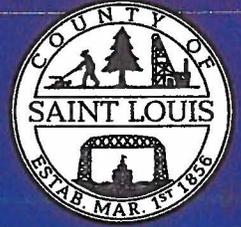


COMPREHENSIVE ANNUAL FINANCIAL REPORT

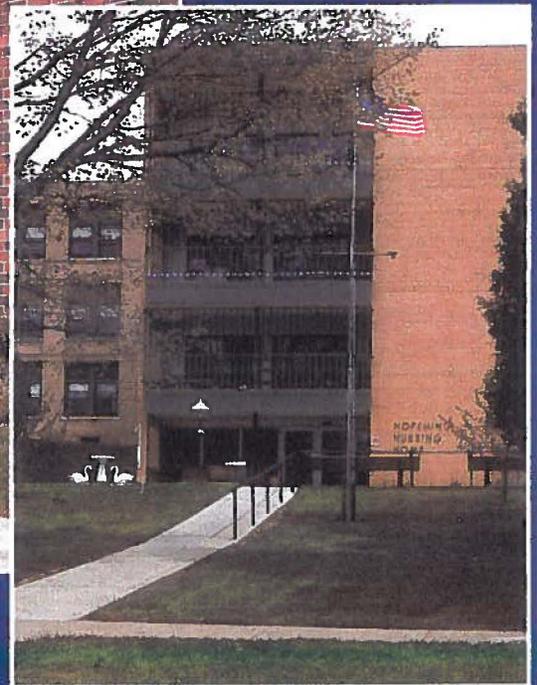
FOR THE FISCAL YEAR ENDED DECEMBER 31, 1994



ST. LOUIS COUNTY
MINNESOTA
Gordon D. McFaul
County Auditor



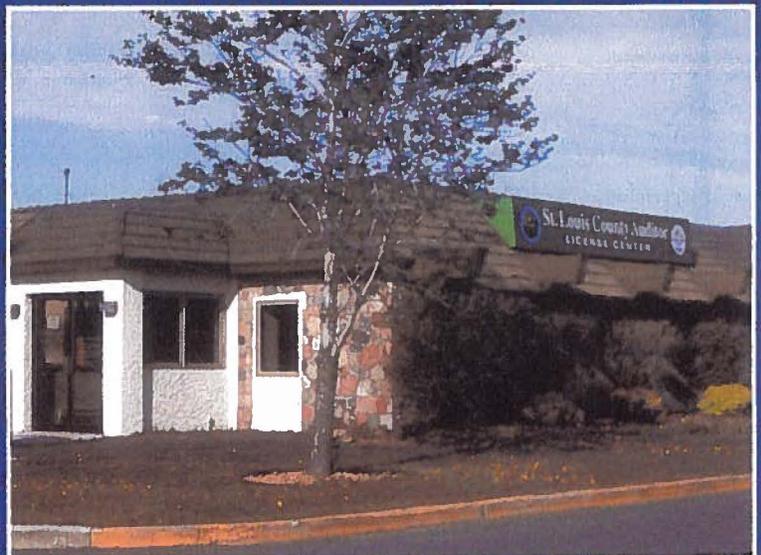
ST. LOUIS COUNTY JAIL



HOPWELL NURSING HOME



KRIS JENSEN NURSING HOME



ST. LOUIS COUNTY LICENSING CENTER

The County's new jail is scheduled for opening in early June, 1995. Sheriff Gary Waller credits Jail Administrator Dave Prachar and the jail staff for much of the success in opening this state-of-the-art facility on time and within budget.

The Chris Jensen and Nopeming Nursing Homes are quality care facilities. They are components of the County's Health and Long-Term Care Department, Carol Thibault, Director. Natalie Zeleznikar is the Assistant Administrator of Chris Jensen; Barbara Eaton and Dan Zeleznikar are the Administrator and Assistant Administrator, respectively, of Nopeming.

County Auditor Gordon D. McFaul opened the satellite Licensing Center in the fall of 1994. Deputy Auditor Paul Tynjala is in charge of operations. The new facility was established to provide expanded customer service and has been warmly received by the public.

Photos by Dan Nelson

St. Louis County Minnesota

**Comprehensive Annual Financial Report
for the Fiscal Year Ending
December 31, 1994**



**Gordon D. McFaul
County Auditor**

"The Mission of St. Louis County is to provide to its people those services mandated and/or expected by its citizens so as to provide a good quality of life."

INTRODUCTORY

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St. Louis County, Minnesota

Reader's notes:



Saint Louis County

County Auditor • 100 N. 5th Ave. W., Room 214, Duluth, MN 55802-1293, (218) 726-2380

Gordon D. McFaul
St. Louis County Auditor

May 26, 1995

To: The Citizens of St. Louis County, Minnesota
The St. Louis County Board of Commissioners
John J. Kachmar Jr., County Administrator
All Other Interested Parties

The Comprehensive Annual Financial Report of St. Louis County is hereby submitted for the fiscal year ended December 31, 1994. This report was prepared by the County Auditor's Accounting and Finance Division. Responsibility for both the accuracy of the presented data and completeness and fairness of the presentation, including all disclosures, rests with the County. This report conforms with the Governmental Accounting Standards Board (GASB) Statement 1 and subsequent statements and interpretations. The report consists of three sections:

1. **Introductory Section** - including this transmittal letter from the County Auditor, the government's organizational chart, maps of the legislative and commissioner districts, and a list of principal officials.
2. **Financial Section** - including the combined financial statements by major fund category, combining financial statements by fund type, and individual fund and account group financial statements. Also included in this Section are the Notes to the Financial Statements and supplementary financial information, as well as the State Auditor's Report.
3. **Statistical Section** - includes data that depicts the financial history of the government, generally presented for the past ten years, along with information on overlapping governments, demographics and miscellaneous information.

We believe the data presented is accurate in all material respects, that its presentation fairly sets forth the County's financial position and results of operations as measured by the financial activity of its various funds. We believe further that all disclosures necessary for the reader to gain maximum understanding of the County's financial affairs have been included.

All of the funds and account groups of the County are included in the financial report. The St. Louis County Housing and Redevelopment Authority is included in the report as a blended component unit. The HRA Board is composed of the County Board members. The financial transactions of the HRA flow through the County's accounting system.

The County provides a full range of services, which includes social services, such as administration of State of Minnesota and federally aided public assistance programs; public safety and judiciary services, such as criminal prosecution, legal counsel for the indigent, administration of civil and criminal court systems; health care services, such as community health care; maintenance and construction of highways, roads and bridges; operation of solid waste disposal facilities; administration of elections; maintenance of property records; issuance of various licenses; and administration of property tax assessment, collection and distribution for local governments within the County.

Economic Condition and Outlook

The following analysis is based largely on information found in the Outlook edition of the Duluth News-Tribune.

The year 1994 proved to be one of St. Louis County's best for financial and economic growth. There was upward movement in all industries within the County. Recent developments include:

City of Virginia

Light Manufacturing

- ▶ The City annexed the neighboring township of Franklin and purchased additional land to form an industrial park with the City of Eveleth. The Iron Range Resources & Rehabilitation Board provided a loan of \$275,000 to build roads, sewers and utilities for the park. The park should be ready for occupancy in 1996. Potential clients already include a biotech firm that produces medicines and a firm which duplicates computer software. Bids have been accepted for professional land planners.
- ▶ Virginia Plastics, a business which makes plastic extrusions as parts of combs, window frames and other plastic products, completed a \$200,000 expansion to its facilities in 1994.

Tourism

- ▶ The Coates Hotel, an 80-room landmark, has been acquired by Ramada for remodeling into a hotel within the company chain.

City of Eveleth

Light Manufacturing

- ▶ Contech Manufacturing expanded its air purifier production operations by moving part of its operation to Eveleth and hiring eleven new employees.

Retail Services

- ▶ Fingerhut Corporation added 100 employees to its Eveleth office bringing total employees to 380 for its telemarketing projects.

Medical Facilities

- ▶ Eveleth Hospital will undergo a \$900,000 remodeling to accommodate psychiatric patients by year end from an out-of-county facility being closed by the State. This should create twenty-nine new jobs.

City of Hibbing

Light Industrial

- ▶ The industrial park Woodpark and the City are in the talking stages with a biotech firm to locate here. The firm would employ thirty people to extract polymers from trees and sell the components to food processors.

Medical Facilities

- ▶ The Adams Clinic is being bought out by the Duluth Clinic. Included as part of the contract is an obligation by the Duluth facility to build a \$4 million, 40,000 square foot medical center to be ready by the summer of 1996. It will hire six to seven additional physicians and their support staff.

Education

- ▶ The Hibbing Community College and the Range Technical College have pooled resources to open a \$2.7 million residence hall with thirty-four units, capable of housing 128 students.

City of Chisholm

Retail Services

- ▶ Architects are presently drawing up plans for a 40,000 square foot Northwest Airlines Reservations Center. Bids are to be requested in May, 1995 with construction set to start in June. The facility should be ready for operations in 1996. Northwest's ultimate aim will be to hire 604 full time employees from the local area. To begin with, it will hire seventy-five with from ten to fifteen new workers hired per month. Pay will range from \$9.12 to 15.21 per hour with full medical and flight benefits.

City of Duluth

Retail Services

- ▶ Construction began in 1994 for a Kohl's Department Store near the new Stone Ridge Mall.
- ▶ Construction was completed on a new full-service T. J. Maxx outlet near the Burning Tree Mall.
- ▶ Developers for a new mall near the Miller Hill Mall have applied for City Council approval.

Light Industry

- ▶ Groundbreaking will take place this year for the Northwest Airbus Facility at a cost of approximately \$53 million. The project will be a long span hangar of approximately 68,000 square feet capable of servicing three narrow-body aircraft simultaneously. There will also be an adjacent two-story structure of approximately 54,000 square feet. Northwest will use the facility to provide maintenance to its fifty aircraft A-320 Airbus fleet.
- ▶ Team Duluth, an alliance of civic and business organizations, developed a marketing plan to entice new businesses to the area with a goal of creating 1,000 new jobs in the next three years. To date it has successfully recruited two firms:
 - Aria Communications, a St. Cloud Direct Marketing firm employing forty-five people.
 - Capital Foods, a wholesale foods company employing nine workers.
- ▶ Cirrus Design Corporation launched its newly built Cirrus ST50 prototype aircraft for Isravation Ltd. to retail at about \$1 million. The firm was also awarded federal research grants in November for \$1.2 million to develop a new de-icing system for light aircraft and design a new system for manufacturing airframe parts. In addition, it has designed the Cirrus SR20 which should receive FAA approval by 1996. The plane will be manufactured locally and will eventually create more than 250 jobs.

Tourism

- ▶ There were 3,000,000 visitors to Duluth in 1994. It is projected that a six to seven percent increase will occur in 1995. At present, forty conventions are booked for 1995 with the Duluth Entertainment and Convention Center (DECC) approaching capacity. Direct spending by tourists should be \$120 million.
- ▶ The DECC is being remodeled to incorporate the addition of a 270-seat Omnimax theater. It will double as a convention center workshop area and have the capacity for ten shows per day.

Medical Facilities

- ▶ The Duluth Clinic is expanding its satellite system across northern Minnesota and Wisconsin. At present, it consists of 22 offices staffed with 260 physicians. Its Hermantown, Minnesota satellite is expected to open this July to include offices, a pharmacy, a community health education area and will offer x-ray, laboratory, physical therapy, mammography, mental health counseling and acute illness services.
- ▶ St. Mary's Hospital completed construction on its Outpatient Walk-in Care Center. It is also improving its facilities at a cost of \$2 million.
- ▶ St. Luke's Hospital is set to remodel its mental health unit and install an updated CT scanner, a digital fluoroscopy unit and a stereotactic breast biopsy unit.
- ▶ The Miller Dwan Hospital completed a \$1.9 million addition consisting of a full operating room in 1994 and this year will purchase, at a cost of \$734,000, a linear accelerator. It will also combine its burn and intensive care units into a \$650,000 construction project and also spend \$492,000 to upgrade its mental health unit. Both projects should be completed by May, 1995.

Other Services

- ▶ The U. S. Postal Service is set to open its newest encoding center in West Duluth this June. More than 1,000 local jobs will be created with full-time employees paid \$11.81 per hour plus benefits and part-time employees paid \$9.74 per hour plus benefits. It will use technology to sort hand-written mail which cannot be read by automated equipment.

General

- ▶ From November, 1993 to November, 1994 1,300 jobs were added to local payrolls.
- ▶ The 1994 shipping season was the best since 1979. There were 1,190 arrivals through the port which were responsible for shipping 38.6 million tons of cargo out. Coal shipments were up nineteen percent from 1993 due to an increased demand for electrical production in the auto industry and iron ore shipments were up twelve percent.

Major Initiatives

The year 1994 saw St. Louis County at various stages of building processes and procedures to better meet citizens' needs for services.

Administration

- ▶ The 1995 County budget includes no increase in the tax levy over 1994.
- ▶ A space utilization study was conducted in 1994 by an outside firm, covering the needs of seven County buildings. The results documented a need for additional office space throughout the County and further recommends the retention of a qualified architectural firm to provide a comprehensive master plan including space planning, office space standards, compliance with ADA regulations and the quality of work environment.
- ▶ As an adjunct to this study, an analysis was initiated by the same outside firm as to the feasibility of developing the old jail facilities in Duluth into an office building. Included in this study were the costs involved in gutting and renovating the structure.
- ▶ Enhanced courthouse security for the protection of the public was addressed by instituting the right of all law enforcement officials to search anyone entering a courtroom. This is as a result of increased courtroom violence on a national scale and not due to any incident within the County.
- ▶ The County will begin to include \$150,000 within its capital improvement fund to undertake structural changes mandated by the Americans with Disabilities Act (ADA). The improvement plan should take five to ten years to begin addressing ADA's requirements.
- ▶ National searches for directors to head the Departments of Social Services, Solid Waste and Public Health and Long Term Medical Care were begun in 1994 and appointments were made in early 1995.
- ▶ In 1994, the County began a policy to designate a portion of the General Fund balance and the Special Revenue fund balances to fund vesting employees' sick leave. The sick leave will be paid off in cash or in medical insurance payments when vesting employees' retire. The entire amount of the vesting sick leave will be funded by the year 2002.

Assessor

- ▶ The County, in conjunction with the City of Duluth, received a grant to help develop a new comprehensive computerized property tax assessment system. When complete, the system will be used to maintain property information for the City and the County. It will also be able to perform the functions of property valuation, classification, assessment administration and will transfer information to the County Auditor for tax statements.

Auditor

- ▶ In October, a branch office of the County Auditor was opened in the Miller Hill area of Duluth for the convenience of citizens paying motor vehicle and drivers license fees, as well as real estate taxes.

Public Health & Long-Term Medical Care

- ▶ In the spring of 1994, the County initiated a reorganization of the Health and Social Services Departments which resulted in the transfer of responsibility for the Chris Jensen and Nopeming Nursing Homes from Social Services to the Health Department. As a result, the Health Department has been renamed the Public Health and Long-Term Medical Care Department. The primary objective of the reorganization is to reduce and/or eliminate the tax levy support of the nursing homes. Following the reorganization, an operational analysis was conducted by an outside firm on the management information systems and business offices of the nursing homes to review the administrative processes and internal control procedures and to identify deficiencies and make recommendations for improvement. The results of the study were presented in December. To help improve the business operations of the nursing homes, the County created a Fiscal Manager position. This person will oversee the financial aspects of the facilities and will play an integral part in implementing many of the study's recommendations.
- ▶ A feasibility study on the Nopeming water line was begun in 1994 by a private firm. The present line was last updated in 1959. Since then, the water storage reservoir tanks have deteriorated. The scope of the study includes an evaluation of present pumping and storage components with recommendation of corrective measures and cost estimates.

Law Enforcement

- ▶ The Duluth jail facility construction is on schedule and will open mid-1995.
- ▶ The County is reviewing the possible establishment of joint law enforcement centers in Hibbing and in Virginia.
- ▶ Arrowhead Juvenile Center, operated by a multi-county consortium, of which St. Louis County is the largest member, plans to expand its total number of beds.

Management Information Systems (MIS)

- ▶ In 1994, an operational review of the MIS function was completed by an outside consultant. The emphasis of the study included:
 - Review of computer equipment and processing environment
 - Redefining MIS' management, organization and governance, and
 - Developing a role/function for the MIS User Group.
- ▶ The MIS Division was elevated to departmental status and a search is being conducted for a Director

Solid Waste Department

- ▶ In 1994, the County initiated the transition plan to elevate the Solid Waste Division of the Health Department to a Departmental level organization. In the past five years, the division has increased its programs as well as its operating budget. In addition to running the landfill and sewage operations for the county, it also handles all aspects of County recycling programs. Budgeting for the Division is now in excess of five million dollars. Solid Waste has also seen significant changes to its source of funding. What was once a program financed by property tax revenue has evolved into a service fee-based fund. The reorganization is planned to provide better control and management of County solid waste activities.

Recorder

- ▶ The St. Louis County Recorder/Registrar of Titles, in conjunction with the Hennepin County Recorder/ Registrar of Titles, the Hennepin County Auditor/Treasurer and the Ramsey County Auditor/Registrar of Titles has been awarded a State grant to develop and implement an on-line system of managing real estate documents and certificates of title under the Torrens System.

Financial Information

Financial management of St. Louis County is based on an accounting and financial reporting system that must provide accurate, timely and relevant information. The assets of St. Louis County are protected from fraud, errors or misuse by use of internal controls. Internal controls are designed to safeguard assets, to insure that accounting data is accurate for the preparation of financial statements in conformity with generally accepted accounting principles, and to carry out the County's policies.

Single Audit - as a recipient of federal and state financial assistance, the County has established internal controls to ensure compliance with the regulations applicable to such assistance.

Budget Controls - St. Louis County incorporates budgetary controls to ensure compliance with the annual budget adopted by the Board of County Commissioners appropriating departmental budgets and estimated means of financing. The annual budget resolution includes general, special revenue and debt service funds. The budget control is at the department head level which relates very closely to function. Each department head (sheriff, attorney, etc.) has complete control over the individual department, but no public aid assistance budget authority may be used for operations, and the budgeted number of personnel for each department may not be exceeded at any time. Encumbrance accounting is used to determine availability of funds prior to incurring a specific obligation. Encumbrance accounting helps to insure proper policies and regulations have been followed. The capital projects fund is appropriated by project and the appropriation continues year-to-year until the projects are closed into fund balance by the Administrator or until the appropriations are totally expended. All other appropriations which are not expended or encumbered lapse at year-end. Encumbrances outstanding at year end are reported as reservations of fund balances.

As demonstrated by the statements and schedules included in the financial section of this report, St. Louis County continues to meet its responsibility for sound financial management.

General Government Functions - In 1994 General and Special Revenue Funds' undesignated fund balances increased \$3.2 million (27.6%). This reflects the County's conservative budgeting practices.

The following schedule presents a summary of General and Special Revenue Fund revenues for the fiscal year ended December 31, 1994 and the amount of percentage and dollar increases and decreases in relation to the prior year's revenues.

<u>Revenues:</u>	<u>1994 Amount</u>	<u>% of Increase (Decrease)</u>	<u>Dollar Increase (Decrease)</u>
Taxes	\$63,886,712	4.17	2,559,934
Licenses and permits	125,148	(1.14)	(1,443)
Intergovernmental	87,810,426	1.27	1,104,498
Charges for service	6,962,013	(6.66)	(496,809)
Fines and Forfeitures	743,043	.38	2,836
Interest on investments	2,082,043	35.84	549,362
Gifts and contributions	24,160	238.28	17,018
Miscellaneous	2,915,987	34.60	749,513
	<u>\$164,549,532</u>		<u>4,484,909</u>

Although the other categories of revenue show larger percentages of increase or decrease over 1993, the most significant dollar changes in revenue are the increase in the taxes and intergovernmental categories and the increase in the interest category.

1. Tax revenues increased \$2.6 million or 4.17 percent over 1993 collections. This reflects the change in the allocation of levy dollars among County funds as well as any increase in the levy. The General and Special Revenue Funds receive tax revenues based upon tax apportionment formulas.
2. Intergovernmental revenues increased \$1.1 million or 1.27 percent from 1993 intergovernmental revenues. Explanations of the major dollar increases and decreases are given below:

	Dollar Increase (Decrease) <u>(in millions)</u>
<u>General government -</u>	
HACA - State	.5
Disparity Aid - State	.2
State grant for economic development loans from County to private firms	.3
<u>Highways and streets -</u>	
HACA - State	.3
Minnesota Petro Fund	.3
Federal, State, and local funding of various projects decreased in 1994	(5.3)
Various smaller decreases	(.3)
<u>Welfare -</u>	
Disparity Aid - State	(.3)
Human Services Aid	(.3)
HACA - State	(.1)
State Grants	(.3)
Federal Grants	1.8
<u>Economic Development -</u>	
Revenue for the Community Development Block Grant increased as programs begun in 1994 neared completion	3.8
Northeast Minnesota Housing Consortium reclassified as special revenue fund	.6

3. Charges for services decreased \$496,809 due to the following:

<u>Health -</u>	
Miscellaneous fees reimbursed by grants	(.3)
Case Management CAC	(.2)

4. Interest on investments increased by \$549,362 because of higher interest rates being available in the market place and because of higher balances available for investment.
5. Miscellaneous revenues went up by \$749,513 because of:

Economic development -

Repayment of grants which were not revenue earned until collected .1

General government -

Reimbursement for salaries from disaster funds -
Burlington Northern .2

Welfare -

Estate recoveries .2
IV-D collections .2

The following schedule presents a summary of General and Special Revenue Fund expenditures as shown on Exhibit II for the fiscal year ended December 31, 1994, and the percentages of increases and decreases in relation to prior year amounts.

<u>Expenditures:</u>	<u>1994 Amount</u>	<u>% of Increase (Decrease)</u>	<u>Dollar Increase (Decrease)</u>
General government	\$ 17,613,630	7.13	1,173,011
Public safety	18,130,198	2.30	409,051
Highways and streets	35,540,578	(17.42)	(7,496,406)
Health	6,963,147	14.12	861,369
Welfare	73,188,202	.83	601,744
Culture and recreation	648,506	42.37	193,012
Conservation of natural resources	589,164	6.47	35,793
Economic development	6,898,773	108.55	3,590,821
	<u>\$159,572,198</u>		<u>(631,605)</u>

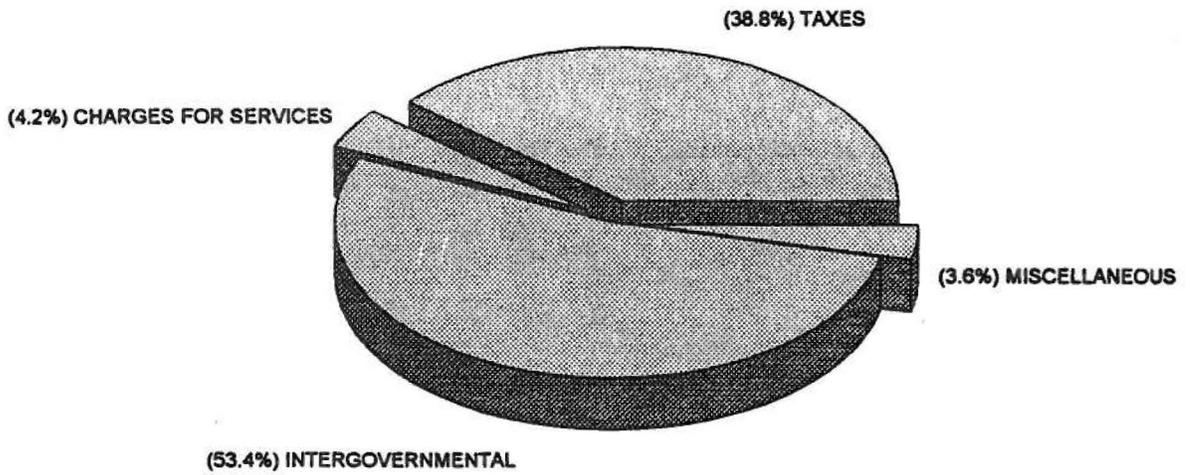
Note: Debt Service of \$88,311 and \$326,636, and Intergovernmental of \$5,255,775 are reclassified here as Health, Welfare and Public Safety, respectively.

Explanations for the major dollar increases and decreases are given below.

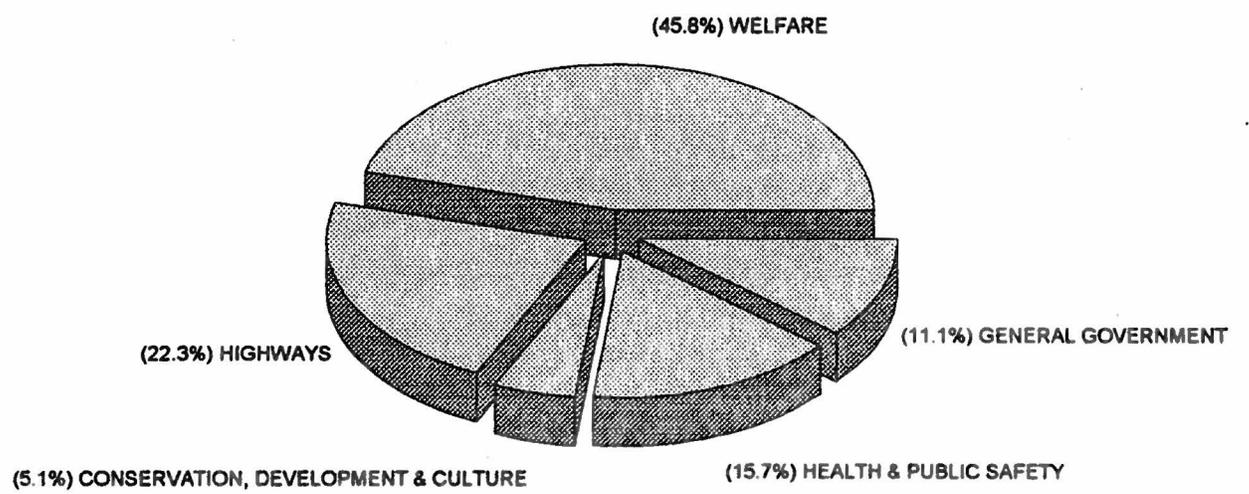
	Dollar Increase (Decrease) <u>(in millions)</u>
<u>General government -</u>	
Decrease in data processing charges	(.2)
Data processing charges unallocated	1.0
Decrease in various departmental expenditures due to data processing being unallocated	(1.0)
Increase in administration	.2
Increase in planning and research	.1
Increase in Court Administrator	.1
Increase in court houses	.1
Increase in elections	.1
Increase (cost of living) in various departments after decrease allowed for unallocated data processing charges	.8
<u>Public Safety -</u>	
Jail	.3
Sheriff - cost of living increase	.1
Staff was added at jail because of current staff time devoted to new jail construction concerns.	
<u>Highways and streets -</u>	
Road Maintenance	(.5)
Road Construction	(6.2)
Equipment maintenance and shops	(.7)
<u>Health -</u>	
Leasehold improvement - administration	.8
<u>Welfare -</u>	
Income maintenance expenditures increased slightly and social services expenditures decreased slightly; overall expenditures increased for cost of living	.6
<u>Culture and Recreation -</u>	
Trail assistance - new project	.2
<u>Economic Development -</u>	
Community Development Block Grant Expenditures increased as new programs and those begun in 1994 were completed	3.6

Graphics for revenue and expenditures are shown on the following page.

1994 COUNTY REVENUES BY SOURCE
INCLUDES GENERAL & SPECIAL REVENUE FUNDS



1994 COUNTY SPENDING BY FUNCTION
INCLUDES GENERAL & SPECIAL REVENUE FUNDS



Cash Management - In 1994, the average investment yield was 4.82%. Demand deposits averaged no more than 5% of the total cash, while 95% of all funds were invested in U.S. Government securities, Government agency securities and certificates of deposit in Minnesota banks.

Enterprise Operations - St. Louis County has three enterprise operations. Chris Jensen and Noperning are nursing home facilities for the public. Solid Waste Management provides for the construction, operation and monitoring of solid waste activities outside of the Western Lake Superior Sanitary District. The Chris Jensen Fund had a net loss of \$311,261 for 1994, while the Noperning Fund had a net loss of \$150,103 and the net income for the Solid Waste Management Fund was \$5,318,051.

Internal Service Funds - The County has eight Internal Service Funds. The Community Food Fund, the Supervised Living Facilities Fund, the Printing Fund, the County Insurance Fund and Management Information Systems Fund has net incomes of \$100,467; \$39,902; \$46,226; \$5,319,349 and \$136,759 respectively. The Laundry Fund, the County Garage and the Telecommunications Funds had net losses of \$27,303; \$157,462 and \$71,184 respectively. The County Garage received contributed capital from the Sheriff's Department. This contributed capital was used to purchase cars for the Sheriff's Department. Because it contributed the cost of the cars, the Sheriff's Department pays a lower mileage rate for use of the cars, while the depreciation on the cars is charged against the County Garage Fund's retained earnings. Because of this, the Fund will probably continue to have a negative retained earnings and an annual loss, but will continue to have a positive working capital.

Fiduciary Operations - The County collects and distributes all property taxes for all the taxing authorities within the County, including cities, townships and school districts. It is also responsible for collecting numerous fines and payroll deductions and disbursing those funds to third parties. The County participates in Public Employees' Retirement Association, a statewide pension plan, which is administered by the State of Minnesota. Contributions from both the employee and the County are forwarded to the State Office. All payments to retired employees are made by that Office.

Administration of Bonded Debt - As of December 31, 1994 St. Louis County had ten bond issues outstanding: \$740,000 General Obligation Nursing Home Revenue Refunding Bonds; \$180,000 General Obligation New Money Issue Bond for renovation of the Noperning Nursing Home; \$2,920,000 Full Crossover Advance Refunding of 1989 General Obligation Solid Waste Bonds; \$9,825,000 General Obligation Solid Waste Bonds; \$2,035,000 General Obligation Capital Notes; \$905,000 General Obligation Recycling Facility Refunding Bonds; and \$14,635,000 Jail Revenue bonds (St. Louis County Unlimited Tax Lease Obligations).

All of St. Louis County's Bonds are "A" rated by Moody's Investor's Service. Under current State law, the County's general obligation bonded debt issuance are limited to two percent of the market value of taxable property in the County. Market value for 1994 was \$4,546,517,400. The amount of general obligation debt applicable to the debt limit is \$27,466,024 (\$31,240,000 principal outstanding less \$693,130 fund balance in debt service funds and \$3,080,846 restricted assets in applicable enterprise funds). The \$27,466,024 applicable to the debt limit is without considering the \$2,035,000 in designated fund balance in the Road and Bridge Special Revenue Fund.

Risk Management - The County is self-insured for vehicles, for unemployment compensation and is self-insured for workers' compensation up to \$440,000 per single loss occurrence. The Workers' Compensation Reinsurance Association, to which the County pays a premium, provides full indemnity in excess of this limit.

Capital Improvements - The Capital Projects Funds were established as a means of controlling and accounting for capital improvements for the General and Special Revenue Funds. Capital projects for 1994 consisted of improvements to courthouses and other County buildings, as well as continuing construction on a new County jail facility.

Awards From Government Finance Officers Association

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to St. Louis County for its comprehensive annual financial report for the fiscal year ended December 31, 1993.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such comprehensive annual financial report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. St. Louis County has received a Certificate of Achievement for the last six consecutive years. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

In addition, the County also received the GFOA's Award for Distinguished Budget Presentation for the 1993 annual approved budget. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Other Information

Independent Audit - St. Louis County is audited annually by the State of Minnesota according to state statutes. This requirement has been complied with and the Auditor's Report has been included in this report.

The Single Audit Act of 1984 established audit requirements for state and local governments that receive federal aid as set forth in Circular A-128.

The State Auditor will issue management and compliance letters covering the review made as part of the examination of St. Louis County's system of internal control and compliance with applicable legal provisions.

Also reflected in these letters are the results of the County's single audit under provisions of the U.S. Office of Management and Budget Circular A-128.

Acknowledgements - I would like to express my appreciation to the employees of Auditor's Accounting and Financial Division and the Social Services Department for their dedication and cooperation in a timely manner during the preparation of this report. I am grateful to the County Board of Commissioners and to the Administration Department for their leadership and support in formulating the financial activities of the County, without which the preparation of this report would not have been possible. Many other County departments also extended cooperation to my office during this time and I thank them also.

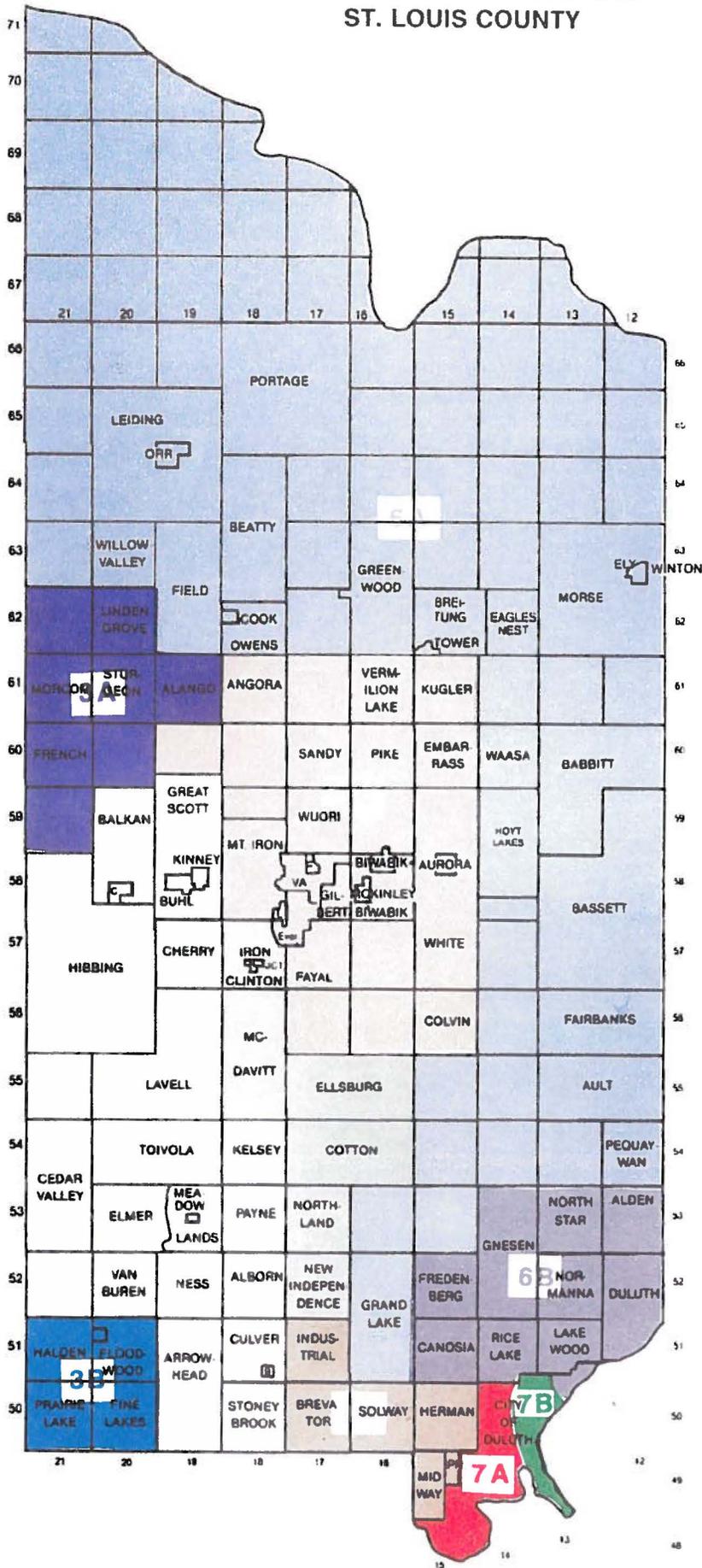
Special thanks to the State Auditor's staff for their technical assistance during the year. We acknowledge too, the thorough and professional manner in which they conducted the audit.

