,276	32,600	8,500	(35,057)	243,002
Fund Balance - Beginning of Year	1,128,220	17,537	507,691	419,450	164,336	128,595	30,701	524,345	267,616	(2,174)
Fund Reclassification:	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	196,734	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 2,039,893	\$ 71,783	\$ 373,590	\$ 401,034	\$ 142,499	\$ 167,871	\$ 63,301	\$ 532,845	\$ 232,559	\$ 240,828

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 2 of 8)

Special Revenue

	Rural Initiatives	Urban Initiatives	Building Code Division	Health	Water Quality District	Animal Control	Extension	Drug Forfeiture	Youth Education & Safety	Museum
Revenues:										
Property Taxes	\$ -	\$ 14,755	\$ -	\$ 1,909,616	\$ -	\$ 376,743	\$ 322,447	\$ -	\$ -	\$ 423,281
Licenses & Permits	-	-	439,207	94,214	-	126,705	-	-	-	-
Intergovernmental Revenue	38,246	-	-	1,561,902	58,697	16,953	34,668	99,576	-	33,132
Charges for Services	-	-	13,164	884,511	363,939	63,468	8,722	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	2,867	-	-
Investment Earnings	-	-	-	5,037	4,362	-	-	2,932	291	-
Private & Local Grants	-	-	-	-	15,000	-	-	-	-	16,870
Miscellaneous Revenues	-	-	149	108,492	-	29,206	10,638	-	-	-
Total Revenues	38,246	14,755	452,520	4,563,772	441,998	613,075	376,475	105,375	291	473,283
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	200,035	-	-
Public Works	-	-	459,595	-	-	-	375,009	-	-	-
Public Health	-	-	-	4,583,156	453,797	631,700	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-	451,888
Housing & Community Development	464,083	403,748	-	-	-	-	-	-	-	-
Capital Outlay	17	-	-	16,359	-	18,629	517	-	-	494,123
Debt Service:										
Principal	-	-	21,223	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	2,614	-	-	-	-	-	-	-
Total Expenditures	464,100	403,748	483,432	4,599,515	453,797	650,329	375,526	200,035	-	946,011
Excess of Revenues over (under) Expenditures	(425,854)	(388,993)	(30,912)	(35,743)	(11,799)	(37,254)	949	(94,660)	291	(472,728)
Other Financing Sources (uses)										
Transfers In	459,653	400,287	-	93,450	-	13,809	26,332	177,000	-	5,116
Transfers Out	(30,005)	(111,230)	-	-	-	-	(20,000)	(5,220)	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	430,000
Sale of Capital Assets	-	-	-	-	-	1,275	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	3,794	(99,936)	(30,912)	57,707	(11,799)	(22,170)	7,281	77,120	291	(37,612)
Fund Balance - Beginning of Year	284,827	153,439	3,270	1,646,279	351,811	55,697	133,641	22,307	14,699	135,672
Fund Reclassifications	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 288,621	\$ 53,503	\$ (27,642)	\$ 1,703,986	\$ 340,012	\$ 33,527	\$ 140,922	\$ 99,427	\$ 14,990	\$ 98,060

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 3 of 8)

Special Revenue

	Search & Rescue	Lolo Mosquito	Disaster Emergency Levy	Junk Vehicle	Forest Reserve Title III	RSID Administration	HUD/ CDBG	Community Based Organizations	Permissive Medical Levy	Seeley Lake Refuse
Revenues:										
Property Taxes	\$ 85,670	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 762,348	\$ 961,633	\$ 15,881
Licenses & Permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	3,644	137,974	72,926	-	4,723	47,665	-	-
Charges for Services	-	15,430	-	85	-	-	-	-	-	213,771
Fines & Forfeits	-	-	-	-	-	-	-	-	-	-
Investment Earnings	10	-	-	980	-	-	4,490	-	-	634
Private & Local Grants	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	1,260	-	-	-	-	-	89,744	31,161	-	-
Total Revenues	86,940	15,430	3,644	139,039	72,926	-	98,957	841,174	961,633	230,286
Expenditures:										
Current Operations:										
General Government	-	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-	-
Public Safety	60,852	-	584	-	125,513	-	-	-	-	-
Public Works	-	14,735	-	-	-	59,268	-	-	-	254,522
Public Health	-	-	-	98,040	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	1,045,954	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	155	-	-	-
Capital Outlay	-	-	-	47,300	-	392	-	-	-	16,491
Debt Service:										
Principal	-	-	-	-	-	-	-	22,533	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	8,627	-	-
Total Expenditures	60,852	14,735	584	145,340	125,513	59,660	155	1,077,114	-	271,013
Excess of Revenues over (under) Expenditures	26,088	695	3,060	(6,301)	(52,587)	(59,660)	98,802	(235,940)	961,633	(40,727)
Other Financing Sources (uses)										
Transfers In	-	-	63,406	-	-	52,219	-	75,756	-	-
Transfers Out	-	-	-	-	-	(24,500)	-	-	(961,633)	-
Issuance of Debt	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	26,088	695	66,466	(6,301)	(52,587)	(31,941)	98,802	(160,184)	-	(40,727)
Fund Balance - Beginning of Year	27,945	9,469	(67,859)	60,611	413,114	587,495	179,320	75,147	-	36,893
Fund Reclassifications	-	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	<u>\$ 54,033</u>	<u>\$ 10,164</u>	<u>\$ (1,393)</u>	<u>\$ 54,310</u>	<u>\$ 360,527</u>	<u>\$ 555,554</u>	<u>\$ 278,122</u>	<u>\$ (85,037)</u>	<u>\$ -</u>	<u>\$ (3,834)</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 4 of 8)

	Special Revenue								
	9-1-1 Trust	Abandoned Vehicle	901 Sewer - Water	Jail Commissary	IACP School	MCFPA Trust	LEPC Trust	Art Museum	Friends of the Library
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-	-
Charges for Services	757,670	-	21,000	-	-	-	-	-	28,278
Fines & Forfeits	-	-	-	-	-	-	-	-	-
Investment Earnings	11,255	-	14,785	1,790	-	-	-	-	738
Private & Local Grants	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	536,845	-	-	-	-	1,859
Total Revenues	768,925	-	35,785	538,635	-	-	-	-	30,875
Expenditures:									
Current Operations:									
General Government	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-
Public Safety	953,668	-	-	288,277	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	19,715
Housing & Community Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	2,833
Debt Service:									
Principal	-	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-	-
Total Expenditures	953,668	-	-	288,277	-	-	-	-	22,548
Excess of Revenues over (under) Expenditures	(184,743)	-	35,785	250,358	-	-	-	-	8,327
Other Financing Sources (uses)									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	(75,000)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	(184,743)	-	35,785	175,358	-	-	-	-	8,327
Fund Balance - Beginning of Year	559,377	1,241	738,433	161,450	70	799	337	206	32,737
Fund Reclassification:	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 374,634	\$ 1,241	\$ 774,218	\$ 336,808	\$ 70	\$ 799	\$ 337	\$ 206	\$ 41,064

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 5 of 8)

	Special Revenue							Open Space
	Transportation Mitigation Trust	Miller Creek Trust	Friends of Historical Museum	Historical Gift Shop	Other Special Revenue	Subdivision Improvement Bonds	Judgment Levy	
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 54	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	15,220	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	6,396	48	805	-	210	432	-	-
Private & Local Grants	-	-	79,105	-	3,941	-	-	-
Miscellaneous Revenues	7,315	1,800	-	-	540	3,125	-	-
Total Revenues	13,711	1,848	79,910	15,220	4,691	3,557	54	-
Expenditures:								
Current Operations:								
General Government	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	3,291	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	95,069	15,009	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	3,350
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	-	-	-	-	-	-
Total Expenditures	-	-	95,069	15,009	3,291	-	-	3,350
Excess of Revenues over (under) Expenditures	13,711	1,848	(15,159)	211	1,400	3,557	54	(3,350)
Other Financing Sources (uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	(200)	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	13,711	1,848	(15,159)	11	1,400	3,557	54	(3,350)
Fund Balance - Beginning of Year	318,809	1,428	46,129	18,752	9,372	19,576	(429)	39,518
Fund Reclassification:								
Change in Inventory Reserves	-	-	-	-	-	-	-	-
Fund Balance - End of Year	\$ 332,520	\$ 3,276	\$ 30,970	\$ 18,763	\$ 10,772	\$ 23,133	\$ (375)	\$ 36,168

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 6 of 8)

Debt Service

	Risk Management	Jail Bond	Health Center	RSID Revolving	Fair Ice Rink Series 2004	Fair Ice Rink Series 2006	Technology Tax Increment Bonds	Open Space Bonds	Health Center 2009
Revenues:									
Property Taxes	\$ 131,206	\$ 1,186,228	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 118,277	\$ -
Licenses & Permits	-	-	-	-	-	-	-	-	-
Intergovernmental Revenue	8,770	215,302	16,663	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-	-
Investment Earnings	(744)	2,988	(25)	-	(1,624)	(582)	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-	-
Total Revenues	<u>139,232</u>	<u>1,404,518</u>	<u>16,638</u>	<u>-</u>	<u>(1,624)</u>	<u>(582)</u>	<u>-</u>	<u>118,277</u>	<u>-</u>
Expenditures:									
Current Operations:									
General Government	-	-	-	-	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-	-
Public Health	-	-	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
Debt Service:									
Principal	105,000	910,000	20,000	-	35,000	30,000	35,000	-	-
Interest and Fiscal Charges	15,490	402,650	16,173	-	39,506	30,602	65,032	187,535	60,412
Total Expenditures	<u>120,490</u>	<u>1,312,650</u>	<u>36,173</u>	<u>-</u>	<u>74,506</u>	<u>60,602</u>	<u>100,032</u>	<u>187,535</u>	<u>60,412</u>
Excess of Revenues over (under) Expenditures	18,742	91,868	(19,535)	-	(76,130)	(61,184)	(100,032)	(69,258)	(60,412)
Other Financing Sources (uses):									
Transfers In	-	-	-	15,177	19,603	15,176	101,316	-	-
Transfers Out	-	-	-	(30,876)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-	2,000,000
Sale of Capital Assets	-	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	18,742	91,868	(19,535)	(15,699)	(56,527)	(46,008)	1,284	(69,258)	1,939,588
Fund Balance - Beginning of Year	25,035	680,819	316,632	362,200	(43,680)	2,952	67,066	-	-
Fund Reclassifications	-	-	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-	-	-
Fund Balance - End of Year	<u>\$ 43,777</u>	<u>\$ 772,687</u>	<u>\$ 297,097</u>	<u>\$ 346,501</u>	<u>\$ (100,207)</u>	<u>\$ (43,056)</u>	<u>\$ 68,350</u>	<u>\$ (69,258)</u>	<u>\$ 1,939,588</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 7 of 8)

	Capital Projects						Open Space
	Capital Improvements	Technology	Public Safety Building	Milltown Development Projects	Milltown Historical Preservation	Grant Creek Project	
Revenues:							
Property Taxes	\$ -	\$ 481,719	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses & Permits	-	-	-	-	-	-	-
Intergovernmental Revenue	24,000	100,413	-	2,584,576	-	2,186,033	-
Charges for Services	-	47,019	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-
Investment Earnings	-	-	83,276	25,606	(742)	-	-
Private & Local Grants	-	-	-	-	-	-	-
Miscellaneous Revenues	-	49	-	-	-	20,100	-
Total Revenues	<u>24,000</u>	<u>629,200</u>	<u>83,276</u>	<u>2,610,182</u>	<u>(742)</u>	<u>2,206,133</u>	<u>-</u>
Expenditures:							
Current Operations:							
General Government	-	295,754	-	-	-	-	-
Criminal Justice	-	-	-	-	-	-	-
Public Safety	-	-	123,806	-	-	-	-
Public Works	-	-	-	1,958	-	-	-
Public Health	-	-	-	-	-	-	-
Social & Economic Services	-	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-	-
Housing & Community Development	-	-	-	-	3,000	-	-
Capital Outlay	217,169	397,324	37,638	1,877,514	-	2,601,187	344,151
Debt Service:							
Principal	210,650	-	-	-	-	-	-
Interest and Fiscal Charges	12,826	-	-	-	-	-	-
Total Expenditures	<u>440,645</u>	<u>693,078</u>	<u>161,444</u>	<u>1,879,472</u>	<u>3,000</u>	<u>2,601,187</u>	<u>344,151</u>
Excess of Revenues over (under) Expenditures	(416,645)	(63,878)	(78,168)	730,710	(3,742)	(395,054)	(344,151)
Other Financing Sources (uses):							
Transfers In	473,335	343,047	-	-	-	100,000	-
Transfers Out	(60,000)	(62,539)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	(3,310)	216,630	(78,168)	730,710	(3,742)	(295,054)	(344,151)
Fund Balance - Beginning of Year	945,094	976,916	4,290,900	(1,243,553)	110,553	233,415	1,728,799
Fund Reclassifications	-	-	-	-	-	-	-
Change in Inventory Reserves	-	-	-	-	-	-	-
Fund Balance - End of Year	<u>\$ 941,784</u>	<u>\$ 1,193,546</u>	<u>\$ 4,212,732</u>	<u>\$ (512,843)</u>	<u>\$ 106,811</u>	<u>\$ (61,639)</u>	<u>\$ 1,384,648</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 8 of 8)

	Capital Projects				Total
	Jail Project	RSID Projects	Ice Rink Project	MCA Industrial District Construction	
Revenues:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 16,045,356
Licenses & Permits	-	-	-	-	714,004
Intergovernmental Revenue	-	-	-	-	12,990,536
Charges for Services	-	-	-	-	3,409,129
Fines & Forfeits	-	-	-	-	213,190
Investment Earnings	-	-	(397)	31,456	211,782
Private & Local Grants	-	-	-	-	114,916
Miscellaneous Revenues	-	245,975	-	-	1,392,390
Total Revenues	-	245,975	(397)	31,456	35,091,303
Expenditures:					
Current Operations:					
General Government	-	-	-	-	295,754
Criminal Justice	-	-	-	-	1,048,643
Public Safety	-	-	-	-	1,752,735
Public Works	-	551,243	-	-	6,460,614
Public Health	-	-	-	-	5,769,984
Social & Economic Services	-	-	-	-	4,544,542
Culture & Recreation	-	-	-	-	3,701,593
Housing & Community Development	-	-	-	-	2,928,408
Capital Outlay	-	-	-	-	8,288,499
Debt Service:					
Principal	-	-	-	-	1,399,406
Interest and Fiscal Charges	-	-	-	-	847,047
Total Expenditures	-	551,243	-	-	37,037,225
Excess of Revenues over (under) Expenditures	-	(305,268)	(397)	31,456	(1,945,922)
Other Financing Sources (uses):					
Transfers In	-	15,000	-	-	3,972,461
Transfers Out	-	(11,789)	-	(310,209)	(3,211,906)
Issuance of Debt	-	142,000	-	-	3,407,532
Sale of Capital Assets	-	-	-	-	170,024
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	-	(160,057)	(397)	(278,753)	2,392,189
Fund Balance - Beginning of Year	572,997	(207,772)	(20,042)	1,651,928	19,708,158
Fund Reclassifications	-	(216,590)	-	-	(216,590)
Change in Inventory Reserves	-	-	-	-	196,734
Fund Balance - End of Year	\$ 572,997	\$ (584,419)	\$ (20,439)	\$ 1,373,175	\$ 22,080,491

GENERAL FUND – Budget and Actual

The General Fund is used to account for all activities of the County not accounted for in another fund.

Commissioners - To account for the budget of the County Commissioners Office.

Justice Court - To account for the budget of the Justices of the Peace.

Attorney - To account for the budget of the County Attorney's Office.

Financial Services - To account for the budget of the Financial Services Office.

Clerk & Recorder/Treasurer - To account for the budgets of the offices for which the Clerk & Recorder/Treasurer is responsible (Elections, Recording, Records Management, Treasurer).

Auditor - To account for the budget of the County Auditor.

Facilities Management - To account for maintenance of County buildings and grounds.

Office of Emergency Services - To account for the budget for Emergency Services and the County Communications Program.

9-1-1 Communications Center - To account for the budget of the 9-1-1 Central Dispatch function.

Information Services - To account for the budget for the County's Information Services department and the County's PBX system.

Human Resources - To account for the budget of the Personnel Office.

Central Services - To account for the budget for central purchasing, postage, printing and motor pool.

Superintendent of Schools - To account for the budget of the Superintendent of Schools.

Surveyor – To account for the budget of the County Surveyor.

Non-departmental- To account for those budget items that cannot be identified with a particular operational department.

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 1 of 8)

	<u>Commissioners</u>				<u>Justice Court</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	1,419	1,419	-
Fines & Forfeits	-	-	-	-	574,000	574,000	616,406	42,406
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	1,059	1,059	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>574,000</u>	<u>574,000</u>	<u>618,884</u>	<u>44,884</u>
Expenditures:								
Current Operations:								
Personnel	511,090	511,090	500,901	10,189	669,139	669,139	663,793	5,346
Operations	35,664	35,664	20,987	14,677	60,139	60,139	48,715	11,424
Capital Outlay	1,000	1,000	919	81	4,000	4,000	1,551	2,449
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>547,754</u>	<u>547,754</u>	<u>522,807</u>	<u>24,947</u>	<u>733,278</u>	<u>733,278</u>	<u>714,059</u>	<u>19,219</u>
Excess of Revenues over (under) Expenditures	(547,754)	(547,754)	(522,807)	24,947	(159,278)	(159,278)	(95,175)	64,103
Other Financing Sources (Uses):								
Transfers In	12,000	12,000	12,000	-	-	-	-	-
Transfers Out	-	-	-	-	(1,000)	(1,000)	(1,000)	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$(535,754)</u>	<u>\$(535,754)</u>	<u>\$(510,807)</u>	<u>\$ 24,947</u>	<u>\$(160,278)</u>	<u>\$(160,278)</u>	<u>\$(96,175)</u>	<u>\$ 64,103</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 2 of 8)

	<u>Attorney</u>				<u>Financial Services</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	70,461	98,823	82,338	(16,485)	-	-	-	-
Charges for Services	194,670	194,670	133,295	(61,375)	89,000	97,500	102,871	5,371
Fines & Forfeits	135,000	135,000	115,440	(19,560)	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	10,001	10,001	-	-	-	-
Total Revenues	<u>400,131</u>	<u>428,493</u>	<u>341,074</u>	<u>(87,419)</u>	<u>89,000</u>	<u>97,500</u>	<u>102,871</u>	<u>5,371</u>
Expenditures:								
Current Operations:								
Personnel	2,004,797	2,028,923	1,988,097	40,826	609,338	609,338	612,841	(3,503)
Operations	74,865	79,101	61,151	17,950	220,898	220,898	220,696	202
Capital Outlay	-	-	150	(150)	2,500	2,500	2,532	(32)
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,079,662</u>	<u>2,108,024</u>	<u>2,049,398</u>	<u>58,626</u>	<u>832,736</u>	<u>832,736</u>	<u>836,069</u>	<u>(3,333)</u>
Excess of Revenues over (under) Expenditures	(1,679,531)	(1,679,531)	(1,708,324)	(28,793)	(743,736)	(735,236)	(733,198)	2,038
Other Financing Sources (Uses):								
Transfers In	47,034	47,034	70,302	23,268	-	-	8,500	8,500
Transfers Out	(8,925)	(8,925)	(8,925)	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	2,321	2,321
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,641,422)</u>	<u>\$ (1,641,422)</u>	<u>\$ (1,646,947)</u>	<u>\$ (5,525)</u>	<u>\$ (743,736)</u>	<u>\$ (735,236)</u>	<u>\$ (722,377)</u>	<u>\$ 12,859</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 3 of 8)

	Clerk & Recorder/Treasurer				Auditor			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	29,100	29,100	26,505	(2,595)	-	-	-	-
Intergovernmental Revenue	48,000	48,000	43,600	(4,400)	-	-	-	-
Charges for Services	1,118,500	1,118,500	954,398	(164,102)	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	2,989	2,989	-	-	-	-
Total Revenues	<u>1,195,600</u>	<u>1,195,600</u>	<u>1,027,492</u>	<u>(168,108)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	1,696,899	1,696,899	1,694,304	2,595	199,355	199,355	204,573	(5,218)
Operations	417,070	417,070	365,830	51,240	49,160	49,160	48,436	724
Capital Outlay	8,890	8,890	5,390	3,500	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,122,859</u>	<u>2,122,859</u>	<u>2,065,524</u>	<u>57,335</u>	<u>248,515</u>	<u>248,515</u>	<u>253,009</u>	<u>(4,494)</u>
Excess of Revenues over (under) Expenditures	(927,259)	(927,259)	(1,038,032)	(110,773)	(248,515)	(248,515)	(253,009)	(4,494)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (927,259)</u>	<u>\$ (927,259)</u>	<u>\$ (1,038,032)</u>	<u>\$ (110,773)</u>	<u>\$ (248,515)</u>	<u>\$ (248,515)</u>	<u>\$ (253,009)</u>	<u>\$ (4,494)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 4 of 8)

	Facilities Management				Office of Emergency Services			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	121,547	121,547	113,012	(8,535)
Charges for Services	435,598	435,598	505,834	70,236	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	187	187
Total Revenues	<u>435,598</u>	<u>435,598</u>	<u>505,834</u>	<u>70,236</u>	<u>121,547</u>	<u>121,547</u>	<u>113,199</u>	<u>(8,348)</u>
Expenditures:								
Current Operations:								
Personnel	666,914	666,914	676,831	(9,917)	97,939	97,939	99,074	(1,135)
Operations	860,790	860,790	853,246	7,544	28,384	28,384	12,575	15,809
Capital Outlay	46,054	46,054	28,688	17,366	60,223	60,223	94,959	(34,736)
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>1,573,758</u>	<u>1,573,758</u>	<u>1,558,765</u>	<u>14,993</u>	<u>186,546</u>	<u>186,546</u>	<u>206,608</u>	<u>(20,062)</u>
Excess of Revenues over (under) Expenditures	(1,138,160)	(1,138,160)	(1,052,931)	85,229	(64,999)	(64,999)	(93,409)	(28,410)
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,138,160)</u>	<u>\$ (1,138,160)</u>	<u>\$ (1,052,931)</u>	<u>\$ 85,229</u>	<u>\$ (64,999)</u>	<u>\$ (64,999)</u>	<u>\$ (93,409)</u>	<u>\$ (28,410)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 5 of 8)

	9-1-1 Communications				Information Services			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	793,262	927,643	953,668	26,025	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	5,141	5,141	-	-	-	-
Total Revenues	<u>793,262</u>	<u>927,643</u>	<u>958,809</u>	<u>31,166</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	1,648,537	1,648,537	1,684,231	(35,694)	756,889	756,889	716,910	39,979
Operations	317,113	317,113	360,208	(43,095)	21,350	21,350	13,175	8,175
Capital Outlay	275,500	409,881	400,551	9,330	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,241,150</u>	<u>2,375,531</u>	<u>2,444,990</u>	<u>(69,459)</u>	<u>778,239</u>	<u>778,239</u>	<u>730,085</u>	<u>48,154</u>
Excess of Revenues over (under) Expenditures	(1,447,888)	(1,447,888)	(1,486,181)	(38,293)	(778,239)	(778,239)	(730,085)	48,154
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,447,888)</u>	<u>\$ (1,447,888)</u>	<u>\$ (1,486,181)</u>	<u>\$ (38,293)</u>	<u>\$ (778,239)</u>	<u>\$ (778,239)</u>	<u>\$ (730,085)</u>	<u>\$ 48,154</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 6 of 8)

	Human Resources				Central Services			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	410,489	410,489	383,568	(26,921)
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>410,489</u>	<u>410,489</u>	<u>383,568</u>	<u>(26,921)</u>
Expenditures:								
Current Operations:								
Personnel	399,990	399,990	353,490	46,500	-	-	-	-
Operations	168,375	168,375	147,027	21,348	410,409	349,800	323,790	26,010
Capital Outlay	-	-	-	-	108,600	108,600	106,298	2,302
Debt Service								
Principal	-	-	-	-	56,150	56,150	32,025	24,125
Interest	-	-	-	-	4,459	4,459	2,924	1,535
Total Expenditures	<u>568,365</u>	<u>568,365</u>	<u>500,517</u>	<u>67,848</u>	<u>579,618</u>	<u>519,009</u>	<u>465,037</u>	<u>53,972</u>
Excess of Revenues over (under) Expenditures	(568,365)	(568,365)	(500,517)	67,848	(169,129)	(108,520)	(81,469)	27,051
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	222,986	222,986	112,749	(110,237)
Sale of Capital Assets	-	-	-	-	-	-	9,491	9,491
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$(568,365)</u>	<u>\$(568,365)</u>	<u>\$(500,517)</u>	<u>\$ 67,848</u>	<u>\$ 53,857</u>	<u>\$ 114,466</u>	<u>\$ 40,771</u>	<u>\$(73,695)</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 7 of 8)