Sincerely,



Gordon D. McFaul
County Auditor

LEGISLATIVE DISTRICTS ST. LOUIS COUNTY



House Legislative Dist

City of Duluth Precincts

6B - 1-6, 9-11, 16

7A - 27, 29-42

7B - 7, 8, 12-15, 17-26, 28

Senate Legislative Dist

City of Duluth Precincts

Dist 6 - same as House 6B

Dist 7 - House Dist 7A and 7B

District #:

3A

3B

5A

5B

6A

6B

7A

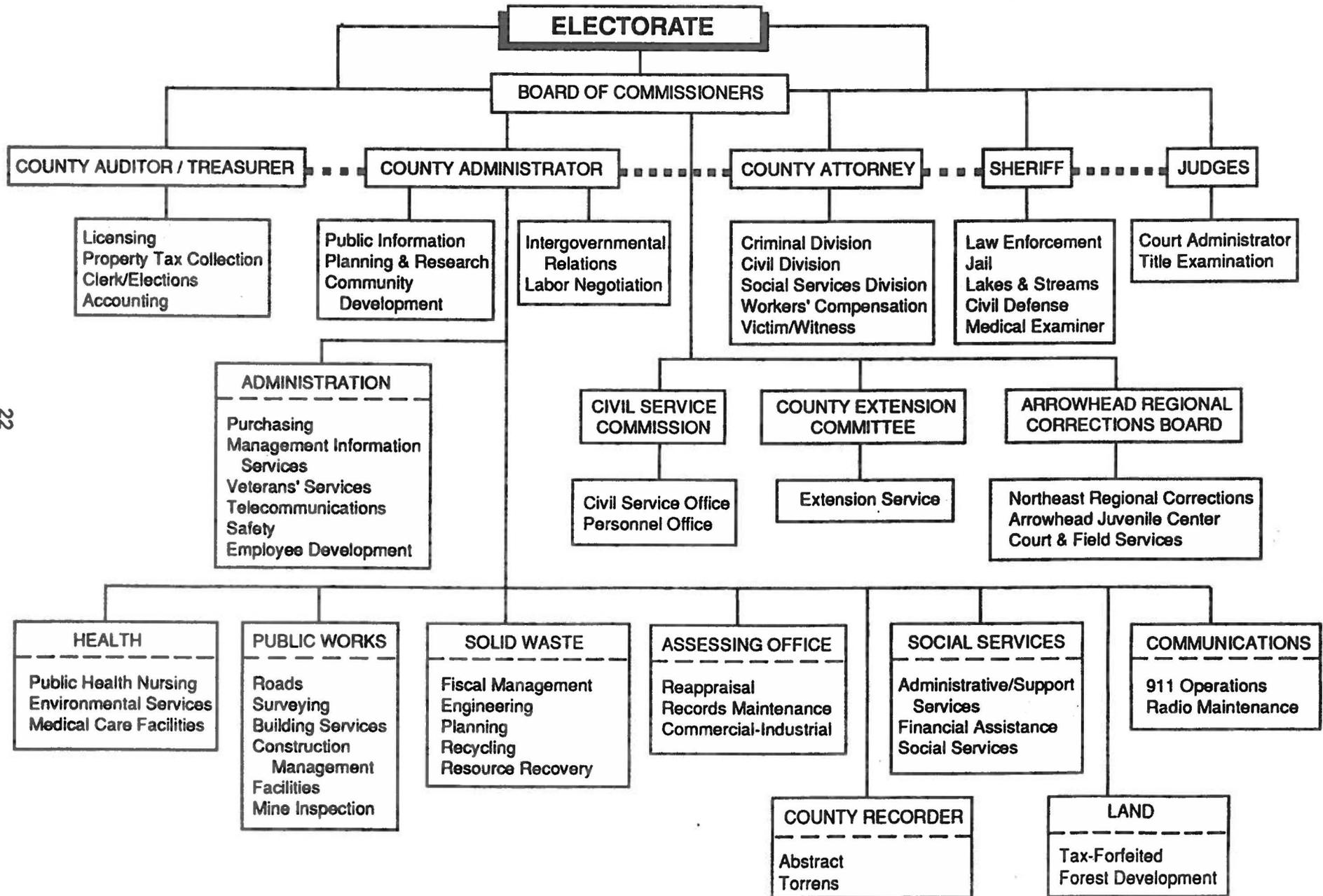
7B

8A

**St. Louis County
Elected and Appointed Officials
as of December 31, 1994**

Office	Name	Term
Commissioners:		
1st District	Will Mattson	Jan. 1993 Jan. 1997
2nd District	Marilyn A. Krueger	Jan. 1991 Jan. 1995
3rd District	William Kron	Jan. 1993 Jan. 1997
4th District	Herbert R. Lamma	Jan. 1991 Jan. 1995
5th District	Martin Lepak	Jan. 1993 Jan. 1997
6th District	Liz Prebich	Jan. 1991 Jan. 1995
7th District	Steve Raukar	Jan. 1993 Jan. 1997
Elected Officers:		
Attorney	Alan L. Mitchell	Jan. 1991 Jan. 1995
Auditor-Treasurer	Gordon D. McFaul	Sept. 1993 Jan. 1995
Sheriff	Gary Waller	Jan. 1991 Jan. 1995
Judges:		
District Court	David E. Ackerson	Jan. 1991 Jan. 1997
District Court	Carol Person	Nov. 1993 Jan. 1997
District Court	Robert F. Berger	Jan. 1991 Jan. 1997
District Court	David S. Bouschor	Jan. 1987 Jan. 1999
District Court	Robert V. Campbell	Jan. 1989 Jan. 1995
District Court	Donovan W. Frank	Jan. 1987 Jan. 1999
District Court	Jeanne Sederberg	Jun. 1992 Jan. 1995
District Court	Gerald C. Martin	Jan. 1987 Jan. 1999
District Court	John T. Oswald	Jan. 1987 Jan. 1999
District Court	Gary J. Pagliacetti	Jun. 1991 Jan. 1997
District Court	Jeffry S. Rantala	Jan. 1992 Jan. 1995
District Court	Ken Sandvik	Jan. 1987 Jan. 1999
District Court	Dennis Seitz	Jan. 1992 Jan. 1995
District Court	Galen C. Wilson	Jan. 1987 Jan. 1999
District Court	Dale Wolf	Jan. 1991 Jan. 1997
Appointed Officers:		
Administrator	John J. Kachmar, Jr.	
Assessor	Scott Lindquist	
Civil Service Director	Anthony Bruno, Jr.	
Court Administrator	Gloria Pothast	
Emergency Communications Director	Nancy Pollock	
Examiner of Titles	Robert C. Brown	
Health and Long-Term Care Director	To Be Appointed*	
Highway Engineer	Richard Hansen	
Land Commissioner	John J. Vogel	
Purchasing Agent	Chester Johnson	
Recorder	Mark Monacelli	
Social Services Director	To Be Appointed*	
Solid Waste Director	To Be Appointed*	
*New appointments in 1995:		
Health and Long-Term Care Director	Carol Thibault	
Social Services Director	Linda Anderson	
Solid Waste Director	Theodore Troolin	

1994 Organizational Summary



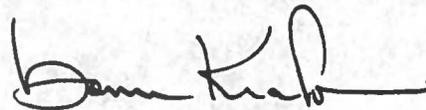
Certificate of Achievement for Excellence in Financial Reporting

Presented to

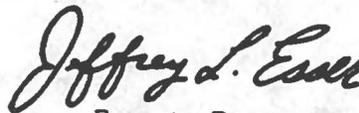
St. Louis County,
Minnesota

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1993

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
General Purpose Financial Statements



STATE OF MINNESOTA
OFFICE OF THE STATE AUDITOR

SUITE 400
525 PARK STREET
SAINT PAUL 55103

JUDITH H. DUTCHER
STATE AUDITOR

(612) 296-2551 (Voice)
(612) 297-5353 (TDD)

INDEPENDENT AUDITOR'S REPORT

**Board of County Commissioners
St. Louis County**

We have audited the accompanying general purpose financial statements of St. Louis County, Minnesota, as of and for the year ended December 31, 1994, as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

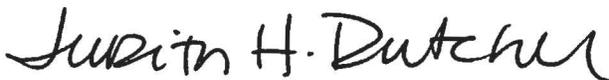
In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of St. Louis County, Minnesota, as of December 31, 1994, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

As discussed in Note 1 to the financial statements, the County implemented Governmental Accounting Standards Board Statement No. 16, *Accounting for Compensated Absences*, and Governmental Accounting Standards Board Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*.



In accordance with *Government Auditing Standards*, we will also issue a report dated May 26, 1995, on our consideration of St. Louis County's internal control structure and a report dated May 26, 1995, on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and account group financial statements, and the supplementary schedules listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the general purpose financial statements of St. Louis County. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.



JUDITH H. DUTCHER
STATE AUDITOR



GREG HIERLINGER, CPA
ASSISTANT STATE AUDITOR

May 26, 1995

General Purpose Financial Statements

**Combined Balance Sheet - All Fund Types and Account
Groups (Exhibit I)**

**Combined Statement of Revenues, Expenditures, and
Changes in Fund Balances - All Governmental Fund Types
and Expendable Trust Funds (Exhibit II)**

**Combined Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual - General,
Special Revenue, and Debt Service Fund Type (Exhibit III)**

**Combined Statement of Revenues, Expenses, and
Changes in Retained Earnings - All Proprietary Fund
Types (Exhibit IV)**

**Combined Statement of Cash Flows - All Proprietary Fund
Types (Exhibit V)**

ST. LOUIS COUNTY, MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 1994

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Cash and cash equivalents	\$ 8,622,738	\$ 10,115,386	\$ 608,881	\$ 1,742,106
Investments	-	-	-	4,157,987
Invested employee contribution	-	-	-	-
Receivables				
Taxes				
Unapportioned	471,316	459,554	12,724	7,369
Delinquent	1,429,240	2,296,432	56,603	50,036
Accounts	52,948	919,865	-	-
Accrued interest	984,645	-	-	524
Loans	1,662,652	125,000	-	-
Due from other funds	83,300	5,803	-	-
Interfund receivable	1,923,180	-	-	-
Due from other governments	2,045,145	15,006,121	67,512	26,762
Inventories	-	1,388,458	-	-
Prepaid items	-	130,555	-	-
Restricted assets				
Improvement account				
Cash and cash equivalents	-	-	-	-
Debt service				
Cash and cash equivalents	-	-	-	-
Assets held by escrow agent	-	-	-	-
Receivables				
Taxes				
Unapportioned	-	-	-	-
Delinquent	-	-	-	-
Accrued interest	-	-	-	-
Due from other governments	-	-	-	-
Financial assurance				
Cash and cash equivalents	-	-	-	-
Fixed assets (net)	-	-	-	-
Amount available in general fund	-	-	-	-
Amount available in special revenue fund	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount available in trust funds	-	-	-	-
Amount to be provided for retirement of long-term debt	-	-	-	-
Amount to be provided for compensated absences	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets and Other Debits	\$ 17,275,164	\$ 30,447,174	\$ 745,720	\$ 5,984,784

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

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
\$ 6,526,992	\$ 2,838,395	\$ 9,175,120	\$ -	\$ -	\$ 39,629,618
-	14,382,261	13,930,490	-	-	32,470,738
-	-	30,981,267	-	-	30,981,267
50,928	351	3,962	-	-	1,006,204
85,779	940	18,529	-	-	3,937,559
4,323,943	167,062	6,391,115	-	-	11,854,933
-	167,950	199,618	-	-	1,352,737
-	-	-	-	-	1,787,652
-	14	-	-	-	89,117
-	-	-	-	-	1,923,180
183,595	45,725	773,946	-	-	18,148,806
144,517	423,300	-	-	-	1,956,275
-	49,952	-	-	-	180,507
271,129	-	-	-	-	271,129
189,151	-	-	-	-	189,151
2,848,193	-	-	-	-	2,848,193
13,987	-	-	-	-	13,987
54,713	-	-	-	-	54,713
11,217	-	-	-	-	11,217
73,099	-	-	-	-	73,099
2,558,433	-	-	-	-	2,558,433
15,779,831	4,274,006	-	91,813,242	-	111,867,079
-	-	-	-	150,430	150,430
-	-	-	-	2,311,565	2,311,565
-	-	-	-	693,130	693,130
-	-	-	-	10,302	10,302
-	-	-	-	19,986,454	19,986,454
-	-	-	-	23,057,453	23,057,453
<u>\$ 33,115,507</u>	<u>\$ 22,349,956</u>	<u>\$ 61,474,047</u>	<u>\$ 91,813,242</u>	<u>\$ 46,209,334</u>	<u>\$ 309,414,928</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 1994

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Liabilities, Equity and Other Credits				
Liabilities				
Accounts payable	\$ 566,851	\$ 3,762,309	\$ -	\$ 2,345,251
Salaries payable	717,844	716,858	-	-
Compensated absences payable	261,136	324,090	-	-
Deferred compensation payable	-	-	-	-
Claims payable	-	-	-	-
Unapportioned taxes payable	-	-	-	-
Due to other funds	5,803	66,040	-	17,274
Interfund payable	-	215,276	1,647	-
Due to other governments	122,863	6,413,793	-	30,000
Deferred revenue	2,372,654	7,289,099	50,943	45,033
Capital leases payable	-	-	-	-
Payable from restricted assets				
Due to other governments	-	-	-	-
Accrued interest payable	-	-	-	-
Deferred revenue	-	-	-	-
Bonds payable	-	-	-	-
General obligation capital notes payable	-	-	-	-
Compensated absences payable	-	-	-	-
Loans payable	-	-	-	-
Claims payable	-	-	-	-
Capital leases payable	-	-	-	-
General obligation bonds	-	-	-	-
General obligation revenue bonds payable	-	-	-	-
Customer deposits	-	-	-	-
Closure and post-closure liabilities	-	-	-	-
Tax lease obligations payable	-	-	-	-
Total Liabilities	\$ 4,047,151	\$ 18,787,465	\$ 52,590	\$ 2,437,558

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

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
\$ 658,229	\$ 454,481	\$ 467,976	\$ -	\$ -	\$ 8,255,097
378,429	88,792	400,121	-	-	2,302,044
742,173	240,409	16,488	-	-	1,584,296
-	-	30,981,267	-	-	30,981,267
-	3,148,818	-	-	-	3,148,818
-	-	1,020,191	-	-	1,020,191
-	-	-	-	-	89,117
1,648,258	-	57,999	-	-	1,923,180
198,741	120,933	19,013,391	-	60,000	25,959,721
282,538	100,593	6,311,796	-	-	16,452,656
-	14,689	-	-	-	14,689
1,375,544	-	-	-	-	1,375,544
60,272	-	-	-	-	60,272
49,242	-	-	-	-	49,242
1,745,414	-	-	-	-	1,745,414
-	-	-	-	2,035,000	2,035,000
2,374,232	1,199,742	-	-	23,494,750	27,068,724
-	-	-	-	31,393	31,393
-	2,648,562	-	-	-	2,648,562
-	33,978	-	-	5,048,191	5,082,169
-	-	-	-	905,000	905,000
11,716,399	-	-	-	-	11,716,399
21,025	-	-	-	-	21,025
366,140	-	-	-	-	366,140
-	-	-	-	14,635,000	14,635,000
<u>\$ 21,616,636</u>	<u>\$ 8,050,997</u>	<u>\$ 58,269,229</u>	<u>\$ -</u>	<u>\$ 46,209,334</u>	<u>\$ 159,470,960</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 1994

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Liabilities, Equity and Other Credits (continued)				
Equity and Other Credits				
Contributed capital	\$ -	\$ -	\$ -	\$ -
Investment in general fixed assets	-	-	-	-
Retained earnings				
Reserved for improvements	-	-	-	-
Reserved for capital acquisition	-	-	-	-
Reserved for post-closure	-	-	-	-
Unreserved	-	-	-	-
Fund Balance				
Reserved for change funds	23,205	16,000	-	-
Reserved for noncurrent loans	555,084	125,000	-	-
Reserved for conference fund	-	6,502	-	-
Reserved for economic development	328,900	-	-	-
Reserved for inventories	-	1,388,458	-	-
Reserved for encumbrances	132,383	1,202,983	-	-
Reserved for prepaid items	-	130,555	-	-
Reserved for health and welfare	593,695	804,596	-	-
Reserved for law library	60,560	-	-	-
Reserved for recorder's equipment	6,126	-	-	-
Reserved for foster care insurance	-	6,000	-	-
Reserved for senior citizens transportation	-	36,368	-	-
Reserved for unorganized town roads	-	10,712	-	-
Reserved for veterans credit	-	-	-	-
Unreserved				
Designated for debt service	-	2,035,000	-	-
Designated for capital outlay	-	518,525	-	-
Designated for parking	70,609	-	-	-
Designated for medical care	1,463,701	-	-	-
Designated for vested sick leave	150,430	276,565	-	-
Undesignated	9,843,320	5,102,445	693,130	3,547,226
Total Equity and Other Credits	\$ 13,228,013	\$ 11,659,709	\$ 693,130	\$ 3,547,226
Total Liabilities, Equity, and Other Credits	\$ 17,275,164	\$ 30,447,174	\$ 745,720	\$ 5,984,784

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

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Total (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
\$ 1,657,038	\$ 4,958,003	\$ -	\$ -	\$ -	\$ 6,615,041
-	-	-	91,813,242	-	91,813,242
1,571,055	-	-	-	-	1,571,055
-	49,952	-	-	-	49,952
945,736	-	-	-	-	945,736
7,325,042	9,291,004	-	-	-	16,616,046
-	-	-	-	-	39,205
-	-	-	-	-	680,084
-	-	-	-	-	6,502
-	-	-	-	-	328,900
-	-	-	-	-	1,388,458
-	-	274,775	-	-	1,610,141
-	-	-	-	-	130,555
-	-	55,567	-	-	1,453,858
-	-	-	-	-	60,560
-	-	-	-	-	6,126
-	-	-	-	-	6,000
-	-	-	-	-	36,368
-	-	-	-	-	10,712
-	-	15,000	-	-	15,000
-	-	-	-	-	2,035,000
-	-	-	-	-	518,525
-	-	-	-	-	70,609
-	-	-	-	-	1,463,701
-	-	10,302	-	-	437,297
-	-	2,849,174	-	-	22,035,295
<u>\$ 11,498,871</u>	<u>\$ 14,298,959</u>	<u>\$ 3,204,818</u>	<u>\$ 91,813,242</u>	<u>\$ -</u>	<u>\$ 149,943,968</u>
<u>\$ 33,115,507</u>	<u>\$ 22,349,956</u>	<u>\$ 61,474,047</u>	<u>\$ 91,813,242</u>	<u>\$ 46,209,334</u>	<u>\$ 309,414,928</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
YEAR ENDED DECEMBER 31, 1994

	Governmental Fund Types	
	General	Special Revenue
Revenues		
Taxes	\$ 27,000,907	\$ 36,885,805
Licenses and permits	110,108	15,040
Intergovernmental	10,980,980	76,829,446
Charges for services	5,057,798	1,904,215
Fines and forfeits	743,043	-
Interest on investments	2,082,043	-
Gifts and contributions	24,160	-
Land and timber sales	-	-
Miscellaneous	738,483	2,177,504
Total Revenues	\$ 46,737,522	\$ 117,812,010
Expenditures		
Current:		
General government	\$ 17,266,883	\$ -
Public safety	12,761,873	-
Highways and streets	-	32,635,505
Health	6,851,600	-
Welfare	99,600	72,674,710
Culture and recreation	648,506	-
Conservation of natural resources	580,694	-
Economic development	78,897	6,819,876
Capital Outlay:		
General government	346,747	-
Public safety	112,550	-
Highways and streets	-	2,905,073
Health	23,236	-
Welfare	-	87,256
Conservation of natural resources	8,470	-
Debt Service:		
Principal	78,870	195,563
Interest and fiscal charges	9,441	131,073
Intergovernmental:		
Public safety	5,255,775	-
Total Expenditures	\$ 44,123,142	\$ 115,449,056
Excess of Revenues Over (Under) Expenditures	\$ 2,614,380	\$ 2,362,954
Other Financing Sources (Uses)		
Operating transfers in	\$ 20,000	\$ -
Operating transfers out	(400,750)	(4,150,000)
Capital lease	771,431	274,232
Total Other Financing Sources (Uses)	\$ 390,681	\$ (3,875,768)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 3,005,061	\$ (1,512,814)
Fund Balance - January 1	10,222,952	12,884,315
Increase (decrease) in reserve for inventories	-	288,208
Fund Balance - December 31	\$ 13,228,013	\$ 11,659,709

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

Debt Service	Capital Projects	Fiduciary Fund Type Expendable Trust	Total (Memorandum Only)
\$ 907,810	\$ 375,511	\$ 737,701	\$ 65,907,734
-	-	-	125,148
299,626	118,339	116,489	88,344,880
-	-	12,687	6,974,700
-	-	-	743,043
562	380,613	4,659	2,467,877
-	-	-	24,160
-	-	3,476,211	3,476,211
-	-	590,154	3,506,141
<u>\$ 1,207,998</u>	<u>\$ 874,463</u>	<u>\$ 4,937,901</u>	<u>\$ 171,569,894</u>
\$ -	\$ -	\$ 211,336	\$ 17,478,219
-	-	63,745	12,825,618
-	-	-	32,635,505
-	-	-	6,851,600
-	-	-	72,774,310
-	-	-	648,506
-	-	4,126,153	4,706,847
-	-	-	6,898,773
-	962,339	-	1,309,086
-	8,551,702	-	8,664,252
-	820,601	-	3,725,674
-	-	-	23,236
-	-	-	87,256
-	-	-	8,470
4,095,000	30,000	-	4,399,433
1,310,943	-	-	1,451,457
-	-	-	5,255,775
<u>\$ 5,405,943</u>	<u>\$ 10,364,642</u>	<u>\$ 4,401,234</u>	<u>\$ 179,744,017</u>
\$ (4,197,945)	\$ (9,490,179)	\$ 536,667	\$ (8,174,123)
\$ 4,570,000	\$ 480,750	\$ -	\$ 5,070,750
-	(520,000)	(2,765,318)	(7,836,068)
-	-	-	1,045,663
<u>\$ 4,570,000</u>	<u>\$ (39,250)</u>	<u>\$ (2,765,318)</u>	<u>\$ (1,719,655)</u>
\$ 372,055	\$ (9,529,429)	\$ (2,228,651)	\$ (9,893,778)
321,075	13,076,655	5,433,469	41,938,466
-	-	-	288,208
<u>\$ 693,130</u>	<u>\$ 3,547,226</u>	<u>\$ 3,204,818</u>	<u>\$ 32,332,896</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL, SPECIAL REVENUE, AND DEBT SERVICE FUND TYPES
YEAR ENDED DECEMBER 31, 1994

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Taxes	\$ 26,801,009	\$ 27,000,907	\$ 199,898
Licenses and permits	107,530	110,108	2,578
Intergovernmental	11,354,018	10,980,980	(373,038)
Charges for services	6,218,457	5,057,798	(1,160,659)
Fines and forfeits	718,000	743,043	25,043
Interest on investments	1,502,000	2,082,043	580,043
Gifts and contributions	7,315	24,160	16,845
Miscellaneous	189,669	722,483	548,814
Total Revenues	\$ 46,897,998	\$ 46,737,522	\$ (160,476)
Expenditures			
Current:			
General government	\$ 17,718,071	\$ 17,228,611	\$ 489,460
Public safety	13,363,912	12,796,339	567,573
Highways and streets	-	-	-
Health	7,252,769	6,769,201	483,568
Welfare	195,000	99,600	95,400
Culture and recreation	699,444	648,506	50,938
Conservation of natural resources	744,812	586,257	158,555
Economic development	78,897	78,897	-
Capital outlay:			
General government	397,797	351,990	45,807
Public safety	94,635	91,343	3,292
Highway and streets	-	-	-
Health	54,372	23,650	30,722
Welfare	-	-	-
Conservation of natural resources	8,471	8,471	-
Debt service:			
Principal	78,870	78,870	-
Interest and fiscal charges	9,441	9,441	-
Intergovernmental:			
Public safety	5,255,775	5,255,775	-
Total Expenditures	\$ 45,952,266	\$ 44,026,951	\$ 1,925,315
Excess of Revenues Over (Under) Expenditures	\$ 945,732	\$ 2,710,571	\$ 1,764,839
Other Financing Sources (Uses)			
Operating transfers in	\$ 20,000	\$ 20,000	\$ -
Operating transfers out	(400,750)	(400,750)	-
Capital lease	-	771,431	771,431
Total Other Financing Sources (Uses)	\$ (380,750)	\$ 390,681	\$ 771,431
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 564,982	\$ 3,101,252	\$ 2,536,270
Adjustments-Note 1	-	(96,191)	(96,191)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses as Adjusted	\$ 564,982	\$ 3,005,061	\$ 2,440,079
Fund Balance - January 1	10,222,952	10,222,952	-
Increase (decrease) in reserve for inventories	-	-	-
Fund Balance - December 31	\$ 10,787,934	\$ 13,228,013	\$ 2,440,079

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

Special Revenue Funds			Debt Service Funds		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 36,812,568	\$ 36,885,805	\$ 73,237	\$ 981,192	\$ 907,810	\$ (73,382)
14,000	15,040	1,040	-	-	-
87,153,110	76,829,446	(10,323,664)	230,691	299,626	68,935
1,397,458	1,904,215	506,757	-	-	-
-	-	-	-	562	562
-	-	-	-	-	-
1,142,400	2,177,504	1,035,104	-	-	-
<u>\$ 126,519,536</u>	<u>\$ 117,812,010</u>	<u>\$ (8,707,526)</u>	<u>\$ 1,211,883</u>	<u>\$ 1,207,998</u>	<u>\$ (3,885)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
37,168,546	33,175,620	3,992,926	-	-	-
72,591,596	72,633,279	(41,683)	-	-	-
-	-	-	-	-	-
13,438,368	6,834,876	6,603,492	-	-	-
-	-	-	-	-	-
3,405,690	3,405,168	522	-	-	-
206,212	86,484	119,728	-	-	-
-	-	-	-	-	-
195,563	195,563	-	4,095,000	4,095,000	-
131,073	131,073	-	1,355,161	1,310,943	44,218
-	-	-	-	-	-
<u>\$ 127,137,048</u>	<u>\$ 116,462,063</u>	<u>\$ 10,674,985</u>	<u>\$ 5,450,161</u>	<u>\$ 5,405,943</u>	<u>\$ 44,218</u>
\$ (617,512)	\$ 1,349,947	\$ 1,967,459	\$ (4,238,278)	\$ (4,197,945)	\$ 40,333
\$ -	\$ -	\$ -	\$ 4,570,000	\$ 4,570,000	\$ -
(4,150,000)	(4,150,000)	-	-	-	-
-	274,232	274,232	-	-	-
<u>\$ (4,150,000)</u>	<u>\$ (3,875,768)</u>	<u>\$ 274,232</u>	<u>\$ 4,570,000</u>	<u>\$ 4,570,000</u>	<u>\$ -</u>
\$ (4,767,512)	\$ (2,525,821)	\$ 2,241,691	\$ 331,722	\$ 372,055	\$ 40,333
-	1,013,007	1,013,007	-	-	-
\$ (4,767,512)	\$ (1,512,814)	\$ 3,254,698	\$ 331,722	\$ 372,055	\$ 40,333
12,884,315	12,884,315	-	321,075	321,075	-
-	288,208	288,208	-	-	-
<u>\$ 8,116,803</u>	<u>\$ 11,659,709</u>	<u>\$ 3,542,906</u>	<u>\$ 652,797</u>	<u>\$ 693,130</u>	<u>\$ 40,333</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY TYPE FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total (Memorandum Only)</u>
Operating Revenues			
Charges for services	\$ 25,485,410	\$ 24,519,233	\$ 50,004,643
Licenses and permits	1,775	-	1,775
Other	270,073	365,760	635,833
Total Operating Revenues	<u>\$ 25,757,258</u>	<u>\$ 24,884,993</u>	<u>\$ 50,642,251</u>
Operating Expenses			
Personal services	\$ 15,664,482	\$ 3,997,278	\$ 19,661,760
Contractual services	6,786,520	13,575,717	20,362,237
Materials	2,058,960	1,423,459	3,482,419
Depreciation	776,833	1,081,308	1,858,141
Total Operating Expenses	<u>\$ 25,286,795</u>	<u>\$ 20,077,762</u>	<u>\$ 45,364,557</u>
Operating Income (Loss)	<u>\$ 470,463</u>	<u>\$ 4,807,231</u>	<u>\$ 5,277,694</u>
Nonoperating Revenues (Expenses)			
Taxes	\$ 1,475,527	\$ 954	\$ 1,476,481
Grants	598,333	-	598,333
Interest on investments	378,482	546,455	924,937
Interest expense	(795,640)	-	(795,640)
Amortization of bond discount	(35,796)	-	(35,796)
Disposition of fixed assets	-	32,114	32,114
Total Nonoperating Revenues (Expenses)	<u>\$ 1,620,906</u>	<u>\$ 579,523</u>	<u>\$ 2,200,429</u>
Net Income (Loss) Before Operating Transfers	<u>\$ 2,091,369</u>	<u>\$ 5,386,754</u>	<u>\$ 7,478,123</u>
Operating transfer in	2,765,318	-	2,765,318
Net Income (Loss)	<u>\$ 4,856,687</u>	<u>\$ 5,386,754</u>	<u>\$ 10,243,441</u>
Retained Earnings - January 1 - Restated	4,985,146	3,954,202	8,939,348
Retained Earnings - December 31	<u>\$ 9,841,833</u>	<u>\$ 9,340,956</u>	<u>\$ 19,182,789</u>

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

ST. LOUIS COUNTY, MINNESOTA
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
YEAR ENDED DECEMBER 31, 1994

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total (Memorandum Only)</u>
Cash Flows From Operating Activities			
Operating Income (Loss)	\$ 470,463	\$ 4,807,231	\$ 5,277,694
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities			
Depreciation	776,833	1,081,308	1,858,141
Changes in Assets and Liabilities			
(Increase) Decrease in accounts receivable	(236,807)	(120,430)	(357,237)
(Increase) Decrease in due from other funds	-	3	3
(Increase) Decrease in due from other governments	19,633	30,605	50,238
(Increase) Decrease in inventories	18,455	(55,253)	(36,798)
(Increase) Decrease in prepaid items	-	(4,209)	(4,209)
Increase (Decrease) in accounts payable	(518,750)	142,263	(376,487)
Increase (Decrease) in salaries payable	9,125	(765)	8,360
Increase (Decrease) in compensated absences payable	50,810	71,945	122,755
Increase (Decrease) in claims payable	-	(1,136,198)	(1,136,198)
Increase (Decrease) in closure liabilities	(1,003,464)	-	(1,003,464)
Increase (Decrease) in due to other governments	302,589	(9,573)	293,016
Increase (Decrease) in deferred revenue	(417,311)	(183)	(417,494)
Increase (Decrease) in customer deposits	1,525	-	1,525
Net Cash Provided by Operating Activities	<u>\$ (526,899)</u>	<u>\$ 4,806,744</u>	<u>\$ 4,279,845</u>
Cash Flows From Noncapital Financing Activities			
Proceeds from taxes	\$ 1,499,942	\$ 1,462	\$ 1,501,404
Proceeds from grants	595,567	-	595,567
Operating transfer in	2,765,318	-	2,765,318
Payments of interfund loan	(177,813)	-	(177,813)
Proceeds from interfund loan	1,648,258	-	1,648,258
Net Cash Provided by Noncapital Financing Activities	<u>\$ 6,331,272</u>	<u>\$ 1,462</u>	<u>\$ 6,332,734</u>
Cash Flows From Capital and Related Financing Activities			
Acquisition of capital assets	\$ (550,941)	\$ (1,136,437)	\$ (1,687,378)
Debt service interest received	586	-	586
Principal paid on bonds	(1,505,000)	-	(1,505,000)
Interest paid on bonds	(938,845)	-	(938,845)
Payments of capital leases	-	(26,360)	(26,360)
Proceeds from contributions	-	308,552	308,552
Proceeds from sale of equipment	-	76,613	76,613
Net Cash Provided by Capital and Related Financing Activities	<u>\$ (2,994,200)</u>	<u>\$ (777,632)</u>	<u>\$ (3,771,832)</u>
Cash Flows From Investing Activities			
Purchase of investments	\$ (1,004,556)	\$ (52,939,127)	\$ (53,943,683)
Sale of investments	1,006,298	47,894,974	48,901,272
Interest on investments	377,385	431,638	809,023
Net Cash Provided by Investing Activities	<u>\$ 379,127</u>	<u>\$ (4,612,515)</u>	<u>\$ (4,233,388)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>\$ 3,189,300</u>	<u>\$ (581,941)</u>	<u>\$ 2,607,359</u>
Cash and Cash Equivalents - January 1	6,356,405	3,420,336	9,776,741
Cash and Cash Equivalents - December 31	<u>\$ 9,545,705</u>	<u>\$ 2,838,395</u>	<u>\$ 12,384,100</u>

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

St. Louis County, Minnesota

Reader's notes:

**NOTES TO THE
FINANCIAL STATEMENTS**

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

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St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Note 1. Summary of Significant Accounting Policies

The financial reporting policies of St. Louis County conform to generally accepted accounting principles. The following is a summary of significant policies.

A. Financial Reporting Entity

St. Louis County was established March 1, 1856 as an organized county having powers, duties, and privileges granted counties by Minn. Stat. §373 (1994). The County is governed by a seven-member Board of Commissioners elected from districts within the County. A County Administrator is appointed by the County Board. The board is organized with a chair and vice-chair elected at the annual meeting in January of each year. The County Auditor, elected on a county-wide basis, serves as the Clerk of the Board of Commissioners but has no voting privileges.

As a result of applying the Governmental Accounting Standards Board (GASB) Statement 14 criteria for determining the reporting entity, the following organization has been included in the County's financial statements:

St. Louis County Housing and Redevelopment Authority (Blended Component Unit)

The St. Louis County Housing and Redevelopment Authority is headed by a Board comprised all of the members of the St. Louis County Board of Commissioners. It was established for the purpose of conducting housing and economic development services for St. Louis County. The County Administrator is the Executive Director of the Authority. The Authority follows the same accounting policies as the County and has no employees. A tax is levied by the Authority, subject to a maximum amount established by the County Board, on certain areas within the

County to help support the activities of the Authority.

B. Basis of Presentation - Fund Accounting

The accounts of St. Louis County are organized on the basis of funds and account groups, each of which is considered a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate.

The various funds are grouped, in the financial statements in this report, into seven generic fund types, three broad fund categories, and two account groups. A description of the fund types and account groups used by the County is:

Governmental Funds

General Fund - The General Fund is the County's general operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of long-term debt principal, interest, and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Proprietary Funds

Enterprise Funds - Enterprise Funds are used to account for operations (a) 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; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

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

Fiduciary Funds

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust and Agency Funds. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups

General Fixed Assets Account Group - The General Fixed Assets Account Group is used to account for the County's fixed assets, other than those accounted for in the proprietary funds. General fixed assets of a public domain or an "infrastructure" nature are not capitalized.

General Long-Term Debt Account Group - The General Long-Term Debt Account Group is used to account for the County's long-term debt that is backed by the County's full faith and credit, other than that accounted for in the proprietary funds.

C. Measurement Focus

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds and expendable trust funds are accounted for on a spending or "current financial resources flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources".

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

Purchased fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used, however, to indicate that they should not be considered "available spendable resources" since they do not represent net current assets. Recognition of governmental fund revenues represented by noncurrent receivables is deferred until they become current receivables.

Special reporting treatments are also applied to governmental fund inventories to indicate that they do not represent "available spendable resources", even though they are a component of net current assets. Such amounts are offset by fund balance reserve accounts.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

All proprietary funds are accounted for on a capital maintenance, cost of services measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets.

Depreciation has been provided over the estimated useful life using the straight-line method. The estimated useful lives are:

Building and structures	50 years
Improvements other than buildings	10 - 20 years
Machinery and equipment	5 - 20 years
Vehicles	5 years

D. Basis of Accounting

Basis of accounting refers to the time at which 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.

Governmental and expendable trust and agency funds are accounted for using the modified accrual basis of accounting. Revenues are recognized when they become measurable and available, "susceptible to accrual." Available means collectible within the current period or soon enough thereafter to pay current liabilities.

Ad valorem property tax revenue is recognized in compliance with the National Council on Governmental Accounting (NCGA) Interpretation 3, Revenue Recognition-Property Taxes, adopted by the Government Accounting Standards Board (GASB). This interpretation states that "property tax revenue is recorded when it becomes available. Available means when due, or past due and receivable within the current period and collected within the current period, or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Such time thereafter shall not exceed sixty days."

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

In applying the "susceptible to accrual" concept to intergovernmental revenues (grants, subsidies, and shared revenues), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, the monies must be expended for the specific purpose or project before any amounts will be paid to the County; therefore, revenues are recognized based upon the expenditures/expenses recorded. In the other, monies are virtually unrestricted as to purpose of expenditure/expense and nearly irrevocable; i.e., revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if they meet the criterion of availability. Intergovernmental revenues received but not earned are recorded as deferred revenue. Other revenues susceptible to accrual are investment earnings and charges for services.

Licenses, fines, penalties, and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received.

Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for debt service, and other long-term obligations which are recognized when paid. The current portion of compensated absences are recognized as fund liabilities. Non-current earned but unpaid vacation, vested sick leave, and unvested sick leave likely to become vested, are shown in the General Long-Term Debt Account Group.

Proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and

their expenses, including compensated absences, are recognized when they are incurred. Pursuant to Governmental Accounting Standards Board Statement No. 20, the Authority has elected not to apply accounting standards issued after November 30, 1989, by the Financial Accounting Standards Board.

E. Budgetary Data

General Budget Policies

The County is required by Minn. Stat. §383C (1994), to adopt a budget for all governmental funds. The General, Special Revenue and Debt Service Funds' budgets are prepared on the modified accrual basis of accounting plus encumbrances. The legal level of control is by department.

Capital Projects Funds have budgets which are approved at the time the project is authorized and overlap fiscal years. These budget periods are not consistent with the method of financial reporting; therefore, comparisons between the results of operations and budgets in these funds are not relevant and are not presented.

Procedure for Preparing the Annual Budget

1. Early each year, the County Administrator meets with his budget staff to discuss preparations for next year's budget. A basic budget strategy is developed at that time, based on guidelines and policies established by the County Board.
2. Budget request forms are sent out to each department. Included is a memo from the County Administrator highlighting basic guidelines for preparing budget requests.

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3. All departments submit preliminary estimates of their requested appropriations and revenues by the end of May. These figures are used to determine what proper tax level would be necessary to meet departmental requests, and to determine the amount of levy adjustments that the County Administrator will need to make at the preliminary budget hearings in order to meet goals established by the County Board.
4. Preliminary budget hearings are held by the County Administrator with each department. These hearings begin about mid-June and last until about mid-July.
5. The County Administrator's recommended budget is given to the County Board prior to September 15, in order to certify the proposed property tax levy to the County Auditor as required by law.
6. The County Board holds formal public hearings on the proposed budget, and adopts the final budget on or before December 28.

Budgets can be amended during the year by the County Board. Supplemental appropriations are reviewed by the County Administrator's office and submitted to the County Board for their review and approval. If approved, they are implemented by the Auditor's Office by budget revision. Supplemental appropriations could be required because of several factors. These include the awarding of state and federal grants during the year and to provide funding for unanticipated program requirements. Supplemental appropriations were necessary

during the year. The effect of these amendments was an increase in budgeted County funds of \$6,295,528. Each department head has control over the individual department and may overspend line items so long as the total departmental expenditures do not exceed the total departmental appropriation. No public aid assistance may be used for operations, and the budgeted number of personnel for each department may not be exceeded at any time. All appropriations, except those in Capital Projects Funds, which are not expended, encumbered, or reserved, lapse at year-end.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, capital reserves, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and provide authority for the carryover of appropriations to the subsequent year in order to complete these transactions.

Budget Basis of Accounting

Budgets for the General, Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except that encumbrances are treated as budgeted expenditures in the year in which the commitment to purchase is incurred. Budget to actual comparisons in this report are on this budgetary basis.

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Adjustments necessary to convert actual expenditures reported on the budgetary basis on Exhibit III to the GAAP basis as reported on Exhibit II are:

	(Amounts in Dollars)				
	<u>Reserved for Encumbrances 12-31-94</u>	<u>Expenditures in 1994 from 1993 Encumbrances</u>	<u>Total Exhibit III Adjustment</u>	<u>Exhibit III Expenditures</u>	<u>Exhibit II Expenditures</u>
General Fund	<u>(132,383)</u>	<u>228,574</u>	<u>96,191</u>	<u>44,026,951</u>	<u>44,123,142</u>
Special Revenue					
Babbitt Facility	-	-	-	43,822	43,822
County Housing Authority	(15,000)	-	(15,000)	68,428	53,428
Community Development Block Grant	-	-	-	6,136,888	6,136,888
Northeast Minnesota Housing Consortium	-	-	-	585,738	585,738
Road and Bridge	(1,176,356)	136,146	(1,040,210)	36,580,788	35,540,578
Social Services	<u>(11,627)</u>	<u>53,830</u>	<u>42,203</u>	<u>73,046,399</u>	<u>73,088,602</u>
Total Special Revenue Funds	<u>(1,202,983)</u>	<u>189,976</u>	<u>(1,013,007)</u>	<u>116,462,063</u>	<u>115,449,056</u>

St. Louis County, Minnesota
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F. Accounting Changes

Fund Restatements

As a result of applying Governmental Accounting Standards Board (GASB) Statement 16 Accounting for Compensated Absences, St. Louis County restated retained earnings in the proprietary fund types. Also as a result of applying GASB Statement 16, the General Long Term Debt Account Group Compensated Absences Payable at January 1, 1994 was increased by \$11,487,020.

As a result of applying GASB Statement 18 Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, St. Louis County restated retained earnings in the Solid Waste Management Enterprise Fund.

(Amounts in Dollars)

	Retained Earnings January 1, 1994 as Previously Reported	Understated Compensated Absences	Understated Liabilities	Retained Earnings January 1, 1994 as Restated
Enterprise Funds				
Chris Jensen	4,096,649	(823,447)	-	3,273,202
Nopeming	2,776,872	(706,258)	-	2,070,614
Solid Waste Management	2,130,221	(1,301)	(2,487,590)	(358,670)
Total Enterprise Funds	9,003,742	(1,531,006)	(2,487,590)	4,985,146
Internal Service Funds				
Community Food	541,334	(38,139)	-	503,195
Laundry	172,832	(113,361)	-	59,471
Supervised Living Facilities	36,098	(113,642)	-	(77,544)
Printing	308,031	(62,983)	-	245,048
County Garage	(1,292,882)	(70,750)	-	(1,363,632)
County Insurance	4,016,507	-	-	4,016,507
Management Information Systems	234,978	(453,090)	-	(218,112)
Telecommunications	789,269	-	-	789,269
Total Internal Service Funds	4,806,167	(851,965)	-	3,954,202

Account Reclassifications

Several account balances were reclassified as of and for the year ended December 31, 1993, as previously reported. These reclassifications which did not require a restatement of fund balance and retained earnings, were required for comparability to the financial statements as of and for the year ended December 31, 1994. Although comparative statements for 1993 are not presented here, these reclassifications must be considered when comparing the financial statements of this report with those of prior reports.

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Notes to the Financial Statements
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G. Assets, Liabilities, and Equity Accounts

Assets

Cash and Cash Equivalents

Available cash balances from all funds are pooled and invested in accordance with Minnesota State Statutes. Each fund's share of the pool is shown on the financial statements as "Cash and Cash Equivalents." For proprietary fund-type statement of cash flows, all change funds and all highly liquid investments (including restricted assets) with a maturity of 3 months or less when purchased, are considered to be cash equivalents. Investments are stated at cost, except for the Deferred Compensation Agency Fund investments which are stated at market value.

Property Taxes

In September of each year the County Board certifies a proposed property tax levy to the County Auditor. Notices of proposed taxes are mailed to taxpayers informing them of the proposed tax on their property and of the time and location of a meeting at which the final property tax levy will be established by the Board of County Commissioners. Subsequent to that meeting but within five business days of December 20 the Board certifies to the County Auditor, the final property tax levy, which generally cannot exceed the proposed levy.

The tax levy is spread on all taxable property based on the value of the property on the assessment date. At the time the taxes are spread they become a lien on the property as of the assessment date, although they do not become due and payable until the subsequent January 1. For the most part, taxpayers are allowed to pay the taxes in two equal installments on or before May 15 and October 15 without penalty. Revenues are accrued and recognized in the year collectable, net of delinquencies. Taxes

which remain unpaid at December 31 are delinquent. Collections within sixty days after year-end are recognized as revenue and the balance offset by deferred revenue.

Inventories

Road and Bridge Special Revenue Fund inventories consist of expendable supplies held for consumption and are valued at cost using the moving average method. Inventoried items are recorded as expenditures at the time that they are purchased. The reported inventories are offset by a reserve of fund balance to indicate that they do not constitute available spendable resources.

The enterprise funds' inventories consist of expendable supplies held for consumption and are recorded as an expense when used. Internal service funds' inventories consist of items for resale and consumption and are recorded as an expense when sold or used. Inventories are priced at the lower of cost or market on a first-in, first-out basis.

Liabilities

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. Long-term liabilities of all proprietary funds are accounted for in the respective funds.

Under the County's personnel policies and union contracts, County employees are granted vacation and sick leave in varying amounts based on length of service. Vacation leave accrual varies from 3.75 to 10.25 hours per biweekly pay period. Sick leave accrual is from 3.5 to 5.75 hours per biweekly pay period.

Unused accumulated vacation is paid to employees. Vested sick leave is paid to employees at retirement or is used for the payment of employees' health insurance coverage during their retirement. Vacation,

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vested sick leave, and unvested sick leave likely to become vested, are recognized as liabilities in the proprietary funds. The current portion of unused vacation is recognized as a fund liability in the governmental funds. The non-current unused vacation, vested sick leave, and unvested sick leave likely to become vested, are recognized in the General Long-Term Debt Account Group. The sick leave amounts which are necessary for insurance coverage for those employees who have retired to-date are reported as reservations of fund balance; i.e., reserved for health and welfare, in the appropriate funds. Fund balance in the governmental funds is designated for a portion of the funds' vested sick leave liability. Unvested sick leave of \$9,573,392 at December 31, 1994, is available to employees in the event of illness-related absences and is not reported in the financial statements.

In accordance with Governmental Accounting Standards Board's Statement No. 18, Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs, the County has accrued liabilities for future closure and postclosure costs associated with future closing of its Regional Landfill.

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of the balance sheet date. The \$366,140 reported on the Solid Waste Management Enterprise Fund Balance Sheet as landfill closure and postclosure liability at December 31, 1994 represents the following:

Postclosure liability	\$202,844
This is the liability based on the use of 6.31% of the capacity of the new Regional Landfill.	
Closure liability	\$163,296
This is the liability for closure costs for the new Regional Landfill. It is based on the use of 6.31% of the capacity of the landfill.	

The County will recognize the remaining costs of closure and postclosure care of \$5,359,160 as the remaining estimated capacity of the Regional Landfill is filled. The amounts are based on what it would cost to perform all closure and postclosure care in 1994. The County expects the landfill to be closed in 2013 or later. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to make annual contributions to a restricted account to finance closure and postclosure care. The County is in compliance with these requirements, and at December 31, 1994 restricted assets of \$237,153 are included in the amount shown on the Solid Waste Management Enterprise Fund balance sheet as Financial Assurance Restricted Assets - Cash and cash equivalents.

Financial assurance fund contributions necessary to accumulate these funds will be generated from service fees and tipping fees on solid waste, as well as from funds generated from the Greater Minnesota Landfill Cleanup fee. This fee is \$2.00 per cubic yard on solid waste dumped at the landfill.

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Notes to the Financial Statements
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Equity

Equity is divided into sections:

Contributed Capital accounts indicate permanent fund capital contributed to the Proprietary Funds.

Investment in General Fixed Assets account represents the County's equity in general fixed assets.

Retained Earnings accounts are subdivided:

Reserved Retained Earnings accounts indicate that portion of fund equity which has been legally segregated for specific purposes.

Unreserved Retained Earnings accounts indicate the accumulated earnings that may be available for expensing in future periods.

Fund Balance accounts are subdivided:

Reserved Fund Balance accounts indicate that portion of fund equity which has been legally segregated for specific purposes.

Unreserved Designated Fund Balance accounts indicate that portion of fund equity that the County has tentatively set aside for future use.

Unreserved Undesignated Fund Balance accounts indicate that portion of fund equity which is available for budgeting and expending in future periods.

H. Total Columns on Combined Statements

Total columns on combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations, or cash flows, in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation, because interfund eliminations have not been made in the aggregation of the data.

I. Federal Audit Requirements

The Single Audit Act of 1984 requires the County to have a single, independent audit of its financial operations, including compliance with certain provisions of federal law and regulations. This audit requirement was complied with for fiscal year ended December 31, 1994; the auditor's reports on compliance and internal accounting control will be issued separately.

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Notes to the Financial Statements
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Note 2. Stewardship, Compliance and Accountability

A. Deficit Retained Earnings

The following funds had deficit retained earnings at December 31, 1994:

Supervised Living Facilities Internal Services Fund	\$ 37,642
County Garage Internal Service Fund	1,521,094
Management Information Systems Internal Services	81,353

The Supervised Living Facilities and Management Information Systems deficit retained earnings are expected to improve since restatements for compensated absences payable created the deficits. The County expects that enhanced fleet management and appropriate fee schedules will decrease the deficit retained earnings in the County Garage Internal Service Fund in future years.

B. Uncollateralized Deposits

Statutes require collateral computed at its market value to be at least ten percent more than the amount on deposit. At October 31, and again December 31, 1994, there was insufficient collateral to cover deposits.

Note 3. Detailed Notes on all Funds and Account Groups

A. Assets

Deposits and Investments

Deposits

Minn. Stat. §118.005 (1994) authorizes the County to deposit its cash and to invest in certificates of deposit in financial institutions designated by the County Board. At December 31, 1994, County deposits totaled \$32,159,801, of which \$5,049,526 were cash deposits and \$27,110,275 was invested in certificates of deposit.

Following is a summary of the deposits covered by insurance or collateral at December 31, 1994:

	(Amounts in Dollars)	
	Bank Balances	Carrying Amounts
Covered Deposits		
Insured or collateralized with securities held by the County or its agent in the County's name	515,444	515,444
Collateralized with securities held by the pledging financial institution's trust department or agent in the County's name	33,424,041	31,644,357
Uncollateralized	2,134,366	-
Total Deposits	36,073,851	32,159,801

St. Louis County, Minnesota
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Investments

Minn. Stat. §475.66 (1994) authorizes the following:

Safekeeping Options and Requirements:

Investments may be held in safekeeping with:

1. any federal reserve bank;
2. any bank authorized under the laws of the United States or any state to exercise corporate trust powers, including but not limited to the bank from which the investment is purchased;
3. a primary reporting dealer in United States government securities to the Federal Reserve Bank of New York; or
4. a securities broker-dealer as described in Mn. Stat. §475.66 (1) (1994), provided that the municipality's ownership of all securities in which the fund is invested is evidenced by written acknowledgements identifying the securities by the names of issuers, maturity dates, interest rates, and serial numbers or other distinguishing marks.

Type of securities available to the County for investment:

1. governmental bonds, notes, bills, mortgages, and other securities which are direct obligations or are insured issues of the United States, its agencies, its instrumentalities, or organizations created by an act of Congress, excluding mortgage-backed securities that are defined as high risk pursuant to Subd. 5, or in certificates of deposit secured by letters of credit issued by federal home loan banks;
2. shares of an investment company (a) registered under the Federal Investment Company Act of 1940, whose shares are registered under the Federal Securities

Act of 1933; and (b) whose only investments are in securities described as shown in (i) securities described above, except that mortgage-backed securities defined as high risk pursuant to Subd. 5 do not apply to mortgage-backed securities in the portfolio of an investment company, (ii) general obligation tax-exempt securities rated A or better by a national bond rating service, and (iii) repurchase agreements or reverse repurchase agreements fully collateralized by those securities, if the repurchase agreements or reverse repurchase agreements are entered into only with those primary reporting dealers that report to the Federal Reserve Bank of New York and with the 100 largest United States commercial banks;

3. any security which is (a) a general obligation of the State of Minnesota or any of its municipalities or (b) general obligations of other state and local governments with taxing powers which are rated A or better by a national bond rating service, or (c) a general obligation of the Minnesota Housing Finance Agency, or (d) a general obligation of a housing finance agency of any state if it includes a moral obligation of the state, or (e) a general or revenue obligation of any agency or authority of the State of Minnesota other than a general obligation of the Minnesota Housing Finance Agency. Investments under clauses (c) and (d) must be in obligations that are rated A or better by a national bond rating service and investments under clause (e) must be in obligations that are rated AA or better by a national bond rating service;
4. bankers' acceptances of United States banks eligible for purchase by the Federal Reserve System;
5. commercial paper issued by United States corporations or their Canadian subsidiaries that is the highest quality and matures in 270 days or less;

St. Louis County, Minnesota
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6. guaranteed investment contracts issued or guaranteed by United States commercial banks or domestic branches of foreign banks or United States insurance companies or their Canadian or United States subsidiaries; provided that the investment contracts rank on a parity with senior unsecured debt obligations of the issuer or guarantor and, (a), in the case of long-term investment contracts, either (i) the long-term senior unsecured debt of the issuer or guarantor is rated, or obligations backed by letters of credit of the issuer or guarantor if forming the primary basis of a rating of such obligations would be rated, in the highest or next highest rating category of Standard & Poor's Corporation, Moody's Investors Service, Inc., or a similar nationally recognized rating agency, or (ii) if the issuer is a bank with headquarters in Minnesota, the long-term senior unsecured debt of the issuer is rated, or obligations backed by letters of credit of the issuer if forming the primary basis of a rating of such obligations would be rated in one of the three highest rating categories of Standard & Poor's Corporation, Moody's Investors Service, Inc., or similar nationally recognized rating

agency, or (b) in the case of short-term investment contracts, the short-term unsecured debt of the issuer or guarantor is rated, or obligations backed by letters of credit of the issuer or guarantor if forming the primary basis of a rating of such obligations would be rated, in the highest two rating categories of Standard and Poor's Corporation, Moody's Investors Service, Inc., or similar nationally recognized rating agency.

Three levels of custodial credit risk for securities are defined by generally accepted accounting principles.

- (1) securities that are insured or registered, or for which the securities are held by the County or its agent in the County's name;
- (2) securities that are uninsured and unregistered and are held by the counter party's trust department or agent in the County's name; and
- (3) securities that are uninsured and unregistered and are held by the counter party, or by its trust department or agent, but not in the County's name.

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Following is a summary of the carrying values of the County's securities, categorized into the aforementioned levels of risk, along with the market values of the securities, at December 31, 1994.

(Amounts in Dollars)					
	(1)	Category (2)	(3)	Carrying Amount	Market Value
Investments					
U.S. Government securities	55,221	41,544,546	2,848,193	44,447,960	44,923,658
Add:					
Investments held by Trustees for deferred compensation				30,981,267	30,981,267
Deposits				32,159,801	32,159,801
Cash on hand				1,359,501	1,359,501
Total				108,948,529	109,424,227

Detail as shown on Combined Balance Sheet:

Current Assets:	
Cash and cash equivalents	39,629,618
Investments	32,470,738
Employee contributions	30,981,267
Restricted assets:	
Improvements	
Cash and cash equivalents	271,129
Debt Service:	
Cash and cash equivalents	189,151
Assets held by escrow agent	2,848,193
Financial Assurance:	
Cash and Cash Equivalents	2,558,433
Total	108,948,529

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The following is a reconciliation of the carrying amount of the cash and cash equivalents account and the equity in the pool by fund.

	(Amounts in Dollars)	
	Equity in Pool	Advances
General Fund	10,545,918	
Special Revenue Funds		
Babbitt Facility	174,152	
County Housing Authority	196,740	
Community Development Block Grant		(188,553)
Northeast Minnesota Housing Consortium		(26,723)
Road & Bridge	6,075,498	
Social Services	3,668,996	
Debt Service Funds		
Babbitt Facility Refunding		(1,647)
Capital Equipment Notes	7,927	
Corrections Facilities Bond	600,954	
Capital Projects Funds	1,742,106	
Enterprise Funds		
Chris Jensen	149,348	(1,518,686)
Nopeming	75,014	(129,572)
Solid Waste Management	9,321,343	
Internal Service Funds	2,838,395	
Trust and Agency Funds		
Trust Funds	3,306,067	
Agency Funds		
State of Minnesota	360,735	
Beer-Auctioneer Licenses	75	
Cities and Towns	74,896	
Game and Fish License	138,869	
Bid Deposits	12,850	
Taxes and Penalties	2,491,704	
Payroll Deductions	1,098,541	
Series EE Savings Bond	6,122	
Canceled Check	36,031	
Assault Fees	948	
Arrowhead Regional Corrections	1,278,332	
Community Health Services		(57,999)
Regional Railroad Authority	363,507	
Northern Counties Land Use Board	6,443	
	44,571,511	
Total Equity		
Less: Advances		(1,923,180)
Total	42,648,331	

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Title IV-D Accounts Receivable

Estimated accounts receivable from individuals for child support payments that relate to recovery of payment made under the Aid to Families with Dependent Children (AFDC) Program, are approximately \$3,624,005. The amount of unrecorded revenues due the County at December 31, 1994, is not significant because the amount would be offset by a significant allowance for uncollectibles and a percentage of actual collections would be payable to State and Federal agencies and others. This is not shown in the financial statements.

Under the law, funds received are payable to State and Federal agencies and others (based on specific reimbursement percentages), with the remainder (approximately 12 percent for 1994) due to the Social Services Special Revenue Fund.

Loans Receivable

The noncurrent portion of a loan receivable from the St. Louis County Heritage and Arts Center is \$555,084 and is equally offset by a fund balance reserved for noncurrent loans account to indicate that it should not be considered "available spendable resources," since it does not represent current assets. The loan is accounted for in the General Fund. The repayment schedule calls for \$15,000 annual payments and is interest-free.

A loan receivable from the South St. Louis County Soil and Water Conservation District is \$12,000. The loan is accounted for in the General Fund. The interest-free loan is to be repaid prior to December 31, 1995.

The noncurrent portion of a loan receivable from the Duluth Lighthouse for the Blind is \$71,033 and is equally offset by deferred

revenue. The repayment schedule calls for monthly payments of \$3,773.16 through August, 1996. The receivable is accounted for in the General Fund and is valued at its discounted amount. The receivable arises from a State of Minnesota grant and loan to St. Louis County. The funds are passed on to the Duluth Lighthouse for the Blind as a loan from the County. All payments made by the Lighthouse must be repaid by the County to the State.

The noncurrent portion of a second loan receivable from the Duluth Lighthouse for the Blind is \$187,502 and is equally offset by deferred revenue. The repayment schedule calls for fifty-nine monthly payments of \$1,041.67 beginning March 1, 1991, with a balloon payment of \$188,541.47 due February 1, 1996. The loan is interest free and is accounted for in the General Fund. It is carried at its present value, discounted at 7.2%. The receivable arises from a State of Minnesota grant to St. Louis County. The funds are passed on to the Duluth Lighthouse for the Blind as a loan from the County. The first \$100,000 which the County recovers from the Lighthouse does not require repayment to the State; the County must instead use the money for economic development. After \$100,000 has been recovered by the County, all subsequent payments by the Lighthouse must be repaid to the State.

The noncurrent portion of a loan receivable from Luigino's, Inc. is \$178,789 and is equally offset by deferred revenue. The repayment schedule calls for monthly payments of \$5,952 through April, 1997. The loan is interest free and is accounted for in the General Fund. It is carried at its present value, discounted at 6%. The receivable arises from a State of Minnesota grant to St. Louis County. All payments by Luigino's must be repaid by the County to the State.

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The noncurrent portion of a loan receivable from Improvement Limited Partnership is \$108,007 plus accrued interest of \$1,800 and is equally offset by deferred revenue. The loan bears interest at four percent and is valued at its discounted amount. The receivable arises from a State of Minnesota grant and loan to St. Louis County and is accounted for in the General Fund. The first \$100,000 plus interest which the County recovers from Improvement Limited Partnership does not require repayment to the State; the County must instead use the money for economic development. After \$100,000 plus interest has been recovered by the County, all subsequent payments by Improvement Limited Partnership must be repaid to the State.

The noncurrent portion of a second loan receivable from Improvement Limited Partnership is \$118,580 plus accrued interest of \$1,976 and is equally offset by a fund balance reserved for economic development. The loan bears interest at four percent and is valued at its discounted amount and accounted for in the General Fund. The repayment schedule calls for 10 semi-annual payments of \$5,581 beginning in August 1993 and a balloon payment of \$96,612 due August 1998. The repayment to the County will be used for economic development.

The noncurrent portion of a loan receivable from Pittman Engineering and Manufacturing Company (PEMCO) is \$347,851 plus accrued interest of \$870 and is equally offset by deferred revenue. The loan bears interest at three percent and is valued at its discounted amount and accounted for in the General

Fund. The receivable arises from a State of Minnesota grant and loan to St. Louis County. The first \$100,000 plus interest which the County recovers from PEMCO does not require repayment to the State, the County must instead use the money for economic development. After \$100,000 plus interest has been recovered by the County, all subsequent payments by PEMCO must be repaid to the State.

The noncurrent portion of a loan receivable from Schott Powers Systems, Inc. is \$78,897 plus accrued interest of \$263 and is equally offset by deferred revenue. The receivable arises from a State of Minnesota grant to St. Louis County. The loan bears interest at four percent and is valued at its discounted amount and accounted for in the General Fund. The repayment schedule calls for quarterly interest payments beginning in September, 1994 and a balloon payment of \$79,260 due July, 2001. The repayment to the County will be used for economic development.

The noncurrent portion of a loan receivable from Meadowlands Affordable Housing Limited Partnership is \$125,000 and is equally offset by a reserve for non-current loans. Payments must be made starting December 3, 2009. The previous year's interest is due at that time and at each December 3 following. The entire balance plus interest is due on December 3, 2023. The receivable is valued at its discounted amount and is accounted for in the County Housing Authority Fund.

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Due From Other Governments

The following amounts were due from other governments at December 31, 1994:

	(Amounts in Dollars)			
	Federal	State	Local - Other	Total
General Fund	20,349	1,858,309	166,487	2,045,145
Special Revenue Funds				
Community Development				
Block Grant	996,025	-	-	996,025
Northeast Minnesota Housing Consortium	141,047	-	-	141,047
Road and Bridge	416	5,297,710	78,615	5,376,741
Social Services	3,689,024	4,803,284	-	8,492,308
Total Special Revenue Funds	4,826,512	10,100,994	78,615	15,006,121
Debt Service Funds				
Babbitt Facility Refunding	-	5,572	-	5,572
Capital Equipment Notes	-	9,527	-	9,527
Correctional Facilities Bond	-	52,413	-	52,413
Total Debt Service Funds	-	67,512	-	67,512
Capital Projects Funds				
Buildings	-	26,762	-	26,762
Enterprise Funds				
Solid Waste Management	-	73,099	183,595	256,694
Internal Service Funds				
Community Food	-	-	37,341	37,341
Printing	-	1,900	1,603	3,503
County Garage	-	-	4,736	4,736
Management Information Systems	-	-	32	32
Telecommunications	-	113	-	113
Total Internal Service Funds	-	2,013	43,712	45,725
Agency Funds				
State of Minnesota	-	65,874	-	65,874
Arrowhead Regional Corrections	-	115,366	58,193	173,559
Community Health Services	-	447,850	-	447,850
Regional Railroad Authority	-	86,663	-	86,663
Total Agency Funds	-	715,753	58,193	773,946
Total	4,846,861	12,844,442	530,602	18,221,905

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Proprietary Fund Fixed Assets

A summary of proprietary fund fixed assets at December 31, 1994, is:

	(Amounts in Dollars)	
	Enterprise	Internal Service
Land	405,212	25,500
Buildings and Structures	11,384,318	1,749,449
Improvements other than buildings	5,775,448	-
Machinery and equipment	2,275,307	5,403,255
Vehicles	-	2,791,057
Construction-in-progress	27,410	-
Total	19,867,695	9,969,261
Less accumulated depreciation	(4,087,864)	(5,695,255)
Net Fixed Assets	15,779,831	4,274,006

Summary of Changes in General Fixed Assets

	(Amounts in Dollars)				
	Balance 1-1-94	Additions	Retirements	Assets Reclassified	Balance 12-31-94
Land	1,177,979	-	-	-	1,177,979
Buildings and structures	34,649,696	1,283,723	(28,480)	1,959,360	37,864,299
Machinery and equipment	9,642,438	734,827	(282,579)	-	10,094,686
Vehicles	27,112,511	2,950,216	(1,641,150)	-	28,421,577
Construction-in-progress	6,119,644	10,094,417	-	(1,959,360)	14,254,701
Total	78,702,268	15,063,183	(1,952,209)	-	91,813,242

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

B. Liabilities

Deferred Revenue

Deferred revenue consists of taxes that are not collected soon enough after year-end to pay liabilities of the current year, state and federal grants received but not yet earned, credit accounts receivable balances, and long-term receivables.

(Amounts in Dollars)					
	<u>Taxes</u>	<u>Grants</u>	<u>Accounts Receivable</u>	<u>Long-Term Receivables</u>	<u>Total</u>
General Fund	1,214,853	115,854	66,935	975,012	2,372,654
Special Revenue Funds					
County Housing Authority	8,853	-	-	-	8,853
Road and Bridge	607,677	4,251,865	-	49,747	4,909,289
Social Services	1,363,225	1,007,732	-	-	2,370,957
Total Special Revenue Funds	1,979,755	5,259,597	-	49,747	7,289,099
Debt Service Funds					
Babbitt Facility Refunding	4,858	-	-	-	4,858
Capital Equipment Notes	21,090	-	-	-	21,090
Correctional Facilities Bond	24,995	-	-	-	24,995
Total Debt Service Funds	50,943	-	-	-	50,943
Capital Projects Fund					
Buildings	45,033	-	-	-	45,033
Enterprise Funds					
Chris Jensen	36,252	-	177,421	-	213,673
Nopeming	23,190	-	30,049	-	53,239
Solid Waste Management	64,868	-	-	-	64,868
Total Enterprise Funds	124,310	-	207,470	-	331,780
Internal Service Funds					
Community Food	846	-	-	-	846
County Insurance	-	-	99,747	-	99,747
Total Internal Service Funds	846	-	99,747	-	100,593
Trust Funds					
Forfeited Tax Sale	-	-	-	6,240,473	6,240,473
Forest Resources	-	71,323	-	-	71,323
Total Trust Funds	-	71,323	-	6,240,473	6,311,796
Total All Funds	3,415,740	5,446,774	374,152	7,265,232	16,501,898

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Deferred Compensation

The County has made available to all of its employees and officers, deferred compensation plans through seven companies or agencies. Created in accordance with Internal Revenue Code Section 457, these plans permit the employees 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.

All funds and assets, together with interest accumulations and investments of the deferred compensation plans remain an asset of the employer and are subject to the

employer's ownership until the participating employee's equity in the funds or assets is distributed in accordance with the deferred compensation agreement. The obligation of the employer to the participating employee is a contractual obligation only, and the employee has no preferred or specific interest in specific funds or assets. The value of the plan is combined with other fiduciary type funds in the County's financial statements and reported as an agency fund.

Under Minn. Stat. §352.96 (1994), the County has no liability for investment losses but must limit a plan's investments to those allowed by this statute, and must exercise the care and judgment required of an ordinary prudent investor.

The following schedule summarizes the activity and balance of assets of the deferred compensation plan at December 31, 1994:

	(Amounts in Dollars)	
	Current Year Contributions	Balance
Great West Life Assurance Company	1,731,630	19,745,265
IDS Life Insurance Company	360,390	3,546,478
International City Management Association	67,419	327,247
Lincoln National Life Insurance Company	250,073	6,227,313
Lutheran Brotherhood	75,957	821,037
Minnesota Mutual Life - Northwestern National Life	7,321	44,930
Minnesota State Retirement System	58,554	268,997
Total	2,551,344	30,981,267

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Fund Long-Term Debt

The following is a schedule of the fund long-term debt transactions of the County for the year ended December 31, 1994:

	(Amounts in Dollars)			
	Bonds Payable			
	Chris Jensen Enterprise Fund	Nopeming Enterprise Fund	Solid Waste Management Enterprise Fund	Total
Payable, January 1	1,384,490	207,885	13,338,641	14,931,016
Payment on Principal	(675,000)	(30,000)	(800,000)	(1,505,000)
Amortization of discount and costs	15,924	358	19,515	35,797
Payable, December 31	725,414	178,243	12,558,156	13,461,813

(Amounts in Dollars)

Bonds payable at December 31, 1994, consist of the following issues:

\$2,665,000 1989 General Obligation Nursing Home Revenue Refunding Bonds due in annual installments of \$25,000 to \$740,000 on December 1, 1991 through 1995; interest at 6.2 to 6.5 percent (at December 31, 1994 the bond issue is net of the unamortized bond discount and issue costs of \$14,586). 725,414

\$305,000 1989 General Obligation New Money Issue bonds due in annual installments of \$20,000 to \$40,000 on December 1, 1990 through 1999; interest at 6.4 to 6.8 percent (at December 31, 1994 the bond issue is net of unamortized bond discount and issue costs of \$1,757). 178,243

\$3,510,000 1989 General Obligation Solid Waste bonds due in annual installments of \$145,000 to \$360,000 on December 1, 1990, through 2004; interest at 6.4 to 7.1 percent (at December 31, 1994 the bond issue is net of the unamortized bond discount of \$31,380). This issue was partially refunded by the General Obligation Refunding Bonds, Series 1993A, but does not result in defeasance of any part of the issue until the crossover date of December 1, 1998. 2,668,620

\$1,310,000 1989 General Obligation Solid Waste bonds due in annual installments of \$55,000 to \$135,000 on December 1, 1990, through 2004; interest at 5.9 to 6.9 percent (at December 31, 1994 the bond issue is net of the unamortized bond discount of \$13,068). This issue was partially refunded by the General Obligation Refunding Bonds, Series 1993A, but does not result in defeasance of any part of the issue until the crossover date of December 1, 1998. 991,932

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

(Amounts in Dollars)

<p>\$1,255,000 1991 General Obligation Solid Waste bonds due in annual installments of \$60,000 to \$130,000 on December 1, 1992 through 2005; interest at 4.0 to 6.25 percent (at December 31, 1994 the bond issue is net of the unamortized bond discount of \$13,700).</p>	1,051,300
<p>\$5,535,000 1993 General Obligation Solid Waste bonds due in annual installments of \$480,000 to \$740,000 on December 1, 1994 through 1998; interest at 3 to 4.3 percent, and annual installments of \$415,000 to \$505,000 on December 1, 1999 through 2003; interest at 4.5 to 5 percent (at December 31, 1994 the bonds issue is net of the unamortized bond discount of \$69,945).</p>	4,985,055
<p>\$2,920,000 1993 Full Crossover Advance Refunding of 1989 \$3,510,000 General Obligation Solid Waste bonds and 1989 \$1,310,000 General Obligation Solid Waste bonds. The amount refunded produces resources for escrow that are sufficient to pay the new debt's interest until the December 1, 1998 crossover date when the amount held in escrow is sufficient to retire the old debt. An in-substance defeasance results at December 1, 1998. Annual installments of \$360,000 to \$480,000 on December 1, 1998 through 2004; interest at 4.0 to 4.8 percent result in a net savings of \$205,467 or an economic (present value) gain of \$144,533 over the life of the refunding issue (at December 31, 1994 the bond issue is net of the unamortized bond discount of \$58,751).</p>	2,861,249

The annual requirements to service the debt outstanding as of December 31, 1994, including interest of \$3,429,136 and unamortized discounts of \$203,187 on the bonds, are as follows:

Year Ended December 31	Bonds Payable
1995	2,483,273
1996	1,694,635
1997	1,708,785
1998	4,587,817
1999	1,193,320
2000 - 2010	5,426,306
	\$17,094,136

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

General Long-Term Debt

The following is a summary of changes in the County's General Long-Term Debt Account Group for the year ended December 31, 1994. All of these obligations except compensated absences and capital leases will be repaid through tax levies in the debt service funds. Compensated absences and capital leases will be paid from levies and other revenue generated by the benefiting funds.