	<u>Superintendent of Schools</u>				<u>Surveyor</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	36,000	36,000	30,927	(5,073)
Charges for Services	3,300	3,300	3,300	-	59,675	59,675	51,343	(8,332)
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	(16)	(16)
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>3,300</u>	<u>3,300</u>	<u>3,300</u>	<u>-</u>	<u>95,675</u>	<u>95,675</u>	<u>82,254</u>	<u>(13,421)</u>
Expenditures:								
Current Operations:								
Personnel	208,776	208,776	198,370	10,406	627,097	627,097	563,240	63,857
Operations	18,986	18,986	18,137	849	40,950	40,950	17,933	23,017
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>227,762</u>	<u>227,762</u>	<u>216,507</u>	<u>11,255</u>	<u>668,047</u>	<u>668,047</u>	<u>581,173</u>	<u>86,874</u>
Excess of Revenues over (under) Expenditures	(224,462)	(224,462)	(213,207)	11,255	(572,372)	(572,372)	(498,919)	73,453
Other Financing Sources (Uses):								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (224,462)</u>	<u>\$ (224,462)</u>	<u>\$ (213,207)</u>	<u>\$ 11,255</u>	<u>\$ (572,372)</u>	<u>\$ (572,372)</u>	<u>\$ (498,919)</u>	<u>\$ 73,453</u>

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
General Fund
Budget and Actual
For Fiscal Year Ended June 30, 2009
(Page 8 of 8)

	Non-Departmental				Totals			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 9,054,967	\$ 9,054,967	\$ 8,659,692	\$ (395,275)	\$ 9,054,967	\$ 9,054,967	\$ 8,659,692	\$ (395,275)
License & Permits	53,415	53,415	57,524	4,109	82,515	82,515	84,029	1,514
Intergovernmental Revenue	595,284	595,284	1,317,943	722,659	1,664,554	1,827,297	2,541,488	714,191
Charges for Services	144,000	144,000	117,100	(26,900)	2,455,232	2,463,732	2,253,128	(210,604)
Fines & Forfeits	-	-	-	-	709,000	709,000	731,846	22,846
Investment Earnings	579,000	579,000	274,398	(304,602)	579,000	579,000	274,382	(304,618)
Miscellaneous Revenues	2,100	2,100	44,483	42,383	2,100	2,100	63,860	61,760
Total Revenues	<u>10,428,766</u>	<u>10,428,766</u>	<u>10,471,140</u>	<u>42,374</u>	<u>14,547,368</u>	<u>14,718,611</u>	<u>14,608,425</u>	<u>(110,186)</u>
Expenditures:								
Current Operations:								
Personnel	124,869	149,644	139,961	9,683	10,221,629	10,270,530	10,096,616	173,914
Operations	635,206	645,206	711,700	(66,494)	3,359,359	3,312,986	3,223,606	89,380
Capital Outlay	-	-	-	-	506,767	641,148	641,038	110
Debt Service								
Principal	-	-	-	-	56,150	56,150	32,025	24,125
Interest	-	-	-	-	4,459	4,459	2,924	1,535
Total Expenditures	<u>760,075</u>	<u>794,850</u>	<u>851,661</u>	<u>(56,811)</u>	<u>14,148,364</u>	<u>14,285,273</u>	<u>13,996,209</u>	<u>289,064</u>
Excess of Revenues over (under) Expenditures	9,668,691	9,633,916	9,619,479	(14,437)	399,004	433,338	612,216	178,878
Other Financing Sources (Uses):								
Transfers In	328,639	328,639	303,573	(25,066)	387,673	387,673	394,375	6,702
Transfers Out	(1,606,027)	(1,606,027)	(1,558,296)	47,731	(1,615,952)	(1,615,952)	(1,568,221)	47,731
Issuance of Debt	-	-	-	-	222,986	222,986	112,749	(110,237)
Sale of Capital Assets	-	-	-	-	-	-	11,812	11,812
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 8,391,303</u>	<u>\$ 8,356,528</u>	<u>\$ 8,364,756</u>	<u>\$ 8,228</u>	<u>\$ (606,289)</u>	<u>\$ (571,955)</u>	<u>(437,069)</u>	<u>\$ 134,886</u>
Fund Balance:								
Beginning of Year							2,906,305	
End of Year							<u>\$ 2,469,236</u>	

MAJOR FUNDS – Budget and Actual

Public Safety - To account for the budget of the County Sheriff and the Missoula County Detention Facility.

MCA Industrial District - To account for tax increment revenues from the Industrial Tax Increment District near the Airport.

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Major Governmental Funds
For Fiscal Year Ended June 30, 2009

	Public Safety				Missoula Development Authority			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 9,281,208	\$ 9,281,208	\$ 8,829,359	\$ (451,849)	\$ 1,128,512	\$ 1,128,512	\$ 1,069,019	\$ (59,493)
License & Permits	10,000	10,000	19,691	9,691	-	-	-	-
Intergovernmental Revenue	804,363	834,363	816,057	(18,306)	1,250,000	1,250,000	-	(1,250,000)
Charges for Services	4,380,500	4,380,500	4,003,057	(377,443)	-	-	-	-
Fines & Forfeits	30,000	30,000	31,798	1,798	-	-	-	-
Investment Earnings	-	-	14,528	14,528	5,000	5,000	84,392	79,392
Miscellaneous Revenues	75,000	75,000	161,821	86,821	738,573	738,573	750,270	11,697
Total Revenues	<u>14,581,071</u>	<u>14,611,071</u>	<u>13,876,311</u>	<u>(734,760)</u>	<u>3,122,085</u>	<u>3,122,085</u>	<u>1,903,681</u>	<u>(1,218,404)</u>
Expenditures:	-	-	-	-	-	-	-	-
Current Operations:								
Personnel	10,357,333	10,387,333	10,285,268	102,065	100,909	100,909	100,218	691
Operations	4,671,094	4,671,094	4,286,172	384,922	851,895	931,895	828,322	103,573
Capital Outlay	209,152	269,152	558,638	(289,486)	2,451,942	2,090,011	394,383	1,695,628
Debt Service:								
Principal	-	-	-	-	340,000	719,695	719,695	-
Interest & Fiscal Charges	-	-	-	-	176,500	201,966	201,966	-
Total Expenditures	<u>15,237,579</u>	<u>15,327,579</u>	<u>15,130,078</u>	<u>197,501</u>	<u>3,921,246</u>	<u>4,044,476</u>	<u>2,244,584</u>	<u>1,799,892</u>
Excess of Revenues over (under) Expenditures	(656,508)	(716,508)	(1,253,767)	(537,259)	(799,161)	(922,391)	(340,903)	581,488
Other Financing Sources (Uses)								
Transfers In	787,732	787,732	827,215	39,483	914,371	957,601	310,209	(647,392)
Transfers Out	(638,336)	(663,111)	(330,781)	332,330	(300,431)	(1,046,692)	(308,714)	737,978
Sale of Capital Assets	-	-	-	-	2,248,835	2,248,835	-	(2,248,835)
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (507,112)</u>	<u>\$ (591,887)</u>	<u>(757,333)</u>	<u>\$ (165,446)</u>	<u>\$ 2,063,614</u>	<u>\$ 1,237,353</u>	<u>(339,408)</u>	<u>\$ (1,576,761)</u>
Fund Balance:								
Beginning of Year			3,632,714				4,860,927	
End of Year			<u>\$ 2,875,381</u>				<u>\$ 4,521,519</u>	

NON-MAJOR FUNDS – Budget and Actual

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 1 of 24)

	Special Revenue Funds							
	Road				Poor			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 2,022,327	\$ 2,022,327	\$ 2,004,868	\$ (17,459)	\$ 975,443	\$ 975,443	\$ 967,273	\$ (8,170)
License & Permits	16,500	16,500	12,692	(3,808)	-	-	-	-
Intergovernmental Revenue	2,413,542	2,413,542	2,320,892	(92,650)	152,941	152,941	201,318	48,377
Charges for Services	9,500	9,500	28,670	19,170	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	3,610	3,610	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	25,000	25,000	139,127	114,127	-	-	-	-
Total Revenues	<u>4,486,869</u>	<u>4,486,869</u>	<u>4,509,859</u>	<u>22,990</u>	<u>1,128,384</u>	<u>1,128,384</u>	<u>1,168,591</u>	<u>40,207</u>
Expenditures:								
Current Operations:								
Personnel	2,099,536	2,099,536	1,989,329	110,207	-	-	-	-
Operations	1,728,750	1,728,750	1,274,212	454,538	862,516	862,516	805,174	57,342
Capital Outlay	1,666,083	1,666,083	1,166,502	499,581	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>5,494,369</u>	<u>5,494,369</u>	<u>4,430,043</u>	<u>1,064,326</u>	<u>862,516</u>	<u>862,516</u>	<u>805,174</u>	<u>57,342</u>
Excess of Revenues over (under) Expenditures	(1,007,500)	(1,007,500)	79,816	1,087,316	265,868	265,868	363,417	97,549
Other Financing Sources (Uses)								
Transfers In	65,101	65,101	65,356	255	-	-	-	-
Transfers Out	(85,205)	(85,205)	(103,579)	(18,374)	(308,000)	(308,000)	(308,000)	-
Issuance of Debt	835,532	835,532	835,532	-	-	-	-	-
Sale of Capital Assets	-	-	168,749	168,749	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (192,072)</u>	<u>\$ (192,072)</u>	1,045,874	<u>\$ 1,237,946</u>	<u>\$ (42,132)</u>	<u>\$ (42,132)</u>	55,417	<u>\$ 97,549</u>
Fund Balance:								
Beginning of Year			1,032,928				14,939	
End of Year			<u>\$ 2,078,802</u>				<u>\$ 70,356</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 2 of 24)

	Special Revenue Funds							
	Bridge				Weed			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 910,596	\$ 910,596	\$ 901,728	\$ (8,868)	\$ 448,081	\$ 448,081	\$ 444,261	\$ (3,820)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	382,081	382,081	106,908	(275,173)	50,864	50,864	45,865	(4,999)
Charges for Services	-	-	-	-	14,230	14,230	10,100	(4,130)
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	7,231	7,231
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	1,000	1,000	1,950	950
Total Revenues	<u>1,292,677</u>	<u>1,292,677</u>	<u>1,008,636</u>	<u>(284,041)</u>	<u>514,175</u>	<u>514,175</u>	<u>509,407</u>	<u>(4,768)</u>
Expenditures:								
Current Operations:								
Personnel	699,120	699,120	670,428	28,692	308,352	308,352	288,014	20,338
Operations	123,075	123,075	85,820	37,255	125,610	125,610	105,068	20,542
Capital Outlay	897,528	897,528	374,685	522,843	4,000	4,000	2,166	1,834
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>1,719,723</u>	<u>1,719,723</u>	<u>1,130,933</u>	<u>588,790</u>	<u>437,962</u>	<u>437,962</u>	<u>395,248</u>	<u>42,714</u>
Excess of Revenues over (under) Expenditures	(427,046)	(427,046)	(122,297)	304,749	76,213	76,213	114,159	37,946
Other Financing Sources (Uses)								
Transfers In	18,566	18,566	18,556	(10)	19,659	19,659	39,941	20,282
Transfers Out	(28,401)	(28,401)	(28,401)	-	(173,254)	(173,254)	(172,254)	1,000
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (436,881)</u>	<u>\$ (436,881)</u>	(132,142)	<u>\$ 304,739</u>	<u>\$ (77,382)</u>	<u>\$ (77,382)</u>	(18,154)	<u>\$ 59,228</u>
Fund Balance:								
Beginning of Year			608,742				438,195	
End of Year			<u>\$ 476,600</u>				<u>\$ 420,041</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 3 of 24)

	Special Revenue Funds							
	Fair				District Court			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 66,269	\$ 66,269	\$ 65,632	\$ (637)	\$ 838,395	\$ 838,395	\$ 779,633	\$ (58,762)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	8,364	8,364	8,363	(1)	145,118	145,118	175,948	30,830
Charges for Services	1,071,256	1,071,256	788,456	(282,800)	53,000	53,000	55,488	2,488
Fines & Forfeits	-	-	-	-	500	500	413	(87)
Investment Earnings	-	-	4,038	4,038	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	43,553	43,553	7,500	7,500	40,000	32,500
Total Revenues	<u>1,145,889</u>	<u>1,145,889</u>	<u>910,042</u>	<u>(235,847)</u>	<u>1,044,513</u>	<u>1,044,513</u>	<u>1,051,482</u>	<u>6,969</u>
Expenditures:								
Current Operations:								
Personnel	268,831	268,831	285,834	(17,003)	805,583	805,583	795,896	9,687
Operations	686,700	686,700	632,400	54,300	239,973	239,973	246,606	(6,633)
Capital Outlay	7,556	7,556	-	7,556	4,806	4,806	1,746	3,060
Debt Service:								
Principal	10,000	10,000	10,000	-	-	-	-	-
Interest	5,780	5,780	5,780	-	-	-	-	-
Total Expenditures	<u>978,867</u>	<u>978,867</u>	<u>934,014</u>	<u>44,853</u>	<u>1,050,362</u>	<u>1,050,362</u>	<u>1,044,248</u>	<u>6,114</u>
Excess of Revenues over (under) Expenditures	167,022	167,022	(23,972)	(190,994)	(5,849)	(5,849)	7,234	13,083
Other Financing Sources (Uses)								
Transfers In	28,885	28,885	66,798	37,913	74,239	74,239	34,221	(40,018)
Transfers Out	(167,523)	(167,523)	(69,713)	97,810	(123,197)	(123,197)	(43,532)	79,665
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 28,384</u>	<u>\$ 28,384</u>	(26,887)	<u>\$ (55,271)</u>	<u>\$ (54,807)</u>	<u>\$ (54,807)</u>	(2,077)	<u>\$ 52,730</u>
Fund Balance:								
Beginning of Year			<u>224,425</u>				<u>198,692</u>	
End of Year			<u>\$ 197,538</u>				<u>\$ 196,615</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 4 of 24)

	Special Revenue Funds							
	Weed Grant				Parks			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 223,029	\$ 223,029	\$ 221,212	\$ (1,817)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	137,121	137,121	108,325	(28,796)	7,253	7,253	7,253	-
Charges for Services	-	-	-	-	-	-	32,688	32,688
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	14,434	14,434	14,330	(104)
Total Revenues	<u>137,121</u>	<u>137,121</u>	<u>108,325</u>	<u>(28,796)</u>	<u>244,716</u>	<u>244,716</u>	<u>275,483</u>	<u>30,767</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	72,114	67,343	62,889	4,454
Operations	287,875	287,875	210,455	77,420	207,994	210,604	147,446	63,158
Capital Outlay	-	-	-	-	145,684	147,177	88,505	58,672
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>287,875</u>	<u>287,875</u>	<u>210,455</u>	<u>77,420</u>	<u>425,792</u>	<u>425,124</u>	<u>298,840</u>	<u>126,284</u>
Excess of Revenues over (under) Expenditures	(150,754)	(150,754)	(102,130)	48,624	(181,076)	(180,408)	(23,357)	157,051
Other Financing Sources (Uses)								
Transfers In	150,754	150,754	150,754	-	10,484	11,977	32,061	20,084
Transfers Out	-	-	(12,286)	(12,286)	(1,915)	(1,915)	(715)	1,200
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>36,338</u>	<u>\$ 36,338</u>	<u>\$ (172,507)</u>	<u>\$ (170,346)</u>	<u>7,989</u>	<u>\$ 178,335</u>
Fund Balance:								
Beginning of Year			<u>30,701</u>				<u>509,034</u>	
End of Year			<u>\$ 67,039</u>				<u>\$ 517,023</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 5 of 24)

	Special Revenue Funds							
	Library				Planning			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 2,229,394	\$ 2,229,394	\$ 2,211,261	\$ (18,133)	\$ 1,788,220	\$ 1,788,220	\$ 1,612,136	\$ (176,084)
License & Permits	-	-	-	-	55,000	55,000	35,571	(19,429)
Intergovernmental Revenue	161,785	161,785	159,342	(2,443)	3,535,340	3,581,921	2,358,129	(1,223,792)
Charges for Services	50,800	50,800	58,163	7,363	11,400	11,400	3,287	(8,113)
Fines & Forfeits	44,000	44,000	59,027	15,027	141,700	141,000	133,146	(7,854)
Investment Earnings	-	-	3,308	3,308	-	-	430	430
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	5,000	5,000	6,136	1,136	10,750	67,250	59,036	(8,214)
Total Revenues	2,490,979	2,490,979	2,497,237	6,258	5,542,410	5,644,791	4,201,735	(1,443,056)
Expenditures:								
Current Operations:								
Personnel	1,587,321	1,587,321	1,562,323	24,998	3,127,275	3,154,924	2,835,335	319,589
Operations	435,340	435,340	438,612	(3,272)	2,623,312	2,788,250	1,881,299	906,951
Capital Outlay	388,800	388,800	632,485	(243,685)	6,500	9,775	4,142	5,633
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	2,411,461	2,411,461	2,633,420	(221,959)	5,757,087	5,952,949	4,720,776	1,232,173
Excess of Revenues over (under) Expenditures	79,518	79,518	(136,183)	(215,701)	(214,677)	(308,158)	(519,041)	(210,883)
Other Financing Sources (Uses)								
Transfers In	38,444	38,444	38,424	(20)	1,093,332	1,132,439	1,076,668	(55,771)
Transfers Out	(82,000)	(84,467)	-	84,467	(736,127)	(771,642)	(770,225)	1,417
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ 35,962	\$ 33,495	(97,759)	\$ (131,254)	\$ 142,528	\$ 52,639	(212,598)	\$ (265,237)
Fund Balance:								
Beginning of Year			450,096				72,885	
End of Year			\$ 352,337				\$ (139,713)	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 6 of 24)

	Special Revenue Funds							
	Rural Initiatives				Urban Initiatives			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 14,755	\$ 14,755	\$ 14,755	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	38,246	38,246	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>38,246</u>	<u>38,246</u>	<u>14,755</u>	<u>14,755</u>	<u>14,755</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	378,767	383,538	322,008	61,530	262,326	262,326	266,139	(3,813)
Operations	239,150	264,150	132,269	131,881	125,750	125,750	145,872	(20,122)
Capital Outlay	10,000	10,000	17	9,983	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>627,917</u>	<u>657,688</u>	<u>454,294</u>	<u>203,394</u>	<u>388,076</u>	<u>388,076</u>	<u>412,011</u>	<u>(23,935)</u>
Excess of Revenues over (under) Expenditures	(627,917)	(657,688)	(416,048)	241,640	(373,321)	(373,321)	(397,256)	(23,935)
Other Financing Sources (Uses)								
Transfers In	462,511	462,511	459,653	(2,858)	403,145	403,145	400,287	(2,858)
Transfers Out	(59,922)	(59,922)	(30,005)	29,917	(74,562)	(74,562)	(111,230)	(36,668)
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (225,328)</u>	<u>\$ (255,099)</u>	13,600	<u>\$ 268,699</u>	<u>\$ (44,738)</u>	<u>\$ (44,738)</u>	(108,199)	<u>\$ (63,461)</u>
Fund Balance:								
Beginning of Year			<u>299,148</u>				<u>174,392</u>	
End of Year			<u>\$ 312,748</u>				<u>\$ 66,193</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 7 of 24)

	Building Code Division				Health			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,927,069	\$ 1,927,069	\$ 1,909,616	\$ (17,453)
License & Permits	660,000	660,000	439,207	(220,793)	98,510	98,510	94,214	(4,296)
Intergovernmental Revenue	-	-	-	-	1,553,130	1,589,939	1,266,322	(323,617)
Charges for Services	-	-	13,164	13,164	922,357	932,531	866,017	(66,514)
Fines & Forfeits	-	-	-	-	10	10	-	(10)
Investment Earnings	-	-	-	-	-	-	5,627	5,627
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	149	149	158,279	158,279	103,659	(54,620)
Total Revenues	<u>660,000</u>	<u>660,000</u>	<u>452,520</u>	<u>(207,480)</u>	<u>4,659,355</u>	<u>4,706,338</u>	<u>4,245,455</u>	<u>(460,883)</u>
Expenditures:								
Current Operations:								
Personnel	534,748	519,196	418,586	100,610	3,869,643	3,910,610	3,773,820	136,790
Operations	134,830	110,643	50,847	59,796	899,291	1,344,307	792,407	551,900
Capital Outlay	21,200	21,200	-	21,200	56,193	67,913	16,359	51,554
Debt Service:								
Principal	-	20,218	21,223	(1,005)	-	-	-	-
Interest	-	3,969	2,614	1,355	-	-	-	-
Total Expenditures	<u>690,778</u>	<u>675,226</u>	<u>493,270</u>	<u>181,956</u>	<u>4,825,127</u>	<u>5,322,830</u>	<u>4,582,586</u>	<u>740,244</u>
Excess of Revenues over (under) Expenditures	(30,778)	(15,226)	(40,750)	(25,524)	(165,772)	(616,492)	(337,131)	279,361
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	93,020	93,020	93,450	430
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	32,000	32,000	-	(32,000)	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 1,222</u>	<u>\$ 16,774</u>	<u>(40,750)</u>	<u>\$ (57,524)</u>	<u>\$ (72,752)</u>	<u>\$ (523,472)</u>	<u>(243,681)</u>	<u>\$ 279,791</u>
Fund Balance:								
Beginning of Year			<u>30,127</u>				<u>1,973,835</u>	
End of Year			<u>\$ (10,623)</u>				<u>\$ 1,730,154</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 8 of 24)

	Special Revenue Funds							
	Water Quality District				Animal Control			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 381,685	\$ 381,685	\$ 376,743	\$ (4,942)
License & Permits	-	-	-	-	108,000	108,000	122,549	14,549
Intergovernmental Revenue	58,291	58,291	45,876	(12,415)	16,953	16,953	16,953	-
Charges for Services	416,534	416,534	363,939	(52,595)	78,850	78,850	62,623	(16,227)
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	4,657	4,657	-	-	-	-
Private & Local Grants	15,000	15,000	15,000	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	9,000	19,000	29,206	10,206
Total Revenues	<u>489,825</u>	<u>489,825</u>	<u>429,472</u>	<u>(60,353)</u>	<u>594,488</u>	<u>604,488</u>	<u>608,074</u>	<u>3,586</u>
Expenditures:								
Current Operations:								
Personnel	324,535	324,535	309,136	15,399	462,050	464,650	458,937	5,713
Operations	354,175	354,175	149,542	204,633	156,900	164,300	172,911	(8,611)
Capital Outlay	10,000	10,000	-	10,000	25,000	25,000	18,629	6,371
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>688,710</u>	<u>688,710</u>	<u>458,678</u>	<u>230,032</u>	<u>643,950</u>	<u>653,950</u>	<u>650,477</u>	<u>3,473</u>
Excess of Revenues over (under) Expenditures	(198,885)	(198,885)	(29,206)	169,679	(49,462)	(49,462)	(42,403)	7,059
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	13,745	13,745	13,809	64
Transfers Out	(50,000)	(50,000)	-	50,000	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	1,275	1,275
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (248,885)</u>	<u>\$ (248,885)</u>	(29,206)	<u>\$ 219,679</u>	<u>\$ (35,717)</u>	<u>\$ (35,717)</u>	(27,319)	<u>\$ 8,398</u>
Fund Balance:								
Beginning of Year			<u>373,877</u>				<u>86,626</u>	
End of Year			<u>\$ 344,671</u>				<u>\$ 59,307</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 9 of 24)

	Special Revenue Funds							
	Extension				Drug Forfeiture			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 325,624	\$ 325,624	\$ 322,447	\$ (3,177)	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	37,669	37,669	34,668	(3,001)	38,750	94,577	99,576	4,999
Charges for Services	10,000	10,000	8,722	(1,278)	-	-	-	-
Fines & Forfeits	-	-	-	-	6,500	6,500	2,867	(3,633)
Investment Earnings	-	-	-	-	2,000	2,000	2,942	942
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	7,000	7,000	10,638	3,638	-	-	-	-
Total Revenues	<u>380,293</u>	<u>380,293</u>	<u>376,475</u>	<u>(3,818)</u>	<u>47,250</u>	<u>103,077</u>	<u>105,385</u>	<u>2,308</u>
Expenditures:								
Current Operations:								
Personnel	312,978	312,978	229,524	83,454	197,034	197,034	195,624	1,410
Operations	202,490	202,490	144,677	57,813	21,600	21,600	3,749	17,851
Capital Outlay	4,000	4,000	517	3,483	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	400	400	-	400	-	-	-	-
Total Expenditures	<u>519,868</u>	<u>519,868</u>	<u>374,718</u>	<u>145,150</u>	<u>218,634</u>	<u>218,634</u>	<u>199,373</u>	<u>19,261</u>
Excess of Revenues over (under) Expenditures	(139,575)	(139,575)	1,757	141,332	(171,384)	(115,557)	(93,988)	21,569
Other Financing Sources (Uses)								
Transfers In	26,335	26,335	26,332	(3)	177,000	177,000	177,000	-
Transfers Out	(20,000)	(20,000)	(20,000)	-	(4,925)	(4,925)	(5,220)	(295)
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (133,240)</u>	<u>\$ (133,240)</u>	8,089	<u>\$ 141,329</u>	<u>\$ 691</u>	<u>\$ 56,518</u>	77,792	<u>\$ 21,274</u>
Fund Balance:								
Beginning of Year			<u>166,154</u>				<u>37,534</u>	
End of Year			<u>\$ 174,243</u>				<u>\$ 115,326</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 10 of 24)