	(Amounts in Dollars)			
	Balance 1-1-94 <u>As Restated</u>	<u>Additions</u>	<u>Deletions</u>	Balance 12-31-94
General Obligation				
Capital Notes	6,105,000	-	4,070,000	2,035,000
General Obligation Bond	930,000	-	25,000	905,000
Tax Lease Obligations	<u>14,635,000</u>	-	-	<u>14,635,000</u>
Total Bonded Debt	<u>21,670,000</u>	-	<u>4,095,000</u>	<u>17,575,000</u>
Due to Other				
Governments	90,000	-	30,000	60,000
Loans Payable	710,080	-	678,687	31,393
Compensated Absences	19,022,558	4,472,192	-	23,494,750
Capital Leases	<u>4,265,254</u>	<u>1,045,663</u>	<u>262,726</u>	<u>5,048,191</u>
Total General Long-Term Debt	<u>45,757,892</u>	<u>5,517,855</u>	<u>5,066,413</u>	<u>46,209,334</u>

(Amounts in Dollars)

Capital notes payable at December 31, 1994 consist of the following issues:

\$2,035,000 1990 General Obligation Capital Equipment Notes due in total on December 1, 1995; interest at 5.9 percent.	2,035,000
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General obligation bonds payable at December 31, 1994 consist of the following issue:

\$1,015,000 1989 General Obligation Recycling Facility Refunding Bonds due in annual installments of \$20,000 to \$110,000 on December 1, 1990 through 2009; interest at 8.5 to 9.5 percent.	905,000
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St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

(Amounts in Dollars)

Tax lease obligations payable at December 31, 1994 consists of the following issue:

\$14,635,000 Jail Revenue Bonds (St. Louis County Unlimited Tax Lease Obligations) of the Housing and Redevelopment Authority of St. Louis County, Minnesota due in annual installments of \$770,000 to \$1,420,000 on December 1, 1995 through 2008; interest at 4.7 to 4.75 percent. The bonds are special obligations of the HRA. Under a lease agreement with the HRA, the County is obligated to make payments of Basic Rent sufficient to pay the principal and interest on the bonds when due.

14,635,000

The annual requirements to service the bonded debt outstanding as of December 31, 1994 including interest of \$6,691,010 are as follows:

(Amounts in Dollars)

Year Ended December 31	Capital Notes	General Obligation Bonds	Tax Lease Obligations	Total Debt Service
1995	2,155,065	114,680	1,462,112	3,731,857
1996	-	112,055	1,450,923	1,562,978
1997	-	114,415	1,448,557	1,562,972
1998	-	116,300	1,444,548	1,560,848
1999	-	112,700	1,443,892	1,556,592
2000 - 2010	-	1,166,975	13,123,788	14,290,763
	<u>2,155,065</u>	<u>1,737,125</u>	<u>20,373,820</u>	<u>24,266,010</u>

(Amounts in Dollars)

Due to other governments at December 31, 1994 consist of the following:

\$240,000 payable to the City of Duluth for Civic Center improvements due in annual installments of \$30,000 on January 15, 1989 through 1996; the obligation bears no interest.

60,000

Loans payable at December 31, 1994 consist of the following:

\$79,361 1990 State of Minnesota loan payable in annual installments of \$11,707 in 1994 and continuing at lesser amounts through August, 2000; the obligation bears interest on \$39,681 at 7.25 percent to 8.00 percent; and bears no interest on \$39,680.

31,393

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

The annual requirements to service due to other governments and loans payable as of December 31, 1994 including interest of \$6,510 for the loans are as follows:

<u>Year Ended December 31</u>	(Amounts in Dollars)	
	<u>Due to Other Governments</u>	<u>Loans Payable</u>
1995	30,000	13,536
1996	30,000	5,481
1997		5,185
1998		4,882
1999		4,567
2000		4,252
	60,000	37,903

The County's proportionate shares of general obligation debt and general obligation revenue debt at December 31, 1994, of all governmental units which provide services within the County's boundaries, and which must be borne by properties in the County, is summarized below:

	(Amounts in Dollars)		
	<u>Outstanding</u>	<u>Percentage Applicable to the County</u>	<u>County Share of Debt</u>
Direct Debt			
St. Louis County	31,036,813	100.00	31,036,813
Overlapping Debt			
School Districts	9,520,000	45.79	4,359,705
Western Lake Superior Sanitary District	35,577,120	79.98	28,454,581
Underlying Debt			
Cities	84,649,169	100.00	84,649,169
School Districts	88,340,075	100.00	88,340,075
Towns	130,488	100.00	130,488
Seaway Port Authority	250,000	100.00	250,000
Duluth Airport Authority	250,000	100.00	250,000
Total	249,753,665		237,470,831

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Lease Obligations

Operating Leases

The County is committed under various operating leases for office space, parking facilities, data processing software, office equipment, and vehicles. Most of these leases are expected to continue indefinitely or be replaced by similar leases.

The following is a summary of the operating lease expense for 1994:

<u>Type of Property</u>	<u>Amount</u>
Rental of office space and parking facilities	\$ 1,125,735
Data processing software	288,111
Office equipment	30,132
Vehicles	8,471
Total rental expense	<u><u>\$ 1,452,449</u></u>

Future minimum payments under operating leases, which are not reflected in these financial statements, consist of the following at December 31, 1994:

<u>Year Ended</u>	<u>Amount</u>
1995	\$ 1,459,404
1996	1,462,554
1997	1,462,554
1998	1,462,554
1999	1,462,554
Total future minimum lease payments	<u><u>\$ 7,309,620</u></u>

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Capital Leases

Capitalized leases of the County at December 31, 1994, consist of office equipment and office space as shown below:

(Amounts in Dollars)			
Type of Property	General Fixed Assets	Printing Internal Service Fund	Total
Office equipment	28,710	135,178	163,888
Office space	5,628,817	-	5,628,817
Less: Accumulated depreciation	-	(75,578)	(75,578)
Carrying value	5,657,527	59,600	5,717,127

The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at December 31, 1994:

(Amounts in Dollars)			
December 31	General Long-Term Debt	Printing Internal Service Fund	Total
1995	424,159	14,689	438,848
1996	423,729	12,356	436,085
1997	419,004	12,356	431,360
1998	419,004	9,266	428,270
1999	419,004	-	419,004
2000 - 2004	1,973,856	-	1,973,856
2005 - 2009	1,489,200	-	1,489,200
2010 - 2012	794,240	-	794,240
Total minimum lease payments	6,362,196	48,667	6,410,863
Less: Amount representing interest	1,314,005	-	1,314,005
Present value of future minimum lease payments	5,048,191	48,667	5,096,858

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Construction Commitments

At December 31, 1994, the County had construction commitments as follows:

	(Amounts in Dollars)			
	Authorized Projects	Expended To Date	Commitment	Required Further Financing
County jail	15,176,500	12,318,783	1,222,879	-
911 system	2,235,324	2,235,324	135	-
Courthouse improvements	398,213	310,421	87,792	-
Total	17,810,037	14,864,528	1,310,806	-

The above projects are accounted for in the capital projects funds.

Self-Insurance

The County Insurance Internal Service Fund, a self-insurance fund, was established for the payment of unemployment compensation claims, workers' compensation claims, and general liability claims and judgments. All risk, except fire and property damage to major structures and catastrophic workers' compensation claims, is assumed. Maximum third-party coverage for property damage is limited to the estimated value of the property. The self-insurance for workers' compensation covers up to \$440,000 per single loss occurrence. At that point, the County is covered for losses by the Workers' Compensation Reinsurance Association, an organization created by Minnesota statutes in 1979 to implement a mandatory program of reinsurance for workers' compensation liability risks in the State of Minnesota for losses occurring on or after October 1, 1979. The Association provides full indemnification for the County, for claims arising under Minn. Stat. §176 (1994), in excess of the \$440,000 retention limit.

The estimated liability for general liability matters and workers' compensation claims is

based on a case-by-case evaluation by the County Attorney's Office. Claims incurred but not reported have been considered when determining the liability. Interfund premiums are reported as quasi-external transactions.

The estimated liability for workers' compensation is funded by levying directly for the Internal Service Fund, and will therefore be paid from the retained earnings of the Fund.

The County Attorney's Office estimated settlements to be \$315,385 for various cases considered reasonably possible losses to the County. This amount is not reflected in the financial statements.

Retirement Plan

Plan Description

All full-time and certain part-time employees of St. Louis County are covered by defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). The PERA administers the Public Employees Retirement Fund and the Public Employees Police and Fire Fund

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

which are cost-sharing multiple-employer retirement funds. Public Employees Retirement Fund members belong to either the Coordinated or Basic Plan. Coordinated members are covered by Social Security and Basic members are not. All new members must participate in the Coordinated Plan. All police officers, fire fighters, and peace officers who qualify for membership by statute are covered by the Public Employees Police and Fire Fund. The payroll for employees covered by Public Employees Retirement Fund and Public Employees Police and Fire Fund for the year ended December 31, 1994, was \$66,325,804 and \$5,275,918 respectively; the County's total payroll was \$72,929,842.

The PERA provides retirement benefits as well as disability benefits to members, and benefits to survivors upon death of eligible members. Benefits are established by state statute, and vest after three years of credited service. The defined retirement benefits are based on a member's average salary for any five successive years of allowable service, age and years of credit at termination of service. Two methods are used to compute benefits for Coordinated and Basic members. The retiring member receives the higher of a step-rate benefit accrual formula (Method 1) or a level accrual formula (Method 2). Under Method 1, the annuity accrual rate for a Basic member is two percent of average salary for each of the first ten years of service and 2.5 percent for each remaining year. For a Coordinated member, the annuity accrual rate is one percent of average salary for each of the first ten years and 1.5 percent for each remaining year. Using Method 2, the annuity accrual rate is 2.5 percent of average salary for Basic members and 1.5 percent for Coordinated members. For the Public Employees Police and Fire Fund members, the annuity accrual rate is 2.65 percent for

each year of service. For Public Employees Retirement Fund members whose annuity is calculated using Method 1, and for all Public Employee Police and Fire Fund members, a full annuity is available when age plus years of service equal 90.

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

Contributions Required and Contributions Made

Minn. Stat. §353 (1994) sets the rates for employer and employee contributions. The County makes annual contributions to the pension plans equal to the amount required by state statutes. According to Minn. Stat. §356.215 (4g) (1994), the date of full funding required for the Public Employees Retirement Fund and the Public Employees Police and Fire Fund is the year 2020. As part of the annual actuarial valuation, PERA's actuary determines the sufficiency of the statutory contribution rates towards meeting the required full funding deadline. The actuary compares the actual contribution rate to a "required" contribution rate. Current combined statutory contribution rates and actuarially required contribution rates for the plans are as follows:

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

	Statutory Rates:		Required Rates
	Employee	Employer	
Public Employees Retirement Fund	4.30%	4.60%	9.58%
Public Employees Police and Fire Fund	7.90%	11.70%	17.45%

The recommended rates scheduled above represent the required rates for fiscal year 1994 contributions as reported in the July 1, 1993, actuarial valuation report.

Total contributions made by St. Louis County during fiscal year 1994 were:

	Amounts		Percentage of Covered Payroll	
	Employees	Employer	Employees	Employer
Public Employees Retirement Fund	\$2,862,486	\$3,067,641	4.34%	4.65%
Public Employees Police and Fire Fund	424,575	636,865	8.00%	12.00%
Totals	\$3,287,061	\$3,704,506		

The County's contribution for the year ended June 30, 1994, to the Public Employees Retirement Fund represented 2.57 percent of total contributions required of all participating entities. For the Public Employees Police and Fire Fund, contributions for the year ended June 30, 1994, represented 1.96 percent of total contributions required of all participating entities.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Funding Status and Progress

Pension Benefit Obligation

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effect of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the PERA's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among public employees retirement systems and among employers. The PERA does not make separate measurements of assets and pension benefit obligation for individual employers.

The measurement of the pension benefit obligation is based on an actuarial valuation as of June 30, 1994. Net assets available to pay pension benefits were valued as of June 30, 1994.

For the Public Employees Retirement Fund, significant actuarial assumptions used in the calculation of the pension benefit obligation

include (a) a rate of return on the investment of present and future assets of 8.5 percent per year, compounded annually, prior to retirement, and 5 percent per year, compounded annually, following retirement; (b) projected salary increases taken from a select and ultimate table; (c) payroll growth at 6 percent per year, consisting of 5 percent for inflation and 1 percent due to growth in group size; (d) post-retirement benefit increases that are accounted for by the 5 percent rate of return assumption following retirement; and (e) mortality rates based on the 1983 Group Annuity Mortality Table set forward one year for retired members and set back five years for each active member.

Actuarial assumptions used in the calculation of the Public Employees Police and Fire Fund include (a) a rate of return on the investment of present and future assets of 8.5 percent per year, compounded annually, prior to retirement, and 5 percent per year, compounded annually, following retirement; (b) projected salary increases of 6.5 percent per year, compounded annually, attributable to the effects of inflation; (c) post-retirement increases that are accounted for by the 5 percent rate of return assumption following retirement; and (d) mortality rates based on the 1971 Group Annuity Mortality Table projected to 1984 for males and females.

The pension benefit obligations as of June 30, 1994, are shown below (in thousands):

	(Amounts in dollars)	
	Public Employees Retirement Fund	Public Employees Police and Fire Fund
Total pension benefit obligation	5,625,598	1,020,950
Net assets available for benefits, at cost (Market values for Public Employees Fund = \$4,762,519; Police and Fire Fund = \$1,237,484)	4,733,845	1,229,769
Unfunded (assets in excess of) pension benefit obligation	891,753	(208,819)

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Changes in Plan Provisions

The 1994 legislative session did not include any benefit improvements which would impact funding costs for the Public Employees Retirement Fund and the Public Employees Police and Fire Fund.

Changes in Actuarial Assumptions

Prior to fiscal year 1994, the salary increase assumption and the mortality tables used in the calculation of pension benefit obligation for the Public Employees Retirement Fund were the same as those specified for the Public Employees Police and Fire Fund. For the July 1, 1994 actuarial valuation, PERA's board of trustees approved new mortality rates updated to the 1983 Group Annuity Mortality Table, salary increases which were changed to a select and ultimate table and a new payroll growth assumption which was changed from 6.5 percent to 6 percent. These changes were made to reflect actual experience of the plan.

With the adoption of the actuarial assumption changes and the new mortality tables for the Public Employees Retirement Fund, the pension benefit obligation increased \$56,596,000. The actuarial assumption changes also necessitated a \$81,201,000 transfer from the Public Employees Retirement Fund Benefit Reserve to the Public Employees Retirement Fund Minnesota Post Retirement Investment Fund

Reserve to finance the increased obligation for future retirement benefits. The change in the mortality rate assumption increased the Public Employees Retirement Fund's costs because pensioners are living longer than assumed previously. The change in the salary increase assumption, however, offset some of the additional costs because lower salary increases generally translate into lower benefit liabilities in the future.

Potential changes in the assumptions used for the Public Employees Police and Fire Fund may be made in the future after completion of special experience study for that fund. Completion of the Public Employees Police and Fire Fund experience study is expected by February 1, 1995.

Ten-Year Historical Trend Information

Ten-year historical trend information is presented in the PERA's Comprehensive Annual Financial Report for the year ended June 30, 1994. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they become due.

Related Party Investments

As of June 30, 1994, and for the fiscal year then ended, PERA held no securities issued by St. Louis County or other related parties.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Interfund Assets/Liabilities

Due From/To Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Special Revenue - Social Services	\$ 66,040
	Capital Projects - Jail Bond	17,260
Special Revenue - Social Services	General	5,803
Internal Service - Printing	Capital Projects - Jail Bond	14
	Total	<u><u>\$ 89,117</u></u>

Interfund Receivable/Payable

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Special Revenue - Community Development Block Grant	188,553
	Northeast Minnesota Housing Consortium	26,723
	Debt Service - Babbitt Facility Refunding	1,647
	Enterprise - Chris Jensen	\$1,518,686
	Nopeming	129,572
	Agency - Community Health Services	57,999
	Total	<u><u>\$ 1,923,180</u></u>

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Transfers Between Funds

Transfers between individual funds during December 31, 1994, are as follows:

Operating Transfers Out	Operating Transfers In	Debit	Credit
General		\$ 400,750	\$
	Capital Projects - Buildings		400,750
Special Revenue - Road and Bridge		4,150,000	
	Debt Service - Capital Equipment Notes		4,070,000
	Capital Projects - Buildings		80,000
Capital Projects - Buildings Jail Bond		20,000 500,000	
	General		20,000
	Debt Service - Correctional Facilities Bond		500,000
Trust - Regional Landfill Hibbing East Mesaba		277,728 1,369,604 1,117,986	
	Enterprise - Solid Waste Management		2,765,318
	Total	\$ 7,836,068	\$ 7,836,068

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Fund Equity

Contributed Capital - Enterprise Funds

There were no changes in the contributed capital accounts of the enterprise funds during the year ended December 31, 1994.

Contributed Capital - Internal Service Funds

The following is a summary of the changes in contributed capital for the Internal Service Funds for the year ended December 31, 1994:

	(Amounts in Dollars)			
	Contributions 1-1-94	Additions	Deletions	Contributions 12-31-94
Laundry	814,517	-	-	814,517
Supervised Living Facilities	3,192	-	-	3,192
Printing	5,131	-	-	5,131
County Garage	2,832,482	308,552	-	3,141,034
Management Information Systems	808,490	-	-	808,490
Telecommunications	185,639	-	-	185,639
Total Internal Service Funds	4,649,451	308,552	-	4,958,003

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Note 4. Segments of Enterprise Activities

Three services provided by the County are financed by user charges. These services are as follows:

Chris Jensen - Chris Jensen is a nursing home facility for the public.

Nopeming - Nopeming is a nursing home facility for the public.

Solid Waste Management - Solid Waste Management includes the operations of the County's landfills, transfer stations and recycling centers, as well as the capital financing for these projects.

The key financial data for the year ended December 31, 1994, for these three services are:

	(Amounts in Dollars)			
	Chris Jensen	Nopeming	Solid Waste Management	Total Enterprise Funds
Operating revenues	10,778,467	9,169,405	5,809,386	25,757,258
Depreciation	120,328	99,347	557,158	776,833
Operating income (loss)	(238,154)	(152,060)	860,677	470,463
Taxes	22,660	15,570	1,437,297	1,475,527
Grants	-	-	598,333	598,333
Net income (loss)	(311,261)	(150,103)	5,318,051	4,856,687
Property, plant, and equipment - additions	57,584	80,861	412,496	550,941
Net working capital	260,312	717,058	6,430,016	7,407,386
Total assets	7,454,688	3,918,503	21,742,316	33,115,507
Long-term liabilities payable from operating revenues	1,265,498	1,210,392	11,764,753	14,240,643
payable from other sources	-	-	237,153	237,153
Total equity	2,963,941	1,920,511	6,614,419	11,498,871

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Note 5. Joint Ventures

Arrowhead Regional Corrections

Arrowhead Regional Corrections is governed by a nine-member board, composed of a member appointed from each of the participating counties' boards of commissioners, except for St. Louis County, which has two members from its board. In addition, a member is selected by the Tribal Council of the Minnesota Chippewa Tribe, one member represents the Corrections Advisory Board established pursuant to the Community Corrections Act, and there is one citizen member. The County handles all the financial transactions for Arrowhead Regional Corrections through its Arrowhead Regional Corrections Agency Fund. Its deposit and investments are included in the County's foregoing note on deposits and investments.

Arrowhead Regional Corrections is financed through state grants and contributions from the participating counties. During 1994, county contributions were in the following proportion:

Carlton County	9.57%
Cook County	1.24%
Koochiching County	3.56%
Lake County	3.32%
St. Louis County	82.31%
Total	<u><u>100.00%</u></u>

St. Louis county provided \$5,255,775 in funding during 1994. Separate financial information can be obtained from:

Arrowhead Regional Corrections
 Room 319 St. Louis County Courthouse
 Duluth, Minnesota 55802

A summary of the financial information of Arrowhead Regional Corrections for the year ended December 31, 1993, (the most recent available), excluding general fixed assets of

\$3,176,031, and general long-term debt of \$572,999 was:

Total Assets	\$ 1,288,211
Total Liabilities	545,738
Total Fund Equity	742,473
Total Revenues	9,486,384
Total Expenditures	9,493,595
Increase (decrease) in Fund Balance	\$ (14,773)

Community Health Services Board

Carlton, Cook, Lake and St. Louis Counties entered into a joint powers agreement, creating and operating the Carlton, Cook, Lake and St. Louis County Community Health Services Board. This agreement is entered into under the authority of the Community Health Services Act and is pursuant to the provisions of Minn. Stat. §471 (1994). The Community Health Services Board is composed of nine members. Carlton, Cook, and Lake County Boards of Commissioners each appoint two members; the St. Louis County Board of Commissioners appoints three members. Financing is obtained through federal and state grants. St. Louis County provided no funding to this organization during 1994.

A summary of the financial information of the Community Health Services Board for December 31, 1993, (the most recent available) excluding general fixed assets of \$17,612, and general long-term debt of \$7,329, is:

Total Assets	\$ 336,393
Total Liabilities	311,828
Total Fund Equity	24,565
Total Revenues	1,963,675
Total Expenditures	1,963,675
Increase (decrease) in Fund Balance	\$ -

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Separate financial information can be obtained from:

Carlton, Cook, Lake and St. Louis Counties
 Community Health Board
 325 South Lake Avenue
 Duluth, Minnesota 55802

Northeast Minnesota Office of Job Training

The Counties of Aitkin, Carlton, Cook, Itasca, Koochiching, Lake, and St. Louis entered into a joint powers agreement pursuant to Minn. Stat. §471 (1994) for the purpose of developing and implementing a private and public job training program. The United States Congress through the Job Training Partnership Act of 1982 authorized states to establish "service delivery areas" to provide programs to achieve full employment through the use of grants. The counties identified above are defined as such a "service delivery area" and the Northeast Minnesota Office of Job Training is designated as the grant recipient and administrator for such service delivery area. The County is not a funding mechanism for this organization.

The governing body is composed of seven members, one from the board of commissioners of each of the participating counties.

A summary of the financial information of Northeast Minnesota Office of Job Training's funds for the fiscal year ended June 30, 1994, excluding general fixed assets of \$288,147 and general long-term debt of \$320,074 was:

Total Assets	\$ 760,524
Total Liabilities	550,571
Total Fund Equity	209,953
Total Revenues	4,462,764
Total Expenditures/ Expenses	4,435,297
Increase (decrease) in Fund Balance	\$ 27,467

Separate financial information can be obtained from:

Northeast Minnesota Office of Job Training
 820 North Ninth Street, Suite 200
 Virginia, Minnesota 55792

Northern Counties Land Use Board

Northern Counties Land Use Board was established through a joint powers agreement pursuant to Minn. Stat. §471 (1994) for the purpose of helping to formulate land use plans for the protection, sustainable use and development of lands and natural resources.

The joint powers are the Counties of Cook, Itasca, Koochiching, Lake, Lake of the Woods and St. Louis. Three elected county commissioners from St. Louis County and two from each of the other counties comprise the membership of the Board. St. Louis County handles all of the financial transactions for this organization through its Northern Counties Land Use Board Agency Fund. A summary of the financial information of Northern Counties Land Use Board for the fiscal year ended December 31, 1993 is:

Total Assets	\$ 17,600
Total Liabilities	6,708
Total Fund Equity	10,892
Total Revenues	17,600
Total Expenditures/ Expenses	6,708
Increase (decrease) in Fund Balance	\$ 10,892

Separate financial information can be obtained from the St. Louis County Auditor's Office.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Note 6. Summary of Significant Contingencies and Other Items

Claims and Litigation

The County, in connection with the normal conduct of its affairs, is involved in various claims, judgments, and litigation. The County Attorney estimates that the potential claims against the County not covered by insurance resulting from such litigation would not materially affect the financial statements of the County.

Participation in the Medicaid reimbursement program requires field audits of the Chris Jensen and Nopeming Enterprise Fund nursing homes' records, and review of their compliance with applicable rules and regulations, by the Minnesota Department of Human Services at least once every four years. Based on the results of these audits, current year revenues paid by the State may be adjusted accordingly.

Departmental Trust Deposits

Departmental trust deposits include funds deposited with various County departments as required by statute or court orders. The

following is a summary of these trust deposits which are not shown on the combined balance sheet at December 31, 1994.

Courts	\$ 266,183
Sheriff	5,564
Social Services	
Social Welfare	959,833
Support and	
Collections (IV-D)	477,514
Estate	270,854
	<hr/>
Total	<u>\$ 1,979,948</u>

Settlements held by the court for minors

The Court Administrator, at December 31, 1994, held investments for individuals who have not reached the age of majority. These investments have a combined face value of \$3,749,561 and are not included in the County's financial statements.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

Note 7. Subsequent Events

Northwest Airlines Maintenance Facility

Pursuant to Minnesota Laws 1991, Chapter 350, St. Louis County, in cooperation with the State of Minnesota, the City of Hibbing, Minnesota, the Hibbing-Chisholm Airport Authority, the City of Duluth, and the Metropolitan Airports Commission, have entered into the Airbus Project with Northwest Airlines, Inc. (NAI). This project will result in the construction of a Northwest Airlines Maintenance Facility located at the Duluth International Airport. On May 2, 1995 the State of Minnesota sold bonds Series 1995A through E for a total of \$47,670,000 to finance the construction and equipping of this facility. Construction is to begin in late May, 1995 and is scheduled to be completed in August 1996.

The Series 1995E Duluth Airport Lease Revenue Bonds in the amount of \$2,710,000 are backed by St. Louis County. It is anticipated that rents paid by Northwest Airlines for the facility and equipment will be sufficient to pay the debt service on the County-backed bonds. When the State of Minnesota issues bonds, it is required to establish a reserve equal to nineteen months' debt service. The County will forward \$271,000 to the Trustee to establish that reserve for the Series 1995E Bond. Should Northwest default in its lease payments to the trustee (First Bank National Association), the County is responsible for the debt service payments. This is a general obligation of the

County, for which it has pledged its full faith, credit and taxing power. Northwest Airlines is responsible for repaying the County for any debt service payments the County makes, including those from the reserve. The term of the bonds is twenty years, the maximum bonding term for the State of Minnesota. However, there is a balloon payment at the end of twenty years, which is expected to be refinanced at that time for an additional ten years. At the end of that time, any reserve in the hands of the trustee will be returned to the County.

St. Louis County is also providing a reserve of \$1,899,920 for the Series 1995C and D Bonds. It is anticipated that lease payments from Northwest Airlines will be sufficient to meet the debt service payments. The County has executed a note payable to the bond trustee for the reserve amount; however, no payment is expected to be made by the County to the trustee, unless the Northwest lease payments are not sufficient to pay the debt service. The reserve commitment constitutes the entire obligation of the County toward the Series 1995C and D bonds. Northwest Airlines is responsible for repaying the County for any use of the reserve for debt service. The bonds are twenty-year bonds with a balloon payment at the end of twenty years. It is expected that there will be a ten-year refinancing at that time. After the ten years, any reserve in the hands of the trustee will be returned to the County.

St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

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St. Louis County, Minnesota
Notes to the Financial Statements
December 31, 1994

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St. Louis County, Minnesota

Reader's notes:

**FINANCIAL—Combining and Individual Fund
and Account Group Statements and Schedules**

GENERAL FUND

General Fund

The General Fund is used to account for all financial resources, except those required to be accounted for in another fund.

ST. LOUIS COUNTY, MINNESOTA

BALANCE SHEET
GENERAL FUND

DECEMBER 31, 1994

Assets	
Cash and cash equivalents	\$ 8,622,738
Receivables	
Taxes	
Unapportioned	471,316
Delinquent	1,429,240
Accounts	52,948
Accrued interest	984,645
Loans	1,662,652
Due from other funds	83,300
Interfund receivable	1,923,180
Due from other governments	2,045,145
	<hr/>
Total Assets	\$ 17,275,164
	<hr/>
Liabilities and Fund Balance	
Liabilities	
Accounts payable	\$ 566,851
Salaries payable	717,844
Compensated absences payable	261,136
Due to other funds	5,803
Due to other governments	122,863
Deferred revenue	2,372,654
	<hr/>
Total Liabilities	\$ 4,047,151
	<hr/>
Fund Balance	
Reserved for change funds	\$ 23,205
Reserved for noncurrent loans	555,084
Reserved for economic development	328,900
Reserved for encumbrances	132,383
Reserved for health and welfare	593,695
Reserved for law library	60,560
Reserved for recorder's equipment	6,126
Unreserved	
Designated for parking	70,609
Designated for medical care	1,463,701
Designated for vested sick leave	150,430
Undesignated	9,843,320
	<hr/>
Total Fund Balance	\$ 13,228,013
	<hr/>
Total Liabilities and Fund Balance	\$ 17,275,164
	<hr/>

ST. LOUIS COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

Revenues	
Taxes	\$ 27,000,907
Licenses and permits	110,108
Intergovernmental	10,980,980
Charges for services	5,057,798
Fines and forfeits	743,043
Interest on investments	2,082,043
Gifts and contributions	24,160
Miscellaneous	738,483
	<hr/>
Total Revenues	\$ 46,737,522
Expenditures	
General government	
Current:	
Commissioners	\$ 622,515
County administrator	293,953
Intergovernmental affairs	215,528
Planning and research	229,507
Labor relations	32,211
Public defenders	47,250
Court administrator	3,284,619
Examiner of titles	116,687
County attorney	1,993,340
Law library	107,051
County auditor	2,748,225
Data processing	1,025,626
County assessor	1,445,680
Purchasing	420,903
Microfilming	147,276
Recorder	781,461
Surveyor	488,839
Civil service	857,011
Veteran's service	429,779
Retired employees insurance	4,798
Port authority	50,000
Elections	132,183
Courthouses	1,655,134
Employee training	137,307
	<hr/>
Total Current	\$ 17,266,883
	(continued)

ST. LOUIS COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

Expenditures (Continued)

General government (continued)

Capital Outlay:

County administrator	\$ 104,297
County attorney	2,988
County auditor	1,699
County assessor	8,652
Recorder	45,004
Surveyor	144,034
Elections	8,000
Courthouses	26,961
Employee training	5,112

Total Capital Outlay \$ 346,747

Total General Government \$ 17,613,630

Public Safety

Current:

Jail building	\$ 198,519
Sheriff	6,205,928
Boat and water safety	85,953
Medical examiner	165,593
Rescue squad	100,029
Emergency management	134,511
Radio maintenance	333,209
Emergency communication	1,518,394
Jail prisoners	3,178,856
Mine inspector	217,878
Safety council	773
Ambulance service	44,377
Law enforcement service	577,853

Total Current \$ 12,761,873

(continued)

ST. LOUIS COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

Expenditures (Continued)	
Public safety (continued)	
Capital Outlay:	
Sheriff	\$ 15,844
Boat and water safety	1,244
Rescue squad	20,101
Emergency management	3,616
Radio maintenance	45,579
Emergency communications	1,608
Jail prisoners	8,505
Law enforcement services	<u>16,053</u>
Total Capital Outlay	\$ 112,550
Total Public Safety	\$ 12,874,423
Health	
Current:	
Administration	\$ 1,836,777
Nursing	3,284,199
Environmental health	1,543,742
Duluth Community Health Center	20,300
Risk management	<u>166,582</u>
Total Current	\$ 6,851,600
Capital Outlay:	
Administration	\$ 1,486
Nursing	13,455
Environmental health	6,052
Risk management	<u>2,243</u>
Total Capital Outlay	\$ 23,236
Total Health	\$ 6,874,836
	(continued)

ST. LOUIS COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

Expenditures (Continued)

Welfare

Current:

School lunch	\$	15,000
Emergency shelter program		<u>84,600</u>

Total Welfare	\$	<u>99,600</u>
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Culture and recreation

Current:

Memorial Day observance	\$	1,135
Historical Society		140,968
Arrowhead Library System		277,999
Community fairs		800
Depot		6,666
Tourism promotion		55,882
Trail assistance		<u>165,056</u>

Total Culture and Recreation	\$	<u>648,506</u>
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Conservation of natural resources

Current:

County agent	\$	469,949
County fair - north		15,300
County fair - south		18,445
Soil conservation - north		35,000
Soil conservation - south		35,000
Town aid		5,500
Northern Counties Land Use Board		<u>1,500</u>

Total Current	\$	<u>580,694</u>
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Capital Outlay:

County agent	\$	<u>8,470</u>
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Total Conservation of of Natural Resources	\$	<u>589,164</u> (continued)
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ST. LOUIS COUNTY, MINNESOTA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

Expenditures (Continued)	
Economic development	
Current:	
Schott Power, Inc.	\$ <u>78,897</u>
Debt Service	
Principal	\$ 78,870
Interest and fiscal charges	<u>9,441</u>
Total Debt Service	\$ <u>88,311</u>
Intergovernmental	
Public safety	\$ <u>5,255,775</u>
Total Expenditures	\$ <u>44,123,142</u>
Excess of Revenues Over	
(Under) Expenditures	
	\$ <u>2,614,380</u>
Other Financing Sources (Uses)	
Operating transfers in	\$ 20,000
Operating transfers out	(400,750)
Capital lease	<u>771,431</u>
Total Other Financing Sources (Uses)	\$ <u>390,681</u>
Excess of Revenue and Other	
Sources Over (Under)	
Expenditures and Other Uses	
	\$ 3,005,061
Fund Balance - January 1	<u>10,222,952</u>
Fund Balance - December 31	\$ <u><u>13,228,013</u></u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL-BUDGETARY BASIS
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Taxes	\$ 26,801,009	\$ 27,000,907	\$ 199,898
Licenses and permits	107,530	110,108	2,578
Intergovernmental	11,354,018	10,980,980	(373,038)
Charges for services	6,218,457	5,057,798	(1,160,659)
Fines and forfeitures	718,000	743,043	25,043
Interest on investments	1,502,000	2,082,043	580,043
Gifts and contributions	7,315	24,160	16,845
Miscellaneous	189,669	738,483	548,814
Total Revenues	\$ 46,897,998	\$ 46,737,522	\$ (160,476)