	Special Revenue Funds							
	Youth Education & Safety				Museum			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 426,427	\$ 426,427	\$ 423,281	\$ (3,146)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	33,132	33,132	33,132	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	311	311	-	-	-	-
Private & Local Grants	-	-	-	-	18,000	18,000	16,870	(1,130)
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>311</u>	<u>311</u>	<u>477,559</u>	<u>477,559</u>	<u>473,283</u>	<u>(4,276)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	301,776	301,776	302,099	(323)
Operations	450	450	-	450	168,401	168,401	151,135	17,266
Capital Outlay	-	-	-	-	15,000	495,000	492,769	2,231
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>450</u>	<u>450</u>	<u>-</u>	<u>450</u>	<u>485,177</u>	<u>965,177</u>	<u>946,003</u>	<u>19,174</u>
Excess of Revenues over (under) Expenditures	(450)	(450)	311	761	(7,618)	(487,618)	(472,720)	14,898
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	14,919	14,919	5,116	(9,803)
Transfers Out	-	-	-	-	(10,000)	(10,000)	-	10,000
Issuance of Debt	-	-	-	-	-	430,000	430,000	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>(450)</u>	<u>(450)</u>	<u>311</u>	<u>761</u>	<u>(2,699)</u>	<u>(52,699)</u>	<u>(37,604)</u>	<u>15,095</u>
Fund Balance:								
Beginning of Year			<u>14,675</u>				<u>163,622</u>	
End of Year			<u>\$ 14,986</u>				<u>\$ 126,018</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 11 of 24)

	Special Revenue Funds							
	Search & Rescue				Lolo Mosquito District			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 87,500	\$ 87,500	\$ 85,670	\$ (1,830)	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	5,000	5,000	-	(5,000)	-	-	-	-
Charges for Services	-	-	-	-	15,189	15,189	15,430	241
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	8	8	100	100	-	(100)
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	1,260	1,260	-	-	-	-
Total Revenues	<u>92,500</u>	<u>92,500</u>	<u>86,938</u>	<u>(5,562)</u>	<u>15,289</u>	<u>15,289</u>	<u>15,430</u>	<u>141</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	9,169	9,169	7,559	1,610
Operations	20,250	20,250	27,184	(6,934)	9,600	9,600	10,938	(1,338)
Capital Outlay	63,250	63,250	37,010	26,240	11,742	11,742	-	11,742
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>83,500</u>	<u>83,500</u>	<u>64,194</u>	<u>19,306</u>	<u>30,511</u>	<u>30,511</u>	<u>18,497</u>	<u>12,014</u>
Excess of Revenues over (under) Expenditures	9,000	9,000	22,744	13,744	(15,222)	(15,222)	(3,067)	12,155
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>9,000</u>	<u>9,000</u>	22,744	<u>13,744</u>	<u>(15,222)</u>	<u>(15,222)</u>	(3,067)	<u>12,155</u>
Fund Balance:								
Beginning of Year			<u>32,408</u>				<u>16,023</u>	
End of Year			<u>\$ 55,152</u>				<u>\$ 12,956</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 12 of 24)

Special Revenue Funds

	Junk Vehicle				Forest Reserve - Title III			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	146,156	146,156	137,974	(8,182)	-	-	72,926	72,926
Charges for Services	100	100	85	(15)	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	1,071	1,071	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	2,000	2,000	-	(2,000)	-	-	-	-
Total Revenues	<u>148,256</u>	<u>148,256</u>	<u>139,130</u>	<u>(9,126)</u>	<u>-</u>	<u>-</u>	<u>72,926</u>	<u>72,926</u>
Expenditures:								
Current Operations:								
Personnel	88,454	88,454	77,128	11,326	-	-	-	-
Operations	49,550	49,550	22,106	27,444	402,307	402,307	99,073	303,234
Capital Outlay	-	50,000	47,300	2,700	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>138,004</u>	<u>188,004</u>	<u>146,534</u>	<u>41,470</u>	<u>402,307</u>	<u>402,307</u>	<u>99,073</u>	<u>303,234</u>
Excess of Revenues over (under) Expenditures	10,252	(39,748)	(7,404)	32,344	(402,307)	(402,307)	(26,147)	376,160
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(1,700)	(1,700)	-	1,700	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 8,552</u>	<u>\$ (41,448)</u>	<u>(7,404)</u>	<u>\$ 34,044</u>	<u>\$ (402,307)</u>	<u>\$ (402,307)</u>	<u>(26,147)</u>	<u>\$ 376,160</u>
Fund Balance:								
Beginning of Year			<u>66,970</u>				<u>134,773</u>	
End of Year			<u>\$ 59,566</u>				<u>\$ 108,626</u>	

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 13 of 24)

	Special Revenue Funds							
	RSID Administration				Community Based Organizations			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 773,708	\$ 773,708	\$ 762,348	\$ (11,360)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	47,666	47,666	47,665	(1)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	32,529	32,529	31,161	(1,368)
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>853,903</u>	<u>853,903</u>	<u>841,174</u>	<u>(12,729)</u>
Expenditures:								
Current Operations:								
Personnel	68,602	68,602	60,347	8,255	-	-	-	-
Operations	-	-	392	(392)	865,206	873,577	889,291	(15,714)
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	21,625	21,625	22,533	(908)
Interest	-	-	-	-	10,904	10,904	8,627	2,277
Total Expenditures	<u>68,602</u>	<u>68,602</u>	<u>60,739</u>	<u>7,863</u>	<u>897,735</u>	<u>906,106</u>	<u>920,451</u>	<u>(14,345)</u>
Excess of Revenues over (under) Expenditures	(68,602)	(68,602)	(60,739)	7,863	(43,832)	(52,203)	(79,277)	(27,074)
Other Financing Sources (Uses)								
Transfers In	52,329	52,329	52,219	(110)	75,756	75,756	75,756	-
Transfers Out	(9,500)	(9,500)	(24,500)	(15,000)	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$(25,773)</u>	<u>\$(25,773)</u>	(33,020)	<u>\$(7,247)</u>	<u>\$ 31,924</u>	<u>\$ 23,553</u>	(3,521)	<u>\$(27,074)</u>
Fund Balance:								
Beginning of Year			<u>591,387</u>				<u>236,592</u>	
End of Year			<u>\$ 558,367</u>				<u>\$ 233,071</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 14 of 24)

	Special Revenue Funds							
	Permissive Medical Levy				Seeley Lake Refuse			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 961,297	\$ 961,297	\$ 961,633	\$ 336	\$ -	\$ -	\$ 15,881	\$ 15,881
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	245,175	245,175	213,771	(31,404)
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	100	100	738	638
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>961,297</u>	<u>961,297</u>	<u>961,633</u>	<u>336</u>	<u>245,275</u>	<u>245,275</u>	<u>230,390</u>	<u>(14,885)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	85,308	85,308	83,051	2,257
Operations	-	-	-	-	136,548	136,548	168,097	(31,549)
Capital Outlay	-	-	-	-	40,000	40,000	9,941	30,059
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>261,856</u>	<u>261,856</u>	<u>261,089</u>	<u>767</u>
Excess of Revenues over (under) Expenditures	961,297	961,297	961,633	336	(16,581)	(16,581)	(30,699)	(14,118)
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	(961,297)	(961,297)	(961,633)	(336)	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ (16,581)</u>	<u>\$ (16,581)</u>	<u>(30,699)</u>	<u>\$ (14,118)</u>
Fund Balance:								
Beginning of Year			<u>-</u>				<u>61,066</u>	
End of Year			<u>\$ -</u>				<u>\$ 30,367</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 15 of 24)

	Special Revenue Funds				Debt Service Funds			
	Open Space Programs				Technology Tax Increment			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	-	-	-	-
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	39,518	39,518	3,350	36,168	-	-	-	-
Debt Service:								
Principal	-	-	-	-	35,000	35,000	35,000	-
Interest	-	-	-	-	66,016	66,016	66,016	-
Total Expenditures	<u>39,518</u>	<u>39,518</u>	<u>3,350</u>	<u>36,168</u>	<u>101,016</u>	<u>101,016</u>	<u>101,016</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	(39,518)	(39,518)	(3,350)	36,168	(101,016)	(101,016)	(101,016)	-
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	69,038	69,038	101,316	32,278
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (39,518)</u>	<u>\$ (39,518)</u>	<u>(3,350)</u>	<u>\$ 36,168</u>	<u>(31,978)</u>	<u>\$ (31,978)</u>	<u>300</u>	<u>\$ 32,278</u>
Fund Balance:								
Beginning of Year			<u>(7,000)</u>				<u>(300)</u>	
End of Year			<u>\$ (10,350)</u>				<u>\$ -</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 16 of 24)

	Debt Service Funds							
	Risk Management Bond				Jail Bond			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ 131,517	\$ 131,517	\$ 131,206	\$ (311)	\$ 1,201,754	\$ 1,201,754	\$ 1,186,228	\$ (15,526)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	8,770	8,770	8,770	-	215,302	215,302	215,302	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	(704)	(704)	5,000	5,000	4,162	(838)
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>140,287</u>	<u>140,287</u>	<u>139,272</u>	<u>(1,015)</u>	<u>1,422,056</u>	<u>1,422,056</u>	<u>1,405,692</u>	<u>(16,364)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	105,000	105,000	105,000	-	910,000	910,000	910,000	-
Interest	17,845	17,845	17,695	150	417,638	417,638	417,438	200
Total Expenditures	<u>122,845</u>	<u>122,845</u>	<u>122,695</u>	<u>150</u>	<u>1,327,638</u>	<u>1,327,638</u>	<u>1,327,438</u>	<u>200</u>
Excess of Revenues over (under) Expenditures	17,442	17,442	16,577	(865)	94,418	94,418	78,254	(16,164)
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>17,442</u>	<u>17,442</u>	16,577	<u>(865)</u>	<u>94,418</u>	<u>94,418</u>	78,254	<u>(16,164)</u>
Fund Balance:								
Beginning of Year			<u>34,773</u>				<u>891,547</u>	
End of Year			<u>\$ 51,350</u>				<u>\$ 969,801</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 17 of 24)

	Debt Service Funds							
	Health Center Bond				RSID Revolving			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	(25)	(25)	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>(25)</u>	<u>(25)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	20,000	20,000	20,000	-	337,350	337,350	-	337,350
Interest	17,153	17,153	16,663	490	-	-	-	-
Total Expenditures	<u>37,153</u>	<u>37,153</u>	<u>36,663</u>	<u>490</u>	<u>337,350</u>	<u>337,350</u>	<u>-</u>	<u>337,350</u>
Excess of Revenues over (under) Expenditures	(37,153)	(37,153)	(36,688)	465	(337,350)	(337,350)	-	337,350
Other Financing Sources (Uses)								
Transfers In	37,632	37,632	36,663	(969)	-	-	15,177	15,177
Transfers Out	-	-	-	-	(24,850)	(24,850)	(30,876)	(6,026)
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>479</u>	<u>479</u>	(25)	<u>(504)</u>	<u>(362,200)</u>	<u>(362,200)</u>	(15,699)	<u>346,501</u>
Fund Balance:								
Beginning of Year			<u>(5)</u>				<u>362,200</u>	
End of Year			<u><u>(30)</u></u>				<u><u>346,501</u></u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 18 of 24)

Debt Service Funds

	Fair Ice Rink Series 2004				Fair Ice Rink Series 2006			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	(1,630)	(1,630)	-	-	(536)	(536)
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	-	-	(1,630)	(1,630)	-	-	(536)	(536)
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	35,000	35,000	35,000	-	30,000	30,000	30,000	-
Interest	40,161	40,161	40,161	-	31,170	31,170	31,120	50
Total Expenditures	75,161	75,161	75,161	-	61,170	61,170	61,120	50
Excess of Revenues over (under) Expenditures	(75,161)	(75,161)	(76,791)	(1,630)	(61,170)	(61,170)	(61,656)	(486)
Other Financing Sources (Uses)								
Transfers In	75,161	75,161	19,603	(55,558)	61,170	61,170	15,176	(45,994)
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ -	\$ -	(57,188)	\$ (57,188)	\$ -	\$ -	(46,480)	\$ (46,480)
Fund Balance:								
Beginning of Year			(23,379)				18,613	
End of Year			\$ (80,567)				\$ (27,867)	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 19 of 24)

Debt Service Funds

	Open Space General Obligation				Health Center Bond 2008			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget</u>
Revenues:								
Property Taxes	\$ 130,000	\$ 130,000	\$ 118,277	\$ (11,723)	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	102,000	-	(102,000)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>130,000</u>	<u>130,000</u>	<u>118,277</u>	<u>(11,723)</u>	<u>-</u>	<u>102,000</u>	<u>-</u>	<u>(102,000)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	42,000	-	42,000
Interest	126,069	126,069	126,369	(300)	-	74,441	14,441	60,000
Total Expenditures	<u>126,069</u>	<u>126,069</u>	<u>126,369</u>	<u>(300)</u>	<u>-</u>	<u>116,441</u>	<u>14,441</u>	<u>102,000</u>
Excess of Revenues over (under) Expenditures	3,931	3,931	(8,092)	(12,023)	-	(14,441)	(14,441)	-
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	14,441	-	(14,441)
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	2,000,000	2,000,000
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>3,931</u>	<u>3,931</u>	<u>(8,092)</u>	<u>(12,023)</u>	<u>-</u>	<u>-</u>	<u>1,985,559</u>	<u>1,985,559</u>
Fund Balance:								
Beginning of Year			-				-	
End of Year			<u>\$ (8,092)</u>				<u>\$ 1,985,559</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 20 of 24)

	Capital Projects							
	Capital Improvements				Technology			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 485,889	\$ 485,889	\$ 481,719	\$ (4,170)
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	24,000	24,000	-	116,509	116,509	100,413	(16,096)
Charges for Services	-	-	-	-	47,900	47,900	47,019	(881)
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	49	49
Total Revenues	<u>-</u>	<u>24,000</u>	<u>24,000</u>	<u>-</u>	<u>650,298</u>	<u>650,298</u>	<u>629,200</u>	<u>(21,098)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	339,285	421,746	342,039	79,707
Capital Outlay	1,018,800	1,042,800	158,164	884,636	1,183,042	1,189,042	430,352	758,690
Debt Service:								
Principal	108,740	145,762	210,650	(64,888)	-	-	-	-
Interest	-	148	12,826	(12,678)	-	-	-	-
Total Expenditures	<u>1,127,540</u>	<u>1,188,710</u>	<u>381,640</u>	<u>807,070</u>	<u>1,522,327</u>	<u>1,610,788</u>	<u>772,391</u>	<u>838,397</u>
Excess of Revenues over (under) Expenditures	(1,127,540)	(1,164,710)	(357,640)	807,070	(872,029)	(960,490)	(143,191)	817,299
Other Financing Sources (Uses)								
Transfers In	449,740	486,910	473,335	(13,575)	321,005	321,005	343,047	22,042
Transfers Out	-	-	(60,000)	(60,000)	-	(78,082)	(62,539)	15,543
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (677,800)</u>	<u>\$ (677,800)</u>	55,695	<u>\$ 733,495</u>	<u>\$ (551,024)</u>	<u>\$ (717,567)</u>	137,317	<u>\$ 854,884</u>
Fund Balance:								
Beginning of Year			<u>991,041</u>				<u>1,041,514</u>	
End of Year			<u>\$ 1,046,736</u>				<u>\$ 1,178,831</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 21 of 24)

	Capital Projects							
	Public Safety Building Fund				Milltown Development Projects			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	3,090,702	3,090,702	3,132,504	41,802
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	89,097	89,097	-	-	23,186	23,186
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>89,097</u>	<u>89,097</u>	<u>3,090,702</u>	<u>3,090,702</u>	<u>3,155,690</u>	<u>64,988</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	15,961	15,961	1,958	14,003
Operations	175,815	175,815	123,806	52,009	-	-	-	-
Capital Outlay	1,217,838	1,217,838	42,125	1,175,713	2,119,731	2,119,731	2,368,346	(248,615)
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>1,393,653</u>	<u>1,393,653</u>	<u>165,931</u>	<u>1,227,722</u>	<u>2,135,692</u>	<u>2,135,692</u>	<u>2,370,304</u>	<u>(234,612)</u>
Excess of Revenues over (under) Expenditures	(1,393,653)	(1,393,653)	(76,834)	1,316,819	955,010	955,010	785,386	(169,624)
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,393,653)</u>	<u>\$ (1,393,653)</u>	(76,834)	<u>\$ 1,316,819</u>	<u>\$ 955,010</u>	<u>\$ 955,010</u>	785,386	<u>\$ (169,624)</u>
Fund Balance:								
Beginning of Year			<u>4,287,701</u>				<u>(1,349,979)</u>	
End of Year			<u>\$ 4,210,867</u>				<u>\$ (564,593)</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 22 of 24)

	Capital Projects							
	Milltown Historic Preservation				Grant Creek Project			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	3,400,000	3,400,000	2,358,189	(1,041,811)
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	(591)	(591)	-	-	-	-
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	715,000	715,000	20,100	(694,900)
Total Revenues	<u>-</u>	<u>-</u>	<u>(591)</u>	<u>(591)</u>	<u>4,115,000</u>	<u>4,115,000</u>	<u>2,378,289</u>	<u>(1,736,711)</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	10,000	3,000	7,000	350,000	350,000	-	350,000
Capital Outlay	-	-	-	-	3,950,000	3,950,000	2,964,062	985,938
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>10,000</u>	<u>3,000</u>	<u>7,000</u>	<u>4,300,000</u>	<u>4,300,000</u>	<u>2,964,062</u>	<u>1,335,938</u>
Excess of Revenues over (under) Expenditures	-	(10,000)	(3,591)	6,409	(185,000)	(185,000)	(585,773)	(400,773)
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	200,000	200,000	100,000	(100,000)
Transfers Out	-	-	-	-	-	-	-	-
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>-</u>	<u>(10,000)</u>	<u>(3,591)</u>	<u>6,409</u>	<u>15,000</u>	<u>15,000</u>	<u>(485,773)</u>	<u>(500,773)</u>
Fund Balance:								
Beginning of Year			<u>110,355</u>				<u>324,134</u>	
End of Year			<u>\$ 106,764</u>				<u>\$ (161,639)</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 23 of 24)

	Capital Projects							
	Open Space				MCA Industrial District Construction			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License & Permits	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Fines & Forfeits	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	33,804	33,804
Private & Local Grants	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,804</u>	<u>33,804</u>
Expenditures:								
Current Operations:								
Personnel	-	-	-	-	-	-	-	-
Operations	-	-	-	-	-	-	-	-
Capital Outlay	740,792	921,792	338,378	583,414	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total Expenditures	<u>740,792</u>	<u>921,792</u>	<u>338,378</u>	<u>583,414</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	(740,792)	(921,792)	(338,378)	583,414	-	-	33,804	33,804
Other Financing Sources (Uses)								
Transfers In	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	(947,601)	(310,209)	637,392
Issuance of Debt	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$(740,792)</u>	<u>\$(921,792)</u>	<u>(338,378)</u>	<u>\$ 583,414</u>	<u>\$ -</u>	<u>\$ (947,601)</u>	<u>(276,405)</u>	<u>\$ 671,196</u>
Fund Balance:								
Beginning of Year			<u>1,728,799</u>				<u>1,648,972</u>	
End of Year			<u>\$ 1,390,421</u>				<u>\$ 1,372,567</u>	

MISSOULA COUNTY, MONTANA
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Continued)
Budget and Actual
Budgeted Nonmajor Governmental Funds
For Fiscal Year Ended June 30, 2009
(Page 24 of 24)

	Totals			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Revenues:				
Property Taxes	\$ 16,348,979	\$ 16,348,979	\$ 15,997,808	\$ (351,171)
License & Permits	938,010	938,010	704,233	(233,777)
Intergovernmental Revenue	15,762,439	16,027,656	13,124,859	(2,902,797)
Charges for Services	2,946,291	2,956,465	2,567,622	(388,843)
Fines & Forfeits	192,710	192,010	195,453	3,443
Investment Earnings	7,200	7,200	180,734	173,534
Private & Local Grants	33,000	33,000	31,870	(1,130)
Miscellaneous Revenues	987,492	1,053,992	500,354	(553,638)
Total Revenues	<u>37,216,121</u>	<u>37,557,312</u>	<u>33,302,933</u>	<u>(4,254,379)</u>
Expenditures:				
Current Operations:				
Personnel	15,879,483	15,935,147	14,995,964	939,183
Operations	11,972,743	12,694,352	9,256,427	3,437,925
Capital Outlay	13,647,063	14,404,551	9,197,550	5,207,001
Debt Service:				
Principal	1,612,715	1,711,955	1,399,406	312,549
Interest	733,136	811,694	759,750	51,944
Total Expenditures	<u>43,845,140</u>	<u>45,557,699</u>	<u>35,609,097</u>	<u>9,948,602</u>
Excess of Revenues over (under) Expenditures	(6,629,019)	(8,000,387)	(2,306,164)	5,694,223
Other Financing Sources (Uses):				
Transfers In	4,031,970	4,124,181	3,930,718	(193,463)
Transfers Out	(2,922,378)	(3,986,043)	(3,124,917)	861,126
Issuance of Debt	867,532	1,297,532	3,265,532	1,968,000
Sale of Capital Assets	-	-	170,024	170,024
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (4,651,895)</u>	<u>\$ (6,564,717)</u>	1,935,193	<u>\$ 8,499,910</u>
Fund Balance:				
Beginning of Year			18,098,832	
End of Year			<u>\$ 20,034,025</u>	

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods and services provided by one department to another on a cost-reimbursement basis.

Risk Management Fund – To account for taxes and other revenues used for insurance and risk management purposes.

Health Insurance Fund – To account for the County's self insurance program for employee health, dental and vision insurance.

Workers' Compensation Fund - To account for the County's self-insured workers' compensation program and related debt issues.

Excess Loss Fund – To account for the County's self-insured plan that provides a layer of re-insurance to the Risk Management, Health Insurance, and Workers' Compensation plans.

Other Benefits Programs – To account for the County's programs for wellness, dependant care and medical flexible benefits plans.

Telephone Services - To account for the County's telephone system.

MISSOULA COUNTY, MONTANA
Combining Statement of Net Assets
Internal Service Funds
June 30, 2009

	<u>Risk Management</u>	<u>Health Insurance</u>	<u>Workers' Compensation</u>	<u>Excess Loss</u>	<u>Other Benefits Programs</u>	<u>Telephone Services</u>	<u>Total</u>
Assets							
<i>Current Assets:</i>							
Cash & Cash Equivalents	\$ 30,032	\$ 269,643	\$ 625,926	\$ 26,436	\$ 1,395	\$ 22,096	\$ 975,528
Investments	701,036	3,574,189	3,678,695	527,251	27,822	440,691	8,949,684
Taxes Receivable, net	48,354	-	-	-	-	-	48,354
Accounts Receivable	-	-	76,067	-	-	4,750	80,817
Interest Receivable	-	23,948	20,862	-	-	-	44,810
Prescription Rebate Receivable	-	11,759	-	-	-	-	11,759
Contributions Receivable	-	228,747	-	-	-	-	228,747
Advances to Other Funds	66,223	-	-	-	-	-	66,223
Due from Other Funds	-	253,172	-	-	-	-	253,172
Prepaid Costs	-	27,427	47,764	-	-	-	75,191
Total Current Assets	<u>845,645</u>	<u>4,388,885</u>	<u>4,449,314</u>	<u>553,687</u>	<u>29,217</u>	<u>467,537</u>	<u>10,734,285</u>
<i>Noncurrent Assets:</i>							
Capital Assets, net	<u>4,375</u>	<u>178,866</u>	<u>8,746</u>	<u>-</u>	<u>-</u>	<u>9,080</u>	<u>201,067</u>
Total Assets	<u>\$ 850,020</u>	<u>\$ 4,567,751</u>	<u>\$ 4,458,060</u>	<u>\$ 553,687</u>	<u>\$ 29,217</u>	<u>\$ 476,617</u>	<u>\$ 10,935,352</u>
Liabilities							
<i>Current Liabilities:</i>							
Accounts Payable	\$ 11,056	\$ 8,592	\$ 2,004	\$ 75,000	\$ 48,099	\$ 1,915	\$ 146,666
Accrued Payroll	2,078	9,513	-	-	-	4,432	16,023
Contributions Paid in Advance	-	24,970	1,990	-	-	-	26,960
Liability for Claims, Current Portion	100,000	659,315	180,000	-	-	-	939,315
Total Current Liabilities	<u>113,134</u>	<u>702,390</u>	<u>183,994</u>	<u>75,000</u>	<u>48,099</u>	<u>6,347</u>	<u>1,128,964</u>
<i>Noncurrent Liabilities:</i>							
Liability for Claims, net of Current Portion	<u>672,272</u>	<u>-</u>	<u>2,191,811</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,864,083</u>
Total Liabilities	<u>785,406</u>	<u>702,390</u>	<u>2,375,805</u>	<u>75,000</u>	<u>48,099</u>	<u>6,347</u>	<u>3,993,047</u>
Net Assets							
Invested in Capital Assets, net of Related Debt	4,375	178,866	8,746	-	-	9,080	201,067
Reserved for Advances	66,223	-	-	-	-	-	66,223
Unrestricted	(5,984)	3,686,495	2,073,509	478,687	(18,882)	461,190	6,675,015
Total Net Assets	<u>64,614</u>	<u>3,865,361</u>	<u>2,082,255</u>	<u>478,687</u>	<u>(18,882)</u>	<u>470,270</u>	<u>6,942,305</u>
Total Liabilities and Net Assets	<u>\$ 850,020</u>	<u>\$ 4,567,751</u>	<u>\$ 4,458,060</u>	<u>\$ 553,687</u>	<u>\$ 29,217</u>	<u>\$ 476,617</u>	<u>\$ 10,935,352</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For Fiscal Year Ended June 30, 2009

	Risk Management	Health Insurance	Workers' Compensation	Excess Loss	Other Benefits Programs	Telephone Services	Total
Operating Revenues:							
Charges for Services	\$ -	\$ 6,324,269	\$ 1,392,656	\$ -	\$ 351,054	\$ 323,407	\$ 8,391,386
Total Operating Revenues	<u>-</u>	<u>6,324,269</u>	<u>1,392,656</u>	<u>-</u>	<u>351,054</u>	<u>323,407</u>	<u>8,391,386</u>
Operating Expenses:							
Personnel	48,043	-	-	-	-	90,038	138,081
Operations	30,367	-	-	-	423,317	128,740	582,424
Claims	498,534	6,383,614	263,234	-	-	-	7,145,382
Reinsurance Premiums	202,259	291,154	63,974	-	-	-	557,387
Administrative	-	397,704	250,890	-	-	-	648,594
Depreciation and Amortization	1,457	6,507	2,916	-	-	1,826	12,706
Total Operating Expense	<u>780,660</u>	<u>7,078,979</u>	<u>581,014</u>	<u>-</u>	<u>423,317</u>	<u>220,604</u>	<u>9,084,574</u>
Income from Operations	(780,660)	(754,710)	811,642	-	(72,263)	102,803	(693,188)
Non-operating Revenues (Expenses):							
Property Taxes	545,176	-	-	-	-	-	545,176
Investment Earnings	(1,639)	139,208	113,001	10,520	-	-	261,090
Other Income	-	34,562	-	-	-	-	34,562
Rebates	-	40,186	-	-	-	-	40,186
Intergovernmental Revenues	49,289	-	-	-	-	-	49,289
Net Income before Transfers	(187,834)	(540,754)	924,643	10,520	(72,263)	102,803	237,115
Transfers In	69,577	82,454	-	15,000	-	-	167,031
Transfers Out	(15,000)	-	-	(75,000)	-	-	(90,000)
Change in Net Assets	(133,257)	(458,300)	924,643	(49,480)	(72,263)	102,803	314,146
Net Assets - Beginning of Year	197,871	4,323,661	1,157,612	528,167	53,381	367,467	6,628,159
Net Assets - End of Year	<u>\$ 64,614</u>	<u>\$ 3,865,361</u>	<u>\$ 2,082,255</u>	<u>\$ 478,687</u>	<u>\$ (18,882)</u>	<u>\$ 470,270</u>	<u>\$ 6,942,305</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Cash Flows
Internal Service Funds
For Fiscal Year Ended June 30, 2009

	Risk Management	Health Insurance	Workers' Compensation	Excess Loss	Other Benefits Programs	Telephone Services	Total
Cash flows from operating activities:							
Cash receipts for charges for services	\$ -	\$ 6,291,961	\$ 1,380,694	\$ -	\$ 351,054	\$ 323,407	\$ 8,347,116
Cash payments to employees for services	(48,439)	(219,853)	(113,231)	-	-	(90,898)	(472,421)
Cash payments for reinsurance premiums	(197,203)	(291,154)	(65,690)	-	-	-	(554,047)
Cash payments for administrative expenses	-	(198,703)	(139,009)	-	48,099	-	(289,613)
Cash payments for claims expenses	(788,982)	(6,395,853)	(316,459)	-	(423,317)	-	(7,924,611)
Cash payments to other suppliers for goods and services	(30,367)	-	-	-	-	(132,969)	(163,336)
Net cash provided (used) by operating activities	<u>(1,064,991)</u>	<u>(813,602)</u>	<u>746,305</u>	<u>-</u>	<u>(24,164)</u>	<u>99,540</u>	<u>(1,056,912)</u>
Cash flows from non-capital financing activities:							
Property taxes	564,221	-	-	-	-	-	564,221
Rebates received	-	35,210	-	-	-	-	35,210
Advances (to) from other funds	13,742	(178,172)	-	-	-	-	(164,430)
Transfers in	69,577	7,454	-	15,000	-	-	92,031
Transfers out	(15,000)	-	-	-	-	-	(15,000)
Intergovernmental sources	49,289	-	-	-	-	-	49,289
Other cash receipts	-	34,562	-	-	-	-	34,562
Net cash provided by non-capital financing activities	<u>681,829</u>	<u>(100,946)</u>	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>595,883</u>
Cash flows from investing activities:							
Purchases of investment securities	(2,584,510)	(2,217,796)	(3,506,186)	(2,336,684)	(107,458)	(2,001,641)	(12,754,275)
Proceeds of sale and maturities of investment securities	2,842,011	2,550,000	1,525,000	2,137,483	112,792	1,786,567	10,953,853
Interest on investments	(1,639)	139,895	92,218	10,520	-	-	240,994
Net cash provided (used) by investing activities	<u>255,862</u>	<u>472,099</u>	<u>(1,888,968)</u>	<u>(188,681)</u>	<u>5,334</u>	<u>(215,074)</u>	<u>(1,559,428)</u>
Net increase (decrease) in cash and cash equivalents	(127,300)	(442,449)	(1,142,663)	(173,681)	(18,830)	(115,534)	(2,020,457)
Cash and cash equivalents at beginning of year	157,332	712,092	1,768,589	200,117	20,225	137,630	2,995,985
Cash and cash equivalents at end of year	<u>\$ 30,032</u>	<u>\$ 269,643</u>	<u>\$ 625,926</u>	<u>\$ 26,436</u>	<u>\$ 1,395</u>	<u>\$ 22,096</u>	<u>\$ 975,528</u>

Reconciliation of Income from Operations to Cash Provided (Used) by Operations

Income (loss) from operations	\$ (780,660)	\$ (754,710)	\$ 811,642	\$ -	\$ (72,263)	\$ 102,803	\$ (693,188)
Adjustments to reconcile (income) loss from operations to net cash provided (used) by operating activities:							
Depreciation and amortization	1,457	6,507	2,916	-	-	1,826	12,706
Change in assets and liabilities:							
Decrease (increase) in receivables	-	(32,445)	(12,567)	-	-	(1,084)	(46,096)
Decrease (increase) in prepaid costs	-	24	(1,716)	-	-	-	(1,692)
Increase (decrease) in payables and contributions paid in advance	5,056	(5,089)	(745)	-	48,099	(4,229)	43,092
Increase (decrease) in accrued liabilities	(290,844)	(27,889)	(53,225)	-	-	224	(371,734)
Net cash provided (used) by operating activities	<u>\$ (1,064,991)</u>	<u>\$ (813,602)</u>	<u>\$ 746,305</u>	<u>\$ -</u>	<u>\$ (24,164)</u>	<u>\$ 99,540</u>	<u>\$ (1,056,912)</u>

Supplemental Disclosure of Cash Flow Information

Noncash capital financing, non-capital financing and investing activities:

The Health Insurance Plan and the Workers' Compensation Plan had \$13,286 and \$13,246, respectively, of net investment income that was reinvested in their trust portfolios for the year. The Employee Benefit's Plan had a \$75,000 receivable from the Excess Loss Fund to partially fund a significant 2009 claim.

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Assets
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2009
(Page 1 of 3)

	Risk Management				Health Insurance			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 6,462,200	\$ 6,462,200	\$ 6,324,269	\$ (137,931)
Total Operating Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,462,200</u>	<u>6,462,200</u>	<u>6,324,269</u>	<u>(137,931)</u>
Operating Expense:								
Personnel	59,568	59,568	48,440	11,128	247,296	247,296	203,414	43,882
Operations	547,445	997,445	987,424	10,021	6,385,100	6,385,100	6,875,565	(490,465)
Total Operating Expense	<u>607,013</u>	<u>1,057,013</u>	<u>1,035,864</u>	<u>21,149</u>	<u>6,632,396</u>	<u>6,632,396</u>	<u>7,078,979</u>	<u>(446,583)</u>
Income (Loss) from Operation	(607,013)	(1,057,013)	(1,035,864)	21,149	(170,196)	(170,196)	(754,710)	(584,514)
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	500,720	500,720	496,822	(3,898)	-	-	-	-
Investment Earnings	-	-	(1,283)	(1,283)	185,000	185,000	139,208	(45,792)
Intergovernmental Revenue	49,289	49,289	49,289	-	-	-	-	-
Interest Expense	-	-	-	-	-	-	-	-
Other Income	-	450,000	-	(450,000)	24,000	24,000	34,562	10,562
Rebates	-	-	-	-	-	-	40,186	40,186
Capital Outlay	-	-	-	-	2,500	2,500	-	2,500
Net Income (Loss) before Transfers	<u>(57,004)</u>	<u>(57,004)</u>	<u>(491,036)</u>	<u>(434,032)</u>	<u>41,304</u>	<u>41,304</u>	<u>(540,754)</u>	<u>(577,058)</u>
Transfers In	69,578	69,758	69,577	(181)	12,458	12,458	82,454	69,996
Transfers Out	<u>(15,000)</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>	<u>40,000</u>
Change in Net Assets	<u>\$ (2,426)</u>	<u>\$ (2,246)</u>	<u>(436,459)</u>	<u>\$ (434,213)</u>	<u>\$ 13,762</u>	<u>\$ 13,762</u>	<u>(458,300)</u>	<u>\$ (467,062)</u>
Net Assets - Beginning of Year			<u>791,535</u>				<u>4,985,989</u>	
Net Assets - End of Year			<u>\$ 355,076</u>				<u>\$ 4,527,689</u>	

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Assets (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2009
(Page 2 of 3)

	Workers' Compensation				Excess Loss			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ 1,435,613	\$ 1,435,613	\$ 1,379,295	\$ (56,318)	\$ -	\$ -	\$ -	\$ -
Total Operating Revenue	<u>1,435,613</u>	<u>1,435,613</u>	<u>1,379,295</u>	<u>(56,318)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating Expense:								
Personnel	132,764	132,764	113,231	19,533	-	-	-	-
Operations	<u>1,008,400</u>	<u>1,008,400</u>	<u>1,107,227</u>	<u>(98,827)</u>	<u>5,000</u>	<u>5,000</u>	<u>75,000</u>	<u>(70,000)</u>
Total Operating Expense	<u>1,141,164</u>	<u>1,141,164</u>	<u>1,220,458</u>	<u>(79,294)</u>	<u>5,000</u>	<u>5,000</u>	<u>75,000</u>	<u>(70,000)</u>
Income (Loss) from Operation	294,449	294,449	158,837	(135,612)	(5,000)	(5,000)	(75,000)	(70,000)
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	-	-	-	-
Investment Earnings	156,352	156,352	105,561	(50,791)	16,000	16,000	11,220	(4,780)
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Interest Expense	(12,000)	(12,000)	(13,930)	(1,930)	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Rebates	-	-	-	-	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss) before Transfers	438,801	438,801	250,468	(188,333)	11,000	11,000	(63,780)	(74,780)
Transfers In	-	-	-	-	37,400	37,400	15,000	(22,400)
Transfers Out	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u>\$ 428,801</u>	<u>\$ 428,801</u>	250,468	<u>\$ (178,333)</u>	<u>\$ 48,400</u>	<u>\$ 48,400</u>	(48,780)	<u>\$ (97,180)</u>
Net Assets - Beginning of Year			<u>3,357,292</u>				<u>527,222</u>	
Net Assets - End of Year			<u>\$ 3,607,760</u>				<u>\$ 478,442</u>	

MISSOULA COUNTY, MONTANA
Schedule of Revenues, Expenses and Changes in Fund Net Assets (Continued)
Budget and Actual - Internal Service Funds
For Fiscal Year Ending June 30, 2009
(Page 3 of 3)

	Other Benefits Programs				Telephone Services			
	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget	Original Budget	Final Budget	Actual on Budgetary Basis	Variance with Final Budget
Operating Revenue:								
Charges for Services	\$ 312,000	\$ 312,000	\$ 351,054	\$ 39,054	\$ 267,720	\$ 267,720	\$ 323,407	\$ 55,687
Total Operating Revenue	<u>312,000</u>	<u>312,000</u>	<u>351,054</u>	<u>39,054</u>	<u>267,720</u>	<u>267,720</u>	<u>323,407</u>	<u>55,687</u>
Operating Expense:								
Personnel	-	-	-	-	101,558	101,558	89,814	11,744
Operations	<u>377,000</u>	<u>377,000</u>	<u>423,317</u>	<u>(46,317)</u>	<u>165,670</u>	<u>165,670</u>	<u>132,969</u>	<u>32,701</u>
Total Operating Expense	<u>377,000</u>	<u>377,000</u>	<u>423,317</u>	<u>(46,317)</u>	<u>267,228</u>	<u>267,228</u>	<u>222,783</u>	<u>44,445</u>
Income (Loss) from Operation	(65,000)	(65,000)	(72,263)	(7,263)	492	492	100,624	100,132
Non-operating Revenues (Expenses):								
Operating Property Tax Revenue	-	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-	-
Interest Expense	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Rebates	-	-	-	-	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss) before Transfers	(65,000)	(65,000)	(72,263)	(7,263)	492	492	100,624	100,132
Transfers In	40,000	40,000	-	(40,000)	-	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u>\$ (25,000)</u>	<u>\$ (25,000)</u>	(72,263)	<u>\$ (47,263)</u>	<u>\$ 492</u>	<u>\$ 492</u>	100,624	<u>\$ 100,132</u>
Net Assets - Beginning of Year			<u>53,381</u>				<u>366,913</u>	
Net Assets - End of Year			<u>\$ (18,882)</u>				<u>\$ 467,537</u>	

TRUST AND AGENCY FUNDS

Trust and agency funds are those used to account for situations where the County holds assets in trust or acts as an agent for another governmental entity or an individual.

Investment Trust Funds - To account for external participants' share of the County's investment pool and investments held separate for external participants.

Schools Fund – To account for revenues collected and cash held for various school districts.

Other Local Taxing Units Fund - To account for revenues collected and cash held for fire districts, irrigation districts, cemetery districts, the hospital district, the mosquito district and the urban transportation district.

State Fund – To account for revenues collected and cash held for the State of Montana.

City Fund – To account for revenues collected and cash held for the City of Missoula.

Other Post Employment Benefits– To account for revenues collected and cash held for post employment benefits.

Payroll and Claims Fund - To account for the County's payroll and claims clearing activities.

MISSOULA COUNTY, MONTANA
Combining Statement of Fiduciary Net Assets
June 30, 2009

	<u>Individual Investment Trust</u>	<u>External Pool Investment Trust</u>	<u>Total Investment Trust</u>
Assets			
Cash & Cash Equivalents	\$ -	\$ 2,130,078	\$ 2,130,078
Investments, at Fair Value:			
Securities	-	11,984,474	11,984,474
Repurchase Agreements	-	3,004,468	3,004,468
STIP	12,360,407	27,493,970	39,854,377
Total Investments	<u>12,360,407</u>	<u>42,482,912</u>	<u>54,843,319</u>
Total Assets	<u>12,360,407</u>	<u>44,612,990</u>	<u>56,973,397</u>
Net Assets			
Funds Held in Trust for:			
Investment Trusts	<u>12,360,407</u>	<u>44,612,990</u>	<u>56,973,397</u>
Total Net Assets	<u>\$ 12,360,407</u>	<u>\$ 44,612,990</u>	<u>\$ 56,973,397</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Fiduciary Net Assets
For Fiscal Year Ended June 30, 2009

	Individual Investment Trust	External Pool Investment Trust	Total Investment Trust
Additions			
Interest Income	\$ 213,835	\$ 1,122,989	\$ 1,336,824
Net Investment Income	213,835	1,122,989	1,336,824
Participant Investments in Pool	12,146,572	289,251,631	301,398,203
Total Additions	12,360,407	290,374,620	302,735,027
 Deductions			
Distribution to Participants	(26,824,289)	(296,593,685)	(323,417,974)
Total Deductions	(26,824,289)	(296,593,685)	(323,417,974)
Change in Net Assets	(14,463,882)	(6,219,065)	(20,682,947)
 Net Assets Held in Trust for Pool Participants			
Net Assets - Beginning of Year	26,824,289	50,832,055	77,656,344
Net Assets - End of Year	\$ 12,360,407	\$ 44,612,990	\$ 56,973,397

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For Fiscal Year Ended June 30, 2009
(Page 1 of 4)

SCHOOLS

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Cash with Fiscal Agents	\$ 2,391,810	\$ 1,500,621	\$ 2,391,810	\$ 1,500,621
Property Taxes Receivable (net)	<u>7,410,507</u>	<u>3,438,462</u>	<u>5,801,729</u>	<u>5,047,240</u>
Total Assets	\$ <u>9,802,317</u>	\$ <u>4,939,083</u>	\$ <u>8,193,539</u>	\$ <u>6,547,861</u>
Liabilities:				
Accounts & Warrants Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Agencies	<u>9,802,317</u>	<u>4,939,083</u>	<u>8,193,539</u>	<u>6,547,861</u>
Total Liabilities	\$ <u>9,802,317</u>	\$ <u>4,939,083</u>	\$ <u>8,193,539</u>	\$ <u>6,547,861</u>

OTHER LOCAL TAXING UNITS

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Cash with Fiscal Agents	\$ -	\$ 5,198	\$ -	\$ 5,198
Property Taxes Receivable (net)	<u>819,369</u>	<u>521,412</u>	<u>644,396</u>	<u>696,385</u>
Total Assets	\$ <u>819,369</u>	\$ <u>526,610</u>	\$ <u>644,396</u>	\$ <u>701,583</u>
Liabilities:				
Due to Other Agencies	<u>819,369</u>	<u>526,610</u>	<u>644,396</u>	<u>701,583</u>
Total Liabilities	\$ <u>819,369</u>	\$ <u>526,610</u>	\$ <u>644,396</u>	\$ <u>701,583</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2009
(Page 2 of 4)

STATE

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Property Taxes Receivable (net)	\$ 2,900,875	\$ 1,308,241	\$ 2,274,931	\$ 1,934,185
Total Assets	<u>\$ 2,900,875</u>	<u>\$ 1,308,241</u>	<u>\$ 2,274,931</u>	<u>\$ 1,934,185</u>
Liabilities:				
Due to Other Agencies	\$ 2,900,875	\$ 1,308,241	\$ 2,274,931	\$ 1,934,185
Total Liabilities	<u>\$ 2,900,875</u>	<u>\$ 1,308,241</u>	<u>\$ 2,274,931</u>	<u>\$ 1,934,185</u>

CITY

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Property Taxes Receivable (net)	\$ 3,248,794	\$ 1,588,556	\$ 2,601,874	\$ 2,235,476
Total Assets	<u>\$ 3,248,794</u>	<u>\$ 1,588,556</u>	<u>\$ 2,601,874</u>	<u>\$ 2,235,476</u>
Liabilities:				
Due to Other Agencies	\$ 3,248,794	\$ 1,588,556	\$ 2,601,874	\$ 2,235,476
Total Liabilities	<u>\$ 3,248,794</u>	<u>\$ 1,588,556</u>	<u>\$ 2,601,874</u>	<u>\$ 2,235,476</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2009
(Page 3 of 4)

OTHER POST-RETIREMENT BENEFITS (OPEB)

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Cash & Cash Equivalents	\$ 200,668	\$ 444,485	\$ 645,153	\$ -
Due from Other Agencies	-	282,999	-	282,999
Other Assets	8,891	-	977	7,914
Total Assets	<u>\$ 209,559</u>	<u>\$ 727,484</u>	<u>\$ 646,130</u>	<u>\$ 290,913</u>
Liabilities:				
Accounts & Warrants Payable	\$ 1,240	-	\$ 163	\$ 1,077
Due to Other Agencies	133,197	-	133,197	-
Other Liabilities	75,122	214,714	-	289,836
Total Liabilities	<u>\$ 209,559</u>	<u>\$ 214,714</u>	<u>\$ 133,360</u>	<u>\$ 290,913</u>

PAYROLL & CLAIMS

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Cash & Cash Equivalents	\$ 278,594	\$ 31,887	\$ 278,594	\$ 31,887
Investments	456,697	635,970	456,697	635,970
Total Assets	<u>\$ 735,291</u>	<u>\$ 667,857</u>	<u>\$ 735,291</u>	<u>\$ 667,857</u>
Liabilities:				
Accounts & Warrants Payable	\$ 735,291	\$ 667,857	\$ 735,291	\$ 667,857
Total Liabilities	<u>\$ 735,291</u>	<u>\$ 667,857</u>	<u>\$ 735,291</u>	<u>\$ 667,857</u>

MISSOULA COUNTY, MONTANA
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Continued)
For Fiscal Year Ended June 30, 2009
(Page 4 of 4)

TOTAL AGENCY FUNDS

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Assets:				
Cash & Cash Equivalents	\$ 479,262	\$ 476,372	\$ 923,747	\$ 31,887
Cash with Fiscal Agents	2,391,810	1,505,819	2,391,810	1,505,819
Investments	456,697	635,970	456,697	635,970
Due from Other Agencies	-	282,999	-	282,999
Property Taxes Receivable (net)	14,379,545	6,856,671	11,322,930	9,913,286
Other Assets	8,891	-	977	7,914
Total Assets	<u>\$ 17,716,205</u>	<u>\$ 9,757,831</u>	<u>\$ 15,096,161</u>	<u>\$ 12,377,875</u>
Liabilities:				
Accounts & Warrants Payable	\$ 736,531	\$ 667,857	\$ 735,454	\$ 668,934
Other Liabilities	75,122	214,714	-	289,836
Due to Other Agencies	16,904,552	8,362,490	13,847,937	11,419,105
Total Liabilities	<u>\$ 17,716,205</u>	<u>\$ 9,245,061</u>	<u>\$ 14,583,391</u>	<u>\$ 12,377,875</u>

CAPITAL ASSETS

Capital assets used in the operation of Governmental Funds.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Comparative Schedule By Source ¹
June 30, 2009 and 2008

	2009	2008
Governmental Funds Capital Assets:		
Land	\$ 7,203,587	\$ 6,894,731
Buildings	38,502,385	37,944,698
Machinery and Equipment	20,028,053	16,023,674
Infrastructure	33,010,871	30,746,511
Intangibles	-	173,101
Construction in Progress	11,070,951	4,676,207
Total Governmental Funds Capital Assets	\$ 109,815,847	\$ 96,458,922
 Investment in Governmental Funds Capital Assets by Source:		
General Fund	\$ 9,015,089	\$ 8,848,771
Special Revenue Fund	92,977,474	83,479,027
Federal Grants	5,877,188	2,185,028
Initial Start of System	1,946,096	1,946,096
Total Governmental Funds Capital Assets	\$ 109,815,847	\$ 96,458,922