	<u>Budget</u>	<u>Actual</u>			<u>Variance Favorable (Unfavorable)</u>
	<u>Budget</u>	<u>Current Expenditures</u>	<u>Encumbrances</u>	<u>Total</u>	<u>(Unfavorable)</u>
Expenditures					
General government					
Current:					
Commissioners	\$ 625,350	\$ 622,515	\$ -	\$ 622,515	\$ 2,835
County administrator	299,855	293,953	5,900	299,853	2
Intergovernmental affairs	225,081	215,528	5,000	220,528	4,553
Planning and research	230,666	224,423	2,784	227,207	3,459
Labor relations	34,120	32,211	-	32,211	1,909
Public defenders	52,000	47,250	-	47,250	4,750
Court administrator	3,249,602	3,245,895	1,177	3,247,072	2,530
Examiner of titles	117,621	116,667	-	116,667	934
County attorney	2,047,573	1,990,716	-	1,990,716	56,857
Law library	107,357	107,051	306	107,357	-
County auditor	2,840,491	2,747,190	1,698	2,748,888	91,603
Data processing	1,025,626	1,025,626	-	1,025,626	-
County assessor	1,443,965	1,435,572	1,229	1,436,801	7,164
Purchasing	435,551	420,683	5,161	425,844	9,707
Microfilming	148,891	141,797	455	142,252	6,639
Recorder	781,998	781,139	-	781,139	859
Surveyor	558,646	488,839	-	488,839	69,807
Civil service	883,289	848,275	4,811	853,086	30,203
Veteran's service	430,907	429,779	1,108	430,887	20
Retired employee insurance	128,378	4,798	-	4,798	123,580
Port authority	50,000	50,000	-	50,000	-
Elections	132,184	132,183	-	132,183	1
Courthouses	1,707,068	1,655,133	5,992	1,661,125	45,943
Employee training	161,852	135,747	-	135,747	26,105
Total General Government-Current	\$ 17,718,071	\$ 17,192,990	\$ 35,621	\$ 17,228,611	\$ 489,460

(continued)

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL-BUDGETARY BASIS
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

	Budget	Actual		Total	Variance Favorable (Unfavorable)
		Current Expenditures	Encumbrances		
Public safety					
Current:					
Jail building	\$ 205,893	\$ 195,214	\$ 3,028	\$ 198,242	\$ 7,651
Sheriff	6,429,993	6,205,273	946	6,206,219	223,774
Boat and water safety	95,357	85,953	-	85,953	9,404
Medical examiner	194,969	165,593	-	165,593	29,376
Rescue squad	104,215	100,029	2,465	102,494	1,721
Emergency management	138,978	134,511	-	134,511	4,467
Radio maintenance	375,222	354,979	7,636	362,615	12,607
Emergency communication	1,578,153	1,516,846	1,175	1,518,021	60,132
Jail prisoners	3,383,303	3,177,957	3,830	3,181,787	201,516
Mine inspector	222,204	217,878	23	217,901	4,303
Safety council	800	773	-	773	27
Ambulance service	44,377	44,377	-	44,377	-
Law enforcement service	590,448	577,853	-	577,853	12,595
Total Public Safety-Current	\$ 13,363,912	\$ 12,777,236	\$ 19,103	\$ 12,796,339	\$ 567,573
Health					
Current:					
Administration	\$ 1,817,523	\$ 1,731,032	\$ 45	\$ 1,731,077	\$ 86,446
Nursing	3,509,114	3,250,815	56,515	3,307,330	201,784
Environmental health	1,708,722	1,543,742	170	1,543,912	164,810
Duluth Community Health Center	20,300	20,300	-	20,300	-
American Indian Fellowship Association	27,946	-	-	-	27,946
Risk management	169,164	166,582	-	166,582	2,582
Total Health-Current	\$ 7,252,769	\$ 6,712,471	\$ 56,730	\$ 6,769,201	\$ 483,568
Welfare					
Current:					
School lunch	\$ 15,000	\$ 15,000	\$ -	\$ 15,000	\$ -
Emergency shelter program	180,000	84,600	-	84,600	95,400
Total Welfare-Current	\$ 195,000	\$ 99,600	\$ -	\$ 99,600	\$ 95,400
Culture and recreation					
Current:					
Memorial Day Observance	\$ 1,135	\$ 1,135	\$ -	\$ 1,135	\$ -
Historical Society	140,968	140,968	-	140,968	-
Arrowhead Library System	277,999	277,999	-	277,999	-
Community fairs	1,120	800	-	800	320
Depot	7,284	6,666	-	6,666	618
Tourism promotion	105,882	55,882	-	55,882	50,000
Trail assistance	165,056	165,056	-	165,056	-
Total Culture and Recreation-Current	\$ 699,444	\$ 648,506	\$ -	\$ 648,506	\$ 50,938

(continued)

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL-BUDGETARY BASIS
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

	Budget	Actual		Total	Variance Favorable (Unfavorable)
		Current Expenditures	Encumbrances		
Expenditures (Continued)					
Conservation of natural resources					
Current:					
County agent	\$ 516,874	\$ 469,948	\$ 5,564	\$ 475,512	\$ 41,362
County fair - north	15,300	15,300	-	15,300	-
County fair - south	18,638	18,445	-	18,445	193
Soil conservation - north	35,000	35,000	-	35,000	-
Soil conservation - south	47,000	35,000	-	35,000	12,000
MN Arrowhead Site Commission	100,000	-	-	-	100,000
Town aid	5,500	5,500	-	5,500	-
Northern Counties Land Use Board	1,500	1,500	-	1,500	-
Hydrant project	5,000	-	-	-	5,000
Total Conservation of Natural Resources-Current	\$ 744,812	\$ 580,693	\$ 5,564	\$ 586,257	\$ 158,555
Economic development					
Current:					
Schott Power, Inc.	\$ 78,897	\$ 78,897	\$ -	\$ 78,897	\$ -
Total Expenditures-Current	\$ 40,052,905	\$ 38,090,393	\$ 117,018	\$ 38,207,411	\$ 1,845,494
General government					
Capital Outlay:					
County administrator	\$ 104,297	\$ 104,297	\$ -	\$ 104,297	\$ -
Intergovernment affairs	-	-	-	-	-
Planning and research	1,900	-	-	-	1,900
Court administrator	6,000	-	-	-	6,000
County attorney	16,228	1,604	1,490	3,094	13,134
County auditor	6,800	1,699	-	1,699	5,101
County assessor	8,652	8,652	-	8,652	-
Recorder	45,004	45,004	-	45,004	-
Surveyor	158,625	144,034	-	144,034	14,591
Elections	8,000	8,000	-	8,000	-
Courthouses	37,179	26,961	5,137	32,098	5,081
Employee training	5,112	5,112	-	5,112	-
Total General Government- Capital Outlay	\$ 397,797	\$ 345,363	\$ 6,627	\$ 351,990	\$ 45,807
Public safety					
Capital Outlay:					
Sheriff	\$ 16,746	\$ 15,844	\$ -	\$ 15,844	\$ 902
Boat and water safety	3,250	1,244	-	1,244	2,006
Rescue squad	28,741	20,101	8,640	28,741	-
Emergency management	4,000	3,616	-	3,616	384
Radio maintenance	17,111	17,111	-	17,111	-
Emergency communications	229	229	-	229	-
Jail prisoners	8,505	8,505	-	8,505	-
Law enforcement service	16,053	16,053	-	16,053	-
Total Public Safety- Capital Outlay	\$ 94,635	\$ 82,703	\$ 8,640	\$ 91,343	\$ 3,292

(continued)

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL-BUDGETARY BASIS
GENERAL FUND
YEAR ENDED DECEMBER 31, 1994

	Budget	Actual		Total	Variance Favorable (Unfavorable)
		Current Expenditures	Encumbrances		
Expenditures (Continued)					
Health					
Capital Outlay:					
Administration	\$ 2,000	\$ 1,486	\$ -	\$ 1,486	\$ 514
Nursing	24,172	13,455	414	13,869	10,303
Environmental health	25,500	6,052	-	6,052	19,448
Risk management	2,700	2,243	-	2,243	457
Total Health-Capital Outlay	\$ 54,372	\$ 23,236	\$ 414	\$ 23,650	\$ 30,722
Conservation of natural resources					
Capital Outlay:					
County agent	\$ 8,471	\$ 8,471	\$ -	\$ 8,471	\$ -
Total Expenditures-Capital Outlay	\$ 555,275	\$ 459,773	\$ 15,681	\$ 475,454	\$ 79,821
Debt Service					
Principal	\$ 78,870	\$ 78,870	\$ -	\$ 78,870	\$ -
Interest and fiscal charges	9,441	9,441	-	9,441	-
Total Expenditures-Debt Service	\$ 88,311	\$ 88,311	\$ -	\$ 88,311	\$ -
Intergovernmental					
Public safety	\$ 5,255,775	\$ 5,255,775	\$ -	\$ 5,255,775	\$ -
Total Expenditures	\$ 45,952,266	\$ 43,894,252	\$ 132,699	\$ 44,026,951	\$ 1,925,315
Excess of Revenues Over (Under) Expenditures	\$ 945,732			\$ 2,710,571	\$ 1,764,839
Other Financing Sources (Uses)					
Operating transfers in	\$ 20,000			\$ 20,000	\$ -
Operating transfers out	(400,750)			(400,750)	-
Capital lease	-			771,431	771,431
Total Other Financing Sources (Uses)	\$ (380,750)			\$ 390,681	\$ 771,431
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	\$ 564,982			\$ 3,101,252	\$ 2,536,270
Adjustments -Note 1	-			(96,191)	(96,191)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses as Adjusted	\$ 564,982			\$ 3,005,061	\$ 2,440,079
Fund Balance - January 1	10,222,952			10,222,952	-
Fund Balance - December 31	\$ 10,787,934			\$ 13,228,013	\$ 2,440,079

St. Louis County, Minnesota

Reader's notes:

SPECIAL REVENUE FUNDS

Special Revenue Funds

To account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditures for specified purposes.

Babbitt Facility

The Babbitt Facility Fund is used to account for the cost of maintaining plant and equipment of the County-owned facility following its abandonment by occupant.

County Housing Authority

This fund is used to provide funds for economic development.

Community Development Block Grant

This fund accounts for the Federal Grant of the same name.

Northeast Minnesota Housing Consortium

This fund accounts for the federal HOME grant. The purpose is the development of affordable housing initiatives.

Road and Bridge

The Road and Bridge Fund is used to account for public works activity.

Social Services

To account for the operations and financial activities of the Welfare Department.

ST. LOUIS COUNTY, MINNESOTA

**COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS**

DECEMBER 31, 1994

	<u>Babbitt Facility</u>	<u>County Housing Authority</u>
Assets		
Cash and cash equivalents	\$ 174,152	\$ 196,740
Receivables		
Taxes		
Unapportioned	-	2,640
Delinquent	-	9,837
Accounts	4,000	-
Loans	-	125,000
Due from other funds	-	-
Due from other governments	-	-
Inventories	-	-
Prepaid items	-	-
Total Assets	\$ 178,152	\$ 334,217
Liabilities and Fund Balance		
Liabilities		
Accounts payable	\$ 5,255	\$ 9,295
Salaries payable	-	-
Compensated absences payable	-	-
Due to other funds	-	-
Interfund payable	-	-
Due to other governments	-	-
Deferred revenue	-	8,853
Total Liabilities	\$ 5,255	\$ 18,148
Fund Balance		
Reserved for change funds	\$ -	\$ -
Reserved for noncurrent loans	-	125,000
Reserved for conference fund	-	-
Reserved for inventories	-	-
Reserved for encumbrances	-	15,000
Reserved for prepaid items	-	-
Reserved for health and welfare	-	-
Reserved for foster care insurance	-	-
Reserved for senior citizens transportation	-	-
Reserved for unorganized town roads	-	-
Unreserved		
Designated for debt service	-	-
Designated for capital outlay	-	-
Designated for vested sick leave	-	-
Undesignated	172,897	176,069
Total Fund Balance	\$ 172,897	\$ 316,069
Total Liabilities and Fund Balance	\$ 178,152	\$ 334,217

<u>Community Development Block Grant</u>	<u>Northeast Minnesota Housing Consortium</u>	<u>Road and Bridge</u>	<u>Social Services</u>	<u>Total</u>
\$ -	\$ -	\$ 6,075,498	\$ 3,668,996	\$ 10,115,386
-	-	151,775	305,139	459,554
-	-	709,064	1,577,531	2,296,432
-	-	26,092	889,773	919,865
-	-	-	-	125,000
-	-	-	5,803	5,803
996,025	141,047	5,376,741	8,492,308	15,006,121
-	-	1,388,458	-	1,388,458
-	-	-	130,555	130,555
<u>\$ 996,025</u>	<u>\$ 141,047</u>	<u>\$ 13,727,628</u>	<u>\$ 15,070,105</u>	<u>\$ 30,447,174</u>
\$ 154,665	\$ 47,836	\$ 2,051,107	\$ 1,494,151	\$ 3,762,309
2,781	2,587	311,579	399,911	716,858
139	38	116,112	207,801	324,090
-	-	-	66,040	66,040
188,553	26,723	-	-	215,276
649,887	63,863	27,487	5,672,556	6,413,793
-	-	4,909,289	2,370,957	7,289,099
<u>\$ 996,025</u>	<u>\$ 141,047</u>	<u>\$ 7,415,574</u>	<u>\$ 10,211,416</u>	<u>\$ 18,787,465</u>
\$ -	\$ -	\$ 1,000	\$ 15,000	\$ 16,000
-	-	-	-	125,000
-	-	-	6,502	6,502
-	-	1,388,458	-	1,388,458
-	-	1,176,356	11,627	1,202,983
-	-	-	130,555	130,555
-	-	315,883	488,713	804,596
-	-	-	6,000	6,000
-	-	-	36,368	36,368
-	-	10,712	-	10,712
-	-	2,035,000	-	2,035,000
-	-	518,525	-	518,525
-	-	113,618	162,947	276,565
-	-	752,502	4,000,977	5,102,445
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,312,054</u>	<u>\$ 4,858,689</u>	<u>\$ 11,659,709</u>
<u>\$ 996,025</u>	<u>\$ 141,047</u>	<u>\$ 13,727,628</u>	<u>\$ 15,070,105</u>	<u>\$ 30,447,174</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Babbitt Facility</u>	<u>County Housing Authority</u>
Revenues		
Taxes	\$ -	\$ 170,140
Licenses and permits	-	-
Intergovernmental	-	22,188
Charges for services	-	-
Miscellaneous	137,407	-
Total Revenues	<u>\$ 137,407</u>	<u>\$ 192,328</u>
Expenditures		
Current:		
Highways and streets	\$ -	\$ -
Welfare	-	-
Economic development	43,822	53,428
Capital outlay:		
Highway and streets	-	-
Welfare	-	-
Debt service:		
Principal	-	-
Interest and fiscal charges	-	-
Total Expenditures	<u>\$ 43,822</u>	<u>\$ 53,428</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ 93,585</u>	<u>\$ 138,900</u>
Other Financing Sources (Uses)		
Operating transfers out	-	-
Capital lease	-	-
Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ 93,585</u>	<u>\$ 138,900</u>
Fund Balance - January 1	79,312	177,169
Increase (decrease) in reserve for inventories	-	-
Fund Balance - December 31	<u>\$ 172,897</u>	<u>\$ 316,069</u>

Community Development Block Grant	Northeast Minnesota Housing Consortium	Road and Bridge	Social Services	Total
\$ -	\$ -	\$ 16,912,059	\$ 19,803,606	\$ 36,885,805
-	-	15,040	-	15,040
6,136,888	585,738	19,092,741	50,991,891	76,829,446
-	-	635,323	1,268,892	1,904,215
-	-	227,794	1,812,303	2,177,504
<u>\$ 6,136,888</u>	<u>\$ 585,738</u>	<u>\$ 36,882,957</u>	<u>\$ 73,876,692</u>	<u>\$ 117,812,010</u>
\$ -	\$ -	\$ 32,635,505	\$ -	\$ 32,635,505
-	-	-	72,674,710	72,674,710
6,136,888	585,738	-	-	6,819,876
-	-	2,905,073	-	2,905,073
-	-	-	87,256	87,256
-	-	-	195,563	195,563
-	-	-	131,073	131,073
<u>\$ 6,136,888</u>	<u>\$ 585,738</u>	<u>\$ 35,540,578</u>	<u>\$ 73,088,602</u>	<u>\$ 115,449,056</u>
\$ -	\$ -	\$ 1,342,379	\$ 788,090	\$ 2,362,954
-	-	(4,150,000)	-	(4,150,000)
-	-	-	274,232	274,232
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,150,000)</u>	<u>\$ 274,232</u>	<u>\$ (3,875,768)</u>
\$ -	\$ -	\$ (2,807,621)	\$ 1,062,322	\$ (1,512,814)
-	-	8,831,467	3,796,367	12,884,315
-	-	288,208	-	288,208
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,312,054</u>	<u>\$ 4,858,689</u>	<u>\$ 11,659,709</u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
BABBITT FACILITY SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 1994

Revenues	<u>Budget</u>			<u>Actual</u>	Variance Favorable (Unfavorable)
Miscellaneous	\$ -			\$ 137,407	\$ 137,407
	<u>Budget</u>	<u>Actual</u>			
		<u>Current Expenditures</u>	<u>Encumbrances</u>	<u>Total</u>	Variance Favorable (Unfavorable)
Expenditures					
Current					
Economic development	\$ 77,810	\$ 43,822	\$ -	\$ 43,822	\$ 33,988
Excess of Revenues Over (Under) Expenditures	\$ (77,810)			\$ 93,585	\$ 171,395
Fund Balance - January 1	79,312			79,312	-
Fund Balance - December 31	\$ 1,502			\$ 172,897	\$ 171,395

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
COUNTY HOUSING AUTHORITY SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 1994

	<u>Budget</u>		<u>Actual</u>		<u>Variance</u>
					<u>Favorable</u> <u>(Unfavorable)</u>
Revenues					
Taxes	\$	169,312	\$	170,140	\$ 828
Intergovernmental		<u>5,688</u>		<u>22,188</u>	<u>16,500</u>
Total Revenues	\$	<u>175,000</u>	\$	<u>192,328</u>	\$ <u>17,328</u>
			<u>Actual</u>		
	<u>Budget</u>	<u>Current</u>	<u>Encumbrances</u>	<u>Total</u>	<u>Variance</u>
		<u>Expenditures</u>			<u>Favorable</u> <u>(Unfavorable)</u>
Expenditures					
Current					
Economic development	\$	<u>278,000</u>	\$	<u>53,428</u>	\$
			\$	<u>15,000</u>	\$
			\$	<u>68,428</u>	\$ <u>209,572</u>
Excess of Revenues					
Over (Under)					
Expenditures	\$	(103,000)		\$	123,900
				\$	226,900
Adjustments - Note 1		-		15,000	15,000
Fund Balance - January 1		<u>177,169</u>		<u>177,169</u>	-
Fund Balance - December 31	\$	<u>74,169</u>		<u>316,069</u>	\$ <u>241,900</u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 1994

	<u>Budget</u>	<u>Actual</u>		<u>Variance Favorable (Unfavorable)</u>	
Revenues					
Intergovernmental	\$ 10,628,570		\$ 6,136,888	\$ (4,491,682)	
		<u>Actual</u>			
	<u>Budget</u>	<u>Current Expenditures</u>	<u>Encumbrances</u>	<u>Total</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures					
Current					
Economic development	\$ 10,628,570	\$ 6,136,888	\$ -	\$ 6,136,888	\$ 4,491,682
Excess of Revenues Over (Under) Expenditures	\$ -			\$ -	\$ -
Fund Balance - January 1	-			-	-
Fund Balance - December 31	\$ -			\$ -	\$ -

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
NORTHEAST MINNESOTA HOUSING CONSORTIUM SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 1994

Revenues	<u>Budget</u>			<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Intergovernmental	\$ 2,453,988			\$ 585,738	\$ (1,868,250)
	<u>Budget</u>	<u>Actual</u>			
	<u>Budget</u>	<u>Current Expenditures</u>	<u>Encumbrances</u>	<u>Total</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures					
Current					
Economic development	\$ 2,453,988	\$ 585,738	\$ -	\$ 585,738	\$ 1,868,250
Excess of Revenues Over (Under) Expenditures	\$ -			\$ -	\$ -
Fund Balance - January 1	-			-	-
Fund Balance - December 31	-			-	-

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS
SOCIAL SERVICES SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 1994

Revenues	Budget		Actual		Variance Favorable (Unfavorable)
Taxes	\$ 19,732,615		\$ 19,803,606		\$ 70,991
Intergovernmental	51,183,749		50,991,891		(191,858)
Charges for services	1,142,200		1,268,892		126,692
Miscellaneous	838,700		1,812,303		973,603
Total Revenues	\$ 72,897,264		\$ 73,876,692		\$ 979,428
Expenditures	Budget	Actual		Total	Variance Favorable (Unfavorable)
		Current Expenditures	Encumbrances		
Current					
Welfare					
Income maintenance					
Child support enforcement	\$ 2,553,811	\$ 2,568,507	\$ 465	\$ 2,568,972	\$ (15,161)
General assistance maintenance	1,331,418	1,308,838	119	1,308,957	22,461
General assistance medical care	1,289,777	1,281,081	78	1,281,159	8,618
Work readiness	842,611	835,342	40	835,382	7,229
Minnesota supplemental aid	1,028,340	1,098,053	137	1,098,190	(69,850)
Aid to families with dependent children	3,113,545	3,043,352	530	3,043,882	69,663
Medical assistance	8,662,648	8,688,512	704	8,689,216	(6,568)
Food stamps	3,508,893	3,519,363	-	3,519,363	(10,470)
Stride	1,333,080	1,273,637	1,141	1,274,778	58,302
Other assistance programs	5,563,540	5,309,140	965	5,310,105	253,435
Social services					
Services to families with children	15,926,305	16,014,148	3,262	16,017,410	(91,105)
Child day care	1,047,910	1,056,369	371	1,056,740	(8,830)
Chemical dependency	2,926,502	2,939,367	515	2,939,882	(13,380)
Mental health	8,482,094	8,662,359	605	8,662,964	(180,870)
Developmentally disabled	6,878,116	6,897,907	2,695	6,900,602	(22,484)
Services to adults/elderly	8,083,004	8,125,677	-	8,125,677	(42,673)
Total Current Expenditures	\$ 72,591,596	\$ 72,621,652	\$ 11,627	\$ 72,633,279	\$ (41,683)
Capital Outlay	\$ 206,212	\$ 86,484	\$ -	\$ 86,484	\$ 119,728
Debt Service					
Principal	\$ 195,563	\$ 195,563	\$ -	\$ 195,563	\$ -
Interest and fiscal charges	131,073	131,073	-	131,073	-
Total Debt Service	\$ 326,636	\$ 326,636	\$ -	\$ 326,636	\$ -
Total Expenditures	\$ 73,124,444	\$ 73,034,772	\$ 11,627	\$ 73,046,399	\$ 78,045
Excess of Revenues Over (Under) Expenditures	\$ (227,180)			\$ 830,293	\$ 1,057,473
Other Financing Sources (Uses)					
Capital lease	\$ -			\$ 274,232	\$ 274,232
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	\$ (227,180)			\$ 1,104,525	\$ 1,331,705
Adjustments - Note 1	-			(42,203)	(42,203)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses as Adjusted	\$ (227,180)			\$ 1,062,322	\$ 1,289,502
Fund Balance - January 1	3,796,367			3,796,367	-
Fund Balance - December 31	\$ 3,569,187			\$ 4,858,689	\$ 1,289,502

St. Louis County, Minnesota

Reader's notes:

DEBT SERVICE FUNDS

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of long-term debt, principal, interest, and related costs.

Babbitt Facility Refunding

1989 bond sold for the purpose of refunding a General Obligation Revenue Bond.

Capital Equipment Notes

1988, 1989, and 1990 notes for the purpose of financing the purchase of capital equipment.

Correctional Facilities Bond

1989 and 1993 bonds sold by the County and County HRA, respectively, for the purpose of financing the costs of construction of a County jail.

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
ALL DEBT SERVICE FUNDS
DECEMBER 31, 1994

	<u>Babbitt Facility Refunding</u>	<u>Capital Equipment Notes</u>	<u>Correctional Facilities Bond</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ -	\$ 7,927	\$ 600,954	\$ 608,881
Receivables				
Taxes				
Unapportioned	1,109	3,025	8,590	12,724
Delinquent	5,398	23,433	27,772	56,603
Due from other governments	5,572	9,527	52,413	67,512
Total Assets	<u>\$ 12,079</u>	<u>\$ 43,912</u>	<u>\$ 689,729</u>	<u>\$ 745,720</u>
Liabilities and Fund Balance				
Liabilities				
Interfund payable	\$ 1,647	\$ -	\$ -	\$ 1,647
Deferred revenue	4,858	21,090	24,995	50,943
Total Liabilities	<u>\$ 6,505</u>	<u>\$ 21,090</u>	<u>\$ 24,995</u>	<u>\$ 52,590</u>
Fund Balance				
Unreserved-undesignated	5,574	22,822	664,734	693,130
Total Liabilities and Fund Balance	<u>\$ 12,079</u>	<u>\$ 43,912</u>	<u>\$ 689,729</u>	<u>\$ 745,720</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Babbitt Facility Refunding</u>	<u>Capital Equipment Notes</u>	<u>Correctional Facilities Bond</u>	<u>Total</u>
Revenues				
Taxes	\$ 75,704	\$ 136,838	\$ 695,268	\$ 907,810
Intergovernmental	24,810	42,312	232,504	299,626
Interest on investments	6	18	538	562
Total Revenues	<u>\$ 100,520</u>	<u>\$ 179,168</u>	<u>\$ 928,310</u>	<u>\$ 1,207,998</u>
Expenditures				
Debt service				
Principal	\$ 25,000	\$ 4,070,000	\$ -	\$ 4,095,000
Interest and fiscal charges	86,855	372,405	851,683	1,310,943
Total Expenditures	<u>\$ 111,855</u>	<u>\$ 4,442,405</u>	<u>\$ 851,683</u>	<u>\$ 5,405,943</u>
Excess of Revenues Over (Under) Expenditures	\$ (11,335)	\$ (4,263,237)	\$ 76,627	\$ (4,197,945)
Other Financing Sources (Uses)				
Operating transfers in	-	4,070,000	500,000	4,570,000
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ (11,335)	\$ (193,237)	\$ 576,627	\$ 372,055
Fund Balance - January 1	<u>16,909</u>	<u>216,059</u>	<u>88,107</u>	<u>321,075</u>
Fund Balance - December 31	<u>\$ 5,574</u>	<u>\$ 22,822</u>	<u>\$ 664,734</u>	<u>\$ 693,130</u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
BABBITT FACILITY REFUNDING DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 1994

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Taxes	\$ 81,008	\$ 75,704	\$ (5,304)
Intergovernmental	19,119	24,810	5,691
Interest	-	6	6
Total Revenues	<u>\$ 100,127</u>	<u>\$ 100,520</u>	<u>\$ 393</u>
 Expenditures			
Debt service			
Principal	\$ 25,000	\$ 25,000	\$ -
Interest and fiscal charges	86,855	86,855	-
Total Expenditures	<u>\$ 111,855</u>	<u>\$ 111,855</u>	<u>\$ -</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (11,728)</u>	<u>\$ (11,335)</u>	<u>\$ 393</u>
 Fund Balance - January 1	<u>16,909</u>	<u>16,909</u>	<u>-</u>
 Fund Balance - December 31	<u>\$ 5,181</u>	<u>\$ 5,574</u>	<u>\$ 393</u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
CAPITAL EQUIPMENT NOTES DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 1994

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Taxes	\$ 138,475	\$ 136,838	\$ (1,637)
Intergovernmental	32,585	42,312	9,727
Interest	-	18	18
Total Revenues	<u>\$ 171,060</u>	<u>\$ 179,168</u>	<u>\$ 8,108</u>
Expenditures			
Debt service			
Principal	\$ 4,070,000	\$ 4,070,000	\$ -
Interest and fiscal charges	372,405	372,405	-
Total Expenditures	<u>\$ 4,442,405</u>	<u>\$ 4,442,405</u>	<u>\$ -</u>
Excess of Revenues Over (Under) Expenditures	\$ (4,271,345)	\$ (4,263,237)	\$ 8,108
Other Financing Sources (Uses)			
Operating transfers in	4,070,000	4,070,000	-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ (201,345)	\$ (193,237)	\$ 8,108
Fund Balance - January 1	<u>216,059</u>	<u>216,059</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 14,714</u>	<u>\$ 22,822</u>	<u>\$ 8,108</u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - BUDGETARY BASIS
CORRECTIONAL FACILITIES BOND DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 1994

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Taxes	\$ 761,709	\$ 695,268	\$ (66,441)
Intergovernmental	178,987	232,504	53,517
Interest	-	538	538
Total Revenues	<u>\$ 940,696</u>	<u>\$ 928,310</u>	<u>\$ (12,386)</u>
Expenditures			
Debt service			
Interest and fiscal charges	\$ 895,901	\$ 851,683	\$ 44,218
Excess of Revenues Over (Under) Expenditures	\$ 44,795	\$ 76,627	\$ 31,832
Other Financing Sources (Uses)			
Operating transfers in	500,000	500,000	-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 544,795	\$ 576,627	\$ 31,832
Fund Balance - January 1	<u>88,107</u>	<u>88,107</u>	<u>-</u>
Fund Balance - December 31	<u>\$ 632,902</u>	<u>\$ 664,734</u>	<u>\$ 31,832</u>

**CAPITAL PROJECTS
FUNDS**

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by enterprise funds.

Buildings

To account for building and remodeling projects.

Jail Bond

To account for proceeds of a jail construction project.

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUND
DECEMBER 31, 1994

	<u>Buildings</u>	<u>Jail Bond</u>	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 845,416	\$ 896,690	\$ 1,742,106
Investments	-	4,157,987	4,157,987
Receivables			
Taxes			
Unapportioned	7,369	-	7,369
Delinquent	50,036	-	50,036
Accrued interest	-	524	524
Due from other governments	26,762	-	26,762
	<u>929,583</u>	<u>5,055,201</u>	<u>5,984,784</u>
Total Assets	\$ 929,583	\$ 5,055,201	\$ 5,984,784
Liabilities and Fund Balance			
Liabilities			
Accounts payable	\$ 205,333	\$ 2,139,918	\$ 2,345,251
Due to other funds	-	17,274	17,274
Due to other governments	30,000	-	30,000
Deferred revenue	45,033	-	45,033
	<u>280,366</u>	<u>2,157,192</u>	<u>2,437,558</u>
Total Liabilities	\$ 280,366	\$ 2,157,192	\$ 2,437,558
Fund Balance			
Unreserved - undesignated	649,217	2,898,009	3,547,226
	<u>649,217</u>	<u>2,898,009</u>	<u>3,547,226</u>
Total Liabilities and Fund Balance	\$ 929,583	\$ 5,055,201	\$ 5,984,784

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Buildings</u>	<u>Jail Bond</u>	<u>Total</u>
Revenues			
Taxes	\$ 375,511	\$ -	\$ 375,511
Intergovernmental	118,339	-	118,339
Interest on investments	1,629	378,984	380,613
	<u>1,629</u>	<u>378,984</u>	<u>380,613</u>
Total Revenues	<u>\$ 495,479</u>	<u>\$ 378,984</u>	<u>\$ 874,463</u>
Expenditures			
Capital Outlay:			
General government	\$ 962,339	\$ -	\$ 962,339
Public safety	50,677	8,501,025	8,551,702
Highways and streets	820,601	-	820,601
Debt Service:			
Principal	30,000	-	30,000
	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Total Expenditures	<u>\$ 1,863,617</u>	<u>\$ 8,501,025</u>	<u>\$ 10,364,642</u>
Excess of Revenues Over (Under) Expenditures	<u>\$ (1,368,138)</u>	<u>\$ (8,122,041)</u>	<u>\$ (9,490,179)</u>
Other Financing Sources (Uses)			
Operating transfers in	\$ 480,750	\$ -	\$ 480,750
Operating transfers out	(20,000)	(500,000)	(520,000)
	<u>(20,000)</u>	<u>(500,000)</u>	<u>(520,000)</u>
Total Other Financing Sources (Uses)	<u>\$ 460,750</u>	<u>\$ (500,000)</u>	<u>\$ (39,250)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>\$ (907,388)</u>	<u>\$ (8,622,041)</u>	<u>\$ (9,529,429)</u>
Fund Balance - January 1	<u>1,556,605</u>	<u>11,520,050</u>	<u>13,076,655</u>
Fund Balance - December 31	<u>\$ 649,217</u>	<u>\$ 2,898,009</u>	<u>\$ 3,547,226</u>

St. Louis County, Minnesota

Reader's notes:

ENTERPRISE FUNDS

Enterprise Funds

Enterprise Funds account for operations that are financed and operated in a manner similar to private business, with the intent that cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Chris Jensen

To provide nursing home facilities for the public.

Nopeming

To provide nursing home facilities for the public.

Solid Waste Management

To provide for the management and operations of solid waste activities in St. Louis County outside of the Western Lake Superior Sanitary District service area.