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity ¹
June 30, 2009

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Machinery and Equipment</u>	<u>Infrastructure</u>	<u>Intangibles</u>	<u>Construction in Progress</u>	<u>Total</u>
General Government:							
Administration and Finance	\$ -	\$ -	\$ 322,050	\$ -	\$ -	\$ -	\$ 322,050
Records and Election	-	-	801,137	-	-	-	801,137
Data Processing	-	16,461	427,135	-	-	-	443,596
General Services	14,203	5,984,873	859,476	-	-	93,275	6,951,827
Criminal Justice	-	-	104,590	-	-	391,889	496,479
Total General Government	<u>14,203</u>	<u>6,001,334</u>	<u>2,514,388</u>	<u>-</u>	<u>-</u>	<u>485,164</u>	<u>9,015,089</u>
Public Works:							
Road & Bridge	135,100	2,675,563	6,987,955	31,429,681	-	8,109,691	49,337,990
Missoula Development Authority	-	-	-	1,390,062	-	1,529,244	2,919,306
Weed & Extension	-	-	109,435	-	-	-	109,435
RSIDs - CIP	-	-	-	-	-	611,958	611,958
Seeley Lake Refuse	65,400	82,260	20,160	-	-	-	167,820
Total Public Works	<u>200,500</u>	<u>2,757,823</u>	<u>7,117,550</u>	<u>32,819,743</u>	<u>-</u>	<u>10,250,893</u>	<u>53,146,509</u>
Public Safety:							
Sheriff	19,199	-	2,395,685	60,000	-	-	2,474,884
Communications	-	51,096	5,469,453	-	-	59,216	5,579,765
Detention Center	1,791,035	22,388,493	1,252,951	-	-	199,740	25,632,219
Total Public Safety	<u>1,810,234</u>	<u>22,439,589</u>	<u>9,118,089</u>	<u>60,000</u>	<u>-</u>	<u>258,956</u>	<u>33,686,868</u>
Public Health:							
City/County Health	58,162	1,973,124	294,691	-	-	-	2,325,977
Environmental Health	-	5,000	467,822	-	-	-	472,822
Total Public Health	<u>58,162</u>	<u>1,978,124</u>	<u>762,513</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,798,799</u>
Social and Economic Services	-	-	58,347	-	-	-	58,347
Culture and Recreation	1,902,245	5,325,515	457,166	131,128	-	75,938	7,891,992
Nondepartmental	1,946,096	-	-	-	-	-	1,946,096
Land Held for Resale	1,272,147	-	-	-	-	-	1,272,147
Total Governmental Funds Capital Assets	<u>\$ 7,203,587</u>	<u>\$ 38,502,385</u>	<u>\$ 20,028,053</u>	<u>\$ 33,010,871</u>	<u>\$ -</u>	<u>\$ 11,070,951</u>	<u>\$ 109,815,847</u>

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

MISSOULA COUNTY, MONTANA
Capital Assets Used in the Operation of Governmental Funds
Schedule of Changes By Function and Activity ¹
For Fiscal Year Ended June 30, 2009

<u>Function and Activity</u>	Governmental Funds Capital Assets July 1, 2008	Adjustments & Reclasses	As Restated July 1, 2008	Additions	Deductions	Governmental Funds Capital Assets June 30, 2009
General Government:						
Administration and Finance	\$ 120,983	\$ 213,773	\$ 334,756	\$ -	\$ (12,706)	\$ 322,050
Records and Election	807,180	-	807,180	5,390	(11,433)	801,137
Data Processing	634,219	-	634,219	31,995	(222,618)	443,596
General Services	6,855,654	-	6,855,654	220,924	(124,751)	6,951,827
Criminal Justice	430,735	-	430,735	65,744	-	496,479
Total General Government	<u>8,848,771</u>	<u>213,773</u>	<u>9,062,544</u>	<u>324,053</u>	<u>(371,508)</u>	<u>9,015,089</u>
Public Works:						
Road & Bridge	41,161,140	(166,870)	40,994,270	9,512,146	(1,168,426)	49,337,990
Missoula Development Authority	2,728,668	-	2,728,668	190,638	-	2,919,306
Weed & Extension	115,254	-	115,254	-	(5,819)	109,435
RSIDs - CIP	-	-	-	611,958	-	611,958
Seeley Lake Refuse	157,879	-	157,879	9,941	-	167,820
Total Public Works	<u>44,162,941</u>	<u>(166,870)</u>	<u>43,996,071</u>	<u>10,324,683</u>	<u>(1,174,245)</u>	<u>53,146,509</u>
Public Safety:						
Sheriff	2,358,871	-	2,358,871	673,517	(557,504)	2,474,884
Communications	2,746,683	2,446,211	5,192,894	3,670,057	(3,283,186)	5,579,765
Detention Center	25,559,977	-	25,559,977	203,696	(131,454)	25,632,219
Total Public Safety	<u>30,665,531</u>	<u>2,446,211</u>	<u>33,111,742</u>	<u>4,547,270</u>	<u>(3,972,144)</u>	<u>33,686,868</u>
Public Health:						
City/County Health	2,291,886	-	2,291,886	34,091	-	2,325,977
Environmental Health	418,482	-	418,482	54,340	-	472,822
Total Public Health	<u>2,710,368</u>	<u>-</u>	<u>2,710,368</u>	<u>88,431</u>	<u>-</u>	<u>2,798,799</u>
Social and Economic Services	58,927	-	58,927	-	(580)	58,347
Culture and Recreation	7,186,770	-	7,186,770	814,854	(109,632)	7,891,992
Nondepartmental	1,946,096	-	1,946,096	-	-	1,946,096
Land Held for Resale	1,093,291	-	1,093,291	178,856	-	1,272,147
Total General Capital Assets	<u>\$ 96,672,695</u>	<u>\$ 2,493,114</u>	<u>99,165,809</u>	<u>16,278,147</u>	<u>\$ (5,628,109)</u>	<u>\$ 109,815,847</u>

¹ This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

STATISTICAL SECTION

STATISTICAL SECTION

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends

This segment contains trend information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

This segment includes information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity

This segment presents information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Economic & Demographic Information

This segment depicts demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating information

This segment displays service and capital asset data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise stated, the information in this section is derived from the comprehensive annual financial reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, in FY 2000-01; schedules presenting government-wide activities include information beginning from that year.

MISSOULA COUNTY, MONTANA
Net Assets by Component
Last Five Fiscal Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental Activities					
Invested in Capital Assets, net of Related Debt	\$ 16,970,735	\$ 28,223,190	\$ 34,873,468	\$ 41,799,334	\$ 47,859,926
Restricted	1,463,452	1,466,019	1,755,298	1,550,263	1,275,007
Unrestricted	<u>18,919,713</u>	<u>18,975,049</u>	<u>31,255,020</u>	<u>28,155,028</u>	<u>36,814,281</u>
Total Governmental Activities Net Assets	<u>\$ 37,353,900</u>	<u>\$ 48,664,258</u>	<u>\$ 67,883,786</u>	<u>\$ 71,504,625</u>	<u>\$ 85,949,214</u>
Business-type Activities					
Invested in Capital Assets, net of Related Debt	\$ 2,278,903	\$ 2,199,939	\$ 2,125,419	\$ 2,125,336	\$ 2,601,442
Unrestricted	<u>1,298,087</u>	<u>1,377,281</u>	<u>1,622,661</u>	<u>1,778,396</u>	<u>1,581,937</u>
Total Business-type Activities Net Assets	<u>\$ 3,576,990</u>	<u>\$ 3,577,220</u>	<u>\$ 3,748,080</u>	<u>\$ 3,903,732</u>	<u>\$ 4,183,379</u>
Primary Government					
Invested in Capital Assets, net of Related Debt	\$ 19,249,638	\$ 30,423,129	\$ 36,998,887	\$ 43,924,670	\$ 50,461,368
Restricted	1,463,452	1,466,019	1,755,298	1,550,263	1,275,007
Unrestricted	<u>20,217,800</u>	<u>20,352,330</u>	<u>32,877,681</u>	<u>29,933,424</u>	<u>38,396,218</u>
Total Primary Government Net Assets	<u>\$ 40,930,890</u>	<u>\$ 52,241,478</u>	<u>\$ 71,631,866</u>	<u>\$ 75,408,357</u>	<u>\$ 90,132,593</u>

MISSOULA COUNTY, MONTANA
Schedule of Changes in Net Assets
Last Five Fiscal Years
(Page 1 of 2)

	2005	2006	2007	2008	2009
Expenses					
Governmental Activities:					
General Government	\$ 9,656,328	\$ 10,793,516	\$ 10,616,135	\$ 11,532,881	\$ 12,236,110
Criminal Justice	4,813,728	5,119,123	3,300,060	3,729,153	3,758,712
Public Safety	14,852,072	17,060,430	17,487,042	17,933,310	18,135,508
Public Works	6,641,539	8,022,496	17,948,738	13,520,691	6,065,827
Public Health	4,517,190	5,093,221	5,542,050	5,903,619	5,860,795
Social & Economic Services	3,455,239	3,702,861	4,289,787	4,078,319	4,615,766
Culture & Recreation	4,252,141	4,090,539	3,889,031	4,493,107	4,333,841
Housing & Community Development	2,007,925	1,845,512	2,601,639	3,435,749	2,918,937
Interest on Long-term Debt	1,196,809	935,898	1,133,118	1,261,685	1,145,352
Total Governmental Activities Expenses	<u>51,392,971</u>	<u>56,663,596</u>	<u>66,807,600</u>	<u>65,888,514</u>	<u>59,070,848</u>
Business-type Activities:					
Larchmont Golf Course	795,539	859,193	880,832	852,695	847,389
Rural Special Improvement Districts	767,857	703,456	720,567	707,010	735,247
Total Business-type Activities Expenses	<u>1,563,396</u>	<u>1,562,649</u>	<u>1,601,399</u>	<u>1,559,705</u>	<u>1,582,636</u>
Total Primary Government Expenses	<u>\$ 52,956,367</u>	<u>\$ 58,226,245</u>	<u>\$ 68,408,999</u>	<u>\$ 67,448,219</u>	<u>\$ 60,653,484</u>
Program Revenues					
Governmental Activities:					
Charges for Services:					
General Government	\$ 4,917,291	\$ 5,066,931	\$ 4,909,952	\$ 4,596,879	\$ 4,405,714
Criminal Justice	969,501	895,178	831,522	876,544	910,461
Public Safety	3,385,998	3,686,470	4,007,155	5,845,885	5,218,345
Public Works	1,013,088	1,335,476	2,319,001	2,067,227	1,747,766
Public Health	1,373,916	1,420,148	1,633,125	1,730,795	1,532,922
Social & Economic Services	-	-	-	4,615,766	-
Culture & Recreation	1,199,618	1,158,955	1,335,514	1,136,630	981,832
Housing & Community Development	248,987	201,930	233,379	206,284	195,356
Operating Grants and Contributions	9,198,521	8,882,805	6,479,430	6,862,787	6,626,708
Capital Grants and Contributions	1,919,467	3,865,026	2,267,401	260,121	3,546,936
Total Governmental Activities Program Revenues	<u>24,226,387</u>	<u>26,512,919</u>	<u>24,016,479</u>	<u>28,198,918</u>	<u>25,166,040</u>
Business-type Activities:					
Charges for Services:					
Larchmont Golf Course	911,171	958,595	951,976	984,778	1,012,132
Rural Special Improvement Districts	676,128	802,189	850,294	780,030	823,465
Total Business-type Activities Program Revenues	<u>1,587,299</u>	<u>1,760,784</u>	<u>1,802,270</u>	<u>1,764,808</u>	<u>1,835,597</u>
Total Primary Government Program Revenues	<u>\$ 25,813,686</u>	<u>\$ 28,273,703</u>	<u>\$ 25,818,749</u>	<u>\$ 29,963,726</u>	<u>\$ 27,001,637</u>
Net (Expense) Revenue					
Governmental Activities:	\$ (27,166,584)	\$ (30,150,677)	\$ (42,791,121)	\$ (37,689,596)	\$ (33,904,808)
Business-type Activities:	23,903	198,135	200,871	205,103	252,961
Total Primary Government Net (Expenses) Revenues	<u>\$ (27,142,681)</u>	<u>\$ (29,952,542)</u>	<u>\$ (42,590,250)</u>	<u>\$ (37,484,493)</u>	<u>\$ (33,651,847)</u>

MISSOULA COUNTY, MONTANA
Schedule of Changes in Net Assets (Continued)
Last Five Fiscal Years
(Page 2 of 2)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Revenue and Other					
Changes in Net Assets					
Governmental Activities:					
Property Taxes	\$ 28,263,956	\$ 30,428,569	\$ 32,154,829	\$ 34,367,166	\$ 34,622,390
Intergovernmental Revenue	3,772,657	3,282,638	4,334,436	6,766,492	5,857,686
Investment Earnings	466,131	875,329	1,748,295	1,489,227	816,387
Gain on Sale of Capital Assets	312,722	2,518,878	(2,230,026)	643,320	(28,243)
Miscellaneous Revenues	1,453,329	2,035,355	12,142,118	2,329,610	2,832,296
Transfers	101,413	234,342	141,981	151,225	164,386
Total Governmental Activities	<u>34,370,208</u>	<u>39,375,111</u>	<u>48,291,633</u>	<u>45,747,040</u>	<u>44,264,902</u>
Business-type Activities:					
Intergovernmental Revenue	-	-	-	5,857,686	100,000
Investment Earnings	10,907	31,726	55,242	38,345	35,691
Gain on Sale of Capital Assets	425	-	-	(28,243)	10,430
Miscellaneous Revenues	2,591	4,711	56,728	22,500	5,587
Transfers	(122,517)	(234,342)	(141,981)	(151,225)	(164,386)
Total Business-type Activities	<u>(108,594)</u>	<u>(197,905)</u>	<u>(30,011)</u>	<u>5,739,063</u>	<u>(12,678)</u>
Total Primary Government	<u>\$ 34,261,614</u>	<u>\$ 39,177,206</u>	<u>\$ 48,261,622</u>	<u>\$ 51,486,103</u>	<u>\$ 44,252,224</u>
Changes in Net Assets					
Governmental Activities	\$ 7,203,624	\$ 9,224,434	\$ 5,500,512	\$ 8,057,444	\$ 10,360,094
Business-type Activities	(84,691)	230	170,860	5,944,166	240,283
Total Primary Government Changes in Net Assets	<u>\$ 7,118,933</u>	<u>\$ 9,224,664</u>	<u>\$ 5,671,372</u>	<u>\$ 14,001,610</u>	<u>\$ 10,600,377</u>

MISSOULA COUNTY, MONTANA
Fund Balance of Governmental Funds
Last Ten Fiscal Years

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund										
Reserved	\$ 800,000	\$ 1,273,561	\$ 813,933	\$ 597,207	\$ 457,949	\$ 1,236,826	\$ 753,343	\$ -	\$ -	\$ -
Unreserved	(542,799)	822,696	1,879,817	3,039,340	3,299,145	1,900,850	2,230,818	3,200,957	2,218,236	2,577,538
Total General Fund	<u>\$ 257,201</u>	<u>\$ 2,096,257</u>	<u>\$ 2,693,750</u>	<u>\$ 3,636,547</u>	<u>\$ 3,757,094</u>	<u>\$ 3,137,676</u>	<u>\$ 2,984,161</u>	<u>\$ 3,200,957</u>	<u>\$ 2,218,236</u>	<u>\$ 2,577,538</u>
All Other Governmental Funds										
Reserved	\$ 801,314	\$ 1,195,599	\$ 2,044,716	\$ 1,089,587	\$ 2,348,607	\$ 2,609,491	\$ 1,110,884	\$ 2,346,351	\$ 2,875,328	\$ 6,131,515
Unreserved, reported in:										
Special Revenue Funds	1,692,598	3,502,438	4,310,351	8,441,449	8,958,351	13,568,633	16,610,426	14,592,615	15,826,535	22,776,020
Debt Service Funds	1,528,679	1,072,788	992,500	599,302	783,387	1,463,452	1,466,019	1,755,298	1,550,263	1,555,901
Capital Project Funds	(516,632)	(577,033)	(775,888)	(762,493)	471,827	(263,475)	1,815,356	8,420,005	7,513,750	1,341,314
Total All Other Governmental Funds	<u>\$ 3,505,959</u>	<u>\$ 5,193,792</u>	<u>\$ 6,571,679</u>	<u>\$ 9,367,845</u>	<u>\$ 12,562,172</u>	<u>\$ 17,378,101</u>	<u>\$ 21,002,685</u>	<u>\$ 27,114,269</u>	<u>\$ 27,765,876</u>	<u>\$ 31,804,750</u>

MISSOULA COUNTY, MONTANA
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Revenues:										
Taxes/assessments	\$ 18,745,489	\$ 22,432,100	\$ 22,908,495	\$ 24,270,711	\$ 26,866,402	\$ 28,737,286	\$ 30,663,693	\$ 32,457,258	\$ 33,225,843	\$ 36,062,438
Licenses and Permits	1,079,009	558,742	237,354	344,741	324,880	356,015	345,258	943,942	1,064,392	817,724
Intergovernmental Revenues	10,327,481	14,406,678	13,692,561	12,756,743	12,940,233	15,055,952	16,036,477	12,776,147	12,148,625	18,070,793
Charges for Services	5,412,375	4,226,188	8,269,696	9,211,933	8,519,919	8,329,904	8,829,603	9,382,541	11,346,129	10,114,876
Fines and Forfeitures	692,313	775,376	824,053	838,956	846,521	1,037,664	936,793	1,039,329	920,364	976,834
Investment Earnings	421,953	416,479	262,472	204,249	110,902	375,877	701,832	1,376,170	1,140,275	555,296
Private & Local Grants	190,035	242,035	196,553	117,015	111,576	122,446	257,428	664,723	2,208,405	114,916
Miscellaneous Revenue	124,363	236,143	482,489	495,489	2,432,173	2,206,685	1,682,084	1,893,210	2,420,861	2,391,991
Total Revenues	36,993,018	43,293,741	46,873,673	48,239,837	52,152,606	56,221,829	59,453,168	60,533,320	64,474,894	69,104,868
Expenditures:										
General Government	4,863,843	4,836,440	5,258,354	5,897,355	6,205,827	6,070,921	7,132,364	7,600,766	7,970,031	8,105,151
Criminal Justice	4,508,894	4,726,227	4,963,031	3,717,155	3,715,236	4,909,894	5,145,063	3,405,596	3,689,674	3,819,405
Public Safety	8,886,112	11,175,902	12,512,472	13,113,342	14,560,716	14,626,708	15,546,588	15,701,956	17,366,160	18,427,629
Public Works	3,720,564	3,908,521	5,170,623	7,385,860	9,478,401	6,860,922	6,949,991	7,284,533	12,212,920	7,997,379
Public Health	3,819,661	4,689,569	3,801,529	4,051,339	4,477,474	4,812,944	5,101,907	5,594,396	5,741,099	5,769,984
Social & Economic Services	2,756,889	2,358,424	3,581,418	2,276,328	3,202,355	3,291,473	3,720,110	3,936,569	3,871,633	4,544,542
Culture & Recreation	2,065,390	2,202,326	2,524,565	3,136,719	3,368,214	3,608,099	4,389,019	3,523,019	4,010,707	3,701,593
Housing & Community Development	1,134,968	1,206,180	901,215	2,370,871	1,952,543	2,090,784	1,864,848	2,684,171	3,397,241	2,928,408
Capital Outlay	7,468,532	4,628,677	6,743,978	5,950,500	6,446,469	7,017,579	5,496,600	18,979,764	8,079,485	9,872,743
Debt Service										
Principal	4,979,594	1,588,504	1,765,227	1,576,374	1,793,811	1,622,089	2,752,771	2,723,412	2,741,130	2,607,106
Interest	1,264,921	1,139,981	1,220,148	1,109,857	1,156,992	1,196,809	1,223,275	1,411,014	1,358,953	1,199,852
Total Expenditures	45,469,368	42,460,751	48,442,560	50,585,700	56,358,038	56,108,222	59,322,536	72,845,196	70,439,033	68,973,792
Excess of Revenues over (under) Expenditures	(8,476,350)	832,990	(1,568,887)	(2,345,863)	(4,205,432)	113,607	130,632	(12,311,876)	(5,964,139)	131,076
Other Financing Sources (uses):										
Transfers In	2,617,971	2,845,061	4,303,790	4,078,009	4,611,705	5,179,028	5,073,109	10,412,196	6,793,915	5,521,943
Transfers Out	(2,302,669)	(2,648,604)	(5,380,227)	(3,981,767)	(4,462,964)	(5,315,570)	(4,920,478)	(10,352,832)	(6,737,452)	(5,434,588)
Issuance of Debt	2,599,194	1,008,792	2,828,187	1,704,875	5,968,629	1,370,582	1,730,136	18,005,249	4,965,000	3,520,281
Defeasance of Debt	-	-	-	-	-	-	-	(1,641,286)	-	-
Premium on Issuance of Debt	-	-	-	-	-	-	-	-	6,908	-
Sale of Capital Assets	2,005,757	2,263,841	1,829,779	2,133,309	1,060,602	2,234,487	2,170,897	1,513,213	1,552,982	181,836
Total Other Financing Sources (uses)	4,920,253	3,469,090	3,581,529	3,934,426	7,177,972	3,468,527	4,053,664	17,936,540	6,581,353	3,789,472
Net Change in Fund Balance	\$ (3,556,097)	\$ 4,302,080	\$ 2,012,642	\$ 1,588,563	\$ 2,972,540	\$ 3,582,134	\$ 4,184,296	\$ 5,624,664	\$ 617,214	\$ 3,920,548
Ratio of Debt Service Expenditures to Noncapital Expenditures	16.43%	7.21%	7.16%	6.02%	5.91%	5.74%	7.39%	7.68%	6.57%	6.44%

MISSOULA COUNTY, MONTANA
Bureau of Census (BOC) Supplemental Schedule
As of and for the Fiscal Year ended June 30, 2009

1. Intergovernmental expenditures:		Amount	
Purpose	Paid to local governments	Paid to state	
Airports	\$ -	\$ -	-
Libraries	-	-	-
Health	-	-	-
Local Schools	-	-	-
Welfare	-	-	-
All other	\$ -	\$ -	-

2. Salaries and wages:	\$ 27,996,266
-------------------------------	---------------

3. Debt outstanding:		Amount					
A. Long-term debt outstanding, issued and retired		Bonds outstanding July 1, 2008		Bonds during the Fiscal Year		Outstanding as of June 30, 2009	
Purpose				Issued	Retired	General Obligation	Revenue bonds
Water utility	\$ -	\$ -	\$ -	-	-	-	-
Sewer	-	-	-	-	-	-	-
Electric utility	-	-	-	-	-	-	-
Gas utility	-	-	-	-	-	-	-
Industrial revenue	-	-	-	-	-	-	-
All other	\$ 31,873,448	\$ 3,520,281	\$ (2,607,106)	\$ 14,512,000	\$ -	-	-
B. Short-term Debt							
Type	Beginning of fiscal year		End of fiscal year				
Registered warrants payable	\$ -	-	\$ -	-	-	-	-
Contracts payable	-	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-	-
Totals	\$ -	-	\$ -	-	-	-	-

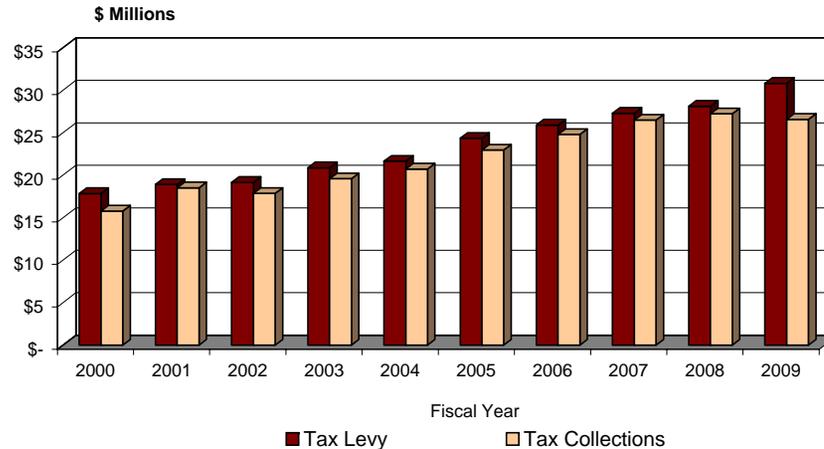
4. Cash balances of fund type groups:	
Type of funds	Amount
General fund	\$ 2,750,592
Special revenue funds	15,413,686
Debt service funds	2,519,762
Capital projects funds	9,397,444
Enterprise funds	1,429,601
Internal service funds	9,925,212
Trust and agency funds	59,147,073
Total	\$ 100,583,370

MISSOULA COUNTY, MONTANA
Property Tax Levies and Collections
Governmental and Internal Service Fund Types
Last Ten Fiscal Years

Fiscal Year	Total Tax Levy July 1 (a)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections (b)	Total Tax Collections	Ratio of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes (c)	Ratio of Outstanding Delinquent Taxes to Current Tax Levy
2000	\$ 17,850,409	\$ 15,777,067	88.38	\$ 1,103,007	\$ 16,880,074	94.56	\$ 914,301	5.12
2001	18,904,780	18,513,021	97.93	783,729	19,296,750	102.07	1,468,789	7.77
2002	19,162,880	17,854,304	93.17	1,023,575	18,877,879	98.51	1,888,048	9.85
2003	20,880,647	19,581,637	93.78	680,696	20,262,333	97.04	2,547,903	12.20
2004	21,638,028	20,720,218	95.76	1,649,096	22,369,314	103.38	2,375,435	10.98
2005	24,343,154	22,956,636	94.30	1,165,936	24,122,572	99.09	2,035,313	8.36
2006	25,889,080	24,789,174	95.75	834,858	25,624,032	98.98	1,944,649	7.51
2007	27,273,357	26,482,952	97.10	1,044,444	27,527,396	100.93	1,817,178	6.66
2008	28,098,827	27,225,756	96.89	1,259,987	28,485,743	101.38	1,740,170	6.19
2009	30,800,857	26,569,795	86.26	2,629,658	29,199,453	94.80	2,600,484	8.44

- (a) From budget documents - includes" amount to be levied" and, prior to 2001, 2.5% MV flat fees (not reimbursed)
- (b) Excludes penalties and interest
- (c) Presented at gross, excluding allowance for uncollectibles.