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
DECEMBER 31, 1994

	<u>Chris Jensen</u>	<u>Nopeming</u>	<u>Solid Waste Management</u>	<u>Total</u>
Assets				
Current assets				
Cash and cash equivalents	\$ 980	\$ 810	\$ 6,525,202	\$ 6,526,992
Receivables				
Taxes				
Unapportioned	3,526	2,115	45,287	50,928
Delinquent	42,649	25,767	17,363	85,779
Accounts	2,644,307	1,365,123	314,513	4,323,943
Due from other governments	-	-	183,595	183,595
Inventories	64,677	79,840	-	144,517
Total current assets	\$ 2,756,139	\$ 1,473,655	\$ 7,085,960	\$ 11,315,754
Restricted assets				
Improvement account				
Cash and cash equivalents	\$ -	\$ 71,055	\$ 200,074	\$ 271,129
Debt service				
Cash and cash equivalents	148,368	3,149	37,634	189,151
Assets held by escrow agent	-	-	2,848,193	2,848,193
Receivables				
Taxes				
Unapportioned	-	-	13,987	-13,987
Delinquent	-	-	54,713	54,713
Accrued interest	525	-	10,692	11,217
Due from other governments	-	-	73,099	73,099
Financial assurance				
Cash and cash equivalents	-	-	2,558,433	2,558,433
Total restricted assets	\$ 148,893	\$ 74,204	\$ 5,796,825	\$ 6,019,922
Fixed assets				
Land	\$ 130,656	\$ 132,086	\$ 142,470	\$ 405,212
Buildings and structures	5,119,709	3,790,610	2,473,999	11,384,318
Improvements other than buildings	32,469	53,798	5,689,181	5,775,448
Machinery and equipment	560,441	496,548	1,218,318	2,275,307
Construction in progress	-	27,410	-	27,410
Total fixed assets	\$ 5,843,275	\$ 4,500,452	\$ 9,523,968	\$ 19,867,695
Accumulated depreciation	\$ (1,293,619)	\$ (2,129,808)	\$ (664,437)	\$ (4,087,864)
Net fixed assets	\$ 4,549,656	\$ 2,370,644	\$ 8,859,531	\$ 15,779,831
Total Assets	\$ 7,454,688	\$ 3,918,503	\$ 21,742,316	\$ 33,115,507

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
DECEMBER 31, 1994

	Chris Jensen	Nopeming	Solid Waste Management	Total
Liabilities and Fund Equity				
Liabilities				
Current liabilities (payable from current assets)				
Accounts payable	\$ 204,674	\$ 66,736	\$ 386,819	\$ 658,229
Salaries payable	203,409	162,110	12,910	378,429
Compensated absences payable	355,385	344,940	41,848	742,173
Interfund payable	1,518,686	129,572	-	1,648,258
Due to other governments	-	-	198,741	198,741
Deferred revenue	213,673	53,239	15,626	282,538
Total current liabilities (payable from current assets)	\$ 2,495,827	\$ 756,597	\$ 655,944	\$ 3,908,368
Current liabilities (payable from restricted assets)				
Due to other governments	\$ -	\$ -	\$ 1,375,544	\$ 1,375,544
Accrued interest payable	4,008	1,003	55,261	60,272
Deferred revenue	-	-	49,242	49,242
Bonds payable	725,414	30,000	990,000	1,745,414
Total current liabilities (payable from restricted assets)	\$ 729,422	\$ 31,003	\$ 2,470,047	\$ 3,230,472
Long-term liabilities				
Compensated absences payable	\$ 1,265,498	\$ 1,062,149	\$ 46,585	\$ 2,374,232
General obligation revenue bonds payable	-	148,243	11,568,156	11,716,399
Customer deposits	-	-	21,025	21,025
Closure and post-closure liabilities	-	-	366,140	366,140
Total long-term liabilities	\$ 1,265,498	\$ 1,210,392	\$ 12,001,906	\$ 14,477,796
Total Liabilities	\$ 4,490,747	\$ 1,997,992	\$ 15,127,897	\$ 21,616,636
Fund Equity				
Contributed capital	\$ 2,000	\$ -	\$ 1,655,038	\$ 1,657,038
Retained earnings				
Reserved for improvements	\$ -	\$ 71,055	\$ 1,500,000	\$ 1,571,055
Reserved for post-closure	-	-	945,736	945,736
Unreserved	2,961,941	1,849,456	2,513,645	7,325,042
Total retained earnings	\$ 2,961,941	\$ 1,920,511	\$ 4,959,381	\$ 9,841,833
Total Fund Equity	\$ 2,963,941	\$ 1,920,511	\$ 6,614,419	\$ 11,498,871
Total Liabilities and Fund Equity	\$ 7,454,688	\$ 3,918,503	\$ 21,742,316	\$ 33,115,507

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Chris Jensen</u>	<u>Nopeming</u>	<u>Solid Waste Management</u>	<u>Total</u>
Operating Revenues				
Charges for services	\$ 10,645,465	\$ 9,044,748	\$ 5,795,197	\$ 25,485,410
Licenses and permits	-	-	1,775	1,775
Other	133,002	124,657	12,414	270,073
Total Operating Revenues	\$ 10,778,467	\$ 9,169,405	\$ 5,809,386	\$ 25,757,258
Operating Expenses				
Personal services	\$ 7,980,172	\$ 7,131,704	\$ 552,606	\$ 15,664,482
Contractual services	1,868,633	1,319,927	3,597,960	6,786,520
Materials	1,047,488	770,487	240,985	2,058,960
Depreciation	120,328	99,347	557,158	776,833
Total Operating Expenses	\$ 11,016,621	\$ 9,321,465	\$ 4,948,709	\$ 25,286,795
Operating Income (Loss)	\$ (238,154)	\$ (152,060)	\$ 860,677	\$ 470,463
Nonoperating Revenues (Expenses)				
Taxes	\$ 22,660	\$ 15,570	\$ 1,437,297	\$ 1,475,527
Grants	-	-	598,333	598,333
Interest on investments	7,857	586	370,039	378,482
Interest expense	(87,700)	(13,841)	(694,099)	(795,640)
Amortization of bond discount	(15,924)	(358)	(19,514)	(35,796)
Total Nonoperating Revenues (Expenses)	\$ (73,107)	\$ 1,957	\$ 1,692,056	\$ 1,620,906
Net Income (Loss) Before Operating Transfers	\$ (311,261)	\$ (150,103)	\$ 2,552,733	\$ 2,091,369
Operating transfer in	-	-	2,765,318	2,765,318
Net Income (Loss)	\$ (311,261)	\$ (150,103)	\$ 5,318,051	\$ 4,856,687
Retained Earnings - January 1 - Restated	3,273,202	2,070,614	(358,670)	4,985,146
Retained Earnings - December 31	\$ 2,961,941	\$ 1,920,511	\$ 4,959,381	\$ 9,841,833

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 1994

	Chris Jensen	Nopeming	Solid Waste Management	Total
Cash Flows From Operating Activities				
Operating Income (Loss)	\$ (238,154)	\$ (152,060)	\$ 860,677	\$ 470,463
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities				
Depreciation	\$ 120,328	\$ 99,347	\$ 557,158	\$ 776,833
Changes in Assets and Liabilities				
(Increase) Decrease in accounts receivable	(415,463)	331,870	(153,214)	(236,807)
(Increase) Decrease in due from other governments	-	-	19,633	19,633
(Increase) Decrease in inventories	2,888	15,567	-	18,455
Increase (Decrease) in accounts payable	63,956	(51,525)	(531,181)	(518,750)
Increase (Decrease) in salaries payable	11,118	(575)	(1,418)	9,125
Increase (Decrease) in compensated absences payable	12,949	25,499	12,362	50,810
Increase (Decrease) in closure liabilities	-	-	(1,003,464)	(1,003,464)
Increase (Decrease) in due to other governments	-	-	302,589	302,589
Increase (Decrease) in deferred revenue	(235,417)	(181,894)	-	(417,311)
Increase (Decrease) in customer deposits	-	-	1,525	1,525
Net Cash Provided by Operating Activities	<u>\$ (677,795)</u>	<u>\$ 86,229</u>	<u>\$ 64,667</u>	<u>\$ (526,899)</u>
Cash Flows From Noncapital Financing Activities				
Proceeds from taxes	\$ 42,741	\$ 27,420	\$ 1,429,781	\$ 1,499,942
Proceeds from grant	-	-	595,567	595,567
Operating transfer in	-	-	2,765,318	2,765,318
Payments of interfund loan	(59,518)	(118,295)	-	(177,813)
Proceeds from interfund loan	1,518,686	129,572	-	1,648,258
Net Cash Provided by Noncapital Financing Activities	<u>\$ 1,501,909</u>	<u>\$ 38,697</u>	<u>\$ 4,790,666</u>	<u>\$ 6,331,272</u>
Cash Flows From Capital and Related Financing Activities				
Acquisition of capital assets	\$ (57,584)	\$ (80,861)	\$ (412,496)	\$ (550,941)
Debt service interest received	-	586	-	586
Principal paid on bonds	(675,000)	(30,000)	(800,000)	(1,505,000)
Interest paid on bonds	(91,300)	(14,005)	(833,540)	(938,845)
Net Cash Provided by Capital and Related Financing Activities	<u>\$ (823,884)</u>	<u>\$ (124,280)</u>	<u>\$ (2,046,036)</u>	<u>\$ (2,994,200)</u>
Cash Flows From Investing Activities				
Purchase of investments	\$ (1,004,298)	\$ -	\$ (258)	\$ (1,004,556)
Sale of investments	1,004,298	-	2,000	1,006,298
Interest on investments	7,342	-	370,043	377,385
Net Cash Provided by Investing Activities	<u>\$ 7,342</u>	<u>\$ -</u>	<u>\$ 371,785</u>	<u>\$ 379,127</u>
Net Increase (Decrease) In Cash and Cash Equivalents	\$ 7,572	\$ 646	\$ 3,181,082	\$ 3,189,300
Cash and Cash Equivalents - January 1	141,776	74,368	6,140,261	6,356,405
Cash and Cash Equivalents - December 31	<u>\$ 149,348</u>	<u>\$ 75,014</u>	<u>\$ 9,321,343</u>	<u>\$ 9,545,705</u>

St. Louis County, Minnesota

Reader's notes:

**INTERNAL SERVICE
FUNDS**

Internal Service Funds

Internal Service Funds account for operations that are financed and operated in a manner similar to private business, with the intent that cost (expenses, including depreciation) of providing goods or services by specific departments within St. Louis County for other departments within St. Louis County on a continuing basis be financed or recovered primarily through user charges.

Community Food

To provide meals for participants in various programs administered by the Social Services Department.

Laundry

To provide for the costs of operating a laundry facility used by County departments and other agencies.

Supervised Living Facilities

To provide a continuum of services that enable elderly and/or handicapped individuals to maintain a degree of independence.

Printing

To provide County departments with office supplies and materials, printing and postage.

County Garage

To provide for the costs of operating a maintenance facility for automotive equipment and a fleet of vehicles for use by County departments.

County Insurance

To provide for the payment of unemployment compensation claims, workers' compensation claims, and payment of self-insured claims for auto, fire, and theft and employees' and retirees' medical expenses.

Management Information Systems

To provide computer services and programming services to County departments.

Telecommunications

To provide a County communications system.

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
DECEMBER 31, 1994

	<u>Community Food</u>	<u>Laundry</u>	<u>Supervised Living Facilities</u>
Assets			
Current assets			
Cash and cash equivalents	\$ 523,275	\$ 118,072	\$ 154,116
Investments	-	-	-
Receivables			
Taxes			
Unapportioned	77	-	9
Delinquent	940	-	-
Accounts	101,133	30,267	25,817
Accrued interest	-	-	-
Due from other funds	-	-	-
Due from other governments	37,341	-	-
Inventories	22,374	231,067	-
Prepaid items	49,952	-	-
Total current assets	\$ 735,092	\$ 379,406	\$ 179,942
Fixed assets			
Land	\$ -	\$ -	\$ -
Buildings and structures	-	970,719	-
Machinery and equipment	-	405,133	5,524
Vehicles	-	-	-
Total fixed assets	\$ -	\$ 1,375,852	\$ 5,524
Accumulated depreciation	-	(618,156)	(5,524)
Net fixed assets	\$ -	\$ 757,696	\$ -
Total Assets	\$ 735,092	\$ 1,137,102	\$ 179,942

<u>Printing</u>	<u>County Garage</u>	<u>County Insurance</u>	<u>Management Information Systems</u>	<u>Telecommunications</u>	<u>Total</u>
\$ 237,496	\$ 172,444	\$ 843,314	\$ 593,012	\$ 196,666	\$ 2,838,395
-	-	14,382,261	-	-	14,382,261
-	-	265	-	-	351
-	-	-	-	-	940
6,491	-	3,354	-	-	167,062
-	-	167,950	-	-	167,950
14	-	-	-	-	14
3,503	4,736	-	32	113	45,725
64,788	29,922	-	74,413	736	423,300
-	-	-	-	-	49,952
<u>\$ 312,292</u>	<u>\$ 207,102</u>	<u>\$ 15,397,144</u>	<u>\$ 667,457</u>	<u>\$ 197,515</u>	<u>\$ 18,075,950</u>
\$ -	\$ 25,500	\$ -	\$ -	\$ -	\$ 25,500
-	778,730	-	-	-	1,749,449
384,676	70,419	-	2,700,954	1,836,549	5,403,255
-	2,791,057	-	-	-	2,791,057
<u>\$ 384,676</u>	<u>\$ 3,665,706</u>	<u>\$ -</u>	<u>\$ 2,700,954</u>	<u>\$ 1,836,549</u>	<u>\$ 9,969,261</u>
<u>(238,064)</u>	<u>(2,107,102)</u>	<u>-</u>	<u>(1,671,991)</u>	<u>(1,054,418)</u>	<u>(5,695,255)</u>
<u>\$ 146,612</u>	<u>\$ 1,558,604</u>	<u>\$ -</u>	<u>\$ 1,028,963</u>	<u>\$ 782,131</u>	<u>\$ 4,274,006</u>
<u>\$ 458,904</u>	<u>\$ 1,765,706</u>	<u>\$ 15,397,144</u>	<u>\$ 1,696,420</u>	<u>\$ 979,646</u>	<u>\$ 22,349,956</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
DECEMBER 31, 1994

	<u>Community Food</u>	<u>Laundry</u>	<u>Supervised Living Facilities</u>
Liabilities and Fund Equity			
Liabilities			
Current liabilities			
Accounts payable	\$ 26,417	\$ 46,364	\$ 1,075
Salaries payable	14,824	14,059	11,450
Compensated absences payable	29,682	47,827	19,195
Claims payable	-	-	-
Due to other governments	-	12,291	-
Deferred revenue	846	-	-
Capital leases payable	-	-	-
Total current liabilities	\$ 71,769	\$ 120,541	\$ 31,720
Long-term liabilities			
Compensated absences payable	\$ 59,661	\$ 169,876	\$ 182,672
Claims payable	-	-	-
Capital leases payable	-	-	-
Total long-term liabilities	\$ 59,661	\$ 169,876	\$ 182,672
Total Liabilities	\$ 131,430	\$ 290,417	\$ 214,392
Fund Equity			
Contributed capital	\$ -	\$ 814,517	\$ 3,192
Retained earnings			
Reserved for capital acquisition	\$ 49,952	\$ -	\$ -
Unreserved	553,710	32,168	(37,642)
Total retained earnings	\$ 603,662	\$ 32,168	\$ (37,642)
Total Fund Equity	\$ 603,662	\$ 846,685	\$ (34,450)
Total Liabilities and Fund Equity	\$ 735,092	\$ 1,137,102	\$ 179,942

<u>Printing</u>	<u>County Garage</u>	<u>County Insurance</u>	<u>Management Information Systems</u>	<u>Telecommunications</u>	<u>Total</u>
\$ 36,624	\$ 24,759	\$ 55,519	\$ 201,519	\$ 62,204	\$ 454,481
2,244	4,638	-	39,237	2,340	88,792
7,600	16,083	-	108,644	11,378	240,409
-	-	3,148,818	-	-	3,148,818
-	-	108,642	-	-	120,933
-	-	99,747	-	-	100,593
14,689	-	-	-	-	14,689
<u>\$ 61,157</u>	<u>\$ 45,480</u>	<u>\$ 3,412,726</u>	<u>\$ 349,400</u>	<u>\$ 75,922</u>	<u>\$ 4,168,715</u>
\$ 67,364	\$ 100,286	\$ -	\$ 619,883	\$ -	\$ 1,199,742
-	-	2,648,562	-	-	2,648,562
33,978	-	-	-	-	33,978
<u>\$ 101,342</u>	<u>\$ 100,286</u>	<u>\$ 2,648,562</u>	<u>\$ 619,883</u>	<u>\$ -</u>	<u>\$ 3,882,282</u>
<u>\$ 162,499</u>	<u>\$ 145,766</u>	<u>\$ 6,061,288</u>	<u>\$ 969,283</u>	<u>\$ 75,922</u>	<u>\$ 8,050,997</u>
<u>\$ 5,131</u>	<u>\$ 3,141,034</u>	<u>\$ -</u>	<u>\$ 808,490</u>	<u>\$ 185,639</u>	<u>\$ 4,958,003</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,952
291,274	(1,521,094)	9,335,856	(81,353)	718,085	9,291,004
<u>\$ 291,274</u>	<u>\$ (1,521,094)</u>	<u>\$ 9,335,856</u>	<u>\$ (81,353)</u>	<u>\$ 718,085</u>	<u>\$ 9,340,956</u>
<u>\$ 296,405</u>	<u>\$ 1,619,940</u>	<u>\$ 9,335,856</u>	<u>\$ 727,137</u>	<u>\$ 903,724</u>	<u>\$ 14,298,959</u>
<u>\$ 458,904</u>	<u>\$ 1,765,706</u>	<u>\$ 15,397,144</u>	<u>\$ 1,696,420</u>	<u>\$ 979,646</u>	<u>\$ 22,349,956</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Community Food</u>	<u>Laundry</u>	<u>Supervised Living Facilities</u>
Operating Revenues			
Charges for services	\$ 1,158,494	\$ 1,087,978	\$ 469,104
Other	3,187	6	-
Total Operating Revenues	<u>\$ 1,161,681</u>	<u>\$ 1,087,984</u>	<u>\$ 469,104</u>
Operating Expenses			
Personal services	\$ 556,582	\$ 731,965	\$ 403,313
Contractual services	112,098	119,178	21,566
Material	392,636	235,730	4,039
Depreciation	-	28,414	345
Total Operating Expenses	<u>\$ 1,061,316</u>	<u>\$ 1,115,287</u>	<u>\$ 429,263</u>
Operating Income (Loss)	<u>\$ 100,365</u>	<u>\$ (27,303)</u>	<u>\$ 39,841</u>
Nonoperating Revenues (Expenses)			
Taxes	\$ 102	\$ -	\$ 61
Interest on investments	-	-	-
Disposition of fixed assets	-	-	-
Total Nonoperating Revenues (Expenses)	<u>\$ 102</u>	<u>\$ -</u>	<u>\$ 61</u>
Net Income (Loss)	<u>\$ 100,467</u>	<u>\$ (27,303)</u>	<u>\$ 39,902</u>
Retained Earnings - January 1 - Restated	<u>503,195</u>	<u>59,471</u>	<u>(77,544)</u>
Retained Earnings - December 31	<u><u>\$ 603,662</u></u>	<u><u>\$ 32,168</u></u>	<u><u>\$ (37,642)</u></u>

<u>Printing</u>	<u>County Garage</u>	<u>County Insurance</u>	<u>Management Information Systems</u>	<u>Telecommunications</u>	<u>Total</u>
\$ 825,656	\$ 1,070,821	\$ 16,206,771	\$ 2,713,238	\$ 987,171	\$ 24,519,233
-	198	-	361,929	440	365,760
<u>\$ 825,656</u>	<u>\$ 1,071,019</u>	<u>\$ 16,206,771</u>	<u>\$ 3,075,167</u>	<u>\$ 987,611</u>	<u>\$ 24,884,993</u>
\$ 145,492	\$ 277,853	\$ -	\$ 1,731,098	\$ 150,975	\$ 3,997,278
257,754	209,270	11,432,056	779,039	644,756	13,575,717
320,907	346,460	2,612	72,311	48,764	1,423,459
50,564	431,725	-	355,960	214,300	1,081,308
<u>\$ 774,717</u>	<u>\$ 1,265,308</u>	<u>\$ 11,434,668</u>	<u>\$ 2,938,408</u>	<u>\$ 1,058,795</u>	<u>\$ 20,077,762</u>
\$ 50,939	\$ (194,289)	\$ 4,772,103	\$ 136,759	\$ (71,184)	\$ 4,807,231
\$ -	\$ -	\$ 791	\$ -	\$ -	\$ 954
-	-	546,455	-	-	546,455
(4,713)	36,827	-	-	-	32,114
<u>\$ (4,713)</u>	<u>\$ 36,827</u>	<u>\$ 547,246</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 579,523</u>
\$ 46,226	\$ (157,462)	\$ 5,319,349	\$ 136,759	\$ (71,184)	\$ 5,386,754
245,048	(1,363,632)	4,016,507	(218,112)	789,269	3,954,202
<u>\$ 291,274</u>	<u>\$ (1,521,094)</u>	<u>\$ 9,335,856</u>	<u>\$ (81,353)</u>	<u>\$ 718,085</u>	<u>\$ 9,340,956</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Community Food</u>	<u>Laundry</u>	<u>Supervised Living Facilities</u>
Cash Flows From Operating Activities			
Operating Income (Loss)	\$ 100,365	\$ (27,303)	\$ 39,841
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities			
Depreciation	\$ -	\$ 28,414	\$ 345
Changes in Assets and Liabilities			
(Increase) Decrease in accounts receivable	(100,424)	(4,337)	(9,671)
(Increase) Decrease in due from other funds	-	-	-
(Increase) Decrease in due from other governments	30,965	-	-
(Increase) Decrease in inventories	252	(19,674)	-
(Increase) Decrease in prepaid items	(4,209)	-	-
Increase (Decrease) in accounts payable	(960)	24,304	372
Increase (Decrease) in salaries payable	2,167	1,612	(1,554)
Increase (Decrease) in compensated absences payable	(2,126)	4,425	(12,876)
Increase (Decrease) in claims payable	-	-	-
Increase (Decrease) in due to other governments	-	-	-
Increase (Decrease) in deferred revenue	-	-	-
Net Cash Provided by Operating Activities	<u>\$ 26,030</u>	<u>\$ 7,441</u>	<u>\$ 16,457</u>
Cash Flows From Noncapital Financing Activities			
Proceeds from taxes	\$ 302	\$ 447	\$ 52
Net Cash Provided by Noncapital Financing Activities	<u>\$ 302</u>	<u>\$ 447</u>	<u>\$ 52</u>
Cash Flows From Capital and Related Financing Activities			
Acquisition of capital assets	\$ -	\$ (53,456)	\$ -
Payments of capital leases	-	-	-
Proceeds from contributions	-	-	-
Proceeds from sale of equipment	-	-	-
Net Cash Provided by Capital and Related Financing Activities	<u>\$ -</u>	<u>\$ (53,456)</u>	<u>\$ -</u>
Cash Flows From Investing Activities			
Purchase of investments	\$ -	\$ -	\$ -
Sale of investments	-	-	-
Interest on investments	-	-	-
Net Cash Provided by Investing Activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>\$ 26,332</u>	<u>\$ (45,568)</u>	<u>\$ 16,509</u>
Cash and Cash Equivalents - January 1	<u>496,943</u>	<u>163,640</u>	<u>137,607</u>
Cash and Cash Equivalents - December 31	<u>\$ 523,275</u>	<u>\$ 118,072</u>	<u>\$ 154,116</u>

<u>Printing</u>	<u>County Garage</u>	<u>County Insurance</u>	<u>Management Information Systems</u>	<u>Telecommunications</u>	<u>Total</u>
\$ 50,939	\$ (194,289)	\$ 4,772,103	\$ 136,759	\$ (71,184)	\$ 4,807,231
\$ 50,564	\$ 431,725	\$ -	\$ 355,960	\$ 214,300	\$ 1,081,308
(5,838)	3,109	(3,302)	33	-	(120,430)
3	-	-	-	-	3
2,593	(4,736)	-	1,896	(113)	30,605
17,915	10,983	-	(70,093)	5,364	(55,253)
-	-	-	-	-	(4,209)
4,412	6,428	(21,556)	191,441	(62,178)	142,263
(686)	(963)	-	(885)	(456)	(765)
5,964	2,275	-	71,797	2,486	71,945
-	-	(1,136,198)	-	-	(1,136,198)
-	-	(9,573)	-	-	(9,573)
-	-	(183)	-	-	(183)
<u>\$ 125,866</u>	<u>\$ 254,532</u>	<u>\$ 3,601,291</u>	<u>\$ 686,908</u>	<u>\$ 88,219</u>	<u>\$ 4,806,744</u>
\$ -	\$ -	\$ 661	\$ -	\$ -	\$ 1,462
\$ -	\$ -	\$ 661	\$ -	\$ -	\$ 1,462
\$ (8,679)	\$ (528,651)	\$ -	\$ (412,858)	\$ (132,793)	\$ (1,136,437)
(26,360)	-	-	-	-	(26,360)
-	308,552	-	-	-	308,552
-	76,613	-	-	-	76,613
<u>\$ (35,039)</u>	<u>\$ (143,486)</u>	<u>\$ -</u>	<u>\$ (412,858)</u>	<u>\$ (132,793)</u>	<u>\$ (777,632)</u>
\$ -	\$ -	\$ (52,939,127)	\$ -	\$ -	\$ (52,939,127)
-	-	47,894,974	-	-	47,894,974
-	-	431,638	-	-	431,638
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,612,515)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,612,515)</u>
\$ 90,827	\$ 111,046	\$ (1,010,563)	\$ 274,050	\$ (44,574)	\$ (581,941)
146,669	61,398	1,853,877	318,962	241,240	3,420,336
<u>\$ 237,496</u>	<u>\$ 172,444</u>	<u>\$ 843,314</u>	<u>\$ 593,012</u>	<u>\$ 196,666</u>	<u>\$ 2,838,395</u>

St. Louis County, Minnesota

Reader's notes:

**TRUST AND AGENCY
FUNDS**

Trust and Agency Funds

To account for assets held by St. Louis County in a trustee capacity, or as an agent for individuals, private organizations, and any other governmental units.

EXPENDABLE TRUST FUNDS

Missing Heirs Fund

To account for the receipt of unclaimed legacies deposited with the County pursuant to Minn. Stat. §524.3-914 (1994). The principal and any interest earned on its subsequent investment may be claimed by the heirs by procuring a court order from the Probate (County) Court prior to the principal escheating to the General Fund pursuant to an opinion of the Attorney General.

Private Redemption Fund

This fund was used to account for the redemption of tax title certificates. The purchase of tax title certificates by individuals was discontinued by the State a number of years ago and only an unclaimed balance remains in this fund.

Exchange of Land Fund

To account for the difference in value of lands exchanged by the County. Financing is provided by the difference in the proceeds of lands exchanged.

Tax Certificate Assurance Fund

To account for one quarter of all tax certificate search fees collected by the County Auditor, pursuant to Minn. Laws 1955, Ch. 633. These funds are to be invested and used only to pay claims for damages caused by an error of the County Auditor or his deputy in issuing a tax certificate.

Forfeited Tax Sale Fund

This fund is used to account for the proceeds from the sale or rental of lands forfeited to the State of Minnesota pursuant to Minn. Stat. §282 (1994). The distribution of the net proceeds, after deducting the expenses of the County for managing the tax forfeited lands is governed by Minn. Stat. §282.08 (1994). Title to the tax forfeited lands remains with the State until sold by the County.

Forest Resources Fund

This fund is used to account for the collection and disbursement of proceeds from the sale of tax-forfeited properties.

Patients Escrow Fund

The patients escrow fund is used to account for the deposit and subsequent return of nursing home resident's trust funds deposited with the County Auditor and limited to a maximum deposit of \$500. The County acts only as the custodian of these funds and ownership rests with the nursing home patients.

Regional Landfill Dedicated Fund

This fund is used to account for monies set aside for the closure, post closure, and contingency costs related to the Regional Landfill. The fund is closed into the Solid Waste Management Enterprise Fund.

Attorney Forfeitures Fund

This fund is used to account for monies confiscated in drug-related crimes [Minn. Stat. §609.5311 (1994)] and contraband used in the commission of other crimes [Minn. Stat. §609.5312 (1994)]. The County Attorney is authorized by statute to use a share of such monies, and those expenditures are accounted for here.

Trust and Agency Funds

Sheriff Forfeitures Fund

This fund is used to account for monies confiscated in drug-related crimes [Minn. Stat. §609.5311 (1994)] and contraband used in the commission of other crimes [Minn. Stat. §609.5312 (1994)]. The Sheriff is authorized by statute to use a share of such monies, and those expenditures are accounted for here.

Hibbing Dedicated Fund

This fund is used to account for monies set aside for Hibbing Landfill closure, post-closure and contingency costs. The fund is closed into the Solid Waste Management Enterprise Fund.

East Mesabi Dedicated Fund

This fund is used to account for monies set aside for East Mesabi Landfill closure, post closure, and contingency costs. The fund is closed into the Solid Waste Management Enterprise Fund.

Sheriff Fines Fund

This fund is used to account for monies collected on fines imposed by Minn. Stat. §152 and Minn. Stat. §340A. The Sheriff is to use the money for the purpose of investigating and securing evidence of violations of these statutes.

AGENCY FUNDS

State of Minnesota Fund

To account for the receipt and disbursement of monies for which St. Louis County is the collection agent for the State.

Beer-Auctioneer Licenses Fund

To account for the funds collected on the issuance of intoxicating beer and auctioneer licenses by the County for beer licenses as well as payments to the State of Minnesota for auctioneer licenses.

Cities and Towns Fund

The cities and towns fund is used to account for the collection and payment of funds due to organized and unorganized townships and cities.

Game and Fish License Fund

This fund is used to account for the collection of game and fish fees collected pursuant to Minn. Stat. §97A (1994) and the payment to the State, County, and sub-agents for their respective share.

Bid Deposits Fund

This fund is used to account for the receipt of bid deposits received prior to bid award.

Taxes and Penalties Fund

This fund is used to account for the collection and payment to the various County funds and taxing districts of taxes, penalties and special assessment collections.

Payroll Deductions Fund

This fund is used to accumulate funds from payroll deductions charged to all operating funds. Payment by a single check is made to the state and federal government for tax deductions, and to any other organizations for deductions not covered in another agency fund.

Series EE Savings Bond Fund

This fund is used to account for the purchase of U.S. Savings Bonds, Series EE, by County employees through payroll deductions. Individual employees' payroll deductions accumulate in this fund until sufficient funds are available to purchase the requested U.S. Savings Bond, Series EE. The County acts only as custodian of these funds and ownership rests with the employees from whom payroll deductions were made.

Trust and Agency Funds

Canceled Check Fund

The canceled check fund is used to account for checks issued by St. Louis County but not cashed by the payee. The checks are canceled and the money is held as unclaimed funds.

High Voltage Credit Fund

This fund is used to account for the collection of power line property tax credit which is then distributed to property owners, with any excess going to the School Fund pursuant to Minn. Stat. §273.42 (1994).

Assault Fees Fund

The assault fees fund is used to account for fines charged to persons convicted of assault.

Deferred Compensation Fund

This fund is used to account for the accumulation of funds from County employees and officers participating in deferred compensation plans.

Arrowhead Regional Corrections Fund

This fund is used to account for the funds collected and used by the Arrowhead Regional Corrections operation which contracts with St. Louis County for accounting services.

Community Health Services Fund

The Community Health Services fund is used to account for the transactions related to the Community Health Services Board.

Home Grant Fund

This fund is used to account for the financial transactions of the Northeast Minnesota Housing Consortium for whom the County is the fiscal agent. The fund is closed and reported as part of the Northeast Minnesota Housing Consortium Special Revenue Fund.

Regional Railroad Authority Fund

This fund is used to account for the financial transactions of the Regional Railroad Authority for whom the County is the fiscal agent.

Northern Counties Land Use Board Fund

This fund is used to account for the financial transactions of the Northern Counties Land Use Board for whom the County is the fiscal agent.

ST. LOUIS COUNTY, MINNESOTA
COMBINING BALANCE SHEET
ALL EXPENDABLE TRUST AND AGENCY FUNDS
DECEMBER 31, 1994

	Expendable Trust Funds				
	Missing Heirs	Private Redemption	Exchange of Land	Tax Certificate Assurance	Forfeited Tax Sale
Assets					
Cash and cash equivalents	\$ 93,681	\$ 414	\$ 22,798	\$ 178,774	\$ 390,994
Investments	61,474	-	-	-	-
Invested employee contribution	-	-	-	-	-
Receivables					
Taxes					
Unapportioned	-	-	-	-	-
Delinquent	-	-	-	-	-
Accounts	-	-	-	-	6,376,163
Accrued interest	-	-	-	-	-
Due from other governments	-	-	-	-	-
Total Assets	<u>\$ 155,155</u>	<u>\$ 414</u>	<u>\$ 22,798</u>	<u>\$ 178,774</u>	<u>\$ 6,767,157</u>
Liabilities and Fund Balance					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 134,200
Salaries payable	-	-	-	-	31,789
Compensated absences payable	-	-	-	-	16,488
Deferred compensation payable	-	-	-	-	-
Unapportioned taxes payable	-	-	-	-	-
Interfund payable	-	-	-	-	-
Due to other governments	-	-	-	-	38,659
Deferred revenue	-	-	-	-	6,240,473
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,461,609</u>
Fund Balance					
Reserved for encumbrances	\$ -	\$ -	\$ -	\$ -	\$ 223,037
Reserved for health and welfare	-	-	-	-	55,567
Reserved for veterans credit	-	-	-	-	15,000
Unreserved					
Designated for vested sick leave	-	-	-	-	10,302
Undesignated	155,155	414	22,798	178,774	1,642
Total Fund Balance	<u>\$ 155,155</u>	<u>\$ 414</u>	<u>\$ 22,798</u>	<u>\$ 178,774</u>	<u>\$ 305,548</u>
Total Liabilities and Fund Balance	<u>\$ 155,155</u>	<u>\$ 414</u>	<u>\$ 22,798</u>	<u>\$ 178,774</u>	<u>\$ 6,767,157</u>

<u>Forest Resources</u>	<u>Patients Escrow</u>	<u>Attorney Forfeitures</u>	<u>Sheriff Forfeitures</u>	<u>Sheriff Fines</u>	<u>All Agency Funds</u>	<u>Total</u>
\$ 2,368,576	\$ 40,559	\$ 98,252	\$ 102,160	\$ 9,859	\$ 5,869,053	\$ 9,175,120
-	75,000	-	-	-	13,794,016	13,930,490
-	-	-	-	-	30,981,267	30,981,267
-	-	-	-	-	3,962	3,962
-	-	-	-	-	18,529	18,529
-	-	-	1,592	-	13,360	6,391,115
-	946	-	-	-	198,672	199,618
-	-	-	-	-	773,946	773,946
<u>\$ 2,368,576</u>	<u>\$ 116,505</u>	<u>\$ 98,252</u>	<u>\$ 103,752</u>	<u>\$ 9,859</u>	<u>\$ 51,652,805</u>	<u>\$ 61,474,047</u>
\$ 73,537	\$ -	\$ 537	\$ 128	\$ 319	\$ 259,255	\$ 467,976
-	-	-	-	-	368,332	400,121
-	-	-	-	-	-	16,488
-	-	-	-	-	30,981,267	30,981,267
-	-	-	-	-	1,020,191	1,020,191
-	-	-	-	-	57,999	57,999
-	-	-	8,971	-	18,965,761	19,013,391
71,323	-	-	-	-	-	6,311,796
<u>\$ 144,860</u>	<u>\$ -</u>	<u>\$ 537</u>	<u>\$ 9,099</u>	<u>\$ 319</u>	<u>\$ 51,652,805</u>	<u>\$ 58,269,229</u>
\$ -	\$ -	\$ -	\$ 47,021	\$ 4,717	\$ -	\$ 274,775
-	-	-	-	-	-	55,567
-	-	-	-	-	-	15,000
-	-	-	-	-	-	10,302
<u>2,223,716</u>	<u>116,505</u>	<u>97,715</u>	<u>47,632</u>	<u>4,823</u>	<u>-</u>	<u>2,849,174</u>
<u>\$ 2,223,716</u>	<u>\$ 116,505</u>	<u>\$ 97,715</u>	<u>\$ 94,653</u>	<u>\$ 9,540</u>	<u>\$ -</u>	<u>\$ 3,204,818</u>
<u>\$ 2,368,576</u>	<u>\$ 116,505</u>	<u>\$ 98,252</u>	<u>\$ 103,752</u>	<u>\$ 9,859</u>	<u>\$ 51,652,805</u>	<u>\$ 61,474,047</u>

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL EXPENDABLE TRUST FUNDS
YEAR ENDED DECEMBER 31, 1994

	Expendable Trust					
	Missing Heirs	Private Redemption	Exchange of Land	Tax Certificate Assurance	Forfeited Tax Sale	Forest Resources
Revenues						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 737,701
Intergovernmental	-	-	-	-	-	116,489
Charges for services	-	-	-	12,687	-	-
Interest on investments	1,531	-	-	-	-	-
Land and timber sales	-	-	-	-	3,476,211	-
Miscellaneous	2,024	-	-	-	313,796	-
Total Revenues	\$ 3,555	\$ -	\$ -	\$ 12,687	\$ 3,790,007	\$ 854,190
Expenditures						
General government	\$ 3,009	\$ -	\$ -	\$ -	\$ -	\$ -
Public safety	-	-	-	-	-	-
Conservation of natural resources	-	-	-	-	3,640,115	486,038
Total Expenditures	\$ 3,009	\$ -	\$ -	\$ -	\$ 3,640,115	\$ 486,038
Excess of Revenues Over (Under) Expenditures	\$ 546	\$ -	\$ -	\$ 12,687	\$ 149,892	\$ 368,152
Other Financing Sources (Uses)						
Operating transfer out	-	-	-	-	-	-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 546	\$ -	\$ -	\$ 12,687	\$ 149,892	\$ 368,152
Fund Balance - January 1	154,609	414	22,798	166,087	155,656	1,855,564
Fund Balance - December 31	\$ 155,155	\$ 414	\$ 22,798	\$ 178,774	\$ 305,548	\$ 2,223,716