**COMPARISON OF TOTAL TAX LEVY
and Current Tax Collections**



MISSOULA COUNTY, MONTANA
Property Tax Assessments and Total County Direct Tax rate
Last Ten Fiscal Years

Fiscal Year	Assessed Market Value (1)	Taxable Value (2)	Total Direct Tax Rate (4)	Ratio of Total Taxable Value to Total Assessed Market Value
2000	\$ 3,802,848,360	\$ 149,709,112 (3)	\$ 4.69	3.94%
2001	3,956,036,976	142,233,548	4.78	3.60%
2002	4,234,386,253	145,789,091	4.53	3.44%
2003	4,556,367,054	151,159,660	4.58	3.32%
2004	4,908,943,897	155,594,087	4.41	3.17%
2005	5,235,427,044	161,743,087	4.65	3.09%
2006	5,569,029,080	172,525,317	4.65	3.10%
2007	5,908,576,909	178,546,389	4.62	3.02%
2008	6,221,102,645	184,460,260	4.52	2.97%
2009	6,310,353,787	189,152,539	4.88	3.00%

(1) Source: Montana Department of Revenue

(2) Market value is converted to taxable value by multiplying by a taxable percentage which varies depending on the class of property. The Montana legislature has created 21 classes of property with taxable percentages ranging from .79 to 26.712%.

(3) 2000 - 2001 taxable value decreased due to Legislative change in the determination of taxable values

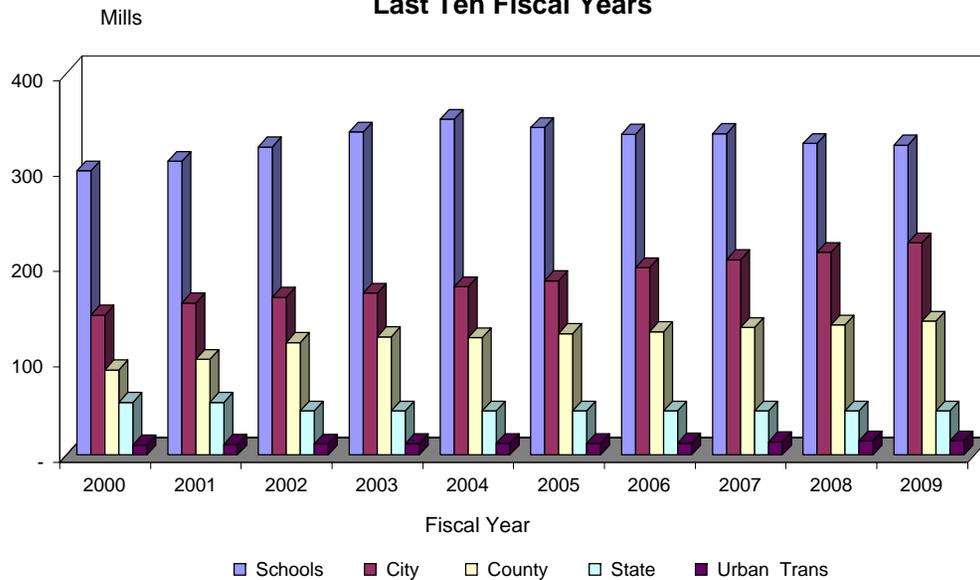
(4) Tax Rates are per \$1,000 of assessable market value

MISSOULA COUNTY, MONTANA
Property Tax Levies by Mills - All Taxing Entities
Last Ten Fiscal Years

Fiscal Year	County	Schools	City	State	Urban Trans	Total
2000	89.24	297.89	146.63	55.00	10.37	599.13
2001	100.15	307.86	159.15	55.00	10.94	633.10
2002	117.80	322.90	165.19	46.00	11.31	663.20
2003	123.97	338.64	169.48	46.00	11.66	689.75
2004	122.79	351.88	176.32	46.00	11.93	708.92
2005	127.12	343.04	182.57	46.00	12.23	710.96
2006	129.11	336.32	196.39	46.00	12.38	720.20
2007	133.64	336.73	204.73	46.00	13.91	735.01
2008	136.19	326.54	212.23	46.00	14.62	735.58
2009	140.35	324.98	222.45	46.00	14.86	748.64

The property tax levy is limited to the amount of property taxes assessed in the prior year plus the value of newly taxable property plus one half of the average rate of inflation for the prior three years.

TOTAL PROPERTY TAX LEVIES BY MILLS
Last Ten Fiscal Years

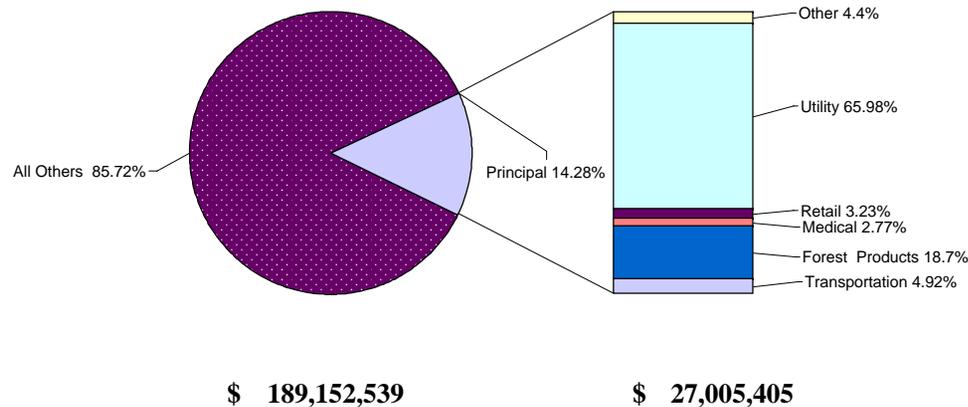


**MISSOULA COUNTY, MONTANA
Principal Taxpayers
Current Year and Nine Years Ago**

Taxpayer	Type of Industry	2009			2000	
		Tax Dollars All Taxing Agencies	Taxable Value	% of Total Taxable Value	Taxable Value	% of Total Taxable Value
Northwestern Energy/Montana Power	Utility	\$ 7,055,438	\$ 11,446,260	6.05 %	\$ 10,886,082	7.18 %
Qwest Communications/U.S. West	Utility	2,236,418	3,106,832	1.64	8,127,906	5.36
Stone Container Corp	Forest Products	2,170,308	3,244,492	1.72	8,546,520	5.64
Montana Rail Link	Transportation	853,734	1,329,131	0.70	2,817,180	1.86
Mountain Water Company	Utility	828,682	1,132,367	0.60	1,254,303	0.83
Southgate Mall	Retail	655,370	872,208	0.46	808,544	0.53
Gateway Limited Partnership	Other	591,688	753,833	0.40	584,470	0.39
St. Patrick Hospital Corp	Medical	581,195	748,952	0.40	-	-
Missoula Electric Cooperative	Utility	573,272	974,013	0.51	724,321	0.48
Plum Creek Timber	Forest Products	426,705	644,384	0.34	1,052,826	0.69
Roseburg Forest Products	Forest Products	397,965	595,566	0.31	-	0.00
Stimson Lumber Co	Forest Products	386,166	564,731	0.30	1,087,603	0.72
Verizon Wireless	Utility	385,313	562,134	0.30	-	0.00
Mountain States Leasing	Other	335,794	435,087	0.23	-	0.00
Puget Sound Energy	Utility	329,025	595,415	0.31	934,095	0.62
		<u>\$ 17,807,073</u>	<u>\$ 27,005,405</u>	<u>14.28 %</u>	<u>\$ 36,823,850</u>	<u>24.30 %</u>
Total County Taxable Value		\$ 189,152,539	\$ 151,539,149			

Source: Tax roll for fiscal year 2009

**PRINCIPAL TAXPAYERS BY TYPE
June 30, 2009**



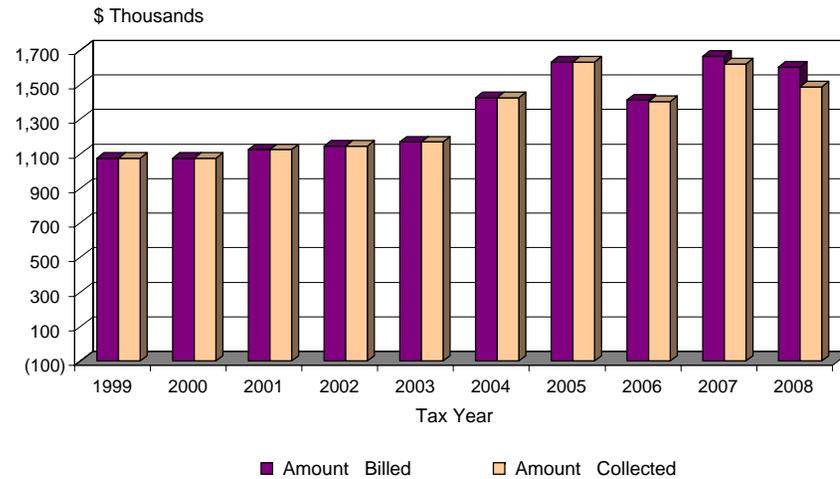
MISSOULA COUNTY, MONTANA
Special Assessments Billings and Collections
June 30, 2009

Tax Year (a)	Amount Billed	Amount Collected	% Collected through 6/30/09
1999	\$ 1,073,570	\$ 1,073,570	100.00
2000	1,076,125	1,076,125	100.00
2001	1,124,234	1,124,226	100.00
2002	1,145,534	1,145,526	100.00
2003	1,169,115	1,169,115	100.00
2004	1,425,008	1,425,008	100.00
2005	1,633,073	1,632,836	99.99
2006	1,412,330	1,401,916	99.26
2007	1,665,327	1,620,776	97.32
2008	1,602,683	1,488,305	92.86

Source: Missoula County RSID Technician

(a) Tax year is calendar year rather than fiscal year.

RSID BILLINGS AND COLLECTIONS
June 30, 2009



MISSOULA COUNTY, MONTANA
Computation of Legal Debt Margin
Last Ten Fiscal Years
(Amounts expressed in thousands)

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Limit on Total Indebtedness:										
Assessed Value			\$ 4,234,386	\$ 4,556,367	\$ 4,908,944	\$ 5,235,427	\$ 5,569,029	\$ 5,908,577	\$ 6,221,103	\$ 6,310,354
Taxable Value	\$ 149,709	\$ 142,234								
Debt Limit % of Value (1)	23%	23%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%
Debt Limit	34,433	32,714	105,860	113,909	122,724	130,886	139,226	147,714	155,528	157,759
Net Debt Applicable to Limit	24,818	24,157	24,085	23,365	27,517	27,245	26,564	29,612	31,873	32,787
Legal Debt Margin	\$ 9,615	\$ 8,557	\$ 81,775	\$ 90,544	\$ 95,207	\$ 103,641	\$ 112,662	\$ 118,102	\$ 123,655	\$ 124,972
Ratio of Net Debt Applicable to Debt Limit	72.08%	73.84%	22.75%	20.51%	22.42%	20.82%	19.08%	20.05%	20.49%	20.78%

(1) 23% of taxable valuation. The 2001 Legislature changed the statutes to prescribe a legal debt limit of 2.5% of the assessed valuation.

MISSOULA COUNTY, MONTANA
Tax Exempt Debt Issued
Last Ten Calendar Years

<u>Calendar Year</u>	<u>TANs or RANs (1)</u>	<u>BANs (2)</u>	<u>RSIDs</u>	<u>General Obligation</u>	<u>Other</u>	<u>Total</u>
2000	\$ 2,600,000	\$ -	\$ -	\$ -	\$ -	\$ 2,600,000
2001	-	-	-	-	-	-
2002	-	-	327,000	-	1,000,000	1,327,000
2003	-	-	225,000	-	-	225,000
2004	-	-	3,661,561	-	995,000	4,656,561
2005	-	-	954,787	-	415,795	1,370,582
2006	-	-	374,972	13,770,000	800,000	14,944,972
2007	-	-	1,103,000	-	-	1,103,000
2008	-	-	1,640,000	3,325,000	-	4,965,000
2009	-	-	142,000	-	2,000,000	2,142,000

(1) Tax anticipation or Revenue anticipation notes

(2) Bond anticipation notes

MISSOULA COUNTY, MONTANA
Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (b)</u>	<u>Taxable Value (a)</u>	<u>G.O. Bonded Debt</u>	<u>Less Amount Available In Debt Service</u>	<u>Net G.O. Bonded Debt</u>	<u>Ratio Net Debt to Taxable Value</u>	<u>Net Bonded Debt Per Capita</u>
2000	89,344	\$ 149,709,112	\$ 17,810,000	\$ 1,106,844	\$ 15,801,322	10.55	\$ 177
2001	95,802	142,233,548	16,869,080	773,337	15,176,072	10.67	158
2002	95,802	145,789,091	15,875,000	598,847	15,276,153	10.48	159
2003	96,303	151,159,660	15,070,000	427,263	14,642,737	9.69	152
2004	98,616	155,594,087	14,430,000	379,130	14,050,870	9.03	142
2005	99,018	161,743,087	13,755,000	339,012	13,415,988	8.29	135
2006	100,086	172,525,317	13,770,000	610,559	13,159,441	7.63	131
2007	101,417	178,546,389	12,840,000	1,229,583	11,610,417	6.50	114
2008	105,650	184,460,260	11,960,000	1,292,714	10,667,286	5.78	101
2009	107,320	189,152,539	11,050,000	1,252,443	9,797,557	5.18	91

Source:

- (a) Montana Department of Revenue
- (b) Montana Department of Commerce

MISSOULA COUNTY, MONTANA
Ratios of Outstanding Debt by Type
Last Five Fiscal Years

Fiscal Year	Governmental Activities					Total Primary Government	Personal Income (a)	Percentage of Personal Income	Debt Per Capita
	General Obligation Debt	Limited Obligation Debt	Tax Increment Debt	Special Assessment Debt	Contracts				
2000	\$ 17,345,000	\$ 560,000	\$ 2,315,000	\$ 2,825,000	\$ 1,773,489	\$ 24,818,489	\$ 23,246	0.09%	\$ 278
2001	16,869,080	450,000	2,315,000	2,755,000	1,767,985	24,157,065	24,476	0.10%	252
2002	15,875,000	1,435,000	2,235,000	2,698,000	1,842,075	24,085,075	24,111	0.10%	251
2003	15,257,000	1,335,000	2,150,000	3,241,936	1,380,627	23,364,563	25,818	0.11%	243
2004	14,609,000	2,225,000	2,060,000	6,465,561	2,157,504	27,517,065	26,823	0.10%	279
2005	13,926,000	2,115,000	1,970,000	7,160,227	2,073,338	27,244,565	29,625	0.11%	275
2006	13,933,000	2,770,000	1,875,000	6,276,599	1,709,759	26,564,358	30,991	0.12%	265
2007	12,995,000	2,620,000	6,045,000	6,532,000	1,419,789	29,611,789	31,611	0.11%	292
2008	15,432,000	2,445,000	5,675,000	7,244,000	1,077,448	31,873,448	32,243	0.10%	302
2009	14,512,000	4,255,000	5,300,000	6,930,020	1,789,602	32,786,622	33,055 (b)	0.10%	306

Source:

- (a) Pacific Northwest Regional Economics Analysis Project (PNREAP)
- (b) Preliminary data from U.S. Bureau of Economic Analysis (BEA)

MISSOULA COUNTY, MONTANA
Ratio of Annual Debt Service Requirements for
General Obligation Bonded Debt to Total General Expenditures
Last Ten Fiscal Years

Fiscal Year	Debt Service Expenditures			General Expenditures	Ratio of Debt Service To General Expenditures
	Principal	Interest	Total Debt Service		
2000	\$ 485,000	\$ 854,564	\$ 1,339,564	\$ 45,041,349	2.97
2001	544,000	797,802	1,341,802	41,923,031	3.20
2002	1,765,227	1,220,148	2,985,375	47,904,492	6.23
2003	1,576,374	1,109,857	2,686,231	50,585,700	5.31
2004	1,793,811	1,156,992	2,950,803	56,358,038	5.24
2005	1,622,089	1,196,809	2,818,898	56,108,222	5.02
2006	2,752,771	1,223,275	3,976,046	59,322,536	6.70
2007	2,723,412	1,411,014	4,134,426	72,845,196	5.68
2008	2,741,130	1,358,953	4,100,083	70,439,033	5.82
2009	2,607,106	1,199,852	3,806,958	68,973,792	5.52

MISSOULA COUNTY, MONTANA
Computation of Direct and Overlapping Debt
June 30, 2009

	<u>Gross G.O. Debt Outstanding</u>	<u>% Applicable to Missoula County</u>	<u>Amount Applicable to Missoula County</u>
Direct Debt			
Missoula County	\$ <u>14,512,000</u>	100.00%	\$ <u>14,512,000</u>
Overlapping Debt			
City of Missoula	16,235,000	100.00%	16,235,000
School District 1	740,000	100.00%	740,000
Other Schools	<u>47,259,520</u>	100.00%	<u>47,259,520</u>
	<u>64,234,520</u>		<u>64,234,520</u>
Total of Direct and Overlapping Debt			
	\$ <u><u>78,746,520</u></u>	100.00%	\$ <u><u>78,746,520</u></u>

MISSOULA COUNTY, MONTANA
Major Employers
Current Fiscal Year and Nine Years Ago

<u>Employees</u>	<u>2009</u>		<u>2000</u>	
	<u>Employer</u>	<u>Business Activities</u>	<u>Employer</u>	<u>Business Activities</u>
Over 1000	Community Medical Center	Medical Services	Plum Creek Timber	Forest Products
	Missoula County Public Schools	Education	St. Patrick Hospital	Medical Services
	St. Patrick Hospital	Medical Services	Community Medical Center	Medical Services
	University of Montana	Education	University of Montana	Education
			Southgate Mall	Retail
500-999	County of Missoula	Government	Missoula County Public Schools	Education
	DIRECTV	Communications	Montana Rail Link	Railroad
	Wal-Mart	Retail		
	U.S. Forest Service	Government	Smurfit-Stone Container Corp.	Paper Mill
		Washington Corporation	Construction	
		U.S. Forest Service	Government	
		County of Missoula	Government	
250-499	City of Missoula	Government	City of Missoula	Government
	Village Health Care Center	Medical Services	Missoula County Airport	Air Travel
	Missoula International Airport	Air Travel	Sun Mountain Sports	Athletic Equipment Manufacturing
	Opportunity Resources	Production/Packaging	Western Montana Clinic	Medical Services
	Albertson's	Retail	Bitterroot International	Forest Products
	Smurfit-Stone Container Corp.	Paper Mill		

Source: Missoula Economic Development Corporation
 Due to confidentiality laws, no specific employment data
 can be provided for individual businesses.

MISSOULA COUNTY, MONTANA
Property Tax Levies in the MCA Industrial District
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>MCA Industrial District</u>	<u>State of Montana</u>	<u>Missoula County</u>	<u>Missoula High School District No. 1</u>	<u>DeSmet School District No. 20</u>	<u>Countywide Schools</u>	<u>Missoula Rural Fire</u>	<u>Total</u>
2000	298.12	22.59	46.04	27.19	48.10	38.41	25.52	505.97
2001	353.41	22.91	43.38	24.60	42.29	34.45	24.60	545.64
2002	366.80	19.80	49.12	26.68	44.84	33.32	25.53	566.09
2003	499.70	12.57	24.84	13.90	24.13	16.54	12.19	603.87
2004	517.57	11.54	20.52	11.68	19.78	15.01	10.72	606.82
2005	535.35	10.79	19.27	9.95	17.24	12.16	9.37	614.13
2006	536.08	10.46	17.95	9.33	15.27	11.42	8.89	609.40
2007	545.61	9.98	16.73	8.18	12.97	10.37	8.05	611.89
2008	528.19	9.62	15.56	6.98	8.75	9.42	8.25	586.77
2009	515.42	9.92	17.31	7.76	7.99	10.35	8.68	577.43

Major Taxpayers in the MCA Industrial District

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Value</u>
Feist Limited Partnership	Distribution	\$ 190,782
Missoula Ventures		138,638
Big Sky Brewing Company	Brewery	136,388
Lithia Real Estate	Real Estate	117,528
EWR LLC (Sun Mountain Sports)	Sports Equipment	110,835
Rocky Mountain Biologicals	Medical	80,434
Woodahl Land & Livestock Company	Real Estate	79,660
Sheridan Montana Ventures	Office/Warehouses	70,052
Mountain Water Company	Utility	63,744
American Eagle Instruments Inc.	Medical	63,528
	Total	<u>\$ 1,051,589</u>

The taxable value of the property of these ten taxpayers represents approximately 44.70% of taxable value of taxable property in the District for tax year 2009.

MISSOULA COUNTY, MONTANA
MCA Industrial District
Taxable Value, Incremental Taxable Value & Tax Increment Revenue

Fiscal Year	Taxable Value	Incremental Taxable Value	Anticipated Tax Increment to be Collected ⁽¹⁾	Current Tax Collections ⁽²⁾	Total Tax Collections ⁽³⁾
2001	\$ 511,712	\$ 335,107	\$ 182,848	\$ 160,135	\$ 184,299
2002	668,585	491,980	245,237	229,958	246,470
2003	1,075,456	898,851	537,409	507,524	516,469
2004	1,274,588	1,097,983	659,745	619,331	711,529
2005	1,748,514	1,571,909	959,261	827,341	894,601
2006	1,998,711	1,822,106	1,104,079	902,456	1,143,408
2007	1,775,065	1,598,460	968,491	793,745	795,915
2008	1,950,516	1,773,911	1,030,252	634,032	761,463
2009	2,065,994	1,889,389	1,079,653	914,154	916,408
2010	2,527,639	2,351,034	1,396,985	N/A	N/A

- (1) The amount of Tax Increment to be collected if the current fiscal year's tax collections were to be paid in full, and no delinquent property taxes from prior fiscal years were paid in such fiscal year.
- (2) The amount of Tax Increment actually collected from the levy of the current fiscal year's property taxes. Collection information for FY 2009 is not yet available.
- (3) The actual Tax Increment collections in the fiscal year, including current and delinquent property tax collections. Collection information for FY 2009 is not yet available.

**MISSOULA COUNTY, MONTANA
MCA Industrial District
Increment Bond Coverage**

Maximum Principal & Interest in any 12 Month Period - \$205,750

Sources of Coverage

Fiscal Year	Tax Increment (1)	Port Authority Levy (2)	Interest (3)	Total	Coverage (4)
2001	\$ 182,848	\$ 256,020	\$ 10,575	\$ 449,443	2.13
2002	245,237	262,420	10,288	517,945	2.52
2003	537,409	272,088	10,288	819,785	3.98
2004	659,745	280,069	10,288	950,102	4.62
2005	959,261	291,138	10,288	1,260,686	6.13
2006	1,104,079	310,546	10,288	1,424,912	6.93
2007	968,491	321,384	10,288	1,300,162	6.32
2008	1,030,252	321,384	10,288	1,361,923	6.62
2009	928,742	340,475	10,288	1,279,505	6.22
2010	1,396,985	343,540	10,288	1,750,812	8.51

- (1) Assumes increment taxes are collected in full
- (2) Assumes 90% current collection rate on 2-mill levy
- (3) Assumes 5% return on Reserve Account of \$205,750
- (4) Assuming only the Series 1997 Bonds are outstanding

**MISSOULA COUNTY, MONTANA
Port Authority Tax Levy
Last Ten Fiscal Years**

Tax Year	Taxable Value of County Property	Potential Revenue from the Port Authority Levy (Two Mills)
2001	\$ 142,233,548	\$ 284,467
2002	145,789,091	291,578
2003	151,159,660	302,319
2004	155,594,087	311,188
2005	161,743,087	323,486
2006	172,525,317	345,051
2007	178,546,389	357,093
2008	184,460,260	368,921
2009	189,152,539	378,305
2010	190,855,285	381,711

MISSOULA COUNTY, MONTANA
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year	Estimated Population (a)	Births (b)	Deaths (b)	Estimated Per Capita Income	Schools (c)		Employment Statistics (d)	
					Public School Enrollment	Private School Enrollment	Civilian Employment	Unemployment Rate
2000	89,344	1,496	981	\$ 23,246	12,572	1,207	52,368	4.2
2001	95,802	1,631	843	24,476	13,780	1,259	52,399	3.9
2002	95,802	1,249	896	24,111	13,570	1,207	53,510	4.0
2003	97,580	1,983	931	25,818	13,459	1,171	54,553	3.9
2004	98,616	1,451	948	26,823	13,259	1,418	54,643	4.1
2005	99,018	1,901	826	27,997	13,290	1,313	55,803	4.0
2006	100,086	1,591	940	29,625	13,244	1,464	58,692	3.7
2007	101,417	1,770	842	30,131	13,202	1,380	59,655	2.2
2008	105,650	2,021	987	31,535	13,082	1,334	55,868	3.8
2009	107,320	1,647	936	33,587	13,098	1,186	54,500	6.1

Source:

- (a) Montana Department of Commerce
- (b) Missoula County Clerk & Recorder
- (c) Missoula County Superintendent of Schools
- (d) Montana Department of Labor & Industry

MISSOULA COUNTY, MONTANA
Property Value, Construction and Bank Deposits
Last Ten Fiscal Years

Fiscal Year	Commercial and Savings Banks Deposits (b)	Property Value	Commercial Construction (c)		Residential Construction (c)		Total	
		Net Taxable (a)	Number of Units	Value	Number of Units	Value	Number of Units	Value
2000	\$ 1,238,330,274	\$ 149,709,112	43	\$ 28,801,023	469	\$ 38,249,157	512	\$ 67,050,180
2001	1,250,326,682	142,233,548	50	32,654,140	567	40,649,542	617	73,303,682
2002	1,706,044,951	145,789,091	39	13,525,293	700	48,015,530	739	61,540,823
2003	1,927,869,534	151,159,660	53	20,973,429	1,530	86,386,297	1,583	107,359,726
2004	2,022,706,234	155,594,087	42	24,430,995	726	46,692,769	768	71,123,764
2005	1,646,928,870	161,743,087	36	21,277,315	651	47,128,635	687	68,405,950
2006	2,484,000,000	172,525,317	26	14,781,253	453	38,143,398	479	52,924,651
2007	1,461,647,000 (d)	178,546,389	19	9,317,273	456	39,061,829	475	48,379,102
2008	N/A	184,460,260	15	17,130,289	383	31,265,863	398	48,396,152
2009	N/A	189,152,539	5	727,936	215	14,647,451	220	15,375,387

Source:

- (a) Past annual Financial Reports and Annual Budget Reports.
- (b) Statistical Abstract of the United States - Missoula Economic Development Corp.
- (c) City of Missoula Building Inspection & Permit Department.
- (d) Commercial Banks only

MISSOULA COUNTY, MONTANA
Full-Time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government										
Legislative	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Administrative Services	16.67	15.47	21.53	20.98	20.48	21.23	19.61	23.71	23.51	28.64
Judicial Services	11.00	11.00	11.00	11.00	11.00	11.00	13.00	13.00	13.00	13.00
Legal Services	20.13	21.65	24.11	25.55	26.55	27.30	29.29	29.41	31.39	31.39
Financial Services	10.00	10.16	10.25	9.75	10.09	10.09	10.75	11.00	10.50	10.83
Human Resource	5.00	4.75	5.00	5.00	6.00	6.00	6.00	6.00	6.00	6.00
Information Services	9.00	9.00	9.00	10.00	10.00	10.00	10.00	10.00	11.00	11.00
Treasurer/MV	22.40	22.49	23.15	24.65	24.45	24.45	21.65	21.65	21.65	21.65
911 Communications	25.00	25.42	25.25	26.25	27.25	27.29	27.34	32.24	32.29	32.29
Election Services	5.65	4.28	4.28	5.79	4.23	4.23	4.23	4.23	4.53	4.53
Records Administration	11.45	10.00	10.15	10.90	10.15	11.15	9.40	9.40	9.40	9.40
Internal Services	8.95	9.70	9.05	9.55	9.83	10.08	10.05	9.05	9.05	9.05
Facilities Administration	4.00	4.00	4.00	4.00	5.00	9.98	10.00	10.00	10.82	10.00
District Court										
Clerk of Court	15.00	13.50	13.50	13.00	13.50	14.50	15.00	15.00	17.00	17.00
Youth Court	18.38	18.90	17.92	-	-	-	-	-	-	-
Public Defenders	12.00	13.50	14.50	16.00	17.00	19.00	20.00	-	-	-
Public Safety										
Law Enforcement Services	59.25	55.50	60.00	59.00	60.85	61.00	60.25	61.25	62.30	61.30
Detention Center	76.96	113.00	115.40	117.00	115.57	112.50	107.26	107.26	107.25	108.35
Court Support	12.90	15.01	14.95	2.00	1.00	1.00	1.00	1.00	1.17	1.25
Emergency Services	1.50	1.00	0.95	0.95	0.95	0.95	1.00	1.00	0.95	0.95
Public Works										
Road - Bridge	53.43	52.27	48.26	47.30	46.93	47.60	47.93	48.57	45.07	43.30
Building Code Division	-	-	-	-	-	-	4.67	10.00	9.00	8.00
Seeley Lake Refuse	-	-	-	-	-	-	-	2.00	1.75	1.75
Weed	3.00	4.80	4.80	4.80	5.25	5.25	5.32	6.35	5.25	5.05
Public Health										
Public Health Services	60.85	65.26	59.87	58.12	61.27	63.26	63.88	69.56	69.59	70.15
Partnership Health Clinic	23.45	29.60	37.45	39.65	34.67	37.29	43.92	45.15	44.45	49.75
Animal Control	7.05	7.05	7.05	7.05	7.00	7.79	8.00	8.00	9.00	9.00
Culture & Recreation										
Parks & Recreations Services	-	-	0.50	0.73	0.73	0.73	0.73	1.03	1.03	1.35
Library	20.60	21.10	24.60	26.97	27.00	26.58	29.68	30.85	33.12	36.25
Museum	3.75	3.00	3.05	4.18	4.34	4.34	4.54	4.60	5.07	5.72
Fair	4.58	3.75	3.96	4.50	4.81	5.40	4.40	3.75	3.25	3.25
Social & Economics										
County Extension	5.50	4.80	5.05	5.05	5.07	5.00	5.57	6.10	5.70	5.70
Planning & Grants	37.39	38.98	46.15	48.25	53.15	52.72	56.22	61.74	64.16	61.11
	<u>567.83</u>	<u>611.94</u>	<u>637.73</u>	<u>620.95</u>	<u>627.12</u>	<u>640.71</u>	<u>653.69</u>	<u>665.90</u>	<u>671.24</u>	<u>680.01</u>

Source: Missoula County Finance Office

MISSOULA COUNTY, MONTANA
Operating Indicators by Function/Program
Last Ten Calendar Years

Function/Program		2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Government											
Registered Voters (June)	(1)	50,967	57,928	52,338	61,557	49,116	57,294	60,521	67,240	57,215	80,346
Property Transactions:											
Deeds Recorded	(1)	N/A	4,850	5,734	9,371	5,796	6,074	5,881	4,146	4,233	3,765
Subdivision Plates Filed	(1)	N/A	78	110	210	147	129	117	90	87	78
Certificates of Survey	(1)	N/A	97	125	210	142	130	110	94	132	94
Motor Vehicle Title Transfers		N/A	N/A	34,695	36,932	39,172	38,000	37,674	37,952	34,481	31,009
Motor Vehicle Registrations		N/A	N/A	117,433	118,790	120,233	98,792	96,885	86,390	89,218	92,046
Payroll Payments Processed	(1)	N/A	N/A	N/A	19,246	19,769	20,358	20,448	20,697	20,722	20,860
Claims Payments Processed	(1)	N/A	N/A	N/A	19,115	19,621	18,371	22,080	21,863	20,462	18,966
911 Emergency Communications											
Law Enforcement		76,250	73,840	79,564	74,303	83,895	90,103	89,426	89,207	93,430	82,574
Fire & Medical dispatched to Fire Dept		7,369	7,142	7,424	8,110	7,793	8,450	9,578	10,207	10,387	9,725
Medical-Ambulance		6,298	6,328	6,950	7,351	7,010	7,677	8,366	8,707	8,959	8,221
Other		10,497	11,366	9,868	10,055	9,745	9,832	5,720	12,795	13,600	13,425
Criminal Justice Activities											
Justice Court Civil Caseload		3,463	3,966	4,101	4,459	5,083	5,520	5,210	4,670	5,256	5,841
Justice Court Criminal Caseload		18,213	17,452	19,896	19,569	17,918	17,364	17,011	19,163	18,768	18,372
Clerk of District Court:											
Marriage Licenses Issued	(1)	N/A	815	818	734	841	811	863	847	883	444
Adoptions	(1)	N/A	61	57	57	49	44	61	64	87	72
Civil Case	(1)	N/A	1,032	1,119	1,069	1,221	1,228	1,189	1,330	1,551	1,724
Criminal Cases	(1)	N/A	518	487	543	589	642	531	529	614	664
All Other Open Cases	(1)	N/A	1,688	1,582	1,950	1,874	1,829	2,190	2,324	1,807	2,138
Public Safety											
Detention Center:											
Daily Occupancy (392 available beds)	(1)	N/A	N/A	354	344	365	365	363	318	305	312

(1) Fiscal Year

N/A - Data Not Available

Sources:

Missoula County Elections Office
Missoula County Clerk & Recorder
Missoula County Treasurer

Missoula County Finance Office
Missoula County Public Safety Department

Missoula County Justice Court
Missoula County District Court

MISSOULA COUNTY, MONTANA
Capital Assets by Function/Program
Last Four Fiscal Years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Government				
Election tabulator	1	1	1	1
M100 Precinct counters	88	88	88	88
Touch screen handicap voting devices	39	39	39	39
Criminal Justice				
Court Rooms - District Court	4	4	4	4
Court Rooms - Justice Court	2	2	2	2
Public Safety				
Station	1	1	1	1
Detention Center	1	1	1	1
Patrol Units	39	42	42	48
Detectives Vehicles	14	15	15	16
Detention Vehicles	14	20	20	21
Search & Rescue Vehicles	n/a	6	6	6
Search & Rescue Snowmobiles	n/a	9	9	12
Search & Rescue Boats	n/a	2	2	2
Search & Rescue Flatbed Trailers		2	2	2
Public Works				
Shops	2	2	2	2
Single Axel Trucks	n/a	21	21	21
Tandem Axel trucks	n/a	17	17	17
Snow Plows (attachments)	27	30	30	30
Sanders (attachments)	28	24	24	24
Sweepers	n/a	8	8	8
Graders	14	14	14	14
Public Health				
Animal Control Vehicles	5	5	5	5
Culture and Recreation				
Fairgrounds	1	1	1	1
Museums	1	1	1	1
Parks	100	100	100	100

Data for years prior to 2006 is not available

Sources:

Missoula County Elections Office
Missoula County Public Safety Department
Missoula County Road Department

Missoula County Animal Control Office
Missoula County Parks Department

MISSOULA COUNTY, MONTANA
Miscellaneous Statistical Data
June 30, 2009

County Seat	Missoula, MT		<u>Population</u>	<u>Median age</u>
		Year 1940	29,038	N/A
Established as a County	1860	Year 1950	35,493	N/A
		Year 1960	44,663	26.2
Form of Government	Commission	Year 1970	58,263	24.4
		Year 1980	76,016	27.6
Commission Government Established	1865	Year 1990	78,687	31.6
		Year 2000	95,802	33.2
Area in square miles	2,624			
Registered voters	80,346			

Total County Government Employees:	<u>Part-time</u>	<u>Full-time</u>
Officials & Managers	-	50
Professionals	22	69
Technical	11	54
Protective services	28	143
Paraprofessionals	9	131
Administrative Support	48	188
Service & Maintenance	12	17
	<u>130</u>	<u>652</u>

Police protection	<u>City Police</u>	<u>County Sheriff</u>
Stations	1	1
Officers	102	50
Detention Facility		1
Detention Officers		96

Fire protection	<u>City Fire</u>	<u>Missoula Rural Fire</u>
Stations	5	5
Full-time employees	95	40
Volunteers	-	35
Fire hydrants	1042	220
Fire vehicles	16	21

Miles of Rural Roads

There are approximately 1,500 miles of rural roads open to the Public within Missoula County

Note: There are 9 other Fire Districts with approximately 180 regular and volunteer firefighters in outlying areas of Missoula County.

MISSOULA COUNTY, MONTANA
Miscellaneous Statistical Data (Continued)
June 30, 2009

Educational Facilities

Public Schools 2005-2006		
Type	Number	Enrolled
Elementary (District 1)	12	4,780
Elementary (Other Districts)	12	4,306
High Schools (MCHS)	4	3,613
High Schools (Other Dist)	1	399
Trade & Technical	1	2,167
University	1	14,207
Private Schools 2005-2006		
Type	Number	Enrolled
Elementary	7	539
High School	3	455
Home School		240
Christian On-line School		130

Special Education: Programs within school districts and community services.

Health Care Facilities

Hospitals	2
Beds	383
Clinics	25
Nursing Homes	16
Beds	413
Assisted Living Facilities	16
Physicians	275
Chiropractors	47
Dentists	55
Medical Therapists	130
Registered and Practical Nurses	1,053

Sources:

Missoula County Election Office
 Missoula County Sheriff's Department
 Missoula County Road Department
 Missoula City-County Library

Missoula County Personnel Department
 Missoula County Superintendent of Schools
 Missoula Economic Development Corporation
 Missoula Chamber of Commerce

Missoula Rural Fire Department
 Missoula City Fire Department
 Missoula City Police Department

Community Facilities

Public libraries:	2
Branch facilities	2
Volumes	236,317
Audios	15,036
Videos	13,195
Annual Circulation	845,377
Churches:	
Protestant	90
Catholic	13
Other	10
Restaurants	193
Hotels/motels	48
Rooms	3,036
Shopping Centers	12
Indoor Shopping Mall (105 stores)	1
Day Care Centers	261

Recreation and Cultural

Swimming Pools	Private - 5	Public - 4
Golf Courses	Private - 2	7
Health Clubs		22
Tennis Courts		30
Bowling Centers		2
Parks		100
Movie Theaters		25
Ski Areas		2
Theatrical Playhouses		8
Museums		10
Art Galleries		24
Symphonies/orchestras		4

SINGLE AUDIT SECTION

**Schedule of Expenditures of Federal Awards - Cash Basis
For the Year Ended June 30, 2009**

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis
For the Year Ended June 30, 2009
(Page 1 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Cash (Deficit) 7/1/08	Receipts				
					Federal Contribution	Local Contribution	Program Income	Investment Income	Total Receipts
OFFICE OF NATIONAL DRUG CONTROL POLICY:									
Passed Through City of Missoula:									
High Intensity Drug Trafficking Area 200:	07.unknown	18PRMP60AZ	\$ 60,900	\$ -	\$ 55,827	\$ -	\$ -	\$ -	\$ 55,827
Total Office of National Drug Control Policy				-	55,827	-	-	-	55,827
DEPARTMENT OF AGRICULTURE:									
Passed Through State Department of Public Health:									
Women/Infants/Children 08-09	10.557	08-07-5-21-014-0	440,292	(73,575)	190,358	26,985	-	-	217,343
Women/Infants/Children 09-10	10.557	09-07-5-21-014-0	483,436	-	272,450	-	-	-	272,450
WIC Breastfeeding Support Services 08-09	10.557	08-07-5-21-060-0	34,074	(6,027)	23,439	1,234	-	-	24,673
WIC Breastfeeding Support Services 09-10	10.557	09-07-5-21-060-0	25,784	-	12,050	-	-	-	12,050
Intensive Case Management Home Visiting	10.551	09-07-5-31-019-0	29,670	-	14,835	17,652	-	-	32,487
Passed Through State Department of Agriculture:									
North Hills Weed Management Projec	10.664	MDA 2007-708	11,856	(1,922)	7,557	682	-	-	8,239
Mount Sentinel Revegetation	10.664	MDA 2009-704	10,500	-	10,500	-	-	-	10,500
Passed Through the State Auditor:									
Forest Reserve Receipts	10.665	N/A	958,454	413,384	958,454	-	-	-	958,454
Total Department of Agriculture				331,860	1,489,643	46,553	-	-	1,536,196
DEPARTMENT OF COMMERCE:									
Economic Development Administration:									
DirecTV Infrastructure Improvements	11.300	05-01-04327	1,250,000	(1,293,529)	-	-	-	-	-
Total Department of Commerce				(1,293,529)	-	-	-	-	-
DEPARTMENT OF TRANSPORTATION:									
Passed Through State Department of Transportation:									
Milltown Dam Enhancements	20.205	6167	2,075,909	-	1,460,133	-	-	-	1,460,133
CMAQ-TDM	20.205	CM8199(80)	267,493	(66,525)	69,234	-	-	-	69,234
CMAQ-TDM	20.205	CM8199(84)	289,449	-	144,610	38,275	-	-	182,885
P.L. Transport 08	20.205	N/A	436,932	(212,069)	325,150	-	-	-	325,150
P.L. Transport 09	20.205	N/A	387,632	-	219,177	-	-	-	219,177
Bike/Pedestrian Path-Frenchtown to Huson	20.205	STPE 32(49)	159,308	(210,697)	210,697	-	-	-	210,697
Boy Scout Road Path	20.205	STPE 32(50)	39,363	(2,253)	2,253	-	-	-	2,253
FTA 08	20.505	103690	100,899	(29,174)	52,181	2,184	-	-	54,365
FTA 09	20.505	104203	100,899	-	64,265	2,764	-	-	67,029
Safe Kids/Safe Communities 08-09	20.600	N/A	30,000	(3,823)	11,504	-	-	-	11,504
DUI Task Force Association Facilitator 08-09	20.600	2008-02-25-01	17,550	(5,709)	12,232	68	-	-	12,300
DUI Task Force Association Facilitator 09-10	20.600	2009-02-17-01	43,745	-	19,302	-	-	-	19,302
STEP 08	20.601	2008-13-13-26, 2008-09-08-26	30,000	(5,554)	10,581	-	-	-	10,581
STEP 09	20.601	2009-11-04-20, 2009-17-04-20	30,000	-	8,230	-	-	-	8,230
STEP Equipment	20.607	2008-19-07-14	4,500	(3,000)	4,500	-	-	-	4,500
Total Department of Transportation				(538,804)	2,614,049	43,291	-	-	2,657,340

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 2 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Disbursements			Cash (Deficit) 6/30/09
				Federal	Local	Total Disbursements	
OFFICE OF NATIONAL DRUG CONTROL POLICY:							
Passed Through City of Missoula:							
High Intensity Drug Trafficking Area 200:	07.unknown	18PRMP60AZ	\$ 60,900	\$ 55,827	\$ -	\$ 55,827	\$ -
Total Office of National Drug Control Policy				<u>55,827</u>	<u>-</u>	<u>55,827</u>	<u>-</u>
DEPARTMENT OF AGRICULTURE:							
Passed Through State Department of Public Health:							
Women/Infants/Children 08-09	10.557	08-07-5-21-014-0	440,292	116,783	26,985	143,768	-
Women/Infants/Children 09-10	10.557	09-07-5-21-014-0	483,436	351,645	-	351,645	(79,195)
WIC Breastfeeding Support Services 08-09	10.557	08-07-5-21-060-0	34,074	17,412	1,234	18,646	-
WIC Breastfeeding Support Services 09-10	10.557	09-07-5-21-060-0	25,784	15,115	-	15,115	(3,065)
Intensive Case Management Home Visiting	10551	09-07-5-21-019-0	29,670	14,835	17,652	32,487	-
Passed Through State Department of Agriculture:							
North Hills Weed Management Proj\c	10.664	MDA 2007-708	11,856	1,382	4,935	6,317	-
Mount Sentinel Revegetation	10.664	MDA 2009-704	10,500	10,500	-	10,500	-
Passed Through the State Auditor:							
Forest Reserve Receipts	10.665	N/A	958,454	984,601	-	984,601	387,237
Total Department of Agriculture				<u>1,512,273</u>	<u>50,806</u>	<u>1,563,079</u>	<u>304,977</u>
DEPARTMENT OF COMMERCE:							
Economic Development Administration:							
DirecTV Infrastructure Improvements	11.300	05-01-04327	1,250,000	-	-	-	(1,293,529)
Total Department of Commerce				<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,293,529)</u>
DEPARTMENT OF TRANSPORTATION:							
Passed Through State Department of Transportation:							
Milltown Dam Enhancements	20.205	6167	2,075,909	1,957,048	-	1,957,048	(496,915)
CMAQ-TDM	20.205	CM8199(80)	267,493	-	-	-	2,709
CMAQ-TDM	20.205	CM8199(84)	289,449	202,693	31,418	234,111	(51,226)
P.L. Transport 08	20.205	N/A	436,932	113,081	-	113,081	-
P.L. Transport 09	20.205	N/A	387,632	279,006	-	279,006	(59,829)
Bike/Pedestrian Path-Frenchtown to Huson	20.205	STPE 32(49)	159,308	-	-	-	-
Boy Scout Road Path	20.205	STPE 32(50)	39,363	-	-	-	-
FTA 08	20.505	103690	100,899	24,290	901	25,191	-
FTA 09	20.505	104203	100,899	91,699	3,528	95,227	(28,198)
Safe Kids/Safe Communities 08-09	20.600	N/A	30,000	7,681	-	7,681	-
DUI Task Force Association Facilitator 08-09	20.600	2008-02-25-01	17,550	6,523	68	6,591	-
DUI Task Force Association Facilitator 09-10	20.600	2009-02-17-01	43,745	28,914	-	28,914	(9,612)
STEP 08	20.601	2008-13-13-26, 2008-09-08-26	30,000	5,027	-	5,027	-
STEP 09	20.601	2009-11-04-20, 2009-17-04-20	30,000	14,703	-	14,703	(6,473)
STEP Equipment	20.607	2008-19-07-14	4,500	1,500	-	1,500	-
Total Department of Transportation				<u>2,732,165</u>	<u>35,915</u>	<u>2,768,080</u>	<u>(649,544)</u>

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 3 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Cash (Deficit) 7/1/08	Receipts				
					Federal Contribution	Local Contribution	Program Income	Investment Income	Total Receipts
DEPARTMENT OF JUSTICE:									
Direct Programs:									
Records Management System	16.710	2002-CKWX-0099	400,000	-	71,995	-	-	-	71,995
OVW Rural Domestic Violence	16.589	2008-WR-AX-0008	364,732	-	58,442	-	-	-	58,442
Safety Vest	16.607	N/A	5,602	-	1,489	1,489	-	-	2,978
OVW Encourage to Arrest	16.590	2008-WE-AX-18	311,916	-	70,991	-	-	-	70,991
OVW Safe Havens Grant-Planet Kds	16.527	200704306	329,712	-	86,603	-	-	-	86,603
OVW Safe Havens Grant-Planet Kds	16.527	200704306	299,991	-	72,109	-	-	-	72,109
Passed Through State Department of Justice:									
Juvenile Accountability Alternative Initiative	16.523	08-J02-90315	21,500	-	19,500	-	-	-	19,500
Juvenile Accountability Block Grant	16.523	06-A15-90429	14,773	-	13,296	1,477	-	-	14,773
Juvenile Accountability Block Grant	16.523	08-A15-90387	37,570	-	33,813	1,290	-	-	35,103
JDAI Conference Grant	16.523	08-II01-90306	19,900	(4,384)	11,509	-	-	-	11,509
Victim/Witness Project	16.575	08-V01-90268	67,871	-	54,296	13,575	-	-	67,871
West Central Drug Task Force	16.579	08-G01-90392	245,917	-	33,532	220,334	-	-	253,866
Passed Through City of Missoula:									
JAG Grant 2007	16.738	2007DJBX1305	18,194	-	5,525	-	-	-	5,525
Total Department of Justice				(4,384)	533,100	238,165	-	-	771,265
DEPARTMENT OF HOUSING & URBAN DEVELOPMENT:									
Direct Programs:									
Share House	14.235	MT01B700012	196,665	-	129,549	-	-	-	129,549
Ada's Place	14.235	MT01B600007	101,001	-	29,223	-	-	-	29,223
Ada's Place	14.235	MT01B700004	101,001	-	78,106	-	-	-	78,106
Ada's Place II	14.235	MT01B600014	14,965	-	6,241	-	-	-	6,241
Salvation Army Gateway Center	14.235	MT01B700010	61,579	-	55,795	-	-	-	55,795
Passed Through State Department of Commerce:									
CDBG-Community Resources	14.228	N/A	N/A	76,400	-	-	82,121	2,337	84,458
CDBG-Revolving Fund Loan	14.228	N/A	N/A	94,497	-	-	7,643	2,112	9,755
CDBG-Pryamid Lumber	14.228	MTCDBG-ED08-01	75,000	-	75,000	-	-	-	75,000
CDBG-Pryamid Lumber	14.228	MTCDBG-ED08-03	370,000	-	370,000	-	-	-	370,000
HOME - Native American Housing	14.239	M06-SG3001-05	215,205	(43,041)	95,205	-	-	-	95,205
Total Department of Housing & Urban Development				127,856	839,119	-	89,764	4,449	933,332
ENVIRONMENTAL PROTECTION AGENCY:									
Direct Programs:									
Milltown Superfund Site Remediation	66.802	V-9785501-0	1,690,496	(773,064)	802,997	-	-	-	802,997
Passed Through State Department Environmental Quality:									
Air Pollution 08	66.001	508008	97,332	(13,142)	13,142	-	-	-	13,142
Air Pollution 09	66.001	509006	97,332	-	88,316	-	-	-	88,316
Air Contract Title V	66.001	509007	2,000	-	-	-	-	-	-