<u>Patients Escrow</u>	<u>Regional Landfill Dedicated</u>	<u>Attorney Forfeitures</u>	<u>Sheriff Forfeitures</u>	<u>Hibbing Dedicated</u>	<u>East Mesabi Dedicated</u>	<u>Sheriff Fines</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 737,701
-	-	-	-	-	-	-	116,489
-	-	-	-	-	-	-	12,687
3,128	-	-	-	-	-	-	4,659
-	-	-	-	-	-	-	3,476,211
<u>176,027</u>	<u>-</u>	<u>40,578</u>	<u>41,591</u>	<u>-</u>	<u>-</u>	<u>16,138</u>	<u>590,154</u>
\$ 179,155	\$ -	\$ 40,578	\$ 41,591	\$ -	\$ -	\$ 16,138	\$ 4,937,901
\$ 187,004	\$ -	\$ 21,323	\$ -	\$ -	\$ -	\$ -	\$ 211,336
-	-	-	46,610	-	-	17,135	63,745
-	-	-	-	-	-	-	4,126,153
\$ 187,004	\$ -	\$ 21,323	\$ 46,610	\$ -	\$ -	\$ 17,135	\$ 4,401,234
\$ (7,849)	\$ -	\$ 19,255	\$ (5,019)	\$ -	\$ -	\$ (997)	\$ 536,667
-	(277,728)	-	-	(1,369,604)	(1,117,986)	-	(2,765,318)
\$ (7,849)	\$ (277,728)	\$ 19,255	\$ (5,019)	\$ (1,369,604)	\$ (1,117,986)	\$ (997)	\$ (2,228,651)
<u>124,354</u>	<u>277,728</u>	<u>78,460</u>	<u>99,672</u>	<u>1,369,604</u>	<u>1,117,986</u>	<u>10,537</u>	<u>5,433,469</u>
\$ 116,505	\$ -	\$ 97,715	\$ 94,653	\$ -	\$ -	\$ 9,540	\$ 3,204,818

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
STATE OF MINNESOTA FUND				
Assets				
Cash and cash equivalents	\$ 719,265	\$ 76,408,324	\$ 76,766,854	\$ 360,735
Investments	12,481,575	24,782,643	23,470,202	13,794,016
Accrued interest receivable	94,722	198,672	94,722	198,672
Due from other governments	35,746	65,874	35,746	65,874
Total Assets	<u>\$ 13,331,308</u>	<u>\$ 101,455,513</u>	<u>\$ 100,367,524</u>	<u>\$ 14,419,297</u>
Liabilities				
Salaries payable	-	202,681	199,757	2,924
Due to other governments	13,331,308	101,252,832	100,167,767	14,416,373
Total Liabilities	<u>\$ 13,331,308</u>	<u>\$ 101,455,513</u>	<u>\$ 100,367,524</u>	<u>\$ 14,419,297</u>
BEER-AUCTIONEER LICENSES FUND				
Assets				
Cash and cash equivalents	<u>\$ -</u>	<u>\$ 3,500</u>	<u>\$ 3,425</u>	<u>\$ 75</u>
Liabilities				
Due to other governments	<u>\$ -</u>	<u>\$ 3,500</u>	<u>\$ 3,425</u>	<u>\$ 75</u>
CITIES AND TOWNS FUND				
Assets				
Cash and cash equivalents	<u>\$ 71,403</u>	<u>\$ 1,122,327</u>	<u>\$ 1,118,834</u>	<u>\$ 74,896</u>
Liabilities				
Due to other governments	<u>\$ 71,403</u>	<u>\$ 1,122,327</u>	<u>\$ 1,118,834</u>	<u>\$ 74,896</u>
GAME AND FISH LICENSE FUND				
Assets				
Cash and cash equivalents	<u>\$ 171,102</u>	<u>\$ 2,950,337</u>	<u>\$ 2,982,570</u>	<u>\$ 138,869</u>
Liabilities				
Due to other governments	<u>\$ 171,102</u>	<u>\$ 2,950,337</u>	<u>\$ 2,982,570</u>	<u>\$ 138,869</u>
BID DEPOSITS FUND				
Assets				
Cash and cash equivalents	<u>\$ 20,700</u>	<u>\$ -</u>	<u>\$ 7,850</u>	<u>\$ 12,850</u>
Liabilities				
Accounts payable	<u>\$ 20,700</u>	<u>\$ -</u>	<u>\$ 7,850</u>	<u>\$ 12,850</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
TAXES AND PENALTIES FUND				
Assets				
Cash and cash equivalents	\$ 3,242,625	\$ 205,494,208	\$ 206,245,129	\$ 2,491,704
Liabilities				
Unapportioned taxes payable	\$ 1,238,604	\$ 1,020,191	\$ 1,238,604	\$ 1,020,191
Due to other governments	2,004,021	204,474,017	205,006,525	1,471,513
Total Liabilities	\$ 3,242,625	\$ 205,494,208	\$ 206,245,129	\$ 2,491,704
PAYROLL DEDUCTIONS FUND				
Assets				
Cash and cash equivalents	\$ 1,186,583	\$ 42,987,503	\$ 43,075,545	\$ 1,098,541
Liabilities				
Accounts payable	\$ 99,935	\$ 10,971	\$ 99,935	\$ 10,971
Due to other governments	1,086,648	42,976,532	42,975,610	1,087,570
Total Liabilities	\$ 1,186,583	\$ 42,987,503	\$ 43,075,545	\$ 1,098,541
SERIES EE SAVINGS BOND FUND				
Assets				
Cash and cash equivalents	\$ 15,323	\$ 218,024	\$ 227,225	\$ 6,122
Liabilities				
Due to other governments	\$ 15,323	\$ 218,024	\$ 227,225	\$ 6,122
CANCELED CHECK FUND				
Assets				
Cash and cash equivalents	\$ 63,832	\$ 50,708	\$ 78,509	\$ 36,031
Liabilities				
Accounts payable	\$ 63,832	\$ 50,708	\$ 78,509	\$ 36,031
HIGH VOLTAGE CREDIT FUND				
Assets				
Cash and cash equivalents	\$ -	\$ 103,352	\$ 103,352	\$ -
Liabilities				
Due to other governments	\$ -	\$ 103,352	\$ 103,352	\$ -

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
ASSAULT FEES FUND				
Assets				
Cash and cash equivalents	\$ 1,038	\$ 29,287	\$ 29,377	\$ 948
Liabilities				
Accounts payable	\$ 1,038	\$ 29,287	\$ 29,377	\$ 948
DEFERRED COMPENSATION FUND				
Assets				
Invested employee contribution	\$ 27,547,732	\$ 4,228,915	\$ 795,380	\$ 30,981,267
Liabilities				
Deferred compensation payable	\$ 27,547,732	\$ 4,228,915	\$ 795,380	\$ 30,981,267
ARROWHEAD REGIONAL CORRECTIONS FUND				
Assets				
Cash and cash equivalents	\$ 1,024,718	\$ 9,960,940	\$ 9,707,326	\$ 1,278,332
Accounts receivable	600	1,700	600	1,700
Due from other governments	58,930	173,559	58,930	173,559
Total Assets	<u>\$ 1,084,248</u>	<u>\$ 10,136,199</u>	<u>\$ 9,766,856</u>	<u>\$ 1,453,591</u>
Liabilities				
Accounts payable	\$ 141,986	\$ 8,806,871	\$ 8,824,594	\$ 124,263
Salaries payable	236,912	362,782	236,912	362,782
Due to other governments	705,350	966,546	705,350	966,546
Total Liabilities	<u>\$ 1,084,248</u>	<u>\$ 10,136,199</u>	<u>\$ 9,766,856</u>	<u>\$ 1,453,591</u>
COMMUNITY HEALTH SERVICES FUND				
Assets				
Cash and cash equivalents	\$ 73,434	\$ 2,196,764	\$ 2,270,198	\$ -
Due from other governments	151,718	403,943	107,811	447,850
Total Assets	<u>\$ 225,152</u>	<u>\$ 2,600,707</u>	<u>\$ 2,378,009</u>	<u>\$ 447,850</u>
Liabilities				
Accounts payable	\$ 40	\$ 2,200,649	\$ 2,152,897	\$ 47,792
Salaries payable	1,623	1,623	1,623	1,623
Interfund payable	-	57,999	-	57,999
Due to other governments	223,489	340,436	223,489	340,436
Total Liabilities	<u>\$ 225,152</u>	<u>\$ 2,600,707</u>	<u>\$ 2,378,009</u>	<u>\$ 447,850</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
HOME GRANT FUND				
Assets				
Due from other governments	\$ 12,013	\$ -	\$ 12,013	\$ -
Liabilities				
Accounts payable	\$ 39	\$ -	\$ 39	\$ -
Interfund payable	11,974	-	11,974	-
Total Liabilities	<u>\$ 12,013</u>	<u>\$ -</u>	<u>\$ 12,013</u>	<u>\$ -</u>
REGIONAL RAILROAD AUTHORITY FUND				
Assets				
Cash and cash equivalents	\$ 428,938	\$ 468,498	\$ 533,929	\$ 363,507
Receivables				
Unapportioned taxes	5,259	3,962	5,259	3,962
Delinquent taxes	16,190	18,529	16,190	18,529
Accounts	700	11,660	700	11,660
Due from other governments	4,661	86,663	4,661	86,663
Total Assets	<u>\$ 455,748</u>	<u>\$ 589,312</u>	<u>\$ 560,739</u>	<u>\$ 484,321</u>
Liabilities				
Accounts payable	\$ 41,949	\$ 26,400	\$ 41,949	\$ 26,400
Salaries payable	-	1,003	-	1,003
Due to other governments	413,799	561,909	518,790	456,918
Total Liabilities	<u>\$ 455,748</u>	<u>\$ 589,312</u>	<u>\$ 560,739</u>	<u>\$ 484,321</u>
NORTHERN COUNTIES LAND USE BOARD FUND				
Assets				
Cash and cash equivalents	\$ 4,800	\$ 43,800	\$ 42,157	\$ 6,443
Due from other governments	12,800	-	12,800	-
Total Assets	<u>\$ 17,600</u>	<u>\$ 43,800</u>	<u>\$ 54,957</u>	<u>\$ 6,443</u>
Liabilities				
Due to other governments	\$ 17,600	\$ 43,800	\$ 54,957	\$ 6,443

(continued)

ST. LOUIS COUNTY, MINNESOTA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 1994

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31</u>
TOTALS FOR ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 7,023,761	\$ 342,037,572	\$ 343,192,280	\$ 5,869,053
Investments	12,481,575	24,782,643	23,470,202	13,794,016
Invested employee contribution	27,547,732	4,228,915	795,380	30,981,267
Receivables				
Unapportioned taxes	5,259	3,962	5,259	3,962
Delinquent taxes	16,190	18,529	16,190	18,529
Accounts	1,300	13,360	1,300	13,360
Accrued interest	94,722	198,672	94,722	198,672
Due from other governments	275,868	730,039	231,961	773,946
Total Assets	<u>\$ 47,446,407</u>	<u>\$ 372,013,692</u>	<u>\$ 367,807,294</u>	<u>\$ 51,652,805</u>
Liabilities				
Accounts payable	\$ 369,519	\$ 11,124,886	\$ 11,235,150	\$ 259,255
Salaries payable	238,535	568,089	438,292	368,332
Deferred compensation payable	27,547,732	4,228,915	795,380	30,981,267
Unapportioned taxes payable	1,238,604	1,020,191	1,238,604	1,020,191
Interfund payable	11,974	57,999	11,974	57,999
Due to other governments	18,040,043	355,013,612	354,087,894	18,965,761
Total Liabilities	<u>\$ 47,446,407</u>	<u>\$ 372,013,692</u>	<u>\$ 367,807,294</u>	<u>\$ 51,652,805</u>

**GENERAL
FIXED ASSETS**

General Fixed Assets Account Group

The General Fixed Assets Account Group records the County's fixed assets which are not accounted for in the Proprietary Funds.

General fixed assets of a public domain or an "infrastructure" nature are not capitalized. Asset values are stated at historical cost, or estimated fair value, if donated. No depreciation is recorded for these assets.

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
DECEMBER 31, 1994

	<u>1994</u>
General Fixed Assets	
Land	\$ 1,177,979
Buildings	37,864,299
Machinery and equipment	10,094,686
Vehicles	28,421,577
Construction in progress	<u>14,254,701</u>
Total General Fixed Assets	<u><u>\$ 91,813,242</u></u>
Investment in General Fixed Assets By Source	
General fund	\$ 25,229,989
Special revenue funds	50,050,398
Capital projects funds	14,254,701
Trust funds	<u>2,278,154</u>
Total Investment In Fixed Assets	<u><u>\$ 91,813,242</u></u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
DECEMBER 31, 1994

	<u>Land</u>	<u>Buildings and Structures</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Total</u>
General Government					
Legislative	\$ -	\$ -	\$ 15,903	\$ -	\$ 15,903
Judicial and legal	-	-	351,412	-	351,412
Financial and other activities	-	-	796,707	101,651	898,358
Courthouses	<u>649,190</u>	<u>16,535,402</u>	<u>111,308</u>	<u>58,986</u>	<u>17,354,886</u>
Total General Government	<u>\$ 649,190</u>	<u>\$ 16,535,402</u>	<u>\$ 1,275,330</u>	<u>\$ 160,637</u>	<u>\$ 18,620,559</u>
Public Safety					
Police protection	\$ -	\$ 1,448,927	\$ 1,763,602	\$ 204,526	\$ 3,417,055
Civil defense	-	-	12,026	-	12,026
Other activities	-	-	29,636	-	29,636
Total Public Safety	<u>\$ -</u>	<u>\$ 1,448,927</u>	<u>\$ 1,805,264</u>	<u>\$ 204,526</u>	<u>\$ 3,458,717</u>
Highways	<u>\$ 415,086</u>	<u>\$ 9,364,605</u>	<u>\$ 2,866,883</u>	<u>\$ 27,123,775</u>	<u>\$ 39,770,349</u>
Health	<u>\$ -</u>	<u>\$ 7,609</u>	<u>\$ 131,879</u>	<u>\$ -</u>	<u>\$ 139,488</u>
Social Services	<u>\$ -</u>	<u>\$ 5,667,717</u>	<u>\$ 1,875,187</u>	<u>\$ 35,968</u>	<u>\$ 7,578,872</u>
Culture and Recreation	<u>\$ -</u>	<u>\$ 1,648,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,648,144</u>
Conservation of Natural Resources	<u>\$ 100,010</u>	<u>\$ 1,974,422</u>	<u>\$ 670,132</u>	<u>\$ 896,671</u>	<u>\$ 3,641,235</u>
Economic Development	<u>\$ 13,693</u>	<u>\$ 1,217,473</u>	<u>\$ 1,470,011</u>	<u>\$ -</u>	<u>\$ 2,701,177</u>
Construction-In-Progress	<u>\$ -</u>	<u>\$ 14,254,701</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,254,701</u>
Total General Fixed Assets	<u>\$ 1,177,979</u>	<u>\$ 52,119,000</u>	<u>\$ 10,094,686</u>	<u>\$ 28,421,577</u>	<u>\$ 91,813,242</u>

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
YEAR ENDED DECEMBER 31, 1994

	General Fixed Assets Jan. 1, 1994	Additions	Deductions	General Fixed Assets Dec. 31, 1994
General Government				
Legislative	\$ 15,903	\$ -	\$ -	\$ 15,903
Judicial and legal	346,622	4,790	-	351,412
Financial and other activities	606,764	311,644	20,050	898,358
Courthouses	16,290,355	1,064,531	-	17,354,886
Total General Government	\$ 17,259,644	\$ 1,380,965	\$ 20,050	\$ 18,620,559
Public Safety				
Police protection	\$ 3,336,586	\$ 126,229	\$ 45,760	\$ 3,417,055
Civil defense	8,410	3,616	-	12,026
Other activities	27,393	2,243	-	29,636
Total Public Safety	\$ 3,372,389	\$ 132,088	\$ 45,760	\$ 3,458,717
Highways	\$ 37,747,341	\$ 3,777,412	\$ 1,754,404	\$ 39,770,349
Health	\$ 119,994	\$ 20,993	\$ 1,499	\$ 139,488
Social Services	\$ 6,453,818	\$ 1,132,919	\$ 7,865	\$ 7,578,872
Culture and Recreation	\$ 1,648,144	\$ -	\$ -	\$ 1,648,144
Conservation of Natural Resources	\$ 3,283,340	\$ 480,526	\$ 122,631	\$ 3,641,235
Economic Development	\$ 2,697,954	\$ 3,223	\$ -	\$ 2,701,177
Construction-In-Progress	\$ 6,119,644	\$ 10,094,417	\$ 1,959,360	\$ 14,254,701
Total	\$ 78,702,268	\$ 17,022,543	\$ 3,911,569	\$ 91,813,242

FINANCIAL -- Supplementary Information

Supplementary Schedules

Schedule of Investments (Schedule 31)

**Tax Capacity, Tax Rates, and Percentage of Collections
(Schedule 32)**

Schedule of Intergovernmental Revenue (Schedule 33)

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF INVESTMENTS
DECEMBER 31, 1994

	<u>Interest Rates</u>	<u>Par Value</u>	<u>Cost</u>
Pooled Investments			
Certificates of deposit	4.33% - 5.346%	\$ 19,700,000	\$ 19,700,000
FHLBs	4.375% - 8.46%	7,750,000	7,746,154
FHLMCs	5.35% - 7.48%	1,900,000	1,900,000
FNMA's	5.35% - 10.50%	3,000,000	3,017,990
FFCB	3.83%	1,000,000	998,998
FICO	6.33%	1,000,000	790,970
REFCO	7.84%	<u>2,896,000</u>	<u>1,998,298</u>
Total Pooled Investments		<u>\$ 37,246,000</u>	<u>\$ 36,152,410</u>
Fund Investments			
Jail Bond Capital Projects Fund			
Certificate of deposit	4.54%	<u>\$ 4,157,987</u>	<u>\$ 4,157,987</u>
Chris Jensen Enterprise Fund			
Certificate of deposit	4.25%	<u>\$ 148,368</u>	<u>\$ 148,368</u>
County Insurance			
Internal Service Fund			
Certificates of deposit	4.45% - 6.026%	\$ 2,750,000	\$ 2,750,000
GNMA	9.00%	180,000	55,221
HUD	8.75%	190,000	198,272
FHLBs	5.118% - 6.80%	2,750,000	2,753,831
FFCBs	4.10% - 6.15%	4,600,000	4,575,595
FNMA's	3.79% - 5.54%	1,900,000	1,894,072
FHLMC	6.594%	750,000	767,829
REFCO's	6.914% - 7.131%	1,280,000	998,405
Treasury Strip	5.023%	<u>400,000</u>	<u>389,036</u>
Total County Insurance		<u>\$ 14,800,000</u>	<u>\$ 14,382,261</u>
Missing Heirs Trust Fund			
Savings account	2.60%	<u>\$ 61,474</u>	<u>\$ 61,474</u>
Patients' Escrow Trust Fund			
Certificates of deposit	3.89% - 4.685%	<u>\$ 75,000</u>	<u>\$ 75,000</u>
State of Minnesota Agency Fund			
Certificate of deposit	4.25%	\$ 278,920	\$ 278,920
FHLB	5.652%	12,700,000	12,313,355
FNMA	3.96%	<u>1,200,000</u>	<u>1,201,741</u>
Total State of Minnesota Agency Fund		<u>\$ 14,178,920</u>	<u>\$ 13,794,016</u>
Total Investments		<u>\$ 70,667,749</u>	<u>\$ 68,771,516</u>

ST. LOUIS COUNTY, MINNESOTA
TAX CAPACITY, TAX RATES, AND PERCENTAGE OF COLLECTIONS

	Taxes Payable in Year					
	1993		1994		1995	
	Amount	Base Tax Rate (%)	Amount	Base Tax Rate (%)	Amount	Base Tax Rate (%)
Tax Capacity						
Real property	\$ 72,937,645		\$ 77,605,647		\$ 82,154,814	
Personal property	6,470,995		6,518,351		7,738,817	
Total Tax Capacity	<u>\$ 79,408,640</u>		<u>\$ 84,123,998</u>		<u>\$ 89,893,631</u>	
Certified Tax Levy for County Purposes						
General fund	\$ 23,746,292	0.238751	\$ 23,211,347	0.304822	\$ 23,925,698	0.289929
Road and bridge	12,124,884	0.121906	10,237,487	0.156248	12,028,719	0.145763
Social services	27,141,451	0.272887	22,648,909	0.296529	21,329,241	0.258466
Medical care facilities	1,998,225	0.020091	-	-	-	-
Debt service	692,223	0.006961	1,048,704	0.013731	1,108,700	0.013434
Capital improvements	936,000	0.009411	2,112,537	0.005443	716,863	0.008687
Total Certified County-Wide Levies	<u>\$ 66,639,075</u>	<u>0.670007</u>	<u>\$ 59,258,984</u>	<u>0.776773</u>	<u>\$ 59,109,221</u>	<u>0.716279</u>
Certified Tax Levy for Regional Purposes						
(1) Debt service	\$ 650,478	0.022926	\$ 1,217,783	0.003937	\$ 1,383,344	0.041155
(1) Library	256,729	0.007847	277,999	0.009146	262,201	0.007804
Total Certified Regional Levies	<u>\$ 907,207</u>		<u>\$ 1,495,782</u>		<u>\$ 1,645,545</u>	
Total Levy for County Purposes	<u>\$ 67,546,282</u>		<u>\$ 60,754,766</u>		<u>\$ 60,754,766</u>	
Less: Disparity reduction aid and homestead agricultural aid	16,819,653		7,801,994 (2)		7,799,083 (2)	
Less: Tax credits payable by taconite companies	2,109,893		2,712,035		2,583,997	
Net Levy for County Purposes	<u>\$ 48,616,736</u>		<u>\$ 50,240,737</u>		<u>\$ 50,371,686</u>	
Tax Capacity						
Light and Power						
Assessed at 43%	\$ 695,824		\$ 708,111		\$ 733,241	
Assessed at 5%	60,795		72,376		85,151	
Total Tax Capacity - Light and Power	<u>\$ 756,619</u>		<u>\$ 780,487</u>		<u>\$ 818,392</u>	
Light and Power Tax Levies (distributed pursuant to Minn. Stat. 273.42 as amended)						
Assessed at 43%	\$ 1,038,079		\$ 1,025,097		\$ 1,048,000	
Assessed at 5%	90,698		104,775		121,704	
Total Light and Power Tax Levies	<u>\$ 1,128,777</u>		<u>\$ 1,129,872</u>		<u>\$ 1,169,704</u>	
Special Assessments						
Liens and assessments	<u>\$ 1,064,148</u>		<u>\$ 1,054,449</u>		<u>\$ 1,101,846</u>	
Percentage of tax collections for all purposes	98.51%		98.15%			

(1) Levied on certain regions within the County.

(2) The levy certified for 1994 and 1995 is net of homestead agricultural aid

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUE
YEAR ENDED DECEMBER 31, 1994

	Special Revenue Funds					
	General Fund	County Housing Authority	Community Development Block Grant	Northeast Minnesota Housing Consortium	Road and Bridge	Social Services
Shared revenue						
State						
30 percent rental income	\$ 417	\$ 2	\$ -	\$ -	\$ 206	\$ 391
HACA - real estate	3,654,063	5,668	-	-	1,855,852	3,522,717
HACA - manufactured home	31,465	18	-	-	15,981	30,334
Police aid	453,828	-	-	-	-	-
Highway users tax	-	-	-	-	12,511,552	-
Mineral rents and royalties	330,572	-	-	-	-	-
Human service aid	-	-	-	-	-	9,644,189
Disparity aid	3,009,385	-	-	-	1,536,662	2,916,294
Minnesota petro fund	-	-	-	-	319,198	-
Unorganized town road and bridge aid	-	-	-	-	21,473	-
Total Shared Revenue	\$ 7,479,730	\$ 5,688	\$ -	\$ -	\$ 16,260,924	\$ 16,113,925
Grants						
State grants						
Training reimbursement	\$ 32,183	\$ -	\$ -	\$ -	\$ -	\$ -
Trade and economic development	78,897	-	-	-	-	-
Child abuse	6,224	-	-	-	-	-
Family planning	19,341	-	-	-	-	-
Special Indian health	30,690	-	-	-	-	-
Local water planning	8,044	-	-	-	-	-
CHS	725,124	-	-	-	-	-
Natural resources-boat & water	56,064	-	-	-	-	-
Criminal justice aid	350,447	-	-	-	-	-
State wetlands	2,871	-	-	-	-	-
Immunization action program	17,512	-	-	-	-	-
Cancer control	15,302	-	-	-	-	-
Vermilion River planning	26,688	-	-	-	-	-
Natural resources block grant	24,633	-	-	-	-	-
Children's trust fund	2,395	-	-	-	-	-
Home visiting	28,571	-	-	-	-	-
Long range planning	37,697	-	-	-	-	-
Special medical assistance	53,703	-	-	-	-	-
Shoreland administration	13,000	-	-	-	-	-
VSO software	8,000	-	-	-	-	-
Auto probation pilot program	100,000	-	-	-	-	-
Flexible funding	5,594	-	-	-	-	-
State trail assistance grant	165,056	-	-	-	-	-
Water plan education	3,000	-	-	-	-	-
General crime	17,367	-	-	-	-	-
Forest road access	-	-	-	-	-	-
State SCORE grant	-	-	-	-	-	-
Blue bag grant	-	-	-	-	-	-
State parks	-	-	-	-	166,337	-
EPSDT	-	-	-	-	-	193,766
General assistance - medical care	-	-	-	-	-	79,462
AFDC child care	-	-	-	-	-	820,595
Medical assistance	-	-	-	-	-	304,302
Stride case management	-	-	-	-	-	213,865
Stride employment and training	-	-	-	-	-	280,832
Basic sliding fee-child care	-	-	-	-	-	872,078
Permanency planning	-	-	-	-	-	167,100
Subtotal	\$ 1,828,403	\$ -	\$ -	\$ -	\$ 166,337	\$ 2,932,000

Debt Service Funds						
Babbitt Facility Refunding	Capital Equipment Notes	Correctional Facilities Bond	Buildings Capital Projects Fund	Solid Waste Management Enterprise Fund	Forest Resources Trust Fund	Total
\$ 1	\$ 2	\$ 14	\$ 7	\$ -	\$ -	\$ 1,040
13,547	23,058	126,574	64,256	-	-	9,265,735
117	199	1,090	553	-	-	79,757
-	-	-	-	-	-	453,828
-	-	-	-	-	-	12,511,552
-	-	-	-	-	-	330,572
-	-	-	-	-	-	9,644,189
11,145	19,053	104,826	53,523	-	-	7,650,888
-	-	-	-	16,373	-	335,571
-	-	-	-	-	-	21,473
<u>\$ 24,810</u>	<u>\$ 42,312</u>	<u>\$ 232,504</u>	<u>\$ 118,339</u>	<u>\$ 16,373</u>	<u>\$ -</u>	<u>\$ 40,294,605</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,183
-	-	-	-	-	-	78,897
-	-	-	-	-	-	6,224
-	-	-	-	-	-	19,341
-	-	-	-	-	-	30,690
-	-	-	-	-	-	8,044
-	-	-	-	-	-	725,124
-	-	-	-	-	-	56,064
-	-	-	-	-	-	350,447
-	-	-	-	-	-	2,871
-	-	-	-	-	-	17,512
-	-	-	-	-	-	15,302
-	-	-	-	-	-	26,688
-	-	-	-	-	-	24,633
-	-	-	-	-	-	2,395
-	-	-	-	-	-	28,571
-	-	-	-	-	-	37,697
-	-	-	-	-	-	53,703
-	-	-	-	-	-	13,000
-	-	-	-	-	-	8,000
-	-	-	-	-	-	100,000
-	-	-	-	-	-	5,594
-	-	-	-	-	-	165,056
-	-	-	-	-	-	3,000
-	-	-	-	-	-	17,367
-	-	-	-	-	106,489	106,489
-	-	-	-	579,194	-	579,194
-	-	-	-	2,766	-	2,766
-	-	-	-	-	-	166,337
-	-	-	-	-	-	193,766
-	-	-	-	-	-	79,462
-	-	-	-	-	-	820,595
-	-	-	-	-	-	304,302
-	-	-	-	-	-	213,865
-	-	-	-	-	-	280,832
-	-	-	-	-	-	872,078
-	-	-	-	-	-	167,100
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 581,960</u>	<u>\$ 106,489</u>	<u>\$ 5,615,189</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUE
YEAR ENDED DECEMBER 31, 1994

	Special Revenue Funds					
	General Fund	County Housing Authority	Community Development Block Grant	Northeast Minnesota Housing Consortium	Road and Bridge	
Grants (continued)						
State grants (continued)						
Child support	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 138,997
Child support health inc. bonus	-	-	-	-	-	12,150
Child care resource & referral	-	-	-	-	-	53,714
Pre-certification fraud investigation	-	-	-	-	-	90,744
Worker's compensation	-	-	-	-	-	27,241
CSSA block grant	-	-	-	-	-	3,772,615
Consolidated CD fund admin	-	-	-	-	-	52,222
RSVP	-	-	-	-	-	13,272
Rule 12 adult res. M.H.	-	-	-	-	-	908,821
Rule 14 community support	-	-	-	-	-	689,048
MR family subsidy	-	-	-	-	-	73,963
Home delivered meals	-	-	-	-	-	45,833
Homeless MH	-	-	-	-	-	27,114
WR admin	-	-	-	-	-	206,003
Detox transportation	-	-	-	-	-	10,437
MR waived services	-	-	-	-	-	1,030,692
ACG waived services	-	-	-	-	-	605,118
180 day ACG services	-	-	-	-	-	909,999
CAC/CADI waived services	-	-	-	-	-	94,216
PAS/ARR	-	-	-	-	-	1,631
Alternative community based services	-	-	-	-	-	12,709
Semi-independent living skills	-	-	-	-	-	484,857
Families first	-	-	-	-	-	116,702
Rule 78 case management	-	-	-	-	-	83,943
Traumatic brain injury	-	-	-	-	-	1,933
Enhanced waiver	-	-	-	-	-	422,533
Family choice options	-	-	-	-	-	16,965
MMIS II	-	-	-	-	-	55,139
Family based early intervention	-	-	-	-	-	73,897
American Legion forgotten children's fund	-	-	-	-	-	824
Child care - task force travel	-	-	-	-	-	155
Anoka/Moose Lake alternatives	-	-	-	-	-	427,178
Moose Lake DD discharge	-	-	-	-	-	49,924
MI case management	-	-	-	-	-	45,613
Total State Grants	\$ 1,828,403	\$ -	\$ -	\$ -	\$ 166,337	\$ 13,488,202
Grants						
Federal grants						
WR admin	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 353,791
WIC	403,178	-	-	-	-	-
Food stamps	50,840	-	-	-	-	1,666,996
National forest lands - schools and roads	-	-	-	-	118,985	-
National forest lands	304,324	-	-	-	-	-
CDBG	-	-	6,136,888	-	-	-
Emergency shelter grant	84,600	-	-	-	-	-
HOME	-	-	-	585,738	-	-
Victims of crime act	64,375	-	-	-	-	-
Anti-drug abuse	2,000	-	-	-	-	-
Criminal apprehension	225,000	-	-	-	-	-
Highway planning	-	-	-	-	3,681	-
Hazard elimination	-	-	-	-	58,421	-
Subtotal	\$ 1,134,317	\$ -	\$ 6,136,888	\$ 585,738	\$ 181,087	\$ 2,020,787

Debt Service Funds						
Babbitt Facility Refunding	Capital Equipment Notes	Correctional Facilities Bond	Buildings Capital Projects Fund	Solid Waste Management Enterprise Fund	Forest Resources Trust Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 138,997
-	-	-	-	-	-	12,150
-	-	-	-	-	-	53,714
-	-	-	-	-	-	90,744
-	-	-	-	-	-	27,241
-	-	-	-	-	-	3,772,615
-	-	-	-	-	-	52,222
-	-	-	-	-	-	13,272
-	-	-	-	-	-	908,821
-	-	-	-	-	-	689,048
-	-	-	-	-	-	73,963
-	-	-	-	-	-	45,833
-	-	-	-	-	-	27,114
-	-	-	-	-	-	206,003
-	-	-	-	-	-	10,437
-	-	-	-	-	-	1,030,692
-	-	-	-	-	-	605,118
-	-	-	-	-	-	909,999
-	-	-	-	-	-	94,216
-	-	-	-	-	-	1,631
-	-	-	-	-	-	12,709
-	-	-	-	-	-	484,857
-	-	-	-	-	-	116,702
-	-	-	-	-	-	83,943
-	-	-	-	-	-	1,933
-	-	-	-	-	-	422,533
-	-	-	-	-	-	16,965
-	-	-	-	-	-	55,139
-	-	-	-	-	-	73,897
-	-	-	-	-	-	824
-	-	-	-	-	-	155
-	-	-	-	-	-	427,178
-	-	-	-	-	-	49,924
-	-	-	-	-	-	45,613
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 581,960</u>	<u>\$ 106,489</u>	<u>\$ 16,171,391</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 353,791
-	-	-	-	-	-	403,178
-	-	-	-	-	-	1,717,836
-	-	-	-	-	-	118,985
-	-	-	-	-	-	304,324
-	-	-	-	-	-	6,136,888
-	-	-	-	-	-	84,600
-	-	-	-	-	-	585,738
-	-	-	-	-	-	64,375
-	-	-	-	-	-	2,000
-	-	-	-	-	-	225,000
-	-	-	-	-	-	3,681
-	-	-	-	-	-	58,421
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,058,817</u>

(continued)

ST. LOUIS COUNTY, MINNESOTA
SCHEDULE OF INTERGOVERNMENTAL REVENUE
YEAR ENDED DECEMBER 31, 1994

	Special Revenue Funds					
	General Fund	County Housing Authority	Community Development Block Grant	Northeast Minnesota Housing Consortium	Road and Bridge	Social Services
Grants (continued)						
Federal						
Duluth area traffic safety	\$ 43,939	\$ -	\$ -	\$ -	\$ -	\$ -
Project 55	9,757	-	-	-	-	-
Hazardous material training	2,500	-	-	-	-	-
Tree planting	-	-	-	-	-	-
RSVP	-	-	-	-	-	53,343
Emergency management	37,253	-	-	-	-	-
Title III-home delivered meals	-	-	-	-	-	165,540
HIV/Aids	6,867	-	-	-	-	-
Bicycle helmet project	1,005	-	-	-	-	-
Homeless MI	-	-	-	-	-	43,903
AFDC admin (IM - RMS)	23,289	-	-	-	-	3,141,606
Stride	671	-	-	-	-	683,960
Child support	44,100	-	-	-	-	1,833,946
Refugee assistance	-	-	-	-	-	29,695
Demonstration partnership project	-	-	-	-	-	3,158
Child care block grant	-	-	-	-	-	586,298
Childrens justice act	-	-	-	-	-	6,058
Permanency planning	-	-	-	-	-	47,330
Foster care IV - E	32,212	-	-	-	-	2,559,803
Title XX block grant	-	-	-	-	-	2,586,949
SELF	-	-	-	-	-	51,318
Medical assistance	31,528	-	-	-	-	7,485,013
CD case management	-	-	-	-	-	43,350
Mental health	-	-	-	-	-	47,707
MCH	293,848	-	-	-	-	-
Construction	-	-	-	-	2,484,393	-
Total Federal grants	\$ 1,661,286	\$ -	\$ 6,136,888	\$ 585,738	\$ 2,665,480	\$ 21,389,764
Other grants						
Local	\$ 11,561	\$ 16,500	\$ -	\$ -	\$ -	\$ -
Total Grants	\$ 3,501,250	\$ 16,500	\$ 6,136,888	\$ 585,738	\$ 2,831,817	\$ 34,877,966
Total Intergovernmental Revenue	\$ 10,980,980	\$ 22,188	\$ 6,136,888	\$ 585,738	\$ 19,092,741	\$ 50,991,891

Debt Service Funds						
Babbitt Facility Refunding	Capital Equipment Notes	Correctional Facilities Bond	Buildings Capital Projects Fund	Solid Waste Management Enterprise Fund	Forest Resources Trust Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,939
-	-	-	-	-	-	9,757
-	-	-	-	-	-	2,500
-	-	-	-	-	10,000	10,000
-	-	-	-	-	-	53,343
-	-	-	-	-	-	37,253
-	-	-	-	-	-	165,540
-	-	-	-	-	-	6,867
-	-	-	-	-	-	1,005
-	-	-	-	-	-	43,903
-	-	-	-	-	-	3,164,895
-	-	-	-	-	-	684,631
-	-	-	-	-	-	1,878,046
-	-	-	-	-	-	29,695
-	-	-	-	-	-	3,158
-	-	-	-	-	-	586,298
-	-	-	-	-	-	6,058
-	-	-	-	-	-	47,330
-	-	-	-	-	-	2,592,015
-	-	-	-	-	-	2,586,949
-	-	-	-	-	-	51,318
-	-	-	-	-	-	7,516,541
-	-	-	-	-	-	43,350
-	-	-	-	-	-	47,707
-	-	-	-	-	-	293,848
-	-	-	-	-	-	2,484,393
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 32,449,156</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,061</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 581,960</u>	<u>\$ 116,489</u>	<u>\$ 48,648,608</u>
<u>\$ 24,810</u>	<u>\$ 42,312</u>	<u>\$ 232,504</u>	<u>\$ 118,339</u>	<u>\$ 598,333</u>	<u>\$ 116,489</u>	<u>\$ 88,943,213</u>

St. Louis County, Minnesota

Reader's notes:

STATISTICAL SECTION

ST. LOUIS COUNTY, MINNESOTA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS
(IN DOLLARS)

WITH PERCENT OF TOTAL ANNUAL GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)

Fiscal Year	General Government	Public Safety	Highways	Health	Welfare
1985	11,909,328	7,703,990	29,619,492	3,025,133	83,880,627
%	8.2%	5.3%	20.3%	2.1%	57.6%
1986	14,251,298	8,663,086	27,187,818	3,052,508	80,735,122
%	10.1%	6.2%	19.3%	2.2%	57.3%
1987	14,360,480	9,353,630	25,445,243	2,979,693	77,904,108
%	10.7%	7.0%	19.0%	2.2%	58.2%
1988	14,853,258	11,257,966	31,227,895	3,946,695	81,091,684
%	10.2%	7.7%	21.4%	2.7%	55.6%
1989	16,141,887	12,814,932	35,959,426	4,280,468	86,438,710
%	10.0%	8.0%	22.3%	2.7%	53.7%
1990	17,586,959	13,958,343	28,935,781	4,684,825	89,317,104
%	10.9%	8.7%	18.0%	2.9%	55.6%
1991	17,906,525	15,258,855	26,345,645	5,406,517	80,598,582
%	12.1%	10.3%	17.9%	3.7%	54.6%
1992	16,948,356	16,546,693	31,596,937	5,928,570	68,650,116
%	12.0%	11.7%	22.4%	4.2%	48.6%
1993	16,440,619	17,721,147	43,036,984	6,101,778	72,586,458
%	10.3%	11.1%	26.9%	3.8%	45.3%
1994	17,613,630	18,130,198	35,540,578	6,963,147	73,188,202
%	11.0%	11.4%	22.3%	4.4%	45.9%

Fiscal Year	Sanitation (2)	Culture and Recreation	Conservation of Natural Resources	Economic Development	Miscellaneous	Total Expenditures
1985	840,250	337,001	4,975,924	155,572	3,225,587	145,672,904
%	0.6%	0.2%	3.4%	0.1%	2.2%	
1986	1,046,349	342,001	5,090,124	187,590	222,381	140,778,277
%	0.7%	0.2%	3.6%	0.1%	0.2%	
1987	1,012,402	309,601	2,121,001	282,184	-	133,768,342
%	0.8%	0.2%	1.6%	0.2%	0.0%	
1988	1,129,704	318,613	1,866,995	142,803	-	145,835,613
%	0.8%	0.2%	1.3%	0.1%	0.0%	
1989	992,780	338,100	1,973,230	2,144,459	-	161,093,992
%	0.6%	0.2%	1.2%	1.3%	0.0%	
1990	2,327,531	337,940	1,832,978	1,687,020	-	160,668,481
%	1.4%	0.2%	1.1%	1.1%	0.0%	
1991	-	416,506	585,825	995,006	-	147,513,461
%	0.0%	0.3%	0.4%	0.7%	0.0%	
1992	-	385,607	523,778	530,482	-	141,110,539
%	0.0%	0.3%	0.4%	0.4%	0.0%	
1993	-	455,494	553,371	3,307,952	-	160,203,803
%	0.0%	0.3%	0.3%	2.1%	0.0%	
1994	-	648,506	589,164	6,898,773	-	159,572,198
%	0.0%	0.4%	0.4%	4.3%	0.0%	

(1) Includes the General Fund and Special Revenue Funds.