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 4 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Disbursements			Cash (Deficit) 6/30/09
				Federal	Local	Total Disbursement:	
DEPARTMENT OF JUSTICE:							
Direct Programs:							
Records Management System	16.710	2002-CKWX-0099	400,000	71,995	-	71,995	-
OVW Rural Domestic Violence	16.589	2008-WR-AX-0008	364,732	82,101	-	82,101	(23,659)
Safety Vest	16.607	N/A	5,602	1,489	1,489	2,978	-
OVW Encourage to Arrest	16.590	2008-WE-AX-18	311,916	107,023	-	107,023	(36,032)
OVW Safe Havens Grant-Planet Kds	16.527	200704306	329,712	86,603	-	86,603	-
OVW Safe Havens Grant-Planet Kds	16.527	200704306	299,991	72,109	-	72,109	-
Passed Through State Department of Justice:							
Juvenile Accountability Alternative Initiative	16.523	08-J02-90315	21,500	18,020	-	18,020	1,480
Juvenile Accountability Block Grant	16.523	06-A15-90429	14,773	13,296	1,477	14,773	-
Juvenile Accountability Block Grant	16.523	08-A15-90387	37,570	33,813	1,290	35,103	-
JDAI Conference Grant	16.523	08-II01-90306	19,900	7,207	-	7,207	(82)
Victim/Witness Project	16.575	08-V01-90268	67,871	54,296	13,575	67,871	-
West Central Drug Task Force	16.579	08-G01-90392	245,917	33,532	220,334	253,866	-
Passed Through City of Missoula:							
JAG Grant 2007	16.738	2007DJBX1305	18,194	5,525	-	5,525	-
Total Department of Justice				587,009	238,165	825,174	(58,293)
DEPARTMENT OF HOUSING & URBAN DEVELOPMENT:							
Direct Programs:							
Share House	14.235	MT01B700012	196,665	129,549	-	129,549	-
Ada's Place	14.235	MT01B600007	101,001	29,223	-	29,223	-
Ada's Place	14.235	MT01B700004	101,001	78,106	-	78,106	-
Ada's Place II	14.235	MT01B600014	14,965	6,241	-	6,241	-
Salvation Army Gateway Center	14.235	MT01B700010	61,579	55,795	-	55,795	-
Passed Through State Department of Commerce:							
CDBG-Community Resources	14.228	N/A	N/A	175	-	175	160,683
CDBG-Revolving Fund Loan	14.228	N/A	N/A	400	-	400	103,852
CDBG-Pryamid Lumber	14.228	MTCDBG-ED08-01	75,000	75,000	-	75,000	-
CDBG-Pryamid Lumber	14.228	MTCDBG-ED08-03	370,000	370,000	-	370,000	-
HOME - Native American Housing	14.239	M06-SG3001-05	215,205	47,186	-	47,186	4,978
Total Department of Housing & Urban Development				791,675	-	791,675	269,513
ENVIRONMENTAL PROTECTION AGENCY:							
Direct Programs:							
Milltown Superfund Site Remediation	66.802	V-9785501-0	1,690,496	42,720	34	42,754	(12,821)
Passed Through State Department Environmental Quality:							
Air Pollution 08	66.001	508008	97,332	-	-	-	-
Air Pollution 09	66.001	509006	97,332	97,332	-	97,332	(9,016)
Air Contract Title V	66.001	509007	2,000	2,000	-	2,000	(2,000)

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 5 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Cash (Deficit) 7/1/08	Receipts				Total Receipts
					Federal Contribution	Local Contribution	Program Income	Investment Income	
Radon 09	66.605	209014	2,300	-	303	-	-	-	303
Public Water Supply Safe Drinking Water 08	66.605	505025	15,500	(1,000)	1,315	-	-	-	1,315
Public Water Supply Safe Drinking Water 09	66.605	505025	15,500	-	8,970	-	-	-	8,970
Total Environmental Protection Agency				(787,206)	915,043	-	-	-	915,043
DEPARTMENT OF THE INTERIOR									
Bureau of Land Management:									
Noxious Weed Control Management	15.235	LA08AC13134	26,000	-	5,000	5,000	-	-	10,000
Total Department of the Interior				-	5,000	5,000	-	-	10,000
DEPARTMENT OF HOMELAND SECURITY									
Passed Through State Department of Military Affairs :									
FEMA Predisaster Mitigation Program	97.047	PDMC-08-MT-2005	3,000,000	-	2,158,189	732,664	-	-	2,890,853
FEMA Fire Assistance Grant-Jocko Lakes	97.046	N/A	167,665	(1,912)	1,912	-	-	-	1,912
FEMA Fire Assistance Grant-Black Cat	97.046	N/A	98,629	(1,732)	1,732	-	-	-	1,732
Emergency Management Program 08	97.042	N/A	50,000	(6,343)	6,343	-	-	-	6,343
Emergency Management Program 09	97.042	N/A	50,000	-	34,484	40,951	-	-	75,435
FY08 HSGP	97.067	2008-GE-T8-0023	517,667	-	480,007	-	-	-	480,007
FY05 HSGP/Law Enforcement Terrorism Prevention Program	97.067	2005-GE-T5-0006	2,710,667	(67,098)	139,283	23,094	-	-	162,377
Total Department of Homeland Security				(77,085)	2,821,950	796,709	-	-	3,618,659
DEPARTMENT OF HEALTH & HUMAN SERVICES:									
Direct Programs:									
Sober Truth on Underage Drinking	93.243	1H79SP015322-01	50,000	-	19,240	-	-	-	19,240
Mentoring Children of Prisoners 08	93.616	CV900268/02	89,405	(12,374)	87,596	-	-	-	87,596
Drug Free Community Support Program	93.276	SP12366-05	100,000	(13,179)	46,642	-	-	-	46,642
Passed Through State Department of Public Health & Human Services:									
AIDS HIV Prevention 08-09	93.940	08-07-4-51-019-0	6,052	(1,965)	6,051	713	-	-	6,764
AIDS HIV Prevention 09-10	93.940	09-07-4-51-019-0	6,052	-	1,844	-	-	-	1,844
Public Health Emergency Preparedness 08-09	93.283	08-07-6-11-035-0	141,974	(32,536)	65,071	-	-	-	65,071
Public Health Emergency Preparedness 09-10	93.069	09-07-6-11-035-0	128,751	-	70,813	12,685	-	-	83,498
Infant Immunization Program 08-09	93.268	08-07-4-31-031-0	31,835	-	31,835	-	-	-	31,835
Infant Immunization Program 09-10	93.268	09-07-4-31-031-0	37,435	-	-	-	-	-	-
MCH Block Grant	93.994	09-07-5-01-032-0	122,240	-	122,240	693,681	-	-	815,921
Children's Special Health Services (Metabolic)	93.994	08-07-5-51-004-0	4,999	(1,100)	1,100	-	-	-	1,100
Healthy Tomorrow Partnership for Children - Yr 5	93.110	H17MC02513-05-01	49,126	(13,936)	50,067	24,020	-	-	74,087
Community Youth Suicide Prevention	93.243	07-07-5-31-026-0	122,245	66,006	11,426	-	-	-	11,426

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 6 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Disbursements			Cash (Deficit) 6/30/09
				Federal	Local	Total Disbursement:	
Radon 09	66.605	209014	2,300	2,296	-	2,296	(1,993)
Public Water Supply Safe Drinking Water 08	66.605	505025	15,500	315	-	315	-
Public Water Supply Safe Drinking Water 09	66.605	505025	15,500	13,455	-	13,455	(4,485)
Total Environmental Protection Agency				158,118	34	158,152	(30,315)
DEPARTMENT OF THE INTERIOR							
Bureau of Land Management:							
Noxious Weed Control Management	15.235	LA08AC13134	26,000	5,000	5,000	10,000	-
Total Department of the Interior				5,000	5,000	10,000	-
DEPARTMENT OF HOMELAND SECURITY							
Passed Through State Department of Military Affairs :							
FEMA Predisaster Mitigation Program	97.047	PDMC-08-MT-2005	3,000,000	2,197,857	732,619	2,930,476	(39,623)
FEMA Fire Assistance Grant-Jocko Lakes	97.046	N/A	167,665	-	-	-	-
FEMA Fire Assistance Grant-Black Cat	97.046	N/A	98,629	-	-	-	-
Emergency Management Program 08	97.042	N/A	50,000	-	-	-	-
Emergency Management Program 09	97.042	N/A	50,000	40,951	40,951	81,902	(6,467)
FY08 HSGP	97.067	2008-GE-T8-0023	517,667	481,415	-	481,415	(1,408)
FY05 HSGP/Law Enforcement Terrorism Prevention Program	97.067	2005-GE-T5-0006	2,710,667	6,769	88,510	95,279	-
Total Department of Homeland Security				2,726,992	862,080	3,589,072	(47,498)
DEPARTMENT OF HEALTH & HUMAN SERVICES:							
Direct Programs:							
Sober Truth on Underage Drinking	93.243	1H79SP015322-01	50,000	34,454	-	34,454	(15,214)
Mentoring Children of Prisoners 08	93.616	CV900268/02	89,405	75,222	-	75,222	-
Drug Free Community Support Program	93.276	SP12366-05	100,000	33,463	-	33,463	-
Passed Through State Department of Public Health & Human Services:							
AIDS HIV Prevention 08-09	93.940	08-07-4-51-019-0	6,052	4,086	713	4,799	-
AIDS HIV Prevention 09-10	93.940	09-07-4-51-019-0	6,052	3,892	-	3,892	(2,048)
Public Health Emergency Preparedness 08-09	93.283	08-07-6-11-035-0	141,974	31,615	-	31,615	920
Public Health Emergency Preparedness 09-10	93.069	09-07-6-11-035-0	128,751	114,621	12,685	127,306	(43,808)
Infant Immunization Program 08-09	93.268	08-07-4-31-031-0	31,835	31,835	-	31,835	-
Infant Immunization Program 09-10	93.268	09-07-4-31-031-0	37,435	18,717	-	18,717	(18,717)
MCH Block Grant	93.994	09-07-5-01-032-0	122,240	122,240	693,681	815,921	-
Children's Special Health Services (Metabolic)	93.994	08-07-5-51-004-0	4,999	-	-	-	-
Healthy Tomorrow Partnership for Children - Yr 5	93.110	H17MC02513-05-01	49,126	36,131	24,020	60,151	-
Community Youth Suicide Prevention	93.243	07-07-5-31-026-0	122,245	26,209	-	26,209	51,223

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 7 of 8)

Program/Grantor Agency and Program Title	CFDA Number	State Contract Number	Grant Award	Cash (Deficit) 7/1/08	Receipts				
					Federal Contribution	Local Contribution	Program Income	Investment Income	Total Receipts
Tuberculosis Control & Prevention 08-09	93.991	08-07-4-11-045-0	4,000	(3,369)	4,000	4,748	-	-	8,748
Tuberculosis Control & Prevention 09-10	93.991	09-07-4-11-045-0	5,000	-	-	1,177	-	-	1,177
Title IV-E Child Abuse & Neglect	93.658	20053LEGL0012	39,440	(26,115)	44,273	-	-	-	44,273
Title IV-E Child Abuse & Neglect (Paralegal Services)	93.658	20053LEGL001	40,334	(3,988)	37,065	-	-	-	37,065
Passed through Montana State University:									
HHD - NAPA Breastfeeding	93.283	09-07-3-01-021-0	9,000	-	4,500	-	-	-	4,500
Montana Nutrition and Physical Activity Program (Obesity)	93.283	07-07-3-01-021-0	45,000	(6,699)	7,916	586	-	-	8,502
Total Department of Health & Human Services				(49,255)	611,679	737,610	-	-	1,349,289
Total Federal Financial Assistance				\$ (2,290,547)	\$ 9,885,410	\$ 1,867,328	\$ 89,764	\$ 4,449	#####

See accompanying notes.

MISSOULA COUNTY, MONTANA
Schedule of Expenditures of Federal Awards-Cash Basis (Continued)
For the Year Ended June 30, 2009
(Page 8 of 8)

<u>Program/Grantor Agency and Program Title</u>	<u>CFDA Number</u>	<u>State Contract Number</u>	<u>Grant Award</u>	<u>Disbursements</u>			<u>Cash (Deficit) 6/30/09</u>
				<u>Federal</u>	<u>Local</u>	<u>Total Disbursement:</u>	
Tuberculosis Control & Prevention 08-09	93.991	08-07-4-11-045-0	4,000	631	4,748	5,379	-
Tuberculosis Control & Prevention 09-10	93.991	09-07-4-11-045-0	5,000	2,500	1,177	3,677	(2,500)
Title IV-E Child Abuse & Neglect	93.658	20053LEGL0012	39,440	40,702	-	40,702	(22,544)
Title IV-E Child Abuse & Neglect (Paralegal Services)	93.658	20053LEGL001	40,334	39,655	-	39,655	(6,578)
Passed through Montana State University:							
HHD - NAPA Breastfeeding	93.283	09-07-3-01-021-0	9,000	4,575	-	4,575	(75)
Montana Nutrition and Physical Activity Program (Obesity)	93.283	07-07-3-01-021-0	45,000	1,217	586	1,803	-
Total Department of Health & Human Services				<u>621,765</u>	<u>737,610</u>	<u>1,359,375</u>	<u>(59,341)</u>
Total Federal Financial Assistance				<u>\$ 9,190,824</u>	<u>\$ 1,929,610</u>	<u>\$ 11,120,434</u>	<u>\$ (1,564,030)</u>

See accompanying notes.

MISSOULA COUNTY, MONTANA

Notes to Schedule of Expenditures of Federal Awards - Cash Basis

For the Year Ended June 30, 2009

Note 1 - Basis of Presentation

The accompanying schedule is presented on the basis of cash receipts and disbursements. Accordingly, federal contributions, local contributions, program income and investment income are recognized when received rather than when measurable and available, and expenditures are recognized when a warrant is issued rather than when the obligation is incurred.

While OMB Circular A-133 requires only federal expenditures to be included in the schedule, the State of Montana requires the inclusion of cash balances, federal contributions, local contributions, other income and ending cash balances.

Note 2 - Loans Receivable

The Department of Housing and Urban Development-Community Development Block Grant programs had the following loans receivable at June 30, 2009:

Revolving Loan Fund

<u>Missoula Children's Theatre</u>	
0%, \$24,500 due annually from June 2003 through June 2017	\$ 122,500
<u>Rocky Mountain Biologicals, Inc.</u>	
5%, \$4,813 due monthly from November 2005 through October 2014	188,625
<u>Opportunity Resources, Inc.</u>	
0%, \$167 due monthly from May 2006 through April 2015	13,667
<u>Partnership Health Center</u>	
1%, \$2,640 due annually from July 2006 through July 2016	17,759
<u>North Missoula Community Development Corporation</u>	
3%, varying amounts due annually through May 2014	40,724
<u>Western Montana Mental Health Center</u>	
5%, \$9,719 due annually through November 2015	58,362
<u>Aquila Vision</u>	
7%, \$10,383 due monthly, all principal and interest due July 1, 2008	125,800
<u>Pyramid Mountain Lumber</u>	
4%, varying amounts from January 2013 thru December 2020	370,000
<u>Pyramid Mountain Lumber</u>	
6%, \$1,564 due monthly from May 2008 through February 2015	98,686
<u>Pioneer Drive LLC</u>	
6%, \$5,844 due monthly from December 2007 through December 2014	382,568

Note 3 - Notes Payable

The County had the following notes payable to the State Revolving Fund Loan program (CFDA# 66.458) at June 30, 2009:

\$241,000, issued June 1994, 4% due in varying amounts through July 2014	\$ 44,000
\$1,943,000, issued June 1994, 4% due in varying amounts through July 2014	449,000
\$291,000, issued November 1998, 4% due in varying amounts through July 2019	131,000
\$649,936, issued September 2002, 4% due in varying amounts through July 2023	417,000
\$4,498,121, issued July 2003, 3.75% due in varying amounts through July 2024	2,559,020
\$169,000, issued April 2005, 2.75% due in varying amounts through July 2015	92,000
\$281,199, issued April 2005, 3.75% due in varying amounts through July 2020	123,000
\$206,194, issued August 2000, 4% due in varying amounts through July 2020	137,000
\$142,000, issued November 2008, 3.75% due in varying amounts through July 2029	142,000

Note 4 - Subawards

The County passed-through federal awards to subrecipients during the year ended June 30, 2009 as follows:

- Ada's Place (CFDA# 14.235) passed-through \$102,520 to the YWCA.
- Ada's Place II (CFDA# 14.235) passed-through \$6,241 to the YWCA.
- Rural Domestic Violence Program (CFDA# 16.589) passed-through \$19,234 to the YWCA and the National Coalition Building Institute.
- Gateway Center (CFDA# 14.235) passed-through \$54,330 to the Salvation Army.
- OVW Safe Havens (CFDA# 16.527) passed through \$151,246 to the YWCA.
- Drug Free Community Support Program (CFDA# 93.276) passed-through \$11,206 to The Parenting Place.
- Mentoring Children of Prisoners (CFDA# 93.616) passed-through \$68,119 to Big Brothers & Big Sisters.
- Share House Transitional Housing (CFDA# 14.235) passed-through \$124,866 to the Western Montana Mental Health Center.
- Juvenile Accountability Block Grant (CFDA# 16.523) passed-through \$23,392 to Habitat for Humanity.
- Community Youth Suicide Prevention (CFDA# 93.243) passed-through \$2,806 to the University of Montana Curry Health Center.
- Encourage to Arrest (CFDA# 16.590) passed-through \$5,397 to the YWCA and the National Coalition Building Institute.

Nicole M. Noonan, CPA, P.C.
435 Little Mill Creek Road
St. Regis, Montana 59866
Phone and FAX: (406) 649-2436
Cell phone: (406) 239-4260
E-mail: noonanaccounting@hotmail.com

Board of County Commissioners
Missoula County, Montana

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

I have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Missoula County, Montana, as of and for the year ended June 30, 2009, which collectively comprise the County's basic financial statements and have issued my report thereon dated January 29, 2010. I conducted my 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.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the County's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the County's internal control over financial reporting.

My consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, I identified certain deficiencies in internal control over financial reporting that I consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. I consider the deficiencies described as items 2009-1 through 2009-4 in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, I consider items 2009-1 and 2009-2 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

I noted certain matters that I reported to management of the County in a separate letter dated January 29, 2010.

Missoula County, Montana's response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. I did not audit the County's response and, accordingly, I express no opinion on it.

This report is intended solely for the information and use of management, the Missoula County Commissioners, others within the entity, the Montana Department of Administration, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
January 29, 2010

Nicole M. Noonan, CPA, P.C.
435 Little Mill Creek Road
St. Regis, Montana 59866
Phone and FAX: (406) 649-2436
Cell phone: (406) 239-4260
E-mail: noonanaccounting@hotmail.com

Board of County Commissioners
Missoula County, Montana

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH *OMB CIRCULAR A-133*

Compliance

I have audited the compliance of Missoula County, Montana, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. My responsibility is to express an opinion of the County's compliance based on my audit.

Missoula County, Montana's basic financial statements include the operations of Missoula Aging Services and Partnership Health Center (both discretely presented component units), which expended \$1,403,854 and \$1,906,283, respectively, in federal awards which are not included in the schedule of expenditures of federal awards for the year ended June 30, 2009. My audit, described below, did not include the operations of Missoula Aging Services and Partnership Health Center, because these component units obtained their own audits conducted in accordance with OMB Circular A-133.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the County's compliance with those requirements.

In my opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of Missoula County, Montana is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance, but not for the purpose of expressing my opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the County's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Missoula County Commissioners, others within the entity, the Montana Department of Administration, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
January 29, 2010

MISSOULA COUNTY, MONTANA
Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2009

Section I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued on financial statements:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified not considered to be material weaknesses:	Yes
Noncompliance material to financial statement noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .510(a)?	No

Identification of major programs:

CFDA#	Federal Program
20.205	Highway Planning and Construction
97.047	FEMA Predisaster Mitigation Program - Grant Creek
97.067	Homeland Security Grant Program

Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
Auditee qualified as a low-risk auditee?	No

MISSOULA COUNTY, MONTANA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2009

Section II - Financial Statement Findings

2009-1 Accounts Receivable

Generally accepted accounting principles dictates that accruals be recorded to achieve proper cutoff for financial reporting. During the audit it was noted that several accounts receivable that were received within 60 days of year end were not accrued as revenue in fiscal year 2009. This resulted in an understatement of assets and revenues of \$46,300 in the General Fund, \$228,238 in Public Safety, \$29,681 in Missoula Development Authority, and \$1,912,488 in other governmental funds. In addition, \$1,250,000 of the accrual in other governmental funds related to a previous year, so a prior period adjustment for governmental activities was recorded. Adjustments for these accounts receivable have been made in the financial statements. This occurred due to a lack of monitoring of subsequent receipts for accrual status. We recommend management monitor subsequent receipts to ensure that revenue is recorded in the proper period.

Management Response

Missoula County will closely monitor the year end Accounts Receivables for accruals. The issue is one of the distributed nature of the departments at the County and communicating to them the required financial information at year end.

Contact Person: Andrew Czorny

Completion Date: June 2010

2009-2 Notes Receivable

Notes receivable should be recorded as assets in the financial statements. It was noted that the County has several notes receivable related to infrastructure that have not been recorded. This resulted in an understatement of assets and deferred revenues of \$906,845 in the fund statements and an understatement of assets and net assets in the governmental activities column of the government wide financial statements. These notes receivable have been recorded in the audited financial statements. This occurred due to the decentralized nature of County operations. We recommend review of future contracts for potential status as notes receivable.

Management Response

Missoula County agrees with the comment and will record notes receivable as they occur.

Contact Person: Andrew Czorny

Completion Date: June 2010

2009-3 Capital Assets

Expenditures for capital assets should be added to capital assets in the governmental activities column of the government-wide financial statements. During the audit \$366,225 was noted that was not capitalized, but should have been. This was corrected for the financial statements. In addition, it was noted that \$570,647 of fiscal year 2009 additions should have been recorded in the previous year. Management also found a prior period adjustment of \$2,493,114 related to construction in progress that was not capitalized in previous years. These errors were due to a lack of reconciliation between capital outlay in the fund statements and capital asset additions in the government-wide financial statements. We recommend a reconciliation between these items be performed to determine that all capital assets purchased are recorded in the capital asset records.

Management Response

Missoula County agrees with the comment and will implement the recommendation by educating other departments on the importance of recording capital assets in a timely fashion. Staff will insist that capital asset forms are prepared by County Departments and submitted monthly to the Financial Services Department. The Financial Services Staff will reconcile capital asset purchases monthly as well. The frequent reconciliation of the records throughout the year should avoid confusion at year end.

Contact Person: Andrew Czorny

Completion Date: June 2010

2009-4 Compensated Absences Fringe

The liability for compensated absences should include the payroll taxes and retirement fringe benefits that would be paid in addition to the accrued sick and vacation leave. The liability for the fringe benefits associated with compensated absences has not been recorded previously. At June 30, 2009, the understatement was \$609,762 in the governmental activities in the government-wide financial statements. In the future, the County should continue to record this additional liability as part of compensated absences.

Management Response

Missoula County Staff agrees with the comment and will implement the recommendation.

Contact Person: Andrew Czorny

Completion Date: June 2010

MISSOULA COUNTY, MONTANA
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2009

Section III - Federal Awards Findings and Questioned Costs

The audit reported no findings which constitute:

- Significant deficiencies in internal control over major programs.
- Material noncompliance with laws, regulations, contracts or grant agreements related to a major program.
- Known questioned costs in excess of \$10,000 for any major program.
- Known questioned costs in excess of \$10,000 for any program which was not audited as a major program.
- Circumstances which would cause the auditors' report on major program compliance to be other than unqualified.
- Known fraud affecting any federal award.
- Circumstances which disclose that the auditee's summary schedule of prior audit finding materially misrepresents the status of any prior audit finding.

Summary Schedule of Prior Audit Findings

The audit for the year ended June 30, 2008, contained no audit findings relative to federal awards.

Nicole M. Noonan, CPA, P.C.
435 Little Mill Creek Road
St. Regis, Montana 59866
Phone and FAX: (406) 649-2436
Cell phone: (406) 239-4260
E-mail: noonanaccounting@hotmail.com

Board of County Commissioners
Missoula County, Montana

REPORT ON PRIOR AUDIT REPORT RECOMMENDATIONS

The prior audit report contained two recommendations. The action taken on each recommendation is as follows:

<u>Number</u>	<u>Recommendation</u>	<u>Action Taken</u>
2008-1	Receivables and Payables	Repeated
2008-2	Uncollectible Property Taxes	Implemented

Nicole M. Noonan, CPA, P.C.

Nicole M. Noonan, CPA, P.C.
St. Regis, Montana
January 29, 2010