(2) Reclassified as Enterprise Fund in 1991.

ST. LOUIS COUNTY, MINNESOTA
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS

(IN DOLLARS)

WITH PERCENT OF TOTAL ANNUAL GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Inter-governmental</u>	<u>Charges for Services</u>	
1985	32,895,162	195,753	90,311,081	5,194,344	
%	24.0%	0.1%	65.8%	3.8%	
1986	46,340,868	119,822	78,436,145	5,337,581	
%	34.0%	0.1%	57.5%	3.9%	
1987	48,651,023	129,294	75,618,856	5,135,972	
%	35.7%	0.1%	55.5%	3.8%	
1988	48,186,293	127,397	82,061,159	5,389,669	
%	33.4%	0.1%	56.9%	3.7%	
1989	44,593,871	117,846	100,171,880	5,419,167	
%	28.0%	0.1%	63.0%	3.4%	
1990	50,570,451	113,776	93,506,136	5,533,559	
%	31.9%	0.1%	59.0%	3.5%	
1991	54,654,950	120,665	82,440,099	5,778,140	
%	36.3%	0.1%	54.8%	3.8%	
1992	56,159,786	127,058	75,009,649	7,152,949	
%	39.2%	0.1%	52.4%	5.0%	
1993	61,326,778	126,591	86,705,928	7,458,822	
%	38.3%	0.1%	54.2%	4.7%	
1994	63,886,712	125,148	87,810,426	6,962,013	
%	38.8%	0.1%	53.4%	4.2%	

<u>Fiscal Year</u>	<u>Fines and Forfeitures</u>	<u>Gifts and Contributions</u>	<u>Interest on Investments</u>	<u>Miscellaneous</u>	<u>Total Revenue</u>
1985	499,124	-	2,762,244	5,370,395	137,228,103
%	0.4%	0.0%	2.0%	3.9%	
1986	515,278	-	2,104,015	3,546,505	136,400,214
%	0.4%	0.0%	1.5%	2.6%	
1987	672,214	-	2,109,244	3,928,363	136,244,966
%	0.5%	0.0%	1.5%	2.9%	
1988	617,918	16,366	2,883,195	4,861,083	144,143,080
%	0.4%	0.01%	2.0%	3.4%	
1989	671,157	3,436	2,505,189	5,531,081	159,013,627
%	0.4%	0.002%	1.6%	3.5%	
1990	770,349	50,849	2,235,853	5,693,798	158,474,771
%	0.5%	0.03%	1.4%	3.6%	
1991	689,530	8,707	1,922,075	4,791,720	150,405,886
%	0.5%	0.0%	1.3%	3.2%	
1992	691,775	20,506	1,853,826	2,069,150	143,084,699
%	0.5%	0.0%	1.3%	1.4%	
1993	740,207	7,142	1,532,681	2,166,474	160,064,623
%	0.5%	0.0%	1.0%	1.4%	
1994	743,043	24,160	2,082,043	2,915,987	164,549,532
%	0.5%	0.0%	1.3%	1.8%	

(1) Includes the General Fund and Special Revenue Funds.

Unaudited

ST. LOUIS COUNTY, MINNESOTA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(IN DOLLARS)

Fiscal Year	Total Certified County Levy (1)	Less Tax Credits and certain State Aids (2)	Net levy	Current Tax Collections	Percent of Levy Collected
1985	45,849,847	13,140,619	32,709,228	30,498,084	93.24%
1986	48,551,804	14,348,657	34,203,147	32,835,021	96.00%
1987	53,486,602	15,571,629	37,914,973	36,159,510	95.37%
1988	53,541,139	15,959,653	37,581,486	36,386,395	96.82%
1989	59,023,406	25,548,899	33,474,507	31,780,459	94.94%
1990	65,388,125	27,510,966	37,877,159	35,959,730	94.94%
1991	62,571,880	20,204,078	42,367,802	40,538,190	95.68%
1992	62,571,880	17,819,911	44,751,969	42,993,432	96.07%
1993	67,546,282	18,929,546	48,616,736	46,878,419	96.42%
1994	60,754,766	10,514,029	50,240,737	48,419,832	96.38%

Fiscal Year	Delinquent Tax Collection	Total Tax Collections	Total Tax Collect to Net Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes as Percent of Current Net Levy
1985	567,431	31,065,515	94.97%	5,370,395	16.42%
1986	275,580	33,110,601	96.81%	3,546,505	10.37%
1987	474,973	36,634,483	96.62%	3,928,363	10.36%
1988	557,970	36,944,365	98.30%	4,861,083	12.93%
1989	1,465,767	33,246,226	99.32%	5,531,081	16.52%
1990	1,514,779	37,474,509	98.94%	5,693,798	15.03%
1991	1,596,262	42,134,452	99.45%	4,158,385	9.81%
1992	1,598,486	44,591,918	99.64%	3,901,497	8.72%
1993	1,461,768	48,340,187	99.43%	3,847,804	7.91%
1994	1,374,253	49,794,085	99.11%	3,969,531	7.90%

- (1) In 1994, the homestead and agricultural credit aid (HACA) was deducted from the levy before the levy was certified. In 1993 and prior years, this aid was deducted from the levy after the levy certification. (HACA replaced the homestead credit and agricultural aid credit in 1990).
- (2) In 1994, this amount includes disparity reduction aid, taconite relief, and other small credits. In 1990 through 1993 this amount includes HACA, disparity reduction aid, taconite relief, and other small credits. In 1989 this amount includes homestead credit, disparity reduction aid, taconite relief, and other small credits. In 1988 and prior years this amount includes homestead credit, taconite relief, and other small credits.

ST. LOUIS COUNTY, MINNESOTA
ASSESSED VALUE/TAX CAPACITY (1) AND ESTIMATED MARKET VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

ASSESSED VALUE/TAX CAPACITY (1)

Collection Year	Property Outside the City of Duluth	Duluth	Total
1985	492,222,976	278,063,815	770,286,791
1986	477,208,439	278,147,064	755,355,503
1987	465,289,325	279,712,274	745,001,599
1988	437,161,106	271,338,379	708,499,485
1989	53,415,802	34,346,201	87,761,803
1990	40,482,068	29,783,564	70,245,632
1991	41,209,168	31,287,560	72,496,728
1992	42,192,213	32,884,009	75,076,222
1993	44,276,166	35,132,474	79,408,640
1994	46,557,155	37,566,843	84,123,998

ESTIMATED MARKET VALUE

Collection Year	Property Outside the City of Duluth	Duluth	Total
1985	2,183,053,388	1,214,724,100	3,397,777,488
1986	2,109,106,850	1,217,760,500	3,326,867,350
1987	2,066,149,750	1,226,207,000	3,292,356,750
1988	2,010,477,720	1,263,170,200	3,273,647,920
1989	1,999,076,320	1,285,919,700	3,284,996,020
1990	2,045,216,400	1,334,843,100	3,380,059,500
1991	2,144,508,400	1,453,370,300	3,597,878,700
1992	2,294,816,000	1,586,629,700	3,881,445,700
1993	2,462,872,000	1,750,550,500	4,213,422,500
1994	2,592,515,300	1,954,002,100	4,546,517,400

RATIOS

Collection Year	Ratio of Assessed Value/Tax Capacity (1) to Estimated Market Value	Percent of Total Assessed Value/Tax Capacity (1)	
		Properties Outside the City of Duluth	Duluth
		1985	0.22670
1986	0.22705	63.18%	36.82%
1987	0.22628	62.45%	37.55%
1988	0.21643	61.70%	38.30%
1989	0.02672	60.86%	39.14%
1990	0.02078	57.60%	42.40%
1991	0.02015	58.84%	43.16%
1992	0.01934	56.20%	43.80%
1993	0.01885	55.76%	44.24%
1994	0.01850	55.34%	44.66%

(1) For 1989 and subsequent years, assessed value changed to tax capacity.
 Chapter 719, Laws of Minnesota, 1988.

ST. LOUIS COUNTY, MINNESOTA
PROPERTY TAX RATES (1) AND TAX LEVIES
DIRECT AND OVERLAPPING
LAST TEN FISCAL YEARS

TAX RATES PER \$100 OF ASSESSED VALUATION/TAX CAPACITY (2)

Tax Year	Cities / Towns	Special Districts	School Districts	County	Total Combined (1)
1985	3.9975	0.0775	5.5080	5.815	15.3980
1986	4.1532	0.0772	5.3873	6.283	15.9007
1987	4.3297	0.0930	5.5431	6.981	16.9468
1988	4.6307	0.1013	5.6370	7.339	17.7080
1989	25.4912	0.2576	39.1948	54.1377	119.0813
1990	25.6977	0.3856	43.0184	62.1951	131.2968
1991	24.6399	0.9195	42.0500	68.2679	135.8773
1992	24.6397	0.9193	42.0499	68.2677	135.8766
1993	25.8227	1.0651	51.8283	70.2789	148.9950
1994	24.9441	1.2403	49.4225	69.4210	145.0279

TAX LEVIES
(In Dollars)

Tax Year	Cities / Towns	Special Districts	School Districts	County	Total Combined (1)
1985	29,954,427	1,196,321	42,482,841	45,849,847	119,483,436
1986	30,892,170	1,221,228	40,693,156	48,551,804	121,358,358
1987	31,754,968	1,604,690	40,179,913	53,486,602	127,026,173
1988	32,308,340	1,649,269	39,950,358	53,541,139	127,449,106
1989	22,371,580	226,056	34,398,034	59,023,406	116,019,076
1990	33,906,485	2,977,044	36,962,837	65,388,125	139,234,491
1991	35,039,430	527,525	36,009,043	62,571,880	134,147,878
1992	36,450,326	739,760	38,883,379	62,571,880	138,645,345
1993	38,437,195	882,687	47,684,194	67,546,282	154,550,358
1994	21,826,610	1,362,639	52,889,759	59,702,534	135,781,542

(1) These are composite rates, except for the County.

(2) For 1989 and subsequent years, assessed value changed to tax capacity.
Chapter 719, Laws of Minnesota, 1988.

ST. LOUIS COUNTY, MINNESOTA
RATIO OF BONDED DEBT TO MARKET VALUE
AND BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Year Ending Dec. 31	Population	Market Value Including Captured Increment (in dollars)	Bonded Debt	Ratio of General Bonded Debt to Market Value	Bonded Debt per Capita
1985	206,264	3,397,777,488	4,800,000	0.14%	23.27
1986	203,069	3,326,867,350	4,800,000	0.14%	23.64
1987	200,646	3,292,356,750	4,475,000	0.14%	22.30
1988	200,027	3,273,647,920	9,125,000	0.28%	45.62
1989	200,027	3,284,996,020	21,000,000	0.64%	104.99
1990	198,213	3,380,059,500	22,195,000	0.66%	111.98
1991	198,213	3,597,878,700	22,525,000	0.63%	113.64
1992	199,209	3,881,445,700	20,535,000	0.53%	103.08
1993	198,212	4,213,422,500	36,840,000	0.87%	185.86
1994	198,533	4,546,517,400	31,240,000	0.69%	157.35

ST. LOUIS COUNTY, MINNESOTA
COMPUTATION OF LEGAL DEBT MARGIN
FISCAL YEAR ENDED DECEMBER 31, 1994

Market Value of Taxable Property		<u>\$ 4,546,517,400</u>
Debt Limit:		
Two Percent of Market Value of Taxable Property (1)		\$ 90,930,348
Amount of Debt Applicable to Debt Limit:		
General Obligation Debt (At Par)	\$ 31,240,000	
Less: Fund Balance in Debt Service Funds	693,130	
Restricted Assets in Applicable Enterprise Funds (2)	<u>3,080,846</u>	
Total Amount of Debt Applicable to Debt Limit		<u>27,466,024</u>
Legal Debt Margin		<u><u>\$ 63,464,324</u></u>

(1) Limit on debt per Minnesota Statutes, Section 475.53, Subdivision 1: "Except as otherwise provided ... no municipality ..., shall incur or be subject to a debt in excess of two percent of the market value of taxable property in the municipality."

(2) Nursing home general obligation revenue bonds, solid waste general obligation bonds, and solid waste full crossover advance refunding bonds of \$13,665,000 less \$203,187 unamortized discount are carried in the Enterprise Funds. These bonds at par of \$13,665,000 are included in the amount of debt applicable to debt limit.

Note: The amount of debt applicable to the debt limit has not been reduced by the \$2,035,000 designated for debt service in the Road and Bridge Special Revenue Fund, as that amount is not a legal reserve.

ST. LOUIS COUNTY, MINNESOTA
COMPUTATION OF DIRECT, OVERLAPPING AND UNDERLYING DEBT
GENERAL OBLIGATION AND GENERAL OBLIGATION REVENUE BONDS ONLY
YEAR ENDED DECEMBER 31, 1994

	Total Debt Outstanding (1)	Percent Applicable to St. Louis County (2)	Amount
Direct Debt			
St. Louis County	\$ 31,036,813	100.00%	\$ 31,036,813
Overlapping Debt			
School District #94	\$ 3,910,000	2.68%	\$ 104,788
School District #381	1,580,000	15.23%	240,634
School District #2142	4,030,000	99.61%	4,014,283
Western Lake Superior Sanitary District	35,577,120	79.98%	28,454,581
	<u>\$ 45,097,120</u>		<u>\$ 32,814,286</u>
Underlying Debt			
City of Buhl	\$ 60,000	100.00%	\$ 60,000
City of Chisholm	3,385,644	100.00%	3,385,644
City of Cook	165,000	100.00%	165,000
City of Duluth	47,636,309	100.00%	47,636,309
City of Ely	1,272,753	100.00%	1,272,753
City of Eveleth	526,463	100.00%	526,463
City of Floodwood	200,000	100.00%	200,000
City of Hermantown	3,357,000	100.00%	3,357,000
City of Hibbing	7,430,000	100.00%	7,430,000
City of Hoyt Lakes	420,000	100.00%	420,000
City of Proctor	270,000	100.00%	270,000
City of Tower	201,000	100.00%	201,000
City of Virginia	19,725,000	100.00%	19,725,000
Town of Fayal	27,631	100.00%	27,631
Town of Greenwood	102,857	100.00%	102,857
School District #695	498,299	100.00%	498,299
School District #696	800,000	100.00%	800,000
School District #698	3,840,000	100.00%	3,840,000
School District #2154	599,776	100.00%	599,776
School District #700	7,850,000	100.00%	7,850,000
School District #701	3,755,000	100.00%	3,755,000
School District #704	5,382,000	100.00%	5,382,000
School District #706	10,170,000	100.00%	10,170,000
School District #709	52,235,000	100.00%	52,235,000
School District #712	3,210,000	100.00%	3,210,000
Duluth Airport Authority	250,000	100.00%	250,000
Seaway Port Authority	250,000	100.00%	250,000
	<u>\$ 173,619,732</u>		<u>\$ 173,619,732</u>
Total	<u>\$ 249,753,665</u>		<u>\$ 237,470,831</u>

(1) This figure does not take into account bond premium or discount, except for St. Louis County which is net of unamortized discount of \$203,187.

(2) The percentage reflects the portion of the general obligation debt which is secured by taxable real estate located within the County.

ST. LOUIS COUNTY, MINNESOTA
RATIO OF DEBT SERVICE EXPENDITURES FOR GENERAL
OBLIGATION BONDED DEBT TO TOTAL GENERAL EXPENDITURES (1)
(IN DOLLARS)

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>General Expenditures</u>	<u>Ratio of Debt Service Expenditures To Total General Expenditures</u>
1985	-	-	-	145,072,904	N/A
1986	-	-	-	140,778,277	N/A
1987	-	-	-	133,768,342	N/A
1988	-	152,900	152,900	145,835,613	0.0011
1989	295,000	355,800	650,800	160,848,344	0.0040
1990	420,000	1,075,030	1,495,030	160,668,481	0.0093
1991	2,970,000 (2)	902,288	3,872,288	147,513,461	0.0262
1992	620,000	804,443	1,424,443	141,110,539	0.0101
1993	5,825,000 (3)	654,867	6,479,867	160,203,803	0.0404
1994	4,095,000	1,310,943	5,405,943	159,572,198	0.0339

(1) Includes the General Fund and Special Revenue Funds.

(2) \$200,000 of this figure was financed by a refunding issue.

(3) \$2,000,000 of this figure was financed by a refunding issue.

ST. LOUIS COUNTY, MINNESOTA
REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS
(IN DOLLARS)

CHRIS JENSEN ENTERPRISE FUND BOND

Fiscal Year	Gross Revenue (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1985	9,078,460	8,171,538	906,922	-	419,713	419,713	2.16
1986	7,884,505	7,318,477	566,028	-	419,713	419,713	1.35
1987	7,579,281	7,108,221	471,060	325,000	407,525	732,525	0.64
1988	7,352,692	7,325,246	27,446	350,000	381,775	731,775	0.04
1989	9,470,362	8,544,276	926,086	375,000	324,434	699,434	1.32
1990	9,491,825	8,944,636	547,189	400,000	280,850	680,850	0.80
1991	10,447,317	9,037,907	1,409,410	475,000	231,029	706,029	2.00
1992	11,267,963	10,146,098	1,121,865	1,065,000	189,574	1,254,574	0.89
1993	11,306,154	10,439,039	867,115	635,000	131,623	766,623	1.13
1994	10,808,984	10,896,293	(87,309)	675,000	91,300	766,300	0.00

NOPEMING ENTERPRISE FUND BOND

Fiscal Year	Gross Revenue (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1989	6,751,894	7,053,018	(301,124)	-	3,335	3,335	0.00
1990	7,613,198	7,748,439	(135,241)	20,000	21,854	41,854	0.00
1991	9,021,628	8,814,821	206,807	25,000	18,892	43,892	4.71
1992	9,178,610	8,700,357	478,253	25,000	17,268	42,268	11.31
1993	9,834,384	9,230,250	604,134	25,000	15,643	40,643	14.86
1994	9,185,561	9,222,118	(36,557)	30,000	14,005	44,005	0.00

SOLID WASTE MANAGEMENT ENTERPRISE FUND BOND

Fiscal Year	Gross Revenue (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1991	4,214,733	6,220,548	(2,005,815)	205,000	309,785	514,785	0.00
1992	5,978,786	4,579,540	1,399,246	280,000	366,878	646,878	2.16
1993	7,899,444	4,298,988	3,600,456	300,000	415,153	715,153	5.03
1994	8,215,055	6,879,141	1,335,914	800,000	833,540	1,633,540	0.82

(1) Includes operating and non-operating revenue.

(2) Excludes depreciation, interest expense on debt, and amortization of bond discount.

ST. LOUIS COUNTY, MINNESOTA
DEBT SERVICE SCHEDULE
(IN DOLLARS)

Year	Babbitt Facility		Corrections Facility		Equipment Notes	
	Principal	Interest	Principal	Interest	Principal	Interest
1995	\$ 30,000	\$ 84,680	\$ 770,000	\$ 692,113	\$ 2,035,000	\$ 120,065
1996	30,000	82,055	795,000	655,923		
1997	35,000	79,415	830,000	618,558		
1998	40,000	76,300	865,000	579,547		
1999	40,000	72,700	905,000	538,893		
2000	45,000	69,060	945,000	496,358		
2001	50,000	64,920	990,000	451,943		
2002	55,000	60,270	1,040,000	405,413		
2003	60,000	55,100	1,095,000	356,013		
2004	65,000	49,400	1,150,000	304,000		
2005	75,000	43,225	1,210,000	249,375		
2006	80,000	36,100	1,275,000	191,899		
2007	90,000	28,500	1,345,000	131,337		
2008	100,000	19,950	1,420,000	67,449		
2009	110,000	10,450				
Total	\$ 905,000	\$ 832,125	\$ 14,635,000	\$ 5,738,821	\$ 2,035,000	\$ 120,065

Year	Solid Waste		Nursing Homes		Total		Total Principal and Interest
	Principal	Interest	Principal	Interest	Principal	Interest	
1995	\$ 990,000	\$ 533,048	\$ 770,000	\$ 60,140	\$ 4,595,000	\$ 1,490,046	\$ 6,085,046
1996	1,030,000	489,475	35,000	10,075	1,890,000	1,237,528	3,127,528
1997	1,095,000	440,935	35,000	7,765	1,995,000	1,146,673	3,141,673
1998	1,185,000	321,410	40,000	5,420	2,130,000	982,677	3,112,677
1999	880,000	270,602	40,000	2,720	1,865,000	884,915	2,749,915
2000	925,000	231,412			1,915,000	796,830	2,711,830
2001	970,000	188,567			2,010,000	705,430	2,715,430
2002	1,020,000	142,460			2,115,000	608,143	2,723,143
2003	1,080,000	92,255			2,235,000	503,368	2,738,368
2004	600,000	38,485			1,815,000	391,885	2,206,885
2005	130,000	8,125			1,415,000	300,725	1,715,725
2006					1,355,000	227,999	1,582,999
2007					1,435,000	159,837	1,594,837
2008					1,520,000	87,399	1,607,399
2009					110,000	10,450	120,450
Total	\$ 9,905,000	\$ 2,756,774	\$ 920,000	\$ 86,120	\$ 28,400,000 (1)	\$ 9,533,905	\$ 37,933,905

(1) Principal does not include \$2,840,000 that will be paid by an escrow account.

**ST. LOUIS COUNTY, MINNESOTA
DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Income (2)</u>	<u>Median Age (1)</u>	<u>K - 12 School Enrollment (3)</u>	<u>Unemployment Percentage (2)</u>
1985	206,264	\$11,401	30.5	35,058	11.1%
1986	203,069	\$11,801	30.7	34,428	9.1%
1987	200,646	\$12,409	30.9	34,062	9.4%
1988	200,646	\$13,070	31.0	38,692	6.3%
1989	200,027	\$14,417	31.2	33,510	5.9%
1990	198,213	\$15,590	35.7	33,710	6.0%
1991	198,213	\$16,409	35.8	37,068	6.5%
1992	199,209	\$17,426	35.9	31,607	7.3%
1993	198,212	Not Available	36.1	33,367	7.4%
1994	198,533	Not Available	35.7	33,186	6.1%

(1) Minnesota State Planning Office, Office of State Demographer

(2) Minnesota Department of Economic Security Research and Planning Department
Amounts are the most up-to-date revisions available.

(3) State Department of Education

ST. LOUIS COUNTY, MINNESOTA
ESTIMATED MARKET VALUE, CONSTRUCTION, AND BANK DEPOSITS

ESTIMATED MARKET VALUE (1)

	Value	1994 Percentage
Real Estate		
Residential	\$ 3,091,919,650	56.28%
Multiple Dwelling	153,193,800	2.79%
Commercial/Industrial	547,101,650	9.96%
Timberlands	80,461,900	1.46%
Agricultural	54,643,000	0.99%
Public Utilities / Miscellaneous	289,017,600	5.26%
Seasonal Residential Recreational	358,448,600	6.52%
Seasonal Commercial Recreational	20,863,200	0.38%
Exempt	723,979,900	13.18%
Total Real Estate	\$ 5,319,629,300	96.82%
Personal Property	174,650,800	3.18%
Total Real Estate & Personal Property	\$ 5,494,280,100	100.00%

CONSTRUCTION (2)

Fiscal Year	Commercial		Residential		Total Value New Construction
	# of Units	Value	# of Units	Value	
1985	651	18,669,159	2,359	13,034,503	31,703,662
1986	681	46,504,152	2,400	15,770,921	62,275,073
1987	719	42,178,960	2,582	24,297,453	66,476,413
1988	329	20,432,623	1,745	20,956,747	41,389,370
1989	670	34,935,772	3,018	37,836,846	72,772,618
1990	635	22,454,139	2,800	37,750,527	60,204,666
1991	808	36,169,000	3,256	45,547,000	81,716,000
1992	770	37,731,455	3,133	60,139,279	97,870,734
1993	315	9,688,458	1,599	38,086,739	47,775,197
1994	407	18,559,568	1,646	37,521,002	56,080,570

DEPOSITS OF FINANCIAL INTERMEDIARIES AT DECEMBER 31, 1993 (3)
(000's Omitted)

Fiscal Year	Commercial Banks	Savings & Loan Associations	Total
1985	1,240,154	538,593	1,778,747
1986	1,281,194	532,544	1,813,738
1987	1,295,582	532,719	1,828,301
1988	1,316,347	473,732	1,790,079
1989	1,172,302	474,366	1,646,668
1990	1,553,694	286,730	1,840,424
1991	1,591,264	359,722	1,950,986
1992	1,228,361	176,502	1,404,863
1993	1,614,238	336,501	1,950,739
1994	1,133,937	345,832	1,479,769

(1) Source: St. Louis County Assessor

(2) Source: U. S. Department of Commerce, Bureau of Census

(3) Source: Thomson Bank Directory and Thomson Saving Directory

ST. LOUIS COUNTY, MINNESOTA
PRINCIPAL TAXPAYERS
YEAR ENDED DECEMBER 31, 1994

The ten largest tax parcels in St. Louis County are owned by the following taxpayers:

<u>Rank</u>	<u>Taxpayer</u>	<u>Tax Capacity as of 1994 Tax Roll</u>	<u>Percentage</u>
1	Minnesota Power	\$ 2,044,176	2.27%
2	Lake Superior Paper Industries	1,937,318	2.16%
3	Great Lakes Gas Trans Ltd	960,003	1.07%
4	Northern States Power	947,899	1.05%
5	Minnesota Power	945,374	1.05%
6	Square Butte Electric Co-op	921,519	1.03%
7	Minnesota Power	766,599	0.85%
8	Miller Hill Mall Company	657,111	0.73%
9	Duluth Clinic	292,943	0.33%
10	Minnesota Power	292,137	0.32%
Total Tax Capacity of Ten Largest Taxpayers		\$ 9,765,079	10.86%
Total Tax Capacity of Other Taxpayers		\$ 80,128,552	89.14%
Total Tax Capacity of All Taxpayers		\$ 89,893,631	100.00%

ST. LOUIS COUNTY, MINNESOTA
LABOR STATISTICS
LAST TEN YEARS

<u>Year</u>	<u>Labor Force</u>	<u>Employment</u>	<u>Unemployment</u>	<u>Unemployment Rate</u>
1985	89,439	79,827	9,612	10.7%
1986	89,981	81,787	8,194	9.1%
1987	88,951	80,576	8,375	9.4%
1988	88,635	83,016	5,619	6.3%
1989	89,686	84,394	5,292	5.9%
1990	93,812	88,226	5,586	6.0%
1991	96,182	89,945	6,237	6.5%
1992	96,115	89,091	7,024	7.3%
1993	96,129	89,037	7,092	7.4%
1994	99,060	93,035	6,025	6.1%

<u>Year</u>	<u>Average State Labor force</u>	<u>Average State Unemployment Rate</u>	<u>Average National Labor force</u>	<u>Average National Unemployment Rate</u>
1985	2,224,000	6.0%	117,167,000	7.1%
1986	2,230,000	5.3%	119,540,000	6.9%
1987	2,259,000	5.4%	121,602,000	6.1%
1988	2,316,411	4.1%	121,669,000	5.5%
1989	2,343,000	4.4%	123,869,000	5.3%
1990	2,404,000	4.8%	124,787,000	5.5%
1991	2,431,000	5.1%	125,303,000	6.8%
1992	2,431,000	5.1%	126,982,000	7.4%
1993	2,466,000	5.1%	128,040,000	6.8%
1994	2,565,000	4.0%	131,056,000	6.1%

Source: Minnesota Department of Economic Security

**ST. LOUIS COUNTY, MINNESOTA
MISCELLANEOUS STATISTICAL DATA
YEAR ENDED DECEMBER 31, 1994**

SCHEDULE OF PERSONNEL BY FUND

<u>Fund</u>	<u>Number of Employees</u>
General	884 *
Road and Bridge	335
Social Services Special Revenue	570
Other Special Revenue	50
Enterprise	490
Internal Service	<u>111</u>
Total	<u><u>2,440</u></u>

* Includes 174 employees of Arrowhead Regional Corrections

AREA OF ST. LOUIS COUNTY

	<u>Square Miles</u>	<u>Acres</u>
Land	6318.02	4,043,532
Water	<u>774.49</u>	<u>495,674</u>
Total	<u><u>7092.51</u></u>	<u><u>4,539,206</u></u>

COUNTY ROAD AND BRIDGE STATISTICS

<u>Road Type</u>	<u>Number of Miles</u>
Concrete	2.90
Bituminous	211.56
Gravel	1,341.14
Unimproved	<u>49.40</u>
Total Miles of Road	<u><u>1,605.00</u></u>
County Bridges	<u><u>264</u></u>

ST. LOUIS COUNTY, MINNESOTA
PERCENTAGE OF REGISTERED VOTERS - VOTING
LAST TEN ELECTIONS

PRIMARY ELECTIONS

<u>Date</u>	<u>Total Registered Voters</u>	<u>Percentage Voting</u>
September 14, 1976	126,315	45%
September 12, 1978	135,346	51%
September 9, 1980	139,386	36%
September 14, 1982	137,184	50%
September 11, 1984	138,591	46%
September 9, 1986	134,330	42%
September 13, 1988	128,413	23%
September 11, 1990	128,300	39%
September 15, 1992	128,981	29%
September 13, 1994	127,624	37%

GENERAL ELECTIONS

<u>Date</u>	<u>Total Registered Voters</u>	<u>Percentage Voting</u>
November 2, 1976	146,667	79%
November 7, 1978	142,022	68%
November 4, 1980	153,066	76%
November 2, 1982	145,775	72%
November 6, 1984	152,260	75%
November 4, 1986	137,492	59%
November 8, 1988	142,825	73%
November 6, 1990	134,668	63%
November 3, 1992	146,833	75%
November 8, 1994	134,702	63%

Source: St. Louis County Auditor's Office

**ST. LOUIS COUNTY, MINNESOTA
LAND OWNERSHIP WITHIN COUNTY
YEAR ENDED DECEMBER 31, 1994**

	<u>Acres</u>	<u>Percentage</u>
Public Ownership		
Federal Entitlement Lands		
Bureau of Land Management	243	0.01%
Forest Service	745,043	18.43%
National Park Service	92,926	2.30%
Other Federal Lands	12	0.00%
Total Federal Entitlement Lands	838,224	20.73%
State Tax-Forfeited Lands		
Estimated	898,803	22.23%
State Lands		
Department of Natural Resources / Department of Transportation	<u>822,905</u>	<u>20.35%</u>
Total Public Ownership	2,559,932	63.31%
Private Ownership / Other	<u>1,483,600</u>	<u>36.69%</u>
Total Land Ownership	<u><u>4,043,532</u></u>	<u><u>100.00%</u></u>